

## Association of credit assessments with credit quality steps

In accordance with the Insurance (Long-Term Business Valuation and Solvency) Regulations 2018, the credit assessments of an External Credit Assessment Institution (ECAI) are to be associated with the following credit quality steps:

Credit quality step	Standard & Poor		Moody		Fitch	
	<i>Long-term rating</i>	<i>Short-term rating</i>	<i>Long-term rating</i>	<i>Short-term rating</i>	<i>Long-term rating</i>	<i>Short-term rating</i>
<b>0</b>	AAA		Aaa		AAA	
<b>1</b>	AA	A-1+	Aa	P-1	AA	F1+
<b>2</b>	A	A-1	A	P-2	A	F1
<b>3</b>	BBB	A-2, A-3	Baa	P-3	BBB	F2, F3
<b>4</b>	BB	B, C, R, SD/D	Ba	NP	BB	B, C, RD, D
<b>5-6</b>	Lower than BB/ unrated		Lower than BB/ unrated		Lower than BB/ unrated	