

Research Update:

Hua Nan Securities Co. Ltd. Ratings Affirmed At 'twAA-/twA-1+'; Outlook Stable

June 27, 2024

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA-' long term and 'twA-1+' short term issuer credit ratings on **Hua Nan Securities Co. Ltd.** The outlook on the long-term rating is stable. The ratings on Hua Nan Securities reflect the potential support from the parent **Hua Nan Financial Holdings Co. Ltd.** group, given the broker's highly strategic importance to the group's business strategy. In our view, Hua Nan Securities' strong capitalization, albeit weakening, remains a key credit strength. The company's revenue concentration on domestic brokerage and scale disadvantage partly offset the rating strengths.

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
- 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

Hua Nan Securities Co. Ltd.

Issuer Credit Rating

twAA-/Stable/twA-1+

Certain terms used in this report, particularly certain adjectives used to express our view on rating relevant factors, have specific meanings ascribed to them in our criteria, and should therefore be read in conjunction with such criteria. Please see Ratings Criteria at www.taiwanratings.com for further information. Complete ratings information is available to subscribers of Rating Research Service at rrs.taiwanratings.com.tw. All ratings affected by this rating action can be found on Taiwan Ratings' public website at www.taiwanratings.com.

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