

Chubb Insurance Singapore Ltd.

July 29, 2025

This report does not constitute a rating action.

Major Rating Factor

- Highly strategic subsidiary of the Chubb group, resulting in likely group support.

Rationale

Our ratings on Chubb Insurance Singapore Ltd. (Chubb Singapore) reflect the highly strategic role that the insurer plays in supporting the regional growth of the Chubb group (core operating subsidiaries rated AA/Stable/--). We typically rate highly strategic subsidiaries one notch lower than the core entities of the group.

In our view, Chubb group is highly unlikely to divest the Singapore subsidiary. Chubb group's continued investments reinforce its commitment to expansion in Asia. This includes an ongoing DBS bancassurance partnership, the group's acquisition of renewal rights on DUAL Asia's financial line portfolios and establishment of a regional aviation hub in Singapore in recent years. Such investments underscore the group's strategic focus on the Singapore market as well as the wider region.

Our view reflects the high degree of integration between Chubb Singapore and the group, with shared branding, integrated systems, and access to the group's multinational client base. The group also provides support in areas such as distribution, reinsurance, investment, and technology. For instance, the insurer uses a group-wide software, Chubb Studio, to distribute products via the platforms of its partners. It also benefits from the usage of a shared insurance software system, similar to other sister companies globally.

Chubb Singapore performs an important role in supporting multinational clients in Southeast Asia, while maintaining a modest market position and profitability in Singapore.

The group's prudent underwriting controls and strong risk management framework also influence Chubb Singapore's emphasis on pursuing disciplined growth and managing risks within its appetite.

We expect Chubb Singapore to maintain its sound market presence in Singapore's competitive property and casualty insurance sector. The insurer maintained its fourth position in 2024, with a market share of 6.0% in terms of local insurance fund gross premiums. Its higher insurance revenue growth stemmed mainly from affiliates and partners (such as banks and online

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platforms). Ongoing initiatives to further engage partners, brokers, and agents will allow Chubb Singapore to maintain its market position while enhancing its business diversity and operational efficiency.

Chubb Singapore's premiums could increase modestly by 5%-7% in 2025. We base our view on steady demand for the insurer's key lines, including property, employers' liability, travel and professional indemnity. This reflects a sustained flow of construction work and major infrastructure projects, growing liability coverage awareness, and rising online travel insurance aggregators with comprehensive covers. Heightened competition and softening rates for certain segments such as casualty and financial lines could moderate the growth.

Disciplined pricing, prudent risk selection, and the use of intergroup reinsurance remain fundamental to Chubb Singapore's strategy. We estimate the insurer's combined ratio at 80%-85% through 2025. A combined ratio below 100% indicates underwriting profitability.

The combined ratio was 76.6% in 2024, compared with 77.3% in 2023, on International Financial Reporting Standard 17. Chubb Singapore maintained its profitability, owing to lower claims for some of its key segments such as property and health and decreased distribution expenses.

We expect Chubb Singapore to maintain healthy capitalization and manageable risk exposure, despite its small capital base of Singapore dollar 235.4 million. The insurer controls its investment risk exposure by investing in mostly investment-grade fixed-income securities and cash. Prudent underwriting and investment strategy underpin its stable profit generation.

This has allowed Chubb Singapore to maintain strong capital levels while regularly repatriating dividends over the years. As of Dec. 31, 2024, the insurer had a regulatory capital adequacy ratio of 258%.

Ongoing cash flows from premium receipts and liquid investments including bank deposits and fixed-income securities underpin the insurer's strong liquidity position. Chubb Singapore remains debt-free.

Outlook

The stable outlook on Chubb Singapore reflects the rating outlook on the core entities of the Chubb group and our view that the insurer will remain a highly strategic subsidiary of the group over the next two years.

Downside scenario

We could lower the ratings on Chubb Singapore if we lower our assessment of the group credit profile. We could also lower the ratings if the insurer's strategic relationship with Chubb group weakens. This could happen if Chubb Singapore's operating performance deteriorates or the group's strategic focus changes, both of which we view as unlikely over the next 12-24 months.

Upside scenario

We could upgrade Chubb Singapore if our assessment of the group credit profile improves, or we believe the insurer's strategic relationship with the group has strengthened. Chubb Singapore's increased involvement with the group in areas such as product development and strategy, or sustainable growth in the insurer's share in the Singapore market while maintaining underwriting profitability would indicate strengthened involvement. In our view, an upgrade is unlikely over the next 12-24 months.

Related Criteria

- [Criteria | Insurance | General: Insurer Risk-Based Capital Adequacy--Methodology And Assumptions](#), Nov. 15, 2023
- [General Criteria: Environmental, Social, And Governance Principles In Credit Ratings](#), Oct. 10, 2021
- [General Criteria: Group Rating Methodology](#), July 1, 2019
- [Criteria | Insurance | General: Insurers Rating Methodology](#), July 1, 2019
- [General Criteria: Guarantee Criteria](#), Oct. 21, 2016
- [General Criteria: Ratings Above The Sovereign--Corporate And Government Ratings: Methodology And Assumptions](#), Nov. 19, 2013
- [General Criteria: Principles Of Credit Ratings](#), Feb. 16, 2011

Related Research

- [Chubb Ltd.](#), Feb. 6, 2025

Appendix

Chubb Insurance Singapore Ltd.--Key metrics

(Mil. S\$)	--Year ended Dec. 31--				
	2024	2023	2022	2021	2020
Insurance revenue*	485.1	438.4	374	329.6	310
Net income	44.9	39.5	17.9	15.7	7
Return on shareholders' equity (%)	18.4	16.3	7.2	6.2	2.6
Net investment yield (%)	2.1	2.7	1.6	1.4	1.8
Net combined ratio (%)	76.6	77.3	88.4	84.8	96.5
Return on revenue (%)	8.8	8.6	5.7	11.9	6.1

Chubb Insurance Singapore Ltd. implemented IFRS 17 with effect from Jan. 1, 2023. Data prior to 2022 is based on IFRS 4.

*For 2019 to 2021, gross premium written has been presented. IFRS - International Financial Reporting Standards. S\$ - Singapore dollar.

Ratings Detail (as of July 29, 2025)*

Operating Companies Covered By This Report

Chubb Insurance Singapore Ltd.

Financial Strength Rating

Local Currency AA-/Stable/--

Issuer Credit Rating

Local Currency AA-/Stable/--

Domicile Singapore

*Unless otherwise noted, all ratings in this report are global scale ratings. S&P Global Ratings' credit ratings on the global scale are comparable across countries. S&P Global Ratings' credit ratings on a national scale are relative to obligors or obligations within that specific country. Issue and debt ratings could include debt guaranteed by another entity, and rated debt that an entity guarantees.

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