American International Group, Inc.
First Quarter 2011 Results
Conference Call Presentation

May 6, 2011

Cautionary Statement Regarding Projections and Other Information About Future Events

It should be noted that this document and the remarks made on the conference call may contain projections statements which may constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. These projections and statements are not historical facts but instead represent only AIG's belief regarding future events, many of which, by their nature, are inherently uncertain and outside AIG's control. It is possible that AIG's actual results and financial condition will differ, possibly materially, from the anticipated results and financial condition indicated in these projections and statements. Factors that could cause AIG's actual results to differ, possibly materially, from those in the specific projections and statements include actions by credit rating agencies; change in market conditions; the occurrence of catastrophic events; significant legal proceedings; concentrations in AIG's investment portfolios, including its municipal bond portfolio; judgments concerning casualty insurance underwriting and reserves; judgments concerning the recognition of deferred tax assets; and such other factors as are discussed in Part 1, Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations and in Part II, Item 1A. Risk Factors in AIG's Quarterly Report on Form 10-Q for the quarter ended March 31, 2011 and in Part I, Item 1A. Risk Factors in AIG's Annual Report on Form 10-K for the year ended December 31, 2010. AIG is not under any obligation (and expressly disclaims any obligation) to update or alter any projection or other statement whether as a result of new information, future events or otherwise.

This document and the remarks made on the conference call may also contain certain non-GAAP financial measures. The reconciliation of such measures to the most comparable GAAP figures in accordance with Regulation G are included in the First Quarter 2011 Financial Supplement available in the Investor Information section of AIG's corporate website, www.aigcorporate.com, or herein.

Agenda

1. Overview – Robert H. Benmosche
2. Financial Overview – David L. Herzog
    1. Consolidated Results
    2. Chartis Results
    3. SunAmerica Financial Group Results
    4. Tax
3. Q&A
4. Appendix

AIG

Overview

Robert H. Benmosche

President and Chief Executive Officer

Highlights of the Quarter

AIG

- Strong overall operating results

CHARTIS

- Significant catastrophe losses
- No meaningful reserve adjustments; transferred Asbestos liabilities to Berkshire Hathaway
- Chartis organizational changes and realignment

SunAmerica Financial Group

- Strong sales across product suite
- Stable operating income

ILFC

- Continue to manage fleet for long-term profitability
- Impairments consistent with Fleet Management

UNITED GUARANTY

- Strong Production
- 1st Lien overturn from prior period claims denied; 2nd Lien favorable development

Financial Overview

David L. Herzog

Executive Vice President and Chief Financial Officer

Earnings Highlights

($ millions, except earnings per share)	First Quarter 2011	2010	Change
Revenues	$17,436	$18,555	(6.0%)
Income (loss) from continuing operations	(1,180)	2,088	(156.5%)
Income (loss) from discontinued operations	1,653	343	381.9%
Net income (loss)	473	2,431	(80.5%)
Net income (loss) attributable to AIG	**$269**	**$1,783**	**(84.9%)**
After-tax operating income (loss) attributable to AIG	**$2,030**	**$637**	**218.7%**
Income (loss) per common share attributable to AIG (Diluted):			
Income (loss) from continuing operations	($1.41)	$2.16	(165.3%)
Income (loss) from discontinued operations	$1.06	$0.50	112.0%
After-tax operating income (loss) attributable to AIG	$1.30	$0.95	36.8%
Return on Equity:			
Return on equity[1]	1.3%	9.8%	
Operating return on equity[2]	10.4%	3.9%	

1) Net Income divided by 2 period average AIG shareholders' equity
2) Operating Income divided by 2 period average AIG shareholders' equity excluding AOCI

AIG

Consolidated Performance

($ millions)	First Quarter 2011	First Quarter 2010	Change
Continuing insurance pre-tax operating income:			
Chartis	($463)	$879	(152.7%)
SunAmerica	1,143	1,119	2.1%
Sub-Total - Continuing Insurance	**680**	**1,998**	**(66.0%)**
ILFC (reported in Financial Services)	117	(56)	308.9%
Mortgage Guaranty (reported in Other)	13	73	(82.2%)
Interest on third party debt	(427)	(475)	10.1%
Other	1,549	438	253.7%
Sub-Total - Continuing Operations	**1,932**	**1,978**	**(2.3%)**
AIA and Metlife income	905	-	NM
FRBNY interest & return on preferred interest	20	(713)	102.8%
Income taxes (expense) / benefit	(827)	(628)	(31.7%)
After-tax operating income (loss) attributable to AIG	**$2,030**	**$637**	**218.7%**
Other:			
Maiden Lane III	744	751	(0.9%)
Asset management income	488	(10)	NM
Financial Servies & Capital Markets Run-off	202	(115)	275.7%
Parent & Other	115	(188)	161.2%
Total Other	**$1,549**	**$438**	**253.7%**

After-Tax Operating Income Reconciliation

($ millions, except earnings per share)	First Quarter 2011	2010	Change
After-tax operating income (loss) attributable to AIG	**$2,030**	**$637**	**218.7%**
Restructuring:			
Net Income from divested businesses (mainly AIA)	6	484	98.8%
FRBNY total amortization, net of tax	(2,358)	(415)	(468.2%)
Net gain (loss) on sale of divested businesses, net of tax	(47)	(76)	38.2%
Net income (loss) from discontinued operations	1,646	333	394.3%
RCG(L), net of SunAmerica DAC offset and tax	(376)	(226)	(66.4%)
Derivatives not receiving hedge accounting, net of tax	(69)	(107)	35.5%
Bargain purchase gain	-	332	(100.0%)
Deferred income tax valuation allowance (charge) / release[1]	(563)	821	(168.6%)
Net income (loss) attributable to AIG	**$269**	**$1,783**	**(84.9%)**
Income (loss) per common share attributable to AIG			
Income (loss) from continuing operations	($1.41)	$2.16	(165.3%)
Income (loss) from discontinued operations	$1.06	$0.50	112.0%
After-tax operating income (loss) attributable to AIG	$1.30	$0.95	36.8%

1) Excludes the tax valuation allowance included in discontinued operations

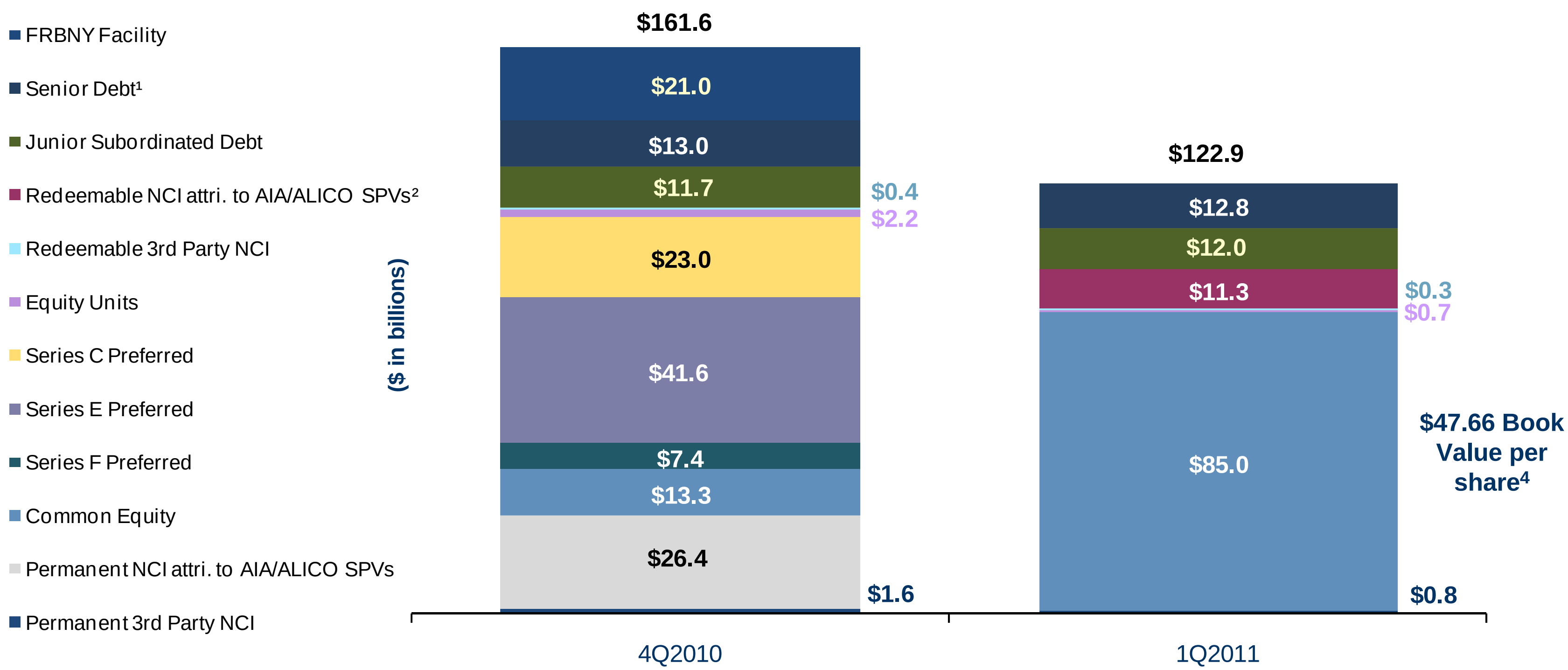
Per Share Measure Details

	First Quarter 2011	First Quarter 2010	Change
Net Income (Loss) attributable to AIG From **Continuing Operations**	($1,377)	$1,450	(195.0%)
Income allocated to Series C Preferred Stock	-	(1,158)	(100.0%)
Underwriting Fee Accrual Considered Deemed Dividend[1]	(385)	-	NM
Deemed Dividend on Conversion of Series E & F Preferred to Common Shares[1]	(427)	-	NM
Net Income (Loss), attributable to AIG common shareholders	(2,189)	292	(849.7%)
Earnings (Loss) Per Share From Continuing Operations	**($1.41)**	**$2.16**	**(165.0%)**
Net Income attributable to AIG From **Discontinued Operations**	$1,646	$333	394.3%
Income allocated to Series C Preferred Stock	-	(266)	(100.0%)
Net Income attributable to AIG common shareholders	1,646	67	2,356.7%
Earnings Per Share From Discontinued Operations	**$1.06**	**$0.50**	**112.0%**
After Tax Operating Income Attributable to AIG	$2,030	$637	218.7%
Income allocated to Series C Preferred Stock	-	(508)	(100.0%)
Net Income attributable to AIG common shareholders	2,030	129	1,473.6%
After Tax Operating Earnings Per Share[1]	**$1.30**	**$0.95**	**36.8%**
Average Shares Outstanding Prior to Recapitalization	142	136	
Average Shares Issued for Recapitalization[2]	1,416	-	
Average Shares Outstanding 1Q'11 Subsequent to Recapitalization	**1,558**	**136**	

1) Deemed dividend excluded from calculation of after-tax operating income earnings per share
2) 1,655 shares issued for recapitalization to Dept. of Treasury on January 14, 2011

1Q 2011 Capital Structure

($ in billions)



	4Q2010	1Q2011
Senior Financial Debt + Hybrids / Capitalization[3]	34.3%	22.4%
Senior Financial Debt / Capitalization[3]	25.5%	11.6%

1) Includes Loans and Mortgages Payable, Notes and Bonds Payable, AIGLH Notes and Bonds Payable, and Liabilities connected to the trust preferred stock.
2) With the transfer of the non-controlling interest to the UST, the non-controlling interest attributable to the AIA and ALICO SPV preferreds will become redeemable non-controlling interest in partially owned subsidiaries.
3) Excludes non-controlling interest. Equity units treated as equity.
4) Assumes conversion of equity units

Chartis Results

Chartis: Operating Income

Chartis reported $463 million operating loss primarily driven by catastrophe losses in the quarter.

($ millions)	First Quarter 2011	2010	Change
Net premiums written	$9,166	$7,644	19.9%
Net premiums earned	8,651	7,641	13.2%
Claims and claims adjustment expense incurred	7,756	5,459	42.1%
Other underwriting expenses	2,537	2,374	6.9%
Underwriting gain / (loss)	(1,642)	(192)	(755.2%)
Net Investment Income	1,179	1,071	10.1%
Operating income (loss) before RCG (L)	**(463)**	**879**	**(152.7%)**
RCG (L)	47	137	(65.7%)
Bargain purchase gain	-	332	(100.0%)
Pre-tax income (loss)	**($416)**	**$1,348**	**(130.9%)**
Loss Ratio	89.7%	71.4%	
Expense Ratio	29.3%	31.1%	
Combined Ratio	119.0%	102.5%	
Combined Ratio ex Cats	99.1%	96.0%	
Combined Ratio ex Development and Cats	98.7%	98.7%	
Significant Loss Related Items			
Japan EQ & Tsunami	1,298	-	
All other catastrophe losses	390	491	
Pre-tax catastrophe-related loss	1,688	491	
Reinstatement premiums related to catastrophe	39	10	
PY development (favorable) / unfavorable	23	(185)	
Total Loss Related Significant Items	**$1,750**	**$316**	

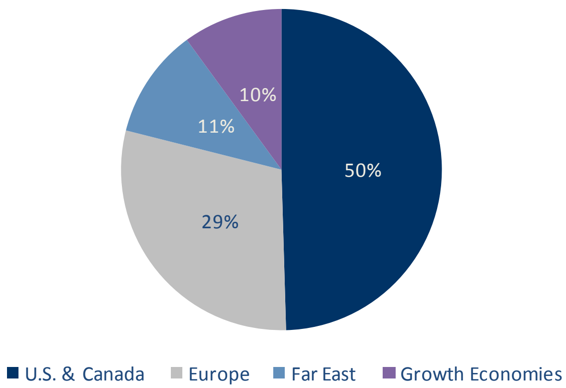
Chartis: Premiums

Premiums increased 19.9% over the prior year period largely driven by the consolidation of Fuji. Excluding Fuji and the impact of FX, premiums increased 6.2% over the prior years, driven primarily by growth in the U.S. region.

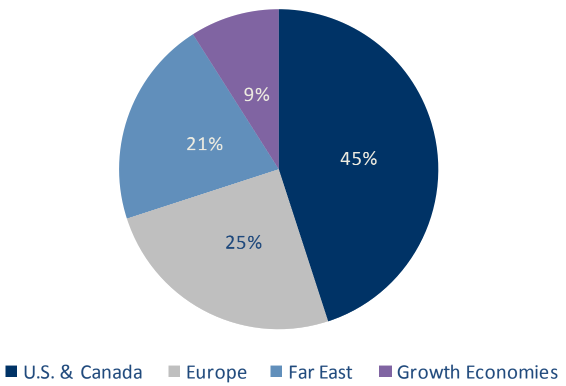
	First Quarter		
($ millions)	2011	2010	Change
Chartis U.S. NPW	$4,128	$3,787	9.0%
Chartis International NPW	5,038	3,857	30.6%
Fuji Effects	953	-	NM
FX Impact	97	-	NM
Chartis International NPW excluding Fuji and FX Impacts	3,988	3,857	3.4%
Total Chartis NPW	**$9,166**	**$7,644**	**19.9%**
Total Chartis NPW excluding Fuji and FX Impacts	**$8,116**	**$7,644**	**6.2%**

Increasing International Focus

Chartis 1Q 2010 NPW
$7.6 Billion



Chartis 1Q 2011 NPW
$9.2 Billion



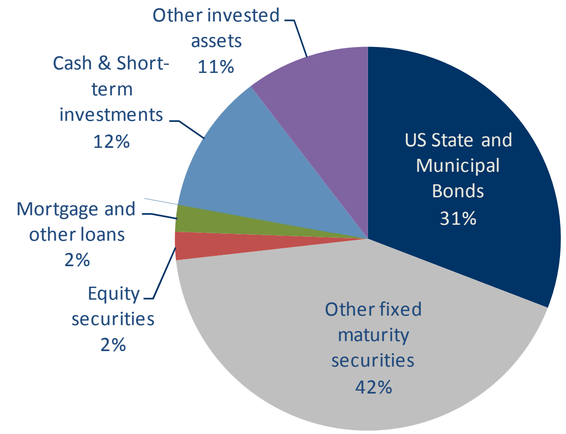
Chartis: Investments

Chartis increased net investment income by 10.1% driven by primarily by partnership and mutual fund income.

($ millions)	First Quarter 2011	2010	Change
Interest and dividend	$863	$845	2.1%
Partnership income (loss)	241	147	63.9%
Mutual funds	45	(1)	NM
Other investment income	92	108	(14.8%)
Investment expense	(62)	(28)	(121.4%)
Net Investment Income	**$1,179**	**$1,071**	**10.1%**
Yield	*3.9%*	*3.8%*	

- Interest and dividend income growth attributable to the Fuji consolidation in the international segment is partially offset by cash accumulation initiatives at Chartis U.S.
- Increase in partnership income is primarily driven by private equity returns in Chartis U.S..

Chartis Cash and Investments
1Q11: $126.5 Billion[1]



1) Inclusive of intercompany balances which are eliminated in consolidation

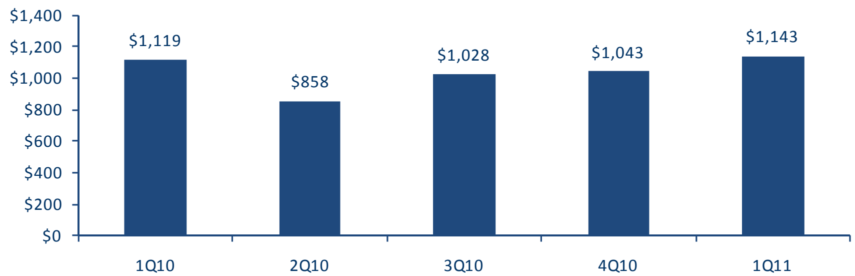
SunAmerica Financial Group Results

SunAmerica: Operating Income

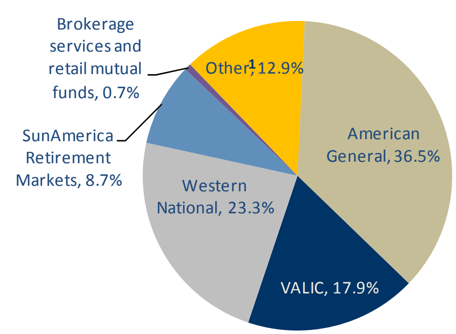
SunAmerica reported strong, stable and diversified operating income of $1.1 billion in the first quarter of 2011.

($ millions)	First Quarter 2011	2010	Change
Premiums, deposits and other considerations	**$6,226**	**$4,737**	**31.4%**
Premiums and other considerations	621	667	(6.9%)
Fee income	684	648	5.6%
Investment income	2,754	2,707	1.7%
Revenues	**4,059**	**4,022**	**0.9%**
Policy benefits and claims incurred	1,015	1,094	(7.2%)
Interest credited	1,105	1,109	(0.4%)
Amortization of deferred policy acquisition costs	340	268	26.9%
Non deferrable commissions	120	120	0.0%
General operating expenses	336	312	7.7%
Benefits and expense	**2,916**	**2,903**	**0.4%**
Operating income before RCG (L) and DAC offset	**$1,143**	**$1,119**	**2.1%**
RCG (L), net of related DAC amortization	(203)	(792)	74.4%
Pre-tax income (loss)	**$940**	**$327**	**187.5%**
Assets under management	**$253,942**	**$235,531**	**7.8%**

SunAmerica Operating Income



Pre-tax Operating Income
1Q11: $1.1 Billion



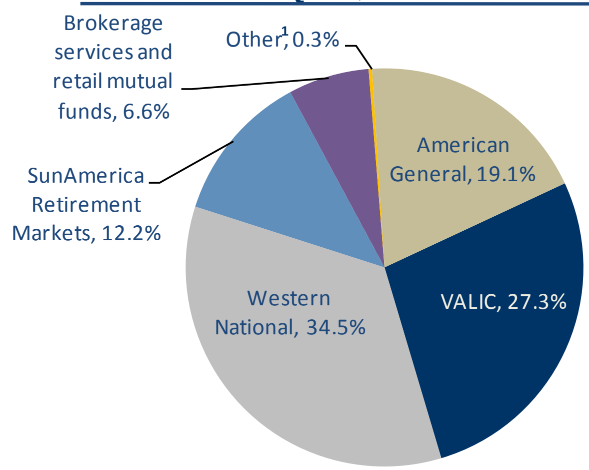
1) Other includes Individual annuities – runoff

SunAmerica: Premiums, Deposits and Other Considerations

SAFG PDOC increased 31.4% driven primarily by fixed and variable annuity sales. Life insurance sales increased 17.0% from continuing efforts to re-engage distribution relationships.

($ millions)	First Quarter 2011	First Quarter 2010	Change
Premiums, deposits and other considerations			
American General	$1,187	$1,323	(10.3%)
SunAmerica Retirement Markets	759	357	112.6%
VALIC	1,702	1,608	5.8%
Western National	2,151	1,153	86.6%
Brokerage services and retail mutual funds	410	276	48.6%
Other[1]	17	20	(15.0%)
Premiums, Deposits and Other Considerations	**$6,226**	**$4,737**	**31.4%**
Life Insurance Sales[2]	**$55**	**$47**	**17.0%**

Premiums, Deposits and Other Considerations
1Q11: $6.2 Billion



1) Other includes Individual annuities – runoff
2) Life insurance sales include periodic premiums from new business expected to be collected over a one-year period and 10% of single and unscheduled deposits

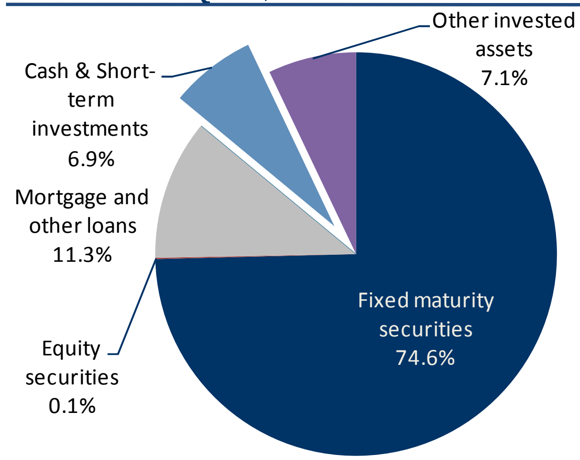
SunAmerica: Investments

Investment income increased by 1.7%, driven by higher partnership and Maiden Lane II income, partly offset by a decline in base yields.

($ millions)	First Quarter 2011	2010	Change
Interest and dividends[1]	$2,074	$2,257	(8.1%)
Maiden Lane II	251	159	57.9%
Call and Tender	34	60	(43.3%)
Partnership income	413	235	75.7%
Other	41	38	7.9%
Investment expense	(59)	(42)	(40.5%)
Net Investment Income	**$2,754**	**$2,707**	**1.7%**
Yields:			
Base investment income	5.00%	5.63%	
Partnerships[2]	0.62%	0.15%	
Other enhancements[3]	0.74%	0.65%	
Total Yield	**6.36%**	**6.43%**	

- Reinvesting substantial cash balance
- Run-off of higher yielding assets may pressure overall portfolio yield

SAFG Cash and Investments
1Q11: $189.2 Billion[4]

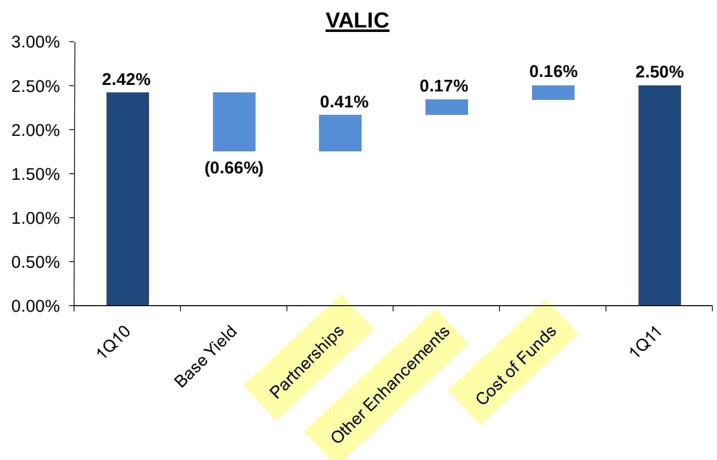


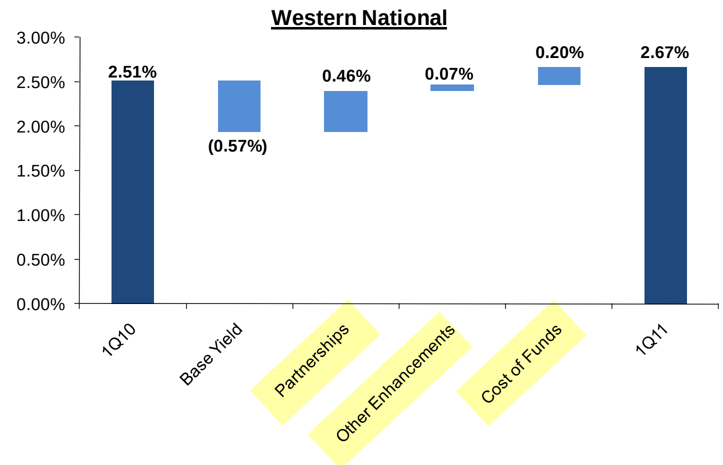
1) Excludes Maiden Lane II income
2) Includes incremental effect to base yield of investments in hedge funds and private equity funds
3) Includes incremental effect to base yield of gains on Maiden Lane II and income from calls and prepayment fees
4) Inclusive of inter company balances which are eliminated in consolidation

SunAmerica: Net Investment Spreads

Despite a decrease in base yields, spreads increased over the prior year period due to improved partnership and other enhancements as well as disciplined management of credited rates.

1Q10 to 1Q11 Change in Net Spreads





Tax

Deferred Tax Asset Overview

AIG has substantial deferred tax assets that are available to offset future tax obligations.

($ in billions)	Type	Origin / Source	Gross Attributes (As of 12/31/10)	Deferred Tax Asset (As of 12/31/10)	Utilization / Limitations
Net Operating Loss Carryforward	*Non-Life*	• AIG FP • FRBNY Loan Commitment Fee	$32.3	$11.3	• Use against Chartis, ILFC, UGC and AIG income • Limited use (35%) against SAFG taxable income • 2028 - 2030 Expiration
Capital Loss Carryforward	*Non-Life*	• Chartis • AIG Parent	$4.6	$1.6	• Non-Life Capital Gains • 2014 – 2015 Expiration
	Life (SAFG)	• Securities lending transaction	$23.2	$8.1	• Life Realized Capital Gains • Can only apply against capital gains from SAFG • 2013 – 2015 Expiration
Foreign Tax Credits	*General*	• AIA • ALICO • Foreign General Insurance		$4.6	• Limited to lower of taxable income or foreign source income • 2015 – 2020 Expiration
Total:				**$25.6**[1]	

1) Excludes $0.4 billion of other general tax credits and alternative minimum tax credits.

Effective Tax Rate

- Beginning in Q1 2011, started using the full year to project the income tax provision
- Estimated annual effective tax rate
  - Full valuation allowance for US taxes causes the effective rate to be very close to zero
  - All foreign income is taxed at local statutory tax rates
  - Impact of foreign taxes relative to global projected income yields a very low single digit rate
- Q1 2011 effective tax rate from continuing operations - 14.5%, differs from 35% this qtr
  - Increase in valuation allowance attributable to the U.S. consolidated income tax group
  - Tax exempt income
  - Investments in partnerships
  - Changes in uncertain tax positions
- Q1 2011 effective tax rate for computing After Tax Operating Income (non-GAAP measure) – 27.1%
  - Lower than 35% primarily due to tax exempt income

Range of expected ETR for presenting After Tax Operating Income 25% - 30%

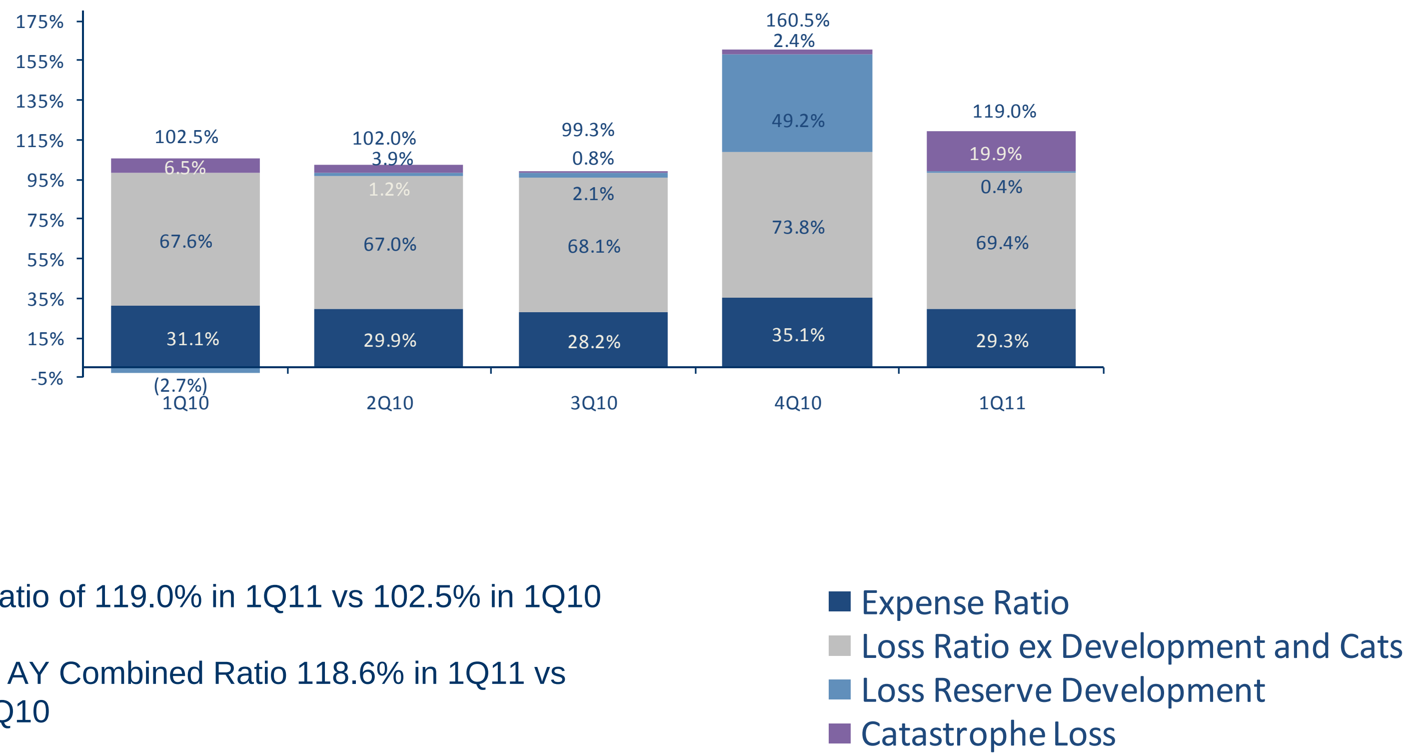
Q&A

Appendix

Chartis: Underwriting Ratios

Catastrophe losses of $1.7 billion drove the underwriting loss of $1.6 billion in the first quarter. Chartis expense ratio decreased by 1.8 points over the prior year from 31.1% to 29.3%.

Chartis Quarterly Underwriting Ratios



- Combined Ratio of 119.0% in 1Q11 vs 102.5% in 1Q10
- Current year AY Combined Ratio 118.6% in 1Q11 vs 105.2% in 1Q10
- Current year AY Combined Ratio excluding catastrophe losses of 98.7% in both 1Q11 and 1Q10