

# Taiwan Semiconductor Manufacturing Company Limited and Subsidiaries

## CONSOLIDATED BALANCE SHEETS DECEMBER 31, 2012 AND 2011

(In Thousands of New Taiwan Dollars, Except Par Value)

ASSETS	2012		2011		LIABILITIES AND SHAREHOLDERS' EQUITY	2012		2011	
	Amount	%	Amount	%		Amount	%	Amount	%
<b>CURRENT ASSETS</b>					<b>CURRENT LIABILITIES</b>				
Cash and cash equivalents (Notes 2 and 4)	\$ 143,410,588	15	\$ 143,472,277	19	Short-term loans (Note 15)	\$ 34,714,929	4	\$ 25,926,528	3
Financial assets at fair value through profit or loss (Notes 2, 5 and 26)	39,554	-	15,360	-	Financial liabilities at fair value through profit or loss (Notes 2, 5 and 26)	15,625	-	13,742	-
Available-for-sale financial assets (Notes 2, 6 and 26)	2,410,635	-	3,308,770	-	Hedging derivative financial liabilities (Notes 2, 11 and 26)	-	-	232	-
Held-to-maturity financial assets (Notes 2, 7 and 26)	5,056,973	1	3,825,680	1	Accounts payable	14,490,429	1	10,530,487	1
Receivables from related parties (Notes 3 and 27)	353,811	-	185,764	-	Payables to related parties (Note 27)	748,613	-	1,328,521	-
Notes and accounts receivable (Note 3)	58,257,798	6	46,321,240	6	Income tax payable (Notes 2 and 20)	15,635,594	2	10,656,124	1
Allowance for doubtful receivables (Notes 2, 3 and 8)	(480,212)	-	(490,952)	-	Salary and bonus payable	7,535,296	1	6,148,499	1
Allowance for sales returns and others (Notes 2 and 8)	(6,038,003)	(1)	(5,068,263)	(1)	Accrued profit sharing to employees and bonus to directors and supervisors (Notes 2 and 22)	11,186,591	1	9,081,293	1
Other receivables from related parties (Notes 3 and 27)	185,550	-	122,292	-	Payables to contractors and equipment suppliers	44,831,798	5	35,540,526	5
Other financial assets (Note 28)	473,833	-	617,142	-	Accrued expenses and other current liabilities (Notes 13, 18, 26 and 30)	13,148,944	1	13,218,235	2
Inventories (Notes 2 and 9)	37,830,498	4	24,840,582	3	Current portion of bonds payable and long-term bank loans (Notes 16, 17 and 26)	128,125	-	4,562,500	1
Deferred income tax assets (Notes 2 and 20)	8,001,202	1	5,936,490	1					
Prepaid expenses and other current assets	2,786,408	-	2,174,014	-					
					Total current liabilities	142,435,944	15	117,006,687	15
Total current assets	252,288,635	26	225,260,396	29					
<b>LONG-TERM INVESTMENTS (Notes 2, 6, 7, 10, 12 and 26)</b>					<b>LONG-TERM LIABILITIES</b>				
Investments accounted for using equity method	23,430,020	3	24,900,332	3	Bonds payable (Notes 16 and 26)	80,000,000	9	18,000,000	3
Available-for-sale financial assets	38,751,245	4	-	-	Long-term bank loans (Notes 17, 26 and 28)	1,359,375	-	1,587,500	-
Held-to-maturity financial assets	-	-	5,243,167	1	Other long-term payables (Notes 18, 26 and 30)	54,000	-	-	-
Financial assets carried at cost	3,605,077	-	4,315,005	1	Obligations under capital leases (Notes 2, 13 and 26)	748,115	-	870,993	-
Total long-term investments	65,786,342	7	34,458,504	5	Total long-term liabilities	82,161,490	9	20,458,493	3
<b>PROPERTY, PLANT AND EQUIPMENT (Notes 2, 13 and 27)</b>					<b>OTHER LIABILITIES</b>				
Cost					Accrued pension cost (Notes 2 and 19)	3,979,541	-	3,908,508	-
Land and land improvements	1,527,124	-	1,541,128	-	Guarantee deposits	203,890	-	443,983	-
Buildings	197,314,677	21	172,872,550	22	Others (Note 27)	500,041	-	403,720	-
Machinery and equipment	1,279,167,719	134	1,057,588,736	137					
Office equipment	19,973,722	2	16,969,266	2	Total other liabilities	4,683,472	-	4,756,211	-
Leased assets	766,732	-	791,480	-					
	1,498,749,974	157	1,249,763,160	161	Total liabilities	229,280,906	24	142,221,391	18
Accumulated depreciation	(1,000,284,504)	(105)	(876,252,220)	(113)	<b>EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT</b>				
Advance payments and construction in progress	119,063,976	13	116,863,976	15	Capital stock - NT\$10 par value (Note 22)				
					Authorized: 28,050,000 thousand shares				
Net property, plant and equipment	617,529,446	65	490,374,916	63	Issued: 25,924,435 thousand shares in 2012				
					25,916,222 thousand shares in 2011	259,244,357	27	259,162,226	33
<b>INTANGIBLE ASSETS</b>					Capital surplus (Notes 2 and 22)	56,137,809	6	55,846,357	7
Goodwill (Note 2)	5,523,707	1	5,693,999	1	Retained earnings (Note 22)				
Deferred charges, net (Notes 2 and 14)	5,435,862	-	5,167,564	-	Appropriated as legal capital reserve	115,820,123	12	102,399,995	13
					Appropriated as special capital reserve	7,606,224	1	6,433,874	1
Total intangible assets	10,959,569	1	10,861,563	1	Unappropriated earnings	287,174,942	30	213,357,286	28
						410,601,289	43	322,191,155	42
<b>OTHER ASSETS</b>					Others				
Deferred income tax assets, net (Notes 2 and 20)	4,776,015	1	7,436,717	1	Cumulative translation adjustments (Note 2)	(10,753,763)	(1)	(6,433,369)	(1)
Refundable deposits (Note 27)	2,426,712	-	4,518,863	1	Net loss not recognized as pension cost (Note 2)	(5,299)	-	-	-
Others (Notes 2 and 27)	1,267,886	-	1,353,983	-	Unrealized gain/loss on financial instruments (Notes 2, 11 and 26)	7,973,321	1	(1,172,855)	-
						(2,785,741)	-	(7,606,224)	(1)
Total other assets	8,470,613	1	13,309,563	2	Equity attributable to shareholders of the parent	723,197,714	76	629,593,514	81
<b>TOTAL</b>	<b>\$ 955,034,605</b>	<b>100</b>	<b>\$ 774,264,942</b>	<b>100</b>	<b>MINORITY INTERESTS (Note 2)</b>	<b>2,555,985</b>	<b>-</b>	<b>2,450,037</b>	<b>1</b>
					Total shareholders' equity	725,753,699	76	632,043,551	82
					<b>TOTAL</b>	<b>\$ 955,034,605</b>	<b>100</b>	<b>\$ 774,264,942</b>	<b>100</b>

The accompanying notes are an integral part of the consolidated financial statements.