



July 31, 2023

CNA at a Glance

Q2 2023 Financial Highlights

	Q2 2023	Q2 2022 ⁽¹⁾
Core Income	\$308m	\$230m
P&C Net Written Premium	\$2.51b	\$2.30b
P&C Underlying Combined Ratio	91.1%	90.8%
Combined Ratio	93.8%	91.0%
Net Investment Income, Pretax	\$575m	\$432m

- Core income up 34% to \$308m versus \$230m in the prior year quarter.
- P&C core income of \$374m versus \$317m, reflects higher investment income and record high pretax underlying underwriting income, partially offset by higher catastrophe losses and lower favorable net prior year development.
- Corporate & Other core loss of \$46m versus \$78m in the prior year quarter.
- Net investment income up 33% to \$575m pretax, includes an \$83m increase from limited partnerships and common stock to \$68m and a \$60m increase from fixed income securities and other investments to \$507m.
- P&C combined ratio of 93.8%, including 3.1 points of catastrophe loss impact. Underlying combined ratio of 91.1%, underlying loss ratio of 59.9% and expense ratio of 30.9%.
- P&C segments, excluding third party captives, generated gross written premium growth of 12% and net written premium growth of 9%. Excluding currency fluctuations, gross written premiums grew 12% and net written premiums grew 10%. P&C renewal premium change of 7% with written rate of 5% and exposure change of 2%.
- Book value per share of \$32.22; book value per share excluding AOCI of \$44.86, a 5% increase from year-end 2022 adjusting for \$2.04 of dividends per share.

“We produced strong results in the quarter with double-digit top-line growth and continued excellent profitability. Core income increased by 34% in the quarter and net investment income was up 33% with significant increases in LPs, common stock, and the fixed income portfolio.

The all-in combined ratio was very strong at 93.8%, with pretax catastrophe losses of \$68 million, or 3.1 points of the combined ratio, and 0.4 points of favorable prior period development. The P&C underlying combined ratio of 91.1% generated a record \$200 million of pretax P&C underlying underwriting gain.

In the quarter, we achieved very strong production performance with 12% growth in gross written premium ex captives and 9% growth in net written premium. Renewal premium change was 7% for P&C overall and 11% in Commercial, which was up 2 points from the first quarter. Retention remained consistently high at 86% and new business was up 11%, similar to the first quarter.

With the strong top-line and bottom-line results in the first half of the year and improved investment returns, we are optimistic about our opportunities through the remainder of 2023.”



Dino E. Robusto
Chairman and Chief Executive Officer

Financial Strength Ratings

A.M. Best: **A (Excellent)** with stable outlook

Moody's: **A2** with stable outlook

Standard & Poor's: **A+ (Strong)** with stable outlook

Fitch: **A+** with stable outlook

Balance Sheet

GAAP Equity: **\$8.7 Billion**

Statutory Surplus: **\$10.5 Billion**

Financial Performance

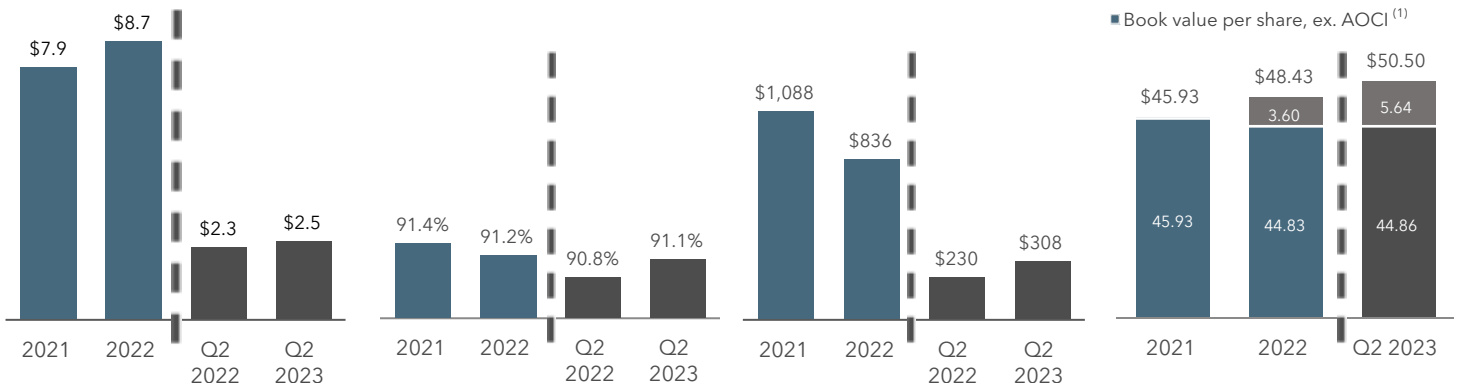
P&C Net Written Premium
(In Billions)

P&C Underlying Combined Ratio (%)

Core Income⁽¹⁾
(In Millions)

Total Value Creation

- Cumulative Dividends
- Book value per share, ex. AOCI⁽¹⁾



(1) As of January 1, 2023, the Company adopted Accounting Standards Update (ASU) 2018-12, Financial Services-Insurance (Topic 944): Targeted Improvements to the Accounting for Long-Duration Contracts (LDTI), using the modified retrospective method applied as of the transition date of January 1, 2021. Prior period amounts have been adjusted to reflect application of the new guidance.

About Us

CNA is one of the largest U.S. commercial property and casualty insurance companies. **Backed by more than 125 years of experience**, CNA provides a broad range of standard and specialized insurance products and services for businesses and professionals in the U.S., Canada and Europe.

Building a Top Quartile Underwriting Company by:

Sustaining a deep underwriting culture

Elevate employee execution through continuous training, performance management and governance to support the achievement of top quartile performance.

Optimizing distribution engagement

Build effective alignment with distribution partners based on product expertise, industry specialization and overall value proposition.

Attracting, developing and retaining top talent

Invest in our people to create advantage and improve performance.

Institutionalizing deep specialization

Provide insurance solutions supported by value chains of technical expertise aligned around industry segments, products and exposures.

Company Overview

Positioning our Commercial and Specialty resources around how agents and brokers define accounts to maximize business opportunities. We enhance engagement across the board to enable growth beyond the current **1 million businesses and professionals** we insure.

