

2013 年第 3 四半期（7 月～9 月） 決算 短 信

会社名 アメリカン・インターナショナル・グループ・インク
 本店所在地 アメリカ合衆国 ニューヨーク州 10038 ニューヨーク
 メイデン・レーン 180
 決算期 本決算：年 1 回（12 月）
 中間決算：四半期毎
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1. 本国における決算発表日 2013 年 10 月 31 日

2. 業績（注 1：下記の数字は 2013 年 9 月 30 日現在の会計方法に従い算出したものである。）

	第 3 四半期（7 月～9 月の 3 ヶ月間）		
	当年度（2013 年）	前年度（2012 年）	増減率
売上高又は営業収入	14,826 百万ドル	16,722 百万ドル	△11.3%
純利益（税引後）	2,170 百万ドル	1,856 百万ドル	16.9%
1 株当たり純利益（注 2）	1.46 ドル	1.13 ドル	29.2%

	今期累計額		
	当期	前年同期	増減率
売上高又は営業収入	48,029 百万ドル	50,440 百万ドル	△4.8%
純利益（税引後）	7,107 百万ドル	7,396 百万ドル	△3.9%
1 株当たり純利益（注 2）	4.80 ドル	4.21 ドル	14.0%

	配当金の推移（注 3）		
	当年度（2013 年）	前年度（2012 年）	備考
第 1 四半期			
第 2 四半期			
第 3 四半期	0.10 ドル		
第 4 四半期			
合計			

（注 2） 1 株当たり純利益は、希薄化後である。

（注 3） 配当金は、各四半期に設定された基準日に基づき記載されている。

3. 概況・特記事項・その他

上記 2. の各数値は、会社の 2013 年 10 月 31 日付けプレス・リリースおよび Quarterly Financial Supplement Third Quarter 2013 から抜粋したものである。当該プレス・リリースおよび Quarterly Financial Supplement Third Quarter 2013 を添付する。



Press Release

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AIG REPORTS THIRD QUARTER 2013 NET INCOME ATTRIBUTABLE TO AIG OF \$2.2 BILLION AND DILUTED EARNINGS PER SHARE OF \$1.46

- Third quarter 2013 after-tax operating income attributable to AIG of \$1.4 billion; after-tax operating income per share attributable to AIG of \$0.96
- Growth in Insurance operating income of 38 percent to \$2.2 billion from the prior-year third quarter
 - AIG Property Casualty accident year underwriting results improved from the prior-year quarter
 - AIG Life and Retirement benefitted from strong sales and overall positive net flows
 - Mortgage Guaranty continued to benefit from United Guaranty Corporation's proprietary risk selection model and an improving housing market
- Increase in book value per share, excluding accumulated other comprehensive income (AOCI), of 8 percent from year end 2012 to \$62.68, and \$67.10 on a reported basis for a one percent increase

NEW YORK, October 31, 2013 – American International Group, Inc. (NYSE: AIG) today reported net income attributable to AIG of \$2.2 billion for the quarter ended September 30, 2013, compared to \$1.9 billion for the third quarter of 2012. After-tax operating income attributable to AIG was \$1.4 billion for the third quarter of 2013, compared to \$1.6 billion for the prior-year third quarter. Net income attributable to AIG for the quarter exceeded after-tax operating income attributable to AIG largely due to valuation allowance releases associated with deferred tax assets from capital loss carryforwards, partially offset by a \$260 million after-tax increase to litigation reserves related to legacy crisis matters.

Diluted earnings per share attributable to AIG were \$1.46 for the third quarter of 2013, compared to \$1.13 for the third quarter of 2012. After-tax operating income per share attributable to AIG was \$0.96 for the third quarter of 2013, compared to \$0.99 in the third quarter of 2012.

“AIG’s solid performance this quarter underscores the strong fundamentals of our businesses, and builds upon the momentum that we generated in the first half of this year,” said Robert H. Benmosche, President and Chief Executive Officer. “Our insurance operations reported improved pre-tax operating profits this quarter from the third quarter of 2012, and we continue to remain optimistic about the future.

“Every day, we reaffirm our commitment to our customers around the world by creating and offering innovative insurance protection and retirement products that meet their needs. As we work together and capitalize upon the diverse areas of expertise within AIG, we’re seeing the results of our continued investments in our business, our infrastructure, and our people.”



Mr. Benmosche concluded, “We remain committed to product innovation, strong partnerships with sales and distribution, vigilance on our expenses, and the ongoing diversification of risk. At the same time, we will continue to improve our technology, systems, and processes. I am pleased with the progress we have made as we continue to execute the vision we have iterated from the start – creating a company and workforce that are streamlined, nimble, and transparent.”

Capital and Liquidity

- Shareholders’ equity totaled \$98.8 billion at September 30, 2013
- Issued \$1 billion of senior debt in each of August 2013 and October 2013; redeemed \$500 million of debt and repurchased approximately 4 million common shares for an aggregate purchase price of approximately \$192 million in the third quarter of 2013
- Cash dividends to AIG Parent from AIG Property Casualty and AIG Life and Retirement subsidiaries totaled \$1.9 billion in the third quarter of 2013
- AIG Parent liquidity sources amounted to approximately \$16.9 billion at September 30, 2013, including \$12.7 billion of cash, short-term investments, and unencumbered fixed maturity securities

AFTER-TAX OPERATING INCOME

<i>(in millions)</i>	Three Months Ended		
	2013	2012	Change
Pre-tax operating income			
Insurance Operations:			
AIG Property Casualty	\$ 1,044	\$ 786	33 %
AIG Life and Retirement	1,144	826	38
Mortgage Guaranty (reported in Other Operations)	43	3	NM
Total Insurance Operations	2,231	1,615	38
Direct Investment book	110	428	(74)
Global Capital Markets	29	190	(85)
Change in fair value of AIA (including realized gains in 2012)	-	527	(100)
Change in fair value of ML III	-	330	(100)
Interest expense	(334)	(416)	(20)
Corporate expenses	(282)	(166)	70
Other	(45)	14	NM
Pre-tax operating income	1,709	2,522	(32)
Income tax expense	(307)	(896)	(66)
Other noncontrolling interest	19	(5)	NM
After-tax operating income attributable to AIG	\$ 1,421	\$ 1,621	(12) %

All operating segment comparisons that follow are to the third quarter of 2012 unless



otherwise noted.

AIG PROPERTY CASUALTY

(\$ in millions)	Three Months Ended			
	September 30,			
	2013	2012	Change	
Net premiums written	\$ 8,660	\$ 8,712	(1)	%
Net premiums earned	8,427	8,752	(4)	
Underwriting loss	(135)	(441)	69	
Net investment income	1,179	1,227	(4)	
Pre-tax operating income	\$ 1,044	\$ 786	33	%
Underwriting ratios:				
Loss ratio	67.3	71.4	(4.1)	pts
Acquisition ratio	19.7	19.5	0.2	
General operating expense ratio	14.6	14.1	0.5	
Combined ratio	101.6	105.0	(3.4)	
Accident year loss ratio, as adjusted	63.7	66.5	(2.8)	
Accident year combined ratio, as adjusted	98.0	100.1	(2.1)	pts

AIG Property Casualty's pre-tax operating income grew 33 percent to \$1.0 billion due to improved underwriting results that were partially offset by a decline in net investment income from lower returns on alternative investments and mutual funds. The third quarter 2013 accident year combined ratio, as adjusted, which excludes catastrophe losses and prior-year development, improved 2.1 points to 98.0, reflecting a continued shift to higher value business, enhanced risk selection, and improved pricing. As part of AIG's continued focus on capital management, AIG Property Casualty distributed \$716 million in cash dividends to AIG Parent during the third quarter of 2013.

The third quarter 2013 combined ratio was 101.6, reflecting a 3.4 point improvement. Catastrophe losses were \$222 million compared to \$261 million. Net adverse development was \$72 million (net of premium adjustments), primarily in the U.S. Commercial Insurance business, compared to \$145 million (net of premium adjustments) for the third quarter of 2012. The third quarter 2013 accident year loss ratio, as adjusted, improved to 63.7, compared to 66.5, reflecting the continued effect of the execution of AIG's strategic initiatives and positive pricing trends, partially offset by an increase of \$71 million in severe losses. The third quarter 2013 acquisition ratio increased 0.2 points to 19.7, reflecting a change in business mix and higher costs in growth-targeted lines of business. The general operating expense ratio was 14.6, a 0.5 point increase, as a result of increased personnel-related costs and a lower net premiums earned base, partially offset by lower bad debt expenses and reduced costs for infrastructure projects.

Third quarter 2013 net premiums written, excluding the effects of foreign exchange, a change in the timing of recognizing excess of loss ceded premiums and loss sensitive premium adjustments, increased 3 percent, reflecting growth of new business and rate increases. Net premiums written decreased 1 percent to \$8.7 billion on a reported basis. Excluding the effects of foreign exchange, a change in the timing of recognizing excess of loss ceded premiums and loss sensitive premium adjustments, Commercial Insurance and Consumer Insurance third



quarter 2013 net premiums written grew 2 and 4 percent, respectively. Commercial Insurance continues to focus on growing higher value lines of business and rate strengthening while Consumer Insurance continues to grow across product lines, expanding direct marketing as part of its multi-channel distribution strategy.

COMMERCIAL INSURANCE UNDERWRITING

(\$ in millions)	Three Months Ended September 30,			
	2013	2012	Change	
Net premiums written	\$ 5,222	\$ 5,099	2	%
Net premiums earned	5,142	5,239	(2)	
Underwriting loss	\$ (8)	\$ (317)	97	%
Underwriting ratios:				
Loss ratio	71.8	78.0	(6.2)	pts
Acquisition ratio	15.8	15.6	0.2	
General operating expense ratio	12.6	12.4	0.2	
Combined ratio	100.2	106.0	(5.8)	
Accident year loss ratio, as adjusted	66.2	70.8	(4.6)	
Accident year combined ratio, as adjusted	94.6	98.8	(4.2)	pts

The Commercial Insurance combined ratio improved 5.8 points to 100.2. The third quarter 2013 accident year loss ratio, as adjusted, improved 4.6 points to 66.2, reflecting the continued execution of AIG's multi-faceted strategy to enhance risk selection, pricing discipline, exposure management, and claims processing, partially offset by higher severe losses in Property and Specialty totaling \$211 million, compared to \$120 million in the third quarter of 2012. The third quarter 2013 acquisition ratio increased 0.2 points to 15.8, primarily as a result of a change in the business mix. The general operating expense ratio increased 0.2 points to 12.6 primarily due to increased personnel-related costs and a lower net premiums earned base, partially offset by decreases in bad debt expenses.

CONSUMER INSURANCE UNDERWRITING

(\$ in millions)	Three Months Ended September 30,			
	2013	2012	Change	
Net premiums written	\$ 3,441	\$ 3,630	(5)	%
Net premiums earned	3,270	3,473	(6)	
Underwriting income	\$ 4	\$ 43	(91)	%
Underwriting ratios:				
Loss ratio	58.8	58.3	0.5	pts
Acquisition ratio	26.1	25.7	0.4	
General operating expense ratio	15.0	14.8	0.2	
Combined ratio	99.9	98.8	1.1	
Accident year loss ratio, as adjusted	58.5	57.7	0.8	
Accident year combined ratio, as adjusted	99.6	98.2	1.4	pts



The Consumer Insurance combined ratio increased 1.1 points to 99.9, and the accident year loss ratio, as adjusted, increased 0.8 points to 58.5, primarily due to higher retail warranty losses, partially offset by improvements in automobile and personal property as a result of rate and underwriting actions. The third quarter 2013 acquisition ratio increased 0.4 points to 26.1 due to a change in business mix and higher costs in growth-targeted lines of business. The general operating expense ratio increased 0.2 points primarily due to increased personnel-related costs.

AIG LIFE AND RETIREMENT

<i>(\$ in millions)</i>	Three Months Ended September 30,			
	2013	2012	Change	
Premiums and deposits	\$ 8,422	\$ 4,785	76	%
Net investment income	2,467	2,597	(5)	
Pre-tax operating income:				
Retail	846	548	54	
Institutional	298	278	7	
Total pre-tax operating income	1,144	826	38	
Assets Under Management	\$ 304,399	\$ 275,479	10	%

AIG Life and Retirement pre-tax operating income increased 38 percent to \$1.1 billion. The business generated strong sales of variable annuities and retail mutual funds, and also experienced a significant increase in fixed annuity deposits in the quarter. Net flows showed continued positive momentum, increasing nearly \$3.0 billion from the prior-year period. Increased flows and higher account balances resulted in higher fee income in the quarter. Results also benefitted from AIG Life and Retirement's ongoing strategy of active spread management. Offsetting these improvements, net investment income declined modestly, principally due to lower returns on alternative investments and the impact of historically low market interest rates. Pre-tax operating income also reflected positive adjustments netting to \$118 million related to a review of estimated gross profit assumptions, while the prior-year period reflected \$196 million in charges for reserve-related and other items.

Net investment income declined 5 percent to \$2.5 billion, primarily due to lower returns on alternative investments and declines in base yields and yield enhancements, including call and tender income. The base investment yield was 5.26 percent compared to 5.38 percent in the third quarter of 2012. This decline reflected the current interest rate environment and reinvestment of assets over the last 12 months at rates that were lower than the weighted average yield of the overall portfolio. AIG Life and Retirement continued to manage profitability actively through crediting rate actions on existing spread business and disciplined pricing on new business. Consistent with prior quarters, AIG Life and Retirement realized significant capital gains in its fixed maturity investment portfolio in connection with utilizing capital loss carryforwards. Reinvestment of proceeds from such sales has also reduced the base investment yield.

Assets under management rose 10 percent to \$304 billion. Net flows and account values increased substantially compared to the prior-year period. These increases were driven by strong demand for Retail products due to innovative and competitive product design, favorable market conditions, and



increased penetration within several of AIG Life and Retirement's strategic distribution firms. Strong equity market performance further drove the increase in account values. The development of the stable value wrap business also accounted for a substantial amount of the growth in assets under management. The decline in AIG Life and Retirement's unrealized gain position on available for sale securities due to rising interest rates partially offset the increase in assets under management.

Premiums and deposits totaled \$8.4 billion, up 76 percent, driven by growth in sales of investment-oriented products, including individual variable annuities, retail mutual funds and fixed annuities. Premiums and deposits for Retirement Income Solutions and Retail Mutual Fund product lines increased 133 percent and 121 percent, respectively. Fixed Annuities product line sales totaled nearly \$1.2 billion for the quarter, up from \$173 million.

The Retail operating segment reported quarterly pre-tax operating income of \$846 million, an increase of 54 percent, driven by higher fee income on variable annuity separate account assets, active spread management on interest rate sensitive products and the net positive impact of adjustments to reflect updated estimated gross profit assumptions.

The Institutional operating segment reported quarterly pre-tax operating income of \$298 million, an increase of 7 percent. Results were driven by higher fee income and lower interest crediting rates due to active spread management, which were offset by lower net investment income and the negative impact of adjustments to reflect updated estimated gross profit assumptions. The favorable comparison to the prior-year quarter is partially attributable to a charge related to guaranteed investment contracts.

In the third quarter of 2013, AIG Life and Retirement distributed \$1.2 billion in cash dividends to AIG Parent.

MORTGAGE GUARANTY

<i>(in millions)</i>	Three Months Ended		
	September 30,		
	2013	2012	Change
New insurance written	\$ 14,437	\$ 10,741	34 %
Net premiums written	272	219	24
Net premiums earned	204	177	15
Underwriting income (loss)	11	(35)	NM
Net investment income	32	38	(16)
Pre-tax operating income	\$ 43	\$ 3	NM %

United Guaranty Corporation (UGC) reported pre-tax operating income of \$43 million for the third quarter of 2013, compared to pre-tax operating income of \$3 million in the third quarter of 2012. Current quarter results reflected increased net premiums earned from business written after 2008 using UGC's risk-based pricing underwriting approach along with minimal reserve development in its first-lien book of business.

Net premiums written increased 24 percent to \$272 million. First-lien new insurance written increased 34 percent to \$14.4 billion in principal of loans insured, driven by market acceptance of UGC's risk-based pricing model by an increasing number of lenders, as well as the addition and



expansion of distribution channels. Quality remained high, with an average FICO score of 752, and an average loan-to-value of 92 percent on new business.

OTHER OPERATIONS

AIG's Other Operations (excluding Mortgage Guaranty) reported a third quarter 2013 pre-tax operating loss of \$583 million, compared to pre-tax operating income of \$851 million for the third quarter of 2012. The pre-tax operating loss for the third quarter of 2013 included a decline in Global Capital Markets earnings resulting primarily from a decline in unrealized market valuation gains related to the super senior credit default swap portfolio. Direct Investment book also contributed to the decline in pre-tax operating income primarily because of a decline in net credit valuation adjustments on assets and liabilities for which the fair value option was elected.

Third quarter 2012 results included \$857 million of pre-tax net fair value gains related to AIG's interest in Maiden Lane III LLC and AIA Group Limited.

Conference Call

AIG will host a conference call tomorrow, Friday, November 1, 2013, at 8:00 a.m. EDT to review these results. The call is open to the public and can be accessed via a live listen-only webcast at www.aig.com. A replay will be available after the call at the same location.

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Additional supplementary financial data is available in the Investor Information section at www.aig.com.

The conference call (including the conference call presentation material), the earnings release and the financial supplement may include 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 AIG's 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 "believe," "anticipate," "expect," "intend," "plan," "view," "target" or "estimate." These projections, goals, assumptions and statements may address, among other things: the monetization of AIG's interests in International Lease Finance Corporation (ILFC), including whether AIG's proposed sale of up to 90 percent of ILFC will be completed and if completed, the timing and final terms of such sale; AIG's exposures to subprime mortgages, monoline insurers, the residential and commercial real estate markets, state and municipal bond issuers, and sovereign bond issuers; AIG's exposure to European governments and European financial institutions; AIG's strategy for risk management; AIG's generation of deployable capital; AIG's return on equity and earnings per share long-term aspirational goals; AIG's strategies to grow net investment income, efficiently manage capital and reduce expenses; AIG's strategies for customer retention, growth, product development, market position, financial results and reserves; and the revenues and combined ratios of AIG's subsidiaries. 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: changes in market conditions; the occurrence of catastrophic events, both natural and man-made; significant legal proceedings; the timing and applicable requirements of any new regulatory framework to which AIG is subject as a savings and loan holding company, as a systemically important financial institution and as a global systemically important insurer; concentrations in AIG's investment portfolios; actions by credit rating agencies; judgments concerning casualty insurance underwriting and insurance liabilities; judgments concerning the recognition of deferred tax assets; and such other factors discussed in Part I, Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations (MD&A) in AIG's Quarterly Report on Form 10-Q for the quarterly period ended September 30, 2013, Part II, Item 1A. Risk Factors in AIG's Quarterly Report on Form 10-Q for the quarterly period ended June 30, 2013, and Part I, Item 1A. Risk Factors and Part II, Item 7. MD&A in AIG's Annual Report on Form 10-K for the year ended December 31, 2012. 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.

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Comment on Regulation G

Throughout this press release, including the financial highlights, AIG presents its financial condition and results of operations in the way it believes will be most meaningful, representative and most transparent. Some of the measurements AIG uses are "non-GAAP financial measures" under Securities and Exchange Commission rules and regulations. GAAP is the acronym for "accounting principles generally accepted in the United States." The non-GAAP financial measures AIG presents may not be comparable to similarly named measures reported by other companies. The reconciliations of such measures to the most comparable GAAP measures in accordance with Regulation G are included within the relevant tables or in the Third Quarter 2013 Financial Supplement available in the Investor Information section of AIG's website, www.aig.com.

Book Value Per Common Share Excluding Accumulated Other Comprehensive Income (Loss) (AOCI) is used to show the amount of AIG's net worth on a per-share basis. AIG believes Book Value Per Common Share Excluding AOCI is useful to investors because it eliminates the effect of non-cash items that can fluctuate significantly from period to period, including changes in fair value of AIG's available for sale securities portfolio and foreign currency translation adjustments. Book Value Per Common Share Excluding AOCI is derived by dividing Total AIG shareholders' equity, excluding AOCI, by Total common shares outstanding.

AIG uses the following operating performance measures because it believes they enhance understanding of the underlying profitability of continuing operations and trends of AIG and its business segments. AIG believes they also allow for more meaningful comparisons with AIG's insurance competitors.

After-tax operating income (loss) attributable to AIG is derived by excluding the following items from net income (loss) attributable to AIG: income (loss) from discontinued operations, net loss (gain) on sale of divested businesses and properties, income from divested businesses, legacy tax



adjustments primarily related to certain changes in uncertain tax positions and other tax adjustments, legal reserves (settlements) related to “legacy crisis matters,” deferred income tax valuation allowance (releases) charges, changes in fair values of AIG Life and Retirement fixed maturity securities designated to hedge living benefit liabilities (net of interest expense), 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) losses, (gain) loss on extinguishment of debt, net realized capital (gains) losses, non-qualifying derivative hedging activities, excluding net realized capital (gains) losses, and bargain purchase gain. “Legacy crisis matters” include favorable and unfavorable settlements related to events leading up to and resulting from AIG’s September 2008 liquidity crisis and legal fees incurred by AIG as the plaintiff in connection with such legal matters. See page 12 for the reconciliation of Net income attributable to AIG to After-tax operating income attributable to AIG.

AIG Property Casualty pre-tax operating income (loss) includes both underwriting income (loss) and net investment income, but excludes net realized capital (gains) losses, other (income) expense, legal settlements related to legacy crisis matters described above and bargain purchase gain. Underwriting income (loss) is derived by reducing net premiums earned by claims and claims adjustment expenses incurred, acquisition expenses and general operating expenses.

AIG Property Casualty, along with most property and casualty insurance companies, uses 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 claims and claims adjustment expense, 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. 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.

Both the AIG Property Casualty Accident year loss ratio, as adjusted, and AIG Property Casualty Accident year combined ratio, as adjusted, exclude catastrophe losses and related reinstatement premiums, prior-year development, net of premium adjustments, and the impact of reserve discounting. Catastrophe losses are generally weather or seismic events having a net impact on AIG Property Casualty in excess of \$10 million each.

AIG Life and Retirement pre-tax operating income (loss) is derived by excluding the following items from pre-tax income (loss): legal settlements related to legacy crisis matters described above, changes in fair values of fixed maturity securities designated to hedge living benefit liabilities (net of interest expense), net realized capital (gains) losses, and changes in benefit reserves and DAC, VOBA, and SIA related to net realized capital (gains) losses.

AIG Life and Retirement premiums and deposits include amounts received on traditional life insurance policies, group benefit policies and deposits on life-contingent payout annuities, as well as deposits received on universal life, investment-type annuity contracts, guaranteed investment contracts and mutual funds.



Other Operations pre-tax operating income (loss) is pre-tax income (loss) excluding certain legal reserves (settlements) related to legacy crisis matters described above, (gain) loss on extinguishment of debt, net realized capital (gains) losses, net loss (gain) on sale of divested businesses and properties, and income from divested businesses.

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

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American International Group, Inc. (AIG) is a leading international insurance organization serving customers in more than 130 countries. AIG companies serve commercial, institutional, and individual customers through one of the most extensive worldwide property-casualty networks of any insurer. In addition, AIG companies are leading providers of life insurance and retirement services in the United States. AIG common stock is listed on the New York Stock Exchange and the Tokyo Stock Exchange.

Additional information about AIG can be found at www.aig.com | YouTube: www.youtube.com/aig | Twitter: [@AIG_LatestNews](https://twitter.com/AIG_LatestNews) | LinkedIn: <http://www.linkedin.com/company/aig> |

AIG is the marketing name for the worldwide property-casualty, life and retirement, and general insurance operations of American International Group, Inc. For additional information, please visit our website at www.aig.com. All products and services are written or provided by subsidiaries or affiliates of American International Group, Inc. Products or services may not be available in all countries, and coverage is subject to actual policy language. Non-insurance products and services may be provided by independent third parties. Certain property-casualty coverages may be provided by a surplus lines insurer. Surplus lines insurers do not generally participate in state guaranty funds, and insureds are therefore not protected by such funds.

American International Group, Inc.
Financial Highlights*
(in millions, except share data)

	Three Months Ended September 30,			Nine Months Ended September 30,		
	2013	2012	% Inc. (Dec.)	2013	2012	% Inc. (Dec.)
AIG Property Casualty Operations:						
Net premiums written	\$ 8,660	\$ 8,712	(0.6)%	\$ 26,360	\$ 26,627	(1.0)%
Net premiums earned	8,427	8,752	(3.7)	25,332	26,260	(3.5)
Claims and claims adjustment expenses incurred	5,669	6,252	(9.3)	16,761	18,240	(8.1)
Acquisition expenses	1,664	1,709	(2.6)	5,023	5,199	(3.4)
General operating expenses	1,229	1,232	(0.2)	3,677	3,659	0.5
Underwriting loss	(135)	(441)	69.4	(129)	(838)	84.6
Net investment income	1,179	1,227	(3.9)	3,847	3,603	6.8
Pre-tax operating income	1,044	786	32.8	3,718	2,765	34.5
Net realized capital gains (losses) (a)	(12)	161	NM	73	49	49.0
Other income (expense) - net	(3)	2	NM	10	6	66.7
Pre-tax Income	\$ 1,029	\$ 949	8.4	\$ 3,801	\$ 2,820	34.8
Loss ratio	67.3	71.4		66.2	69.5	
Acquisition ratio	19.7	19.5		19.8	19.8	
General operating expense ratio	14.6	14.1		14.5	13.9	
Combined ratio	101.6	105.0		100.5	103.2	
AIG Life and Retirement Operations:						
Premiums	\$ 721	\$ 584	23.5	\$ 1,990	\$ 1,830	8.7
Policy fees	645	580	11.2	1,883	1,731	8.8
Net investment income	2,467	2,597	(5.0)	7,981	8,003	(0.3)
Other income	443	319	38.9	1,255	935	34.2
Total revenues	4,276	4,080	4.8	13,109	12,499	4.9
Benefits and expenses	3,132	3,254	(3.7)	9,420	9,429	(0.1)
Pre-tax operating income	1,144	826	38.5	3,689	3,070	20.2
Legal settlements	-	-	NM	467	-	NM
Changes in fair value of fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	(30)	(3)	NM	(128)	48	NM
Change in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	(271)	(604)	55.1	(1,482)	(1,120)	(32.3)
Net realized capital gains (a)	398	670	(40.6)	1,984	530	274.3
Pre-tax Income	\$ 1,241	\$ 889	39.6	\$ 4,530	\$ 2,528	79.2
Other operations, pre-tax operating income (loss)	(540)	854	NM	(493)	3,864	NM
Other operations, pre-tax income (loss) before net realized capital gains (losses)	(1,021)	844	NM	(1,376)	3,108	NM
Other operations, net realized capital gains (losses) (a)	(104)	47	NM	107	403	(73.4)
Consolidation and elimination adjustments related to pre-tax operating income (loss)	62	52	19.2	115	(9)	NM
Consolidation and elimination adjustments related to non-operating income (loss), including net realized capital gains (losses) (a)	(28)	(223)	87.4	(19)	(157)	87.9
Income from continuing operations before income tax expense	1,179	2,558	(53.9)	7,158	8,693	(17.7)
Income tax expense (benefit)	(993)	734	NM	123	1,324	(90.7)
Income from continuing operations	2,172	1,824	19.1	7,035	7,369	(4.5)
Income (loss) from discontinued operations, net of income tax expense	(42)	37	NM	84	280	(70.0)
Net income	2,130	1,861	14.5	7,119	7,649	(6.9)
Less: Net income from continuing operations attributable to noncontrolling interests:						
Nonvoting, callable, junior and senior preferred interests	-	-	NM	-	208	NM
Other	(40)	5	NM	12	45	(73.3)
Total net income (loss) from continuing operations attributable to noncontrolling interests	(40)	5	NM	12	253	(95.3)
Net income attributable to AIG	\$ 2,170	\$ 1,856	16.9 %	\$ 7,107	\$ 7,396	(3.9)%

Financial Highlights -continued

	Three Months Ended September 30,			Nine Months Ended September 30,		
	2013	2012	% Inc. (Dec.)	2013	2012	% Inc. (Dec.)
Net income attributable to AIG	\$ 2,170	\$ 1,856	16.9 %	\$ 7,107	\$ 7,396	(3.9) %
Adjustments to arrive at after-tax operating income attributable to AIG (amounts are net of tax):						
Income (loss) from discontinued operations, net of income tax expense	42	(37)	NM	(84)	(280)	70.0
Net loss on sale of divested businesses	-	-	NM	31	2	NM
Uncertain tax positions and other tax adjustments	36	12	200.0	726	343	111.7
Legal reserves (settlements) related to legacy crisis matters	260	5	NM	(61)	482	NM
Deferred income tax valuation allowance releases	(1,159)	(219)	(429.2)	(2,697)	(1,795)	(50.3)
Changes in fair value of AIG Life and Retirement fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	19	2	NM	83	(31)	NM
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	176	393	(55.2)	1,065	729	46.1
Loss on extinguishment of debt	52	-	NM	298	6	NM
Net realized capital gains	(175)	(386)	54.7	(1,410)	(489)	(188.3)
Non-qualifying derivative hedging gains, excluding net realized capital gains	-	(5)	NM	-	(18)	NM
After-tax operating income attributable to AIG	<u>\$ 1,421</u>	<u>\$ 1,621</u>	(12.3)	<u>\$ 5,058</u>	<u>\$ 6,345</u>	(20.3)
Income (loss) per common share:						
<i>Basic</i>						
Income from continuing operations	\$ 1.50	\$ 1.11	35.1	\$ 4.76	\$ 4.05	17.5
Income (loss) from discontinued operations	(0.03)	0.02	NM	0.06	0.16	(62.5)
Net income attributable to AIG	<u>\$ 1.47</u>	<u>\$ 1.13</u>	30.1	<u>\$ 4.82</u>	<u>\$ 4.21</u>	14.5
<i>Diluted</i>						
Income from continuing operations	\$ 1.49	\$ 1.11	34.2	\$ 4.74	\$ 4.05	17.0
Income (loss) from discontinued operations	(0.03)	0.02	NM	0.06	0.16	(62.5)
Net income attributable to AIG	<u>\$ 1.46</u>	<u>\$ 1.13</u>	29.2	<u>\$ 4.80</u>	<u>\$ 4.21</u>	14.0
After-tax operating income attributable to AIG per diluted share	<u>\$ 0.96</u>	<u>\$ 0.99</u>	(3.0) %	<u>\$ 3.41</u>	<u>\$ 3.61</u>	(5.5)
Weighted average shares outstanding:						
Basic	1,475.1	1,642.5		1,476.0	1,758.0	
Diluted	1,485.3	1,642.5		1,481.4	1,758.0	
Book value per common share (b)				\$ 67.10	\$ 68.87	(2.6)
Book value per common share excluding accumulated other comprehensive income (c)				\$ 62.68	\$ 60.59	3.4 %
Return on equity (d)	8.8 %	7.2 %		9.6 %	9.6 %	
Return on equity, excluding AOCI (e)	9.5 %	8.0 %		10.7 %	10.5 %	
Return on equity - after-tax operating income (f)	6.2 %	7.0 %		7.6 %	9.0 %	

Financial highlights - notes

* Including reconciliation in accordance with Regulation G.

(a) Includes gains (losses) from hedging activities that did not qualify for hedge accounting treatment, including the related foreign exchange gains and losses.

(b) Represents total AIG shareholders' equity divided by common shares outstanding.

(c) Represents total AIG shareholders' equity, excluding AOCI divided by shares outstanding.

(d) Computed as Actual or Annualized net income (loss) attributable to AIG divided by average AIG shareholders' equity. Equity includes deferred tax assets.

(e) Computed as Actual or Annualized net income (loss) attributable to AIG divided by average AIG shareholders' equity, excluding AOCI. Equity includes deferred tax assets.

(f) Computed as Actual or Annualized after-tax operating income divided by average AIG shareholders' equity, excluding AOCI. Equity includes deferred tax assets.



American International Group, Inc.

Quarterly Financial Supplement Third Quarter 2013

This report should be read in conjunction with AIG's Quarterly Report on Form 10-Q for the quarter ended September 30, 2013 filed with the Securities and Exchange Commission. All financial information in this document is unaudited.



American International Group, Inc. Quarterly Financial Supplement

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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, 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 AIG’s 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 “believe,” “anticipate,” “expect,” “intend,” “plan,” “view,” “target” or “estimate.” These projections, goals, assumptions and statements may address, among other things: the monetization of AIG’s interests in International Lease Finance Corporation (ILFC), including whether AIG’s proposed sale of up to 90 percent of ILFC will be completed and if completed, the timing and final terms of such sale; AIG’s exposures to subprime mortgages, monoline insurers, the residential and commercial real estate markets, state and municipal bond issuers and sovereign bond issuers; AIG’s exposure to European governments and European financial institutions; AIG’s strategy for risk management; AIG’s generation of deployable capital; AIG’s return on equity and earnings per share long-term aspirational goals; AIG’s strategies to grow net investment income, efficiently manage capital and reduce expenses; AIG’s strategies for customer retention, growth, product development, market position, financial results and reserves; and the revenues and combined ratios of AIG’s subsidiaries.

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:

- changes in market conditions;
- the occurrence of catastrophic events, both natural and man-made;
- significant legal proceedings;
- the timing and applicable requirements of any new regulatory framework to which AIG is subject as a savings and loan holding company, as a systemically important financial institution and as a global systemically important insurer;
- concentrations in AIG’s investment portfolios;
- actions by credit rating agencies;
- judgments concerning casualty insurance underwriting and insurance liabilities;
- judgments concerning the recognition of deferred tax assets; and
- such other factors discussed in Part I, Item 2. Management’s Discussion and Analysis of Financial Condition and Results of Operations (MD&A) in AIG’s Quarterly Report on Form 10-Q for the quarter ended September 30, 2013, in Part II, Item 1A. Risk Factors in AIG’s Quarterly Report on Form 10-Q for the quarter ended June 30, 2013 and in Part I, Item 1A. Risk Factors and Part II, Item 7. MD&A in AIG’s Annual Report on Form 10-K for the year ended December 31, 2012.

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.



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, representative and most transparent. Some of the measurements we use are “non-GAAP financial measures” under Securities and Exchange Commission rules and regulations. GAAP is the acronym for “accounting principles generally accepted in the United States.” The non-GAAP financial measures we present may not be comparable to similarly-named measures reported by other companies. When such measures are disclosed, reconciliations to the most comparable GAAP measure are provided.

Book Value Per Common Share Excluding Accumulated Other Comprehensive Income (Loss) (AOCI) is used to show the amount of our net worth on a per-share basis. We believe Book Value Per Common Share Excluding AOCI is useful to investors because it eliminates the effect of non-cash items that can fluctuate significantly from period to period, including changes in fair value of our available for sale securities portfolio and foreign currency translation adjustments. Book Value Per Common Share Excluding AOCI is derived by dividing Total AIG shareholders’ equity, excluding AOCI, by Total common shares outstanding.

We use the following operating performance measures because we believe they enhance understanding of the underlying profitability of continuing operations and trends of AIG and our business segments. We believe they also allow for more meaningful comparisons with our insurance competitors.

After-tax operating income (loss) attributable to AIG is derived by excluding the following items from net income (loss) attributable to AIG: income (loss) from discontinued operations, net loss (gain) on sale of divested businesses and properties, income from divested businesses, legacy tax adjustments primarily related to certain changes in uncertain tax positions and other tax adjustments, legal reserves (settlements) related to “legacy crisis matters,” deferred income tax valuation allowance (releases) charges, changes in fair values of AIG Life and Retirement fixed maturity securities designated to hedge living benefit liabilities (net of interest expense), 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) losses, (gain) loss on extinguishment of debt, net realized capital (gains) losses, non-qualifying derivative hedging activities, excluding net realized capital (gains) losses, and bargain purchase gain. “Legacy crisis matters” include favorable and unfavorable settlements related to events leading up to and resulting from our September 2008 liquidity crisis and legal fees incurred by AIG as the plaintiff in connection with such legal matters. See page 6 for the reconciliation of Net income attributable to AIG to After-tax operating income attributable to AIG.

AIG Property Casualty Pre-tax operating income (loss) includes both underwriting income (loss) and net investment income, but excludes net realized capital (gains) losses, other (income) expense, legal settlements related to legacy crisis matters described above and bargain purchase gain. Underwriting income (loss) is derived by reducing net premiums earned by claims and claims adjustment expenses incurred, acquisition expenses and general operating expenses.

AIG Property Casualty, along with most property and casualty insurance companies, uses 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 claims and claims adjustment expense, 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. 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.

Both the AIG Property Casualty Accident year loss ratio, as adjusted, and AIG Property Casualty combined ratio, as adjusted, exclude catastrophe losses and related reinstatement premiums, prior year development, net of premium adjustments, and the impact of reserve discounting. Catastrophe losses are generally weather or seismic events having a net impact on AIG Property Casualty in excess of \$10 million each.

AIG Life and Retirement Pre-tax operating income (loss) is derived by excluding the following items from pre-tax income (loss): legal settlements related to legacy crisis matters described above, changes in fair values of fixed maturity securities designated to hedge living benefit liabilities (net of interest expense), net realized capital (gains) losses, and changes in benefit reserves and DAC, VOBA, and SIA related to net realized capital (gains) losses.

AIG Life and Retirement Premiums and deposits includes amounts received on traditional life insurance policies, group benefit policies and deposits on life-contingent payout annuities, as well as deposits received on universal life, investment-type annuity contracts, guaranteed investment contracts (GICs) and mutual funds.

Other Operations Pre-tax operating income (loss) is pre-tax income (loss) excluding certain legal reserves (settlements) related to legacy crisis matters described above, (gain) loss on extinguishment of debt, net realized capital (gains) losses, net (gains) losses on sale of divested businesses and properties, and income from divested businesses.

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



American International Group, Inc.
Consolidated Statement of Operations
(in millions, except per share data)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Revenues:							
Premiums	\$ 9,352	\$ 9,200	\$ 9,372	\$ 9,436	\$ 9,512	\$ 27,924	\$ 28,611
Policy fees	645	623	615	618	580	1,883	1,731
Net investment income	3,573	3,844	4,164	4,107	4,650	11,581	16,236
Net realized capital gains (losses) (page 48)							
Total other-than-temporary impairments on available for sale securities	(33)	(17)	(40)	(147)	(34)	(90)	(301)
Portion of other-than-temporary impairments on available for sale fixed maturity securities recognized in Other comprehensive income (loss)	(6)	(10)	(1)	(9)	(36)	(17)	(372)
Net other-than-temporary impairments on available for sale securities recognized in net income (loss)	(39)	(27)	(41)	(156)	(70)	(107)	(673)
Other realized capital gains	291	1,618	341	291	716	2,250	1,467
Total net realized capital gains	252	1,591	300	135	646	2,143	794
Other income	1,004	2,057	1,437	1,798	1,334	4,498	3,068
Total revenues	14,826	17,315	15,888	16,094	16,722	48,029	50,440
Benefits, claims and expenses:							
Policyholder benefits and claims incurred	7,416	8,090	6,728	9,126	8,002	22,234	22,910
Interest credited to policyholder account balances	924	972	1,017	1,035	1,189	2,913	3,305
Amortization of deferred acquisition costs	1,220	1,353	1,286	1,368	1,522	3,859	4,341
Other acquisition and insurance expenses	2,251	2,245	2,238	2,499	2,214	6,734	6,736
Interest expense	516	535	577	585	602	1,628	1,734
Loss on extinguishment of debt	81	38	340	-	-	459	9
Other expenses	1,239	935	870	852	635	3,044	2,712
Total benefits, claims and expenses	13,647	14,168	13,056	15,465	14,164	40,871	41,747
Income from continuing operations before income tax expense (benefit)	1,179	3,147	2,832	629	2,558	7,158	8,693
Income tax expense (benefit)	(993)	422	694	246	734	123	1,324
Income from continuing operations	2,172	2,725	2,138	383	1,824	7,035	7,369
Income (loss) from discontinued operations, net of income tax expense (benefit) (1)	(42)	33	93	(4,332)	37	84	280
Net income (loss)	2,130	2,758	2,231	(3,949)	1,861	7,119	7,649
Less: Net income from continuing operations attributable to noncontrolling interests:							
Nonvoting, callable, junior and senior preferred interests	-	-	-	-	-	-	208
Other	(40)	27	25	9	5	12	45
Total net income (loss) from continuing operations attributable to noncontrolling interests	(40)	27	25	9	5	12	253
Net income (loss) attributable to AIG	\$ 2,170	\$ 2,731	\$ 2,206	\$ (3,958)	\$ 1,856	\$ 7,107	\$ 7,396
Income (loss) per common share attributable to AIG:							
Basic:							
Income from continuing operations	\$ 1.50	\$ 1.83	\$ 1.43	\$ 0.25	\$ 1.11	\$ 4.76	\$ 4.05
Income (loss) from discontinued operations	(0.03)	0.02	0.06	(2.93)	0.02	0.06	0.16
Net income (loss) attributable to AIG	\$ 1.47	\$ 1.85	\$ 1.49	\$ (2.68)	\$ 1.13	\$ 4.82	\$ 4.21
Diluted:							
Income from continuing operations	\$ 1.49	\$ 1.82	\$ 1.43	\$ 0.25	\$ 1.11	\$ 4.74	\$ 4.05
Income (loss) from discontinued operations	(0.03)	0.02	0.06	(2.93)	0.02	0.06	0.16
Net income (loss) attributable to AIG	\$ 1.46	\$ 1.84	\$ 1.49	\$ (2.68)	\$ 1.13	\$ 4.80	\$ 4.21
Weighted average shares outstanding:							
Basic	1,475.1	1,476.5	1,476.5	1,476.5	1,642.5	1,476.0	1,758.0
Diluted	1,485.3	1,482.2	1,476.7	1,476.5	1,642.5	1,481.4	1,758.0
Dividends declared per common share	\$ 0.10	\$ -	\$ -	\$ -	\$ -	\$ 0.10	\$ -

Note:

(1) All periods reflect the results of ILFC as a discontinued operation.



American International Group, Inc.
Consolidated Statement of Segment Operations
(in millions, except per share data)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
AIG Property Casualty							
Net premiums written	\$ 8,660	\$ 9,263	\$ 8,437	\$ 7,809	\$ 8,712	\$ 26,360	\$ 26,627
Net premiums earned	8,427	8,347	8,558	8,613	8,752	25,332	26,260
Claims and claims adjustment expenses incurred	5,669	5,679	5,413	7,545	6,252	16,761	18,240
Acquisition expenses	1,664	1,671	1,688	1,737	1,709	5,023	5,199
General operating expenses	1,229	1,222	1,226	1,493	1,232	3,677	3,659
Underwriting income (loss)	(135)	(225)	231	(2,162)	(441)	(129)	(838)
Net investment income	1,179	1,310	1,358	1,217	1,227	3,847	3,603
Pre-tax operating income (loss)	1,044	1,085	1,589	(945)	786	3,718	2,765
Net realized capital gains (losses)	(12)	73	12	(51)	161	73	49
Other income (loss)	(3)	10	3	13	2	10	6
Pre-tax income (loss)	1,029	1,168	1,604	(983)	949	3,801	2,820
AIG Life and Retirement							
Premiums	721	649	620	634	584	1,990	1,830
Policy fees	645	623	615	618	580	1,883	1,731
Net investment income	2,467	2,637	2,877	2,715	2,597	7,981	8,003
Advisory fee and other income	443	419	393	358	319	1,255	935
Total revenues	4,276	4,328	4,505	4,325	4,080	13,109	12,499
Benefits and expenses	3,132	3,177	3,111	3,235	3,254	9,420	9,429
Pre-tax operating income	1,144	1,151	1,394	1,090	826	3,689	3,070
Legal settlements	-	359	108	154	-	467	-
Changes in fair value of fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	(30)	(69)	(29)	(11)	(3)	(128)	48
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	(271)	(1,152)	(59)	(81)	(604)	(1,482)	(1,120)
Net realized capital gains	398	1,430	156	100	670	1,984	530
Pre-tax income	1,241	1,719	1,570	1,252	889	4,530	2,528
Other operations, pre-tax operating income (loss)	(540)	199	(152)	260	854	(493)	3,864
Other operations pre-tax income (loss) before net realized capital gains (losses)	(1,021)	146	(501)	290	844	(1,376)	3,108
Other operations, net realized capital gains (losses)	(104)	124	87	98	47	107	403
Consolidation and elimination adjustments related to pre-tax operating income (loss)	62	27	26	(15)	52	115	(9)
Consolidation and elimination adjustments related to non-operating income (loss), including net realized capital gains (losses)	(28)	(37)	46	(13)	(223)	(19)	(157)
Income from continuing operations before income tax expense (benefit)	1,179	3,147	2,832	629	2,558	7,158	8,693
Income tax expense (benefit) (1)	(993)	422	694	246	734	123	1,324
Income from continuing operations	2,172	2,725	2,138	383	1,824	7,035	7,369
Income (loss) from discontinued operations, net of income tax expense (benefit)	(42)	33	93	(4,332)	37	84	280
Net income (loss)	2,130	2,758	2,231	(3,949)	1,861	7,119	7,649
Less:							
Net income (loss) from continuing operations attributable to noncontrolling interests:							
Nonvoting, callable, junior and senior preferred interests	-	-	-	-	-	-	208
Other	(40)	27	25	9	5	12	45
Total net income (loss) from continuing operations attributable to noncontrolling interests	(40)	27	25	9	5	12	253
Net income (loss) attributable to AIG	\$ 2,170	\$ 2,731	\$ 2,206	\$ (3,958)	\$ 1,856	\$ 7,107	\$ 7,396
Effective tax rates (page 6):							
Income from continuing operations	(84.2)%	13.4%	24.5%	39.1%	28.7%	1.7%	15.2%

See Accompanying Note on Page 5



American International Group, Inc.
Consolidated Statement of Segment Operations
Notes

- (1) Includes deferred tax asset valuation allowance releases of \$1.2 billion, \$0.8 billion, \$0.8 billion, \$0.1 billion and \$0.2 billion in 3Q13, 2Q13, 1Q13, 4Q12 and 3Q12, respectively.

Return on equity (ROE) computations:

(dollars in millions)	3Q13	2Q13	1Q13	4Q12	3Q12	Year-to-date	
						2013	2012
Annualized Net income attributable to AIG	\$ 8,680	\$ 10,924	\$ 8,824	\$ NM	\$ 7,424	\$ 9,476	\$ 9,861
Annualized After-tax operating income attributable to AIG	\$ 5,684	\$ 6,620	\$ 7,928	\$ 1,160	\$ 6,484	\$ 6,744	\$ 8,460
Average AIG Shareholders' equity (a)	\$ 98,128	\$ 98,492	\$ 97,761	\$ 98,834	\$ 103,188	\$ 98,445	\$ 102,841
Less: Average AOCI	6,774	9,439	12,206	12,394	10,667	9,491	9,004
Average AIG Shareholders' equity, excluding average AOCI (a)	\$ 91,354	\$ 89,053	\$ 86,555	\$ 87,440	\$ 92,521	\$ 88,954	\$ 93,837
ROE (b)	8.8%	11.1%	8.9%	NM	7.2%	9.6%	9.6%
ROE excluding AOCI (c)	9.5%	12.3%	10.2%	NM	8.0%	10.7%	10.5%
ROE - After-tax operating income (d)	6.2%	7.4%	9.2%	1.3%	7.0%	7.6%	9.0%

N/M - Not meaningful

(a) Includes net deferred tax asset.

(b) Computed as Annualized Net income (loss) attributable to AIG divided by Average AIG Shareholders' equity.

(c) Computed as Annualized Net income (loss) attributable to AIG divided by Average AIG Shareholders' equity, excluding AOCI.

(d) Computed as Annualized After-tax operating income divided by Average AIG Shareholders' equity, excluding AOCI.

Book Value per Common Share computations:

(dollars in millions, except share amounts)

	(1÷3) Book Value Per Share	(2÷3) Book Value Per Share, Excluding Accumulated Other Comprehensive Income	(1) Total AIG Shareholders' Equity	(2) Total AIG Shareholders' Equity, Excluding Accumulated Other Comprehensive Income	(3) Total Common Shares Outstanding
December 31, 2012	\$ 66.38	\$ 57.87	\$ 98,002	\$ 85,428	1,476,321,935
March 31, 2013	67.41	59.39	99,520	87,681	1,476,345,163
June 30, 2013	66.02	61.25	97,463	90,424	1,476,348,011
September 30, 2013	67.10	62.68	98,793	92,284	1,472,343,722



American International Group, Inc.
After-tax Operating Income Attributable to AIG
(in millions, except share data)

The reconciliation of Net income (loss) attributable to AIG to After-tax operating income attributable to AIG is presented below.

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net income (loss) attributable to AIG	\$ 2,170	\$ 2,731	\$ 2,206	\$ (3,958)	\$ 1,856	\$ 7,107	\$ 7,396
Adjustments to arrive at After-tax operating income attributable to AIG (amounts net of tax):							
(Income) loss from discontinued operations	42	(33)	(93)	4,332	(37)	(84)	(280)
Net loss (gain) on sale of divested businesses	-	31	-	(1)	-	31	2
Uncertain tax positions and other tax adjustments	36	64	626	200	12	726	343
Legal reserves (settlements) related to legacy crisis matters	260	(257)	(64)	(129)	5	(61)	482
Deferred income tax valuation allowance releases	(1,159)	(752)	(786)	(116)	(219)	(2,697)	(1,795)
Changes in fair values of AIG Life and Retirement fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	19	45	19	7	2	83	(31)
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	176	835	54	52	393	1,065	729
Loss on extinguishment of debt	52	25	221	-	-	298	6
Net realized capital gains	(175)	(1,034)	(201)	(97)	(386)	(1,410)	(489)
Non-qualifying derivative hedging activities, excluding net realized capital gains	-	-	-	-	(5)	-	(18)
After-tax operating income attributable to AIG	\$ 1,421	\$ 1,655	\$ 1,982	\$ 290	\$ 1,621	\$ 5,058	\$ 6,345
After-tax operating income attributable to AIG per diluted share	\$ 0.96	\$ 1.12	\$ 1.34	\$ 0.20	\$ 0.99	\$ 3.41	\$ 3.61
Effective tax rates on After-tax operating income attributable to AIG	18.0%	31.8%	29.8%	22.6%	35.5%	27.7%	32.0%

The reconciliation of Income from continuing operations to After-tax operating income and calculation of the effective tax rates is presented below (gains are negative and losses are positive).

	Three Months Ended September 30, 2013						Nine Months Ended September 30, 2013					
	Income (Loss) Before Tax	Income Tax (Expense) Benefit	Net Income (Loss)	Noncontrolling Interests	Net Income (Loss) Attributable to AIG	Effective Tax Rate *	Income (Loss) Before Tax	Income Tax (Expense) Benefit	Net Income (Loss)	Noncontrolling Interests	Net Income (Loss) Attributable to AIG	Effective Tax Rate *
(dollars in millions)												
Income from continuing operations	\$ 1,179	\$ 993	\$ 2,172	\$ 40	\$ 2,212	(84.2)%	\$ 7,158	\$ (123)	\$ 7,035	\$ (12)	\$ 7,023	1.7%
Net loss (gain) on sale of divested businesses	-	-	-	-	-	-	47	(16)	31	-	31	-
Uncertain tax positions and other tax adjustments	-	36	36	-	36	-	-	726	726	-	726	-
Legal reserves (settlements) related to legacy crisis matters	400	(140)	260	-	260	(93)	(93)	32	(61)	-	(61)	-
Deferred income tax valuation allowance releases	-	(1,159)	(1,159)	-	(1,159)	-	-	(2,697)	(2,697)	-	(2,697)	-
Changes in fair values of AIG Life and Retirement fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	30	(11)	19	-	19	128	(45)	83	-	83	-	83
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	271	(95)	176	-	176	1,482	(417)	1,065	-	1,065	-	1,065
Loss on extinguishment of debt	81	(29)	52	-	52	459	(161)	298	-	298	-	298
Net realized capital gains	(252)	98	(154)	(21)	(175)	(2,143)	754	(1,389)	(21)	(1,410)	(21)	(1,410)
After-tax operating income	\$ 1,709	\$ (307)	\$ 1,402	\$ 19	\$ 1,421	18.0%	\$ 7,038	\$ (1,947)	\$ 5,091	\$ (33)	\$ 5,058	27.7%

* Effective tax rates are calculated based on Income (loss) from continuing operations before tax.



American International Group, Inc.
Condensed Consolidated Balance Sheets
(in millions)

	September 30, 2013	June 30, 2013	March 31, 2013	December 31, 2012	September 30, 2012
Assets:					
Investments:					
Fixed maturity securities					
Bonds available for sale, at fair value	\$ 259,901	\$ 261,229	\$ 270,251	\$ 269,959	\$ 269,914
Bonds trading securities, at fair value	22,884	23,789	23,855	24,584	24,837
Equity securities					
Common and preferred stock available for sale, at fair value	3,378	3,153	3,108	3,212	3,021
Common and preferred stock trading, at fair value	807	758	696	662	98
Mortgage and other loans receivable, net of allowance	19,707	19,857	19,488	19,482	19,330
Flight equipment primarily under operating leases, net of accumulated depreciation	-	-	-	-	34,932
Other invested assets (page 47)	29,168	29,206	28,965	29,117	35,426
Short-term investments	22,457	20,215	23,336	28,808	22,557
Total investments	358,302	358,207	369,699	375,824	410,115
Cash	2,058	1,762	1,227	1,151	1,608
Accrued investment income	3,008	2,916	3,093	3,054	3,153
Premiums and other receivables, net of allowance	13,715	14,203	15,310	13,989	14,564
Reinsurance assets, net of allowance	26,264	26,506	27,604	25,595	27,066
Deferred income taxes	21,671	20,044	17,741	17,466	14,119
Deferred policy acquisition costs	9,188	8,770	7,972	8,182	8,204
Derivative assets, at fair value	1,723	2,805	3,290	3,671	3,456
Other assets	8,736	9,298	10,069	10,399	11,698
Separate account assets, at fair value	65,959	61,759	61,059	57,337	56,740
Assets held for sale (1)	30,120	31,168	31,816	31,965	-
Total assets	\$ 540,744	\$ 537,438	\$ 548,880	\$ 548,633	\$ 550,723
Liabilities:					
Liability for unpaid claims and claims adjustment expense	\$ 83,228	\$ 84,054	\$ 85,774	\$ 87,991	\$ 87,413
Unearned premiums	23,606	23,578	24,200	22,537	24,418
Future policy benefits for life and accident and health insurance contracts	40,111	39,844	40,443	40,523	40,022
Policyholder contract deposits	121,441	121,439	121,856	122,980	123,335
Other policyholder funds	5,115	5,400	5,728	6,267	6,303
Derivative liabilities, at fair value	2,722	3,124	3,711	4,061	4,314
Other liabilities	31,368	30,895	33,108	32,068	31,857
Long-term debt (page 10)	42,231	42,614	45,266	48,500	73,748
Separate account liabilities	65,959	61,759	61,059	57,337	56,740
Liabilities held for sale (1)	25,448	26,496	27,164	27,366	-
Total liabilities	\$ 441,229	\$ 439,203	\$ 448,309	\$ 449,630	\$ 448,150
Redeemable noncontrolling interests	66	80	388	334	159
AIG shareholders' equity:					
Common stock	4,766	4,766	4,766	4,766	4,766
Treasury stock, at cost	(14,115)	(13,923)	(13,923)	(13,924)	(13,925)
Additional paid-in capital	80,497	80,468	80,456	80,410	80,440
Retained earnings	21,136	19,113	16,382	14,176	18,170
Accumulated other comprehensive income	6,509	7,039	11,839	12,574	12,215
Total AIG shareholders' equity	98,793	97,463	99,520	98,002	101,666
Non-redeemable noncontrolling interests	656	692	663	667	748
Total equity	99,449	98,155	100,183	98,669	102,414
Total liabilities and equity	\$ 540,744	\$ 537,438	\$ 548,880	\$ 548,633	\$ 550,723

Note:

(1) At September 30, 2013, June 30, 2013, March 31, 2013 and December 31, 2012 the assets and liabilities of ILFC are presented as held for sale.



American International Group, Inc.
Condensed Consolidating Segment Balance Sheet
September 30, 2013
(in millions)

	AIG Property Casualty	AIG Life and Retirement	Mortgage Guaranty	Other Operations (1)	Consolidation & Eliminations (2)	AIG Inc.
Assets:						
Investments:						
Fixed maturity securities						
Bonds available for sale, at fair value	\$ 99,023	\$ 154,160	\$ 3,650	\$ 7,043	\$ (3,975)	\$ 259,901
Bonds trading securities, at fair value	1,947	2,430	-	18,834	(327)	22,884
Equity securities						
Common and preferred stock available for sale, at fair value	3,267	98	-	13	-	3,378
Common and preferred stock trading, at fair value	181	523	-	103	-	807
Mortgage and other loans receivable, net of allowance	1,437	18,705	2	1,174	(1,611)	19,707
Other invested assets (page 47)	13,271	12,816	3	3,207	(129)	29,168
Short-term investments	4,464	7,123	201	12,645	(1,976)	22,457
Total investments	123,590	195,855	3,856	43,019	(8,018)	358,302
Cash	1,337	462	33	226	-	2,058
Accrued investment income	1,013	1,894	41	63	(3)	3,008
Premiums and other receivables, net of allowance	11,568	1,466	32	1,536	(887)	13,715
Reinsurance assets, net of allowance	24,230	1,942	78	15	(1)	26,264
Deferred income taxes (3)	4,444	505	330	15,958	434	21,671
Deferred policy acquisition costs	2,594	6,509	62	-	23	9,188
Derivative assets, at fair value	350	547	-	2,462	(1,636)	1,723
Other assets	3,941	1,750	52	70,063	(67,070)	8,736
Separate account assets, at fair value	-	65,948	-	11	-	65,959
Assets held for sale	-	-	-	30,120	-	30,120
Total assets	\$ 173,067	\$ 276,878	\$ 4,484	\$ 163,473	\$ (77,158)	\$ 540,744
Liabilities:						
Liability for unpaid claims and claims adjustment expense	\$ 81,802	\$ -	\$ 1,426	\$ -	\$ -	\$ 83,228
Unearned premiums	23,043	-	563	-	-	23,606
Future policy benefits for life and accident and health insurance contracts	3,382	36,533	-	220	(24)	40,111
Policyholder contract deposits	-	121,506	-	17	(82)	121,441
Other policyholder funds	2,760	2,347	-	8	-	5,115
Derivative other liabilities	212	663	-	3,531	(1,684)	2,722
Other liabilities	12,846	11,449	119	10,697	(3,743)	31,368
Long-term debt (page 10)	100	490 (4)	-	47,883	(6,242)	42,231
Separate account liabilities	-	65,948	-	11	-	65,959
Liabilities held for sale	-	-	-	25,448	-	25,448
Total liabilities	\$ 124,145	\$ 238,936	\$ 2,108	\$ 87,815	\$ (11,775)	\$ 441,229
Redeemable noncontrolling interests	66	-	-	-	-	66
AIG shareholders' equity:						
Preferred stock	-	-	-	-	-	-
Common stock	38	14	4	4,768	(58)	4,766
Treasury stock, at cost	-	-	-	(14,115)	-	(14,115)
Additional paid-in capital	23,241	41,124	1,627	86,963	(72,458)	80,497
Retained earnings	22,273	(7,369)	713	(9,627)	15,146	21,136
Accumulated other comprehensive income (3)	3,252	4,172	32	7,073	(8,020)	6,509
Total AIG shareholders' equity	48,804	37,941	2,376	75,062	(65,390)	98,793
Non-redeemable noncontrolling interests	52	1	-	596	7	656
Total equity	48,856	37,942	2,376	75,658	(65,383)	99,449
Total liabilities and equity	\$ 173,067	\$ 276,878	\$ 4,484	\$ 163,473	\$ (77,158)	\$ 540,744

Notes:

- (1) Includes AIG Parent (including the deferred tax asset valuation allowance), Global Capital Markets, Direct Investment book, AIG Life Holdings, Inc. (a non-operating holding company) and assets and liabilities held for sale.
- (2) Segment amounts are presented on a stand-alone basis prior to intercompany eliminations.
- (3) At September 30, 2013, for U.S. tax return purposes, AIG Life and Retirement had approximately \$5.9 billion of gross unrealized gains in its available for sale portfolio which, if realized, can be used to reduce a portion of gross capital loss carryforwards totaling \$10.1 billion.
- (4) Consists primarily of intercompany debt which is eliminated in consolidation.



American International Group, Inc.
Condensed Consolidating Segment Balance Sheet
December 31, 2012
(in millions)

	AIG Property Casualty	AIG Life and Retirement	Mortgage Guaranty	Other Operations (1)	Consolidation & Eliminations (2)	AIG Inc.
Assets:						
Investments:						
Fixed maturity securities						
Bonds available for sale, at fair value	\$ 102,563	\$ 163,550	\$ 3,519	\$ 3,061	\$ (2,734)	\$ 269,959
Bonds trading securities, at fair value	1,597	1,856	-	21,362	(231)	24,584
Equity securities						
Common and preferred stock available for sale, at fair value	3,093	111	-	8	-	3,212
Common and preferred stock trading, at fair value	-	562	-	100	-	662
Mortgage and other loans receivable, net of allowance	2,839	18,755	2	2,013	(4,127)	19,482
Other invested assets (page 47)	12,720	12,737	1	3,279	380	29,117
Short-term investments	7,935	7,392	635	13,797	(951)	28,808
Total investments	130,747	204,963	4,157	43,620	(7,663)	375,824
Cash	649	297	65	140	-	1,151
Accrued investment income	1,041	1,886	43	85	(1)	3,054
Premiums and other receivables, net of allowance	11,715	1,408	32	1,853	(1,019)	13,989
Reinsurance assets, net of allowance	24,004	1,438	140	17	(4)	25,595
Deferred income taxes (3)	3,280	-	272	17,511	(3,597)	17,466
Deferred policy acquisition costs	2,442	5,670	44	-	26	8,182
Derivative assets, at fair value	396	847	-	4,567	(2,139)	3,671
Other assets	4,459	1,839	56	86,810	(82,765)	10,399
Separate account assets, at fair value	-	57,326	-	11	-	57,337
Assets held for sale	-	-	-	31,965	-	31,965
Total assets	\$ 178,733	\$ 275,674	\$ 4,809	\$ 186,579	\$ (97,162)	\$ 548,633
Liabilities:						
Liability for unpaid claims and claims adjustment expense	\$ 86,171	\$ -	\$ 1,957	\$ -	\$ (137)	\$ 87,991
Unearned premiums	22,161	-	375	-	1	22,537
Future policy benefits for life and accident and health insurance contracts	3,841	36,471	-	235	(24)	40,523
Policyholder contract deposits	-	123,037	-	18	(75)	122,980
Other policyholder funds	3,821	2,435	-	11	-	6,267
Derivative liabilities, at fair value	61	1,040	-	5,092	(2,132)	4,061
Other liabilities	13,446	14,423	166	10,078	(6,045)	32,068
Long-term debt (page 10)	129	964 (4)	-	54,178	(6,771)	48,500
Separate account liabilities	-	57,326	-	10	1	57,337
Liabilities held for sale	-	-	-	27,366	-	27,366
Total liabilities	\$ 129,630	\$ 235,696	\$ 2,498	\$ 96,988	\$ (15,182)	\$ 449,630
Redeemable noncontrolling interests	193	-	-	-	141	334
AIG shareholders' equity:						
Preferred stock	-	1	-	(1)	-	-
Common stock	46	99	4	8,354	(3,737)	4,766
Treasury stock, at cost	-	-	-	(13,924)	-	(13,924)
Additional paid-in capital	23,245	40,562	1,626	77,058	(62,081)	80,410
Retained earnings	20,408	(9,096)	563	5,586	(3,285)	14,176
Accumulated other comprehensive income (3)	5,159	8,407	118	12,282	(13,392)	12,574
Total AIG shareholders' equity	48,858	39,973	2,311	89,355	(82,495)	98,002
Non-redeemable noncontrolling interests	52	5	-	236	374	667
Total equity	48,910	39,978	2,311	89,591	(82,121)	98,669
Total liabilities and equity	\$ 178,733	\$ 275,674	\$ 4,809	\$ 186,579	\$ (97,162)	\$ 548,633

Notes:

(1) Includes AIG Parent (including the deferred tax asset valuation allowance), Global Capital Markets, Direct Investment book, AIG Life Holdings, Inc. (a non-operating holding company) and assets and liabilities held for sale.

(2) Segment amounts are presented on a stand-alone basis prior to intercompany eliminations.

(3) At December 31, 2012, for U.S. tax return purposes, AIG Life and Retirement had approximately \$15.2 billion of gross unrealized gains in its available for sale portfolio which, if realized, can be used to reduce a portion of gross capital loss carryforwards totaling \$17.2 billion.

(4) Consists primarily of intercompany debt which is eliminated in consolidation.



American International Group, Inc.
Debt and Capital
(dollars in millions)

	Debt and Hybrid Capital			Interest Expense			
	Sept. 30, 2013	Dec. 31, 2012	Inc. (Dec.)	Three Months Ended		Nine Months Ended	
				Sept. 30, 2013	Sept. 30, 2012	Sept. 30, 2013	Sept. 30, 2012
Financial debt:							
AIG notes and bonds payable	\$ 13,582	\$ 14,084	(3.6)%	\$ 187	\$ 204	\$ 568	\$ 565
AIG subordinated debt	250	250	-	1	1	4	1
AIG loans and mortgage payable	79	79	-	-	1	-	2
AIG Life Holdings, Inc. notes and bonds payable	299	298	0.3	5	5	16	16
AIG Life Holdings, Inc. junior subordinated debt (1)	1,054	1,339	(21.3)	21	27	68	80
Total	15,264	16,050	(4.9)	214	238	656	664
Operating debt:							
MIP notes payable	8,243	9,296	(11.3)	88	94	266	279
Series AIGFP matched notes and bonds payable	3,485	3,544	(1.7)	67	69	203	210
Other AIG borrowings supported by assets (2)	6,981	8,055	(13.3)	-	-	-	-
Other subsidiaries	346	325	6.5	4	5	11	11
Borrowings of consolidated investments	1,882	1,814	3.7	23	18	64	45
Total	20,937	23,034	(9.1)	182	186	544	545
Hybrid - debt securities:							
Junior subordinated debt (3)	6,030	9,416	(36.0)	120	178	428	525
Total	\$ 42,231	\$ 48,500	(12.9)%	\$ 516	\$ 602	\$ 1,628	\$ 1,734
AIG capitalization:							
Total equity	\$ 99,449	\$ 98,669	0.8 %				
Hybrid - debt securities (3)	6,030	9,416	(36.0)				
Total equity and hybrid capital	105,479	108,085	(2.4)				
Financial debt	15,264	16,050	(4.9)				
Total capital	\$ 120,743	\$ 124,135	(2.7)%				
Ratios:							
Hybrid - debt securities / Total capital	5.0%	7.6%					
Financial debt / Total capital	12.6%	12.9%					
Total debt/ Total capital	17.6%	20.5%					

Notes:

- (1) On July 11, 2013, AIG Life Holdings, Inc. junior subordinated debentures with the same terms as the trust preferred securities were distributed to holders of the trust preferred securities, and the trust preferred securities were cancelled.
- (2) Borrowings are carried at fair value with fair value adjustments reported in Other income on the Consolidated Statement of Operations. Contractual interest payments amounted to \$60 million and \$54 million for the three months ended September 30, 2013 and 2012, and \$213 million and \$279 million for the nine months ended September 30, 2013 and 2012, respectively.
- (3) The junior subordinated debentures receive partial equity treatment from a major rating agency under its current policies but are recorded as long-term borrowings on the Consolidated Balance Sheet.



American International Group, Inc.
AIG Property Casualty Operating Statistics
(dollars in millions)

	Quarterly					Year-to date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net premiums written (1)	\$ 8,660	\$ 9,263	\$ 8,437	\$ 7,809	\$ 8,712	\$ 26,360	\$ 26,627
Net premiums earned	8,427	8,347	8,558	8,613	8,752	25,332	26,260
Claims and claims adjustment expenses incurred (2)	5,669	5,679	5,413	7,545	6,252	16,761	18,240
Acquisition expenses	1,664	1,671	1,688	1,737	1,709	5,023	5,199
General operating expenses	1,229	1,222	1,226	1,493	1,232	3,677	3,659
Underwriting income (loss)	(135)	(225)	231	(2,162)	(441)	(129)	(838)
Net investment income (3)							
Interest and dividends	975	939	936	968	1,000	2,850	2,981
Alternative investments	69	240	258	157	87	567	327
Mutual funds	(13)	3	4	3	9	(6)	2
Other investment income (4)	179	194	223	141	172	596	419
Investment expense	(31)	(66)	(63)	(52)	(41)	(160)	(126)
Total	1,179	1,310	1,358	1,217	1,227	3,847	3,603
Pre-tax operating income (loss)	1,044	1,085	1,589	(945)	786	3,718	2,765
Adjustments to arrive at pre-tax income (loss):							
Net realized capital gains (losses)	(12)	73	12	(51)	161	73	49
Other income (loss) (5)	(3)	10	3	13	2	10	6
Pre-tax income (loss)	\$ 1,029	\$ 1,168	\$ 1,604	\$ (983)	\$ 949	\$ 3,801	\$ 2,820
Underwriting ratios:							
Loss ratio	67.3	68.0	63.3	87.6	71.4	66.2	69.5
Catastrophe losses and reinstatement premiums	(2.7)	(3.7)	(0.5)	(22.9)	(2.9)	(2.3)	(2.6)
Prior year development net of premium adjustments	(0.8)	(2.3)	0.4	(1.4)	(2.0)	(0.9)	(1.3)
Change in discount	(0.1)	(0.1)	-	-	-	(0.1)	0.3
Accident year loss ratio, as adjusted	63.7	61.9	63.2	63.3	66.5	62.9	65.9
Acquisition ratio	19.7	20.0	19.7	20.2	19.5	19.8	19.8
General operating expense ratio	14.6	14.6	14.3	17.3	14.1	14.5	13.9
Expense ratio	34.3	34.6	34.0	37.5	33.6	34.3	33.7
Combined ratio	101.6	102.6	97.3	125.1	105.0	100.5	103.2
Catastrophe losses and reinstatement premiums	(2.7)	(3.7)	(0.5)	(22.9)	(2.9)	(2.3)	(2.6)
Prior year development net of premium adjustments	(0.8)	(2.3)	0.4	(1.4)	(2.0)	(0.9)	(1.3)
Change in discount	(0.1)	(0.1)	-	-	-	(0.1)	0.3
Accident year combined ratio, as adjusted	98.0	96.5	97.2	100.8	100.1	97.2	99.6
Foreign exchange effect on worldwide premium:							
Change in net premiums written							
Increase (decrease) in original currency (6)	4.1 %	5.5 %	(2.6) %	0.4 %	2.4 %	2.4 %	(0.8) %
Foreign exchange effect	(4.7)	(3.7)	(1.7)	(0.9)	(1.8)	(3.4)	(0.5)
Increase (decrease) as reported in US \$	(0.6) %	1.8 %	(4.3) %	(0.5) %	0.6 %	(1.0) %	(1.3) %
Noteworthy items:							
Catastrophe-related losses (7)	\$ 222	\$ 316	\$ 41	\$ 1,956	\$ 261	\$ 579	\$ 669
Reinstatement premiums related to catastrophes (8)	2	11	14	27	-	27	-
Severe losses (9)	211	38	60	63	140	309	263
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	73	224	(42)	118	211	255	381
Returned (additional) premiums on loss-sensitive business	(3)	(70)	(10)	(2)	(66)	(83)	(52)
Change in discount	6	5	5	6	6	16	(69)
Net loss and loss expense reserve (at period end)	\$ 63,418	\$ 64,050	\$ 65,114	\$ 66,949	\$ 66,136	\$ 63,418	\$ 66,136

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American International Group, Inc.
AIG Property Casualty
Commercial Insurance Operating Statistics
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net premiums written (1)	\$ 5,222	\$ 5,876	\$ 4,903	\$ 4,410	\$ 5,099	\$ 16,001	\$ 15,890
Net premiums earned	5,142	5,073	5,128	5,059	5,239	15,343	15,741
Claims and claims adjustment expenses incurred	3,692	3,685	3,329	5,103	4,087	10,706	11,593
Acquisition expenses	812	829	838	786	819	2,479	2,667
General operating expenses	646	647	565	706	650	1,858	1,850
Underwriting income (loss)	(8)	(88)	396	(1,536)	(317)	300	(369)
Net investment income (3)	618	623	645	679	688	1,886	2,130
Pre-tax operating income (loss)	\$ 610	\$ 535	\$ 1,041	\$ (857)	\$ 371	\$ 2,186	\$ 1,761
Underwriting ratios:							
Loss ratio	71.8	72.6	64.9	100.9	78.0	69.8	73.6
Catastrophe losses and reinstatement premiums	(3.5)	(6.0)	(0.6)	(32.8)	(4.5)	(3.4)	(3.8)
Prior year development net of premium adjustments	(2.1)	(4.4)	1.1	(1.7)	(2.7)	(1.7)	(1.1)
Change in discount	-	-	-	-	-	-	0.7
Accident year loss ratio, as adjusted	66.2	62.2	65.4	66.4	70.8	64.7	69.4
Acquisition ratio	15.8	16.3	16.3	15.5	15.6	16.2	16.9
General operating expense ratio	12.6	12.8	11.0	14.0	12.4	12.1	11.8
Expense ratio	28.4	29.1	27.3	29.5	28.0	28.3	28.7
Combined ratio	100.2	101.7	92.2	130.4	106.0	98.1	102.3
Catastrophe losses and reinstatement premiums	(3.5)	(6.0)	(0.6)	(32.8)	(4.5)	(3.4)	(3.8)
Prior year development net of premium adjustments	(2.1)	(4.4)	1.1	(1.7)	(2.7)	(1.7)	(1.1)
Change in discount	-	-	-	-	-	-	0.7
Accident year combined ratio, as adjusted	94.6	91.3	92.7	95.9	98.8	93.0	98.1
Foreign exchange effect on worldwide premium:							
Change in net premiums written							
Increase (decrease) in original currency (6)	3.5 %	6.8 %	(6.1) %	- %	0.2 %	1.5 %	(3.6) %
Foreign exchange effect	(1.1)	(1.3)	(0.1)	(0.3)	(1.7)	(0.8)	(0.8)
Increase (decrease) as reported in US \$	2.4 %	5.5 %	(6.2) %	(0.3) %	(1.5) %	0.7 %	(4.4) %
Noteworthy items:							
Catastrophe-related losses (7)	\$ 182	\$ 307	\$ 33	\$ 1,640	\$ 239	\$ 522	\$ 603
Reinstatement premiums related to catastrophes (8)	2	11	14	27	-	27	-
Severe losses (9)	211	38	60	63	120	309	230
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	105	257	(61)	85	189	301	205
Returned (additional) premiums on loss-sensitive business	(3)	(70)	(10)	(2)	(66)	(83)	(52)
Change in discount	-	-	-	-	-	-	(100)
Net loss and loss expense reserve (at period end)	\$ 53,480	\$ 54,000	\$ 54,853	\$ 56,462	\$ 55,606	\$ 53,480	\$ 55,606

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American International Group, Inc.
AIG Property Casualty
Consumer Insurance Operating Statistics
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net premiums written (1)	\$ 3,441	\$ 3,390	\$ 3,532	\$ 3,395	\$ 3,630	\$ 10,363	\$ 10,755
Net premiums earned	3,270	3,255	3,408	3,534	3,473	9,933	10,418
Claims and claims adjustment expenses incurred (2)	1,922	1,916	1,969	2,400	2,025	5,807	6,098
Acquisition expenses	852	842	850	951	891	2,544	2,532
General operating expenses	492	498	534	580	514	1,524	1,550
Underwriting income (loss)	4	(1)	55	(397)	43	58	238
Net investment income (3)	89	92	98	111	109	279	340
Pre-tax operating income (loss)	\$ 93	\$ 91	\$ 153	\$ (286)	\$ 152	\$ 337	\$ 578
Underwriting ratios:							
Loss ratio	58.8	58.9	57.8	67.9	58.3	58.5	58.5
Catastrophe losses and reinstatement premiums	(1.2)	(0.3)	(0.3)	(8.9)	(0.6)	(0.6)	(0.6)
Prior year development net of premium adjustments	0.9	1.6	1.3	(1.0)	-	1.2	0.5
Accident year loss ratio, as adjusted	58.5	60.2	58.8	58.0	57.7	59.1	58.4
Acquisition ratio	26.1	25.9	24.9	26.9	25.7	25.6	24.3
General operating expense ratio	15.0	15.3	15.7	16.4	14.8	15.3	14.9
Expense ratio	41.1	41.2	40.6	43.3	40.5	40.9	39.2
Combined ratio	99.9	100.1	98.4	111.2	98.8	99.4	97.7
Catastrophe losses and reinstatement premiums	(1.2)	(0.3)	(0.3)	(8.9)	(0.6)	(0.6)	(0.6)
Prior year development net of premium adjustments	0.9	1.6	1.3	(1.0)	-	1.2	0.5
Accident year combined ratio, as adjusted	99.6	101.4	99.4	101.3	98.2	100.0	97.6
Foreign exchange effect on worldwide premium:							
Change in net premiums written							
Increase (decrease) in original currency (6)	4.7 %	3.6 %	2.5 %	0.8 %	6.2 %	3.6 %	4.1 %
Foreign exchange effect	(9.9)	(7.5)	(4.2)	(1.6)	(1.9)	(7.2)	(0.1)
Increase (decrease) as reported in US \$	(5.2) %	(3.9) %	(1.7) %	(0.8) %	4.3 %	(3.6) %	4.0 %
Noteworthy items:							
Catastrophe-related losses (7)	\$ 40	\$ 9	\$ 8	\$ 316	\$ 22	\$ 57	\$ 66
Severe losses (9)	-	-	-	-	20	-	33
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	(30)	(53)	(42)	33	(2)	(125)	(53)
Net loss and loss expense reserve (at period end)	\$ 5,314	\$ 5,388	\$ 5,465	\$ 5,592	\$ 5,485	\$ 5,314	\$ 5,485

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American International Group, Inc.
AIG Property Casualty
Other Operating Statistics
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net premiums written	\$ (3)	\$ (3)	\$ 2	\$ 4	\$ (17)	\$ (4)	\$ (18)
Net premiums earned	15	19	22	20	40	56	101
Claims and claims adjustment expenses incurred	55	78	115	42	140	248	549
Acquisition expenses	-	-	-	-	(1)	-	-
General operating expenses	91	77	127	207	68	295	259
Underwriting loss	(131)	(136)	(220)	(229)	(167)	(487)	(707)
Net investment income (3)	472	595	615	427	430	1,682	1,133
Pre-tax operating income	341	459	395	198	263	1,195	426
Adjustments to arrive at pre-tax income:							
Net realized capital gains (losses)	(12)	73	12	(51)	161	73	49
Other income (loss) (5)	(3)	10	3	13	2	10	6
Pre-tax income	\$ 326	\$ 542	\$ 410	\$ 160	\$ 426	\$ 1,278	\$ 481
Noteworthy items:							
Prior year loss reserve development unfavorable, net of reinsurance	\$ (2)	\$ 20	\$ 61	\$ -	\$ 24	\$ 79	\$ 229
Change in discount	6	5	5	6	6	16	31
Net loss and loss expense reserve (at period end)	\$ 4,624	\$ 4,662	\$ 4,796	\$ 4,895	\$ 5,045	\$ 4,624	\$ 5,045

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American International Group, Inc.
AIG Property Casualty - North America Operating Statistics
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net premiums written (1)	\$ 4,364	\$ 4,878	\$ 3,617	\$ 3,797	\$ 4,309	\$ 12,859	\$ 12,895
Net premiums earned	4,278	4,208	4,252	4,233	4,433	12,738	13,327
Claims and claims adjustment expenses incurred	3,167	3,286	2,999	4,933	3,721	9,452	10,929
Acquisition expenses	666	672	660	673	657	1,998	2,087
General operating expenses	475	436	386	594	499	1,297	1,443
Underwriting income (loss)	(30)	(186)	207	(1,967)	(444)	(9)	(1,132)
Net investment income							
Interest and dividends	762	720	704	722	753	2,186	2,223
Alternative investments	77	236	254	158	82	567	332
Mutual funds	(8)	3	4	3	8	(1)	(3)
Other investment income (4)	150	169	196	110	163	515	373
Investment expense	(14)	(51)	(48)	(34)	(25)	(113)	(79)
Total	967	1,077	1,110	959	981	3,154	2,846
Pre-tax operating income (loss)	937	891	1,317	(1,008)	537	3,145	1,714
Adjustments to arrive at pre-tax income (loss):							
Net realized capital gains (losses)	(83)	(67)	(30)	(85)	75	(180)	(26)
Other income (5)	(3)	10	3	13	2	10	6
Pre-tax income (loss)	\$ 851	\$ 834	\$ 1,290	\$ (1,080)	\$ 614	\$ 2,975	\$ 1,694
Underwriting ratios:							
Loss ratio	74.0	78.1	70.5	116.5	83.9	74.2	82.0
Catastrophe losses and reinstatement premiums	(3.3)	(4.7)	(0.7)	(44.6)	(5.3)	(2.9)	(4.0)
Prior year development net of premium adjustments	(2.7)	(5.5)	0.9	(3.2)	(5.4)	(2.5)	(4.7)
Change in discount	(0.1)	(0.5)	(0.1)	-	(0.1)	(0.1)	0.6
Accident year loss ratio, as adjusted	67.9	67.4	70.6	68.7	73.1	68.7	73.9
Acquisition ratio	15.6	15.9	15.5	15.9	14.8	15.7	15.7
General operating expense ratio	11.1	10.4	9.1	14.0	11.3	10.2	10.8
Expense ratio	26.7	26.3	24.6	29.9	26.1	25.9	26.5
Combined ratio	100.7	104.4	95.1	146.4	110.0	100.1	108.5
Catastrophe losses and reinstatement premiums	(3.3)	(4.7)	(0.7)	(44.6)	(5.3)	(2.9)	(4.0)
Prior year development net of premium adjustments	(2.7)	(5.5)	0.9	(3.2)	(5.4)	(2.5)	(4.7)
Change in discount	(0.1)	(0.5)	(0.1)	-	(0.1)	(0.1)	0.6
Accident year combined ratio, as adjusted	94.6	93.7	95.2	98.6	99.2	94.6	100.4
Noteworthy items:							
Catastrophe-related losses (7)	\$ 141	\$ 198	\$ 31	\$ 1,864	\$ 239	\$ 370	\$ 539
Reinstatement premiums related to catastrophes (8)	2	11	12	27	-	25	-
Severe losses (9)	45	-	23	34	15	68	72
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	120	290	(38)	140	287	372	661
Returned (additional) premiums on loss-sensitive business	(3)	(70)	(10)	(2)	(66)	(83)	(52)
Change in discount	\$ 4	\$ 3	\$ 3	\$ 4	\$ 4	\$ 10	\$ (78)

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American International Group, Inc.
AIG Property Casualty - North America Operating Statistics by Business
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Commercial Insurance							
Net premiums written	\$ 3,414	\$ 4,086	\$ 2,771	\$ 3,025	\$ 3,403	\$ 10,271	\$ 10,274
Net premiums earned	3,384	3,337	3,369	3,324	3,515	10,090	10,600
Claims and claims adjustment expenses incurred	2,543	2,688	2,409	4,062	3,015	7,640	8,759
Acquisition expenses	480	513	499	460	480	1,492	1,596
General operating expenses	336	307	233	392	351	876	976
Underwriting income (loss)	25	(171)	228	(1,590)	(331)	82	(731)
Net investment income	510	513	528	559	575	1,551	1,769
Pre-tax operating income (loss)	\$ 535	\$ 342	\$ 756	\$ (1,031)	\$ 244	\$ 1,633	\$ 1,038
Underwriting ratios:							
Loss ratio	75.1	80.6	71.5	122.2	85.8	75.7	82.6
Catastrophe losses and reinstatement premiums	(3.5)	(5.9)	(0.7)	(47.4)	(6.1)	(3.4)	(4.7)
Prior year development net of premium adjustments	(4.2)	(7.1)	1.4	(3.8)	(6.2)	(3.4)	(3.4)
Change in discount	-	(0.6)	-	-	-	-	0.9
Accident year loss ratio, as adjusted	67.4	67.0	72.2	71.0	73.5	68.9	75.4
Acquisition ratio	14.2	15.4	14.8	13.8	13.7	14.8	15.1
General operating expense ratio	9.9	9.2	6.9	11.8	10.0	8.7	9.2
Expense ratio	24.1	24.6	21.7	25.6	23.7	23.5	24.3
Combined ratio	99.2	105.2	93.2	147.8	109.5	99.2	106.9
Catastrophe losses and reinstatement premiums	(3.5)	(5.9)	(0.7)	(47.4)	(6.1)	(3.4)	(4.7)
Prior year development net of premium adjustments	(4.2)	(7.1)	1.4	(3.8)	(6.2)	(3.4)	(3.4)
Change in discount	-	(0.6)	-	-	-	-	0.9
Accident year combined ratio, as adjusted	91.5	91.6	93.9	96.6	97.2	92.4	99.7
Consumer Insurance							
Net premiums written	\$ 953	\$ 795	\$ 844	\$ 768	\$ 923	\$ 2,592	\$ 2,641
Net premiums earned	880	854	864	891	880	2,598	2,635
Claims and claims adjustment expenses incurred	603	558	503	852	579	1,664	1,655
Acquisition expenses	186	159	161	213	178	506	491
General operating expenses	100	95	102	125	123	297	373
Underwriting income (loss)	(9)	42	98	(299)	-	131	116
Net investment income	38	37	39	41	40	114	123
Pre-tax operating income (loss)	\$ 29	\$ 79	\$ 137	\$ (258)	\$ 40	\$ 245	\$ 239
Underwriting ratios:							
Loss ratio	68.5	65.3	58.2	95.6	65.8	64.0	62.8
Catastrophe losses and reinstatement premiums	(2.2)	(0.3)	(0.8)	(35.4)	(2.7)	(1.1)	(1.5)
Prior year development net of premium adjustments	2.2	2.9	4.9	(1.3)	0.2	3.3	(0.4)
Accident year loss ratio, as adjusted	68.5	67.9	62.3	58.9	63.3	66.2	60.9
Acquisition ratio	21.2	18.6	18.7	23.9	20.2	19.4	18.6
General operating expense ratio	11.4	11.1	11.8	14.0	14.0	11.4	14.2
Expense ratio	32.6	29.7	30.5	37.9	34.2	30.8	32.8
Combined ratio	101.1	95.0	88.7	133.5	100.0	94.8	95.6
Catastrophe losses and reinstatement premiums	(2.2)	(0.3)	(0.8)	(35.4)	(2.7)	(1.1)	(1.5)
Prior year development net of premium adjustments	2.2	2.9	4.9	(1.3)	0.2	3.3	(0.4)
Accident year combined ratio, as adjusted	101.1	97.6	92.8	96.8	97.5	97.0	93.7
Other North America							
Net premiums written	\$ (3)	\$ (3)	\$ 2	\$ 4	\$ (17)	\$ (4)	\$ (20)
Net premiums earned	14	17	19	18	38	50	92
Claims and claims adjustment expenses incurred	21	40	87	19	127	148	515
Acquisition expenses	-	-	-	-	(1)	-	-
General operating expenses	39	34	51	77	25	124	94
Underwriting loss	(46)	(57)	(119)	(78)	(113)	(222)	(517)
Net investment income	419	527	543	359	366	1,489	954
Pre-tax operating income	373	470	424	281	253	1,267	437
Net realized capital gains (losses)	(83)	(67)	(30)	(85)	75	(180)	(26)
Other income (5)	(3)	10	3	13	2	10	6
Pre-tax income	\$ 287	\$ 413	\$ 397	\$ 209	\$ 330	\$ 1,097	\$ 417
Total AIG Property Casualty - North America							
Net premiums written	\$ 4,364	\$ 4,878	\$ 3,617	\$ 3,797	\$ 4,309	\$ 12,859	\$ 12,895
Net premiums earned	4,278	4,208	4,252	4,233	4,433	12,738	13,327
Claims and claims adjustment expenses incurred	3,167	3,286	2,999	4,933	3,721	9,452	10,929
Acquisition expenses	666	672	660	673	657	1,998	2,087
General operating expenses	475	436	386	594	499	1,297	1,443
Underwriting income (loss)	(30)	(186)	207	(1,967)	(444)	(9)	(1,132)
Net investment income	967	1,077	1,110	959	981	3,154	2,846
Pre-tax operating income (loss)	937	891	1,317	(1,008)	537	3,145	1,714
Adjustments to arrive at pre-tax income (loss):							
Net realized capital gains (losses)	(83)	(67)	(30)	(85)	75	(180)	(26)
Other income (5)	(3)	10	3	13	2	10	6
Pre-tax income (loss)	\$ 851	\$ 834	\$ 1,290	\$ (1,080)	\$ 614	\$ 2,975	\$ 1,694

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American International Group, Inc.
AIG Property Casualty - International Operating Statistics
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net premiums written (1)	\$ 4,296	\$ 4,385	\$ 4,820	\$ 4,012	\$ 4,403	\$ 13,501	\$ 13,732
Net premiums earned	4,149	4,139	4,306	4,380	4,319	12,594	12,933
Claims and claims adjustment expenses incurred (2)	2,502	2,393	2,414	2,612	2,531	7,309	7,311
Acquisition expenses	998	999	1,028	1,064	1,052	3,025	3,112
General operating expenses	754	786	840	899	733	2,380	2,216
Underwriting income (loss)	(105)	(39)	24	(195)	3	(120)	294
Net investment income							
Interest and dividends	213	219	232	246	247	664	758
Alternative investments	(8)	4	4	(1)	5	-	(5)
Mutual funds	(5)	-	-	-	1	(5)	5
Other investment income (4)	29	25	27	31	9	81	46
Investment expense	(17)	(15)	(15)	(18)	(16)	(47)	(47)
Total	212	233	248	258	246	693	757
Pre-tax operating income	107	194	272	63	249	573	1,051
Adjustments to arrive at pre-tax income:							
Net realized capital gains	71	140	42	34	86	253	75
Pre-tax income	\$ 178	\$ 334	\$ 314	\$ 97	\$ 335	\$ 826	\$ 1,126
Underwriting ratios:							
Loss ratio	60.3	57.8	56.1	59.6	58.6	58.0	56.5
Catastrophe losses and reinstatement premiums	(1.9)	(2.8)	(0.3)	(2.1)	(0.5)	(1.6)	(1.0)
Prior year development net of premium adjustments	1.1	1.6	0.1	0.5	1.8	0.9	2.2
Change in discount	(0.1)	(0.1)	-	(0.1)	(0.1)	(0.1)	-
Accident year loss ratio, as adjusted	59.4	56.5	55.9	57.9	59.8	57.2	57.7
Acquisition ratio	24.1	24.2	23.8	24.3	24.4	24.0	24.1
General operating expense ratio	18.2	19.0	19.5	20.5	16.9	18.9	17.1
Expense ratio	42.3	43.2	43.3	44.8	41.3	42.9	41.2
Combined ratio	102.6	101.0	99.4	104.4	99.9	100.9	97.7
Catastrophe losses and reinstatement premiums	(1.9)	(2.8)	(0.3)	(2.1)	(0.5)	(1.6)	(1.0)
Prior year development net of premium adjustments	1.1	1.6	0.1	0.5	1.8	0.9	2.2
Change in discount	(0.1)	(0.1)	-	(0.1)	(0.1)	(0.1)	-
Accident year combined ratio, as adjusted	101.7	99.7	99.2	102.7	101.1	100.1	98.9
Foreign exchange effect on International's premium:							
Change in net premiums written							
Increase (decrease) in original currency (6)	7.0 %	7.5 %	0.7 %	1.6 %	6.0 %	4.9 %	2.5 %
Foreign exchange effect	(9.4)	(7.5)	(3.1)	(1.8)	(3.6)	(6.6)	(1.1)
Increase (decrease) as reported in US \$	(2.4) %	-	(2.4) %	(0.2) %	2.4 %	(1.7) %	1.4 %
Noteworthy items:							
Catastrophe-related losses (7)	\$ 81	\$ 118	\$ 10	\$ 92	\$ 22	\$ 209	\$ 130
Reinstatement premiums related to catastrophes (8)	-	-	2	-	-	2	-
Severe losses (9)	166	38	37	29	125	241	191
Prior year loss reserve development favorable, net of reinsurance	(47)	(66)	(4)	(22)	(76)	(117)	(280)
Change in discount	\$ 2	\$ 2	\$ 2	\$ 2	\$ 2	\$ 6	\$ 9

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American International Group, Inc.
AIG Property Casualty - International Operating Statistics by Business
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Commercial Insurance							
Net premiums written	\$ 1,808	\$ 1,790	\$ 2,132	\$ 1,385	\$ 1,696	\$ 5,730	\$ 5,616
Net premiums earned	1,758	1,736	1,759	1,735	1,724	5,253	5,141
Claims and claims adjustment expenses incurred	1,149	997	920	1,041	1,072	3,066	2,834
Acquisition expenses	332	316	339	326	339	987	1,071
General operating expenses	310	340	332	314	299	982	874
Underwriting income	(33)	83	168	54	14	218	362
Net investment income	108	110	117	120	113	335	361
Pre-tax operating income	\$ 75	\$ 193	\$ 285	\$ 174	\$ 127	\$ 553	\$ 723
Underwriting ratios:							
Loss ratio	65.4	57.4	52.3	60.0	62.2	58.4	55.1
Catastrophe losses and reinstatement premiums	(3.5)	(6.4)	(0.5)	(5.3)	(1.4)	(3.5)	(2.0)
Prior year development net of premium adjustments	2.1	2.3	0.7	2.5	4.5	1.7	4.1
Accident year loss ratio, as adjusted	64.0	53.3	52.5	57.2	65.3	56.6	57.2
Acquisition ratio	18.9	18.2	19.2	18.8	19.7	18.8	20.8
General operating expense ratio	17.6	19.6	18.9	18.1	17.3	18.8	17.0
Expense ratio	36.5	37.8	38.1	36.9	37.0	37.6	37.8
Combined ratio	101.9	95.2	90.4	96.9	99.2	96.0	92.9
Catastrophe losses and reinstatement premiums	(3.5)	(6.4)	(0.5)	(5.3)	(1.4)	(3.5)	(2.0)
Prior year development net of premium adjustments	2.1	2.3	0.7	2.5	4.5	1.7	4.1
Accident year combined ratio, as adjusted	100.5	91.1	90.6	94.1	102.3	94.2	95.0
Consumer Insurance							
Net premiums written	\$ 2,488	\$ 2,595	\$ 2,688	\$ 2,627	\$ 2,707	\$ 7,771	\$ 8,114
Net premiums earned	2,390	2,401	2,544	2,643	2,593	7,335	7,783
Claims and claims adjustment expenses incurred	1,319	1,358	1,466	1,548	1,446	4,143	4,443
Acquisition expenses	666	683	689	738	713	2,038	2,041
General operating expenses	392	403	432	455	391	1,227	1,177
Underwriting income (loss)	13	(43)	(43)	(98)	43	(73)	122
Net investment income	51	55	59	70	69	165	217
Pre-tax operating income (loss)	\$ 64	\$ 12	\$ 16	\$ (28)	\$ 112	\$ 92	\$ 339
Underwriting ratios:							
Loss ratio	55.2	56.6	57.6	58.6	55.8	56.5	57.1
Catastrophe losses and reinstatement premiums	(0.8)	(0.3)	-	-	-	(0.4)	(0.4)
Prior year development net of premium adjustments	0.4	1.2	-	(0.9)	-	0.5	0.8
Accident year loss ratio, as adjusted	54.8	57.5	57.6	57.7	55.8	56.6	57.5
Acquisition ratio	27.9	28.4	27.0	27.9	27.5	27.8	26.2
General operating expense ratio	16.4	16.8	17.0	17.2	15.1	16.7	15.1
Expense ratio	44.3	45.2	44.0	45.1	42.6	44.5	41.3
Combined ratio	99.5	101.8	101.6	103.7	98.4	101.0	98.4
Catastrophe losses and reinstatement premiums	(0.8)	(0.3)	-	-	-	(0.4)	(0.4)
Prior year development net of premium adjustments	0.4	1.2	-	(0.9)	-	0.5	0.8
Accident year combined ratio, as adjusted	99.1	102.7	101.6	102.8	98.4	101.1	98.8
Other Int'l							
Net premiums written	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2
Net premiums earned	1	2	3	2	2	6	9
Claims and claims adjustment expenses incurred	34	38	28	23	13	100	34
General operating expenses	52	43	76	130	43	171	165
Underwriting loss	(85)	(79)	(101)	(151)	(54)	(265)	(190)
Net investment income	53	68	72	68	64	193	179
Pre-tax operating income (loss)	(32)	(11)	(29)	(83)	10	(72)	(11)
Adjustments to arrive at pre-tax income (loss):							
Net realized capital gains	71	140	42	34	86	253	75
Pre-tax income (loss)	\$ 39	\$ 129	\$ 13	\$ (49)	\$ 96	\$ 181	\$ 64
Total AIG Property Casualty - Int'l							
Net premiums written	\$ 4,296	\$ 4,385	\$ 4,820	\$ 4,012	\$ 4,403	\$ 13,501	\$ 13,732
Net premiums earned	4,149	4,139	4,306	4,380	4,319	12,594	12,933
Claims and claims adjustment expenses incurred	2,502	2,393	2,414	2,612	2,531	7,309	7,311
Acquisition expenses	998	999	1,028	1,064	1,052	3,025	3,112
General operating expenses	754	786	840	899	733	2,380	2,216
Underwriting income (loss)	(105)	(39)	24	(195)	3	(120)	294
Net investment income	212	233	248	258	246	693	757
Pre-tax operating income	107	194	272	63	249	573	1,051
Adjustment to arrive at pre-tax income:							
Net realized capital gains	71	140	42	34	86	253	75
Pre-tax income	\$ 178	\$ 334	\$ 314	\$ 97	\$ 335	\$ 826	\$ 1,126

See Accompanying Notes on Page 21



American International Group, Inc.
AIG Property Casualty Net Premiums Written by Line of Business & Region
(dollars in millions)

By Line of Business:	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Commercial							
Casualty	\$ 1,924	\$ 2,110	\$ 2,244	\$ 1,846	\$ 2,195	\$ 6,278	\$ 6,728
Property (1)	1,350	1,770	683	709	1,063	3,803	3,482
Specialty	898	882	972	849	873	2,752	2,727
Financial lines	1,050	1,114	1,004	1,006	968	3,168	2,953
Total Commercial	5,222	5,876	4,903	4,410	5,099	16,001	15,890
Consumer							
Personal lines (1)	1,790	1,745	1,739	1,748	1,811	5,274	5,433
Accident & Health	1,651	1,645	1,793	1,647	1,819	5,089	5,322
Total Consumer	3,441	3,390	3,532	3,395	3,630	10,363	10,755
Other	(3)	(3)	2	4	(17)	(4)	(18)
Total net premiums written (1)	\$ 8,660	\$ 9,263	\$ 8,437	\$ 7,809	\$ 8,712	\$ 26,360	\$ 26,627
By Region:							
Americas							
Commercial	\$ 3,548	\$ 4,201	\$ 2,878	\$ 3,152	\$ 3,520	\$ 10,627	\$ 10,565
Consumer	1,085	930	975	884	1,054	2,990	3,029
Other	(3)	(3)	2	4	(17)	(4)	(20)
Total Americas	4,630	5,128	3,855	4,040	4,557	13,613	13,574
EMEA							
Commercial	1,151	1,159	1,524	775	1,049	3,834	3,805
Consumer	456	475	584	406	415	1,515	1,388
Total EMEA	1,607	1,634	2,108	1,181	1,464	5,349	5,193
Asia Pacific							
Commercial	523	516	501	483	530	1,540	1,520
Consumer	1,900	1,985	1,973	2,105	2,161	5,858	6,338
Other	-	-	-	-	-	-	2
Total Asia Pacific	2,423	2,501	2,474	2,588	2,691	7,398	7,860
Total net premiums written (1)	\$ 8,660	\$ 9,263	\$ 8,437	\$ 7,809	\$ 8,712	\$ 26,360	\$ 26,627

See Accompanying Notes on Page 21



American International Group, Inc.
AIG Property Casualty - Returns On Alternative Investments
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Alternative investment income							
Private equity	\$ 73	\$ 108	\$ 110	\$ 99	\$ 53	\$ 291	\$ 245
Hedge funds	(4)	132	148	58	34	276	82
Total alternative investment income	\$ 69	\$ 240	\$ 258	\$ 157	\$ 87	\$ 567	\$ 327
Average alternative investment assets							
Private equity	\$ 3,727	\$ 3,741	\$ 3,807	\$ 3,918	\$ 4,025	\$ 3,798	\$ 4,095
Hedge funds	3,643	3,438	3,227	3,100	2,916	3,352	2,727
Total average alternative investment assets	\$ 7,370	\$ 7,179	\$ 7,034	\$ 7,018	\$ 6,941	\$ 7,150	\$ 6,822
Annualized yields on book value							
Private equity	7.83%	11.55%	11.56%	10.11%	5.27%	10.22%	7.98%
Hedge funds	(0.44)%	15.36%	18.35%	7.48%	4.66%	10.98%	4.01%
Total annualized yield	3.75%	13.37%	14.67%	8.95%	5.01%	10.57%	6.39%



American International Group, Inc.
AIG Property Casualty - Notes

Basis of Presentation

AIG Property Casualty manages its business in two operating segments – Commercial Insurance and Consumer Insurance and is organized under three major geographic areas: the Americas (which includes the United States, Canada, Central America, South America, the Caribbean and Bermuda), Asia Pacific (which includes Japan and other Asia Pacific nations, including China, Korea, Singapore, Vietnam, Thailand, Australia and Indonesia), and EMEA (which includes the United Kingdom, Continental Europe, Russia, India, the Middle East and Africa). Commercial Insurance products for large and small businesses are primarily distributed through a network of independent retail and wholesale brokers and branches, and through an independent agency network in the Asia Pacific and EMEA regions. Major lines of business include Casualty, Property, Specialty and Financial Lines. Consumer Insurance products are distributed to individual consumers or groups of consumers through insurance brokers and agents, as well as through direct marketing, partner organizations and the internet. Offerings within Consumer Insurance include Accident and Health (A&H) and Personal Lines insurance. In addition, Fuji Fire & Marine Insurance Company Limited (Fuji) in Japan offers life insurance products through Fuji Life Insurance Company (Fuji Life), which is included in A&H.

AIG Property Casualty - Other consists primarily of certain run-off lines of business, including excess workers' compensation written on a stand-alone basis, reserves for asbestos and environmental claims (1986 and prior) and certain environmental liability business written prior to 2004. It also includes a portion of AIG Property Casualty expenses relating to global corporate initiatives, expense allocations from AIG Parent not attributable to the Commercial Insurance or Consumer Insurance operating segments, unallocated net investment income, net realized capital gains and losses and other income and expense items.

AIG Property Casualty's chief operating decision makers review the performance of Commercial Insurance and Consumer Insurance businesses using an allocation of net investment income to the operating segments based on an internal investment income allocation model. The model estimates investable funds based primarily on loss reserves, unearned premiums and a capital allocation for each segment. The investment income allocation is calculated based on the estimated investable funds and risk-free yields (plus an illiquidity premium) consistent with the approximate duration of the liabilities. The actual yields in excess of the allocated amounts and the investment income from the assets not attributable to the Commercial Insurance or the Consumer Insurance operating segments are assigned to the Other category. Commencing in the first quarter of 2013, AIG Property Casualty began applying similar duration and risk-free yields (plus an illiquidity premium) to the allocated capital of Commercial Insurance and Consumer Insurance as is applied to the discounting of reserves.

Notes:

- (1) Effective January 1, 2013, AIG Property Casualty began recognizing the annual ceded premiums written under excess of loss reinsurance agreement at the inception of the contract rather than ratably over the contract period. Previously, AIG Property Casualty recognized ceded premiums written on these agreements based on the quarterly contractual remittance requirements, and recorded an adjustment at the end of the contract term to reflect the actual ceded premiums written amounts. This change resulted in the acceleration of ceded premiums written to earlier quarters, but had only a de minimis effect on net premiums earned. The impact on net premiums written from this change will reverse throughout the rest of 2013.
- (2) Results include changes in future policy benefits for certain A&H insurance contracts and Fuji life insurance.
- (3) Variances between actual net investment income and amounts allocated to the Commercial Insurance and Consumer Insurance operating segments are assigned to AIG Property Casualty - Other.
- (4) Other investment income is comprised principally of real estate income, changes in market value of trading securities, and income (loss) from equity method investments.
- (5) Includes litigation settlement income of \$3 million in 2Q13 and \$17 million in 4Q12 from settlements with financial institutions that participated in the creation, offering and sale of residential mortgage-backed securities (RMBS) from which AIG Property Casualty subsidiaries realized losses during the financial crisis.
- (6) Computed using a constant exchange rate for each period.
- (7) Catastrophes (CATs) are defined as catastrophic events having a net impact on AIG Property Casualty in excess of \$10 million each.
- (8) In 2013, reinstatement premiums related to prior years' CATs.
- (9) Severe losses are defined as non-catastrophic individual first party losses and surety losses greater than \$10 million, net of related reinsurance.



American International Group, Inc.
AIG Life and Retirement
Operating Statistics
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Premiums and deposits (1)	\$ 8,422	\$ 6,765	\$ 5,580	\$ 5,215	\$ 4,785	\$ 20,767	\$ 15,779
Revenues:							
Premiums	\$ 721	\$ 649	\$ 620	\$ 634	\$ 584	\$ 1,990	\$ 1,830
Policy fees	645	623	615	618	580	1,883	1,731
Net investment income:							
Interest and dividends (2)	2,256	2,319	2,307	2,316	2,342	6,882	7,334
Alternative investments	137	436	489	332	170	1,062	622
Call and tender income	34	54	51	42	72	139	104
Other	130	(84)	113	99	84	159	144
Investment expenses	(90)	(88)	(83)	(74)	(71)	(261)	(201)
Total net investment income	2,467	2,637	2,877	2,715	2,597	7,981	8,003
Advisory fee and other income	443	419	393	358	319	1,255	935
Total revenues excluding net realized capital gains	4,276	4,328	4,505	4,325	4,080	13,109	12,499
Benefits and expenses:							
Policyholder benefits and claims incurred (3)	1,316	1,183	1,098	1,288	1,124	3,597	3,304
Interest credited to policyholder account balances (4)	924	971	1,017	1,035	1,189	2,912	3,305
Amortization of deferred policy acquisition costs	76	202	188	176	202	466	636
Non deferrable commissions	117	118	117	117	108	352	346
General operating expenses (5)	412	426	425	387	423	1,263	1,228
Commissions and advisory fee expenses	287	277	266	232	208	830	610
Total benefits and expenses	3,132	3,177	3,111	3,235	3,254	9,420	9,429
Pre-tax operating income	1,144	1,151	1,394	1,090	826	3,689	3,070
Adjustments to arrive at pre-tax income:							
Legal settlements (6)	-	359	108	154	-	467	-
Changes in fair values of fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	(30)	(69)	(29)	(11)	(3)	(128)	48
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	(271)	(1,152)	(59)	(81)	(604)	(1,482)	(1,120)
Net realized capital gains	398	1,430	156	100	670	1,984	530
Pre-tax income (7)	\$ 1,241	\$ 1,719	\$ 1,570	\$ 1,252	\$ 889	\$ 4,530	\$ 2,528
Investment yield:							
Base (8)	5.26%	5.35%	5.30%	5.33%	5.38%	5.30%	5.46%
Alternative investments (9)	0.00%	0.69%	0.79%	0.44%	0.07%	0.49%	0.15%
Other enhancements (10)	0.15%	(0.21)%	0.29%	0.32%	0.41%	0.08%	0.42%
Total	5.41%	5.83%	6.38%	6.09%	5.86%	5.87%	6.03%
Gross life insurance in force, end of period	\$ 911,849	\$ 911,163	\$ 909,397	\$ 910,338	\$ 910,784	\$ 911,849	\$ 910,784
Assets under management:							
General account	\$ 195,019	\$ 195,892	\$ 202,671	\$ 203,736	\$ 200,249	\$ 195,019	\$ 200,249
Separate accounts	65,948	61,749	61,049	57,326	56,729	65,948	56,729
Group retirement and retail mutual funds	24,152	22,019	20,774	18,972	18,501	24,152	18,501
Stable value wraps (11)	19,280	14,005	12,374	10,353	-	19,280	-
Total assets under management	\$ 304,399	\$ 293,665	\$ 296,868	\$ 290,387	\$ 275,479	\$ 304,399	\$ 275,479

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement
Investment Products Net Flows
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Premiums and deposits: (1)							
Fixed Annuities	\$ 1,188	\$ 355	\$ 376	\$ 247	\$ 173	\$ 1,919	\$ 1,222
Retirement Income Solutions	2,460	2,233	1,413	1,258	1,056	6,106	3,570
Retail Mutual Funds	1,633	1,216	833	615	740	3,682	2,108
Group Retirement	1,838	1,705	1,740	1,823	1,623	5,283	5,205
Total premiums and deposits	7,119	5,509	4,362	3,943	3,592	16,990	12,105
Surrenders and withdrawals:							
Fixed Annuities	(774)	(957)	(888)	(935)	(770)	(2,619)	(2,477)
Retirement Income Solutions	(703)	(842)	(687)	(736)	(675)	(2,232)	(2,037)
Retail Mutual Funds	(514)	(528)	(532)	(540)	(376)	(1,574)	(1,165)
Group Retirement	(1,872)	(1,880)	(1,755)	(1,931)	(1,478)	(5,507)	(4,394)
Total surrenders and withdrawals	(3,863)	(4,207)	(3,862)	(4,142)	(3,299)	(11,932)	(10,073)
Death, and other contract benefits							
Fixed Annuities	(518)	(662)	(487)	(588)	(552)	(1,667)	(1,721)
Retirement Income Solutions	(119)	(99)	(155)	(121)	(107)	(373)	(336)
Group Retirement	(125)	(124)	(102)	(107)	(93)	(351)	(294)
Total death, and other contract benefits	(762)	(885)	(744)	(816)	(752)	(2,391)	(2,351)
Net flows: (12)							
Fixed Annuities	(104)	(1,264)	(999)	(1,276)	(1,149)	(2,367)	(2,976)
Retirement Income Solutions	1,638	1,292	571	401	274	3,501	1,197
Retail Mutual Funds	1,119	688	301	75	364	2,108	943
Group Retirement	(159)	(299)	(117)	(215)	52	(575)	517
Total net flows	\$ 2,494	\$ 417	\$ (244)	\$ (1,015)	\$ (459)	\$ 2,667	\$ (319)

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement
Returns On Alternative Investments
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Alternative investment income							
Private equity	\$ 60	\$ 112	\$ 166	\$ 173	\$ 65	\$ 338	\$ 317
Hedge funds	46	263	262	106	68	571	152
Total private equity and hedge funds	106	375	428	279	133	909	469
Affordable housing partnerships	31	61	61	53	37	153	153
Total alternative investment income	\$ 137	\$ 436	\$ 489	\$ 332	\$ 170	\$ 1,062	\$ 622
Average alternative investment assets							
Private equity	\$ 3,526	\$ 3,647	\$ 3,671	\$ 3,787	\$ 4,028	\$ 3,614	\$ 4,104
Hedge funds	4,904	4,521	4,041	3,881	3,759	4,492	3,613
Total private equity and hedge funds	8,430	8,168	7,712	7,668	7,787	8,106	7,717
Affordable housing partnerships	1,626	1,714	1,925	1,915	2,020	1,753	2,110
Total average alternative investment assets	\$ 10,056	\$ 9,882	\$ 9,637	\$ 9,583	\$ 9,807	\$ 9,859	\$ 9,827
Annualized yields on book value							
Private equity	6.82%	12.33%	18.08%	17.98%	6.60%	12.49%	10.30%
Hedge funds	3.73%	23.29%	25.95%	10.92%	7.23%	16.95%	5.61%
Total private equity and hedge funds	5.03%	18.36%	22.20%	14.41%	6.91%	14.95%	8.08%
Affordable housing partnerships	7.70%	13.91%	12.76%	11.13%	7.32%	11.58%	9.67%
Total annualized yield	5.45%	17.62%	20.30%	13.75%	6.99%	14.36%	8.44%

See Accompanying Notes on Pages 38 and 39

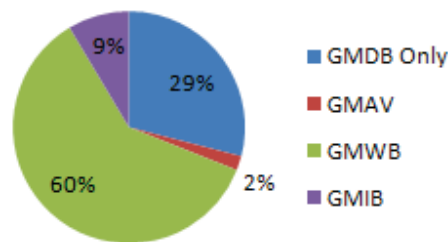


American International Group, Inc.
AIG Life and Retirement
Guaranteed Benefits (13)
(dollars in millions)

	Quarterly				
	3Q13	2Q13	1Q13	4Q12	3Q12
Account value by benefit type					
Guaranteed Minimum Death Benefits (GMDB) only (a)	\$ 59,776	\$ 58,174	\$ 58,053	\$ 55,967	\$ 55,958
Guaranteed Minimum Income Benefits (GMIB) (b)	2,994	2,948	3,049	2,981	3,076
Guaranteed Minimum Account Value (GMAV) (c)	682	734	841	874	945
Guaranteed Minimum Withdrawal Benefits (GMWB) (d)	25,080	22,387	20,798	18,955	17,894
Liability by benefit type					
Guaranteed Minimum Death Benefits (GMDB) (a)	\$ 355	\$ 363	\$ 368	\$ 374	\$ 350
Guaranteed Minimum Income Benefits (GMIB) (b)	42	45	47	47	48
Guaranteed Minimum Account Value (GMAV) (c)	14	19	21	36	41
Guaranteed Minimum Withdrawal Benefits (GMWB) (d)	94	311	737	961	1,004

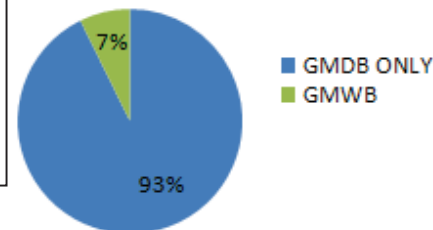
- (a) A guaranteed minimum death benefit is an amount paid from a variable annuity upon the death of the owner. This benefit protects beneficiaries from market volatility and may be different than the account value. Each of these benefits may be subject to a maximum amount based on age of owner or dollar amount. "Guaranteed Minimum Death Benefits only" signifies that no other guarantees are present. Contracts with a guaranteed living benefit also have a guaranteed minimum death benefit.
- (b) A guaranteed minimum income benefit establishes a minimum amount available to be annuitized regardless of actual performance in the product. The benefit is not available until a set number of years after contract issue.
- (c) A guaranteed minimum account value ensures a return of premium invested at the end of 10 years. The amount is based on premium in a defined period.
- (d) A guaranteed minimum withdrawal benefit establishes an amount that can be taken as withdrawals over a fixed period or for life, regardless of market performance, even if the account value drops to zero.

Retirement Income Solutions



Type of Benefit	Account Value (\$B)
GMDB Only	10.2
GMAV	0.7
GMWB	21.2
GMIB	3.0
Total	35.1

Group Retirement



Type of Benefit	Account Value (\$B)
GMDB ONLY	49.6
GMWB	3.9
Total	53.5

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Retail
Operating Statistics
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Premiums and deposits (1)	\$ 6,133	\$ 4,666	\$ 3,486	\$ 3,001	\$ 2,819	\$ 14,285	\$ 9,511
Revenues:							
Premiums	\$ 403	\$ 389	\$ 358	\$ 350	\$ 373	\$ 1,150	\$ 1,174
Policy fees	509	491	487	495	458	1,487	1,374
Net investment income:							
Interest and dividends (2)	1,328	1,359	1,355	1,367	1,401	4,042	4,378
Alternative investments	63	211	251	121	67	525	249
Call and tender income	24	25	33	28	46	82	59
Other	81	(34)	64	84	54	111	88
Investment expenses	(51)	(51)	(46)	(43)	(44)	(148)	(119)
Total net investment income	1,445	1,510	1,657	1,557	1,524	4,612	4,655
Advisory fee and other income	409	382	365	328	290	1,156	855
Total revenues excluding net realized capital gains (losses)	2,766	2,772	2,867	2,730	2,645	8,405	8,058
Benefits and expenses:							
Policyholder benefits and claims incurred (3)	765	689	635	777	697	2,089	2,014
Interest credited to policyholder account balances (4)	503	584	611	609	643	1,698	1,945
Amortization of deferred policy acquisition costs	2	177	163	170	181	342	557
Non deferrable commissions	72	74	67	72	61	213	200
General operating expenses (5)	295	303	307	275	311	905	896
Commissions and advisory fee expenses	283	275	263	229	204	821	602
Total benefits and expenses	1,920	2,102	2,046	2,132	2,097	6,068	6,214
Pre-tax operating income	846	670	821	598	548	2,337	1,844
Adjustments to arrive at pre-tax income:							
Legal settlements (6)	-	221	76	106	-	297	-
Changes in fair values of fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	(30)	(69)	(29)	(11)	(3)	(128)	48
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	(23)	(160)	39	20	(119)	(144)	(77)
Net realized capital gains (losses)	148	515	89	(1)	105	752	(459)
Pre-tax income (7)	\$ 941	\$ 1,177	\$ 996	\$ 712	\$ 531	\$ 3,114	\$ 1,356

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Retail
Life Insurance and A&H Operating Statistics
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Premiums and deposits (1)	\$ 830	\$ 850	\$ 842	\$ 858	\$ 827	\$ 2,522	\$ 2,523
Revenues:							
Premiums	335	365	339	331	354	1,039	1,092
Policy fees	341	332	337	353	316	1,010	971
Net investment income:							
Interest and dividends (2)	445	462	453	476	489	1,360	1,494
Alternative investments	19	61	70	32	20	150	71
Call and tender income	10	8	10	3	10	28	20
Other	26	(10)	20	22	11	36	15
Investment expenses	(16)	(16)	(16)	(17)	(14)	(48)	(47)
Total net investment income	484	505	537	516	516	1,526	1,553
Advisory fee and other income	-	1	-	1	-	1	-
Total revenues excluding net realized capital gains (losses)	1,160	1,203	1,213	1,201	1,186	3,576	3,616
Benefits and expenses:							
Policyholder benefits and claims incurred (3)	667	619	592	685	644	1,878	1,830
Interest credited to policyholder account balances (4)	122	127	148	120	118	397	365
Amortization of deferred policy acquisition costs	89	86	83	112	87	258	266
Non deferrable commissions	28	28	27	30	24	83	89
General operating expenses (5)	147	147	149	166	178	443	494
Total benefits and expenses	1,053	1,007	999	1,113	1,051	3,059	3,044
Pre-tax operating income	\$ 107	\$ 196	\$ 214	\$ 88	\$ 135	\$ 517	\$ 572
Gross life insurance in force, end of period	\$ 818,384	\$ 817,822	\$ 816,604	\$ 816,844	\$ 816,375	\$ 818,384	\$ 816,375
Reserves:							
Policyholder benefits for life and accident & health insurance contracts	\$ 11,846	\$ 11,766	\$ 11,702	\$ 11,690	\$ 11,614	\$ 11,846	\$ 11,614
Policyholder contract deposits and other policyholder funds	13,577	13,471	13,431	13,028	12,969	13,577	12,969
Separate account reserves	679	651	657	624	635	679	635
Total reserves	\$ 26,102	\$ 25,888	\$ 25,790	\$ 25,342	\$ 25,218	\$ 26,102	\$ 25,218

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Retail
Life Insurance and A&H Other Data
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Life Insurance and A&H CPPE sales: (14)							
Term	\$ 25	\$ 25	\$ 23	\$ 26	\$ 27	\$ 73	\$ 88
Universal life	34	35	26	31	28	95	82
Other life	2	2	2	2	2	6	6
Single premium and unscheduled deposits	1	3	3	3	3	7	9
A&H	6	7	6	5	6	19	17
Total	\$ 68	\$ 72	\$ 60	\$ 67	\$ 66	\$ 200	\$ 202
Life and A&H sales by distribution channel:							
Retail - Independent	42	39	33	38	37	114	112
Retail - Affiliated (Career and AIG Direct)	26	33	27	29	29	86	90
Total	68	72	60	67	66	200	202
Surrender rates: (15)							
Independent distribution	4.9%	4.8%	4.9%	4.8%	5.2%	4.8%	5.2%
Career distribution	8.4%	8.3%	8.7%	8.4%	7.9%	8.7%	7.7%
DAC rollforward:							
Balance at beginning of period	\$ 3,464	\$ 3,342	\$ 3,377	\$ 3,408	\$ 3,452	\$ 3,377	\$ 3,494
Deferrals	68	75	73	73	74	216	221
Operating amortization	(89)	(86)	(83)	(112)	(87)	(258)	(266)
Change from realized gains (losses)	(1)	-	2	(3)	3	1	-
Change from unrealized gains (losses)	55	133	(27)	11	(34)	161	(41)
Balance at end of period	\$ 3,497	\$ 3,464	\$ 3,342	\$ 3,377	\$ 3,408	\$ 3,497	\$ 3,408
Reserve rollforward:							
Balance at beginning of period, gross	\$ 27,007	\$ 26,914	\$ 26,479	\$ 26,338	\$ 26,143	\$ 26,479	\$ 25,945
Premiums and deposits	830	850	842	858	827	2,522	2,523
Surrenders and withdrawals	(168)	(174)	(182)	(202)	(177)	(524)	(582)
Death, and other contract benefits	(148)	(173)	(156)	(185)	(135)	(477)	(405)
Subtotal	514	503	504	471	515	1,521	1,536
Cost of funds	122	127	148	120	118	397	365
Change in fair value of underlying assets and reserve accretion, net of policy fees	(101)	(117)	(131)	(197)	(52)	(349)	(328)
Other reserve changes	(317)	(420)	(86)	(253)	(386)	(823)	(1,180)
Balance at end of period	27,225	27,007	26,914	26,479	26,338	27,225	26,338
Reinsurance ceded	(1,123)	(1,119)	(1,124)	(1,137)	(1,120)	(1,123)	(1,120)
Total insurance reserves	\$ 26,102	\$ 25,888	\$ 25,790	\$ 25,342	\$ 25,218	\$ 26,102	\$ 25,218

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Retail
Fixed Annuities Operating Statistics
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Premiums and deposits (1)	\$ 1,208	\$ 365	\$ 395	\$ 265	\$ 192	\$ 1,968	\$ 1,296
Revenues:							
Premiums	\$ 69	\$ 27	\$ 16	\$ 19	\$ 18	\$ 112	\$ 82
Policy fees	6	8	7	10	7	21	23
Net investment income:							
Interest and dividends (2)	796	823	827	811	841	2,446	2,678
Alternative investments	35	121	144	66	34	300	145
Call and tender income	14	11	22	25	35	47	36
Other	45	(20)	37	59	37	62	65
Investment expenses	(30)	(31)	(25)	(23)	(29)	(86)	(68)
Total net investment income	860	904	1,005	938	918	2,769	2,856
Advisory fee and other income	-	-	-	1	-	-	-
Total revenues excluding net realized capital gains (losses)	935	939	1,028	968	943	2,902	2,961
Benefits and expenses:							
Policyholder benefits and claims incurred	104	63	42	58	58	209	197
Interest credited to policyholder account balances (4)	348	426	437	463	498	1,211	1,499
Amortization of deferred policy acquisition costs	(145)	67	80	44	85	2	251
Non deferrable commissions	7	5	5	6	7	17	19
General operating expenses	35	35	37	(1)	35	107	104
Total benefits and expenses	349	596	601	570	683	1,546	2,070
Pre-tax operating income	\$ 586	\$ 343	\$ 427	\$ 398	\$ 260	\$ 1,356	\$ 891
Reserves:							
Future policyholder benefits	\$ 2,889	\$ 2,913	\$ 2,948	\$ 2,952	\$ 2,957	\$ 2,889	\$ 2,957
Policyholder contract deposits and other policyholder funds	54,418	54,234	55,235	56,110	56,934	54,418	56,934
Total reserves	\$ 57,307	\$ 57,147	\$ 58,183	\$ 59,062	\$ 59,891	\$ 57,307	\$ 59,891

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Retail
Fixed Annuities Other Data
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net investment spreads: (a)							
Base yield (8)	5.17%	5.25%	5.10%	5.12%	5.12%	5.17%	5.23%
Alternative investments (9)	(0.02)%	0.47%	0.55%	0.23%	0.04%	0.34%	0.12%
Other enhancements (10)	0.18%	(0.22)%	0.33%	0.39%	0.39%	0.10%	0.36%
Total yield	5.33%	5.50%	5.98%	5.74%	5.55%	5.61%	5.71%
Cost of funds (b)	2.93%	2.89%	2.91%	3.14%	3.15%	2.91%	3.14%
Net spread rate, as reported	2.40%	2.61%	3.07%	2.60%	2.40%	2.70%	2.57%
Base net investment spread (c)	2.24%	2.36%	2.19%	1.98%	1.97%	2.26%	2.09%
Surrender rates	5.9%	7.1%	6.6%	6.9%	5.6%	6.5%	6.1%
DAC rollforward:							
Balance at beginning of period	\$ 802	\$ 438	\$ 626	\$ 701	\$ 1,054	\$ 626	\$ 1,489
Deferrals	27	8	8	2	5	43	42
Operating amortization	145	(67)	(80)	(44)	(85)	(2)	(251)
Change from realized gains (losses)	(11)	3	(7)	(19)	(36)	(15)	(62)
Change from unrealized gains (losses)	83	420	(109)	(14)	(237)	394	(517)
Balance at end of period	\$ 1,046	\$ 802	\$ 438	\$ 626	\$ 701	\$ 1,046	\$ 701
Reserve rollforward:							
Balance at beginning of period, gross	\$ 57,449	\$ 58,183	\$ 58,978	\$ 59,821	\$ 60,494	\$ 58,978	\$ 61,404
Premiums and deposits	1,208	365	395	265	192	1,968	1,296
Surrenders and withdrawals	(841)	(1,033)	(1,035)	(1,032)	(847)	(2,909)	(2,767)
Death, and other contract benefits	(581)	(674)	(504)	(655)	(621)	(1,759)	(1,939)
Subtotal	(214)	(1,342)	(1,144)	(1,422)	(1,276)	(2,700)	(3,410)
Cost of funds (b)	398	393	407	452	460	1,198	1,384
Change in fair value of underlying assets and reserve accretion, net of policy fees	21	49	36	83	27	106	152
Other reserve changes (including loss recognition)	18	166	(94)	44	116	90	291
Balance at end of period	57,672	57,449	58,183	58,978	59,821	57,672	59,821
Reserves related to unrealized investment appreciation	-	74	370	456	442	-	442
Reinsurance ceded	(365)	(376)	(370)	(372)	(372)	(365)	(372)
Total insurance reserves	\$ 57,307	\$ 57,147	\$ 58,183	\$ 59,062	\$ 59,891	\$ 57,307	\$ 59,891

(a) Excludes immediate annuities.

(b) Excludes the amortization of sales inducement assets.

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

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Retail
Retirement Income Solutions Operating Statistics
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Premiums and deposits (1)	\$ 2,463	\$ 2,236	\$ 1,416	\$ 1,263	\$ 1,060	\$ 6,115	\$ 3,583
Revenues:							
Policy fees	\$ 158	\$ 146	\$ 136	\$ 132	\$ 129	\$ 440	\$ 365
Net investment income:							
Interest and dividends (2)	87	74	75	79	72	236	207
Alternative investments	9	29	37	22	13	75	32
Call and tender income	-	6	1	-	1	7	3
Other	10	(4)	7	3	5	13	6
Investment expenses	(5)	(4)	(5)	(3)	(1)	(14)	(4)
Total net investment income	101	101	115	101	90	317	244
Advisory fee and other income	44	40	37	34	33	121	97
Total revenues excluding net realized capital gains (losses)	303	287	288	267	252	878	706
Benefits and expenses:							
Policyholder benefits and claims incurred (16)	(3)	3	3	34	(5)	3	(13)
Interest credited to policyholder account balances (4)	31	33	26	26	27	90	80
Amortization of deferred policy acquisition costs	56	25	1	13	9	82	40
Non deferrable commissions	39	40	34	36	30	113	92
General operating expenses	47	53	49	48	45	149	141
Commissions and advisory fee expenses	1	3	2	1	2	6	6
Total benefits and expenses	171	157	115	158	108	443	346
Pre-tax operating income	\$ 132	\$ 130	\$ 173	\$ 109	\$ 144	\$ 435	\$ 360
General and separate account reserves:							
Policyholder contract deposits and other policyholder funds	\$ 6,835	\$ 6,479	\$ 6,210	\$ 5,450	\$ 5,295	\$ 6,835	\$ 5,295
Separate account reserves	30,599	28,095	27,397	25,616	25,128	30,599	25,128
Total general and separate account reserves	\$ 37,434	\$ 34,574	\$ 33,607	\$ 31,066	\$ 30,423	\$ 37,434	\$ 30,423

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Retail
Retirement Income Solutions Other Data
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net investment spreads:							
Base yield (8)	5.23%	5.18%	5.15%	5.15%	5.09%	5.18%	5.05%
Alternative investments (9)	(0.17)%	1.18%	1.71%	0.67%	0.29%	0.83%	0.25%
Other enhancements (10)	0.25%	(0.25)%	0.51%	0.22%	0.50%	0.18%	0.38%
Total yield	5.31%	6.11%	7.37%	6.04%	5.88%	6.19%	5.68%
Cost of funds (a)	1.73%	2.19%	2.20%	2.24%	2.42%	2.03%	2.52%
Net spread rate, as reported	3.58%	3.92%	5.17%	3.80%	3.46%	4.16%	3.16%
Base net investment spread (b)	3.50%	2.99%	2.95%	2.91%	2.67%	3.15%	2.53%
Surrender rates	8.1%	10.3%	8.9%	9.9%	9.6%	9.0%	10.3%
DAC rollforward:							
Balance at beginning of period	\$ 964	\$ 866	\$ 833	\$ 759	\$ 697	\$ 833	\$ 540
Deferrals	137	130	82	74	63	349	203
Operating amortization	(56)	(25)	1	(13)	(9)	(80)	(40)
Change from realized gains (losses)	(11)	(36)	46	18	22	(1)	81
Change from unrealized gains (losses)	13	29	(96)	(5)	(14)	(54)	(25)
Balance at end of period	\$ 1,047	\$ 964	\$ 866	\$ 833	\$ 759	\$ 1,047	\$ 759
Reserve rollforward:							
Balance at beginning of period, gross	\$ 34,581	\$ 33,610	\$ 31,071	\$ 30,428	\$ 29,008	\$ 31,071	\$ 26,826
Premiums and deposits	2,463	2,236	1,416	1,263	1,060	6,115	3,583
Surrenders and withdrawals	(726)	(836)	(748)	(762)	(716)	(2,310)	(2,218)
Death, and other contract benefits	(124)	(132)	(135)	(141)	(119)	(391)	(370)
Subtotal	1,613	1,268	533	360	225	3,414	995
Change in fair value of underlying assets and reserve accretion, net of policy fees	1,222	(353)	1,315	246	1,168	2,184	2,541
Cost of funds (a)	26	31	26	26	26	83	76
Other reserve changes	(3)	25	665	11	1	687	(10)
Balance at end of period	37,439	34,581	33,610	31,071	30,428	37,439	30,428
Reinsurance ceded	(5)	(7)	(3)	(5)	(5)	(5)	(5)
Total insurance reserves	\$ 37,434	\$ 34,574	\$ 33,607	\$ 31,066	\$ 30,423	\$ 37,434	\$ 30,423

(a) Excludes the amortization of sales inducement assets.

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

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Institutional
Operating Statistics
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Premiums and deposits (1)	\$ 2,289	\$ 2,099	\$ 2,094	\$ 2,214	\$ 1,966	\$ 6,482	\$ 6,268
Revenues:							
Premiums	\$ 318	\$ 260	\$ 262	\$ 284	\$ 211	\$ 840	\$ 656
Policy fees	136	132	128	123	122	396	357
Net investment income:							
Interest and dividends (2)	928	960	952	949	941	2,840	2,956
Alternative investments	74	225	238	211	103	537	373
Call and tender income	10	29	18	14	26	57	45
Other	49	(50)	49	15	30	48	56
Investment expenses	(39)	(37)	(37)	(31)	(27)	(113)	(82)
Total net investment income	1,022	1,127	1,220	1,158	1,073	3,369	3,348
Advisory fee and other income	34	37	28	30	29	99	80
Total revenues excluding net realized capital gains (losses)	1,510	1,556	1,638	1,595	1,435	4,704	4,441
Benefits and expenses:							
Policyholder benefits and claims incurred (3)	551	494	463	511	427	1,508	1,290
Interest credited to policyholder account balances (4)	421	387	406	426	546	1,214	1,360
Amortization of deferred policy acquisition costs	74	25	25	6	21	124	79
Non deferrable commissions	45	44	50	45	47	139	146
General operating expenses	117	123	118	112	112	358	332
Commissions and advisory fee expenses	4	2	3	3	4	9	8
Total benefits and expenses	1,212	1,075	1,065	1,103	1,157	3,352	3,215
Pre-tax operating income	298	481	573	492	278	1,352	1,226
Adjustments to arrive at pre-tax income:							
Legal settlements (6)	-	138	32	48	-	170	-
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	(248)	(992)	(98)	(101)	(485)	(1,338)	(1,043)
Net realized capital gains (losses)	250	915	67	101	565	1,232	989
Pre-tax income (7)	\$ 300	\$ 542	\$ 574	\$ 540	\$ 358	\$ 1,416	\$ 1,172

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Institutional
Group Retirement Operating Statistics
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Premiums and deposits (1)	\$ 1,838	\$ 1,705	\$ 1,740	\$ 1,823	\$ 1,623	\$ 5,283	\$ 5,205
Revenues:							
Premiums	\$ 3	\$ 2	\$ 4	\$ 4	\$ 5	\$ 9	\$ 15
Policy fees	101	99	95	93	90	295	262
Net investment income:							
Interest and dividends (2)	527	532	512	515	512	1,571	1,605
Alternative investments	23	75	86	77	37	184	142
Call and tender income	10	16	10	11	5	36	21
Other	31	(16)	28	5	15	43	31
Investment expenses	(21)	(21)	(21)	(14)	(13)	(63)	(34)
Total net investment income	570	586	615	594	556	1,771	1,765
Advisory fees and other income	34	35	28	30	29	97	80
Total revenues excluding net realized capital gains (losses)	708	722	742	721	680	2,172	2,122
Benefits and expenses:							
Policyholder benefits and claims incurred	9	15	12	12	12	36	43
Interest credited to policyholder account balances (4)	312	289	287	299	298	888	890
Amortization of deferred policy acquisition costs	69	22	20	4	15	111	62
Non deferrable commissions	16	17	17	17	16	50	51
General operating expenses	79	82	77	78	70	238	213
Commissions and advisory fee expenses	3	2	3	3	4	8	8
Total benefits and expenses	488	427	416	413	415	1,331	1,267
Pre-tax operating income	\$ 220	\$ 295	\$ 326	\$ 308	\$ 265	\$ 841	\$ 855
General and separate account reserves:							
Future policyholder benefits	\$ 463	\$ 465	\$ 473	\$ 476	\$ 483	\$ 463	\$ 483
Policyholder contract deposits and other policyholder funds	37,483	37,102	37,101	36,778	36,590	37,483	36,590
Separate account reserves	30,364	28,780	28,787	27,006	26,904	30,364	26,904
Total general and separate account reserves	68,310	66,347	66,361	64,260	63,977	68,310	63,977
Group retirement mutual funds	13,817	13,017	12,778	11,802	11,344	13,817	11,344
Total reserves and group retirement mutual funds	\$ 82,127	\$ 79,364	\$ 79,139	\$ 76,062	\$ 75,321	\$ 82,127	\$ 75,321

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Institutional
Group Retirement Other Data
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Net investment spreads:							
Base yield (8)	5.08%	5.14%	4.85%	4.95%	5.01%	5.02%	5.14%
Alternative investments (9)	(0.01)%	0.49%	0.60%	0.45%	0.08%	0.35%	0.16%
Other enhancements (10)	0.20%	(0.16)%	0.33%	0.19%	0.25%	0.13%	0.36%
Total yield	5.27%	5.47%	5.78%	5.59%	5.34%	5.50%	5.66%
Cost of funds (a)	3.08%	3.06%	3.10%	3.26%	3.26%	3.08%	3.27%
Net spread rate, as reported	2.19%	2.41%	2.68%	2.33%	2.08%	2.42%	2.39%
Base net investment spread (b)	2.00%	2.08%	1.75%	1.69%	1.75%	1.94%	1.87%
Surrender rates	9.3%	9.5%	9.0%	10.2%	8.0%	9.3%	8.1%
DAC rollforward:							
Balance at beginning of period	\$ 856	\$ 726	\$ 769	\$ 762	\$ 818	\$ 769	\$ 903
Deferrals	19	16	15	14	17	50	78
Operating amortization	(69)	(22)	(20)	(4)	(15)	(111)	(62)
Change from realized gains (losses)	(4)	(3)	(2)	(6)	(7)	(9)	(17)
Change from unrealized gains (losses)	44	139	(36)	3	(51)	147	(140)
Balance at end of period	\$ 846	\$ 856	\$ 726	\$ 769	\$ 762	\$ 846	\$ 762
Reserve rollforward:							
Balance at beginning of period, gross	\$ 79,364	\$ 79,139	\$ 76,062	\$ 75,321	\$ 73,058	\$ 76,062	\$ 69,676
Premiums and deposits	1,838	1,705	1,740	1,823	1,623	5,283	5,205
Surrenders and withdrawals	(1,872)	(1,879)	(1,755)	(1,931)	(1,478)	(5,506)	(4,394)
Death, and other contract benefits	(125)	(124)	(101)	(107)	(93)	(350)	(294)
Subtotal	(159)	(298)	(116)	(215)	52	(573)	517
Change in fair value of underlying assets and reserve accretion, net of policy fees	2,637	217	2,807	641	1,899	5,661	4,192
Cost of funds	286	282	279	299	298	847	890
Other reserve changes	(1)	24	107	16	14	130	46
Total insurance reserves	\$ 82,127	\$ 79,364	\$ 79,139	\$ 76,062	\$ 75,321	\$ 82,127	\$ 75,321

(a) Excludes the amortization of sales inducement assets

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

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Institutional
Institutional Markets Operating Statistics
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Premiums and deposits (1)	\$ 293	\$ 223	\$ 181	\$ 221	\$ 178	\$ 697	\$ 553
Revenues:							
Premiums	\$ 208	\$ 144	\$ 135	\$ 164	\$ 96	\$ 487	\$ 294
Policy fees	28	27	28	24	26	83	78
Net investment income:							
Interest and dividends (2)	366	374	428	415	410	1,168	1,289
Alternative investments	50	145	147	133	64	342	228
Call and tender income	-	12	6	3	20	18	23
Other	34	6	18	8	15	58	24
Investment expenses	(16)	(15)	(15)	(15)	(12)	(46)	(42)
Total net investment income	434	522	584	544	497	1,540	1,522
Advisory fee and other income	-	1	-	-	-	1	-
Total revenues excluding net realized capital gains (losses)	670	694	747	732	619	2,111	1,894
Benefits and expenses:							
Policyholder benefits and claims incurred	467	408	364	420	336	1,239	1,012
Interest credited to policyholder account balances (4)	104	92	112	121	241	308	450
Amortization of deferred policy acquisition costs	1	1	1	(2)	2	3	5
Non deferrable commissions	9	6	12	7	11	27	32
General operating expenses	14	15	16	10	16	45	46
Total benefits and expenses	595	522	505	556	606	1,622	1,545
Pre-tax operating income	\$ 75	\$ 172	\$ 242	\$ 176	\$ 13	\$ 489	\$ 349
General and separate account reserves:							
Future policyholder benefits	\$ 17,981	\$ 17,784	\$ 18,452	\$ 18,324	\$ 18,160	\$ 17,981	\$ 18,160
Policyholder contract deposits and other policyholder funds	9,527	10,541	10,623	12,214	12,185	9,527	12,185
Separate account reserves	4,277	4,194	4,181	4,054	4,036	4,277	4,036
Total general and separate account reserves	\$ 31,785	\$ 32,519	\$ 33,256	\$ 34,592	\$ 34,381	\$ 31,785	\$ 34,381

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement - Institutional
Institutional Markets Other Data
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
DAC rollforward:							
Balance at beginning of period	\$ 21	\$ 19	\$ 18	\$ 10	\$ 13	\$ 18	\$ 19
Deferrals	1	1	-	1	-	2	1
Operating amortization	(1)	(1)	(1)	2	(2)	(3)	(5)
Amortization related to realized gains (losses)	-	-	-	5	(78)	-	(78)
Changes related to unrealized gains (losses)	1	2	2	-	77	5	73
Balance at end of period	\$ 22	\$ 21	\$ 19	\$ 18	\$ 10	\$ 22	\$ 10
Reserve rollforward:							
Balance at beginning of period, gross	\$ 32,312	\$ 31,262	\$ 32,242	\$ 32,028	\$ 31,275	\$ 32,242	\$ 31,378
Premiums and deposits	293	223	181	221	178	697	553
Surrenders and withdrawals	(1,103)	(190)	(1,228)	(127)	(25)	(2,521)	(1,001)
Death, and other contract benefits	(365)	(340)	(340)	(333)	(360)	(1,045)	(1,051)
Subtotal	(1,175)	(307)	(1,387)	(239)	(207)	(2,869)	(1,499)
Change in fair value of underlying assets and reserve accretion, net of policy fees	253	291	273	210	213	817	666
Cost of funds	104	92	113	121	241	309	450
Other reserve changes (including loss recognition)	297	974	21	122	506	1,292	1,033
Balance at end of period	31,791	32,312	31,262	32,242	32,028	31,791	32,028
Reserves related to unrealized investment appreciation	-	215	2,004	2,359	2,364	-	2,364
Reinsurance ceded	(6)	(8)	(10)	(9)	(11)	(6)	(11)
Total insurance reserves	\$ 31,785	\$ 32,519	\$ 33,256	\$ 34,592	\$ 34,381	\$ 31,785	\$ 34,381
Reserves by line of business:							
Structured settlements	\$ 18,113	\$ 17,984	\$ 18,597	\$ 18,789	\$ 18,626	\$ 18,113	\$ 18,626
Terminal funding annuities	2,988	2,934	3,038	3,088	3,046	2,988	3,046
Corporate and bank-owned life insurance	4,680	4,672	4,695	4,631	4,655	4,680	4,655
High net worth products	2,074	1,982	1,945	1,870	1,816	2,074	1,816
Guaranteed investments contracts	3,930	4,947	4,981	6,214	6,238	3,930	6,238
Total insurance reserves	\$ 31,785	\$ 32,519	\$ 33,256	\$ 34,592	\$ 34,381	\$ 31,785	\$ 34,381
Stable value wraps - Assets under management	\$ 19,280	\$ 14,005	\$ 12,374	\$ 10,353	\$ -	\$ 19,280	\$ -

See Accompanying Notes on Pages 38 and 39



American International Group, Inc.
AIG Life and Retirement
Notes

AIG Life and Retirement presents its results in the following two operating segments:

Retail: product lines include life insurance and accident and health (A&H), fixed annuities, retirement income solutions including variable and indexed annuities, brokerage services and retail mutual funds.

Institutional: product lines include group retirement, group benefits and institutional markets. The institutional markets product line consists of stable value wrap products, structured settlement and terminal funding annuities, high net worth products, guaranteed investment contracts, and corporate-and bank-owned life insurance.

Invested assets are maintained in segregated portfolios for each of the product lines comprising our Retail and Institutional operating segments. Our fundamental investment strategy is to maintain primarily a diversified, high quality portfolio of fixed maturity securities and, as is practicable, to match established duration targets based on characteristics of the underlying liabilities. Invested assets in excess of liabilities are allocated to product lines based on an internal capital model.

Selected operating statistics are provided for life insurance and A&H, fixed annuities, retirement income solutions, group retirement, and institutional markets. Operating statistics are not separately presented for brokerage services and retail mutual funds included in the Retail operating segment and group benefits included in the Institutional operating segment.

AIG Life and Retirement insurance operations are conducted through American General Life Insurance Company, The Variable Annuity Life Insurance Company, and The United States Life Insurance Company in the City of New York.

- (1) Premiums and deposits is a non-GAAP measure. Premiums and deposits consist of amounts received on traditional life insurance policies, group benefits policies and deposits on life contingent payout annuities as well as deposits received on universal life, investment-type annuity contracts, GICs and mutual funds.
- (2) Interest and dividends in the nine months ended September 2012 included gains of \$246 million related to AIG's retained interest in Maiden Lane II LLC (ML II). Substantially all of the assets of ML II were sold by the Federal Reserve Bank of New York (FRBNY) in the first quarter of 2012 and no additional income has been recorded from ML II subsequent to that time.
- (3) The three months ended September 30, 2012 included a charge of \$55 million to increase liabilities for claims incurred but not reported related to multi-state examinations relating to the handling of unclaimed property and the use of the Social Security Death Master File (SSDMF) to identify death claims that have not been submitted to AIG in the normal course of business.
- (4) Interest credited to policyholder account balances includes amortization of sales inducement assets. The three months ended September 30, 2012 includes a charge to interest credited expense of \$110 million as a result of a comprehensive review of reserves of the GIC portfolio.
- (5) The three months ended September 30, 2012 included an accrual of \$20 million from the consolidation of AIG Life and Retirement's life operations and administrative systems and an \$11 million regulatory assessment related to the handling of unclaimed property and the use of the SSDMF to identify death claims that have not been submitted to AIG Life and Retirement in the normal course of business.
- (6) Legal settlement income recorded in the three months ended June 30, 2013, March 31, 2013 and December 31, 2012 reflected settlements with financial institutions who participated in the creation, offering and sale of RMBS from which AIG and its subsidiaries realized losses during the financial crisis.
- (7) Pre-tax operating income for the three months ended September 30, 2013 and December 31, 2012 include the net effect of adjustments to reflect updated assumptions for fixed and variable annuity spreads, surrender rates, and life insurance mortality experience as follows:

3Q13					
(in millions)	Policy fees	Interest credited to policyholder account balances	Amortization of deferred policy acquisition costs	Policyholder benefits and claims incurred	Pre-tax operating income (loss)
Life Insurance and A&H	\$28	\$ -	(\$33)	(\$75)	(\$80)
Fixed Annuities	-	82	224	-	306
Retirement Income Solutions	-	(1)	(33)	6	(28)
Total Retail	\$28	\$81	\$158	(\$69)	\$198
Group Retirement - Institutional	-	(20)	(60)	-	(80)
Total Life and Retirement	\$28	\$61	\$98	(\$69)	\$118



American International Group, Inc.
AIG Life and Retirement
Notes (continued)

4Q12					
(in millions)	Policy fees	Interest credited to policyholder account balances	Amortization of deferred policy acquisition costs	Policyholder benefits and claims incurred	Pre-tax operating income (loss)
Life Insurance and A&H	\$16	\$ -	(\$17)	(\$42)	(\$43)
Fixed Annuities	-	29	47	-	76
Retirement Income Solutions	-	-	15	(26)	(11)
Total Retail	\$16	\$29	\$45	(\$68)	\$22
Group Retirement - Institutional	-	2	18	-	20
Total Life and Retirement	\$16	\$31	\$63	(\$68)	\$42

- (8) Includes the investment return other than alternative investment or yield enhancement activities. Quarterly results are annualized.
- (9) Includes incremental effect on base yield of investments in hedge funds, private equity funds and affordable housing partnerships. Quarterly results are annualized.
- (10) Includes incremental effect on base yield of gains on ML II and other enhancement items such as income from calls and prepayment fees. Quarterly results are annualized.
- (11) Includes the notional value of stable value wraps novated with Global Capital Markets and rewritten as group annuity contracts at AIG Life and Retirement.
- (12) Net flows are provided for fixed annuities, retirement income solutions, retail mutual funds and group retirement. Annuity net flows represent premiums and deposits less death, annuity payouts, surrender and other withdrawals benefits. Net flows related to retail mutual funds are deposits less withdrawals. Life insurance and A&H, brokerage services, institutional markets and group benefits are not included in net flows. Net flows exclude activity related to closed blocks of fixed and variable annuities.
- (13) AIG Life and Retirement uses reinsurance and hedging to mitigate risks related to guaranteed benefits in individual annuity contracts. Certain GMDB benefits written before 2004 are reinsured. The majority of GMIB benefits, which are no longer offered, are reinsured. GMWB liabilities and GMAV liabilities (GMAV is no longer offered) are included in AIG Life and Retirement dynamic hedging program. The hedging program is focused on mitigating economic risk fluctuations. The program manages equity market risk (delta), interest rate risk (rho), volatility risk (vega and gamma) within specified levels. The hedge portfolio is regularly rebalanced to manage gamma and to maintain delta neutrality and to maintain rho and vega within exposure limits established by AIG Life and Retirement and AIG Enterprise Risk Management. Rho and vega are not fully hedged due to potential adverse effects on statutory capital from the mismatch between fair value accounting for hedge assets and prescribed methods for calculating statutory reserves and capital.
- (14) Life insurance and A&H 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.
- (15) Surrender rates are reported on a 90-day lag basis to include grace period processing.
- (16) Policyholder benefits and claims incurred is negative in the three months ended September 30, 2013 and the three and nine months ended September 30, 2012 due to reductions in SOP 03-01 reserves (primarily guaranteed minimum death benefits) resulting from favorable equity market performance.



American International Group, Inc.
Other Operations
(in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Other operations:							
Mortgage Guaranty	\$ 43	\$ 73	\$ 41	\$ (45)	\$ 3	\$ 157	\$ 54
Global Capital Markets	29	175	227	300	190	431	257
Direct Investment book	110	591	329	509	428	1,030	706
Change in fair value of AIA securities	-	-	-	240	527	-	1,829
Change in fair value of ML III	-	-	-	-	330	-	2,888
Interest expense	(334)	(353)	(397)	(408)	(416)	(1,084)	(1,189)
Corporate expenses, net (1)	(282)	(253)	(261)	(337)	(166)	(796)	(563)
Real estate and other non-core businesses	(107)	(35)	(92)	(4)	(40)	(234)	(117)
Consolidation & elimination	1	1	1	5	(2)	3	(1)
Pre-tax operating income (loss)	(540)	199	(152)	260	854	(493)	3,864
Adjustments to arrive at pre-tax income (loss) before net realized capital gains (losses):							
Legal reserves	(400)	(14)	(11)	(10)	(10)	(425)	(744)
Legal settlements (2)	-	46	2	39	-	48	-
Loss on extinguishment of debt	(81)	(38)	(340)	-	-	(459)	(9)
Net gain (loss) on sale of divested businesses (3)	-	(47)	-	1	-	(47)	(3)
Total adjustments	(481)	(53)	(349)	30	(10)	(883)	(756)
Pre-tax income (loss) before net realized capital gains (losses)	\$ (1,021)	\$ 146	\$ (501)	\$ 290	\$ 844	\$ (1,376)	\$ 3,108

Notes:

- (1) Includes unallocated corporate expenses, including AIG Parent service fees, project related costs, restructuring expenses, professional fees, long-term compensation costs and certain litigation expenses. Includes reversal of underwriting fee accruals of \$117 million and \$27 million, respectively, in the third and fourth quarters of 2012, related to sales of AIG common stock by the Department of the Treasury.
- (2) Reflects litigation settlement income recorded in the three months ended June 30, 2013, March 31, 2013 and December 31, 2012 from settlements with financial institutions that participated in the creation, offering and sale of RMBS from which AIG and its subsidiaries realized losses during the financial crisis.
- (3) Net gains and losses on sale of divested businesses include results that did not meet the criteria for discontinued operations.



American International Group, Inc.
Mortgage Guaranty Operating Statistics
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Total new insurance written	\$ 14,437	\$ 13,979	\$ 10,658	\$ 11,629	\$ 10,741	\$ 39,074	\$ 25,880
Net premiums written	272	275	246	236	219	793	622
Net premiums earned	204	208	194	190	177	606	525
Claims and claims adjustment expenses incurred	136	119	131	225	163	386	434
Underwriting expenses	57	49	56	47	49	162	146
Underwriting income (loss)	11	40	7	(82)	(35)	58	(55)
Net investment income	32	33	34	37	38	99	109
Pre-tax operating income (loss)	43	73	41	(45)	3	157	54
Adjustment to arrive at pre-tax income (loss):							
Net realized capital gains (losses)	-	2	3	(2)	3	5	8
Pre-tax income (loss)	\$ 43	\$ 75	\$ 44	\$ (47)	\$ 6	\$ 162	\$ 62
Underwriting ratios:							
Loss ratio	66.7	57.2	67.5	118.4	92.1	63.7	82.7
Expense ratio	27.9	23.6	28.9	24.7	27.7	26.7	27.8
Combined ratio	94.6	80.8	96.4	143.1	119.8	90.4	110.5



American International Group, Inc.
Mortgage Guaranty - Domestic First Lien Operating Statistics
(dollars in millions)

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
1st lien new insurance written	\$ 14,230	\$ 13,817	\$ 10,556	\$ 11,565	\$ 10,698	\$ 38,603	\$ 25,708
1st lien persistency (twelve months)	77.5%	76.1%	76.0%	76.6%	78.2%	77.5%	78.2%
1st lien insurance in force	\$ 141,962	\$ 134,137	\$ 126,112	\$ 121,505	\$ 117,034	\$ 141,962	\$ 117,034
Total 1st lien primary risk in force - net of reinsurance and stop loss	\$ 35,548	\$ 32,219	\$ 30,005	\$ 28,847	\$ 27,657	\$ 35,548	\$ 27,657
Number of primary paid claims	5,626	5,074	5,121	6,908	7,607	15,821	23,804
Gross paid claims	\$ 253	\$ 240	\$ 244	\$ 349	\$ 384	\$ 737	\$ 1,255
Number of ending primary delinquent loans	49,932	53,036	57,040	62,832	66,686	49,932	66,686
Gross loss reserves	\$ 1,293	\$ 1,429	\$ 1,540	\$ 1,660	\$ 1,779	\$ 1,293	\$ 1,779
Primary delinquency ratio	6.4%	7.1%	7.9%	8.8%	9.6%	6.4%	9.6%
In force count	780,267	752,143	724,986	710,230	697,273	780,267	697,273
Aging of primary delinquent inventory:							
3 or fewer payments missed	29.1%	26.6%	25.9%	28.6%	27.7%	29.1%	27.7%
4-11 payments missed	27.0%	28.5%	30.7%	29.7%	29.1%	27.0%	29.1%
12-23 payments missed	19.7%	21.6%	22.0%	21.9%	23.3%	19.7%	23.3%
24-35 payments missed	12.1%	12.8%	12.8%	11.9%	12.0%	12.1%	12.0%
More than 35 payments missed	12.0%	10.5%	8.6%	7.9%	8.0%	12.0%	8.0%



American International Group, Inc.
Mortgage Guaranty
Domestic First Lien - Primary Gross Risk In Force by Vintage

	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Vintage year:							
2004 and prior	8%	9%	11%	12%	13%	8%	13%
2005	6%	7%	7%	8%	9%	6%	9%
2006	6%	7%	8%	9%	9%	6%	9%
2007	12%	13%	15%	16%	17%	12%	17%
2008	6%	7%	8%	8%	9%	6%	9%
2009	3%	3%	4%	4%	5%	3%	5%
2010	3%	4%	4%	5%	5%	3%	5%
2011	9%	10%	11%	12%	13%	9%	13%
2012	23%	25%	27%	26%	18%	23%	18%
2013	24%	15%	6%	0%	0%	24%	0%



American International Group, Inc.
Condensed Balance Sheet — Parent Company Only

<i>(in millions)</i>	September 30, 2013	December 31, 2012
Assets:		
Short-term investments (1)	\$ 12,612	\$ 14,764
Other investments (2)	7,361	3,902
Total investments	19,973	18,666
Cash	62	81
Loans to subsidiaries* (3)	31,376	35,064
Due from affiliates - net*	780	422
Deferred income taxes	24,037	20,601
Investments in consolidated subsidiaries*	68,252	70,781
Other assets	1,525	2,130
Total assets	\$ 146,005	\$ 147,745
Liabilities:		
Intercompany tax payable*	\$ 8,589	\$ 6,078
Notes and bonds payable	13,833	14,334
Junior subordinated debt	6,030	9,416
MIP notes payable	8,233	9,287
Series AIGFP matched notes and bonds payable	3,297	3,329
Loans from subsidiaries*	911	1,002
Other liabilities (4)	6,319	6,297
Total liabilities	47,212	49,743
AIG Shareholders' equity:		
Common stock	4,766	4,766
Treasury stock	(14,115)	(13,924)
Additional paid-in capital	80,497	80,410
Retained earnings	21,136	14,176
Accumulated other comprehensive income	6,509	12,574
Total AIG shareholders' equity	98,793	98,002
Total liabilities and equity	\$ 146,005	\$ 147,745

* Eliminated in consolidation.

Notes:

- (1) Includes \$2.0 billion and \$1.8 billion intercompany deposits with AIG Funding as of September 30, 2013 and December 31, 2012, respectively, which are eliminated in consolidation. Also includes securities purchased under agreements to resell, including balances attributable to the DIB.
- (2) Includes investments and intercompany derivative assets attributable to the DIB.
- (3) Represents AIG Parent's loan to Global Capital Markets (mostly through AIG Funding) and other subsidiaries.
- (4) Primarily consists of intercompany derivative liabilities (eliminated in consolidation) and accrued liabilities.



American International Group, Inc.
Condensed Statement of Operations — Parent Company Only

(in millions)	Quarterly					Year-to-date	
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
Revenues:							
Equity in earnings (losses) of consolidated subsidiaries *	\$ 1,992	\$ 2,374	\$ 1,891	\$ (3,787)	\$ 1,811	\$ 6,257	\$ 5,757
Interest income	73	117	107	20	135	297	338
Change in fair value of ML III	-	-	-	-	330	-	2,287
Net realized capital gains (losses)	(103)	159	81	304	64	137	443
Other income	94	397	106	513	174	597	293
Expenses:							
Interest expense	465	482	528	538	550	1,475	1,719
Net loss on extinguishment of debt	81	38	269	-	-	388	9
Other expenses	668	335	258	324	173	1,261	1,278
Income (loss) from continuing operations before income tax expense (benefit)	842	2,192	1,130	(3,812)	1,791	4,164	6,112
Income tax expense (benefit)	(1,328)	(538)	(1,080)	147	(65)	(2,946)	(1,284)
Income (loss) from discontinued operations	-	1	(4)	1	-	(3)	-
Net income (loss) attributable to AIG	\$ 2,170	\$ 2,731	\$ 2,206	\$ (3,958)	\$ 1,856	\$ 7,107	\$ 7,396

* Eliminated in consolidation.



American International Group, Inc.
Condensed Statement of Cash Flows — Parent Company Only

(in millions)	Nine Months Ended September 30,	
	2013	2012
Net cash provided by (used in) operating activities	\$ 3,078	\$ 1,275
Cash flows from investing activities:		
Sales and maturities of investments	715	9,592
Purchase of investments	(4,981)	(4,339)
Net change in restricted cash	428	(381)
Net change in short-term investments	2,552	4,881
Contributions to subsidiaries, net	(240)	954
Payments received on mortgages and other loan receivables	350	214
Loans to subsidiaries, net	3,491	1,730
Other, net	194	252
Net cash provided by investing activities	2,509	12,903
Cash flows from financing activities:		
Issuance of long-term debt	1,020	3,754
Purchase of common stock	(192)	(13,000)
Repayments of long-term debt	(5,866)	(2,995)
Loans from (repayments to) subsidiaries, net	(89)	(1,944)
Cash dividends paid to shareholders	(147)	-
Other, net	(332)	(44)
Net cash used in financing activities	(5,606)	(14,229)
Change in cash	(19)	(51)
Cash at beginning of period	81	176
Cash at end of period	\$ 62	\$ 125



American International Group, Inc
Other Invested Assets by Segment
(dollars in millions)

	<u>Sept. 30,</u> <u>2013</u>	<u>Dec. 31,</u> <u>2012</u>	<u>% Inc.</u> <u>(Dec.)</u>
AIG Property Casualty			
Alternative investments (1)	\$ 7,432	\$ 7,015	5.9 %
Mutual funds	83	73	13.7
Investment real estate	209	245	(14.7)
Life settlement contracts	4,484	4,357	2.9
All other investments (2)	1,063	1,030	3.2
Total AIG Property Casualty	<u>13,271</u>	<u>12,720</u>	4.3
AIG Life and Retirement			
Alternative investments (1)	10,988	10,666	3.0
Mutual funds	1	1	-
Investment real estate	842	913	(7.8)
Aircraft asset investments	832	984	(15.4)
All other investments (2)	153	213	(28.2)
Total AIG Life and Retirement	<u>12,816</u>	<u>12,777</u>	0.3
Other Operations			
Alternative investments (1)	880	1,309	(32.8)
Mutual funds	-	54	NM
Investment real estate	2,055	2,037	0.9
All other investments and eliminations (2)	146	220	(33.6)
Total Other Operations	<u>3,081</u>	<u>3,620</u>	(14.9)
Total AIG Other Invested Assets			
Alternative investments (1)	19,300	18,990	1.6
Mutual funds	84	128	(34.4)
Investment real estate	3,106	3,195	(2.8)
Aircraft asset investments	832	984	(15.4)
Life settlement contracts	4,484	4,357	2.9
All other investments (2)	1,362	1,463	(6.9)
Total AIG Other Invested Assets	<u>\$ 29,168</u>	<u>\$ 29,117</u>	0.2 %

Notes: (1) Includes hedge funds, private equity funds and other investment partnerships.
(2) Represents all other invested assets that are not separately presented.



American International Group, Inc.
Net Realized Capital Gains (Losses)
(dollars in millions)

	Quarterly				Year-to-date		
	3Q13	2Q13	1Q13	4Q12	3Q12	2013	2012
AIG Property Casualty							
Bonds available for sale	\$ 33	\$ 68	\$ 54	\$ 176	\$ 160	\$ 155	\$ 489
Stocks available for sale	13	20	17	(4)	9	50	15
Other transactions	(81)	(24)	(38)	(141)	(8)	(143)	(110)
Other than temporary impairments:							
Severity	-	(3)	(2)	(26)	-	(5)	(9)
Change in intent	-	-	(2)	(1)	(1)	(2)	(3)
Foreign currency declines	-	-	-	(1)	(1)	-	(7)
Issuer-specific credit events	(13)	(5)	(15)	(20)	(29)	(33)	(310)
Adverse projected cash flows	-	(1)	-	-	-	(1)	(1)
Total other than temporary impairments	(13)	(9)	(19)	(48)	(31)	(41)	(330)
Foreign exchange transactions	45	94	50	37	15	189	(34)
Derivative instruments	(9)	(76)	(52)	(71)	16	(137)	19
Total pre-tax net realized capital gains (losses)	\$ (12)	\$ 73	\$ 12	\$ (51)	\$ 161	\$ 73	\$ 49
AIG Life and Retirement							
Bonds available for sale	\$ 457	\$ 1,253	\$ 255	\$ 242	\$ 890	\$ 1,965	\$ 1,853
Stocks available for sale	(1)	21	16	2	7	36	35
Other transactions	(23)	8	21	44	146	6	172
Other than temporary impairments:							
Severity	-	-	-	(3)	(1)	-	(6)
Change in intent	-	-	-	-	-	-	(20)
Issuer-specific credit events	(42)	(77)	(48)	(133)	(78)	(167)	(558)
Adverse projected cash flows	-	-	(6)	(1)	-	(6)	(3)
Total other than temporary impairments	(42)	(77)	(54)	(137)	(79)	(173)	(587)
Foreign exchange transactions	(62)	(7)	77	(23)	(28)	8	(11)
Derivative instruments	69	232	(159)	(28)	(266)	142	(932)
Total pre-tax net realized capital gains	\$ 398	\$ 1,430	\$ 156	\$ 100	\$ 670	\$ 1,984	\$ 530
Other Operations							
Bonds available for sale	\$ -	\$ (48)	\$ (9)	\$ 2	\$ (189)	\$ (57)	\$ (155)
Stocks available for sale	-	(1)	1	9	-	-	427
Other transactions	(6)	10	(1)	(21)	2	3	(21)
Other than temporary impairments:							
Change in intent	(1)	-	(1)	(34)	(4)	(2)	(4)
Issuer-specific credit events	-	-	-	-	-	-	(27)
Total other than temporary impairments	(1)	-	(1)	(34)	(4)	(2)	(31)
Foreign exchange transactions	(259)	(5)	202	(147)	(41)	(62)	(56)
Derivative instruments	132	132	(60)	277	47	204	51
Total pre-tax net realized capital gains (losses)	\$ (134)	\$ 88	\$ 132	\$ 86	\$ (185)	\$ 86	\$ 215
Bonds available for sale	\$ 490	\$ 1,273	\$ 300	\$ 420	\$ 861	\$ 2,063	\$ 2,187
Stocks available for sale	12	40	34	7	16	86	477
Other transactions	(110)	(6)	(18)	(118)	140	(134)	41
Other than temporary impairments:							
Severity	-	(3)	(2)	(29)	(1)	(5)	(15)
Change in intent	(1)	-	(3)	(35)	(5)	(4)	(27)
Foreign currency declines	-	-	-	(1)	(1)	-	(7)
Issuer-specific credit events	(55)	(82)	(63)	(153)	(107)	(200)	(895)
Adverse projected cash flows	-	(1)	(6)	(1)	-	(7)	(4)
Total other than temporary impairments	(56)	(86)	(74)	(219)	(114)	(216)	(948)
Foreign exchange transactions	(276)	82	329	(133)	(54)	135	(101)
Derivative instruments	192	288	(271)	178	(203)	209	(862)
Total pre-tax net realized capital gains	\$ 252	\$ 1,591	\$ 300	\$ 135	\$ 646	\$ 2,143	\$ 794
Total net realized gains (losses), net of tax	\$ 175	\$ 1,034	\$ 201	\$ 97	\$ 386	\$ 1,410	\$ 489