

Research Update:

Shinkong Insurance Co. Ltd. Ratings Affirmed At 'twAA+'; Outlook Stable

November 23, 2020

Rationale

Taiwan Ratings Corp. today affirmed its 'twAA+' long-term insurer financial strength and issuer credit ratings on Taiwan-domiciled **Shinkong Insurance Co. Ltd.** The outlook on the ratings is stable. The ratings on Shinkong Insurance reflect our view of the insurer's strong competitive position as evidenced by its favorable underwriting performance and well-controlled distribution channel. The ratings also reflect Shinkong Insurance's very strong capital and earnings and adequate investment allocation profile. These provide a good buffer against business downturns and capital market volatility. Despite being the third largest property and casualty insurer in Taiwan, the insurer's smaller scale and less geographic business diversification than its international peers somewhat offsets these strengths.

Related Criteria & Research

Related Criteria

- 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
- General Criteria: Principles Of Credit Ratings - February 16, 2011
- 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

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

Ratings List

Ratings Affirmed

Shinkong Insurance Co. Ltd.

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

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