

Research Update:

USI Corp. Ratings Affirmed At 'twA/twA-1'; Outlook Stable

November 25, 2022

Rating Action Overview

Taiwan Ratings Corp. today affirmed its 'twA' long-term and 'twA-1' short-term issuer credit ratings on **USI Corp.** The outlook on the long-term rating is stable. The ratings reflect USI's good business diversity and low debt leverage. The company's investment in the Gulei project in China could also slightly improve its feedstock supply security. USI is likely to keep its ratio of debt to EBITDA below 1x in 2022-2023 with positive discretionary cash flows, despite profitability weakening significantly from the historical peak in 2021. Several factors temper these strengths, including the company's volatile performance due to a lack of meaningful integration and USI's sensitivity to volatile commodity chemical cycles.

Related Criteria & Research

Related Criteria

- General Criteria: Methodology For National And Regional Scale Credit Ratings - June 25, 2018
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings - October 10, 2021
- General Criteria: Group Rating Methodology - July 01, 2019
- Criteria | Corporates | General: Corporate Methodology: Ratios And Adjustments - April 01, 2019
- Criteria | Corporates | General: Methodology And Assumptions: Liquidity Descriptors For Global Corporate Issuers - December 16, 2014
- General Criteria: Country Risk Assessment Methodology And Assumptions - November 19, 2013
- General Criteria: Methodology: Industry Risk - November 19, 2013
- Criteria | Corporates | General: Corporate Methodology - November 19, 2013
- General Criteria: Methodology: Management And Governance Credit Factors For Corporate Entities - November 13, 2012
- 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

Ratings Affirmed

USI Corp.

Issuer Credit Rating	twA/Stable/twA-1
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