

Media Release:

# BNP Paribas Taipei Branch Outlook Revised To Negative After Similar Action On Parent; 'twAAA/twA-1+' Ratings Affirmed

April 27, 2020

## Overview

- S&P Global Ratings has revised the outlook on its issuer credit rating on Paris-based BNP Paribas to negative from stable. At the same time, the global scale ratings were affirmed at 'A+/A-1'.
- The ratings and outlook on BNP Paribas Taipei move in tandem with those on its parent, which reflects our view that the branch has the same credit profile as its parent.
- We are therefore revising the outlook on our issuer credit ratings on BNP Paribas Taipei to negative from stable. We are also affirming the issuer credit ratings at 'twAAA/twA-1+'.

## Rating Action

Taiwan Ratings Corp. today revised the outlook on its issuer credit ratings on **BNP Paribas Taipei Branch** to negative from stable. At the same time, we affirmed the issuer credit ratings at 'twAAA/twA-1+'.

## Rationale

On April 23, 2020, S&P Global Ratings revised the outlook on its issuer credit ratings on Paris-based BNP Paribas to negative from stable and affirmed the ratings at 'A+/A-1'.

The outlook revision on BNP Paribas Taipei branch is in accordance with the rating action taken by S&P Global Ratings on the parent bank, given our view that the branch has the same creditworthiness as the parent. We expect the parent will fulfill the Taipei branch's obligations on a timely basis, if needed. BNP Paribas Taipei follows the policies and procedures as its headquarters with good integration of its risk management framework. BNP Paribas Taipei's capital has remained adequate since it began operations and the parent headquarters has supported most of its funding needs.

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## Outlook

The negative outlook on BNP Paribas Taipei reflects the outlook on its parent's credit profile, which implies that S&P Global Ratings could downwardly revise the group's long-term credit rating within the next 12-24 months. The ratings on BNP Paribas Taipei will move in tandem with those on its parent.

## Related Criteria & Research

### Related Criteria

- General Criteria: Hybrid Capital: Methodology And Assumptions, Jul 01 2019
- General Criteria: Group Rating Methodology, Jul 01 2019
- Understanding Taiwan Ratings' Rating Definitions, Jun 26 2018
- General Criteria: Methodology For National And Regional Scale Credit Ratings, Jun 25 2018
- Criteria | Financial Institutions | General: Methodology For Assigning Financial Institution Resolution Counterparty Ratings, Apr 19 2018
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology, Jul 20 2017
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings, Apr 07 2017
- General Criteria: Guarantee Criteria, Oct 21 2016
- Criteria | Financial Institutions | Banks: Bank Rating Methodology And Assumptions: Additional Loss-Absorbing Capacity, Apr 27 2015
- General Criteria: Principles For Rating Debt Issues Based On Imputed Promises, Dec 19 2014
- General Criteria: Ratings Above The Sovereign--Corporate And Government Ratings: Methodology And Assumptions, Nov 19 2013
- Criteria | Financial Institutions | Banks: Assessing Bank Branch Creditworthiness, Oct 14 2013
- Criteria | Financial Institutions | Banks: Quantitative Metrics For Rating Banks Globally: Methodology And Assumptions, Jul 17 2013
- Criteria | Financial Institutions | Banks: Banks: Rating Methodology And Assumptions, Nov 09 2011
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions, Nov 09 2011
- General Criteria: Use Of CreditWatch And Outlooks, Sep 14 2009
- Criteria | Financial Institutions | Banks: Commercial Paper I: Banks, Mar 23 2004

### Related Research

- BNP Paribas And Most Core Subsidiaries Outlooks To Negative On Higher Industry Risks Amid COVID-19; Ratings Affirmed, [www.standardandpoors.com](http://www.standardandpoors.com) - April 23, 2020.

(Unless otherwise stated, these articles are published on [www.taiwanratings.com](http://www.taiwanratings.com))

## Ratings List

### Ratings Affirmed; Outlook Action

	To	From
<b>BNP Paribas Taipei Branch</b>		
Issuer Credit Rating	twAAA/Negative/twA-1+	twAAA/Stable/twA-1+

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