

Research Update:

KGI Securities Co. Ltd. Ratings Affirmed At 'twAA/twA-1+'; Outlook Stable

August 27, 2024

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA' long-term and 'twA-1+' short-term issuer credit ratings on **KGI Securities Co. Ltd.**, as well as our issue credit rating on the company's unsecured subordinated corporate bond (see Ratings List). The outlook on the long-term rating remains stable.

The ratings on KGI Securities mainly reflect our assessment that the company will maintain its core group status and high integration with the **KGI Financial Holding Co. Ltd.** group over the next two years. We also expect KGI Securities to maintain its strong capitalization and above-average diversification on overseas businesses over the same period. Counterbalancing these strengths is the company's volatile earnings due to inherent volatility in Taiwan's securities market.

Related Criteria & Research

Related Criteria

- Criteria | Financial Institutions | General: Risk-Adjusted Capital Framework Methodology, Apr 30 2024
- General Criteria: National And Regional Scale Credit Ratings Methodology, Jun 08 2023
- Criteria | Financial Institutions | Banks: Banking Industry Country Risk Assessment Methodology And Assumptions, Dec 09 2021
- Criteria | Financial Institutions | General: Financial Institutions Rating Methodology, Dec 09 2021
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings, Oct 10 2021
- General Criteria: Group Rating Methodology, Jul 01 2019
- General Criteria: Methodology For Linking Long-Term And Short-Term Ratings, Apr 07 2017
- General Criteria: Principles Of Credit Ratings, Feb 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

KGI Securities Co. Ltd.

Issuer Credit Rating	twAA/Stable/twA-1+
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Unsecured Subordinated Corporate Bond Issue Credit Rating	twAA-
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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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