

## Research Update

# Fubon Insurance Co. Ltd. Ratings Affirmed At 'twAA+'; Outlook Stable

October 29, 2019

## Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA+' long-term insurer financial strength and issuer credit ratings on **Fubon Insurance Co. Ltd.** The outlook on the ratings is stable.

The ratings on Fubon Insurance reflect our view that the insurer's obligation to support weaker members of the **Fubon Financial Holding Co. Ltd.** group continues to hinder the insurer's stand-alone credit profile. Fubon Insurance has a very strong market position with a leading market share in terms of direct premium written and strong franchise in the local property and casualty market, as well as good operating performance, experienced underwriting controls, and very strong capital and earnings relative to its risk profile. However, Fubon Insurance has above-average exposure to high-risk assets including property and equities compared with that of its peers.

## Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- Understanding Taiwan Ratings' Rating Definitions, [www.taiwanratings.com](http://www.taiwanratings.com) - June 26, 2018
- Criteria | Insurance | General: Insurers Rating Methodology - July 01, 2019
- Criteria | Insurance | General: Refined Methodology And Assumptions For Analyzing Insurer Capital Adequacy Using The Risk-Based Insurance Capital Model - June 07, 2010
- General Criteria: Use Of CreditWatch And Outlooks - September 14, 2009

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## Ratings List

### Ratings Affirmed

#### Fubon Insurance Co. Ltd.

Issuer Credit Rating	twAA+/Stable
Financial Strength Rating	twAA+/Stable

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