



TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Balance Sheet (Unaudited)

(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD")) ⁽¹⁾

ASSETS	September 30, 2025			June 30, 2025			September 30, 2024			QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
Current Assets													
Cash and Cash Equivalents	\$ 80,926	\$ 2,470,759	33.6	\$ 2,364,524	33.7	\$ 1,886,781	30.6	\$ 106,235	4.5	\$ 583,978	31.0		
Investments in Marketable Financial Instruments	9,181	280,297	3.8	269,905	3.9	280,819	4.6	10,392	3.9	(522)	(0.2)		
Accounts Receivable	10,082	307,814	4.2	235,685	3.4	249,974	4.1	72,129	30.6	57,840	23.1		
Inventories	9,456	288,689	3.9	304,194	4.3	292,884	4.7	(15,505)	(5.1)	(4,195)	(1.4)		
Other Current Assets	2,897	88,456	1.2	90,610	1.3	63,456	1.0	(2,154)	(2.4)	25,000	39.4		
Total Current Assets	112,542	3,436,015	46.7	3,264,918	46.6	2,773,914	45.0	171,097	5.2	662,101	23.9		
Non-current Assets													
Long-term Investments	4,879	148,978	2.0	137,427	2.0	127,332	2.1	11,551	8.4	21,646	17.0		
Property, Plant and Equipment	114,616	3,499,341	47.6	3,386,206	48.3	3,071,599	49.8	113,135	3.3	427,742	13.9		
Right-of-use, Intangible and Other Non-current Assets	8,836	269,773	3.7	217,799	3.1	192,813	3.1	51,974	23.9	76,960	39.9		
Total Non-current Assets	128,331	3,918,092	53.3	3,741,432	53.4	3,391,744	55.0	176,660	4.7	526,348	15.5		
Total Assets	\$ 240,873	\$ 7,354,107	100.0	\$ 7,006,350	100.0	\$ 6,165,658	100.0	\$ 347,757	5.0	\$ 1,188,449	19.3		
LIABILITIES AND SHAREHOLDERS' EQUITY													
Current Liabilities													
Accounts Payable	\$ 2,829	\$ 86,386	1.2	\$ 84,772	1.2	\$ 70,820	1.1	\$ 1,614	1.9	\$ 15,566	22.0		
Payables to Contractors and Equipment Suppliers	5,746	175,430	2.4	161,416	2.3	125,132	2.0	14,014	8.7	50,298	40.2		
Cash Dividends Payable	8,494	259,326	3.5	246,672	3.5	207,456	3.4	12,654	5.1	51,870	25.0		
Accrued Expenses and Other Current Liabilities	22,224	678,538	9.2	790,240	11.3	618,186	10.0	(111,702)	(14.1)	60,352	9.8		
Current Portion of Bonds Payable and Bank Loans	2,497	76,226	1.0	94,214	1.4	58,805	1.0	(17,988)	(19.1)	17,421	29.6		
Total Current Liabilities	41,790	1,275,906	17.3	1,377,314	19.7	1,080,399	17.5	(101,408)	(7.4)	195,507	18.1		
Non-current Liabilities													
Bonds Payable	28,838	880,433	12.0	848,535	12.1	909,704	14.8	31,898	3.8	(29,271)	(3.2)		
Other Non-current Liabilities	5,312	162,190	2.2	163,869	2.3	153,633	2.5	(1,679)	(1.0)	8,557	5.6		
Total Non-current Liabilities	34,150	1,042,623	14.2	1,012,404	14.4	1,063,337	17.3	30,219	3.0	(20,714)	(1.9)		
Total Liabilities	75,940	2,318,529	31.5	2,389,718	34.1	2,143,736	34.8	(71,189)	(3.0)	174,793	8.2		
Equity Attributable to Shareholders of the Parent													
Capital Stock at Par Value	8,494	259,325	3.5	259,326	3.7	259,327	4.2	(1)	-	(2)	-		
Capital Surplus	2,403	73,361	1.0	73,326	1.1	72,390	1.2	35	-	971	1.3		
Legal Capital Reserve	10,191	311,147	4.2	311,147	4.4	311,147	5.0	-	-	-	-		
Special Capital Reserve	5,947	181,555	2.5	-	-	-	-	181,555	-	181,555	-		
Unappropriated Earnings	139,557	4,260,829	58.0	4,119,741	58.8	3,346,232	54.3	141,088	3.4	914,597	27.3		
Others	(2,880)	(87,910)	(1.2)	(182,466)	(2.6)	923	-	94,556	51.8	(88,833)	(9,624.4)		
Equity Attributable to Shareholders of the Parent	163,712	4,998,307	68.0	4,581,074	65.4	3,990,019	64.7	417,233	9.1	1,008,288	25.3		
Noncontrolling Interests	1,221	37,271	0.5	35,558	0.5	31,903	0.5	1,713	4.8	5,368	16.8		
Total Shareholders' Equity	164,933	5,035,578	68.5	4,616,632	65.9	4,021,922	65.2	418,946	9.1	1,013,656	25.2		
Total Liabilities & Shareholders' Equity	\$ 240,873	\$ 7,354,107	100.0	\$ 7,006,350	100.0	\$ 6,165,658	100.0	\$ 347,757	5.0	\$ 1,188,449	19.3		

Note :

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the rate of NT\$30.531 as of September 30, 2025.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES
Consolidated Condensed Statements of Comprehensive Income (Unaudited)
For the Three Months Ended September 30, 2025, June 30, 2025 and September 30, 2024
(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD") ⁽¹⁾)
Except for Per Share Amounts and Shares Outstanding)

	3Q 2025			2Q 2025			3Q 2024			QoQ		YoY	
	USD	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 33,097	\$ 989,918	100.0	\$ 933,792	100.0	\$ 759,692	100.0	\$ 56,126	6.0	\$ 230,226	30.3		
Cost of Revenue	(13,420)	(401,375)	(40.5)	(386,423)	(41.4)	(320,347)	(42.2)	(14,952)	3.9	(81,028)	25.3		
Gross Profit	19,677	588,543	59.5	547,369	58.6	439,345	57.8	41,174	7.5	149,198	34.0		
Operating Expenses													
Research and Development Expenses	(2,131)	(63,743)	(6.5)	(61,280)	(6.6)	(52,783)	(6.9)	(2,463)	4.0	(10,960)	20.8		
Sales, General and Administrative Expenses	(803)	(24,022)	(2.4)	(23,228)	(2.5)	(26,295)	(3.5)	(794)	3.4	2,273	(8.6)		
Total Operating Expenses	(2,934)	(87,765)	(8.9)	(84,508)	(9.1)	(79,078)	(10.4)	(3,257)	3.9	(8,687)	11.0		
Other Operating Income and Expenses	(3)	(93)	-	562	0.1	499	0.1	(655)	(116.5)	(592)	(118.6)		
Income from Operations	16,740	500,685	50.6	463,423	49.6	360,766	47.5	37,262	8.0	139,919	38.8		
Non-operating Income and Expenses													
Share of Profits of Associates	48	1,424	0.1	1,222	0.1	1,561	0.2	202	16.5	(137)	(8.8)		
Net Interest Income (Expenses)	776	23,222	2.4	21,501	2.3	19,966	2.6	1,721	8.0	3,256	16.3		
Other Gains and Losses	1	38	-	6,890	0.8	1,894	0.3	(6,852)	(99.4)	(1,856)	(98.0)		
Total Non-operating Income and Expenses	825	24,684	2.5	29,613	3.2	23,421	3.1	(4,929)	(16.6)	1,263	5.4		
Income Before Income Tax	17,565	525,369	53.1	493,036	52.8	384,187	50.6	32,333	6.6	141,182	36.7		
Income Tax Expenses	(2,461)	(73,614)	(7.5)	(95,543)	(10.2)	(59,107)	(7.8)	21,929	(23.0)	(14,507)	24.5		
Net Income	15,104	451,755	45.6	397,493	42.6	325,080	42.8	54,262	13.7	126,675	39.0		
Other Comprehensive Income (Losses)	3,183	95,202	9.7	(254,502)	(27.3)	(21,056)	(2.8)	349,704	NM	116,258	NM		
Comprehensive Income	\$ 18,287	\$ 546,957	55.3	\$ 142,991	15.3	\$ 304,024	40.0	\$ 403,966	282.5	\$ 242,933	79.9		
Net Income (Losses) Attributable to:													
Shareholders of the Parent	\$ 15,122	\$ 452,302	45.7	\$ 398,273	42.7	\$ 325,258	42.8	\$ 54,029	13.6	\$ 127,044	39.1		
Noncontrolling Interests	(18)	(547)	(0.1)	(780)	(0.1)	(178)	-	233	29.9	(369)	(207.3)		
	\$ 15,104	\$ 451,755	45.6	\$ 397,493	42.6	\$ 325,080	42.8	\$ 54,262	13.7	\$ 126,675	39.0		
Earnings per Share - Diluted	\$ 0.58	\$ 17.44		\$ 15.36		\$ 12.54		\$ 2.08	13.6	\$ 4.90	39.0		
Earnings per ADR - Diluted ⁽²⁾	\$ 2.92	\$ 87.22		\$ 76.80		\$ 62.72		\$ 10.42	13.6	\$ 24.50	39.0		
Weighted Average Outstanding Shares - Diluted ('M)		25,930		25,929		25,928							

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$29.910 for the third quarter of 2025.

(2) 1 ADR equals 5 ordinary shares.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Statements of Comprehensive Income(Unaudited)

(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD") ⁽¹⁾)

Except for Per Share Amounts and Shares Outstanding)

	For the Nine Months Ended September 30						
	2025			2024			YoY
	USD	NTD	%	NTD	%	NTD	%
Net Revenue	\$ 88,693	\$ 2,762,964	100.0	\$ 2,025,847	100.0	\$ 737,117	36.4
Cost of Revenue	(36,391)	(1,133,657)	(41.0)	(913,872)	(45.1)	(219,785)	24.0
Gross Profit	52,302	1,629,307	59.0	1,111,975	54.9	517,332	46.5
Operating Expenses							
Research and Development Expenses	(5,829)	(181,570)	(6.6)	(146,950)	(7.3)	(34,620)	23.6
Sales, General and Administrative Expenses	(2,436)	(75,889)	(2.7)	(67,781)	(3.3)	(8,108)	12.0
Total Operating Expenses	(8,265)	(257,459)	(9.3)	(214,731)	(10.6)	(42,728)	19.9
Other Operating Income and Expenses	(21)	(659)	(0.1)	(904)	(0.1)	245	27.1
Income from Operations	44,016	1,371,189	49.6	896,340	44.2	474,849	53.0
Non-operating Income and Expenses							
Share of Profits of Associates	129	4,014	0.1	3,591	0.2	423	11.8
Net Interest Income (Expenses)	2,147	66,905	2.5	54,968	2.7	11,937	21.7
Other Gains and Losses	231	7,192	0.3	2,142	0.1	5,050	235.8
Total Non-operating Income and Expenses	2,507	78,111	2.9	60,701	3.0	17,410	28.7
Income before Income Tax	46,523	1,449,300	52.5	957,041	47.2	492,259	51.4
Income Tax Expenses	(7,682)	(239,319)	(8.7)	(159,078)	(7.8)	(80,241)	50.4
Net Income	38,841	1,209,981	43.8	797,963	39.4	412,018	51.6
Other Comprehensive Income (Losses)	(4,090)	(127,403)	(4.6)	33,682	1.7	(161,085)	(478.3)
Comprehensive Income	\$ 34,751	\$ 1,082,578	39.2	\$ 831,645	41.1	\$ 250,933	30.2
Net Income (Losses) Attributable to:							
Shareholders of the Parent	\$ 38,910	\$ 1,212,139	43.9	\$ 798,588	39.4	\$ 413,551	51.8
Noncontrolling interests	(69)	(2,158)	(0.1)	(625)	-	(1,533)	(245.3)
	\$ 38,841	\$ 1,209,981	43.8	\$ 797,963	39.4	\$ 412,018	51.6
Earnings per Share - Diluted	\$ 1.50	\$ 46.75		\$ 30.80		\$ 15.95	51.8
Earnings per ADR - Diluted ⁽²⁾	\$ 7.50	\$ 233.73		\$ 153.99		\$ 79.74	51.8
Weighted Average Outstanding Shares - Diluted ('M)		25,930		25,930			

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.152 for the nine months ended September 30, 2025.

(2) 1 ADR equals 5 ordinary shares.

TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED AND SUBSIDIARIES

Consolidated Condensed Cash Flow Statements(Unaudited)

For the Nine Months Ended September 30, 2025 and for the Three Months Ended September 30, 2025, June 30, 2025 and September 30, 2024

(Expressed in Millions of New Taiwan Dollars ("NTD") and U.S. Dollars ("USD"))⁽¹⁾

	Nine Months 2025		3Q 2025	2Q 2025	3Q 2024
	USD	NTD	NTD	NTD	NTD
Cash Flows from Operating Activities:					
Income Before Income Tax	\$ 46,523	\$ 1,449,300	\$ 525,369	\$ 493,036	\$ 384,187
Depreciation & Amortization	16,884	525,984	162,787	188,058	168,229
Share of Profits of Associates	(129)	(4,014)	(1,424)	(1,222)	(1,561)
Income Taxes Paid	(8,543)	(266,150)	(137,266)	(127,347)	(93,295)
Changes in Working Capital & Others	(4,996)	(155,653)	(122,637)	(55,461)	(65,567)
Net Cash Generated by Operating Activities	49,739	1,549,467	426,829	497,064	391,993
Cash Flows from Investing Activities:					
Interest Received	2,337	72,795	22,351	26,025	21,356
Cash Dividend Received	125	3,891	2,705	1,091	2,405
Acquisitions of:					
Property, Plant and Equipment	(29,388)	(915,505)	(287,452)	(297,226)	(207,079)
Marketable Financial Instruments	(5,880)	(183,175)	(50,445)	(61,989)	(54,209)
Proceeds from Disposal or Redemption of:					
Property, Plant and Equipment	10	315	70	117	146
Marketable Financial Instruments	5,677	176,866	49,196	73,744	34,426
Others	2,131	66,380	3,823	29,749	7,446
Net Cash Used In Investing Activities	(24,988)	(778,433)	(259,752)	(228,489)	(195,509)
Cash Flows from Financing Activities:					
Increase in Hedging Financial Liabilities - Bank Loans	14	430	-	430	-
Proceeds from Issuance of Bonds	2,035	63,400	30,100	14,100	-
Repayment of Bonds	(1,687)	(52,560)	(39,160)	(10,400)	(5,250)
Proceeds from Long-term Bank Loans	245	7,627	2,232	-	17,064
Repayment of Long-term Bank Loans	(69)	(2,158)	(720)	(719)	(604)
Interest Paid	(443)	(13,779)	(4,040)	(7,223)	(4,385)
Cash Dividends Paid for Common Stock	(10,822)	(337,116)	(116,697)	(116,697)	(90,763)
Others	48	1,496	(9)	809	299
Net Cash Used In Financing Activities	(10,679)	(332,660)	(128,294)	(119,700)	(83,639)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(3,057)	(95,242)	67,452	(179,155)	(25,191)
Net Increase (Decrease) in Cash and Cash Equivalents	11,015	343,132	106,235	(30,280)	87,654
Cash and Cash Equivalents at Beginning of Period	68,298	2,127,627	2,364,524	2,394,804	1,799,127
Cash and Cash Equivalents at End of Period	<u>\$ 79,313</u>	<u>\$ 2,470,759</u>	<u>\$ 2,470,759</u>	<u>\$ 2,364,524</u>	<u>\$ 1,886,781</u>

Note:

(1) Amounts in New Taiwan dollars have been translated into U.S. dollars at the weighted average rate of NT\$31.152 for the nine months ended September 30, 2025.