

American International Group, Inc.

**5.450% Medium-Term Notes, Series MP, Matched Investment Program, Due May 18, 2017
(Reopening)**

Term Sheet

Issuer:	American International Group, Inc.
Ratings:	Aa2(Moody's)(stable)/AA(Standard & Poor's)(stable)/AA(Fitch)(stable)
Type:	Senior Unsecured
Principal Amount:	\$200,000,000
Use of Proceeds:	Matched Investment Program
Trade Date:	May 25, 2007
Issue Date (Settlement Date):	May 31, 2007 (T+3)
Maturity Date:	May 18, 2017
Interest Rate:	5.450%
Interest Payment Dates:	Semi-annually on the 18 th of May and November, commencing November 18, 2007
Price to Public:	98.856% plus accrued interest of \$393,611.11 from May 18, 2007
Underwriting Discount:	0.250%
All-In Price:	98.606% plus accrued interest of \$393,611.11 from May 18, 2007
Net Proceeds:	\$197,212,000 plus accrued interest of \$393,611.11 from May 18, 2007
Redemption Provisions:	None
Authorized Denominations:	\$2,000 and integral multiples of \$1,000 in excess thereof
Managing Underwriter:	Morgan Stanley & Co. Incorporated
CUSIP:	02687QBW7

The Issuer has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and other documents the Issuer has filed with the SEC for more complete information about the Issuer and this offering. You may get these documents for free by visiting EDGAR on the SEC website at www.sec.gov. Alternately, the Issuer, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by calling Morgan Stanley & Co. Incorporated toll-free at 1-866-718-1649.