



Athene Holding Ltd.
4Q'22 Financial Supplement

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Important Notice



The information included in this financial supplement is unaudited and intended for informational purposes only.

The financial statements and exhibits included in this financial supplement should be read in conjunction with Athene Holding Ltd.'s (AHL's) reports and other filings with the US Securities and Exchange Commission, including its reports on Form 10-K, Form 10-Q and Form 8-K. This financial supplement does not constitute an offer to sell, or the solicitation of an offer to buy, any security of AHL, and nothing in this financial supplement shall in any way be relied on in connection with investment decisions. Each recipient of the information contained in this financial supplement is responsible for making its own independent assessment of the business, financial condition, prospects, status and affairs of AHL.

AHL is a subsidiary of Apollo Global Management, Inc. (AGM). On January 1, 2022 (the Merger Effective Date), AHL completed the previously announced merger transaction pursuant to the Agreement and Plan of Merger, dated as of March 8, 2021 (the Merger Agreement), by and among AHL, AGM (formerly known as Tango Holdings, Inc.), Apollo Asset Management, Inc. (AAM, formerly known as Apollo Global Management, Inc.), Blue Merger Sub, Ltd. (AHL Merger Sub), and Green Merger Sub, Inc. (AAM Merger Sub). At the closing of the merger transaction, AAM and AHL became subsidiaries of AGM.

This financial supplement includes the financial statements of AHL and its subsidiaries as a standalone entity ("Predecessor") for the periods prior to the completion of the merger transaction, and AHL and its subsidiaries as a subsidiary of AGM ("Successor") for periods from and after the Merger Effective Date. The accompanying financial statements also reflect the impacts of pushdown accounting in which we use AGM's basis of accounting, which reflects the fair market value of our assets and liabilities at the time of the merger, unless otherwise prescribed by GAAP.

Where applicable, prior year disclosures have been conformed to (i) the current period presentation and (ii) revisions to non-GAAP measure definitions. AHL undertakes no obligation to update or correct the information in this financial supplement. Certain totals may not sum to the corresponding components due to rounding.

AHL makes no representation or warranty, express or implied, with respect to the fairness, correctness, accuracy, reasonableness or completeness of any of the information contained in this financial supplement. AHL does not accept any liability whatsoever for any direct, indirect or consequential losses (in contract, tort or otherwise) arising from the use of this financial supplement or its contents or any reliance on the information contained herein.

This financial supplement includes certain non-GAAP measures, including net investment earnings, cost of funds, other operating expenses, spread related earnings, net investment spread, net spread, adjusted debt-to-capital ratio, net invested assets and net reserve liabilities. Management believes the use of these non-GAAP measures (which are defined and discussed in greater detail and reconciled elsewhere in this financial supplement), together with the relevant GAAP measures, provides information that may enhance an investor's understanding of AHL's results of operations and the underlying profitability drivers of AHL's business. These measures should be considered supplementary to AHL's results in accordance with GAAP and should not be viewed as a substitute for the corresponding GAAP measures.

Financial Highlights

Unaudited (in millions, except percentages)



| | Quarterly Trends | | | | | Δ | | Year-to-Date | | Δ |
|---|------------------|------------|------------|------------|------------|--------|-------|--------------|------------|---------|
| | Predecessor | Successor | | | | Q/Q | Y/Y | Predecessor | Successor | Y/Y |
| | | 4Q'21 | 1Q'22 | 2Q'22 | 3Q'22 | | | | | |
| SELECTED INCOME STATEMENT DATA | | | | | | | | | | |
| GAAP | | | | | | | | | | |
| Net income (loss) available to AHL common shareholder | \$ 1,060 | \$ (1,518) | \$ (2,155) | \$ (936) | \$ 306 | NM | (71)% | \$ 3,718 | \$ (4,303) | NM |
| Return on assets (ROA) | 1.85 % | (2.48)% | (3.59)% | (1.59)% | 0.51 % | NM | NM | 1.72 % | (1.78)% | NM |
| NON-GAAP | | | | | | | | | | |
| Spread related earnings (pre-tax) | \$ 454 | \$ 670 | \$ 442 | \$ 576 | \$ 636 | 10 % | 40 % | \$ 2,509 | \$ 2,324 | (7)% |
| Net spread | 1.08 % | 1.48 % | 0.95 % | 1.20 % | 1.30 % | 10bps | 22bps | 1.55 % | 1.23 % | (32)bps |
| Net investment spread | 1.47 % | 1.86 % | 1.32 % | 1.60 % | 1.73 % | 13bps | 26bps | 1.94 % | 1.63 % | (31)bps |
| Spread related earnings - normalized ¹ | \$ 420 | \$ 488 | \$ 535 | \$ 596 | \$ 684 | 15 % | 63 % | \$ 1,848 | \$ 2,329 | 26 % |
| Net spread - normalized ¹ | 0.99 % | 1.08 % | 1.15 % | 1.24 % | 1.40 % | 16bps | 41bps | 1.15 % | 1.23 % | 8bps |
| Net investment spread - normalized ¹ | 1.38 % | 1.46 % | 1.52 % | 1.64 % | 1.83 % | 19bps | 45bps | 1.54 % | 1.63 % | 9bps |
| SELECTED BALANCE SHEET DATA | | | | | | | | | | |
| GAAP | | | | | | | | | | |
| Total assets | \$ 235,149 | \$ 246,134 | \$ 234,254 | \$ 236,700 | \$ 246,047 | 4 % | 5 % | \$ 235,149 | \$ 246,047 | 5 % |
| Goodwill | — | 4,181 | 4,153 | 4,058 | 4,058 | — % | NM | — | 4,058 | NM |
| Total liabilities | 212,968 | 232,442 | 230,865 | 238,566 | 243,667 | 2 % | 14 % | 212,968 | 243,667 | 14 % |
| Debt | 2,964 | 3,287 | 3,279 | 3,271 | 3,658 | 12 % | 23 % | 2,964 | 3,658 | 23 % |
| Total AHL shareholders' equity (deficit) | 20,130 | 11,149 | 3,725 | (1,346) | 916 | NM | (95)% | 20,130 | 916 | (95)% |
| Debt-to-capital ratio | 12.8 % | 22.8 % | 46.8 % | 169.9 % | 80.0 % | NM | NM | 12.8 % | 80.0 % | NM |
| NON-GAAP | | | | | | | | | | |
| Gross invested assets | \$ 210,225 | \$ 221,720 | \$ 229,545 | \$ 236,720 | \$ 238,310 | 1 % | 13 % | \$ 210,225 | \$ 238,310 | 13 % |
| Invested assets – ACRA noncontrolling interests | (34,882) | (37,449) | (40,240) | (41,563) | (41,859) | 1 % | 20 % | (34,882) | (41,859) | 20 % |
| Net invested assets | 175,343 | 184,271 | 189,305 | 195,157 | 196,451 | 1 % | 12 % | 175,343 | 196,451 | 12 % |
| Net reserve liabilities | 161,951 | 174,234 | 177,633 | 182,160 | 184,326 | 1 % | 14 % | 161,951 | 184,326 | 14 % |
| Notional debt | 3,000 | 3,000 | 3,000 | 3,000 | 3,400 | 13 % | 13 % | 3,000 | 3,400 | 13 % |
| Adjusted AHL common shareholder's equity | 14,803 | 14,930 | 14,582 | 15,048 | 15,210 | 1 % | 3 % | 14,803 | 15,210 | 3 % |
| Adjusted debt-to-capital ratio ² | 14.9 % | 14.6 % | 14.8 % | 14.5 % | 15.6 % | 110bps | 70bps | 14.9 % | 15.6 % | 70bps |
| INFLOWS DATA | | | | | | | | | | |
| Gross organic inflows | \$ 9,346 | \$ 11,556 | \$ 12,049 | \$ 12,955 | \$ 11,290 | (13)% | 21 % | \$ 37,034 | \$ 47,850 | 29 % |
| Gross inorganic inflows | — | — | — | — | — | NM | NM | — | — | NM |
| Total gross inflows | \$ 9,346 | \$ 11,556 | \$ 12,049 | \$ 12,955 | \$ 11,290 | (13)% | 21 % | \$ 37,034 | \$ 47,850 | 29 % |

Note: "NM" represents changes that are not meaningful. Please refer to Notes to the Financial Supplement section and the Non-GAAP Measure Reconciliations for discussion of non-GAAP metrics. As a result of the merger with AGM on January 1, 2022, we have elected pushdown accounting under GAAP and recorded our assets and liabilities at their fair market value as of the date of the merger. The resulting change in the value of our assets and liabilities limits the comparability of our financial results for the Successor and Predecessor periods.
¹ Spread related earnings – normalized, net spread - normalized and net investment spread - normalized reflect adjustments to exclude notable items and normalize alternative income to an 11% long-term return, net of offsets. ² Prior year ratios have been updated to include the notional amount of debt. See further discussion over this non-GAAP metric in the Notes to the Financial Supplement section.

Condensed Consolidated Statements of Income (Loss) (GAAP view)

Unaudited (in millions, except percentages)



| | Quarterly Trends | | | | | Δ | | Year-to-Date | | |
|---|------------------|------------|------------|----------|--------|-------|-------|--------------|------------|-------|
| | Predecessor | Successor | | | | Q/Q | Y/Y | Predecessor | Successor | Y/Y |
| | | 4Q'21 | 1Q'22 | 2Q'22 | 3Q'22 | | | | | |
| REVENUES | | | | | | | | | | |
| Premiums | \$ 2,967 | \$ 2,110 | \$ 5,614 | \$ 3,045 | \$ 869 | (71)% | (71)% | \$ 14,262 | \$ 11,638 | (18)% |
| Product charges | 160 | 166 | 175 | 184 | 193 | 5 % | 21 % | 621 | 718 | 16 % |
| Net investment income | 1,942 | 1,683 | 1,726 | 1,843 | 2,319 | 26 % | 19 % | 7,100 | 7,571 | 7 % |
| Investment related gains (losses) | 1,660 | (4,200) | (5,763) | (2,849) | 106 | NM | (94)% | 4,215 | (12,706) | NM |
| Other revenues | 14 | (3) | (9) | (26) | 10 | NM | (29)% | 72 | (28) | NM |
| Revenues of consolidated variable interest entities | | | | | | | | | | |
| Net investment income | 19 | 17 | 30 | 33 | 31 | (6)% | 63 % | 77 | 111 | 44 % |
| Investment related gains (losses) | 20 | (42) | 22 | 79 | 260 | 229 % | NM | (27) | 319 | NM |
| Total revenues | 6,782 | (269) | 1,795 | 2,309 | 3,788 | 64 % | (44)% | 26,320 | 7,623 | (71)% |
| BENEFITS AND EXPENSES | | | | | | | | | | |
| Interest sensitive contract benefits | 1,497 | (41) | (621) | 89 | 1,114 | NM | (26)% | 4,442 | 541 | (88)% |
| Amortization of deferred sales inducements | 60 | — | — | — | — | NM | NM | 198 | — | NM |
| Future policy and other policy benefits | 3,453 | 2,085 | 5,609 | 3,294 | 1,322 | (60)% | (62)% | 15,734 | 12,310 | (22)% |
| Amortization of deferred acquisition costs and value of business acquired | 102 | 125 | 125 | 125 | 134 | 7 % | 31 % | 632 | 509 | (19)% |
| Policy and other operating expenses | 333 | 335 | 358 | 388 | 412 | 6 % | 24 % | 1,128 | 1,493 | 32 % |
| Total benefits and expenses | 5,445 | 2,504 | 5,471 | 3,896 | 2,982 | (23)% | (45)% | 22,134 | 14,853 | (33)% |
| Income (loss) before income taxes | 1,337 | (2,773) | (3,676) | (1,587) | 806 | NM | (40)% | 4,186 | (7,230) | NM |
| Income tax expense (benefit) | 190 | (407) | (484) | (210) | 125 | NM | (34)% | 386 | (976) | NM |
| Net income (loss) | 1,147 | (2,366) | (3,192) | (1,377) | 681 | NM | (41)% | 3,800 | (6,254) | NM |
| Less: Net income (loss) attributable to noncontrolling interests | 52 | (883) | (1,072) | (476) | 339 | NM | NM | (59) | (2,092) | NM |
| Net income (loss) attributable to Athene Holding Ltd. shareholders | 1,095 | (1,483) | (2,120) | (901) | 342 | NM | (69)% | 3,859 | (4,162) | NM |
| Less: Preferred stock dividends | 35 | 35 | 35 | 35 | 36 | 3 % | 3 % | 141 | 141 | — % |
| Net income (loss) available to Athene Holding Ltd. common shareholder | \$ 1,060 | \$ (1,518) | \$ (2,155) | \$ (936) | \$ 306 | NM | (71)% | \$ 3,718 | \$ (4,303) | NM |

Spread Related Earnings (Management view)

Unaudited (in millions, except percentages)



| | Quarterly Trends | | | | | Δ | | Year-to-Date | | Δ |
|---|------------------|------------|------------|------------|------------|--------|--------|--------------|------------|---------|
| | Predecessor | Successor | | | | Q/Q | Y/Y | Predecessor | Successor | Y/Y |
| | 4Q'21 | 1Q'22 | 2Q'22 | 3Q'22 | 4Q'22 | | | 2021 | 2022 | |
| SPREAD RELATED EARNINGS | | | | | | | | | | |
| Fixed income and other investment income, net | \$ 1,304 | \$ 1,207 | \$ 1,302 | \$ 1,471 | \$ 1,727 | 17 % | 32 % | \$ 5,325 | \$ 5,707 | 7 % |
| Alternative investment income | 377 | 448 | 186 | 250 | 322 | 29 % | (15)% | 1,754 | 1,206 | (31)% |
| Net investment earnings | 1,681 | 1,655 | 1,488 | 1,721 | 2,049 | 19 % | 22 % | 7,079 | 6,913 | (2)% |
| Strategic capital management fees | 11 | 12 | 13 | 14 | 14 | — % | 27 % | 39 | 53 | 36 % |
| Cost of funds | (1,073) | (826) | (886) | (966) | (1,219) | 26 % | 14 % | (3,993) | (3,897) | (2)% |
| Net investment spread | 619 | 841 | 615 | 769 | 844 | 10 % | 36 % | 3,125 | 3,069 | (2)% |
| Other operating expenses | (98) | (109) | (109) | (120) | (128) | 7 % | 31 % | (359) | (466) | 30 % |
| Interest and other financing costs | (67) | (62) | (64) | (73) | (80) | 10 % | 19 % | (257) | (279) | 9 % |
| Spread related earnings | \$ 454 | \$ 670 | \$ 442 | \$ 576 | \$ 636 | 10 % | 40 % | \$ 2,509 | \$ 2,324 | (7)% |
| Fixed income and other investment income | 3.26 % | 2.83 % | 2.97 % | 3.27 % | 3.76 % | 49bps | 50bps | 3.51 % | 3.22 % | (29)bps |
| Alternative investment income | 16.40 % | 16.61 % | 6.38 % | 8.26 % | 10.55 % | 229bps | NM | 21.37 % | 10.42 % | NM |
| Net investment earnings | 3.98 % | 3.65 % | 3.19 % | 3.58 % | 4.19 % | 61bps | 21bps | 4.42 % | 3.66 % | (76)bps |
| Strategic capital management fees | 0.03 % | 0.03 % | 0.03 % | 0.03 % | 0.03 % | 0bps | 0bps | 0.02 % | 0.03 % | 1bp |
| Cost of funds | (2.54)% | (1.82)% | (1.90)% | (2.01)% | (2.49)% | 48bps | (5)bps | (2.50)% | (2.06)% | (44)bps |
| Net investment spread | 1.47 % | 1.86 % | 1.32 % | 1.60 % | 1.73 % | 13bps | 26bps | 1.94 % | 1.63 % | (31)bps |
| Other operating expenses | (0.23)% | (0.24)% | (0.23)% | (0.25)% | (0.26)% | 1bp | 3bps | (0.23)% | (0.25)% | 2bps |
| Interest and other financing costs | (0.16)% | (0.14)% | (0.14)% | (0.15)% | (0.17)% | 2bps | 1bp | (0.16)% | (0.15)% | (1)bp |
| Spread related earnings | 1.08 % | 1.48 % | 0.95 % | 1.20 % | 1.30 % | 10bps | 22bps | 1.55 % | 1.23 % | (32)bps |
| Average net invested assets - fixed income | \$ 159,664 | \$ 170,616 | \$ 175,115 | \$ 180,143 | \$ 183,597 | 2 % | 15 % | \$ 151,815 | \$ 177,178 | 17 % |
| Average net invested assets - alternatives | 9,199 | 10,782 | 11,673 | 12,088 | 12,207 | 1 % | 33 % | 8,204 | 11,564 | 41 % |
| Average net invested assets | \$ 168,863 | \$ 181,398 | \$ 186,788 | \$ 192,231 | \$ 195,804 | 2 % | 16 % | \$ 160,019 | \$ 188,742 | 18 % |

Note: Historical management view results were revised to be shown in a spread related earnings view. Please refer to Notes to the Financial Supplement section and the Non-GAAP Measure Reconciliations for discussion on spread related earnings.

Reconciliation of Earnings Measures

Unaudited (in millions, except percentages)



| | Quarterly Trends | | | | Δ | | Year-to-Date | | Δ | |
|---|------------------|------------|------------|----------|--------|-------|--------------|-------------|------------|------|
| | Predecessor | Successor | | | | Q/Q | Y/Y | Predecessor | Successor | Y/Y |
| | 4Q'21 | 1Q'22 | 2Q'22 | 3Q'22 | 4Q'22 | | | 2021 | 2022 | |
| RECONCILIATION OF NET INCOME (LOSS) AVAILABLE TO ATHENE HOLDING LTD. COMMON SHAREHOLDER TO SPREAD RELATED EARNINGS | | | | | | | | | | |
| Net income (loss) available to Athene Holding Ltd. common shareholder | \$ 1,060 | \$ (1,518) | \$ (2,155) | \$ (936) | \$ 306 | NM | (71)% | \$ 3,718 | \$ (4,303) | NM |
| Preferred stock dividends | 35 | 35 | 35 | 35 | 36 | 3 % | 3 % | 141 | 141 | — % |
| Net income (loss) attributable to noncontrolling interests | 52 | (883) | (1,072) | (476) | 339 | NM | NM | (59) | (2,092) | NM |
| Net income (loss) | 1,147 | (2,366) | (3,192) | (1,377) | 681 | NM | (41)% | 3,800 | (6,254) | NM |
| Income tax expense (benefit) | 190 | (407) | (484) | (210) | 125 | NM | (34)% | 386 | (976) | NM |
| Income (loss) before income taxes | 1,337 | (2,773) | (3,676) | (1,587) | 806 | NM | (40)% | 4,186 | (7,230) | NM |
| Realized gains (losses) on sale of AFS securities | 396 | (64) | (39) | (41) | (32) | 22 % | NM | 545 | (176) | NM |
| Unrealized, allowances and other investment gains (losses) ¹ | 427 | (871) | (1,203) | (672) | (441) | 34 % | NM | 1,053 | (3,187) | NM |
| Change in fair value of reinsurance assets | (200) | (1,657) | (1,612) | (1,146) | 331 | NM | NM | (629) | (4,084) | NM |
| Offsets to investment gains (losses) | 27 | 131 | 172 | 122 | 31 | (75)% | 15 % | 55 | 456 | NM |
| Investment gains (losses), net of offsets | 650 | (2,461) | (2,682) | (1,737) | (111) | 94 % | NM | 1,024 | (6,991) | NM |
| Non-operating change in insurance liabilities and related derivatives, net of offsets | 202 | (81) | (381) | 64 | (56) | NM | NM | 692 | (454) | NM |
| Integration, restructuring and other non-operating expenses | (60) | (34) | (33) | (37) | (29) | (22)% | (52)% | (124) | (133) | 7 % |
| Stock compensation expense ² | (11) | (12) | (13) | (15) | (16) | 7 % | 45 % | (38) | (56) | 47 % |
| Preferred stock dividends | 35 | 35 | 35 | 35 | 36 | 3 % | 3 % | 141 | 141 | — % |
| Noncontrolling interests - pre-tax income (loss) and VIE adjustments | 67 | (890) | (1,044) | (473) | 346 | NM | NM | (18) | (2,061) | NM |
| Less: Total adjustments to income (loss) before income taxes | 883 | (3,443) | (4,118) | (2,163) | 170 | NM | (81)% | 1,677 | (9,554) | NM |
| Spread related earnings | \$ 454 | \$ 670 | \$ 442 | \$ 576 | \$ 636 | 10 % | 40 % | \$ 2,509 | \$ 2,324 | (7)% |

Note: Please refer to Notes to the Financial Supplement section for discussion on spread related earnings. 1 Unrealized, allowances and other investment gains (losses) was updated to include the change in fair value of Apollo investment. This investment was distributed to AGM following the merger in January of 2022. 2 Stock compensation expense was updated to include our long-term incentive plan expenses.

Net Flows & Outflows Attributable to Athene by Type

Unaudited (in millions, except percentages)



| | Quarterly Trends | | | | | Δ | | Year-to-Date | | Δ |
|--|------------------|------------|------------|------------|-------------|--------|--------|--------------|-------------|---------|
| | Predecessor | Successor | | | | Q/Q | Y/Y | Predecessor | Successor | Y/Y |
| | 4Q'21 | 1Q'22 | 2Q'22 | 3Q'22 | 4Q'22 | | | 2021 | 2022 | |
| NET FLOWS | | | | | | | | | | |
| Retail | \$ 2,903 | \$ 2,865 | \$ 3,748 | \$ 6,132 | \$ 7,662 | 25 % | 164 % | \$ 8,781 | \$ 20,407 | 132 % |
| Flow reinsurance | 1,351 | 1,001 | 1,038 | 2,291 | 1,856 | (19)% | 37 % | 2,564 | 6,186 | 141 % |
| Funding agreements ¹ | 2,215 | 5,696 | 1,755 | 1,588 | 1,000 | (37)% | (55)% | 11,852 | 10,039 | (15)% |
| Pension group annuities | 2,877 | 1,994 | 5,508 | 2,944 | 772 | (74)% | (73)% | 13,837 | 11,218 | (19)% |
| Gross organic inflows | 9,346 | 11,556 | 12,049 | 12,955 | 11,290 | (13)% | 21 % | 37,034 | 47,850 | 29 % |
| Gross inorganic inflows ² | — | — | — | — | — | NM | NM | — | — | NM |
| Total gross inflows | 9,346 | 11,556 | 12,049 | 12,955 | 11,290 | (13)% | 21 % | 37,034 | 47,850 | 29 % |
| Gross outflows ³ | (4,344) | (4,883) | (4,925) | (7,000) | (11,064) | 58 % | 155 % | (17,534) | (27,872) | 59 % |
| Net flows | \$ 5,002 | \$ 6,673 | \$ 7,124 | \$ 5,955 | \$ 226 | (96)% | (95)% | \$ 19,500 | \$ 19,978 | 2 % |
| Inflows attributable to Athene | \$ 7,015 | \$ 9,333 | \$ 8,889 | \$ 11,000 | \$ 10,022 | (9)% | 43 % | \$ 26,795 | \$ 39,244 | 46 % |
| Inflows attributable to ADIP ⁴ | 2,331 | 2,223 | 3,160 | 1,955 | 1,268 | (35)% | (46)% | 10,239 | 8,606 | (16)% |
| Total gross inflows | \$ 9,346 | \$ 11,556 | \$ 12,049 | \$ 12,955 | \$ 11,290 | (13)% | 21 % | \$ 37,034 | \$ 47,850 | 29 % |
| Outflows attributable to Athene | \$ (3,593) | \$ (4,072) | \$ (4,062) | \$ (5,803) | \$ (9,787) | 69 % | 172 % | \$ (14,761) | \$ (23,724) | 61 % |
| Outflows attributable to ADIP ⁴ | (751) | (811) | (863) | (1,197) | (1,277) | 7 % | 70 % | (2,773) | (4,148) | 50 % |
| Total gross outflows ³ | \$ (4,344) | \$ (4,883) | \$ (4,925) | \$ (7,000) | \$ (11,064) | 58 % | 155 % | \$ (17,534) | \$ (27,872) | 59 % |
| OUTFLOWS ATTRIBUTABLE TO ATHENE BY TYPE | | | | | | | | | | |
| Maturity-driven, contractual based outflows ⁵ | \$ (428) | \$ (1,100) | \$ (757) | \$ (2,398) | \$ (653) | (73)% | 53 % | \$ (1,523) | \$ (4,908) | 222 % |
| Policyholder-driven withdrawals ⁶ | (3,165) | (2,972) | (3,305) | (3,405) | (4,272) | 25 % | 35 % | (13,238) | (13,954) | 5 % |
| Core outflows | (3,593) | (4,072) | (4,062) | (5,803) | (4,925) | (15)% | 37 % | (14,761) | (18,862) | 28 % |
| Strategic reinsurance transaction | — | — | — | — | (4,862) | NM | NM | — | (4,862) | NM |
| Outflows attributable to Athene | \$ (3,593) | \$ (4,072) | \$ (4,062) | \$ (5,803) | \$ (9,787) | 69 % | 172 % | \$ (14,761) | \$ (23,724) | 61 % |
| <i>Annualized rate⁷</i> | | | | | | | | | | |
| Maturity-driven, contractual based outflows ⁵ | (1.0)% | (2.4)% | (1.6)% | (5.0)% | (1.4)% | NM | 40bps | (1.0)% | (2.6)% | 160bps |
| Policyholder-driven withdrawals ⁶ | (7.5)% | (6.6)% | (7.1)% | (7.1)% | (8.7)% | 160bps | 120bps | (8.2)% | (7.4)% | (80)bps |
| Core outflows | (8.5)% | (9.0)% | (8.7)% | (12.1)% | (10.1)% | NM | 160bps | (9.2)% | (10.0)% | 80bps |
| Strategic reinsurance transaction | — % | — % | — % | — % | (9.9)% | NM | NM | — % | (2.6)% | NM |
| Outflows attributable to Athene | (8.5)% | (9.0)% | (8.7)% | (12.1)% | (20.0)% | NM | NM | (9.2)% | (12.6)% | NM |

1 Funding agreements are comprised of funding agreements issued under our funding agreement backed notes (FABN) and funding agreement backed repurchase agreements (FABR) programs, funding agreements issued to the Federal Home Loan Bank (FHLB) and long-term repurchase agreements. 2 Gross inorganic inflows include acquisitions and block reinsurance transactions. 3 Gross outflows include full and partial policyholder withdrawals on deferred annuities, death benefits, pension group annuity benefit payments, payments on payout annuities and funding agreement repurchases and maturities. 4 ADIP refers to Apollo/Athene Dedicated Investment Program and represents the noncontrolling interest in business ceded to ACRA. 5 Maturity-driven, contractual based outflows include defined/expected maturities from funding agreements and pension group annuity blocks, the amounts of which may vary on a quarterly basis, based on the timing of original issuance. 6 Includes full surrenders, partial withdrawals and other for retail, flow reinsurance and inorganic run-off. 7 The outflow rate is calculated as outflows divided by average net invested assets for the respective period, on an annualized basis.

Condensed Consolidated Balance Sheets

Unaudited (in millions, except percentages)



| | Predecessor | Successor | Δ |
|---|-------------------|-------------------|-------------|
| | December 31, 2021 | December 31, 2022 | |
| ASSETS | | | |
| Investments | | | |
| Available-for-sale securities, at fair value | \$ 100,159 | \$ 102,404 | 2 % |
| Trading securities, at fair value | 2,056 | 1,595 | (22)% |
| Equity securities | 1,170 | 1,487 | 27 % |
| Mortgage loans | 20,748 | 27,454 | 32 % |
| Investment funds | 1,178 | 79 | (93)% |
| Policy loans | 312 | 347 | 11 % |
| Funds withheld at interest | 43,907 | 32,880 | (25)% |
| Derivative assets | 4,387 | 3,309 | (25)% |
| Short-term investments | 139 | 2,160 | NM |
| Other investments | 1,473 | 773 | (48)% |
| Total investments | 175,529 | 172,488 | (2)% |
| Cash and cash equivalents | 9,479 | 7,779 | (18)% |
| Restricted cash | 796 | 628 | (21)% |
| Investments in related parties | | | |
| Available-for-sale securities, at fair value | 10,402 | 9,821 | (6)% |
| Trading securities, at fair value | 1,781 | 878 | (51)% |
| Equity securities, at fair value | 284 | 279 | (2)% |
| Mortgage loans | 1,360 | 1,302 | (4)% |
| Investment funds | 7,391 | 1,569 | (79)% |
| Funds withheld at interest | 12,207 | 9,808 | (20)% |
| Other investments | 222 | 303 | 36 % |
| Accrued investment income | 962 | 1,328 | 38 % |
| Reinsurance recoverable | 4,594 | 4,367 | (5)% |
| Deferred acquisition costs, deferred sales inducements and value of business acquired | 5,362 | 5,576 | 4 % |
| Goodwill | — | 4,058 | NM |
| Other assets | 1,257 | 9,690 | NM |
| Assets of consolidated variable interest entities | | | |
| Investments | | | |
| Trading securities, at fair value | — | 1,063 | NM |
| Mortgage loans | 2,040 | 2,055 | 1 % |
| Investment funds, at fair value | 1,297 | 12,480 | NM |
| Other investments, at fair value | — | 101 | NM |
| Cash and cash equivalents | 154 | 362 | 135 % |
| Other assets | 32 | 112 | 250 % |
| Total assets | \$ 235,149 | \$ 246,047 | 5 % |

Condensed Consolidated Balance Sheets, continued

Unaudited (in millions, except percentages)



| | <u>Predecessor</u> | <u>Successor</u> | <u>Δ</u> |
|---|--------------------------|--------------------------|----------|
| | <u>December 31, 2021</u> | <u>December 31, 2022</u> | |
| LIABILITIES | | | |
| Interest sensitive contract liabilities | \$ 156,325 | \$ 173,653 | 11 % |
| Future policy benefits | 42,488 | 55,328 | 30 % |
| Debt | 2,964 | 3,658 | 23 % |
| Derivative liabilities | 472 | 1,646 | 249 % |
| Payables for collateral on derivatives and securities to repurchase | 7,044 | 6,707 | (5)% |
| Other liabilities | 3,214 | 1,860 | (42)% |
| Liabilities of consolidated variable interest entities | 461 | 815 | 77 % |
| Total liabilities | <u>212,968</u> | <u>243,667</u> | 14 % |
| EQUITY | | | |
| Preferred stock | — | — | NM |
| Common stock | — | — | NM |
| Additional paid-in capital | 6,667 | 18,119 | 172 % |
| Retained earnings (accumulated deficit) | 11,033 | (4,892) | NM |
| Accumulated other comprehensive income (loss) | 2,430 | (12,311) | NM |
| Total Athene Holding Ltd. shareholders' equity | <u>20,130</u> | <u>916</u> | (95)% |
| Noncontrolling interests | <u>2,051</u> | <u>1,464</u> | (29)% |
| Total equity | <u>22,181</u> | <u>2,380</u> | (89)% |
| Total liabilities and equity | <u>\$ 235,149</u> | <u>\$ 246,047</u> | 5 % |

Net Invested Assets (Management view) & Agency Ratings

Unaudited (in millions, except percentages)



| | Predecessor | | Successor | |
|---|-----------------------------------|------------------------------|-----------------------------------|------------------|
| | December 31, 2021 | | December 31, 2022 | |
| | Invested Asset Value ¹ | Percent of Total | Invested Asset Value ¹ | Percent of Total |
| NET INVESTED ASSETS | | | | |
| Corporate | \$ 75,163 | 42.9 % | \$ 80,800 | 41.1 % |
| CLO | 17,892 | 10.2 % | 19,881 | 10.1 % |
| Credit | 93,055 | 53.1 % | 100,681 | 51.2 % |
| CML | 21,438 | 12.2 % | 23,750 | 12.1 % |
| RML | 7,116 | 4.1 % | 11,147 | 5.7 % |
| RMBS | 6,969 | 4.0 % | 7,363 | 3.7 % |
| CMBS | 3,440 | 2.0 % | 4,495 | 2.3 % |
| Real estate | 38,963 | 22.3 % | 46,755 | 23.8 % |
| ABS | 20,376 | 11.6 % | 20,680 | 10.5 % |
| Alternative investments | 9,873 | 5.6 % | 12,079 | 6.1 % |
| State, municipal, political subdivisions and foreign government | 2,505 | 1.4 % | 2,715 | 1.4 % |
| Equity securities | 754 | 0.4 % | 1,737 | 0.9 % |
| Short-term investments | 111 | 0.1 % | 1,930 | 1.0 % |
| U.S. government and agencies | 212 | 0.1 % | 2,691 | 1.4 % |
| Other investments | 33,831 | 19.2 % | 41,832 | 21.3 % |
| Cash and equivalents ² | 6,116 | 3.5 % | 5,481 | 2.8 % |
| Policy loans and other ² | 1,266 | 0.7 % | 1,702 | 0.9 % |
| Net invested assets excluding investment in Apollo | 173,231 | 98.8 % | 196,451 | 100.0 % |
| Investment in Apollo | 2,112 | 1.2 % | — | — % |
| Net invested assets | \$ 175,343 | 100.0 % | \$ 196,451 | 100.0 % |
| | A.M. Best | Standard & Poor's | Fitch | Moody's |

FINANCIAL STRENGTH RATINGS

| | A.M. Best | Standard & Poor's | Fitch | Moody's |
|---|-----------|-------------------|-------|---------|
| Athene Annuity & Life Assurance Company | A | A+ | A+ | A1 |
| Athene Annuity and Life Company | A | A+ | A+ | A1 |
| Athene Annuity & Life Assurance Company of New York | A | A+ | A+ | A1 |
| Athene Life Insurance Company of New York | A | NR | NR | NR |
| Athene Annuity Re Ltd. | A | A+ | A+ | A1 |
| Athene Life Re Ltd. | A | A+ | A+ | A1 |
| Athene Life Re International Ltd. | A | A+ | A+ | A1 |
| Athene Co-Invest Reinsurance Affiliate 1A Ltd. and Athene Co-Invest Reinsurance Affiliate 1B Ltd. | A | A+ | A+ | A1 |
| Athene Co-Invest Reinsurance Affiliate International Ltd. | A | A+ | A+ | A1 |

CREDIT RATINGS

| | A.M. Best | Standard & Poor's | Fitch | Moody's |
|---------------------|-----------|-------------------|-------|---------|
| Athene Holding Ltd. | bbb+ | A- | A- | NR |
| Senior notes | bbb+ | A- | BBB+ | Baa1 |

¹ Please refer to Notes to the Financial Supplement section for discussion on net invested assets including net alternative investments and Non-GAAP Measure Reconciliations for the reconciliation of investments, including related parties, to net invested assets. Net invested assets includes our economic ownership of ACRA investments but does not include the investments associated with the noncontrolling interest. ² Prior period has been updated to reflect a reclassification between line items for comparability.

Net Alternative Investments (Management view)

Unaudited (in millions, except percentages)



| | Predecessor | | Successor | |
|--|-----------------------------------|------------------|-----------------------------------|------------------|
| | December 31, 2021 ¹ | | December 31, 2022 | |
| | Invested Asset Value ² | Percent of Total | Invested Asset Value ² | Percent of Total |
| NET ALTERNATIVE INVESTMENTS | | | | |
| Strategic origination platforms | | | | |
| Wheels Donlen | \$ 590 | 6.0 % | \$ 662 | 5.5 % |
| Redding Ridge | 217 | 2.2 % | 624 | 5.2 % |
| NNN Lease | 637 | 6.5 % | 579 | 4.8 % |
| MidCap | 666 | 6.7 % | 604 | 5.0 % |
| Foundation Home Loans | — | — % | 302 | 2.5 % |
| PK AirFinance | 316 | 3.2 % | 251 | 2.1 % |
| Aqua Finance | — | — % | 267 | 2.2 % |
| Other | 99 | 1.0 % | 308 | 2.5 % |
| Total strategic origination platforms | 2,525 | 25.6 % | 3,597 | 29.8 % |
| Strategic retirement services platforms | | | | |
| Athora | 743 | 7.5 % | 1,012 | 8.4 % |
| Catalina | 442 | 4.6 % | 417 | 3.4 % |
| FWD | 400 | 4.1 % | 400 | 3.3 % |
| Challenger | 232 | 2.3 % | 294 | 2.4 % |
| Venerable | 219 | 2.2 % | 241 | 2.0 % |
| Other | 133 | 1.3 % | 20 | 0.2 % |
| Total strategic retirement services platforms | 2,169 | 22.0 % | 2,384 | 19.7 % |
| Apollo and other fund investments | | | | |
| Equity | | | | |
| Real estate | 1,105 | 11.2 % | 1,212 | 10.0 % |
| Traditional private equity | 689 | 7.0 % | 947 | 7.8 % |
| Other | 309 | 3.1 % | 189 | 1.6 % |
| Total equity | 2,103 | 21.3 % | 2,348 | 19.4 % |
| Hybrid | | | | |
| Real estate | 809 | 8.2 % | 1,289 | 10.7 % |
| Other | 1,282 | 13.0 % | 1,315 | 10.9 % |
| Total hybrid | 2,091 | 21.2 % | 2,604 | 21.6 % |
| Yield | 773 | 7.8 % | 885 | 7.3 % |
| Total Apollo and other fund investments | 4,967 | 50.3 % | 5,837 | 48.3 % |
| Other | 212 | 2.1 % | 261 | 2.2 % |
| Net alternative investments³ | \$ 9,873 | 100.0 % | \$ 12,079 | 100.0 % |

¹ Certain reclassifications have been made to conform with current year presentation. ² Please refer to Notes to the Financial Supplement for discussion on net invested assets including net alternative investments and Non-GAAP Measure Reconciliations for the reconciliations of investments, including related parties, to net invested assets and investment funds, including related parties and VIEs, to net alternative investments. Net invested assets includes our economic ownership of ACRA investments but does not include the investments associated with the noncontrolling interest. ³ Net alternative investments does not correspond to the total investment funds, including related parties and VIEs, on our condensed consolidated balance sheets. Net alternative investments adjusts the GAAP presentation to include CLO and ABS equity tranche securities that are included in trading securities in the GAAP view, a nonredeemable preferred stock viewed as an alternative investment for management view but included in equity securities for GAAP view, investment funds included in our funds withheld at interest and modco reinsurance portfolios, royalties and other investments.

Credit Quality of Securities

Unaudited (in millions, except percentages)



| | Predecessor | | Successor | |
|---|-------------------|------------------|-------------------|------------------|
| | December 31, 2021 | | December 31, 2022 | |
| | Fair Value | Percent of Total | Fair Value | Percent of Total |
| CREDIT QUALITY OF AFS SECURITIES (GAAP VIEW) | | | | |
| NAIC designation | | | | |
| 1 A-G | \$ 51,514 | 46.6 % | \$ 58,470 | 52.1 % |
| 2 A-C | 53,398 | 48.3 % | 49,067 | 43.7 % |
| Total investment grade | 104,912 | 94.9 % | 107,537 | 95.8 % |
| 3 A-C | 4,247 | 3.8 % | 3,302 | 3.0 % |
| 4 A-C | 1,100 | 1.0 % | 925 | 0.8 % |
| 5 A-C | 88 | 0.1 % | 190 | 0.2 % |
| 6 | 214 | 0.2 % | 271 | 0.2 % |
| Total below investment grade | 5,649 | 5.1 % | 4,688 | 4.2 % |
| Total AFS securities including related parties | \$ 110,561 | 100.0 % | \$ 112,225 | 100.0 % |
| NRSRO designation | | | | |
| AAA/AA/A | \$ 44,501 | 40.2 % | \$ 51,926 | 46.3 % |
| BBB | 47,636 | 43.1 % | 44,783 | 39.9 % |
| Non-rated ¹ | 10,754 | 9.7 % | 8,985 | 8.0 % |
| Total investment grade ² | 102,891 | 93.0 % | 105,694 | 94.2 % |
| BB | 3,713 | 3.4 % | 3,176 | 2.8 % |
| B | 946 | 0.9 % | 749 | 0.7 % |
| CCC | 1,356 | 1.2 % | 1,055 | 0.9 % |
| CC and lower | 755 | 0.7 % | 584 | 0.5 % |
| Non-rated ¹ | 900 | 0.8 % | 967 | 0.9 % |
| Total below investment grade | 7,670 | 7.0 % | 6,531 | 5.8 % |
| Total AFS securities including related parties | \$ 110,561 | 100.0 % | \$ 112,225 | 100.0 % |

¹ Securities denoted as non-rated by the NRSRO were classified as investment or non-investment grade according to the security's respective NAIC designation. With respect to modeled LBaSS, the NAIC designation methodology differs in significant respects from the NRSRO ratings methodology. ² We view the NAIC designation methodology as the most appropriate way to view our AFS portfolio when evaluating credit risk since a large portion of our holdings were purchased at a significant discount to par. With respect to loan-backed and structured securities, the NAIC designation methodology differs in significant respects from the NRSRO rating methodology. NRSRO ratings methodology is focused on the likelihood of recovery of all contractual payments, including principal at par regardless of entry price, while the NAIC designation methodology considers our investment at amortized cost, and the likelihood of recovery of that book value as opposed to the likelihood of the recovery of all contractual payments.

Credit Quality of Net Invested Assets (Management view)

Unaudited (In millions, except percentages)



| | Predecessor | | Successor | |
|--|----------------------|------------|----------------------|------------|
| | December 31, 2021 | | December 31, 2022 | |
| | Invested Asset Value | % of Total | Invested Asset Value | % of Total |
| CREDIT QUALITY OF NET INVESTED ASSETS | | | | |
| NAIC designation | | | | |
| 1 A-G ² | \$ 58,471 | 46.2 % | \$ 71,471 | 50.8 % |
| 2 A-C ² | 59,840 | 47.2 % | 62,115 | 44.2 % |
| Non-rated ^{2,3} | 1,255 | 1.0 % | 506 | 0.4 % |
| Total investment grade | 119,566 | 94.4 % | 134,092 | 95.4 % |
| 3 A-C | 5,310 | 4.2 % | 4,471 | 3.2 % |
| 4 A-C | 1,419 | 1.1 % | 1,259 | 0.9 % |
| 5 A-C | 272 | 0.2 % | 407 | 0.3 % |
| 6 | 101 | 0.1 % | 326 | 0.2 % |
| Non-rated ³ | — | — % | — | — % |
| Total below investment grade | 7,102 | 5.6 % | 6,463 | 4.6 % |
| Total NAIC designated assets ⁴ | 126,668 | 100.0 % | 140,555 | 100.0 % |
| Assets without NAIC designation | | | | |
| Commercial mortgage loans | | | | |
| CM1 | 4,491 | 21.0 % | 3,998 | 16.8 % |
| CM2 | 11,387 | 53.1 % | 14,008 | 59.0 % |
| CM3 | 4,897 | 22.8 % | 5,216 | 22.0 % |
| CM4 | 597 | 2.8 % | 447 | 1.9 % |
| CM5 | 37 | 0.2 % | 81 | 0.3 % |
| CM6 | 29 | 0.1 % | — | — % |
| CM7 | — | — % | — | — % |
| Total CMLs | 21,438 | 100.0 % | 23,750 | 100.0 % |
| Residential mortgage loans | | | | |
| In good standing | 6,372 | 89.6 % | 10,636 | 95.4 % |
| 90 days late | 699 | 9.8 % | 422 | 3.8 % |
| In foreclosure | 45 | 0.6 % | 89 | 0.8 % |
| Total RMLs | 7,116 | 100.0 % | 11,147 | 100.0 % |
| Alternative investments | | | | |
| Investment in Apollo | 2,112 | | — | |
| Cash and equivalents ⁵ | 6,116 | | 5,481 | |
| Equity securities | 754 | | 1,737 | |
| Other ^{5,6} | 1,266 | | 1,702 | |
| Net invested assets | \$ 175,343 | | \$ 196,451 | |

| | Predecessor | | Successor | |
|--|----------------------|------------|----------------------|------------|
| | December 31, 2021 | | December 31, 2022 | |
| | Invested Asset Value | % of Total | Invested Asset Value | % of Total |
| CREDIT QUALITY OF NET INVESTED ASSETS | | | | |
| NRSRO designation | | | | |
| AAA/AA/A | \$ 49,785 | 39.3 % | \$ 60,869 | 43.3 % |
| BBB | 53,163 | 42.0 % | 56,029 | 39.9 % |
| Non-rated ³ | 14,140 | 11.2 % | 14,686 | 10.5 % |
| Total investment grade | 117,088 | 92.5 % | 131,584 | 93.7 % |
| BB | 4,638 | 3.6 % | 4,217 | 3.0 % |
| B | 1,243 | 1.0 % | 990 | 0.7 % |
| CCC | 1,619 | 1.3 % | 1,431 | 1.0 % |
| CC and lower | 915 | 0.7 % | 906 | 0.6 % |
| Non-rated ³ | 1,165 | 0.9 % | 1,427 | 1.0 % |
| Total below investment grade | 9,580 | 7.5 % | 8,971 | 6.3 % |
| Total NRSRO designated assets ⁴ | 126,668 | 100.0 % | 140,555 | 100.0 % |
| Assets without NRSRO designation | | | | |
| Commercial mortgage loans | | | | |
| CM1 | 4,491 | 21.0 % | 3,998 | 16.8 % |
| CM2 | 11,387 | 53.1 % | 14,008 | 59.0 % |
| CM3 | 4,897 | 22.8 % | 5,216 | 22.0 % |
| CM4 | 597 | 2.8 % | 447 | 1.9 % |
| CM5 | 37 | 0.2 % | 81 | 0.3 % |
| CM6 | 29 | 0.1 % | — | — % |
| CM7 | — | — % | — | — % |
| Total CMLs | 21,438 | 100.0 % | 23,750 | 100.0 % |
| Residential mortgage loans | | | | |
| In good standing | 6,372 | 89.6 % | 10,636 | 95.4 % |
| 90 days late | 699 | 9.8 % | 422 | 3.8 % |
| In foreclosure | 45 | 0.6 % | 89 | 0.8 % |
| Total RMLs | 7,116 | 100.0 % | 11,147 | 100.0 % |
| Alternative investments | | | | |
| Investment in Apollo | 2,112 | | — | |
| Cash and equivalents ⁵ | 6,116 | | 5,481 | |
| Equity securities | 754 | | 1,737 | |
| Other ^{5,6} | 1,266 | | 1,702 | |
| Net invested assets | \$ 175,343 | | \$ 196,451 | |

1 Please refer to Notes to the Financial Supplement section for discussion on net invested assets and Non-GAAP Measure Reconciliations section for the reconciliation of total investments, including related parties, to net invested assets. 2 Prior period has been updated to reflect a reclassification between line items for comparability. 3 Securities denoted as non-rated by the NRSRO were classified as investment or non-investment grade according to the security's respective NAIC designation. With respect to modeled LBaSS, the NAIC designation methodology differs in significant respects from the NRSRO ratings methodology. 4 NAIC and NRSRO designations include corporates, CLO, RMBS, CMBS, ABS, state, municipal, political subdivisions and foreign government securities, short-term investments and U.S. government and agencies securities. 5 Prior period has been updated to reflect a reclassification between line items for comparability. 6 Other includes policy loans, accrued interest, and other net invested assets.

Credit Quality of Net Invested Assets - RMBS, CLOs, ABS (Management view)

Unaudited (In millions, except percentages)



| | Predecessor | | Successor | | | Predecessor | | Successor | | | |
|--|-----------------------------------|------------|-----------------------------------|---|------------------------------|-----------------------------------|------------|-----------------------------------|------------|--|--|
| | December 31, 2021 | | December 31, 2022 | | | December 31, 2021 | | December 31, 2022 | | | |
| | Invested Asset Value ¹ | % of Total | Invested Asset Value ¹ | % of Total | | Invested Asset Value ¹ | % of Total | Invested Asset Value ¹ | % of Total | | |
| CREDIT QUALITY OF RMBS – NAIC DESIGNATION | | | | CREDIT QUALITY OF RMBS – NRSRO DESIGNATION | | | | | | | |
| 1 A-G | \$ 5,868 | 84.2 % | \$ 6,125 | 83.2 % | AAA/AA/A | \$ 1,296 | 18.6 % | \$ 2,026 | 27.5 % | | |
| 2 A-C | 374 | 5.4 % | 347 | 4.7 % | BBB | 563 | 8.1 % | 735 | 10.0 % | | |
| Non-rated ² | — | — % | — | — % | Non-rated ² | 1,892 | 27.2 % | 1,647 | 22.4 % | | |
| Total investment grade | 6,242 | 89.6 % | 6,472 | 87.9 % | Total investment grade | 3,751 | 53.9 % | 4,408 | 59.9 % | | |
| 3 A-C | 424 | 6.1 % | 455 | 6.2 % | BB | 217 | 3.1 % | 140 | 1.9 % | | |
| 4 A-C | 226 | 3.2 % | 309 | 4.2 % | B | 221 | 3.2 % | 141 | 1.9 % | | |
| 5 A-C | 49 | 0.7 % | 102 | 1.4 % | CCC | 1,501 | 21.5 % | 1,333 | 18.1 % | | |
| 6 | 28 | 0.4 % | 25 | 0.3 % | CC and lower | 866 | 12.4 % | 834 | 11.3 % | | |
| Non-rated ² | — | — % | — | — % | Non-rated ² | 413 | 5.9 % | 507 | 6.9 % | | |
| Total below investment grade | 727 | 10.4 % | 891 | 12.1 % | Total below investment grade | 3,218 | 46.1 % | 2,955 | 40.1 % | | |
| RMBS net invested assets | \$ 6,969 | 100.0 % | \$ 7,363 | 100.0 % | RMBS net invested assets | \$ 6,969 | 100.0 % | \$ 7,363 | 100.0 % | | |
| CREDIT QUALITY OF CLOs – NAIC DESIGNATION | | | | CREDIT QUALITY OF CLOs – NRSRO DESIGNATION | | | | | | | |
| 1 A-G | \$ 11,201 | 62.6 % | \$ 12,455 | 62.7 % | AAA/AA/A | \$ 11,189 | 62.5 % | \$ 12,455 | 62.7 % | | |
| 2 A-C | 6,537 | 36.5 % | 7,278 | 36.6 % | BBB | 6,543 | 36.6 % | 7,278 | 36.6 % | | |
| Non-rated ² | — | — % | — | — % | Non-rated ² | — | — % | — | — % | | |
| Total investment grade | 17,738 | 99.1 % | 19,733 | 99.3 % | Total investment grade | 17,732 | 99.1 % | 19,733 | 99.3 % | | |
| 3 A-C | 130 | 0.8 % | 128 | 0.6 % | BB | 134 | 0.7 % | 128 | 0.6 % | | |
| 4 A-C | 24 | 0.1 % | 20 | 0.1 % | B | 26 | 0.2 % | 20 | 0.1 % | | |
| 5 A-C | — | — % | — | — % | CCC | — | — % | — | — % | | |
| 6 | — | — % | — | — % | CC and lower | — | — % | — | — % | | |
| Non-rated ² | — | — % | — | — % | Non-rated ² | — | — % | — | — % | | |
| Total below investment grade | 154 | 0.9 % | 148 | 0.7 % | Total below investment grade | 160 | 0.9 % | 148 | 0.7 % | | |
| CLO net invested assets | \$ 17,892 | 100.0 % | \$ 19,881 | 100.0 % | CLO net invested assets | \$ 17,892 | 100.0 % | \$ 19,881 | 100.0 % | | |
| CREDIT QUALITY OF ABS – NAIC DESIGNATION | | | | CREDIT QUALITY OF ABS – NRSRO DESIGNATION | | | | | | | |
| 1 A-G | \$ 10,663 | 52.3 % | \$ 12,261 | 59.3 % | AAA/AA/A | \$ 10,269 | 50.4 % | \$ 11,780 | 57.0 % | | |
| 2 A-C | 8,475 | 41.6 % | 7,301 | 35.3 % | BBB | 8,264 | 40.6 % | 7,248 | 35.0 % | | |
| Non-rated ² | — | — % | — | — % | Non-rated ² | 526 | 2.6 % | 535 | 2.6 % | | |
| Total investment grade | 19,138 | 93.9 % | 19,562 | 94.6 % | Total investment grade | 19,059 | 93.6 % | 19,563 | 94.6 % | | |
| 3 A-C | 837 | 4.1 % | 710 | 3.4 % | BB | 881 | 4.3 % | 709 | 3.4 % | | |
| 4 A-C | 276 | 1.4 % | 229 | 1.1 % | B | 310 | 1.5 % | 229 | 1.1 % | | |
| 5 A-C | 125 | 0.6 % | 157 | 0.8 % | CCC | 10 | — % | 33 | 0.2 % | | |
| 6 | — | — % | 22 | 0.1 % | CC and lower | — | — % | 22 | 0.1 % | | |
| Non-rated ² | — | — % | — | — % | Non-rated ² | 116 | 0.6 % | 124 | 0.6 % | | |
| Total below investment grade | 1,238 | 6.1 % | 1,118 | 5.4 % | Total below investment grade | 1,317 | 6.4 % | 1,117 | 5.4 % | | |
| ABS net invested assets | \$ 20,376 | 100.0 % | \$ 20,680 | 100.0 % | ABS net invested assets | \$ 20,376 | 100.0 % | \$ 20,680 | 100.0 % | | |

¹ Please refer to Notes to the Financial Supplement section for discussion on net invested assets and Non-GAAP Measure Reconciliations section for the reconciliation of total investments, including related parties, to net invested assets. ² Securities denoted as non-rated by the NRSRO were classified as investment or non-investment grade according to the security's respective NAIC designation. With respect to modeled LBaSS, the NAIC designation methodology differs in significant respects from the NRSRO ratings methodology.

Net Reserve Liabilities & Rollforwards

Unaudited (in millions, except percentages)



| | Predecessor | | Successor | |
|---------------------------------|-------------------|------------------|-------------------|------------------|
| | December 31, 2021 | | December 31, 2022 | |
| | Dollars | Percent of Total | Dollars | Percent of Total |
| NET RESERVE LIABILITIES | | | | |
| Indexed annuities | \$ 84,423 | 52.1 % | \$ 87,532 | 47.5 % |
| Fixed rate annuities | 29,075 | 17.9 % | 39,571 | 21.5 % |
| Total deferred annuities | 113,498 | 70.0 % | 127,103 | 69.0 % |
| Pension group annuities | 18,589 | 11.5 % | 24,728 | 13.4 % |
| Payout annuities | 7,227 | 4.5 % | 9,444 | 5.1 % |
| Funding agreements ¹ | 20,841 | 12.9 % | 21,538 | 11.7 % |
| Life and other | 1,796 | 1.1 % | 1,513 | 0.8 % |
| Total net reserve liabilities | \$ 161,951 | 100.0 % | \$ 184,326 | 100.0 % |

| | Predecessor 4Q'21 | Quarterly Trends | | | | Δ | | Year-to-Date | | Δ |
|---|----------------------|------------------|------------|------------|------------|-------|-------|---------------------|-------------------|-------|
| | | Successor | | | | Q/Q | Y/Y | Predecessor 2021 | Successor 2022 | Y/Y |
| | | 1Q'22 | 2Q'22 | 3Q'22 | 4Q'22 | | | | | |
| NET RESERVE LIABILITY ROLLFORWARD | | | | | | | | | | |
| Net reserve liabilities – beginning ² | \$ 156,852 | \$ 169,508 | \$ 174,234 | \$ 177,633 | \$ 182,160 | 3 % | 16 % | \$ 144,989 | \$ 169,508 | 17 % |
| Gross inflows ³ | 9,487 | 11,817 | 12,214 | 13,161 | 11,511 | (13)% | 21 % | 37,724 | 48,703 | 29 % |
| Inflows attributable to ACRA noncontrolling interest | (2,302) | (2,271) | (3,184) | (1,993) | (1,305) | (35)% | (43)% | (10,329) | (8,753) | (15)% |
| Net inflows | 7,185 | 9,546 | 9,030 | 11,168 | 10,206 | (9)% | 42 % | 27,395 | 39,950 | 46 % |
| Net withdrawals | (3,593) | (4,072) | (4,062) | (5,803) | (4,925) | (15)% | 37 % | (14,761) | (18,862) | 28 % |
| Strategic reinsurance outflows | — | — | — | — | (4,862) | NM | NM | — | (4,862) | NM |
| Other reserve changes | 1,507 | (748) | (1,569) | (838) | 1,747 | NM | 16 % | 4,328 | (1,408) | NM |
| Net reserve liabilities – ending | \$ 161,951 | \$ 174,234 | \$ 177,633 | \$ 182,160 | \$ 184,326 | 1 % | 14 % | \$ 161,951 | \$ 184,326 | 14 % |
| ACRA NONCONTROLLING INTEREST RESERVE LIABILITY ROLLFORWARD | | | | | | | | | | |
| Reserve liabilities – beginning ² | \$ 31,100 | \$ 33,559 | \$ 35,019 | \$ 37,274 | \$ 37,995 | 2 % | 22 % | \$ 24,618 | \$ 33,559 | 36 % |
| Inflows | 2,302 | 2,271 | 3,184 | 1,993 | 1,305 | (35)% | (43)% | 10,329 | 8,753 | (15)% |
| Withdrawals | (751) | (811) | (863) | (1,197) | (1,277) | 7 % | 70 % | (2,773) | (4,148) | 50 % |
| Other reserve changes | 282 | — | (66) | (75) | 359 | NM | 27 % | 759 | 218 | (71)% |
| Reserve liabilities – ending | \$ 32,933 | \$ 35,019 | \$ 37,274 | \$ 37,995 | \$ 38,382 | 1 % | 17 % | \$ 32,933 | \$ 38,382 | 17 % |

Note: Please refer to Notes to the Financial Supplement section and the Non-GAAP Measure Reconciliations for discussion on net reserve liabilities. Net reserve liabilities include our economic ownership of ACRA reserve liabilities but do not include the reserve liabilities associated with the noncontrolling interest. ¹ Funding agreements are comprised of funding agreements issued under our FABN and FABR programs, funding agreements issued to the FHLB and long-term repurchase agreements. ² As a result of the merger with AGM on January 1, 2022, we elected pushdown accounting under GAAP and recorded our assets and liabilities at their fair market value as of the date of the merger. As a result, our 1Q'22 net reserve liability beginning balance reflects certain purchase price adjustments as compared to the 4Q'21 ending balance. ³ Gross inflows equal inflows from our retail, flow reinsurance and institutional channels as well as inflows for life and products other than deferred annuities or our institutional products, renewal inflows on older blocks of business, annuitizations and foreign currency translation adjustments on large transactions between the transaction date and the translation period. Gross inflows include all inflows sourced by Athene, including all of the inflows reinsured to ACRA.

Deferred Annuity Liability Characteristics

Unaudited (in millions, except percentages)



| | Surrender charge (gross) | Percent of total | Surrender charge (net of MVA) | Percent of total |
|---|--------------------------|------------------|-------------------------------|------------------|
| SURRENDER CHARGE PERCENTAGES ON DEFERRED ANNUITIES NET ACCOUNT VALUE | | | | |
| No Surrender Charge | \$ 28,643 | 23.8 % | \$ 28,643 | 23.8 % |
| 0.0% < 2.0% | 1,765 | 1.5 % | 1,404 | 1.2 % |
| 2.0% < 4.0% | 5,906 | 4.9 % | 3,780 | 3.1 % |
| 4.0% < 6.0% | 12,483 | 10.3 % | 9,236 | 7.7 % |
| 6.0% or greater | 71,696 | 59.5 % | 77,430 | 64.2 % |
| | \$ 120,493 | 100.0 % | \$ 120,493 | 100.0 % |

| | Surrender charge (gross) | MVA benefit | Surrender charge (net) |
|---------------------------------------|--------------------------|-------------|------------------------|
| Aggregate surrender charge protection | 5.8 % | 2.0 % | 7.8 % |

| | Deferred annuities | Percent of total | Average surrender charge (gross) |
|--|--------------------|------------------|----------------------------------|
| YEARS OF SURRENDER CHARGE REMAINING ON DEFERRED ANNUITIES NET ACCOUNT VALUE | | | |
| No Surrender Charge | \$ 28,643 | 23.8 % | — % |
| Less than 2 | 20,600 | 17.1 % | 5.2 % |
| 2 to less than 4 | 20,947 | 17.4 % | 6.7 % |
| 4 to less than 6 | 22,700 | 18.8 % | 7.5 % |
| 6 to less than 8 | 12,486 | 10.4 % | 8.8 % |
| 8 to less than 10 | 11,687 | 9.7 % | 9.9 % |
| 10 or greater | 3,430 | 2.8 % | 15.3 % |
| | \$ 120,493 | 100.0 % | |

| | Predecessor | Successor | Δ |
|--|-------------------|-------------------|---------|
| | December 31, 2021 | December 31, 2022 | |
| DEFERRED ANNUITY RIDER RESERVE SUMMARY | | | |
| Net rider reserve | \$ 5,147 | \$ 4,841 | (5.9)% |
| Net account value with rider reserves | 38,246 | 38,328 | 0.2 % |
| Rider reserve as a percentage of account value with rider reserves | 13.5 % | 12.6 % | (90)bps |

KEY OPERATING AND NON-GAAP MEASURES

In addition to our results presented in accordance with GAAP, we present certain financial information that includes non-GAAP measures. Management believes the use of these non-GAAP measures, together with the relevant GAAP measures, provides information that may enhance an investor's understanding of our results of operations and the underlying profitability drivers of our business. The majority of these non-GAAP measures are intended to remove from the results of operations the impact of market volatility (other than with respect to alternative investments) as well as integration, restructuring and certain other expenses which are not part of our underlying profitability drivers, as such items fluctuate from period to period in a manner inconsistent with these drivers. These measures should be considered supplementary to our results in accordance with GAAP and should not be viewed as a substitute for the corresponding GAAP measures.

SPREAD RELATED EARNINGS (SRE) AND NET SPREAD

Spread related earnings is a pre-tax non-GAAP measure used to evaluate our financial performance excluding market volatility and expenses related to integration, restructuring, stock compensation and other expenses. Our spread related earnings equals net income (loss) available to AHL common shareholder adjusted to eliminate the impact of the following:

- **Investment Gains (Losses), Net of Offsets**—Consists of the realized gains and losses on the sale of AFS securities, the change in fair value of reinsurance assets, unrealized gains and losses, changes in the credit loss allowance, and other investment gains and losses. Unrealized, allowances and other investment gains and losses are comprised of the fair value adjustments of trading securities (other than CLOs and ABS) and mortgage loans, investments held under the fair value option and our investment in Apollo, derivative gains and losses not hedging FIA index credits, and the change in credit loss allowances recognized in operations net of the change in AmerUs Closed Block fair value reserve related to the corresponding change in fair value of investments. Investment gains and losses are net of offsets related to DAC and DSI amortization and changes to guaranteed lifetime withdrawal benefit (GLWB) and guaranteed minimum death benefit (GMDB) reserves (together, GLWB and GMDB reserves represent rider reserves) as well as the MVAs associated with surrenders or terminations of contracts.
- **Non-operating Change in Insurance Liabilities and Related Derivatives, Net of Offsets**
 - **Change in Fair Values of Derivatives and Embedded Derivatives – FIAs, Net of Offsets**—Consists of impacts related to the fair value accounting for derivatives hedging the FIA index credits and the related embedded derivative liability fluctuations from period to period. The index reserve is measured at fair value for the current period and all periods beyond the current policyholder index term. However, the FIA hedging derivatives are purchased to hedge only the current index period. Upon policyholder renewal at the end of the period, new FIA hedging derivatives are purchased to align with the new term. The difference in duration between the FIA hedging derivatives and the index credit reserves creates a timing difference in earnings. This timing difference of the FIA hedging derivatives and index credit reserves is included as a non-operating adjustment, net of offsets related to DAC and DSI amortization and changes to rider reserves. We primarily hedge with options that align with the index terms of our FIA products (typically 1–2 years). On an economic basis, we believe this is suitable because policyholder accounts are credited with index performance at the end of each index term. However, because the term of an embedded derivative in an FIA contract is longer-dated, there is a duration mismatch which may lead to mismatches for accounting purposes.
 - **Non-operating Change in Funding Agreements**—Consists of timing differences caused by changes to interest rates on variable funding agreements and funding agreement backed notes and the associated reserve accretion patterns of those contracts. Further included are adjustments for gains associated with the Company's Tender Offer for funding agreement backed notes.
- **Integration, Restructuring, and Other Non-operating Expenses**—Consists of restructuring and integration expenses related to acquisitions and block reinsurance costs as well as certain other expenses, which are not predictable or related to our underlying profitability drivers.
- **Stock Compensation Expense**—Consists of stock compensation expenses associated with our share incentive plans, including long-term incentive expenses, which are not related to our underlying profitability drivers and fluctuate from time to time due to the structure of our plans.
- **Income Tax (Expense) Benefit**—Consists of the income tax effect of all income statement adjustments, including our Apollo investment, and is computed by applying the appropriate jurisdiction's tax rate to all adjustments subject to income tax.

We consider these adjustments to be meaningful adjustments to net income (loss) available to AHL common shareholder for the reasons discussed in greater detail above. Accordingly, we believe using a measure which excludes the impact of these items is useful in analyzing our business performance and the trends in our results of operations. Together with net income (loss) available to AHL common shareholder, we believe spread related earnings provides a meaningful financial metric that helps investors understand our underlying results and profitability. Spread related earnings should not be used as a substitute for net income (loss) available to AHL common shareholder.

Net spread is a non-GAAP measure used to evaluate our financial performance and profitability. Net spread is computed using our spread related earnings divided by average net invested assets for the relevant period. To enhance the ability to analyze this measure across periods, interim periods are annualized. While we believe this metric is a meaningful financial metric and enhances our understanding of the underlying profitability drivers of our business, it should not be used as a substitute for ROA presented under GAAP.

ADJUSTED DEBT TO CAPITAL RATIO

Adjusted debt to capital ratio is a non-GAAP measure used to evaluate our capital structure excluding the impacts of AOCI and the cumulative changes in fair value of funds withheld and modco reinsurance assets as well as mortgage loan assets, net of DAC, DSI, rider reserve and tax offsets. Adjusted debt to capital ratio is calculated as total debt at notional value divided by adjusted capitalization. Adjusted capitalization includes our adjusted AHL common shareholder's equity, preferred stock and the notional value of our debt. Adjusted AHL common shareholder's equity is calculated as the ending AHL shareholders' equity excluding AOCI, the cumulative changes in fair value of funds withheld and modco reinsurance assets and mortgage loan assets as well as preferred stock. These adjustments fluctuate period to period in a manner inconsistent with our underlying profitability drivers as the majority of such fluctuation is related to the market volatility of the unrealized gains and losses associated with our AFS securities. Except with respect to reinvestment activity relating to acquired blocks of businesses, we typically buy and hold AFS investments to maturity throughout the duration of market fluctuations, therefore, the period-over-period impacts in unrealized gains and losses are not necessarily indicative of current operating fundamentals or future performance. Adjusted debt to capital ratio should not be used as a substitute for the debt to capital ratio. However, we believe the adjustments to shareholders' equity are significant to gaining an understanding of our capitalization, debt utilization and debt capacity.

NET INVESTMENT SPREAD AND OTHER OPERATING EXPENSES

Net investment spread is a key measure of profitability. Net investment spread measures our investment performance plus our strategic capital management fees, less our total cost of funds. Net investment earned rate is a key measure of our investment performance while cost of funds is a key measure of the cost of our policyholder benefits and liabilities. Strategic capital management fees consist of management fees received by us for business managed for others, primarily the non-controlling interest portion of Athene's business ceded to ACRA.

- Net investment earned rate is a non-GAAP measure we use to evaluate the performance of our net invested assets that does not correspond to GAAP net investment income. Net investment earned rate is computed as the income from our net invested assets divided by the average net invested assets, for the relevant period. To enhance the ability to analyze these measures across periods, interim periods are annualized. The adjustments to net investment income to arrive at our net investment earned rate add (a) alternative investment gains and losses, (b) gains and losses related to trading securities for CLOs, (c) net VIE impacts (revenues, expenses and noncontrolling interest), (d) forward points gains and losses on foreign exchange derivative hedges and (e) the change in fair value of reinsurance assets, and removes the proportionate share of the ACRA net investment income associated with the ACRA noncontrolling interest as well as the gain or loss on our investment in Apollo. We include the income and assets supporting our change in fair value of reinsurance assets by evaluating the underlying investments of the funds withheld at interest receivables and we include the net investment income from those underlying investments which does not correspond to the GAAP presentation of change in fair value of reinsurance assets. We exclude the income and assets supporting business that we have exited through ceded reinsurance including funds withheld agreements. We believe the adjustments for reinsurance provide a net investment earned rate on the assets for which we have economic exposure.
- Cost of funds includes liability costs related to cost of crediting on both deferred annuities and institutional products as well as other liability costs, but does not include the proportionate share of the ACRA cost of funds associated with the noncontrolling interest. Cost of crediting on deferred annuities is the interest credited to the policyholders on our fixed strategies as well as the option costs on the indexed annuity strategies. With respect to FIAs, the cost of providing index credits includes the expenses incurred to fund the annual index credits, and where applicable, minimum guaranteed interest credited. Cost of crediting on institutional products is comprised of (1) pension group annuity costs, including interest credited, benefit payments and other reserve changes, net of premiums received when issued, and (2) funding agreement costs, including the interest payments and other reserve changes. Other liability costs include DAC, DSI and VOBA amortization, change in rider reserves, the cost of liabilities on products other than deferred annuities and institutional products, premiums, product charges and other revenues. We exclude the costs related to business that we have exited through ceded reinsurance transactions. Cost of funds is computed as the total liability costs divided by the average net invested assets, for the relevant period. To enhance the ability to analyze these measures across periods, interim periods are annualized. We believe a measure like cost of funds is useful in analyzing the trends of our core business operations and profitability. While we believe cost of funds is a meaningful financial metric and enhances our understanding of the underlying profitability drivers of our business, it should not be used as a substitute for total benefits and expenses presented under GAAP.
- Net investment earned rate, cost of funds, and net investment spread are non-GAAP measures we use to evaluate the profitability of our business. We believe these metrics are useful in analyzing the trends of our business operations, profitability and pricing discipline. While we believe each of these metrics are meaningful financial metrics and enhance our understanding of the underlying profitability drivers of our business, they should not be used as a substitute for net investment income or total benefits and expenses presented under GAAP.
- Other operating expenses excludes integration, restructuring and other non-operating expenses, stock compensation and long-term incentive plan expenses, interest expense and policy acquisition expenses. We believe a measure like other operating expenses is useful in analyzing the trends of our core business operations and profitability. While we believe other operating expenses is a meaningful financial metric and enhances our understanding of the underlying profitability drivers of our business, it should not be used as a substitute for policy and other operating expenses presented under GAAP.

NET INVESTED ASSETS

In managing our business, we analyze net invested assets, which does not correspond to total investments, including investments in related parties, as disclosed in our consolidated financial statements and notes thereto. Net invested assets represent the investments that directly back our net reserve liabilities as well as surplus assets. Net invested assets is used in the computation of net investment earned rate, which allows us to analyze the profitability of our investment portfolio. Net invested assets includes (a) total investments on the consolidated balance sheet with AFS securities at cost or amortized cost, excluding derivatives, (b) cash and cash equivalents and restricted cash, (c) investments in related parties, (d) accrued investment income, (e) VIE and VOE assets, liabilities and noncontrolling interest adjustments, (f) net investment payables and receivables, (g) policy loans ceded (which offset the direct policy loans in total investments) and (h) an adjustment for the allowance for credit losses. Net invested assets also excludes assets associated with funds withheld liabilities related to business exited through reinsurance agreements and derivative collateral (offsetting the related cash positions). We include the underlying investments supporting our assumed funds withheld and modco agreements in our net invested assets calculation in order to match the assets with the income received. We believe the adjustments for reinsurance provide a view of the assets for which we have economic exposure. Net invested assets includes our proportionate share of ACRA investments, based on our economic ownership, but does not include the proportionate share of investments associated with the noncontrolling interest. Net invested assets also includes our investment in Apollo for prior periods. Our net invested assets are averaged over the number of quarters in the relevant period to compute our net investment earned rate for such period. While we believe net invested assets is a meaningful financial metric and enhances our understanding of the underlying drivers of our investment portfolio, it should not be used as a substitute for total investments, including related parties, presented under GAAP.

NET RESERVE LIABILITIES

In managing our business, we also analyze net reserve liabilities, which does not correspond to total liabilities as disclosed in our consolidated financial statements and notes thereto. Net reserve liabilities represent our policyholder liability obligations net of reinsurance and is used to analyze the costs of our liabilities. Net reserve liabilities include (a) interest sensitive contract liabilities, (b) future policy benefits, (c) long-term repurchase obligations, (d) dividends payable to policyholders and (e) other policy claims and benefits, offset by reinsurance recoverable, excluding policy loans ceded. Net reserve liabilities include our proportionate share of ACRA reserve liabilities, based on our economic ownership, but do not include the proportionate share of reserve liabilities associated with the noncontrolling interest. Net reserve liabilities is net of the ceded liabilities to third-party reinsurers as the costs of the liabilities are passed to such reinsurers and, therefore, we have no net economic exposure to such liabilities, assuming our reinsurance counterparties perform under our agreements. The majority of our ceded reinsurance is a result of reinsuring large blocks of life business following acquisitions. For such transactions, GAAP requires the ceded liabilities and related reinsurance recoverables to continue to be recorded in our consolidated financial statements despite the transfer of economic risk to the counterparty in connection with the reinsurance transaction. While we believe net reserve liabilities is a meaningful financial metric and enhances our understanding of the underlying profitability drivers of our business, it should not be used as a substitute for total liabilities presented under GAAP.

SALES

Sales statistics do not correspond to revenues under GAAP but are used as relevant measures to understand our business performance as it relates to inflows generated during a specific period of time. Our sales statistics include inflows for fixed rate annuities and FIAs and align with the LIMRA definition of all money paid into an individual annuity, including money paid into new contracts with initial purchase occurring in the specified period and existing contracts with initial purchase occurring prior to the specified period (excluding internal transfers). We believe sales is a meaningful metric that enhances our understanding of our business performance and is not the same as premiums presented in our consolidated statements of income (loss).

Non-GAAP Reconciliations

Unaudited (in millions, except percentages)



| | Quarterly Trends | | | | |
|---|------------------|-----------|-----------|------------|-----------|
| | Predecessor | Successor | | | |
| | 4Q'21 | 1Q'22 | 2Q'22 | 3Q'22 | 4Q'22 |
| RECONCILIATION OF TOTAL AHL SHAREHOLDERS' EQUITY (DEFICIT) TO TOTAL ADJUSTED AHL COMMON SHAREHOLDER'S EQUITY | | | | | |
| Total AHL shareholders' equity (deficit) | \$ 20,130 | \$ 11,149 | \$ 3,725 | \$ (1,346) | \$ 916 |
| Less: Preferred stock | 2,312 | 2,667 | 2,667 | 2,667 | 3,154 |
| Total AHL common shareholder's equity (deficit) | 17,818 | 8,482 | 1,058 | (4,013) | (2,238) |
| Less: Accumulated other comprehensive income (loss) | 2,430 | (4,674) | (9,787) | (13,755) | (12,311) |
| Less: Accumulated change in fair value of reinsurance assets | 585 | (1,241) | (2,464) | (3,316) | (3,046) |
| Less: Accumulated change in fair value of mortgage loan assets | — | (533) | (1,273) | (1,990) | (2,091) |
| Total adjusted AHL common shareholder's equity | \$ 14,803 | \$ 14,930 | \$ 14,582 | \$ 15,048 | \$ 15,210 |
| RECONCILIATION OF DEBT TO CAPITAL RATIO TO ADJUSTED DEBT TO CAPITAL RATIO | | | | | |
| Total debt | \$ 2,964 | \$ 3,287 | \$ 3,279 | \$ 3,271 | \$ 3,658 |
| Less: Adjustment to arrive at notional debt | (36) | 287 | 279 | 271 | 258 |
| Notional debt | \$ 3,000 | \$ 3,000 | \$ 3,000 | \$ 3,000 | \$ 3,400 |
| Total debt | \$ 2,964 | \$ 3,287 | \$ 3,279 | \$ 3,271 | \$ 3,658 |
| Total AHL shareholders' equity (deficit) | 20,130 | 11,149 | 3,725 | (1,346) | 916 |
| Total capitalization | 23,094 | 14,436 | 7,004 | 1,925 | 4,574 |
| Less: Accumulated other comprehensive income (loss) | 2,430 | (4,674) | (9,787) | (13,755) | (12,311) |
| Less: Accumulated change in fair value of reinsurance assets | 585 | (1,241) | (2,464) | (3,316) | (3,046) |
| Less: Accumulated change in fair value of mortgage loan assets | — | (533) | (1,273) | (1,990) | (2,091) |
| Less: Adjustment to arrive at notional debt | (36) | 287 | 279 | 271 | 258 |
| Total adjusted capitalization | \$ 20,115 | \$ 20,597 | \$ 20,249 | \$ 20,715 | \$ 21,764 |
| Debt to capital ratio | 12.8 % | 22.8 % | 46.8 % | 169.9 % | 80.0 % |
| Accumulated other comprehensive income (loss) | 1.6 % | (5.1)% | (22.3)% | (111.3)% | (44.7)% |
| Accumulated change in fair value of reinsurance assets | 0.4 % | (1.4)% | (5.6)% | (26.9)% | (11.1)% |
| Accumulated change in fair value of mortgage loan assets | — % | (0.6)% | (2.9)% | (16.1)% | (7.6)% |
| Adjustment to arrive at notional debt | 0.1 % | (1.1)% | (1.2)% | (1.1)% | (1.0)% |
| Adjusted debt to capital ratio | 14.9 % | 14.6 % | 14.8 % | 14.5 % | 15.6 % |

Non-GAAP Reconciliations

Unaudited (in millions, except percentages)



| | Quarterly Trends | | | | | Year-to-Date | |
|--|------------------|------------|------------|------------|------------|--------------|------------|
| | Predecessor | Successor | | | | Predecessor | Successor |
| | 4Q'21 | 1Q'22 | 2Q'22 | 3Q'22 | 4Q'22 | 2021 | 2022 |
| RECONCILIATION OF NET INCOME (LOSS) AVAILABLE TO AHL COMMON SHAREHOLDER TO NORMALIZED SPREAD RELATED EARNINGS | | | | | | | |
| Net income (loss) available to Athene Holding Ltd. common shareholder | \$ 1,060 | \$ (1,518) | \$ (2,155) | \$ (936) | \$ 306 | \$ 3,718 | \$ (4,303) |
| Preferred stock dividends | 35 | 35 | 35 | 35 | 36 | 141 | 141 |
| Net income (loss) attributable to noncontrolling interests | 52 | (883) | (1,072) | (476) | 339 | (59) | (2,092) |
| Net income (loss) | 1,147 | (2,366) | (3,192) | (1,377) | 681 | 3,800 | (6,254) |
| Income tax expense (benefit) | 190 | (407) | (484) | (210) | 125 | 386 | (976) |
| Income (loss) before income taxes | 1,337 | (2,773) | (3,676) | (1,587) | 806 | 4,186 | (7,230) |
| Less: Total adjustments to income (loss) before income taxes | 883 | (3,443) | (4,118) | (2,163) | 170 | 1,677 | (9,554) |
| Spread related earnings | 454 | 670 | 442 | 576 | 636 | 2,509 | 2,324 |
| Normalization of alternative investment income to 11%, net of offsets | (68) | (143) | 128 | 79 | 13 | (609) | 77 |
| Other notable items | 34 | (39) | (35) | (59) | 35 | (52) | (72) |
| Normalized spread related earnings | \$ 420 | \$ 488 | \$ 535 | \$ 596 | \$ 684 | \$ 1,848 | \$ 2,329 |
| RECONCILIATION OF NET INVESTMENT INCOME TO NET INVESTMENT EARNINGS | | | | | | | |
| GAAP net investment income | \$ 1,942 | \$ 1,683 | \$ 1,726 | \$ 1,843 | \$ 2,319 | \$ 7,100 | \$ 7,571 |
| Change in fair value of reinsurance assets | 318 | 220 | 50 | 11 | 52 | 1,451 | 333 |
| VIE earnings and noncontrolling interest | 35 | 79 | 91 | 219 | 197 | 108 | 586 |
| Alternative gains (losses) | 19 | 18 | (28) | 10 | 41 | 144 | 41 |
| ACRA noncontrolling interest | (239) | (305) | (347) | (407) | (446) | (943) | (1,505) |
| Reinsurance impacts | — | — | — | — | (41) | — | (41) |
| Apollo investment (gain) loss | (404) | (33) | — | — | — | (864) | (33) |
| Held for trading amortization and other | 10 | (7) | (4) | 45 | (73) | 83 | (39) |
| Total adjustments to arrive at net investment earnings | (261) | (28) | (238) | (122) | (270) | (21) | (658) |
| Total net investment earnings | \$ 1,681 | \$ 1,655 | \$ 1,488 | \$ 1,721 | \$ 2,049 | \$ 7,079 | \$ 6,913 |
| RECONCILIATION OF NET INVESTMENT INCOME RATE TO NET INVESTMENT EARNED RATE | | | | | | | |
| GAAP net investment income | 4.60 % | 3.71 % | 3.70 % | 3.83 % | 4.74 % | 4.44 % | 4.01 % |
| Change in fair value of reinsurance assets | 0.75 % | 0.49 % | 0.11 % | 0.02 % | 0.11 % | 0.90 % | 0.18 % |
| VIE earnings and noncontrolling interest | 0.08 % | 0.17 % | 0.19 % | 0.46 % | 0.40 % | 0.07 % | 0.31 % |
| Alternative gains (losses) | 0.05 % | 0.04 % | (0.06)% | 0.02 % | 0.08 % | 0.09 % | 0.02 % |
| ACRA noncontrolling interest | (0.57)% | (0.67)% | (0.74)% | (0.85)% | (0.91)% | (0.59)% | (0.80)% |
| Reinsurance impacts | — % | — % | — % | — % | (0.08)% | — % | (0.02)% |
| Apollo investment (gain) loss | (0.96)% | (0.07)% | — % | — % | — % | (0.54)% | (0.02)% |
| Held for trading amortization and other | 0.03 % | (0.02)% | (0.01)% | 0.10 % | (0.15)% | 0.05 % | (0.02)% |
| Total adjustments to arrive at net investment earned rate | (0.62)% | (0.06)% | (0.51)% | (0.25)% | (0.55)% | (0.02)% | (0.35)% |
| Net investment earned rate | 3.98 % | 3.65 % | 3.19 % | 3.58 % | 4.19 % | 4.42 % | 3.66 % |
| Average net invested assets | \$ 168,863 | \$ 181,398 | \$ 186,788 | \$ 192,231 | \$ 195,804 | \$ 160,019 | \$ 188,742 |

Non-GAAP Reconciliations

Unaudited (in millions, except percentages)



| | Quarterly Trends | | | | | Year-to-Date | |
|--|------------------|------------|------------|------------|------------|--------------|------------|
| | Predecessor | Successor | | | | Predecessor | Successor |
| | 4Q'21 | 1Q'22 | 2Q'22 | 3Q'22 | 4Q'22 | 2021 | 2022 |
| RECONCILIATION OF BENEFITS AND EXPENSES TO COST OF FUNDS | | | | | | | |
| GAAP benefits and expenses | \$ 5,445 | \$ 2,504 | \$ 5,471 | \$ 3,896 | \$ 2,982 | \$ 22,134 | \$ 14,853 |
| Premiums | (2,967) | (2,110) | (5,614) | (3,045) | (869) | (14,262) | (11,638) |
| Product charges | (160) | (166) | (175) | (184) | (193) | (621) | (718) |
| Other revenues | (14) | 3 | 9 | 26 | (10) | (72) | 28 |
| FIA option costs | 287 | 294 | 306 | 322 | 342 | 1,125 | 1,264 |
| Reinsurance impacts | 11 | 12 | 12 | 12 | (19) | 49 | 17 |
| Non-operating change in insurance liabilities and embedded derivatives, net of offsets | (1,077) | 350 | 903 | 198 | (513) | (2,989) | 938 |
| DAC and DSI amortization related to investment gains and losses ¹ | 41 | 10 | 26 | 19 | 9 | 115 | 64 |
| Rider reserves related to investment gains and losses | (5) | 124 | 141 | 98 | 16 | (4) | 379 |
| Policy and other operating expenses, excluding policy acquisition expenses | (242) | (247) | (260) | (294) | (309) | (772) | (1,110) |
| AmerUs Closed Block fair value liability | 7 | 127 | 114 | 77 | (27) | 57 | 291 |
| ACRA noncontrolling interest | (265) | (87) | (26) | (169) | (248) | (759) | (530) |
| Other | 12 | 12 | (21) | 10 | 58 | (8) | 59 |
| Total adjustments to arrive at cost of funds | (4,372) | (1,678) | (4,585) | (2,930) | (1,763) | (18,141) | (10,956) |
| Total cost of funds | \$ 1,073 | \$ 826 | \$ 886 | \$ 966 | \$ 1,219 | \$ 3,993 | \$ 3,897 |
| RECONCILIATION OF TOTAL BENEFITS AND EXPENSES RATE TO COST OF FUNDS RATE | | | | | | | |
| GAAP benefits and expenses | 12.90 % | 5.52 % | 11.72 % | 8.11 % | 6.09 % | 13.83 % | 7.87 % |
| Premiums | (7.03)% | (4.65)% | (12.02)% | (6.34)% | (1.78)% | (8.91)% | (6.17)% |
| Product charges | (0.38)% | (0.37)% | (0.37)% | (0.38)% | (0.39)% | (0.39)% | (0.38)% |
| Other revenues | (0.03)% | 0.01 % | 0.02 % | 0.06 % | (0.02)% | (0.04)% | 0.01 % |
| FIA option costs | 0.68 % | 0.65 % | 0.65 % | 0.67 % | 0.70 % | 0.70 % | 0.67 % |
| Reinsurance impacts | 0.02 % | 0.03 % | 0.03 % | 0.02 % | (0.04)% | 0.03 % | 0.01 % |
| Non-operating change in insurance liabilities and embedded derivatives, net of offsets | (2.55)% | 0.77 % | 1.93 % | 0.41 % | (1.05)% | (1.87)% | 0.50 % |
| DAC and DSI amortization related to investment gains and losses ¹ | 0.10 % | 0.02 % | 0.06 % | 0.04 % | 0.02 % | 0.07 % | 0.03 % |
| Rider reserves related to investment gains and losses | (0.01)% | 0.27 % | 0.30 % | 0.20 % | 0.03 % | — % | 0.20 % |
| Policy and other operating expenses, excluding policy acquisition expenses | (0.57)% | (0.55)% | (0.56)% | (0.61)% | (0.63)% | (0.48)% | (0.59)% |
| AmerUs Closed Block fair value liability | 0.01 % | 0.28 % | 0.24 % | 0.16 % | (0.05)% | 0.04 % | 0.15 % |
| ACRA noncontrolling interest | (0.63)% | (0.19)% | (0.06)% | (0.35)% | (0.51)% | (0.47)% | (0.28)% |
| Other | 0.03 % | 0.03 % | (0.04)% | 0.02 % | 0.12 % | (0.01)% | 0.04 % |
| Total adjustments to arrive at cost of funds | (10.36)% | (3.70)% | (9.82)% | (6.10)% | (3.60)% | (11.33)% | (5.81)% |
| Total cost of funds | 2.54 % | 1.82 % | 1.90 % | 2.01 % | 2.49 % | 2.50 % | 2.06 % |
| Average net invested assets | \$ 168,863 | \$ 181,398 | \$ 186,788 | \$ 192,231 | \$ 195,804 | \$ 160,019 | \$ 188,742 |

¹ Periods prior to the merger include VOBA amortization related to investment gains and losses.

Non-GAAP Reconciliations

Unaudited (in millions)



| | Predecessor | Quarterly Trends | | | | Year-to-Date | | |
|--|-------------|------------------|-----------|--------|--------|--------------|-------------|-----------|
| | | 4Q'21 | Successor | | | | Predecessor | Successor |
| | | | 1Q'22 | 2Q'22 | 3Q'22 | 4Q'22 | | |
| RECONCILIATION OF POLICY AND OTHER OPERATING EXPENSES TO OTHER OPERATING EXPENSES | | | | | | | | |
| GAAP policy and other operating expenses | \$ 333 | \$ 335 | \$ 358 | \$ 388 | \$ 412 | \$ 1,128 | \$ 1,493 | |
| Interest expense | (39) | (33) | (41) | (68) | (85) | (139) | (227) | |
| Policy acquisition expenses, net of deferrals | (91) | (88) | (98) | (94) | (103) | (356) | (383) | |
| Integration, restructuring and other non-operating expenses | (70) | (34) | (33) | (37) | (29) | (134) | (133) | |
| Stock compensation expenses ¹ | (11) | (12) | (13) | (15) | (16) | (38) | (56) | |
| ACRA noncontrolling interest | (22) | (51) | (59) | (73) | (48) | (93) | (231) | |
| Other changes in policy and other operating expenses | (2) | (8) | (5) | 19 | (3) | (9) | 3 | |
| Total adjustments to arrive at other operating expenses | (235) | (226) | (249) | (268) | (284) | (769) | (1,027) | |
| Other operating expenses | \$ 98 | \$ 109 | \$ 109 | \$ 120 | \$ 128 | \$ 359 | \$ 466 | |

| | Predecessor | Successor |
|---|-------------------|-------------------|
| | December 31, 2021 | December 31, 2022 |
| RECONCILIATION OF TOTAL INVESTMENTS, INCLUDING RELATED PARTIES, TO NET INVESTED ASSETS | | |
| Total investments, including related parties | \$ 209,176 | \$ 196,448 |
| Derivative assets | (4,387) | (3,309) |
| Cash and cash equivalents (including restricted cash) | 10,275 | 8,407 |
| Accrued investment income | 962 | 1,328 |
| Net receivable (payable) for collateral on derivatives ² | (3,902) | (1,486) |
| Reinsurance funds withheld and modified coinsurance | (1,035) | 1,423 |
| VIE and VOE assets, liabilities and noncontrolling interest | 2,958 | 12,747 |
| Unrealized (gains) losses | (4,057) | 22,284 |
| Ceded policy loans | (169) | (179) |
| Net investment receivables (payables) ² | 43 | 186 |
| Allowance for credit losses | 361 | 471 |
| Other investments | — | (10) |
| Total adjustments to arrive at gross invested assets | 1,049 | 41,862 |
| Gross invested assets | 210,225 | 238,310 |
| ACRA noncontrolling interest | (34,882) | (41,859) |
| Net invested assets | \$ 175,343 | \$ 196,451 |

¹ Stock compensation expense was updated to include our long-term incentive plan expense. ² Prior period has been updated to reflect a reclassification between line items for comparability.

Non-GAAP Reconciliations

Unaudited (in millions)



| | Predecessor December 31, 2021 | Successor December 31, 2022 |
|---|----------------------------------|--------------------------------|
| RECONCILIATION OF INVESTMENT FUNDS, INCLUDING RELATED PARTIES AND VIES, TO NET ALTERNATIVE INVESTMENTS | | |
| Investment funds, including related parties and VIEs | \$ 9,866 | \$ 14,128 |
| Equity securities ¹ | 872 | 509 |
| CLO and ABS equities included in trading securities ¹ | 1,418 | 225 |
| Investment in Apollo | (2,112) | — |
| Investment funds within funds withheld at interest | 1,807 | 1,126 |
| Royalties and other assets included in other investments | 50 | 15 |
| Net assets of the VIE, excluding investment funds | (772) | (2,041) |
| Unrealized (gains) losses | 14 | 44 |
| ACRA noncontrolling interest | (1,270) | (1,836) |
| Other assets | — | (91) |
| Total adjustments to arrive at net alternative investments | 7 | (2,049) |
| Net alternative investments | <u>\$ 9,873</u> | <u>\$ 12,079</u> |
| RECONCILIATION OF TOTAL LIABILITIES TO NET RESERVE LIABILITIES | | |
| Total liabilities | \$ 212,968 | \$ 243,667 |
| Debt | (2,964) | (3,658) |
| Derivative liabilities | (472) | (1,646) |
| Payables for collateral on derivatives and securities to repurchase | (6,446) | (3,841) |
| Other liabilities | (2,975) | (1,635) |
| Liabilities of consolidated VIEs | (461) | (815) |
| Reinsurance impacts | (4,594) | (9,186) |
| Policy loans ceded | (169) | (179) |
| ACRA noncontrolling interest | (32,933) | (38,382) |
| Other | (3) | 1 |
| Total adjustments to arrive at net reserve liabilities | (51,017) | (59,341) |
| Net reserve liabilities | <u>\$ 161,951</u> | <u>\$ 184,326</u> |

¹ Prior period has been updated to reflect a reclassification between line items for comparability.