

Media Release:

SinoPac Securities Corp.'s Upcoming Series 111-2 Unsecured Subordinated Debentures Rated 'twA+'

August 8, 2022

Rating Action

Taiwan Ratings Corp. today assigned its 'twA+' issue rating to **SinoPac Securities Corp.'s** (twAA-/Stable/twA-1+) proposed series 111-2-A, seven-year unsecured subordinated debentures and 111-2-B ten-year unsecured subordinated debentures. The amount of the issuance will be about new Taiwan dollar (NT\$) 1,450 million and NT\$550 million, respectively. SinoPac Securities will use the funds raised from the issuance to enhance its capital adequacy and its funding structure. Any material change in the proposed terms, conditions or amount of the issue could affect the rating.

Rationale

The rating on the Series 111-2 unsecured subordinated debentures is one notch below the long-term issuer credit rating on SinoPac Securities due to the issue's subordinated feature.

The Series 111-2 bonds rank senior to SinoPac Securities Corp.'s ordinary shares and junior to the company's senior liability holders, with respect to the payment of interest and relevant amounts upon liquidation.

Related Criteria & Research

Related Criteria

- TRC Financial Services Issue Credit Rating Criteria - July 31, 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
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - July 20, 2017
- 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: Group Rating Methodology - July 01, 2019
- 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 – November 11, 2021

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

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Ratings List

New Ratings

SinoPac Securities Corp.

Issue Credit Rating	twA+
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