

Research Update:

E.SUN Financial Holding Co. Ltd. Ratings Affirmed At 'twAA-/twA-1+'; Outlook Stable

June 19, 2020

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA-' long-term and 'twA-1+' short-term issuer credit ratings on **E.SUN Financial Holding Co. Ltd.** The outlook on the long-term rating is stable.

The ratings of the E.SUN FHC group reflect the stand-alone credit profile of **E.SUN Commercial Bank Ltd.**, the flagship and dominating subsidiary of the group. In our view, E.SUN Bank's strengths include strong capitalization, good asset quality, and satisfactory management and execution of business strategy compared with those of other domestic peers. Counterbalancing factors include the bank's moderate, albeit improving profitability and small business scale by international standards. The ratings on the holding company reflect the company's subordination to its core operating subsidiary, E.SUN Bank.

Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- 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
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- Understanding Taiwan Ratings' Rating Definitions - June 26, 2018
- TRC Financial Services Issue Credit Rating Criteria - July 31, 2019
- General Criteria: Hybrid Capital: Methodology And Assumptions - July 01, 2019

(Unless otherwise stated, these articles are published on www.taiwanratings.com)

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Ratings List

Ratings Affirmed

E.SUN Financial Holding Co. Ltd.

Issuer Credit Rating	twAA-/Stable/twA-1+
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