

Research Update:

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

January 22, 2025

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA-' long-term and 'twA-1+' short-term issuer credit ratings on **Yuanta Financial Holding Co. Ltd.** (Yuanta FHC). The outlook on the long-term rating is stable. The ratings on the holding company reflect Yuanta FHC group's strong capitalization on a consolidated basis and leading position in Taiwan's securities-related market with a solid franchise and above-average operating performance. The correlation of the group's operating revenue to volatile stock market conditions somewhat tempers these rating strengths. That's because of the higher revenue weighting of the securities arm, and the group's relatively small banking operation compared with similarly rated financial holding groups in Taiwan. In addition, the ratings reflect Yuanta FHC's relative subordination to its major operating subsidiaries.

Related Criteria & Research

Related Criteria

- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology, Apr 30 2024
- General Criteria: National And Regional Scale Credit Ratings Methodology, Jun 08 2023
- General Criteria: Hybrid Capital: Methodology And Assumptions, Mar 02 2022
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions, Dec 09 2021
- Criteria | Financial Institutions | General: Financial Institutions Rating Methodology, Dec 09 2021
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings, Oct 10 2021
- General Criteria: Group Rating Methodology, Jul 01 2019
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings, Apr 07 2017
- General Criteria: Principles Of Credit Ratings, Feb 16 2011

Related Research

- Taiwan Ratings' Ratings Definitions – November 11, 2021

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

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Ratings List

Ratings Affirmed

Yuanta Financial Holding Co. Ltd.

Issuer Credit Rating	twAA-/Stable/twA- 1+
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