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Ticker CB (NYSE)

Price USD 269.26

Sector Insurance, Financials

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

CHUBB

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.

Q3 2025 earnings

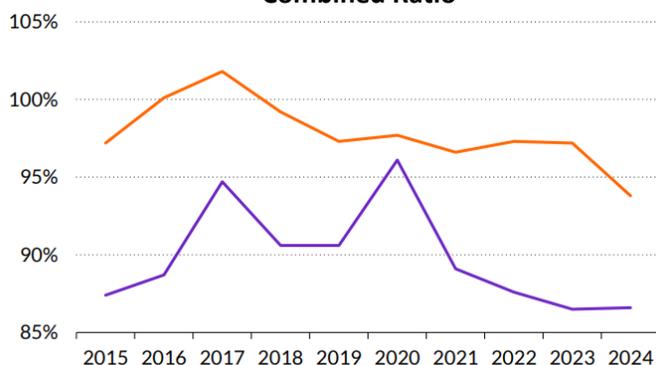
USD millions	Q3 2025	Q3 2024	% change
Net premiums earned	14,359	13,373	7.4%
Investment income	1,648	1,508	9.3%
Revenue	16,290	15,079	8.0%
Core operating income	3,003	2,334	28.7%
Net income	2,801	2,324	20.5%
EPS	6.99	5.70	22.6%
Investments / loss expenses	1.88x	1.79x	0.09x
P&C combined ratio	81.8%	87.7%	-6.6%
Operating margin	18.4%	15.5%	2.9%
Equity	77,811	68,394	13.8%
RoE (annualised)	15.9%	14.7%	1.2%

Quarterly Results Trend

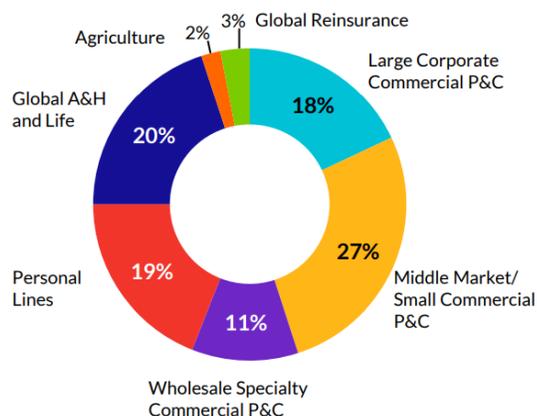
Peers (inc AIG, ALL, CNA, HIG, Liberty Mutual, TRV)

Chubb

Combined Ratio



Q3 2025 written premium by product



Financial Highlights

- Net income was \$2.80 billion, up 20.5%, and core operating income was a record \$3.00 billion, up 28.7%.
- Global P&C net premiums written, which exclude Agriculture, were up 5.3%, or 4.6% in constant dollars.
- North America was up 4.4%, including growth of 8.1% in personal insurance and 3.5% in commercial insurance. Middle market and small commercial were up 3.6%, with P&C lines up 8.7% and financial lines up 0.6%. Major accounts and specialty were up 2.5%, with E&S up 6.6% and major accounts up 5.6%.

- Overseas General was up 9.7%, including growth of 15.5% in consumer insurance and 5.8% in commercial insurance; Latin America, Asia, and Europe, were up 10.6%, 14.3% and 4.8%, respectively.
- North America Agriculture was up 5.6%, with increased exposure to crop insurance more than offsetting declining commodity prices.
- P&C underwriting income was a record \$2.26 billion, up 55.0%, with a combined ratio of 81.8%. P&C current accident year underwriting income excluding catastrophe losses was a record \$2.18 billion, up 10.3% over prior year, with a combined ratio of 82.5%.
- Life Insurance net premiums written were \$1.93 billion, up 24.6%, and segment income was \$324 million, up 14.2%.
- North America high net worth personal lines generated more than \$1.8bn in net written premium for the quarter, with premium growth was around 11.5%.
- Loss expenses were 48.4% of earned premiums and policy benefits 9.6%, with the combined 58.0% below our long-run expectations of 63%. This was largely due to limited catastrophe losses for the quarter.
- Catastrophe losses were \$285m in Q3 vs \$765m in Q3 last year. Catastrophe losses were \$2.56bn YTD vs \$1.78bn in the first 9 months of last year, with most of this year's catastrophe losses from the California wildfires in Q1.
- Net investment income was a record \$1.65 billion, up 9.3%, with cash and investments at \$168.5 billion, up 10.0%.
- Annualized return on equity (ROE) was 15.9% vs 14.7% in Q3 2024.
- Capital returned to shareholders was \$1.62 billion, comprising share repurchases of \$1.23 billion and dividends of \$385 million. A new \$5bn share repurchase plan was authorised in May.

Management Comments

- Chairman and CEO Evan Greenberg: “Underwriting income was supported by solid premium growth and underwriting margin improvement. Published underwriting income of \$2.3 billion was up 55% from a year ago, with a record combined ratio of 81.8% -- about six percentage points better than a year earlier. While we benefited from light CAT losses in the quarter, the real story is our underlying underwriting results, which were excellent, and very strong prior period reserve development. Current accident year underwriting income excluding CATs was a record \$2.2 billion, up 10%, with a combined ratio of 82.5%, nearly a full-point improvement from prior year, with most all of it coming from loss ratio improvement.”
- He added: “The global P&C market is in transition. Competition continues to grow, especially large account short-tail business. More capital is chasing the property business and prices are softening. Middle market and small commercial property is more disciplined and orderly, although more competition is appearing. Casualty pricing overall is slowing but still firm in areas. Financial lines remain soft but there are signs of firming in some classes.”
- CEO Evan Greenberg estimates that 70-80% of Chubb's businesses still see attractive growth opportunities and continues to expect double digit growth in EPS.

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. Much of that is due to lower than expected CAT losses in the quarter, and they are volatile by nature. Policy acquisition costs and G&A costs were marginally better than 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 1.88x loss reserves. Including reinsurance recoverable, investment coverage of losses is 2.11x.

- 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.
- We are starting to see more aggressive share repurchases. Following reinvestment in to attractive business growth areas, we think share repurchases are the next best use of capital given our view of Chubb's discount to intrinsic value.