

Affiliated and Unaffiliated Reinsurance as of and for the year-to-date March 31, 2018

This document is for the sole purpose of providing information related to Athene Life Re Ltd. ("ALRe") and its subsidiaries for the benefit of certain rating agency analyses on the economic position of certain legal entities in the Athene Holding Ltd. consolidated group. The tables below are presented on a strictly notional basis, are not based on generally accepted accounting principles nor any other accounting principles which ALRe is subject to as a Bermuda reinsurance company, and are not intended for, nor should they be used for any regulatory, investment, or other unrelated purpose. This information should only be viewed and analyzed in conjunction with separate Athene USA Insurance subsidiary statutory financial information.

The tables below provide a proportional allocation of total ALRe and its subsidiaries statutory surplus by reinsurance counterparty illustrating a notional allocation of capital to reinsurance treaties based on different types of reinsurance.

Allocated Capital and Surplus on a Proportional Basis - Notional Allocation

The tables below include an allocation of statutory capital and surplus based on the following methodology:

- Any encumbered capital is applied to the entity to which the capital is encumbered;
- Any unencumbered capital is allocated on a pro-rata basis based on total reserves (notwithstanding that some encumbered capital may already be associated with some reserves).

(Unaudited, in thousands)

Year	Athene Annuity & Life Company	Athene Annuity & Life Assurance Company	Athene Annuity and Life Assurance of New York	Other Affiliated Reinsurance	Unaffiliated Reinsurance	Total ALRe Statutory Financial Return Capital and Surplus*
2018	\$ 4,796,109	\$ 816,507	\$ 348,587	\$ 192,350	\$ 972,556	\$ 7,126,109

Underlying Proportional Asset Composition of Allocated Capital and Surplus - Notional Allocation

The below table splits the allocated capital and surplus into NAIC invested asset categories based on the proportional mix of the actual and allocated assets for Athene Annuity & Life Company and Athene Annuity & Life Assurance Company. Note: the asset categorizations below are based on NAIC asset category definitions whereas the asset classifications on the ALRe statutory financial return are based on US GAAP asset category definitions. For example, certain investments are classified as fixed maturity securities under US GAAP compared to other invested assets (BA Assets) based on NAIC rules.

(Unaudited, in thousands)

	Athene Annuity & Life Company 2018	Athene Annuity & Life Assurance Company 2018	Athene Annuity and Life Assurance of New York 2018
Asset mix:			
Non-affiliated			
Corporate Bonds	\$ 68,843	\$ 11,532	\$ 5,356
US Gov't, Agencies, Municipals, Foreign Gov't	1,015,520	183,714	64,486
RMBS	73,266	9,946	19,518
CMBS	824,062	154,567	48,549
Other ABS (including CDOs)	94,796	4,876	8,400
Mortgages & Real Estate	78,668	17,787	5,518
BA Assets	1,496	44	560
Unaffiliated Stocks			
Total Non-affiliated	\$ 3,894,583	\$ 644,140	\$ 303,604
Affiliated			
Corporate Bonds	2,370	1,035	-
Other ABS (including CDOs)	91,260	21,610	4,618
Mortgages & Real Estate	2,386	-	-
BA Assets	295,820	55,500	14,017
Total Affiliated	\$ 392,845	\$ 82,245	\$ 18,635
Other	218,537	36,887	10,135
Cash & Cash Equivalents	(9,460)	(139)	(4)
Derivatives	299,604	53,376	16,217
All Other			
Total Allocated Surplus	\$ 4,796,109	\$ 816,507	\$ 348,587
Bonds by NAIC category:			
NAIC 1	2,150,139	354,345	162,772
NAIC 2	1,121,539	190,014	90,462
Investment Grade	\$ 3,271,678	\$ 544,359	\$ 253,234
NAIC 3	395,852	74,339	28,711
NAIC 4	64,763	13,263	3,757
NAIC 5	9,103	1,798	426
NAIC 6	224	36	7
Below Investment Grade	\$ 469,849	\$ 89,436	\$ 33,903
Total Bonds	\$ 3,791,619	\$ 633,795	\$ 292,136
Bonds by ASC 820 Fair Value Level:			
Level 1	34,125	922	661
Level 2	3,586,196	597,943	274,302
Level 3	171,297	34,930	17,174
Total Bonds	\$ 3,791,619	\$ 633,795	\$ 292,136

Allocated Surplus account Investment Income on a Proportional Basis - Notional Allocation

The below table shows a notional allocation of surplus income to certain affiliated reinsurance counterparties proportionately based on reserves. The surplus net investment income includes asset management fees on funds withheld and modco assets contractually required to be funded by ALRe but does not include the income on the funds withheld and modco assets.

(Unaudited, in thousands)

	Athene Annuity & Life Company 2018	Athene Annuity & Life Assurance Company 2018	Athene Annuity and Life Assurance of New York 2018
Investment Income:			
Bonds & Equities	\$ 36,749	\$ 7,783	\$ 1,881
Mortgages & Real Estate	-	-	-
BA Assets	787	168	40
Other	(7)	(3)	-
Gross Investment Income	\$ 37,529	\$ 7,948	\$ 1,921
ALRe Stand-alone Fees:			
Direct Management Fees	(3,668)	(559)	(190)
Sub-advisory Fees	(582)	(73)	(30)
ALRe Stand-alone Net Investment Income	\$ 33,279	\$ 7,317	\$ 1,701
Fees paid by ALRe related to modco assets:			
Direct Management Fees	(11,209)	(1,719)	(58)
Sub-advisory Fees	(2,275)	(323)	(127)
Net Investment Income	\$ 19,795	\$ 5,275	\$ 1,016
Capital Gains and Losses:			
Bonds & Equities	(3,264)	(673)	(167)
BA Assets	3,530	755	181
Other, including FX	(93)	(199)	(68)
Total	\$ (667)	\$ (117)	\$ (44)

Reconciliation between ALRT document and Statutory Return

Total ALRe Statutory Financial Return Capital and Surplus - ALRT	7,126,109	
Investment in Non-Life Subsidiaries - AUSA	99,171	ALRe Statutory Financial Statement - Line 4(b) asset page
Investment in Life Subsidiaries - AADL	3,365,929	AADL Statutory Financial Statement Capital and Surplus
Total ALRe Statutory Financial Return Capital and Surplus - Regulatory Filing	8,592,109	