

Research Update:

Ratings On Acer Inc. Affirmed At 'twA/twA-1'; Outlook Stable

February 7, 2023

Rating Action Rationale

Taiwan Ratings Corp. today affirmed its 'twA' long-term and 'twA-1' short-term issuer credit ratings on Taiwan-based **Acer Inc.** The outlook on the long-term rating remains stable. The ratings on Acer reflect the company's established brand name, extensive distribution network, and good position in the niche gaming PC and Chromebook™ markets. The ratings also embed our view that Acer is likely to maintain its net cash position with a low appetite for aggressive acquisitions and capital expenditure over the next one to two years, despite volatile working-capital movements over the period. However, Acer's limited market share as well as high business concentration in the weakening global PC market could continue to constrain its profitability over the next two years.

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 – Nov. 11, 2021

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

Ratings List

Ratings Affirmed

Acer Inc.

Issuer Credit Rating	twA/Stable/twA-1
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