

Research Update:

Shin Kong Financial Holding Co. Ltd. Ratings Affirmed At 'twA/twA-1'; Outlook Negative

May 29, 2024

Rating Action

Taiwan Ratings Corp. today affirmed its 'twA' long-term and 'twA-1' short-term issuer credit ratings on **Shin Kong Financial Holding Co. Ltd.** (Shin Kong FHC). The outlook on the ratings is negative.

The ratings on Shin Kong FHC reflect our view that the consolidated group credit profile largely mirrors that of its flagship subsidiary, **Shin Kong Life Insurance Co. Ltd.** The ratings on Shin Kong FHC reflect our view of the group's good franchise and presence in Taiwan's life insurance sector, satisfactory liquidity management, and good access to external sources of capital and funding. Counterbalancing these factors are the group's fair financial strength, high exposure to global capital market volatility, and relatively weaker earnings as compared to peers. The ratings on the holding company also reflect the subordination to the group's core entities.

Related Criteria & Research

Related Criteria

- General Criteria: National And Regional Scale Credit Ratings Methodology - June 08, 2023
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- General Criteria: Group Rating Methodology - July 01, 2019
- Criteria | Insurance | General: Insurer Risk-Based Capital Adequacy--Methodology And Assumptions - November 15, 2023
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings - October 10, 2021
- Criteria | Insurance | General: Insurers Rating Methodology - July 01, 2019
- 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

Shin Kong Financial Holding Co. Ltd.

Issuer Credit Rating	twA/Negative/twA-1
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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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