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FOR IMMEDIATE RELEASE

**AIG American General Announces Next Generation
ROP Term Product**

*Industry-first product offers unparalleled flexibility and the
opportunity to recoup premium when term expires*

HOUSTON, May 20, 2008 — AIG American General announced today AIG ROP Select-a-TermSM, a groundbreaking new term life insurance product underwritten by American General Life Insurance Company and The United States Life Insurance Company in the City of New York, subsidiaries of American International Group, Inc. (AIG). AIG ROP Select-a-Term enables policy owners to choose the term duration that best meets their needs — and, if they live to the end of the level-term period, have their base policy premiums returned.

“AIG ROP Select-a-Term is the first term product of its kind on the market that offers both term duration customization and a guarantee that base policy premiums will be returned if the death benefit isn’t used,” said Leigh Harrington, vice president and term product manager for AIG American General. “Not only does an AIG ROP Select-a-Term policy allow a consumer to have the security of affordable life insurance, but it can also be a financial tool since the premiums returned at the conclusion of the policy term

can be used for a myriad of purposes that are completely at the discretion of the policy owner.”

With AIG ROP Select-a-Term, applicants can choose from 17 term durations, which include a 15-year term or any length from 20 through 35 years. This combination of security and flexibility allows consumers to link their term policy to specific life events, while simultaneously saving money on premiums by only buying as much insurance as they need.

In addition to the refund of premium at the end of the term, policy owners can borrow¹ from the cash value accrued in their policy and still keep their coverage in force. Policy owners also have the option of converting their term policy to a permanent life insurance policy.²

AIG ROP Select-a-Term also has many additional features and riders that provide consumers extra security in the case of unforeseen circumstances³:

- Accidental Death Benefit – pays in case of death resulting from accidental injuries.
- Child Rider – policy owners can extend the coverage to all of their eligible children.
- Disability Income Rider⁴ – pays a monthly benefit for up to two years if the insured is unable to work because of an illness or injury.
- Terminal Illness Rider⁴ – if the insured is diagnosed with a terminal illness, he or she will have the option of drawing on part of the policy benefit to help cover expenses.

For more information on AIG ROP Select-a-Term, visit
www.aigag.com/ROPselect-a-term.

¹ The loan interest rate is 8.00% per year, payable in arrears.

² Convertibility feature extends to the earlier of the end of the level-premium period or the insured’s attainment of age 70.

³ See rider for complete details. There may be a charge for each rider you select.

⁴ Not available on the United States Life policy (Policy Form 08701N)

Policies issued by:

American General Life Insurance Company, 2727-A Allen Parkway, Houston, Texas 77019
Policy Form Number 06001; Accidental Death Benefit Rider 79002; Terminal Illness Endorsement 91401;
Child Rider 79410; Waiver of Premium Rider 79001; and Disability Income Rider 06301

The United States Life Insurance Company in the City of New York
New York, New York

Policy Form Number 08701N; Accidental Death Benefit Rider ADB79-1E; Child Rider CI79-1E; and
Waiver of Premium Rider WP79-1E

Subsidiaries of American International Group, Inc. (AIG)

The underwriting risks, financial and contractual obligations, and support functions associated with the products issued by American General Life Insurance Company and The United States Life Insurance Company in the City of New York are each insurer's responsibility. AIG does not underwrite any insurance policy referenced herein. Guarantees are subject to the claims-paying ability of the issuing insurance company. United States Life Insurance Company is authorized to do an insurance business in New York. Policies and riders are not available in all states.

AIG American General, www.aigag.com, is the marketing name for the insurance companies and affiliates comprising the domestic life operations of American International Group, Inc., including American General Life Insurance Company and The United States Life Insurance Company in the City of New York. AIG American General-branded companies offer a broad spectrum of fixed and variable life insurance, annuities and accident and health products to serve the financial and estate planning needs of its customers throughout the United States.

American International Group, Inc. (AIG), a world leader in insurance and financial services, is the leading international insurance organization with operations in more than 130 countries and jurisdictions. AIG companies serve commercial, institutional and individual customers through the most extensive worldwide property-casualty and life insurance networks of any insurer. In addition, AIG companies are leading providers of retirement services, financial services and asset management around the world. AIG's common stock is listed on the New York Stock Exchange, as well as the stock exchanges in Ireland and Tokyo.

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