

Research Update

Taipei Fubon Commercial Bank Co. Ltd. Ratings Affirmed At 'twAA+/twA-1+'; Outlook Stable

October 29, 2019

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA+' long-term and 'twA-1+' short-term issuer credit ratings on **Taipei Fubon Commercial Bank Co. Ltd.** (Taipei Fubon Bank). The outlook on the long-term rating is stable. At the same time, we affirmed the issue credit ratings on the bank's senior and subordinated unsecured debentures (see Ratings List).

The ratings on Taipei Fubon Bank reflect the implicit support from the parent Fubon group, incorporated under **Fubon Financial Holding Co. Ltd.**, given the bank's core status. The ratings also reflect the bank's strong capital, good branding as one of the top three private banks in the domestic market by share of total loans and deposits, and adequate risk control with satisfactory asset quality. Counterbalancing these strengths are the bank's moderate profitability by international standards and less-diversified business stream than that of its international peers.

Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- TRC Financial Services Issue Credit Rating Criteria, www.taiwanratings.com - July 31, 2019
- Understanding Taiwan Ratings' Rating Definitions, www.taiwanratings.com - June 26, 2018
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - July 20, 2017
- Criteria | Financial Institutions | Banks: Quantitative Metrics For Rating Banks Globally: Methodology And Assumptions - July 17, 2013
- Criteria | Financial Institutions | Banks: Banks: Rating Methodology And Assumptions - November 09, 2011
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions - November 09, 2011
- General Criteria: Use Of CreditWatch And Outlooks - September 14, 2009

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Ratings List

Ratings Affirmed

Taipei Fubon Commercial Bank Co. Ltd.

Issuer Credit Rating	twAA+/Stable/twA-1+
Unsecured Senior	twAA+
Unsecured Subordinated	twAA
Unsecured Subordinated	twAA-

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