

Research Update:

# Taishin Financial Holding Co. Ltd. And Taishin International Bank Co. Ltd. Ratings Affirmed; Outlook Stable

October 22, 2020

## Rating Action

Taiwan Ratings Corp. today affirmed its long-term and short-term issuer credit ratings on **Taishin Financial Holding Co. Ltd.** (Taishin FHC) and **Taishin International Bank Co. Ltd.** (Taishin Bank), as well as our issue credit rating on the bank's financial debentures (see Ratings List). The outlook on the long-term ratings is stable.

The ratings on Taishin Bank and Taishin FHC continue to reflect our assessment of the group's satisfactory market position in Taiwan's consumer banking business, adequate revenue diversification with a stable fee-income base, as well as the bank's strong capitalization relative to its risk profile. The group's moderate profitability by international standards and smaller business scale compared with similarly rated international peers temper these strengths. The ratings on Taishin FHC also reflect its non-operating holding structure and subordination to the group's core entity, Taishin Bank.

## Related Criteria & Research

### Related Criteria

- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- General Criteria: Methodology For National And Regional Scale Credit Ratings - June 25, 2018
- 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: Principles Of Credit Ratings - February 16, 2011
- TRC Financial Services Issue Credit Rating Criteria - July 31, 2019

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– General Criteria: Hybrid Capital: Methodology And Assumptions - July 01, 2019

## Related Research

– Taiwan Ratings' Ratings Definitions – August 10, 2020

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

## Ratings List

### Ratings Affirmed

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#### Taishin International Bank Co. Ltd.

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Issuer Credit Rating	twAA-/Stable/twA-1+
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Unsecured Subordinated Debenture	twA
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#### Taishin Financial Holding Co. Ltd.

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Issuer Credit Rating	twA+/Stable/twA-1
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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](http://www.taiwanratings.com) for further information. Complete ratings information is available to subscribers of Rating Research Service at [rrs.taiwanratings.com.tw](http://rrs.taiwanratings.com.tw). All ratings affected by this rating action can be found on Taiwan Ratings' public website at [www.taiwanratings.com](http://www.taiwanratings.com).

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