

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

SCHEDULE 13D

Under the Securities Exchange Act of 1934
(Amendment No. 7)

TRANSATLANTIC HOLDINGS, INC.

(Name of Issuer)

COMMON STOCK, PAR VALUE \$1.00 PER SHARE

(Title of Class of Securities)

893521 10 4

(CUSIP Number)

KATHLEEN E. SHANNON
VICE PRESIDENT AND SECRETARY
AMERICAN INTERNATIONAL GROUP, INC.
70 PINE STREET, NEW YORK, NEW YORK 10270 (212) 770-5123

(Name, Address and Telephone Number of Person Authorized to Receive
Notices and Communications)

SEPTEMBER 11, 1998

(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition which is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(b)(3) or (4), check the following box / /.

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 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act.

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

AMERICAN INTERNATIONAL GROUP, INC.
IRS NO. 13-2592361

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (A) / /
(B) / /

3 SEC USE ONLY

4 SOURCE OF FUNDS
WC

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT
TO ITEMS 2(d) or (e) / /

6 CITIZENSHIP OR PLACE OF ORGANIZATION
INCORPORATED IN THE STATE OF DELAWARE

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	7 SOLE VOTING POWER 5,949,568
	8 SHARED VOTING POWER 17,693,020
	9 SOLE DISPOSITIVE POWER 5,949,568
	10 SHARED DISPOSITIVE POWER 17,693,020

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
17,693,020

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES / /

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
51.1

14 TYPE OF REPORTING PERSON
HC, CO

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

AMERICAN HOME ASSURANCE COMPANY
IRS ID# 13-5124990

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (A) / /
(B) / /

3 SEC USE ONLY

4 SOURCE OF FUNDS
WC

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT
TO ITEMS 2(d) or (e) / /

6 CITIZENSHIP OR PLACE OF ORGANIZATION
INCORPORATED IN THE STATE OF NEW YORK

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	7 SOLE VOTING POWER
	8 SHARED VOTING POWER 11,743,452
	9 SOLE DISPOSITIVE POWER
	10 SHARED DISPOSITIVE POWER 11,743,452

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
11,743,452

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES / /

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
33.9

14 TYPE OF REPORTING PERSON
IC, CO

ITEM 1. Security and Issuer.

This Statement relates to the common stock, par value \$1.00 per share ("Common Stock"), of Transatlantic Holdings, Inc., a Delaware corporation ("Company"). This statement amends and supplements Items 1, 3 and 5 of the Statement on Schedule 13D dated August 13, 1991, Amendment No. 1 to such Schedule 13D dated November 3, 1993, Amendment No. 2 to such Schedule 13D dated March 4, 1994, Amendment No. 3 to such Schedule 13D dated March 31, 1994, Amendment No. 4 to such Schedule 13D dated November 21, 1995, Amendment No. 5 dated July 9, 1998 and Amendment No.6 to such Schedule 13D dated August 7, 1998 (hereinafter collectively referred to as the "Schedule 13D"), previously filed by American International Group, Inc., a Delaware corporation ("AIG"), on behalf of itself and its wholly owned subsidiary, American Home Assurance Company, a New York corporation ("AHAC"). The principal executive offices of the Company are located at 80 Pine Street, New York, New York 10005.

Capitalized terms used herein and not otherwise defined shall have the meaning ascribed to such terms as in the Schedule 13D.

ITEM 3. Source and Amount of Funds or Other Consideration.

During the period from August 24, 1998 through September 11, 1998, AIG purchased 348,400 additional shares of Common Stock for an aggregate purchase price of \$28,602,921. AIG used its available working capital to purchase the shares of Common Stock.

ITEM 5. Interest in Securities of Issuer.

(a) and (b). The information required by these paragraphs is set forth in Items 7 through 11 and 13 of each of the cover pages to this Amendment No. 7 to Schedule 13D and is based upon the number of shares of Common Stock outstanding on June 30, 1998, as reported in the Company's Quarterly Report on Form 10-Q, for the quarter ended June 30, 1998.

(c). Since the filing of Amendment No. 6 to Schedule 13D dated August 7, 1998, AIG has acquired 348,400 shares of Common Stock as follows:

Date	Number of Shares Purchased	Price Per Share
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8/24/98	1,100	\$80.7500
"	1,500	80.2500
"	10,500	80.5000
"	3,000	80.6250
"	22,000	80.5625
"	900	80.5875
"	11,100	81.0000
"	1,000	81.5000
"	3,200	81.7500
"	300	81.8125
"	5,100	81.8750
"	6,700	81.9375
"	10,000	82.0000
"	1,000	82.1250
"	21,600	82.1875
"	800	82.4375
"	23,000	82.5000
"	1,200	82.3750
"	2,500	82.3125
"	26,700	82.2500
"	1,000	82.6250
"	500	82.6875
"	800	82.7500
"	18,500	80.0000
"	800	83.3250
"	700	83.3875
"	400	83.2500
"	200	83.3125
"	2,200	83.4375
"	2,500	83.5000
"	1,500	83.7500
"	12,500	84.0000
"	2,300	80.8750
"	2,000	83.8125
"	900	83.6250
8/26/98	600	81.9375
"	24,200	82.0000
8/27/98	3,600	82.0000
"	1,200	81.8125
"	11,200	81.8750
8/28/98	15,000	82.0000
"	600	81.9375
8/31/98	9,800	82.0000
"	8,100	81.9375
"	1,000	81.7500
"	800	81.8750
9/1/98	2,200	81.2500
"	2,800	81.5625
"	2,400	81.6250
"	500	81.5000
"	2,000	82.0000
9/10/98	36,000	82.0000
9/11/98	26,400	82.0000

The above purchases were made in Open Market Purchases. AIG, AHAC, SICO and Starr and, to the best of AIG's and AHAC's knowledge, the Covered Persons, have not engaged in any transactions in Common Stock within the past 60 days other than those transactions described above.

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.

Dated: September 11, 1998

AMERICAN INTERNATIONAL GROUP, INC.

By: /s/ KATHLEEN E. SHANNON

Kathleen E. Shannon
Vice President and Secretary

AMERICAN HOME ASSURANCE COMPANY

By: /s/ EDWARD E. MATTHEWS

Edward E. Matthews
Senior Vice President