

Research Update

Chung Kuo Insurance Co. Ltd. Ratings Affirmed At 'twAA'; Outlook Stable

September 27, 2018

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA' issuer credit rating and financial strength rating on **Chung Kuo Insurance Co. Ltd.** The rating outlook is stable.

The ratings reflect Chung Kuo's strong capital and earnings that provide a good buffer for potential operating volatility, and the company's good competitiveness in Taiwan's commercial insurance market despite the company's personal insurance business franchise remains under development. We view Chung Kuo as a strategically important subsidiary to the **Mega Financial Holding Co. Ltd.** group and we believe the insurer can leverage the group's client base and resources to sustain its overall credit profile.

Related Criteria

- Understanding Taiwan Ratings' Rating Definitions, www.taiwanratings.com - June 26, 2018
- General Criteria: Group Rating Methodology - November 19, 2013
- Criteria - Insurance - General: Enterprise Risk Management - May 07, 2013
- Criteria - Insurance - General: Insurers: Rating Methodology - May 07, 2013
- General Criteria: Methodology: Management And Governance Credit Factors For Corporate Entities And Insurers - November 13, 2012
- Criteria - Insurance - General: Refined Methodology And Assumptions For Analyzing Insurer Capital Adequacy Using The Risk-Based Insurance Capital Model - June 07, 2010
- 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

Chung Kuo Insurance Co. Ltd.

Issuer Credit Rating	twAA/Stable/--
Financial Strength Rating	twAA/Stable/--

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