

Research Update:

# Fubon Insurance Co. Ltd. Ratings Affirmed At 'twAA+'; Outlook Negative

October 29, 2020

## Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA+' long-term financial strength and issuer credit ratings on Taiwan-domiciled **Fubon Insurance Co. Ltd.** The outlook on the ratings is negative.

The ratings on Fubon Insurance reflect our view that the insurer's obligation to support weaker members of the **Fubon Financial Holding Co. Ltd.** group continues to weigh on the insurer's credit profile. Fubon Insurance has a very strong market position with a leading market share in terms of direct premiums written and a strong franchise in the local property and casualty market, as well as good operating performance, experienced underwriting controls, and very strong capital and earnings relative to its risk profile. However, Fubon Insurance has above-average exposure to high-risk assets including property and equities compared with that of its peers.

## Related Criteria & Research

### Related Criteria

- General Criteria: Principles Of Credit Ratings - February 16, 2011
- General Criteria: Group Rating Methodology - July 01, 2019
- General Criteria: Methodology For National And Regional Scale Credit Ratings - June 25, 2018
- Criteria | Insurance | General: Insurers Rating Methodology - July 01, 2019
- Criteria | Insurance | General: Refined Methodology And Assumptions For Analyzing Insurer Capital Adequacy Using The Risk-Based Insurance Capital Model - June 07, 2010

### Related Research

- Taiwan Ratings' Ratings Definitions – August 10, 2020  
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## Ratings List

### Ratings Affirmed

#### Fubon Insurance Co. Ltd.

Issuer Credit Rating	twAA+/Negative
Financial Strength Rating	twAA+/Negative

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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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