

Bulletin:

# Shinshin Credit Corp. To Sustain Strong Capitalization After NT\$2 Billion Capital Injection

December 26, 2023

Taiwan Ratings Corp. expects **Shinshin Credit Corp.** (Shinshin Credit) to sustain strong capitalization after it received NT\$2 billion from its parent **Yulon Finance Corp.** The parent company recently announced the capital injection to support Shinshin Credit's future business growth. We had expected Shinshin Credit's capitalization, measured by our risk-adjusted capital (RAC) ratio, to reach 13% to 14% at the end of 2025. The RAC ratio will likely stay within that range if we factor in the new capital and spending plans. We currently measure the RAC ratio of Shinshin Credit on a standalone basis. We expect Shinshin Credit will still be able to sustain strong capitalization as it grows business over the next two years.

This report does not constitute a rating action

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