

Research Update:

Central Reinsurance Corp. 'twAA+' Ratings Affirmed; Outlook Stable

January 18, 2023

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA+' long-term insurer financial strength and issuer credit ratings on **Central Reinsurance Corp.** (Central Re). The outlook on the ratings is stable.

The ratings on Central Re reflect the company's strong direct relationships with local clients as well as its solid domestic market position, very strong capital and earnings, and diversified and prudent investment profile. In addition, the ratings reflect the company's good risk controls with satisfactory operating performance after excluding the one-off claim effect from COVID-related policies in 2022. Several factors partly offset these strengths, including Central Re's small scale and less geographic diversification than those of Asia-based reinsurers, as well as the volatile nature of the reinsurance business, given its exposure to catastrophe risks.

Related Criteria & Research

Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- Criteria | Insurance | General: Refined Methodology And Assumptions For Analyzing Insurer Capital Adequacy Using The Risk-Based Insurance Capital Model - June 07, 2010
- General Criteria: Methodology For National And Regional Scale Credit Ratings - June 25, 2018
- Criteria | Insurance | General: Insurers Rating Methodology - July 01, 2019
- General Criteria: Principles Of Credit Ratings - February 16, 2011
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings - October 10, 2021

Related Research

- Taiwan Ratings' Ratings Definitions – November 11, 2021

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

Ratings List

Ratings Affirmed

Central Reinsurance Corp.

Issuer Credit Rating	twAA+/Stable
Financial Strength Rating	twAA+/Stable

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