

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 20549

FORM 8-K

CURRENT REPORT
PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES AND EXCHANGE ACT OF 1934

Date of report (Date of earliest event reported): February 13, 2003

AMERICAN INTERNATIONAL GROUP, INC.
(Exact Name of Registrant as Specified in Charter)

Delaware
(State or Other
Jurisdiction of
Incorporation)

1-8787
(Commission File Number)

13-2592361
(IRS Employer
Identification No.)

70 Pine Street
New York, New York 10270
(Address of Principal Executive Offices)

Registrant's telephone number, including area code: (212) 770-7000

(Former name or Former Address, if Changed Since Last Report)

Item 9. Regulation FD Disclosure.

On February 13, 2003, American International Group, Inc. issued a press release announcing its results for the quarter and year ended December 31, 2002. A copy of the press release is attached as Exhibit 99.1 to this Form 8-K.

The text of the press release is being furnished and is not filed pursuant to Regulation FD.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the Registrant has caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

AMERICAN INTERNATIONAL GROUP, INC.
(Registrant)

Date: February 13, 2003

By /s/ KATHLEEN E. SHANNON

Name: Kathleen E. Shannon
Title: Vice President and Secretary

EXHIBIT INDEX

Exhibit No.

Description

99.1

Press Release of American International
Group, Inc. dated February 13, 2003.

NEWS

[AIG LOGO]

AMERICAN INTERNATIONAL GROUP, INC.
70 PINE STREET NEW YORK, NY 10270Contact: Charlene Hamrah (Investment Community)
212/770-7074Joe Norton (News Media)
212/770-3144

AIG REPORTS 2002 NET INCOME

OF \$5.52 BILLION VS. \$5.36 BILLION IN 2001

NEW YORK, NY, February 13, 2003 - American International Group, Inc. (AIG) today reported that its net income for the full year 2002 was \$5.52 billion, compared to \$5.36 billion in 2001. The fourth quarter of 2002 resulted in a net loss of \$103.8 million, compared to net income of \$1.87 billion in the same period of 2001.

On February 3, AIG announced that it would incur a net, after tax charge of \$1.8 billion in the fourth quarter of 2002 related to an increase of general insurance net loss and loss adjustment reserves, following the completion of AIG's annual year-end loss reserve study. Fourth quarter 2002 income as adjusted, excluding the reserve charge and realized gains and losses, increased 13.9 percent to \$2.33 billion. For the full year 2002, income as adjusted was \$8.91 billion, an increase of 11.9 percent over the full year 2001, which was also adjusted for the cumulative effect of accounting changes, acquisition, restructuring and related charges and World Trade Center and related losses.

Following is a summary table of twelve months and fourth quarter information (in millions, except per share amounts):

	TWELVE MONTHS					
				Per Share		
	2002	2001	Change	2002	2001	Change
Net income, as reported	\$5,518.9	\$5,362.8	2.9%	\$ 2.10	\$ 2.02	4.0%
Realized capital losses	1,596.5	541.7	-	0.60	0.21	-
Cumulative effect of accounting changes	-	136.2	-	-	0.05	-
Acquisition, restructuring and related charges	-	1,384.8	-	-	0.52	-
World Trade Center and related losses	-	533.0	-	-	0.20	-
Insurance reserve charge	1,793.9	-	-	0.68	-	-
Income, as adjusted	\$8,909.3	\$7,958.5	11.9%	\$ 3.38	\$ 3.00	12.7%
Average shares outstanding				2,634.0	2,649.9	

FOURTH QUARTER

	Per Share					
	2002	2001	Change	2002	2001	Change
Net income (loss), as reported	\$ (103.8)	\$1,865.9	-	\$(0.03)	\$ 0.70	-
Realized capital losses	641.3	180.9	-	0.23	0.07	-
Insurance reserve charge	1,793.9	-	-	0.68	-	-
Income, as adjusted	\$2,331.4	\$2,046.8	13.9%	\$0.88	\$ 0.77	14.3%
Average shares outstanding				2,632.5	2,645.4	

Highlights for 2002 include:

Record shareholders' equity at December 31, 2002 of approximately \$59 billion, an increase of \$0.3 billion over September 30, 2002.

Return on equity of 13.2 percent, or 16.5 percent excluding the reserve charge.

Record consolidated assets at December 31, 2002 of approximately \$563 billion, an increase of \$16 billion over September 30, 2002.

Record 2002 General Insurance net premiums written of \$27.4 billion, an increase of 36.4 percent. Record fourth quarter 2002 General Insurance net premiums written of \$7.21 billion, an increase of 38.8 percent.

Record General Insurance cash flow of \$6.92 billion in 2002.

General Insurance net loss and loss adjustment reserves totaling \$30.35 billion as of December 31, 2002, an increase of \$4.45 billion and \$3.31 billion for the full year and fourth quarter of 2002, respectively.

Record 2002 Life Insurance premium income, deposits and other considerations of \$48.66 billion, an increase of 11.6 percent. Fourth quarter 2002 Life Insurance premium income, deposits and other considerations increased 4.5 percent to \$10.62 billion.

Income before income taxes, minority interest, and the cumulative effect of accounting changes was \$8.14 billion in 2002 and a loss of \$312.5 million in the fourth quarter of 2002. The following table outlines the results for the full year and the fourth quarter (in millions):

	TWELVE MONTHS			FOURTH QUARTER		
	2002	2001	Change	2002	2001	Change
General Insurance*	\$4,325.6	\$3,749.9	15.4%	\$1,122.5	\$ 860.8	30.4%
Life Insurance*	5,982.3	5,060.1	18.2	1,581.8	1,321.7	19.7
Financial Services	2,188.7	1,991.0	9.9	620.3	587.0	5.7
Retirement Savings & Asset Management	1,015.9	1,087.7	(6.6)	207.8	287.3	(27.7)
Other Income (Deductions)-net	(129.2)	3.3	-	(60.8)	(52.4)	-
Adjusted income before income taxes and minority interest	13,383.3	11,892.0	12.5	3,471.6	3,004.4	15.6
Realized capital gains (losses)	(2,441.0)	(836.3)	-	(984.1)	(287.1)	-
General Insurance Reserve charge	(2,800.0)**	0.0	-	(2,800.0)**	0.0	-
WTC losses	0.0	(900.0)**	-	0.0	0.0	-
Acquisition, restructuring and related charges	0.0	(2,016.5)	-	0.0	0.0	-
Income (loss) before income taxes and minority interest	\$8,142.3	\$8,139.2	-	\$ (312.5)	\$2,717.3	-

* Excluding General Insurance reserve charge in 2002 and WTC losses in 2001.

** Includes 100 percent of Transatlantic reserve charge of \$100.0 million in 2002 and WTC losses in 2001.

The following table outlines the impact of foreign exchange on property-casualty and life insurance premiums for the fourth quarter 2002:

	Worldwide General Insurance	Foreign General Insurance	Worldwide Life Insurance	Foreign Life Insurance
Premium Growth in Original Currency	39.5%	20.3%	4.1%*	6.6%*
Foreign Exchange Impact	(0.7)	(3.7)	0.4	0.7
Premium Growth as Reported in U.S.\$	38.8%	16.6%	4.5%	7.3%

* Premium income, deposits and other considerations. (See supplementary data information.)

Commenting on full-year and fourth quarter 2002 results, AIG Chairman M. R. Greenberg said, "In 2002 AIG earned \$7.12 billion before realized capital losses, even after taking an after-tax charge of \$1.8 billion to increase general insurance reserves. AIG in 2002 had record revenues of \$67.5 billion, record general insurance cash flow of \$6.92 billion and record shareholders' equity of \$59 billion at year end.

"As we reported on February 3, AIG increased reserves pertaining to accident years 1997 through 2001 following our annual year-end review of general insurance loss reserves. Approximately 60 percent of the reserve increase will be applied to excess casualty loss reserves (which include reserves for commercial umbrella policies and excess workers' compensation); 25 percent to directors and officers liability; and 15 percent to other casualty, including healthcare liability. Pricing in these lines has increased substantially and will continue to do so. In 2002, excess casualty rates increased 90 percent, while directors and officers liability rates rose 70 percent.

"This is the first time that AIG has taken an extraordinary reserve adjustment. No actuarial calculation could have predicted the explosion of litigation in the United States, which has resulted in an enormous increase in the frequency and severity of liability claims and judgments. Currently, 1.8 percent of U.S. GDP is devoted to litigation costs and claims, a huge increase over prior decades. AIG has increased reserves for these lines of business, even though we have turned away over \$2 billion of inadequately priced business since 1998 and have a much lower general insurance expense ratio than the industry average. Consequently, we believe that we have taken a leadership role addressing an issue that has ramifications for the entire property-casualty industry.

"The fourth quarter saw a continuation of this year's favorable general insurance growth trends. Net premiums written were a record \$7.21 billion in the fourth quarter of 2002, up 38.8 percent over a year ago. Most of this growth is attributable to price increases. Higher rates are necessitated by the consequences of an epidemic of lawsuits in the United States.

"In the United States, Domestic Brokerage Group net premiums written in the fourth quarter of 2002 increased 51.3 percent to a record \$4.18 billion. The combined ratio was 167.60, but only 94.11 excluding the reserve increase. Pricing continues to firm, especially for large, specialized coverages, an area where AIG has long been the leader. We have an excellent retention rate for quality renewal business, which is being repriced in accordance with current market realities, and we are seeing attractive new business opportunities as the number of competitors in the marketplace with the right solutions and a sound financial footing is declining.

"HSB Group, Inc., is the industry leader providing equipment breakdown insurance and related engineering and loss control services. Premiums and earnings increased in the fourth quarter of 2002, as a result of business generated directly by HSB units, from customer relationships with AIG's Domestic Brokerage and Foreign General Groups and through services marketed to other property casualty insurers.

"In the Domestic Personal Lines business, net premiums written increased 36.7 percent to \$813.4 million in the fourth quarter 2002. The combined ratio was 99.38, compared to 112.36 in the fourth quarter of 2001. Market conditions in the automobile insurance line have shown modest improvement, and we continue to refine our underwriting capabilities in the mass-market segment.

"United Guaranty Corporation, a leading provider of mortgage guaranty insurance, earned \$85.7 million in the quarter. Premium income was affected by a high level of refinancings. Earnings remain strong as a result of excellent credit quality and a strong housing market.

"Transatlantic Holdings, Inc. net premiums written increased 37.2 percent to \$657.4 million in the fourth quarter of 2002. The combined ratio was 114.01, or 97.99 excluding the impact of the reserve increase.

"Foreign General Insurance, the most extensive worldwide property- casualty insurance network in the industry, had an excellent quarter. Net premiums written were \$1.43 billion, an increase of 16.6 percent or 20.3 percent in original currency. The combined ratio was 92.03. These operations are benefiting from rate increases as well as new business. Results in the U.K. and Asia, our two largest overseas operations, were very strong.

"Total General Insurance cash flow in 2002 was a record \$6.92 billion, compared to \$1.86 billion in 2001. This strong positive trend is continuing into 2003. New cash flow for investments from general insurance operations in January was well in excess of \$1 billion, an all-time record.

"General insurance net investment income declined to \$673.2 million in the fourth quarter of 2002, from \$745.4 million a year ago as a result of low interest rates and the realization of certain investment transactions included in the prior year's quarter. However, net investment income will rise in future quarters as our record cash flow from our general insurance operations is invested, even if interest rates do not rise from their current low levels and equity market conditions remain depressed.

"We added \$3.31 billion and \$4.45 billion to AIG's general insurance net loss and loss adjustment reserves for the quarter and full year, bringing the total of those reserves to \$30.35 billion at year-end 2002. This includes the \$2.8 billion pretax reserve increase following AIG's annual year-end loss reserve study.

"Overall, both our domestic and foreign Life Insurance operations performed well in the fourth quarter. Worldwide Life Insurance operating income grew 19.7 percent, to \$1.58 billion, in the fourth quarter of 2002. Worldwide Life Insurance premium income, deposits and other considerations were \$10.62 billion, an increase of 4.5 percent over the fourth quarter of 2001.

"In Asia, Life Insurance premiums and income in the fourth quarter grew substantially over the prior year. In Japan, our largest overseas market, ALICO premiums grew at double digit rates as a result of our effective utilization of a full range of distribution channels and the continuing flight to quality. Part of the income earned by AIG Star Life Insurance Co., Ltd. (formerly Chiyoda) since its purchase by AIG has been related to surrender charges earned on policies that lapsed subsequent to AIG's acquisition. This factor was anticipated when AIG took control of AIG Star Life and lowered policy crediting rates. Much of these surrender charges have already been realized, and this segment of AIG Star Life's income will not be a significant factor in subsequent periods. We have a great platform for future growth in AIG Star Life, and it will be making incremental contributions to our results going forward. We have retained a larger than anticipated number of former Chiyoda agents, utilized new training procedures and introduced new products. Together with ALICO, AIG Star Life provides us with a formidable presence in Japan.

"In the United States, both productivity gains and new marketing initiatives are contributing to our growth and success in the domestic life insurance business. The cost savings foreseen at the time of the acquisition of American General have been largely realized, and we expect to realize the balance in 2003.

"In the United States, individual fixed annuity (reported in the Life Insurance segment) led by AIG Annuity Insurance Company, continued to record substantial growth with premium income, deposits and other considerations volume increasing 55.9 percent and operating income increasing 20.7 percent in the fourth quarter. AIG Annuity is a highly efficient operation and is the leading provider of fixed annuities through its extensive nationwide bank distribution channel.

"Financial Services operating income was \$620.3 million in the fourth quarter of 2002, compared to \$587.0 million in the fourth quarter of 2001. International Lease Finance Corporation reported operating income of \$213.1 million in the fourth quarter of 2002, versus \$218.2 million a year ago. With the exception of one plane, all of ILFC's modern and efficient fleet continues to be fully leased. New aircraft scheduled for 2003 delivery also have been successfully leased. Approximately 85 percent of ILFC's fleet is leased outside of the United States, primarily in Asia and Europe, which limits our exposure to depressed domestic commercial aviation market conditions.

"AIG Financial Products Corp. reported operating income of \$266.6 million in the fourth quarter of 2002, compared to \$233.8 million in the fourth quarter of 2001. AIGFP's excellent record is the result of its ability to provide innovative financial solutions to the needs of its client corporations and governmental entities.

"American General Finance had solid earnings growth in the fourth quarter, and credit quality remains good. In our international consumer finance operations, adverse political and economic conditions in Argentina and weakness in the Hong Kong economy adversely impacted our fourth quarter results in those markets. However, overall results were satisfactory.

"Reflecting worldwide market conditions, Retirement Savings & Asset Management earned \$207.8 million in the fourth quarter of 2002, compared to \$287.2 million in the same period of 2001. Our Group Retirement Savings business, led by AIG VALIC in the United States, is experiencing good growth, with a diversified product range and a growing emphasis on personalized service to its plan participants. Results in the variable annuity business continue to be impacted by weak equity markets in the United States and around the world. In November, AIG announced the formation of a new international retirement savings unit. The need for individuals to provide for their own retirement is a worldwide issue. This represents a major opportunity for AIG, with our unparalleled global customer base and product capabilities.

"AIG's third party Asset Management business benefits from AIG's unrivaled global network, strong expertise in a full range of fixed income, equity and alternative investments and confidence in AIG's 'investor to investor' approach, where AIG invests along side its third party clients. At December 31, 2002, AIG's third party assets under management, including institutional accounts and retail mutual funds, totaled approximately \$40 billion.

"AIG's Board of Directors expanded AIG's existing share repurchase program through the authorization of an additional 50 million shares.

"In summary, AIG has performed well in 2002 in a challenging environment. Our good operating results in the fourth quarter and the positive trends we have seen continuing into January give us confidence that we are on track for achieving solid growth and profitability in the full year of 2003. To provide some additional guidance, we expect 2003 net income (excluding realized capital gains and losses) in the range of \$9.9 billion to \$10.3 billion or \$3.78 to \$3.92 per share. These estimates assume a stable worldwide economic and political environment and catastrophe losses remain within the normal range."

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AIG is the world's leading U.S.-based international insurance and financial services organization, the largest underwriter of commercial and industrial insurance in the United States, and among the top-ranked U.S. life insurers. Its member companies write a wide range of general insurance and life insurance products for commercial, institutional and individual customers through a variety of distribution channels in approximately 130 countries and jurisdictions throughout the world. AIG's global businesses also include financial services, retirement savings and asset management. AIG's financial services businesses include aircraft leasing, financial products, trading and market making, and consumer finance. AIG has one of the largest retirement savings businesses in the United States and is a leader in asset management for the individual and institutional markets, with specialized investment management capabilities in equities, fixed income, alternative investments and real estate. AIG's common stock is listed on the New York Stock Exchange, as well as the stock exchanges in London, Paris, Switzerland and Tokyo.

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A conference call for the investment community will be held today at 9:00 a.m. EST. The call will be broadcast live on the Internet at: www.aigwebcast.com

The call will be archived at the same URL through Friday, February 21, 2003.

Caution concerning forward-looking statements

This press release contains forward-looking statements. Please refer to the AIG Quarterly Report on Form 10-Q for the quarter ended September 30, 2002 and its past and future filings and reports filed with the Securities and Exchange Commission for a description of the business environment in which AIG operates and the important factors that may affect its business. AIG is not under any obligation to (and expressly disclaims any such obligation to) update or alter its forward-looking statements whether as a result of new information, future events or otherwise.

American International Group, Inc.
Financial Highlights
(in thousands, except per share amounts)

	Twelve Months Ended December 31,			Three Months Ended December 31,		
	2002	2001(a)	Change	2002	2001(a)	Change
General Insurance Operations						
As Reported:						
Net Premiums Written	\$ 27,414,242	\$ 20,100,896	36.4 %	\$ 7,212,509	\$ 5,197,712	38.8 %
Net Premiums Earned	24,269,517	19,364,886	25.3	6,708,030	5,055,894	32.7
Adjusted Underwriting Profit(Loss)	(1,234,034)	88,252	-	(2,350,630)	115,379	-
Net Investment Income	2,759,603	2,892,619	(4.6)	673,188	745,430	(9.7)
Income before Realized Capital Gains (Losses)	1,525,569	2,980,871	(48.8)	(1,677,442)	860,809	-
Realized Capital Gains (Losses)	(858,326)	(129,642)	-	(366,169)	17,478	-
Operating Income (Loss)	\$ 667,243	\$ 2,851,229	(76.6)%	\$ (2,043,611)	\$ 878,287	-

Loss Ratio	85.76	79.55		115.13	78.81	
Expense Ratio	20.19	21.16		20.08	20.93	
Combined Ratio	105.95	100.71		135.21	99.74	

General Insurance Operations						
Excluding 2002 Reserve Charge and 2001 World Trade Center Losses:						
Net Premiums Written	\$ 27,414,242	\$ 20,100,896	36.4 %	\$ 7,212,509	\$ 5,197,712	38.8 %
Net Premiums Earned	24,269,517	19,364,886	25.3	6,708,030	5,055,894	32.7
Adjusted Underwriting Profit	1,565,966	857,252	82.7	449,370	115,379	289.5
Net Investment Income	2,759,603	2,892,619	(4.6)	673,188	745,430	(9.7)
Income before Realized Capital Gains (Losses)	4,325,569	3,749,871	15.4	1,122,558	860,809	30.4
Realized Capital Gains (Losses)	(858,326)	(129,642)	-	(366,169)	17,478	-
Operating Income	\$ 3,467,243	\$ 3,620,229	(4.2)%	\$ 756,389	\$ 878,287	(13.9)%

Loss Ratio	74.22	75.58		73.39	78.81	
Expense Ratio	20.19	21.16		20.08	20.93	
Combined Ratio	94.41	96.74		93.47	99.74	

(a) Restated to conform to the presentation with respect to 2002.

American International Group, Inc.
Financial Highlights
(in thousands, except per share amounts)

	Twelve Months 2002	Ended December 31, 2001(a)	Change	Three Months 2002	Ended December 31, 2001(a)	Change
Life Insurance Operations As Reported:						
Premium Income, Deposits and Other Considerations (b)	\$ 48,661,546	\$ 43,616,531	11.6 %	\$ 10,618,595	\$ 10,156,910	4.5 %
Net Investment Income	12,274,046	11,084,467	10.7	3,145,267	2,877,837	9.3
Income before Realized Capital Gains (Losses)	5,982,273	4,929,162	21.4	1,581,763	1,321,744	19.7
Realized Capital Gains (Losses)	(1,052,970)	(254,394)	-	(451,761)	(250,161)	-
Operating Income	\$ 4,929,303	\$ 4,674,768	5.4 %	\$ 1,130,002	\$ 1,071,583	5.5 %

Life Insurance Operations
Excluding 2001 World Trade Center Losses:

Premium Income, Deposits and Other Considerations (b)	\$ 48,661,546	\$ 43,616,531	11.6 %	\$ 10,618,595	\$ 10,156,910	4.5 %
Net Investment Income	12,274,046	11,084,467	10.7	3,145,267	2,877,837	9.3
Income before Realized Capital Gains (Losses)	5,982,273	5,060,162	18.2	1,581,763	1,321,744	19.7
Realized Capital Gains (Losses)	(1,052,970)	(254,394)	-	(451,761)	(250,161)	-
Operating Income	\$ 4,929,303	\$ 4,805,768	2.6 %	\$ 1,130,002	\$ 1,071,583	5.5 %

(a) Restated to conform to the presentation with respect to 2002.

(b) GAAP premium income was \$5,289,547 and \$20,320,377 for the fourth quarter and twelve months 2002, respectively, compared to \$5,091,468 and \$19,062,893 for the fourth quarter and twelve months 2001, respectively.

American International Group, Inc.
Financial Highlights
(in thousands, except per share amounts)

	Twelve Months Ended December 31, 2002	2001(a)	Change	Three Months Ended December 31, 2002	2001(a)	Change
Financial Services Operating Income \$	2,188,720	\$ 1,991,028	9.9 %	\$ 620,299	\$ 587,015	5.7 %
Retirement Savings & Asset Management Operating Income	1,015,932	1,087,679	(6.6)	207,816	287,242	(27.7)
Other Realized Capital Gains (Losses)	(529,667)	(452,304)	-	(166,167)	(54,456)	-
Other Income (Deductions) - net	(129,211)	3,316	-	(60,788)	(52,408)	-
Acquisition, Restructuring and Related Charges	0	(2,016,529)	-	0	0	-
Income (Loss) before Income Taxes, Minority Interest and Cumulative Effect of Accounting Changes	8,142,320	8,139,187	-	(312,449)	2,717,263	-
Income Taxes (Benefits)	2,327,969	2,339,140	-	(253,118)	804,011	-
Income (Loss) before Minority Interest and Cumulative Effect of Accounting Changes	5,814,351	5,800,047	0.2	(59,331)	1,913,252	-
Minority Interest, after tax - Operating Income	(284,995)	(299,491)	-	(38,787)	(48,911)	-
Minority Interest, after tax - Realized Capital Gains (Losses)	(10,472)	(1,524)	-	(5,688)	1,540	-
Income (Loss) before Cumulative Effect of Accounting Changes	5,518,884	5,499,032	0.4	(103,806)	1,865,881	-
Cumulative Effect of Accounting Changes, net of tax (b)	0	(136,203)	-	0	0	-
Net Income (Loss), as reported	5,518,884	5,362,829	2.9	(103,806)	1,865,881	-
Income, as adjusted (c)	7,115,470	7,425,570	(4.2)	537,545	2,046,849	(73.7)
Income, as adjusted excluding 2002 Reserve charge and 2001 WTC losses	\$ 8,909,340	\$ 7,958,570	11.9 %	\$ 2,331,415	\$ 2,046,849	13.9 %
Per Share - Diluted:						
Net Income (Loss), as reported	\$ 2.10	\$ 2.02	4.0 %	\$ (0.03)	\$ 0.70	- %
Income, as adjusted (c)	2.70	2.80	(3.6)	0.20	0.77	(74.0)
Income, as adjusted excluding 2002 Reserve charge and 2001 WTC losses	\$ 3.38	\$ 3.00	12.7 %	\$ 0.88	\$ 0.77	14.3 %
Average Diluted Common Shares Outstanding	2,633,979	2,649,906		2,632,531	2,645,445	

(a) Restated to conform to the presentation with respect to 2002.

(b) Represents the cumulative effect of accounting changes, net of tax, related to FASB 133 "Accounting for Derivative Instruments and Hedging Activities" and EITF 99-20 "Recognition of Interest Income and Impairment on Purchased and Retained Beneficial Interests in Securitized Financial Assets".

(c) Adjusted to exclude realized capital gains (losses), the cumulative effect of accounting changes and acquisition, restructuring and related charges, net of taxes.

American International Group, Inc.
Supplementary Data
(in thousands)

Twelve Months Ended December 31,

Three Months Ended December 31,

General Insurance Operations

As Reported:

Net Premiums Written

Domestic Brokerage Group	\$ 15,214,225	\$ 10,196,524	49.2 %	\$ 4,184,642	\$ 2,765,976	51.3 %
Personal Lines	3,182,123	2,453,571	29.7	813,368	595,072	36.7
Mortgage Guaranty	507,751	494,398	2.7	126,404	130,801	(3.4)
Transatlantic Holdings	2,500,159	1,905,647	31.2	657,371	479,052	37.2
Foreign General (b)(c)	6,009,984	5,050,756	19.0	1,430,724	1,226,811	16.6
Total	27,414,242	20,100,896	36.4	7,212,509	5,197,712	38.8

Operating Income (Loss)(d)

Domestic Brokerage Group	(440,190)	1,488,378	-	(2,026,920)	510,635	-
Personal Lines	151,338	21,657	-	50,209	(26,519)	-
Mortgage Guaranty	417,433	417,436	-	85,715	96,271	(11.0)
Transatlantic Holdings	194,367	(33,545)	-	(26,142)	(527)	-
Foreign General (b)(e)	1,179,891	1,063,629	10.9	234,013	275,118	(14.9)
Intercompany Adjustments	22,730	23,316	-	5,683	5,831	-
Total	\$ 1,525,569	\$ 2,980,871	(48.8)%	\$ (1,677,442)	\$ 860,809	- %

Combined Ratio:

Domestic Brokerage Group	116.96	104.42		167.60	100.30
Personal Lines	101.26	104.89		99.38	112.36
Mortgage Guaranty	43.92	36.90		55.80	47.61
Transatlantic Holdings	102.31	114.87		114.01	112.99
Foreign General (b)	90.12	92.18		92.03	93.23

Losses and Loss Expenses Paid \$ 16,359,374 \$ 14,461,669 13.1 % \$ 4,414,479 \$ 3,843,816 14.8 %

Change in Loss and

Loss Expense Reserve 4,454,427 943,916 - 3,308,377 140,910 -

Losses and Loss Expenses Incurred 20,813,801 15,405,585 35.1 7,722,856 3,984,726 93.8

Net Loss and Loss Expense Reserve 30,349,939 25,895,512 17.2

GAAP Underwriting Profit (Loss) \$ (1,234,034)\$ 88,252 - % \$ (2,350,630)\$ 115,379 - %

General Insurance Operations

Excluding 2002 Reserve Charge and
2001 World Trade Center Losses:

Operating Income (Loss)(d)

Domestic Brokerage Group	\$ 2,259,810	\$ 2,032,378	11.2 %	\$ 673,080	\$ 510,635	31.8 %
Personal Lines	151,338	21,657	-	50,209	(26,519)	-
Mortgage Guaranty	417,433	417,436	-	85,715	96,271	(11.0)
Transatlantic Holdings	294,367	166,455	76.8	73,858	(527)	-
Foreign General (b)(e)	1,179,891	1,088,629	8.4	234,013	275,118	(14.9)
Intercompany Adjustments	22,730	23,316	-	5,683	5,831	-
Total	\$ 4,325,569	\$ 3,749,871	15.4 %	\$ 1,122,558	\$ 860,809	30.4 %

Combined Ratio:

Domestic Brokerage Group	96.27	98.85		94.11	100.30
Personal Lines	101.26	104.89		99.38	112.36
Mortgage Guaranty	43.92	36.90		55.80	47.61
Transatlantic Holdings	98.09	103.70		97.99	112.99
Foreign General (b)	90.12	91.66		92.03	93.23

GAAP Underwriting Profit \$ 1,565,966 \$ 857,252 82.7 % \$ 449,370 \$ 115,379 289.5 %

(a) Restated to conform to the presentation with respect to 2002.

(b) Foreign general insurance excludes the foreign operations of Transatlantic Holdings, Inc.

(c) The growth in Foreign General net premiums written in original currency was 20.3 percent and 24.1 percent for the fourth quarter and twelve months 2002, respectively.

(d) Operating income excludes realized capital gains (losses).

(e) Fourth quarter operating income in Foreign General was adversely impacted by lower net investment income due to transactions that occurred in the prior year's quarter.

Supplementary Data continued

	Twelve Months Ended December 31,			Three Months Ended December 31,		
	2002	2001(a)	Change	2002	2001(a)	Change
Life Insurance Operations:						
Premium Income, Deposits and Other Considerations						
Domestic						
Life Insurance (b)	\$ 2,411,219	\$ 2,723,833	(11.5)%	\$ 585,291	\$ 743,343	(21.3)%
Individual Fixed Annuities	10,327,417	7,605,065	35.8	2,331,800	1,495,371	55.9
Guaranteed Investment						
Agreements	9,077,855	8,241,567	10.1	1,159,647	1,425,222	(18.6)
Home Service	861,333	878,532	(2.0)	229,192	227,820	0.6
Group Life/Health	975,618	929,869	4.9	235,397	251,083	(6.2)
Pension and Investment						
Products	1,782,381	3,020,242	(41.0)	397,108	722,737	(45.1)
Accident & Health (c)	-	156,818	-	-	-	-
Total	25,435,823	23,555,926	8.0	4,938,435	4,865,576	1.5
Foreign						
Life Insurance	13,439,519	12,065,835	11.4	3,617,184	3,226,993	12.1
Personal Accident	2,497,087	2,173,370	14.9	669,056	626,312	6.8
Group Products	1,579,390	1,659,452	(4.8)	368,356	477,846	(22.9)
Guaranteed Investment						
Agreements	5,709,727	4,161,948	37.2	1,025,564	960,183	6.8
Total (d)	23,225,723	20,060,605	15.8	5,680,160	5,291,334	7.3
Total Premium Income, Deposits and Other Considerations	48,661,546	43,616,531	11.6	10,618,595	10,156,910	4.5
GAAP Premiums						
Domestic						
Life Insurance	1,626,179	1,514,548	7.4	412,815	397,880	3.8
Individual Fixed Annuities(e)	41,868	437,384	(90.4)	8,139	27,707	(70.6)
Guaranteed Investment						
Agreements	27,400	184	-	8,664	(476)	-
Home Service	854,330	875,675	(2.4)	212,767	218,436	(2.6)
Group Life/Health	966,958	925,285	4.5	237,958	232,188	2.5
Pension and Investment						
Products	1,105,151	1,143,735	(3.4)	224,003	309,650	(27.7)
Accident & Health (c)	-	51,155	-	-	-	-
Total	4,621,886	4,947,966	(6.6)	1,104,346	1,185,385	(6.8)
Foreign						
Life Insurance	12,000,138	10,770,744	11.4	3,246,402	2,977,359	9.0
Personal Accident	2,490,967	2,196,301	13.4	667,899	632,352	5.6
Group Products	1,094,481	1,049,609	4.3	244,809	272,949	(10.3)
Guaranteed Investment						
Agreements	112,905	98,273	14.9	26,091	23,423	11.4
Total	15,698,491	14,114,927	11.2	4,185,201	3,906,083	7.1
Total GAAP Premiums	\$ 20,320,377	\$ 19,062,893	6.6 %	\$ 5,289,547	\$ 5,091,468	3.9 %

(a) Restated to conform to the presentation with respect to 2002.

(b) The decline in life premiums is due primarily to lower private placement and corporate life market sales.

(c) Accident & Health is now reported in Domestic Brokerage Group.

(d) The growth in foreign premium income, deposits and other considerations in original currency was 6.6 percent in the fourth quarter and 16.9 percent for the twelve months.

(e) 2001 GAAP premiums included certain annuity products now reported in the Pension and Investment Products segment.

Supplementary Data continued

	Twelve Months Ended December 31,			Three Months Ended December 31,		
	2002	2001(a)	Change	2002	2001(a)	Change
Life Insurance Operations:						
Net Investment Income						
Domestic						
Life Insurance	\$ 1,416,918	\$ 1,328,914	6.6 %	\$ 364,707	\$ 348,882	4.5 %
Individual Fixed Annuities	3,228,848	2,874,654	12.3	836,623	728,788	14.8
Guaranteed Investment						
Agreements	2,052,232	1,835,742	11.8	536,639	449,353	19.4
Home Service	683,553	653,359	4.6	175,333	165,370	6.0
Group Life/Health	107,826	105,404	2.3	27,344	26,894	1.7
Pension and Investment						
Products	836,035	701,609	19.2	233,003	185,178	25.8
Accident & Health (b)	-	4,655	-	-	-	-
Intercompany Adjustment	(240)	(213)	-	(63)	(56)	-
Total	8,325,172	7,504,124	10.9	2,173,586	1,904,409	14.1
Foreign						
Life Insurance	3,206,137	2,848,491	12.6	752,340	796,468	(5.5)
Personal Accident	141,059	128,325	9.9	36,906	31,258	18.1
Group Products	254,470	227,143	12.0	82,079	57,714	42.2
Guaranteed Investment						
Agreements	358,894	386,757	(7.2)	103,442	90,746	14.0
Intercompany Adjustments	(11,686)	(10,373)	-	(3,086)	(2,758)	-
Total	3,948,874	3,580,343	10.3	971,681	973,428	(0.2)
Total Net Investment Income	12,274,046	11,084,467	10.7	3,145,267	2,877,837	9.3
Operating Income (c)						
Domestic						
Life Insurance	776,791	554,766	40.0	207,216	165,377	25.3
Individual Fixed Annuities	729,554	679,473	7.4	196,501	162,748	20.7
Guaranteed Investment						
Agreements	581,509	444,931	30.7	136,573	131,214	4.1
Home Service	382,063	374,305	2.1	96,592	93,397	3.4
Group Life/Health	100,955	86,593	16.6	24,206	16,523	46.5
Pension and Investment						
Products	117,719	143,853	(18.2)	27,501	56,588	(51.4)
Accident & Health (b)	-	4,392	-	-	-	-
Intercompany Adjustments	(240)	(213)	-	(63)	(56)	-
Total	2,688,351	2,288,100	17.5	688,526	625,791	10.0
Total Excluding 2001 World						
Trade Center Losses	2,688,351	2,419,100	11.1	688,526	625,791	10.0
Foreign						
Life Insurance	2,411,048	1,914,355	25.9	631,502	507,500	24.4
Personal Accident	681,212	572,581	19.0	198,553	154,493	28.5
Group Products	174,670	126,783	37.8	56,318	33,150	69.9
Guaranteed Investment						
Agreements	38,678	37,716	2.6	9,950	3,568	178.9
Intercompany Adjustments	(11,686)	(10,373)	-	(3,086)	(2,758)	-
Total	3,293,922	2,641,062	24.7	893,237	695,953	28.3
Total Operating Income	5,982,273	4,929,162	21.4	1,581,763	1,321,744	19.7
Total Operating Income						
Excluding 2001 World						
Trade Center Losses	\$ 5,982,273	\$ 5,060,162	18.2 %	\$ 1,581,763	\$ 1,321,744	19.7 %

(a)Restated to conform to the presentation with respect to 2002.

(b)Accident & Health is now reported in Domestic Brokerage Group.

(c)Operating income excludes realized capital gains (losses).

Supplementary Data continued

	Twelve Months Ended December 31, 2002			Three Months Ended December 31, 2002		
	2002	2001(a)	Change	2002	2001(a)	Change
Financial Services:						
Revenues						
International Lease						
Finance Corp.	\$ 2,844,977	\$ 2,612,822	8.9 %	\$ 749,519	\$ 675,885	10.9 %
AIG Financial Products Corp.	1,306,315	1,177,745	10.9	448,873	375,343	19.6
Consumer Finance	2,472,573	2,559,743	(3.4)	634,501	656,600	(3.4)
AIG Trading Group Inc.	238,110	170,465	39.7	60,695	62,630	(3.1)
Other	(47,091)	(35,743)	-	(39,382)	(13,499)	-
Total	6,814,884	6,485,032	5.1	1,854,206	1,756,959	5.5
Operating Income						
International Lease						
Finance Corp.	801,099	749,137	6.9	213,077	218,185	(2.3)
AIG Financial Products Corp.	808,111	758,278	6.6	266,647	233,785	14.1
Consumer Finance	549,240	504,285	8.9	139,950	125,152	11.8
AIG Trading Group Inc.	61,665	48,065	28.3	11,044	27,049	(59.2)
Other (b)	(31,395)	(68,737)	-	(10,419)	(17,156)	-
Total	2,188,720	1,991,028	9.9	620,299	587,015	5.7
Retirement Savings & Asset Management(c):						
Revenues						
VALIC (d)	2,133,149	2,109,832	1.1	527,031	521,218	1.1
SunAmerica (e)	562,606	651,584	(13.7)	108,692	154,473	(29.6)
Other Asset Management and Annuity Operations (f)	789,094	951,115	(17.0)	211,323	321,354	(34.2)
Total	3,484,849	3,712,531	(6.1)	847,046	997,045	(15.0)
Operating Income						
VALIC (d)	730,020	629,911	15.9	158,409	139,198	13.8
SunAmerica (e)	32,029	184,938	(82.7)	(25,210)	25,136	-
Other Asset Management and Annuity Operations (f)	253,883	272,830	(6.9)	74,617	122,908	(39.3)
Total	1,015,932	1,087,679	(6.6)	207,816	287,242	(27.7)
Variable Annuity Net Sales						
Sales						
VALIC	5,041,725	4,672,007	7.9	1,280,745	1,224,189	4.6
SunAmerica (g)	2,995,580	3,750,526	(20.1)	791,626	702,729	12.7
Surrenders						
VALIC	2,416,202	2,306,071	4.8	493,401	495,617	(0.4)
SunAmerica (g)	2,425,438	2,058,347	17.8	728,528	599,309	21.6
Total	2,625,523	2,365,936	11.0	787,344	728,572	8.1
VALIC	570,142	1,692,179	(66.3)	63,098	103,420	(39.0)
Total Net Sales	\$ 3,195,665	\$ 4,058,115	(21.3)%	\$ 850,442	\$ 831,992	2.2 %
Effective Tax Rates:						
Excluding Realized Capital						
Gains (Losses)	30.07%	29.36%		-	30.24%	
Realized Capital						
Gains (Losses) Alone	35.02%	35.41%		-	36.44%	
As Reported	28.59%	28.74%		-	29.59%	

(a) Restated to conform to the presentation with respect to 2002.

(b) Includes Other Financial Services Companies and Intercompany Reclassifications.

(c) At December 31, 2002 AIG's third party assets under management, including mutual funds and institutional accounts, totaled approximately \$40 billion.

(d) VALIC's revenues and operating income reflect the sale of variable annuity products with fixed annuity options.

(e) Includes variable annuity, mutual fund and broker-dealer operations.

(f) Includes AIG Global Investment Group, AIG Capital Partners, John McStay Investment Counsel and certain overseas variable annuity operations.

(g) Excluding the impact of certain discontinued short-term fixed rate products sold in third quarter 2001 and a new fourth quarter 2002 program to force market timers out of product lines, results were as follows: sales declined 6 percent in full year 2002; surrenders declined 17 percent in fourth quarter 2002 and were flat for full year 2002; and net sales increased 182 percent for fourth quarter 2002 and declined 16 percent for full year 2002.