

Athene Life Re Ltd.
Statutory Financial Return (Unaudited)
December 31, 2015

Assets and liabilities related to modified coinsurance (“modco”) arrangements were previously presented on a net basis on the statutory balance sheet. In order to align with new regulatory requirements and the anticipated US GAAP presentation for Athene Life Re, modco assets and liabilities have been re-cast for the current and prior periods in these financial statements to show gross presentation of assets and liabilities. The resulting changes had no impact on statutory capital and surplus or income for all periods presented. For affiliated reinsurance, the assets and liabilities are also shown on a gross basis on our Athene USA sister company NAIC financial statements. As such the modco assets and liabilities in the Athene USA NAIC financial statements would need to be eliminated in order to see the economic combined statutory position of the Athene Bermuda and U.S. legal entities.



BERMUDA
THE INSURANCE ACT 1978
(Act No. 39 of 1978)
STATUTORY BALANCE SHEET (Long-Term Business)

ATHENE LIFE RE LTD.
December 31, 2015
expressed in United States Dollars
(vide Reg. 10(2))

ASSETS

STMT. LINE NO.	\$'000 2015	\$'000 2014
1 CASH AND TIME DEPOSITS.	262,755	336,520
2 QUOTED INVESTMENTS:		
Bond and Debentures		
(a) Bond and debentures.		
(i) Held to maturity	3,239,108	1,161,191
(ii) Other.	<u>Ø</u>	<u>Ø</u>
(b) Total bond and debentures.	3,239,108	1,161,191
(c) Equities		
(i) Common stocks.	Ø	Ø
(ii) Preferred stocks.	Ø	Ø
(ii) Mutual funds.	<u>Ø</u>	<u>Ø</u>
(d) Total equity investments	Ø	Ø
(e) Other quoted investments	<u>Ø</u>	<u>Ø</u>
(f) Total quoted investments	3,239,108	1,161,191
3 UNQUOTED INVESTMENTS:		
Bond and Debentures		
(a) Bonds and Debentures		
(i) Held to maturity.	Ø	Ø
(ii) Other.	<u>Ø</u>	<u>Ø</u>
(b) Total bond and debentures.	Ø	Ø
(c) Equities.		
(i) Common stocks.	Ø	140,546
(ii) Preferred stocks.	Ø	Ø
(ii) Mutual funds.	<u>Ø</u>	<u>Ø</u>
(d) Total equity investments	Ø	140,546
(e) Other unquoted investments	712,445	0
(f) Total unquoted investments.	712,445	140,546
4 INVESTMENT IN AND ADVANCES TO AFFILIATES		
(a) Unregulated entities that conduct ancillary services.	Ø	Ø
(b) Unregulated non-financial operating entities.	Ø	Ø
(c) Unregulated financial operating entities.	Ø	559,116
(d) Regulated non-insurance financial operating entities.	Ø	Ø
(e) Regulated insurance financial operating entities.	<u>Ø</u>	<u>Ø</u>
(f) Total investment to affiliates (equity method)	Ø	559,116
(g) Advances to affiliates.	<u>Ø</u>	<u>Ø</u>
(h) Total investment in and advances to affiliates (equity method)	Ø	559,116
5 INVESTMENT IN MORTGAGE LOANS ON REAL ESTATE:		
(a) First liens	Ø	Ø
(b) Other than first liens	<u>Ø</u>	<u>Ø</u>
(c) Total investment in mortgage loans on real estate	Ø	Ø

ATHENE LIFE RE LTD.
December 31, 2015
expressed in United States Dollars
(vide Reg. 10(2))

ASSETS

STMT. LINE NO.	\$'000 2015	\$'000 2014
6 POLICY LOANS	40	43
7 REAL ESTATE:		
(a) Occupied by the company (less encumbrances)	Ø	Ø
(b) Other properties (less encumbrances).	Ø	Ø
(c) Total real estate	<u>Ø</u>	<u>Ø</u>
8 COLLATERAL LOANS	Ø	Ø
9 INVESTMENT INCOME DUE AND ACCRUED.	20,416	10,288
10 ACCOUNTS AND PREMIUMS RECEIVABLE		
(a) In course of collection	1,402	1,408
(b) Deferred- not yet due	Ø	Ø
(c) Receivables from retrocessional contracts.	Ø	Ø
(d) Total accounts and premiums receivable.	<u>1,402</u>	<u>1,408</u>
11 REINSURANCE BALANCES RECEIVABLE		
(a) Foreign affiliates	412,846	562,535
(b) Domestic affiliates	Ø	Ø
(c) Pools and associations	Ø	Ø
(d) All other insurers	22,789	19,835
(e) Total reinsurance balances receivable	<u>435,635</u>	<u>582,370</u>
12 FUNDS HELD BY CEDING REINSURANCES		
(a) Affiliates.	40,289,322	41,090,419
(b) Non - affiliated	3,467,629	2,647,312
(c) Total funds held by ceding reinsurers	<u>43,756,951</u>	<u>43,737,731</u>
13 SUNDRY ASSETS:		
(a) Derivative instruments	902	1,151
(b) Segregated accounts companies	Ø	Ø
(c) Deposit Assets	Ø	Ø
(d) Due from broker.	1,569	4,173
(e) Total sundry assets	<u>2,471</u>	<u>5,324</u>
14 LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS:		
(a) Letters of credit	Ø	Ø
(b) Guarantees	Ø	Ø
(c) Other instruments	Ø	Ø
(d) Total letters of credit, guarantees and other instruments.	<u>Ø</u>	<u>Ø</u>
15 TOTAL	<u>48,431,223</u>	<u>46,534,537</u>

ATHENE LIFE RE LTD.

December 31, 2015
expressed in United States Dollars
(vide Reg. 10(2))

LONG-TERM BUSINESS INSURANCE RESERVES, OTHER LIABILITIES AND STATUTORY CAPITAL AND SURPLUS

STMT. LINE NO.	\$'000 2015	\$'000 2014
LONG-TERM BUSINESS INSURANCE RESERVES		
20	Ø	Ø
21	39,328	44,009
22	42,290,831	41,271,269
23	Ø	Ø
24	Ø	Ø
25	Ø	Ø
26	Ø	Ø
27	<u>42,330,159</u>	<u>41,315,278</u>
(a)	42,330,159	41,315,278
(b)		
(i)	Ø	Ø
(ii)	Ø	Ø
(iii)	Ø	Ø
(iv)	Ø	Ø
(c)	<u>Ø</u>	<u>Ø</u>
(d)	<u>42,330,159</u>	<u>41,315,278</u>
OTHER LIABILITIES		
28	414,635	1,129,237
29	Ø	Ø
30	Ø	Ø
31	Ø	Ø
(a)	Ø	Ø
(b)	Ø	Ø
32	Ø	16,627
33	36,686	25,124
34		
(a)	Ø	Ø
(b)	Ø	Ø
(c)	<u>Ø</u>	<u>Ø</u>
35	Ø	Ø
36		
(a)	Ø	Ø
(b)	Ø	Ø
(c)	Ø	Ø
(d)	Ø	Ø
(e)	<u>Ø</u>	<u>Ø</u>

ATHENE LIFE RE LTD.

December 31, 2015
expressed in United States Dollars
(vide Reg. 10(2))

LONG-TERM BUSINESS INSURANCE RESERVES, OTHER LIABILITIES AND STATUTORY CAPITAL AND SURPLUS

STMT. LINE NO.	\$'000 2015	\$'000 2014
37		
LETTERS OF CREDIT, GUARANTEES, AND OTHER INSTRUMENTS		
(a) Letters of credit	Ø	Ø
(b) Guarantees	Ø	Ø
(c) Other instruments	Ø	Ø
(d) Total letters of credit, guarantees and other instruments.	<u>Ø</u>	<u>Ø</u>
38	<u>451,321</u>	<u>1,170,988</u>
TOTAL OTHER LIABILITIES		
39		
TOTAL LONG-TERM BUSINESS INSURANCE RESERVES AND OTHER LIABILITIES	<u>42,781,480</u>	<u>42,486,266</u>
STATUTORY CAPITAL AND SURPLUS		
40	<u>5,649,743</u>	<u>4,048,271</u>
TOTAL STATUTORY CAPITAL AND SURPLUS		
41	<u>48,431,223</u>	<u>46,534,537</u>
TOTAL		



THE INSURANCE ACT 1978
(Act No. 39 of 1978)
STATUTORY STATEMENT OF INCOME (Long-Term Business)

ATHENE LIFE RE LTD.
For the Period ended December 31, 2015
expressed in United States Dollars
(vide Reg. 10(2))

STMT. LINE NO.	\$'000 2015	\$'000 2014
19 GROSS PREMIUMS AND OTHER CONSIDERATIONS:		
(a) Direct gross premiums and other considerations	Ø	Ø
(b) Assumed gross premiums and other considerations	3,733,810	2,726,275
(c) Total gross premiums and other considerations	3,733,810	2,726,275
(d) REINSURANCE CEDED	Ø	Ø
(e) NET PREMIUMS AND OTHER CONSIDERATIONS:		
(i) Life	Ø	Ø
(ii) Annuities	3,733,810	2,726,275
(iii) Accident & Health	Ø	Ø
(iv) Total Net Premiums and Other Considerations	3,733,810	2,726,275
20 LONG-TERM BUSINESS INVESTMENT INCOME - Net	2,444,448	2,991,184
21 OTHER INSURANCE INCOME	Ø	Ø
22	6,178,258	5,717,459
DEDUCTIONS		
23 Claims - Life	823,404	1,107,415
24 Policyholders' Dividends	Ø	Ø
25 Surrenders	2,812,868	2,807,643
26 Maturities	Ø	Ø
27 Annuities	376,000	369,997
28 Accident & Health Benefits	Ø	Ø
29 Commissions	287,029	243,966
30 Other	459,735	400,198
31	4,759,036	4,929,219
32 OPERATING EXPENSES	13,432	40,337
33	1,405,790	747,903
34 INCREASE (DECREASE) IN POLICY RESERVES (Actuarial Liabilities)		
(a) Life	Ø	Ø
(b) Annuities	1,019,562	119,520
(c) Accident and Health	Ø	Ø
(d) Total (Increase) Decrease in policy reserves	1,019,562	119,520
35 INCOME BEFORE THE UNDERNOTED ITEMS	386,228	628,383
37 OTHER INCOME (DEDUCTIONS)	(9,779)	0
38 INCOME BEFORE TAXES	376,449	628,383
39 INCOME TAXES (IF APPLICABLE):		
(a) Current	Ø	Ø
(b) Deferred	Ø	Ø
(c) Total	Ø	Ø
40 INCOME BEFORE REALIZED GAINS (LOSSES)	376,449	628,383
41 REALIZED GAINS (LOSSES)	84,668	3,171
42 NET INCOME	461,117	631,554

