

THE PROPOSED PLAN OF ALLOCATION
CALCULATION OF RECOGNIZED LOSS AMOUNT

Calculation of Recognized Loss for AIG Common Stock Purchases

A. For shares purchased on or between October 28, 1999 through April 1, 2005, the following Recognized Losses shall be allowed, subject to the limitations set forth in Section B:

1. For each share that was (a) sold on or between October 28, 1999 and October 13, 2004, (b) purchased on or after October 15, 2004 and sold on or before March 16, 2005, or (c) purchased on or after March 17, 2005, and sold on or before March 29, 2005, the Recognized Loss shall be 10% of the difference between the inflation per share at the time of purchase, for the applicable date of purchase, less the inflation per share at the time of sale, subject to a limit of \$0.20 per share. Inflation per share shall be determined at each transaction date based on the percentage inflation applicable to that date as set forth in Table 1 times the price paid, excluding any commission, fees or other adjustments;
2. For each share not covered by 1 above and sold on or before April 1, 2005, the Recognized Loss shall be the inflation per share at the time of purchase, for the applicable date of purchase, less the inflation per share at the time of sale. Inflation per share shall be determined at each transaction date based on the percentage inflation applicable to that date as set forth in Table 1 times the price paid or received, excluding any commission, fees or other adjustments; and
3. For each share not covered by 1 above and sold after April 1, 2005, the Recognized Loss shall be the inflation per share at the time of purchase. Inflation per share shall be determined at each purchase transaction date based on price paid or received, excluding any commission, fees or other adjustments.

B. The following limitations on a Recognized Loss shall be applied:

1. In addition to the annexed Table 1 relating to Section 10(b) AIG common stock claims, the Recognized Loss for such shares purchased during the Class Period shall be limited (as provided for under Private Securities Litigation Reform Act of 1995 "PSLRA") to the smallest of the following: (i) the difference between the price paid and the price received (out-of-pocket investment loss) if sold on or before April 1, 2005; (ii) the difference between the price paid (excluding all fees and commissions) and the average closing price as set forth in Table 2 below, if sold between April 4, 2005 and June 29, 2005; or (iii) the difference between the price per share paid and \$53.70 per share if the shares were held on the close of business on June 29, 2005.
2. If a claimant received a Fair Fund Distribution(s), such claimant's total Recognized Loss(es) under the Plan shall be reduced by seven-eighths (7/8th) of its Fair Fund Distribution(s) (the Fair Fund Ratio Amount(s)).
3. In no event will a claimant receive a distribution from the Settlement that exceeds 100% of the claimant's total Recognized Loss(es), reduced by the Fair Fund Ratio Amount(s). You will be eligible for a recovery under the Plan only to the extent you have a net loss on your combined transactions in AIG common stock and options.

Table 1: Inflation per Share Percentage and Averages Over Identified Time Periods

| Period | Start Date | End Date | Inflation Percentage | Avg.Price | Avg.Value | Avg.Inflaton |
|--------|------------|-----------|----------------------|-----------|-----------|--------------|
| 1 | 28-Oct-99 | 7-Feb-01 | 13.9% | \$80.21 | \$69.07 | \$11.14 |
| 2 | 8-Feb-01 | 1-Apr-01 | 16.1% | \$81.28 | \$68.19 | \$13.09 |
| 3 | 2-Apr-01 | 25-Apr-01 | 18.2% | \$78.39 | \$64.11 | \$14.28 |
| 4 | 26-Apr-01 | 13-Oct-04 | 21.2% | \$67.81 | \$53.43 | \$14.37 |
| 5 | 14-Oct-04 | 14-Oct-04 | 14.2% | \$60.00 | \$51.50 | \$8.50 |
| 6 | 15-Oct-04 | 16-Mar-05 | 11.2% | \$64.84 | \$57.59 | \$7.25 |
| 7 | 17-Mar-05 | 29-Mar-05 | 8.5% | \$57.77 | \$52.86 | \$4.91 |
| 8 | 30-Mar-05 | 30-Mar-05 | 6.0% | \$57.16 | \$53.73 | \$3.43 |
| 9 | 31-Mar-05 | 31-Mar-05 | 3.3% | \$55.41 | \$53.56 | \$1.85 |
| 10 | 1-Apr-05 | 3-Apr-05 | -3.8% | \$50.95 | \$52.91 | \$(1.96) |
| 11 | 4-Apr-05 | Current | 0.0% | \$52.30 | \$52.30 | \$- |

Table 2: PSLRA Loss Limitation Table for AIG Common Shares

| Date | AIG Closing Price | Avg. AIG Closing Price | Date | AIG Closing Price | Avg. AIG Closing Price |
|-----------|-------------------|------------------------|-----------|-------------------|------------------------|
| 4/1/2005 | \$50.95 | \$50.95 | 5/16/2005 | \$52.81 | \$52.33 |
| 4/4/2005 | \$53.30 | \$52.13 | 5/17/2005 | \$53.38 | \$52.36 |
| 4/5/2005 | \$53.00 | \$52.42 | 5/18/2005 | \$53.25 | \$52.39 |
| 4/6/2005 | \$52.99 | \$52.56 | 5/19/2005 | \$53.00 | \$52.41 |
| 4/7/2005 | \$52.76 | \$52.60 | 5/20/2005 | \$53.76 | \$52.45 |
| 4/8/2005 | \$51.91 | \$52.49 | 5/23/2005 | \$53.45 | \$52.47 |
| 4/11/2005 | \$52.10 | \$52.43 | 5/24/2005 | \$53.80 | \$52.51 |
| 4/12/2005 | \$53.20 | \$52.53 | 5/25/2005 | \$54.08 | \$52.55 |
| 4/13/2005 | \$51.61 | \$52.42 | 5/26/2005 | \$55.71 | \$52.63 |
| 4/14/2005 | \$51.39 | \$52.32 | 5/27/2005 | \$56.40 | \$52.72 |
| 4/15/2005 | \$51.11 | \$52.21 | 5/31/2005 | \$55.55 | \$52.79 |
| 4/18/2005 | \$51.26 | \$52.13 | 6/1/2005 | \$56.10 | \$52.86 |
| 4/19/2005 | \$51.58 | \$52.09 | 6/2/2005 | \$55.89 | \$52.93 |
| 4/20/2005 | \$51.01 | \$52.01 | 6/3/2005 | \$55.09 | \$52.98 |
| 4/21/2005 | \$51.90 | \$52.00 | 6/6/2005 | \$54.85 | \$53.02 |
| 4/22/2005 | \$50.35 | \$51.90 | 6/7/2005 | \$55.23 | \$53.07 |
| 4/25/2005 | \$51.76 | \$51.89 | 6/8/2005 | \$54.95 | \$53.11 |
| 4/26/2005 | \$51.07 | \$51.85 | 6/9/2005 | \$55.55 | \$53.16 |
| 4/27/2005 | \$51.85 | \$51.85 | 6/10/2005 | \$55.09 | \$53.20 |
| 4/28/2005 | \$51.14 | \$51.81 | 6/13/2005 | \$55.50 | \$53.24 |
| 4/29/2005 | \$50.85 | \$51.77 | 6/14/2005 | \$55.57 | \$53.29 |
| 5/2/2005 | \$53.44 | \$51.84 | 6/15/2005 | \$55.41 | \$53.33 |
| 5/3/2005 | \$53.30 | \$51.91 | 6/16/2005 | \$55.23 | \$53.36 |
| 5/4/2005 | \$54.37 | \$52.01 | 6/17/2005 | \$55.55 | \$53.40 |
| 5/5/2005 | \$53.92 | \$52.08 | 6/20/2005 | \$55.68 | \$53.44 |
| 5/6/2005 | \$54.14 | \$52.16 | 6/21/2005 | \$56.29 | \$53.49 |
| 5/9/2005 | \$54.58 | \$52.25 | 6/22/2005 | \$55.95 | \$53.53 |
| 5/10/2005 | \$53.27 | \$52.29 | 6/23/2005 | \$55.20 | \$53.56 |
| 5/11/2005 | \$53.21 | \$52.32 | 6/24/2005 | \$54.54 | \$53.58 |
| 5/12/2005 | \$52.48 | \$52.33 | 6/27/2005 | \$55.03 | \$53.60 |
| 5/13/2005 | \$52.05 | \$52.32 | 6/28/2005 | \$55.17 | \$53.63 |
| | | | 6/29/2005 | \$58.48 | \$53.70 |

Calculation of Recognized Loss for AIG Call and Put Options

The AIG Options entitled to recover shall include all purchased AIG Call Options (excluding AIG Call Options purchased to cover or offset a previously sold, or written AIG Call Option) and all initially sold, or written, AIG Put Options (excluding those AIG Put Options sold, or written, to cover or otherwise offset a previously purchased AIG Put Option) during the period from October 28, 1999 through April 1, 2005.

Artificial inflation and Recognized Losses as to AIG Call Options and artificial deflation and Recognized Losses as to AIG Put Options will be computed based on the artificial inflation in AIG's common stock as described above. To determine artificial inflation for AIG Call Options and artificial deflation for AIG Put Options, Lead Plaintiff's damages consultant considered these securities' price changes that occurred in reaction to certain public announcements regarding AIG and then made adjustments for changes that were attributable to market forces unrelated to the alleged fraud in prices of such call and put options. Lead Plaintiff's damages consultant then developed formulas (see below) from which the Recognized Losses for AIG Call and Put Options may be calculated.

If a claimant received a Fair Fund Distribution(s), such claimant's total Recognized Loss(es) under the Plan shall be reduced by seven-eighths (7/8th) of its Fair Fund Distribution(s) (the Fair Fund Ratio Amount(s)). In no event will a claimant receive a distribution from the Settlement that exceeds 100% of the claimant's total Recognized Loss(es), reduced by the Fair Fund Ratio Amount(s). You will be eligible for a recovery under the Plan only to the extent you have a net loss on your combined transactions in AIG common stock and options.

AIG Call Options

With respect to purchases and sales (covers) of AIG Call Options during the period from October 28, 1999 through April 1, 2005, the artificial inflation per Option on a given day shall be the dollar reduction in the value of the AIG Call Option with the same exercise (or strike price) and same date of expiration on that day as a result of the inflation in AIG's common share price at the close of trading. The dollar reduction in the value of Call Options will be calculated using the Black-Scholes call option pricing formula (using the implied volatility for an at-the-money call option, annual dividend yield, and the appropriate annual interest rate on that day as set forth in Table 3 below) and the closing share price of AIG common stock on the transaction date ("AIG Price" as set forth in Table 3) compared with the Black-Scholes call option pricing formula value for the Call Option using the uninflated closing share price of AIG common stock ("AIG True Value" as set forth in Table 3) on that same date.

A. For such Call Options which (1) expired, were exercised or were sold (or the position was otherwise closed out) prior to October 14, 2004, (2) were purchased on or after October 15, 2004 and expired, were exercised or were sold (or the position was otherwise closed out) sold on or before March 16, 2005, or (3) were purchased on or after March 17, 2005, and expired, were exercised or were sold (or the position was otherwise closed out) on or before March 29, 2005, the Recognized Loss shall be 10% times that number of options multiplied by the lesser of:

1. the difference between artificial inflation per Call Option on the date of purchase and artificial inflation per Call Option on the date of expiration, exercise, or sale, as appropriate; or
2. the difference between the purchase price per option and the sale price or value realized upon exercise or expiration per option (\$0.00 if the call option expired worthless).

B. For such Call Options not covered by A above which (1) expired after October 13, 2004 and on or before April 1, 2005, (2) were exercised for cash (or the shares immediately sold) on or between October 14, 2004 and April 1, 2005, or (3) were sold (position closed out) on or between October 14, 2004 and April 1, 2005, the Recognized Loss shall be that number of options multiplied by the lesser of:

1. the difference between artificial inflation per Call Option on the date of purchase and artificial inflation per Call Option on the date of expiration, exercise, or sale, as appropriate; or
2. the difference between the purchase price per option and the sale price or value realized upon exercise or expiration per option (\$0.00 if the call option expired worthless).

C. For such Call Options not covered by A above which (1) expired worthless after October 14, 2004 or (2) were retained at the end of trading on April 1, 2005, the Recognized Loss shall be that number of options multiplied by the lesser of:

1. the artificial inflation per Call Option on the date of purchase; or
2. the difference between the purchase price per option and the sale or realized proceeds price per option (\$0.00 if the call option expired worthless).

AIG Put Options

With respect to AIG Put Options written or purchased (covered) during the period from October 28, 1999 through April 1, 2005, the artificial deflation per AIG Put Option on a given day shall be the dollar decrease in the value of an AIG Put Option with the same exercise price and expiration date as the subject option at the close of trading on that day as a result of the inflation in AIG's common share price. The dollar decrease (artificial deflation) in the value of the Put Option will be calculated using the Black-Scholes put option pricing formula (using the implied volatility for an at-the-money put option, annual dividend yield, and annual interest rate on that day set forth in Table 3 below) and the closing share price of AIG common stock on the transaction date ("AIG Price" as set forth in Table 3) compared with the Black-Scholes pricing formula value for the Put Option using the uninflated closing share price of AIG common stock ("AIG True Value" as set forth in Table 3) on that same date.

A. For such Put Options which (1) expired, were exercised or were purchased/covered (position closed out) prior to October 14, 2004, (2) were written on or after October 15, 2004 and expired, were exercised or were purchased/covered (position closed out) on or before March 16, 2005, or (3) were written on or after March 17, 2005, and expired, were exercised or were purchased/covered (position closed out) on or before March 29, 2005 the Recognized Loss shall be 10% times that number of options multiplied by the lesser of:

1. the difference between artificial deflation per Put Option on the date the option was written and artificial deflation per Option on the date of expiration, exercise, or purchase, as appropriate; or
2. the difference between the purchase price, exercise price, or expiration price per option paid (\$0.00 if the put option expired worthless) and the written price per option received.

B. For such initially written (sold) Put Options not covered by A above which (1) expired after October 13, 2004 and on or before April 1, 2005, (2) were exercised on or between October 14, 2004 and April 4, 2005, or (3) were purchased/covered (position closed out) on or between October 14, 2004 and April 1, 2005, the Recognized Loss shall be that number of options multiplied by the lesser of:

1. the difference between artificial deflation per Put Option on the date the option was written and artificial deflation per Option on the date of expiration, exercise, or purchase, as appropriate; or
2. the difference between the purchase price, exercise price, or expiration price per option paid (\$0.00 if the put option expired worthless) and the written price per option received.

C. For such initially written (sold) Put Options not covered by A above which were retained at the end of trading on April 1, 2005, the Recognized Loss shall be that number of options multiplied by the lesser of:

1. the artificial deflation per Put Option on the date the put option was written; or
2. the difference between the purchase price, exercise price, or expiration price per option paid (\$0.00 if the put option expired worthless) and the written price per option received, if purchased (covered), expired, or exercised on or before June 29, 2005.

Table 3

| Start | End | Avg. AIG Price | Avg. AIG True Value | Avg. AIG Inflation | Avg. Call Volatility | Avg. Put Volatility | Avg. Interest Rate | Avg. Dividend Yield |
|------------|------------|----------------|---------------------|--------------------|----------------------|---------------------|--------------------|---------------------|
| 10/28/1999 | 12/31/1999 | \$70.71 | \$60.88 | \$9.83 | 33.58% | 34.45% | 5.69% | 0.19% |
| 1/3/2000 | 4/2/2000 | \$65.15 | \$56.09 | \$9.06 | 37.49% | 38.07% | 6.19% | 0.21% |
| 4/3/2000 | 7/2/2000 | \$76.62 | \$65.97 | \$10.65 | 38.42% | 39.40% | 6.22% | 0.18% |
| 7/3/2000 | 10/1/2000 | \$86.41 | \$74.40 | \$12.01 | 28.14% | 29.13% | 6.13% | 0.17% |
| 10/2/2000 | 12/31/2000 | \$96.57 | \$83.15 | \$13.42 | 31.39% | 34.09% | 5.91% | 0.15% |
| 1/2/2001 | 2/7/2001 | \$87.00 | \$74.91 | \$12.09 | 32.75% | 33.80% | 4.80% | 0.17% |
| 2/8/2001 | 4/1/2001 | \$81.28 | \$68.19 | \$13.09 | 31.12% | 34.46% | 4.45% | 0.18% |
| 4/2/2001 | 4/25/2001 | \$78.39 | \$64.11 | \$14.28 | 32.30% | 33.61% | 3.99% | 0.19% |
| 4/26/2001 | 7/1/2001 | \$82.73 | \$65.19 | \$17.54 | 22.12% | 22.36% | 3.70% | 0.20% |
| 7/2/2001 | 7/25/2001 | \$84.58 | \$66.65 | \$17.93 | 21.59% | 21.28% | 3.63% | 0.20% |
| 7/26/2001 | 9/30/2001 | \$77.60 | \$61.15 | \$16.45 | 29.25% | 29.33% | 3.25% | 0.22% |
| 10/1/2001 | 1/1/2002 | \$81.26 | \$64.03 | \$17.23 | 29.73% | 29.60% | 2.24% | 0.21% |
| 1/2/2002 | 3/31/2002 | \$74.72 | \$58.88 | \$15.84 | 28.17% | 28.58% | 2.32% | 0.23% |
| 4/1/2002 | 6/30/2002 | \$68.74 | \$54.17 | \$14.57 | 29.57% | 29.62% | 2.35% | 0.26% |
| 7/1/2002 | 9/30/2002 | \$61.21 | \$48.23 | \$12.98 | 45.13% | 45.38% | 1.81% | 0.31% |
| 10/1/2002 | 12/31/2002 | \$61.66 | \$48.59 | \$13.07 | 41.78% | 41.79% | 1.53% | 0.31% |
| 1/2/2003 | 3/31/2003 | \$53.02 | \$41.78 | \$11.24 | 39.69% | 39.96% | 1.30% | 0.36% |
| 4/1/2003 | 6/30/2003 | \$56.26 | \$44.33 | \$11.93 | 31.41% | 31.70% | 1.15% | 0.40% |
| 7/1/2003 | 9/30/2003 | \$60.22 | \$47.45 | \$12.77 | 27.67% | 27.76% | 1.22% | 0.43% |
| 10/1/2003 | 12/31/2003 | \$60.77 | \$47.89 | \$12.88 | 24.54% | 24.53% | 1.30% | 0.43% |
| 1/2/2004 | 3/31/2004 | \$71.45 | \$56.30 | \$15.15 | 22.65% | 22.66% | 1.22% | 0.36% |
| 4/1/2004 | 6/30/2004 | \$72.62 | \$57.22 | \$15.40 | 23.37% | 23.38% | 1.78% | 0.38% |
| 7/1/2004 | 9/30/2004 | \$70.02 | \$55.18 | \$14.84 | 21.88% | 21.89% | 2.08% | 0.43% |
| 10/1/2004 | 10/13/2004 | \$67.32 | \$53.05 | \$14.27 | 22.23% | 21.79% | 2.22% | 0.45% |
| 10/14/2004 | 10/14/2004 | \$60.00 | \$51.50 | \$8.50 | 39.05% | 38.52% | 2.15% | 0.50% |
| 10/15/2004 | 12/31/2004 | \$62.66 | \$55.64 | \$7.02 | 25.56% | 25.63% | 2.52% | 0.66% |
| 1/3/2005 | 2/13/2005 | \$67.33 | \$59.79 | \$7.54 | 18.76% | 18.76% | 2.89% | 0.74% |

| Start | End | Avg. AIG Price | Avg. AIG True Value | Avg. AIG Inflation | Avg. Call Volatility | Avg. Put Volatility | Avg. Interest Rate | Avg. Dividend Yield |
|-----------|-----------|----------------|---------------------|--------------------|----------------------|---------------------|--------------------|---------------------|
| 2/14/2005 | 3/15/2005 | \$67.09 | \$59.58 | \$7.51 | 20.34% | 20.34% | 3.17% | 0.75% |
| 3/16/2005 | 3/29/2005 | \$58.34 | \$53.38 | \$4.96 | 29.70% | 29.70% | 3.36% | 0.86% |
| 3/30/2005 | 4/4/2005 | \$54.21 | \$53.38 | \$0.83 | 37.58% | 37.58% | 3.36% | 0.92% |
| 4/5/2005 | 6/29/2005 | \$53.76 | \$53.76 | \$- | 27.80% | 27.80% | 3.34% | 1.02% |

Calculation of Recognized Loss for AIG Debt Securities Purchases

The Class Period for purchases of AIG debt securities is from October 28, 1999 through April 1, 2005. AIG debt securities that have matured, were called, put or converted were not damaged by the alleged fraud and, therefore, shall not be eligible for recovery under the Plan and all transactions in such securities shall be ignored. The AIG debt securities outstanding as of October 13, 2004 and eligible to participate in recovery under the Plan are listed in Table 4 below. You will be eligible for recovery under the Plan only to the extent you have a net loss on your transactions in AIG debt securities.

The "AIG Debt Settlement Fund" shall be created by apportioning up to 5% of the Distribution Amount. If the Total Recognized Losses for AIG debt securities eligible to participate under the Plan are equal to or less than the AIG Debt Settlement Fund, then the such Total Recognized Losses shall be recoverable and the remaining portion, if any, of the AIG Debt Settlement Fund shall revert back to the Distribution Amount for recovery under the AIG Common Stock and AIG Call and Put Options provisions of this Plan. If the Total Recognized Losses for AIG debt securities eligible to participate under the Plan are more than the AIG Debt Settlement Fund, such Total Recognized Losses shall be paid pro rata.

If a claimant received a Fair Fund Distribution(s), such claimant's total Recognized Loss(es) under the Plan shall be reduced by seven-eighths (7/8th) of its Fair Fund Distribution(s) (the Fair Fund Ratio Amount(s)). In no event will a claimant receive a distribution from the Settlement that exceeds 100% of the claimant's total Recognized Loss(es), reduced by the Fair Fund Ratio Amount(s).

Calculation of Recognized Loss for AIG Debt Securities:

For AIG debt securities purchased on or between October 28, 1999 and April 1, 2005, the following the Recognized Losses shall be allowed:

- A. For each unit sold on or between October 28, 1999 and October 13, 2004, the Recognized Loss shall be 5% of the difference between the purchase price paid and the sale price received (out-of-pocket investment loss);
- B. For each unit sold on or between October 14, 2004 and March 14, 2005, the Recognized Loss shall be 10% of the difference between the purchase price paid and the sale price received (out-of-pocket investment loss);
- C. For each unit sold on or between March 15, 2005 and April 1, 2005, the Recognized Loss shall be 15% of the difference between the purchase price paid and the sale price received (out-of-pocket investment loss);
- D. For each unit sold on or between April 2, 2005 and June 29, 2005, the Recognized Loss shall be 15% of the lesser of: (i) the difference between the purchase price paid and the sale price received (out-of-pocket investment loss); or (ii) the difference between the purchase price paid and the average price on date of sale in Table 5 below;
- E. For each unit sold on or between June 30, 2005 and December 15, 2010, the Recognized Loss shall be 15% of the lesser of: (i) the difference between the purchase price paid and the sale price received (out-of-pocket investment loss); or (ii) the difference between the purchase price paid and the average price as of June 29, 2005 as set forth in Table 5 below; and
- F. For each unit held as of the close of business on April 1, 2005 and not sold as of December 15, 2010, the Recognized Loss shall be 15% of the difference between the purchase price paid and the average price as of June 29, 2005 as set forth in Table 5 below.
- G. For each unit that was (a) sold on or between October 28, 1999 and October 13, 2004, (b) purchased on or after October 15, 2004 and sold on or before March 16, 2005, or (c) purchased on or after March 17, 2005, and sold on or before March 29, 2005, the Recognized Loss shall be subject to a further limit of 0.5% of the purchase price.

The Recognized Loss for damages for units purchased during the Class Period shall be further limited (as provided for under the PSLRA) to the smallest of the following: (i) the difference between the price paid and the price received (out-of-pocket investment loss) if sold on or before June 29, 2005; (ii) the difference between the price paid and the average closing price as set forth in Table 5 below if sold between April 4, 2005 and December 15, 2010; or (iii) the difference between the price paid and the average price as of June 29, 2005 as set forth in Table 5 below, if held as of the close of business on June 29, 2005.

Table 4: AIG Debt Securities Eligible to Participate

| Coupon | Maturity Date | CUSIP or ISIN |
|--------|---------------|-----------------------|
| Zero | 9-Nov-31 | CUSIP No. 026874AP2 |
| 0.5% | 15-May-07 | CUSIP No. 026874AN7 |
| 2.85% | 1-Dec-05 | CUSIP No. 02687QBB3 |
| 2.875% | 15-May-08 | CUSIP No. 026874AQ0 |
| 2.875% | 15-May-08 | ISIN No. USU02687AB48 |
| 2.875% | 15-May-08 | CUSIP No. 026874AR8 |
| 4.25% | 15-May-13 | CUSIP No. 026874AS6 |
| 4.25% | 15-May-13 | ISIN No. USU02687AC21 |
| 4.25% | 15-May-13 | CUSIP No. 026874AT4 |

Table 5: PSLRA Loss Limitation Table for AIG Debt Securities

| Coupon | Zero | 0.500% | 2.850% | 2.875% | 2.875% | 2.875% | 4.250% | 4.250% | 4.250% |
|-------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Maturity Date | 11/9/2031 | 5/15/2007 | 12/1/2005 | 5/15/2008 | 5/15/2008 | 5/15/2008 | 5/15/2013 | 5/15/2013 | 5/15/2013 |
| Issue Date | 11/9/2001 | 5/11/2000 | 12/2/2002 | 5/15/2003 | 5/15/2003 | 4/20/2004 | 5/15/2003 | 5/15/2003 | 4/20/2004 |
| CUSIP/ISIN Number | 026874AP2 | 026874AN7 | 02687QBB3 | 026874AQ0 | USU02687AB48 | 026874AR8 | 026874AS6 | USU02687AC21 | 026874AT4 |
| Series | Registered | Registered | Registered | 144A | Regulation S | Registered | 144A | Regulation S | Registered |
| Date | Average Price | Average Price | Average Price | Average Price | Average Price | Average Price | Average Price | Average Price | Average Price |
| 4/1/2005 | \$65.63 | \$91.88 | \$99.54 | \$95.07 | \$95.07 | \$95.07 | \$94.25 | \$94.25 | \$94.25 |
| 4/4/2005 | \$65.81 | \$92.13 | \$99.55 | \$94.75 | \$94.75 | \$94.75 | \$93.44 | \$93.44 | \$93.44 |
| 4/5/2005 | \$65.83 | \$92.17 | \$99.55 | \$94.76 | \$94.76 | \$94.76 | \$93.58 | \$93.58 | \$93.58 |
| 4/6/2005 | \$65.84 | \$92.22 | \$99.55 | \$94.80 | \$94.80 | \$94.80 | \$93.71 | \$93.71 | \$93.71 |
| 4/7/2005 | \$65.85 | \$92.25 | \$99.55 | \$94.82 | \$94.82 | \$94.82 | \$93.74 | \$93.74 | \$93.74 |
| 4/8/2005 | \$65.83 | \$92.27 | \$99.56 | \$94.81 | \$94.81 | \$94.81 | \$93.75 | \$93.75 | \$93.75 |
| 4/11/2005 | \$65.84 | \$92.29 | \$99.56 | \$94.82 | \$94.82 | \$94.82 | \$93.78 | \$93.78 | \$93.78 |
| 4/12/2005 | \$65.84 | \$92.30 | \$99.56 | \$94.84 | \$94.84 | \$94.84 | \$93.88 | \$93.88 | \$93.88 |
| 4/13/2005 | \$65.85 | \$92.29 | \$99.56 | \$94.87 | \$94.87 | \$94.87 | \$93.88 | \$93.88 | \$93.88 |
| 4/14/2005 | \$65.85 | \$92.30 | \$99.56 | \$94.91 | \$94.91 | \$94.91 | \$93.89 | \$93.89 | \$93.89 |
| 4/15/2005 | \$65.85 | \$92.32 | \$99.57 | \$94.97 | \$94.97 | \$94.97 | \$93.95 | \$93.95 | \$93.95 |
| 4/18/2005 | \$65.85 | \$92.33 | \$99.58 | \$95.02 | \$95.02 | \$95.02 | \$94.01 | \$94.01 | \$94.01 |
| 4/19/2005 | \$65.86 | \$92.35 | \$99.58 | \$95.07 | \$95.07 | \$95.07 | \$94.08 | \$94.08 | \$94.08 |
| 4/20/2005 | \$65.86 | \$92.37 | \$99.59 | \$95.11 | \$95.11 | \$95.11 | \$94.12 | \$94.12 | \$94.12 |
| 4/21/2005 | \$65.86 | \$92.37 | \$99.59 | \$95.12 | \$95.12 | \$95.12 | \$94.14 | \$94.14 | \$94.14 |
| 4/22/2005 | \$65.87 | \$92.38 | \$99.59 | \$95.14 | \$95.14 | \$95.14 | \$94.16 | \$94.16 | \$94.16 |
| 4/25/2005 | \$65.88 | \$92.39 | \$99.59 | \$95.16 | \$95.16 | \$95.16 | \$94.19 | \$94.19 | \$94.19 |
| 4/26/2005 | \$65.89 | \$92.40 | \$99.60 | \$95.17 | \$95.17 | \$95.17 | \$94.21 | \$94.21 | \$94.21 |
| 4/27/2005 | \$65.91 | \$92.41 | \$99.60 | \$95.18 | \$95.18 | \$95.18 | \$94.23 | \$94.23 | \$94.23 |
| 4/28/2005 | \$65.93 | \$92.43 | \$99.60 | \$95.21 | \$95.21 | \$95.21 | \$94.28 | \$94.28 | \$94.28 |
| 4/29/2005 | \$65.93 | \$92.44 | \$99.60 | \$95.22 | \$95.22 | \$95.22 | \$94.31 | \$94.31 | \$94.31 |
| 5/2/2005 | \$65.95 | \$92.45 | \$99.60 | \$95.24 | \$95.24 | \$95.24 | \$94.32 | \$94.32 | \$94.32 |
| 5/3/2005 | \$65.96 | \$92.46 | \$99.60 | \$95.25 | \$95.25 | \$95.25 | \$94.34 | \$94.34 | \$94.34 |

| Date | Average Price | Average Price | Average Price | Average Price | Average Price | Average Price | Average Price | Average Price | Average Price |
|-----------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| 5/4/2005 | \$65.97 | \$92.48 | \$99.61 | \$95.26 | \$95.26 | \$95.26 | \$94.35 | \$94.35 | \$94.35 |
| 5/5/2005 | \$65.98 | \$92.50 | \$99.61 | \$95.28 | \$95.28 | \$95.28 | \$94.38 | \$94.38 | \$94.38 |
| 5/6/2005 | \$65.98 | \$92.50 | \$99.61 | \$95.28 | \$95.28 | \$95.28 | \$94.37 | \$94.37 | \$94.37 |
| 5/9/2005 | \$65.99 | \$92.51 | \$99.61 | \$95.28 | \$95.28 | \$95.28 | \$94.37 | \$94.37 | \$94.37 |
| 5/10/2005 | \$66.00 | \$92.53 | \$99.61 | \$95.28 | \$95.28 | \$95.28 | \$94.39 | \$94.39 | \$94.39 |
| 5/11/2005 | \$66.00 | \$92.54 | \$99.61 | \$95.28 | \$95.28 | \$95.28 | \$94.40 | \$94.40 | \$94.40 |
| 5/12/2005 | \$66.01 | \$92.56 | \$99.61 | \$95.29 | \$95.29 | \$95.29 | \$94.42 | \$94.42 | \$94.42 |
| 5/13/2005 | \$66.02 | \$92.58 | \$99.61 | \$95.30 | \$95.30 | \$95.30 | \$94.44 | \$94.44 | \$94.44 |
| 5/16/2005 | \$66.03 | \$92.59 | \$99.61 | \$95.30 | \$95.30 | \$95.30 | \$94.43 | \$94.43 | \$94.43 |
| 5/17/2005 | \$66.03 | \$92.61 | \$99.61 | \$95.31 | \$95.31 | \$95.31 | \$94.43 | \$94.43 | \$94.43 |
| 5/18/2005 | \$66.04 | \$92.63 | \$99.61 | \$95.31 | \$95.31 | \$95.31 | \$94.44 | \$94.44 | \$94.44 |
| 5/19/2005 | \$66.04 | \$92.63 | \$99.61 | \$95.32 | \$95.32 | \$95.32 | \$94.44 | \$94.44 | \$94.44 |
| 5/20/2005 | \$66.05 | \$92.64 | \$99.61 | \$95.31 | \$95.31 | \$95.31 | \$94.45 | \$94.45 | \$94.45 |
| 5/23/2005 | \$66.05 | \$92.65 | \$99.61 | \$95.32 | \$95.32 | \$95.32 | \$94.47 | \$94.47 | \$94.47 |
| 5/24/2005 | \$66.06 | \$92.66 | \$99.61 | \$95.32 | \$95.32 | \$95.32 | \$94.49 | \$94.49 | \$94.49 |
| 5/25/2005 | \$66.06 | \$92.68 | \$99.61 | \$95.33 | \$95.33 | \$95.33 | \$94.51 | \$94.51 | \$94.51 |
| 5/26/2005 | \$66.06 | \$92.70 | \$99.61 | \$95.33 | \$95.33 | \$95.33 | \$94.53 | \$94.53 | \$94.53 |
| 5/27/2005 | \$66.07 | \$92.71 | \$99.61 | \$95.33 | \$95.33 | \$95.33 | \$94.55 | \$94.55 | \$94.55 |
| 5/31/2005 | \$66.07 | \$92.73 | \$99.61 | \$95.34 | \$95.34 | \$95.34 | \$94.59 | \$94.59 | \$94.59 |
| 6/1/2005 | \$66.08 | \$92.75 | \$99.61 | \$95.36 | \$95.36 | \$95.36 | \$94.64 | \$94.64 | \$94.64 |
| 6/2/2005 | \$66.08 | \$92.77 | \$99.61 | \$95.37 | \$95.37 | \$95.37 | \$94.70 | \$94.70 | \$94.70 |
| 6/3/2005 | \$66.08 | \$92.79 | \$99.61 | \$95.38 | \$95.38 | \$95.38 | \$94.74 | \$94.74 | \$94.74 |
| 6/6/2005 | \$66.08 | \$92.80 | \$99.61 | \$95.40 | \$95.40 | \$95.40 | \$94.78 | \$94.78 | \$94.78 |
| 6/7/2005 | \$66.09 | \$92.81 | \$99.61 | \$95.41 | \$95.41 | \$95.41 | \$94.82 | \$94.82 | \$94.82 |
| 6/8/2005 | \$66.10 | \$92.82 | \$99.61 | \$95.42 | \$95.42 | \$95.42 | \$94.86 | \$94.86 | \$94.86 |
| 6/9/2005 | \$66.10 | \$92.82 | \$99.61 | \$95.43 | \$95.43 | \$95.43 | \$94.89 | \$94.89 | \$94.89 |
| 6/10/2005 | \$66.11 | \$92.83 | \$99.61 | \$95.44 | \$95.44 | \$95.44 | \$94.92 | \$94.92 | \$94.92 |
| 6/13/2005 | \$66.12 | \$92.83 | \$99.61 | \$95.45 | \$95.45 | \$95.45 | \$94.93 | \$94.93 | \$94.93 |
| 6/14/2005 | \$66.13 | \$92.83 | \$99.61 | \$95.45 | \$95.45 | \$95.45 | \$94.95 | \$94.95 | \$94.95 |
| 6/15/2005 | \$66.14 | \$92.84 | \$99.61 | \$95.46 | \$95.46 | \$95.46 | \$94.96 | \$94.96 | \$94.96 |
| 6/16/2005 | \$66.15 | \$92.84 | \$99.61 | \$95.46 | \$95.46 | \$95.46 | \$94.98 | \$94.98 | \$94.98 |
| 6/17/2005 | \$66.15 | \$92.85 | \$99.61 | \$95.47 | \$95.47 | \$95.47 | \$95.00 | \$95.00 | \$95.00 |
| 6/20/2005 | \$66.15 | \$92.86 | \$99.61 | \$95.48 | \$95.48 | \$95.48 | \$95.01 | \$95.01 | \$95.01 |
| 6/21/2005 | \$66.15 | \$92.87 | \$99.61 | \$95.48 | \$95.48 | \$95.48 | \$95.03 | \$95.03 | \$95.03 |
| 6/22/2005 | \$66.16 | \$92.88 | \$99.62 | \$95.49 | \$95.49 | \$95.49 | \$95.06 | \$95.06 | \$95.06 |
| 6/23/2005 | \$66.17 | \$92.88 | \$99.62 | \$95.50 | \$95.50 | \$95.50 | \$95.09 | \$95.09 | \$95.09 |
| 6/24/2005 | \$66.18 | \$92.89 | \$99.62 | \$95.52 | \$95.52 | \$95.52 | \$95.12 | \$95.12 | \$95.12 |
| 6/27/2005 | \$66.19 | \$92.89 | \$99.62 | \$95.53 | \$95.53 | \$95.53 | \$95.15 | \$95.15 | \$95.15 |
| 6/28/2005 | \$66.20 | \$92.90 | \$99.62 | \$95.54 | \$95.54 | \$95.54 | \$95.17 | \$95.17 | \$95.17 |
| 6/29/2005 | \$66.20 | \$92.91 | \$99.62 | \$95.55 | \$95.55 | \$95.55 | \$95.19 | \$95.19 | \$95.19 |