

Research Update

Agricultural Bank of Taiwan Ratings Affirmed At 'twAAA/twA-1+'; Outlook Stable

April 30, 2019

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAAA' long-term and 'twA-1+' short-term issuer credit ratings on **Agricultural Bank of Taiwan**. At the same time, we affirmed the 'twAA+' issue credit rating on the bank's unsecured subordinated debentures. The outlook on the long-term rating is stable. The ratings reflect our view of an extremely high likelihood of support from the Taiwan government for Agricultural Bank, given the bank's status as a government-related entity. The ratings also reflect the bank's adequate capitalization and diversified funding with strong liquidity profile, despite the impact of the bank's policy role on its ability to improve its asset-liability mismatch and limited operating network.

PRIMARY CREDIT ANALYST

Serene Hsieh, CPA, FRM
Taipei
+886-2-8722-5820
serene.hsieh
@spglobal.com
serene.hsieh
@taiwanratings.com.tw

Related Criteria

- General Criteria: Rating Government-Related Entities: Methodology And Assumptions - March 25, 2015
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - July 20, 2017
- Criteria | Financial Institutions | Banks: Quantitative Metrics For Rating Banks Globally: Methodology And Assumptions - July 17, 2013
- Criteria | Financial Institutions | Banks: Banks: Rating Methodology And Assumptions - November 09, 2011
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions - November 09, 2011
- General Criteria: Use Of CreditWatch And Outlooks - September 14, 2009
- General Criteria: Group Rating Methodology - November 19, 2013
- Understanding Taiwan Ratings' Rating Definitions, www.taiwanratings.com - June 26, 2018
- TRC Financial Services Sector Issue Credit Rating Criteria, www.taiwanratings.com - September 23, 2014

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SECONDARY CREDIT ANALYST

Yuhan Lan
Taipei
+886-2-8722-5810
yuhan.lan
@spglobal.com
yuhan.lan
@taiwanratings.com.tw

Ratings List

Ratings Affirmed

Agricultural Bank of Taiwan

Issuer Credit Ratings	twAAA/Stable/twA-1+
Unsecured Subordinated Debentures	twAA+

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