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**Ticker** CB (NYSE)

**Price** USD 329.29

**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.

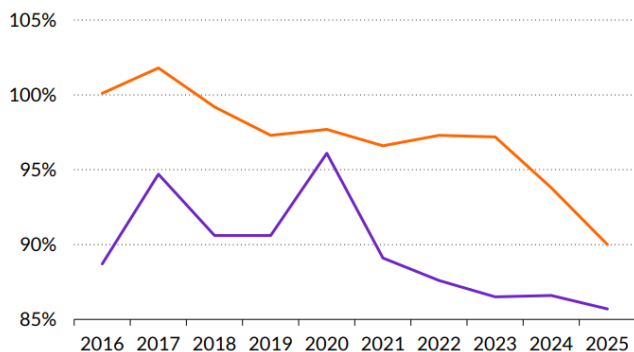
### Q1 2026 earnings

USD millions	Q1 2026	Q1 2025	% change
Net premiums earned	13,457	12,000	12.1%
Investment income	1,709	1,561	9.5%
Revenue	14,773	13,353	10.6%
Core operating income	2,689	1,489	80.6%
Net income	2,320	1,331	74.3%
EPS (diluted)	5.88	3.29	78.7%
Investments / loss expenses	1.57x	1.49x	0.08x
P&C combined ratio	84.0%	95.7%	-11.7%
Operating margin	20.3%	12.5%	7.8%
Equity	79,912	70,755	12.9%
RoE (annualised)	12.6%	8.2%	4.4%

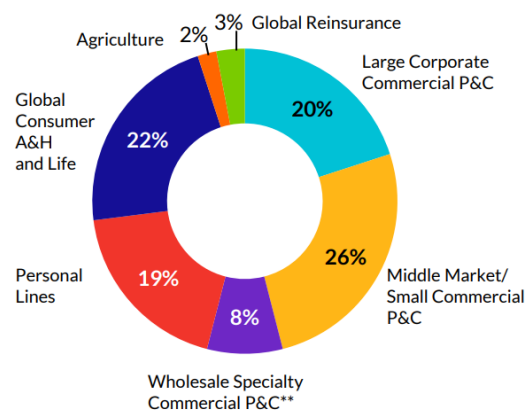
### Quarterly Results Trend

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

**Combined Ratio**



### Q1 2026 written premium by product



### Financial Highlights

- Net income was \$2.3 billion, up 74.3%, and core operating income was \$2.7 billion, up 80.6%.
- Many of the profitability metrics (net income, underwriting income, EPS, operating margin, ROE) are up significantly YoY. The skew is from a lower income base in Q1 2025 which recorded large catastrophe losses from the California wildfires. Excluding CATs, core operating income was up 10.7% and EPS up 13.5%.
- Global P&C net premiums written, which exclude Agriculture, were up 7.1%, or 3.9% in constant dollars.

- North America was up 4.1%, including growth of 8.3% in personal insurance and 2.8% in commercial insurance. Middle market and small commercial were up 3.3%, with P&C lines up 5.5% and financial lines down 5.7%. Major accounts and specialty were up 1.5%.
- Overseas General was up 14.4%, including growth of 20.5% in consumer insurance and 10.8% in commercial insurance; Latin America, Asia, and Europe, were up 17.8%, 12.1% and 15.8%, respectively.
- North America Agriculture was up 12.7%, with increased exposure to crop insurance more than offsetting declining commodity prices.
- P&C underwriting income was \$1.79 billion, up 306%, with a combined ratio of 84.0%. P&C current accident year underwriting income excluding catastrophe losses was \$2.01 billion, up 9.8% over prior year, with a combined ratio of 82.1%.
- Life Insurance net premiums written were \$2.29 billion, up 33.1%, and segment income was \$316 million, up 8.5%, with international life income up 14.5%.
- North America high net worth personal lines grew 8.3% with renewal retention of 92%.
- Loss expenses were 45.6% of earned premiums and policy benefits 13.3%, with the combined 58.9% below our long-run expectations of 63%. This was largely due to limited catastrophe losses for the quarter.
- Catastrophe losses were \$500m in Q1 vs \$1.64bn in Q1 last year, with \$1.47bn attributable to the California wildfires.
- Net investment income was a record \$1.71bn, up 9.5%, with cash and investments at \$172.8bn, up 11.8%.
- Annualized return on equity (ROE) was 12.6% vs 8.2% in Q1 2025.
- Capital returned to shareholders was \$1.52bn, comprising share repurchases of \$1.14bn and dividends of \$380m. A new \$5bn share repurchase plan was authorised in May 2025.

## Management Comments

- Chairman and CEO Evan Greenberg: “We had an excellent quarter and start to the year, which speaks to the strength and resilience of our company in a period of elevated uncertainty. Our globally diversified business, underwriting discipline and strong balance sheet contribute to our returns while creating continued opportunities for growth.”
- He added: “Both property and financial lines insurance market conditions are soft or softening, with portions of the property market softening at a rapid pace. Given inadequate price levels, we moved during the quarter to reduce exposures in our Major Accounts and E&S divisions by non-renewing a substantial percentage of our shared and layered property business that was up for renewal while purchasing additional reinsurance.”
- 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 slightly better than our expectations. Premiums earned growth was in-line with loss expenses 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 in-line with expectations.
- Despite concerns over softening rates, growth in written premium is solid whilst maintaining good loss rates.
- Chubb has maintained a solid balance sheet with cash and investments on hand to cover 1.57x loss reserves. Including reinsurance recoverable, investment coverage of losses is 1.79x.
- Chubb’s Asia based premium written makes up 21% 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.