

Research Update:

SinoPac Securities Corp. Ratings Affirmed At 'twAA-/twA-1+'; Outlook Stable

August 28, 2023

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA-' long-term and 'twA-1+' short-term issuer credit ratings on **SinoPac Securities Corp.** The outlook on the long-term rating is stable. We also affirmed the company's unsecured subordinated debentures (see Ratings List).

The ratings on SinoPac Securities reflect our view of potential support from the parent **SinoPac Holdings** group, if needed, given the company's core role in the group's business strategies. In addition, the ratings reflect our assessment of SinoPac Securities' strong capitalization and about-average revenue stability by domestic standards. Counterbalancing factors for the ratings include the company's slightly higher-than-average risk appetite and volatile performance due to revenue reliance on the domestic equity market, which is a common characteristic among local brokers.

Related Criteria & Research

Related Criteria

- General Criteria: National And Regional Scale Credit Ratings Methodology, Jun 08 2023
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions, Dec 09 2021
- Criteria | Financial Institutions | General: Financial Institutions Rating Methodology, Dec 09 2021
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings, Oct 10 2021
- General Criteria: Group Rating Methodology, Jul 01 2019
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology, Jul 20 2017
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings, Apr 07 2017
- General Criteria: Principles Of Credit Ratings, Feb 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

SinoPac Securities Corp

Issuer Credit Rating	twAA-/Stable/twA-1+
Unsecured Subordinated Debentures	twA+

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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