

Media Release:

Taiwan Life's Upcoming Series 112-1A Ten-Year Unsecured Subordinated Corporate Bond Rated 'twAA-'

June 26, 2023

Rating Action

Taiwan Ratings Corp. today assigned its 'twAA-' issue rating to **Taiwan Life Insurance Co. Ltd.'s** proposed Series 112-1A ten-year unsecured subordinated corporate bond..

Rationale

The rating on the Series 112-1A ten-year unsecured subordinated corporate bond is one notch lower than the long-term issuer credit rating on Taiwan Life (twAA/Stable/--) based on our financial services sector issue rating criteria (see Related Criteria). The notching reflects the bond's subordinated status. The Series 112-1A bond ranks senior to Taiwan Life's ordinary shares and junior to the company's senior liabilities, with respect to the payment of interest and relevant amounts upon liquidation.

The main purpose of the issuance is to enhance Taiwan Life's regulatory capital adequacy ratio. Any material change in the proposed terms could affect the rating.

Related Criteria & Research

Related Criteria

- TRC Financial Services Issue Credit Rating Criteria - July 31, 2019
- General Criteria: Group Rating Methodology - July 01, 2019
- Criteria | Insurance | General: Insurers 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: Environmental, Social, And Governance Principles In Credit Ratings - October 10, 2021
- General Criteria: National And Regional Scale Credit Ratings Methodology - June 08, 2023
- General Criteria: Principles Of Credit Ratings - February 16, 2011

PRIMARY CREDIT ANALYST

Effie Tsai
Taipei
+886-2-2175-6824
effie.tsai
@spglobal.com
effie.tsai
@taiwanratings.com.tw

SECONDARY CONTACT

Serene Hsieh, CPA, FRM
Taipei
+886-2-2175-6820
serene.hsieh
@spglobal.com
serene.hsieh
@taiwanratings.com.tw

Related Research

– Taiwan Ratings' Ratings Definitions – November 11, 2021

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

Ratings List

New Ratings

Taiwan Life Insurance Co. Ltd.

Series 112-1A Ten-year Unsecured Subordinated Corporate Bond	twAA-
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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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