

2013 年 12 月期 年次決算短信

会社名 アメリカン・インターナショナル・グループ・インク
 決算期 本決算：年 1 回 (12 月)
 中間決算：四半期毎
 問い合わせ先 東京都港区元赤坂一丁目 2 番 7 号 赤坂Kタワー
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1. 本国における決算発表日 2014 年 2 月 13 日

2. 定時株主総会開催日 2014 年 5 月 12 日

3. 業績 (注 1：下記の数字は 2013 年 12 月 31 日現在の会計方法に従い算出したものである。)

	年 次 決 算		
	当年度 (2013 年)	前年度 (2012 年)	増減率 (%)
売上高又は営業収入	68,678 百万ドル	71,021 百万ドル	△3.3
純利益 (税引後)	9,085 百万ドル	3,438 百万ドル	164.3
1 株当たり純利益 (注 2)	6.13 ドル	2.04 ドル	200.5

	第 4 四半期 (10 月～12 月の 3 ヶ月間)		
	当期	前年同期	増減率 (%)
売上高又は営業収入	17,346 百万ドル	17,169 百万ドル	1.0
純利益 (税引後)	1,978 百万ドル	△3,958 百万ドル	-
1 株当たり純利益 (注 2)	1.34 ドル	△2.68 ドル	-

	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	0.10 ドル		
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。

4. 概況・特記事項・その他

上記 3. の各数値は、会社の 2014 年 2 月 13 日付けプレス・リリースおよび Quarterly Financial Supplement Fourth 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 Fourth Quarter 2013 を添付する。



Press Release

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AIG REPORTS FOURTH QUARTER 2013 NET INCOME ATTRIBUTABLE TO AIG OF \$2.0 BILLION AND DILUTED EARNINGS PER SHARE OF \$1.34

- Fourth quarter 2013 after-tax operating income attributable to AIG of \$1.7 billion; after-tax operating income per diluted share attributable to AIG of \$1.15
- Full year 2013 pre-tax insurance operating earnings exceed \$10 billion; growth in all core insurance operations
- On February 13, 2014, AIG's Board of Directors announced a 25 percent increase in AIG's quarterly dividend to \$0.125 per share; and authorized the repurchase of additional shares of AIG Common Stock, with an aggregate purchase price of up to \$1.0 billion, resulting in an aggregate remaining repurchase authorization of approximately \$1.4 billion
- Announced an agreement to sell International Lease Finance Corporation (ILFC) to AerCap Holdings N.V. in the fourth quarter of 2013 for total consideration of approximately \$5.4 billion
- Book value per share grew 3 percent from year end 2012 to \$68.62; book value per share excluding accumulated other comprehensive income (AOCI) grew 11 percent from year end 2012 to \$64.28
- Cash dividends and loan repayments to AIG Parent from insurance subsidiaries totaled \$4.1 billion in the fourth quarter of 2013; \$8.7 billion for the full year of 2013

NEW YORK, February 13, 2014 – American International Group, Inc. (NYSE: AIG) today reported net income attributable to AIG of \$2.0 billion or \$1.34 per diluted share for the quarter ended December 31, 2013, compared to a net loss of \$4.0 billion or \$2.68 per diluted share for the fourth quarter of 2012. The year ago quarter included a \$4.4 billion net loss associated with the sale of ILFC and pre-tax catastrophe losses of \$2.0 billion from Storm Sandy (\$1.3 billion after tax). Full year 2013 net income attributable to AIG was \$9.1 billion, or \$6.13 per diluted share, compared with \$3.4 billion, or \$2.04 per diluted share, for the full year of 2012.

After-tax operating income attributable to AIG grew to \$1.7 billion, or \$1.15 per diluted share, for the fourth quarter of 2013, compared to \$290 million, or \$0.20 per diluted share, in the prior-year quarter, reflecting growth in each of AIG's core insurance operations. After-tax operating income for the full year of 2013 was \$6.8 billion, or \$4.56 per diluted share, up from \$6.6 billion, or \$3.93 per diluted share, in 2012.

AIG continues to pursue initiatives to reduce expenses and improve efficiencies to best meet the needs of its customers. These initiatives include centralizing work streams into lower cost locations and creating a more streamlined organization. In the fourth quarter of 2013, AIG incurred a pre-tax severance charge of \$265 million associated with these initiatives primarily related to AIG Property Casualty.



“AIG’s strong performance in both the fourth quarter and the full year of 2013 represents another successful milestone in our journey to further build on AIG’s core insurance operations,” said Robert H. Benmosche, AIG President and Chief Executive Officer. “Global demand for our products and services, combined with our reputation for innovation, has helped to reestablish AIG as one of the world’s preeminent insurance companies.

“I am also pleased to announce the Board’s capital management decisions to increase AIG’s quarterly dividend by 25 percent and authorize the repurchase of up to an additional \$1.0 billion worth of AIG Common Stock, both of which reaffirm the Board’s confidence in our strategy and allow us to return a portion of our success directly to our shareholders,” added Mr. Benmosche.

“Our profits illustrate the individual and combined earnings power of all three of our core insurance operations, as well as our ongoing commitment to capital management,” continued Mr. Benmosche. “With another year of solid performance under our belts, I am confident that we have positioned ourselves for strong growth and profitability in all of our operating businesses. Most importantly, this foundation will enable us to focus our energy on our customers.

“In addition, our fourth quarter severance charge represents another step in AIG’s continued transformation. We are increasingly a more agile, focused, and sustainable company. As we think about the long-term future of our company, we must be able to more efficiently meet and exceed the evolving expectations of our global customer base,” Mr. Benmosche concluded.

Capital and Liquidity

- AIG shareholders’ equity totaled \$100.5 billion at December 31, 2013
- In the fourth quarter of 2013, issued \$1.0 billion of 4.125% senior notes due 2024 and repurchased \$1.1 billion of debt having an average coupon over 7.5%
- In January 2014, AIG reduced DIB debt by \$2.2 billion through a redemption of \$1.2 billion aggregate principal amount of its 4.250% Notes due 2014 and a repurchase of \$1.0 billion of its 8.25% Notes due 2018 using cash and short term investments allocated to the DIB
- Repurchased 8.3 million shares of AIG Common Stock for an aggregate purchase price of approximately \$405 million in the fourth quarter of 2013 (approximately \$600 million for the full year 2013)
- AIG Parent liquidity sources increased to \$17.6 billion at year-end 2013, including \$13.1 billion of cash, short-term investments, and unencumbered fixed maturity securities, from \$16.1 billion at year-end 2012



AFTER-TAX OPERATING INCOME

(\$ in millions)	Three Months Ended December 31,		Full-Year Ended December 31,	
	2013	2012	2013	2012
Pre-tax operating income (loss)				
Insurance Operations				
AIG Property Casualty	\$ 1,090	\$ (944)	\$ 4,812	\$ 1,793
AIG Life and Retirement	1,406	1,090	5,095	4,160
Mortgage Guaranty	48	(45)	205	9
Total Insurance Operations	2,544	101	10,112	5,962
Other Operations (excluding Mortgage Guaranty)				
Direct Investment book	418	509	1,448	1,215
Global Capital Markets	194	300	625	557
Interest expense	(328)	(408)	(1,412)	(1,597)
Corporate expenses	(213)	(337)	(1,009)	(900)
Severance expense	(265)	-	(265)	-
Change in fair value of AIA (including realized gains in 2012)	-	240	-	2,069
Change in fair value of ML III	-	-	-	2,888
Other, Net	132	(4)	(103)	(94)
Total Other Operations (excluding Mortgage Guaranty)	(62)	300	(716)	4,138
Consolidations, eliminations and other adjustments	41	(16)	165	(18)
Pre-tax operating income	2,523	385	9,561	10,082
Income tax expense	(815)	(87)	(2,762)	(3,187)
Noncontrolling interest – Treasury	-	-	-	(208)
Other noncontrolling interest	(4)	(8)	(37)	(52)
After-tax operating income attributable to AIG	\$ 1,704	\$ 290	\$ 6,762	\$ 6,635
After-tax operating income per diluted common share	1.15	0.20	4.56	3.93

All operating segment comparisons that follow are to the fourth quarter 2012 unless otherwise noted.

AIG PROPERTY CASUALTY

(\$ in millions)	Three Months Ended December 31,			
	2013	2012	Change	
Net premiums written	\$ 8,028	\$ 7,809	3	%
Net premiums earned	8,621	8,613	-	
Underwriting loss	(330)	(2,161)	85	
Net investment income	1,420	1,217	17	
Pre-tax operating income (loss)	\$ 1,090	\$ (944)	NM	%
Underwriting ratios:				
Loss ratio	68.2	87.6	(19.4)	pts
Acquisition ratio	19.5	20.2	(0.7)	
General operating expense ratio	16.1	17.3	(1.2)	
Combined ratio	103.8	125.1	(21.3)	
Accident year loss ratio, as adjusted	66.4	63.3	3.1	
Accident year combined ratio, as adjusted	102.0	100.8	1.2	
Severe losses	3.2	0.7	2.5	pts



AIG Property Casualty's growth in pre-tax operating income is attributable to an improvement in underwriting results and an increase in net investment income, partially offset by the impact of higher severe losses. As a result of AIG's continued focus on capital management and legal entity simplification, AIG Property Casualty distributed \$2.6 billion in cash dividends to AIG Parent during the fourth quarter of 2013, and a total of \$4.1 billion for the full year of 2013.

Pre-tax catastrophe losses were \$208 million in the fourth quarter of 2013, compared to \$2.0 billion in the fourth quarter of 2012, which largely consisted of Storm Sandy losses. Net prior-year adverse development was \$266 million, primarily attributable to runoff pollution remediation coverages and pre-2004 environmental business compared to \$116 million for the fourth quarter of 2012. This adverse development was more than offset by an increased reserve discount benefit of \$325 million arising from a charge of \$322 million in Commercial Insurance from a lower discount rate on primary workers' compensation reserves, as well as a benefit of \$647 million in AIG Property Casualty's Other category, primarily from the use of payout patterns specific to excess workers' compensation reserves. The fourth quarter 2013 accident year loss ratio, as adjusted, increased to 66.4, compared to 63.3, primarily reflecting the impact of severe losses of \$277 million, which added 2.5 points to the loss ratio compared to the prior year quarter, largely offset by an improvement in underlying Commercial Insurance results. AIG considers first-party losses and surety losses greater than \$10 million net of reinsurance to be severe losses. The fourth quarter 2013 acquisition ratio declined 0.7 points to 19.5, reflecting the timing of guaranty fund and other assessments and changes in the mix of business. The general operating expense ratio was 16.1, a 1.2 point decline as a result of lower bad debt charges, which were partially offset by an increase in employee incentive plan expenses.

Fourth quarter 2013 net premiums written increased 6 percent, excluding the effects of foreign exchange, a change in the timing of recognizing excess of loss-ceded premiums and loss-sensitive premium adjustments, reflecting growth of new business in both the Commercial and Consumer operating segments, rate increases and changes in the reinsurance structure. Excluding the items noted above, Commercial Insurance and Consumer Insurance fourth quarter 2013 net premiums written grew 7 percent and 4 percent, respectively. Commercial Insurance continues to focus on growing higher value lines of business and rate strengthening, while Consumer Insurance continues to target growth in selected markets.

COMMERCIAL INSURANCE UNDERWRITING

(\$ in millions)	Three Months Ended				
	2013	2012	Change		
Net premiums written	\$ 4,841	\$ 4,410	10		%
Net premiums earned	5,294	5,059	5		
Underwriting loss	\$ (402)	\$ (1,535)	74		%
Underwriting ratios:					
Loss ratio	77.9	100.9	(23.0)		pts
Acquisition ratio	16.1	15.5	0.6		
General operating expense ratio	13.7	13.9	(0.2)		
Combined ratio	107.7	130.3	(22.6)		
Accident year loss ratio, as adjusted	67.3	66.4	0.9		
Accident year combined ratio, as adjusted	97.1	95.8	1.3		pts



The Commercial Insurance combined ratio improved 22.6 points to 107.7, largely from lower catastrophe losses. The combined ratio was negatively impacted by 6.1 points due to the change in the discounting of primary workers' compensation reserves. The fourth quarter 2013 accident year loss ratio, as adjusted, increased 0.9 points to 67.3 as a result of \$197 million in higher severe losses, primarily in Property, which offset improvements in Casualty. The fourth quarter 2013 acquisition ratio increased 0.6 points to 16.1, primarily as a result of the timing of guaranty fund and other assessments as well as a change in business mix. The general operating expense ratio decreased 0.2 points to 13.7, primarily due to lower bad debt charges, which were partially offset by higher employee incentive plan expenses.

CONSUMER INSURANCE UNDERWRITING

(\$ in millions)	Three Months Ended December 31,			
	2013	2012	Change	
Net premiums written	\$ 3,189	\$ 3,395	(6)	%
Net premiums earned	3,296	3,534	(7)	
Underwriting loss	\$ (113)	\$ (397)	72	%
Underwriting ratios:				
Loss ratio	60.4	67.9	(7.5)	pts
Acquisition ratio	25.2	26.9	(1.7)	
General operating expense ratio	17.7	16.4	1.3	
Combined ratio	103.3	111.2	(7.9)	
Accident year loss ratio, as adjusted	60.7	58.0	2.7	
Accident year combined ratio, as adjusted	103.6	101.3	2.3	pts

The Consumer Insurance combined ratio decreased 7.9 points to 103.3 largely as a result of lower catastrophe losses. The Consumer Insurance accident year loss ratio, as adjusted, increased 2.7 points to 60.7 primarily due to higher Accident & Health losses, as well as severe loss activity in Private Client Group. The fourth quarter 2013 acquisition ratio decreased 1.7 points to 25.2 due to lower direct marketing expenditures. The general operating expense ratio increased 1.3 points primarily due to higher employee incentive plan costs.

AIG LIFE AND RETIREMENT

(\$ in millions)	Three Months Ended December 31,			
	2013	2012	Change	
Premiums and deposits	\$ 8,042	\$ 5,215	54	%
Net investment income	2,873	2,715	6	
Pre-tax operating income:				
Retail	820	598	37	
Institutional	586	492	19	
Total pre-tax operating income	1,406	1,090	29	
Assets under management	\$ 317,977	\$ 290,387	10	%

AIG Life and Retirement's pre-tax operating income in the fourth quarter of 2013 increased 29 percent to \$1.4 billion. The business achieved strong sales, generated significant positive net flows and executed continued initiatives to enhance profitability. AIG Life and Retirement's diversified



distribution platform delivered near-record sales of variable annuities, fixed annuities and retail mutual funds. Net flows continued to reflect strong positive momentum, increasing by more than \$2.9 billion from the prior-year period. Increased flows and higher account balances resulted in higher fee income in the quarter, continuing the trend from prior quarters. Higher net investment income and ongoing active spread management also benefited results.

Net investment income increased 6 percent to \$2.9 billion, driven by higher returns on alternative investments, increased gains on calls and tenders, and appreciation of hybrid securities. The portfolio base investment yield was 5.29 percent compared to 5.33 percent in the fourth quarter of 2012. Consistent with recent quarters, 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. In an ongoing effort to mitigate the impact of low interest rates, AIG Life and Retirement has pursued a strategy of actively managing spreads through crediting rate actions on existing business, duration matching of assets and liabilities, and disciplined pricing on new business. In the fourth quarter, AIG Life and Retirement continued to realize capital gains in its fixed maturity investment portfolio in connection with utilizing capital loss carryforwards. Consistent with prior quarters, reinvestment of proceeds from such sales negatively impacted the base investment yield.

Assets under management rose 10 percent to \$318.0 billion from the prior-year quarter. Net flows and separate account values increased substantially compared to the prior-year period. AIG Life and Retirement's retail investment products continued to be well received in the marketplace and were a key driver of the increase in assets under management. Strong equity market performance further drove the increase in investment product account values. Additionally, the development of the stable value wrap business accounted for a \$14.2 billion increase in assets under management from the prior-year period.

Premiums and deposits totaled \$8.0 billion, up 54 percent, consistent with the continued strong pace of growth seen in recent quarters. Increased sales of investment-oriented products, including individual variable annuities, retail mutual funds, and fixed annuities, primarily drove the increase to which Group Retirement and Institutional Markets also contributed. Premiums and deposits for Retirement Income Solutions and Retail Mutual Fund product lines increased 99 percent and 107 percent, respectively. Fixed Annuities product line premiums and deposits totaled \$995 million for the quarter, up from \$247 million in the fourth quarter of 2012.

The Retail operating segment reported quarterly pre-tax operating income of \$820 million, an increase of 37 percent, driven by higher net investment income on alternative investments, active spread management on interest rate sensitive products, and higher fee income on variable annuity separate account assets. In an effort to better serve its retail client base, in the fourth quarter, AIG Life and Retirement formed AIG Financial Network to focus on providing middle and upper-middle income families and small businesses with a broad range of best-in-class products and services that address a multitude of consumer needs for financial protection, asset accumulation, and lifetime retirement income.

The Institutional operating segment reported quarterly pre-tax operating income of \$586 million, an increase of 19 percent. Results were driven by higher net investment income on alternative investments, higher policy fee income and lower interest crediting rates due to active spread management.



In the fourth quarter of 2013, AIG Life and Retirement distributed \$1.3 billion in cash dividends and loan repayments to AIG Parent for a total of \$4.4 billion for the full year of 2013.

MORTGAGE GUARANTY

<i>(in millions)</i>	Three Months Ended		
	December 31,		
	2013	2012	Change
New insurance written	\$ 10,859	\$ 11,629	(7) %
Net premiums written	255	236	8
Net premiums earned	203	190	7
Underwriting income (loss)	15	(82)	NM
Net investment income	33	37	(11)
Pre-tax operating income (loss)	\$ 48	\$ (45)	NM %

United Guaranty Corporation (UGC), AIG's residential mortgage guaranty operations, reported pre-tax operating income of \$48 million compared to an operating loss of \$45 million in the fourth quarter of 2012. Results reflected increased earned premiums from business written after 2008 using UGC's risk-based pricing strategy along with lower incurred losses in its first-lien book of business due to declining newly reported delinquencies and increasing cure rates in its delinquent inventory. In the fourth quarter of 2013, 59 percent of net premiums earned were from business written after 2008.

First-lien new insurance written totaled \$10.9 billion in principal of loans insured for the quarter, down from \$11.6 billion for the same period in 2012, driven by decreased origination activity, due primarily to a 71 percent decline in mortgage refinancing activity which was partially offset by a 43 percent increase in originations for home purchases. Quality remained high, with an average FICO score of 753 and an average loan-to-value of 91 percent on new business. Net premiums written grew 8 percent to \$255 million in the fourth quarter of 2013 due to growth of the first-lien inforce book.

UGC paid a \$90 million cash dividend to AIG in 2013, its first dividend since 2010.

OTHER OPERATIONS

AIG's Other Operations (excluding Mortgage Guaranty) reported a fourth quarter 2013 pre-tax operating loss of \$62 million, compared to pre-tax operating income of \$300 million for the fourth quarter of 2012. The pre-tax operating loss for the fourth quarter of 2013 included the severance charge of \$265 million disclosed above. The year-ago quarter included a \$240 million pre-tax gain related to AIG's interest in AIA Group Limited.

Conference Call

AIG will host a conference call tomorrow, Friday, February 14, 2014, at 8:00 a.m. ET 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), this press release, and AIG's Fourth Quarter 2013 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 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; 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, Part I, Item 1A. Risk Factors and Part II, Item 7. MD&A in AIG's Annual Report on Form 10-K for the fiscal year ended December 31, 2012 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 fiscal year ended December 31, 2013 (which will be filed with the Securities and Exchange Commission). 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 Fourth 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 value 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, AIG Property Casualty other (income) expense-net, (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 - net, 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 direct and assumed 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, changes in benefit reserves and DAC, VOBA, and SIA related to net realized capital (gains) losses and income from divested businesses, including Aircraft Leasing.

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: [@AIGInsurance](https://twitter.com/AIGInsurance) | 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 December 31,			Twelve Months Ended December 31,		
	2013	2012	% Inc. (Dec.)	2013	2012	% Inc. (Dec.)
AIG Property Casualty Operations:						
Net premiums written	\$ 8,028	\$ 7,809	2.8 %	\$ 34,388	\$ 34,436	(0.1)%
Net premiums earned	8,621	8,613	0.1	33,953	34,873	(2.6)
Claims and claims adjustment expenses incurred	5,878	7,545	(22.1)	22,639	25,785	(12.2)
Acquisition expenses	1,682	1,737	(3.2)	6,705	6,936	(3.3)
General operating expenses	1,391	1,492	(6.8)	5,064	5,139	(1.5)
Underwriting loss	(330)	(2,161)	84.7	(455)	(2,987)	84.8
Net investment income	1,420	1,217	16.7	5,267	4,780	10.2
Pre-tax operating income (loss)	1,090	(944)	NM	4,812	1,793	168.4
Net realized capital gains (a)	167	8	NM	380	211	80.1
Legal settlements	10	17	(41.2)	13	17	(23.5)
Other income (expense) - net	(79)	(4)	NM	(72)	2	NM
Pre-tax income (loss)	\$ 1,188	\$ (923)	NM	\$ 5,133	\$ 2,023	153.7
Loss ratio	68.2	87.6		66.7	73.9	
Acquisition ratio	19.5	20.2		19.7	19.9	
General operating expense ratio	16.1	17.3		14.9	14.7	
Combined ratio	103.8	125.1		101.3	108.5	
AIG Life and Retirement Operations:						
Premiums	\$ 606	\$ 634	(4.4)	\$ 2,596	\$ 2,464	5.4
Policy fees	652	618	5.5	2,535	2,349	7.9
Net investment income	2,873	2,715	5.8	10,854	10,718	1.3
Other income	454	358	26.8	1,709	1,293	32.2
Total revenues	4,585	4,325	6.0	17,694	16,824	5.2
Benefits and expenses	3,179	3,235	(1.7)	12,599	12,664	(0.5)
Pre-tax operating income	1,406	1,090	29.0	5,095	4,160	22.5
Legal settlements	553	154	259.1	1,020	154	NM
Changes in fair value of fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	(33)	(11)	(200.0)	(161)	37	NM
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital losses	(4)	(81)	95.1	(1,486)	(1,201)	(23.7)
Net realized capital gains (a)	53	100	(47.0)	2,037	630	223.3
Pre-tax income	\$ 1,975	\$ 1,252	57.7	\$ 6,505	\$ 3,780	72.1
Other operations, pre-tax operating income (loss)	(14)	255	NM	(511)	4,147	NM
Legal reserves	(21)	(10)	(110.0)	(446)	(754)	40.8
Legal settlements	71	39	82.1	119	39	205.1
Loss on extinguishment of debt	(192)	-	NM	(651)	(32)	NM
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital losses	(98)	-	NM	(98)	-	NM
Aircraft Leasing	(189)	69	NM	(129)	338	NM
Net loss on sale of divested businesses	(1)	(6,714)	100.0	(48)	(6,717)	99.3
Net realized capital gains (losses)	(652)	40	NM	(685)	289	NM
Pre-tax loss	(1,096)	(6,321)	82.7	(2,449)	(2,690)	9.0
Consolidation and elimination adjustments related to pre-tax operating income (loss)	52	(11)	NM	167	(20)	NM
Consolidation and elimination adjustments related to non-operating income (loss), including net realized capital gains (losses) (a)	31	(36)	NM	12	(202)	NM
Income (loss) from continuing operations before income tax expense	2,150	(6,039)	NM	9,368	2,891	224.0
Income tax expense (benefit)	188	(2,098)	NM	360	(808)	NM
Income (loss) from continuing operations	1,962	(3,941)	NM	9,008	3,699	143.5
Income (loss) from discontinued operations, net of income tax expense	11	(8)	NM	84	1	NM
Net income (loss)	1,973	(3,949)	NM	9,092	3,700	145.7
Less: Net income (loss) from continuing operations attributable to noncontrolling interests:						
Nonvoting, callable, junior and senior preferred interests	-	-	NM	-	208	NM
Other	(5)	9	NM	7	54	(87.0)
Total net income (loss) from continuing operations attributable to noncontrolling interests	(5)	9	NM	7	262	(97.3)
Net income (loss) attributable to AIG	\$ 1,978	\$ (3,958)	NM%	\$ 9,085	\$ 3,438	164.3 %

See accompanying notes on the following page.

Financial Highlights -continued

	Three Months Ended December 31,			Twelve Months Ended December 31,		
	2013	2012	% Inc. (Dec.)	2013	2012	% Inc. (Dec.)
Net income (loss) attributable to AIG	\$ 1,978	\$ (3,958)	NM%	\$ 9,085	\$ 3,438	164.3 %
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	(11)	8	NM	(84)	(1)	NM
Loss from divested businesses	97	4,323	(97.8)	117	4,039	(97.1)
Uncertain tax positions and other tax adjustments	65	200	(67.5)	791	543	45.7
Legal reserves (settlements) related to legacy crisis matters	(399)	(129)	(209.3)	(460)	353	NM
Deferred income tax valuation allowance releases	(540)	(116)	(365.5)	(3,237)	(1,911)	(69.4)
Changes in fair value of AIG Life and Retirement fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	22	7	214.3	105	(24)	NM
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	67	52	28.8	1,132	781	44.9
AIG Property Casualty other (income) expense - net	47	-	NM	47	-	NM
Loss on extinguishment of debt	125	-	NM	423	21	NM
Net realized capital (gains) losses	253	(97)	NM	(1,157)	(586)	(97.4)
Non-qualifying derivative hedging gains, excluding net realized capital (gains) losses	-	-	NM	-	(18)	NM
After-tax operating income attributable to AIG	<u>\$ 1,704</u>	<u>\$ 290</u>	487.6	<u>\$ 6,762</u>	<u>\$ 6,635</u>	1.9
Income (loss) per common share:						
<i>Basic</i>						
Income (loss) from continuing operations	\$ 1.34	\$ (2.68)	NM	\$ 6.11	\$ 2.04	199.5
Income from discontinued operations	0.01	-	NM	0.05	-	NM
Net income (loss) attributable to AIG	<u>\$ 1.35</u>	<u>\$ (2.68)</u>	NM	<u>\$ 6.16</u>	<u>\$ 2.04</u>	202.0
<i>Diluted</i>						
Income (loss) from continuing operations	\$ 1.33	\$ (2.68)	NM	\$ 6.08	\$ 2.04	198.0
Income from discontinued operations	0.01	-	NM	0.05	-	NM
Net income (loss) attributable to AIG	<u>\$ 1.34</u>	<u>\$ (2.68)</u>	NM	<u>\$ 6.13</u>	<u>\$ 2.04</u>	200.5
After-tax operating income attributable to AIG per diluted share	<u>\$ 1.15</u>	<u>\$ 0.20</u>	475.0 %	<u>\$ 4.56</u>	<u>\$ 3.93</u>	16.0
Weighted average shares outstanding:						
Basic	1,468.7	1,476.5		1,474.2	1,687.2	
Diluted	1,480.7	1,476.5		1,481.2	1,687.2	
Book value per common share (b)				\$ 68.62	\$ 66.38	3.4
Book value per common share excluding accumulated other comprehensive income (c)				\$ 64.28	\$ 57.87	11.1 %
Return on equity (d)	7.9 %	NM%		9.2 %	3.4 %	
Return on equity, excluding AOCI (e)	8.5 %	NM%		10.1 %	3.7 %	
Return on equity - after-tax operating income, excluding AOCI (f)	7.3 %	1.3 %		7.5 %	7.2 %	

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 common 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 Fourth Quarter 2013

All financial information in this document is unaudited. This report should be read in conjunction with AIG's Annual Report on Form 10-K for the year ended December 31, 2013 which will be filed with the Securities and Exchange Commission.



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 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; 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, 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 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, 2013 (which will be filed with the Securities and Exchange Commission).

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 value 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, AIG Property Casualty other (income) expense - net, (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 - net, 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 direct and assumed 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, change in benefit reserves and DAC, VOBA and SIA related to net realized capital loss (gain) and income from divested businesses, including Aircraft Leasing.

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					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Revenues:							
Premiums	\$ 9,426	\$ 9,352	\$ 9,200	\$ 9,372	\$ 9,436	\$ 37,350	\$ 38,047
Policy fees	652	645	623	615	618	2,535	2,349
Net investment income	4,229	3,573	3,844	4,164	4,107	15,810	20,343
Net realized capital gains (losses) (page 56)							
Total other-than-temporary impairments on available for sale securities	(75)	(33)	(17)	(40)	(147)	(165)	(448)
Portion of other-than-temporary impairments on available for sale fixed maturity securities recognized in Other comprehensive income (loss)	(5)	(6)	(10)	(1)	(9)	(22)	(381)
Net other-than-temporary impairments on available for sale securities recognized in net income (loss)	(80)	(39)	(27)	(41)	(156)	(187)	(829)
Other realized capital gains (losses)	(319)	291	1,618	341	292	1,931	1,759
Total net realized capital gains (losses)	(399)	252	1,591	300	136	1,744	930
Aircraft leasing revenue (1)	1,117	1,118	1,111	1,074	1,078	4,420	4,504
Other income	2,321	1,004	2,057	1,437	1,794	6,819	4,848
Total revenues	17,346	15,944	18,426	16,962	17,169	68,678	71,021
Benefits, claims and expenses:							
Policyholder benefits and claims incurred	7,269	7,416	8,090	6,728	9,126	29,503	32,036
Interest credited to policyholder account balances	979	924	972	1,017	1,035	3,892	4,340
Amortization of deferred policy acquisition costs	1,298	1,220	1,353	1,286	1,368	5,157	5,709
Other acquisition and insurance expenses	2,432	2,251	2,245	2,238	2,499	9,166	9,235
Interest expense	514	516	535	577	585	2,142	2,319
Aircraft leasing expenses (1)	1,306	1,119	1,093	1,031	986	4,549	4,138
Loss on extinguishment of debt	192	81	38	340	-	651	32
Net loss on sale of divested businesses	1	-	47	-	6,733	48	6,736
Other expenses	1,205	1,239	888	870	876	4,202	3,585
Total benefits, claims and expenses	15,196	14,766	15,261	14,087	23,208	59,310	68,130
Income (loss) from continuing operations before income tax expense (benefit)	2,150	1,178	3,165	2,875	(6,039)	9,368	2,891
Income tax expense (benefit)	188	(970)	425	717	(2,098)	360	(808)
Income (loss) from continuing operations	1,962	2,148	2,740	2,158	(3,941)	9,008	3,699
Income (loss) from discontinued operations, net of income tax expense (benefit) (1)	11	(18)	18	73	(8)	84	1
Net income (loss)	1,973	2,130	2,758	2,231	(3,949)	9,092	3,700
Net income (loss) from continuing operations attributable to noncontrolling interests:							
Nonvoting, callable, junior and senior preferred interests	-	-	-	-	-	-	208
Other	(5)	(40)	27	25	9	7	54
Total net income (loss) from continuing operations attributable to noncontrolling interests	(5)	(40)	27	25	9	7	262
Net income (loss) attributable to AIG	\$ 1,978	\$ 2,170	\$ 2,731	\$ 2,206	\$ (3,958)	\$ 9,085	\$ 3,438
Income (loss) per common share attributable to AIG:							
Basic:							
Income (loss) from continuing operations	\$ 1.34	\$ 1.48	\$ 1.84	\$ 1.44	\$ (2.68)	\$ 6.11	\$ 2.04
Income (loss) from discontinued operations	0.01	(0.01)	0.01	0.05	-	0.05	-
Net income (loss) attributable to AIG	\$ 1.35	\$ 1.47	\$ 1.85	\$ 1.49	\$ (2.68)	\$ 6.16	\$ 2.04
Diluted:							
Income (loss) from continuing operations	\$ 1.33	\$ 1.47	\$ 1.83	\$ 1.44	\$ (2.68)	\$ 6.08	\$ 2.04
Income (loss) from discontinued operations	0.01	(0.01)	0.01	0.05	-	0.05	-
Net income (loss) attributable to AIG	\$ 1.34	\$ 1.46	\$ 1.84	\$ 1.49	\$ (2.68)	\$ 6.13	\$ 2.04
Weighted average shares outstanding:							
Basic	1,468.7	1,475.1	1,476.5	1,476.5	1,476.5	1,474.2	1,687.2
Diluted	1,480.7	1,485.3	1,482.2	1,476.7	1,476.5	1,481.2	1,687.2
Dividends declared per common share	\$ 0.10	\$ 0.10	\$ -	\$ -	\$ -	\$ 0.20	\$ -

Note:

(1) ILFC's results, which were previously presented as discontinued operations, have been reclassified to continuing operations and prior periods have been revised to conform to the current period presentation.



American International Group, Inc.
Consolidated Statement of Segment Operations (1)
(in millions, except per share data)

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
AIG Property Casualty							
Net premiums written	\$ 8,028	\$ 8,660	\$ 9,263	\$ 8,437	\$ 7,809	\$ 34,388	\$ 34,436
Net premiums earned	8,621	8,427	8,347	8,558	8,613	33,953	34,873
Claims and claims adjustment expenses incurred	5,878	5,669	5,679	5,413	7,545	22,639	25,785
Acquisition expenses	1,682	1,664	1,671	1,688	1,737	6,705	6,936
General operating expenses	1,391	1,228	1,220	1,225	1,492	5,064	5,139
Underwriting income (loss)	(330)	(134)	(223)	232	(2,161)	(455)	(2,987)
Net investment income	1,420	1,213	1,309	1,325	1,217	5,267	4,780
Pre-tax operating income (loss)	1,090	1,079	1,086	1,557	(944)	4,812	1,793
Net realized capital gains	167	50	109	54	8	380	211
Legal settlements	10	-	3	-	17	13	17
Other income (expense) - net	(79)	(3)	7	3	(4)	(72)	2
Pre-tax income (loss)	1,188	1,126	1,205	1,614	(923)	5,133	2,023
AIG Life and Retirement							
Premiums	606	721	649	620	634	2,596	2,464
Policy fees	652	645	623	615	618	2,535	2,349
Net investment income	2,873	2,467	2,637	2,877	2,715	10,854	10,718
Advisory fee and other income	454	443	419	393	358	1,709	1,293
Total revenues	4,585	4,276	4,328	4,505	4,325	17,694	16,824
Benefits and expenses	3,179	3,132	3,177	3,111	3,235	12,599	12,664
Pre-tax operating income	1,406	1,144	1,151	1,394	1,090	5,095	4,160
Legal settlements	553	-	359	108	154	1,020	154
Changes in fair value of fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	(33)	(30)	(69)	(29)	(11)	(161)	37
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	(4)	(271)	(1,152)	(59)	(81)	(1,486)	(1,201)
Net realized capital gains	53	398	1,430	156	100	2,037	630
Pre-tax income	1,975	1,241	1,719	1,570	1,252	6,505	3,780
Other operations, pre-tax operating income (loss)	(14)	(575)	198	(120)	255	(511)	4,147
Other operations pre-tax income (loss) before net realized capital gains (losses)	(444)	(1,057)	163	(426)	(6,361)	(1,764)	(2,979)
Other operations, net realized capital gains (losses)	(652)	(166)	88	45	40	(685)	289
Consolidation and elimination adjustments related to pre-tax operating income (loss)	52	62	27	26	(11)	167	(20)
Consolidation and elimination adjustments related to non-operating income (loss), including net realized capital gains (losses)	31	(28)	(37)	46	(36)	12	(202)
Income (loss) from continuing operations before income tax expense (benefit)	2,150	1,178	3,165	2,875	(6,039)	9,368	2,891
Income tax expense (benefit) (2)	188	(970)	425	717	(2,098)	360	(808)
Income (loss) from continuing operations	1,962	2,148	2,740	2,158	(3,941)	9,008	3,699
Income (loss) from discontinued operations, net of income tax expense (benefit)	11	(18)	18	73	(8)	84	1
Net income (loss)	1,973	2,130	2,758	2,231	(3,949)	9,092	3,700
Less:							
Net income (loss) from continuing operations attributable to noncontrolling interests:							
Nonvoting, callable, junior and senior preferred interests	-	-	-	-	-	-	208
Other	(5)	(40)	27	25	9	7	54
Total net income (loss) from continuing operations attributable to noncontrolling interests	(5)	(40)	27	25	9	7	262
Net income (loss) attributable to AIG	\$ 1,978	\$ 2,170	\$ 2,731	\$ 2,206	\$ (3,958)	\$ 9,085	\$ 3,438
Effective tax rates (page 6):							
Income (loss) from continuing operations	8.7%	(82.3)%	13.4%	24.9%	(34.7)%	3.8%	(27.9)%

See Accompanying Note on Page 5



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

Prior period reclassifications and segment changes

- (1) Prior period amounts were reclassified to conform to the current period presentation as follows: The results of the investments in life settlements, including investment income and impairment losses, were reclassified from AIG Property Casualty operations to AIG's Other operations (also see page 28). ILFC's operating results, which were previously presented as discontinued operations, have been classified as continuing operations due to the planned receipt by AIG of a 46% interest in the common shares of AerCap Holdings, N.V. (AerCap) in connection with the sale of ILFC to AerCap.
- (2) Includes deferred tax asset (DTA) valuation allowance releases of \$0.5 billion, \$1.2 billion, \$0.8 billion, \$0.8 billion and \$0.1 billion in 4Q13, 3Q13, 2Q13, 1Q13 and 4Q12, respectively.

Return on equity (ROE) computations:

(dollars in millions)	4Q13	3Q13	2Q13	1Q13	4Q12	Full Year	
						2013	2012
Annualized Net income attributable to AIG	\$ 7,912	\$ 8,680	\$ 10,924	\$ 8,824	\$ NM	\$ 9,085	\$ 3,438
Annualized After-tax operating income attributable to AIG	\$ 6,816	\$ 5,684	\$ 6,620	\$ 7,928	\$ 1,160	\$ 6,762	\$ 6,635
Average AIG Shareholders' equity	\$ 99,632	\$ 98,128	\$ 98,492	\$ 98,761	\$ 99,834	\$ 98,850	\$ 101,873
Less: Average AOCI	6,435	6,774	9,439	12,206	12,394	8,865	9,718
Average AIG Shareholders' equity, excluding average AOCI	\$ 93,197	\$ 91,354	\$ 89,053	\$ 86,555	\$ 87,440	\$ 89,985	\$ 92,155
Less: Average DTA (a)	NM	NM	NM	NM	NM	18,150	19,250
Average AIG Shareholders' equity, excluding average AOCI & DTA	NM	NM	NM	NM	NM	\$ 71,835	\$ 72,905
ROE (b)	7.9%	8.8%	11.1%	8.9%	NM	9.2%	3.4%
ROE excluding AOCI (c)	8.5%	9.5%	12.3%	10.2%	NM	10.1%	3.7%
ROE, excluding AOCI & DTA (d)	NM	NM	NM	NM	NM	12.6%	4.7%
ROE - After-tax operating income, excluding AOCI (e)	7.3%	6.2%	7.4%	9.2%	1.3%	7.5%	7.2%
ROE - After-tax operating income, excluding AOCI & DTA (f)	NM	NM	NM	NM	NM	9.4%	9.1%

N/M - Not meaningful

- (a) Represents U.S. tax attributes related to net operating loss carryforwards and foreign tax credits. DTA is only reported on an annual basis.
(b) Computed as Actual or Annualized Net income (loss) attributable to AIG divided by Average AIG Shareholders' equity.
(c) Computed as Actual or Annualized Net income (loss) attributable to AIG divided by Average AIG Shareholders' equity, excluding AOCI.
(d) Computed as Actual or Annualized Net income (loss) attributable to AIG divided by Average AIG Shareholders' equity, excluding AOCI and DTA.
(e) Computed as Actual or Annualized After-tax operating income divided by Average AIG Shareholders' equity, excluding AOCI.
(f) Computed as Actual or Annualized After-tax operating income divided by Average AIG Shareholders' equity, excluding AOCI and DTA.

Book Value per Common Share computations:

(dollars in millions, except share amounts)

	(1÷3)		(2)		(3)
	Book Value Per Share	Book Value Per Share, Excluding Accumulated Other Comprehensive Income	Total AIG Shareholders' Equity	Total AIG Shareholders' Equity, Excluding Accumulated Other Comprehensive Income	
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
December 31, 2013	68.62	64.28	100,470	94,110	1,464,063,323



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					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net income (loss) attributable to AIG	\$ 1,978	\$ 2,170	\$ 2,731	\$ 2,206	\$ (3,958)	\$ 9,085	\$ 3,438
Adjustments to arrive at After-tax operating income attributable to AIG (amounts net of tax):							
(Income) loss from discontinued operations	(11)	18	(18)	(73)	8	(84)	(1)
(Income) loss from divested businesses (1)	97	24	16	(20)	4,323	117	4,039
Uncertain tax positions and other tax adjustments	65	36	64	626	200	791	543
Legal reserves (settlements) related to legacy crisis matters	(399)	260	(257)	(64)	(129)	(460)	353
Deferred income tax valuation allowance releases	(540)	(1,159)	(752)	(786)	(116)	(3,237)	(1,911)
Changes in fair values of AIG Life and Retirement fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	22	19	45	19	7	105	(24)
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	67	176	835	54	52	1,132	781
AIG Property Casualty other (income) expense - net	47	-	-	-	-	47	-
Loss on extinguishment of debt	125	52	25	221	-	423	21
Net realized capital (gains) losses	253	(175)	(1,034)	(201)	(97)	(1,157)	(586)
Non-qualifying derivative hedging activities, excluding net realized capital gains	-	-	-	-	-	-	(18)
After-tax operating income attributable to AIG	\$ 1,704	\$ 1,421	\$ 1,655	\$ 1,982	\$ 290	\$ 6,762	\$ 6,635
After-tax operating income attributable to AIG per diluted share	\$ 1.15	\$ 0.96	\$ 1.12	\$ 1.34	\$ 0.20	\$ 4.56	\$ 3.93
Effective tax rates on After-tax operating income attributable to AIG	32.3%	18.0%	31.8%	29.8%	22.6%	28.9%	31.6%

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 December 31, 2013						Twelve Months Ended December 31, 2013					
	Income (Loss) Before Tax	Income Tax (Expense) Benefit	Net Income (Loss)	Noncontrolling Interests	Net Income (Loss) Attributable to AIG	Effective Tax Rate (2)	Income (Loss) Before Tax	Income Tax (Expense) Benefit	Net Income (Loss)	Noncontrolling Interests	Net Income (Loss) Attributable to AIG	Effective Tax Rate (2)
(dollars in millions)												
Income from continuing operations	\$ 2,150	\$ (188)	\$ 1,962	\$ 5	\$ 1,967	8.7%	\$ 9,368	\$ (360)	\$ 9,008	\$ (7)	\$ 9,001	3.8%
(Income) loss from divested businesses (1)	190	(93)	97	-	97		177	(60)	117	-	117	
Uncertain tax positions and other tax adjustments	-	65	65	-	65		-	791	791	-	791	
Legal reserves (settlements) related to legacy crisis matters	(615)	216	(399)	-	(399)		(708)	248	(460)	-	(460)	
Deferred income tax valuation allowance releases	-	(540)	(540)	-	(540)		-	(3,237)	(3,237)	-	(3,237)	
Changes in fair values of AIG Life and Retirement fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	33	(11)	22	-	22		161	(56)	105	-	105	
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	102	(35)	67	-	67		1,584	(452)	1,132	-	1,132	
AIG Property Casualty other (income) expense - net	72	(25)	47	-	47		72	(25)	47	-	47	
Loss on extinguishment of debt	192	(67)	125	-	125		651	(228)	423	-	423	
Net realized capital (gains) losses (3)	399	(137)	262	(9)	253		(1,744)	617	(1,127)	(30)	(1,157)	
After-tax operating income	\$ 2,523	\$ (815)	\$ 1,708	\$ (4)	\$ 1,704	32.3%	\$ 9,561	\$ (2,762)	\$ 6,799	\$ (37)	\$ 6,762	28.9%

(1) Includes the results of ILFC.

(2) Effective tax rates are calculated based on income (loss) from continuing operations before tax.

(3) Includes pre-tax impairments on the investments in life settlements of \$832 million and \$971 million in the three and twelve months ended December 31, 2013, respectively.



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

	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013	December 31, 2012
Assets:					
Investments:					
Fixed maturity securities					
Bonds available for sale, at fair value	\$ 258,274	\$ 259,901	\$ 261,229	\$ 270,251	\$ 269,959
Other bond securities, at fair value	22,623	22,884	23,789	23,855	24,584
Equity securities					
Common and preferred stock available for sale, at fair value	3,656	3,378	3,153	3,108	3,212
Other common and preferred stock, at fair value	834	807	758	696	662
Mortgage and other loans receivable, net of allowance	20,765	19,707	19,857	19,488	19,482
Other invested assets (page 55)	28,659	29,168	29,206	28,965	29,117
Short-term investments	21,617	22,457	20,215	23,336	28,808
Total investments	356,428	358,302	358,207	369,699	375,824
Cash	2,241	2,058	1,762	1,227	1,151
Accrued investment income	2,905	3,008	2,916	3,093	3,054
Premiums and other receivables, net of allowance	12,939	13,715	14,203	15,310	13,989
Reinsurance assets, net of allowance	23,829	26,264	26,506	27,604	25,595
Deferred income taxes	21,925	21,671	20,044	17,741	17,466
Deferred policy acquisition costs	9,436	9,188	8,770	7,972	8,182
Derivative assets, at fair value	1,665	1,723	2,805	3,290	3,671
Other assets	9,366	8,736	9,298	10,069	10,399
Separate account assets, at fair value	71,059	65,959	61,759	61,059	57,337
Assets held for sale (1)	29,536	30,120	31,168	31,816	31,965
Total assets	\$ 541,329	\$ 540,744	\$ 537,438	\$ 548,880	\$ 548,633
Liabilities:					
Liability for unpaid claims and claims adjustment expense	\$ 81,547	\$ 83,228	\$ 84,054	\$ 85,774	\$ 87,991
Unearned premiums	21,953	23,606	23,578	24,200	22,537
Future policy benefits for life and accident and health insurance contracts	40,653	40,111	39,844	40,443	40,523
Policyholder contract deposits	122,016	121,441	121,439	121,856	122,980
Other policyholder funds	5,083	5,115	5,400	5,728	6,267
Derivative liabilities, at fair value	2,511	2,722	3,124	3,711	4,061
Other liabilities	29,155	31,368	30,895	33,108	32,068
Long-term debt (page 11)	41,693	42,231	42,614	45,266	48,500
Separate account liabilities	71,059	65,959	61,759	61,059	57,337
Liabilities held for sale (1)	24,548	25,448	26,496	27,164	27,366
Total liabilities	\$ 440,218	\$ 441,229	\$ 439,203	\$ 448,309	\$ 449,630
Redeemable noncontrolling interests	30	66	80	388	334
AIG shareholders' equity:					
Common stock	4,766	4,766	4,766	4,766	4,766
Treasury stock, at cost	(14,520)	(14,115)	(13,923)	(13,923)	(13,924)
Additional paid-in capital	80,899	80,497	80,468	80,456	80,410
Retained earnings	22,965	21,136	19,113	16,382	14,176
Accumulated other comprehensive income	6,360	6,509	7,039	11,839	12,574
Total AIG shareholders' equity	100,470	98,793	97,463	99,520	98,002
Non-redeemable noncontrolling interests	611	656	692	663	667
Total equity	101,081	99,449	98,155	100,183	98,669
Total liabilities and equity	\$ 541,329	\$ 540,744	\$ 537,438	\$ 548,880	\$ 548,633

Note:

(1) Represents the assets and liabilities of ILFC.



American International Group, Inc.
Condensed Consolidating Segment Balance Sheet
December 31, 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	\$ 96,972	\$ 154,763	\$ 3,692	\$ 7,282	\$ (4,435)	\$ 258,274
Other bond securities, at fair value	1,995	2,406	-	18,558	(336)	22,623
Equity securities						
Common and preferred stock available for sale, at fair value	3,618	36	-	2	-	3,656
Other common and preferred stock, at fair value	198	538	-	98	-	834
Mortgage and other loans receivable, net of allowance	4,217	19,078	2	850	(3,382)	20,765
Other invested assets (page 55)	9,316	13,025	24	6,398	(104)	28,659
Short-term investments	5,236	6,462	184	10,852	(1,117)	21,617
Total investments	121,552	196,308	3,902	44,040	(9,374)	356,428
Cash	1,501	547	32	161	-	2,241
Accrued investment income	963	1,836	41	67	(2)	2,905
Premiums and other receivables, net of allowance	10,794	1,525	34	1,494	(908)	12,939
Reinsurance assets, net of allowance	21,804	1,944	67	15	(1)	23,829
Deferred income taxes	4,048	935	158	17,094	(310)	21,925
Deferred policy acquisition costs	2,623	6,723	67	-	23	9,436
Derivative assets, at fair value	333	571	-	2,417	(1,656)	1,665
Other assets	4,256	2,020	60	96,686	(93,656)	9,366
Separate account assets, at fair value	-	71,048	-	11	-	71,059
Assets held for sale	-	-	-	29,536	-	29,536
Total assets	\$ 167,874	\$ 283,457	\$ 4,361	\$ 191,521	\$ (105,884)	\$ 541,329
Liabilities:						
Liability for unpaid claims and claims adjustment expense	\$ 80,199	-	\$ 1,348	-	-	\$ 81,547
Unearned premiums	21,341	-	612	-	-	21,953
Future policy benefits for life and accident and health insurance contracts	3,543	36,914	-	219	(23)	40,653
Policyholder contract deposits	-	122,038	-	18	(40)	122,016
Other policyholder funds	2,732	2,345	-	6	-	5,083
Derivative liabilities, at fair value	222	644	-	3,213	(1,568)	2,511
Other liabilities	13,267	11,036	119	8,008	(3,275)	29,155
Long-term debt (page 11)	154	761 (3)	-	49,463	(8,685)	41,693
Separate account liabilities	-	71,048	-	11	-	71,059
Liabilities held for sale	-	-	-	24,548	-	24,548
Total liabilities	\$ 121,458	\$ 244,786	\$ 2,079	\$ 85,486	\$ (13,591)	\$ 440,218
Redeemable noncontrolling interests	30	-	-	-	-	30
AIG shareholders' equity:						
Common stock	37	14	4	4,768	(57)	4,766
Treasury stock, at cost	-	-	-	(14,520)	-	(14,520)
Additional paid-in capital	23,434	41,124	1,627	72,411	(57,697)	80,899
Retained earnings	19,648	(6,210)	637	36,423	(27,533)	22,965
Accumulated other comprehensive income	3,208	3,742	14	6,410	(7,014)	6,360
Total AIG shareholders' equity	46,327	38,670	2,282	105,492	(92,301)	100,470
Non-redeemable noncontrolling interests	59	1	-	543	8	611
Total equity	46,386	38,671	2,282	106,035	(92,293)	101,081
Total liabilities and equity	\$ 167,874	\$ 283,457	\$ 4,361	\$ 191,521	\$ (105,884)	\$ 541,329

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) 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 (1)	AIG Life and Retirement	Mortgage Guaranty	Other Operations (1) (2)	Consolidation & Eliminations (1) (3)	AIG Inc.
Assets:						
Investments:						
Fixed maturity securities						
Bonds available for sale, at fair value	\$ 104,766	\$ 163,550	\$ 3,519	\$ 3,341	\$ (5,217)	\$ 269,959
Other bond 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
Other common and preferred stock, at fair value	-	562	-	100	-	662
Mortgage and other loans receivable, net of allowance	4,478	18,755	2	2,022	(5,775)	19,482
Other invested assets (page 55)	8,365	12,737	1	7,634	380	29,117
Short-term investments	7,858	7,392	635	13,874	(951)	28,808
Total investments	130,157	204,963	4,157	48,341	(11,794)	375,824
Cash	649	297	65	140	-	1,151
Accrued investment income	1,040	1,886	43	86	(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 (4)	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	5,043	1,839	56	86,839	(83,378)	10,399
Separate account assets, at fair value	-	57,326	-	11	-	57,337
Assets held for sale	-	-	-	31,965	-	31,965
Total assets	\$ 178,726	\$ 275,674	\$ 4,809	\$ 191,330	\$ (101,906)	\$ 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	13,439	14,423	166	10,085	(6,045)	32,068
Long-term debt (page 11)	129	964 (5)	-	58,309	(10,902)	48,500
Separate account liabilities	-	57,326	-	10	1	57,337
Liabilities held for sale	-	-	-	27,366	-	27,366
Total liabilities	\$ 129,623	\$ 235,696	\$ 2,498	\$ 101,126	\$ (19,313)	\$ 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	78,438	(63,461)	80,410
Retained earnings	20,408	(9,096)	563	4,814	(2,513)	14,176
Accumulated other comprehensive income (4)	5,159	8,407	118	12,287	(13,397)	12,574
Total AIG shareholders' equity	48,858	39,973	2,311	89,968	(83,108)	98,002
Non-redeemable noncontrolling interests	52	5	-	236	374	667
Total equity	48,910	39,978	2,311	90,204	(82,734)	98,669
Total liabilities and equity	\$ 178,726	\$ 275,674	\$ 4,809	\$ 191,330	\$ (101,906)	\$ 548,633

Notes:

- (1) Revised to reflect the transfer of the legal entities that own all of the investments in life settlements from AIG Property Casualty to AIG's Other Operations.
- (2) 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.
- (3) Segment amounts are presented on a stand-alone basis prior to intercompany eliminations.
- (4) 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.
- (5) Consists primarily of intercompany debt which is eliminated in consolidation.



American International Group, Inc.
Reconciliation of Statutory Surplus to GAAP Equity *
(in millions)

	As of December 31, 2013		As of December 31, 2012	
	AIG Property Casualty	AIG Life and Retirement	AIG Property Casualty	AIG Life and Retirement
Statutory surplus	\$ 39,095	\$ 14,329	\$ 42,208	\$ 14,683
Deferred policy acquisition costs, sales inducements and value of business acquired	3,466	7,482	2,442	6,218
Net unrealized gains on fixed maturity securities	2,109	6,026	4,425	17,060
Statutory non-admitted assets	4,322	4,134	4,103	3,633
Other	(2,606)(1)	6,700 (2)	(4,268)(1)	(1,616)(2)
GAAP Equity	\$ 46,386	\$ 38,671	\$ 48,910	\$ 39,978

* December 31, 2013 amounts are subject to change based on final statutory filings. December 31, 2012 amounts reflect final statutory filings

(1) Other for AIG Property Casualty primarily consists of statutory surplus of UGC and MG RE which are not included within AIG Property Casualty for purpose of the GAAP consolidating schedule, and deferred taxes.

(2) Other for AIG Life and Retirement primarily represents differences between GAAP and Statutory accounting, such as shadow loss recognition, asset valuation reserve, fair value of embedded derivatives and interest maintenance reserve.



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

	Debt and Hybrid Capital			Interest Expense			
	Dec. 31, 2013	Dec. 31, 2012	Inc. (Dec.)	Three Months Ended		Twelve Months Ended	
				Dec. 31, 2013	Dec. 31, 2012	Dec. 31, 2013	Dec. 31, 2012
Financial debt:							
AIG notes and bonds payable	\$ 14,062	\$ 14,084	(0.2)%	\$ 195	\$ 196	\$ 763	\$ 761
AIG subordinated debt	250	250	-	2	1	6	2
AIG loans and mortgage payable	1	79	(98.7)	-	-	-	2
AIG Life Holdings, Inc. notes and bonds payable	299	298	0.3	5	5	21	21
AIG Life Holdings, Inc. junior subordinated debt (1)	1,054	1,339	(21.3)	21	27	89	107
Total	15,666	16,050	(2.4)	223	229	879	893
Operating debt:							
MIP notes payable	7,963	9,296	(14.3)	87	90	353	369
Series AIGFP matched notes and bonds payable	3,219	3,544	(9.2)	67	68	270	278
Other AIG borrowings supported by assets (2)	6,747	8,055	(16.2)	-	-	-	-
Other subsidiaries	656	325	101.8	11	3	22	14
Borrowings of consolidated investments	1,909	1,814	5.2	21	16	85	61
Total	20,494	23,034	(11.0)	186	177	730	722
Hybrid - debt securities:							
Junior subordinated debt (3)	5,533	9,416	(41.2)	105	179	533	704
Total (4)	\$ 41,693	\$ 48,500	(14.0)%	\$ 514	\$ 585	\$ 2,142	\$ 2,319
AIG capitalization:							
Total equity	\$ 101,081	\$ 98,669	2.4 %				
Hybrid - debt securities (3)	5,533	9,416	(41.2)				
Total equity and hybrid capital	106,614	108,085	(1.4)				
Financial debt	15,666	16,050	(2.4)				
Total capital	\$ 122,280	\$ 124,135	(1.5)%				
Ratios:							
Hybrid - debt securities / Total capital	4.5%	7.6%					
Financial debt / Total capital	12.8%	12.9%					
Total debt/ Total capital	17.3%	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 \$94 million and \$108 million for the three months ended December 31, 2013 and 2012, and \$307 million and \$387 million for the twelve months ended December 31, 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.
- (4) Excludes ILFC's debt which is reflected as Liabilities held for sale on the Condensed Consolidated Balance Sheet and the related interest expense which is reflected within Aircraft leasing expenses on the Consolidated Statement of Operations.



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net premiums written (1)	\$ 8,028	\$ 8,660	\$ 9,263	\$ 8,437	\$ 7,809	\$ 34,388	\$ 34,436
Net premiums earned	8,621	8,427	8,347	8,558	8,613	33,953	34,873
Claims and claims adjustment expenses incurred (2)	5,878	5,669	5,679	5,413	7,545	22,639	25,785
Acquisition expenses	1,682	1,664	1,671	1,688	1,737	6,705	6,936
General operating expenses	1,391	1,228	1,220	1,225	1,492	5,064	5,139
Underwriting income (loss)	(330)	(134)	(223)	232	(2,161)	(455)	(2,987)
Net investment income (3)							
Interest and dividends	1,041	1,071	1,008	1,004	1,036	4,124	4,215
Alternative investments	303	69	240	258	157	870	484
Other investment income (4)	119	103	127	123	76	472	258
Investment expense	(43)	(30)	(66)	(60)	(52)	(199)	(177)
Total	1,420	1,213	1,309	1,325	1,217	5,267	4,780
Pre-tax operating income (loss)	1,090	1,079	1,086	1,557	(944)	4,812	1,793
Adjustments to arrive at pre-tax income (loss):							
Net realized capital gains (losses)	167	50	109	54	8	380	211
Legal settlements (5)	10	-	3	-	17	13	17
Other income (expense) - net	(79)	(3)	7	3	(4)	(72)	2
Pre-tax income (loss)	\$ 1,188	\$ 1,126	\$ 1,205	\$ 1,614	\$ (923)	\$ 5,133	\$ 2,023
Underwriting ratios:							
Loss ratio	68.2	67.3	68.0	63.3	87.6	66.7	73.9
Catastrophe losses and reinstatement premiums	(2.4)	(2.7)	(3.7)	(0.5)	(22.9)	(2.3)	(7.5)
Prior year development net of premium adjustments	(3.1)	(0.8)	(2.3)	0.4	(1.4)	(1.5)	(1.4)
Net reserve discount benefit (charge)	3.7	(0.1)	(0.1)	-	-	0.9	0.2
Accident year loss ratio, as adjusted	66.4	63.7	61.9	63.2	63.3	63.8	65.2
Acquisition ratio	19.5	19.7	20.0	19.7	20.2	19.7	19.9
General operating expense ratio	16.1	14.6	14.6	14.3	17.3	14.9	14.7
Expense ratio	35.6	34.3	34.6	34.0	37.5	34.6	34.6
Combined ratio	103.8	101.6	102.6	97.3	125.1	101.3	108.5
Catastrophe losses and reinstatement premiums	(2.4)	(2.7)	(3.7)	(0.5)	(22.9)	(2.3)	(7.5)
Prior year development net of premium adjustments	(3.1)	(0.8)	(2.3)	0.4	(1.4)	(1.5)	(1.4)
Net reserve discount benefit (charge)	3.7	(0.1)	(0.1)	-	-	0.9	0.2
Accident year combined ratio, as adjusted	102.0	98.0	96.5	97.2	100.8	98.4	99.8
Foreign exchange effect on worldwide premium:							
Change in net premiums written							
Increase (decrease) in original currency (6)	8.6 %	4.1 %	5.5 %	(2.6) %	0.4 %	3.8 %	(0.5) %
Foreign exchange effect	(5.8)	(4.7)	(3.7)	(1.7)	(0.9)	(3.9)	(0.7)
Increase (decrease) as reported in US \$	2.8 %	(0.6) %	1.8 %	(4.3) %	(0.5) %	(0.1) %	(1.2) %
Noteworthy items (pre-tax):							
Catastrophe-related losses (7)	\$ 208	\$ 222	\$ 316	\$ 41	\$ 1,956	\$ 787	\$ 2,625
Reinstatement premiums related to catastrophes	-	-	-	-	27	-	27
Severe losses (8)	277	211	38	60	63	586	326
Prior year development							
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	272	73	224	(42)	118	527	499
Reinstatement premiums related to prior year catastrophes	-	2	11	14	-	27	-
Additional premium related to prior year development	(6)	(3)	(70)	(10)	(2)	(89)	(54)
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	266	72	165	(38)	116	465	445
Net reserve discount benefit (charge)	325	(6)	(5)	(5)	(5)	309	63
Net loss and loss expense reserve (at period end)	\$ 63,957	\$ 63,418	\$ 64,050	\$ 65,114	\$ 66,949	\$ 63,957	\$ 66,949

See Accompanying Notes on Page 28



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net premiums written (1)	\$ 4,841	\$ 5,222	\$ 5,876	\$ 4,903	\$ 4,410	\$ 20,842	\$ 20,300
Net premiums earned	5,294	5,142	5,073	5,128	5,059	20,637	20,800
Claims and claims adjustment expenses incurred	4,122	3,692	3,685	3,329	5,103	14,828	16,696
Acquisition expenses	850	812	829	838	786	3,329	3,453
General operating expenses	724	646	647	565	705	2,582	2,543
Underwriting income (loss)	(402)	(8)	(88)	396	(1,535)	(102)	(1,892)
Net investment income (3)	614	618	623	645	679	2,500	2,769
Pre-tax operating income (loss)	\$ 212	\$ 610	\$ 535	\$ 1,041	\$ (856)	\$ 2,398	\$ 877
Underwriting ratios:							
Loss ratio	77.9	71.8	72.6	64.9	100.9	71.9	80.3
Catastrophe losses and reinstatement premiums	(3.6)	(3.5)	(6.0)	(0.6)	(32.8)	(3.5)	(10.9)
Prior year development net of premium adjustments	(0.9)	(2.1)	(4.4)	1.1	(1.7)	(1.5)	(1.2)
Net reserve discount benefit (charge)	(6.1)	-	-	-	-	(1.6)	0.5
Accident year loss ratio, as adjusted	67.3	66.2	62.2	65.4	66.4	65.3	68.7
Acquisition ratio	16.1	15.8	16.3	16.3	15.5	16.1	16.6
General operating expense ratio	13.7	12.6	12.8	11.0	13.9	12.5	12.2
Expense ratio	29.8	28.4	29.1	27.3	29.4	28.6	28.8
Combined ratio	107.7	100.2	101.7	92.2	130.3	100.5	109.1
Catastrophe losses and reinstatement premiums	(3.6)	(3.5)	(6.0)	(0.6)	(32.8)	(3.5)	(10.9)
Prior year development net of premium adjustments	(0.9)	(2.1)	(4.4)	1.1	(1.7)	(1.5)	(1.2)
Net reserve discount benefit (charge)	(6.1)	-	-	-	-	(1.6)	0.5
Accident year combined ratio, as adjusted	97.1	94.6	91.3	92.7	95.8	93.9	97.5
Foreign exchange effect on worldwide premium:							
Change in net premiums written							
Increase (decrease) in original currency (6)	11.7 %	3.5 %	6.8 %	(6.1) %	- %	3.7 %	(2.8) %
Foreign exchange effect	(1.8)	(1.1)	(1.3)	(0.1)	(0.3)	(1.0)	(0.8)
Increase (decrease) as reported in US \$	9.9 %	2.4 %	5.5 %	(6.2) %	(0.3) %	2.7 %	(3.6) %
Noteworthy items (pre-tax):							
Catastrophe-related losses (7)	\$ 188	\$ 182	\$ 307	\$ 33	\$ 1,640	\$ 710	\$ 2,243
Reinstatement premiums related to catastrophes	-	-	-	-	27	-	27
Severe losses (8)	260	211	38	60	63	569	293
Prior year development							
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	54	105	257	(61)	85	355	290
Reinstatement premiums related to prior year catastrophes	1	2	11	14	-	28	-
Additional premium related to prior year development	(6)	(3)	(70)	(10)	(2)	(89)	(54)
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	49	104	198	(57)	83	294	236
Net reserve discount benefit (charge)	(322)	-	-	-	-	(322)	100
Net loss and loss expense reserve (at period end)	\$ 54,663	\$ 54,134	\$ 54,654	\$ 55,507	\$ 57,116	\$ 54,663	\$ 57,116

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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net premiums written (1)	\$ 3,189	\$ 3,441	\$ 3,390	\$ 3,532	\$ 3,395	\$ 13,552	\$ 14,150
Net premiums earned	3,296	3,270	3,255	3,408	3,534	13,229	13,952
Claims and claims adjustment expenses incurred (2)	1,992	1,922	1,916	1,969	2,400	7,799	8,498
Acquisition expenses	832	852	842	850	951	3,376	3,483
General operating expenses	585	492	498	534	580	2,109	2,130
Underwriting income (loss)	(113)	4	(1)	55	(397)	(55)	(159)
Net investment income (3)	93	89	92	98	111	372	451
Pre-tax operating income (loss)	\$ (20)	\$ 93	\$ 91	\$ 153	\$ (286)	\$ 317	\$ 292
Underwriting ratios:							
Loss ratio	60.4	58.8	58.9	57.8	67.9	59.0	60.9
Catastrophe losses and reinstatement premiums	(0.6)	(1.2)	(0.3)	(0.3)	(8.9)	(0.6)	(2.7)
Prior year development net of premium adjustments	0.9	0.9	1.6	1.3	(1.0)	1.1	0.1
Accident year loss ratio, as adjusted	60.7	58.5	60.2	58.8	58.0	59.5	58.3
Acquisition ratio	25.2	26.1	25.9	24.9	26.9	25.5	25.0
General operating expense ratio	17.7	15.0	15.3	15.7	16.4	15.9	15.3
Expense ratio	42.9	41.1	41.2	40.6	43.3	41.4	40.3
Combined ratio	103.3	99.9	100.1	98.4	111.2	100.4	101.2
Catastrophe losses and reinstatement premiums	(0.6)	(1.2)	(0.3)	(0.3)	(8.9)	(0.6)	(2.7)
Prior year development net of premium adjustments	0.9	0.9	1.6	1.3	(1.0)	1.1	0.1
Accident year combined ratio, as adjusted	103.6	99.6	101.4	99.4	101.3	100.9	98.6
Foreign exchange effect on worldwide premium:							
Change in net premiums written							
Increase (decrease) in original currency (6)	4.9 %	4.7 %	3.6 %	2.5 %	0.8 %	3.9 %	3.3 %
Foreign exchange effect	(11.1)	(9.9)	(7.5)	(4.2)	(1.6)	(8.1)	(0.5)
Increase (decrease) as reported in US \$	(6.2) %	(5.2) %	(3.9) %	(1.7) %	(0.8) %	(4.2) %	2.8 %
Noteworthy items (pre-tax):							
Catastrophe-related losses (7)	\$ 20	\$ 40	\$ 9	\$ 8	\$ 316	\$ 77	\$ 382
Severe losses (8)	17	-	-	-	-	17	33
Prior year development							
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	(30)	(30)	(53)	(42)	33	(155)	(20)
Net loss and loss expense reserve (at period end)	\$ 5,153	\$ 5,314	\$ 5,388	\$ 5,465	\$ 5,592	\$ 5,153	\$ 5,592

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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net premiums written	\$ (2)	\$ (3)	\$ (3)	\$ 2	\$ 4	\$ (6)	\$ (14)
Net premiums earned	31	15	19	22	20	87	121
Claims and claims adjustment expenses incurred	(236)	55	78	115	42	12	591
General operating expenses	82	90	75	126	207	373	466
Underwriting income (loss)	185	(130)	(134)	(219)	(229)	(298)	(936)
Net investment income (3)	713	506	594	582	427	2,395	1,560
Pre-tax operating income	898	376	460	363	198	2,097	624
Adjustments to arrive at pre-tax income:							
Net realized capital gains	167	50	109	54	8	380	211
Legal settlements (5)	10	-	3	-	17	13	17
Other income (expense) - net	(79)	(3)	7	3	(4)	(72)	2
Pre-tax income	\$ 996	\$ 423	\$ 579	\$ 420	\$ 219	\$ 2,418	\$ 854
Noteworthy items (pre-tax):							
Prior year development							
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	\$ 248	\$ (2)	\$ 20	\$ 61	\$ -	\$ 327	\$ 229
Reinstatement premiums related to prior year catastrophes	(1)	-	-	-	-	(1)	-
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	247	(2)	20	61	-	326	229
Net reserve discount benefit (charge)	647	(6)	(5)	(5)	(5)	631	(37)
Net loss and loss expense reserve (at period end)	\$ 4,141	\$ 3,970	\$ 4,008	\$ 4,142	\$ 4,241	\$ 4,141	\$ 4,241

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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net premiums written (1)	\$ 4,063	\$ 4,364	\$ 4,878	\$ 3,617	\$ 3,797	\$ 16,922	\$ 16,692
Net premiums earned	4,343	4,278	4,208	4,252	4,233	17,081	17,560
Claims and claims adjustment expenses incurred	3,153	3,167	3,286	2,999	4,933	12,605	15,862
Acquisition expenses	678	666	672	660	673	2,676	2,760
General operating expenses	518	474	434	385	593	1,811	2,024
Underwriting income (loss)	(6)	(29)	(184)	208	(1,966)	(11)	(3,086)
Net investment income							
Interest and dividends	824	858	789	772	790	3,243	3,211
Alternative investments	300	77	236	254	158	867	490
Other investment income (4)	99	79	102	96	45	376	176
Investment expense	(30)	(13)	(51)	(45)	(34)	(139)	(112)
Total	1,193	1,001	1,076	1,077	959	4,347	3,765
Pre-tax operating income (loss)	1,187	972	892	1,285	(1,007)	4,336	679
Adjustments to arrive at pre-tax income (loss):							
Net realized capital gains (losses)	(22)	(21)	(31)	12	(26)	(62)	102
Legal settlements (5)	10	-	3	-	17	13	17
Other income (expense) - net	(79)	(3)	7	3	(4)	(72)	2
Pre-tax income (loss)	\$ 1,096	\$ 948	\$ 871	\$ 1,300	\$ (1,020)	\$ 4,215	\$ 800
Underwriting ratios:							
Loss ratio	72.6	74.0	78.1	70.5	116.5	73.8	90.3
Catastrophe losses and reinstatement premiums	(2.4)	(3.3)	(4.7)	(0.7)	(44.6)	(2.8)	(13.8)
Prior year development net of premium adjustments	(6.6)	(2.7)	(5.5)	0.9	(3.2)	(3.5)	(4.3)
Net reserve discount benefit (charge)	7.5	(0.1)	(0.5)	(0.1)	-	1.9	0.4
Accident year loss ratio, as adjusted	71.1	67.9	67.4	70.6	68.7	69.4	72.6
Acquisition ratio	15.6	15.6	15.9	15.5	15.9	15.7	15.7
General operating expense ratio	11.9	11.1	10.3	9.1	14.0	10.6	11.5
Expense ratio	27.5	26.7	26.2	24.6	29.9	26.3	27.2
Combined ratio	100.1	100.7	104.3	95.1	146.4	100.1	117.5
Catastrophe losses and reinstatement premiums	(2.4)	(3.3)	(4.7)	(0.7)	(44.6)	(2.8)	(13.8)
Prior year development net of premium adjustments	(6.6)	(2.7)	(5.5)	0.9	(3.2)	(3.5)	(4.3)
Net reserve discount benefit (charge)	7.5	(0.1)	(0.5)	(0.1)	-	1.9	0.4
Accident year combined ratio, as adjusted	98.6	94.6	93.6	95.2	98.6	95.7	99.8
Noteworthy items (pre-tax):							
Catastrophe-related losses (7)	\$ 107	\$ 141	\$ 198	\$ 31	\$ 1,864	\$ 477	\$ 2,403
Reinstatement premiums related to catastrophes	-	-	-	-	27	-	27
Severe losses (8)	118	45	-	23	34	186	106
Prior year development							
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	290	120	290	(38)	137	662	798
Reinstatement premiums related to prior year catastrophes	(3)	2	11	12	-	22	-
Additional premium related to prior year development	(6)	(3)	(70)	(10)	(2)	(89)	(54)
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	281	119	231	(36)	135	595	744
Net reserve discount benefit (charge)	\$ 325	\$ (4)	\$ (3)	\$ (3)	\$ (3)	\$ 315	\$ 75

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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Commercial Insurance							
Net premiums written (1)	\$ 3,287	\$ 3,414	\$ 4,086	\$ 2,771	\$ 3,025	\$ 13,558	\$ 13,299
Net premiums earned	3,466	3,384	3,337	3,369	3,324	13,556	13,924
Claims and claims adjustment expenses incurred	2,896	2,543	2,688	2,409	4,062	10,536	12,821
Acquisition expenses	495	480	513	499	460	1,987	2,056
General operating expenses	354	336	307	233	391	1,230	1,355
Underwriting income (loss)	(279)	25	(171)	228	(1,589)	(197)	(2,308)
Net investment income	506	510	513	528	559	2,057	2,288
Pre-tax operating income (loss)	\$ 227	\$ 535	\$ 342	\$ 756	\$ (1,030)	\$ 1,860	\$ (20)
Underwriting ratios:							
Loss ratio	83.6	75.1	80.6	71.5	122.2	77.7	92.1
Catastrophe losses and reinstatement premiums	(3.0)	(3.5)	(5.9)	(0.7)	(47.4)	(3.2)	(15.0)
Prior year development net of premium adjustments	(1.8)	(4.2)	(7.1)	1.4	(3.8)	(3.0)	(3.6)
Net reserve discount benefit (charge)	(9.3)	-	(0.6)	-	-	(2.3)	0.7
Accident year loss ratio, as adjusted	69.5	67.4	67.0	72.2	71.0	69.2	74.2
Acquisition ratio	14.3	14.2	15.4	14.8	13.8	14.7	14.8
General operating expense ratio	10.2	9.9	9.2	6.9	11.8	9.1	9.7
Expense ratio	24.5	24.1	24.6	21.7	25.6	23.8	24.5
Combined ratio	108.1	99.2	105.2	93.2	147.8	101.5	116.6
Catastrophe losses and reinstatement premiums	(3.0)	(3.5)	(5.9)	(0.7)	(47.4)	(3.2)	(15.0)
Prior year development net of premium adjustments	(1.8)	(4.2)	(7.1)	1.4	(3.8)	(3.0)	(3.6)
Net reserve discount benefit (charge)	(9.3)	-	(0.6)	-	-	(2.3)	0.7
Accident year combined ratio, as adjusted	94.0	91.5	91.6	93.9	96.6	93.0	98.7
Consumer Insurance							
Net premiums written (1)	\$ 779	\$ 953	\$ 795	\$ 844	\$ 768	\$ 3,371	\$ 3,409
Net premiums earned	847	880	854	864	891	3,445	3,526
Claims and claims adjustment expenses incurred	528	603	558	503	852	2,192	2,507
Acquisition expenses	183	186	159	161	213	689	704
General operating expenses	134	100	95	102	125	431	498
Underwriting income (loss)	2	(9)	42	98	(299)	133	(183)
Net investment income	39	38	37	39	41	153	164
Pre-tax operating income (loss)	\$ 41	\$ 29	\$ 79	\$ 137	\$ (258)	\$ 286	\$ (19)
Underwriting ratios:							
Loss ratio	62.3	68.5	65.3	58.2	95.6	63.6	71.1
Catastrophe losses and reinstatement premiums	(0.4)	(2.2)	(0.3)	(0.8)	(35.4)	(1.0)	(10.1)
Prior year development net of premium adjustments	3.3	2.2	2.9	4.9	(1.3)	3.4	(0.6)
Accident year loss ratio, as adjusted	65.2	68.5	67.9	62.3	58.9	66.0	60.4
Acquisition ratio	21.6	21.2	18.6	18.7	23.9	20.0	20.0
General operating expense ratio	15.8	11.4	11.1	11.8	14.0	12.5	14.1
Expense ratio	37.4	32.6	29.7	30.5	37.9	32.5	34.1
Combined ratio	99.7	101.1	95.0	88.7	133.5	96.1	105.2
Catastrophe losses and reinstatement premiums	(0.4)	(2.2)	(0.3)	(0.8)	(35.4)	(1.0)	(10.1)
Prior year development net of premium adjustments	3.3	2.2	2.9	4.9	(1.3)	3.4	(0.6)
Accident year combined ratio, as adjusted	102.6	101.1	97.6	92.8	96.8	98.5	94.5
Other North America							
Net premiums written	\$ (3)	\$ (3)	\$ (3)	\$ 2	\$ 4	\$ (7)	\$ (16)
Net premiums earned	30	14	17	19	18	80	110
Claims and claims adjustment expenses incurred	(271)	21	40	87	19	(123)	534
General operating expenses	30	38	32	50	77	150	171
Underwriting income (loss)	271	(45)	(55)	(118)	(78)	53	(595)
Net investment income	648	453	526	510	359	2,137	1,313
Pre-tax operating income	919	408	471	392	281	2,190	718
Adjustments to arrive at pre-tax income:							
Net realized capital gains (losses)	(22)	(21)	(31)	12	(26)	(62)	102
Legal settlements (5)	10	-	3	-	17	13	17
Other income (expense) - net	(79)	(3)	7	3	(4)	(72)	2
Pre-tax income	\$ 828	\$ 384	\$ 450	\$ 407	\$ 268	\$ 2,069	\$ 839
Total AIG Property Casualty - North America							
Net premiums written (1)	\$ 4,063	\$ 4,364	\$ 4,878	\$ 3,617	\$ 3,797	\$ 16,922	\$ 16,692
Net premiums earned	4,343	4,278	4,208	4,252	4,233	17,081	17,560
Claims and claims adjustment expenses incurred	3,153	3,167	3,286	2,999	4,933	12,605	15,862
Acquisition expenses	678	666	672	660	673	2,676	2,760
General operating expenses	518	474	434	385	593	1,811	2,024
Underwriting income (loss)	(6)	(29)	(184)	208	(1,966)	(11)	(3,086)
Net investment income	1,193	1,001	1,076	1,077	959	4,347	3,765
Pre-tax operating income (loss)	1,187	972	892	1,285	(1,007)	4,336	679
Adjustments to arrive at pre-tax income (loss):							
Net realized capital gains (losses)	(22)	(21)	(31)	12	(26)	(62)	102
Legal settlements (5)	10	-	3	-	17	13	17
Other income (expense) - net	(79)	(3)	7	3	(4)	(72)	2
Pre-tax income (loss)	\$ 1,096	\$ 948	\$ 871	\$ 1,300	\$ (1,020)	\$ 4,215	\$ 800

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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net premiums written (1)	\$ 3,965	\$ 4,296	\$ 4,385	\$ 4,820	\$ 4,012	\$ 17,466	\$ 17,744
Net premiums earned	4,278	4,149	4,139	4,306	4,380	16,872	17,313
Claims and claims adjustment expenses incurred (2)	2,725	2,502	2,393	2,414	2,612	10,034	9,923
Acquisition expenses	1,004	998	999	1,028	1,064	4,029	4,176
General operating expenses	873	754	786	840	899	3,253	3,115
Underwriting income (loss)	(324)	(105)	(39)	24	(195)	(444)	99
Net investment income							
Interest and dividends	217	213	219	232	246	881	1,004
Alternative investments	3	(8)	4	4	(1)	3	(6)
Other investment income (4)	20	24	25	27	31	96	82
Investment expense	(13)	(17)	(15)	(15)	(18)	(60)	(65)
Total	227	212	233	248	258	920	1,015
Pre-tax operating income (loss)	(97)	107	194	272	63	476	1,114
Adjustments to arrive at pre-tax income:							
Net realized capital gains	189	71	140	42	34	442	109
Pre-tax income	\$ 92	\$ 178	\$ 334	\$ 314	\$ 97	\$ 918	\$ 1,223
Underwriting ratios:							
Loss ratio	63.7	60.3	57.8	56.1	59.6	59.5	57.3
Catastrophe losses and reinstatement premiums	(2.4)	(1.9)	(2.8)	(0.3)	(2.1)	(1.9)	(1.3)
Prior year development net of premium adjustments	0.4	1.1	1.6	0.1	0.5	0.8	1.8
Net reserve discount benefit (charge)	-	(0.1)	(0.1)	-	(0.1)	-	(0.1)
Accident year loss ratio, as adjusted	61.7	59.4	56.5	55.9	57.9	58.4	57.7
Acquisition ratio	23.5	24.1	24.2	23.8	24.3	23.9	24.1
General operating expense ratio	20.4	18.2	19.0	19.5	20.5	19.3	18.1
Expense ratio	43.9	42.3	43.2	43.3	44.8	43.2	42.2
Combined ratio	107.6	102.6	101.0	99.4	104.4	102.7	99.5
Catastrophe losses and reinstatement premiums	(2.4)	(1.9)	(2.8)	(0.3)	(2.1)	(1.9)	(1.3)
Prior year development net of premium adjustments	0.4	1.1	1.6	0.1	0.5	0.8	1.8
Net reserve discount benefit (charge)	-	(0.1)	(0.1)	-	(0.1)	-	(0.1)
Accident year combined ratio, as adjusted	105.6	101.7	99.7	99.2	102.7	101.6	99.9
Foreign exchange effect on International's premium:							
Change in net premiums written							
Increase (decrease) in original currency (6)	10.2 %	7.0 %	7.5 %	0.7 %	1.6 %	6.1 %	2.3 %
Foreign exchange effect	(11.3)	(9.4)	(7.5)	(3.1)	(1.8)	(7.7)	(1.3)
Increase (decrease) as reported in US \$	(1.1)%	(2.4)%	- %	(2.4)%	(0.2)%	(1.6)%	1.0 %
Noteworthy items (pre-tax):							
Catastrophe-related losses (7)	\$ 101	\$ 81	\$ 118	\$ 10	\$ 92	\$ 310	\$ 222
Severe losses (8)	159	166	38	37	29	400	220
Prior year development							
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	(18)	(47)	(66)	(4)	(19)	(135)	(299)
Reinstatement premiums related to prior year catastrophes	3	-	-	2	-	5	-
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	(15)	(47)	(66)	(2)	(19)	(130)	(299)
Net reserve discount benefit (charge)	\$ -	\$ (2)	\$ (2)	\$ (2)	\$ (2)	\$ (6)	\$ (12)

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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Commercial Insurance							
Net premiums written (1)	\$ 1,554	\$ 1,808	\$ 1,790	\$ 2,132	\$ 1,385	\$ 7,284	\$ 7,001
Net premiums earned	1,828	1,758	1,736	1,759	1,735	7,081	6,876
Claims and claims adjustment expenses incurred	1,226	1,149	997	920	1,041	4,292	3,875
Acquisition expenses	355	332	316	339	326	1,342	1,397
General operating expenses	370	310	340	332	314	1,352	1,188
Underwriting income (loss)	(123)	(33)	83	168	54	95	416
Net investment income	108	108	110	117	120	443	481
Pre-tax operating income (loss)	\$ (15)	\$ 75	\$ 193	\$ 285	\$ 174	\$ 538	\$ 897
Underwriting ratios:							
Loss ratio	67.1	65.4	57.4	52.3	60.0	60.6	56.4
Catastrophe losses and reinstatement premiums	(4.8)	(3.5)	(6.4)	(0.5)	(5.3)	(3.8)	(2.9)
Prior year development net of premium adjustments	0.8	2.1	2.3	0.7	2.5	1.5	3.7
Accident year loss ratio, as adjusted	63.1	64.0	53.3	52.5	57.2	58.3	57.2
Acquisition ratio	19.4	18.9	18.2	19.2	18.8	19.0	20.3
General operating expense ratio	20.2	17.6	19.6	18.9	18.1	19.1	17.3
Expense ratio	39.6	36.5	37.8	38.1	36.9	38.1	37.6
Combined ratio	106.7	101.9	95.2	90.4	96.9	98.7	94.0
Catastrophe losses and reinstatement premiums	(4.8)	(3.5)	(6.4)	(0.5)	(5.3)	(3.8)	(2.9)
Prior year development net of premium adjustments	0.8	2.1	2.3	0.7	2.5	1.5	3.7
Accident year combined ratio, as adjusted	102.7	100.5	91.1	90.6	94.1	96.4	94.8
Consumer Insurance							
Net premiums written (1)	\$ 2,410	\$ 2,488	\$ 2,595	\$ 2,688	\$ 2,627	\$ 10,181	\$ 10,741
Net premiums earned	2,449	2,390	2,401	2,544	2,643	9,784	10,426
Claims and claims adjustment expenses incurred	1,464	1,319	1,358	1,466	1,548	5,607	5,991
Acquisition expenses	649	666	683	689	738	2,687	2,779
General operating expenses	451	392	403	432	455	1,678	1,632
Underwriting income (loss)	(115)	13	(43)	(43)	(98)	(188)	24
Net investment income	54	51	55	59	70	219	287
Pre-tax operating income (loss)	\$ (61)	\$ 64	\$ 12	\$ 16	\$ (28)	\$ 31	\$ 311
Underwriting ratios:							
Loss ratio	59.8	55.2	56.6	57.6	58.6	57.3	57.5
Catastrophe losses and reinstatement premiums	(0.7)	(0.8)	(0.3)	-	-	(0.4)	(0.3)
Prior year development net of premium adjustments	0.1	0.4	1.2	-	(0.9)	0.4	0.4
Accident year loss ratio, as adjusted	59.2	54.8	57.5	57.6	57.7	57.3	57.6
Acquisition ratio	26.5	27.9	28.4	27.0	27.9	27.5	26.7
General operating expense ratio	18.4	16.4	16.8	17.0	17.2	17.2	15.7
Expense ratio	44.9	44.3	45.2	44.0	45.1	44.7	42.4
Combined ratio	104.7	99.5	101.8	101.6	103.7	102.0	99.9
Catastrophe losses and reinstatement premiums	(0.7)	(0.8)	(0.3)	-	-	(0.4)	(0.3)
Prior year development net of premium adjustments	0.1	0.4	1.2	-	(0.9)	0.4	0.4
Accident year combined ratio, as adjusted	104.1	99.1	102.7	101.6	102.8	102.0	100.0
Other Int'l							
Net premiums written	\$ 1	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ 2
Net premiums earned	1	1	2	3	2	7	11
Claims and claims adjustment expenses incurred	35	34	38	28	23	135	57
General operating expenses	52	52	43	76	130	223	295
Underwriting loss	(86)	(85)	(79)	(101)	(151)	(351)	(341)
Net investment income	65	53	68	72	68	258	247
Pre-tax operating loss	(21)	(32)	(11)	(29)	(83)	(93)	(94)
Adjustments to arrive at pre-tax income (loss):							
Net realized capital gains	189	71	140	42	34	442	109
Pre-tax income (loss)	\$ 168	\$ 39	\$ 129	\$ 13	\$ (49)	\$ 349	\$ 15
Total AIG Property Casualty - Int'l							
Net premiums written (1)	\$ 3,965	\$ 4,296	\$ 4,385	\$ 4,820	\$ 4,012	\$ 17,466	\$ 17,744
Net premiums earned	4,278	4,149	4,139	4,306	4,380	16,872	17,313
Claims and claims adjustment expenses incurred	2,725	2,502	2,393	2,414	2,612	10,034	9,923
Acquisition expenses	1,004	998	999	1,028	1,064	4,029	4,176
General operating expenses	873	754	786	840	899	3,253	3,115
Underwriting income (loss)	(324)	(105)	(39)	24	(195)	(444)	99
Net investment income	227	212	233	248	258	920	1,015
Pre-tax operating income (loss)	(97)	107	194	272	63	476	1,114
Adjustment to arrive at pre-tax income:							
Net realized capital gains	189	71	140	42	34	442	109
Pre-tax income	\$ 92	\$ 178	\$ 334	\$ 314	\$ 97	\$ 918	\$ 1,223

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

By Line of Business:	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Commercial							
Casualty	\$ 1,867	\$ 1,924	\$ 2,110	\$ 2,244	\$ 1,846	\$ 8,145	\$ 8,574
Property (1)	905	1,350	1,770	683	709	4,708	4,191
Specialty	978	898	882	972	849	3,730	3,576
Financial lines	1,091	1,050	1,114	1,004	1,006	4,259	3,959
Total Commercial	4,841	5,222	5,876	4,903	4,410	20,842	20,300
Consumer							
Personal lines (1)	1,657	1,790	1,745	1,739	1,748	6,931	7,181
Accident & Health	1,532	1,651	1,645	1,793	1,647	6,621	6,969
Total Consumer	3,189	3,441	3,390	3,532	3,395	13,552	14,150
Other	(2)	(3)	(3)	2	4	(6)	(14)
Total net premiums written (1)	\$ 8,028	\$ 8,660	\$ 9,263	\$ 8,437	\$ 7,809	\$ 34,388	\$ 34,436
By Region:							
Americas							
Commercial	\$ 3,415	\$ 3,548	\$ 4,201	\$ 2,878	\$ 3,152	\$ 14,042	\$ 13,717
Consumer	921	1,085	930	975	884	3,911	3,913
Other	(2)	(3)	(3)	2	4	(6)	(16)
Total Americas	4,334	4,630	5,128	3,855	4,040	17,947	17,614
EMEA							
Commercial	941	1,151	1,159	1,524	775	4,775	4,580
Consumer	460	456	475	584	406	1,975	1,794
Total EMEA	1,401	1,607	1,634	2,108	1,181	6,750	6,374
Asia Pacific							
Commercial	485	523	516	501	483	2,025	2,003
Consumer	1,808	1,900	1,985	1,973	2,105	7,666	8,443
Other	-	-	-	-	-	-	2
Total Asia Pacific	2,293	2,423	2,501	2,474	2,588	9,691	10,448
Total net premiums written (1)	\$ 8,028	\$ 8,660	\$ 9,263	\$ 8,437	\$ 7,809	\$ 34,388	\$ 34,436

See Accompanying Notes on Page 28



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Alternative investment income							
Private equity	\$ 131	\$ 73	\$ 108	\$ 110	\$ 99	\$ 422	\$ 344
Hedge funds	172	(4)	132	148	58	448	140
Total alternative investment income	\$ 303	\$ 69	\$ 240	\$ 258	\$ 157	\$ 870	\$ 484
Average alternative investment assets							
Private equity	\$ 3,787	\$ 3,727	\$ 3,741	\$ 3,807	\$ 3,918	\$ 3,783	\$ 4,048
Hedge funds	3,853	3,643	3,438	3,227	3,100	3,547	2,812
Total average alternative investment assets	\$ 7,640	\$ 7,370	\$ 7,179	\$ 7,034	\$ 7,018	\$ 7,330	\$ 6,860
Annualized yields on book value							
Private equity	13.84%	7.83%	11.55%	11.56%	10.11%	11.15%	8.50%
Hedge funds	17.86%	(0.44)%	15.36%	18.35%	7.48%	12.63%	4.98%
Total annualized yield	15.86%	3.75%	13.37%	14.67%	8.95%	11.87%	7.06%



American International Group, Inc.
AIG Property Casualty

Revised 2012 Quarterly Property Casualty Results

(Refer to page 28 for discussion of revision to the prior periods)



American International Group, Inc.
AIG Property Casualty Operating Statistics - Revised Historical 2012 Results
(dollars in millions)

	Quarterly				Full Year
	1Q12	2Q12	3Q12	4Q12	2012
Net premiums written (1)	\$ 8,820	\$ 9,095	\$ 8,712	\$ 7,809	\$ 34,436
Net premiums earned	8,688	8,820	8,752	8,613	34,873
Claims and claims adjustment expenses incurred (2)	5,909	6,079	6,252	7,545	25,785
Acquisition expenses	1,757	1,733	1,709	1,737	6,936
General operating expenses	1,193	1,224	1,230	1,492	5,139
Underwriting loss	(171)	(216)	(439)	(2,161)	(2,987)
Net investment income (3)					
Interest and dividends	1,055	1,057	1,067	1,036	4,215
Alternative investments	130	110	87	157	484
Other investment income (4)	57	17	108	76	258
Investment expense	(36)	(48)	(41)	(52)	(177)
Total	1,206	1,136	1,221	1,217	4,780
Pre-tax operating income (loss)	1,035	920	782	(944)	1,793
Adjustments to arrive at pre-tax income (loss):					
Net realized capital gains (losses)	(92)	76	219	8	211
Legal settlements (5)	-	-	-	17	17
Other income (expense) - net	2	2	2	(4)	2
Pre-tax income (loss)	\$ 945	\$ 998	\$ 1,003	\$ (923)	\$ 2,023
Underwriting ratios:					
Loss ratio	68.0	68.9	71.4	87.6	73.9
Catastrophe losses and reinstatement premiums	(0.9)	(3.7)	(2.9)	(22.9)	(7.5)
Prior year development net of premium adjustments	(0.6)	(1.5)	(2.0)	(1.4)	(1.4)
Net reserve discount benefit (charge)	(0.2)	1.1	-	-	0.2
Accident year loss ratio, as adjusted	66.3	64.8	66.5	63.3	65.2
Acquisition ratio	20.2	19.6	19.5	20.2	19.9
General operating expense ratio	13.7	13.9	14.1	17.3	14.7
Expense ratio	33.9	33.5	33.6	37.5	34.6
Combined ratio	101.9	102.4	105.0	125.1	108.5
Catastrophe losses and reinstatement premiums	(0.9)	(3.7)	(2.9)	(22.9)	(7.5)
Prior year development net of premium adjustments	(0.6)	(1.5)	(2.0)	(1.4)	(1.4)
Net reserve discount benefit (charge)	(0.2)	1.1	-	-	0.2
Accident year combined ratio, as adjusted	100.2	98.3	100.1	100.8	99.8
Foreign exchange effect on worldwide premium:					
Change in net premiums written					
Increase (decrease) in original currency (6)	(4.5) %	(0.1) %	2.4 %	0.4 %	(0.5) %
Foreign exchange effect	0.8	(0.7)	(1.8)	(0.9)	(0.7)
Increase (decrease) as reported in US \$	(3.7) %	(0.8) %	0.6 %	(0.5) %	(1.2) %
Noteworthy items (pre-tax):					
Catastrophe-related losses (7)	\$ 80	\$ 328	\$ 261	\$ 1,956	\$ 2,625
Reinstatement premiums related to catastrophes	-	-	-	27	27
Severe losses (8)	42	81	140	63	326
Prior year development					
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	53	117	211	118	499
Additional premium related to prior year development	(6)	20	(66)	(2)	(54)
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	47	137	145	116	445
Net reserve discount benefit (charge)	(20)	94	(6)	(5)	63
Net loss and loss expense reserve (at period end)	\$ 67,313	\$ 66,108	\$ 66,136	\$ 66,949	\$ 66,949

See Accompanying Notes on Page 28



American International Group, Inc.
AIG Property Casualty
Commercial Insurance Operating Statistics - Revised Historical 2012 Results
(dollars in millions)

	Quarterly				Full Year
	1Q12	2Q12	3Q12	4Q12	2012
Net premiums written (1)	\$ 5,223	\$ 5,568	\$ 5,099	\$ 4,410	\$ 20,300
Net premiums earned	5,162	5,340	5,239	5,059	20,800
Claims and claims adjustment expenses incurred	3,730	3,776	4,087	5,103	16,696
Acquisition expenses	928	920	819	786	3,453
General operating expenses	581	609	648	705	2,543
Underwriting income (loss)	(77)	35	(315)	(1,535)	(1,892)
Net investment income (3)	714	694	682	679	2,769
Pre-tax operating income (loss)	\$ 637	\$ 729	\$ 367	\$ (856)	\$ 877
Underwriting ratios:					
Loss ratio	72.3	70.7	78.0	100.9	80.3
Catastrophe losses and reinstatement premiums	(1.5)	(5.4)	(4.5)	(32.8)	(10.9)
Prior year development net of premium adjustments	(0.5)	0.1	(2.7)	(1.7)	(1.2)
Net reserve discount benefit (charge)	-	1.9	-	-	0.5
Accident year loss ratio, as adjusted	70.3	67.3	70.8	66.4	68.7
Acquisition ratio	18.0	17.2	15.6	15.5	16.6
General operating expense ratio	11.3	11.4	12.4	13.9	12.2
Expense ratio	29.3	28.6	28.0	29.4	28.8
Combined ratio	101.6	99.3	106.0	130.3	109.1
Catastrophe losses and reinstatement premiums	(1.5)	(5.4)	(4.5)	(32.8)	(10.9)
Prior year development net of premium adjustments	(0.5)	0.1	(2.7)	(1.7)	(1.2)
Net reserve discount benefit (charge)	-	1.9	-	-	0.5
Accident year combined ratio, as adjusted	99.6	95.9	98.8	95.8	97.5
Foreign exchange effect on worldwide premium:					
Change in net premiums written					
Increase (decrease) in original currency (6)	(8.6) %	(2.0) %	0.2 %	- %	(2.8) %
Foreign exchange effect	(0.1)	(0.7)	(1.7)	(0.3)	(0.8)
Increase (decrease) as reported in US \$	(8.7) %	(2.7) %	(1.5) %	(0.3) %	(3.6) %
Noteworthy items (pre-tax):					
Catastrophe-related losses (7)	\$ 76	\$ 288	\$ 239	\$ 1,640	\$ 2,243
Reinstatement premiums related to catastrophes	-	-	-	27	27
Severe losses (8)	42	68	120	63	293
Prior year development					
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	34	(18)	189	85	290
Additional premium related to prior year development	(6)	20	(66)	(2)	(54)
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	28	2	123	83	236
Net reserve discount benefit (charge)	-	100	-	-	100
Net loss and loss expense reserve (at period end)	\$ 57,305	\$ 56,225	\$ 56,268	\$ 57,116	\$ 57,116

See Accompanying Notes on Page 28



American International Group, Inc.
AIG Property Casualty
Other Operating Statistics - Revised Historical 2012 Results
(dollars in millions)

	Quarterly				Full Year
	1Q12	2Q12	3Q12	4Q12	2012
Net premiums written	\$ -	\$ (1)	\$ (17)	\$ 4	\$ (14)
Net premiums earned	30	31	40	20	121
Claims and claims adjustment expenses incurred	149	260	140	42	591
Acquisition expenses	-	1	(1)	-	-
General operating expenses	93	98	68	207	466
Underwriting loss	(212)	(328)	(167)	(229)	(936)
Net investment income (3)	376	327	430	427	1,560
Pre-tax operating income (loss)	164	(1)	263	198	624
Adjustments to arrive at pre-tax income:					
Net realized capital gains (losses)	(92)	76	219	8	211
Legal settlements (5)	-	-	-	17	17
Other income (expense) - net	2	2	2	(4)	2
Pre-tax income	\$ 74	\$ 77	\$ 484	\$ 219	\$ 854
Noteworthy items (pre-tax):					
Prior year development					
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	\$ 34	\$ 171	\$ 24	\$ -	\$ 229
Net reserve discount benefit (charge)	(20)	(6)	(6)	(5)	(37)
Net loss and loss expense reserve (at period end)	\$ 4,466	\$ 4,377	\$ 4,383	\$ 4,241	\$ 4,241

See Accompanying Notes on Page 28



American International Group, Inc.
AIG Property Casualty - North America Operating Statistics - Revised Historical 2012 Results
(dollars in millions)

	Quarterly				Full Year
	1Q12	2Q12	3Q12	4Q12	2012
Net premiums written (1)	\$ 3,879	\$ 4,707	\$ 4,309	\$ 3,797	\$ 16,692
Net premiums earned	4,417	4,477	4,433	4,233	17,560
Claims and claims adjustment expenses incurred	3,626	3,582	3,721	4,933	15,862
Acquisition expenses	722	708	657	673	2,760
General operating expenses	458	476	497	593	2,024
Underwriting loss	(389)	(289)	(442)	(1,966)	(3,086)
Net investment income					
Interest and dividends	804	797	820	790	3,211
Alternative investments	139	111	82	158	490
Other investment income (4)	29	4	98	45	176
Investment expense	(23)	(30)	(25)	(34)	(112)
Total	949	882	975	959	3,765
Pre-tax operating income (loss)	560	593	533	(1,007)	679
Adjustments to arrive at pre-tax income (loss):					
Net realized capital gains (losses)	(121)	116	133	(26)	102
Legal settlements (5)	-	-	-	17	17
Other income (expense) - net	2	2	2	(4)	2
Pre-tax income (loss)	\$ 441	\$ 711	\$ 668	\$ (1,020)	\$ 800
Underwriting ratios:					
Loss ratio	82.1	80.0	83.9	116.5	90.3
Catastrophe losses and reinstatement premiums	(1.8)	(4.9)	(5.3)	(44.6)	(13.8)
Prior year development net of premium adjustments	(3.7)	(5.0)	(5.4)	(3.2)	(4.3)
Net reserve discount benefit (charge)	(0.3)	2.2	(0.1)	-	0.4
Accident year loss ratio, as adjusted	76.3	72.3	73.1	68.7	72.6
Acquisition ratio	16.3	15.8	14.8	15.9	15.7
General operating expense ratio	10.4	10.6	11.2	14.0	11.5
Expense ratio	26.7	26.4	26.0	29.9	27.2
Combined ratio	108.8	106.4	109.9	146.4	117.5
Catastrophe losses and reinstatement premiums	(1.8)	(4.9)	(5.3)	(44.6)	(13.8)
Prior year development net of premium adjustments	(3.7)	(5.0)	(5.4)	(3.2)	(4.3)
Net reserve discount benefit (charge)	(0.3)	2.2	(0.1)	-	0.4
Accident year combined ratio, as adjusted	103.0	98.7	99.1	98.6	99.8
Noteworthy items (pre-tax):					
Catastrophe-related losses (7)	\$ 79	\$ 221	\$ 239	\$ 1,864	\$ 2,403
Reinstatement premiums related to catastrophes	-	-	-	27	27
Severe losses (8)	18	39	15	34	106
Prior year development					
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	167	207	287	137	798
Additional premium related to prior year development	(6)	20	(66)	(2)	(54)
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and premium adjustments	161	227	221	135	744
Net reserve discount benefit (charge)	\$ (14)	\$ 96	\$ (4)	\$ (3)	\$ 75

See Accompanying Notes on Page 28



American International Group, Inc.
AIG Property Casualty - North America Operating Statistics by Business - Revised Historical 2012 Results
(dollars in millions)

	Quarterly				Full Year
	1Q12	2Q12	3Q12	4Q12	2012
Commercial Insurance					
Net premiums written	\$ 2,984	\$ 3,887	\$ 3,403	\$ 3,025	\$ 13,299
Net premiums earned	3,510	3,575	3,515	3,324	13,924
Claims and claims adjustment expenses incurred	2,932	2,812	3,015	4,062	12,821
Acquisition expenses	563	553	480	460	2,056
General operating expenses	295	320	349	391	1,355
Underwriting loss	(280)	(110)	(329)	(1,589)	(2,308)
Net investment income	590	570	569	559	2,288
Pre-tax operating income (loss)	\$ 310	\$ 460	\$ 240	\$ (1,030)	\$ (20)
Underwriting ratios:					
Loss ratio	83.5	78.7	85.8	122.2	92.1
Catastrophe losses and reinstatement premiums	(2.1)	(5.8)	(6.1)	(47.4)	(15.0)
Prior year development net of premium adjustments	(3.3)	(1.2)	(6.2)	(3.8)	(3.6)
Net reserve discount benefit (charge)	-	2.7	-	-	0.7
Accident year loss ratio, as adjusted	78.1	74.4	73.5	71.0	74.2
Acquisition ratio	16.0	15.5	13.7	13.8	14.8
General operating expense ratio	8.4	9.0	9.9	11.8	9.7
Expense ratio	24.4	24.5	23.6	25.6	24.5
Combined ratio	107.9	103.2	109.4	147.8	116.6
Catastrophe losses and reinstatement premiums	(2.1)	(5.8)	(6.1)	(47.4)	(15.0)
Prior year development net of premium adjustments	(3.3)	(1.2)	(6.2)	(3.8)	(3.6)
Net reserve discount benefit (charge)	-	2.7	-	-	0.7
Accident year combined ratio, as adjusted	102.5	98.9	97.1	96.6	98.7
Consumer Insurance					
Net premiums written	\$ 895	\$ 823	\$ 923	\$ 768	\$ 3,409
Net premiums earned	880	875	880	891	3,526
Claims and claims adjustment expenses incurred	546	530	579	852	2,507
Acquisition expenses	159	154	178	213	704
General operating expenses	128	122	123	125	498
Underwriting income (loss)	47	69	-	(299)	(183)
Net investment income	41	42	40	41	164
Pre-tax operating income (loss)	\$ 88	\$ 111	\$ 40	\$ (258)	\$ (19)
Underwriting ratios:					
Loss ratio	62.0	60.6	65.8	95.6	71.1
Catastrophe losses and reinstatement premiums	(0.4)	(1.3)	(2.7)	(35.4)	(10.1)
Prior year development net of premium adjustments	(0.1)	(1.4)	0.2	(1.3)	(0.6)
Accident year loss ratio, as adjusted	61.5	57.9	63.3	58.9	60.4
Acquisition ratio	18.1	17.6	20.2	23.9	20.0
General operating expense ratio	14.5	13.9	14.0	14.0	14.1
Expense ratio	32.6	31.5	34.2	37.9	34.1
Combined ratio	94.6	92.1	100.0	133.5	105.2
Catastrophe losses and reinstatement premiums	(0.4)	(1.3)	(2.7)	(35.4)	(10.1)
Prior year development net of premium adjustments	(0.1)	(1.4)	0.2	(1.3)	(0.6)
Accident year combined ratio, as adjusted	94.1	89.4	97.5	96.8	94.5
Other North America					
Net premiums written	\$ -	\$ (3)	\$ (17)	\$ 4	\$ (16)
Net premiums earned	27	27	38	18	110
Claims and claims adjustment expenses incurred	148	240	127	19	534
Acquisition expenses	-	1	(1)	-	-
General operating expenses	35	34	25	77	171
Underwriting loss	(156)	(248)	(113)	(78)	(595)
Net investment income	318	270	366	359	1,313
Pre-tax operating income	162	22	253	281	718
Adjustments to arrive at pre-tax income					
Net realized capital gains (losses)	(121)	116	133	(26)	102
Legal settlements (5)	-	-	-	17	17
Other income (expense) - net	2	2	2	(4)	2
Pre-tax income	\$ 43	\$ 140	\$ 388	\$ 268	\$ 839
Total AIG Property Casualty - North America					
Net premiums written	\$ 3,879	\$ 4,707	\$ 4,309	\$ 3,797	\$ 16,692
Net premiums earned	4,417	4,477	4,433	4,233	17,560
Claims and claims adjustment expenses incurred	3,626	3,582	3,721	4,933	15,862
Acquisition expenses	722	708	657	673	2,760
General operating expenses	458	476	497	593	2,024
Underwriting loss	(389)	(289)	(442)	(1,966)	(3,086)
Net investment income	949	882	975	959	3,765
Pre-tax operating income (loss)	560	593	533	(1,007)	679
Adjustments to arrive at pre-tax income (loss):					
Net realized capital gains (losses)	(121)	116	133	(26)	102
Legal settlements (5)	-	-	-	17	17
Other income (expense) - net	2	2	2	(4)	2
Pre-tax income (loss)	\$ 441	\$ 711	\$ 668	\$ (1,020)	\$ 800

See Accompanying Notes on Page 28



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 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 primarily to individual consumers or groups of consumers through insurance brokers and agents, as well as through direct marketing, and partner organizations and through 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: run-off lines of business, including excess workers compensation, asbestos and legacy environmental (1986 and prior); certain environmental liability businesses written prior to 2004; operations and expenses not attributable to the Commercial Insurance or Consumer Insurance operating segments; unallocated net investment income; net realized capital gains and losses; other income and expense items; and adverse loss development, net of amortization of deferred gain, for a retroactive reinsurance arrangement.

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.

Revision to Prior Periods - In the fourth quarter of 2013, to reduce investment concentration, we transferred the holdings of the investments in life settlements from AIG Property Casualty operations to AIG's Other operations. All prior periods have been revised to conform to the current period presentation.

Notes:

- (1) Effective January 1, 2013, AIG Property Casualty began recognizing the annual ceded premiums written under excess of loss reinsurance agreements 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 reversed 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) Reflects litigation settlement income 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 generally weather or seismic events having a net impact on AIG Property Casualty in excess of \$10 million each.
- (8) 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					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Premiums and deposits (1)	\$ 8,042	\$ 8,422	\$ 6,765	\$ 5,580	\$ 5,215	\$ 28,809	\$ 20,994
Revenues:							
Premiums	\$ 606	\$ 721	\$ 649	\$ 620	\$ 634	\$ 2,596	\$ 2,464
Policy fees	652	645	623	615	618	2,535	2,349
Net investment income:							
Interest and dividends (2)	2,291	2,256	2,319	2,307	2,316	9,173	9,650
Alternative investments	505	137	436	489	332	1,567	954
Call and tender income	57	34	54	51	42	196	146
Other	110	130	(84)	113	99	269	243
Investment expenses	(90)	(90)	(88)	(83)	(74)	(351)	(275)
Total net investment income	2,873	2,467	2,637	2,877	2,715	10,854	10,718
Advisory fee and other income	454	443	419	393	358	1,709	1,293
Total revenues excluding net realized capital gains	4,585	4,276	4,328	4,505	4,325	17,694	16,824
Benefits and expenses:							
Policyholder benefits and claims incurred (3)	1,141	1,316	1,183	1,098	1,288	4,738	4,592
Interest credited to policyholder account balances (4)	978	924	971	1,017	1,035	3,890	4,340
Amortization of deferred policy acquisition costs	184	76	202	188	176	650	812
Non deferrable commissions	121	117	118	117	117	473	463
General operating expenses (5)	456	412	426	425	387	1,719	1,615
Commissions and advisory fee expenses	299	287	277	266	232	1,129	842
Total benefits and expenses	3,179	3,132	3,177	3,111	3,235	12,599	12,664
Pre-tax operating income (6)	1,406	1,144	1,151	1,394	1,090	5,095	4,160
Adjustments to arrive at pre-tax income:							
Legal settlements (7)	553	-	359	108	154	1,020	154
Changes in fair values of fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	(33)	(30)	(69)	(29)	(11)	(161)	37
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains	(4)	(271)	(1,152)	(59)	(81)	(1,486)	(1,201)
Net realized capital gains	53	398	1,430	156	100	2,037	630
Pre-tax income	\$ 1,975	\$ 1,241	\$ 1,719	\$ 1,570	\$ 1,252	\$ 6,505	\$ 3,780
Investment yield:							
Base (8)	5.29%	5.26%	5.35%	5.30%	5.33%	5.30%	5.43%
Alternative investments (9)	0.80%	0.00%	0.69%	0.79%	0.44%	0.57%	0.21%
Other enhancements (10)	0.18%	0.15%	(0.21)%	0.29%	0.32%	0.10%	0.40%
Total	6.27%	5.41%	5.83%	6.38%	6.09%	5.97%	6.04%
Gross life insurance in force, end of period	\$ 914,033	\$ 911,849	\$ 911,163	\$ 909,397	\$ 910,338	\$ 914,033	\$ 910,338
Assets under management:							
General account	\$ 195,621	\$ 195,019	\$ 195,892	\$ 202,671	\$ 203,736	\$ 195,621	\$ 203,736
Separate accounts	71,048	65,948	61,749	61,049	57,326	71,048	57,326
Group retirement and retail mutual funds	26,743	24,152	22,019	20,774	18,972	26,743	18,972
Stable value wraps (11)	24,565	19,280	14,005	12,374	10,353	24,565	10,353
Total assets under management	\$ 317,977	\$ 304,399	\$ 293,665	\$ 296,868	\$ 290,387	\$ 317,977	\$ 290,387

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Premiums and deposits: (1)							
Fixed Annuities	\$ 995	\$ 1,188	\$ 355	\$ 376	\$ 247	\$ 2,914	\$ 1,469
Retirement Income Solutions	2,502	2,460	2,233	1,413	1,258	8,608	4,828
Retail Mutual Funds	1,274	1,633	1,216	833	615	4,956	2,723
Group Retirement	1,968	1,838	1,705	1,740	1,823	7,251	7,028
Total premiums and deposits	6,739	7,119	5,509	4,362	3,943	23,729	16,048
Surrenders and withdrawals:							
Fixed Annuities	(933)	(774)	(957)	(888)	(935)	(3,552)	(3,412)
Retirement Income Solutions	(775)	(703)	(842)	(687)	(736)	(3,007)	(2,773)
Retail Mutual Funds	(602)	(514)	(528)	(532)	(540)	(2,176)	(1,705)
Group Retirement	(1,744)	(1,872)	(1,880)	(1,755)	(1,931)	(7,251)	(6,325)
Total surrenders and withdrawals	(4,054)	(3,863)	(4,207)	(3,862)	(4,142)	(15,986)	(14,215)
Death, and other contract benefits							
Fixed Annuities	(515)	(518)	(662)	(487)	(588)	(2,182)	(2,309)
Retirement Income Solutions	(136)	(119)	(99)	(155)	(121)	(509)	(457)
Group Retirement	(141)	(125)	(124)	(102)	(107)	(492)	(401)
Total death, and other contract benefits	(792)	(762)	(885)	(744)	(816)	(3,183)	(3,167)
Net flows: (12)							
Fixed Annuities	(453)	(104)	(1,264)	(999)	(1,276)	(2,820)	(4,252)
Retirement Income Solutions	1,591	1,638	1,292	571	401	5,092	1,598
Retail Mutual Funds	672	1,119	688	301	75	2,780	1,018
Group Retirement	83	(159)	(299)	(117)	(215)	(492)	302
Total net flows	\$ 1,893	\$ 2,494	\$ 417	\$ (244)	\$ (1,015)	\$ 4,560	\$ (1,334)

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Alternative investment income							
Private equity	\$ 153	\$ 60	\$ 112	\$ 166	\$ 173	\$ 491	\$ 490
Hedge funds	275	46	263	262	106	846	258
Total private equity and hedge funds	428	106	375	428	279	1,337	748
Affordable housing partnerships	77	31	61	61	53	230	206
Total alternative investment income	\$ 505	\$ 137	\$ 436	\$ 489	\$ 332	\$ 1,567	\$ 954
Average alternative investment assets							
Private equity	\$ 3,413	\$ 3,526	\$ 3,647	\$ 3,671	\$ 3,787	\$ 3,563	\$ 4,048
Hedge funds	5,187	4,904	4,521	4,041	3,881	4,667	3,676
Total private equity and hedge funds	8,600	8,430	8,168	7,712	7,668	8,230	7,724
Affordable housing partnerships	1,543	1,626	1,714	1,925	1,915	1,701	2,061
Total average alternative investment assets	\$ 10,143	\$ 10,056	\$ 9,882	\$ 9,637	\$ 9,583	\$ 9,931	\$ 9,785
Annualized yields on book value							
Private equity	17.91%	6.82%	12.33%	18.08%	17.98%	13.79%	12.06%
Hedge funds	21.17%	3.73%	23.29%	25.95%	10.92%	18.12%	7.03%
Total private equity and hedge funds	19.90%	5.03%	18.36%	22.20%	14.41%	16.24%	9.67%
Affordable housing partnerships	20.11%	7.70%	13.91%	12.76%	11.13%	13.52%	10.01%
Total annualized yield	19.91%	5.45%	17.62%	20.30%	13.75%	15.78%	9.74%

See Accompanying Notes on Pages 45 and 46

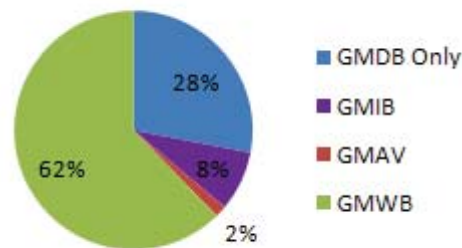


American International Group, Inc.
AIG Life and Retirement
Guaranteed Benefits (13)
(dollars in millions)

	Quarterly				
	4Q13	3Q13	2Q13	1Q13	4Q12
Account value by benefit type					
Guaranteed Minimum Death Benefits (GMDB) only (a)	\$ 62,868	\$ 59,776	\$ 58,174	\$ 58,053	\$ 55,967
Guaranteed Minimum Income Benefits (GMIB) (b)	3,081	2,994	2,948	3,049	2,981
Guaranteed Minimum Account Value (GMAV) (c)	627	682	734	841	874
Guaranteed Minimum Withdrawal Benefits (GMWB) (d)	27,924	25,080	22,387	20,798	18,955
Liability by benefit type					
Guaranteed Minimum Death Benefits (GMDB) (a)	\$ 355	\$ 355	\$ 363	\$ 368	\$ 374
Guaranteed Minimum Income Benefits (GMIB) (b)	43	42	45	47	47
Guaranteed Minimum Account Value (GMAV) (c)	8	14	19	21	36
Guaranteed Minimum Withdrawal Benefits (GMWB) (d) (e)	(45)	94	311	737	961

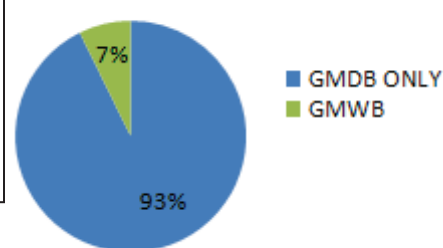
- (a) A guaranteed minimum death benefit is an amount paid from a variable annuity upon the death of the owner. This benefit protects beneficiaries from market volatility and may be different than the account value. Each of these benefits may be subject to a maximum amount based on age of owner or dollar 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.
- (e) The fair value of GMWB embedded derivatives is based on actuarial and capital market assumptions related to projected cash flows of rider fees and claims over the expected lives of the contracts. The decrease in the fair value of the GMWB liability resulted in the recognition of a net asset at December 31, 2013, primarily due to higher interest rates and equity market returns.

Retirement Income Solutions



Type of Benefit	Account Value (\$B)
GMDB Only	10.7
GMIB	3.1
GMAV	0.6
GMWB	23.8
Total	38.2

Group Retirement



Type of Benefit	Account Value (\$B)
GMDB ONLY	52.2
GMWB	4.1
Total	56.3

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Premiums and deposits (1)	\$ 5,627	\$ 6,133	\$ 4,666	\$ 3,486	\$ 3,001	\$ 19,912	\$ 12,512
Revenues:							
Premiums	\$ 372	\$ 403	\$ 389	\$ 358	\$ 350	\$ 1,522	\$ 1,524
Policy fees	513	509	491	487	495	2,000	1,869
Net investment income:							
Interest and dividends (2)	1,362	1,328	1,359	1,355	1,367	5,404	5,745
Alternative investments	251	63	211	251	121	776	370
Call and tender income	35	24	25	33	28	117	87
Other	68	81	(34)	64	84	179	172
Investment expenses	(53)	(51)	(51)	(46)	(43)	(201)	(162)
Total net investment income	1,663	1,445	1,510	1,657	1,557	6,275	6,212
Advisory fee and other income	419	409	382	365	328	1,575	1,183
Total revenues excluding net realized capital gains (losses)	2,967	2,766	2,772	2,867	2,730	11,372	10,788
Benefits and expenses:							
Policyholder benefits and claims incurred (3)	683	765	689	635	777	2,772	2,791
Interest credited to policyholder account balances (4)	579	503	584	611	609	2,277	2,554
Amortization of deferred policy acquisition costs	198	2	177	163	170	540	727
Non deferrable commissions	75	72	74	67	72	288	272
General operating expenses (5)	317	295	303	307	275	1,222	1,171
Commissions and advisory fee expenses	295	283	275	263	229	1,116	831
Total benefits and expenses	2,147	1,920	2,102	2,046	2,132	8,215	8,346
Pre-tax operating income (6)	820	846	670	821	598	3,157	2,442
Adjustments to arrive at pre-tax income:							
Legal settlements (7)	350	-	221	76	106	647	106
Changes in fair values of fixed maturity securities designated to hedge living benefit liabilities, net of interest expense	(33)	(30)	(69)	(29)	(11)	(161)	37
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	7	(23)	(160)	39	20	(137)	(57)
Net realized capital gains (losses)	105	148	515	89	(1)	857	(460)
Pre-tax income	\$ 1,249	\$ 941	\$ 1,177	\$ 996	\$ 712	\$ 4,363	\$ 2,068

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Premiums and deposits (1)	\$ 853	\$ 830	\$ 850	\$ 842	\$ 858	\$ 3,375	\$ 3,381
Revenues:							
Premiums	308	335	365	339	331	1,347	1,423
Policy fees	334	341	332	337	353	1,344	1,324
Net investment income:							
Interest and dividends (2)	453	445	462	453	476	1,813	1,970
Alternative investments	71	19	61	70	32	221	103
Call and tender income	1	10	8	10	3	29	23
Other	22	26	(10)	20	22	58	37
Investment expenses	(16)	(16)	(16)	(16)	(17)	(64)	(64)
Total net investment income	531	484	505	537	516	2,057	2,069
Advisory fee and other income	-	-	1	-	1	1	1
Total revenues excluding net realized capital gains (losses)	1,173	1,160	1,203	1,213	1,201	4,749	4,817
Benefits and expenses:							
Policyholder benefits and claims incurred (3)	572	667	619	592	685	2,450	2,515
Interest credited to policyholder account balances	120	122	127	148	120	517	485
Amortization of deferred policy acquisition costs	79	89	86	83	112	337	378
Non deferrable commissions	29	28	28	27	30	112	119
General operating expenses (5)	160	147	147	149	166	603	660
Total benefits and expenses	960	1,053	1,007	999	1,113	4,019	4,157
Pre-tax operating income (6)	\$ 213	\$ 107	\$ 196	\$ 214	\$ 88	\$ 730	\$ 660
Gross life insurance in force, end of period	\$ 819,769	\$ 818,384	\$ 817,822	\$ 816,604	\$ 816,844	\$ 819,769	\$ 816,844
Reserves:							
Policyholder benefits for life and accident & health insurance contracts	\$ 11,921	\$ 11,846	\$ 11,766	\$ 11,702	\$ 11,690	\$ 11,921	\$ 11,690
Policyholder contract deposits	13,624	13,577	13,471	13,431	13,028	13,624	13,028
Separate account reserves	716	679	651	657	624	716	624
Total reserves	\$ 26,261	\$ 26,102	\$ 25,888	\$ 25,790	\$ 25,342	\$ 26,261	\$ 25,342

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Life Insurance and A&H CPPE sales: (14)							
Term	\$ 25	\$ 25	\$ 25	\$ 23	\$ 26	\$ 98	\$ 114
Universal life	38	34	35	26	31	133	113
Other life	1	2	2	2	2	7	8
Single premium and unscheduled deposits	2	1	3	3	3	9	12
A&H	5	6	7	6	5	24	22
Total	\$ 71	\$ 68	\$ 72	\$ 60	\$ 67	\$ 271	\$ 269
Life and A&H sales by distribution channel:							
Retail - Independent	46	42	39	33	38	160	150
Retail - Affiliated (Career and AIG Direct)	25	26	33	27	29	111	119
Total	71	68	72	60	67	271	269
Surrender rates: (15)							
Independent distribution	4.6%	4.9%	4.8%	4.9%	4.8%	4.8%	5.1%
Career distribution	8.6%	8.4%	8.3%	8.7%	8.4%	8.7%	7.8%
DAC rollforward:							
Balance at beginning of period	\$ 3,497	\$ 3,464	\$ 3,342	\$ 3,377	\$ 3,408	\$ 3,377	\$ 3,494
Deferrals	70	68	75	73	73	286	294
Operating amortization	(79)	(89)	(86)	(83)	(112)	(337)	(378)
Change from realized gains (losses)	(6)	(1)	-	2	(3)	(5)	(3)
Change from unrealized gains (losses)	74	55	133	(27)	11	235	(30)
Balance at end of period	\$ 3,556	\$ 3,497	\$ 3,464	\$ 3,342	\$ 3,377	\$ 3,556	\$ 3,377
Reserve rollforward:							
Balance at beginning of period, gross	\$ 27,225	\$ 27,007	\$ 26,914	\$ 26,479	\$ 26,338	\$ 26,479	\$ 25,945
Premiums and deposits	853	830	850	842	858	3,375	3,381
Surrenders and withdrawals	(166)	(168)	(174)	(182)	(202)	(690)	(784)
Death, and other contract benefits	(131)	(148)	(173)	(156)	(185)	(608)	(590)
Subtotal	556	514	503	504	471	2,077	2,007
Change in fair value of underlying assets and reserve accretion, net of policy fees	(149)	(101)	(117)	(131)	(197)	(498)	(525)
Cost of funds	120	122	127	148	120	517	485
Other reserve changes	(362)	(317)	(420)	(86)	(253)	(1,185)	(1,433)
Balance at end of period	27,390	27,225	27,007	26,914	26,479	27,390	26,479
Reinsurance ceded	(1,129)	(1,123)	(1,119)	(1,124)	(1,137)	(1,129)	(1,137)
Total insurance reserves	\$ 26,261	\$ 26,102	\$ 25,888	\$ 25,790	\$ 25,342	\$ 26,261	\$ 25,342

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Premiums and deposits (1)	\$ 1,005	\$ 1,208	\$ 365	\$ 395	\$ 265	\$ 2,973	\$ 1,561
Revenues:							
Premiums	\$ 60	\$ 69	\$ 27	\$ 16	\$ 19	\$ 172	\$ 101
Policy fees	7	6	8	7	10	28	33
Net investment income:							
Interest and dividends (2)	818	796	823	827	811	3,264	3,489
Alternative investments	139	35	121	144	66	439	211
Call and tender income	31	14	11	22	25	78	61
Other	36	45	(20)	37	59	98	124
Investment expenses	(30)	(30)	(31)	(25)	(23)	(116)	(91)
Total net investment income	994	860	904	1,005	938	3,763	3,794
Advisory fee and other income	-	-	-	-	1	-	1
Total revenues excluding net realized capital gains (losses)	1,061	935	939	1,028	968	3,963	3,929
Benefits and expenses:							
Policyholder benefits and claims incurred	97	104	63	42	58	306	255
Interest credited to policyholder account balances (4)	425	348	426	437	463	1,636	1,962
Amortization of deferred policy acquisition costs	81	(145)	67	80	44	83	295
Non deferrable commissions	7	7	5	5	6	24	25
General operating expenses	38	35	35	37	(1)	145	103
Total benefits and expenses	648	349	596	601	570	2,194	2,640
Pre-tax operating income (6)	\$ 413	\$ 586	\$ 343	\$ 427	\$ 398	\$ 1,769	\$ 1,289
Reserves:							
Future policyholder benefits	\$ 2,898	\$ 2,889	\$ 2,913	\$ 2,948	\$ 2,952	\$ 2,898	\$ 2,952
Policyholder contract deposits and separate account reserves	54,271	54,418	54,234	55,235	56,110	54,271	56,110
Total reserves	\$ 57,169	\$ 57,307	\$ 57,147	\$ 58,183	\$ 59,062	\$ 57,169	\$ 59,062

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net investment spreads: (a)							
Base yield (8)	5.24%	5.17%	5.25%	5.10%	5.12%	5.18%	5.20%
Alternative investments (9)	0.53%	(0.02)%	0.47%	0.55%	0.23%	0.38%	0.15%
Other enhancements (10)	0.25%	0.18%	(0.22)%	0.33%	0.39%	0.15%	0.37%
Total yield	6.02%	5.33%	5.50%	5.98%	5.74%	5.71%	5.72%
Cost of funds (b)	2.91%	2.93%	2.89%	2.91%	3.14%	2.91%	3.14%
Net spread rate, as reported	3.11%	2.40%	2.61%	3.07%	2.60%	2.80%	2.58%
Base net investment spread (c)	2.33%	2.24%	2.36%	2.19%	1.98%	2.27%	2.06%
Surrender rates (16)	7.1%	5.9%	7.1%	6.6%	6.9%	6.6%	6.3%
DAC rollforward:							
Balance at beginning of period	\$ 1,046	\$ 802	\$ 438	\$ 626	\$ 701	\$ 626	\$ 1,489
Deferrals	24	27	8	8	2	67	44
Operating amortization	(81)	145	(67)	(80)	(44)	(83)	(295)
Change from realized gains (losses)	(37)	(11)	3	(7)	(19)	(52)	(81)
Change from unrealized gains (losses)	65	83	420	(109)	(14)	459	(531)
Balance at end of period	\$ 1,017	\$ 1,046	\$ 802	\$ 438	\$ 626	\$ 1,017	\$ 626
Reserve rollforward:							
Balance at beginning of period, gross	\$ 57,672	\$ 57,449	\$ 58,183	\$ 58,978	\$ 59,821	\$ 58,978	\$ 61,404
Premiums and deposits	1,005	1,208	365	395	265	2,973	1,561
Surrenders and withdrawals	(1,019)	(841)	(1,033)	(1,035)	(1,032)	(3,928)	(3,799)
Death, and other contract benefits	(577)	(581)	(674)	(504)	(655)	(2,336)	(2,594)
Subtotal	(591)	(214)	(1,342)	(1,144)	(1,422)	(3,291)	(4,832)
Change in fair value of underlying assets and reserve accretion, net of policy fees	42	21	49	36	83	148	235
Cost of funds (b)	392	398	393	407	452	1,590	1,836
Other reserve changes (including loss recognition)	16	18	166	(94)	44	106	335
Balance at end of period	57,531	57,672	57,449	58,183	58,978	57,531	58,978
Reserves related to unrealized investment appreciation	-	-	74	370	456	-	456
Reinsurance ceded	(362)	(365)	(376)	(370)	(372)	(362)	(372)
Total insurance reserves	\$ 57,169	\$ 57,307	\$ 57,147	\$ 58,183	\$ 59,062	\$ 57,169	\$ 59,062

(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 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Premiums and deposits (1)	\$ 2,502	\$ 2,463	\$ 2,236	\$ 1,416	\$ 1,263	\$ 8,617	\$ 4,846
Revenues:							
Policy fees	\$ 175	\$ 158	\$ 146	\$ 136	\$ 132	\$ 615	\$ 497
Net investment income:							
Interest and dividends (2)	90	87	74	75	79	326	286
Alternative investments	41	9	29	37	22	116	54
Call and tender income	3	-	6	1	-	10	3
Other	10	10	(4)	7	3	23	9
Investment expenses	(5)	(5)	(4)	(5)	(3)	(19)	(7)
Total net investment income	139	101	101	115	101	456	345
Advisory fee and other income	50	44	40	37	34	171	131
Total revenues excluding net realized capital gains (losses)	364	303	287	288	267	1,242	973
Benefits and expenses:							
Policyholder benefits and claims incurred (17)	13	(3)	3	3	34	16	21
Interest credited to policyholder account balances (4)	34	31	33	26	26	124	106
Amortization of deferred policy acquisition costs	37	56	25	1	13	119	53
Non deferrable commissions	39	39	40	34	36	152	128
General operating expenses	52	47	53	49	48	201	189
Commissions and advisory fee expenses	3	1	3	2	1	9	7
Total benefits and expenses	178	171	157	115	158	621	504
Pre-tax operating income (6)	\$ 186	\$ 132	\$ 130	\$ 173	\$ 109	\$ 621	\$ 469
General and separate account reserves:							
Policyholder contract deposits and future policy benefits	\$ 7,233	\$ 6,835	\$ 6,479	\$ 6,210	\$ 5,450	\$ 7,233	\$ 5,450
Separate account reserves	33,511	30,599	28,095	27,397	25,616	33,511	25,616
Total general and separate account reserves	\$ 40,744	\$ 37,434	\$ 34,574	\$ 33,607	\$ 31,066	\$ 40,744	\$ 31,066

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net investment spreads:							
Base yield (8)	5.08%	5.23%	5.18%	5.15%	5.15%	5.15%	5.08%
Alternative investments (9)	1.43%	(0.17)%	1.18%	1.71%	0.67%	1.01%	0.37%
Other enhancements (10)	0.27%	0.25%	(0.25)%	0.51%	0.22%	0.20%	0.33%
Total yield	6.78%	5.31%	6.11%	7.37%	6.04%	6.36%	5.78%
Cost of funds (a)	1.99%	1.73%	2.19%	2.20%	2.24%	2.02%	2.44%
Net spread rate, as reported	4.79%	3.58%	3.92%	5.17%	3.80%	4.34%	3.34%
Base net investment spread (b)	3.09%	3.50%	2.99%	2.95%	2.91%	3.13%	2.64%
Surrender rates (16)	8.1%	8.1%	10.3%	8.9%	9.9%	8.7%	10.3%
DAC rollforward:							
Balance at beginning of period	\$ 1,047	\$ 964	\$ 866	\$ 833	\$ 759	\$ 833	\$ 540
Deferrals	147	137	130	82	74	496	277
Operating amortization	(39)	(56)	(25)	1	(13)	(119)	(53)
Change from realized gains (losses)	58	(11)	(36)	46	18	57	99
Change from unrealized gains (losses)	(39)	13	29	(96)	(5)	(93)	(30)
Balance at end of period	\$ 1,174	\$ 1,047	\$ 964	\$ 866	\$ 833	\$ 1,174	\$ 833
Reserve rollforward:							
Balance at beginning of period, gross	\$ 37,439	\$ 34,581	\$ 33,610	\$ 31,071	\$ 30,428	\$ 31,071	\$ 26,826
Premiums and deposits	2,502	2,463	2,236	1,416	1,263	8,617	4,846
Surrenders and withdrawals	(796)	(726)	(836)	(748)	(762)	(3,106)	(2,980)
Death, and other contract benefits	(135)	(124)	(132)	(135)	(141)	(526)	(511)
Subtotal	1,571	1,613	1,268	533	360	4,985	1,355
Change in fair value of underlying assets and reserve accretion, net of policy fees	1,712	1,222	(353)	1,315	246	3,896	2,787
Cost of funds (a)	32	26	31	26	26	115	102
Other reserve changes	(6)	(3)	25	665	11	681	1
Balance at end of period	40,748	37,439	34,581	33,610	31,071	40,748	31,071
Reinsurance ceded	(4)	(5)	(7)	(3)	(5)	(4)	(5)
Total insurance reserves	\$ 40,744	\$ 37,434	\$ 34,574	\$ 33,607	\$ 31,066	\$ 40,744	\$ 31,066

(a) Excludes the amortization of sales inducement assets.

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

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Premiums and deposits (1)	\$ 2,415	\$ 2,289	\$ 2,099	\$ 2,094	\$ 2,214	\$ 8,897	\$ 8,482
Revenues:							
Premiums	\$ 234	\$ 318	\$ 260	\$ 262	\$ 284	\$ 1,074	\$ 940
Policy fees	139	136	132	128	123	535	480
Net investment income:							
Interest and dividends (2)	929	928	960	952	949	3,769	3,905
Alternative investments	254	74	225	238	211	791	584
Call and tender income	22	10	29	18	14	79	59
Other	42	49	(50)	49	15	90	71
Investment expenses	(37)	(39)	(37)	(37)	(31)	(150)	(113)
Total net investment income	1,210	1,022	1,127	1,220	1,158	4,579	4,506
Advisory fee and other income	35	34	37	28	30	134	110
Total revenues excluding net realized capital gains (losses)	1,618	1,510	1,556	1,638	1,595	6,322	6,036
Benefits and expenses:							
Policyholder benefits and claims incurred	458	551	494	463	511	1,966	1,801
Interest credited to policyholder account balances (4)	399	421	387	406	426	1,613	1,786
Amortization of deferred policy acquisition costs	(14)	74	25	25	6	110	85
Non deferrable commissions	46	45	44	50	45	185	191
General operating expenses	139	117	123	118	112	497	444
Commissions and advisory fee expenses	4	4	2	3	3	13	11
Total benefits and expenses	1,032	1,212	1,075	1,065	1,103	4,384	4,318
Pre-tax operating income (6)	586	298	481	573	492	1,938	1,718
Adjustments to arrive at pre-tax income:							
Legal settlements (7)	203	-	138	32	48	373	48
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	(11)	(248)	(992)	(98)	(101)	(1,349)	(1,144)
Net realized capital gains (losses)	(52)	250	915	67	101	1,180	1,090
Pre-tax income	\$ 726	\$ 300	\$ 542	\$ 574	\$ 540	\$ 2,142	\$ 1,712

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Premiums and deposits (1)	\$ 1,968	\$ 1,838	\$ 1,705	\$ 1,740	\$ 1,823	\$ 7,251	\$ 7,028
Revenues:							
Premiums	\$ 4	\$ 3	\$ 2	\$ 4	\$ 4	\$ 13	\$ 19
Policy fees	105	101	99	95	93	400	355
Net investment income:							
Interest and dividends (2)	533	527	532	512	515	2,104	2,120
Alternative investments	86	23	75	86	77	270	219
Call and tender income	14	10	16	10	11	50	32
Other	27	31	(16)	28	5	70	36
Investment expenses	(21)	(21)	(21)	(21)	(14)	(84)	(48)
Total net investment income	639	570	586	615	594	2,410	2,359
Advisory fees and other income	36	34	35	28	30	133	110
Total revenues excluding net realized capital gains (losses)	784	708	722	742	721	2,956	2,843
Benefits and expenses:							
Policyholder benefits and claims incurred	6	9	15	12	12	42	55
Interest credited to policyholder account balances (4)	287	312	289	287	299	1,175	1,189
Amortization of deferred policy acquisition costs	(17)	69	22	20	4	94	66
Non deferrable commissions	23	16	17	17	17	73	68
General operating expenses	88	79	82	77	78	326	291
Commissions and advisory fee expenses	5	3	2	3	3	13	11
Total benefits and expenses	392	488	427	416	413	1,723	1,680
Pre-tax operating income (6)	\$ 392	\$ 220	\$ 295	\$ 326	\$ 308	\$ 1,233	\$ 1,163
General and separate account reserves:							
Future policyholder benefits	\$ 456	\$ 463	\$ 465	\$ 473	\$ 476	\$ 456	\$ 476
Policyholder contract deposits	37,738	37,483	37,102	37,101	36,778	37,738	36,778
Separate account reserves	32,277	30,364	28,780	28,787	27,006	32,277	27,006
Total general and separate account reserves	70,471	68,310	66,347	66,361	64,260	70,471	64,260
Group retirement mutual funds	15,126	13,817	13,017	12,778	11,802	15,126	11,802
Total reserves and group retirement mutual funds	\$ 85,597	\$ 82,127	\$ 79,364	\$ 79,139	\$ 76,062	\$ 85,597	\$ 76,062

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Net investment spreads:							
Base yield (8)	5.10%	5.08%	5.14%	4.85%	4.95%	5.04%	5.09%
Alternative investments (9)	0.57%	(0.01)%	0.49%	0.60%	0.45%	0.41%	0.23%
Other enhancements (10)	0.21%	0.20%	(0.16)%	0.33%	0.19%	0.15%	0.32%
Total yield	5.88%	5.27%	5.47%	5.78%	5.59%	5.60%	5.64%
Cost of funds (a)	3.05%	3.08%	3.06%	3.10%	3.26%	3.07%	3.27%
Net spread rate, as reported	2.83%	2.19%	2.41%	2.68%	2.33%	2.53%	2.37%
Base net investment spread (b)	2.05%	2.00%	2.08%	1.75%	1.69%	1.97%	1.82%
Surrender rates (16)	8.3%	9.3%	9.5%	9.0%	10.2%	9.0%	8.7%
DAC rollforward:							
Balance at beginning of period	\$ 846	\$ 856	\$ 726	\$ 769	\$ 762	\$ 769	\$ 903
Deferrals	21	19	16	15	14	71	92
Operating amortization	17	(69)	(22)	(20)	(4)	(94)	(66)
Change from realized gains (losses)	(3)	(4)	(3)	(2)	(6)	(12)	(23)
Change from unrealized gains (losses)	19	44	139	(36)	3	166	(137)
Balance at end of period	\$ 900	\$ 846	\$ 856	\$ 726	\$ 769	\$ 900	\$ 769
Reserve rollforward:							
Balance at beginning of period, gross	\$ 82,127	\$ 79,364	\$ 79,139	\$ 76,062	\$ 75,321	\$ 76,062	\$ 69,676
Premiums and deposits	1,968	1,838	1,705	1,740	1,823	7,251	7,028
Surrenders and withdrawals	(1,744)	(1,872)	(1,879)	(1,755)	(1,931)	(7,250)	(6,325)
Death, and other contract benefits	(141)	(125)	(124)	(101)	(107)	(491)	(401)
Subtotal	83	(159)	(298)	(116)	(215)	(490)	302
Change in fair value of underlying assets and reserve accretion, net of policy fees	3,102	2,637	217	2,807	641	8,763	4,833
Cost of funds	285	286	282	279	299	1,132	1,189
Other reserve changes	-	(1)	24	107	16	130	62
Total insurance reserves	\$ 85,597	\$ 82,127	\$ 79,364	\$ 79,139	\$ 76,062	\$ 85,597	\$ 76,062

(a) Excludes the amortization of sales inducement assets

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

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Premiums and deposits (1)	\$ 294	\$ 293	\$ 223	\$ 181	\$ 221	\$ 991	\$ 774
Revenues:							
Premiums	\$ 123	\$ 208	\$ 144	\$ 135	\$ 164	\$ 610	\$ 458
Policy fees	29	28	27	28	24	112	102
Net investment income:							
Interest and dividends (2)	363	366	374	428	415	1,531	1,704
Alternative investments	162	50	145	147	133	504	361
Call and tender income	8	-	12	6	3	26	26
Other	32	34	6	18	8	90	32
Investment expenses	(15)	(16)	(15)	(15)	(15)	(61)	(57)
Total net investment income	550	434	522	584	544	2,090	2,066
Advisory fee and other income	-	-	1	-	-	1	-
Total revenues excluding net realized capital gains (losses)	702	670	694	747	732	2,813	2,626
Benefits and expenses:							
Policyholder benefits and claims incurred	377	467	408	364	420	1,616	1,432
Interest credited to policyholder account balances (4)	105	104	92	112	121	413	571
Amortization of deferred policy acquisition costs	1	1	1	1	(2)	4	3
Non deferrable commissions	9	9	6	12	7	36	39
General operating expenses	19	14	15	16	10	64	56
Total benefits and expenses	511	595	522	505	556	2,133	2,101
Pre-tax operating income	\$ 191	\$ 75	\$ 172	\$ 242	\$ 176	\$ 680	\$ 525
General and separate account reserves:							
Future policyholder benefits	\$ 18,073	\$ 17,981	\$ 17,784	\$ 18,452	\$ 18,324	\$ 18,073	\$ 18,324
Policyholder contract deposits	9,513	9,527	10,541	10,623	12,214	9,513	12,214
Separate account reserves	4,509	4,277	4,194	4,181	4,054	4,509	4,054
Total general and separate account reserves	\$ 32,095	\$ 31,785	\$ 32,519	\$ 33,256	\$ 34,592	\$ 32,095	\$ 34,592

See Accompanying Notes on Pages 45 and 46



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
DAC rollforward:							
Balance at beginning of period	\$ 22	\$ 21	\$ 19	\$ 18	\$ 10	\$ 18	\$ 19
Deferrals	1	1	1	-	1	3	2
Operating amortization	(1)	(1)	(1)	(1)	2	(4)	(3)
Amortization related to realized gains (losses)	-	-	-	-	5	-	(73)
Changes related to unrealized gains (losses)	-	1	2	2	-	5	73
Balance at end of period	\$ 22	\$ 22	\$ 21	\$ 19	\$ 18	\$ 22	\$ 18
Reserve rollforward:							
Balance at beginning of period, gross	\$ 31,791	\$ 32,312	\$ 31,262	\$ 32,242	\$ 32,028	\$ 32,242	\$ 31,378
Premiums and deposits	294	293	223	181	221	991	774
Surrenders and withdrawals	(99)	(1,103)	(190)	(1,228)	(127)	(2,620)	(1,128)
Death, and other contract benefits	(326)	(365)	(340)	(340)	(333)	(1,371)	(1,384)
Subtotal	(131)	(1,175)	(307)	(1,387)	(239)	(3,000)	(1,738)
Change in fair value of underlying assets and reserve accretion, net of policy fees	339	253	291	273	210	1,156	876
Cost of funds	104	104	92	113	121	413	571
Other reserve changes (including loss recognition)	(3)	297	974	21	122	1,289	1,155
Balance at end of period	32,100	31,791	32,312	31,262	32,242	32,100	32,242
Reserves related to unrealized investment appreciation	-	-	215	2,004	2,359	-	2,359
Reinsurance ceded	(5)	(6)	(8)	(10)	(9)	(5)	(9)
Total insurance reserves	\$ 32,095	\$ 31,785	\$ 32,519	\$ 33,256	\$ 34,592	\$ 32,095	\$ 34,592
Reserves by line of business:							
Structured settlements	\$ 18,234	\$ 18,113	\$ 17,984	\$ 18,597	\$ 18,789	\$ 18,234	\$ 18,789
Terminal funding annuities	2,965	2,988	2,934	3,038	3,088	2,965	3,088
Corporate and bank-owned life insurance	4,755	4,680	4,672	4,695	4,631	4,755	4,631
High net worth products	2,233	2,074	1,982	1,945	1,870	2,233	1,870
Guaranteed investments contracts	3,908	3,930	4,947	4,981	6,214	3,908	6,214
Total insurance reserves	\$ 32,095	\$ 31,785	\$ 32,519	\$ 33,256	\$ 34,592	\$ 32,095	\$ 34,592
Stable value wraps - Assets under management (11)	\$ 24,565	\$ 19,280	\$ 14,005	\$ 12,374	\$ 10,353	\$ 24,565	\$ 10,353

See Accompanying Notes on Pages 45 and 46



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 (GIC), 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. Pre-tax operating income for brokerage services and retail mutual funds for the three months ended December 31, 2013 and the twelve months ended December 31, 2013 and 2012, was \$9 million, \$37 million and \$23 million, respectively.

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 direct and assumed 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 twelve months ended December 31, 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 twelve months ended December 31, 2012 included a charge of \$57 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 twelve months ended December 31, 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 twelve months ended December 31, 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) Pre-tax operating income for the three months ended December 31, 2013, September 30, 2013 and December 31, 2012, and the twelve months ended December 31, 2013 and 2012, include the net effect of adjustments to reflect updated assumptions for fixed annuity spreads, variable annuity growth rates, surrender rates, and life insurance mortality rates as follows:

	Life and A&H					Fixed Annuities					Retirement Income Solutions					Total Retail				
	Quarterly			Full Year		Quarterly			Full Year		Quarterly			Full Year		Quarterly			Full Year	
<i>(in millions)</i>	4Q13	3Q13	4Q12	2013	2012	4Q13	3Q13	4Q12	2013	2012	4Q13	3Q13	4Q12	2013	2012	4Q13	3Q13	4Q12	2013	2012
Policy fees	\$ -	\$28	\$16	\$28	\$16	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	28	16	\$28	\$16
Interest credited to policyholder account balances	-	-	-	-	-	-	82	29	82	29	-	(1)	-	(1)	-	-	81	29	81	29
Amortization of deferred policy acquisition costs	-	(33)	(17)	(33)	(17)	-	224	47	224	47	-	(33)	15	(33)	15	-	158	45	158	45
Policyholder benefits and claims incurred	-	(75)	(42)	(75)	(42)	-	-	-	-	-	-	6	(26)	6	(26)	-	(69)	(68)	(69)	(68)
Pre-tax operating income (loss)	\$ -	(\$80)	(\$43)	(\$80)	(\$43)	\$ -	\$306	\$76	\$306	\$76	\$ -	(\$28)	(\$11)	(\$28)	(\$11)	\$ -	\$198	\$22	\$198	\$22

	Institutional - Group Retirement					Total Life and Retirement				
	Quarterly			Full Year		Quarterly			Full Year	
<i>(in millions)</i>	4Q13	3Q13	4Q12	2013	2012	4Q13	3Q13	4Q12	2013	2012
Policy fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$28	\$16	\$28	\$16
Interest credited to policyholder account balances	2	(20)	2	(18)	2	2	61	31	63	31
Amortization of deferred policy acquisition costs	31	(60)	18	(29)	18	31	98	63	129	63
Policyholder benefits and claims incurred	2	-	-	2	-	2	(69)	(68)	(67)	(68)
Pre-tax operating income (loss)	\$ 35	(\$80)	\$20	(\$45)	\$20	\$ 35	\$118	\$42	\$153	\$42



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

- (7) Legal settlement income reflects 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.
- (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) Life insurance lapse rates are reported on a 90-day lag basis to include grace period processing.
- (16) Annuities surrender rates represents annualized surrenders and withdrawal as percentage of average reserves.
- (17) Policyholder benefits and claims incurred is negative in the three months ended September 30, 2013 as a result of updated actuarial assumptions related to variable annuity growth and surrender rates.



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Other operations:							
Mortgage Guaranty	\$ 48	\$ 43	\$ 73	\$ 41	\$ (45)	\$ 205	\$ 9
Direct Investment book	418	110	591	329	509	1,448	1,215
Global Capital Markets	194	29	175	227	300	625	557
Interest expense	(328)	(334)	(353)	(397)	(408)	(1,412)	(1,597)
Corporate expenses, net (1)	(213)	(282)	(253)	(261)	(337)	(1,009)	(900)
Severance expense (2)	(265)	-	-	-	-	(265)	-
Other non-core businesses (3)	131	(142)	(36)	(60)	(5)	(107)	(94)
Change in fair value of AIA securities	-	-	-	-	240	-	2,069
Change in fair value of ML III	-	-	-	-	-	-	2,888
Consolidation & elimination	1	1	1	1	1	4	-
Pre-tax operating income (loss)	(14)	(575)	198	(120)	255	(511)	4,147
Adjustments to arrive at pre-tax income (loss) before net realized capital gains (losses):							
Legal reserves	(21)	(400)	(14)	(11)	(10)	(446)	(754)
Legal settlements (4)	71	-	46	2	39	119	39
Loss on extinguishment of debt	(192)	(81)	(38)	(340)	-	(651)	(32)
Change in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	(98)	-	-	-	-	(98)	-
Divested businesses (5)	(189)	(1)	18	43	69	(129)	338
Net loss on sale of divested businesses (6)	(1)	-	(47)	-	(6,714)	(48)	(6,717)
Total adjustments	(430)	(482)	(35)	(306)	(6,616)	(1,253)	(7,126)
Pre-tax income (loss) before net realized capital gains (losses)	\$ (444)	\$ (1,057)	\$ 163	\$ (426)	\$ (6,361)	\$ (1,764)	\$ (2,979)

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.
- (2) Includes \$263 million of severance expense attributable to AIG Property Casualty.
- (3) Includes results from AIG's real estate investment operations and other minor subsidiaries. In 4Q13, includes gains from real estate sales transactions of \$170 million.
- (4) Reflects litigation settlement income 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.
- (5) Includes the results of ILFC.
- (6) Net loss on sale of divested businesses includes results that are not presented as discontinued operations, primarily consisting of losses on the sale of ILFC.



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Total new insurance written	\$ 10,859	\$ 14,437	\$ 13,979	\$ 10,658	\$ 11,629	\$ 49,933	\$ 37,509
Net premiums written	255	272	275	246	236	1,048	858
Net premiums earned	203	204	208	194	190	809	715
Claims and claims adjustment expenses incurred	128	136	119	131	225	514	659
Underwriting expenses	60	57	49	56	47	222	193
Underwriting income (loss)	15	11	40	7	(82)	73	(137)
Net investment income	33	32	33	34	37	132	146
Pre-tax operating income (loss)	48	43	73	41	(45)	205	9
Adjustment to arrive at pre-tax income (loss):							
Net realized capital gains (losses)	3	-	2	3	(2)	8	6
Pre-tax income (loss)	\$ 51	\$ 43	\$ 75	\$ 44	\$ (47)	\$ 213	\$ 15
Underwriting ratios:							
Loss ratio	63.1	66.7	57.2	67.5	118.4	63.5	92.2
Expense ratio	29.6	27.9	23.6	28.9	24.7	27.4	27.0
Combined ratio	92.7	94.6	80.8	96.4	143.1	90.9	119.2



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
1st lien new insurance written	\$ 10,752	\$ 14,230	\$ 13,817	\$ 10,556	\$ 11,565	\$ 49,355	\$ 37,273
1st lien persistency (twelve months)	80.1%	77.5%	76.1%	76.0%	76.6%	80.1%	76.6%
1st lien insurance in force	\$ 147,612	\$ 141,962	\$ 134,137	\$ 126,112	\$ 121,505	\$ 147,612	\$ 121,505
Total 1st lien primary risk in force - net of reinsurance and stop loss	\$ 36,367	\$ 35,548	\$ 32,219	\$ 30,005	\$ 28,847	\$ 36,367	\$ 28,847
Number of primary paid claims	4,041	5,626	5,074	5,121	6,908	19,862	30,712
Gross paid claims	\$ 183	\$ 253	\$ 240	\$ 244	\$ 349	\$ 920	\$ 1,604
Number of ending primary delinquent loans	47,518	49,932	53,036	57,040	62,832	47,518	62,832
Gross loss reserves	\$ 1,220	\$ 1,293	\$ 1,429	\$ 1,540	\$ 1,660	\$ 1,220	\$ 1,660
Primary delinquency ratio	5.9%	6.4%	7.1%	7.9%	8.8%	5.9%	8.8%
In force count	799,573	780,267	752,143	724,986	710,230	799,573	710,230
Aging of primary delinquent inventory:							
3 or fewer payments missed	30.4%	29.1%	26.6%	25.9%	28.6%	30.4%	28.6%
4-11 payments missed	27.1%	27.0%	28.5%	30.7%	29.7%	27.1%	29.7%
12-23 payments missed	18.0%	19.7%	21.6%	22.0%	21.9%	18.0%	21.9%
24-35 payments missed	11.3%	12.1%	12.8%	12.8%	11.9%	11.3%	11.9%
More than 35 payments missed	13.2%	12.0%	10.5%	8.6%	7.9%	13.2%	7.9%



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Vintage year:							
2004 and prior	5%	8%	9%	11%	12%	5%	12%
2005	4%	6%	7%	7%	8%	4%	8%
2006	5%	6%	7%	8%	9%	5%	9%
2007	11%	12%	13%	15%	16%	11%	16%
2008	6%	6%	7%	8%	8%	6%	8%
2009	3%	3%	3%	4%	4%	3%	4%
2010	3%	3%	4%	4%	5%	3%	5%
2011	8%	9%	10%	11%	12%	8%	12%
2012	23%	23%	25%	27%	26%	23%	26%
2013	32%	24%	15%	6%	0%	32%	0%



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

<i>(in millions)</i>	December 31, 2013	December 31, 2012
Assets:		
Short-term investments (1)	\$ 11,965	\$ 14,764
Other investments (2)	7,561	3,902
Total investments	19,526	18,666
Cash	30	81
Loans to subsidiaries* (3)	31,220	35,064
Due from affiliates - net*	765	422
Deferred income taxes	19,352	20,601
Investments in consolidated subsidiaries*	66,201	70,781
Other assets	1,489	2,130
Total assets	\$ 138,583	\$ 147,745
Liabilities:		
Intercompany tax payable*	\$ 1,419	\$ 6,078
Notes and bonds payable	14,312	14,334
Junior subordinated debt	5,533	9,416
MIP notes payable	7,963	9,287
Series AIGFP matched notes and bonds payable	3,031	3,329
Loans from subsidiaries*	852	1,002
Other liabilities (4)	5,003	6,297
Total liabilities	38,113	49,743
AIG Shareholders' equity:		
Common stock	4,766	4,766
Treasury stock	(14,520)	(13,924)
Additional paid-in capital	80,899	80,410
Retained earnings	22,965	14,176
Accumulated other comprehensive income	6,360	12,574
Total AIG shareholders' equity	100,470	98,002
Total liabilities and equity	\$ 138,583	\$ 147,745

* *Eliminated in consolidation.*

Notes:

- (1) Includes \$1.8 billion intercompany deposits with AIG Funding in each of the years ended December 31, 2013 and December 31, 2012, 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					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
Revenues:							
Equity in undistributed net income (loss) of consolidated subsidiaries*	\$ (3,667)	\$ (436)	\$ 390	\$ 1,487	\$ (4,697)	\$ (2,226)	\$ (8,740)
Interest income	90	73	117	107	20	387	358
Change in fair value of ML III	-	-	-	-	-	-	2,287
Dividend income from consolidated subsidiaries*	5,048	2,428	1,984	404	910	9,864	10,710
Net realized capital gains (losses)	32	(103)	159	81	304	169	747
Other income	334	94	397	106	513	931	806
Expenses:							
Interest expense	463	465	482	528	538	1,938	2,257
Loss on extinguishment of debt	192	81	38	269	-	580	9
Other expenses	259	668	335	258	324	1,520	1,602
Income (loss) from continuing operations before income tax expense (benefit)	923	842	2,192	1,130	(3,812)	5,087	2,300
Income tax expense (benefit)	(1,066)	(1,328)	(538)	(1,080)	147	(4,012)	(1,137)
Income (loss) from discontinued operations	(11)	-	1	(4)	1	(14)	1
Net income (loss) attributable to AIG	\$ 1,978	\$ 2,170	\$ 2,731	\$ 2,206	\$ (3,958)	\$ 9,085	\$ 3,438

* Eliminated in consolidation.



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

(in millions)	Twelve Months Ended December 31,	
	2013	2012
Net cash provided by (used in) operating activities	\$ 6,422	\$ (825)
Cash flows from investing activities:		
Sales and maturities of investments	1,074	16,546
Purchase of investments	(5,506)	(4,406)
Net change in restricted cash	493	(377)
Net change in short-term investments	2,361	(2,029)
Contributions to subsidiaries, net *	(2,081)	(152)
Payments received on mortgages and other loan receivables	351	328
Loans to subsidiaries, net	3,660	5,126
Other, net	130	259
Net cash provided by investing activities	482	15,295
Cash flows from financing activities:		
Issuance of long-term debt	2,015	3,754
Purchase of common stock	(597)	(13,000)
Repayments of long-term debt	(7,439)	(3,238)
Loan repayments to subsidiaries, net	(123)	(2,032)
Cash dividends paid to shareholders	(294)	-
Other, net	(517)	(49)
Net cash used in financing activities	(6,955)	(14,565)
Change in cash	(51)	(95)
Cash at beginning of year	81	176
Cash at end of year	\$ 30	\$ 81

* Includes a \$1.9 billion capital contribution to AIG Capital Corporation in 4Q13 related to the life settlements transfer (see page 28).



American International Group, Inc.
Cash and Investments by Segment
(in millions)

	December 31, 2013				
	AIG Property Casualty	AIG Life and Retirement	Mortgage Guaranty	Other Operations & Eliminations (1)	AIG Inc.
Bonds available for sale:					
U.S. government and government sponsored entities	\$ 2,165	\$ 720	\$ 87	\$ 223	\$ 3,195
Obligations of states, municipalities and political subdivisions	22,023	3,773	2,067	1,517	29,380
Non-U.S. governments	18,329	3,606	127	447	22,509
Corporate debt	34,389	105,955	1,261	2,947	144,552
Mortgage-backed, asset-backed and collateralized:					
RMBS	11,684	22,826	-	1,638	36,148
CMBS	2,671	8,662	30	119	11,482
CDO/ABS	5,711	9,221	120	(4,044)	11,008
Total mortgage-backed, asset-backed and collateralized	<u>20,066</u>	<u>40,709</u>	<u>150</u>	<u>(2,287)</u>	<u>58,638</u>
Total bonds available for sale	<u>96,972</u>	<u>154,763</u>	<u>3,692</u>	<u>2,847</u>	<u>258,274</u>
Other bond securities	1,995	2,406	-	18,222	22,623
Equity securities available for sale	3,618	36	-	2	3,656
Other equity securities trading	198	538	-	98	834
Mortgage and other loans receivable	4,217	19,078	2	(2,532)	20,765
Other invested assets	9,316	13,025	24	6,294	28,659
Cash and short-term investments	6,737	7,009	216	9,896	23,858
Total cash and investments	<u>\$ 123,053</u>	<u>\$ 196,855</u>	<u>\$ 3,934</u>	<u>\$ 34,827</u>	<u>\$ 358,669</u>

	December 31, 2012				
	AIG Property Casualty	AIG Life and Retirement	Mortgage Guaranty	Other Operations & Eliminations (1)	AIG Inc.
Bonds available for sale:					
U.S. government and government sponsored entities	\$ 2,396	\$ 1,053	\$ 34	\$ -	\$ 3,483
Obligations of states, municipalities and political subdivisions	28,010	3,355	2,831	1,509	35,705
Non-U.S. governments	22,633	3,947	137	83	26,800
Corporate debt	34,899	115,344	509	360	151,112
Mortgage-backed, asset-backed and collateralized:					
RMBS	9,279	24,296	-	817	34,392
CMBS	2,184	7,708	-	23	9,915
CDO/ABS	5,365	7,847	8	(4,668)	8,552
Total mortgage-backed, asset-backed and collateralized	<u>16,828</u>	<u>39,851</u>	<u>8</u>	<u>(3,828)</u>	<u>52,859</u>
Total bonds available for sale	<u>104,766</u>	<u>163,550</u>	<u>3,519</u>	<u>(1,876)</u>	<u>269,959</u>
Other bond securities	1,597	1,856	-	21,131	24,584
Equity securities available for sale	3,093	111	-	8	3,212
Other equity securities trading	-	562	-	100	662
Mortgage and other loans receivable	4,478	18,755	2	(3,753)	19,482
Other invested assets	8,365	12,737	1	8,014	29,117
Cash and short-term investments	8,507	7,689	700	13,063	29,959
Total cash and investments	<u>\$ 130,806</u>	<u>\$ 205,260</u>	<u>\$ 4,222</u>	<u>\$ 36,687</u>	<u>\$ 376,975</u>

Notes:

(1) Includes AIG Parent, Global Capital Markets and Direct Investment book.



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

	<u>Dec. 31,</u> <u>2013</u>	<u>Dec. 31,</u> <u>2012</u>	<u>% Inc.</u> <u>(Dec.)</u>
AIG Property Casualty (1)			
Alternative investments (2)	\$ 7,846	\$ 7,015	11.8 %
Investment real estate	312	245	27.3
All other investments (3)	1,158	1,105	4.8
Total AIG Property Casualty	<u>9,316</u>	<u>8,365</u>	11.4
AIG Life and Retirement			
Alternative investments (2)	11,208	10,666	5.1
Investment real estate	840	913	(8.0)
Aircraft asset investments	763	984	(22.5)
All other investments (3)	214	214	-
Total AIG Life and Retirement	<u>13,025</u>	<u>12,777</u>	1.9
Other Operations (1)			
Alternative investments (2)	655	1,309	(50.0)
Investment real estate	1,961	2,037	(3.7)
Investments in life settlements	3,601	4,357	(17.4)
All other investments and eliminations (3)	101	272	(62.9)
Total Other Operations	<u>6,318</u>	<u>7,975</u>	(20.8)
Total AIG Other Invested Assets			
Alternative investments (2)	19,709	18,990	3.8
Investment real estate	3,113	3,195	(2.6)
Aircraft asset investments	763	984	(22.5)
Investments in life settlements	3,601	4,357	(17.4)
All other investments (3)	1,473	1,591	(7.4)
Total AIG Other Invested Assets	<u>\$ 28,659</u>	<u>\$ 29,117</u>	(1.6)%

- Notes:**
- (1) Amounts for December 31, 2012 have been revised to reflect the transfer of the legal entities that own the investment in life settlements from AIG Property Casualty to AIG's Other operations. (See page 28).
 - (2) Includes hedge funds, private equity funds and other investment partnerships.
 - (3) Represents all other invested assets that are not separately presented.



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

	Quarterly					Full Year	
	4Q13	3Q13	2Q13	1Q13	4Q12	2013	2012
AIG Property Casualty							
Bonds available for sale	\$ 90	\$ 33	\$ 66	\$ 54	\$ 174	\$ 243	\$ 662
Stocks available for sale	17	13	20	17	(4)	67	11
Other transactions	27	(19)	14	4	(80)	26	(35)
Other than temporary impairments:							
Severity	(1)	-	(3)	(2)	(26)	(6)	(35)
Change in intent	-	-	-	(2)	(1)	(2)	(4)
Foreign currency declines	(1)	-	-	-	(1)	(1)	(8)
Issuer-specific credit events	(10)	(13)	(5)	(15)	(20)	(43)	(330)
Adverse projected cash flows	-	-	(1)	-	-	(1)	(1)
Total other than temporary impairments	(12)	(13)	(9)	(19)	(48)	(53)	(378)
Foreign exchange transactions	107	45	94	50	37	296	3
Derivative instruments	(62)	(9)	(76)	(52)	(71)	(199)	(52)
Total pre-tax net realized capital gains	\$ 167	\$ 50	\$ 109	\$ 54	\$ 8	\$ 380	\$ 211
AIG Life and Retirement							
Bonds available for sale	\$ 286	\$ 457	\$ 1,253	\$ 255	\$ 242	\$ 2,251	\$ 2,095
Stocks available for sale	-	(1)	21	16	2	36	37
Other transactions	45	(23)	8	21	44	51	216
Other than temporary impairments:							
Severity	-	-	-	-	(3)	-	(9)
Change in intent	(44)	-	-	-	-	(44)	(20)
Issuer-specific credit events	(55)	(42)	(77)	(48)	(133)	(222)	(691)
Adverse projected cash flows	-	-	-	(6)	(1)	(6)	(4)
Total other than temporary impairments	(99)	(42)	(77)	(54)	(137)	(272)	(724)
Foreign exchange transactions	(26)	(62)	(7)	77	(23)	(18)	(34)
Derivative instruments	(153)	69	232	(159)	(28)	(11)	(960)
Total pre-tax net realized capital gains	\$ 53	\$ 398	\$ 1,430	\$ 156	\$ 100	\$ 2,037	\$ 630
Other Operations							
Bonds available for sale	\$ (7)	\$ -	\$ (46)	\$ (9)	\$ 4	\$ (62)	\$ (150)
Stocks available for sale	8	-	(1)	1	9	8	436
Other transactions (1)	(653)	(68)	(28)	(43)	(82)	(792)	(257)
Other than temporary impairments:							
Change in intent	-	(1)	-	(1)	(34)	(2)	(38)
Issuer-specific credit events	-	-	-	-	-	-	(27)
Total other than temporary impairments	-	(1)	-	(1)	(34)	(2)	(65)
Foreign exchange transactions	(65)	(259)	(5)	202	(146)	(127)	(202)
Derivative instruments	98	132	132	(60)	277	302	327
Total pre-tax net realized capital gains (losses)	\$ (619)	\$ (196)	\$ 52	\$ 90	\$ 28	\$ (673)	\$ 89
Total AIG							
Bonds available for sale	\$ 369	\$ 490	\$ 1,273	\$ 300	\$ 420	\$ 2,432	\$ 2,607
Stocks available for sale	25	12	40	34	7	111	484
Other transactions (1)	(581)	(110)	(6)	(18)	(118)	(715)	(76)
Other than temporary impairments:							
Severity	(1)	-	(3)	(2)	(29)	(6)	(44)
Change in intent	(44)	(1)	-	(3)	(35)	(48)	(62)
Foreign currency declines	(1)	-	-	-	(1)	(1)	(8)
Issuer-specific credit events	(65)	(55)	(82)	(63)	(153)	(265)	(1,048)
Adverse projected cash flows	-	-	(1)	(6)	(1)	(7)	(5)
Total other than temporary impairments	(111)	(56)	(86)	(74)	(219)	(327)	(1,167)
Foreign exchange transactions	16	(276)	82	329	(132)	151	(233)
Derivative instruments	(117)	192	288	(271)	178	92	(685)
Total pre-tax net realized capital gains (losses)	\$ (399)	\$ 252	\$ 1,591	\$ 300	\$ 136	\$ 1,744	\$ 930
Total net realized gains (losses), net of tax	\$ (253)	\$ 175	\$ 1,034	\$ 201	\$ 97	\$ 1,157	\$ 586

Note:

(1) Includes impairments on investments in life settlements.