

**First Quarter  
2026 Results**  
May 7<sup>th</sup>, 2026

**LIBERTY  
INSURANCE**

**MUTUAL  
COMPANY**



# Cautionary Statement Regarding Forward-Looking Statements

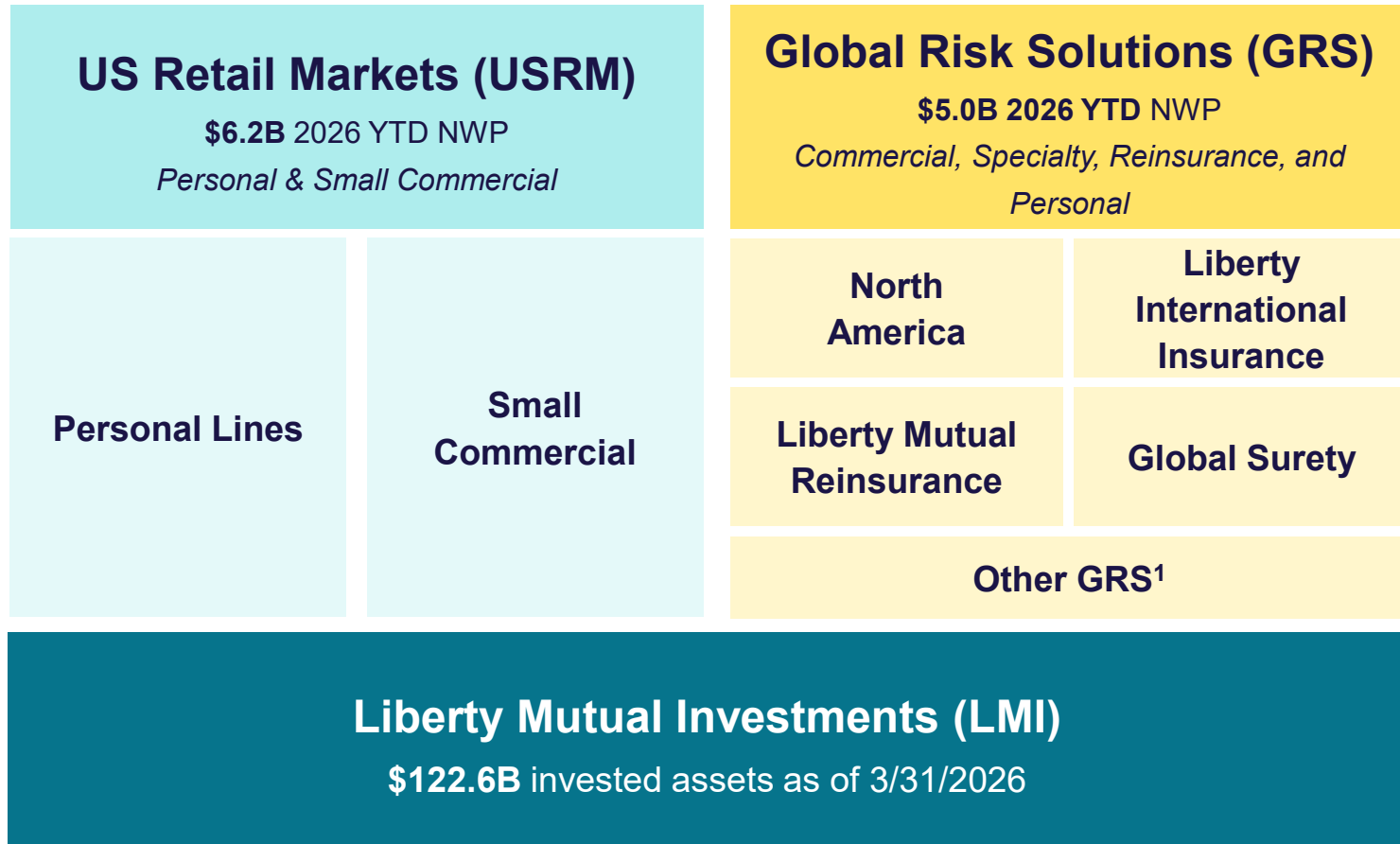
The following discussion highlights significant factors influencing results of operations and changes in financial position of Liberty Mutual Holding Company Inc. (the "Company" or "LMHC"), the parent corporation of the Liberty Mutual Insurance group of entities, for the three months ended March 31, 2026 and 2025. This Earnings Presentation should be read in conjunction with the Company's Management's Discussion & Analysis of Financial Condition and Results of Operations ("MD&A"), December 31, 2025 Audited Consolidated Financial Statements and March 31, 2026 Unaudited Consolidated Financial Statements and Risk Factors located on the Company's Investor Relations website at [www.libertymutualgroup.com/investors](http://www.libertymutualgroup.com/investors). This report contains forward-looking statements that are intended to enhance the reader's ability to assess the Company's future financial and business performance. These statements speak only as of the date of this report or as of the date they are made, are based on estimates and assumptions that are subject to significant business, economic and competitive uncertainties, including but not limited to, those set forth in the Company's Risk Factors and should be regarded solely as the Company's current plans, estimates and beliefs. Actual results could be materially different. For a detailed discussion of these and other cautionary statements, visit the Company's Investor Relations website at [www.libertymutualgroup.com/investors](http://www.libertymutualgroup.com/investors). The Company undertakes no obligation to update any forward-looking statements.

The Company's discussions related to net income are presented in conformity with US generally accepted accounting principles ("GAAP") on an after-tax basis. All other discussions are presented on a pre-tax GAAP basis, unless otherwise noted. Further, the Company notes that it may make material information regarding the Company available to the public, from time to time, via the Company's Investor Relations website at [www.libertymutualgroup.com/investors](http://www.libertymutualgroup.com/investors) (or any successor site).



# Liberty Mutual Overview

## Businesses



## Strategic Priorities

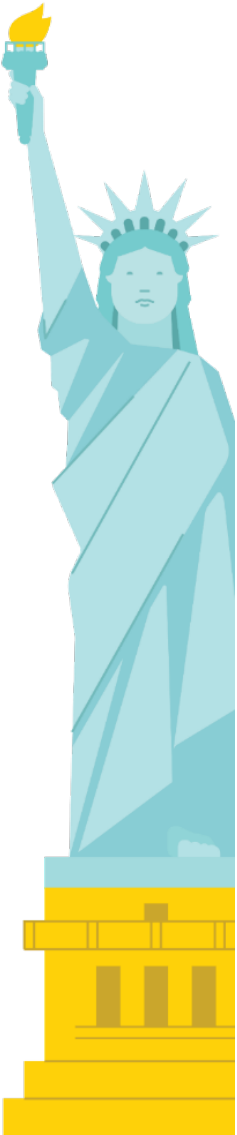
- Profitably growing, diversified & resilient insurance businesses
- Best-in-class investments business
- Mutuality as a structural advantage
- A strong global brand and compelling purpose, values, and culture

<sup>1</sup> "Other GRS" primarily consists of internal reinsurance programs, certain run off business activity, and a large Asurion program.



# First Quarter Overview

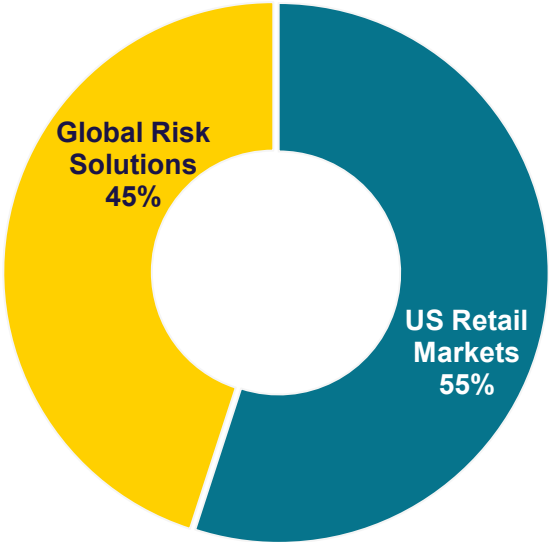
- Strong first quarter results with **net income attributable to LMHC** of **\$2.052B**.
- **Pre-tax operating income before limited partnerships** increased **98.4%** to **\$2.2B**.
- **Underlying combined ratio** increased **2.2pts** to **84.1%** driven by higher expenditures to stimulate growth.
- Delivered a **total combined ratio** of **88.2%**, down **8.4pts** YOY primarily due to lower catastrophe losses.
- **Net favorable development** of **\$133M** in the first quarter compared to **\$196M** in the prior year quarter.
- **Net investment income** of **\$1.6B**, an increase of **\$325M** over the same period in 2025.



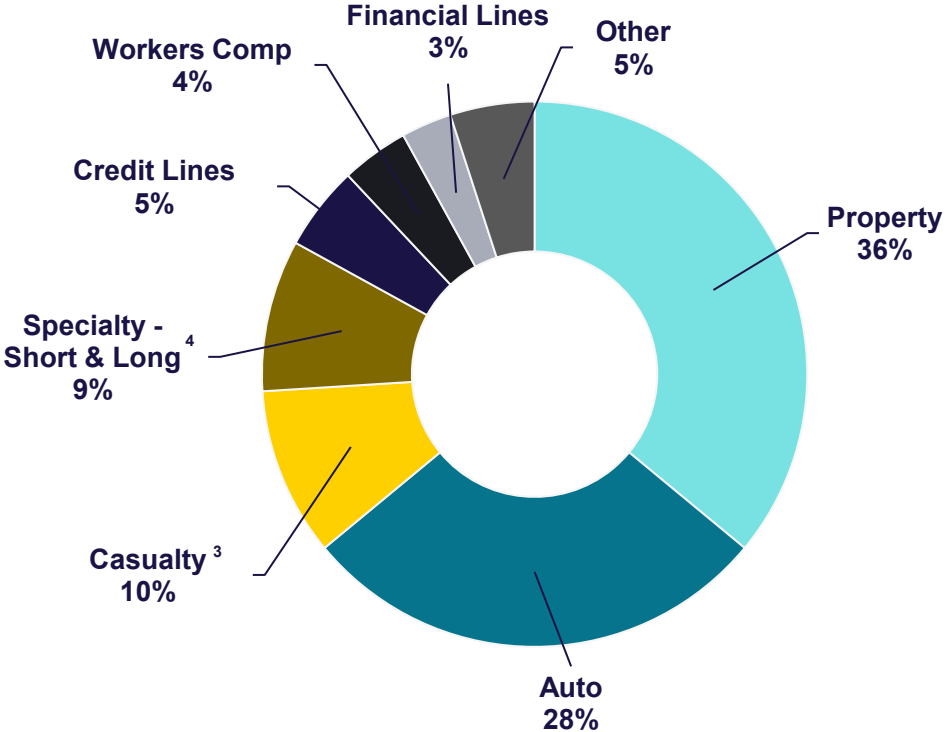
# Analysis of Consolidated Net Written Premium (“NWP”)

**March YTD 2026:** NWP year-to-date in 2026 totaled **\$11.1 billion**, an increase of **3.4%** over the same period in 2025 (or an increase of **1.8%**<sup>1</sup> excluding FX)

**NWP by Business<sup>2</sup>**



**NWP by Line of Business**



<sup>1</sup> Determined by assuming constant foreign exchange rates between periods.  
<sup>2</sup> Excludes “Corporate and Other” of (\$9) million.  
<sup>3</sup> Casualty primarily includes general liability, excess & umbrella and environmental lines of business.  
<sup>4</sup> Specialty insurance includes marine, energy, construction, aviation, warranty and indemnity, directors and officers, errors and omissions, trade credit, contingent lines and other.



# Consolidated Highlights

(\$ Millions)	First Quarter		
	2026	2025	Change
<b>NWP</b>	<b>\$11,126</b>	<b>\$10,759</b>	<b>3.4%</b>
Underlying PTOI	2,591	2,711	(4.4)
Catastrophes	(569)	(1,821)	(68.8)
Net incurred losses attributable to prior years:			
- Asbestos and environmental <sup>1</sup>	-	-	-
- All other <sup>2</sup>	133	196	(32.1)
<b>Pre-tax operating income ("PTOI") before limited partnerships income</b>	<b>2,155</b>	<b>1,086</b>	<b>98.4</b>
Limited partnerships income <sup>3</sup>	616	367	67.8
Net realized losses	(89)	(70)	27.1
<b>Net income attributable to LMHC</b>	<b>2,052</b>	<b>1,025</b>	<b>100.2</b>

	First Quarter		
	2026	2025	Change (Points)
Claims and claim adjustment expense ratio	54.1%	54.0%	0.1
Underwriting expense ratio	30.0	27.9	2.1
<b>Underlying combined ratio</b>	<b>84.1</b>	<b>81.9</b>	<b>2.2</b>
Catastrophes	5.2	16.7	(11.5)
Net incurred losses attributable to prior years:			
- Asbestos and environmental <sup>1</sup>	-	-	-
- All other <sup>2</sup>	(1.1)	(2.0)	0.9
<b>Total combined ratio</b>	<b>88.2%</b>	<b>96.6%</b>	<b>(8.4)</b>

<sup>1</sup> Asbestos and environmental is gross of the related adverse development reinsurance (the "NICO Reinsurance Transaction", which is described further in Reinsurance).

<sup>2</sup> Net of earned premium and reinstatement premium attributable to prior years of \$8 million for the three months ended March 31, 2026, and \$91 million for the same period in 2025.

<sup>3</sup> Limited partnerships income includes LP, LLC and other equity method income within net investment income in the accompanying Consolidated Statements of Operations and revenue and expenses from direct investments in natural resources.



# US Retail Markets

## Segment Highlights

- 7<sup>th</sup> largest writer of personal lines in the US<sup>1</sup>
- 3<sup>rd</sup> largest in independent agency personal lines in the US<sup>1</sup>
- Leading multi-line writer focused on small commercial accounts

## Financial Performance

(\$ Millions)	First Quarter		
	2026	2025	Change
<b>NWP</b>	<b>\$6,181</b>	<b>\$6,061</b>	<b>2.0%</b>
Underlying PTOI	1,563	1,846	(15.4)
Catastrophes	359	1,369	(73.8)
Net incurred losses attributable to prior years <sup>2</sup>	296	187	58.3
<b>Pre-tax operating income</b>	<b>\$1,500</b>	<b>\$644</b>	<b>133.0%</b>

	First Quarter		
	2026	2025	Change (Points)
Claims and claim adjustment expense ratio	51.9%	53.1%	(1.2)
Underwriting expense ratio	28.8	25.1	3.7
<b>Underlying combined ratio</b>	<b>80.7</b>	<b>78.2</b>	<b>2.5</b>
Catastrophes	5.4	20.2	(14.8)
Net incurred losses attributable to prior years <sup>2</sup>	(4.4)	(3.4)	(1.0)
<b>Total combined ratio</b>	<b>81.7%</b>	<b>95.0%</b>	<b>(13.3)</b>

<sup>1</sup> Based on 2025 DWP.

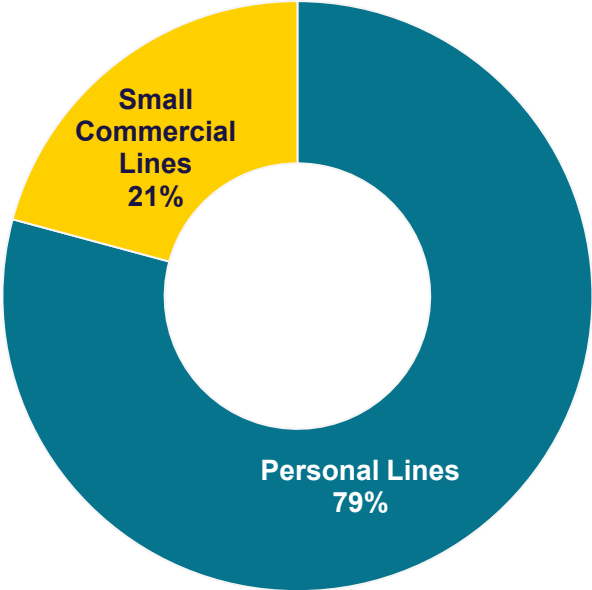
<sup>2</sup> Net of earned premium and reinstatement premium attributable to prior years of zero for the three months ended March 31, 2026, and (\$10) million for the same period in 2025.



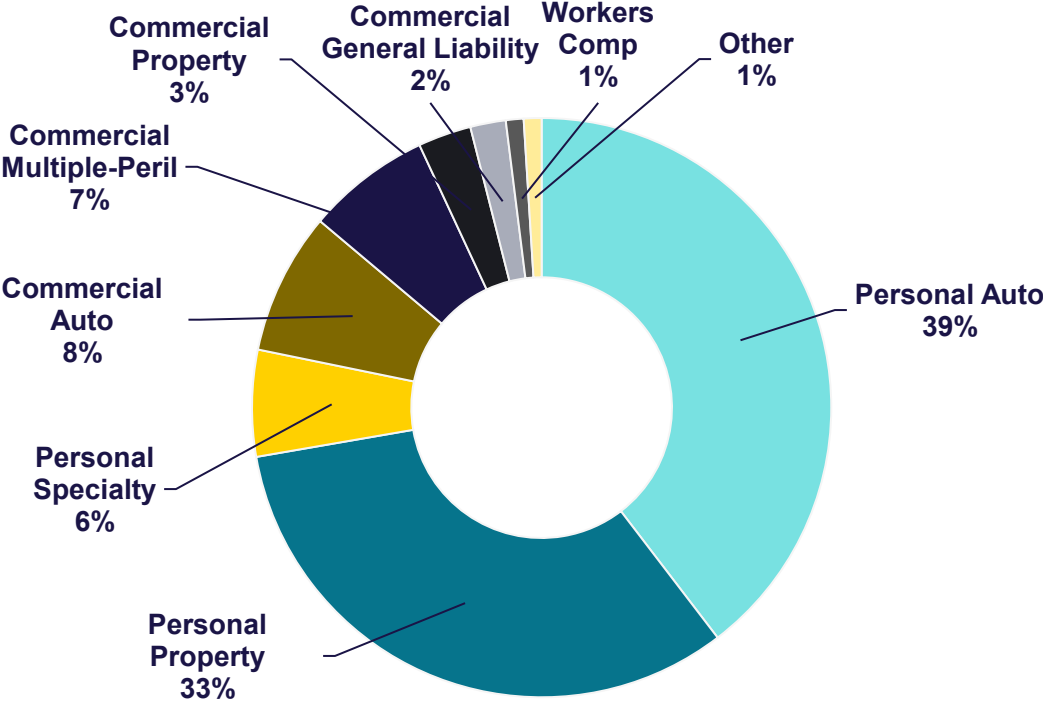
# US Retail Markets NWP Distribution

March YTD 2026: NWP year-to-date in 2026 totaled \$6.2 billion, an increase of 2.0% over the same period in 2025

### NWP by Business



### NWP by Line of Business

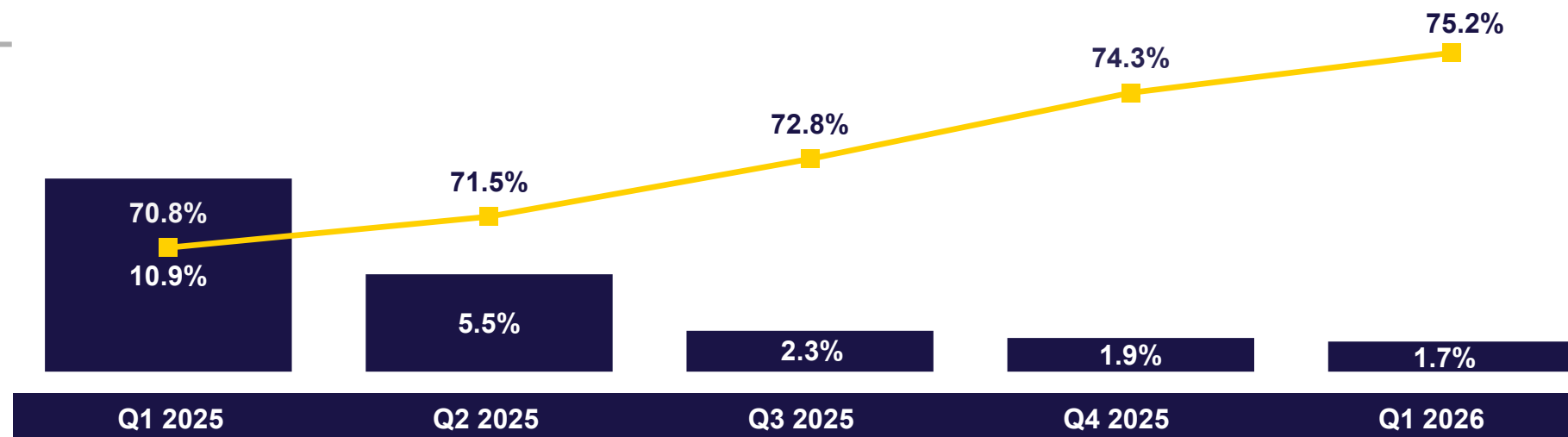


# US Personal Lines: Operating Metrics

## Rate & Retention

Retention  
Rate

- Retention and Rate are calculated as the percent of policies in-force renewed on a rolling 12-month basis.
- Property Renewal Rate does not include impact of inflation protection mechanisms.



### Private Passenger Auto

	Q1 2025	Q2 2025	Q3 2025	Q4 2025	Q1 2026
Renewal Rate	8.6%	4.5%	1.3%	0.9%	0.7%
Retention	66.4%	67.6%	69.0%	70.5%	72.4%
Sequential PIF Growth	(4.5%)	(2.7%)	(0.8%)	(0.3%)	(0.1%)
New Business Premium	\$416M	\$444M	\$522M	\$467M	\$421M

### Property

	Q1 2025	Q2 2025	Q3 2025	Q4 2025	Q1 2026
Renewal Rate	16.0%	7.1%	4.5%	3.0%	2.7%
Retention	72.8%	73.2%	74.5%	76.0%	76.3%
Sequential PIF Growth	(3.1%)	(1.9%)	(1.0%)	(0.3%)	(0.7%)
New Business Premium	\$238M	\$335M	\$393M	\$370M	\$342M

PIF = policies in-force.

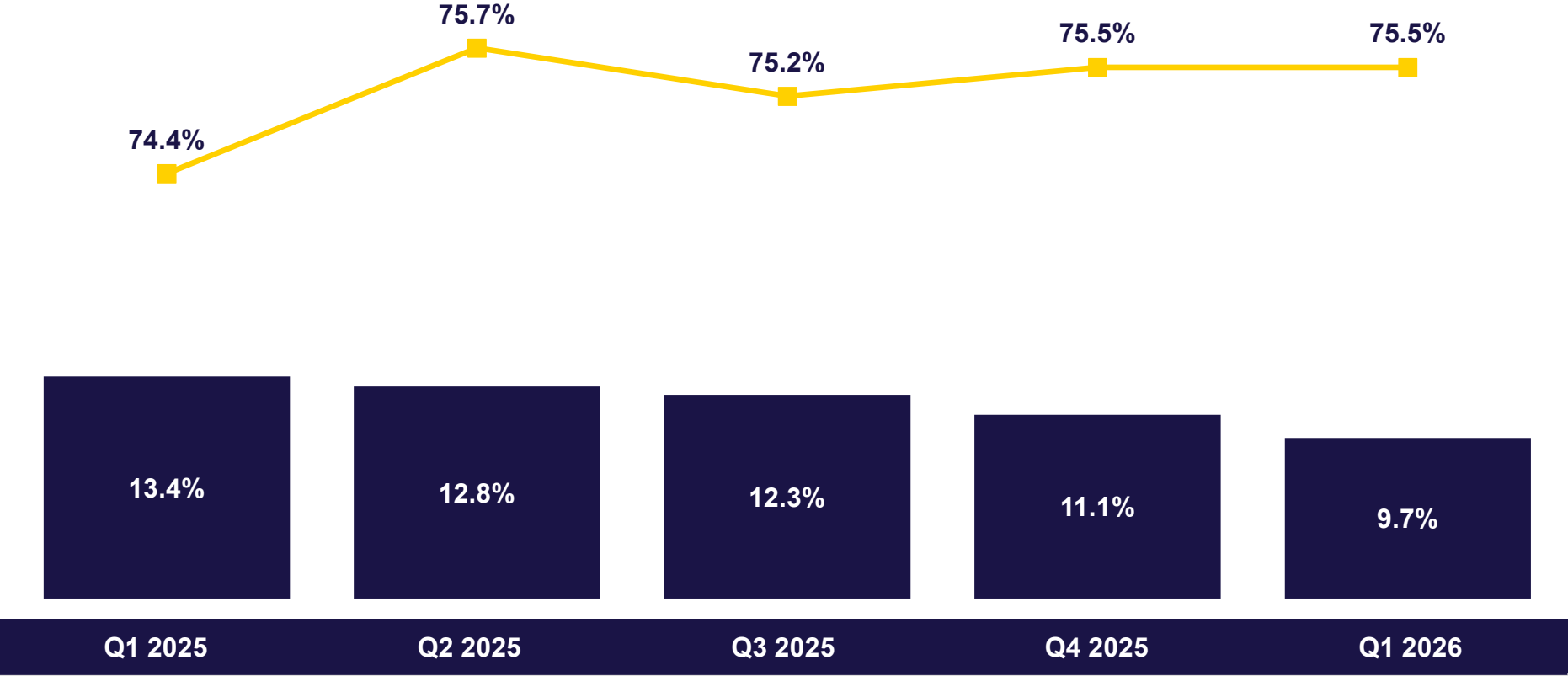


# US Small Commercial: Operating Metrics

## Rate & Retention

- Retention
- Rate

Retention (QTR): is calculated as the percent of expiring premium retained on a month-to-month basis. Rate is calculated on a rolling 12-month basis.



US Small Commercial	Q1 2025	Q2 2025	Q3 2025	Q4 2025	Q1 2026
Renewal Rate	13.4%	12.8%	12.3%	11.1%	9.7%
Retention	74.4%	75.7%	75.2%	75.5%	75.5%
New Business Premium	\$98M	\$117M	\$111M	\$101M	\$112M

Updated development factors have restated prior quarters.



# Global Risk Solutions

## Segment Highlights

- Offers a wide array of property, casualty, automobile, specialty, life and health, and reinsurance products and services distributed through multiple channels globally
- 1<sup>st</sup> in U.S. Inland Marine<sup>1</sup>
- 1<sup>st</sup> in U.S. Surety<sup>1</sup>
- 4<sup>th</sup> largest U.S. commercial and specialty lines carrier<sup>1,2</sup>
- 10<sup>th</sup> largest U.S. Excess & Surplus lines carrier<sup>1</sup>

<sup>1</sup> Based on 2025 DWP.

<sup>2</sup> Includes small commercial premium reported within USRM.

<sup>3</sup> Net of earned premium and reinstatement premium attributable to prior years of \$107 million for the three months ended March 31, 2026, and \$101 million for the same period in 2025.

Please refer to slide 20 for a description of all non-GAAP financial measures.

NM = Not Meaningful

## Financial Performance

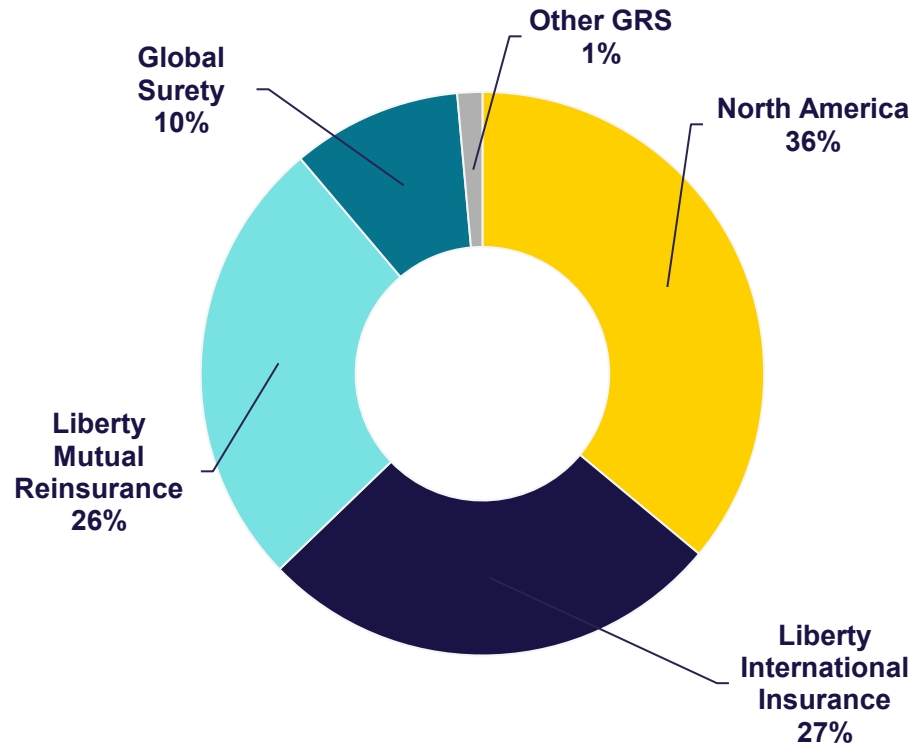
(\$ Millions)	First Quarter		
	2026	2025	Change
<b>NWP</b>	<b>\$4,954</b>	<b>\$4,705</b>	<b>5.3%</b>
Underlying PTOI	777	929	(16.4)
Catastrophes	(210)	(340)	(38.2)
Net incurred losses attributable to prior years <sup>3</sup>	19	-	NM
<b>Pre-tax operating income</b>	<b>\$586</b>	<b>\$589</b>	<b>(0.5%)</b>
	First Quarter		
	2026	2025	Change (Points)
Claims and claim adjustment expense ratio	57.4%	55.6%	1.8
Underwriting expense ratio	33.2	30.8	2.4
Dividend ratio	0.2	0.1	0.1
<b>Underlying combined ratio</b>	<b>90.8</b>	<b>86.5</b>	<b>4.3</b>
Catastrophes	5.0	8.3	(3.3)
Net incurred losses attributable to prior years <sup>3</sup>	(0.4)	0.3	(0.7)
<b>Total combined ratio</b>	<b>95.4%</b>	<b>95.1%</b>	<b>0.3</b>



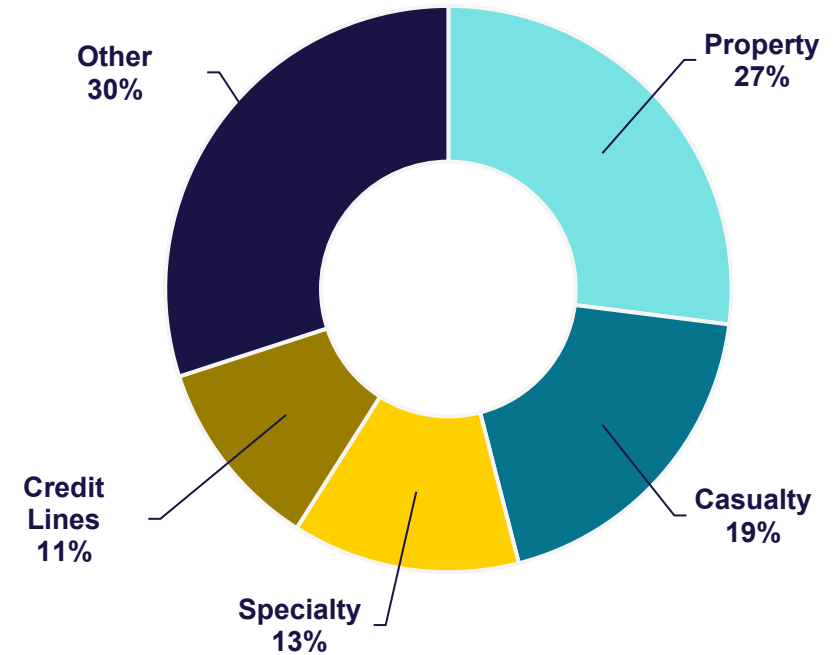
# Global Risk Solutions NWP Distribution

March YTD 2026: NWP year-to-date 2026 totaled **\$5.0** billion, an increase of **5.3%** over the same period in 2025 (or an increase of **1.6%**<sup>1</sup> excluding FX)

## NWP by Business



## NWP by Line of Business<sup>2</sup>



<sup>1</sup> Determined by assuming constant foreign exchange rates between periods.

<sup>2</sup> The chart depicts lines that are 10% or more of our book. Other includes Financial Lines, Workers Compensation, Personal Auto, Sharing Economy and Other.

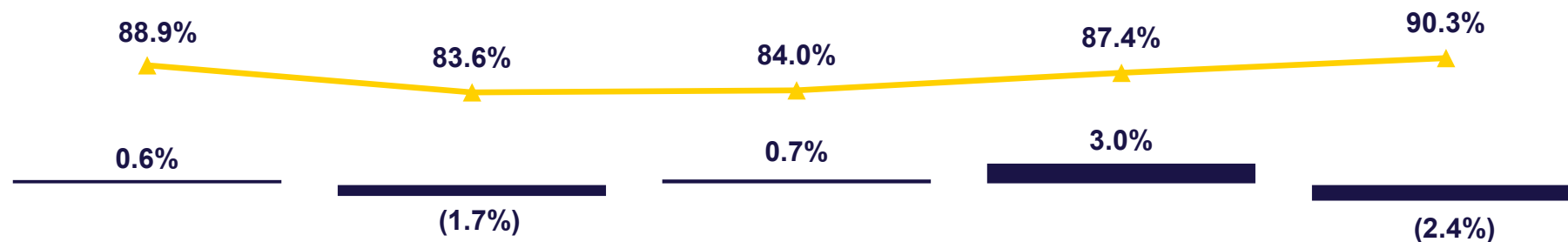


# Global Risk Solutions: Operating Metrics

## Rate & Retention

Retention Rate

- Rate change and retention reported on a one-month lag for LII (excluding LII - Asia Retail) and LMRs.
- Prior periods' results have been restated and fully developed as of the current quarter.



	Q1 2025	Q2 2025	Q3 2025	Q4 2025	Q1 2026
<b>Total Price Change (%)</b>	2.1%	(1.7%)	1.1%	3.0%	(0.8%)
<b>New Business (\$)</b>	865	979	890	1,040	1,046
<b>Property</b>					
Renewal Rate	(4.4%)	(6.1%)	(4.2%)	(8.4%)	(8.9%)
Retention	89.9%	84.3%	82.4%	85.0%	86.9%
<b>Casualty</b>					
Renewal Rate	6.3%	5.9%	7.1%	6.7%	5.3%
Retention	82.9%	81.6%	83.7%	82.1%	85.3%
<b>Specialty</b>					
Renewal Rate	2.4%	2.3%	3.4%	2.3%	0.3%
Retention	85.4%	85.3%	81.7%	81.7%	91.8%
<b>Workers' Compensation</b>					
Renewal Rate	0.7%	(2.1%)	1.1%	(0.7%)	0.6%
Retention	90.9%	85.9%	91.7%	91.3%	91.2%

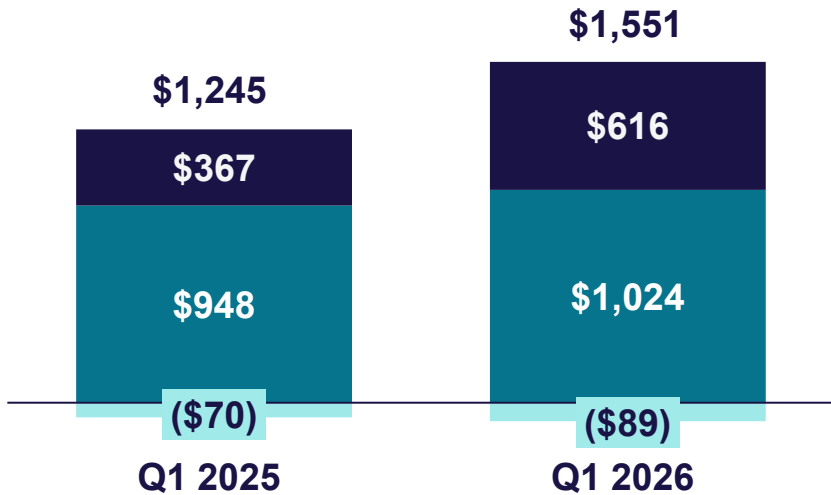


# Investment Portfolio

**High Quality Investment Portfolio:** Fixed Maturities Average Rating of **A** with **92.6%** of Fixed Maturities at or above Investment Grade

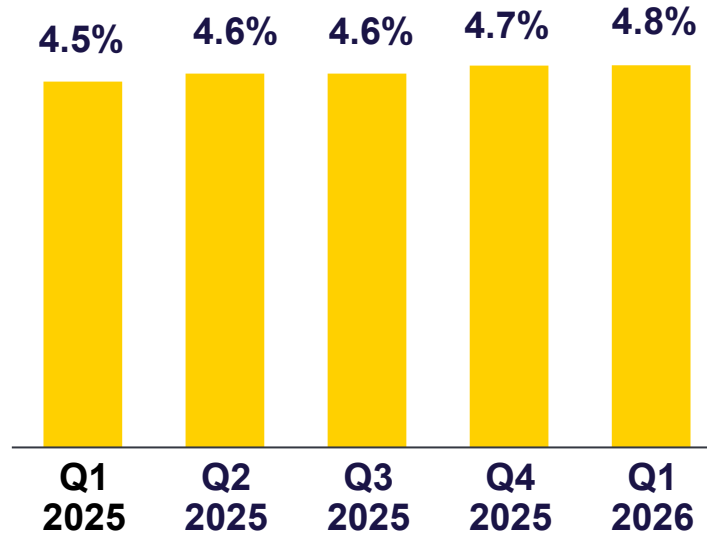
## Net Investment Result

(\$ in Millions)



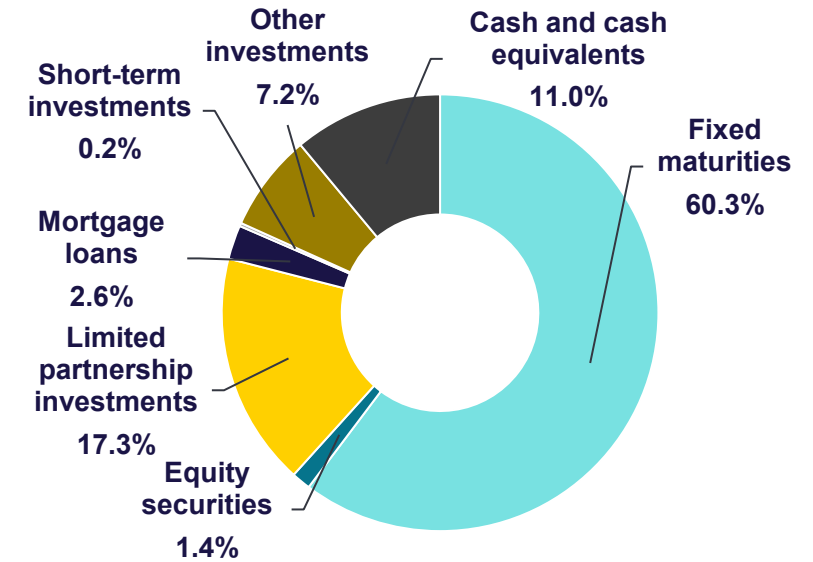
- Net realized (losses) gains
- Limited partnerships income<sup>1</sup>
- Net investment income excluding limited partnerships income

## Fixed Maturity Book Yield Trend



Book Yield excluding limited partnerships

## Invested Assets by Type



**Total invested assets as of March 31, 2026: \$122.6 billion**

<sup>1</sup> Limited partnerships income includes LP, LLC and other equity method income within net investment income in the accompanying Consolidated Statement of Operations and revenue and expenses from direct investments in natural resources.



# Allocation of Private Investments

As of March 31, 2026

Investment Type		Asset Class	Limited Partnerships	Other Investments	Mortgage Loans	Total	% of Private Investments	% of Invested Assets
<b>Credit</b>		Investment Grade Credit	-	2.9	2.9	5.8		4.7%
		Corporate Credit	2.3	4.0	-	6.3		5.2%
		CRE Credit	1.4	-	0.1	1.5	49.0%	1.3%
		E&I Credit	0.5	0.5	-	1.0		0.8%
		Private Credit - Other	1.2	0.4	-	1.6		1.3%
<b>Private Equity</b>	Private Equity	8.5	0.2	-	8.6	26.0%	7.0%	
<b>Real Assets</b>	Real Estate Equity	3.7	-	-	3.7	19.0%	3.0%	
	E&I Equity	2.4	0.2	-	2.6		2.1%	
<b>Other</b>	Impact Investments & Tax Credit	0.6	-	-	0.6	6.0%	0.5%	
	Other	0.7	0.6	0.1	1.4		1.1%	
			<b>\$21.2</b>	<b>\$8.8</b>	<b>\$3.1</b>	<b>\$33.1</b>	<b>100%</b>	<b>27.0%</b>

Source: Q1 2026 GAAP Financials, MD&A with ET&I (part of Natural Resources - Other) and Real Estate further broken down into ET&I Equity vs. ET&I Credit and Real Estate Equity and Real Estate Credit, respectively.  
ET&I: Energy Transition & Infrastructure



# Financial Strength

## Capitalization

(\$ Millions)	Mar 31, 2026	Dec 31, 2025
Long Term Debt <sup>1</sup>	\$8,788	\$8,812
Total Equity ex AOCI	43,449	41,393
<b>Total Capital ex AOCI<sup>1</sup></b>	<b>\$52,681</b>	<b>\$50,649</b>
<b>Debt to Capital Ratio<sup>1</sup></b>	<b>17.5%</b>	<b>18.3%</b>
Statutory Surplus	\$40,517	\$38,892

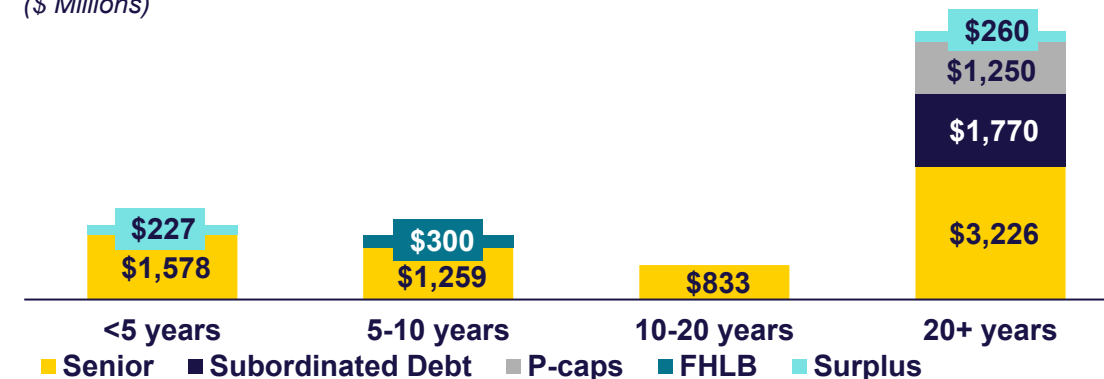
<sup>1</sup> Excluding unamortized discount and debt issuance costs of (\$438) million and (\$444) million as of March 31, 2026 and Dec 31, 2025, respectively.

<sup>2</sup> For a complete view of the Company's capitalization, see page 26 of the Q1 2026 MD&A.

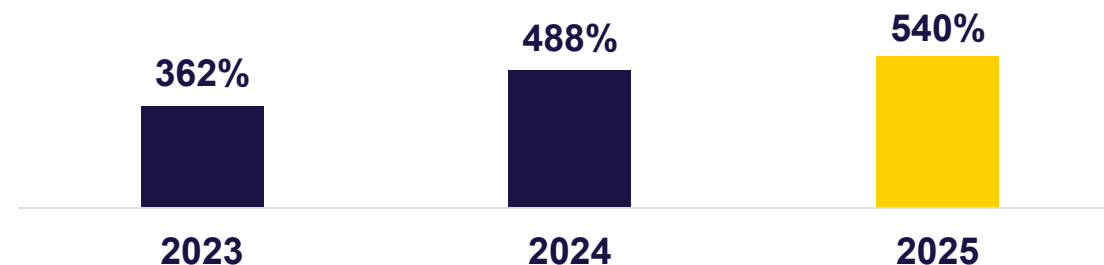
AOCI = Accumulated Other Comprehensive Income (Loss) and RBC Ratio = Risk-Based Capital Ratio

## Debt Maturity Schedule<sup>2</sup>

(\$ Millions)



## LMIC RBC Ratio

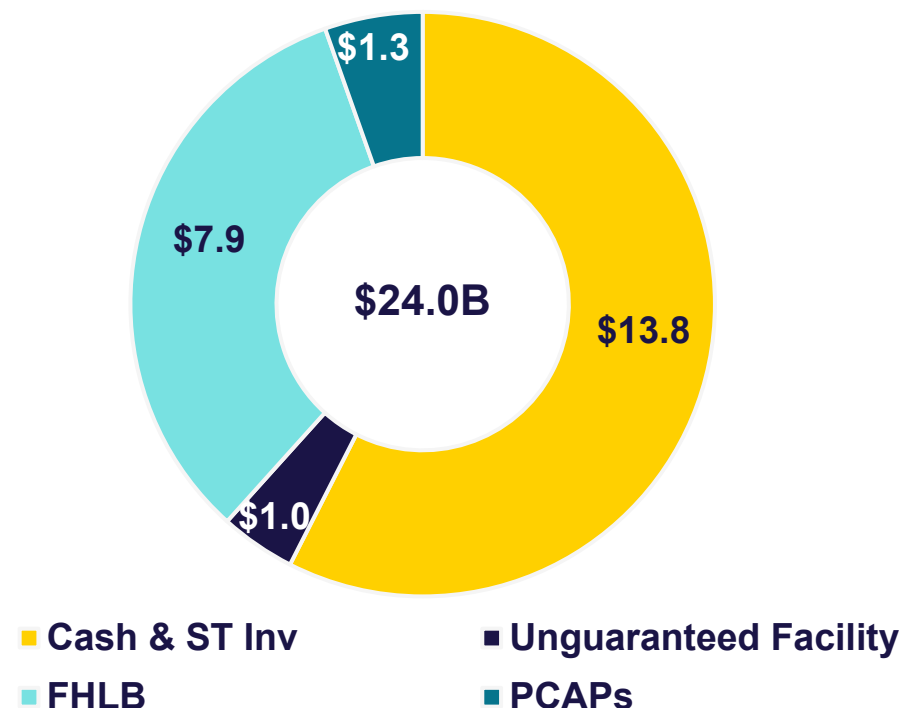


# Holding Company Interest Coverage & Available Liquidity

## Holding Company Interest Coverage

(\$ Millions)	2026
Total funding <sup>1</sup>	\$4,241
Estimated interest expense <sup>2</sup>	\$416
<b>Holding Company interest coverage</b>	<b>10.2x</b>

## Sources of Liquidity (\$B)



<sup>1</sup> Includes dividend capacity of \$3,462 million and estimated PTI from LMG service companies/fees of \$779 million. Dividends paid represent amounts paid during the three months ended March 31, 2026. Available dividend capacity as of March 31, 2026 is calculated as 2026 dividend capacity less dividends paid for the preceding 12 months. Dividends paid April 1, 2025 through March 31, 2026 for LMIC, LMFIC, EICOW and SAM were \$815, \$15, zero and zero respectively.

<sup>2</sup> Represents the Company's interest obligations for debt issued by its non-insurance company subsidiaries, excluding the amortization of discount and debt issuance costs.



# Changes in Statutory Surplus

(\$ Millions)	March YTD 2026
<b>Balance at beginning of the year</b>	<b>\$38,892</b>
Statutory net income	1,959
Change in non-admitted assets	(103)
Affiliated unrealized losses	(82)
Unaffiliated unrealized losses	(75)
Dividends to LMGI	(20)
Other changes in statutory surplus	(54)
<b>Balance at end of the period</b>	<b>\$40,517</b>



# Appendix



# Description of Non-GAAP Financial Measures

**Pretax Operating Income (“PTOI”)** - The Company has identified consolidated PTOI, and PTOI before limited partnerships income as non-GAAP financial measures. PTOI is defined by the Company as pre-tax income excluding net realized gains (losses), loss on extinguishment of debt, discontinued operations, integration, other acquisition and restructuring related costs and cumulative effects of changes in accounting principles. Underlying PTOI is defined as PTOI excluding the impact of catastrophes and prior accident year development. Catastrophes are defined as a natural catastrophe, civil unrest, terror event, war or conflict exceeding \$25 million in estimated ultimate losses, net of reinsurance, and before taxes. Catastrophe losses, where applicable, include the impact of accelerated earned catastrophe premiums and earned reinstatement premiums. Net incurred losses attributable to prior years is defined as incurred losses attributable to prior years (including prior year losses related to catastrophes, prior year catastrophe reinstatement premium, and prior year commission expense) including earned premium attributable to prior years. PTOI before limited partnerships income is defined as PTOI excluding LP and LLC results recognized on the equity method and revenue and expenses from direct investments in natural resources. PTOI before limited partnerships income and PTOI are considered by the Company to be appropriate indicators of underwriting and operating results and are consistent with the way the Company internally evaluates performance. Net realized gains/(losses) and limited partnerships income results are significantly impacted by both discretionary and economic factors and are not necessarily indicative of operating results, and the timing and amount of integration, other acquisition and restructuring related costs and the extinguishment of debt are not connected to the management of the insurance and underwriting aspects of the Company’s business. Income taxes are impacted by permanent differences.

**Net Written Premium (“NWP”)** - References to NWP represent the amount of premium recorded for policies issued during a fiscal period including audits, retrospectively rated premium related to loss sensitive policies, and assumed premium, less ceded premium. Assumed and ceded reinsurance premiums include premium adjustments for reinstatement of coverage when a loss has used some portion of the reinsurance provided, generally under catastrophe treaties (“reinstatement premium”), and changes in estimated premium. In addition, the majority of workers compensation premium is adjusted to the “booked as billed” method through the Corporate and Other segment. The Company believes that NWP is a performance measure useful to investors as it generally reflects current trends in the Company’s sale of its insurance products.

**Combined Ratio** - The combined ratio is computed as the sum of the following property and casualty ratios: the ratio of claims and claim adjustment expense less managed care income to earned premium; the ratio of insurance operating costs plus amortization of deferred policy acquisition costs less third-party administration income and fee income (primarily related to the Company’s involuntary market servicing carrier operations) and installment charges to earned premium; and the ratio of policyholder dividends to earned premium. Provisions for uncollectible premium and reinsurance are not included in the combined ratio unless related to an asbestos and environmental commutation and certain other run off. Restructuring and acquisition and integration costs are not included in the combined ratio. The combined ratio, expressed as a percentage, is a measure of underwriting profitability. This measure should only be used in conjunction with, and not in lieu of, underwriting income and may not be comparable to other performance measures used by the Company’s competitors.

**Underlying Combined Ratio** - The underlying combined ratio is computed as the combined ratio excluding the impact of catastrophes, prior accident year development and current accident year re-estimation. Catastrophes are defined as a natural catastrophe, civil unrest, terror event, war or conflict exceeding \$25 million in estimated ultimate losses, net of reinsurance, and before taxes. Catastrophe losses, where applicable, include the impact of accelerated earned catastrophe premiums and earned reinstatement premiums. Net incurred losses attributable to prior years is defined as incurred losses attributable to prior years (including prior year losses related to catastrophes, prior year catastrophe reinstatement premium, and prior year commission expense) including earned premium attributable to prior years.



# About Liberty Mutual Insurance

At Liberty Mutual, we believe progress happens when people feel secure. For more than 110 years we have helped people and businesses embrace today and confidently pursue tomorrow by providing protection for the unexpected and delivering it with care.

A Fortune 100 company with more than 40,000 employees in 27 countries and economies, we are the ninth largest global property and casualty insurer and generate more than \$50 billion in annual consolidated revenue.

We operate through three strategic business units: US Retail Markets, providing auto, home, renters and other personal and small commercial lines property and casualty insurance to individuals and small businesses countrywide; Global Risk Solutions, delivering a full range of comprehensive commercial and specialty insurance, reinsurance and surety solutions to mid-size and large businesses worldwide; and Liberty Mutual Investments, deploying more than \$100 billion of long-term capital globally across its integrated platform to drive economic growth, power innovation and secure Liberty Mutual's promises.

For more information, visit [www.libertymutualinsurance.com](http://www.libertymutualinsurance.com).



# Additional Notes

The Company's financial results, management's discussion and analysis of operating results and financial condition, accompanying financial statements and other supplemental financial information for the three months ended March 31, 2026 are available on the Company's Investor Relations website at <http://www.libertymutualgroup.com/investors>.

The Company's discussions related to net income are presented in conformity with U.S. generally accepted accounting principles ("GAAP") on an after-tax basis. All other discussions are presented on a pre-tax GAAP basis, unless otherwise noted. Further, the Company notes that it may make material information regarding the Company available to the public, from time to time, via the Company's Investor Relations website at <http://www.libertymutualgroup.com/investors> (or any successor site).

The Company's annual audited financial statements and the Report of Independent Registered Public Accounting Firm on the Effectiveness of Internal Control Over Financial Reporting will be published on the Company's Investor Relations website shortly at <http://www.libertymutualgroup.com/investors>.





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