

Research Update

Shin Kong Financial Holding Co. Ltd. Ratings Affirmed At 'twA+/twA-1'; Outlook Stable

May 29, 2019

Rating Action

Taiwan Ratings Corp. today affirmed its 'twA+' long-term and 'twA-1' short-term issuer credit ratings on **Shin Kong Financial Holding Co. Ltd.** (Shin Kong FHC). The rating outlook is stable. The ratings reflect the Shin Kong FHC group's established franchise in Taiwan's financial service industry--chiefly in life insurance--as well as the group's sound liquidity. Counterbalancing these strengths are the group's less-than-adequate capitalization, higher investment in equities compared with its regional insurance peers', and moderate operating performance stemming from its dominant life insurance arm.

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Related Criteria

- 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
- 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
- General Criteria: Group Rating Methodology - November 19, 2013
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017

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Ratings List

Ratings Affirmed

Shin Kong Financial Holding Co. Ltd.

Issuer Credit Ratings

twA+/Stable/twA-1

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