

Research Update:

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

January 20, 2021

## Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA-' long-term and 'twA-1+' short-term issuer credit ratings on **Yuanta Financial Holding Co. Ltd.** The outlook on the long-term rating is stable. The ratings on the holding company reflect the Yuanta group's strong capitalization on a consolidated basis and leading position in Taiwan's securities-related market. Several factors offset the holding company's strengths. These include the group's market risk exposure that is sensitive to capital market volatility and the group's strategies to pursue above-average growth at its banking arm, **Yuanta Commercial Bank**. In addition, the ratings reflect the holding company's relative subordination to its major operating subsidiaries.

### PRIMARY CREDIT ANALYST

**Serene Hsieh, CPA, FRM**  
Taipei  
+886-2-8722-5820  
serene.hsieh  
@spglobal.com  
serene.hsieh  
@taiwanratings.com.tw

### SECONDARY CONTACT

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

## Related Criteria & Research

### Related Criteria

- 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: 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
- 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

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

## Ratings List

### Ratings Affirmed

**Yuanta Financial Holding Co. Ltd.**

Issuer Credit Rating

twAA-/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](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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