

Research Update

Yuanta Commercial Bank 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 Commercial Bank**. The outlook on the long-term rating is stable. At the same time, we affirmed the ratings on the company's various unsecured subordinated debentures (see Ratings List).

The rating affirmation reflects the 'bbb' anchor for banks operating mostly in Taiwan, as well as Yuanta Commercial Bank's strong capitalization and adequate funding and liquidity profile. Counterbalancing these rating strengths are the bank's moderate profitability and above-average growth appetite. The ratings also reflect the implicit support from **Yuanta Financial Holding Co. Ltd.** group, given the bank's core status within the group.

Related Criteria & Research

Related Criteria

- TRC Financial Services Issue Credit Rating Criteria - July 31, 2019
- General Criteria: Hybrid Capital: Methodology And Assumptions - July 01, 2019
- 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
- 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
- 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

Related Research

- Taiwan Ratings' Ratings Definitions – August 10, 2020

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

PRIMARY CREDIT ANALYST

Serene Hsieh, FRM, CPA

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

Ratings List

Ratings Affirmed

Yuanta Commercial Bank

Issuer Credit Rating	twAA / Stable / twA-1+
Unsecured Subordinated Debenture	twAA-
Unsecured Subordinated Debenture	twA+

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