

The image shows the exterior of a modern building with a large, illuminated "AIG" logo mounted on the facade. The building has a curved glass entrance with two revolving doors. The overall scene is dimly lit, suggesting an evening or night setting, with a blue tint over the entire image.

American International Group, Inc.

Quarterly Financial Supplement Fourth Quarter 2020

*Page 8 Noteworthy Items has been updated - February 17, 2021

*Pages 6, 11, 14, 28 and 69 have been updated to reflect revisions to segment balance sheets, debt and interest allocated to segments and return on adjusted segment common equity - March 15, 2021

All financial information in this document is unaudited. This supplement should be read in conjunction with AIG's Annual Report on Form 10-K for the year ended December 31, 2020, which will be filed with the Securities and Exchange Commission.

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American International Group, Inc. Cautionary Statement Regarding Forward-Looking Information

This Financial Supplement may include, and officers and representatives of American International Group, Inc. (AIG) may from time to time make and discuss, projections, goals, assumptions and statements that may constitute “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. These projections, goals, assumptions and statements are not historical facts but instead represent only a belief regarding future events, many of which, by their nature, are inherently uncertain and outside AIG’s control. These projections, goals, assumptions and statements include statements preceded by, followed by or including words such as “will,” “believe,” “anticipate,” “expect,” “intend,” “plan,” “focused on achieving,” “view,” “target,” “goal” or “estimate.” These projections, goals, assumptions and statements may relate to future actions, prospective services or products, future performance or results of current and anticipated services or products, sales efforts, expenses, the outcome of contingencies such as legal proceedings, anticipated organizational, business or regulatory changes, the effect of catastrophes, such as the COVID-19 crisis, and macroeconomic events, anticipated dispositions, monetization and/or acquisitions of businesses or assets, or successful integration of acquired businesses, management succession and retention plans, exposure to risk, trends in operations and financial results.

It is possible that AIG’s actual results and financial condition will differ, possibly materially, from the results and financial condition indicated in these projections, goals, assumptions and statements. Factors that could cause AIG’s actual results to differ, possibly materially, from those in the specific projections, goals, assumptions and statements include:

- the adverse impact of COVID-19, including with respect to AIG’s business, financial condition and results of operations;
- changes in market and industry conditions, including the significant global economic downturn, volatility in financial and capital markets, prolonged economic recovery and disruptions to AIG’s operations driven by COVID-19 and responses thereto, including new or changed governmental policy and regulatory actions;
- the occurrence of catastrophic events, both natural and man-made, including COVID-19, other pandemics, civil unrest and the effects of climate change;
- AIG’s ability to successfully dispose of, monetize and/or acquire businesses or assets or successfully integrate acquired businesses, including any separation of the Life and Retirement business from AIG and the impact any separation may have on AIG, its businesses, employees, contracts and customers;
- AIG’s ability to effectively execute on AIG 200 transformational programs designed to achieve underwriting excellence, modernization of AIG’s operating infrastructure, enhanced user and customer experiences and unification of AIG;
- the impact of potential information technology, cybersecurity or data security breaches, including as a result of cyber-attacks or security vulnerabilities, the likelihood of which may increase due to extended remote business operations as a result of COVID-19;
- disruptions in the availability of AIG’s electronic data systems or those of third parties;
- availability and affordability of reinsurance;
- the effectiveness of our risk management policies and procedures, including with respect to our business continuity and disaster recovery plans;
- nonperformance or defaults by counterparties, including Fortitude Reinsurance Company Ltd. (Fortitude Re);
- changes in judgments concerning potential cost-saving opportunities;
- concentrations in AIG’s investment portfolios;
- changes to the valuation of AIG’s investments;
- changes to our sources of or access to liquidity;
- actions by rating agencies with respect to our credit and financial strength ratings;
- changes in judgments or assumptions concerning insurance underwriting and insurance liabilities;
- the effectiveness of strategies to recruit and retain key personnel and to implement effective succession plans;
- the requirements, which may change from time to time, of the global regulatory framework to which AIG is subject;
- significant legal, regulatory or governmental proceedings;
- changes in judgments concerning the recognition of deferred tax assets and the impairment of goodwill; and
- such other factors discussed in Part II, Item 7. Management’s Discussion and Analysis of Financial Condition and Results of Operations (MD&A) and Part I, Item 1A. Risk Factors in AIG’s Annual Report on Form 10-K for the year ended December 31, 2020 (which will be filed with the Securities and Exchange Commission), Part I, Item 2. MD&A in AIG’s Quarterly Report on Form 10-Q for the quarterly period ended September 30, 2020, Part I, Item 2. MD&A in AIG’s Quarterly Report on Form 10-Q for the quarterly period ended June 30, 2020, Part I, Item 2. MD&A in AIG’s Quarterly Report on Form 10-Q for the quarterly period ended March 31, 2020, and Part II, Item 7. MD&A and Part I, Item 1A. Risk Factors in AIG’s Annual Report on Form 10-K for the year ended December 31, 2019.

AIG is not under any obligation (and expressly disclaims any obligation) to update or alter any projections, goals, assumptions or other statements, whether written or oral, that may be made from time to time, whether as a result of new information, future events or otherwise.

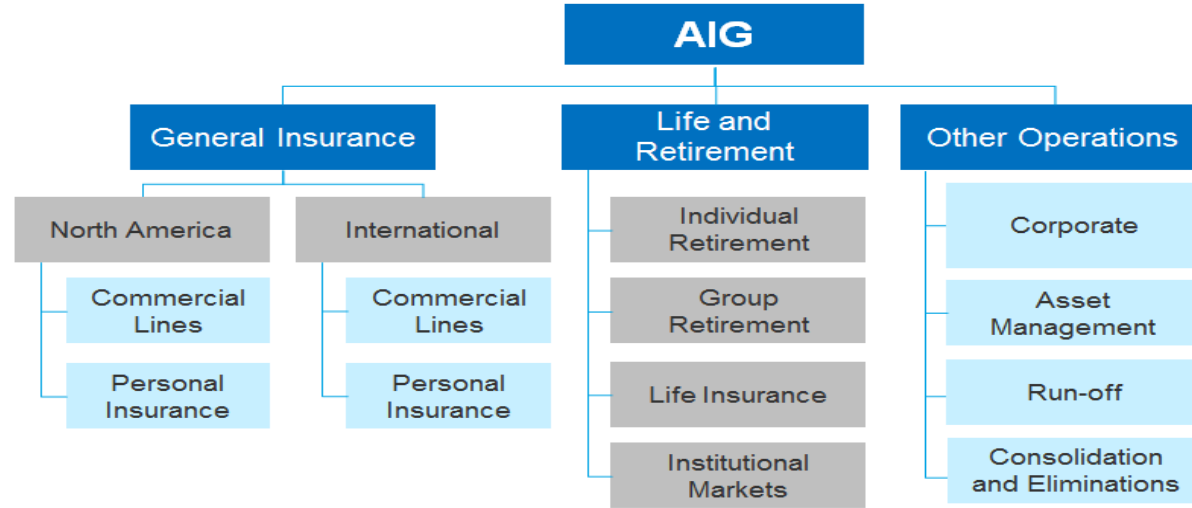


American International Group, Inc.

Overview

Segment Reporting

In the fourth quarter of 2020, AIG's chief operating decision makers modified their view of AIG's businesses and how they allocate resources and assess performance. As such, we modified the presentation of our segments as follows:



General Insurance

General Insurance continues to be reported with the following operating segments:

- North America – primarily includes insurance businesses in the United States, Canada, Bermuda, and our global reinsurance business, AIG Re.
- International – includes regional insurance businesses in Japan, the United Kingdom, Europe, Middle East and Africa (EMEA region), Asia Pacific, Latin America and Caribbean, and China. International also includes the results of Talbot Holdings, Ltd as well as AIG's global specialty business, which is now entirely reflected in International as part of the resegmentation effort.

Additionally, our chief operating decision makers determined the performance review of these operating segments to be based on the underwriting profit of the segments.

Life and Retirement

Life and Retirement continues to be reported with the following operating segments:

- Individual Retirement – consists of fixed annuities, fixed index annuities, variable annuities and retail mutual funds.
- Group Retirement – consists of group mutual funds, group annuities, individual annuity and investment products, financial planning and advisory services, and plan administrative and compliance services.
- Life Insurance – primary products in the U.S. include term life and universal life insurance. International operations include distribution of life and health products in the UK and Ireland. Certain run-off life insurance portfolios previously reported in our Legacy segment have been realigned into the Life Insurance operating segment.
- Institutional Markets – consists of stable value wrap products, structured settlement and pension risk transfer annuities, corporate- and bank-owned life insurance and guaranteed investment contracts (GICs). The run-off High Net Worth (private placement variable universal life and private placement variable annuity) and structured settlement portfolios previously reported in our Legacy segment have been realigned into the Institutional Markets operating segment.

On October 26, 2020, AIG announced its intention to separate its Life and Retirement business from AIG. No decisions have yet been made regarding the structure of the proposed separation. In addition, any separation transaction will be subject to the satisfaction of various conditions and approvals, including approval by the AIG Board of Directors, receipt of insurance and other required regulatory approvals, and satisfaction of any applicable requirements of the Securities and Exchange Commission. No assurance can be given regarding the form that a separation transaction may take or the specific terms or timing thereof, or that a separation will in fact occur.

Other Operations

Other Operations primarily consists of income from assets held by AIG Parent and other corporate subsidiaries, deferred tax assets related to tax attributes, corporate expenses and intercompany eliminations, our institutional asset management business and results of our consolidated investment entities, General Insurance portfolios in run-off previously reported within Legacy as well as the historical results of our legacy insurance lines ceded to Fortitude Re.



American International Group, Inc.

Non-GAAP Financial Measures

Throughout this Financial Supplement, we present our financial condition and results of operations in the way we believe will be most meaningful and representative of our business results. Some of the measurements we use are “Non-GAAP financial measures” under Securities and Exchange Commission rules and regulations. GAAP is the acronym for generally accepted accounting principles in the United States. The non-GAAP financial measures we present may not be comparable to similarly-named measures reported by other companies.

We use the following operating performance measures because we believe they enhance the understanding of the underlying profitability of continuing operations and trends of our business segments. We believe they also allow for more meaningful comparisons with our insurance competitors. When we use these measures, reconciliations to the most comparable GAAP measure are provided on a consolidated basis.

Adjusted Pre-tax Income (APTI) is derived by excluding the items set forth below from income from continuing operations before income tax. This definition is consistent across our segments. These items generally fall into one or more of the following broad categories: legacy matters having no relevance to our current businesses or operating performance; adjustments to enhance transparency to the underlying economics of transactions; and measures that we believe to be common to the industry. APTI is a GAAP measure for our segments. Excluded items include the following:

- changes in fair value of securities used to hedge guaranteed living benefits;
- changes in benefit reserves and deferred policy acquisition costs (DAC), value of business acquired (VOBA), and sales inducement assets (SIA) related to net realized capital gains and losses;
- changes in the fair value of equity securities;
- net investment income on Fortitude Re funds withheld assets post deconsolidation of Fortitude Re;
- following deconsolidation of Fortitude Re, net realized capital gains and losses on Fortitude Re funds withheld assets held by AIG in support of Fortitude Re’s reinsurance obligations to AIG (Fortitude Re funds withheld assets);
- loss (gain) on extinguishment of debt;
- all net realized capital gains and losses except earned income (periodic settlements and changes in settlement accruals) on derivative instruments used for non-qualifying (economic) hedging or for asset replication. Earned income on such economic hedges is reclassified from net realized capital gains and losses to specific APTI line items based on the economic risk being hedged (e.g. net investment income and interest credited to policyholder account balances);
- income or loss from discontinued operations;
- net loss reserve discount benefit (charge);
- pension expense related to a one-time lump sum payment to former employees;
- income and loss from divested businesses;
- non-operating litigation reserves and settlements;
- restructuring and other costs related to initiatives designed to reduce operating expenses, improve efficiency and simplify our organization;
- the portion of favorable or unfavorable prior year reserve development for which we have ceded the risk under retroactive reinsurance agreements and related changes in amortization of the deferred gain;
- integration and transaction costs associated with acquiring or divesting businesses;
- losses from the impairment of goodwill; and
- non-recurring costs associated with the implementation of non-ordinary course legal or regulatory changes or changes to accounting principles.

Adjusted After-tax Income attributable to AIG common shareholders (AATI) is derived by excluding the tax effected adjusted pre-tax income (APTI) adjustments described above, dividends on preferred stock, and the following tax items from net income attributable to AIG:

- deferred income tax valuation allowance releases and charges;
- changes in uncertain tax positions and other tax items related to legacy matters having no relevance to our current businesses or operating performance; and
- net tax charge related to the enactment of the Tax Cuts and Jobs Act (Tax Act);

and by excluding the net realized capital gains (losses) and other charges from noncontrolling interests.

Book Value per Common Share, Excluding Accumulated Other Comprehensive Income (AOCI) adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets and Deferred Tax Assets (DTA) (Adjusted Book Value per Common Share) is used to show the amount of our net worth on a per-common share basis after eliminating items that can fluctuate significantly from period to period including changes in fair value of AIG’s available for sale securities portfolio, foreign currency translation adjustments and U.S. tax attribute deferred tax assets. This measure also eliminates the asymmetrical impact resulting from changes in fair value of our available for sale securities portfolio wherein there is largely no offsetting impact for certain related insurance liabilities. In addition, we adjust for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets since these fair value movements are economically transferred to Fortitude Re. We exclude deferred tax assets representing U.S. tax attributes related to net operating loss carryforwards and foreign tax credits as they have not yet been utilized. Amounts for interim periods are estimates based on projections of full-year attribute utilization. As net operating loss carryforwards and foreign tax credits are utilized, the portion of the DTA utilized is included in these book value per common share metrics. Adjusted Book Value per Common Share is derived by dividing Total AIG common shareholders’ equity, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, and DTA (**Adjusted Common Shareholders’ Equity**), by total common shares outstanding. The reconciliation to book value per common share, the most comparable GAAP measure, is presented on page 65 herein.

Book Value per Common Share, Excluding Goodwill, Value of Business Acquired (VOBA), Value of Distribution Channel Acquired (VODA), Other Intangible Assets, AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, and Deferred Tax Assets (DTA) (Adjusted Tangible Book Value per Common Share) is used to provide more accurate measure of the realizable value of shareholder on a per-common share basis. Adjusted Tangible Book Value per Common Share is derived by dividing Total AIG common shareholders’ equity, excluding intangible assets, AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, and DTA (**Adjusted Tangible Common Shareholders’ Equity**), by total common shares outstanding. The reconciliation to book value per common share, the most comparable GAAP measure, is presented on page 65 herein.



American International Group, Inc. Non-GAAP Financial Measures (Cont.)

AIG Return on Common Equity (ROCE) – Adjusted After-tax Income Excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets and DTA (Adjusted Return on Common Equity) is used to show the rate of return on common shareholders’ equity. We believe this measure is useful to investors because it eliminates items that can fluctuate significantly from period to period, including changes in fair value of our available for sale securities portfolio, foreign currency translation adjustments and U.S. tax attribute deferred tax assets. This measure also eliminates the asymmetrical impact resulting from changes in fair value of our available for sale securities portfolio wherein there is largely no offsetting impact for certain related insurance liabilities. In addition, we adjust for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets since these fair value movements are economically transferred to Fortitude Re. We exclude deferred tax assets representing U.S. tax attributes related to net operating loss carryforwards and foreign tax credits as they have not yet been utilized. Amounts for interim periods are estimates based on projections of full-year attribute utilization. As net operating loss carryforwards and foreign tax credits are utilized, the portion of the DTA utilized is included in Adjusted Return on Common Equity. Adjusted Return on Common Equity is derived by dividing actual or annualized adjusted after-tax income attributable to AIG common shareholders by average Adjusted Common Shareholders’ Equity. The reconciliation to return on common equity, the most comparable GAAP measure, is presented on page 66 herein.

AIG Return on Common Equity – Adjusted After-tax Income, Excluding Goodwill, VOBA, VODA and Other Intangible assets, AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, and DTA (Adjusted Return on Tangible Common Equity) is used to provide the rate of return on adjusted tangible common shareholder’s equity, which is a more accurate measure of realizable shareholder value. We exclude Goodwill, VOBA, VODA and Other intangible assets from AIG common shareholders’ equity to derive tangible common shareholders’ equity and we further exclude AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, and DTA for Adjusted Tangible Common Equity. Adjusted Return on Tangible Common Equity is derived by dividing actual or annualized adjusted after-tax income attributable to AIG common shareholders by average Adjusted Tangible Common Shareholders’ Equity. The reconciliation to return on common equity, the most comparable GAAP measure, is presented on page 66 herein.

General Insurance and Life and Retirement Adjusted Segment Common Equity is based on segment equity adjusted for the attribution of debt and preferred stock (Segment Common Equity) and is consistent with AIG’s Adjusted Common Shareholders’ Equity definition. The reconciliations to Segment Common Equity are presented on pages 69 herein.

General Insurance and Life and Retirement Return on Adjusted Segment Common Equity – Adjusted After-tax Income (Return on Adjusted Segment Common Equity) is used to show the rate of return on Adjusted Segment Common Equity. Return on Adjusted Segment Common Equity is derived by dividing actual or annualized Adjusted After-tax Income by Average Adjusted Segment Common Equity. The reconciliations to Return on Adjusted Segment Common Equity are presented on pages 14 and 28 herein.

Adjusted After-tax Income Attributable to General Insurance and Life and Retirement is derived by subtracting attributed interest expense, income tax expense and attributed dividends on preferred stock from APTI. Attributed debt and the related interest expense and dividends on preferred stock are calculated based on our internal allocation model. Tax expense or benefit is calculated based on an internal attribution methodology that considers among other things the taxing jurisdiction in which the segments conduct business, as well as the deductibility of expenses in those jurisdictions. The reconciliations from Adjusted pre-tax income to Adjusted after-tax income attributed to General Insurance and Life and Retirement are presented on pages 14 and 28 herein.

Adjusted Revenues exclude Net realized capital gains (losses), income from non-operating litigation settlements (included in Other income for GAAP purposes) and changes in fair value of securities used to hedge guaranteed living benefits (included in Net investment income for GAAP purposes). Adjusted revenues is a GAAP measure for our segments.

Ratios: We, along with most property and casualty insurance companies, use the loss ratio, the expense ratio and the combined ratio as measures of underwriting performance. These ratios are relative measurements that describe, for every \$100 of net premiums earned, the amount of losses and loss adjustment expenses (which for General Insurance excludes net loss reserve discount), and the amount of other underwriting expenses that would be incurred. A combined ratio of less than 100 indicates underwriting income and a combined ratio of over 100 indicates an underwriting loss. Our ratios are calculated using the relevant segment information calculated under GAAP, and thus may not be comparable to similar ratios calculated for regulatory reporting purposes. The underwriting environment varies across countries and products, as does the degree of litigation activity, all of which affect such ratios. In addition, investment returns, local taxes, cost of capital, regulation, product type and competition can have an effect on pricing and consequently on profitability as reflected in underwriting income and associated ratios.

Accident year loss and combined ratios, as adjusted: both the accident year loss and combined ratios, as adjusted, exclude catastrophe losses and related reinstatement premiums, prior year development, net of premium adjustments, and the impact of reserve discounting. We believe that as adjusted ratios are meaningful measures of our underwriting results on an ongoing basis as they exclude catastrophes and the impact of reserve discounting which are outside of management’s control. We also exclude prior year development to provide transparency related to current accident year results.

Underwriting ratios are computed as follows:

- a) Loss ratio = Loss and loss adjustment expenses incurred ÷ Net premiums earned (NPE)
- b) Acquisition ratio = Total acquisition expenses ÷ NPE
- c) General operating expense ratio = General operating expenses ÷ NPE
- d) Expense ratio = Acquisition ratio + General operating expense ratio
- e) Combined ratio = Loss ratio + Expense ratio
- f) Catastrophe losses (CATs) and reinstatement premiums = [Loss and loss adjustment expenses incurred – (CATs)] ÷ [NPE +/- CYRIPs] – Loss ratio
- g) Accident year loss ratio, as adjusted (AYLR) = [Loss and loss adjustment expenses incurred – CATs – PYD] ÷ [NPE +/- Reinstatement premiums related to catastrophes (CYRIPs) +/- RIPs related to prior year catastrophes (PYRIPs) + (Additional) returned premium related to PYD on loss sensitive business ((AP)RP) + Adjustment for ceded premiums under reinsurance contracts related to prior accident years]
- h) Accident year combined ratio, as adjusted = AYLR + Expense ratio
- i) Prior year development net of (additional) return premium related to PYD on loss sensitive business = [Loss and loss adjustment expenses incurred – CATs – PYD] ÷ [NPE +/- CYRIPs +/- PYRIPs + (AP)RP] – Loss ratio – CAT ratio



American International Group, Inc. Non-GAAP Financial Measures (Cont.)

Premiums and deposits: includes direct and assumed amounts received and earned on traditional life insurance policies, group benefit policies and life-contingent payout annuities, as well as deposits received on universal life, investment-type annuity contracts, Federal Home Loan Bank (FHLB) funding agreements and mutual funds.

Results from discontinued operations are excluded from all of these measures.

Key Terms - Throughout this Financial Supplement, we use the following terms:

Natural catastrophe losses are generally weather or seismic events having a net impact on AIG in excess of \$10 million each and man-made catastrophe losses, such as terrorism and civil disorders that exceed the \$10 million threshold.

Alternative investment income includes income on hedge funds, private equity funds and affordable housing partnerships. Hedge funds for which we elected the fair value option are recorded as of the balance sheet date. Private equity funds are generally reported on a one-quarter lag. Starting 1Q 2020, we use a 6% expected rate of return for the better (worse) than expected alternative investments line item. We used an 8% expected rate of return for the better (worse) than expected alternative investments line item for all periods in 2019.



American International Group, Inc.

Consolidated Financial Highlights

(in millions, except per share data)

Results of Operations Data (attributable to

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
AIG common shareholders)							
Net income (loss)	\$ (60)	\$ 281	\$ (7,936)	\$ 1,742	\$ 922	\$ (5,973)	\$ 3,326
Net income (loss) per share:							
Basic	\$ (0.07)	\$ 0.32	\$ (9.15)	\$ 1.99	\$ 1.05	\$ (6.88)	\$ 3.79
Diluted (1)	\$ (0.07)	\$ 0.32	\$ (9.15)	\$ 1.98	\$ 1.03	\$ (6.88)	\$ 3.74
Weighted average shares outstanding:							
Basic	868.4	867.7	867.0	874.2	878.2	869.3	876.8
Diluted (1)	868.4	873.1	867.0	878.9	896.4	869.3	889.5
Effective tax rate	97.1 %	20.1 %	19.6 %	35.3 %	20.8 %	20.0 %	22.1 %
Adjusted after-tax income	\$ 827	\$ 708	\$ 561	\$ 105	\$ 923	\$ 2,201	\$ 4,078
Adjusted after-tax income per diluted share	\$ 0.94	\$ 0.81	\$ 0.64	\$ 0.12	\$ 1.03	\$ 2.52	\$ 4.58
Weighted average diluted shares - operating	876.7	873.1	870.2	878.9	896.4	874.7	889.5
Adjusted effective tax rate	21.9 %	21.2 %	24.8 %	47.8 %	19.2 %	24.0 %	22.1 %

Selected Balance Sheet data, at period end

Total assets	\$ 586,481	\$ 577,230	\$ 569,388	\$ 510,477	\$ 525,064	\$ 586,481	\$ 525,064
Long-term debt	28,103	28,731	29,248	25,268	25,479	28,103	25,479
Debt of consolidated investment entities	9,431	9,506	10,032	10,142	9,871	9,431	9,871
Syndicated credit facility	-	-	-	1,300	-	-	-
Preferred equity	485	485	485	485	485	485	485
AIG common shareholders' equity	65,877	63,623	61,749	59,688	65,190	65,877	65,190
AIG tangible common shareholders' equity	60,861	58,646	56,805	54,547	59,966	60,861	59,966
AIG shareholders' total equity	66,362	64,108	62,234	60,173	65,675	66,362	65,675
Adjusted common shareholders' equity	49,116	48,914	48,152	52,147	51,231	49,116	51,231
Adjusted tangible common shareholders' equity	44,100	43,937	43,208	47,006	46,007	44,100	46,007

Adjusted Segment Common Equity*

General Insurance	\$ 25,044	\$ 25,085	\$ 25,195	\$ 24,934	\$ 25,059	\$ 25,044	\$ 25,059
Life and Retirement (12)	19,172	19,421	19,101	20,148	17,799	19,172	17,799
Other Operations	4,900	4,408	3,856	7,065	8,373	4,900	8,373
Total adjusted segment common equity	\$ 49,116	\$ 48,914	\$ 48,152	\$ 52,147	\$ 51,231	\$ 49,116	\$ 51,231

Return On Common Equity (ROCE, attributable to AIG common shareholders)

ROCE	(0.4)%	1.8 %	NM **	11.2 %	5.7 %	(9.4) %	5.3 %
Adjusted return on common equity	6.7 %	5.8 %	4.5 %	0.8 %	7.3 %	4.4 %	8.3 %
Adjusted return on tangible common equity	7.5 %	6.5 %	5.0 %	0.9 %	8.1 %	4.9 %	9.3 %
Return on adjusted segment common equity -General Insurance***	7.6 %	3.1 %	0.3 %	4.3 %	7.3 %	3.8 %	8.9 %
Return on adjusted segment common equity -Life and Retirement (12)***	16.0 %	15.5 %	13.5 %	8.9 %	14.3 %	13.6 %	14.5 %

* Adjusted segment common equity is based on segment equity adjusted for the attribution of debt and preferred stock (Segment Common Equity) and is consistent with AIG's Adjusted Common Shareholders' Equity definition. Refer to page 69 for reconciliation to segment common equity.

** Not Meaningful.

*** Refer to pages 14 and 28 for components of calculation.

See accompanying notes on page 13 and reconciliations of Non-GAAP financial measures beginning on page 63.

NOTE (March 15, 2021): Adjusted segment common equity and Return on adjusted segment common equity for General Insurance and Life and Retirement have been updated to reflect revisions to segment balance sheets, debt and interest allocated to segments.



American International Group, Inc.
Consolidated Financial Highlights

(in millions, except per share data)

	Quarterly					Twelve Months Ended	
	4Q20	3Q20	2Q20	1Q20	4Q19	December 31, 2020	December 31, 2019
AIG Capitalization							
Total equity	\$ 67,199	\$ 64,607	\$ 62,818	\$ 61,843	\$ 67,427	\$ 67,199	\$ 67,427
Hybrid - debt securities (2)	1,561	1,548	1,537	1,534	1,542	1,561	1,542
Total equity and hybrid debt	68,760	66,155	64,355	63,377	68,969	68,760	68,969
Financial debt (2)	24,420	24,989	25,504	21,392	21,807	24,420	21,807
Syndicated credit facility (2) (11)	-	-	-	1,300	-	-	-
Total capital	\$ 93,180	\$ 91,144	\$ 89,859	\$ 86,069	\$ 90,776	\$ 93,180	\$ 90,776
Ratios							
Hybrid - debt securities / Total capital	1.7 %	1.7 %	1.7 %	1.8 %	1.7 %	1.7 %	1.7 %
Financial debt / Total capital	26.2	27.4	28.4	24.9	24.0	26.2	24.0
Syndicated credit facility / Total capital	-	-	-	1.5	-	-	-
Total debt / Total capital	27.9	29.1	30.1	28.2	25.7	27.9	25.7
Preferred stock / Total capital	0.5	0.5	0.5	0.6	0.5	0.5	0.5
Total debt and preferred stock / Total capital	28.4%	29.6%	30.6%	28.8%	26.2%	28.4%	26.2%
Common Stock Repurchases							
Aggregate repurchase of common stock	\$ -	\$ -	\$ -	\$ 500	\$ -	\$ 500	\$ -
Number of common shares repurchased	-	-	-	12.2	-	12.2	-
Average price paid per share of common stock	\$ -	\$ -	\$ -	\$ 41.12	\$ -	\$ 41.12	\$ -
Aggregate repurchase of warrants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Number of warrants repurchased	-	-	-	-	-	-	-
Dividends							
Dividends declared per common share	\$ 0.32	\$ 0.32	\$ 0.32	\$ 0.32	\$ 0.32	\$ 1.28	\$ 1.28
Total dividends declared on common stock	\$ 276	\$ 276	\$ 275	\$ 276	\$ 279	\$ 1,103	\$ 1,114
Dividends declared per preferred share	\$ 365.63	\$ 365.63	\$ 365.63	\$ 365.63	\$ 365.63	\$ 1,462.51	\$ 1,100.96
Total dividends declared on preferred stock	\$ 7	\$ 7	\$ 8	\$ 7	\$ 7	\$ 29	\$ 22
Share Data (attributable to AIG, at period end)							
Common shares outstanding	861.6	861.4	861.4	861.3	870.0	861.6	870.0
Closing share price	\$ 37.86	\$ 27.53	\$ 31.18	\$ 24.25	\$ 51.33	\$ 37.86	\$ 51.33
Book value per common share	76.46	73.86	71.68	69.30	74.93	76.46	74.93
Adjusted book value per common share	57.01	56.78	55.90	60.55	58.89	57.01	58.89
Adjusted tangible book value per common share	51.18	51.01	50.16	54.58	52.88	51.18	52.88

See accompanying notes on page 13 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
Consolidated Financial Highlights

(in millions)

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Adjusted Pre-Tax Income (Loss)							
General Insurance							
North America - Underwriting Income	\$ (389)	\$ (370)	\$ (439)	\$ (103)	\$ (96)	\$ (1,301)	\$ (365)
International - Underwriting Income	218	(53)	96	16	108	277	454
Net Investment Income	980	839	518	588	766	2,925	3,444
General Insurance	\$ 809	\$ 416	\$ 175	\$ 501	\$ 778	\$ 1,901	\$ 3,533
Life and Retirement (12)							
Individual Retirement	552	532	549	305	500	1,938	1,977
Group Retirement	318	338	214	143	209	1,013	937
Life Insurance	30	32	2	78	67	142	331
Institutional Markets	127	106	130	75	82	438	308
Total Life and Retirement	\$ 1,027	\$ 1,008	\$ 895	\$ 601	\$ 858	\$ 3,531	\$ 3,553
Other Operations	(428)	(368)	(332)	(835)	(291)	(1,963)	(1,312)
Consolidation and eliminations	(292)	(140)	53	(87)	(134)	(466)	(304)
Total adjusted pre-tax income	\$ 1,116	\$ 916	\$ 791	\$ 180	\$ 1,211	\$ 3,003	\$ 5,470

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Noteworthy Profit and Loss Data							
Revenue Items:							
Better (worse) than expected alternative returns*	\$ 491	\$ 352	\$ (197)	\$ (186)	\$ 37	\$ 460	\$ 395
Better (worse) than expected fair value changes on Fixed Maturity Securities - Other accounted under fair value option (3)	41	132	305	(321)	29	157	20
Expense Items:							
Catastrophe losses, net of reinsurance	\$ 555	\$ 803	\$ 674	\$ 419	\$ 413	\$ 2,451	\$ 1,273
Prior year loss reserve development unfavorable (favorable), net of reinsurance	49	13	(76)	(60)	(153)	(74)	(294)
Annual Life & Retirement actuarial assumption update	-	107	-	-	-	107	173

*Presented on a consolidated AIG basis, which consists of GI, L&R and Other Operations, including consolidations and eliminations. Updated - February 17, 2021.
See accompanying notes on page 13 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
Consolidated Statements of Operations

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Revenues:							
Premiums	\$ 6,996	\$ 6,677	\$ 7,407	\$ 7,443	\$ 7,444	\$ 28,523	\$ 30,561
Policy fees	765	648	749	755	778	2,917	3,015
Net investment income:							
Interest and dividends (4)	2,630	2,653	2,987	3,121	3,235	11,391	12,798
Alternative investments (4)	604	454	(86)	(59)	209	913	1,088
Other investment income (loss) (4)	373	360	488	(406)	287	815	1,258
Investment expenses	(129)	(125)	(139)	(148)	(144)	(541)	(525)
Net investment income - excluding Fortitude Re funds withheld assets	3,478	3,342	3,250	2,508	3,587	12,578	14,619
Net investment income - Fortitude Re funds withheld assets*	479	458	116	-	-	1,053	-
Total net investment income	3,957	3,800	3,366	2,508	3,587	13,631	14,619
Net realized capital gains (losses)							
Net realized capital gains (losses) - excluding Fortitude Re funds withheld assets	(1,486)	(498)	(1,591)	3,519	(255)	(56)	632
Net realized capital gains (losses) on Fortitude Re funds withheld assets*	335	32	96	-	-	463	-
Net realized capital gains (losses) on Fortitude Re funds withheld embedded derivative*	(1,152)	(656)	(837)	-	-	(2,645)	-
Total net realized capital gains (losses)	(2,303)	(1,122)	(2,332)	3,519	(255)	(2,238)	632
Other income	261	218	206	218	261	903	919
Total revenues	9,676	10,221	9,396	14,443	11,815	43,736	49,746
Benefits, losses and expenses							
Policyholder benefits and losses incurred	6,088	5,872	6,521	6,325	6,029	24,806	25,402
Interest credited to policyholder account balances	865	882	918	957	959	3,622	3,832
Amortization of deferred policy acquisition costs	888	707	754	1,862	1,184	4,211	5,164
General operating and other expenses	2,165	1,991	2,087	2,153	2,157	8,396	8,537
Interest expense	358	379	365	355	360	1,457	1,417
(Gain) loss on extinguishment of debt	(3)	(2)	-	17	19	12	32
Net (gain) loss on sale or disposal of divested businesses	(127)	24	8,412	216	71	8,525	75
Total benefits, losses and expenses	10,234	9,853	19,057	11,885	10,779	51,029	44,459
Income (loss) from continuing operations before income taxes	(558)	368	(9,661)	2,558	1,036	(7,293)	5,287
Income tax (benefit) expense**	(542)	74	(1,896)	904	216	(1,460)	1,166
Income (loss) from continuing operations	(16)	294	(7,765)	1,654	820	(5,833)	4,121
Income (loss) from discontinued operations, net of income taxes	-	5	(1)	-	49	4	48
Net income (loss)	(16)	299	(7,766)	1,654	869	(5,829)	4,169
Net income (loss) attributable to noncontrolling interests (5)	37	11	162	(95)	(60)	115	821
Net income (loss) attributable to AIG	(53)	288	(7,928)	1,749	929	(5,944)	3,348
Less: Dividends on preferred stock	7	7	8	7	7	29	22
Net income (loss) attributable to AIG common shareholders	\$ (60)	\$ 281	\$ (7,936)	\$ 1,742	\$ 922	\$ (5,973)	\$ 3,326

* Represents activity subsequent to the deconsolidation of Fortitude Re on June 2, 2020.

**U.S. valuation allowance establishment/(release) of \$274 million, \$12 million, and \$(136) million recorded through continuing operations during the three-month periods ended March 31, 2020, June 30, 2020 and December 31, 2020, respectively. Accordingly, U.S. valuation allowance establishment of \$150 million was recorded through continuing operations during the twelve-month period ended December 31, 2020.

See accompanying notes on page 13.



American International Group, Inc.
Consolidated Balance Sheets

(in millions)

Assets

Investments:

Fixed maturity securities

Bonds available for sale, at fair value

Other bond securities, at fair value

Equity securities

Other common and preferred stock, at fair value

Mortgage and other loans receivable, net of allowance

Other invested assets

Short-term investments

Total investments

Cash

Accrued investment income

Premiums and other receivables, net of allowance

Reinsurance assets, net of allowance - Fortitude Re

Reinsurance assets, net of allowance - Other

Deferred income taxes

Deferred policy acquisition costs (6)

Other assets (6)

Separate account assets, at fair value

Total assets

Liabilities

Liability for unpaid losses and loss adjustment expenses

Unearned premiums

Future policy benefits for life and accident and health insurance contracts

Policyholder contract deposits

Other policyholder funds

Fortitude Re funds withheld payable (7)

Other liabilities

Long-term debt

Debt of consolidated investment entities

Separate account liabilities

Total liabilities

AIG shareholders' equity

Preferred stock (8)

Common stock

Treasury stock, at cost

Additional paid-in capital

Retained earnings

Accumulated other comprehensive (loss) income

Total AIG shareholders' equity

Non-redeemable noncontrolling interests

Total equity

Total liabilities and equity

	December 31,2020	September 30, 2020	June 30, 2020	March 31, 2020	December 31, 2019
Assets					
Investments:					
Fixed maturity securities					
Bonds available for sale, at fair value	\$ 271,496	\$ 265,965	\$ 258,505	\$ 241,776	\$ 251,086
Other bond securities, at fair value	5,291	5,415	5,437	5,353	6,682
Equity securities					
Other common and preferred stock, at fair value	1,056	871	679	624	841
Mortgage and other loans receivable, net of allowance	45,562	45,590	46,522	46,844	46,984
Other invested assets	19,060	17,915	17,692	17,966	18,792
Short-term investments	18,203	20,648	21,316	19,773	13,230
Total investments	360,668	356,404	350,151	332,336	337,615
Cash	2,827	3,191	3,408	2,738	2,856
Accrued investment income	2,271	2,324	2,294	2,312	2,334
Premiums and other receivables, net of allowance	11,333	11,827	12,829	12,072	10,274
Reinsurance assets, net of allowance - Fortitude Re	34,578	34,707	34,556	-	-
Reinsurance assets, net of allowance - Other	38,963	40,337	40,656	39,927	37,977
Deferred income taxes	12,624	12,958	13,294	13,975	13,146
Deferred policy acquisition costs (6)	9,805	10,176	10,003	11,889	11,207
Other assets (6)	13,122	13,270	13,455	16,392	16,383
Separate account assets, at fair value	100,290	92,036	88,742	78,836	93,272
Total assets	\$ 586,481	\$ 577,230	\$ 569,388	\$ 510,477	\$ 525,064
Liabilities					
Liability for unpaid losses and loss adjustment expenses	\$ 77,720	\$ 78,584	\$ 77,853	\$ 77,747	\$ 78,328
Unearned premiums	18,660	20,093	20,103	20,128	18,269
Future policy benefits for life and accident and health insurance contracts	51,097	51,090	50,636	49,803	50,512
Policyholder contract deposits	160,251	158,205	155,852	154,067	151,869
Other policyholder funds	3,548	3,571	3,447	3,460	3,428
Fortitude Re funds withheld payable (7)	43,060	42,543	42,033	-	-
Other liabilities	27,122	28,264	28,624	29,183	26,609
Long-term debt	28,103	28,731	29,248	25,268	25,479
Debt of consolidated investment entities	9,431	9,506	10,032	10,142	9,871
Separate account liabilities	100,290	92,036	88,742	78,836	93,272
Total liabilities	519,282	512,623	506,570	448,634	457,637
AIG shareholders' equity					
Preferred stock (8)	485	485	485	485	485
Common stock	4,766	4,766	4,766	4,766	4,766
Treasury stock, at cost	(49,322)	(49,327)	(49,327)	(49,334)	(48,987)
Additional paid-in capital	81,418	81,368	81,294	81,188	81,345
Retained earnings	15,504	15,838	15,847	24,062	23,084
Accumulated other comprehensive (loss) income	13,511	10,978	9,169	(994)	4,982
Total AIG shareholders' equity	66,362	64,108	62,234	60,173	65,675
Non-redeemable noncontrolling interests	837	499	584	1,670	1,752
Total equity	67,199	64,607	62,818	61,843	67,427
Total liabilities and equity	\$ 586,481	\$ 577,230	\$ 569,388	\$ 510,477	\$ 525,064

See accompanying notes on page 13.



American International Group, Inc.
Segment Balance Sheets

December 31, 2020

(in millions)

Assets:

Investments:

Fixed maturity securities

Bonds available for sale, at fair value

Other bond securities, at fair value

Equity securities

Other common and preferred stock, at fair value

Mortgage and other loans receivable, net of allowance

Other invested assets

Short-term investments

Total investments

Cash

Accrued investment income

Premiums and other receivables, net of allowance

Reinsurance assets, net of allowance - Fortitude Re

Reinsurance assets, net of allowance - Other

Deferred income taxes

Deferred policy acquisition costs (6)

Other assets (6)

Separate account assets, at fair value

Total assets

Liabilities:

Liability for unpaid losses and loss adjustment expenses

Unearned premiums

Future policy benefits for life and accident and health insurance contracts

Policyholder contract deposits

Other policyholder funds

Fortitude Re funds withheld payable (7)

Other liabilities

Operating and other debt

Attributed debt

Long-term debt

Debt of consolidated investment entities

Separate account liabilities

Total liabilities

AIG Shareholders' equity

Preferred stock (8)

Common stock

Treasury stock, at cost

Additional paid-in capital

Retained earnings

Accumulated other comprehensive (loss) income

Total AIG shareholders' equity

Non-redeemable noncontrolling interests

Total equity

Total liabilities and equity

	General Insurance	Life & Retirement	Other Operations	AIG Inc.
	\$	\$	\$	\$
Fixed maturity securities	69,723	196,058	5,715	271,496
Bonds available for sale, at fair value	1,345	687	3,259	5,291
Other bond securities, at fair value				
Equity securities	448	102	506	1,056
Other common and preferred stock, at fair value	9,822	36,450	(710)	45,562
Mortgage and other loans receivable, net of allowance	6,882	9,257	2,921	19,060
Other invested assets	4,170	7,519	6,514	18,203
Short-term investments	92,390	250,073	18,205	360,668
Total investments	2,071	523	233	2,827
Cash	630	1,921	(280)	2,271
Accrued investment income	10,145	834	354	11,333
Premiums and other receivables, net of allowance	4,093	29,135	1,350	34,578
Reinsurance assets, net of allowance - Fortitude Re	32,154	2,707	4,102	38,963
Reinsurance assets, net of allowance - Other	2,701	2,679	7,244	12,624
Deferred income taxes	2,489	7,316	-	9,805
Deferred policy acquisition costs (6)	9,078	2,271	1,773	13,122
Other assets (6)	-	100,290	-	100,290
Separate account assets, at fair value	155,751	397,749	32,981	586,481
Total assets	\$	\$	\$	\$
Liability for unpaid losses and loss adjustment expenses	73,414	-	4,306	77,720
Unearned premiums	18,595	57	8	18,660
Future policy benefits for life and accident and health insurance contracts	901	48,864	1,332	51,097
Policyholder contract deposits	-	160,450	(199)	160,251
Other policyholder funds	1,010	2,537 *	1	3,548
Fortitude Re funds withheld payable (7)	4,492	36,814	1,754	43,060
Other liabilities	15,079	8,676	3,367	27,122
Operating and other debt	52	43	2,027	2,122
Attributed debt	13,485	6,391	6,105	25,981
Long-term debt	13,537	6,434	8,132	28,103
Debt of consolidated investment entities	2,463	3,547	3,421	9,431
Separate account liabilities	-	100,290	-	100,290
Total liabilities	129,491	367,669	22,122	519,282
AIG Shareholders' equity				
Preferred stock (8)	192	128	165	485
Common stock	-	-	4,766	4,766
Treasury stock, at cost	-	-	(49,322)	(49,322)
Additional paid-in capital	1,955	14,056	65,407	81,418
Retained earnings	22,748	891	(8,135)	15,504
Accumulated other comprehensive (loss) income	1,319	14,613	(2,421)	13,511
Total AIG shareholders' equity	26,214	29,688	10,460	66,362
Non-redeemable noncontrolling interests	46	392	399	837
Total equity	26,260	30,080	10,859	67,199
Total liabilities and equity	\$	\$	\$	\$
	155,751	397,749	32,981	586,481

* Life and Retirement includes \$1,580 million of Unearned Revenue Liability. *See accompanying notes on page 13.*

NOTE (March 15, 2021): Figures presented for General Insurance, Life & Retirement and Other Operations have been updated to reflect revisions to segment balance sheets, debt and interest allocated to segments.



**American International Group, Inc.
Debt and Capital**

(in millions)	Debt and Hybrid Capital		Interest Expense/ Preferred Dividends			
	December 31, 2020	December 31, 2019	Three Months Ended December 31,		Twelve Months Ended December 31,	
			2020	2019	2020	2019
Financial Debt						
AIG notes and bonds payable (9)	\$ 23,068	\$ 20,467	\$ 243	\$ 218	\$ 940	\$ 879
AIG Japan Holdings Kabushiki Kaisha	361	344	-	-	1	1
AIG Life Holdings, Inc. notes and bonds payable	282	282	5	5	20	20
AIG Life Holdings, Inc. junior subordinated debt	361	361	8	8	30	30
Validus notes and bonds payable	348	353	5	5	22	22
Total	24,420	21,807	261	236	1,013	952
Operating Debt						
Series AIGFP matched notes and bonds payable	21	21	-	1	-	1
Other AIG borrowings supported by assets	2,097	2,062	-	-	-	-
Other subsidiaries	4	47	-	1	1	3
Total	2,122	2,130	-	2	1	4
Hybrid - Debt Securities (2)						
Junior subordinated debt (10)	1,561	1,542	22	23	90	91
Total long-term debt	\$ 28,103	\$ 25,479	\$ 283	\$ 261	\$ 1,104	\$ 1,047
Syndicated credit facility (2)						
Syndicated credit facility (11)	\$ -	\$ -	\$ -	\$ -	\$ 7	\$ -
Debt of consolidated investment entities						
Debt of consolidated investment entities	\$ 9,431	\$ 9,871	\$ 75	\$ 99	\$ 346	\$ 370
Preferred Shares Issuance (8)						
Preferred stock	485	485	7	7	29	22
AIG Capitalization						
Total equity	\$ 67,199	\$ 67,427				
Hybrid - debt securities (2) (10)	1,561	1,542				
Total equity and hybrid capital	68,760	68,969				
Financial debt (2)	24,420	21,807				
Syndicated credit facility (2) (11)	-	-				
Total capital	\$ 93,180	\$ 90,776				
Ratios						
Hybrid - debt securities / Total capital	1.7 %	1.7 %				
Financial debt / Total capital	26.2	24.0				
Syndicated credit facility / Total capital	-	-				
Total debt / Total capital	27.9	25.7				
Preferred stock / Total capital	0.5	0.5				
Total debt and preferred stock / Total capital	28.4 %	26.2 %				

See accompanying notes on page 13.



American International Group, Inc.

Consolidated Notes

- For the three and twelve months ended December 31, 2020 and the three months ended June 30, 2020, because we reported a net loss attributable to AIG common shareholders from continuing operations, all common stock equivalents are anti-dilutive and are therefore excluded from the calculation of diluted shares and diluted per share amounts. The shares excluded from the diluted EPS calculation were 8,309,281 shares, 5,401,597 shares and 3,226,882 shares in the same periods, respectively.
- Hybrid - debt securities, financial debt and syndicated credit facility are attributed to our reportable segments and Other Operations.
- Represents the impact of fair value changes included in APTI on the Fixed Maturity Securities – Other accounted under the fair value option, rather than their impact on the income from continuing operations before tax expense. Starting 1Q 2020, we use a 4% expected rate of return to calculate the better (worse) than expected fair value changes on the Fixed Maturity Securities – Other line item. For all periods in 2019, we used a 6% expected rate of return to calculate the better (worse) than expected fair value changes on the Fixed Maturity Securities – Other line.
- Interest and dividends, alternative investments and other investments income (loss) in 2Q20 were reclassified in 3Q20 resulting in an increase of other investment income (loss) of \$113 million and a decrease in alternative investments and interest and dividends of \$13 million and \$100 million, respectively. The reclassification has no impact to net investment income - excluding Fortitude Re funds withheld assets or total net investment income.
- Prior to June 2, 2020, noncontrolling interests was primarily due to the 19.9 percent investment in Fortitude Holdings by an affiliate of Carlyle, which occurred in the fourth quarter of 2018. Carlyle was allocated 19.9 percent of Fortitude Holdings' standalone financial results through the June 2, 2020 closing date of the Majority Interest Fortitude Sale. Fortitude Holdings' results were mostly eliminated in AIG's consolidated income from continuing operations given that its results arose from intercompany transactions. Noncontrolling interests was calculated based on the standalone financial results of Fortitude Holdings. The most significant component of Fortitude Holdings' standalone results was the change in fair value of the embedded derivatives which changes with movements in interest rates and credit spreads, and which was recorded in net realized capital gains and losses of Fortitude Holdings. In accordance with AIG's adjusted after-tax income definition, realized capital gains and losses are excluded from noncontrolling interests. Subsequent to the Majority Interest Fortitude Sale, AIG owns 3.5 percent of Fortitude Holdings and no longer consolidates Fortitude Holdings in its financial statements as of such date. The minority interest in Fortitude Holdings is carried at cost within AIG's Other invested assets, which was \$100 million as of December 31, 2020. Fortitude Holdings' summarized financial information (standalone results), prior to the Majority Interest Fortitude Sale is presented below:

<i>(in millions)</i>													December 31,			
	2Q20		1Q20		4Q19		3Q19		2Q19		1Q19		2020		2019	
	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI
Revenues	\$ 423	\$ 84	\$ 230	\$ 46	\$ 571	\$ 114	\$ 617	\$ 123	\$ 565	\$ 112	\$ 606	\$ 121	\$ 653	\$ 130	\$ 2,359	\$ 470
Expenses	244	49	458	91	410	82	559	111	449	89	472	94	702	140	1,890	376
Adjusted pre-tax income	179	35	(228)	(45)	161	32	58	12	116	23	134	27	(49)	(10)	469	94
Taxes (benefit) expense	38	8	(48)	(10)	34	7	12	2	24	5	28	6	(10)	(2)	98	20
Adjusted after-tax income	141	27	(180)	(35)	127	25	46	10	92	18	106	21	(39)	(8)	371	74
Net realized capital gains (losses) and other charges	872	174	(489)	(97)	(700)	(139)	1,744	347	1,599	318	1,573	313	383	77	4,216	839
Taxes (benefit) on net realized capital gains (losses) and other charges	184	36	(103)	(20)	(147)	(30)	367	74	336	69	330	64	81	16	886	177
Net realized capital gains (losses) and Other charges - after-tax	688	138	(386)	(77)	(553)	(109)	1,377	273	1,263	249	1,243	249	302	61	3,330	662
Net income	\$ 829	\$ 165	\$ (566)	\$ (112)	\$ (426)	\$ (84)	\$ 1,423	\$ 283	\$ 1,355	\$ 267	\$ 1,349	\$ 270	\$ 263	\$ 53	\$ 3,701	\$ 736

- As of December 31, 2020 and December 31, 2019, includes \$4.1 billion and \$4.0 billion of Goodwill, respectively, and other intangible assets of \$0.9 billion and \$1.2 billion, respectively, primarily relating to the acquisitions of Validus, Glatfelter Insurance Group and Ellipse.
- Represents AIG obligation to Fortitude Re for funds withheld assets supporting the reinsurance transaction. See a breakdown of funds withheld assets on page 70 and a breakdown of funds withheld investments by segment on page 50.
- In March 2019, we issued 20,000 shares of Series A 5.85% Non-Cumulative Preferred Stock, with a par value of \$5.00 per share and a liquidation preference of \$25,000 per share, for net proceeds of \$485 million.
- In May 2020, we issued \$1.5 billion aggregate principal amount of 2.500% Notes Due 2025, \$1.6 billion aggregate principal amount of 3.400% Notes Due 2030 and \$1.0 billion aggregate principal amount of 4.375% Notes Due 2050. In February 2020, we redeemed all of our outstanding 4.35% callable Notes Due 2045.
- The junior subordinated debt securities receive partial equity treatment from a major rating agency under its current policies but are recorded as long-term borrowings in the Consolidated Balance Sheets.
- Syndicated credit facility represents the \$1.3 billion we borrowed under our \$4.5 billion revolving syndicated credit facility on March 20, 2020, which was recorded in Other liabilities. On June 9, 2020, AIG Parent repaid the \$1.3 billion borrowed under its \$4.5 billion committed, revolving syndicated credit facility in full with interest.
- On October 26, 2020, AIG announced its intention to separate its Life and Retirement business from AIG. No decisions have yet been made regarding the structure of the proposed separation. In addition, any separation transaction will be subject to the satisfaction of various conditions and approvals, including approval by the AIG Board of Directors, receipt of insurance and other required regulatory approvals, and satisfaction of any applicable requirements of the Securities and Exchange Commission. No assurance can be given regarding the form that a separation transaction may take or the specific terms or timing thereof, or that a separation will in fact occur.



American International Group, Inc.
General Insurance Results

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations (1)							
Gross premiums written	\$ 7,135	\$ 8,251	\$ 8,474	\$ 10,086	\$ 7,306	\$ 33,946	\$ 34,738
Ceded premiums written	(1,570)	(2,327)	(2,925)	(4,165)	(1,476)	(10,987)	(9,646)
Net premiums written	\$ 5,565	\$ 5,924	\$ 5,549	\$ 5,921	\$ 5,830	\$ 22,959	\$ 25,092
Net premiums earned	\$ 5,993	\$ 5,853	\$ 5,737	\$ 6,079	\$ 6,372	\$ 23,662	\$ 26,438
Losses and loss adjustment expenses incurred (2)	4,210	4,367	4,167	4,059	4,180	16,803	17,246
Acquisition expenses:							
Amortization of deferred policy acquisition costs	851	835	866	986	1,046	3,538	4,482
Other acquisition expenses	335	322	281	345	316	1,283	1,292
Total acquisition expenses	1,186	1,157	1,147	1,331	1,362	4,821	5,774
General operating expenses	768	752	766	776	818	3,062	3,329
Underwriting income (loss)	(171)	(423)	(343)	(87)	12	(1,024)	89
Net investment income (loss):							
Interest and dividends	553	576	593	668	680	2,390	2,842
Alternative investments	452	284	(68)	(73)	124	595	697
Other investment income (loss)	34	55	54	45	14	188	107
Investment expenses	(59)	(76)	(61)	(52)	(52)	(248)	(202)
Total net investment income	980	839	518	588	766	2,925	3,444
Adjusted pre-tax income (loss)	809	416	175	501	778	1,901	3,533
Interest expense on attributed financial debt	145	146	142	146	150	579	592
Adjusted pre-tax income (loss) including attributed interest expense	664	270	33	355	628	1,322	2,941
Income tax expense (benefit)	182	70	9	85	165	346	688
Adjusted after-tax income (loss)	\$ 482	\$ 200	\$ 24	\$ 270	\$ 463	\$ 976	\$ 2,253
Dividends declared on preferred stock	3	3	3	3	3	12	9
Adjusted after-tax income (loss) attributable to common shareholders (a)	\$ 479	\$ 197	\$ 21	\$ 267	\$ 460	\$ 964	\$ 2,244
Ending adjusted segment common equity	\$ 25,044	\$ 25,085	\$ 25,195	\$ 24,934	\$ 25,059	\$ 25,044	\$ 25,059
Average adjusted segment common equity (b)	25,065	25,140	25,065	24,997	25,128	25,063	25,169
Return on adjusted segment common equity (a÷b)	7.6 %	3.1 %	0.3 %	4.3 %	7.3 %	3.8 %	8.9 %
Underwriting Ratios							
Loss ratio (2)	70.2	74.6	72.6	66.8	65.6	71.0	65.2
Catastrophe losses and reinstatement premiums	(9.0)	(13.5)	(11.9)	(6.9)	(6.5)	(10.3)	(4.8)
Prior year development	(0.9)	(0.4)	0.8	0.9	2.2	0.1	1.1
Adjustments for ceded premium under reinsurance contracts and other	-	-	-	-	0.3	-	0.1
Accident year loss ratio, as adjusted	60.3	60.7	61.5	60.8	61.6	60.8	61.6
Acquisition ratio	19.8	19.8	20.0	21.9	21.4	20.4	21.8
General operating expense ratio	12.8	12.8	13.4	12.8	12.8	12.9	12.6
Expense ratio	32.6	32.6	33.4	34.7	34.2	33.3	34.4
Combined ratio (2)	102.8	107.2	106.0	101.5	99.8	104.3	99.6
Accident year combined ratio, as adjusted	92.9	93.3	94.9	95.5	95.8	94.1	96.0

See accompanying notes on page 26 and reconciliations of Non-GAAP financial measures beginning on page 63.

NOTE (March 15, 2021): Adjusted after-tax income (loss) attributable to common shareholders, ending adjusted segment common equity, average adjusted segment common equity and return on adjusted segment common equity have been updated to reflect revisions to segment balance sheets and debt and interest allocated to segments.



American International Group, Inc.
General Insurance Operating Statistics

(in millions)

Noteworthy Items (pre-tax)

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Catastrophe-related losses, net of reinsurance	\$ 545	\$ 790	\$ 674	\$ 419	\$ 411	\$ 2,428	\$ 1,257
Reinstatement premiums related to catastrophes	(5)	(2)	20	1	8	14	21
Prior year development:							
Prior year loss reserve development unfavorable (favorable), net of reinsurance	45	13	(74)	(60)	(153)	(76)	(294)
Return premium related to prior year development	5	15	45	10	14	75	40
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and return premium	50	28	(29)	(50)	(139)	(1)	(254)
Reinstatement premiums related to prior year catastrophes	6	2	(2)	(1)	5	5	(9)
Other premium adjustments related to prior year	-	-	-	1	(33)	1	(50)
Better (worse) than expected alternative returns	375	213	(138)	(150)	13	300	218
Fair value changes on Fixed Maturity Securities - Other accounted under fair value option	21	34	57	30	40	142	129
Net liability for unpaid losses and loss adjustment expenses (at period end)	42,758	42,806	41,887	46,374	46,816	42,758	46,816

Net Premiums Written by product line

General Insurance:

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Property	\$ 733	\$ 847	\$ 895	\$ (31)	\$ 604	\$ 2,444	\$ 2,213
Liability	715	918	800	941	853	3,374	3,737
Financial Lines	1,203	1,045	1,043	981	1,056	4,272	4,116
Specialty*	1,003	1,171	1,334	1,911	856	5,419	4,991
Total Commercial Lines	3,654	3,981	4,072	3,802	3,369	15,509	15,057
Accident and Health	722	781	772	1,089	968	3,364	4,383
Personal Lines	1,189	1,162	705	1,030	1,493	4,086	5,652
Total Personal Insurance	1,911	1,943	1,477	2,119	2,461	7,450	10,035
General Insurance net premiums written	\$ 5,565	\$ 5,924	\$ 5,549	\$ 5,921	\$ 5,830	\$ 22,959	\$ 25,092
Foreign exchange effect on worldwide premiums:							
Change in net premiums written							
Increase (decrease) in original currency (3)	(6.0) %	(11.3) %	(15.1) %	(1.5) %	(9.0) %	(9.0) %	(3.6) %
Foreign exchange effect	1.0	0.4	(0.6)	(0.4)	(0.2)	-	(1.4)
Increase (decrease) as reported in U.S. dollars	(5.0) %	(10.9) %	(15.7) %	(1.9) %	(9.2) %	(9.0) %	(5.0) %

*Includes our global specialty business which is reported in our International operating segment as well as AIG Re, Programs and Crop businesses which are reported in our North America operating segment.

See accompanying notes on page 26 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
General Insurance Prior Year Development by Segment

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Prior year (favorable) unfavorable development by segment:							
North America							
Commercial Lines	\$ 26	\$ (160)	\$ (40)	\$ (65)	\$ 55	\$ (239)	\$ (45)
Personal Insurance	25	10	7	40	(144)	82	(91)
Total North America	51	(150)	(33)	(25)	(89)	(157)	(136)
International							
Commercial Lines	(21)	210	(52)	(25)	(3)	112	(26)
Personal Insurance	15	(47)	11	(10)	(61)	(31)	(132)
Total International	(6)	163	(41)	(35)	(64)	81	(158)
Total General Insurance prior year unfavorable (favorable) development*	45	13	(74)	(60)	(153)	(76)	(294)
Return premium related to prior year development	\$ 5	\$ 15	\$ 45	\$ 10	\$ 14	\$ 75	\$ 40

* Includes the amortization attributed to the deferred gain at inception from the National Indemnity Company (NICO) adverse development reinsurance agreements of \$52 million, \$53 million, \$53 million, \$53 million and \$58 million for the three months ended December 31, September 30, June 30, March 31, 2020, and December 31, 2019, respectively. Consistent with our definition of APTI, prior year development excludes the portion of (favorable)/unfavorable prior year reserve development for which we have ceded the risk under the NICO reinsurance agreements of \$(186) million, \$(46) million, \$(2) million, \$6 million, and \$(25) million for the three months ended December 31, September 30, June 30 and March 31, 2020, and December 31, 2019, respectively, and related changes in amortization of the deferred gain of \$(2) million, \$(17) million, \$23 million, \$22 million, and \$31 million for those same periods. See details of amortization attributed to the deferred gain at inception from the NICO adverse development reinsurance agreements on page 27.

American International Group, Inc.
General Insurance Prior Year Development by Accident Year

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Accident Year							
2019	\$ 10	\$ 7	\$ 10	\$ 9	\$ -	\$ 36	\$ -
2018	88	46	(16)	24	165	142	260
2017	126	51	49	8	(247)	234	(164)
2016	137	74	(11)	2	7	202	9
2015	28	(11)	(14)	(10)	(13)	(7)	(30)
2014	(91)	(69)	(10)	(10)	(16)	(180)	(103)
2013	-	4	(24)	(6)	18	(26)	28
2012	(12)	12	(8)	(23)	6	(31)	(45)
2011	(29)	(24)	(2)	1	(10)	(54)	(40)
2010 and prior	(212)	(77)	(48)	(55)	(63)	(392)	(209)
Total General Insurance prior year unfavorable (favorable) development*	\$ 45	\$ 13	\$ (74)	\$ (60)	\$ (153)	\$ (76)	\$ (294)

*Unfavorable prior year development during the three months ended December 31, 2020 is primarily related to adverse development due to severity increases in US Financial Lines and Excess Casualty offset by favorable loss emergence from Workers Compensation and International Short tailed lines and Adverse Development Cover amortization. Unfavorable prior year development during the three months ended September 30, 2020 is primarily related to International Financial Lines and Casualty driven by increased large losses, partially offset by favorable development in US Workers Compensation and other short-tailed lines in International Property and Specialty and the Adverse Development Cover amortization. Favorable prior year development during the three months ended June 30, 2020 is driven by the Adverse Development Cover amortization and International Property and Global Specialty, partially offset by adverse development in North America Programs and Personal Lines. Favorable prior year development during the three months ended March 31, 2020 is driven by the Adverse Development Cover amortization and International Casualty recovery, partially offset by adverse development in North America Personal Insurance. Favorable prior year development during the three months ended December 31, 2019 is driven by approximately \$290 million of favorable development on 2017 CATs consisting of \$100 million related to Hurricanes and approximately \$190 million related to California Wildfire subrogation recoverables, North America Workers Compensation favorable development, and the Adverse Development Cover amortization offset by adverse development in US Financial Lines and in the run-off construction portfolio.

American International Group, Inc.
General Insurance – North America Results

(in millions)

Results of Operations (1)

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Net premiums written	\$ 2,361	\$ 2,571	\$ 2,153	\$ 2,699	\$ 2,639	\$ 9,784	\$ 11,490
Net premiums earned	\$ 2,603	\$ 2,494	\$ 2,474	\$ 2,731	\$ 2,948	\$ 10,302	\$ 12,136
Losses and loss adjustment expenses incurred (2)	2,315	2,202	2,218	1,985	2,182	8,720	8,867
Acquisition expenses:							
Amortization of deferred policy acquisition costs	304	293	337	431	444	1,365	1,923
Other acquisition expenses	102	79	61	117	120	359	478
Total acquisition expenses	406	372	398	548	564	1,724	2,401
General operating expenses	271	290	297	301	298	1,159	1,233
Underwriting income (loss)	(389)	(370)	(439)	(103)	(96)	(1,301)	(365)
Underwriting Ratios							
Loss ratio (2)	88.9	88.3	89.7	72.7	74.0	84.6	73.1
Catastrophe losses and reinstatement premiums	(18.0)	(23.1)	(20.2)	(6.8)	(10.4)	(16.7)	(6.8)
Prior year development	(2.2)	5.5	1.0	0.7	2.6	1.2	1.0
Adjustments for ceded premium under reinsurance contracts and other	-	-	-	-	0.7	(0.1)	0.2
Accident year loss ratio, as adjusted	68.7	70.7	70.5	66.6	66.9	69.0	67.5
Acquisition ratio	15.6	14.9	16.1	20.1	19.1	16.7	19.8
General operating expense ratio	10.4	11.6	12.0	11.0	10.1	11.3	10.2
Expense ratio	26.0	26.5	28.1	31.1	29.2	28.0	30.0
Combined ratio (2)	114.9	114.8	117.8	103.8	103.2	112.6	103.1
Accident year combined ratio, as adjusted	94.7	97.2	98.6	97.7	96.1	97.0	97.5
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 477	\$ 578	\$ 497	\$ 185	\$ 313	\$ 1,737	\$ 827
Reinstatement premiums related to catastrophes	(11)	(2)	2	-	(9)	(11)	(14)
Prior year development:							
Prior year loss reserve development (favorable), net of reinsurance	51	(150)	(33)	(25)	(89)	(157)	(136)
Return premium related to prior year development on	5	16	14	10	14	45	40
Prior year loss reserve development (favorable), net of reinsurance and return premium	56	(134)	(19)	(15)	(75)	(112)	(96)
Reinstatement premiums related to prior year catastrophes	5	2	(2)	(1)	5	4	(8)
Other premium adjustments related to prior year	-	-	-	1	(33)	1	(48)

See accompanying notes on page 26 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
General Insurance – North America – Commercial Lines Operating Statistics

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations (1)							
Net premiums written	\$ 1,992	\$ 2,186	\$ 2,303	\$ 2,154	\$ 1,815	\$ 8,635	\$ 8,224
Net premiums earned	\$ 2,289	\$ 2,186	\$ 2,084	\$ 1,957	\$ 2,141	\$ 8,516	\$ 8,877
Losses and loss adjustment expenses incurred (2)	2,045	1,832	1,962	1,437	1,813	7,276	7,009
Acquisition expenses:							
Amortization of deferred policy acquisition costs	267	239	254	238	239	998	1,040
Other acquisition expenses	54	49	40	81	51	224	258
Total acquisition expenses	321	288	294	319	290	1,222	1,298
General operating expenses	208	219	233	219	226	879	934
Underwriting income (loss)	\$ (285)	\$ (153)	\$ (405)	\$ (18)	\$ (188)	\$ (861)	\$ (364)
Underwriting Ratios							
Loss ratio (2)	89.3	83.8	94.1	73.4	84.7	85.4	79.0
Catastrophe losses and reinstatement premiums	(17.4)	(19.1)	(23.4)	(6.3)	(8.7)	(16.7)	(6.3)
Prior year development	(1.4)	6.3	1.4	3.0	(3.2)	2.2	0.3
Adjustments for ceded premium under reinsurance contracts and other	-	-	-	-	0.7	-	0.2
Accident year loss ratio, as adjusted	70.5	71.0	72.1	70.1	73.5	70.9	73.2
Acquisition ratio	14.0	13.2	14.1	16.3	13.5	14.3	14.6
General operating expense ratio	9.1	10.0	11.2	11.2	10.6	10.3	10.5
Expense ratio	23.1	23.2	25.3	27.5	24.1	24.6	25.1
Combined ratio (2)	112.4	107.0	119.4	100.9	108.8	110.0	104.1
Accident year combined ratio, as adjusted	93.6	94.2	97.4	97.6	97.6	95.5	98.3
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 406	\$ 420	\$ 488	\$ 124	\$ 193	\$ 1,438	\$ 562
Reinstatement premiums related to catastrophes	(11)	(2)	-	-	(9)	(13)	(14)
Prior year development:							
Prior year loss reserve development (favorable)	26	(160)	(40)	(65)	55	(239)	(45)
unfavorable, net of reinsurance	5	28	17	10	14	60	40
Return premium related to prior year development	31	(132)	(23)	(55)	69	(179)	(5)
Prior year loss reserve development (favorable)	5	2	(2)	(1)	5	4	(8)
unfavorable, net of reinsurance and return premium	-	-	-	1	(23)	1	(28)
Reinstatement premiums related to prior year catastrophes							
Other premium adjustments related to prior year							

See accompanying notes on page 26 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
General Insurance – North America – Personal Insurance Operating Statistics

(in millions)

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations							
Net premiums written	\$ 369	\$ 385	\$ (150)	\$ 545	\$ 824	\$ 1,149	\$ 3,266
Net premiums earned	\$ 314	\$ 308	\$ 390	\$ 774	\$ 807	\$ 1,786	\$ 3,259
Losses and loss adjustment expenses incurred	270	370	256	548	369	1,444	1,858
Acquisition expenses:							
Amortization of deferred policy acquisition costs	37	54	83	193	205	367	883
Other acquisition expenses	48	30	21	36	69	135	220
Total acquisition expenses	85	84	104	229	274	502	1,103
General operating expenses	63	71	64	82	72	280	299
Underwriting income (loss)	\$ (104)	\$ (217)	\$ (34)	\$ (85)	\$ 92	\$ (440)	\$ (1)
Underwriting Ratios							
Loss ratio	86.0	120.1	65.6	70.8	45.7	80.9	57.0
Catastrophe losses and reinstatement premiums	(22.6)	(51.3)	(2.6)	(7.9)	(14.8)	(16.9)	(8.1)
Prior year development	(8.0)	(0.6)	(1.3)	(5.1)	17.8	(4.0)	2.8
Adjustment for ceded premium under reinsurance contract	-	-	-	-	0.6	-	0.3
Accident year loss ratio, as adjusted	55.4	68.2	61.7	57.8	49.3	60.0	52.0
Acquisition ratio	27.1	27.3	26.7	29.6	34.0	28.1	33.8
General operating expense ratio	20.1	23.1	16.4	10.6	8.9	15.7	9.2
Expense ratio	47.2	50.4	43.1	40.2	42.9	43.8	43.0
Combined ratio	133.2	170.5	108.7	111.0	88.6	124.7	100.0
Accident year combined ratio, as adjusted	102.6	118.6	104.8	98.0	92.2	103.8	95.0
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 71	\$ 158	\$ 9	\$ 61	\$ 120	\$ 299	\$ 265
Reinstatement premiums related to catastrophes	-	-	2	-	-	2	-
Prior year development:							
Prior year loss reserve development (favorable)							
unfavorable, net of reinsurance	25	10	7	40	(144)	82	(91)
(Additional) premium related to prior year development	-	(12)	(3)	-	-	(15)	-
Prior year loss reserve development (favorable)							
unfavorable, net of reinsurance and (additional) premium	25	(2)	4	40	(144)	67	(91)
Reinstatement premiums related to prior year catastrophes	-	-	-	-	-	-	-
Other premium adjustments related to prior year	-	-	-	-	(10)	-	(20)

See accompanying notes on page 26 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
General Insurance – International Results

(in millions)

Results of Operations

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Net premiums written	\$ 3,204	\$ 3,353	\$ 3,396	\$ 3,222	\$ 3,191	\$ 13,175	\$ 13,602
Net premiums earned	\$ 3,390	\$ 3,359	\$ 3,263	\$ 3,348	\$ 3,424	\$ 13,360	\$ 14,302
Losses and loss adjustment expenses incurred	1,895	2,165	1,949	2,074	1,998	8,083	8,379
Acquisition expenses:							
Amortization of deferred policy acquisition costs	547	542	529	555	602	2,173	2,559
Other acquisition expenses	233	243	220	228	196	924	814
Total acquisition expenses	780	785	749	783	798	3,097	3,373
General operating expenses	497	462	469	475	520	1,903	2,096
Underwriting income (loss)	218	(53)	96	16	108	277	454
Underwriting Ratios							
Loss ratio	55.9	64.5	59.7	61.9	58.4	60.5	58.6
Catastrophe losses and reinstatement premiums	(2.1)	(6.4)	(5.7)	(7.0)	(3.2)	(5.3)	(3.2)
Prior year development	0.2	(4.8)	0.7	1.1	1.9	(0.7)	1.1
Adjustment for ceded premium under reinsurance contract	-	-	-	-	-	-	0.1
Accident year loss ratio, as adjusted	54.0	53.3	54.7	56.0	57.1	54.5	56.6
Acquisition ratio	23.0	23.4	23.0	23.4	23.3	23.2	23.6
General operating expense ratio	14.7	13.8	14.4	14.2	15.2	14.2	14.7
Expense ratio	37.7	37.2	37.4	37.6	38.5	37.4	38.3
Combined ratio	93.6	101.7	97.1	99.5	96.9	97.9	96.9
Accident year combined ratio, as adjusted	91.7	90.5	92.1	93.6	95.6	91.9	94.9
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 68	\$ 212	\$ 177	\$ 234	\$ 98	\$ 691	\$ 430
Reinstatement premiums related to catastrophes	6	-	18	1	17	25	35
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	(6)	163	(41)	(35)	(64)	81	(158)
(Additional) Return premium related to prior year development	-	(1)	31	-	-	30	-
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and (additional) return premium	(6)	162	(10)	(35)	(64)	111	(158)
Reinstatement premiums related to prior year catastrophes	1	-	-	-	-	1	(1)
Other premium adjustments related to prior year	-	-	-	-	-	-	(2)

See accompanying notes on page 26 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
General Insurance – International – Commercial Lines Operating Statistics

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations							
Net premiums written	\$ 1,662	\$ 1,795	\$ 1,769	\$ 1,648	\$ 1,554	\$ 6,874	\$ 6,833
Net premiums earned	\$ 1,771	\$ 1,770	\$ 1,685	\$ 1,701	\$ 1,720	\$ 6,927	\$ 7,087
Losses and loss adjustment expenses incurred	1,042	1,335	1,114	1,137	1,070	4,628	4,464
Acquisition expenses:							
Amortization of deferred policy acquisition costs	251	238	230	246	270	965	1,111
Other acquisition expenses	93	112	96	106	80	407	325
Total acquisition expenses	344	350	326	352	350	1,372	1,436
General operating expenses	247	233	238	236	248	954	1,010
Underwriting income (loss)	\$ 138	\$ (148)	\$ 7	\$ (24)	\$ 52	\$ (27)	\$ 177
Underwriting Ratios							
Loss ratio	58.8	75.4	66.1	66.8	62.2	66.8	63.0
Catastrophe losses and reinstatement premiums	(4.0)	(7.6)	(11.4)	(11.2)	(3.0)	(8.5)	(3.5)
Prior year development	1.1	(11.9)	2.5	1.5	0.2	(1.8)	0.4
Adjustment for ceded premium under reinsurance contract	-	-	-	-	-	-	-
Accident year loss ratio, as adjusted	55.9	55.9	57.2	57.1	59.4	56.5	59.9
Acquisition ratio	19.4	19.8	19.3	20.7	20.3	19.8	20.3
General operating expense ratio	13.9	13.2	14.1	13.9	14.4	13.8	14.3
Expense ratio	33.3	33.0	33.4	34.6	34.7	33.6	34.6
Combined ratio	92.1	108.4	99.5	101.4	96.9	100.4	97.6
Accident year combined ratio, as adjusted	89.2	88.9	90.6	91.7	94.1	90.1	94.5
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 68	\$ 137	\$ 183	\$ 190	\$ 47	\$ 578	\$ 236
Reinstatement premiums related to catastrophes	6	(3)	18	1	7	22	16
Prior year loss reserve development (favorable)							
unfavorable, net of reinsurance	(21)	210	(52)	(25)	(3)	112	(26)
Return premium related to prior year development	2	-	16	-	-	18	-
Prior year loss reserve development (favorable)							
unfavorable, net of reinsurance and return premium	(19)	210	(36)	(25)	(3)	130	(26)
Reinstatement premiums related to prior year catastrophes	-	-	-	-	-	-	(1)
Other premium adjustments related to prior year	-	-	-	-	-	-	(2)

See accompanying notes on page 26 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
General Insurance – International – Personal Insurance Operating Statistics

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations							
Net premiums written	\$ 1,542	\$ 1,558	\$ 1,627	\$ 1,574	\$ 1,637	\$ 6,301	\$ 6,769
Net premiums earned	\$ 1,619	\$ 1,589	\$ 1,578	\$ 1,647	\$ 1,704	\$ 6,433	\$ 7,215
Losses and loss adjustment expenses incurred	853	830	835	937	928	3,455	3,915
Acquisition expenses:							
Amortization of deferred policy acquisition costs	296	304	299	309	332	1,208	1,448
Other acquisition expenses	140	131	124	122	116	517	489
Total acquisition expenses	436	435	423	431	448	1,725	1,937
General operating expenses	250	229	231	239	272	949	1,086
Underwriting income (loss)	\$ 80	\$ 95	\$ 89	\$ 40	\$ 56	\$ 304	\$ 277
Underwriting Ratios							
Loss ratio	52.7	52.2	52.9	56.9	54.5	53.7	54.3
Catastrophe losses and reinstatement premiums	-	(4.8)	0.4	(2.7)	(3.3)	(1.8)	(2.9)
Prior year development	(0.9)	3.0	(1.2)	0.6	3.5	0.4	1.9
Accident year loss ratio, as adjusted	51.8	50.4	52.1	54.8	54.7	52.3	53.3
Acquisition ratio	26.9	27.4	26.8	26.2	26.3	26.8	26.8
General operating expense ratio	15.4	14.4	14.6	14.5	16.0	14.8	15.1
Expense ratio	42.3	41.8	41.4	40.7	42.3	41.6	41.9
Combined ratio	95.0	94.0	94.3	97.6	96.8	95.3	96.2
Accident year combined ratio, as adjusted	94.1	92.2	93.5	95.5	97.0	93.9	95.2
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ -	\$ 75	\$ (6)	\$ 44	\$ 51	\$ 113	\$ 194
Reinstatement premiums related to catastrophes	-	3	-	-	10	3	19
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	15	(47)	11	(10)	(61)	(31)	(132)
(Additional) Return premium related to prior year development	(2)	(1)	15	-	-	12	-
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and (additional) return premium	13	(48)	26	(10)	(61)	(19)	(132)
Reinstatement premiums related to prior year catastrophes	1					1	-

See reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
General Insurance – Global Commercial Lines Operating Statistics

(in millions)

Results of Operations (1)

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Net premiums written	\$ 3,654	\$ 3,981	\$ 4,072	\$ 3,802	\$ 3,369	\$ 15,509	\$ 15,057
Net premiums earned	\$ 4,060	\$ 3,956	\$ 3,769	\$ 3,658	\$ 3,861	\$ 15,443	\$ 15,964
Losses and loss adjustment expenses incurred (2)	3,087	3,167	3,076	2,574	2,883	11,904	11,473
Acquisition expenses:							
Amortization of deferred policy acquisition costs	518	477	484	484	509	1,963	2,151
Other acquisition expenses	147	161	136	187	131	631	583
Total acquisition expenses	665	638	620	671	640	2,594	2,734
General operating expenses	455	452	471	455	474	1,833	1,944
Underwriting income (loss)	\$ (147)	\$ (301)	\$ (398)	\$ (42)	\$ (136)	\$ (888)	\$ (187)
Underwriting Ratios							
Loss ratio (2)	76.0	80.1	81.6	70.4	74.7	77.1	71.9
Catastrophe losses and reinstatement premiums	(11.6)	(14.0)	(18.1)	(8.6)	(6.2)	(13.1)	(5.0)
Prior year development	(0.3)	(1.8)	1.9	2.3	(1.7)	0.5	0.3
Adjustments for ceded premium under reinsurance contracts and other	-	-	-	-	0.4	-	0.1
Accident year loss ratio, as adjusted	64.1	64.3	65.4	64.1	67.2	64.5	67.3
Acquisition ratio	16.4	16.1	16.4	18.3	16.6	16.8	17.1
General operating expense ratio	11.2	11.4	12.5	12.4	12.3	11.9	12.2
Expense ratio	27.6	27.5	28.9	30.7	28.9	28.7	29.3
Combined ratio (2)	103.6	107.6	110.5	101.1	103.6	105.8	101.2
Accident year combined ratio, as adjusted	91.7	91.8	94.3	94.8	96.1	93.2	96.6
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 474	\$ 557	\$ 671	\$ 314	\$ 240	\$ 2,016	\$ 798
Reinstatement premiums related to catastrophes	(5)	(5)	18	1	(2)	9	2
Prior year development:							
Prior year loss reserve development (favorable)							
unfavorable, net of reinsurance	5	50	(92)	(90)	52	(127)	(71)
Return premium related to prior year development	7	28	33	10	14	78	40
Prior year loss reserve development (favorable)							
unfavorable, net of reinsurance and return premium	12	78	(59)	(80)	66	(49)	(31)
Reinstatement premiums related to prior year catastrophes	5	2	(2)	(1)	5	4	(9)
Other premium adjustments related to prior year	-	-	-	1	(23)	1	(30)

See accompanying notes on page 26 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
General Insurance – Global Personal Insurance Operating Statistics

(in millions)

Results of Operations

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Net premiums written	\$ 1,911	\$ 1,943	\$ 1,477	\$ 2,119	\$ 2,461	\$ 7,450	\$ 10,035
Net premiums earned	\$ 1,933	\$ 1,897	\$ 1,968	\$ 2,421	\$ 2,511	\$ 8,219	\$ 10,474
Losses and loss adjustment expenses incurred	1,123	1,200	1,091	1,485	1,297	4,899	5,773
Acquisition expenses:							
Amortization of deferred policy acquisition costs	333	358	382	502	537	1,575	2,331
Other acquisition expenses	188	161	145	158	185	652	709
Total acquisition expenses	521	519	527	660	722	2,227	3,040
General operating expenses	313	300	295	321	344	1,229	1,385
Underwriting income (loss)	\$ (24)	\$ (122)	\$ 55	\$ (45)	\$ 148	\$ (136)	\$ 276
Underwriting Ratios							
Loss ratio	58.1	63.3	55.4	61.3	51.7	59.6	55.1
Catastrophe losses and reinstatement premiums	(3.7)	(12.4)	(0.2)	(4.3)	(7.0)	(5.0)	(4.5)
Prior year development	(2.0)	2.3	(1.2)	(1.2)	8.1	(0.6)	2.2
Adjustment for ceded premium under reinsurance contract	-	-	-	-	0.2	-	0.1
Accident year loss ratio, as adjusted	52.4	53.2	54.0	55.8	53.0	54.0	52.9
Acquisition ratio	27.0	27.4	26.8	27.3	28.8	27.1	29.0
General operating expense ratio	16.2	15.8	15.0	13.3	13.7	15.0	13.2
Expense ratio	43.2	43.2	41.8	40.6	42.5	42.1	42.2
Combined ratio	101.3	106.5	97.2	101.9	94.2	101.7	97.3
Accident year combined ratio, as adjusted	95.6	96.4	95.8	96.4	95.5	96.1	95.1
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 71	\$ 233	\$ 3	\$ 105	\$ 171	\$ 412	\$ 459
Reinstatement premiums related to catastrophes	-	3	2	-	10	5	19
Prior year development:							
Prior year loss reserve development (favorable)							
unfavorable, net of reinsurance	40	(37)	18	30	(205)	51	(223)
(Additional) premium related to prior year development	(2)	(13)	12	-	-	(3)	-
Prior year loss reserve development (favorable)							
unfavorable, net of reinsurance and (additional) premium	38	(50)	30	30	(205)	48	(223)
Reinstatement premiums related to prior year catastrophes	1	-	-	-	-	1	-
Other premium adjustments related to prior year	-	-	-	-	(10)	-	(20)

See accompanying notes on page 26 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
General Insurance Notes

- (1) AIG participates in the market for insurance-linked securities (ILS) primarily through AlphaCat Managers, Ltd. (AlphaCat). AlphaCat is an asset manager of various funds, managed accounts and sidecars capitalized by third-party investors and Validus. Total assets under management by AlphaCat is \$4.2 billion at December, 2020, of which \$4.1 billion relates to third-party assets. ILS are financial instruments for which the values are determined based on insurance risk primarily related to natural catastrophes such as earthquakes and hurricanes. We report the investment in the vehicles managed by AlphaCat as Other Invested Assets. We recognized approximately \$1 million of Net Investment Income (Loss) and \$8 million of Miscellaneous Income (reported as a component of Net Premiums Earned, and consisting of fee income) in the three months ended December 31, 2019. Starting 1Q20, on a prospective basis, we report the fee income as a component of Net Investment Income rather than as Miscellaneous Income, a component of Net Premiums Earned. In the three months ended December 31, September 30, June 30 and March 31, 2020, we recognized approximately \$15 million, \$9 million, \$6 million and \$10 million of Net Investment Income respectively, of which \$8 million, \$8 million, \$8 million and \$8 million, is the fee income from asset management activities, and \$7 million, \$1 million, \$(2) million and \$2 million is the income/ (loss) from direct investment activities, respectively.
- (2) Consistent with our definition of APTI, excludes net loss reserve discount and the portion of favorable or unfavorable prior year reserve development for which we have ceded the risk under retroactive reinsurance agreements and related changes in amortization of the deferred gain.
- (3) Computed using current exchange rate for the corresponding periods in the prior year.

American International Group, Inc.
General Insurance - Adverse Development Cover

On January 20, 2017, we entered into an adverse development reinsurance agreement with NICO under which we transferred to NICO 80 percent of the reserve risk on substantially all of our U.S. Commercial long-tail exposures for accident years 2015 and prior.

The table below shows the calculation of the gain on the NICO adverse development reinsurance agreement showing the effect of discounting of loss reserves and amortization of the deferred gain. The deferred gain is amortized over the settlement period of the reinsured losses.

(in millions)	December 31, 2020	September 30, 2020	June 30, 2020	March 31, 2020	December 31, 2019	4Q20 Change
<u>Gross Covered Losses</u>						
Covered reserves before discount	\$ 16,534	\$ 17,352	\$ 17,927	\$ 18,473	\$ 19,064	\$ 818
Inception to date losses paid	25,198	24,612	24,095	23,552	22,954	(586)
Attachment point	(25,000)	(25,000)	(25,000)	(25,000)	(25,000)	-
Covered losses above attachment point	\$ 16,732	\$ 16,964	\$ 17,022	\$ 17,025	\$ 17,018	\$ 232
<u>Deferred Gain Development</u>						
Covered losses above attachment ceded to NICO (80%)	\$ 13,386	\$ 13,572	\$ 13,618	\$ 13,620	\$ 13,614	\$ 186
Consideration paid including interest	(10,188)	(10,188)	(10,188)	(10,188)	(10,188)	-
Pre-tax deferred gain before discount and amortization	3,198	3,384	3,430	3,432	3,426	186
Discount on ceded losses	(911)	(1,173)	(1,193)	(1,179)	(1,251)	(262)
Pre-tax deferred gain before amortization	2,287	2,211	2,237	2,253	2,175	(76)
Inception to date amortization attributed to deferred gain at inception	(904)	(852)	(799)	(746)	(693)	52
Inception to date amortization attributed to changes in deferred gain*	(86)	(103)	(127)	(115)	(101)	(17)
Deferred gain liability reflected in AIG's balance sheet	\$ 1,297	\$ 1,256	\$ 1,311	\$ 1,392	\$ 1,381	\$ (41)

Prior Year Development, Net of Reinsurance and Deferred Gain

Amortization

	Quarterly				
	4Q20	3Q20	2Q20	1Q20	4Q19
Unfavorable (favorable) prior year development on covered reserves before retroactive reinsurance and deferred gain amortization	\$ (232)	\$ (58)	\$ (3)	\$ 7	\$ (29)
Prior year development ceded to NICO	186	46	2	(6)	24
Subtotal	(46)	(12)	(1)	1	(5)
Amortization attributed to deferred gain at inception	(52)	(53)	(53)	(53)	(58)
Unfavorable (favorable) prior year development on covered reserves, net of reinsurance and deferred gain amortization	(98)	(65)	(54)	(52)	(63)
Unfavorable (favorable) prior year development on non-covered reserves	143	78	(20)	(8)	(90)
Total unfavorable (favorable) prior year development, net of reinsurance and deferred gain amortization	\$ 45	\$ 13	\$ (74)	\$ (60)	\$ (153)

* Excluded from our definition of APTI.

Selected Balance Sheet data for ADC

	December 31, 2020	September 30, 2020	June 30, 2020	March 31, 2020	December 31, 2019
Reinsurance recoverable reported in Reinsurance assets, net of allowance	\$ 12,475	\$ 12,399	\$ 12,425	\$ 12,441	\$ 12,363
Ceded reserves reported in Liability for unpaid losses and loss adjustment expenses	12,316	12,399	12,425	12,441	12,363
Deferred gain reported in Other liabilities	1,297	1,256	1,311	1,392	1,381



American International Group, Inc.
Life and Retirement Results (15)

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations							
Premiums and deposits:							
Revenues:							
Premiums	\$ 950	\$ 785	\$ 1,622	\$ 1,267	\$ 994	\$ 4,624	\$ 3,789
Policy fees	764	649	728	733	755	2,874	2,923
Net investment income (loss):							
Base portfolio (1)	1,885	1,879	1,901	1,943	1,941	7,608	7,734
Alternative investments	293	230	(47)	115	101	591	416
Other yield enhancements (2)	206	223	245	8	93	682	583
Total net investment income	2,384	2,332	2,099	2,066	2,135	8,881	8,733
Advisory fee and other income	240	224	212	220	234	896	911
Total adjusted revenues	4,338	3,990	4,661	4,286	4,118	17,275	16,356
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	1,507	1,506	2,082	1,789	1,441	6,884	5,824
Interest credited to policyholder account balances	881	893	880	897	905	3,551	3,603
Amortization of deferred policy acquisition costs	233	(46)	123	322	214	632	672
Non deferrable insurance commissions	170	128	149	143	150	590	567
Advisory fee expenses	82	79	79	76	84	316	322
General operating expenses	402	385	413	416	427	1,616	1,653
Interest expense	36	37	40	42	39	155	162
Total benefits, losses and expenses	3,311	2,982	3,766	3,685	3,260	13,744	12,803
Adjusted pre-tax income (3)	1,027	1,008	895	601	858	3,531	3,553
Interest expense on attributed financial debt	70	72	68	75	68	285	266
Adjusted pre-tax income including attributed interest expense	957	936	827	526	790	3,246	3,287
Income tax expense	185	189	165	101	159	640	653
Adjusted after-tax income	\$ 772	\$ 747	\$ 662	\$ 425	\$ 631	\$ 2,606	\$ 2,634
Dividends declared on preferred stock	2	2	2	2	2	8	6
Adjusted after-tax income attributable to common shareholders (a)	\$ 770	\$ 745	\$ 660	\$ 423	\$ 629	\$ 2,598	\$ 2,628
Ending adjusted segment common equity	\$ 19,172	\$ 19,421	\$ 19,101	\$ 20,148	\$ 17,799	\$ 19,172	\$ 17,799
Average adjusted segment common equity (b)	19,297	19,261	19,625	18,974	17,645	19,128	18,076
Return on adjusted segment common equity (a÷b)	16.0 %	15.5 %	13.5 %	8.9 %	14.3 %	13.6 %	14.5 %
Noteworthy Items:							
Annual actuarial assumption update (3)	\$ -	\$ (107)	\$ -	\$ -	\$ -	\$ (107)	\$ (144)
Better (worse) than expected alternative returns	238	182	(91)	73	49	402	224
Fair value changes on Fixed Maturity Securities - Other accounted under fair value option	19	49	43	(53)	16	58	192

See accompanying notes on page 40 and reconciliations of Non-GAAP financial measures beginning on page 63.

NOTE (March 15, 2021): Adjusted after-tax income (loss) attributable to common shareholders, ending adjusted segment common equity, average adjusted segment common equity and return on adjusted segment common equity have been updated to reflect revisions to segment balance sheets and debt and interest allocated to segments.

American International Group, Inc.
Life and Retirement – Individual Retirement Results

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations							
Premiums and deposits	\$ 2,758	\$ 2,702	\$ 1,794	\$ 3,116	\$ 3,156	\$ 10,370	\$ 14,899
Revenues:							
Premiums	\$ 37	\$ 35	\$ 38	\$ 41	\$ 39	\$ 151	\$ 104
Policy fees	228	221	205	207	209	861	811
Net investment income (loss):							
Base portfolio (1)	877	876	892	927	910	3,572	3,633
Alternative investments	132	102	(20)	51	47	265	193
Other yield enhancements (2)	114	102	83	(5)	60	294	296
Total net investment income	1,123	1,080	955	973	1,017	4,131	4,122
Advisory fee and other income	148	143	133	147	154	571	606
Total adjusted revenues	1,536	1,479	1,331	1,368	1,419	5,714	5,643
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	113	96	50	138	90	397	409
Interest credited to policyholder account balances	428	453	427	443	440	1,751	1,726
Amortization of deferred policy acquisition costs	172	143	54	221	115	590	449
Non deferrable insurance commissions and other (4)	89	83	83	79	85	334	318
Advisory fee expenses	52	52	49	52	54	205	219
General operating expenses	114	103	100	110	116	427	468
Interest expense	16	17	19	20	19	72	77
Total benefits, losses and expenses	984	947	782	1,063	919	3,776	3,666
Adjusted pre-tax income (3)	\$ 552	\$ 532	\$ 549	\$ 305	\$ 500	\$ 1,938	\$ 1,977
Noteworthy Items (pre-tax)							
Annual actuarial assumption update (3)	\$ -	\$ (75)	\$ -	\$ -	\$ -	\$ (75)	\$ (63)
Better (worse) than expected alternative returns	107	81	(39)	33	24	182	107

See accompanying notes on page 40 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
Life and Retirement – Individual Retirement (Variable and Index Annuities) Operating Statistics

(in millions)	Quarterly					Twelve Months Ended	
	4Q20	3Q20	2Q20	1Q20	4Q19	December 31,	December 31,
						2020	2019
Assets under management:							
General accounts	\$ 42,737	\$ 40,562	\$ 39,066	\$ 38,408	\$ 34,690	\$ 42,737	\$ 34,690
Separate accounts	53,305	49,356	47,755	43,093	49,558	53,305	49,558
Total assets under management	\$ 96,042	\$ 89,918	\$ 86,821	\$ 81,501	\$ 84,248	\$ 96,042	\$ 84,248
Net investment spreads:							
Total yield	4.76 %	4.56 %	4.06 %	4.00 %	4.62 %	4.35 %	4.94 %
Less: Alternative investments (6)	(0.50)	(0.40)	0.16	(0.18)	(0.17)	(0.23)	(0.20)
Less: Other yield enhancements (7)	(0.35)	(0.33)	(0.37)	0.33	(0.25)	(0.18)	(0.33)
Base yield (8)	3.91	3.83	3.85	4.15	4.20	3.94	4.41
Cost of funds (a)	1.32	1.28	1.31	1.32	1.31	1.31	1.36
Base net investment spread (b)	2.59 %	2.55 %	2.54 %	2.83 %	2.89 %	2.63 %	3.05 %
DAC rollforward:							
Balance at beginning of period	\$ 2,350	\$ 2,389	\$ 2,576	\$ 2,792	\$ 2,571	\$ 2,792	\$ 3,121
Initial allowance upon CECL adoption	-	-	-	13	-	13	-
Deferrals	112	87	75	121	126	395	461
Operating amortization	(133)	(79)	(11)	(173)	(67)	(396)	(288)
Change from realized gains (losses)	196	80	235	(543)	97	(32)	47
Change from unrealized gains (losses)	(262)	(127)	(486)	366	65	(509)	(549)
Balance at end of period	\$ 2,263	\$ 2,350	\$ 2,389	\$ 2,576	\$ 2,792	\$ 2,263	\$ 2,792
Reserve rollforward:							
Balance at beginning of period, gross	\$ 85,059	\$ 82,758	\$ 76,684	\$ 80,970	\$ 78,140	\$ 80,970	\$ 68,335
Premiums and deposits	2,060	1,612	1,222	2,205	2,207	7,099	8,345
Surrenders and withdrawals	(1,267)	(1,147)	(933)	(1,273)	(1,297)	(4,620)	(4,778)
Death and other contract benefits	(287)	(263)	(250)	(242)	(208)	(1,042)	(883)
Subtotal	85,565	82,960	76,723	81,660	78,842	82,407	71,019
Change in fair value of underlying assets and reserve accretion, net of policy fees	4,608	1,878	5,735	(4,809)	2,061	7,412	9,303
Cost of funds (a)	98	95	93	90	87	376	329
Other reserve changes	(13)	126	207	(257)	(20)	63	319
Balance at end of period	90,258	85,059	82,758	76,684	80,970	90,258	80,970
Reinsurance ceded	(35)	(35)	(28)	(31)	(29)	(35)	(29)
Total insurance reserves	\$ 90,223	\$ 85,024	\$ 82,730	\$ 76,653	\$ 80,941	\$ 90,223	\$ 80,941

(a) Excludes the amortization of Sales Inducement Assets (SIA).

(b) Excludes the impact of alternative investments and other yield enhancements.

See accompanying notes on page 40.



American International Group, Inc.
Life and Retirement – Individual Retirement (Fixed Annuities) Operating Statistics

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Assets under management:							
General accounts	\$ 59,357	\$ 60,259	\$ 59,537	\$ 56,584	\$ 59,175	\$ 59,357	\$ 59,175
Separate accounts	151	136	130	116	136	151	136
Total assets under management	\$ 59,508	\$ 60,395	\$ 59,667	\$ 56,700	\$ 59,311	\$ 59,508	\$ 59,311
Net investment spreads (a):							
Total yield	4.90 %	4.82 %	4.27 %	4.53 %	4.68 %	4.63 %	4.84 %
Less: Alternative investments (6)	(0.50)	(0.38)	0.15	(0.16)	(0.14)	(0.22)	(0.15)
Less: Other yield enhancements (7)	(0.38)	(0.38)	(0.21)	(0.01)	(0.13)	(0.25)	(0.15)
Base yield (8)	4.02	4.06	4.21	4.36	4.41	4.16	4.54
Cost of funds (b)	2.62	2.63	2.66	2.61	2.66	2.63	2.68
Base net investment spread (c)	1.40 %	1.43 %	1.55 %	1.75 %	1.75 %	1.53 %	1.86 %
DAC rollforward:							
Balance at beginning of period	\$ 284	\$ 374	\$ 1,063	\$ 512	\$ 504	\$ 512	\$ 1,112
Initial allowance upon CECL adoption	-	-	-	2	-	2	-
Deferrals	15	15	9	14	21	53	153
Operating amortization	(39)	(64)	(43)	(48)	(48)	(194)	(161)
Change from realized gains (losses)	(1)	4	(1)	12	(1)	14	-
Change from unrealized gains (losses)	(163)	(45)	(654)	571	36	(291)	(592)
Balance at end of period	\$ 96	\$ 284	\$ 374	\$ 1,063	\$ 512	\$ 96	\$ 512
Reserve rollforward:							
Balance at beginning of period, gross	\$ 51,107	\$ 51,162	\$ 51,394	\$ 51,796	\$ 52,048	\$ 51,796	\$ 50,874
Premiums and deposits	559	942	387	647	754	2,535	5,280
Surrenders and withdrawals	(813)	(737)	(616)	(840)	(886)	(3,006)	(3,667)
Death and other contract benefits	(441)	(517)	(494)	(581)	(541)	(2,033)	(2,321)
Subtotal	50,412	50,850	50,671	51,022	51,375	49,292	50,166
Change in fair value of underlying assets and reserve accretion, net of policy fees	85	162	133	61	28	441	106
Cost of funds (b)	323	327	327	322	337	1,299	1,337
Other reserve changes	1	(232)	31	(11)	56	(211)	187
Balance at end of period	50,821	51,107	51,162	51,394	51,796	50,821	51,796
Reinsurance ceded	(278)	(281)	(282)	(282)	(279)	(278)	(279)
Total insurance reserves	\$ 50,543	\$ 50,826	\$ 50,880	\$ 51,112	\$ 51,517	\$ 50,543	\$ 51,517

(a) Excludes immediate annuities.

(b) Excludes the amortization of SIA.

(c) Excludes the impact of alternative investments and other yield enhancements.

See accompanying notes on page 40.



American International Group, Inc.
Life and Retirement – Individual Retirement Investment Products Net Flows

(in millions)	Quarterly					Twelve Months Ended	
	4Q20	3Q20	2Q20	1Q20	4Q19	December 31, 2020	2019
Premiums and deposits:							
Fixed Annuities	\$ 559	\$ 942	\$ 387	\$ 647	\$ 754	\$ 2,535	\$ 5,280
Variable Annuities	932	670	542	859	845	3,003	2,879
Index Annuities	1,128	942	680	1,346	1,362	4,096	5,466
Retail Mutual Funds	139	148	185	264	195	736	1,274
Total premiums and deposits	2,758	2,702	1,794	3,116	3,156	10,370	14,899
Surrenders and withdrawals:							
Fixed Annuities	(813)	(737)	(616)	(840)	(886)	(3,006)	(3,667)
Variable Annuities	(1,022)	(886)	(735)	(1,051)	(1,100)	(3,694)	(4,101)
Index Annuities	(245)	(261)	(198)	(222)	(197)	(926)	(677)
Retail Mutual Funds	(828)	(807)	(1,002)	(1,760)	(1,179)	(4,397)	(4,690)
Total surrenders and withdrawals	(2,908)	(2,691)	(2,551)	(3,873)	(3,362)	(12,023)	(13,135)
Death and other contract benefits:							
Fixed Annuities	(441)	(517)	(494)	(581)	(541)	(2,033)	(2,321)
Variable Annuities	(236)	(220)	(207)	(200)	(178)	(863)	(751)
Index Annuities	(51)	(43)	(43)	(42)	(30)	(179)	(132)
Total death and other contract benefits	(728)	(780)	(744)	(823)	(749)	(3,075)	(3,204)
Net flows:							
Fixed Annuities	(695)	(312)	(723)	(774)	(673)	(2,504)	(708)
Variable Annuities	(326)	(436)	(400)	(392)	(433)	(1,554)	(1,973)
Index Annuities	832	638	439	1,082	1,135	2,991	4,657
Retail Mutual Funds	(689)	(659)	(817)	(1,496)	(984)	(3,661)	(3,416)
Total net flows	\$ (878)	\$ (769)	\$ (1,501)	\$ (1,580)	\$ (955)	\$ (4,728)	\$ (1,440)
Surrender rates (9):							
Fixed Annuities	6.4%	5.8%	4.8%	6.6%	6.9%	5.9%	7.2%
Variable and Index Annuities	5.8%	5.5%	4.7%	6.5%	6.5%	5.6%	6.4%
Variable Annuities	6.5%	5.9%	5.1%	7.3%	7.4%	6.2%	7.2%
Index Annuities	4.0%	4.4%	3.5%	4.2%	3.9%	4.0%	3.8%

See accompanying notes on page 40 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
Life and Retirement – Group Retirement Results

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations							
Premiums and deposits	\$ 2,199	\$ 1,772	\$ 1,670	\$ 1,855	\$ 2,312	\$ 7,496	\$ 8,346
Revenues:							
Premiums	\$ 5	\$ 5	\$ 3	\$ 6	\$ 2	\$ 19	\$ 16
Policy fees	119	115	100	109	112	443	429
Net investment income (loss):							
Base portfolio (1)	478	476	485	484	493	1,923	1,986
Alternative investments	76	59	(11)	29	28	153	112
Other yield enhancements (2)	53	36	67	4	16	160	142
Total net investment income	607	571	541	517	537	2,236	2,240
Advisory fee and other income	75	67	68	62	71	272	262
Total adjusted revenues	806	758	712	694	722	2,970	2,947
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	8	17	14	33	18	72	65
Interest credited to policyholder account balances	287	276	279	281	288	1,123	1,147
Amortization of deferred policy acquisition costs	12	(44)	4	35	16	7	81
Non deferrable insurance commissions and other (4)	33	28	28	28	29	117	114
Advisory fee expenses	30	27	30	24	30	111	103
General operating expenses	108	106	132	139	122	485	456
Interest expense	10	10	11	11	10	42	44
Total benefits, losses and expenses	488	420	498	551	513	1,957	2,010
Adjusted pre-tax income (3)	\$ 318	\$ 338	\$ 214	\$ 143	\$ 209	\$ 1,013	\$ 937
Noteworthy items (pre-tax)							
Annual actuarial assumption update (3)	\$ -	\$ 68	\$ -	\$ -	\$ -	\$ 68	\$ (17)
Better (worse) than expected alternative returns	62	47	(22)	18	15	105	63

See accompanying notes on page 40 and reconciliations of Non-GAAP financial measures beginning on page 63.

American International Group, Inc.
Life and Retirement – Group Retirement Operating Statistics

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Assets under administration:							
General accounts	\$ 53,177	\$ 52,237	\$ 51,329	\$ 48,274	\$ 49,683	\$ 53,177	\$ 49,683
Separate accounts	41,310	36,975	35,311	30,190	37,782	41,310	37,782
Group Retirement mutual funds	25,015	21,694	20,989	17,784	21,672	25,015	21,672
Advisory services assets	23,366	21,074	20,265	17,759	21,142	23,366	21,142
Other third party assets	8,438	7,876	7,068	7,133	8,011	8,438	8,011
Eliminations (5)	(21,183)	(19,376)	(18,882)	(17,057)	(19,955)	(21,183)	(19,955)
Total assets under administration	\$ 130,123	\$ 120,480	\$ 116,080	\$ 104,083	\$ 118,335	\$ 130,123	\$ 118,335
Net investment spreads:							
Total yield	5.06 %	4.83 %	4.56 %	4.50 %	4.66 %	4.74 %	4.88 %
Less: Alternative investments (6)	(0.55)	(0.43)	0.17	(0.19)	(0.17)	(0.25)	(0.18)
Less: Other yield enhancements (7)	(0.34)	(0.20)	(0.46)	0.08	(0.02)	(0.23)	(0.17)
Base yield (8)	4.17	4.20	4.27	4.39	4.47	4.26	4.53
Cost of funds (a)	2.63	2.65	2.64	2.69	2.69	2.65	2.72
Base net investment spread (b)	1.54 %	1.55 %	1.63 %	1.70 %	1.78 %	1.61 %	1.81 %
Net flows:							
Premiums and deposits	\$ 2,199	\$ 1,772	\$ 1,670	\$ 1,855	\$ 2,312	\$ 7,496	\$ 8,346
Surrenders and withdrawals	(2,158)	(2,544)	(1,734)	(2,260)	(2,940)	(8,696)	(10,317)
Death and other contract benefits	(194)	(185)	(179)	(182)	(181)	(740)	(675)
Total net flows	\$ (153)	\$ (957)	\$ (243)	\$ (587)	\$ (809)	\$ (1,940)	\$ (2,646)
Surrender rates (9)	8.1 %	10.1 %	7.3 %	9.4 %	11.7 %	8.6 %	10.7 %
DAC rollforward:							
Balance at beginning of period	\$ 631	\$ 602	\$ 874	\$ 684	\$ 648	\$ 684	\$ 1,030
Initial allowance upon CECL adoption	-	-	-	1	-	1	-
Deferrals	17	17	17	16	26	67	85
Operating amortization	(12)	44	(4)	(35)	(16)	(7)	(81)
Change from realized gains (losses)	4	2	4	(1)	-	9	-
Change from unrealized gains (losses)	(80)	(34)	(289)	209	26	(194)	(350)
Balance at end of period	\$ 560	\$ 631	\$ 602	\$ 874	\$ 684	\$ 560	\$ 684
Reserve rollforward:							
Balance at beginning of period, gross	\$ 102,560	\$ 99,523	\$ 90,947	\$ 102,049	\$ 98,624	\$ 102,049	\$ 91,685
Premiums and deposits	2,199	1,772	1,670	1,855	2,312	7,496	8,346
Surrenders and withdrawals	(2,158)	(2,544)	(1,734)	(2,260)	(2,940)	(8,696)	(10,317)
Death and other contract benefits	(194)	(185)	(179)	(182)	(181)	(740)	(675)
Subtotal	102,407	98,566	90,704	101,462	97,815	100,109	89,039
Change in fair value of underlying assets and reserve accretion, net of policy fees	8,039	3,758	8,552	(10,705)	4,000	9,644	11,939
Cost of funds (a)	285	285	277	278	284	1,125	1,128
Other reserve changes	(80)	(49)	(10)	(88)	(50)	(227)	(57)
Total insurance reserves and Group Retirement mutual funds	\$ 110,651	\$ 102,560	\$ 99,523	\$ 90,947	\$ 102,049	\$ 110,651	\$ 102,049

(a) Excludes the amortization of SIAs.

(b) Excludes the impact of alternative investments and other yield enhancements.

See accompanying notes on page 40 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.

Life and Retirement – Individual and Group Retirement Variable Annuity Guaranteed Benefits (10)

(in millions)

	Quarterly				
	4Q20	3Q20	2Q20	1Q20	4Q19
Account value by benefit type (a)					
Guaranteed Minimum Death Benefits (GMDB) only (b)	\$ 74,099	\$ 68,936	\$ 66,660	\$ 60,483	\$ 69,316
Guaranteed Minimum Income Benefits (GMIB) (c)	2,327	2,136	2,049	1,789	2,192
Guaranteed Minimum Withdrawal Benefits (GMWB) (d)	47,738	44,810	43,733	40,558	45,228
Liability by benefit type (a)					
GMDB (b)	\$ 359	\$ 353	\$ 381	\$ 422	\$ 380
GMIB (c)	12	12	12	13	12
GMWB (d)	3,658	3,920	4,347	4,070	2,567

(a) Excludes assumed reinsurance business.

(b) A guaranteed minimum death benefit is an amount paid from a variable annuity upon the death of the owner. This benefit protects beneficiaries from market volatility and may be different than the account value. This benefit may be subject to a maximum amount based on age of owner or dollar amount. "Guaranteed Minimum Death Benefits only" signifies that no other guarantees are present in the contract. Contracts with a guaranteed living benefit also have a guaranteed minimum death benefit, but a policyholder can generally only receive payout from one guaranteed feature, i.e. the features are generally mutually exclusive.

(c) A guaranteed minimum income benefit guarantees a minimum level of periodic income payments upon annuitization.

(d) A guaranteed minimum withdrawal benefit creates a guaranteed income stream which, within certain parameters, may continue for the life of the annuitant even if the entire contract value has been reduced to zero. The fair value of GMWB embedded derivatives is based on actuarial and capital market assumptions related to projected cash flows of rider fees and claims over the expected lives of the contracts.

The following table presents the net increase (decrease) to consolidated pre-tax income from changes in the fair value of the GMWB embedded derivatives and related hedges:

(in millions)

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Change in fair value of embedded derivatives, excluding update of actuarial assumptions and non-performance risk adjustment (NPA)	\$ 1,951	\$ 1,207	\$ 1,298	\$ (5,601)	\$ 1,785	\$ (1,145)	\$ (156)
Change in fair value of variable annuity hedging portfolio:							
Fixed maturity securities	13	13	11	7	7	44	194
Interest rate derivative contracts	(531)	(356)	35	2,194	(632)	1,342	1,029
Equity derivative contracts	(788)	(384)	(891)	1,384	(487)	(679)	(1,274)
Change in fair value of variable annuity hedging portfolio	(1,306)	(727)	(845)	3,585	(1,112)	707	(51)
Change in fair value of embedded derivatives, excluding update of actuarial assumptions and NPA, net of hedging portfolio	645	480	453	(2,016)	673	(438)	(207)
Change in fair value of embedded derivatives due to NPA spread	(983)	(519)	(1,094)	2,646	(494)	50	(314)
Change in fair value of embedded derivatives due to change in NPA volume	(517)	(290)	(358)	1,569	(477)	404	202
Change in fair value of embedded derivatives due to update of actuarial assumptions	-	194	-	-	-	194	219
Total change due to update of actuarial assumptions and NPA	(1,500)	(615)	(1,452)	4,215	(971)	648	107
Net impact on pre-tax income (loss)	\$ (855)	\$ (135)	\$ (999)	\$ 2,199	\$ (298)	\$ 210	\$ (100)

See accompanying notes on page 40.



American International Group, Inc.
Life and Retirement – Life Insurance Results

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations							
Premiums and deposits	\$ 1,156	\$ 1,076	\$ 1,119	\$ 1,062	\$ 1,106	\$ 4,413	\$ 4,282
Revenues:							
Premiums	\$ 491	\$ 470	\$ 491	\$ 463	\$ 450	\$ 1,915	\$ 1,805
Policy fees	370	266	377	371	387	1,384	1,495
Net investment income (loss):							
Base portfolio (1)	315	321	322	327	326	1,285	1,304
Alternative investments	53	41	(8)	21	19	107	81
Other yield enhancements (2)	24	77	26	7	9	134	98
Total net investment income	392	439	340	355	354	1,526	1,483
Other income (11)	16	14	11	11	9	52	42
Total adjusted revenues	1,269	1,189	1,219	1,200	1,200	4,877	4,825
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	895	1,033	863	778	751	3,569	3,189
Interest credited to policyholder account balances	93	94	93	93	94	373	374
Amortization of deferred policy acquisition costs	48	(147)	64	65	82	30	137
Non deferrable insurance commissions and other (4)	40	10	30	28	28	108	104
General operating expenses	156	159	160	150	171	625	660
Interest expense	7	8	7	8	7	30	30
Total benefits, losses and expenses	1,239	1,157	1,217	1,122	1,133	4,735	4,494
Adjusted pre-tax income (3)	\$ 30	\$ 32	\$ 2	\$ 78	\$ 67	\$ 142	\$ 331
Noteworthy items (pre-tax)							
Annual actuarial assumption update (3)	\$ -	\$ (101)	\$ -	\$ -	\$ -	\$ (101)	\$ (64)
Better (worse) than expected alternative returns	43	32	(17)	13	9	71	42
Adjusted pre-tax income Domestic Life	33	16	3	62	65	114	319
Adjusted pre-tax income (loss) International Life	(3)	16	(1)	16	2	28	12

See accompanying notes on page 40 and reconciliations of Non-GAAP financial measures beginning on page 63.

American International Group, Inc.
Life and Retirement – Life Insurance Operating Statistics

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Gross life insurance in force, end of period:							
Domestic Life	\$ 965,490	\$ 956,090	\$ 950,727	\$ 945,248	\$ 940,158	\$ 965,490	\$ 940,158
International Life	204,208	186,142	173,413	167,203	167,304	204,208	167,304
Total	\$ 1,169,698	\$ 1,142,232	\$ 1,124,140	\$ 1,112,451	\$ 1,107,462	\$ 1,169,698	\$ 1,107,462
Life and A&H CPPE sales (12):							
Term	\$ 46	\$ 39	\$ 44	\$ 59	\$ 58	\$ 188	\$ 250
Universal life	28	22	23	27	34	100	127
Group and other life	28	32	64	33	15	157	112
Single premium and unscheduled deposits	2	2	3	3	3	10	11
A&H	-	-	-	-	-	-	-
Total	\$ 104	\$ 95	\$ 134	\$ 122	\$ 110	\$ 455	\$ 500
Surrender/lapse rates (13):							
Domestic Life	3.56 %	4.70 %	3.37 %	5.40 %	4.41 %	4.25 %	4.36 %
DAC/VOBA rollforward (14):							
Balance at beginning of period	\$ 4,361	\$ 4,104	\$ 4,164	\$ 4,108	\$ 4,033	\$ 4,108	\$ 3,995
Initial allowance upon CECL adoption	-	-	-	(1)	-	(1)	-
Deferrals	88	99	92	108	101	387	476
Operating amortization	(48)	147	(64)	(65)	(82)	(30)	(137)
Change from realized gains (losses)	6	4	10	(3)	(5)	17	4
Change from unrealized gains (losses)	(70)	(13)	(96)	49	24	(130)	(248)
Foreign exchange translation	34	20	(2)	(32)	37	20	18
Balance at end of period	\$ 4,371	\$ 4,361	\$ 4,104	\$ 4,164	\$ 4,108	\$ 4,371	\$ 4,108
Reserve rollforward:							
Balance at beginning of period, gross	\$ 28,257	\$ 27,686	\$ 26,743	\$ 27,397	\$ 27,411	\$ 27,397	\$ 24,844
Premiums and deposits	1,061	986	1,027	972	1,018	4,046	3,931
Surrenders and withdrawals	(129)	(88)	(96)	(171)	(149)	(484)	(663)
Death and other contract benefits	(142)	(114)	(170)	(131)	(167)	(557)	(663)
Subtotal	29,047	28,470	27,504	28,067	28,113	30,402	27,449
Change in fair value of underlying assets and reserve accretion, net of policy fees	(185)	(290)	(275)	(383)	(282)	(1,133)	(1,138)
Cost of funds	93	94	93	93	94	373	374
Other reserve changes	(1,017)	(55)	368	(981)	(586)	(1,685)	678
Foreign exchange translation	60	38	(4)	(53)	58	41	34
Balance at end of period	27,998	28,257	27,686	26,743	27,397	27,998	27,397
Reinsurance ceded	(1,437)	(1,370)	(1,365)	(1,365)	(1,358)	(1,437)	(1,358)
Total insurance reserves	\$ 26,561	\$ 26,887	\$ 26,321	\$ 25,378	\$ 26,039	\$ 26,561	\$ 26,039
Domestic Life	25,969	26,308	25,784	24,896	25,570	25,969	25,570
International Life	592	579	537	482	469	592	469
Total insurance reserves	\$ 26,561	\$ 26,887	\$ 26,321	\$ 25,378	\$ 26,039	\$ 26,561	\$ 26,039

See accompanying notes on page 40.



American International Group, Inc.
Life and Retirement – Institutional Markets Results

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations							
Premiums and deposits	\$ 1,287	\$ 1,448	\$ 1,135	\$ 976	\$ 551	\$ 4,846	\$ 2,822
Revenues:							
Premiums	\$ 417	\$ 275	\$ 1,090	\$ 757	\$ 503	\$ 2,539	\$ 1,864
Policy fees	47	47	46	46	47	186	188
Net investment income:	-						
Base portfolio (1)	215	206	202	205	212	828	811
Alternative investments	32	28	(8)	14	7	66	30
Other yield enhancements (2)	15	8	69	2	8	94	47
Total net investment income	262	242	263	221	227	988	888
Other income	1	-	-	-	-	1	1
Total adjusted revenues	727	564	1,399	1,024	777	3,714	2,941
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	491	360	1,155	840	582	2,846	2,161
Interest credited to policyholder account balances	73	70	81	80	83	304	356
Amortization of deferred policy acquisition costs	1	2	1	1	1	5	5
Non deferrable insurance commissions	8	7	8	8	8	31	31
General operating expenses	24	17	21	17	18	79	69
Interest expense	3	2	3	3	3	11	11
Total benefits, losses and expenses	600	458	1,269	949	695	3,276	2,633
Adjusted pre-tax income (3)	\$ 127	\$ 106	\$ 130	\$ 75	\$ 82	\$ 438	\$ 308
General and separate account reserves							
Future policyholder benefits	\$ 10,991	\$ 10,291	\$ 10,159	\$ 9,055	\$ 8,377	\$ 10,991	\$ 8,377
Policyholder contract deposits	11,694	11,263	10,588	10,485	10,233	11,694	10,233
Separate account reserves	4,612	4,748	4,779	4,803	5,019	4,612	5,019
Total general and separate account reserves	\$ 27,297	\$ 26,302	\$ 25,526	\$ 24,343	\$ 23,629	\$ 27,297	\$ 23,629
Noteworthy Items (pre-tax)							
Annual actuarial assumption update (3)	\$ -	\$ 1	\$ -	\$ -	\$ -	\$ 1	\$ -
Better (worse) than expected alternative returns	26	22	(13)	9	1	44	12

See accompanying notes on page 40 and reconciliations of Non-GAAP financial measures beginning on page 63.

American International Group, Inc.
Life and Retirement – Institutional Markets Operating Statistics

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Reserve rollforward:							
Balance at beginning of period, gross	\$ 26,348	\$ 25,572	\$ 24,389	\$ 23,673	\$ 23,820	\$ 23,673	\$ 21,762
Premiums and deposits	1,287	1,448	1,135	976	551	4,846	2,822
Surrenders and withdrawals	(767)	(805)	(107)	(109)	(336)	(1,788)	(984)
Death and other contract benefits	(195)	(162)	(235)	(294)	(624)	(886)	(1,102)
Subtotal	26,673	26,053	25,182	24,246	23,411	25,845	22,498
Change in fair value of underlying assets and reserve accretion, net of policy fees	288	267	219	49	194	823	788
Cost of funds	73	70	81	80	83	304	356
Other reserve changes	308	(42)	90	14	(15)	370	31
Balance at end of period	27,342	26,348	25,572	24,389	23,673	27,342	23,673
Reinsurance ceded	(45)	(46)	(46)	(46)	(44)	(45)	(44)
Total insurance reserves	\$ 27,297	\$ 26,302	\$ 25,526	\$ 24,343	\$ 23,629	\$ 27,297	\$ 23,629
Reserves by line of business:							
Structured settlements	\$ 3,593	\$ 3,407	\$ 3,363	\$ 3,297	\$ 3,234	\$ 3,593	\$ 3,234
Pension risk transfer	8,218	7,709	7,615	6,555	5,912	8,218	5,912
Corporate and Bank-owned life insurance	5,078	5,024	4,971	4,876	5,037	5,078	5,037
Private placement variable life and annuities	2,237	2,208	2,083	2,087	2,079	2,237	2,079
Stable value wrap	55	380	570	611	644	55	644
Guaranteed investment contracts	8,116	7,574	6,924	6,917	6,723	8,116	6,723
Total insurance reserves	\$ 27,297	\$ 26,302	\$ 25,526	\$ 24,343	\$ 23,629	\$ 27,297	\$ 23,629
Premiums and deposits by line of business:							
Structured settlements	\$ 64	\$ 73	\$ 95	\$ 97	\$ 94	\$ 329	\$ 323
Pension risk transfer	369	220	1,035	696	450	2,320	1,665
Corporate and Bank-owned life insurance	-	-	(1)	1	-	-	-
Private placement variable life and annuities	4	2	6	59	6	71	64
Stable value wrap	-	3	-	(1)	1	2	53
Guaranteed investment contracts	850	1,150	-	124	-	2,124	717
Total premiums and deposits	\$ 1,287	\$ 1,448	\$ 1,135	\$ 976	\$ 551	\$ 4,846	\$ 2,822
Stable value wraps (401k and bank-owned life insurance) - Assets under management (a)	\$ 43,310	\$ 42,665	\$ 41,348	\$ 40,933	\$ 39,912	\$ 43,310	\$ 39,912

(a) Comprises the notional value of stable value wrap contracts, excluding the portion included in Total insurance reserves.

See accompanying notes on page 40 and reconciliations of Non-GAAP financial measures beginning on page 63.



American International Group, Inc.
Life and Retirement Notes

- (1) Net investment income (loss) - base portfolio includes interest, dividends, and foreclosed real estate income, net of investment expenses and non-qualifying (economic) hedges.
- (2) Net investment income (loss) - other yield enhancements includes call and tender income, commercial mortgage loan prepayments, changes in market value of investments accounted for under the fair value option, interest received on defaulted investments (other than foreclosed real estate) and other miscellaneous investment income, including income of certain partnership entities that are required to be consolidated.
- (3) Life and Retirement Adjusted pre-tax income in 3Q20 and 3Q19 included the net effect of adjustments to reflect the annual review and update of certain assumptions used to amortize DAC and related items for interest-sensitive products, including life and annuity spreads, mortality rates, lapse rates, fees and separate account long-term asset growth rates. The update of actuarial assumptions also included adjustments to reserves for universal life with secondary guarantees. Consolidated pre-tax income in these periods also included adjustments to the valuation of variable annuity GMWB features that are accounted for as embedded derivatives, primarily due to updated assumptions for lapses, mortality, risk margins and utilization of withdrawal benefits. Changes in the fair value of such embedded derivatives are recorded in net realized capital gains (losses) and, together with related DAC adjustments, are excluded from APTI. In the aggregate, the net effect of adjustments to reflect the review and update of actuarial assumptions for Life and Retirement products increased (decreased) APTI and pre-tax income as follows:

<i>(in millions)</i>	Life Insurance		Individual Retirement - Fixed Annuities		Individual Retirement - Variable and Index Annuities		Group Retirement		Institution Markets		Total Life and Retirement	
	3Q20	3Q19	3Q20	3Q19	3Q20	3Q19	3Q20	3Q19	3Q20	3Q19	3Q20	3Q19
Policy fees	\$ (106)	\$ (32)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (106)	\$ (32)
Interest credited to policyholder account balances	-	-	(15)	25	(3)	(5)	12	(1)	-	-	(6)	19
Amortization of deferred policy acquisition costs	210	155	(22)	58	(22)	(6)	59	(4)	-	-	225	203
Non deferrable insurance commissions	15	-	-	-	-	-	-	-	-	-	15	-
Policyholder benefits and claims incurred	(220)	(187)	(40)	(1)	27	(134)	(3)	(12)	1	-	(235)	(334)
Adjusted pre-tax income (loss)	\$ (101)	\$ (64)	\$ (77)	\$ 82	\$ 2	\$ (145)	\$ 68	\$ (17)	\$ 1	\$ -	\$ (107)	\$ (144)
Changes in DAC related to net realized capital gains (losses)	-	7	-	-	(43)	(23)	(1)	(1)	-	-	(44)	(17)
Net realized capital gains (losses)	-	8	-	-	118	143	24	29	-	-	142	180
Increase (decrease) to pre-tax income (loss)	\$ (101)	\$ (49)	\$ (77)	\$ 82	\$ 77	\$ (25)	\$ 91	\$ 11	\$ 1	\$ -	\$ (9)	\$ 19

- (4) Non deferrable insurance commissions and other includes risk charges related to statutory reinsurance that became effective in 2016 of certain life insurance reserves, which resulted in the release of statutory capital. The risk charges are allocated to the Life and Retirement segments on the basis of segment common equity, consistent with the benefit from the reduced capital requirement.
- (5) Assets under administration also enrolled in advisory services and mutual funds or annuities sold through VALIC Financial Advisors and reported in another AIG business unit segment.
- (6) Includes incremental effect on base yield of alternative investments. Quarterly results are annualized.
- (7) Includes incremental effect on base yield of other yield enhancements. Quarterly results are annualized.
- (8) Includes returns from base portfolio including accretion and impacts from holding cash and short-term investments. Quarterly results are annualized.
- (9) Annuity surrender rates represent actual or annualized surrenders and other withdrawals as a percentage of average annuity reserves and Group Retirement mutual fund assets under administration.
- (10) Life and Retirement uses reinsurance, product design and hedging to mitigate risks related to guaranteed benefits in individual annuity contracts. See Part II, Item 7. MD&A – Enterprise Risk Management – Insurance Risks – Life and Retirement Companies’ Key Risks – Variable Annuity Risk Management and Hedging Programs in our Annual Report on Form 10-K for the year ended December 31, 2019 for a discussion of our risk management related to these product features.
- (11) Life Insurance - Other income is primarily related to Laya Healthcare commission and profit sharing revenues received from insurers for distribution of their products.
- (12) Life Insurance sales are shown on a continuous payment premium equivalent (CPPE) basis. Life insurance sales include periodic premiums from new business expected to be collected over a one-year period and 10 percent of unscheduled and single premiums from new and existing policyholders. Sales of accident and health insurance represent annualized first-year premium from new policies.
- (13) Life insurance lapse rates are reported on a 90-day lag basis to include grace period processing.
- (14) In 4Q19, an adjustment of (\$121) million was made to reflect an intercompany elimination. Prior periods have been revised to conform with the current period presentation.
- (15) On October 26, 2020, AIG announced its intention to separate its Life and Retirement business from AIG. No decisions have yet been made regarding the structure of the proposed separation. In addition, any separation transaction will be subject to the satisfaction of various conditions and approvals, including approval by the AIG Board of Directors, receipt of insurance and other required regulatory approvals, and satisfaction of any applicable requirements of the Securities and Exchange Commission. No assurance can be given regarding the form that a separation transaction may take or the specific terms or timing thereof, or that a separation will in fact occur.

American International Group, Inc.
Other Operations Results

(in millions)	Quarterly					Twelve Months Ended	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Results of Operations							
Revenues:							
Premiums	\$ 53	\$ 40	\$ 36	\$ 104	\$ 82	\$ 233	\$ 334
Policy fees	-	1	21	21	23	43	92
Net investment income							
Interest and dividends	47	44	336	478	565	905	2,015
Alternative investments	112	48	(55)	(23)	65	82	252
Other investment income (loss)	20	88	287	(248)	119	147	407
Investment expenses	(10)	(2)	(18)	(17)	(22)	(47)	(76)
Total Net investment income	169	178	550	190	727	1,087	2,598
Other income	18	4	-	-	17	22	36
Total adjusted revenues	240	223	607	315	849	1,385	3,060
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	41	42	284	449	422	816	1,650
Interest credited to policyholder account balances	-	(4)	44	49	51	89	208
Acquisition expenses							
Amortization of deferred policy acquisition costs	10	9	13	18	16	50	64
Other acquisition expenses	1	(1)	-	1	2	1	9
Total acquisition expenses	11	8	13	19	18	51	73
General operating expenses							
Corporate and Other (1)	270	205	243	286	313	1,004	1,099
Asset Management	11	2	13	16	6	42	42
Amortization of intangible assets	10	10	10	10	10	40	40
Total General operating expenses	291	217	266	312	329	1,086	1,181
Interest expense							
Interest - Financial Debt and Hybrids	283	291	269	259	260	1,102	1,043
Interest - Asset Management	36	32	42	48	53	158	171
Interest - Economic hedge on foreign denominated debt	4	4	9	12	8	29	37
Interest - Other	2	1	12	2	(1)	17	9
Total Interest expense	325	328	332	321	320	1,306	1,260
Total benefits, losses and expenses	668	591	939	1,150	1,140	3,348	4,372
Adjusted pre-tax loss before consolidation and eliminations	(428)	(368)	(332)	(835)	(291)	(1,963)	(1,312)
Consolidation and eliminations							
Consolidation and eliminations - Consolidated investment entities (2)	(285)	(131)	63	(104)	(126)	(457)	(327)
Consolidation and eliminations - other	(7)	(9)	(10)	17	(8)	(9)	23
Total consolidation and eliminations	(292)	(140)	53	(87)	(134)	(466)	(304)
Adjusted pre-tax loss	\$ (720)	\$ (508)	\$ (279)	\$ (922)	\$ (425)	\$ (2,429)	\$ (1,616)
Adjusted pre-tax Income (loss) by activities							
Corporate and Other	(519)	(395)	(248)	(879)	(301)	(2,041)	(1,378)
Asset Management	91	27	(84)	44	10	78	66
Consolidation and eliminations	(292)	(140)	53	(87)	(134)	(466)	(304)
Adjusted pre-tax loss	\$ (720)	\$ (508)	\$ (279)	\$ (922)	\$ (425)	\$ (2,429)	\$ (1,616)

See accompanying notes on page 42.



American International Group, Inc.
Other Operations Notes

- (1) At the end of March 2020, Blackboard, AIG's technology-driven subsidiary, was placed into run-off. As a result of this decision, AIG recognized a pre-tax loss of \$210 million, primarily consisting of asset impairment charges; this charge did not impact adjusted pre-tax income.
- (2) Consolidation and eliminations - consolidated investment entities primarily represents the elimination of intercompany net investment income recorded by our General Insurance and Life and Retirement subsidiaries for their investments in consolidated investment entities within our Asset Management.

American International Group, Inc.
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American International Group, Inc.
Investments Portfolio Results, Excluding Equity Securities

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Fixed Maturity Securities - AFS, at fair value							
Annualized yield (1)	4.06%	4.16%	4.37%	4.34%	4.50%	4.24%	4.58%
Investment income	\$ 2,160	\$ 2,179	\$ 2,461	\$ 2,537	\$ 2,624	\$ 9,337	\$ 10,542
Net realized capital gains (losses)	61	(43)	3	16	98	37	145
Ending carrying value (2)	235,449	230,190	223,125	241,776	251,086	235,449	251,086
Amortized cost	213,637	211,641	206,821	234,587	233,230	213,637	233,230
Fixed Maturity Securities - Other, at fair value (3)							
Total Return (1)	7.53%	14.15%	26.85%	(17.35%)	7.60%	6.85%	6.27%
Investment income (loss)	\$ 97	\$ 185	\$ 357	\$ (261)	\$ 142	\$ 378	\$ 555
Ending carrying value (4) (5)	5,091	5,211	5,247	5,353	6,682	5,091	6,682
Mortgage and other loans receivable							
Annualized yield (1)	4.27%	4.23%	4.26%	4.37%	4.51%	4.29%	4.56%
Investment income	\$ 443	\$ 445	\$ 485	\$ 512	\$ 519	\$ 1,885	\$ 2,030
Net realized capital gains (losses)	(28)	(13)	(22)	(38)	(12)	(101)	(55)
Ending carrying value	41,470	41,590	42,554	46,844	46,984	41,470	46,984
Other Invested Assets:							
Other invested assets - Hedge Funds (6)							
Annualized yield (1)	46.54%	30.68%	33.26%	(37.28%)	3.92%	14.14%	14.04%
Investment income (loss)	\$ 232	\$ 147	\$ 170	\$ (219)	\$ 32	\$ 330	\$ 384
Ending carrying value	2,110	2,006	2,002	2,241	3,314	2,110	3,314
Other invested assets - Private Equity (6)							
Annualized yield (1)	27.12%	25.80%	(21.20%)	9.67%	6.12%	9.81%	15.47%
Investment income (loss)	\$ 354	\$ 294	\$ (276)	\$ 131	\$ 76	\$ 503	\$ 547
Net realized capital gains (losses)	(27)	(6)	(35)	-	(11)	(68)	15
Ending carrying value	5,678	4,766	4,353	5,635	5,199	5,678	5,199
Other invested assets - Real Estate investments							
Annualized yield (1)	2.61%	1.08%	2.96%	2.80%	3.43%	2.37%	3.34%
Investment income (loss)	\$ 52	\$ 22	\$ 61	\$ 59	\$ 77	\$ 194	\$ 304
Net realized capital gains (losses)	8	68	7	46	109	129	223
Ending carrying value	7,930	8,011	8,164	8,348	8,491	7,930	8,491
Other invested assets - All other (7)							
Investment income (loss)	\$ 27	\$ 47	\$ 34	\$ 18	\$ 25	\$ 126	\$ 140
Net realized capital gains (losses)	-	-	-	-	28	-	28
Ending carrying value	1,816	1,784	1,820	1,742	1,788	1,816	1,788
Other Invested Assets - Total	\$ 17,534	\$ 16,567	\$ 16,339	\$ 17,966	\$ 18,792	\$ 17,534	\$ 18,792
Short-term Investments							
Annualized yield (1)	0.25%	0.30%	0.53%	1.38%	1.99%	0.59%	2.03%
Investment income (loss)	\$ 12	\$ 14	\$ 27	\$ 57	\$ 68	\$ 110	\$ 255
Ending carrying value	18,169	20,632	21,297	19,773	13,230	18,169	13,230
Fortitude Re Funds Withheld Assets, ending carrying value	\$ 41,899	\$ 41,343	\$ 40,910	\$ -	\$ -	\$ 41,899	\$ -
Total AIG Investments, Excluding Equity Securities (4)(8)	\$ 359,612	\$ 355,533	\$ 349,472	\$ 331,712	\$ 336,774	\$ 359,612	\$ 336,774
Total Investment Expenses	\$ 129	\$ 125	\$ 139	\$ 148	\$ 144	\$ 541	\$ 525
Total Gross Investment Income (8)	\$ 3,377	\$ 3,333	\$ 3,319	\$ 2,834	\$ 3,563	\$ 12,863	\$ 14,757

See accompanying notes on page 49.



American International Group, Inc.
Investments Portfolio Results (Cont.)

Reconciliation to GAAP Net Investment Income

(in millions)

	Quarterly					Twelve Months Ended	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Total Gross Investment Income - APTI basis (8)	\$ 3,377	\$ 3,333	\$ 3,319	\$ 2,834	\$ 3,563	\$ 12,863	\$ 14,757
Subtract: Investment expenses	129	125	139	148	144	541	525
Add: Net realized capital gains (losses) related to economic hedges and other	(22)	(10)	18	13	43	(1)	158
Total Net Investment Income - APTI Basis (8)	\$ 3,226	\$ 3,198	\$ 3,198	\$ 2,699	\$ 3,462	\$ 12,321	\$ 14,390
Breakdown by Segment:							
General Insurance	980	839	518	588	766	2,925	3,444
Life and Retirement	2,384	2,332	2,099	2,066	2,135	8,881	8,733
Other Operations	169	178	550	190	727	1,087	2,598
Consolidation and Eliminations	(307)	(151)	31	(145)	(166)	(572)	(385)
Total Net Investment Income - APTI Basis (8)	\$ 3,226	\$ 3,198	\$ 3,198	\$ 2,699	\$ 3,462	\$ 12,321	\$ 14,390
Reconciliation to GAAP Net Investment Income:							
Add: Changes in fair value of securities used to hedge guaranteed living benefits	14	15	14	13	16	56	229
Add: Changes in the fair value of equity securities	216	119	56	(191)	152	200	158
Add: Net investment income on Fortitude Re funds withheld assets	479	458	116	-	-	1,053	-
Subtract: Net realized capital gains (losses) related to economic hedges and other	(22)	(10)	18	13	43	(1)	158
Net Investment Income per Consolidated Statements of Operations	\$ 3,957	\$ 3,800	\$ 3,366	\$ 2,508	\$ 3,587	\$ 13,631	\$ 14,619

See accompanying notes on page 49.



American International Group, Inc.
Investments Portfolio Results (Cont.)

Investment Portfolio Results by Asset Category and Annualized Yields

December 31, 2020

(in millions)	General Insurance	Life & Retirement	Other Operations	Eliminations*	AIG Inc.
Fixed Maturity Securities - AFS, at fair value					
Annualized yield (1)	3.00%	4.65%	2.82%	0.00%	4.06%
Investment income	\$ 467	\$ 1,697	\$ 43	\$ (47)	\$ 2,160
Ending carrying value	65,897	165,548	5,972	(1,968)	235,449
Amortized Cost	62,407	146,974	6,056	(1,800)	213,637
Fixed Maturity Securities - Other, at fair value					
Total Return (1)	6.64%	13.38%	5.45%	0.00%	7.53%
Investment income (loss)	\$ 21	\$ 19	\$ 58	\$ (1)	\$ 97
Ending carrying value	1,266	566	4,212	(953)	5,091
Mortgage and other loans receivable					
Annualized yield (1)	3.49%	4.38%	16.67%	0.00%	4.27%
Investment income	\$ 81	\$ 361	\$ 1	\$ -	\$ 443
Ending carrying value	9,335	32,845	19	(729)	41,470
Other Invested Assets:					
Other invested assets - Hedge Funds					
Annualized yield (1)	50.63%	29.79%	0.00%	0.00%	46.54%
Investment income	\$ 186	\$ 48	\$ -	\$ (2)	\$ 232
Ending carrying value	1,517	694	-	(101)	2,110
Other invested assets - Private Equity					
Annualized yield (1)	29.17%	32.29%	21.14%	0.00%	27.12%
Investment income	\$ 266	\$ 224	\$ 112	\$ (248)	\$ 354
Ending carrying value	3,806	2,945	2,240	(3,313)	5,678
Other invested assets - Real Estate investments					
Annualized yield (1)	(1.63%)	6.17%	(0.58%)	0.00%	2.61%
Investment income	\$ (2)	\$ 56	\$ (5)	\$ 3	\$ 52
Ending carrying value	486	3,634	3,401	409	7,930
Other invested assets - All other					
Investment income	\$ 11	\$ 23	\$ -	\$ (7)	\$ 27
Ending carrying value	1,073	458	285	-	1,816
Total Other Invested Assets	\$ 6,882	\$ 7,731	\$ 5,926	\$ (3,005)	\$ 17,534
Short-term Investments					
Annualized yield (1)	0.43%	0.25%	0.10%	0.00%	0.25%
Investment income	\$ 5	\$ 5	\$ 2	\$ -	\$ 12
Ending carrying value	4,170	7,485	7,940	(1,426)	18,169
Fortitude Re Funds Withheld Assets, ending carrying value	4,392	35,796	2,127	(416)	\$ 41,899
Total AIG					
Total Investments, Excluding Equity Securities (8)	\$ 91,942	\$ 249,971	\$ 26,196	\$ (8,497)	\$ 359,612
Total Gross Investment Income (8)					3,377
Subtract: Investment expenses					129
Add: Net realized capital gains related to economic hedges and other					(22)
Total Net Investment Income - APTI Basis (8)					\$ 3,226

*Eliminations are primarily related to intercompany investments in consolidated investment entities.

See accompanying notes on page 49.



**American International Group, Inc.
Investments Portfolio Results (Cont.)**

**Investment Income and Yield by Segment
(in millions)**

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Interest and dividends (a)							
General Insurance							
Investment income	\$ 553	\$ 576	\$ 593	\$ 668	\$ 680	\$ 2,390	\$ 2,842
Invested assets	75,912	76,264	75,307	75,417	73,193	75,912	73,193
Annualized yield	2.91%	3.04%	3.15%	3.60%	3.72%	3.18%	3.80%
Life and Retirement							
Investment income	\$ 2,063	\$ 2,069	\$ 2,085	\$ 2,022	\$ 2,060	\$ 8,239	\$ 8,125
Invested assets	187,304	187,035	183,903	182,427	176,462	187,304	176,462
Annualized yield	4.41%	4.46%	4.55%	4.51%	4.70%	4.49%	4.81%
Total AIG including Other Operations							
Investment income	\$ 2,662	\$ 2,688	\$ 3,014	\$ 3,172	\$ 3,287	\$ 11,536	\$ 12,926
Invested assets	273,276	273,863	270,672	301,204	293,444	273,276	293,444
Annualized yield	3.89%	3.95%	4.14%	4.27%	4.49%	4.08%	4.50%
Alternative investment income (loss)							
General Insurance							
Investment income	\$ 452	\$ 284	\$ (68)	\$ (73)	\$ 124	\$ 595	\$ 697
Invested assets	5,323	4,913	4,594	4,757	5,505	5,323	5,505
Annualized yield	35.33%	23.90%	(5.82%)	(5.69%)	8.90%	11.86%	11.82%
Life and Retirement							
Investment income	\$ 293	\$ 230	\$ (47)	\$ 115	\$ 100	\$ 591	\$ 415
Invested assets	3,896	3,470	2,941	2,865	2,672	3,896	2,672
Annualized yield	31.60%	28.83%	(6.48%)	16.62%	15.39%	18.62%	16.94%
Total AIG including Other Operations							
Investment income	\$ 855	\$ 561	\$ (170)	\$ 16	\$ 288	\$ 1,262	\$ 1,363
Invested assets	8,045	7,042	6,634	8,158	8,845	8,045	8,845
Annualized yield	45.34%	32.38%	(8.89%)	0.75%	13.26%	16.29%	15.65%
Other investment income (loss)							
General Insurance							
Investment income	\$ 34	\$ 55	\$ 54	\$ 45	\$ 14	\$ 188	\$ 107
Invested assets (b)	2,825	2,772	2,917	2,939	3,482	2,825	3,482
Life and Retirement							
Investment income	\$ 79	\$ 113	\$ 138	\$ 18	\$ 67	\$ 348	\$ 518
Invested assets (b)	4,401	4,399	4,622	4,696	4,803	4,401	4,803
Total AIG including Other Operations							
Investment income	\$ 145	\$ 225	\$ 462	\$ (196)	\$ 197	\$ 636	\$ 1,011
Invested assets (b)	14,580	14,737	14,952	15,161	16,758	14,580	16,758
Total AIG Investment Income, APTI basis (8)	\$ 3,662	\$ 3,474	\$ 3,306	\$ 2,992	\$ 3,772	\$ 13,434	\$ 15,300
Investment expenses	129	125	139	148	144	541	525
Consolidation and eliminations	(307)	(151)	31	(145)	(166)	(572)	(385)
Total Net Investment Income - APTI Basis (8)	\$ 3,226	\$ 3,198	\$ 3,198	\$ 2,699	\$ 3,462	\$ 12,321	\$ 14,390

(a) Interest and dividends includes the amounts below related to commercial mortgage loan prepayments and call and tender income:

	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
General Insurance	\$ 17	\$ 6	\$ 12	\$ 11	\$ 10	\$ 46	\$ 35
Life and Retirement	130	124	33	26	94	313	261
Total Interest and dividends	\$ 147	\$ 130	\$ 45	\$ 37	\$ 104	\$ 359	\$ 296

(b) Includes Fixed Maturity Securities - Other, long term time deposits, private common stock, and Real Estate investments.

See accompanying notes on page 49.



American International Group, Inc.
Investments – Net Realized Capital Gains (Losses)

(in millions)	Quarterly					Twelve Months Ended	
	4Q20	3Q20	2Q20	1Q20	4Q19	December 31, 2020	2019
Sales of fixed maturity securities	\$ 38	\$ 28	\$ 27	\$ 214	\$ 136	\$ 307	\$ 320
Other-than-temporary impairments	-	-	-	-	(37)	-	(174)
Intent to sell	-	-	(3)	-	-	(3)	-
Change in allowance for credit losses on fixed maturity securities	29	(77)	(24)	(198)	-	(270)	-
Change in allowance for credit losses on loans	(32)	(13)	(22)	(38)	(11)	(105)	(46)
Foreign exchange transactions	325	250	44	(254)	469	365	227
Variable annuity embedded derivatives, net of related hedges	(868)	(148)	(1,010)	2,192	(304)	166	(294)
All other derivatives and hedge accounting	(1,037)	(626)	(568)	1,559	(623)	(672)	(22)
Fortitude Re funds withheld assets	(817)	(624)	(741)	-	-	(2,182)	-
Loss on sale of private equity funds	-	-	-	-	-	-	-
Other	59	88	(35)	44	115	156	621
Total net realized capital gains (losses)	\$ (2,303)	\$ (1,122)	\$ (2,332)	\$ 3,519	\$ (255)	\$ (2,238)	\$ 632

American International Group, Inc.
Investments Portfolio Results Notes

- (1) Yields/Total Return are calculated using quarterly annualized investment income divided by the average quarterly asset amortized cost for the interim periods. Starting in the second quarter of 2020, for hedge fund investments, annualized yield calculations are based on the average ending carrying value with adjustments for hedge fund redemptions that occurred at the beginning of the quarter. Prior periods have been revised to reflect the annualized yield calculation change in hedge fund investments. In the second quarter of 2020, for purposes of calculating yield/total returns, average amortized cost was adjusted to excluded Fortitude Re withheld assets, consistent with the exclusion of net investment income on Fortitude Re funds withheld assets post deconsolidation of Fortitude Re.
- (2) As of December 31, 2020, our Fixed Maturity Securities - AFS portfolio was approximately 83% fixed rate and 17% variable rate.
- (3) Fixed Maturity Securities - Other are securities for which we elected the fair value option. For Fixed Maturity Securities - Other changes in the fair value of these securities are reported through investment income, which can result in significant fluctuation in the total return.
- (4) Excludes the carrying value of securities used to hedge guaranteed living benefits.
- (5) As of December 31, 2020, our Fixed Maturity Securities - Other portfolio was approximately 34% fixed rate and 66% variable rate.
- (6) Other Invested Assets - Hedge Funds/Private Equity includes investments accounted for under the equity method of accounting, where changes in our share of the net asset values are recorded through investment income or investments where we have elected the fair value option, where changes in the fair value are reported through investment income.
- (7) Other Invested Assets - All Other includes long term time deposits, private common stock, and affordable housing partnerships. Due to the mix of investments included within this line item and their varied performance, annualized yield is not meaningful and therefore is not presented.
- (8) Consistent with our definition of APTI, we exclude equity securities from our investments and changes in the fair value of equity securities from gross and net investment income-APTI basis. The following table provides information related to equity securities for periods presented (on a pre-tax basis):

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Equity Securities at fair value							
Total return	89.67%	61.42%	34.38%	(104.30%)	75.43%	24.56%	17.22%
Investment income	\$ 216	119	\$ 56	\$ (191)	\$ 152	\$ 200	\$ 158
Ending carrying value	1,056	871	679	624	841	1,056	841

American International Group, Inc.
AIG Invested Assets Summary

December 31, 2020

(in millions)

	General Insurance		Life & Retirement		Other Operations		Eliminations*		AIG Inc.	
	Fair value	% of total	Fair value	% of total	Fair value	% of total	Fair value	% of total	Fair value	% of total
Bonds available for sale, at fair value	\$ 16,740	19 %	\$ 14,292	6 %	\$ 625	2 %	\$ -	- %	\$ 31,657	9 %
Government and municipalities										
U.S. government and government sponsored entities	1,585	2	1,407	1	501	2	-	-	3,493	1
Obligations of states, municipalities and political subdivisions	6,040	7	7,934	3	109	-	-	-	14,083	4
Non-U.S. governments	9,115	10	4,951	2	15	-	-	-	14,081	4
Corporate debt	28,001	30	111,864	45	2,495	9	(350)	4	142,010	39
Residential Mortgage-Backed Securities	9,801	11	16,685	7	3,630	14	(498)	6	29,618	8
Commercial Mortgage-Backed Securities	4,485	5	9,880	4	111	-	-	-	14,476	4
Collateralized Debt Obligations (CDOs)	4,362	5	7,273	3	(997)	(4)	(1,120)	13	9,518	3
Asset-Backed Securities	2,508	2	5,554	2	108	1	-	-	8,170	3
Total bonds available for sale	65,897	72	165,548	67	5,972	22	(1,968)	23	235,449	66
Other bond securities, at fair value	1,266	1	566	-	4,212	16	(953)	11	5,091	1
Total Fixed Maturities	67,163	73	166,114	67	10,184	38	(2,921)	34	240,540	67
Equity securities										
Other common and preferred stock, at fair value	448	-	102	-	537	2	(31)	-	1,056	-
Mortgage and other loans receivable										
Residential mortgages	2,989	3	1,660	1	-	-	(4)	-	4,645	1
Commercial mortgages	4,953	5	27,979	11	-	-	-	-	32,932	9
Life insurance policy loans	15	-	1,559	1	-	-	-	-	1,574	-
Commercial loans, other loans and notes receivable	1,522	1	2,243	1	19	-	(725)	9	3,059	1
Total mortgage and other loans receivable	9,479	9	33,441	14	19	-	(729)	9	42,210	11
Allowance for credit losses	(144)	-	(596)	-	-	-	-	-	(740)	-
Total mortgage and other loans receivable, net of allowance	9,335	9	32,845	14	19	-	(729)	9	41,470	11
Other invested assets										
Hedge funds	1,517	2	694	-	-	-	(101)	1	2,110	1
Private equity	3,806	4	2,945	1	2,240	8	(3,313)	39	5,678	2
Real estate investments	486	1	3,634	1	3,401	13	409	(5)	7,930	2
Other invested assets - All other	1,073	1	458	-	285	1	-	-	1,816	1
Total other invested assets	6,882	8	7,731	2	5,926	22	(3,005)	35	17,534	6
Short-term investments	4,170	5	7,485	3	7,940	30	(1,426)	17	18,169	5
Fortitude Re Funds Withheld Assets										
Bonds available for sale	3,826	4	30,510	12	1,779	7	(68)	1	36,047	10
Other bond securities, at fair value	79	-	121	-	-	-	-	-	200	-
Mortgage and Other Loans Receivable	487	1	3,605	1	-	-	-	-	4,092	1
Other Invested Assets	-	-	1,526	1	348	1	(348)	4	1,526	-
Short-Term Investments	-	-	34	-	-	-	-	-	34	-
Total Fortitude Re funds withheld assets	4,392	5	35,796	14	2,127	8	(416)	5	41,899	11
Total investments	\$ 92,390	100 %	\$ 250,073	100 %	\$ 26,733	100 %	\$ (8,528)	100 %	\$ 360,668	100 %

* Eliminations are primarily related to intercompany investments in consolidated investment entities.



American International Group, Inc.
Summary of Fixed Maturity Securities, at Fair Value

	December 31, 2020				AIG Inc.
	General Insurance	Life & Retirement	Other Operations	Eliminations*	
(in millions)					
Bonds available for sale, at fair value					
U.S. government and government sponsored entities	\$ 1,585	\$ 1,407	\$ 501	\$ -	\$ 3,493
Obligations of states, municipalities and political subdivisions	6,040	7,934	109	-	14,083
Non-U.S. governments	9,115	4,951	15	-	14,081
Total Government and municipalities	16,740	14,292	625	-	31,657
Corporate debt					
Financial institutions:					
Banks	7,310	9,336	38	-	16,684
Insurance	1,004	6,090	138	-	7,232
Other securities firms and other financial institutions	2,364	11,928	128	-	14,420
Total Financial institutions	10,678	27,354	304	-	38,336
Utilities	1,925	16,061	70	-	18,056
Communications	1,612	7,169	261	-	9,042
Consumer noncyclical	3,791	16,517	434	-	20,742
Consumer cyclical	2,845	8,422	414	-	11,681
Capital goods	1,378	6,121	93	-	7,592
Energy	1,544	9,611	100	-	11,255
Basic materials	857	3,885	82	-	4,824
Other	3,371	16,724	737	(350)	20,482
Total Corporate debt	\$ 28,001	\$ 111,864	\$ 2,495	\$ (350)	\$ 142,010
Mortgage-backed, asset-backed and collateralized					
Investments in Residential Mortgage-Backed Securities					
Agency	\$ 4,485	\$ 7,440	\$ 3,598	\$ -	\$ 15,523
Prime jumbo non-agency	1,360	2,059	32	-	3,451
Other non-agency	3,956	6,688	-	-	10,644
Internal Transactions	-	498	-	(498)	-
Total Investments in Residential Mortgage-Backed Securities	\$ 9,801	\$ 16,685	\$ 3,630	\$ (498)	\$ 29,618
Investments in Commercial Mortgage-Backed Securities					
Agency	\$ 106	\$ 1,574	\$ 1	\$ -	\$ 1,681
Non-agency (CMBS traditional and other)	4,379	8,306	110	-	12,795
Total Investments in Commercial Mortgage-Backed Securities	\$ 4,485	\$ 9,880	\$ 111	\$ -	\$ 14,476
Investments in Collateralized Debt Obligations (CDOs)					
Bank loans (CLO)	\$ 2,967	\$ 5,947	\$ 570	\$ -	\$ 9,484
Other	1,395	1,326	(1,567)	(1,120)	34
Total Investments in CDOs	\$ 4,362	\$ 7,273	\$ (997)	\$ (1,120)	\$ 9,518
Investments in Asset-Backed Securities (ABS)	\$ 2,508	\$ 5,554	\$ 108	\$ -	\$ 8,170
Total Mortgage-backed, asset-backed and collateralized	\$ 21,156	\$ 39,392	\$ 2,852	\$ (1,618)	\$ 61,782
Total Bonds available for sale, at fair value	\$ 65,897	\$ 165,548	\$ 5,972	\$ (1,968)	\$ 235,449
Other bond securities, at fair value					
U.S. government and government sponsored entities	\$ -	\$ -	\$ 1,845	\$ -	\$ 1,845
Corporate debt	12	-	-	-	12
Mortgage-backed, asset-backed and collateralized:					
RMBS	199	126	36	(6)	355
CMBS	57	151	-	-	208
CDO/ABS and other collateralized	998	289	2,331	(947)	2,671
Total mortgage-backed, asset-backed and collateralized	1,254	566	2,367	(953)	3,234
Total Other Bonds Securities at Fair value	1,266	566	4,212	(953)	5,091
Fortitude Re Funds Withheld Assets	3,905	30,631	1,779	(68)	36,247
Total Fixed Maturities - Total AIG	\$ 71,068	\$ 196,745	\$ 11,963	\$ (2,989)	\$ 276,787

*Eliminations are primarily related to intercompany investments in consolidated investment entities.



American International Group, Inc. Credit Ratings for Fixed Maturities

Credit Ratings

At December 31, 2020, approximately 89 percent of our fixed maturity securities were held by our domestic entities. Approximately 88 percent of these securities were rated investment grade by one or more of the principal rating agencies. Our investment decision process relies primarily on internally generated fundamental analysis and internal risk ratings. Third-party rating services' ratings and opinions provide one source of independent perspective for consideration in the internal analysis.

Moody's Investors Service Inc. (Moody's), Standard & Poor's Financial Services LLC, a subsidiary of S&P Global Inc. (S&P), or similar foreign rating services rate a significant portion of our foreign entities' fixed maturity securities portfolio. Rating services are not available for some foreign-issued securities. Our Credit Risk Management department closely reviews the credit quality of the foreign portfolio's non-rated fixed maturity securities. At December 31, 2020, approximately 95 percent of such investments were either rated investment grade or, on the basis of our internal analysis, were equivalent from a credit standpoint to securities rated investment grade. Approximately 27 percent of the foreign entities' fixed maturity securities portfolio is comprised of sovereign fixed maturity securities supporting policy liabilities in the country of issuance.

Composite AIG Credit Ratings

With respect to our fixed maturity securities, the credit ratings in the following pages reflect: (a) a composite of the ratings of the three major rating agencies, or when agency ratings are not available, the rating assigned by the NAIC SVO (99 percent of total fixed maturity securities), or (b) our equivalent internal ratings when these investments have not been rated by any of the major rating agencies or the NAIC. The "Non-rated" category in those tables consists of fixed maturity securities that have not been rated by any of the major rating agencies, the NAIC or us.

NAIC Designations of Fixed Maturity Securities

The Securities Valuation Office (SVO) of the National Association of Insurance Commissioners (NAIC) evaluates the investments of U.S. insurers for statutory reporting purposes and assigns fixed maturity securities to one of six categories called 'NAIC Designations.' In general, NAIC Designations of '1' highest quality, or '2' high quality, include fixed maturity securities considered investment grade, while NAIC Designations of '3' through '6' generally include fixed maturity securities referred to as below investment grade. The NAIC has adopted revised rating methodologies for certain structured securities, including non-agency RMBS and CMBS, which are intended to enable a more precise assessment of the value of such structured securities and increase the accuracy in assessing expected losses to better determine the appropriate capital requirement for such structured securities. These methodologies result in an improved NAIC Designation for such securities compared to the rating typically assigned by the three major rating agencies.



American International Group, Inc.
Credit Ratings for Fixed Maturities

(in millions)	December 31, 2020				AIG Inc.
	General Insurance	Life & Retirement	Other Operations	Eliminations*	
Bonds available for sale, at fair value					
Government and municipalities					
AAA	\$ 5,788	\$ 2,316	\$ 523	\$ -	\$ 8,627
AA	5,626	6,336	72	-	12,034
A	4,001	2,353	18	-	6,372
BBB	992	2,309	12	-	3,313
Below investment grade	331	572	-	-	903
Not Rated	2	406	-	-	408
Total Government and municipalities	\$ 16,740	\$ 14,292	\$ 625	\$ -	\$ 31,657
Corporate debt					
AAA	\$ 760	\$ 1,339	\$ 2	\$ -	\$ 2,101
AA	3,354	13,924	21	-	17,299
A	9,391	32,093	49	-	41,533
BBB	10,547	54,729	112	(350)	65,038
Below investment grade**	3,902	9,779	1,997	-	15,678
Not Rated	47	-	314	-	361
Total Corporate debt	\$ 28,001	\$ 111,864	\$ 2,495	\$ (350)	\$ 142,010
Mortgage-backed, asset-backed and collateralized					
Investments in residential mortgage-backed securities					
AAA	\$ 5,722	\$ 8,416	\$ 3,626	\$ (377)	\$ 17,387
AA	977	2,389	4	(53)	3,317
A	208	496	-	(29)	675
BBB	137	310	-	(23)	424
Below investment grade**	2,757	5,073	-	(16)	7,814
Not Rated	-	1	-	-	1
Total Investments in residential mortgage-backed securities	\$ 9,801	\$ 16,685	\$ 3,630	\$ (498)	\$ 29,618
Investments in commercial mortgage-backed securities					
AAA	\$ 2,746	\$ 5,539	\$ 54	\$ -	\$ 8,339
AA	1,235	3,188	57	-	4,480
A	319	614	-	-	933
BBB	169	296	-	-	465
Below investment grade	6	225	-	-	231
Not Rated	10	18	-	-	28
Total Investments in commercial mortgage-backed securities	\$ 4,485	\$ 9,880	\$ 111	\$ -	\$ 14,476

* Eliminations are primarily related to intercompany investments in consolidated investment entities.

** These securities are mostly rated NAIC-1 and NAIC-2 by the NAIC. See NAIC designation table on page 60 herein.



American International Group, Inc.
Credit Ratings for Fixed Maturities

	December 31, 2020				
(in millions)	General Insurance	Life & Retirement	Other Operations	Eliminations*	AIG Inc.
Bonds available for sale, at fair value					
Investments in collateralized debt obligations (CDOs)					
AAA	\$ 1,135	\$ 1,312	\$ 570	\$ (8)	\$ 3,009
AA	2,431	4,369	(1,567)	(726)	4,507
A	652	1,252	-	(71)	1,833
BBB	91	199	-	(155)	135
Below investment grade	16	62	-	(67)	11
Not Rated	37	79	-	(93)	23
Total Investments in CDOs	\$ 4,362	\$ 7,273	\$ (997)	\$ (1,120)	\$ 9,518
Investments in asset-backed securities (ABS)					
AAA	\$ 736	\$ 231	\$ 100	\$ -	\$ 1,067
AA	396	1,301	-	-	1,697
A	689	1,993	8	-	2,690
BBB	673	1,976	-	-	2,649
Below investment grade	13	51	-	-	64
Not Rated	1	2	-	-	3
Total Investments in ABS	\$ 2,508	\$ 5,554	\$ 108	\$ -	\$ 8,170
Total Bonds available for sale, at fair value					
AAA	\$ 16,887	\$ 19,153	\$ 4,875	\$ (385)	\$ 40,530
AA	14,019	31,507	(1,413)	(779)	43,334
A	15,260	38,801	75	(100)	54,036
BBB	12,609	59,819	124	(528)	72,024
Below investment grade**	7,025	15,762	1,997	(83)	24,701
Not Rated	97	506	314	(93)	824
Total bonds available for sale, at fair value	\$ 65,897	\$ 165,548	\$ 5,972	\$ (1,968)	\$ 235,449
Other Bonds Securities at Fair value					
AAA	\$ 180	\$ 39	\$ 1,882	\$ (6)	\$ 2,095
AA	38	107	60	-	205
A	19	128	-	-	147
BBB	7	60	263	-	330
Not Rated	61	200	1,817	-	2,078
	961	32	190	(947)	236
Total Other Bonds Securities at Fair value	\$ 1,266	\$ 566	\$ 4,212	\$ (953)	\$ 5,091
Total Fixed Maturities					
AAA	\$ 17,067	\$ 19,192	\$ 6,757	\$ (391)	\$ 42,625
AA	14,057	31,614	(1,353)	(779)	43,539
A	15,279	38,929	75	(100)	54,183
BBB	12,616	59,879	387	(528)	72,354
Below investment grade**	7,086	15,962	3,814	(83)	26,779
Not Rated	1,058	538	504	(1,040)	1,060
Fortitude Re Funds Withheld Assets	\$ 3,905	\$ 30,631	\$ 1,779	\$ (68)	\$ 36,247
Total Fixed Maturities - Total AIG	\$ 71,068	\$ 196,745	\$ 11,963	\$ (2,989)	\$ 276,787

* Eliminations are primarily related to intercompany investments in consolidated investment entities.

** These securities are mostly rated NAIC-1 and NAIC-2 by the NAIC. See NAIC designation table on page 60 herein.



American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings

						December 31, 2020
(in millions)	General Insurance	Life & Retirement	Other Operations	Eliminations*	AIG Inc.	
Bonds available for sale, at fair value						
U.S. government and government sponsored entities	\$ 1,585	\$ 1,407	\$ 501	\$ -	\$	3,493
AAA	1,578	1,398	501	-		3,477
AA	7	9	-	-		16
A	-	-	-	-		-
BBB	-	-	-	-		-
Below investment grade	-	-	-	-		-
Non-rated	-	-	-	-		-
Obligations of states, municipalities and political subdivisions	6,040	7,934	109	-		14,083
AAA	1,262	739	22	-		2,023
AA	3,238	5,203	57	-		8,498
A	1,272	1,172	18	-		2,462
BBB	212	398	12	-		622
Below investment grade	56	16	-	-		72
Non-rated	-	406	-	-		406
Non-U.S. governments	9,115	4,951	15	-		14,081
AAA	2,948	179	-	-		3,127
AA	2,381	1,124	15	-		3,520
A	2,729	1,181	-	-		3,910
BBB	780	1,911	-	-		2,691
Below investment grade	275	556	-	-		831
Non-rated	2	-	-	-		2
Total Government and municipalities	\$ 16,740	\$ 14,292	\$ 625	\$ -	\$	31,657

*Eliminations are primarily related to intercompany investments in consolidated investment entities.



American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings (Cont.)

		December 31, 2020				
(in millions)	General Insurance	Life & Retirement	Other Operations	Eliminations*	AIG Inc.	
Corporate debt						
Financial institutions:						
Banks	\$ 7,310	\$ 9,336	\$ 38	\$ -	\$ 16,684	
AAA	387	-	-	-	387	
AA	1,248	293	-	-	1,541	
A	4,067	6,045	18	-	10,130	
BBB	1,475	2,731	20	-	4,226	
Below investment grade	132	267	-	-	399	
Non-rated	1	-	-	-	1	
Insurance	1,004	6,090	138	-	7,232	
AAA	69	-	-	-	69	
AA	220	1,455	1	-	1,676	
A	337	2,597	3	-	2,937	
BBB	289	1,967	1	-	2,257	
Below investment grade	87	71	118	-	276	
Non-rated	2	-	15	-	17	
Other securities firms and other financial institutions	2,364	11,928	128	-	14,420	
AAA	-	-	-	-	-	
AA	426	2,194	-	-	2,620	
A	305	1,281	-	-	1,586	
BBB	1,454	8,067	11	-	9,532	
Below investment grade	157	386	112	-	655	
Non-rated	22	-	5	-	27	
Utilities	1,925	16,061	70	-	18,056	
AAA	-	2	-	-	2	
AA	171	2,519	7	-	2,697	
A	533	5,835	2	-	6,370	
BBB	1,162	7,049	11	-	8,222	
Below investment grade	59	656	32	-	747	
Non-rated	-	-	18	-	18	
Communications	1,612	7,169	261	-	9,042	
AAA	-	-	-	-	-	
AA	33	284	-	-	317	
A	370	1,785	2	-	2,157	
BBB	886	4,604	-	-	5,490	
Below investment grade	322	496	228	-	1,046	
Non-rated	1	-	31	-	32	
Consumer noncyclical	3,791	16,517	434	-	20,742	
AAA	42	308	-	-	350	
AA	228	1,098	-	-	1,326	
A	1,153	4,714	3	-	5,870	
BBB	1,686	8,563	19	-	10,268	
Below investment grade**	680	1,834	378	-	2,892	
Non-rated	2	-	34	-	36	

* Eliminations are primarily related to intercompany investments in consolidated investment entities.

** These securities are mostly rated NAIC-1 and NAIC-2 by the NAIC. See NAIC designation table on page 60 herein.



American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings (Cont.)

	December 31, 2020				
(in millions)	General Insurance	Life & Retirement	Other Operations	Eliminations*	AIG Inc.
Corporate debt (Cont.)					
Consumer cyclical	\$ 2,845	\$ 8,422	\$ 414	\$ -	\$ 11,681
AAA	4	8	-	-	12
AA	344	1,731	11	-	2,086
A	765	2,078	2	-	2,845
BBB	858	2,676	-	-	3,534
Below investment grade	856	1,929	347	-	3,132
Non-rated	18	-	54	-	72
Capital goods	1,378	6,121	93	-	7,592
AA	-	32	-	-	32
A	542	1,728	4	-	2,274
BBB	419	3,335	10	-	3,764
Below investment grade	417	1,026	58	-	1,501
Non-rated	-	-	21	-	21
Energy	1,544	9,611	100	-	11,255
AA	329	1,294	1	-	1,624
A	268	1,330	6	-	1,604
BBB	618	5,626	11	-	6,255
Below investment grade	329	1,361	82	-	1,772
Non-rated	-	-	-	-	-
Basic materials	857	3,885	82	-	4,824
AA	5	-	-	-	5
A	167	309	-	-	476
BBB	518	3,229	2	-	3,749
Below investment grade	166	347	80	-	593
Non-rated	1	-	-	-	1
Other	3,371	16,374	737	-	20,482
AAA	258	1,021	2	-	1,281
AA	350	3,024	1	-	3,375
A	884	4,391	9	-	5,284
BBB	1,182	6,532	27	-	7,741
Below investment grade	697	1,406	562	-	2,665
Non-rated	-	-	136	-	136
Internal transactions	-	350	-	(350)	-
BBB	-	350	-	(350)	-
Total Corporate debt	\$ 28,001	\$ 111,864	\$ 2,495	\$ (350)	\$ 142,010

*Eliminations are primarily related to intercompany investments in consolidated investment entities.



American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings (Cont.)

(in millions)	December 31, 2020				AIG Inc.
	General Insurance	Life & Retirement	Other Operations	Eliminations*	
Mortgage-backed, asset-backed and collateralized					
Investments in residential mortgage-backed securities					
Agency	\$ 4,485	\$ 7,440	\$ 3,598	\$ -	\$ 15,523
AAA	4,485	7,269	3,598	-	15,352
AA	-	171	-	-	171
Prime jumbo non-agency	1,360	2,059	32	-	3,451
AAA	476	486	28	-	990
AA	351	729	4	-	1,084
A	145	156	-	-	301
BBB	56	126	-	-	182
Below investment grade	332	562	-	-	894
Other non-agency	3,956	6,688	-	-	10,644
AAA	761	284	-	-	1,045
AA	626	1,436	-	-	2,062
A	63	311	-	-	374
BBB	81	161	-	-	242
Below investment grade**	2,425	4,495	-	-	6,920
Non-rated	-	1	-	-	1
Internal transactions	-	498	-	(498)	-
AAA	-	377	-	(377)	-
AA	-	53	-	(53)	-
A	-	29	-	(29)	-
BBB	-	23	-	(23)	-
Below investment grade	-	16	-	(16)	-
Residential mortgage-backed securities	\$ 9,801	\$ 16,685	\$ 3,630	\$ (498)	\$ 29,618

* Eliminations are primarily related to intercompany investments in consolidated investment entities.

** These securities are mostly rated NAIC-1 and NAIC-2 by the NAIC. See NAIC designation table on page 60 herein.



American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings (Cont.)

	December 31, 2020				
(in millions)	General Insurance	Life & Retirement	Other Operations	Eliminations*	AIG Inc.
Mortgage-backed, asset-backed and collateralized (Cont.)					
Investments in commercial mortgage-backed securities					
Agency	\$ 106	\$ 1,574	\$ 1	\$ -	\$ 1,681
AAA	61	666	-	-	727
AA	29	894	1	-	924
A	10	-	-	-	10
BBB	6	14	-	-	20
Non-agency (CMBS traditional and other)	4,379	8,306	110	-	12,795
AAA	2,685	4,873	54	-	7,612
AA	1,206	2,294	56	-	3,556
A	309	614	-	-	923
BBB	163	282	-	-	445
Below investment grade	6	225	-	-	231
Non-rated	10	18	-	-	28
Investments in commercial mortgage-backed securities	4,485	9,880	111	-	14,476
Investments in collateralized debt obligations (CDOs)					
Bank loans (CLO)	2,967	5,947	570	-	9,484
AAA	1,133	1,306	570	-	3,009
AA	1,147	3,360	-	-	4,507
A	634	1,199	-	-	1,833
BBB	53	82	-	-	135
Other	14	20	-	-	34
Below investment grade	-	11	-	-	11
Non-rated	14	9	-	-	23
Internal transactions	1,381	1,306	(1,567)	(1,120)	-
AAA	2	6	-	(8)	-
AA	1,284	1,009	(1,567)	(726)	-
A	18	53	-	(71)	-
BBB	38	117	-	(155)	-
Below investment grade	16	51	-	(67)	-
Non-rated	23	70	-	(93)	-
Investments in collateralized debt obligations (CDOs)	4,362	7,273	(997)	(1,120)	9,518
Investments in asset-backed securities (ABS)	2,508	5,554	108	-	8,170
AAA	736	231	100	-	1,067
AA	396	1,301	-	-	1,697
A	689	1,993	8	-	2,690
BBB	673	1,976	-	-	2,649
Below investment grade	13	51	-	-	64
Non-rated	1	2	-	-	3
Total asset-backed securities	2,508	5,554	108	-	8,170
Fortitude Re Funds Withheld Assets	\$ 3,826	\$ 30,510	\$ 1,779	\$ (68)	\$ 36,047
Total Bonds available for sale, at fair value - Total AIG	\$ 69,723	\$ 196,058	\$ 7,751	\$ (2,036)	\$ 271,496

*Eliminations are primarily related to intercompany investments in consolidated investment entities.



American International Group, Inc.
Fixed Maturity Security Portfolio by NAIC Designation and Composite AIG Credit Rating, at Fair Value
Excluding Fortitude Re Funds Withheld Assets

December 31, 2020

(in millions)							Total Below Investment Grade	Total
NAIC Designation	1	2	Total Investment Grade	3	4	5	6	
Other fixed maturity securities:								
General Insurance	\$ 27,527	\$ 13,127	\$ 40,654	\$ 2,200	\$ 1,443	\$ 427	\$ 29	\$ 4,099
Life & Retirement	56,681	58,646	115,327	6,621	3,090	1,029	79	10,819
Other Operations	2,529	124	2,653	258	1,962	88	4	2,312
Eliminations*	-	(350)	(350)	-	-	-	-	-
Total Other fixed maturity securities	\$ 86,737	\$ 71,547	\$ 158,284	\$ 9,079	\$ 6,495	\$ 1,544	\$ 112	\$ 17,230
Mortgage-backed, asset-backed and collateralized:								
General Insurance	\$ 20,319	\$ 1,836	\$ 22,155	\$ 118	\$ 60	\$ 22	\$ 55	\$ 255
Life & Retirement	36,725	2,679	39,404	239	57	45	213	554
Other Operations	2,948	453	3,401	-	-	-	1,818	1,818
Eliminations*	(1,298)	(1,193)	(2,491)	(56)	(3)	(21)	-	(80)
Total Mortgage-backed, asset-backed and collateralized	\$ 58,694	\$ 3,775	\$ 62,469	\$ 301	\$ 114	\$ 46	\$ 2,086	\$ 2,547
Total**	\$ 145,431	\$ 75,322	\$ 220,753	\$ 9,380	\$ 6,609	\$ 1,590	\$ 2,198	\$ 19,777

*Eliminations are primarily related to intercompany investments in consolidated investment entities.

**Excludes \$10 million of fixed maturity securities for which no NAIC Designation is available.

December 31, 2020

(in millions)							Total Below Investment Grade	Total
Composite AIG credit rating	AAA/AA/A	BBB	Total Investment Grade	BB	B	CC and Lower		
Other fixed maturity securities:								
General Insurance	\$ 28,932	\$ 11,539	\$ 40,471	\$ 2,214	\$ 1,666	\$ 402	\$ 4,282	\$ 44,753
Life & Retirement	58,364	57,038	115,402	6,234	3,211	1,299	10,744	126,146
Other Operations	2,530	122	2,652	259	1,646	408	2,313	4,965
Eliminations*	-	(350)	(350)	-	-	-	-	(350)
Total Other fixed maturity securities	\$ 89,826	\$ 68,349	\$ 158,175	\$ 8,707	\$ 6,523	\$ 2,109	\$ 17,339	\$ 175,514
Mortgage-backed, asset-backed and collateralized:								
General Insurance	\$ 17,471	\$ 1,077	\$ 18,548	\$ 149	\$ 76	\$ 3,637	\$ 3,862	\$ 22,410
Life & Retirement	31,377	2,841	34,218	501	261	4,978	5,740	39,958
Other Operations	2,949	263	3,212	-	-	2,007	2,007	5,219
Eliminations*	(1,270)	(178)	(1,448)	(62)	(4)	(1,057)	(1,123)	(2,571)
Total Mortgage-backed, asset-backed and collateralized	\$ 50,527	\$ 4,003	\$ 54,530	\$ 588	\$ 333	\$ 9,565	\$ 10,486	\$ 65,016
Total**	\$ 140,353	\$ 72,352	\$ 212,705	\$ 9,295	\$ 6,856	\$ 11,674	\$ 27,825	\$ 240,530

*Eliminations are primarily related to intercompany investments in consolidated investment entities.

**Excludes \$10 million of fixed maturity securities for which no NAIC Designation is available.



American International Group, Inc.
Commercial Mortgage Loan Exposure by Location and Class of Loan Based on Amortized Cost
Excluding Fortitude Re Funds Withheld Assets

December 31, 2020										
(dollars in millions)	Number of Loans	Class							Percent of Total	
		Apartments	Offices	Retail	Industrial	Hotel	Others	Total	Total	
New York	96	\$ 2,440	\$ 4,741	\$ 302	\$ 393	\$ 102	-	\$ 7,978	24	%
California	61	772	1,328	222	490	737	32	3,581	11	
Texas	45	555	1,118	152	99	144	-	2,068	6	
New Jersey	42	1,615	31	319	85	12	33	2,095	6	
Massachusetts	12	536	227	551	25	-	-	1,339	4	
Florida	63	354	153	334	216	217	-	1,274	4	
Illinois	17	503	317	10	18	-	21	869	3	
Pennsylvania	20	79	17	479	72	25	-	672	2	
Washington, D.C.	9	395	68	-	-	19	-	482	1	
Connecticut	14	347	38	-	74	-	-	459	1	
Other states	163	1,495	581	1,036	575	386	-	4,073	12	
Foreign	83	3,787	1,009	1,025	1,273	575	373	8,042	24	
Total Commercial Mortgages*	625	\$ 12,878	\$ 9,628	\$ 4,430	\$ 3,320	\$ 2,217	\$ 459	\$ 32,932	100	%

*Does not reflect allowance for credit losses.

December 31, 2020										
(dollars in millions)	Number of Loans	Class							Percent of Total	
		Apartments	Offices	Retail	Industrial	Hotel	Others	Total ^(c)	Total	
In good standing	614	\$ 12,878	\$ 9,474	\$ 4,325	\$ 3,320	\$ 2,013	\$ 459	\$ 32,469	98	%
Restructured ^(a)	4	-	-	50	-	4	-	54	-	
90 days or less delinquent	3	-	87	-	-	114	-	201	1	
>90 days delinquent or in process of foreclosure	4	-	67	55	-	86	-	208	1	
Total Commercial Mortgages^(b)	625	\$ 12,878	\$ 9,628	\$ 4,430	\$ 3,320	\$ 2,217	\$ 459	\$ 32,932	100	%

(a) Loans that have been modified in troubled debt restructurings and are performing according to their restructured terms.

(b) Does not reflect allowance for credit losses.

(c) As of December 30, 2020 and in all presented periods there were no significant amounts of nonperforming commercial mortgages (defined as those loans where payment of contractual principal or interest is more than 90 days past due).



American International Group, Inc.
Commercial Mortgages - Debt Service Coverage Ratios and Loan-to-Value Ratios by Vintage Year
Excluding Fortitude Re Funds Withheld Assets

(in millions)

December 31, 2020

Loan-to-Value Ratios ⁽²⁾	Debt Service Coverage Ratios ⁽¹⁾			Total
	>1.20x	1.00x - 1.20x	<1.00x	
Less than 65%	\$ 18,940	\$ 2,269	\$ 276	\$ 21,485
65% to 75%	7,879	660	354	8,893
76% to 80%	591	6	-	597
Greater than 80%	1,660	29	268	1,957
Total commercial mortgages*	\$ 29,070	\$ 2,964	\$ 898	\$ 32,932

(in millions)

December 31, 2020

Loan-to-Value Ratios ⁽²⁾	Vintage Year						Total
	2020	2019	2018	2017	2016	Prior	
Less than 65%	\$ 2,108	\$ 3,524	\$ 3,773	\$ 2,298	\$ 2,785	\$ 6,996	\$ 21,484
65% to 75%	247	2,117	2,363	1,139	1,020	2,008	8,894
76% to 80%	28	45	-	-	70	454	597
Greater than 80%	4	19	200	301	648	785	1,957
Total commercial mortgages*	\$ 2,387	\$ 5,705	\$ 6,336	\$ 3,738	\$ 4,523	\$ 10,243	\$ 32,932

* Does not reflect allowance for credit losses.

(1) The debt service coverage ratio compares a property's net operating income to its debt service payments, including principal and interest. Our weighted average debt service coverage ratio was 2.2X at December 31, 2020.

(2) The loan-to-value ratio compares the current unpaid principal balance of the loan to the estimated fair value of the underlying property collateralizing the loan. Our weighted average loan-to-value ratio was 60 percent at December 31, 2020.



American International Group, Inc.
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American International Group, Inc.
Earnings Per Share Computations

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
GAAP Basis:							
Numerator for EPS:							
Income from continuing operations	\$ (16)	\$ 294	\$ (7,765)	\$ 1,654	\$ 820	\$ (5,833)	\$ 4,121
Less: Net income from continuing operations attributable to noncontrolling interests	37	11	162	(95)	(60)	115	821
Less: Dividends declared on preferred stock	7	7	8	7	7	29	22
Income attributable to AIG common shareholders from continuing operations	(60)	276	(7,935)	1,742	873	(5,977)	3,278
Income from discontinued operations, net of income tax expense	-	5	(1)	-	49	4	48
Net income attributable to AIG common shareholders	\$ (60)	\$ 281	\$ (7,936)	\$ 1,742	\$ 922	\$ (5,973)	\$ 3,326
Denominator for EPS:							
Weighted average common shares outstanding - basic*	868.4	867.7	867.0	874.2	878.2	869.3	876.8
Dilutive **	-	5.4	-	4.7	18.2	-	12.7
Weighted average common shares outstanding - diluted	868.4	873.1	867.0	878.9	896.4	869.3	889.5
Income per common share attributable to AIG common shareholders:							
Basic:							
Income from continuing operations	\$ (0.07)	\$ 0.31	\$ (9.15)	\$ 1.99	\$ 0.99	\$ (6.88)	\$ 3.74
Income from discontinued operations	-	0.01	-	-	0.06	-	0.05
Net income attributable to AIG common shareholders	\$ (0.07)	\$ 0.32	\$ (9.15)	\$ 1.99	\$ 1.05	\$ (6.88)	\$ 3.79
Diluted:							
Income from continuing operations	\$ (0.07)	\$ 0.31	\$ (9.15)	\$ 1.98	\$ 0.97	\$ (6.88)	\$ 3.69
Income from discontinued operations	-	0.01	-	-	0.06	-	0.05
Net income attributable to AIG common shareholders	\$ (0.07)	\$ 0.32	\$ (9.15)	\$ 1.98	\$ 1.03	\$ (6.88)	\$ 3.74

* Includes vested shares under our share-based employee compensation plans.

** For the three and twelve months ended December 31, and three months ended June 30, 2020, since we reported a net loss attributable to AIG common shareholders from continuing operations, all common stock equivalents are anti-dilutive and are therefore excluded from the calculation of diluted shares and diluted per share amounts. The shares excluded from the diluted EPS calculation were 8,309,281 shares, 5,401,597 shares and 3,226,882 shares for the three and twelve months ended December 31, and three months ended June 30, 2020, respectively.



American International Group, Inc.
Reconciliation of Book Value Per Common Share
(in millions, except per common share data)

Book Value Per Common Share	Quarterly					As of December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Total AIG shareholders' equity	\$ 66,362	\$ 64,108	\$ 62,234	\$ 60,173	\$ 65,675	\$ 66,362	\$ 65,675
Less: Preferred equity	485	485	485	485	485	485	485
Total AIG common shareholders' equity (a)	65,877	63,623	61,749	59,688	65,190	65,877	65,190
Less: Accumulated other comprehensive income (AOCI)	13,511	10,978	9,169	(994)	4,982	13,511	4,982
Add: Cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	4,657	4,392	4,215	-	-	4,657	-
Less: Deferred tax assets (DTA)*	7,907	8,123	8,643	8,535	8,977	7,907	8,977
Total adjusted common shareholders' equity (b)	\$ 49,116	\$ 48,914	\$ 48,152	\$ 52,147	\$ 51,231	\$ 49,116	\$ 51,231
Total common shares outstanding (c)	861.6	861.4	861.4	861.3	870.0	861.6	870.0
Book value per common share (a÷c)	\$ 76.46	\$ 73.86	\$ 71.68	\$ 69.30	\$ 74.93	\$ 76.46	\$ 74.93
Adjusted book value per common share (b÷c)	57.01	56.78	55.90	60.55	58.89	57.01	58.89

Tangible Book Value Per Common Share	Quarterly					As of December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Total AIG common shareholders' equity (a)	\$ 65,877	\$ 63,623	\$ 61,749	\$ 59,688	\$ 65,190	\$ 65,877	\$ 65,190
Less Intangible Assets:							
Goodwill	4,074	4,026	3,983	3,989	4,038	4,074	4,038
Value of business acquired	126	122	121	297	317	126	317
Value of distribution channel acquired	497	507	517	526	536	497	536
Other intangibles	319	322	323	329	333	319	333
Total intangibles assets	5,016	4,977	4,944	5,141	5,224	5,016	5,224
Less: Accumulated other comprehensive income (AOCI)	13,511	10,978	9,169	(994)	4,982	13,511	4,982
Add: Cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	4,657	4,392	4,215	-	-	4,657	-
Less: Deferred tax assets (DTA)*	7,907	8,123	8,643	8,535	8,977	7,907	8,977
Total adjusted tangible common shareholders' equity (b)	\$ 44,100	\$ 43,937	\$ 43,208	\$ 47,006	\$ 46,007	\$ 44,100	\$ 46,007
Total common shares outstanding (c)	861.6	861.4	861.4	861.3	870.0	861.6	870.0
Adjusted tangible book value per common share (b÷c)	51.18	51.01	50.16	54.58	52.88	51.18	52.88

* Represents deferred tax assets only related to U.S. net operating loss and foreign tax credit carryforwards on a U.S. GAAP basis and excludes other balance sheet deferred tax assets and liabilities.

American International Group, Inc.
Reconciliation of Return On Common Equity

(in millions, except per common share data)

	Quarterly					December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Return On Common Equity Computations							
Actual or Annualized net income (loss) attributable to AIG common shareholders (a)	\$ (240)	\$ 1,124	\$ (31,744)	\$ 6,968	\$ 3,688	\$ (5,973)	\$ 3,326
Actual or Annualized adjusted after-tax income attributable to AIG common shareholders (b)	\$ 3,308	\$ 2,832	\$ 2,244	\$ 420	\$ 3,692	\$ 2,201	\$ 4,078
Average AIG Common Shareholders' equity (c)	\$ 64,750	\$ 62,686	\$ 60,719	\$ 62,439	\$ 65,154	\$ 63,225	\$ 62,205
Less: Average AOCI	12,245	10,074	4,088	1,994	5,299	7,529	3,261
Add: Average cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	4,525	4,304	2,108	-	-	2,653	-
Less: Average DTA*	8,015	8,383	8,589	8,756	9,185	8,437	9,605
Average adjusted common shareholders' equity (d)	\$ 49,015	\$ 48,533	\$ 50,150	\$ 51,689	\$ 50,670	\$ 49,912	\$ 49,339
ROCE (a÷c)	(0.4%)	1.8%	NM**	11.2%	5.7%	(9.4%)	5.3%
Adjusted return on common equity (b÷d)	6.7%	5.8%	4.5%	0.8%	7.3%	4.4%	8.3%

	Quarterly					December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Return On Tangible Common Equity Computations							
Actual or Annualized net income (loss) attributable to AIG common shareholders (a)	\$ (240)	\$ 1,124	\$ (31,744)	\$ 6,968	\$ 3,688	\$ (5,973)	\$ 3,326
Actual or Annualized adjusted after-tax income attributable to AIG common shareholders (b)	\$ 3,308	\$ 2,832	\$ 2,244	\$ 420	\$ 3,692	\$ 2,201	\$ 4,078
Average AIG Common Shareholders' equity (c)	\$ 64,750	\$ 62,686	\$ 60,719	\$ 62,439	\$ 65,154	\$ 63,225	\$ 62,205
Less: Average intangible assets	4,997	4,961	5,043	5,183	5,258	5,060	5,351
Less: Average AOCI	12,245	10,074	4,088	1,994	5,299	7,529	3,261
Add: Average cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	4,525	4,304	2,108	-	-	2,653	-
Less: Average DTA*	8,015	8,383	8,589	8,756	9,185	8,437	9,605
Average adjusted tangible common shareholders' equity (d)	44,018	43,572	45,107	46,506	45,412	\$ 44,852	\$ 43,988
ROCE (a÷c)	(0.4%)	1.8%	NM**	11.2%	5.7%	(9.4%)	5.3%
Adjusted return on tangible common equity (b÷d)	7.5%	6.5%	5.0%	0.9%	8.1%	4.9%	9.3%

* Represents deferred tax assets only related to U.S. net operating loss and foreign tax credit carryforwards on a U.S. GAAP basis and excludes other balance sheet deferred tax assets and liabilities.

** Not Meaningful.



American International Group, Inc.
Reconciliation of Adjusted Pre-tax and After-tax Income – Consolidated

(in millions)	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Pre-tax income (loss) from continuing operations	\$ (558)	\$ 368	\$ (9,661)	\$ 2,558	\$ 1,036	\$ (7,293)	\$ 5,287
Adjustments to arrive at Adjusted pre-tax income (loss)							
Changes in fair value of securities used to hedge guaranteed living benefits	(17)	(15)	(16)	7	(11)	(41)	(194)
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	(217)	(78)	(255)	538	(95)	(12)	(56)
Changes in the fair value of equity securities	(216)	(119)	(56)	191	(152)	(200)	(158)
Loss (gain) on extinguishment of debt	(3)	(2)	-	17	19	12	32
Net investment income on Fortitude Re funds withheld assets (a)	(479)	(458)	(116)	-	-	(1,053)	-
Net realized capital (gains) losses on Fortitude Re funds withheld assets (a)	(335)	(32)	(96)	-	-	(463)	-
Net realized capital (gains) losses on Fortitude Re funds withheld embedded derivative (a)	1,152	656	837	-	-	2,645	-
Net realized capital (gains) losses (b)	1,472	512	1,607	(3,494)	313	97	(456)
(Income) loss from divested businesses	(127)	24	8,412	216	71	8,525	75
Non-operating litigation reserves and settlements	(16)	1	-	(6)	(8)	(21)	(2)
Unfavorable (favorable) prior year development and related amortization changes ceded under retroactive reinsurance agreements	(150)	(30)	(33)	(8)	(56)	(221)	(267)
Net loss reserve discount (benefit) charge	475	(31)	16	56	35	516	955
Integration and transaction costs associated with acquiring or divesting businesses	5	1	4	2	8	12	24
Restructuring and other costs	111	100	134	90	44	435	218
Non-recurring costs related to regulatory or accounting changes	19	19	14	13	7	65	12
Adjusted pre-tax income (loss)	\$ 1,116	\$ 916	\$ 791	\$ 180	\$ 1,211	\$ 3,003	\$ 5,470

(a) Represents activity subsequent to the deconsolidation of Fortitude Re on June 2, 2020.

(b) Includes all net realized capital gains and losses except earned income (periodic settlements and changes in settlement accruals) on derivative instruments used for non-qualifying (economic) hedging or for asset replication and net realized gains and losses on Fortitude Re funds withheld assets.

American International Group, Inc.
Reconciliation of Adjusted Pre-tax and After-tax Income – Consolidated

(in millions)	Quarterly					Twelve Months Ended	
						December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
After-tax net income (loss), including noncontrolling interests	\$ (16)	\$ 299	\$ (7,766)	\$ 1,654	\$ 869	\$ (5,829)	\$ 4,169
Noncontrolling interests (income) loss	(37)	(11)	(162)	95	60	(115)	(821)
Net income (loss) attributable to AIG	\$ (53)	\$ 288	\$ (7,928)	\$ 1,749	\$ 929	\$ (5,944)	\$ 3,348
Dividends on preferred stock	7	7	8	7	7	29	22
Net income (loss) attributable to AIG common shareholders	\$ (60)	\$ 281	\$ (7,936)	\$ 1,742	\$ 922	\$ (5,973)	\$ 3,326
Adjustments to arrive at Adjusted after-tax income (loss) (amounts net of tax, at U.S. statutory tax rate for each respective period, except where noted):							
Changes in uncertain tax positions and other tax adjustments (a)	(336)	(7)	206	5	7	(132)	30
Deferred income tax valuation allowance (releases) charges (b)	(157)	(8)	(183)	283	(3)	(65)	(43)
Changes in fair value of securities used to hedge guaranteed living benefits	(13)	(12)	(12)	5	(9)	(32)	(154)
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	(171)	(61)	(202)	425	(75)	(9)	(44)
Changes in the fair value of equity securities	(171)	(94)	(44)	151	(120)	(158)	(125)
Loss (gain) on extinguishment of debt	(2)	(1)	-	13	15	10	25
Net investment income on Fortitude Re funds withheld assets(c)	(378)	(362)	(92)	-	-	(832)	-
Net realized capital (gains) losses on Fortitude Re funds withheld assets(c)	(264)	(25)	(76)	-	-	(365)	-
Net realized capital (gains) losses on Fortitude Re funds withheld embedded derivative (c)	910	519	661	-	-	2,090	-
Net realized capital (gains) losses (d)(e)	1,141	423	1,240	(2,729)	258	75	(357)
(Income) loss from discontinued operations and divested businesses (e)	(21)	5	6,756	171	14	6,911	18
Non-operating litigation reserves and settlements	(13)	1	-	(5)	(7)	(17)	(2)
Unfavorable (favorable) prior year development and related amortization changes ceded under retroactive reinsurance agreements	(119)	(24)	(26)	(6)	(45)	(175)	(211)
Net loss reserve discount (benefit) charge	375	(25)	13	44	28	407	754
Integration and transaction costs associated with acquiring or divesting businesses	4	-	3	2	6	9	19
Restructuring and other costs	88	79	106	71	35	344	172
Non-recurring costs related to regulatory or accounting changes	15	15	11	10	6	51	10
Noncontrolling interests primarily related to net realized capital gains (losses) of Fortitude Holdings' standalone results (f)	(1)	4	136	(77)	(109)	62	660
Adjusted after-tax income (loss) attributable to AIG common shareholders	\$ 827	\$ 708	\$ 561	\$ 105	\$ 923	\$ 2,201	\$ 4,078
Calculation of Effective Tax Rates							
Adjusted pre-tax income (loss)	\$ 1,116	\$ 916	\$ 791	\$ 180	\$ 1,211	\$ 3,003	\$ 5,470
Income tax benefit (expense)	(244)	(194)	(196)	(86)	(232)	(720)	(1,209)
Dividends on preferred stock	(7)	(7)	(8)	(7)	(7)	(29)	(22)
Noncontrolling interests	(38)	(7)	(26)	18	(49)	(53)	(161)
Adjusted after-tax income (loss) attributable to AIG common shareholders	\$ 827	\$ 708	\$ 561	\$ 105	\$ 923	\$ 2,201	\$ 4,078
Effective tax rates on adjusted pre-tax income (loss)	21.9%	21.2%	24.8%	47.8%	19.2%	24.0%	22.1%

(a) 4Q20 includes the tax audit resolution related to the IRS audit settlement for tax years 1991-2006. The year ended December 31, 2020 also includes the write-down of net operating loss deferred tax assets in certain foreign jurisdictions, which is offset by valuation allowance release.

(b) Twelve months ended December 31, 2020 includes valuation allowance established against a portion of foreign tax credit carryforwards of AIG's U.S. federal consolidated income tax group, as well as net valuation allowance release in certain foreign jurisdictions for the three- and twelve-months ended December 31, 2020.

(c) Represents activity subsequent to the deconsolidation of Fortitude Re on June 2, 2020.

(d) Includes all net realized capital gains and losses except earned income (periodic settlements and changes in settlement accruals) on derivative instruments used for non-qualifying (economic) hedging or for asset replication and net realized gains and losses on Fortitude Re funds withheld assets.

(e) Includes the impact of non-U.S. tax rates which differ from the applicable U.S. statutory tax rate and tax-only adjustments.

(f) See note (4) on page 13.



American International Group, Inc.
Reconciliation of Adjusted Segment Common Equity

(in millions)

	Quarterly					Twelve Months ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
General Insurance							
Total segment shareholder's equity	\$ 26,214	\$ 25,800	\$ 25,403	\$ 24,417	\$ 25,838	\$ 26,214	\$ 25,838
Less: Preferred equity	192	193	194	192	192	192	192
Total segment common equity	26,022	25,607	25,209	24,225	25,646	26,022	25,646
Less: Accumulated other comprehensive income (AOCI)	1,319	828	309	(709)	587	1,319	587
Add: Cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	341	306	295	-	-	341	-
Total adjusted segment common equity	\$ 25,044	\$ 25,085	\$ 25,195	\$ 24,934	\$ 25,059	\$ 25,044	\$ 25,059

	Quarterly					Twelve Months ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Life and Retirement							
Total segment shareholder's equity	\$ 29,688	\$ 27,937	\$ 26,712	\$ 22,809	\$ 24,807	\$ 29,688	\$ 24,807
Less: Preferred equity	128	129	127	134	118	128	118
Total segment common equity	29,560	27,808	26,585	22,675	24,689	29,560	24,689
Less: Accumulated other comprehensive income (AOCI)	14,613	12,425	11,332	2,527	6,890	14,613	6,890
Add: Cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	4,225	4,038	3,848	-	-	4,225	-
Total adjusted segment common equity	\$ 19,172	\$ 19,421	\$ 19,101	\$ 20,148	\$ 17,799	\$ 19,172	\$ 17,799

	Quarterly					Twelve Months ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Other Operations							
Total segment shareholder's equity	\$ 10,460	\$ 10,371	\$ 10,119	\$ 12,947	\$ 15,030	\$ 10,460	\$ 15,030
Less: Preferred equity	165	163	164	159	175	165	175
Total segment common equity	10,295	10,208	9,955	12,788	14,855	10,295	14,855
Less: Accumulated other comprehensive income (AOCI)	(2,421)	(2,275)	(2,472)	(2,812)	(2,495)	(2,421)	(2,495)
Add: Cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	91	48	72	-	-	91	-
Less: Deferred tax assets (DTA)*	7,907	8,123	8,643	8,535	8,977	7,907	8,977
Total adjusted segment common equity	\$ 4,900	\$ 4,408	\$ 3,856	\$ 7,065	\$ 8,373	\$ 4,900	\$ 8,373

* Represents deferred tax assets only related to U.S. net operating loss and foreign tax credit carryforwards on a U.S. GAAP basis and excludes other balance sheet deferred tax assets and liabilities.

NOTE (March 15, 2021): Total segment shareholder's equity, preferred equity and Accumulated other comprehensive income have been updated to reflect revisions to segment balance sheets and debt and interest allocated to segments.



American International Group, Inc.
Fortitude Re Supplementary Data

As of December 31, 2020, approximately \$30.5 billion of reserves from AIG's Life and Retirement Run-Off Lines and approximately \$4.1 billion of reserves from AIG's General Insurance Run-Off Lines, related to business written by multiple wholly-owned AIG subsidiaries, had been ceded to Fortitude Re under these reinsurance transactions. As of closing of the Majority Interest Fortitude Sale, these reinsurance transactions are no longer considered affiliated transactions and Fortitude Re is the reinsurer of the majority of AIG's Run-off Portfolio. Below lists selected pre-tax Balance Sheet data (in millions) from our life insurance and general insurance subsidiaries related to the business ceded to Fortitude:

	December 31, 2020	September 30, 2020	June 30, 2020	March 31, 2020	December 31, 2019
Funds withheld assets	\$ 42,502	\$ 42,024	\$ 41,541	\$ 39,216	\$ 39,874
Reinsurance assets - Fortitude Re	34,578	34,707	34,556	-	-
Unamortized balances prepaid insurance assets*	-	-	-	2,872	2,948
Deferred acquisition costs related to prepaid insurance assets*	-	-	-	454	454
Fortitude Re funds withheld payable	43,060	42,543	42,033	-	-
General Insurance run-off reserves**	4,093	4,093	4,125	3,841	3,915
Life and Retirement run-off reserves	30,486	30,614	30,431	30,074	30,237

*Amounts were written-off as result of the deconsolidation of Fortitude Re.

** Includes unearned premiums ceded to Fortitude Re as a result of the Majority Interest Fortitude Sale.

There is a diverse pool of assets supporting the funds withheld arrangements with Fortitude Re. The following summarizes the composition of the pool of assets as of December 31, 2020:

	December 31, 2020		
	Carrying Value	Fair Value	Corresponding Accounting Policy
Fixed maturity securities - available for sale (a)	\$ 36,047	\$ 36,047	Fair value through other comprehensive income
Fixed maturity securities - fair value option	200	200	Fair value through net investment income
Commercial mortgage loans	3,679	4,010	Amortized cost
Real estate investments	358	585	Amortized cost
Private equity funds / hedge funds	1,168	1,168	Fair value through net investment income
Policy loans	413	413	Amortized cost
Short-term investments	34	34	Fair value through net investment income
Funds withheld investment assets	41,899	42,457	
Derivative assets, net (b)	(1)	(1)	Fair value through realized capital gains (losses)
Other (c)	604	604	Amortized cost
Total	\$ 42,502	\$ 43,060	

(a) The change in the net unrealized gains (losses) on available for sale securities related to the Fortitude Re funds withheld assets was \$1.0 billion (\$812 million after-tax) during the post deconsolidation period (June 2, 2020-September 30, 2020).

(b) The derivative assets have been presented net of collateral. The derivative assets supporting the Fortitude Re funds withheld arrangements had a fair market value of \$357 million as of December 31, 2020. These derivative assets are fully collateralized.

(c) Primarily comprised of Cash and Accrued Investment Income.



American International Group, Inc.
Fortitude Re Supplementary Data

The impact of the funds withheld arrangements with Fortitude Re for the period post deconsolidation (June 2, 2020) was as follows:

	Quarterly			Twelve Months Ended December 31,
	4Q20	3Q20	2Q20	2020
Net underwriting income	\$ -	\$ -	\$ -	\$ -
Net investment income - Fortitude Re funds withheld assets	479	458	116	1,053
Net realized capital losses on Fortitude Re funds withheld assets:				
Net realized capital gains - Fortitude Re funds withheld assets	335	32	96	463
Net realized capital losses - Fortitude Re embedded derivatives	(1,152)	(656)	(837)	(2,645)
Net realized capital losses on Fortitude Re funds withheld assets	(817)	(624)	(741)	(2,182)
Loss from continuing operations before income tax benefit	(338)	(166)	(625)	(1,129)
Income tax benefit (*)	(71)	(35)	(131)	(237)
Net loss	(267)	(131)	(494)	(892)
Change in unrealized appreciation of all other investments (*)	242	132	438	812
Comprehensive income (loss)	\$ (25)	\$ 1	\$ (56)	\$ (80)

(*) The income tax expense (benefit) and the tax impact in accumulated other comprehensive income was computed using the U.S. statutory tax rate of 21 percent.

Various assets supporting the Fortitude Re funds withheld arrangements are reported at amortized cost, and as such, changes in the fair value of these assets are not reflected in the financial statements. However, changes in the fair value of these assets are included in the embedded derivative in the Fortitude Re funds withheld arrangements. During three-month period ended December 31, 2020 and the period from June 2, 2020 to December 31, 2020, these assets appreciated by \$25 million and \$80 million, respectively, on an after-tax basis.

American International Group, Inc.
Non-GAAP Reconciliation – Premiums to Premiums and Deposits

<i>(in millions)</i>	Quarterly					Twelve Months Ended December 31,	
	4Q20	3Q20	2Q20	1Q20	4Q19	2020	2019
Individual Retirement:							
Premiums	\$ 37	\$ 35	\$ 38	\$ 41	\$ 39	\$ 151	\$ 104
Deposits	2,720	2,670	1,759	3,079	3,121	10,228	14,804
Other	1	(3)	(3)	(4)	(4)	(9)	(9)
Premiums and deposits	\$ 2,758	\$ 2,702	\$ 1,794	\$ 3,116	\$ 3,156	\$ 10,370	\$ 14,899
Individual Retirement (Fixed Annuities):							
Premiums	\$ 38	\$ 36	\$ 39	\$ 41	\$ 39	\$ 154	\$ 107
Deposits	522	914	362	616	725	2,414	5,212
Other	(1)	(8)	(14)	(10)	(10)	(33)	(39)
Premiums and deposits	\$ 559	\$ 942	\$ 387	\$ 647	\$ 754	\$ 2,535	\$ 5,280
Individual Retirement (Variable Annuities):							
Premiums	\$ (1)	\$ (1)	\$ (1)	\$ -	\$ -	\$ (3)	\$ (3)
Deposits	931	666	532	853	839	2,982	2,852
Other	2	5	11	6	6	24	30
Premiums and deposits	\$ 932	\$ 670	\$ 542	\$ 859	\$ 845	\$ 3,003	\$ 2,879
Individual Retirement (Index Annuities):							
Premiums	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deposits	1,128	942	680	1,346	1,362	4,096	5,466
Other	-	-	-	-	-	-	-
Premiums and deposits	\$ 1,128	\$ 942	\$ 680	\$ 1,346	\$ 1,362	\$ 4,096	\$ 5,466
Individual Retirement (Retail Mutual Funds):							
Premiums	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deposits	139	148	185	264	195	736	1,274
Other	-	-	-	-	-	-	-
Premiums and deposits	\$ 139	\$ 148	\$ 185	\$ 264	\$ 195	\$ 736	\$ 1,274
Group Retirement:							
Premiums	\$ 5	\$ 5	\$ 3	\$ 6	\$ 2	\$ 19	\$ 16
Deposits	2,194	1,767	1,667	1,849	2,310	7,477	8,330
Other	-	-	-	-	-	-	-
Premiums and deposits	\$ 2,199	\$ 1,772	\$ 1,670	\$ 1,855	\$ 2,312	\$ 7,496	\$ 8,346
Life Insurance:							
Premiums	\$ 491	\$ 470	\$ 491	\$ 463	\$ 450	\$ 1,915	\$ 1,805
Deposits	430	394	421	403	438	1,648	1,667
Other	235	212	207	196	218	850	810
Premiums and deposits	\$ 1,156	\$ 1,076	\$ 1,119	\$ 1,062	\$ 1,106	\$ 4,413	\$ 4,282
Institutional Markets:							
Premiums	\$ 417	\$ 275	\$ 1,090	\$ 757	\$ 503	\$ 2,539	\$ 1,864
Deposits	864	1,167	39	211	42	2,281	931
Other	6	6	6	8	6	26	27
Premiums and deposits	\$ 1,287	\$ 1,448	\$ 1,135	\$ 976	\$ 551	\$ 4,846	\$ 2,822
Total Life and Retirement:							
Premiums	\$ 950	\$ 785	\$ 1,622	\$ 1,267	\$ 994	\$ 4,624	\$ 3,789
Deposits	6,208	5,998	3,886	5,542	5,911	21,634	25,732
Other	242	215	210	200	220	867	828
Premiums and deposits	\$ 7,400	\$ 6,998	\$ 5,718	\$ 7,009	\$ 7,125	\$ 27,125	\$ 30,349





American International Group, Inc. (AIG) is a leading global insurance organization. AIG member companies provide a wide range of property casualty insurance, life insurance, retirement solutions, and other financial services to customers in more than 80 countries and jurisdictions. These diverse offerings include products and services that help businesses and individuals protect their assets, manage risks and provide for retirement security. AIG common stock is listed on the New York Stock Exchange.

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