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Ticker CB (NYSE)

Price USD 278.73

Sector Insurance, Financials

Website <https://investors.chubb.com>



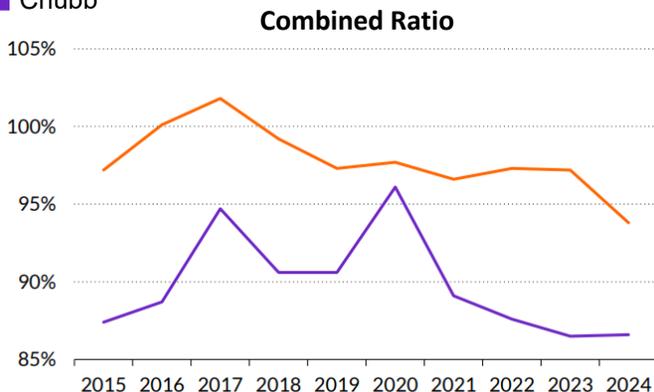
Chubb is a leading insurance company with operations in 54 countries. Chubb provides commercial and personal property and casualty insurance, personal accident and supplemental health insurance, reinsurance and life insurance to companies and individuals.

Q2 2025 earnings

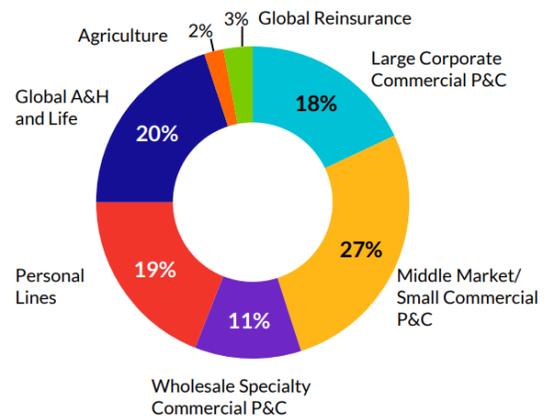
USD millions	Q2 2025	Q2 2024	% change
Net premiums earned	13,125	12,292	6.8%
Investment income	1,568	1,468	6.8%
Revenue	14,676	13,864	5.9%
Core operating income	2,480	2,196	12.9%
Net income	2,968	2,230	33.1%
EPS	7.35	5.46	34.6%
Investments / loss expenses	1.86x	1.82x	0.04x
P&C combined ratio	85.6%	86.8%	-1.2%
Operating margin	16.9%	15.8%	1.1%
Equity	69,395	64,021	8.4%
RoE (annualised)	17.6%	14.7%	2.9%

Quarterly Results Trend

Peers (inc AIG, ALL, CNA, HIG, Liberty Mutual, TRV)
Chubb



Q2 2025 written premium by product



Financial Highlights

- Net income was \$2.97 billion, up 33.1%, and core operating income was a record \$2.48 billion, up 12.9%.
- Global P&C net premiums written, which exclude Agriculture, were up 5.8%, or 6.4% in constant dollars.
- North America was up 5.3%, including growth of 9.1% in personal insurance and 4.1% in commercial insurance. Middle market and small commercial were up 8.5%, with P&C lines up 10.2% and financial lines up 2.7%, and

major accounts retail and specialty were up 1.5%, including property-related lines down 4.2%, casualty up 12.0% and financial lines up 4.4%.

- Overseas General was up 8.5%, or 10.2% in constant dollars, including growth of 15.3% in consumer insurance and 6.8% in commercial insurance; Latin America, Asia, and Europe, were up 17.3%, 12.7% and 8.2%, respectively.
- North America Agriculture was down 3.3%, driven by lower commodity prices.
- P&C underwriting income was a record \$1.63 billion, up 15.0%, with a combined ratio of 85.6%. P&C current accident year underwriting income excluding catastrophe losses was a record \$2.01 billion, up 11.4% over prior year, with a combined ratio of 82.3%.
- Life Insurance net premiums written were \$1.80 billion, up 14.1%, or 17.3% in constant dollars, and segment income was \$305 million, up 10.4%, or 15.3% in constant dollars.
- High net worth personal lines saw premium growth exceed 9%, with new business growth up over 17%.
- Loss expenses were 50.1% of earned premiums and policy benefits 10.7%, with the combined 60.8% a tad below our long-run expectations of 63%.
- Net investment income was a record \$1.57 billion, up 6.8%, with cash and investments at \$160.7 billion, up 4.9%.
- Annualized return on equity (ROE) was 17.6% vs 14.7% in Q2 2024.
- Capital returned to shareholders was \$1.06 billion, comprising share repurchases of \$676 million and dividends of \$388 million. A new \$5bn share repurchase plan was authorised in May.

Operational Highlights

- Chubb closed on the acquisition of Liberty Mutual's P&C business in Thailand.

Management Comments

- Chairman and CEO Evan Greenberg: "We had a great second quarter. Most all of our businesses and regions of the world contributed to record quarterly results, illustrating the distinctive, diversified nature of our company. Our balance of business, geographically by customer segment and product, is a distinguishing feature of our company"
- He added: "The commercial P&C underwriting environment for large account retail and E&S property-related business has grown much more competitive with rates dropping though terms and conditions remain steady. On the other hand, in the middle market and small commercial P&C segment, where we are a market leader, property market conditions remain disciplined and orderly."

Ben Jones Investments Outlook

- Chubb's results were better than our expectations. Premiums earned grew better than anticipated and loss expenses were lower than expected. Policy acquisition costs and G&A costs were in-line with expectations resulting in margins and net income above forecast.
- Despite concerns over softening rates, growth in written premium is solid whilst maintaining normal loss rates.
- Chubb has maintained a solid balance sheet with cash and investments on hand to cover 1.86x unpaid claims. Including reinsurance recoverable, investment coverage of losses is 2.09x.
- Chubb's Asia based premium written makes up 18% of premium written. There is no formal breakdown for premium written in China but we estimate it to be approximately 10%. US-China relations does pose a risk to this business, but we consider Chubb to be sufficiently undervalued that the China risk is built into the margin of safety.
- Chubb's geographic and product diversification keeps them well protected from catastrophe losses and geopolitical risks.