

Research Update:

Bank of Taiwan Ratings Affirmed At 'twAAA/twA-1+'; Outlook Stable

September 21, 2023

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAAA' long-term and 'twA-1+' short-term issuer credit ratings on **Bank of Taiwan**. The outlook on the long-term rating is stable. At the same time, we affirmed the issue ratings on the bank's unsecured subordinated debentures.

The ratings on Bank of Taiwan reflect our view of an extremely high likelihood that the Taiwan government would provide timely, sufficient, and extraordinary support to the bank, as needed. The ratings also reflect Bank of Taiwan's strong capitalization and strong customer base with superior funding profile, as well as its below-average profitability compared with domestic peers.

Related Criteria & Research

Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- General Criteria: Rating Government-Related Entities: Methodology And Assumptions - March 25, 2015
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- General Criteria: National And Regional Scale Credit Ratings Methodology - June 08, 2023
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions - December 09, 2021
- Criteria | Financial Institutions | General: Financial Institutions Rating Methodology - December 09, 2021
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings - October 10, 2021
- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - July 20, 2017
- 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

Bank of Taiwan

Issuer Credit Rating	twAAA/Stable/twA-1+
Unsecured Subordinated Debenture Issue Credit Rating	twAA

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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