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NEW “AIG SELECT-A-TERM” PRODUCT ALLOWS POLICYHOLDERS TO CUSTOMIZE TERM LIFE INSURANCE

Innovative Policy Provides Flexibility, Customization to Help Match Personal Financial Needs

HOUSTON, May 1, 2007 — American General Life Insurance Company (American General Life), a member company of American International Group, Inc. (AIG), today announced *AIG Select-a-Term*SM, a new term life insurance policy that allows policyholders the choice to customize the term limits.

AIG Select-a-Term offers the choice of a 10-year, a 12-year or any period from 15- through 30-year term life policy. *AIG Select-a-Term*'s flexibility provides policyholders the freedom to link their term policy to specific life events, such as the payoff of a mortgage or the completion of funding their child's college education and avoid paying for extra, unnecessary coverage.

“Life doesn't always fit into neat little boxes of five-year increments that are the standard for other term insurance policies,” said Doug Israel, senior vice president of product development, AIG American General. “*AIG Select-a-Term* provides policy holders with a powerful new way to help customize their life insurance plans to anticipate many known future life events.”

And, because the number of citizens over age 85 is anticipated to double by 2030¹, *AIG Select-A-Term* has expanded issue ages so clients in their mid-50s, 60s and even 70 years of age may now purchase term insurance that provides coverage into their 80s—much longer than most term plans currently allow.

AIG Select-a-Term offers affordable death benefit coverage with a conversion feature that allows the policyholder to exchange the term policy for a permanent life product and a terminal illness endorsement with the option to accelerate an amount of the initial policy's death benefit.

Optional riders available with *AIG Select-a-Term* include an Accidental Death Benefit, Waiver of Premium, Child Rider and Disability Income Rider.

For more information on *AIG Select-a-Term* or any American General Life term life insurance policy, visit www.aigag.com.

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Policies issued by:
American General Life Insurance Company
A member company of American International Group, Inc.
2727-A Allen Parkway, Houston, Texas 77019

AIG Select-a-Term Policy Form Number 07007
Accidental Death Benefit Rider Form Number 79002
Child Rider Form Number 79410
Terminal Illness Rider Form Number 91401
Waiver of Premium Rider Form Number 79001
Disability Income Rider Form Number 06305

The underwriting risks, financial obligations and support functions associated with the products issued by American General Life Insurance Company (American General Life) are its responsibility. American General Life is responsible for its own financial condition and contractual obligations.

See the policy and riders for complete details. There may be a charge for each rider selected. All benefits payable are subject to the terms and conditions of the policy and riders, including benefit durations, limitations and exclusions. Not all benefits, rates and exclusions are covered in every state.

American General Life does not solicit business in the state of New York. Policies and riders 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. (AIG), including American General Life Insurance Company. AIG American General companies offer a broad spectrum of fixed and variable life

¹ A Profile of Older Americans: 2005; Administration on Aging, U.S. Department of Health and Human Services

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., world leaders 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 in the U.S. on the New York Stock Exchange as well as the stock exchanges in London, Paris, Switzerland and Tokyo.

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