

## Media Release

# Taiwan Ratings Responds To S&P Global Ratings' Updated Criteria For Assessing Counterparty Risk In Structured Finance Transactions

March 11, 2019

Taiwan Ratings Corp. said today that on March 8, 2019, S&P Global Ratings has published its criteria article "**Counterparty Risk Framework: Methodology And Assumptions.**" An abbreviated Chinese version of the criteria is available on Taiwan Ratings' website ([www.taiwanratings.com.tw](http://www.taiwanratings.com.tw)). The criteria are effective immediately upon publication.

Our assessment of counterparty risk may constrain the rating assigned to a security if the maximum supported rating as determined under these criteria is lower than what would be supported under other applicable criteria in our analysis of that security.

Taiwan Rating Corp. generally uses S&P Global Ratings' criteria with changes applied where necessary and will adopt these new updated criteria on the structured finance transactions it rates.

Taiwan Ratings Corp. also notes that S&P Global Ratings published a guidance article alongside these criteria (see "**Guidance: Counterparty Risk Framework: Methodology And Assumptions**") that further details specific circumstances. S&P Global Ratings also published "**RFC Process Summary: Counterparty Risk Framework: Methodology And Assumptions.**" which provides an overview of the feedback received on its Request For Comment (RFC) published Oct. 9, 2018, and the changes between the RFC and the final criteria.

*This report does not constitute a rating action.*

## Related Criteria and Research

### Related Criteria

- Counterparty Risk Framework: Methodology And Assumptions – March 8, 2019

### Related Research

- Guidance: Counterparty Risk Framework: Methodology And Assumptions – March 8, 2019
- RFC Process Summary: Counterparty Risk Framework: Methodology And Assumptions – March 8, 2019

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

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### PRIMARY CREDIT ANALYST

**Caroline Shih**  
Taipei  
+886-2-8722-5859  
caroline.shih  
@spglobal.com  
caroline.shih  
@taiwanratings.com.tw

### SECONDARY CREDIT ANALYST

**Joe Lin**  
Taipei  
+886-2-8722-5856  
joe.lin  
@spglobal.com  
joe.lin  
@taiwanratings.com.tw

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