

**Affiliated and Unaffiliated Reinsurance as of and for the year-to-date June 30, 2018.**

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

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

**Allocated Capital and Surplus on a Proportional Basis - Notional Allocation**

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

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

(Unaudited, in thousands)

Year	Athene Annuity & Life Company	Athene Annuity & Life Assurance Company	Athene Annuity and Life Assurance of New York	Other Affiliated Reinsurance	Unaffiliated Reinsurance	Total ALRe Statutory Financial Return Capital and Surplus*
2018	\$ 4,234,006	\$ 811,943	\$ 310,972	\$ 178,634	\$ 2,485,889	\$ 8,021,444

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

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

(Unaudited, in thousands)

	Athene Annuity & Life Company 2018	Athene Annuity & Life Assurance Company 2018	Athene Annuity and Life Assurance of New York 2018
<b>Asset mix:</b>			
<b>Non-affiliated</b>			
Corporate Bonds	\$ 1,486,833	\$ 241,469	\$ 156,522
US Gov't, Agencies, Municipals, Foreign Gov't	51,902	9,918	4,745
RMB	857,337	170,262	38,152
CMBS	82,424	11,984	18,926
Other ABS (including CDOs)	890,700	187,841	46,786
Mortgages & Real Estate	103,112	13,230	7,901
BA Assets	40,136	9,990	2,845
Unaffiliated Stocks	2,240	242	703
<b>Total Non-affiliated</b>	<b>\$ 3,514,684</b>	<b>\$ 644,936</b>	<b>\$ 276,580</b>
<b>Affiliated</b>			
Corporate Bonds	3,866	4,921	-
Other ABS (including CDOs)	69,520	22,139	3,468
Mortgages & Real Estate	2,269	-	-
BA Assets	347,585	87,188	16,445
<b>Total Affiliated</b>	<b>\$ 423,240</b>	<b>\$ 114,248</b>	<b>\$ 19,913</b>
<b>Other</b>			
Cash & Cash Equivalents	172,160	31,413	6,631
Derivatives	(21,531)	(112)	(231)
All Other	145,453	21,458	8,079
<b>Total Allocated Surplus</b>	<b>\$ 4,234,006</b>	<b>\$ 811,943</b>	<b>\$ 310,972</b>
<b>Bonds by NAIC category:</b>			
NAIC 1	1,977,823	364,108	148,914
NAIC 2	1,063,539	191,512	91,670
<b>Investment Grade</b>	<b>\$ 3,041,362</b>	<b>\$ 555,620</b>	<b>\$ 240,584</b>
NAIC 3	344,044	72,049	23,347
NAIC 4	60,884	12,794	3,443
NAIC 5	46,943	10,980	2,335
NAIC 6	100	17	-
<b>Below Investment Grade</b>	<b>\$ 451,971</b>	<b>\$ 95,840</b>	<b>\$ 29,125</b>
<b>Total Bonds</b>	<b>\$ 3,493,333</b>	<b>\$ 651,460</b>	<b>\$ 269,709</b>
<b>Bonds by ASC 820 Fair Value Level:</b>			
Level 1	47,293	2,570	332
Level 2	3,250,524	603,220	254,737
Level 3	195,516	45,670	14,640
<b>Total Bonds</b>	<b>\$ 3,493,333</b>	<b>\$ 651,460</b>	<b>\$ 269,709</b>

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

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

(Unaudited, in thousands)

	Athene Annuity & Life Company 2018	Athene Annuity & Life Assurance Company 2018	Athene Annuity and Life Assurance of New York 2018
<b>Investment Income:</b>			
Bonds & Equities	\$ 9,102	\$ 9,104	\$ 470
Mortgages & Real Estate	-	-	-
BA Assets	-	-	-
Other	(6)	(1)	-
<b>Gross Investment Income</b>	<b>\$ 9,096</b>	<b>\$ 9,103</b>	<b>\$ 470</b>
<b>ALRe Stand-alone Fees:</b>			
Direct Management Fees	(4,652)	(602)	(241)
Sub-advisory Fees	(986)	(127)	(51)
<b>ALRe Stand-alone Net Investment Income</b>	<b>\$ 3,458</b>	<b>\$ 8,374</b>	<b>\$ 178</b>
<b>Fees paid by ALRe related to modco assets:</b>			
Direct Management Fees	(14,228)	(1,842)	(737)
Sub-advisory Fees	(12,330)	(1,592)	(639)
<b>Net Investment Income</b>	<b>\$ (23,100)</b>	<b>\$ 4,940</b>	<b>\$ (1,198)</b>
<b>Capital Gains and Losses:</b>			
Bonds & Equities	(750)	(97)	(39)
BA Assets	-	-	-
Other, including FX	-	-	-
<b>Total</b>	<b>\$ (750)</b>	<b>\$ (97)</b>	<b>\$ (39)</b>

**\* Reconciliation between ALIRT document and Statutory Return (in thousands)**

Total ALRe Statutory Financial Return Capital and Surplus - ALIRT	8,021,444	
Investment in Non-Life Subsidiaries - AUSA	124,371	ALRe Statutory Financial Statement - Line 4(b) asset page
Investment in Life Subsidiaries - AADE	1,482,439	AADE Statutory Financial Statement Capital and Surplus
<b>Total ALRe Statutory Financial Return Capital and Surplus - Regulatory Filing</b>	<b>9,628,254</b>	

