

Research Update

President Securities Corp. Ratings Affirmed At 'twA/twA-1'; Outlook Stable

December 18, 2019

Rating Action

Taiwan Ratings Corp. today affirmed its 'twA' long-term and 'twA-1' short-term issuer credit ratings on **President Securities Corp.** The outlook on the long-term rating is stable. The ratings reflect President Securities' very strong capitalization, average market positions in the key business lines in Taiwan's securities industry with a relatively balanced revenue profile, and the company's adequate risk controls. These strengths are somewhat offset by the sensitivity of President Securities' profitability to stock market volatility, and the company's reliance on short-term wholesale funding, which is a common characteristics among local brokers.

Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- Understanding Taiwan Ratings' Rating Definitions, www.taiwanratings.com - June 26, 2018
- Criteria | Financial Institutions | General: Nonbank Financial Institutions Rating Methodology - December 09, 2014
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions - November 09, 2011
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- General Criteria: Use Of CreditWatch And Outlooks - September 14, 2009
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - July 20, 2017

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Ratings List

Ratings Affirmed

President Securities Corp.

Issuer Credit Rating	twA/Stable/twA-1
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