

Media Release:

E.SUN Commercial Bank Ltd.'s Upcoming Series 111-2-B Unsecured Subordinated Debentures Rated 'twA+'

June 2, 2022

Rating Action

Taiwan Ratings Corp. today assigned its 'twA+' issue rating to **E.SUN Commercial Bank Ltd.'s** (twAA+/Stable/twA-1+) Series 111-2-B, ten-year unsecured subordinated debentures. The amount of the issuance will be about new Taiwan dollar (NT\$)2.1 billion. E.SUN Commercial Bank will mainly use the funds raised from the debentures to improve its capital adequacy ratio. Any material change in the proposed terms, conditions, or amount of this issue could affect the rating.

Rationale

The rating on the Series 111-2 unsecured subordinated debenture is two notches below E.SUN Commercial Bank Ltd.'s stand-alone credit profile, which excludes one notch uplift for government support when we assess the issuer credit rating. One notch reflects the nonviability contingency clause with loss absorbing characteristics, and the other notch reflects the debentures' subordinated status.

Related Criteria & Research

Related Criteria

- General Criteria: Hybrid Capital: Methodology And Assumptions - March 02, 2022
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions - December 09, 2021
- Criteria | Financial Institutions | General: Financial Institutions Rating Methodology - December 09, 2021
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - July 20, 2017
- TRC Financial Services Issue Credit Rating Criteria - July 31, 2019
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings - October 10, 2021
- General Criteria: Methodology For National And Regional Scale Credit Ratings - June 25, 2018
- 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

New Ratings

E.SUN Commercial Bank Ltd.

Issue Credit Rating	twA+
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