

Research Update:

Hua Nan Securities Co. Ltd. Ratings Affirmed At 'twAA-/twA-1+'; Outlook Stable

June 21, 2022

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA-' long term and 'twA-1+' short term issuer credit ratings on **Hua Nan Securities Co. Ltd.** The outlook on the long-term rating is stable. The ratings on Hua Nan Securities reflect the potential support from the parent **Hua Nan Financial Holdings Co. Ltd.** group, given the securities company's highly strategic importance to the group's business strategy. In our view, Hua Nan Securities' strong capitalization remains its key credit strength. The company's revenue concentration on domestic brokerage and scale disadvantage partly offset its rating strengths.

Related Criteria & Research

Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- 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
- 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
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - July 20, 2017
- General Criteria: Principles Of Credit Ratings - February 16, 2011
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017

Related Research

- Taiwan Ratings' Ratings Definitions – August 10, 2020

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

PRIMARY CREDIT ANALYST

Yuhan Lan

Taipei

+886-2-2175-6810

yuhan.lan

@taiwanratings.com.tw

yuhan.lan

@spglobal.com

SECONDARY CONTACT

Jenny Lin

Taipei

+886-2-2175-6819

jenny.lin

@taiwanratings.com.tw

jenny.lin

@spglobal.com

Ratings List

Ratings Affirmed

Hua Nan Securities Co. Ltd.

Issuer Credit Rating	twAA-/Stable/twA-1+
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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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