Athene Life Re Ltd. Statutory Financial Statements (Unaudited) March 31, 2018

Athene Life Re Ltd. (ALRe) is wholly owned by Athene Holding Ltd. (AHL). In the first quarter of 2018, AHL contributed to ALRe all of the issued and outstanding shares in the Athene USA Corporation (AUSA), an lowa corporation and wholly owned subsidiary of AHL.

The accompanying unconsolidated statements of ALRe have been prepared by management based on the financial reporting provisions of The Insurance Act 1978, amendments thereto and the Insurance Account Rules 2016 (the "Bermuda Legislation"). These statutory financial statements reflect the ALRe parent company activity plus its investment in subsidiaries. In line with Bermuda Legislation, both current and prior periods have been updated to reflect AUSA as a subsidiary of ALRe for comparability.

STATUTORY BALANCE SHEET



FORM 1SFS

Athene Life Re Ltd.
As at March 31, 2018 and December 31, 2017
Expressed in
['000s] United States Dollars

['000s]	United States Dollars						
		General Business		Long-Term Business		General & Long-Term Business	
/STMT.		Unconsolidated		Unconsolidated		Consolidated	
LINE No.		2018	2017	2018	2017	2018	2017
These statutory	financial statements are presented on an unconsolidated basis and reflect tithe ALRe parent cor	('000s)	('000s)	('000s)	('000s)	('000s)	('000s)
1.	CASH AND CASH EQUIVALENTS			375,510	372,495		
2.	QUOTED INVESTMENTS:						
(a)	Bonds and debentures i. Held to maturity			4,325,364	5,023,250		
	ii. Other			4,525,504	3,023,230		
(b)	Total Bonds and Debentures			4,325,364	5,023,250		
(c)	Equities						
	i. Common Stocks ii. Preferred Stocks						
	iii. Mutual Funds				-		
(d)	Total Equity Investments				-	L	
(e)	Other Quoted Investments						
(f)	Total Quoted Investments			4,325,364	5,023,250		
3.	UNQUOTED INVESTMENTS:						
(a)	Bonds and debentures						
	i. Held to maturity						
	ii. Other						
(b)	Bonds and Debentures Equities						
(c)	i. Common Stocks						
	ii. Preferred Stocks						
	iii. Mutual Funds						
(d)	Total Equity Investments						
(e) (f)	Other Unquoted Investments Total Unquoted Investments			556,490 556,490	508,638 508,638		
(1)	- Total onquoted investments			330,430		·	
4.	INVESTMENTS IN AND ADVANCES TO AFFILIATES (EQUITY METHOD):						
(a)	Unregulated entities that conduct ancillary services						
(b) (c)	Unregulated non-financial operating entities Unregulated financial operating entities			99,171	96,825		
(d)	Regulated mon-insurance financial operating entities			3,381,229	1,347,657		
(e)	Regulated insurance financial operating entities			-			
(f)	Total investments in affiliates (equity method)			3,480,400	1,444,482		
(g) (h)	Advances to affiliates Total investments in and advances to affiliates (equity method)			3,480,400	1,444,482		
(11)	Total investments in and advances to anniates (equity method)			3,400,400	1,444,402		
5.	INVESTMENTS IN MORTGAGE LOANS ON REAL ESTATE:						
(a)	First Liens						
(b)	Other than First Liens Total Investments in Mortgage Loans on Real Estate						
(6)	Total investments in Morgage Loans on Near Estate					·	
6.	POLICY LOANS			39	48		
7	DEAL FOTATE.						
7. (a)	REAL ESTATE: Occupied by the company (less encumbrances)						
(b)	Other properties (less encumbrances)						
(c)	Total real estate	·					
	OOLLATEDAL LOANO						
8.	COLLATERAL LOANS						
9.	INVESTMENT INCOME DUE AND ACCRUED			35,546	40,016		
10.	ACCOUNTS AND PREMIUMS RECEIVABLE			E 545			
(a) (b)	In course of collection Deferred - not yet due			5,515	-		
(c)	Receivables from retrocessional contracts						
(d)	Total accounts and premiums receivable			5,515			
11	REINSURANCE BALANCES RECEIVABLE						
11. (a)	Foreign affiliates						
(b)	Domestic affiliates						
(c)	Pools & associations						
(d)	All other insurers						
(e)	Total reinsurance balances receivable						

Form 1 SFS (ALRE)

STATUTORY BALANCE SHEET



FORM 1SFS

Athene Life Re Ltd.
As at March 31, 2018 and December 31, 2017
Expressed in
['000s] United States Dollars

		Conoral	Puelpaee	Land Torm D	tueineee	General 8 Jan	Torm Business	
/STMT.		General Business Unconsolidated			Long-Term Business Unconsolidated		General & Long-Term Business Consolidated	
LINE No.		2018	2017	2018	2017	2018	2017	
	r financial statements are presented on an unconsolidated basis and reflect the ALRe parent cor	('000s)	('000s)	('000s)	('000s)	('000s)	('000s)	
12.	FUNDS HELD BY CEDING COMPANIES			10,704,696	55,438,533			
13.	SUNDRY ASSETS:							
(a)	Derivative instruments			963	749		_	
(b)	Segregated accounts companies - long-term business - variable annuities Segregated accounts companies - long-term business - others							
(d)	Segregated accounts companies - general business							
(e)	Deposit assets							
(f) (g)	Deferred acquisition costs Net receivables for investments sold			39,980	45,359		-	
(h)	Fixed assets			24	24			
(i)	Other Sundry Assets (Specify) Other Sundry Assets (Specify)						_	
(j) (k)	Total sundry assets			40,967	46,132			
(11)					10,102			
14.	LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS							
(a) (b)	Letters of credit Guarantees						_	
(c)	Other instruments							
(d)	Total letters of credit, guarantees and other instruments							
15.	TOTAL _			19,524,527	62,873,594		_	
	INSURANCE RESERVES, OTHER LIABILITIES AND STATUTORY CAPITAL AND SURPLUS							
	INSURANCE RESERVES							
16.	UNEARNED PREMIUM RESERVE							
(a)	Gross unearned premium reserves						7	
(b)	Less: Ceded unearned premium reserve							
	i. Foreign affiliates ii. Domestic affiliates						_	
	iii. Pools & associations						-	
	iv. All other insurers							
(c) (d)	Total ceded unearned premium reserve Net unearned premium reserves							
(u)	Net unearred premium reserves							
17.	LOSS AND LOSS EXPENSE PROVISIONS:							
(a) (b)	Gross loss and loss expense provisions Less: Reinsurance recoverable balance							
(5)	i. Foreign affiliates							
	ii. Domestic affiliates							
	iii. Pools & associations iv. All other insurers		<u> </u>				- 	
(c)	Total reinsurance recoverable balance							
(d)	Net loss and loss expense provisions						_	
18.	OTHER INSURANCE RESERVES							
19.	TOTAL GENERAL BUSINESS - INSURANCE RESERVES		-					
	LONG-TERM BUSINESS INSURANCE RESERVES							
20.	RESERVES FOR REPORTED CLAIMS							
21.	RESERVES FOR UNREPORTED CLAIMS				212,829			
22.	POLICY RESERVES - LIFE			10,730,389	54,167,149			
23.	POLICY RESERVES - ACCIDENT AND HEALTH							
24.	POLICYHOLDER'S FUNDS ON DEPOSIT							
25.	LIABILITY FOR FUTURE POLICYHOLDER DIVIDENDS			$\overline{}$				
26.	OTHER LONG-TERM BUSINESS INSURANCE RESERVES						7	
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Form 1 SFS (ALRE)

STATUTORY BALANCE SHEET



Athene Life Re Ltd.
As at March 31, 2018 and December 31, 2017
Expressed in
['000s] United States Dollars

FORM 1SFS

		General Business Long-Term Business General & Long-Term Business							
NT 4T		General Business Unconsolidated			Long-Term Business		m Business		
TMT.					Unconsolidated		Consolidated		
INE No.	ل y financial statements are presented on an unconsolidated basis and reflect tthe ALRe parent cor	2018 ('000s)	2017 ('000s)	2018 ('000s)	('000s)	2018 ('000s)	2017 ('000s)		
ese statutor 7.	y mnancial statements are presented on an unconsolidated basis and reflect title alike parent cor TOTAL LONG-TERM BUSINESS - INSURANCE RESERVES	(30008)	('000s)	('0008)	('0008)	('0008)	(*0008)		
, .)	Total Gross Long-Term Business Insurance Reserves			10,730,389	54,379,978				
) i)	Less: Reinsurance Recoverable Balance:			10,730,303	34,319,910				
')	(i) Foreign Affiliates								
	(ii) Domestic Affiliaties								
	(iii) Pools and Associations								
	(iv) All Other Insurers								
:)	Total Reinsurance Recoverable Balance								
.) I)	Net Long-Term Business Insurance Reserves			10,730,389	54,379,978				
)	Net Long-Term business insurance Reserves			10,730,369	54,579,976				
	OTHER LIABILITIES								
8.	INSURANCE AND REINSURANCE BALANCES PAYABLE				1,315				
9.	COMMISSIONS, EXPENSES, FEES AND TAXES PAYABLE		1						
0.	LOANS AND NOTES PAYABLE								
1.	(a) INCOME TAXES PAYABLE								
	(b) DEFERRED INCOME TAXES								
2.	AMOUNTS DUE TO AFFILIATES		1	153,679	1,000				
	,								
3.	ACCOUNTS PAYABLE AND ACCRUED LIABILITIES			15,575	22,293				
4.	FUNDS HELD UNDER REINSURANCE CONTRACTS								
5.	DIVIDENDS PAYABLE								
5.	SUNDRY LIABILITIES:								
1)	Derivative instruments			2,010	777				
)	Segregated accounts								
)	Deposit liabilities								
)	Net payable for investments purchased			30,675	52,073				
!)	Other sundry liabilities (specify)								
	Other sundry liabilities (specify)								
)	Other sundry liabilities (specify)								
)	Total sundry liabilities		-	32,685	52,850				
' .	LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS		, -						
)	Letters of credit								
)	Guarantees								
:)	Other instruments								
)	Total letters of credit, guarantees and other instruments		· <u></u>						
8.	TOTAL OTHER LIABILITIES		· <u> </u>	201,939	77,458				
9.	TOTAL INSURANCE PROVISIONS AND OTHER LIABILITIES			10,932,328	54,457,436				
	STATUTORY CAPITAL AND SURPLUS								
D.	TOTAL STATUTORY CAPITAL AND SURPLUS			8,592,199	8,416,158				
	TOTAL			40.504.505	00.050.504				
l1.	TOTAL			19,524,527	62,873,594				

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24.

25.

CLAIMS - LIFE

SURRENDERS

MATURITIES

ANNUITIES

COMMISSIONS

OTHER

POLICYHOLDERS' DIVIDENDS

ACCIDENT AND HEALTH BENEFITS



STATUTORY STATEMENT OF INCOME
Athene Life Re Ltd.
For the periods ending
Expressed in ['000s]

March 31, 2
United State

March 31, 2018 and March 31, 2017 United States Dollars

FORM 2SFS

		General Business		m Business	General and Long-Term Business	
STMT. LINE No.		Unconsolidated 2018 2017	Unconsolidated		Consolidated	
LINE NO.		('000) ('000)	('000)	('000)	('000)	('000)
unna etatutany financial etatamente an	GENERAL BUSINESS UNDERWRITING INCOME re presented on an unconsolidated basis and reflect tthe ALRe parent company activity plus its investment in s			` '	` '	
1.	GROSS PREMIUMS WRITTEN:	substitutions. I flor periods have been upo	rated to reneet this struct	are, which is required under		cipies for comparability
	(a) Direct gross premiums written					
	(b) Assumed gross premiums written					
	(c) Total gross premiums written					
2.	REINSURANCE PREMIUMS CEDED					
3.	NET PREMIUMS WRITTEN					
4.	INCREASE (DECREASE) IN UNEARNED PREMIUMS					
5.	NET PREMIUMS EARNED					
6.	OTHER INSURANCE INCOME					
7.						
	GENERAL BUSINESS UNDERWRITING EXPENSES					
8.	NET LOSSES INCURRED AND NET LOSS EXPENSES INCURRED					
9.	COMMISSIONS AND BROKERAGE					
10.						
11.	NET UNDERWRITING PROFIT (LOSS) - GENERAL BUSINESS					
	LONG-TERM BUSINESS UNDERWRITING INCOME					
12.	GROSS PREMIUMS AND OTHER CONSIDERATIONS:					
	(a) Direct gross premiums and other considerations		230,082	1,811,372		
	(b) Assumed gross premiums and other considerations (c) Total gross premiums and other considerations		230,082	1,811,372		
13.	PREMIUMS CEDED					
14.	NET PREMIUMS AND OTHER CONSIDERATIONS: (a) Life					
	(b) Annuities		230,082	1,811,372		
	(c) Accident and health		230,082	1,811,372		
	(d) Total net premiums and other considerations		230,082	1,011,372		
15.	OTHER INSURANCE INCOME					
				·	· ——	
16.			230,082	1,811,372		
	DEDUCTIONS					

Form 2 SFS (ALRE)

65,927

264,237

10,006

369,068

4,942

208,578

796,365

384,300

99,675

74,663

1,563,581



STATUTORY STATEMENT OF INCOME Athene Life Re Ltd. For the periods ending March 31, 2018 and March 31, 2017 FORM 2SFS Expressed in ['000s] General and Long-Term Busines STMT. LINE No. 2017 2018 2017 2018 2018 2017 INCREASE (DECREASE) IN POLICY RESERVES: 26. (a) Life (b) Annuities (c) Accident and health (d) Total increase (decrease) in policy reserves (5,953) 920,080 27. 363,115 2,483,661 NET UNDERWRITING PROFIT (LOSS) - LONG-TERM BUSINESS (672,289) 28. (133,033) COMBINED NET UNDERWRITING PROFIT (LOSS) BEFORE THE UNDERNOTED ITEMS 29. (133,033) (672,289) UNDERNOTED ITEMS 30. COMBINED OPERATING EXPENSES: (a) General and administrative (b) Personnel Costs (c) Other 4.054 (d) Total combined operating expenses 4.066 COMBINED INVESTMENT INCOME - NET 198,316 858,589 31. 32. COMBINED OTHER INCOME (DEDUCTIONS) 111,347 7,562 COMBINED INCOME BEFORE TAXES 172,576 189,796 33. 34. COMBINED INCOME TAXES (IF APPLICABLE): (a) Current (b) Deferred (c) Total 35. COMBINED INCOME BEFORE REALIZED GAINS (LOSSES) 172,576 189,796

36.

37.

COMBINED REALIZED GAINS (LOSSES)

COMBINED INTEREST CHARGES

NET INCOME

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189,950

189,339



STATUTORY STATEMENT OF CAPITAL AND SURPLUS

Athene Life Re Ltd.
For the periods ending March 31, 2018 and March 31, 2017 FORM 8SFS Expressed in ['000s] United States Dollars General Busin Long-Term Business neral and Long-Term Busin STMT. Unconsolidated Unconsolidated Consolidated LINE No Assets and liabilities related to modified coinsurance ("modco") arrangements are presented on a gross basis. For affiliated reinsurance, STATUTORY CAPITAL These statutory financial statements are presented on an unconsolidated basis and reflect tthe ALRe parent company activity plus its inv<u>estment in subsidiaries. Prior period</u>s have been updated to reflect this structure, which is required under Bermur Capital stock (a) (i) Common shares authorized 1,500,000 shares of par value 1 000 each issued and fully paid shares (ii) Preferred shares authorized shares of par each issued and value fully paid aggregate liquidation 2011 2010 (iii) Treasury shares repurchased shares of par value each issued Contributed surplus (b) Any other fixed capital (c) (i) Hybrid capital instruments (ii) Guarantees and others (iii) Total any other fixed capital Total Statutory Capital 2,293,598 2,293,598 (d) 2. STATUTORY SURPLUS: 6,122,560 5,267,856 Statutory Surplus - Beginning of Year (a) (b) Add: Income for Year 189,950 189,339 Less: Dividends paid and payable (c) Add (Deduct) change in unrealized appreciation (depreciation) of investments (347 (d) Add (Deduct) change in non-admitted assets (e) 305 (f) Add (Deduct) change in appraisal of real estate (g) Add (Deduct) change in any other statutory capital (13.562)26.022 (h) Statutory Surplus - End of Year 6,298,601 5,483,522 MINORITY INTEREST 3 TOTAL STATUTORY CAPITAL AND SURPLUS 8,592,199 7,777,120

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