

Athene Life Re Ltd.

Statutory Financial Statements (Unaudited)

September 30, 2018

Athene Life Re Ltd. (ALRe) is wholly owned by Athene Holding Ltd. (AHL). In the first quarter of 2018, AHL contributed to ALRe all of the issued and outstanding shares in the Athene USA Corporation (AUSA), an Iowa corporation and wholly owned subsidiary of AHL.

The accompanying unconsolidated statements of ALRe have been prepared by management based on the financial reporting provisions of The Insurance Act 1978, amendments thereto and the Insurance Account Rules 2016 (the "Bermuda Legislation"). These statutory financial statements reflect the ALRe parent company activity plus its investment in subsidiaries. In line with Bermuda Legislation, both current and prior periods have been updated to reflect AUSA as a subsidiary of ALRe for comparability.

STATUTORY BALANCE SHEET



Athene Life Re Ltd.

As at September 30, 2018 and December 31, 2017

Expressed in ('000s)

United States Dollars

FORM 1SFS

STMT. LINE No.		General Business		Long-Term Business		General & Long-Term Business	
		Unconsolidated		Unconsolidated		Consolidated	
		2018 ('000s)	2017 ('000s)	2018 ('000s)	2017 ('000s)	2018 ('000s)	2017 ('000s)
1.	CASH AND CASH EQUIVALENTS			506,979	372,495	506,979	372,495
2.	QUOTED INVESTMENTS:						
(a)	Bonds and debentures						
	i. Held to maturity			4,343,474	5,023,250	4,343,474	5,023,250
	ii. Other			-	-	-	-
(b)	Total Bonds and Debentures			4,343,474	5,023,250	4,343,474	5,023,250
(c)	Equities						
	i. Common Stocks			-	-	-	-
	ii. Preferred Stocks			-	-	-	-
	iii. Mutual Funds			-	-	-	-
(d)	Total Equity Investments			-	-	-	-
(e)	Other Quoted Investments			-	-	-	-
(f)	Total Quoted Investments			4,343,474	5,023,250	4,343,474	5,023,250
3.	UNQUOTED INVESTMENTS:						
(a)	Bonds and debentures						
	i. Held to maturity			-	-	-	-
	ii. Other			-	-	-	-
(b)	Bonds and Debentures			-	-	-	-
(c)	Equities						
	i. Common Stocks			-	-	-	-
	ii. Preferred Stocks			-	-	-	-
	iii. Mutual Funds			-	-	-	-
(d)	Total Equity Investments			-	-	-	-
(e)	Other Unquoted Investments			805,257	508,638	805,257	508,638
(f)	Total Unquoted Investments			805,257	508,638	805,257	508,638
4.	INVESTMENTS IN AND ADVANCES TO AFFILIATES (EQUITY METHOD):						
(a)	Unregulated entities that conduct ancillary services			-	-	-	-
(b)	Unregulated non-financial operating entities			134,745	96,825	134,745	96,825
(c)	Unregulated financial operating entities			-	-	-	-
(d)	Regulated non-insurance financial operating entities			3,321,605	1,347,657	3,321,605	1,347,657
(e)	Regulated insurance financial operating entities			-	-	-	-
(f)	Total investments in affiliates (equity method)			3,456,350	1,444,482	3,456,350	1,444,482
(g)	Advances to affiliates			-	-	-	-
(h)	Total investments in and advances to affiliates (equity method)			3,456,350	1,444,482	3,456,350	1,444,482
5.	INVESTMENTS IN MORTGAGE LOANS ON REAL ESTATE:						
(a)	First Liens			-	-	-	-
(b)	Other than First Liens			-	-	-	-
(c)	Total Investments in Mortgage Loans on Real Estate			-	-	-	-
6.	POLICY LOANS			25	48	25	48
7.	REAL ESTATE:						
(a)	Occupied by the company (less encumbrances)			-	-	-	-
(b)	Other properties (less encumbrances)			-	-	-	-
(c)	Total real estate			-	-	-	-
8.	COLLATERAL LOANS			-	-	-	-
9.	INVESTMENT INCOME DUE AND ACCRUED			33,860	40,016	33,860	40,016
10.	ACCOUNTS AND PREMIUMS RECEIVABLE						
(a)	In course of collection			760,370	-	760,370	-
(b)	Deferred - not yet due			-	-	-	-
(c)	Receivables from retrocessional contracts			-	-	-	-
(d)	Total accounts and premiums receivable			760,370	-	760,370	-
11.	REINSURANCE BALANCES RECEIVABLE						
(a)	Foreign affiliates			-	-	-	-
(b)	Domestic affiliates			-	-	-	-
(c)	Pools & associations			-	-	-	-
(d)	All other insurers			-	-	-	-
(e)	Total reinsurance balances receivable			-	-	-	-

STATUTORY BALANCE SHEET



Athene Life Re Ltd.

As at September 30, 2018 and December 31, 2017

Expressed in

['000s]

United States Dollars

FORM 1SFS

STMT. LINE No.		General Business		Long-Term Business		General & Long-Term Business	
		Unconsolidated		Unconsolidated		Consolidated	
		2018	2017	2018	2017	2018	2017
		(^{'000s})	(^{'000s})	(^{'000s})	(^{'000s})	(^{'000s})	(^{'000s})
12.	FUNDS HELD BY CEDING COMPANIES			25,353,640	55,438,533	25,353,640	55,438,533
13.	SUNDRY ASSETS:						
(a)	Derivative instruments			43,619	749	43,619	749
(b)	Segregated accounts companies - long-term business - variable annuities			-	-	-	-
(c)	Segregated accounts companies - long-term business - others			-	-	-	-
(d)	Segregated accounts companies - general business			-	-	-	-
(e)	Deposit assets			-	-	-	-
(f)	Deferred acquisition costs			-	-	-	-
(g)	Net receivables for investments sold			3,188	45,359	3,188	45,359
(h)	Fixed assets			24	24	24	24
(i)	Other Sundry Assets (Specify)			-	-	-	-
(j)	Other Sundry Assets (Specify)			-	-	-	-
(k)	Total sundry assets			46,831	46,132	46,831	46,132
14.	LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS						
(a)	Letters of credit			-	-	-	-
(b)	Guarantees			-	-	-	-
(c)	Other instruments			-	-	-	-
(d)	Total letters of credit, guarantees and other instruments			-	-	-	-
15.	TOTAL			35,306,786	62,873,594	35,306,786	62,873,594
	INSURANCE RESERVES, OTHER LIABILITIES AND STATUTORY CAPITAL AND SURPLUS						
	LONG-TERM BUSINESS INSURANCE RESERVES						
20.	RESERVES FOR REPORTED CLAIMS			-	-	-	-
21.	RESERVES FOR UNREPORTED CLAIMS			-	212,829	-	212,829
22.	POLICY RESERVES - LIFE			25,091,643	54,167,149	25,091,643	54,167,149
23.	POLICY RESERVES - ACCIDENT AND HEALTH			-	-	-	-
24.	POLICYHOLDER'S FUNDS ON DEPOSIT			-	-	-	-
25.	LIABILITY FOR FUTURE POLICYHOLDER DIVIDENDS			-	-	-	-
26.	OTHER LONG-TERM BUSINESS INSURANCE RESERVES			-	-	-	-

STATUTORY BALANCE SHEET



Athene Life Re Ltd.

As at September 30, 2018 and December 31, 2017

Expressed in
['000s]

United States Dollars

FORM 1SFS

STMT. LINE No.	General Business		Long-Term Business		General & Long-Term Business	
	Unconsolidated		Unconsolidated		Consolidated	
	2018 ('000s)	2017 ('000s)	2018 ('000s)	2017 ('000s)	2018 ('000s)	2017 ('000s)
27.	TOTAL LONG-TERM BUSINESS - INSURANCE RESERVES					
(a)	Total Gross Long-Term Business Insurance Reserves		25,091,643	54,379,978	25,091,643	54,379,978
(b)	Less: Reinsurance Recoverable Balance:					
	(i) Foreign Affiliates		-	-	-	-
	(ii) Domestic Affiliates		-	-	-	-
	(iii) Pools and Associations		-	-	-	-
	(iv) All Other Insurers		-	-	-	-
(c)	Total Reinsurance Recoverable Balance		-	-	-	-
(d)	Net Long-Term Business Insurance Reserves		25,091,643	54,379,978	25,091,643	54,379,978
	OTHER LIABILITIES					
28.	INSURANCE AND REINSURANCE BALANCES PAYABLE		-	1,315	-	1,315
29.	COMMISSIONS, EXPENSES, FEES AND TAXES PAYABLE		-	-	-	-
30.	LOANS AND NOTES PAYABLE		-	-	-	-
31.	(a) INCOME TAXES PAYABLE		-	-	-	-
	(b) DEFERRED INCOME TAXES		-	-	-	-
32.	AMOUNTS DUE TO AFFILIATES		8,684	1,000	8,684	1,000
33.	ACCOUNTS PAYABLE AND ACCRUED LIABILITIES		14,242	22,293	14,242	22,293
34.	FUNDS HELD UNDER REINSURANCE CONTRACTS		-	-	-	-
35.	DIVIDENDS PAYABLE		-	-	-	-
36.	SUNDRY LIABILITIES:					
(a)	Derivative instruments		624	777	624	777
(b)	Segregated accounts		-	-	-	-
(c)	Deposit liabilities		-	-	-	-
(d)	Net payable for investments purchased		242,521	52,073	242,521	52,073
(e)	Payable for collateral on derivatives		57,240	-	57,240	-
(f)	Other sundry liabilities (specify)		-	-	-	-
(g)	Other sundry liabilities (specify)		-	-	-	-
(h)	Total sundry liabilities		300,385	52,850	300,385	52,850
37.	LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS					
(a)	Letters of credit		-	-	-	-
(b)	Guarantees		-	-	-	-
(c)	Other instruments		-	-	-	-
(d)	Total letters of credit, guarantees and other instruments		-	-	-	-
38.	TOTAL OTHER LIABILITIES		323,311	77,458	323,311	77,458
39.	TOTAL INSURANCE PROVISIONS AND OTHER LIABILITIES		25,414,954	54,457,436	25,414,954	54,457,436
	STATUTORY CAPITAL AND SURPLUS					
40.	TOTAL STATUTORY CAPITAL AND SURPLUS		9,891,832	8,416,158	9,891,832	8,416,158
41.	TOTAL		35,306,786	62,873,594	35,306,786	62,873,594

STATUTORY STATEMENT OF INCOME

Athene Life Re Ltd.

 For the periods ending
 Expressed in ('000s)

 September 30, 2018 and September 30, 2017
 United States Dollars


FORM 29FS

STMT. LINE No.	General Business		Long-Term Business		General and Long-Term Business	
	Unconsolidated		Unconsolidated		Consolidated	
	2018	2017	2018	2017	2018	2017
	('000)	('000)	('000)	('000)	('000)	('000)
GENERAL BUSINESS UNDERWRITING INCOME						
LONG-TERM BUSINESS UNDERWRITING INCOME						
12.	GROSS PREMIUMS AND OTHER CONSIDERATIONS:					
	(a) Direct gross premiums and other considerations		15,517,666	7,290,209	15,517,666	7,290,209
	(b) Assumed gross premiums and other considerations		-	-	-	-
	(c) Total gross premiums and other considerations		15,517,666	7,290,209	15,517,666	7,290,209
13.	PREMIUMS CEDED		-	-	-	-
14.	NET PREMIUMS AND OTHER CONSIDERATIONS:					
	(a) Life		-	-	-	-
	(b) Annuities		15,517,666	7,290,209	15,517,666	7,290,209
	(c) Accident and health		-	-	-	-
	(d) Total net premiums and other considerations		15,517,666	7,290,209	15,517,666	7,290,209
15.	OTHER INSURANCE INCOME		-	-	-	-
16.			15,517,666	7,290,209	15,517,666	7,290,209
DEDUCTIONS						
17.	CLAIMS - LIFE		166,492	733,327	166,492	733,327
18.	POLICYHOLDERS' DIVIDENDS		-	-	-	-
19.	SURRENDERS		766,877	2,191,155	766,877	2,191,155
20.	MATURITIES		-	-	-	-
21.	ANNUITIES		363,385	591,666	363,385	591,666
22.	ACCIDENT AND HEALTH BENEFITS		-	-	-	-
23.	COMMISSIONS		351,541	345,905	351,541	345,905
24.	OTHER		23,840	233,246	23,840	233,246
25.			1,672,135	4,095,299	1,672,135	4,095,299
26.	INCREASE (DECREASE) IN POLICY RESERVES:					
	(a) Life		-	-	-	-
	(b) Annuities		14,357,374	5,169,800	14,357,374	5,169,800
	(c) Accident and health		-	-	-	-
	(d) Total increase (decrease) in policy reserves		14,357,374	5,169,800	14,357,374	5,169,800
27.			16,029,509	9,265,099	16,029,509	9,265,099
28.	NET UNDERWRITING PROFIT (LOSS) - LONG-TERM BUSINESS		(511,843)	(1,974,890)	(511,843)	(1,974,890)
29.	COMBINED NET UNDERWRITING PROFIT (LOSS) BEFORE THE UNDERNOTED ITEMS		-	-	(511,843)	(1,974,890)
UNDERNOTED ITEMS						
30.	COMBINED OPERATING EXPENSES:					
	(a) General and administrative		3,612	3,139	3,612	3,139
	(b) Personnel Costs		9,472	8,029	9,472	8,029
	(c) Other		-	-	-	-
	(d) Total combined operating expenses		13,084	11,168	13,084	11,168
31.	COMBINED INVESTMENT INCOME - NET		730,475	2,612,433	730,475	2,612,433
32.	COMBINED OTHER INCOME (DEDUCTIONS)		429,318	-	429,318	-
33.	COMBINED INCOME BEFORE TAXES		634,866	626,375	634,866	626,375
34.	COMBINED INCOME TAXES (IF APPLICABLE):					
	(a) Current		-	-	-	-
	(b) Deferred		-	-	-	-
	(c) Total		-	-	-	-
35.	COMBINED INCOME BEFORE REALIZED GAINS (LOSSES)		634,866	626,375	634,866	626,375
36.	COMBINED REALIZED GAINS (LOSSES)		(633)	23,608	(633)	23,608
37.	COMBINED INTEREST CHARGES		-	-	-	-
38.	NET INCOME		634,233	649,983	634,233	649,983

STATUTORY STATEMENT OF CAPITAL AND SURPLUS



Athene Life Re Ltd.
For the periods ending
Expressed in ['000s]

September 30, 2018 and September 30, 2017
United States Dollars

FORM 8SFS

STMT.
LINE No.

General Business		Long-Term Business		General and Long-Term Business	
Unconsolidated		Unconsolidated		Consolidated	
2018	2017	2018	2017	2018	2017

Assets and liabilities related to modified coinsurance ("modco") arrangements are presented on a gross basis. For affiliated reinsurance, the assets and liabilities are also shown on a gross basis on the NAIC financial statements of our sister company, Athene USA Corporation ("Athene USA"). 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.

1. STATUTORY CAPITAL

These statutory financial statements are presented on an unconsolidated basis and reflect the ALRe parent company activity plus its investment in subsidiaries. Prior periods have been updated to reflect this structure, which is required under Bermuda statutory principles for comparability

		(000s)	(000s)	(000s)	(000s)	(000s)	(000s)
(a)	Capital stock			1,500	1,500		
	(i) Common shares					1,500	1,500
	authorized	1,500,000	shares of par				
	value	\$ 1,000	each issued and				
	fully paid		shares				
	(ii) Preferred shares						
	authorized		shares of par				
	value		each issued and				
	fully paid		shares				
	aggregate liquidation value for --						
	2011						
	2010						
	(iii) Treasury shares						
	repurchased		shares of par				
	value		each issued				
(b)	Contributed surplus			3,167,098	2,292,098	3,167,098	2,292,098
(c)	Any other fixed capital						
	(i) Hybrid capital instruments			-	-	-	-
	(ii) Guarantees and others			-	-	-	-
	(iii) Total any other fixed capital			-	-	-	-
(d)	Total Statutory Capital			3,168,598	2,293,598	3,168,598	2,293,598
2.	STATUTORY SURPLUS:						
(a)	Statutory Surplus - Beginning of Year			6,096,465	3,830,040	6,096,465	3,830,040
(b)	Add: Income for Year			634,233	649,983	634,233	649,983
(c)	Less: Dividends paid and payable					-	-
(d)	Add (Deduct) change in unrealized appreciation (depreciation) of investments			-		-	-
(e)	Add (Deduct) change in non-admitted assets			-	305	-	305
(f)	Add (Deduct) change in appraisal of real estate					-	-
(g)	Add (Deduct) change in any other statutory capital			(7,464)	28,498	(7,464)	28,498
(h)	Statutory Surplus - End of Year			6,723,234	4,508,826	6,723,234	4,508,826
3.	MINORITY INTEREST						
4.	TOTAL STATUTORY CAPITAL AND SURPLUS			9,891,832	6,802,424	9,891,832	6,802,424