

Research Update

Global Securities Finance Corp. Ratings Affirmed At 'twBBB+/twA-2'; Outlook Stable

June 27, 2018

Rating Action

Taiwan Ratings Corp. today affirmed its 'twBBB+' long-term and 'twA-2' short-term issuer credit ratings on **Global Securities Finance Corp.** The outlook on the long-term rating is stable. The ratings on Global Securities Finance reflect our view of potential support from parent **China Development Financial Holding Corp.** group, if needed, due to the company's moderate importance to the group. We also view Global Securities Finance as having very strong capitalization relative to its risk profile. These factors are tempered by the company's weak business position in the domestic securities finance sector and inferior loss experience compared with its domestic peers'.

Related Criteria

- Criteria - Financial Institutions - General: Risk-Adjusted Capital Framework Methodology - July 20, 2017
- Understanding Taiwan Ratings Rating Definitions, www.taiwanratings.com - June 26, 2018
- Criteria - Financial Institutions - General: Nonbank Financial Institutions Rating Methodology - December 09, 2014
- Criteria - Financial Institutions - Banks: Quantitative Metrics For Rating Banks Globally: Methodology And Assumptions - July 17, 2013
- Criteria - Financial Institutions - Banks: Banking Industry Country Risk Assessment Methodology And Assumptions - November 09, 2011
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- General Criteria: Group Rating Methodology - November 19, 2013
- General Criteria: Use Of CreditWatch And Outlooks - September 14, 2009

(Unless otherwise stated, these articles are published on www.standardandpoors.com, access to which requires a registered account)

Ratings List

Ratings Affirmed

Global Securities Finance Corp.

Issuer Credit Ratings twBBB+/Stable/twA-2

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