

Research Update:

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

August 27, 2024

Rating Action

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

The ratings continue to reflect KGI Life's strong competitive position in Taiwan's life insurance sector where it has a satisfactory track record of above-average profitability. In addition, the ratings reflect the insurer's exceptional liquidity from the good asset quality of its investment portfolio. Counterbalancing these strengths are KGI Life's higher foreign exchange exposure and investment concentration risk in the financial sector by global standards, as well as the vulnerability of the insurer's capital adequacy to external volatilities, which is an industry trait in Taiwan.

Related Criteria & Research

Related Criteria

- General Criteria: Group Rating Methodology - July 01, 2019
- Criteria | Insurance | General: Insurer Risk-Based Capital Adequacy--Methodology And Assumptions - November 15, 2023
- General Criteria: National And Regional Scale Credit Ratings Methodology - June 08, 2023
- General Criteria: Hybrid Capital: Methodology And Assumptions - March 02, 2022
- 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 – November 11, 2021

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

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Ratings List

Ratings Affirmed

KGI Life Insurance Co. Ltd.

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

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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