



TAIWAN SEMICONDUCTOR MANUFACTURING CO., LTD.
UNCONSOLIDATED STATEMENT OF CASH FLOWS
For the years Ended March 31, 1999 and 1998

(Figures in Million of New Taiwan dollars (NTD) and U.S. dollars (USD)) ⁽¹⁾

	1Q 1999		1Q 1998	4Q 1998
	USD	NTD	NTD	NTD
Cash Flows from Operating Activities:				
Net Income	126	4,090	6,947	2,524
Depreciation & Amortization	122	3,978	3,457	3,868
Investment Loss (Income) recognized by equity method	5	168	296	586
Gain on sale of long-term investments			-316	-224
Deferred Tax on Investment Tax Credit	-5	-148	-779	-154
Changes in Working Capital & Others	-18	-593	1,576	3,051
Net Cash Provided from Operating Activities	230	7,495	11,181	9,652
Cash Flows from Investing Activities:				
Increase in Short-Term Investments	-0	-12	-916	285
Acquisition of Fixed Assets	-143	-4,668	-8,926	-4,003
Increase in Long-Term Investments	-0	-4		-10
Proceeds from Sales of Long-Term Stock Investments			838	388
Increase in Deposit out/Deferred Assets	-1	-42	-22	-108
Net Cash Used in Investing Activities	-145	-4,726	-9,027	-3,448
Cash Flows from Financing Activities:				
Increase (Decrease) in Short-Term Credit Instruments			-250	-205
Increase in Issuance of Bonds	7	228	3,825	5,248
Increase (Decrease) Long-Term Bank Loans	39	1,286	-2,631	-5,367
Decrease in Guarantee Deposits			5	-1,342
Adjustment for Forward Contract Payable	-24	-784	195	
Net Cash Provided by Financing Activities	22	730	1,144	-1,666
Net Increase (Decrease) in Cash and Cash Equivalents	107	3,499	3,299	4,537
Cash and Cash Equivalents at Beginning of Period	251	8,292	2,534	3,755
Cash and Cash Equivalents at End of Period	357	11,792	5,833	8,292

Note (1) : New Taiwan dollars amounts have been translated into U.S. dollars at the weighted average rate of NTD 32.58 per U.S. dollar for the year ended March 31 1999.