

Research Update:

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

September 24, 2024

Rating Action

Taiwan Ratings Corp. today affirmed its 'twAA' long-term insurer financial strength and issuer credit ratings on **Taiwan 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 bond.

The ratings reflect our expectation that the insurer will continue to see slightly above-average operating performance and maintain strong control over its distribution channels over the next one to two years. In addition, the ratings reflect our view that the company will likely receive potential support from the financial stronger parent, **CTBC Financial Holding Co. Ltd.** group, given Taiwan Life's core group status.

Somewhat counterbalancing these strengths are Taiwan Life's below-average, albeit improving, capital adequacy, above-average foreign exchange risk exposure, and slightly higher investment leverage compared with 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 - November 15, 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

Taiwan Life Insurance Co. Ltd.

Issuer Credit Rating	twAA/Stable
Financial Strength Rating	twAA/Stable
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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