

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP**

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

OMB APPROVAL	
OMB Number:	3235-0287
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1. Name and Address of Reporting Person* <b>CASTELLI MICHAEL J</b>  (Last) (First) (Middle) <b>AMERICAN INTERNATIONAL GROUP, INC.</b> <b>70 PINE STREET</b>  (Street) <b>NEW YORK NY 10270</b>  (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <b>AMERICAN INTERNATIONAL GROUP INC [ AIG ]</b>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)  Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <b>Sr V.P. &amp; Ch. Admin. Officer</b>
	3. Date of Earliest Transaction (Month/Day/Year) <b>04/13/2005</b>	

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	04/13/2005		M		723 <sup>(1)</sup>	A	\$22.1037	15,526	D	
Common Stock	04/13/2005		M		2,094 <sup>(2)</sup>	A	\$25.9852	17,620	D	
Common Stock	04/13/2005		M		749 <sup>(3)</sup>	A	\$37.8667	18,369	D	
Common Stock	04/13/2005		M		221 <sup>(4)</sup>	A	\$46.5333	18,590	D	
Common Stock	04/13/2005		M		267 <sup>(5)</sup>	A	\$47	18,857	D	

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
				Code	V	(A)	(D)	Date Exercisable	Expiration Date						Title
Employee Stock Option (Right to Buy)	\$22.1037	04/13/2005		M			1,265	12/14/1999	12/14/2005	Common Stock	1,265	(6)	0.0000	D	
Employee Stock Option (Right to Buy)	\$25.9852	04/13/2005		M			4,218	12/11/2000	12/11/2006	Common Stock	4,218	(6)	0.0000	D	
Employee Stock Option (Right to Buy)	\$37.8667	04/13/2005		M			2,812	12/08/2001	12/08/2007	Common Stock	2,812	(6)	0.0000	D	
Employee Stock Option (Right to Buy)	\$46.5333	04/13/2005		M			2,250	12/14/2002	12/14/2008	Common Stock	2,250	(6)	0.0000	D	
Employee Stock Option (Right to Buy)	\$47	04/13/2005		M			3,000	02/10/2007	02/10/2013	Common Stock	3,000	(7)	3,000	D	

**Explanation of Responses:**

- On April 13, 2005, Mr. Castelli exercised options for 1,265 shares using previously owned shares to pay for options granted pursuant to the AIG 1991 Employee Stock Option Plan. This acquisition reflects the number of options exercised less the 542 shares surrendered to purchase the option.
- On April 13, 2005, Mr. Castelli exercised options for 4,218 shares using previously owned shares to pay for options granted pursuant to the AIG 1991 Employee Stock Option Plan. This acquisition reflects the number of options exercised less the 2,124 shares surrendered to purchase the option.
- On April 13, 2005, Mr. Castelli exercised options for 2,812 shares using previously owned shares to pay for options granted pursuant to the AIG 1991 Employee Stock Option Plan. This acquisition reflects the number of options exercised less the 2,063 shares surrendered to purchase the option.

4. On April 13, 2005, Mr. Castelli exercised options for 2,250 shares using previously owned shares to pay for options granted pursuant to the AIG 1991 Employee Stock Option Plan. This acquisition reflects the number of options exercised less the 2,029 shares surrendered to purchase the option.
5. On April 13, 2005, Mr. Castelli exercised options for 3,000 shares using previously owned shares to pay for options granted pursuant to the AIG 1999 Employee Stock Option Plan. This acquisition reflects the number of options exercised less the 2,733 shares surrendered to purchase the option.
6. These options were granted under AIG's 1991 Employee Stock Option Plan. Pursuant to the terms of the plan, 25% of the option becomes exercisable on the anniversary date of the grant in each of the four years following the grant.
7. These options were granted under AIG's 1999 Stock Option Plan. Pursuant to the terms of the plan, 25% of the option becomes exercisable on the anniversary date of the grant in each of the four years following the grant.

**Remarks:**

/s/ Castelli, Michael J.

04/14/2005

\*\* Signature of Reporting Person

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

\* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

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