Athene Holding Ltd. 3Q'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 spread, adjusted debt-to-capital ratio, net investment spread, 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)



	Q Predecessor			Quar	terly Trends	•			Δ			Year-t	o-Dat	e	Δ
	Pre	deces	ssor			Sı	uccessor				Pre	edecessor	Sı	iccessor	
	3Q'21		4Q'21	_	1Q'22		2Q'22	3Q'22	Q/Q	Y/Y		2021		2022	Y/Y
SELECTED INCOME STATEMENT DATA															
GAAP															
Net income (loss) available to AHL common shareholder	\$ 698	\$	1,060	\$	(1,518)	\$	(2,155)	\$ (936)	57 %	NM	\$	2,658	\$	(4,609)	NM
Return on assets (ROA)	1.27	%	1.85 %		(2.48)%		(3.59)%	(1.59)%	200bps	NM		1.67 %		(2.56)%	NM
NON-GAAP															
Spread related earnings (pre-tax)	\$ 548	\$	454	\$	670	\$	442	\$ 576	30 %	5 %	\$	2,055	\$	1,688	(18)%
Net spread	1.35	%	1.08 %		1.48 %		0.95 %	1.20 %	25bps	(15)bps		1.75 %		1.20 %	(55)bps
Net investment spread	1.73	%	1.47 %		1.86 %		1.32 %	1.60 %	28bps	(13)bps		2.13 %		1.59 %	(54)bps
Spread related earnings - normalized ¹	\$ 461	\$	420	\$	488	\$	535	\$ 596	11 %	29 %	\$	1,428	\$	1,674	17 %
Net spread - normalized ¹	1.14	%	0.99 %		1.08 %		1.15 %	1.24 %	9bps	10bps		1.21 %		1.19 %	(2)bps
Net investment spread - normalized ¹	1.52	%	1.38 %		1.46 %		1.52 %	1.64 %	12bps	12bps		1.59 %		1.58 %	(1)bp
SELECTED BALANCE SHEET DATA															
GAAP															
Total assets	\$ 224,396	\$	235,149	\$	246,134	\$	234,254	\$ 236,700	1 %	5 %	\$	224,396	\$	236,700	5 %
Goodwill	_		_		4,181		4,153	4,058	(2)%	NM		_		4,058	NM
Total liabilities	202,024		212,968		232,442		230,865	238,566	3 %	18 %		202,024		238,566	18 %
Debt	2,469		2,964		3,287		3,279	3,271	— %	32 %		2,469		3,271	32 %
Total AHL shareholders' equity (deficit)	20,389		20,130		11,149		3,725	(1,346)	NM	NM		20,389		(1,346)	NM
Debt-to-capital ratio	10.8	%	12.8 %		22.8 %		46.8 %	169.9 %	NM	NM		10.8 %		169.9 %	NM
NON-GAAP															
Gross invested assets	\$ 199,144	\$	210,225	\$	221,720	\$	229,545	\$ 236,720	3 %	19 %	\$	199,144	\$	236,720	19 %
Invested assets – ACRA noncontrolling interests	(32,924)		(34,882)		(37,449)		(40,240)	(41,563)	3 %	26 %		(32,924)		(41,563)	26 %
Net invested assets	166,220		175,343		184,271		189,305	195,157	3 %	17 %		166,220		195,157	17 %
Net reserve liabilities	156,852		161,951		174,234		177,633	182,160	3 %	16 %		156,852		182,160	16 %
Notional debt	2,500		3,000		3,000		3,000	3,000	— %	20 %		2,500		3,000	20 %
Adjusted AHL common shareholder's equity	14,287		14,803		14,930		14,582	15,048	3 %	5 %		14,287		15,048	5 %
Adjusted debt-to-capital ratio ²	13.1	%	14.9 %		14.6 %		14.8 %	14.5 %	(30)bps	140bps		13.1 %		14.5 %	140bps
INFLOWS DATA															
Gross organic inflows	\$ 11,937	\$	9,346	\$	11,556	\$	12,049	\$ 12,955	8 %	9 %	\$	27,688	\$	36,560	32 %
Gross inorganic inflows									NM	NM					NM
Total gross inflows	\$ 11,937	\$	9,346	\$	11,556	\$	12,049	\$ 12,955	8 %	9 %	\$	27,688	\$	36,560	32 %

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 period ratios have been updated to include the notional amount of debt. See further discussion over this non-GAAP metric in the Financial Supplement section.

Condensed Consolidated Statements of Income (GAAP view)



	· ·			Quarterly	y Trends				Δ			Year-to-Date			Δ
	Prede	ecessor				Successor					Pre	edecessor	Suc	cessor	
	3Q'21	40	2'21	10	2'22	2Q'22		3Q'22	Q/Q	Y/Y		2021	:	2022	Y/Y
REVENUE											<u> </u>				·
Premiums	\$ 6,686	\$	2,967	\$	2,110	\$ 5,614	\$	3,045	(46)%	(54)%	\$	11,295	\$	10,769	(5)%
Product charges	154		160		166	175		184	5 %	19 %		461		525	14 %
Net investment income	1,472		1,942		1,683	1,726		1,843	7 %	25 %		5,158		5,252	2 %
Investment related gains (losses)	385		1,660		(4,200)	(5,763)	(2,849)	51 %	NM		2,555		(12,812)	NM
Other revenues	24		14		(3)	(9)	(26)	NM	NM		58		(38)	NM
Revenues of consolidated variable interest entities															
Net investment income	2		19		17	30		33	10 %	NM		58		80	38 %
Investment related gains (losses)	1		20		(42)	22		79	259 %	NM		(47)		59	NM
Total revenues	\$ 8,724	\$	6,782	\$	(269)	\$ 1,795	\$	2,309	29 %	(74)%	\$	19,538	\$	3,835	(80)%
BENEFITS AND EXPENSES															
Interest sensitive contract benefits	\$ 572	\$	1,497	\$	(41)	\$ (621)) \$	89	NM	(84)%	\$	2,945	\$	(573)	NM
Amortization of deferred sales inducements	32		60		_	_		_	NM	NM		138		_	NM
Future policy and other policy benefits	7,014		3,453		2,085	5,609		3,294	(41)%	(53)%		12,281		10,988	(11)%
Amortization of deferred acquisition costs and value of business acquired	136		102		125	125		125	— %	(8)%		530		375	(29)%
Policy and other operating expenses	250		333		335	358		388	8 %	55 %		795		1,081	36 %
Total benefits and expenses	8,004		5,445		2,504	5,471		3,896	(29)%	(51)%		16,689		11,871	(29)%
Income (loss) before income taxes	720		1,337		(2,773)	(3,676)	(1,587)	57 %	NM		2,849		(8,036)	NM
Income tax expense (benefit)	(50)	190		(407)	(484)	(210)	57 %	NM		196		(1,101)	NM
Net income (loss)	770		1,147		(2,366)	(3,192)	(1,377)	57 %	NM		2,653		(6,935)	NM
Less: Net income (loss) attributable to noncontrolling interests	37		52		(883)	(1,072)	(476)	56 %	NM		(111)		(2,431)	NM
Net income (loss) attributable to Athene Holding Ltd. shareholders	733		1,095		(1,483)	(2,120)	(901)	58 %	NM		2,764		(4,504)	NM
Less: Preferred stock dividends	35		35		35	35		35	— %	— %		106		105	(1)%
Net income (loss) available to Athene Holding Ltd. common shareholder	\$ 698	\$	1,060	\$	(1,518)	\$ (2,155) \$	(936)	57 %	NM	\$	2,658	\$	(4,609)	NM

Spread Related Earnings (Management view) Unaudited (in millions, except percentages)



					Quarterly Trends					Δ			Year-to-Date				Δ	
		Prede	cess	or			5	Successor						Pr	edecessor	Suc	cessor	
		3Q'21		4Q'21		1Q'22		2Q'22		3Q'22)/Q	Y/Y		2021		022	Y/Y
SPREAD RELATED EARNINGS																		
Fixed income and other investment income, net	\$	1,340	\$	1,304	\$	1,207	\$	1,302	\$	1,471		13 %	10 %	\$	4,021	\$	3,980	(1)%
Alternative investment income		334		377		448		186		250		34 %	(25)%		1,377		884	(36)%
Net investment earnings		1,674		1,681		1,655		1,488		1,721		16 %	3 %		5,398		4,864	(10)%
Strategic capital management fees		11		11		12		13		14		8 %	27 %		28		39	39 %
Cost of funds		(985)		(1,073)		(826)		(886)		(966)		9 %	(2)%		(2,920)		(2,678)	(8)%
Net investment spread		700		619		841		615		769		25 %	10 %		2,506		2,225	(11)%
Other operating expenses		(86)		(98)		(109)		(109)		(120)		10 %	40 %		(261)		(338)	30 %
Interest and other financing costs		(66)		(67)		(62)		(64)		(73)		14 %	11 %		(190)		(199)	5 %
Spread related earnings	\$	548	\$	454	\$	670	\$	442	\$	576		30 %	5 %	\$	2,055	\$	1,688	(18)%
Fixed income and other investment income		3.49 %		3.26 %		2.83 %		2.97 %		3.27 %		30bps	(22)bps		3.60 %		3.03 %	(57)bps
Alternative investment income		16.28 %		16.40 %		16.61 %		6.38 %		8.26 %		188bps	NM		23.56 %		10.30 %	NM
Net investment earnings		4.14 %	_	3.98 %	_	3.65 %	_	3.19 %		3.58 %		39bps	(56)bps	_	4.59 %		3.47 %	NM
Strategic capital management fees		0.03 %		0.03 %		0.03 %		0.03 %		0.03 %		0bps	Obps		0.02 %		0.03 %	1bp
Cost of funds		(2.44)%		(2.54)%		(1.82)%		(1.90)%		(2.01)%		11bps	(43)bps		(2.48)%		(1.91)%	(57)bps
Net investment spread		1.73 %	_	1.47 %	_	1.86 %	_	1.32 %	_	1.60 %		28bps	(13)bps	_	2.13 %		1.59 %	(54)bps
Other operating expenses		(0.21)%		(0.23)%		(0.24)%		(0.23)%		(0.25)%		2bps	4bps		(0.22)%		(0.24)%	(04)bps 2bps
Interest and other financing costs		(0.17)%		(0.16)%		(0.14)%		(0.14)%		(0.15)%		1bp	(2)bps		(0.16)%		(0.15)%	(1)bp
Spread related earnings		1.35 %		1.08 %	_	1.48 %	_	0.95 %	_	1.20 %		25bps	(15)bps	_	1.75 %		1.20 %	(55)bps
Opreda related carriings	_	1.00 /0	_	1.00 /0	_	1.40 /0	_	0.55 70	_	1.20 /0		20000	(10)003	=	1.70 70	_	1.20 /0	(00)553
Average net invested assets - Fixed Income	\$	153,611	\$	159,664	\$	170,616	\$	175,115	\$	180,143		3 %	17 %	\$	148,929	\$ 17	75,380	18 %
Average net invested assets - Alternatives		8,178		9,199		10,782		11,673		12,088		4 %	48 %		7,787		1,435	47 %
Average net invested assets	\$	161,789	\$	168,863	\$	181,398	\$	186,788	\$	192,231		3 %	19 %	\$	156,716	\$ 18	86,815	19 %
	_				. —		_							_		. —		

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	:			<u>. </u>	Year-t	o-Date	Δ
	Prede	cessor		Successor				Predecessor	Successor	
	3Q'21	4Q'21	1Q'22	2Q'22	3Q'22	Q/Q	Y/Y	2021	2022	Y/Y
RECONCILIATION OF NET INCOME (LOSS) AVAILABLE TO COMMON SHAREHOLDER TO SPREAD RELATED EARNING	ATHENE HOLD	ING LTD.								
Net income (loss) available to Athene Holding Ltd. common shareholder	\$ 698	\$ 1,060	\$ (1,518)	\$ (2,155)	\$ (936)	57 %	NM	\$ 2,658	\$ (4,609)	NM
Preferred stock dividends	35	35	35	35	35	— %	— %	106	105	(1)%
Net income (loss) attributable to noncontrolling interest	37	52	(883)	(1,072)	(476)	56 %	NM	(111)	(2,431)	NM
Net income (loss)	770	1,147	(2,366)	(3,192)	(1,377)	57 %	NM	2,653	(6,935)	NM
Income tax expense (benefit)	(50)	190	(407)	(484)	(210)	57 %	NM	196	(1,101)	NM
Income (loss) before income taxes	720	1,337	(2,773)	(3,676)	(1,587)	57 %	NM	2,849	(8,036)	NM
Realized gains (losses) on sale of AFS securities	73	396	(64)	(39)	(41)	(5)%	NM	149	(144)	NM
Unrealized, allowances and other investment gains (losses) ¹	47	427	(871)	(1,203)	(672)	44 %	NM	626	(2,746)	NM
Change in fair value of reinsurance assets	(118)	(200)	(1,657)	(1,612)	(1,146)	29 %	NM	(429)	(4,415)	NM
Offsets to investment gains (losses)	13	27	131	172	122	(29)%	NM	28	425	NM
Investment gains (losses), net of offsets	15	650	(2,461)	(2,682)	(1,737)	35 %	NM	374	(6,880)	NM
Non-operating change in insurance liabilities and related derivatives, net of offsets	70	202	(81)	(381)	64	NM	(9)%	490	(398)	NM
Integration, restructuring and other non-operating expenses	(8)	(60)	(34)	(33)	(37)	12 %	NM	(64)	(104)	63 %
Stock compensation expense ²	(8)	(11)	(12)	(13)	(15)	15 %	88 %	(27)	(40)	48 %
Preferred stock dividends	35	35	35	35	35	— %	— %	106	105	(1)%
VIE and noncontrolling interests - pre-tax income (loss)	68	67	(890)	(1,044)	(473)	55 %	NM	(85)	(2,407)	NM
Less: Total adjustments to income (loss) before income taxes	172	883	(3,443)	(4,118)	(2,163)	47 %	NM	794	(9,724)	NM
Spread related earnings	\$ 548	\$ 454	\$ 670	\$ 442	\$ 576	30 %	5 %	\$ 2,055	\$ 1,688	(18)%
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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)



				(Quar	terly Trend	s				Δ			Year-t	o-Date	Δ
		Prede	cess	or			s	uccessor					Pı	redecessor	Successor	
		3Q'21		4Q'21		1Q'22		2Q'22		3Q'22	Q/Q	Y/Y		2021	2022	Y/Y
NET FLOWS																
Retail	\$	2,372	\$	2,903	\$	2,865	\$	3,748	\$	6,132	64 %	159 %	\$	5,878	\$ 12,745	117 %
Flow reinsurance		635		1,351		1,001		1,038		2,291	121 %	261 %		1,213	4,330	257 %
Funding agreements ¹		2,337		2,215		5,696		1,755		1,588	(10)%	(32)%		9,637	9,039	(6)%
Pension group annuities		6,593		2,877		1,994		5,508		2,944	(47)%	(55)%		10,960	10,446	(5)%
Gross organic inflows		11,937		9,346		11,556		12,049		12,955	8 %	9 %		27,688	36,560	32 %
Gross inorganic inflows						_					NM	NM				NM
Total gross inflows		11,937		9,346		11,556		12,049		12,955	8 %	9 %		27,688	36,560	32 %
Gross outflows ²		(4,433)		(4,344)		(4,883)		(4,925)		(7,000)	42 %	58 %		(13,190)	(16,808)	27 %
Net flows	\$	7,504	\$	5,002	\$	6,673	\$	7,124	\$	5,955	(16)%	(21)%	\$	14,498	\$ 19,752	36 %
Inflows attributable to Athene	\$	7,180	\$	7,015	\$	9,333	\$	8,889	\$	11,000	24 %	53 %	\$	19,780	\$ 29,222	48 %
Inflows attributable to ADIP ³		4,757		2,331		2,223		3,160		1,955	(38)%	(59)%		7,908	7,338	(7)%
Total gross inflows	\$	11,937	\$	9,346	\$	11,556	\$	12,049	\$	12,955	8 %	9 %	\$	27,688	\$ 36,560	32 %
Outflows attributable to Athene	\$	(3,746)	\$	(3,593)	\$	(4,072)	\$	(4,062)	\$	(5,803)	43 %	55 %	\$	(11,168)	\$ (13,937)	25 %
Outflows attributable to ADIP ³		(687)		(751)	_	(811)		(863)		(1,197)	39 %	74 %		(2,022)	(2,871)	42 %
Total gross outflows ²	\$	(4,433)	\$	(4,344)	\$	(4,883)	\$	(4,925)	\$	(7,000)	42 %	58 %	\$	(13,190)	\$ (16,808)	27 %
OUTFLOWS ATTRIBUTABLE TO ATHENE BY TYPE																
Maturity-driven, contractual based outflows ⁴	\$	(375)	\$	(428)	\$	(1,100)	\$	(757)	\$	(2,398)	NM	NM	\$	(1,095)	\$ (4,255)	NM
Policyholder-driven withdrawals ⁵		(3,371)		(3,165)		(2,972)		(3,305)		(3,405)	3 %	1 %		(10,073)	(9,682)	(4)%
Outflows attributable to Athene	\$	(3,746)	\$	(3,593)	\$	(4,072)	\$	(4,062)	\$	(5,803)	43 %	55 %	\$	(11,168)	\$ (13,937)	25 %
Annualized rate ⁶																
Maturity-driven, contractual based outflows ⁴		(0.9)%		(1.0)%		(2.4)%		(1.6)%		(5.0)%	NM	NM		(0.9)%	(3.0)%	NM
Policyholder-driven withdrawals ⁵		(8.4)%		(7.5)%		(6.6)%		(7.1)%		(7.1)%	0bps	(130)bps		(8.6)%	(6.9)%	(170)bps
Outflows attributable to Athene		(9.3)%		(8.5)%		(9.0)%		(8.7)%		(12.1)%	NM	NM		(9.5)%	(9.9)%	40bps
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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 Gross outflows consist of 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. 3 ADIP refers to Apollo/Athene Dedicated Investment Program and represents the noncontrolling interest in business ceded to ACRA.
4 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. 5 Includes full surrenders, partial withdrawals and other for retail, flow reinsurance and inorganic run-off. 6 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



	Pre	decessor	Successor	
	Decem	ber 31, 2021	September 30, 2022	Δ
ASSETS				_
Investments				
Available-for-sale securities, at fair value	\$	100,159	\$ 93,593	(7)%
Trading securities, at fair value		2,056	1,590	(23)%
Equity securities		1,170	1,607	37 %
Mortgage loans		20,748	25,145	21 %
Investment funds		1,178	29	(98)%
Policy loans		312	353	13 %
Funds withheld at interest		43,907	34,706	(21)%
Derivative assets		4,387	4,065	(7)%
Short-term investments		139	318	129 %
Other investments		1,473	682	(54)%
Total investments		175,529	162,088	(8)%
Cash and cash equivalents		9,479	9,823	4 %
Restricted cash		796	1,024	29 %
Investments in related parties				
Available-for-sale securities, at fair value		10,402	9,205	(12)%
Trading securities, at fair value		1,781	905	(49)%
Equity securities, at fair value		284	340	20 %
Mortgage loans		1,360	1,331	(2)%
Investment funds		7,391	1,272	(83)%
Funds withheld at interest		12,207	9,961	(18)%
Other investments		222	274	23 %
Accrued investment income		962	1,226	27 %
Reinsurance recoverable		4,594	4,356	(5)%
Deferred acquisition costs, deferred sales inducements and value of business acquired		5,362	5,191	(3)%
Goodwill		_	4,058	NM
Other assets		1,257	10,094	NM
Assets of consolidated variable interest entities				
Investments				
Trading securities, at fair value		_	988	NM
Equity securities, at fair value		_	15	NM
Mortgage loans		2,040	2,000	(2)%
Investment funds, at fair value		1,297	11,885	NM
Other investments, at fair value		_	152	NM
Cash and cash equivalents		154	418	171 %
Other assets		32	94	194 %
Total assets	\$	235,149	\$ 236,700	1 %

Condensed Consolidated Balance Sheets, continued



	Predecessor December 31, 2021	Successor September 30, 2022	Δ
LIABILITIES			
Interest sensitive contract liabilities	\$ 156,325	\$ 166,894	7 %
Future policy benefits	42,488	54,709	29 %
Debt	2,964	3,271	10 %
Derivative liabilities	472	2,222	NM
Payables for collateral on derivatives and securities to repurchase	7,044	7,015	— %
Other liabilities	3,214	3,054	(5)%
Liabilities of consolidated variable interest entities	461	1,401	204 %
Total liabilities	212,968	238,566	12 %
FOURTY (DEFICIT)			
EQUITY (DEFICIT)			N18.4
Preferred stock	_	_	NM
Common stock	_		NM
Additional paid-in capital	6,667	17,607	164 %
Retained earnings (accumulated deficit)	11,033	(5,198)	NM
Accumulated other comprehensive income (loss)	2,430	(13,755)	NM
Total Athene Holding Ltd. shareholders' equity (deficit)	20,130	(1,346)	NM
Noncontrolling interests	2,051	(520)	NM
Total equity (deficit)	22,181	(1,866)	NM
Total liabilities and equity (deficit)	\$ 235,149	\$ 236,700	1 %

Net Invested Assets (Management view) & Agency Ratings



		Predece	essor	Succes	ssor
		December 3	31, 2021	September	30, 2022
	Invested Asset	: Value ¹	Percent of Total	Invested Asset Value ¹	Percent of Total
NET INVESTED ASSETS					
Corporate	\$	75,163	42.9 %	\$ 81,912	42.0 %
CLO		17,892	10.2 %	19,249	9.9 %
Credit		93,055	53.1 %	101,161	51.9 %
CML		21,438	12.2 %	23,793	12.2 %
RML		7,116	4.1 %	9,818	5.0 %
RMBS		6,969	4.0 %	7,063	3.6 %
CMBS		3,440	2.0 %	3,859	2.0 %
Real estate		38,963	22.3 %	44,533	22.8 %
ABS		20,376	11.6 %	20,154	10.3 %
Alternative investments		9,873	5.6 %	12,335	6.3 %
State, municipal, political subdivisions and foreign government		2,505	1.4 %	2,723	1.4 %
Equity securities		754	0.4 %	1,823	0.9 %
Short-term investments		111	0.1 %	452	0.2 %
U.S. government and agencies		212	0.1 %	2,649	1.4 %
Other investments		33,831	19.2 %	40,136	20.5 %
Cash and equivalents	'	6,086	3.5 %	7,161	3.7 %
Policy loans and other		1,296	0.7 %	2,166	1.1 %
Net invested assets excluding investment in Apollo		173,231	98.8 %	195,157	100.0 %
Investment in Apollo		2,112	1.2 %		— %
Net invested assets	\$	175,343	100.0 %	\$ 195,157	100.0 %
	A.M. Bes	t	Standard & Poor's	Fitch	Moody's
FINANCIAL STRENGTH RATINGS					
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.	А		A+	A+	A1
Athene Life Re Ltd.	Α		A+	A+	A1
Athene Life Re International Ltd.	Α		A+	A+	A1
Athene Co-Invest Reinsurance Affiliate 1A Ltd. and Athene Co-Invest Reinsurance Affiliate 1B Ltd.	Α		A+	A+	A1
Athene Co-Invest Reinsurance Affiliate International Ltd.	А		A+	A+	A1
CREDIT RATINGS					
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.

Net Alternative Investments (Management view)



	1	Predece	essor	Succe	ssor
	Dec	ember	31, 2021 ¹	September	30, 2022
	Invested Asset Valu	e²	Percent of Total	Invested Asset Value ²	Percent of Total
NET ALTERNATIVE INVESTMENTS					
Strategic origination platforms					
Wheels Donlen	\$	590	6.0 %	\$ 713	5.8 %
Redding Ridge		217	2.2 %	680	5.5 %
NNN Lease		637	6.5 %	670	5.5 %
MidCap Financial		666	6.7 %	643	5.2 %
Foundation Home Loans		_	— %	290	2.4 %
PK AirFinance		316	3.2 %	286	2.3 %
Aqua Finance		_	— %	262	2.1 %
Other		99	1.0 %	281	2.3 %
Total strategic origination platforms		,525	25.6 %	3,825	31.1 %
Strategic retirement services platforms					
Athora		743	7.5 %	912	7.4 %
Catalina		442	4.6 %	431	3.5 %
FWD		400	4.1 %	400	3.2 %
Challenger		232	2.3 %	246	2.0 %
Venerable		219	2.2 %	232	1.9 %
Other		133	1.3 %	77	0.6 %
Total strategic retirement services platforms		,169	22.0 %	2,298	18.6 %
Apollo and other fund investments					
Equity					
Real estate	1	,105	11.2 %	1,180	9.6 %
Traditional private equity		689	7.0 %	1,029	8.3 %
Other		309	3.1 %	192	1.5 %
Total equity		,103	21.3 %	2,401	19.4 %
Hybrid					
Real estate		809	8.2 %	1,349	11.0 %
Other	1	,282	13.0 %	1,456	11.8 %
Total hybrid		,091	21.2 %	2,805	22.8 %
Yield		773	7.8 %	951	7.7 %
Total Apollo and other fund investments		,967	50.3 %	6,157	49.9 %
Other		212	2.1 %	55	0.4 %
Net alternative investments ³	\$ 9	,873	100.0 %	\$ 12,335	100.0 %
1 Cartain reclassifications have been made to conform with current year presentation. 2 Please refer to Notes to the	o Einanoial Supplement for discussion on not in	vostod a	-		alliations for the reconsiliations of

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 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 transfer standing 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 modoo reinsurance portfolios, royalties and other investments.

Credit Quality of Securities



	Predece	essor	Succes	ssor
	 December	31, 2021	September	30, 2022
CREDIT QUALITY OF AFS SECURITIES (GAAP VIEW)	 Fair Value	Percent of Total	Fair Value	Percent of Total
NAIC designation				
1 A-G	\$ 51,514	46.6 %	\$ 52,035	50.6 %
2 A-C	 53,398	48.3 %	46,096	44.8 %
Total investment grade	104,912	94.9 %	98,131	95.4 %
3 A-C	4,247	3.8 %	3,418	3.3 %
4 A-C	1,100	1.0 %	917	0.9 %
5 A-C	88	0.1 %	82	0.2 %
6	 214	0.2 %	 250	0.2 %
Total below investment grade	 5,649	5.1 %	4,667	4.6 %
Total AFS securities including related parties	\$ 110,561	100.0 %	\$ 102,798	100.0 %
NRSRO designation			-	_
AAA/AA/A	\$ 44,501	40.2 %	\$ 45,946	44.7 %
BBB	47,636	43.1 %	41,975	40.8 %
Non-rated ¹	 10,754	9.7 %	 8,369	8.1 %
Total investment grade ²	102,891	93.0 %	96,290	93.6 %
BB	3,713	3.4 %	3,116	3.0 %
В	946	0.9 %	722	0.7 %
CCC	1,356	1.2 %	1,085	1.1 %
CC and lower	755	0.7 %	619	0.6 %
Non-rated ¹	900	0.8 %	966	1.0 %
Total below investment grade	7,670	7.0 %	6,508	6.4 %
Total AFS securities including related parties	\$ 110,561	100.0 %	\$ 102,798	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 respects from the NRSRO rating methodology, NRSRO rating methodology 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)



	Prede	cessor	Succe	essor		Predec	essor	Succe	ssor
	Decemb	er 31, 2021	Septembe	r 30, 2022		December	31, 2021	September	30, 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 NET INVEST	ED ASSETS				CREDIT QUALITY OF NET INVEST	ED ASSETS	_		
NAIC designation					NRSRO designation				
1 A-G ²	\$ 58,471	46.2 %	\$ 67,813	49.1 %	AAA/AA/A	\$ 49,785	39.3 %	\$ 58,712	42.5 %
2 A-C ²	59,840	47.2 %	63,201	45.8 %	ВВВ	53,163	42.0 %	56,880	41.2 %
Non-rated ^{2,3}	1,255	1.0 %	490	0.3 %	Non-rated ²	14,140	11.2 %	13,363	9.7 %
Total investment grade	119,566	94.4 %	131,504	95.2 %	Total investment grade	117,088	92.5 %	128,955	93.4 %
3 A-C	5,310	4.2 %	4,800	3.5 %	ВВ	4,638	3.6 %	4,305	3.1 %
4 A-C	1,419	1.1 %	1,200	0.9 %	В	1,243	1.0 %	958	0.7 %
5 A-C	272	0.2 %	254	0.2 %	ccc	1,619	1.3 %	1,488	1.1 %
6	101	0.1 %	303	0.2 %	CC and lower	915	0.7 %	940	0.7 %
Non-rated ³	_	— %	_	— %	Non-rated ²	1,165	0.9 %	1,415	1.0 %
Total below investment grade	7,102	5.6 %	6,557	4.8 %	Total below investment grade	9,580	7.5 %	9,106	6.6 %
Total NAIC designated assets ⁴	126,668	100.0 %	138,061	100.0 %	Total NRSRO designated assets ³	126,668	100.0 %	138,061	100.0 %
Assets without NAIC designation					Assets without NRSRO designation				
Commercial mortgage loans					Commercial mortgage loans				
CM1	4,491	21.0 %	3,998	16.8 %	CM1	4,491	21.0 %	3,998	16.8 %
CM2	11,387	53.1 %	14,462	60.8 %	CM2	11,387	53.1 %	14,462	60.8 %
CM3	4,897	22.8 %	4,759	20.0 %	CM3	4,897	22.8 %	4,759	20.0 %
CM4	597	2.8 %	574	2.4 %	CM4	597	2.8 %	574	2.4 %
CM5	37	0.2 %	_	— %	CM5	37	0.2 %	_	— %
CM6	29	0.1 %	_	— %	CM6	29	0.1 %	_	— %
CM7		— %		— %	CM7		<u> </u>		— %
Total CMLs	21,438	100.0 %	23,793	100.0 %	Total CMLs	21,438	100.0 %	23,793	100.0 %
Residential mortgage loans					Residential mortgage loans				
In good standing	6,372	89.6 %	9,421	95.9 %	In good standing	6,372	89.6 %	9,421	95.9 %
90 days late	699	9.8 %	300	3.1 %	90 days late	699	9.8 %	300	3.1 %
In foreclosure	45	0.6 %	97	1.0 %	In foreclosure	45	0.6 %	97	1.0 %
Total RMLs	7,116	100.0 %	9,818	100.0 %	Total RMLs	7,116	100.0 %	9,818	100.0 %
Alternative investments	9,873		12,335		Alternative investments	9,873		12,335	
Investment in Apollo	2,112		_		Investment in Apollo	2,112		_	
Cash and equivalents	6,086		7,161		Cash and equivalents	6,086		7,161	
Equity securities	754		1,823		Equity securities	754		1,823	
Other ⁵	1,296		2,166		Other ⁴	1,296		2,166	
Net invested assets	\$ 175,343		\$ 195,157		Net invested assets	\$ 175,343		\$ 195,157	

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 assists. 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 Other includes policy loans, accrued interest, and other net invested assets.

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



	Predec	essor	Succe	essor		Predec	essor	Succe	ssor
	December	31, 2021	Septembe	r 30, 2022		December	31, 2021	September	30, 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 - NA	AIC DESIGNATION				CREDIT QUALITY OF RMBS - NF	SRO DESIGNATION			
1 A-G	\$ 5,868	84.2 %	\$ 5,660	80.1 %	AAA/AA/A	\$ 1,296	18.6 %	\$ 1,412	20.0 %
2 A-C	374	5.4 %	668	9.5 %	BBB	563	8.1 %	826	11.7 %
Non-rated ²		— %		— %	Non-rated ²	1,892	27.2 %	1,752	24.8 %
Total investment grade	6,242	89.6 %	6,328	89.6 %	Total investment grade	3,751	53.9 %	3,990	56.5 %
3 A-C	424	6.1 %	365	5.2 %	ВВ	217	3.1 %	112	1.6 %
4 A-C	226	3.2 %	293	4.1 %	В	221	3.2 %	165	2.3 %
5 A-C	49	0.7 %	47	0.7 %	ccc	1,501	21.5 %	1,379	19.5 %
6	28	0.4 %	30	0.4 %	CC and lower	866	12.4 %	894	12.7 %
Non-rated ²		— %		— %	Non-rated ²	413	5.9 %	523	7.4 %
Total below investment grade	727	10.4 %	735	10.4 %	Total below investment grade	3,218	46.1 %	3,073	43.5 %
RMBS net invested assets	\$ 6,969	100.0 %	\$ 7,063	100.0 %	RMBS net invested assets	\$ 6,969	100.0 %	\$ 7,063	100.0 %
CREDIT QUALITY OF CLOs – NA	IC DESIGNATION				CREDIT QUALITY OF CLOs – NR	SRO DESIGNATION			
1 A-G	\$ 11,201	62.6 %	\$ 12,003	62.4 %	AAA/AA/A	\$ 11,189	62.5 %	\$ 11,985	62.3 %
2 A-C	6,537	36.5 %	7,099	36.9 %	BBB	6,543	36.6 %	7,099	36.9 %
Non-rated ²	_	— %	_	— %	Non-rated ²	_	— %	18	0.1 %
Total investment grade	17,738	99.1 %	19,102	99.3 %	Total investment grade	17,732	99.1 %	19,102	99.3 %
3 A-C	130	0.8 %	128	0.6 %	ВВ	134	0.7 %	128	0.6 %
4 A-C	24	0.1 %	19	0.1 %	В	26	0.2 %	19	0.1 %
5 A-C	_	— %	_	— %	ccc	_	— %	_	— %
6	_	— %	_	— %	CC and lower	_	— %	_	— %
Non-rated ²		— %		— %	Non-rated ²		— %		— %
Total below investment grade	154	0.9 %	147	0.7 %	Total below investment grade	160	0.9 %	147	0.7 %
CLO net invested assets	\$ 17,892	100.0 %	\$ 19,249	100.0 %	CLO net invested assets	\$ 17,892	100.0 %	\$ 19,249	100.0 %
CREDIT QUALITY OF ABS - NAIC	C DESIGNATION				CREDIT QUALITY OF ABS – NRS	RO DESIGNATION			
1 A-G	\$ 10,663	52.3 %	\$ 11,632	57.7 %	AAA/AA/A	\$ 10,269	50.4 %	\$ 11,198	55.6 %
2 A-C	8,475	41.6 %	7,420	36.8 %	BBB	8,264	40.6 %	7,295	36.2 %
Non-rated ²		— %		— %	Non-rated ²	526	2.6 %	551	2.7 %
Total investment grade	19,138	93.9 %	19,052	94.5 %	Total investment grade	19,059	93.6 %	19,044	94.5 %
3 A-C	837	4.1 %	707	3.5 %	ВВ	881	4.3 %	714	3.5 %
4 A-C	276	1.4 %	218	1.1 %	В	310	1.5 %	218	1.1 %
5 A-C	125	0.6 %	155	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 %	123	0.6 %
Total below investment grade	1,238	6.1 %	1,102	5.5 %	Total below investment grade	1,317	6.4 %	1,110	5.5 %
ABS net invested assets	\$ 20,376	100.0 %	\$ 20,154	100.0 %	ABS net invested assets	\$ 20,376	100.0 %	\$ 20,154	100.0 %
1 Please refer to Notes to the Financial S	unnlament section for disco	racion on mot invested	and Nan CAADA	Annous Propositiotics		and the standard and a set	to not invested one	4- 0.0	an man maked but the

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 September 30, 2022 Dollars Percent \$ 84,423 52.1 % \$ 86,204 29,075 17.9 % 35,322 113,498 70.0 % 121,526 18,589 11.5 % 24,544 7,227 4.5 % 9,378 20,841 12.9 % 25,237 1,796 1.1 % 1,475		essor				
		December	31, 2021		Septembe	er 30, 2022	
		Dollars	Percent of Total		Dollars	Percent of Total	
NET RESERVE LIABILITIES							
Indexed annuities	\$	84,423	52.1 %	\$	86,204	47.3 %	
Fixed rate annuities		29,075	17.9 %	l	35,322	19.4 %	
Total deferred annuities		113,498	70.0 %		121,526	66.7 %	
Pension group annuities		18,589	11.5 %		24,544	13.5 %	
Payout annuities		7,227	4.5 %		9,378	5.1 %	
Funding agreements ¹		20,841	12.9 %		25,237	13.9 %	
Life and other		1,796	1.1 %		1,475	0.8 %	
Total net reserve liabilities	\$	161,951	100.0 %	\$	182,160	100.0 %	
				· —			

		Quarte		erly Trends	6			Δ			Δ					
		Prede	cesso	or			S	uccessor				Pre	edecessor	Sı	ıccessor	
		3Q'21		4Q'21		1Q'22		2Q'22	3Q'22	Q/Q	Y/Y		2021		2022	Y/Y
NET RESERVE LIABILITY ROLLFORWARD																
Net reserve liabilities – beginning ²	\$	152,772	\$	156,852	\$	169,508	\$	174,234	\$ 177,633	2 %	16 %	\$	144,989	\$	169,508	17 %
Gross inflows ³		12,108		9,487		11,817		12,214	13,161	8 %	9 %		28,237		37,192	32 %
Inflows attributable to ACRA noncontrolling interest		(4,795)		(2,302)		(2,271)		(3,184)	(1,993)	(37)%	(58)%		(8,027)		(7,448)	(7)%
Net inflows		7,313		7,185		9,546		9,030	11,168	24 %	53 %		20,210		29,744	47 %
Net withdrawals		(3,746)		(3,593)		(4,072)		(4,062)	(5,803)	43 %	55 %		(11,168)		(13,937)	25 %
Other reserve changes		513		1,507		(748)		(1,569)	(838)	47 %	NM		2,821		(3,155)	NM
Net reserve liabilities – ending	\$	156,852	\$	161,951	\$	174,234	\$	177,633	\$ 182,160	3 %	16 %	\$	156,852	\$	182,160	16 %
ACRA NONCONTROLLING INTEREST RESERVE LIABILITY	ROL	LFORWAR	D													
Reserve liabilities – beginning ²	\$	26,871	\$	31,100	\$	33,559	\$	35,019	\$ 37,274	6 %	39 %	\$	24,618	\$	33,559	36 %
Inflows		4,795		2,302		2,271		3,184	1,993	(37)%	(58)%		8,027		7,448	(7)%
Withdrawals		(687)		(751)		(811)		(863)	(1,197)	39 %	74 %		(2,022)		(2,871)	42 %
Other reserve changes		121		282				(66)	(75)	(14)%	NM		477		(141)	NM
Reserve liabilities – ending	\$	31,100	\$	32,933	\$	35,019	\$	37,274	\$ 37,995	2 %	22 %	\$	31,100	\$	37,995	22 %

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 have 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 purchases price adjustments as compared to the 4Q'21 ending balance. 3 Gross inflows from our retail, flow reinsurance and institutional products, renewal inflows from our retail, flow reinsurance and 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 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	\$	28,950	25.1 %	\$ 28,950	25.1 %
0.0% < 2.0%		1,619	1.4 %	1,267	1.1 %
2.0% < 4.0%		5,518	4.8 %	3,709	3.2 %
4.0% < 6.0%		12,512	10.9 %	9,379	8.1 %
6.0% or greater		66,666	57.8 %	71,960	62.5 %
	\$	115,265	100.0 %	\$ 115,265	100.0 %
			Surrender charge (gross)	MVA benefit	Surrender charge (net)
Aggregate surrender charge protection			5.6 %	1.1 %	6.7 %
			Deferred annuities	Percent of total	Average surrender charge (gross)
YEARS OF SURRENDER CHARGE REMAINING ON DEFE	ERRED ANNUITIES NET ACCOUNT	VALUE			
No Surrender Charge			\$ 28,950	25.1 %	<u> </u>
Less than 2			20,868	18.1 %	5.2 %
2 to less than 4			19,627	17.0 %	6.6 %
4 to less than 6			19,372	16.8 %	7.5 %
6 to less than 8			12,271	10.7 %	8.8 %
8 to less than 10			10,840	9.4 %	10.1 %
10 or greater		_	3,337	2.9 %	14.3 %
		=	\$ 115,265	100.0 %	
			Predecessor	Successor	
		_	December 31, 2021	September 30, 2022	Δ
DEFERRED ANNUITY RIDER RESERVE SUMMARY					
Net rider reserve		\$	5,147	\$ 4,691	(8.9)%
Net account value with rider reserves			38,246	38,285	0.1 %
Rider reserve as a percentage of account value with rider res	serves		13.5 %	12.3 %	NN
				-	

Notes to the Financial Supplement



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 are comprised of the fair value adjustments of trading securities (other than CLOs) 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. Accordingly, we believe using measures which exclude AOCI and the cumulative changes in fair value of funds withheld and modco reinsurance assets as well as mortgage loan assets are useful in analyzing trends in our operating results. 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.

Notes to the Financial Supplement, continued



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 from ACRA, 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.

- 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. 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 (i) pension group annuity costs, including interest credited, benefit payments and other reserve changes, net of premiums received when issued, and (ii) 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. 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 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 mother 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 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). While we believe sales is a meaningful metric and enhances our understanding of our business performance, it should not be used as a substitute for premiums presented under GAAP.



					Quai	rterly Trends		
		Prede	cesso	r			Successor	
		3Q'21		4Q'21		1Q'22	2Q'22	3Q'22
RECONCILIATION OF TOTAL AHL SHAREHOLDERS' EQUITY (DEFICIT) TO TOTAL ADJUSTED AHL COMMON S	HAREHOL	DER'S EQUI	ΤΥ					_
Total AHL shareholders' equity (deficit)	\$	20,389	\$	20,130	\$	11,149	\$ 3,725	\$ (1,346)
Less: Preferred stock		2,312		2,312		2,667	2,667	2,667
Total AHL common shareholder's equity (deficit)		18,077		17,818		8,482	1,058	(4,013)
Less: Accumulated other comprehensive income (loss)		3,011		2,430		(4,674)	(9,787)	(13,755)
Less: Accumulated change in fair value of reinsurance assets		779		585		(1,241)	(2,464)	(3,316)
Less: Accumulated change in fair value of mortgage loan assets						(533)	(1,273)	(1,990)
Total adjusted AHL common shareholder's equity	\$	14,287	\$	14,803	\$	14,930	\$ 14,582	\$ 15,048
RECONCILIATION OF DEBT TO CAPITAL RATIO TO ADJUSTED DEBT TO CAPITAL RATIO								
Total debt	\$	2,469	\$	2,964	\$	3,287	\$ 3,279	\$ 3,271
Less: Adjustment to arrive at notional debt		(31)		(36)		287	279	271
Notional debt	\$	2,500	\$	3,000	\$	3,000	\$ 3,000	\$ 3,000
Total debt	\$	2,469	\$	2,964	\$	3,287	\$ 3,279	\$ 3,271
Total AHL shareholders' equity (deficit)		20,389		20,130		11,149	3,725	(1,346)
Total Capitalization		22,858		23,094		14,436	7,004	1,925
Less: Accumulated other comprehensive income (loss)		3,011		2,430		(4,674)	(9,787)	(13,755)
Less: Accumulated change in fair value of reinsurance assets		779		585		(1,241)	(2,464)	(3,316)
Less: Accumulated change in fair value of mortgage loan assets		_		_		(533)	(1,273)	(1,990)
Less: Adjustment to arrive at notional debt		(31)		(36)		287	 279	271
Total adjusted capitalization	\$	19,099	\$	20,115	\$	20,597	\$ 20,249	\$ 20,715
Debt to capital ratio		10.8 %		12.8 %		22.8 %	46.8 %	169.9 %
Accumulated other comprehensive income (loss)		1.7 %		1.6 %		(5.1)%	(22.3)%	(111.3)%
Accumulated change in fair value of reinsurance assets		0.4 %		0.4 %		(1.4)%	(5.6)%	(26.9)%
Accumulated change in fair value of mortgage loan assets		— %		— %		(0.6)%	(2.9)%	(16.1)%
Adjustment to arrive at notional debt		0.2 %		0.1 %		(1.1)%	(1.2)%	(1.1)%
Adjusted debt to capital ratio		13.1 %		14.9 %		14.6 %	 14.8 %	14.5 %



					Quarterly Trends						Year-t	r-to-Date	
		Prede	ecess	sor		S	uccessor			Pre	decessor	Sı	uccessor
		3Q'21		4Q'21	1Q'22		2Q'22	3	Q'22		2021		2022
RECONCILIATION OF NET INCOME (LOSS) AVAILABLE TO AHL COMMON SHAREHOLDER TO NORMALIZE	D SPREA	D RELATE	D EA	RNINGS									
Net income (loss) available to Athene Holding Ltd. common shareholder	\$	698	\$	1,060	\$ (1,518)	\$	(2,155)	\$	(936)	\$	2,658	\$	(4,609)
Preferred stock dividends		35		35	35		35		35		106		105
Net income (loss) attributable to noncontrolling interests		37		52	(883)		(1,072)		(476)		(111)		(2,431)
Net income (loss)		770		1,147	(2,366)		(3,192)		(1,377)		2,653		(6,935)
Income tax expense (benefit)		(50)		190	(407)		(484)		(210)		196		(1,101)
Income (loss) before income tax		720		1,337	(2,773)		(3,676)		(1,587)		2,849		(8,036)
Less: Total adjustments to income (loss) before income taxes		172		883	(3,443)		(4,118)		(2,163)		794	l	(9,724)
Spread related earnings		548		454	670		442		576		2,055		1,688
Normalization of alternative investment income to 11%, net of offsets		(67)		(68)	(143)		128		79		(541)		64
Other notable items		(20)		34	(39)		(35)		(59)		(86)	l	(78)
Normalized spread related earnings	\$	461	\$	420	\$ 488	\$	535	\$	596	\$	1,428	\$	1,674
											_		-
RECONCILIATION OF NET INVESTMENT INCOME TO NET INVESTMENT EARNINGS													
GAAP net investment income	\$	1,472	\$	1,942	\$ 1,683	\$	1,726	\$	1,843	\$	5,158	\$	5,252
Change in fair value of reinsurance assets		379		318	220		50		11		1,133	L	281
VIE earnings and noncontrolling interest		15		35	79		91		219		73		389
Alternative gains (losses)		74		19	18		(28)		10		125		_
ACRA noncontrolling interest		(287)		(239)	(305)		(347)		(407)		(704)		(1,059)
Apollo investment (gain) loss		(13)		(404)	(33)		_		_		(460)		(33)
Held for trading amortization and other		34		10	(7)		(4)		45		73	 _	34
Total adjustments to arrive at net investment earnings		202		(261)	(28)		(238)		(122)		240	<u> </u> _	(388)
Total net investment earnings	\$	1,674	\$	1,681	\$ 1,655	\$	1,488	\$	1,721	\$	5,398	\$	4,864
RECONCILIATION OF NET INVESTMENT INCOME RATE TO NET INVESTMENT EARNED RATE													
GAAP net investment income		3.64 %		4.60 %	3.71 %		3.70 %	,	3.83 %		4.39 %		3.75 %
Change in fair value of reinsurance assets		0.94 %		0.75 %	0.49 %	_	0.11 %		0.02 %		0.96 %		0.20 %
VIE earnings and noncontrolling interest		0.04 %		0.08 %	0.17 %		0.19 %)	0.46 %		0.06 %		0.28 %
Alternative gains (losses)		0.18 %		0.05 %	0.04 %		(0.06)%		0.02 %		0.11 %		- %
ACRA noncontrolling interest		(0.71)%		(0.57)%	(0.67)%		(0.74)%		(0.85)%		(0.60)%		(0.76)%
Apollo investment (gain) loss		(0.03)%		(0.96)%	(0.07)%		- %		— %		(0.39)%		(0.02)%
Held for trading amortization and other		0.08 %		0.03 %	(0.02)%		(0.01)%		0.10 %		0.06 %		0.02 %
Total adjustments to arrive at net investment earned rate		0.50 %		(0.62)%	(0.06)%		(0.51)%		(0.25)%		0.20 %		(0.28)%
Net investment earned rate		4.14 %		3.98 %	3.65 %		3.19 %		3.58 %		4.59 %		3.47 %
Average net invested assets	\$	161,789	\$	168,863	\$ 181,398	\$	186,788	\$ 19	92,231	\$	156,716	\$	186,815



				(Quart	Quarterly Trends				Year-	to-Date		
		Prede	cess	or			Succ	essor			Predecessor	s	uccessor
	3	3Q'21		4Q'21		1Q'22	2Q	'22	;	3Q'22	2021	l_	2022
RECONCILIATION OF BENEFITS AND EXPENSES TO COST OF FUNDS													
GAAP benefits and expenses	\$	8,004	\$	5,445	\$	2,504	\$ 5	,471	\$	3,896	\$ 16,689	\$	11,871
Premiums		(6,686)		(2,967)		(2,110)	(5	,614)		(3,045)	(11,295)		(10,769)
Product charges		(154)		(160)		(166)		(175)		(184)	(461)		(525)
Other revenues		(24)		(14)		3		9		26	(58)		38
FIA option costs		281		287		294		306		322	838		922
Reinsurance embedded derivative impacts		12		11		12		12		12	38		36
Non-operating change in insurance liabilities and embedded derivatives, net of offsets		(164)		(1,077)		350		903		198	(1,912)		1,451
DAC and DSI amortization related to investment gains and losses ¹		29		41		10		26		19	74		55
Rider reserves related to investment gains and losses		_		(5)		124		141		98	1		363
Policy and other operating expenses, excluding policy acquisition expenses		(161)		(242)		(247)		(260)		(294)	(530)		(801)
AmerUs closed block fair value liability		11		7		127		114		77	50		318
ACRA noncontrolling interest		(145)		(265)		(87)		(26)		(169)	(494)		(282)
Other		(18)		12		12		(21)		10	(20)		1
Total adjustments to arrive at cost of funds		(7,019)		(4,372)		(1,678)	(4	,585)		(2,930)	(13,769)		(9,193)
Total cost of funds	\$	985	\$	1,073	\$	826	\$	886	\$	966	\$ 2,920	\$	2,678
RECONCILIATION OF TOTAL BENEFITS AND EXPENSES RATE TO COST OF FUNDS RATE													
GAAP benefits and expenses		19.79 %		12.90 %		5.52 %	1	1.72 %		8.11 %	14.20 %	_	8.47 %
Premiums		(16.53)%		(7.03)%		(4.65)%	(1	2.02)%		(6.34)%	(9.61)%		(7.69)%
Product charges		(0.38)%		(0.38)%		(0.37)%	((0.37)%		(0.38)%	(0.39)%		(0.38)%
Other revenues		(0.06)%		(0.03)%		0.01 %		0.02 %		0.06 %	(0.05)%		0.03 %
FIA option costs		0.70 %		0.68 %		0.65 %		0.65 %		0.67 %	0.71 %		0.66 %
Reinsurance embedded derivative impacts		0.03 %		0.02 %		0.03 %		0.03 %		0.02 %	0.03 %		0.02 %
Non-operating change in insurance liabilities and embedded derivatives, net of offsets		(0.41)%		(2.55)%		0.77 %		1.93 %		0.41 %	(1.62)%		1.04 %
DAC and DSI amortization related to investment gains and losses ¹		0.07 %		0.10 %		0.02 %		0.06 %		0.04 %	0.06 %		0.04 %
Rider reserves related to investment gains and losses		— %		(0.01)%		0.27 %		0.30 %		0.20 %	— %		0.26 %
Policy and other operating expenses, excluding policy acquisition expenses		(0.40)%		(0.57)%		(0.55)%	((0.56)%		(0.61)%	(0.45)%		(0.57)%
AmerUs closed block fair value liability		0.03 %		0.01 %		0.28 %		0.24 %		0.16 %	0.04 %		0.23 %
ACRA noncontrolling interest		(0.36)%		(0.63)%		(0.19)%		(0.06)%		(0.35)%	(0.42)%		(0.20)%
Other		(0.04)%	_	0.03 %		0.03 %		(0.04)%		0.02 %	(0.02)%	_	— %
Total adjustments to arrive at cost of funds		(17.35)%		(10.36)%	_	(3.70)%	((9.82)%		(6.10)%	(11.72)%	<u> _</u>	(6.56)%
Total cost of funds	_	2.44 %		2.54 %	_	1.82 %		1.90 %		2.01 %	2.48 %	_	1.91 %
Average net invested assets	\$ 1	61,789	\$	168,863	\$	181,398	\$ 186	5,788	\$ 1	92,231	\$ 156,716	\$	186,815

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

Unaudited (in millions)



					Quarterly Trends	3		Year-t	o-Date
		Predec	essor	·		Successor		Predecessor	Successor
	30	2'21	4	Q'21	1Q'22	2Q'22	3Q'22	2021	2022
RECONCILIATION OF POLICY AND OTHER OPERATING EXPENSES TO OTHER OPERATING EXPENSES		-							
GAAP policy and other operating expenses	\$	250	\$	333	\$ 335	\$ 358	\$ 388	\$ 795	\$ 1,081
Interest expense		(34)		(39)	(33)	(41)	(68)	(100)	(142)
Policy acquisition expenses, net of deferrals		(89)		(91)	(88)	(98)	(94)	(265)	(280)
Integration, restructuring and other non-operating expenses		(8)		(70)	(34)	(33)	(37)	(64)	(104)
Stock compensation expenses ¹		(8)		(11)	(12)	(13)	(15)	(27)	(40)
ACRA noncontrolling interest		(31)		(22)	(51)	(59)	(73)	(71)	(183)
Other changes in policy and other operating expenses		6		(2)	(8)	(5)	19	(7)	6
Total adjustments to arrive at other operating expenses		(164)		(235)	(226)	(249)	(268)	(534)	(743)
Other operating expenses	\$	86	\$	98	\$ 109	\$ 109	\$ 120	\$ 261	\$ 338

	Predecessor	Successor
	December 31, 2021	September 30, 2022
RECONCILIATION OF TOTAL INVESTMENTS INCLUDING RELATED PARTIES TO NET INVESTED ASSETS		
Total investments, including related parties	\$ 209,176	\$ 185,376
Derivative assets	(4,387)	(4,065)
Cash and cash equivalents (including restricted cash)	10,275	10,847
Accrued investment income	962	1,226
Payables for collateral on derivatives	(3,934)	(2,538)
Reinsurance funds withheld and modified coinsurance	(1,035)	7,156
VIE and VOE assets, liabilities and noncontrolling interest	2,958	13,105
Unrealized (gains) losses	(4,057)	25,098
Ceded policy loans	(169)	(180)
Net investment receivables (payables)	75	249
Allowance for credit losses	361	446
Total adjustments to arrive at gross invested assets	1,049	51,344
Gross invested assets	210,225	236,720
ACRA noncontrolling interest	(34,882)	(41,563)
Net invested assets	\$ 175,343	\$ 195,157

¹ Stock compensation expense was updated to include our long-term incentive plan expense.

Unaudited (in millions)



	Predecessor	_ _	Successor
	December 31, 2021	_ _	September 30, 2022
RECONCILIATION OF INVESTMENT FUNDS INCLUDING RELATED PARTIES AND VIES TO NET ALTERNATIVE INVESTMENT	ITS		
Investment funds, including related parties and VIEs	\$ 9,8	6 \$	13,186
Equity securities ¹	8	2	542
CLO and ABS equities included in trading securities ¹	1,4	8	293
Investment in Apollo	(2,1	2)	_
Investment funds within funds withheld at interest	1,8	7	1,161
Royalties and other assets included in other investments		50	16
Net assets of the VIE, excluding investment funds	(7'	2)	(1,371)
Unrealized (gains) losses and other adjustments		4	128
ACRA noncontrolling interest	(1,2	0)	(1,921)
Other Assets	<u> </u>	_	301
Total adjustments to arrive at net alternative investments		7	(851)
Net alternative investments	\$ 9,8	3 =	12,335
RECONCILIATION OF TOTAL LIABILITIES TO NET RESERVE LIABILITIES			
Total liabilities	\$ 212,90	8 \$	238,566
Debt	(2,9)	4)	(3,271)
Derivative liabilities	(4	2)	(2,222)
Payables for collateral on derivatives and securities to repurchase	(6,4-	.6)	(4,149)
Other liabilities	(2,9	5)	(2,823)
Liabilities of consolidated VIEs	(4)	1)	(1,401)
Reinsurance ceded receivables	(4,5	4)	(4,356)
Policy loans ceded	(1)	,9)	(180)
ACRA noncontrolling interest	(32,9)	(3)	(37,995)
Other		(3)	(9)
Total adjustments to arrive at net reserve liabilities	(51,0	7)	(56,406)
Net reserve liabilities	\$ 161,9	1 \$	182,160

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