

AMERICAN INTERNATIONAL GROUP, INC.  
70 PINE STREET  
NEW YORK, N.Y. 10270

EDWARD M. LIDDY  
CHAIRMAN AND  
CHIEF EXECUTIVE OFFICER



November 10, 2008

Dear Colleagues, Customers, Partners and Investors:

On October 3, I laid out an initial road map to address AIG's pressing liquidity problems. Our plan was to utilize a bridge loan from the Federal Reserve Bank of New York while we exited certain of our financial products and securities activities, divested assets, and refocused AIG on its core insurance operations. We've been hard at work since then and that work has resulted in a milestone that we announced this morning. I am pleased to report that we have entered into agreements with the U.S. Treasury, the Federal Reserve Board, and the Federal Reserve Bank of New York to restructure the bridge loan into a series of longer term and far-ranging arrangements.

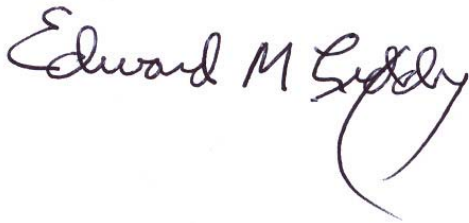
My message to you is quite simple. AIG is on the road to recovery. The arrangements, described more fully [in our press release](#), provide us with a durable capital structure and greater financial flexibility to complete our announced restructuring plan. These are landmark arrangements. Recognizing our exposure to the U.S. real estate market through our securities positions and the severity of global financial conditions on our business, the U.S. government is bringing substantial credit support to AIG. We, in turn, are entering into a commercial partnership with the U.S. taxpayer, who benefits through an attractive current return and the potential for gains over time.

What does this mean for our stakeholders? While our companies have been well-capitalized throughout this period of turmoil, confidence in our long-term viability has now been restored. Thus, brokers and agents can continue to place and renew business with us, without question. Similarly, governments and regulators around the world can be confident that policyholders' interests will be fully protected. Financial counterparties, too, can be

secure in the knowledge that our operations are backed by substantial additional new funding from the U.S. government. Our 116,000 colleagues around the world, who have been working exceptionally hard throughout these challenging times, can also rest assured that AIG will survive. Although some operations will be divested, today's announcement assures an orderly disposition over a reasonable period of time, mindful of market conditions and the impacts on our stakeholders.

I hope you can sense my optimism for the future. This is an historic moment for our company and an important milestone in our journey to full recovery. Thank you for your continued support and I look forward to moving ahead together.

Sincerely,

A handwritten signature in black ink that reads "Edward M Liddy". The signature is written in a cursive style with a large, sweeping flourish at the end of the name.