

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549

SCHEDULE 13G  
Under the Securities Exchange Act of 1934  
(Amendment No. 1)\*

World Airways, Inc.

-----  
(Name of Issuer)

Common Stock, \$.001 par value per share

-----  
(Title of Class of Securities)

98142H105

-----  
(CUSIP Number)

August 23, 2004

-----  
(Date of Event Which Requires Filing of this Statement)

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

Rule 13d-1(b)

Rule 13d-1(c)

Rule 13d-1(d)

\*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosure provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be filed for the purpose of Section 18 of the Securities Exchange Act of 1934, as amended ("Act"), or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

1. NAME OF REPORTING PERSONS  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

American International Group, Inc.  
I.R.S. Identification No. 13-2592361

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) [ ]  
(b) [ ]

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION

Incorporated under the laws of the State of Delaware

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	5.	SOLE VOTING POWER 0
	6.	SHARED VOTING POWER 2,609,062
	7.	SOLE DISPOSITIVE POWER 0
	8.	SHARED DISPOSITIVE POWER 2,609,062

9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

2,609,062

10. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES

[ ]

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

16.8%

12. TYPE OF REPORTING PERSON

CO

1. NAME OF REPORTING PERSONS  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

National Union Fire Insurance Company of Pittsburgh, Pa.  
I.R.S. Identification No. 25-0687550

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) [ ]  
(b) [ ]

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION

Organized under the laws of the State of Pennsylvania

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	5. SOLE VOTING POWER	0
	6. SHARED VOTING POWER	1,609,062
	7. SOLE DISPOSITIVE POWER	0
	8. SHARED DISPOSITIVE POWER	1,609,062

9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
1,609,062

10. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES  
[ ]

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)  
11%

12. TYPE OF REPORTING PERSON  
IC

1. NAME OF REPORTING PERSONS  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

International Lease Finance Corporation  
I.R.S. Identification No. 22-3059110

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) [ ]  
(b) [ ]

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION

Incorporated under the laws of the State of California

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	5. SOLE VOTING POWER	0
	6. SHARED VOTING POWER	1,000,000
	7. SOLE DISPOSITIVE POWER	0
	8. SHARED DISPOSITIVE POWER	1,000,000

9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

1,000,000

10. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES

[ ]

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)

7.1%

12. TYPE OF REPORTING PERSON

CO

ITEM 1 (a). NAME OF ISSUER:

World Airways, Inc.

ITEM 1 (b). ADDRESS OF ISSUER'S PRINCIPAL EXECUTIVE OFFICES:

The HLH Building  
101 World Drive  
Peachtree City, GA 30269

ITEM 2 (a). NAME OF PERSON(S) FILING:

American International Group, Inc.  
  
National Union Fire Insurance Company of Pittsburgh, Pa.  
  
International Lease Finance Corporation

ITEM 2 (b). ADDRESS OF PRINCIPAL BUSINESS OFFICE(S):

American International Group, Inc.  
70 Pine Street  
New York, New York 10270  
  
National Union Fire Insurance Company of Pittsburgh, Pa.  
70 Pine Street  
New York, New York 10270  
  
International Lease Finance Corporation  
1999 Avenue of the Stars  
Los Angeles, California 90067

ITEM 2 (c). CITIZENSHIP:

The information requested hereunder is set forth  
under Item 4 of the cover pages to this Schedule 13G.

ITEM 2 (d). TITLE OF CLASS OF SECURITIES:

Common Stock, \$.001 par value per share

ITEM 2 (e). CUSIP NUMBER: 98142H105

ITEM 3. TYPE OF PERSONS FILING:

American International Group, Inc.:

Passive Investor pursuant to Rule 13d-1(c)

National Union Fire Insurance Company of Pittsburgh, Pa.:

(c) Insurance Company as defined in Section  
3 (a) (19) of the Act

International Lease Finance Corporation:

Passive Investor pursuant to Rule 13d-1(c)

ITEM 4. OWNERSHIP.

(a) through (c). On August 23, 2004, International Lease Finance Corporation, a California corporation ("ILFC"), exercised warrants to purchase 1,000,000 shares of the Common Stock, par value \$0.001 per share ("Common Stock"), of World Airways, Inc. (the "Issuer") at a purchase price of \$2.50 per share. The warrants were granted by the Issuer to ILFC pursuant to a Warrant Agreement, dated as of August 24, 1999, by and between ILFC and the Issuer. National Union Fire Insurance Company of Pittsburgh, PA ("National Union") is deemed to hold 1,609,062 shares of the Issuer's Common Stock as a result of the beneficial ownership of the Issuer's Convertible Debentures due 2009 through an account managed by Zazove Associates, LLC. American International Group, Inc. ("AIG") is the ultimate parent company of both ILFC and National Union. All other information requested hereunder is set forth under Items 5 through 9 and Item 11 of the cover pages to this Schedule 13G.

ITEM 5. OWNERSHIP OF FIVE PERCENT OR LESS OF CLASS.

Not applicable.

ITEM 6. OWNERSHIP OF MORE THAN FIVE PERCENT ON BEHALF OF ANOTHER PERSON.

Not applicable.

ITEM 7. IDENTIFICATION AND CLASSIFICATION OF THE SUBSIDIARY WHICH ACQUIRED THE SECURITY BEING REPORTED ON BY THE PARENT HOLDING COMPANY.

See Exhibit 1 attached hereto for the information requested hereunder with respect to the relevant subsidiaries of American International Group, Inc.

ITEM 8. IDENTIFICATION AND CLASSIFICATION OF MEMBERS OF THE GROUP.

Not applicable.

ITEM 9. NOTICE OF DISSOLUTION OF GROUP.

Not applicable.

ITEM 10. CERTIFICATION.

(a) By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were acquired in the ordinary course of business and were not acquired for the purpose of and do not have the effect of changing or influencing the control of the issuer of such securities and were not acquired in connection with or as a participant in any transaction having such purpose or effect.

(b) By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Date: September 3, 2004

AMERICAN INTERNATIONAL GROUP, INC.

By /s/ Win J. Neuger  
-----  
Name: Win J. Neuger  
Title: Executive Vice President and  
Chief Investment Officer

NATIONAL UNION FIRE INSURANCE OF PITTSBURGH, PA.

By /s/ Win J. Neuger  
-----  
Name: Win J. Neuger  
Title: Vice President

INTERNATIONAL LEASE FINANCE CORPORATION

By /s/ Alan H. Lund  
-----  
Name: Alan H. Lund  
Title: Vice Chairman and  
Chief Financial Officer

EXHIBIT INDEX

Exhibit 1 Identification and Classification of the Subsidiaries Which  
Acquired the Security Being Reported on by the Parent Holding  
Company



IDENTIFICATION AND CLASSIFICATION OF THE SUBSIDIARY WHICH ACQUIRED THE SECURITY  
BEING REPORTED ON BY THE PARENT HOLDING COMPANY.

American International Group, Inc. -- Subsidiary Information

National Union Fire Insurance Company of Pittsburgh, Pa.:

- (c) Insurance Company as defined in Section 3(a)(19) of the  
Act

Category Symbol: IC

International Lease Finance Corporation:

Passive Investor pursuant to Rule 13d-1(c)

Category Symbol: CO