

## Research Update

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

November 26, 2019

Taiwan Ratings Corp. today affirmed its 'twAA+' long-term issuer credit rating and financial strength rating on **Shinkong Insurance Co. Ltd.** The rating outlook is stable. The ratings on Shinkong Insurance reflect our view of the insurer's strong competitive position supported by its good control over its distribution channels in Taiwan, as well as its satisfactory operating performance. The ratings also reflect Shinkong Insurance's very strong capital and earnings and adequate investment risk profiles. These provide a good buffer against business downturns and capital market volatility. Despite being the third largest property and casualty insurer in Taiwan, the insurer's smaller scale and less geographic business diversification than its international peers somewhat offsets these strengths.

### PRIMARY CREDIT ANALYST

**Serene Hsieh, CFA, FRM**  
Taipei  
+886-2-8722-5820  
serene.hsieh  
@spglobal.com  
serene.hsieh  
@taiwanratings.com.tw

## Related Criteria

- Criteria | Insurance | General: Insurers Rating Methodology - July 01, 2019
- General Criteria: Group Rating Methodology - July 01, 2019
- Understanding Taiwan Ratings' Rating Definitions, www.taiwanratings.com - June 26, 2018
- 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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### SECONDARY CONTACT

**Eva Chou**  
Taipei  
+886-2-8722-5822  
eva.chou  
@spglobal.com  
eva.chou  
@taiwanratings.com.tw

## Ratings List

### Ratings Affirmed

#### Shinkong 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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