

Unleash Innovation

2025 Third Quarter Earnings Conference

October 16, 2025

Agenda

- Welcome
- 3Q25 Financial Results and 4Q25 Outlook
- Key Messages
- Q&A

Jeff Su, IR Director

Wendell Huang, CFO

Wendell Huang, CFO

C.C. Wei, Chairman & CEO

Safe Harbor Notice

- TSMC's statements of its current expectations are forward-looking statements subject to significant risks and uncertainties and actual results may differ materially from those contained in the forward-looking statements.
- Information as to those factors that could cause actual results to vary can be found in TSMC's 2024 Annual Report on Form 20-F filed with the United States Securities and Exchange Commission (the "SEC") on April 17, 2025 and such other documents as TSMC may file with, or submit to, the SEC from time to time.
- Except as required by law, we undertake no obligation to update any forward-looking statement, whether as a result of new information, future events, or otherwise.

Statements of Comprehensive Income

Selected Items from Statements of Comprehensive Income

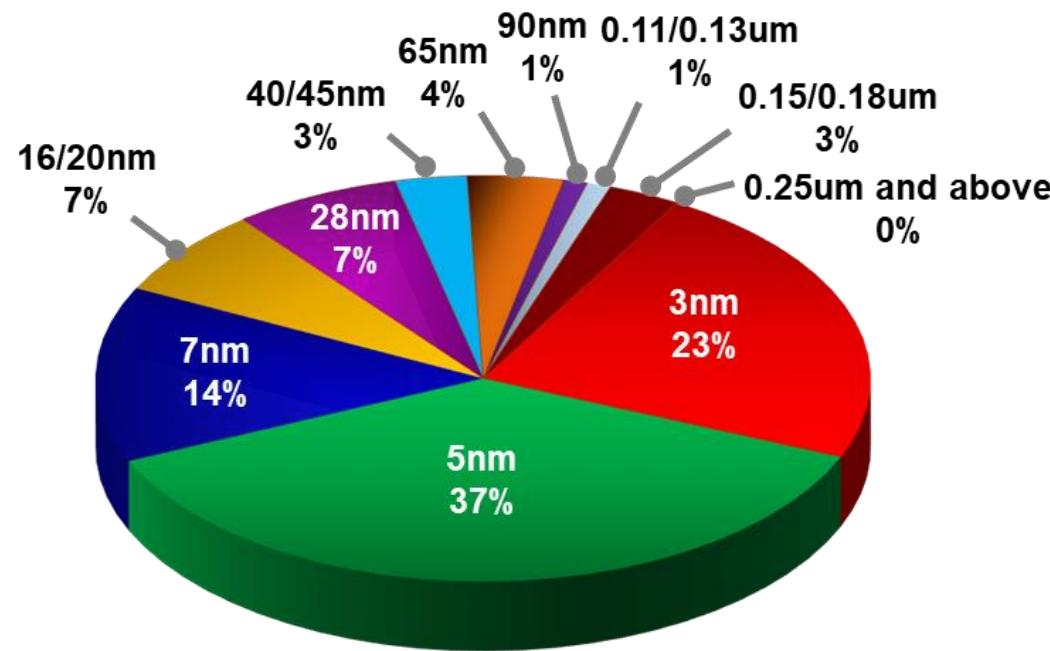
(In NT\$ billions unless otherwise noted)

	3Q25	3Q25 Guidance	2Q25	3Q24	3Q25 Over 2Q25	3Q25 Over 3Q24
Net Revenue (US\$ billions)	33.10	31.8-33.0	30.07	23.50	+10.1%	+40.8%
Net Revenue	989.92		933.79	759.69	+6.0%	+30.3%
Gross Margin	59.5%	55.5%-57.5%	58.6%	57.8%	+0.9 ppts	+1.7 ppts
Operating Expenses	(87.76)		(84.51)	(79.08)	+3.9%	+11.0%
Operating Margin	50.6%	45.5%-47.5%	49.6%	47.5%	+1.0 ppt	+3.1 ppts
Non-Operating Items	24.68		29.61	23.42	-16.6%	+5.4%
Net Income Attributable to Shareholders of the Parent Company	452.30		398.27	325.26	+13.6%	+39.1%
Net Profit Margin	45.7%		42.7%	42.8%	+3.0 ppts	+2.9 ppts
EPS (NT Dollar)	17.44		15.36	12.54	+13.6%	+39.0%
ROE	37.8%		34.8%	33.4%	+3.0 ppts	+4.4 ppts
Shipment (Kpcs, 12"-equiv. Wafer)	4,085		3,718	3,338	+9.9%	+22.4%
Average Exchange Rate--USD/NTD	29.91	29.0	31.05	32.32	-3.7%	-7.5%

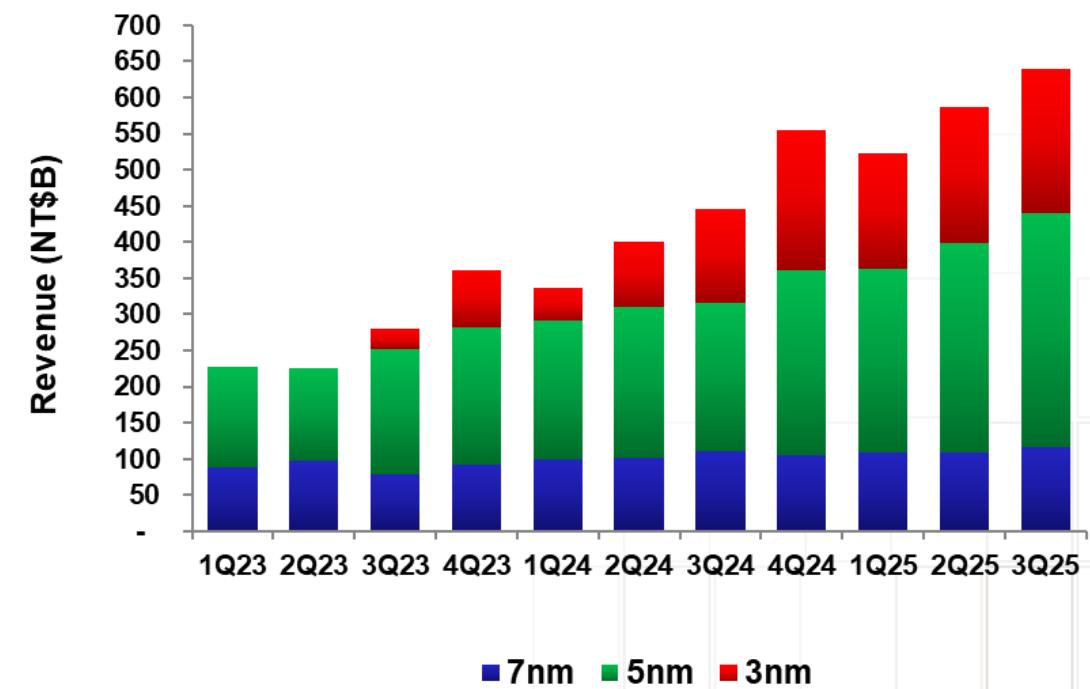
* Diluted weighted average outstanding shares were 25,930mn units in 3Q25

** ROE figures are annualized based on average equity attributable to shareholders of the parent company

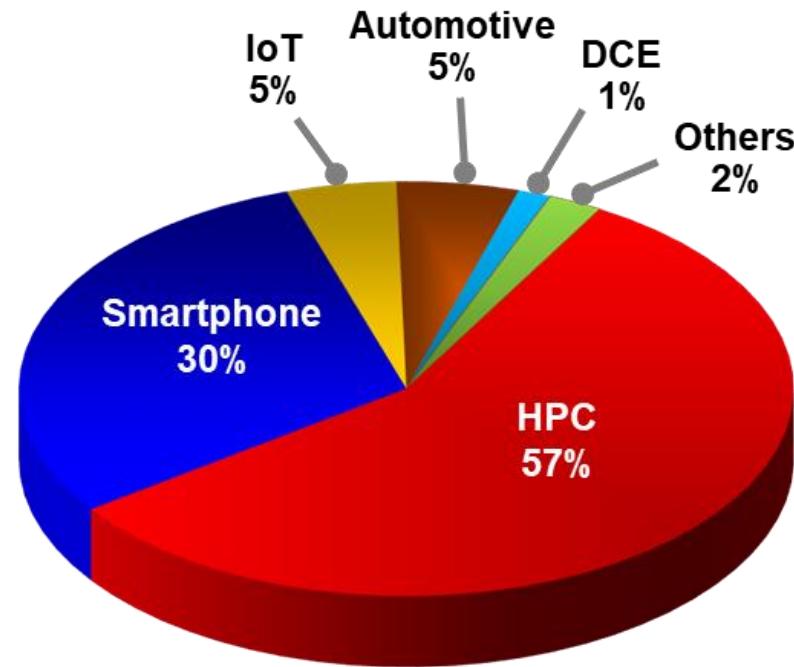
3Q25 Revenue by Technology



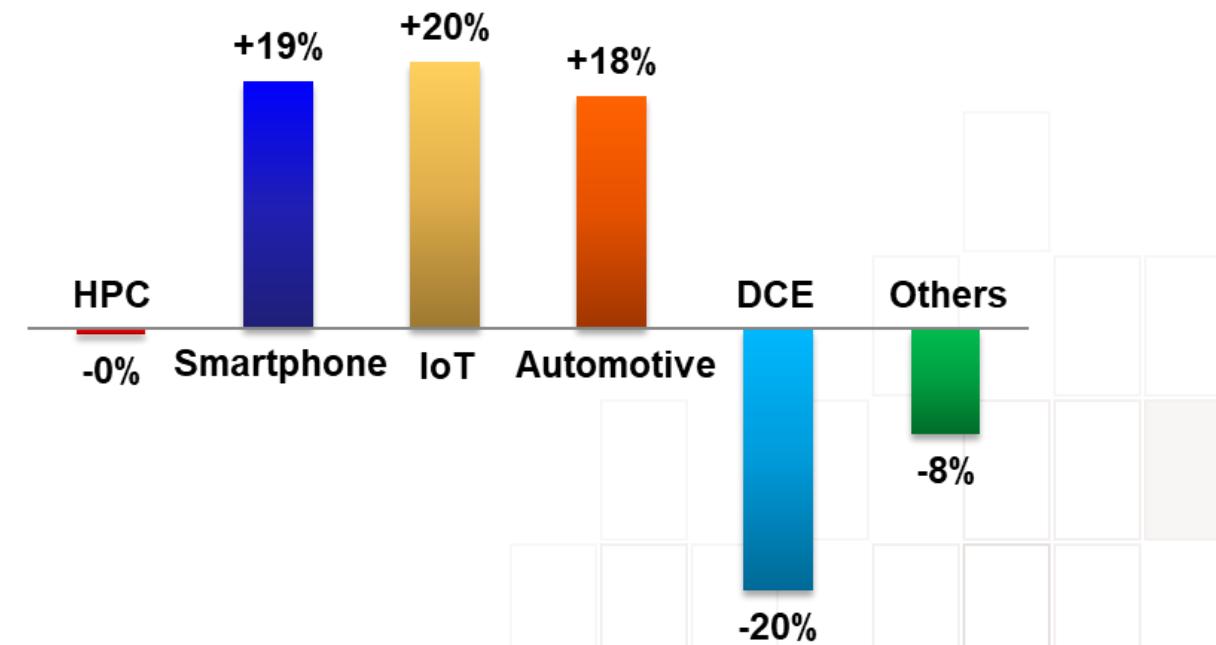
7nm and Below Revenue



3Q25 Revenue by Platform



Growth Rate by Platform (QoQ)



Balance Sheets & Key Indices

Selected Items from Balance Sheets

(In NT\$ billions)

Cash & Marketable Securities	2,751.06	37.4 %
Accounts Receivable	307.81	4.2 %
Inventories	288.69	3.9 %
Long-term Investments	148.98	2.0 %
Net PP&E	3,499.34	47.6 %
Total Assets	7,354.11	100.0 %
Current Liabilities	1,275.91	17.3 %
Long-term Interest-bearing Debts	918.23	12.5 %
Total Liabilities	2,318.53	31.5 %
Total Shareholders' Equity	5,035.58	68.5 %

Key Indices

A/R Turnover Days	25
Inventory Turnover Days	74
Current Ratio (x)	2.7
Asset Productivity (x)	1.2

	3Q25		2Q25		3Q24	
	Amount	%	Amount	%	Amount	%
Cash & Marketable Securities	2,751.06	37.4 %	2,634.43	37.6 %	2,167.60	35.2 %
Accounts Receivable	307.81	4.2 %	235.69	3.4 %	249.97	4.1 %
Inventories	288.69	3.9 %	304.19	4.3 %	292.88	4.7 %
Long-term Investments	148.98	2.0 %	137.43	2.0 %	127.33	2.1 %
Net PP&E	3,499.34	47.6 %	3,386.21	48.3 %	3,071.60	49.8 %
Total Assets	7,354.11	100.0 %	7,006.35	100.0 %	6,165.66	100.0 %
Current Liabilities	1,275.91	17.3 %	1,377.31	19.7 %	1,080.40	17.5 %
Long-term Interest-bearing Debts	918.23	12.5 %	883.67	12.6 %	936.16	15.2 %
Total Liabilities	2,318.53	31.5 %	2,389.72	34.1 %	2,143.74	34.8 %
Total Shareholders' Equity	5,035.58	68.5 %	4,616.63	65.9 %	4,021.92	65.2 %

* Total outstanding shares were 25,933mn units at 9/30/25

** Asset productivity = Annualized net revenue / Average net PP&E

Cash Flows

(In NT\$ billions)	3Q25	2Q25	3Q24
Beginning Balance	2,364.52	2,394.80	1,799.13
Cash from operating activities	426.83	497.07	391.99
Capital expenditures	(287.45)	(297.22)	(207.08)
Cash dividends	(116.70)	(116.70)	(90.76)
Bonds payable	(9.06)	3.70	(5.25)
Investments and others	92.62	(117.13)	(1.25)
Ending Balance	2,470.76	2,364.52	1,886.78
Free Cash Flow *	139.38	199.85	184.91

* Free cash flow = Cash from operating activities – Capital expenditures

4Q25 Guidance

Based on our current business outlook, management expects:

- **Revenue to be between US\$32.2 billion and US\$33.4 billion**

And, based on the exchange rate assumption of 1 US dollar to 30.6 NT dollars, management expects:

- **Gross profit margin to be between 59% and 61%**
- **Operating profit margin to be between 49% and 51%**

Recap of Recent Major Events

- **TSMC Board of Directors Approved NT\$5.00 Cash Dividend for the Second Quarter of 2025 and Set December 11, 2025 as Ex-Dividend Date, December 17, 2025 as the Record Date and January 8, 2026 as the Distribution Date (2025/08/12)**

- Please visit TSMC's website (<https://www.tsmc.com>) and Market Observation Post System (<https://mops.twse.com.tw>) for details and other announcements



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