

Research Update:

Bank SinoPac Ratings Affirmed At 'twAA-/twA-1+'; Stable Outlook

August 19, 2021

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA-' long-term and 'twA-1+' short-term issuer credit ratings on **Bank SinoPac**. The outlook on the long-term rating is stable. At the same time, we affirmed our issue ratings on the bank's subordinated debentures (see ratings list).

The ratings on Bank SinoPac reflect the bank's satisfactory revenue stability, strong capitalization relative to its risk profile, average asset quality, and stable and diversified funding profile with adequate liquidity. Counterbalancing these strengths are the bank's moderate profitability by global standards and scale disadvantage relative to that of its international peers.

Related Criteria & Research

Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- TRC Financial Services Issue Credit Rating Criteria - July 31, 2019
- General Criteria: Methodology For National And Regional Scale Credit Ratings - June 25, 2018
- General Criteria: Hybrid Capital: Methodology And Assumptions - 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
- 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)

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Ratings List

Ratings Affirmed

Bank SinoPac

Issuer Credit Rating	twAA-/Stable/twA-1+
Subordinated Debenture (NDSB)	twA+
Subordinated Debenture (with NVCC)	twA

NDSB--Non-deferrable subordinated debt. NVCC--Non viability contingent capital.

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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