

Research Update:

Co-Operative Assets Management Co. Ltd. Ratings Affirmed At 'twA+/twA-1'; Outlook Stable

December 18, 2020

Rationale

Taiwan Ratings Corp. today affirmed its 'twA+' long-term and 'twA-1' short-term issuer credit ratings on **Co-Operative Assets Management Co. Ltd.** (Co-op AMC) The outlook on the long-term rating is stable.

The ratings on Co-op AMC reflect our view of implicit support from Co-op AMC's financially stronger parent, **Taiwan Cooperative Financial Holding Co. Ltd.** group. The ratings also reflect the asset management company's strong capitalization on a consolidated basis, adequate funding and liquidity supported by the group, as well as the company's limited operating scale. This is despite the company's asset quality in the leasing sector has weakened due to several defaults, which we have already reflected in our moderate risk position assessment.

Related Criteria & Research

Related Criteria

- General Criteria: Principles Of Credit Ratings - February 16, 2011
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - July 20, 2017
- Criteria | Financial Institutions | General: Nonbank Financial Institutions Rating Methodology - December 09, 2014
- Criteria | Financial Institutions | Banks: Quantitative Metrics For Rating Banks Globally: Methodology And Assumptions - July 17, 2013
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions - November 09, 2011
- General Criteria: Methodology For National And Regional Scale Credit Ratings - June 25, 2018
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- General Criteria: Group Rating Methodology - July 01, 2019

Related Research

- Taiwan Ratings' Ratings Definitions – August 10, 2020

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PRIMARY CREDIT ANALYST

Jack Yang, CFA
Taipei
+886-2-8722-5816
jack.yang
@spglobal.com
jack.yang
@taiwanratings.com.tw

SECONDARY CONTACT

Eunice Fan
Taipei
+886-2-8722-5818
eunice.fan
@spglobal.com
eunice.fan
@taiwanratings.com.tw

Ratings List

Ratings Affirmed

Co-Operative Assets Management Co. Ltd.

Issuer Credit Rating

twA+/Stable/twA-1

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 for further information. Complete ratings information is available to subscribers of Rating Research Service at rrs.taiwanratings.com.tw. All ratings affected by this rating action can be found on Taiwan Ratings' public website at www.taiwanratings.com.

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