Research Update:

Cathay Securities Corp. Ratings Affirmed At 'twAA/twA-1+'; Outlook Stable

September 21, 2026

PRIMARY CREDIT ANALYST

Caroline Shih
Taipei
+886-2-7724-6578
caroline.shih
@spglobal.com
caroline.shih
@taiwanratings.com.tw

SECONDARY CONTACT

Patty Wang
Taipei
+886-2-7724-8651
patty.wang
@spglobal.com
patty.wang
@taiwanratings.com.tw

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA' long-term and 'twA-1+' short-term issuer credit ratings on **Cathay Securities Corp.** The outlook on the long-term rating is stable.

The ratings on Cathay Securities reflect our view that the company will benefit from the support of the financially stronger parent group under almost all foreseeable circumstances, given the company's highly strategic role within the Cathay Financial Holding Co. Ltd. group. Therefore, the ratings and outlook will move in tandem with the direction of the group credit profile. In addition, the ratings reflect Cathay Securities' strong capitalization and adequate risk management relative to growth appetite.

Counterbalancing factors include the sensitivity of Cathay Securities' profitability to stock market volatility, and the company's reliance on short-term wholesale funding, albeit a common characteristic among local brokers.

Related Criteria

- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - May 05, 2026
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions - December 09, 2021
- Criteria | Financial Institutions | General: Financial Institutions Rating Methodology - December 09, 2021
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings - October 10, 2021
- General Criteria: Group Rating Methodology - July 01, 2019
- General Criteria: Principles Of Credit Ratings - February 16, 2011
- General Criteria: National And Regional Scale Credit Ratings Methodology - June 08, 2023

(Unless otherwise stated, these articles are published on www.taiwanratings.com)

Ratings List

Ratings Affirmed

Cathay Securities Corp.	
Issuer Credit Rating	twAA/Stable/twA-1+

Certain terms used in this report, particularly certain adjectives used to express our view on rating relevant factors, have specific meanings ascribed to them in our criteria, and should therefore be read in conjunction with such criteria. Please see Ratings Criteria at www.taiwanratings.com for further information. Complete ratings information is available to subscribers of Rating Research Service at rrs.taiwanratings.com.tw. All ratings affected by this rating action can be found on Taiwan Ratings' public website at www.taiwanratings.com.