

## Research Update

# Taiwan Hon Chuan Enterprise Co. Ltd. 'twA-/twA-2' Ratings Affirmed; Outlook Stable

September 24, 2019

## Rating Action

Taiwan Ratings Corp. today affirmed its 'twA-' long-term and 'twA-2' short-term issuer credit ratings on **Taiwan Hon Chuan Enterprise Co. Ltd.** The outlook on the long-term rating is stable. The ratings on Taiwan Hon Chuan reflect the company's good market position and satisfactory profitability. The ratings also reflect our view that Taiwan Hon Chuan will maintain its prudent financial risk management and moderate capital expenditure to sustain its debt leverage over the next two years. Counterbalancing these credit strengths are Taiwan Hon Chuan's high customer concentration risk, narrower product lines, and exposure in some highly competitive markets.

## Related Criteria

- Understanding Taiwan Ratings' Rating Definitions - June 26, 2018
- General Criteria: Group Rating Methodology - July 01, 2019
- Criteria | Corporates | General: Corporate Methodology: Ratios And Adjustments - April 01, 2019
- Criteria | Corporates | General: Methodology And Assumptions: Liquidity Descriptors For Global Corporate Issuers - December 16, 2014
- Criteria | Corporates | Industrials: Key Credit Factors For The Containers And Packaging Industry - November 19, 2013
- General Criteria: Country Risk Assessment Methodology And Assumptions - November 19, 2013
- General Criteria: Methodology: Industry Risk - November 19, 2013
- Criteria | Corporates | General: Corporate Methodology - November 19, 2013
- General Criteria: Methodology: Management And Governance Credit Factors For Corporate Entities - November 13, 2012
- General Criteria: Use Of CreditWatch And Outlooks - September 14, 2009

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

## Ratings List

### Ratings Affirmed

#### Taiwan Hon Chuan Enterprise Co. Ltd.

Issuer Credit Ratings

twA-/Stable/twA-2

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