

Chubb Ltd

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Strengthening the Asia Market

- Regarded as the world's largest publicly traded property & casualty (P&C) insurance company and a leading commercial lines insurer in the US.
- Expanding into the Hong Kong markets after collaborating with Hang Seng Bank in a 15-year deal to provide coverage options for individuals and businesses in Hong Kong.
- Insurance industry may able to weather the challenging economic outlook, driven by rising wages as well as rising concerns about health and mortality risks, especially post Covid-19 pandemic.
- Technically, price has formed a breakout above USD195.04 and may target the next resistances at USD203.61-205.87 with long term target set at USD213.99.

CHUBB daily: Resistance breakout



CHUBB LTD

Last Price (USD)	199.81
5 Day Change (%)	6.1
1 Day Range Percentile (%)	100.0
5 Day Range Percentile (%)	92.9
52Week Range Percentile (%)	45.2
Volatility 30D	22.0
EMA9, EMA20, EMA60 Trend	Uptrend
Price vs. EMA20 (%)	3.2
DMI DI+	29.4
DMI DI-	17.8
ADX	16.9
Price Skew	UP
RSI 14D	63.3
RSI OB/OS	Positive
Price vs. Bollinger Band (%)	111.4

Bloomberg

Trading Catalyst

- Chubb Ltd (CHUBB) is regarded as the world's largest publicly traded property & casualty (P&C) insurance company and a leading commercial lines insurer in the US. The group has operations in 54 countries serving a diverse group of clients that is supported by approximately 34,000 people worldwide.
- Going forward, CHUBB will be expanding into the Hong Kong markets after collaborating with Hang Seng Bank in a 15-year deal to provide coverage options for individuals and businesses in Hong Kong. CHUBB will also be establishing an aviation hub in Singapore as part of their strategic regional focus for the Chubb Global Markets (CGM) aviation team.
- Insurance industry may able to weather the challenging economic outlook, driven by rising wages as well as rising concerns about health and mortality risks, especially post Covid-19 pandemic. Based on Bloomberg consensus estimates, CHUBB has a 78.6% Buy rating with an average 12-month target price of USD234.75 (potential 17.5% upside from current share price) from 28 research houses.

Financial snapshot

FYE Dec	FY22	FY23f	FY24f
Revenue (USD m)	43166.0	46046.9	48849.6
Net profit (USD m)	5313.0	7467.0	8164.0
Shares (m)	414.2	414.2	414.2
EPS (cent)	1282.8	1802.9	1971.1
DPS (cent)	329.0	337.9	350.1
P/E (x)	15.6	11.1	10.1
DY (%)	1.6	1.7	1.8

Bloomberg

Technical Outlook

- Technically, price has turned downbeat at the start of the year before forming a double bottom formation. With price finding stability, price has since recovered to close above both SMA20 and SMA50 in recent days. This implies that price is on the bottoming out formation and ripe for a recovery. With price forming a breakout above USD195.04 to target the next resistances at USD203.61-205.87 with long term target set at USD213.99. Support is pegged at USD186.61 and cut loss is located at USD185.00.

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As of **Monday, 24 Jul, 2023**, the analyst(s), Kenneth Leong, whose name(s) appears on the front page, who prepared this report, has interest in the following securities covered in this report:

(a) nil.

Glossary

Last Price (RM)	Last closing price
5 Day Change (%)	Percent change in price over the last five days. The formula is: [(Last Trade - Closing Price Five Days Ago) / Closing Price Five Days Ago] x 100.
1 Day Range Percentile (%)	Calculates the percentile value within the 1-day range
5 Day Range Percentile (%)	Calculates the percentile value within the 5-day range
52 Week Range Percentile (%)	Calculates the percentile value within the 52-week range
Volatility 30D	A measure of the risk of price moves for a security calculated from the standard deviation of day-to-day logarithmic historical price changes. The 30-day price volatility equals the annualised standard deviation of the relative price change for the 30 most recent trading days closing price, expressed as a percentage.
EMA9, EMA20, EMA60 Trend	If EMA9 is greater than EMA20 and EMA20 is greater than EMA60 it will be stated as Uptrend. If the EMA9 is lesser than EMA20 and the EMA20 is lesser than EMA60, it will be stated as Downtrend, otherwise Consolidation.
Price vs. EMA20 (%)	Position of the price away from the EMA20 level
DMI DI+	Positive directional movement.
DMI DI-	Negative directional movement.
ADX	ADX is a moving average of the directional movement index.
Price Skew	If the average of 20 days closing price is greater than 20 days Median price, it will be stated Up. If the average of 20 days closing price is lower than 20 days Median price, it will be stated Down.
RSI 14D	RSI measures the momentum of a security to determine whether it is in an overbought or oversold condition. If RSI 14 days is greater or equal to 70, it will be stated Overbought.
RSI OB/OS	If the RSI 14 days is greater or equal to 50, but lower than 70, it will be stated Positive. If the RSI 14 days is greater than 30, but lower than 50, it will be stated Negative. If the RSI 14 days is lower or equal to 30, it will be stated Oversold.
Price vs. Bollinger Band (%)	Position of the price compare to the Bollinger band in percentage