

Research Update:

Cathay Life Insurance Co. Ltd. Ratings Affirmed At 'twAA+'; Outlook Stable

May 29, 2024

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA+' issuer credit and financial strength ratings on **Cathay Life Insurance Co. Ltd.** The outlook on the ratings is stable. At the same time, we affirmed our 'twAA' issue credit rating on the insurer's subordinated corporate bonds.

The ratings continue to reflect Cathay Life's strong market position by most measures and solid franchise in Taiwan's life insurance industry, solid competitive advantage over distribution channels, and well-established scale advantage. Counterbalancing these strengths are the company's average capitalization by local comparison and higher investment leverage and foreign exchange risk exposure than its regional peers.

Related Criteria & Research

Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- General Criteria: National And Regional Scale Credit Ratings Methodology - June 08, 2023
- Criteria | Insurance | General: Insurer Risk-Based Capital Adequacy--Methodology And Assumptions - Nov. 15, 2023
- General Criteria: Hybrid Capital: Methodology And Assumptions - Mar. 02, 2022
- Criteria | Insurance | General: Insurers Rating Methodology - July 01, 2019
- General Criteria: Principles Of Credit Ratings - Feb. 16, 2011
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings - Oct. 10, 2021

Related Research

- Taiwan Ratings' Ratings Definitions - November 11, 2021

(Unless otherwise stated, these articles are published on www.taiwanratings.com)

Ratings List

Ratings Affirmed

Cathay Life Insurance Co. Ltd.

Issuer Credit Rating	twAA+/Stable/--
Financial Strength Rating	twAA+/Stable/--
Series 112-1, 113-1 Unsecured Subordinated Corporate Bond	twAA

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