Instruction 1(b).

FORM 4

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL OMB Number: Estimated average burden hours per response: 0.5

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

1. Name and Address of Reporting Person* Gender Robert A						2. Issuer Name and Ticker or Trading Symbol AMERICAN INTERNATIONAL GROUP INC [(AIG)]								all applic Directo	able)	10% Owner		ner	
(Last) (First) (Middle) AMERICAN INTERNATIONAL GROUP, INC.					3. Date of Earliest Transaction (Month/Day/Year) 12/14/2005								X	below)		nt &	below) Treasurer		
70 PINE STREET						If Amendment, Date of Original Filed (Month/Day/Year)								6. Individual or Joint/Group Filing (Check Applicable					
(Street) NEW YORK NY 10270			10270										X Form filed by One Reporting Person Form filed by More than One Reporting Person						
(City) (State) (Zip)			(Zip)											. 0.00.					
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned																			
Date				nsaction	ear)	2A. Deemed Execution Date, if any (Month/Day/Year		Code (Instr					4 and Securitie Beneficia Owned F		s ally ollowing	Form (D) o	n: Direct r Indirect Instr. 4)	7. Nature of Indirect Beneficial Ownership	
								Code	,	Amount	(A) or (D)	Price		Reported Transact (Instr. 3 a	ion(s)			(Instr. 4)	
		-	Table II - Deri (e.g.					uired, Dis , options					y O	wned		,			
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)	Code (Inst				6. Date Exercisa Expiration Date (Month/Day/Yea			e and 7. Title and A of Securities Underlying Derivative Se (Instr. 3 and 4		S De Se ecurity (In		9. Numbe derivative Securities Beneficia Owned Following Reported Transactio (Instr. 4)	e s Illy	Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership (Instr. 4)	
				Code	v	(A)	(D)	Date Exercisable		xpiration ate	Title	Amount or Number of Shares							
Employee Stock Option (Right to Buy)	\$65.99	12/14/2005		A		10,000		(1)	13	2/14/2015	Common Stock	10,000		(1)	10,00	0	D		

Explanation of Responses:

1. These options were granted under the American International Group, Inc. Amended and Restated 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:

By: /s/ Kathleen E. Shannon, by power of attorney for

12/15/2005

** 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.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.