

Research Update:

CTCI Corp. Ratings Affirmed At 'twA/twA-1'; Outlook Stable

March 26, 2025

Rating Action Overview

Taiwan Ratings Corp. today affirmed its 'twA' long-term and 'twA-1' short-term issuer credit ratings on **CTCI Corp.** The outlook on the long-term rating is stable. The ratings on CTCI reflect the company's good position in the domestic engineering and construction market, expanding operating scale, and improving business diversity that will underpin its competitive position over the next one to two years. In addition, the ratings reflect our view that CTCI will prudently manage its debt leverage through measures such as equity funding and cap the ratio of debt to EBITDA below 3x in 2025-2027, despite significant growth in capital expenditure (capex).

CTCI's smaller operating scale compared to large-scale global engineering, procurement and construction (EPC) peers, weaker profit margin in its overseas EPC business, and high volatility of the company's leverage for capex and working capital swings somewhat temper these strengths.

Related Criteria & Research

Related Criteria

- Criteria | Corporates | General: Sector-Specific Corporate Methodology - April 04, 2024
- General Criteria: National And Regional Scale Credit Ratings Methodology - June 08, 2023
- Criteria | Corporates | General: Corporate Methodology - January 07, 2024
- Criteria | Corporates | General: Methodology: Management And Governance Credit Factors For Corporate Entities - January 07, 2024
- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings - October 10, 2021
- General Criteria: Group Rating Methodology - July 01, 2019
- Criteria | Corporates | General: Corporate Methodology: Ratios And Adjustments - April 01, 2019
- Criteria | Corporates | General: Methodology And Assumptions: Liquidity Descriptors For Global Corporate Issuers - December 16, 2014
- General Criteria: Country Risk Assessment Methodology And Assumptions - November 19, 2013
- General Criteria: Methodology: Industry Risk - November 19, 2013
- General Criteria: Principles Of Credit Ratings - February 16, 2011

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Related Research

- Taiwan Ratings' Ratings Definitions – November 11, 2021
(Unless otherwise stated, these articles are published on www.taiwanratings.com)

Ratings List

Ratings Affirmed

CTCI Corp.

Issuer Credit Rating

twA/Stable/twA-1

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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