Corporate Governance in Bank Ratings

As part of Moody's bank rating methodology, governance is assessed under a Corporate Behavior framework. Adjustments may be made for behavioral aspects that impact a bank’s standalone creditworthiness, either positively or negatively. Moody's currently applies Corporate Behavior adjustments to 75 banks globally, most of which are negative.

Adjustments by factor and region
- Number of corporate behavior adjustments by region - Positive
- Number of corporate behavior adjustments by region - Negative
- % of BCAs adjusted for corporate behavior factor, within region

Most prevalent Strategy / Management concern by region
- Regions of map are colored according to association with specific concern

Source: Moody’s Investors Service, ratings correct as of January 15th, 2019

Positive adjustments feature more at strong banks

Corporate Behavior adjustments are mostly driven by strategic and management issues