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New York, July 22, 2022 – Moody's Investors Service, ("Moody's") has assigned an A1 insurance financial strength (IFS) rating to insurance subsidiaries of Athene Holding Ltd. (AHL and, together insurance products, which include retail and pension group annuities, as well as flow reinsurance.

ownership, which supports the company's business profile and provides access to investment expertise through AGM's ownership of Apollo Asset Management Inc (AAM, issuer rating A2 stable), as well as increased financial flexibility. These strengths are offset by a large sizable concentration in specific asset classes, such as collateralized loan obligations (CLOs) and asset-backed security (ABS) investments, particularly its high-grade alpha investments, which are largely underwritten by Athene and AAM using their own acquired underwriting platforms. While these asset classes provide unique and higher yielding investment opportunities for Athene, they can be larger, concentrated investments with less transparency to outside parties than publicly traded investments. Interest rate movements could impact Athene's annuities as well, causing spread compression when rates fall and disintermediation risk when rates suddenly rise, although the liabilities generally have a predictable cash flow. Furthermore, certain products, such as funding agreement backed notes and pension group annuities, have experienced rapid growth in recent years, necessitating tight asset-liability management (ALM) and potentially exposing companies to mispricing risk.

Athene Co-Invest Reinsurance Affiliate 1A Ltd, Athene Co-Invest Reinsurance Affiliate 1B Ltd. and Athene Co-Invest Reinsurance Affiliate International Ltd. (collectively ACRA)

ACRA's IFS Rating of A1 reflects one-notch of uplift over its A2 stand-alone outcome. The uplift recognizes ACRA's importance as a source of growth and external capital, and our expectation that Athene will provide financial support to ACRA in the event of a capital call during times of stress.

HOLDING COMPANY

The notching between AHL's Baa1 senior unsecured debt rating and the A1 insurance financial strength rating of its operating companies is three notches, which is consistent with Moody's typical notching for a simple US insurance holding company structure.

The rating takes into account AHL's governance as part of Moody's environmental, social and







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