

Research Update:

Taiwan Shin Kong Commercial Bank 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 **Taiwan Shin Kong Commercial Bank Co. Ltd.** The outlook on the long-term rating is negative.

The ratings reflect the bank's strong capitalization relative to its risk profile and satisfactory asset quality. Counterbalancing factors include the bank's relatively small scale, lower earnings margin than regional peers, and potential influence from **Shin Kong Financial Holding Co. Ltd.** group given the bank's core group status.

Related Criteria & Research

Related Criteria

- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology - April 30, 2024
- General Criteria: National And Regional Scale Credit Ratings Methodology - June 08, 2023
- General Criteria: Hybrid Capital: Methodology And Assumptions - March 02, 2022
- General Criteria: Group Rating Methodology - July 01, 2019
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings - April 07, 2017
- 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
- General Criteria: Principles Of Credit Ratings - February 16, 2011

Related Research

- Shin Kong Life and Shin Kong FHC Ratings Affirmed....., May 29, 2024
- Taiwan Ratings' Ratings Definitions – November 11, 2021

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Ratings List

Ratings Affirmed

Taiwan Shin Kong Commercial Bank

Issuer Credit Rating	twA+/Negative/twA-1
Unsecured Subordinated Debenture Issue Credit Rating	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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