Research Update:

South China Insurance Co. Ltd. Ratings Affirmed At 'twAA'; Outlook Stable

November 18, 2026

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA' long-term financial strength rating and issuer credit rating on **South China Insurance Co. Ltd.** The outlook on the ratings is stable. The ratings on South China Insurance reflect our view that the insurer remains a strategically important subsidiary of the Hua Nan Financial Holdings Co. Ltd. group. In addition, South China Insurance has a satisfactory market position along with good control over its distribution channels, and very strong capital and earnings relative to risk profile. Counterbalancing factors include the insurer's smaller scale and less geographically diversified business than regional peers, along with its capital size which could make it more vulnerable to market volatility and catastrophe risk than regional peers.

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Related Criteria

- Criteria | Insurance | General: Insurer Risk-Based Capital Adequacy--Methodology And Assumptions - November 15, 2023
- Criteria | Insurance | General: Insurers Rating Methodology - July 01, 2019
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings - October 10, 2021
- General Criteria: Group Rating Methodology - July 01, 2019
- General Criteria: Principles Of Credit Ratings - February 16, 2011
- General Criteria: National And Regional Scale Credit Ratings Methodology - June 08, 2023

Ratings List

Ratings Affirmed

South China Insurance Co. Ltd.	
Issuer Credit Rating	twAA/Stable
Financial Strength Rating	twAA/Stable

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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