

The image shows the exterior of a modern building with a curved glass facade. A large, illuminated "AIG" logo is mounted on the upper part of the building. Below the logo, there are glass doors and revolving doors. The entire image has a blue tint.

AIG



American International Group, Inc.

Quarterly Financial Supplement
Third Quarter 2020

All financial information in this document is unaudited. This supplement should be read in conjunction with AIG's Quarterly Report on Form 10-Q for the quarter ended September 30, 2020, which will be filed with the Securities and Exchange Commission.

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American International Group, Inc.

Cautionary Statement Regarding Forward-Looking Information

This Financial Supplement may include, and officers and representatives of American International Group, Inc. (AIG) may from time to time make and discuss, projections, goals, assumptions and statements that may constitute “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. These projections, goals, assumptions and statements are not historical facts but instead represent only a belief regarding future events, many of which, by their nature, are inherently uncertain and outside AIG’s control. These projections, goals, assumptions and statements include statements preceded by, followed by or including words such as “will,” “believe,” “anticipate,” “expect,” “intend,” “plan,” “focused on achieving,” “view,” “target,” “goal” or “estimate.” These projections, goals, assumptions and statements may relate to future actions, prospective services or products, future performance or results of current and anticipated services or products, sales efforts, expenses, the outcome of contingencies such as legal proceedings, anticipated organizational, business or regulatory changes, the effect of catastrophes and macroeconomic events, such as the COVID-19 crisis, anticipated dispositions, monetization and/or acquisitions of businesses or assets, or successful integration of acquired businesses, management succession and retention plans, exposure to risk, trends in operations and financial results.

It is possible that AIG’s actual results and financial condition will differ, possibly materially, from the results and financial condition indicated in these projections, goals, assumptions and statements. Factors that could cause AIG’s actual results to differ, possibly materially, from those in the specific projections, goals, assumptions and statements include:

- the adverse impact of COVID-19, including with respect to AIG’s business, financial condition and results of operations;
- changes in market and industry conditions, including the significant global economic downturn, general market declines, prolonged economic recovery and disruptions to AIG’s operations driven by COVID-19 and responses thereto, including new or changed governmental policy and regulatory actions;
- the occurrence of catastrophic events, both natural and man-made, including COVID-19, pandemics, civil unrest and the effects of climate change;
- AIG’s ability to successfully dispose of, monetize and/or acquire businesses or assets or successfully integrate acquired businesses, including any separation of the Life and Retirement business from AIG and the impact any separation may have on AIG, its businesses, employees, contracts and customers;
- AIG’s ability to effectively execute on AIG 200 operational programs designed to achieve underwriting excellence, modernization of AIG’s operating infrastructure, enhanced user and customer experiences and unification of AIG;
- the impact of potential information technology, cybersecurity or data security breaches, including as a result of cyber-attacks or security vulnerabilities, the likelihood of which may increase due to extended remote business operations as a result of COVID-19;
- disruptions in the availability of AIG’s electronic data systems or those of third parties;
- the effectiveness of our risk management policies and procedures, including with respect to our business continuity and disaster recovery plans;
- changes in judgments concerning potential cost-saving opportunities;
- concentrations in AIG’s investment portfolios;
- changes to the valuation of AIG’s investments;
- actions by credit rating agencies;
- changes in judgments concerning insurance underwriting and insurance liabilities;
- the effectiveness of strategies to recruit and retain key personnel and to implement effective succession plans;
- the requirements, which may change from time to time, of the global regulatory framework to which AIG is subject;
- significant legal, regulatory or governmental proceedings;
- AIG’s ability to successfully manage Legacy Portfolios;
- changes in judgments concerning the recognition of deferred tax assets and the impairment of goodwill; and
- such other factors discussed in Part I, Item 2. Management’s Discussion and Analysis of Financial Condition and Results of Operations (MD&A) and Part II, Item 1A. Risk Factors in AIG’s Quarterly Report on Form 10-Q for the quarterly period ended September 30, 2020 (which will be filed with the Securities and Exchange Commission), Part I, Item 2. MD&A and Part II, Item 1A. Risk Factors in AIG’s Quarterly Report on Form 10-Q for the quarterly period ended June 30, 2020, Part I, Item 2. MD&A in AIG’s Quarterly Report on Form 10-Q for the quarterly period ended March 31, 2020, and Part I, Item 1A. Risk Factors and Part II, Item 7. MD&A in AIG’s Annual Report on Form 10-K for the year ended December 31, 2019.

AIG is not under any obligation (and expressly disclaims any obligation) to update or alter any projections, goals, assumptions or other statements, whether written or oral, that may be made from time to time, whether as a result of new information, future events or otherwise.



American International Group, Inc.

Non-GAAP Financial Measures

Throughout this Financial Supplement, we present our financial condition and results of operations in the way we believe will be most meaningful and representative of our business results. Some of the measurements we use are “Non-GAAP financial measures” under Securities and Exchange Commission rules and regulations. GAAP is the acronym for generally accepted accounting principles in the United States. The non-GAAP financial measures we present may not be comparable to similarly-named measures reported by other companies.

We use the following operating performance measures because we believe they enhance the understanding of the underlying profitability of continuing operations and trends of our business segments. We believe they also allow for more meaningful comparisons with our insurance competitors. When we use these measures, reconciliations to the most comparable GAAP measure are provided on a consolidated basis.

Adjusted Pre-tax Income (APTI) is derived by excluding the items set forth below from income from continuing operations before income tax. This definition is consistent across our segments. These items generally fall into one or more of the following broad categories: legacy matters having no relevance to our current businesses or operating performance; adjustments to enhance transparency to the underlying economics of transactions; and measures that we believe to be common to the industry. APTI is a GAAP measure for our segments. Excluded items include the following:

- changes in fair value of securities used to hedge guaranteed living benefits;
- changes in benefit reserves and deferred policy acquisition costs (DAC), value of business acquired (VOBA), and sales inducement assets (SIA) related to net realized capital gains and losses;
- changes in the fair value of equity securities;
- net investment income on Fortitude Re funds withheld assets post deconsolidation of Fortitude Re;
- following deconsolidation of Fortitude Re, net realized capital gains and losses on Fortitude Re funds withheld assets held by AIG in support of Fortitude Re’s reinsurance obligations to AIG (Fortitude Re funds withheld assets);
- loss (gain) on extinguishment of debt;
- all net realized capital gains and losses except earned income (periodic settlements and changes in settlement accruals) on derivative instruments used for non-qualifying (economic) hedging or for asset replication. Earned income on such economic hedges is reclassified from net realized capital gains and losses to specific APTI line items based on the economic risk being hedged (e.g. net investment income and interest credited to policyholder account balances);
- income or loss from discontinued operations;
- net loss reserve discount benefit (charge);
- pension expense related to a one-time lump sum payment to former employees;
- income and loss from divested businesses;
- non-operating litigation reserves and settlements;
- restructuring and other costs related to initiatives designed to reduce operating expenses, improve efficiency and simplify our organization;
- the portion of favorable or unfavorable prior year reserve development for which we have ceded the risk under retroactive reinsurance agreements and related changes in amortization of the deferred gain;
- integration and transaction costs associated with acquired businesses;
- losses from the impairment of goodwill; and
- non-recurring costs associated with the implementation of non-ordinary course legal or regulatory changes or changes to accounting principles.

Adjusted After-tax Income attributable to AIG common shareholders (AATI) is derived by excluding the tax effected adjusted pre-tax income (APTI) adjustments described above, dividends on preferred stock, and the following tax items from net income attributable to AIG:

- deferred income tax valuation allowance releases and charges;
- changes in uncertain tax positions and other tax items related to legacy matters having no relevance to our current businesses or operating performance; and
- net tax charge related to the enactment of the Tax Cuts and Jobs Act (Tax Act);

and by excluding the net realized capital gains (losses) and other charges from noncontrolling interests.

Book Value per Common Share, Excluding Accumulated Other Comprehensive Income (AOCI) adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets and Book Value per Common Share, Excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets and Deferred Tax Assets (DTA) (Adjusted Book Value per Common Share) are used to show the amount of our net worth on a per-common share basis after eliminating items that can fluctuate significantly from period to period including changes in fair value of AIG’s available for sale securities portfolio, foreign currency translation adjustments, and U.S. tax attribute deferred tax assets. These measures also eliminate the asymmetrical impact resulting from changes in fair value of our available for sale securities portfolio wherein there is largely no offsetting impact for certain related insurance liabilities. In addition, we adjust for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets since these fair value movements are economically transferred to Fortitude Re. We exclude deferred tax assets representing U.S. tax attributes related to net operating loss carryforwards and foreign tax credits as they have not yet been utilized. Amounts for interim periods are estimates based on projections of full-year attribute utilization. As net operating loss carryforwards and foreign tax credits are utilized, the portion of the DTA utilized is included in these book value per common share metrics. Book value per common share, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, is derived by dividing Total AIG Common Shareholders’ equity, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, by total common shares outstanding. Adjusted Book Value per Common Share is derived by dividing Total AIG common shareholders’ equity, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets and DTA (**Adjusted Common Shareholders’ Equity**), by total common shares outstanding. The reconciliation to book value per common share, the most comparable GAAP measure, is presented on page 68 herein.

Book Value per Common Share, Excluding Goodwill, Value of Business Acquired (VOBA), Value of Distribution Channel Acquired (VODA) and Other Intangible Assets (Tangible Book Value per Common Share), Tangible Book Value per Common Share, Excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, and Tangible Book Value per Common Share, Excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets and Deferred Tax Assets (DTA) (Adjusted Tangible Book Value per Common Share) are used to provide more accurate measure of the realizable value of shareholder on a per-common share basis. Tangible Book Value per Common Share is derived by dividing Total AIG common shareholders’ equity, excluding Goodwill, VOBA, VODA and Other intangible assets, by total common shares outstanding (Tangible Book Value per Common Share). Tangible Book value per common share, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, is derived by dividing Total AIG Common Shareholders’ equity, excluding intangible assets, AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, by total common shares outstanding. Adjusted Tangible Book Value per Common Share is derived by dividing Total AIG common shareholders’ equity, excluding intangible assets, AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re’s Funds Withheld Assets, and DTA (**Adjusted Tangible Common Shareholders’ Equity**), by total common shares outstanding. The reconciliation to book value per common share, the most comparable GAAP measure, is presented on page 68 herein.



American International Group, Inc. Non-GAAP Financial Measures (Cont.)

AIG Return on Common Equity (ROCE) – Adjusted After-tax Income Excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets and DTA (Adjusted Return on Common Equity) is used to show the rate of return on common shareholders' equity. We believe this measure is useful to investors because it eliminates items that can fluctuate significantly from period to period, including changes in fair value of our available for sale securities portfolio, foreign currency translation adjustments and U.S. tax attribute deferred tax assets. This measure also eliminates the asymmetrical impact resulting from changes in fair value of our available for sale securities portfolio wherein there is largely no offsetting impact for certain related insurance liabilities. In addition, we adjust for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets since these fair value movements are economically transferred to Fortitude Re. We exclude deferred tax assets representing U.S. tax attributes related to net operating loss carryforwards and foreign tax credits as they have not yet been utilized. Amounts for interim periods are estimates based on projections of full-year attribute utilization. As net operating loss carryforwards and foreign tax credits are utilized, the portion of the DTA utilized is included in Adjusted Return on Common Equity. Adjusted Return on Common Equity is derived by dividing actual or annualized adjusted after-tax income attributable to AIG common shareholders by average Adjusted Common Shareholders' Equity. The reconciliation to return on common equity, the most comparable GAAP measure, is presented on page 69 herein.

AIG Return on Common Equity, Excluding Goodwill, VOBA, VODA and Other Intangible assets (Return on Tangible Common Equity) and Return on Tangible Common Equity – Adjusted After-tax Income, Excluding Goodwill, VOBA, VODA and Other Intangible assets, AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets, and DTA (Adjusted Return on Tangible Common Equity) is used to provide the rate of return on tangible common shareholder's equity, which is a more accurate measure of realizable shareholder value. We exclude Goodwill, VOBA, VODA and Other intangible assets from AIG common shareholders' equity to derive tangible common shareholders' equity (Tangible Common Shareholders' Equity). Return on Tangible Common Equity is derived by dividing actual or annualized after-tax income attributable to AIG common shareholders by average Tangible Common Shareholders' Equity. We further exclude AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets and DTA in Adjusted Tangible Common Equity. Adjusted Return on Tangible Common Equity is derived by dividing actual or annualized adjusted after-tax income attributable to AIG common shareholders by average Adjusted Tangible Common Shareholders' Equity. The reconciliation to return on common equity, the most comparable GAAP measure, is presented on page 69 herein.

Core, General Insurance, Life and Retirement and Legacy Adjusted Attributed Common Equity is an attribution of total AIG Adjusted Common Shareholders' Equity to these segments based on our internal capital model, which incorporates the segments' respective risk profiles. Adjusted attributed common equity represents our best estimates based on current facts and circumstances and will change over time.

Core, General Insurance, Life and Retirement and Legacy Return on Common Equity – Adjusted After-tax Income (Adjusted Return on Attributed Common Equity) is used to show the rate of return on Adjusted Attributed Common Equity. Adjusted Return on Attributed Common Equity is derived by dividing actual or annualized Adjusted After-tax Income by Average Adjusted Attributed Common Equity. The reconciliations to Adjusted Return on Common Equity are presented on pages 13, 25, 41 and 72 herein.

Adjusted After-tax Income Attributable to Core, General Insurance, Life and Retirement and Legacy is derived by subtracting attributed interest expense, income tax expense and attributed dividends on preferred stock from APTI. Attributed debt and the related interest expense and dividends on preferred stock are calculated based on our internal capital model. Tax expense or benefit is calculated based on an internal attribution methodology that considers among other things the taxing jurisdiction in which the segments conduct business, as well as the deductibility of expenses in those jurisdictions. The reconciliations from Adjusted pre-tax income to Adjusted after-tax income attributed to General Insurance, Life and Retirement, Core and Legacy are presented on pages 13, 25, 41 and 72 herein. Attributed debt is included on page 73 herein.

Adjusted Revenues exclude Net realized capital gains (losses), income from non-operating litigation settlements (included in Other income for GAAP purposes) and changes in fair value of securities used to hedge guaranteed living benefits (included in Net investment income for GAAP purposes). Adjusted revenues is a GAAP measure for our operating segments.

Ratios: We, along with most property and casualty insurance companies, use the loss ratio, the expense ratio and the combined ratio as measures of underwriting performance. These ratios are relative measurements that describe, for every \$100 of net premiums earned, the amount of losses and loss adjustment expenses (which for General Insurance excludes net loss reserve discount), and the amount of other underwriting expenses that would be incurred. A combined ratio of less than 100 indicates underwriting income and a combined ratio of over 100 indicates an underwriting loss. Our ratios are calculated using the relevant segment information calculated under GAAP, and thus may not be comparable to similar ratios calculated for regulatory reporting purposes. The underwriting environment varies across countries and products, as does the degree of litigation activity, all of which affect such ratios. In addition, investment returns, local taxes, cost of capital, regulation, product type and competition can have an effect on pricing and consequently on profitability as reflected in underwriting income and associated ratios.

Accident year loss and combined ratios, as adjusted: both the accident year loss and combined ratios, as adjusted, exclude catastrophe losses and related reinstatement premiums, prior year development, net of premium adjustments, and the impact of reserve discounting. We believe that as adjusted ratios are meaningful measures of our underwriting results on an ongoing basis as they exclude catastrophes and the impact of reserve discounting which are outside of management's control. We also exclude prior year development to provide transparency related to current accident year results.

Underwriting ratios are computed as follows:

- a) Loss ratio = Loss and loss adjustment expenses incurred ÷ Net premiums earned (NPE)
- b) Acquisition ratio = Total acquisition expenses ÷ NPE
- c) General operating expense ratio = General operating expenses ÷ NPE
- d) Expense ratio = Acquisition ratio + General operating expense ratio
- e) Combined ratio = Loss ratio + Expense ratio
- f) Catastrophe losses (CATs) and reinstatement premiums = [Loss and loss adjustment expenses incurred – (CATs)] ÷ [NPE +/(-) CYRIPs] – Loss ratio
- g) Accident year loss ratio, as adjusted (AYLR) = [Loss and loss adjustment expenses incurred – CATs – PYD] ÷ [NPE +/(-) Reinstatement premiums related to catastrophes (CYRIPs) +/(-) RIPs related to prior year catastrophes (PYRIPs) + (Additional) returned premium related to PYD on loss sensitive business ((AP)RP) + Adjustment for ceded premiums under reinsurance contracts related to prior accident years]
- h) Accident year combined ratio, as adjusted = AYLR + Expense ratio
- i) Prior year development net of (additional) return premium related to PYD on loss sensitive business = [Loss and loss adjustment expenses incurred – CATs – PYD] ÷ [NPE +/(-) CYRIPs +/(-) PYRIPs + (AP)RP] – Loss ratio – CAT ratio



American International Group, Inc.

Non-GAAP Financial Measures (Cont.)

Premiums and deposits: includes direct and assumed amounts received and earned on traditional life insurance policies, group benefit policies and life-contingent payout annuities, as well as deposits received on universal life, investment-type annuity contracts, Federal Home Loan Bank (FHLB) funding agreements and mutual funds.

Results from discontinued operations are excluded from all of these measures.

Key Terms - Throughout this Financial Supplement, we use the following terms:

Natural catastrophe losses are generally weather or seismic events having a net impact on AIG in excess of \$10 million each and man-made catastrophe losses, such as terrorism and civil disorders that exceed the \$10 million threshold.

Alternative investment income includes income on hedge funds, private equity funds and affordable housing partnerships. Hedge funds for which we elected the fair value option are recorded as of the balance sheet date. Private equity funds are generally reported on a one-quarter lag. Starting 1Q 2020, we use a 6% expected rate of return for the better (worse) than expected alternative investments line item. We used an 8% expected rate of return for the better (worse) than expected alternative investments line item for all periods in 2019.

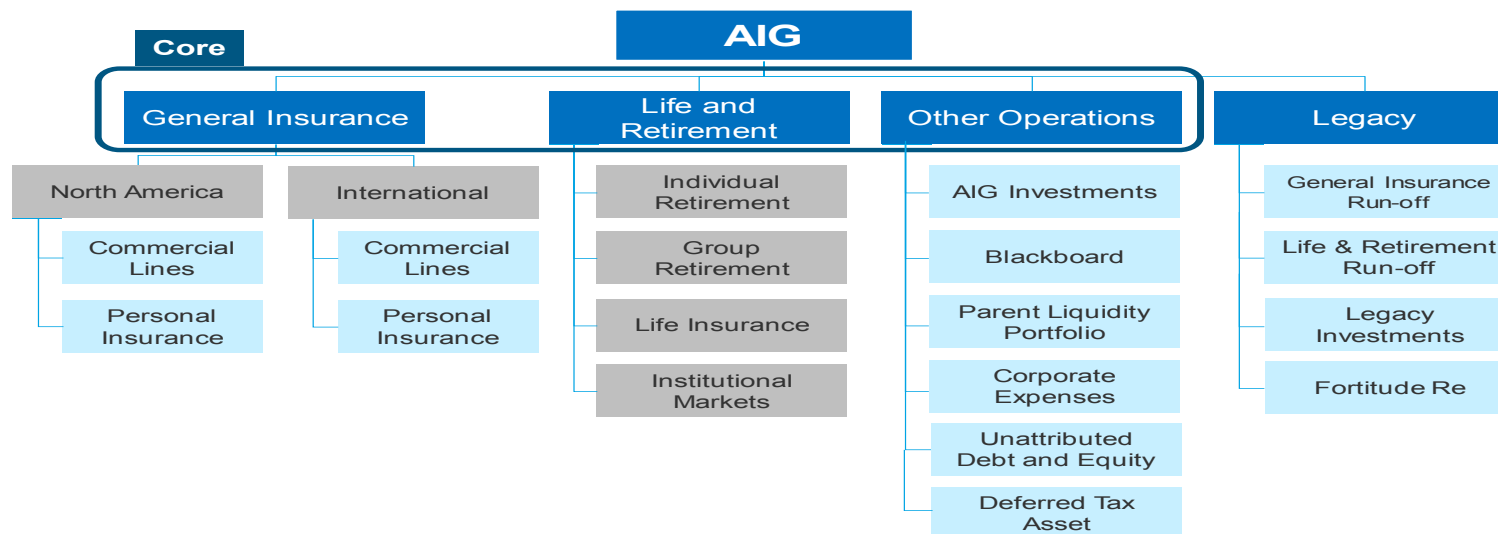


American International Group, Inc.

Overview

Segment Reporting

To align our financial reporting with the manner in which AIG's chief operating decision makers review the businesses to assess performance and make decisions about resources to be allocated, we organize our business units into General Insurance and Life and Retirement as follows:



General Insurance

Geography

North America primarily includes insurance businesses in the United States, Canada and Bermuda. International includes regional insurance businesses in Japan, the United Kingdom, Europe, Asia Pacific, Latin America and Caribbean, Middle East and Africa, and China. General Insurance underwriting results are presented before consideration of internal reinsurance transactions.

Life and Retirement

On October 26, 2020, AIG announced its intention to separate its Life and Retirement business from AIG. No decisions have yet been made regarding the structure of the proposed separation. In addition, any separation transaction will be subject to the satisfaction of various conditions and approvals, including approval by the AIG Board of Directors, receipt of insurance and other required regulatory approvals, and satisfaction of any applicable requirements of the Securities and Exchange Commission. No assurance can be given regarding the form that a separation transaction may take or the specific terms or timing thereof, or that a separation will in fact occur.

Legacy

Fortitude Re

On June 2, 2020, AIG completed the sale of a majority of the interests in Fortitude Group Holdings, LLC (Fortitude Holdings) to Carlyle FRL, L.P. (Carlyle FRL), an investment fund advised by an affiliate of The Carlyle Group Inc. (Carlyle), and T&D United Capital Co., Ltd. (T&D), a subsidiary of T&D Holdings, Inc., under the terms of a membership interest purchase agreement entered into on November 25, 2019 by and among AIG, Fortitude Holdings, Carlyle FRL, Carlyle, T&D and T&D Holdings, Inc. (the Majority Interest Fortitude Sale). AIG retained a 3.5 percent ownership interest in Fortitude Holdings and one seat on its Board of Managers. The \$2.2 billion of proceeds received by AIG at closing include (i) the \$1.8 billion under the Majority Interest Fortitude Sale, which is subject to a post-closing purchase price adjustment pursuant to which AIG will pay Fortitude Re for certain adverse development in property casualty related reserves, based on an agreed methodology, that may occur on or prior to December 31, 2023, up to a maximum payment of \$500 million; and (ii) a \$383 million purchase price adjustment from Carlyle FRL and T&D, corresponding to their respective portions of a proposed \$500 million non-pro rata distribution from Fortitude Holdings that was not received by AIG prior to the closing. Legacy results include the impact of Fortitude Re through the date of deconsolidation, representing five months of operational results for the nine months ended September 30, 2020. As a result of the Majority Interest Fortitude Sale, AIG recorded a pre-tax loss of \$8.4 billion for the nine months ended September 30, 2020.

Other Operations

Blackboard

At the end of March 2020, Blackboard U.S. Holdings, Inc. (Blackboard), AIG's technology-driven subsidiary, was placed into run-off. As a result of this decision, during the three months ended March 31, 2020 and the nine months ended September 30, 2020, AIG recognized a pre-tax loss of \$210 million, primarily consisting of asset impairment charges.



American International Group, Inc.
Consolidated Financial Highlights

(in millions, except per share data)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Results of Operations Data (attributable to AIG common shareholders)							
Net income (loss)	\$ 281	\$ (7,936)	\$ 1,742	\$ 922	\$ 648	\$ (5,913)	\$ 2,404
Net income (loss) per share:							
Basic	\$ 0.32	\$ (9.15)	\$ 1.99	\$ 1.05	\$ 0.74	\$ (6.80)	\$ 2.74
Diluted (1)	\$ 0.32	\$ (9.15)	\$ 1.98	\$ 1.03	\$ 0.72	\$ (6.80)	\$ 2.71
Weighted average shares outstanding:							
Basic	867.7	867.0	874.2	878.2	877.0	869.6	876.3
Diluted (1)	873.1	867.0	878.9	896.4	895.8	869.6	887.2
Effective tax rate	20.1 %	19.6 %	35.3 %	20.8 %	22.8 %	13.6 %	22.3 %
Adjusted after-tax income	\$ 709	\$ 571	\$ 99	\$ 919	\$ 505	\$ 1,379	\$ 3,165
Adjusted after-tax income per diluted share	\$ 0.81	\$ 0.66	\$ 0.11	\$ 1.03	\$ 0.56	\$ 1.58	\$ 3.57
Weighted average diluted shares - operating	873.1	870.2	878.9	896.4	895.8	874.1	887.2
Adjusted effective tax rate	21.2 %	24.7 %	48.8 %	19.3 %	25.3 %	25.2 %	22.9 %
Selected Balance Sheet data, at period end							
Total assets	\$ 577,230	\$ 569,388	\$ 510,477	\$ 525,064	\$ 525,122	\$ 577,230	\$ 525,122
Long-term debt	28,731	29,248	25,268	25,479	25,596	28,731	25,596
Debt of consolidated investment entities	9,506	10,032	10,142	9,871	9,666	9,506	9,666
Syndicated credit facility	-	-	1,300	-	-	-	-
Preferred equity	485	485	485	485	485	485	485
AIG common shareholders' equity	63,623	61,749	59,688	65,190	65,118	63,623	65,118
AIG tangible common shareholders' equity	58,646	56,805	54,547	59,966	59,827	58,646	59,827
AIG shareholders' total equity	64,108	62,234	60,173	65,675	65,603	64,108	65,603
Adjusted common shareholders' equity	48,914	48,152	52,147	51,231	50,110	48,914	50,110
Adjusted tangible common shareholders' equity	43,937	43,208	47,006	46,007	44,819	43,937	44,819
Adjusted Attributed Common Equity *							
General Insurance	\$ 24,709	\$ 24,889	\$ 24,931	\$ 25,142	\$ 25,076	\$ 24,709	\$ 25,076
Life and Retirement (11)	20,017	19,506	19,661	19,513	19,235	20,017	19,235
Other Operations	1,987	1,738	(287)	(442)	(976)	1,987	(976)
Total Core	46,713	46,133	44,305	44,213	43,335	46,713	43,335
Legacy	2,201	2,019	7,842	7,018	6,775	2,201	6,775
Total AIG adjusted attributed common equity	\$ 48,914	\$ 48,152	\$ 52,147	\$ 51,231	\$ 50,110	\$ 48,914	\$ 50,110
Return On Common Equity (ROCE, attributable to AIG common shareholders)							
ROCE	1.8 %	NM**	11.2 %	5.7 %	4.0 %	NM**	5.2 %
Return on tangible common equity	1.9 %	NM**	12.2 %	6.2 %	4.4 %	NM %	5.9 %
Adjusted return on common equity	5.8 %	4.6 %	0.8 %	7.3 %	4.1 %	3.7 %	8.6 %
Adjusted return on tangible common equity	6.5 %	5.1 %	0.9 %	8.1 %	4.5 %	4.1 %	10.0 %
Adjusted return on attributed common equity - Core***	5.6 %	3.5 %	3.4 %	7.6 %	4.4 %	4.1 %	9.7 %
Adjusted return on attributed common equity - General Insurance***	3.2 %	0.3 %	4.2 %	7.3 %	4.3 %	2.6 %	9.5 %
Adjusted return on attributed common equity - Life and Retirement (11)***	14.5 %	13.2 %	8.4 %	13.0 %	10.1 %	12.0 %	14.0 %
Adjusted return on attributed common equity - Legacy Portfolio***	13.3 %	16.5 %	(15.6) %	8.1 %	4.4 %	(0.5) %	4.6 %

* Attribution of adjusted common equity is performed on an annual basis unless recalibration is needed (refer to page 73). Adjusted attributed common equity is based on our internal capital model and on the risk profile of each business.

** Not Meaningful.

*** Refer to pages 13, 25, 41 and 72 for components of calculation.

See accompanying notes on page 12 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
Consolidated Financial Highlights

(in millions, except per share data)

	Quarterly					Nine Months Ended	
	3Q20	2Q20	1Q20	4Q19	3Q19	September 30,	2019
<u>AIG Capitalization</u>							
Total equity	\$ 64,607	\$ 62,818	\$ 61,843	\$ 67,427	\$ 67,445	\$ 64,607	\$ 67,445
Hybrid - debt securities (2)	1,548	1,537	1,534	1,542	1,531	1,548	1,531
Total equity and hybrid debt	66,155	64,355	63,377	68,969	68,976	66,155	68,976
Financial debt (2)	24,989	25,504	21,392	21,807	21,706	24,989	21,706
Syndicated credit facility (2) (10)	-	-	1,300	-	-	-	-
Total capital	\$ 91,144	\$ 89,859	\$ 86,069	\$ 90,776	\$ 90,682	\$ 91,144	\$ 90,682
<u>Ratios</u>							
Hybrid - debt securities / Total capital	1.7 %	1.7 %	1.8 %	1.7 %	1.7 %	1.7 %	1.7 %
Financial debt / Total capital	27.4	28.4	24.9	24.0	23.9	27.4	23.9
Syndicated credit facility / Total capital	-	-	1.5	-	-	-	-
Total debt / Total capital	29.1	30.1	28.2	25.7	25.6	29.1	25.6
Preferred stock / Total capital	0.5	0.5	0.6	0.5	0.5	0.5	0.5
Total debt and preferred stock / Total capital	29.6%	30.6 %	28.8 %	26.2 %	26.1 %	29.6 %	26.1 %
<u>Common Stock Repurchases</u>							
Aggregate repurchase of common stock	\$ -	\$ -	\$ 500	\$ -	\$ -	\$ 500	\$ -
Number of common shares repurchased	-	-	12.2	-	-	12.2	-
Average price paid per share of common stock	\$ -	\$ -	\$ 41.12	\$ -	\$ -	\$ 41.12	\$ -
Aggregate repurchase of warrants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Number of warrants repurchased	-	-	-	-	-	-	-
<u>Dividends</u>							
Dividends declared per common share	\$ 0.32	\$ 0.32	\$ 0.32	\$ 0.32	\$ 0.32	\$ 0.96	\$ 0.96
Total dividends declared on common stock	\$ 276	\$ 275	\$ 276	\$ 279	\$ 278	\$ 827	\$ 835
Dividends declared per preferred share	\$ 365.63	\$ 365.63	\$ 365.63	\$ 365.63	\$ 365.63	\$ 1,096.89	\$ 735.33
Total dividends declared on preferred stock	\$ 7	\$ 8	\$ 7	\$ 7	\$ 8	\$ 22	\$ 15
<u>Share Data (attributable to AIG, at period end)</u>							
Common shares outstanding	861.4	861.4	861.3	870.0	869.9	861.4	869.9
Closing share price	\$ 27.53	\$ 31.18	\$ 24.25	\$ 51.33	\$ 55.70	\$ 27.53	\$ 55.70
Book value per common share	73.86	71.68	69.30	74.93	74.85	73.86	74.85
Tangible book value per common share	68.08	65.94	63.33	68.93	68.77	68.08	68.77
Book value per common share, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	66.21	65.93	70.45	69.20	68.40	66.21	68.40
Tangible book value per common share, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	60.44	60.19	64.49	63.20	62.32	60.44	62.32
Adjusted book value per common share	56.78	55.90	60.55	58.89	57.60	56.78	57.60
Adjusted tangible book value per common share	51.01	50.16	54.58	52.88	51.52	51.01	51.52

See accompanying notes on page 12 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
Consolidated Financial Highlights

(in millions)

Adjusted Pre-Tax Income (Loss)

General Insurance

North America
International
Total General Insurance

Life and Retirement (11)

Individual Retirement
Group Retirement
Life Insurance
Institutional Markets
Total Life and Retirement

Other Operations

Consolidation, eliminations and other adjustments

Total Core

Total Legacy Portfolio

Total adjusted pre-tax income

Quarterly					Nine Months Ended September 30,	
3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
\$ 399	\$ 5	\$ 409	\$ 622	\$ 435	\$ 813	\$ 2,087
17	170	92	156	72	279	668
416	175	501	778	507	1,092	2,755
533	550	306	501	387	1,389	1,483
338	214	143	209	203	695	728
5	(9)	55	51	(7)	51	195
99	126	70	78	63	295	213
975	881	574	839	646	2,430	2,619
(426)	(559)	(451)	(453)	(454)	(1,436)	(1,256)
(136)	49	(84)	(133)	(46)	(171)	(172)
829	546	540	1,031	653	1,915	3,946
89	257	(368)	177	93	(22)	324
\$ 918	\$ 803	\$ 172	\$ 1,208	\$ 746	\$ 1,893	\$ 4,270

Noteworthy Profit and Loss Data

Revenue Items:

Better (worse) than expected alternative returns*
Better (worse) than expected DIB and GCM returns**
Better (worse) than expected fair value changes on Fixed Maturity Securities -
Other accounted under fair value option*** (3)

Expense Items:

Catastrophe losses, net of reinsurance
Prior year loss reserve development unfavorable (favorable) , net of reinsurance
Annual Life & Retirement actuarial assumption update

Quarterly					Nine Months Ended September 30,	
3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
\$ 374	\$ (246)	\$ (198)	\$ 59	\$ (43)	\$ (70)	\$ 392
51	24	(46)	60	(9)	29	-
131	303	(321)	29	8	113	(9)
\$ 803	\$ 674	\$ 419	\$ 413	\$ 511	\$ 1,896	\$ 860
13	(76)	(60)	(153)	(4)	(123)	(141)
107	-	-	-	173	107	173

* Reflects alternative returns from insurance companies, excluding eliminations.

** DIB refers to Direct Investment Book and GCM refers to Global Capital Markets, primarily reflected in Legacy Portfolio.

*** Includes the fair value changes on the DIB and GCM asset portfolios.

See accompanying notes on page 12 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
Consolidated Statements of Operations

(in millions)

	Quarterly					Nine Months Ended	
	3Q20	2Q20	1Q20	4Q19	3Q19	September 30,	September 30,
						2020	2019
Revenues:							
Premiums	\$ 6,677	\$ 7,407	\$ 7,443	\$ 7,444	\$ 7,617	\$ 21,527	\$ 23,117
Policy fees	648	749	755	778	733	2,152	2,237
Net investment income:							
Interest and dividends (4)	2,653	2,987	3,121	3,235	3,192	8,761	9,563
Alternative investments (4)	454	(86)	(59)	209	115	309	879
Other investment income (loss) (4)	360	488	(406)	287	236	442	971
Investment expenses	(125)	(139)	(148)	(144)	(135)	(412)	(381)
Net investment income - excluding Fortitude Re funds withheld assets	3,342	3,250	2,508	3,587	3,408	9,100	11,032
Net investment income - Fortitude Re funds withheld assets*	458	116	-	-	-	574	-
Total net investment income	3,800	3,366	2,508	3,587	3,408	9,674	11,032
Net realized capital gains (losses)							
Net realized capital gains (losses) - excluding Fortitude Re funds withheld assets	(498)	(1,591)	3,519	(255)	929	1,430	887
Net realized capital gains (losses) on Fortitude Re funds withheld assets*	32	96	-	-	-	128	-
Net realized capital gains (losses) on Fortitude Re funds withheld embedded derivative*	(656)	(837)	-	-	-	(1,493)	-
Total net realized capital gains (losses)	(1,122)	(2,332)	3,519	(255)	929	65	887
Other income	218	206	218	261	227	642	658
Total revenues	10,221	9,396	14,443	11,815	12,914	34,060	37,931
Benefits, losses and expenses							
Policyholder benefits and losses incurred	5,872	6,521	6,325	6,029	6,892	18,718	19,373
Interest credited to policyholder account balances	882	918	957	959	966	2,757	2,873
Amortization of deferred policy acquisition costs	707	754	1,862	1,184	1,252	3,323	3,980
General operating and other expenses	1,991	2,087	2,153	2,157	2,187	6,231	6,380
Interest expense	379	365	355	360	348	1,099	1,057
(Gain) loss on extinguishment of debt	(2)	-	17	19	-	15	13
Net (gain) loss on sale or disposal of divested businesses	24	8,412	216	71	9	8,652	4
Total benefits, losses and expenses	9,853	19,057	11,885	10,779	11,654	40,795	33,680
Income (loss) from continuing operations before income taxes	368	(9,661)	2,558	1,036	1,260	(6,735)	4,251
Income tax (benefit) expense**	74	(1,896)	904	216	287	(918)	950
Income (loss) from continuing operations	294	(7,765)	1,654	820	973	(5,817)	3,301
Income (loss) from discontinued operations, net of income taxes	5	(1)	-	49	-	4	(1)
Net income (loss)	299	(7,766)	1,654	869	973	(5,813)	3,300
Net income (loss) attributable to noncontrolling interests (5)	11	162	(95)	(60)	317	78	881
Net income (loss) attributable to AIG	288	(7,928)	1,749	929	656	(5,891)	2,419
Less: Dividends on preferred stock	7	8	7	7	8	22	15
Net income (loss) attributable to AIG common shareholders	\$ 281	\$ (7,936)	\$ 1,742	\$ 922	\$ 648	\$ (5,913)	\$ 2,404

* Represents activity subsequent to the deconsolidation of Fortitude Re on June 2, 2020.

**U.S. valuation allowance of \$286 million recorded through continuing operations during both the six-month period ended June 30, 2020 and nine-month period ended September 30, 2020.

U.S. valuation allowance of \$274 million recorded through continuing operations during the three-month period ended March 31, 2020.

See accompanying notes on page 12.



American International Group, Inc.
Consolidated Balance Sheets

(in millions)

Assets

Investments:

Fixed maturity securities

Bonds available for sale, at fair value

Other bond securities, at fair value

Equity securities

Other common and preferred stock, at fair value

Mortgage and other loans receivable, net of allowance

Other invested assets

Short-term investments

Total investments

Cash

Accrued investment income

Premiums and other receivables, net of allowance

Reinsurance assets, net of allowance - Fortitude Re

Reinsurance assets, net of allowance - Other

Deferred income taxes

Deferred policy acquisition costs (6)

Other assets (6)

Separate account assets, at fair value

Total assets

Liabilities

Liability for unpaid losses and loss adjustment expenses

Unearned premiums

Future policy benefits for life and accident and health insurance contracts

Policyholder contract deposits

Other policyholder funds

Fortitude Re funds withheld payable

Other liabilities

Long-term debt

Debt of consolidated investment entities

Separate account liabilities

Total liabilities

AIG shareholders' equity

Preferred stock (7)

Common stock

Treasury stock, at cost

Additional paid-in capital

Retained earnings

Accumulated other comprehensive (loss) income

Total AIG shareholders' equity

Non-redeemable noncontrolling interests

Total equity

Total liabilities and equity

	September 30, 2020	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019
Assets					
Investments:					
Fixed maturity securities					
Bonds available for sale, at fair value	\$ 265,965	\$ 258,505	\$ 241,776	\$ 251,086	\$ 253,221
Other bond securities, at fair value	5,415	5,437	5,353	6,682	8,327
Equity securities					
Other common and preferred stock, at fair value	871	679	624	841	771
Mortgage and other loans receivable, net of allowance	45,590	46,522	46,844	46,984	45,075
Other invested assets	17,915	17,692	17,966	18,792	19,486
Short-term investments	20,648	21,316	19,773	13,230	14,113
Total investments	356,404	350,151	332,336	337,615	340,993
Cash	3,191	3,408	2,738	2,856	3,361
Accrued investment income	2,324	2,294	2,312	2,334	2,391
Premiums and other receivables, net of allowance	11,827	12,829	12,072	10,274	11,786
Reinsurance assets, net of allowance - Fortitude Re	34,707	34,556	-	-	-
Reinsurance assets, net of allowance - Other	40,337	40,656	39,927	37,977	39,483
Deferred income taxes	12,958	13,294	13,975	13,146	13,054
Deferred policy acquisition costs (6)	10,176	10,003	11,889	11,207	11,000
Other assets (6)	13,270	13,455	16,392	16,383	13,929
Separate account assets, at fair value	92,036	88,742	78,836	93,272	89,125
Total assets	\$ 577,230	\$ 569,388	\$ 510,477	\$ 525,064	\$ 525,122
Liabilities					
Liability for unpaid losses and loss adjustment expenses	\$ 78,584	\$ 77,853	\$ 77,747	\$ 78,328	\$ 79,883
Unearned premiums	20,093	20,103	20,128	18,269	19,959
Future policy benefits for life and accident and health insurance contracts	51,090	50,636	49,803	50,512	50,747
Policyholder contract deposits	158,205	155,852	154,067	151,869	151,964
Other policyholder funds	3,571	3,447	3,460	3,428	3,440
Fortitude Re funds withheld payable	42,543	42,033	-	-	-
Other liabilities	28,264	28,624	29,183	26,609	27,297
Long-term debt	28,731	29,248	25,268	25,479	25,596
Debt of consolidated investment entities	9,506	10,032	10,142	9,871	9,666
Separate account liabilities	92,036	88,742	78,836	93,272	89,125
Total liabilities	512,623	506,570	448,634	457,637	457,677
AIG shareholders' equity					
Preferred stock (7)	485	485	485	485	485
Common stock	4,766	4,766	4,766	4,766	4,766
Treasury stock, at cost	(49,327)	(49,327)	(49,334)	(48,987)	(48,989)
Additional paid-in capital	81,368	81,294	81,188	81,345	81,287
Retained earnings	15,838	15,847	24,062	23,084	22,439
Accumulated other comprehensive (loss) income	10,978	9,169	(994)	4,982	5,615
Total AIG shareholders' equity	64,108	62,234	60,173	65,675	65,603
Non-redeemable noncontrolling interests	499	584	1,670	1,752	1,842
Total equity	64,607	62,818	61,843	67,427	67,445
Total liabilities and equity	\$ 577,230	\$ 569,388	\$ 510,477	\$ 525,064	\$ 525,122

See accompanying notes on page 12.



American International Group, Inc.
Debt and Capital

(in millions)

Financial Debt

AIG notes and bonds payable (8)
AIG Japan Holdings Kabushiki Kaisha
AIG Life Holdings, Inc. notes and bonds payable
AIG Life Holdings, Inc. junior subordinated debt
Validus notes and bonds payable

Total

Operating Debt

Series AIGFP matched notes and bonds payable
Other AIG borrowings supported by assets
Other subsidiaries

Total

Hybrid - Debt Securities (2)

Junior subordinated debt (9)

Total long-term debt

Syndicated credit facility (2)

Syndicated credit facility (10)

Debt of consolidated investment entities

Debt of consolidated investment entities

Preferred Shares Issuance (7)

Preferred stock

AIG Capitalization

Total equity
Hybrid - debt securities (2) (9)

Total equity and hybrid capital

Financial debt (2)
Syndicated credit facility (2) (10)

Total capital

Ratios

Hybrid - debt securities / Total capital
Financial debt / Total capital
Syndicated credit facility / Total capital
Total debt / Total capital
Preferred stock / Total capital
Total debt and preferred stock / Total capital

Debt and Hybrid Capital

September 30, 2020	September 30, 2019	December 31, 2019
\$ 23,641	\$ 20,354	\$ 20,467
356	354	344
282	282	282
361	361	361
349	355	353
24,989	21,706	21,807
21	21	21
2,169	2,287	2,062
4	51	47
2,194	2,359	2,130
1,548	1,531	1,542
\$ 28,731	\$ 25,596	\$ 25,479
\$ -	\$ -	\$ -
\$ 9,506	\$ 9,666	\$ 9,871
485	485	485
\$ 64,607	\$ 67,445	\$ 67,427
1,548	1,531	1,542
66,155	68,976	68,969
24,989	21,706	21,807
-	-	-
\$ 91,144	\$ 90,682	\$ 90,776
1.7 %	1.7 %	1.7 %
27.4	23.9	24.0
-	-	-
29.1	25.6	25.7
0.5	0.5	0.5
29.6 %	26.1 %	26.2 %

Interest Expense/ Preferred Dividends

Three Months Ended September 30, 2020	Three Months Ended September 30, 2019	Nine Months Ended September 30, 2020	Nine Months Ended September 30, 2019
\$ 247	\$ 218	\$ 697	\$ 661
-	-	1	1
5	5	15	15
7	7	22	22
9	6	17	17
268	236	752	716
-	-	-	-
-	-	-	-
-	-	1	2
-	-	1	2
23	23	68	68
\$ 291	\$ 259	\$ 821	\$ 786
\$ -	\$ -	\$ 7	\$ -
\$ 88	\$ 89	\$ 271	\$ 271
7	8	22	15

See accompanying notes on page 12.



American International Group, Inc.

Consolidated Notes

- (1) For the nine months ended September 30, 2020 and the three months ended June 30, 2020, because we reported a net loss attributable to AIG common shareholders from continuing operations, all common stock equivalents are anti-dilutive and are therefore excluded from the calculation of diluted shares and diluted per share amounts. The shares excluded from the diluted EPS calculation were 4,432,369 shares and 3,226,882 shares in the same periods, respectively.
- (2) Hybrid - debt securities, financial debt and syndicated credit facility are attributed to our reportable segments and Other Operations. See details of attributed debt on page 73.
- (3) Represents the impact of fair value changes included in APTI on the Fixed Maturity Securities – Other accounted under the fair value option, rather than their impact on the income from continuing operations before tax expense. Starting 1Q 2020, we use a 4% expected rate of return to calculate the better (worse) than expected fair value changes on the Fixed Maturity Securities – Other line item. For all periods in 2019, we used a 6% expected rate of return to calculate the better (worse) than expected fair value changes on the Fixed Maturity Securities – Other line.
- (4) Interest and dividends, alternative investments and other investments income (loss) in 2Q20 were reclassified in 3Q20 resulting in an increase of other investment income (loss) of \$113 million and a decrease in alternative investments and interest and dividends of \$13 million and \$100 million, respectively. The reclassification has no impact to net investment income - excluding Fortitude Re funds withheld assets or total net investment income.
- (5) Prior to June 2, 2020, noncontrolling interests was primarily due to the 19.9 percent investment in Fortitude Holdings by an affiliate of Carlyle, which occurred in the fourth quarter of 2018. Carlyle was allocated 19.9 percent of Fortitude Holdings' standalone financial results through the June 2, 2020 closing date of the Majority Interest Fortitude Sale. Fortitude Holdings' results were mostly eliminated in AIG's consolidated income from continuing operations given that its results arose from intercompany transactions. Noncontrolling interests was calculated based on the standalone financial results of Fortitude Holdings. The most significant component of Fortitude Holdings' standalone results was the change in fair value of the embedded derivatives which changes with movements in interest rates and credit spreads, and which was recorded in net realized capital gains and losses of Fortitude Holdings. In accordance with AIG's adjusted after-tax income definition, realized capital gains and losses are excluded from noncontrolling interests. Subsequent to the Majority Interest Fortitude Sale, AIG owns 3.5 percent of Fortitude Holdings and no longer consolidates Fortitude Holdings in its financial statements as of such date. The minority interest in Fortitude Holdings is carried at cost within AIG's Other invested assets, which was \$100 million as of September 30, 2020. Fortitude Holdings' summarized financial information (standalone results), prior to the Majority Interest Fortitude Sale is presented below:

(in millions)	Quarterly								September 30,			
	2Q20		1Q20		4Q19		3Q19		2020		2019	
	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI	Fortitude Holdings	AIG NCI
Revenues	\$ 423	\$ 84	\$ 230	\$ 46	\$ 571	\$ 114	\$ 617	\$ 123	\$ 653	\$ 130	\$ 1,788	\$ 356
Expenses	244	49	458	91	410	82	559	111	702	140	1,480	294
Adjusted pre-tax income	179	35	(228)	(45)	161	32	58	12	(49)	(10)	308	62
Taxes (benefit) expense	38	8	(48)	(10)	34	7	12	2	(10)	(2)	64	13
Adjusted after-tax income	141	27	(180)	(35)	127	25	46	10	(39)	(8)	244	49
Net realized capital gains (losses) and other charges	872	174	(489)	(97)	(700)	(139)	1,744	347	383	77	4,916	978
Taxes (benefit) on net realized capital gains (losses) and other charges	184	36	(103)	(20)	(147)	(30)	367	74	81	16	1,033	207
Net realized capital gains (losses) and Other charges - after-tax	688	138	(386)	(77)	(553)	(109)	1,377	273	302	61	3,883	771
Net income	\$ 829	\$ 165	\$ (566)	\$ (112)	\$ (426)	\$ (84)	\$ 1,423	\$ 283	\$ 263	\$ 53	\$ 4,127	\$ 820

- (6) As of September 30, 2020 and December 31, 2019, includes \$4.0 billion and \$4.0 billion of Goodwill, respectively, and other intangible assets of \$1.0 billion and \$1.2 billion, respectively, primarily relating to the acquisitions of Validus, Glatfelter Insurance Group and Ellipse.
- (7) In March 2019, we issued 20,000 shares of Series A 5.85% Non-Cumulative Preferred Stock, with a par value of \$5.00 per share and a liquidation preference of \$25,000 per share, for net proceeds of \$485 million.
- (8) In May 2020, we issued \$1.5 billion aggregate principal amount of 2.500% Notes Due 2025, \$1.6 billion aggregate principal amount of 3.400% Notes Due 2030 and \$1.0 billion aggregate principal amount of 4.375% Notes Due 2050. In February 2020, we redeemed all of our outstanding 4.35% callable Notes Due 2045.
- (9) The junior subordinated debt securities receive partial equity treatment from a major rating agency under its current policies but are recorded as long-term borrowings in the Consolidated Balance Sheets.
- (10) Syndicated credit facility represents the \$1.3 billion we borrowed under our \$4.5 billion revolving syndicated credit facility on March 20, 2020, which was recorded in Other liabilities. On June 9, 2020, AIG Parent repaid the \$1.3 billion borrowed under its \$4.5 billion committed, revolving syndicated credit facility in full with interest.
- (11) On October 26, 2020, AIG announced its intention to separate its Life and Retirement business from AIG. No decisions have yet been made regarding the structure of the proposed separation. In addition, any separation transaction will be subject to the satisfaction of various conditions and approvals, including approval by the AIG Board of Directors, receipt of insurance and other required regulatory approvals, and satisfaction of any applicable requirements of the Securities and Exchange Commission. No assurance can be given regarding the form that a separation transaction may take or the specific terms or timing thereof, or that a separation will in fact occur.



American International Group, Inc.
General Insurance Results

(in millions)

Results of Operations (1)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Gross premiums written	\$ 8,251	\$ 8,474	\$ 10,086	\$ 7,306	\$ 8,583	\$ 26,811	\$ 27,432
Ceded premiums written	(2,327)	(2,925)	(4,165)	(1,476)	(1,935)	(9,417)	(8,170)
Net premiums written	\$ 5,924	\$ 5,549	\$ 5,921	\$ 5,830	\$ 6,648	\$ 17,394	\$ 19,262
Net premiums earned	\$ 5,853	\$ 5,737	\$ 6,079	\$ 6,372	\$ 6,659	\$ 17,669	\$ 20,066
Losses and loss adjustment expenses incurred (2)	4,367	4,167	4,059	4,180	4,618	12,593	13,066
Acquisition expenses:							
Amortization of deferred policy acquisition costs	835	866	986	1,046	1,123	2,687	3,436
Other acquisition expenses	322	281	345	316	339	948	976
Total acquisition expenses	1,157	1,147	1,331	1,362	1,462	3,635	4,412
General operating expenses	752	766	776	818	828	2,294	2,511
Underwriting income (loss)	(423)	(343)	(87)	12	(249)	(853)	77
Net investment income (loss):							
Interest and dividends	576	593	668	680	679	1,837	2,162
Alternative investments	284	(68)	(73)	124	76	143	573
Other investment income (loss)	55	54	45	14	54	154	93
Investment expenses	(76)	(61)	(52)	(52)	(53)	(189)	(150)
Total net investment income	839	518	588	766	756	1,945	2,678
Adjusted pre-tax income (loss)	416	175	501	778	507	1,092	2,755
Interest expense on attributed financial debt	145	140	151	151	147	436	438
Adjusted pre-tax income (loss) including attributed interest expense	271	35	350	627	360	656	2,317
Income tax expense (benefit)	70	10	83	164	86	163	522
Adjusted after-tax income (loss)	\$ 201	\$ 25	\$ 267	\$ 463	\$ 274	\$ 493	\$ 1,795
Dividends declared on preferred stock	5	4	4	4	5	13	9
Adjusted after-tax income (loss) attributable to common shareholders (a)	\$ 196	\$ 21	\$ 263	\$ 459	\$ 269	\$ 480	\$ 1,786
Ending adjusted attributed common equity	\$ 24,709	\$ 24,889	\$ 24,931	\$ 25,142	\$ 25,076	\$ 24,709	\$ 25,076
Average adjusted attributed common equity (b)*	24,799	24,910	25,037	25,109	25,179	24,918	25,088
Adjusted return on attributed common equity (a÷b)	3.2 %	0.3 %	4.2 %	7.3 %	4.3 %	2.6 %	9.5 %
Underwriting Ratios							
Loss ratio (2)	74.6	72.6	66.8	65.6	69.3	71.3	65.1
Catastrophe losses and reinstatement premiums	(13.5)	(11.9)	(6.9)	(6.5)	(7.5)	(10.8)	(4.2)
Prior year development	(0.4)	0.8	0.9	2.2	-	0.5	0.6
Adjustments for ceded premium under reinsurance contracts and other	-	-	-	0.3	(0.3)	-	0.1
Accident year loss ratio, as adjusted	60.7	61.5	60.8	61.6	61.5	61.0	61.6
Acquisition ratio	19.8	20.0	21.9	21.4	22.0	20.6	22.0
General operating expense ratio	12.8	13.4	12.8	12.8	12.4	13.0	12.5
Expense ratio	32.6	33.4	34.7	34.2	34.4	33.6	34.5
Combined ratio (2)	107.2	106.0	101.5	99.8	103.7	104.9	99.6
Accident year combined ratio, as adjusted	93.3	94.9	95.5	95.8	95.9	94.6	96.1

* See accompanying notes to Adjusted Attributed Common Equity on page 73.

See accompanying notes on page 23 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
General Insurance Operating Statistics

(in millions)

Noteworthy Items (pre-tax)

Catastrophe-related losses, net of reinsurance	\$ 790
Reinstatement premiums related to catastrophes	(2)
Prior year development:	
Prior year loss reserve development unfavorable (favorable), net of reinsurance	13
Return premium related to prior year development	15
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and return premium	28
Reinstatement premiums related to prior year catastrophes	2
Other premium adjustments related to prior year	-
Better (worse) than expected alternative returns	213
Fair value changes on Fixed Maturity Securities - Other accounted under fair value option	34
Net liability for unpaid losses and loss adjustment expenses (at period end)	42,806

Quarterly					Nine Months Ended September 30,	
3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
\$ 790	\$ 674	\$ 419	\$ 411	\$ 497	\$ 1,883	\$ 846
(2)	20	1	8	12	19	13
13	(74)	(60)	(153)	(3)	(121)	(141)
15	45	10	14	7	70	26
28	(29)	(50)	(139)	4	(51)	(115)
2	(2)	(1)	5	(3)	(1)	(14)
-	-	1	(33)	26	1	(17)
213	(138)	(150)	13	(42)	(75)	205
34	57	30	40	23	121	89
42,806	41,887	42,395	42,901	44,099	42,806	44,099

Net Premiums Written by product line

General Insurance:

Property	\$ 918
Special Risks	1,157
Liability	930
Financial Lines	977

Total Commercial Lines

Personal Lines	1,161
Accident and Health	781

Total Personal Insurance

General Insurance net premiums written

Foreign exchange effect on worldwide premiums:

Change in net premiums written

Increase (decrease) in original currency (3)	(11.3) %
Foreign exchange effect	0.4
Increase (decrease) as reported in U.S. dollars	(10.9) %

Quarterly					Nine Months Ended September 30,	
3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
\$ 918	\$ 1,094	\$ 119	\$ 559	\$ 773	\$ 2,131	\$ 2,076
1,157	1,160	1,787	963	1,231	4,104	3,724
930	823	948	838	1,060	2,701	2,967
977	995	948	1,008	967	2,920	2,922
3,982	4,072	3,802	3,368	4,031	11,856	11,689
1,161	705	1,030	1,494	1,527	2,896	4,158
781	772	1,089	968	1,090	2,642	3,415
1,942	1,477	2,119	2,462	2,617	5,538	7,573
\$ 5,924	\$ 5,549	\$ 5,921	\$ 5,830	\$ 6,648	\$ 17,394	\$ 19,262
(11.3) %	(15.1) %	(1.5) %	(9.0) %	(2.0) %	(9.5) %	(1.9) %
0.4	(0.6)	(0.4)	(0.2)	(0.8)	(0.2)	(1.7)
(10.9) %	(15.7) %	(1.9) %	(9.2) %	(2.8) %	(9.7) %	(3.6) %

See accompanying notes on page 23 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
General Insurance Prior Year Development by Segment

(in millions)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Prior year (favorable) unfavorable development by segment:							
North America							
Commercial Lines	\$ (180)	\$ (46)	\$ (53)	\$ 35	\$ (42)	\$ (279)	\$ (192)
Personal Insurance	10	7	40	(144)	25	57	54
Total North America	(170)	(39)	(13)	(109)	(17)	(222)	(138)
International							
Commercial Lines	230	(46)	(37)	17	34	147	69
Personal Insurance	(47)	11	(10)	(61)	(20)	(46)	(72)
Total International	183	(35)	(47)	(44)	14	101	(3)
Total General Insurance prior year unfavorable (favorable) development*	13	(74)	(60)	(153)	(3)	(121)	(141)
Return premium related to prior year development	\$ 15	\$ 45	\$ 10	\$ 14	\$ 7	\$ 70	\$ 26

* Includes the amortization attributed to the deferred gain at inception from the National Indemnity Company (NICO) adverse development reinsurance agreements of \$53 million, \$53 million, \$53 million, \$58 million and \$58 million for the three months ended September 30, June 30, March 31, 2020, and December 31 and September 30, 2019, respectively. Consistent with our definition of APTI, prior year development excludes the portion of (favorable)/unfavorable prior year reserve development for which we have ceded the risk under the NICO reinsurance agreements of \$(46) million, \$(2) million, \$6 million, \$(25) million and \$(129) million for the three months ended September 30, June 30 and March 31, 2020, and December 31 and September 30, 2019, respectively, and related changes in amortization of the deferred gain of \$(17) million, \$23 million, \$22 million, \$31 million, and \$(71) million for those same periods. See details of amortization attributed to the deferred gain at inception from the NICO adverse development reinsurance agreements on page 24.

American International Group, Inc.
General Insurance Prior Year Development by Accident Year

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Accident Year							
2019	\$ 7	\$ 10	\$ 9	\$ -	\$ -	\$ 26	\$ 95
2018	46	(16)	24	165	89	54	
2017	51	49	8	(247)	48	108	83
2016	74	(11)	2	7	16	65	2
2015	(11)	(14)	(10)	(13)	(25)	(35)	(17)
2014	(69)	(10)	(10)	(16)	(42)	(89)	(87)
2013	4	(24)	(6)	18	14	(26)	10
2012	12	(8)	(23)	6	(16)	(19)	(51)
2011	(24)	(2)	1	(10)	(19)	(25)	(30)
2010 and prior	(77)	(48)	(55)	(63)	(68)	(180)	(146)
Total General Insurance prior year unfavorable (favorable) development*	\$ 13	\$ (74)	\$ (60)	\$ (153)	\$ (3)	\$ (121)	\$ (141)

*Unfavorable prior year development during the three months ended September 30, 2020 is primarily related to International Financial Lines and Casualty driven by increased large losses, partially offset by favorable development in US Workers Compensation and other short-tailed lines in International Property and Specialty and the Adverse Development Cover amortization. Favorable prior year development during the three months ended June 30, 2020 is driven by the Adverse Development Cover amortization and International Property and Special Risks, partially offset by adverse development in North America Programs and Personal Lines. Favorable prior year development during the three months ended March 31, 2020 is driven by the Adverse Development Cover amortization and International Casualty recovery, partially offset by adverse development in North America Personal Insurance. Favorable prior year development during the three months ended December 31, 2019 is driven by approximately \$290 million of favorable development on 2017 CATs consisting of \$100 million related to Hurricanes and approximately \$190 million related to California Wildfire subrogation recoverables, North America Workers Compensation favorable development, and the Adverse Development Cover amortization offset by adverse development in US Financial Lines and in the run-off construction portfolio. Favorable prior year development during the three months ended September 30, 2019 is largely driven from the Adverse Development Cover amortization with additional favorable development from North America Workers Compensation, Europe Property and Special Risks and Europe and Japan Personal Insurance offset by net adverse prior year loss reserve development from North America Financial Lines and Europe Casualty and Financial Lines.

American International Group, Inc.
General Insurance – North America Results

(in millions)

Results of Operations (1)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Net premiums written	\$ 2,766	\$ 2,347	\$ 2,770	\$ 2,814	\$ 3,404	\$ 7,883	\$ 9,289
Net premiums earned	\$ 2,684	\$ 2,653	\$ 2,919	\$ 3,140	\$ 3,258	\$ 8,256	\$ 9,713
Losses and loss adjustment expenses incurred (2)	2,307	2,333	2,108	2,252	2,499	6,748	6,974
Acquisition expenses:							
Amortization of deferred policy acquisition costs	306	352	444	464	509	1,102	1,544
Other acquisition expenses	87	65	127	117	122	279	371
Total acquisition expenses	393	417	571	581	631	1,381	1,915
General operating expenses	318	322	326	326	313	966	1,025
Underwriting income (loss)	(334)	(419)	(86)	(19)	(185)	(839)	(201)
Net investment income (loss):							
Interest and dividends	480	494	568	560	562	1,542	1,811
Alternative investments	279	(69)	(71)	126	71	139	548
Other investment income (loss)	44	55	42	1	33	141	58
Investment expenses	(70)	(56)	(44)	(46)	(46)	(170)	(129)
Total net investment income	733	424	495	641	620	1,652	2,288
Adjusted pre-tax income (loss)	\$ 399	\$ 5	\$ 409	\$ 622	\$ 435	\$ 813	\$ 2,087
Underwriting Ratios							
Loss ratio (2)	86.0	87.9	72.2	71.7	76.7	81.7	71.8
Catastrophe losses and reinstatement premiums	(22.3)	(19.6)	(7.0)	(9.8)	(7.1)	(16.0)	(5.8)
Prior year development	5.9	1.2	0.2	3.1	0.5	2.4	1.4
Adjustments for ceded premium under reinsurance contracts and other	-	-	-	0.7	(0.6)	-	0.1
Accident year loss ratio, as adjusted	69.6	69.5	65.4	65.7	69.5	68.1	67.5
Acquisition ratio	14.6	15.7	19.6	18.5	19.4	16.7	19.7
General operating expense ratio	11.8	12.1	11.2	10.4	9.6	11.7	10.6
Expense ratio	26.4	27.8	30.8	28.9	29.0	28.4	30.3
Combined ratio (2)	112.4	115.7	103.0	100.6	105.7	110.1	102.1
Accident year combined ratio, as adjusted	96.0	97.3	96.2	94.6	98.5	96.5	97.8
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 599	\$ 519	\$ 205	\$ 313	\$ 230	\$ 1,323	\$ 558
Reinstatement premiums related to catastrophes	(2)	2	-	(9)	-	-	1
Prior year development:							
Prior year loss reserve development (favorable), net of reinsurance	(170)	(39)	(13)	(109)	(17)	(222)	(138)
Return premium related to prior year development on	16	14	10	14	7	40	26
Prior year loss reserve development (favorable), net of reinsurance and return premium	(154)	(25)	(3)	(95)	(10)	(182)	(112)
Reinstatement premiums related to prior year catastrophes	2	(2)	(1)	5	(2)	(1)	(13)
Other premium adjustments related to prior year	-	-	1	(33)	26	1	(17)

See accompanying notes on page 23 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
General Insurance – North America – Commercial Lines Operating Statistics

(in millions)

Results of Operations (1)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Net premiums written	\$ 2,381	\$ 2,497	\$ 2,225	\$ 1,990	\$ 2,502	\$ 7,103	\$ 6,864
Net premiums earned	\$ 2,376	\$ 2,263	\$ 2,145	\$ 2,333	\$ 2,435	\$ 6,784	\$ 7,267
Losses and loss adjustment expenses incurred (2)	1,937	2,077	1,560	1,883	1,971	5,574	5,489
Acquisition expenses:							
Amortization of deferred policy acquisition costs	252	269	251	259	276	772	866
Other acquisition expenses	57	44	91	48	73	192	222
Total acquisition expenses	309	313	342	307	349	964	1,088
General operating expenses	247	258	244	254	238	749	795
Underwriting income (loss)	\$ (117)	\$ (385)	\$ (1)	\$ (111)	\$ (123)	\$ (503)	\$ (105)
Underwriting Ratios							
Loss ratio (2)	81.5	91.8	72.7	80.7	80.9	82.2	75.5
Catastrophe losses and reinstatement premiums	(18.5)	(22.6)	(6.7)	(8.0)	(6.4)	(16.2)	(5.6)
Prior year development	6.7	1.6	2.2	(2.1)	1.6	3.6	2.5
Adjustments for ceded premium under reinsurance contracts and other	-	-	-	0.7	(0.8)	-	-
Accident year loss ratio, as adjusted	69.7	70.8	68.2	71.3	75.3	69.6	72.4
Acquisition ratio	13.0	13.8	15.9	13.2	14.3	14.2	15.0
General operating expense ratio	10.4	11.4	11.4	10.9	9.8	11.0	10.9
Expense ratio	23.4	25.2	27.3	24.1	24.1	25.2	25.9
Combined ratio (2)	104.9	117.0	100.0	104.8	105.0	107.4	101.4
Accident year combined ratio, as adjusted	93.1	96.0	95.5	95.4	99.4	94.8	98.3
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 441	\$ 510	\$ 144	\$ 193	\$ 156	\$ 1,095	\$ 413
Reinstatement premiums related to catastrophes	(2)	-	-	(9)	-	(2)	(1)
Prior year development:							
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	(180)	(46)	(53)	35	(42)	(279)	(192)
Return premium related to prior year development	28	17	10	14	8	55	26
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and return premium	(152)	(29)	(43)	49	(34)	(224)	(166)
Reinstatement premiums related to prior year catastrophes	2	(2)	(1)	5	(2)	(1)	(13)
Other premium adjustments related to prior year	-	-	1	(23)	25	1	(7)

See accompanying notes on page 23 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
General Insurance – North America – Personal Insurance Operating Statistics

(in millions)

Results of Operations

Net premiums written	\$ 385
Net premiums earned	\$ 308
Losses and loss adjustment expenses incurred	370
Acquisition expenses:	
Amortization of deferred policy acquisition costs	54
Other acquisition expenses	30
Total acquisition expenses	84
General operating expenses	71
Underwriting income (loss)	\$ (217)

Underwriting Ratios

Loss ratio	120.1
Catastrophe losses and reinstatement premiums	(51.3)
Prior year development	(0.6)
Adjustment for ceded premium under reinsurance contract	-
Accident year loss ratio, as adjusted	68.2
Acquisition ratio	27.3
General operating expense ratio	23.1
Expense ratio	50.4
Combined ratio	170.5
Accident year combined ratio, as adjusted	118.6

Noteworthy Items (pre-tax)

Catastrophe-related losses, net of reinsurance	\$ 158
Reinstatement premiums related to catastrophes	-
Prior year development:	
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	10
(Additional) premium related to prior year development	(12)
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and (additional) premium	(2)
Reinstatement premiums related to prior year catastrophes	-
Other premium adjustments related to prior year	-

Quarterly

3Q20	2Q20	1Q20	4Q19	3Q19
\$ 385	\$ (150)	\$ 545	\$ 824	\$ 902
\$ 308	\$ 390	\$ 774	\$ 807	\$ 823
370	256	548	369	528
54	83	193	205	233
30	21	36	69	49
84	104	229	274	282
71	64	82	72	75
\$ (217)	\$ (34)	\$ (85)	\$ 92	\$ (62)
120.1	65.6	70.8	45.7	64.2
(51.3)	(2.6)	(7.9)	(14.8)	(9.0)
(0.6)	(1.3)	(5.1)	17.8	(3.0)
-	-	-	0.6	(0.1)
68.2	61.7	57.8	49.3	52.1
27.3	26.7	29.6	34.0	34.3
23.1	16.4	10.6	8.9	9.1
50.4	43.1	40.2	42.9	43.4
170.5	108.7	111.0	88.6	107.6
118.6	104.8	98.0	92.2	95.5
\$ 158	\$ 9	\$ 61	\$ 120	\$ 74
-	2	-	-	-
10	7	40	(144)	25
(12)	(3)	-	-	(1)
(2)	4	40	(144)	24
-	-	-	-	-
-	-	-	(10)	1

**Nine Months Ended
September 30,**

2020	2019
\$ 780	\$ 2,425
\$ 1,472	\$ 2,446
1,174	1,485
330	678
87	149
417	827
217	230
\$ (336)	\$ (96)
79.8	60.7
(15.6)	(6.0)
(3.3)	(2.2)
-	0.2
60.9	52.7
28.3	33.8
14.7	9.4
43.0	43.2
122.8	103.9
103.9	95.9
\$ 228	\$ 145
2	2
57	54
(15)	-
42	54
-	-
-	(10)

See accompanying notes on page 23 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
General Insurance – International Results

(in millions)

Results of Operations

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Net premiums written	\$ 3,158	\$ 3,202	\$ 3,151	\$ 3,016	\$ 3,244	\$ 9,511	\$ 9,973
Net premiums earned	\$ 3,169	\$ 3,084	\$ 3,160	\$ 3,232	\$ 3,401	\$ 9,413	\$ 10,353
Losses and loss adjustment expenses incurred	2,060	1,834	1,951	1,928	2,119	5,845	6,092
Acquisition expenses:							
Amortization of deferred policy acquisition costs	529	514	542	582	614	1,585	1,892
Other acquisition expenses	235	216	218	199	217	669	605
Total acquisition expenses	764	730	760	781	831	2,254	2,497
General operating expenses	434	444	450	492	515	1,328	1,486
Underwriting income (loss)	(89)	76	(1)	31	(64)	(14)	278
Net investment income (loss):							
Interest and dividends	96	99	100	120	117	295	351
Alternative investments	5	1	(2)	(2)	5	4	25
Other investment income (loss)	11	(1)	3	13	21	13	35
Investment expenses	(6)	(5)	(8)	(6)	(7)	(19)	(21)
Total net investment income	106	94	93	125	136	293	390
Adjusted pre-tax income (loss)	\$ 17	\$ 170	\$ 92	\$ 156	\$ 72	\$ 279	\$ 668
Underwriting Ratios							
Loss ratio	65.0	59.5	61.7	59.7	62.3	62.1	58.8
Catastrophe losses and reinstatement premiums	(6.0)	(5.4)	(6.7)	(3.4)	(8.0)	(6.1)	(2.8)
Prior year development	(5.8)	0.6	1.4	1.4	(0.4)	(1.2)	-
Accident year loss ratio, as adjusted	53.2	54.7	56.4	57.7	53.9	54.8	56.0
Acquisition ratio	24.1	23.7	24.1	24.2	24.4	23.9	24.1
General operating expense ratio	13.7	14.4	14.2	15.2	15.1	14.1	14.4
Expense ratio	37.8	38.1	38.3	39.4	39.5	38.0	38.5
Combined ratio	102.8	97.6	100.0	99.1	101.8	100.1	97.3
Accident year combined ratio, as adjusted	91.0	92.8	94.7	97.1	93.4	92.8	94.5
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 191	\$ 155	\$ 214	\$ 98	\$ 267	\$ 560	\$ 288
Reinstatement premiums related to catastrophes	-	18	1	17	12	19	12
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	183	(35)	(47)	(44)	14	101	(3)
(Additional) Return premium related to prior year development	(1)	31	-	-	-	30	-
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and (additional) return premium	182	(4)	(47)	(44)	14	131	(3)
Reinstatement premiums related to prior year catastrophes	-	-	-	-	(1)	-	(1)

See accompanying notes on page 23 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
General Insurance – International – Commercial Lines Operating Statistics

(in millions)

Results of Operations

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Net premiums written	\$ 1,600	\$ 1,575	\$ 1,577	\$ 1,379	\$ 1,528	\$ 4,752	\$ 4,824
Net premiums earned	\$ 1,580	\$ 1,506	\$ 1,513	\$ 1,528	\$ 1,578	\$ 4,599	\$ 4,836
Losses and loss adjustment expenses incurred	1,230	999	1,014	1,000	1,072	3,243	3,101
Acquisition expenses:							
Amortization of deferred policy acquisition costs	225	215	233	250	255	673	776
Other acquisition expenses	104	92	96	83	94	292	230
Total acquisition expenses	329	307	329	333	349	965	1,006
General operating expenses	205	213	211	220	222	629	675
Underwriting income (loss)	\$ (184)	\$ (13)	\$ (41)	\$ (25)	\$ (65)	\$ (238)	\$ 54
Underwriting Ratios							
Loss ratio	77.8	66.3	67.0	65.4	67.9	70.5	64.1
Catastrophe losses and reinstatement premiums	(7.2)	(11.3)	(11.3)	(3.3)	(8.0)	(9.9)	(3.0)
Prior year development	(14.5)	2.4	2.5	(1.1)	(2.1)	(3.4)	(1.5)
Adjustment for ceded premium under reinsurance contract	-	-	-	-	-	-	-
Accident year loss ratio, as adjusted	56.1	57.4	58.2	61.0	57.8	57.2	59.6
Acquisition ratio	20.8	20.4	21.7	21.8	22.1	21.0	20.8
General operating expense ratio	13.0	14.1	13.9	14.4	14.1	13.7	14.0
Expense ratio	33.8	34.5	35.6	36.2	36.2	34.7	34.8
Combined ratio	111.6	100.8	102.6	101.6	104.1	105.2	98.9
Accident year combined ratio, as adjusted	89.9	91.9	93.8	97.2	94.0	91.9	94.4
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 116	\$ 161	\$ 170	\$ 47	\$ 124	\$ 447	\$ 145
Reinstatement premiums related to catastrophes	(3)	18	1	7	5	16	5
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	230	(46)	(37)	17	34	147	69
Return premium related to prior year development	-	16	-	-	-	16	-
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and return premium	230	(30)	(37)	17	34	163	69
Reinstatement premiums related to prior year catastrophes	-	-	-	-	(1)	-	(1)

See accompanying notes on page 23 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
General Insurance – International – Personal Insurance Operating Statistics

(in millions)

Results of Operations

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Net premiums written	\$ 1,558	\$ 1,627	\$ 1,574	\$ 1,637	\$ 1,716	\$ 4,759	\$ 5,149
Net premiums earned	\$ 1,589	\$ 1,578	\$ 1,647	\$ 1,704	\$ 1,823	\$ 4,814	\$ 5,517
Losses and loss adjustment expenses incurred	830	835	937	928	1,047	2,602	2,991
Acquisition expenses:							
Amortization of deferred policy acquisition costs	304	299	309	332	359	912	1,116
Other acquisition expenses	131	124	122	116	123	377	375
Total acquisition expenses	435	423	431	448	482	1,289	1,491
General operating expenses	229	231	239	272	293	699	811
Underwriting income (loss)	\$ 95	\$ 89	\$ 40	\$ 56	\$ 1	\$ 224	\$ 224
Underwriting Ratios							
Loss ratio	52.2	52.9	56.9	54.5	57.4	54.1	54.2
Catastrophe losses and reinstatement premiums	(4.8)	0.4	(2.7)	(3.3)	(8.0)	(2.4)	(2.6)
Prior year development	3.0	(1.2)	0.6	3.5	1.1	0.8	1.3
Accident year loss ratio, as adjusted	50.4	52.1	54.8	54.7	50.5	52.5	52.9
Acquisition ratio	27.4	26.8	26.2	26.3	26.4	26.8	27.0
General operating expense ratio	14.4	14.6	14.5	16.0	16.1	14.5	14.7
Expense ratio	41.8	41.4	40.7	42.3	42.5	41.3	41.7
Combined ratio	94.0	94.3	97.6	96.8	99.9	95.4	95.9
Accident year combined ratio, as adjusted	92.2	93.5	95.5	97.0	93.0	93.8	94.6
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 75	\$ (6)	\$ 44	\$ 51	\$ 143	\$ 113	\$ 143
Reinstatement premiums related to catastrophes	3	-	-	10	7	3	7
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	(47)	11	(10)	(61)	(20)	(46)	(72)
(Additional) Return premium related to prior year development	(1)	15	-	-	-	14	-
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and (additional) return premium	(48)	26	(10)	(61)	(20)	(32)	(72)

See reconciliations of Non-GAAP financial measures beginning on page 66.



- (1) AIG participates in the market for insurance-linked securities (ILS) primarily through AlphaCat Managers, Ltd. (AlphaCat). AlphaCat is an asset manager of various funds, managed accounts and sidecars capitalized by third-party investors and Validus. Total assets under management by AlphaCat is \$4.2 billion at September 30, 2020, of which \$4.1 billion relates to third-party assets. ILS are financial instruments for which the values are determined based on insurance risk primarily related to natural catastrophes such as earthquakes and hurricanes. We report the investment in the vehicles managed by AlphaCat as Other Invested Assets. We recognized approximately \$1 million and \$8 million of Net Investment Income (Loss), as well as \$8 million each of Miscellaneous Income (reported as a component of Net Premiums Earned, and consisting of fee income), respectively, in the three months ended December 31, and September 30, 2019, respectively. Starting 1Q20, on a prospective basis, we report the fee income as a component of Net Investment Income rather than as Miscellaneous Income, a component of Net Premiums Earned. In the three months ended September 30, June 30 and March 31, 2020, we recognized approximately \$9 million, \$6 million and \$10 million of Net Investment Income respectively, of which \$8 million, \$8 million and \$8 million, is the fee income from asset management activities, and \$1 million, \$(2) million and \$2 million is the income/ (loss) from direct investment activities, respectively.
- (2) Consistent with our definition of APTI, excludes net loss reserve discount and the portion of favorable or unfavorable prior year reserve development for which we have ceded the risk under retroactive reinsurance agreements and related changes in amortization of the deferred gain.
- (3) Computed using current exchange rate for the corresponding periods in the prior year.

American International Group, Inc.

General Insurance - Adverse Development Cover

On January 20, 2017, we entered into an adverse development reinsurance agreement with NICO under which we transferred to NICO 80 percent of the reserve risk on substantially all of our U.S. Commercial long-tail exposures for accident years 2015 and prior.

The table below shows the calculation of the gain on the NICO adverse development reinsurance agreement showing the effect of discounting of loss reserves and amortization of the deferred gain. The deferred gain is amortized over the settlement period of the reinsured losses.

(in millions)	September 30, 2020	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	3Q20 Change
Gross Covered Losses						
Covered reserves before discount	\$ 17,352	\$ 17,927	\$ 18,473	\$ 19,064	\$ 19,944	\$ 575
Inception to date losses paid	24,612	24,095	23,552	22,954	22,103	(517)
Attachment point	(25,000)	(25,000)	(25,000)	(25,000)	(25,000)	-
Covered losses above attachment point	\$ 16,964	\$ 17,022	\$ 17,025	\$ 17,018	\$ 17,047	\$ 58
Deferred Gain Development						
Covered losses above attachment ceded to NICO (80%)	\$ 13,572	\$ 13,618	\$ 13,620	\$ 13,614	\$ 13,638	\$ 46
Consideration paid including interest	(10,188)	(10,188)	(10,188)	(10,188)	(10,188)	-
Pre-tax deferred gain before discount and amortization	3,384	3,430	3,432	3,426	3,450	46
Discount on ceded losses	(1,173)	(1,193)	(1,179)	(1,251)	(1,246)	(20)
Pre-tax deferred gain before amortization	2,211	2,237	2,253	2,175	2,204	26
Inception to date amortization attributed to deferred gain at inception	(852)	(799)	(746)	(693)	(635)	53
Inception to date amortization attributed to changes in deferred gain*	(103)	(127)	(115)	(101)	(76)	(24)
Deferred gain liability reflected in AIG's balance sheet	\$ 1,256	\$ 1,311	\$ 1,392	\$ 1,381	\$ 1,493	\$ 55

Prior Year Development, Net of Reinsurance and Deferred Gain Amortization

	Quarterly				
	3Q20	2Q20	1Q20	4Q19	3Q19
Unfavorable (favorable) prior year development on covered reserves before retroactive reinsurance and deferred gain amortization	\$ (58)	\$ (3)	\$ 7	\$ (29)	\$ (162)
Prior year development ceded to NICO	46	2	(6)	24	129
Subtotal	(12)	(1)	1	(5)	(33)
Amortization attributed to deferred gain at inception	(53)	(53)	(53)	(58)	(58)
Unfavorable (favorable) prior year development on covered reserves, net of reinsurance and deferred gain amortization	(65)	(54)	(52)	(63)	(91)
Unfavorable (favorable) prior year development on non-covered reserves	78	(20)	(8)	(90)	87
Total unfavorable (favorable) prior year development, net of reinsurance and deferred gain amortization	\$ 13	\$ (74)	\$ (60)	\$ (153)	\$ (4)

* Excluded from our definition of APTI.

Selected Balance Sheet data for ADC

	September 30, 2020	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019
Reinsurance recoverable reported in Reinsurance assets, net of allowance	\$ 12,399	\$ 12,425	\$ 12,441	\$ 12,363	\$ 12,392
Ceded reserves reported in Liability for unpaid losses and loss adjustment expenses	12,399	12,425	12,441	12,363	12,392
Deferred gain reported in Other liabilities	1,256	1,311	1,392	1,381	1,493



American International Group, Inc.
Life and Retirement Results (14)

(in millions)

Results of Operations

Premiums and deposits:

Revenues:

Premiums	\$ 744
Policy fees	642
Net investment income (loss):	
Base portfolio (1)	1,817
Alternative investments	224
Other yield enhancements (2)	219
Total net investment income	2,260
Advisory fee and other income	224

Total adjusted revenues

Benefits, losses and expenses:

Policyholder benefits and losses incurred	1,441
Interest credited to policyholder account balances	890
Amortization of deferred policy acquisition costs	(52)
Non deferrable insurance commissions	127
Advisory fee expenses	79
General operating expenses	374
Interest expense	36
Total benefits, losses and expenses	2,895

Adjusted pre-tax income (3)

Interest expense on attributed financial debt

Adjusted pre-tax income including attributed interest expense

Income tax expense

Adjusted after-tax income

Dividends declared on preferred stock

Adjusted after-tax income attributable to common shareholders (a)

Ending adjusted attributed common equity	\$ 20,017
Average adjusted attributed common equity (b)*	19,762
Adjusted return on attributed common equity (a÷b)	14.5 %

Noteworthy Items:

Annual actuarial assumption update (3)	\$ (120)
Better (worse) than expected alternative returns	178
Fair value changes on Fixed Maturity Securities - Other accounted under fair value option	48

Quarterly

3Q20	2Q20	1Q20	4Q19	3Q19
\$ 6,950	\$ 5,664	\$ 6,903	\$ 7,060	\$ 7,461
\$ 744	\$ 1,577	\$ 1,223	\$ 947	\$ 826
642	720	726	748	703
1,817	1,844	1,884	1,882	1,884
224	(46)	112	97	46
219	242	7	92	148
2,260	2,040	2,003	2,071	2,078
224	212	220	234	226
3,870	4,549	4,172	4,000	3,833
1,441	2,007	1,720	1,365	1,576
890	879	897	903	909
(52)	119	318	208	42
127	146	141	147	141
79	79	76	84	81
374	399	405	416	397
36	39	41	38	41
2,895	3,668	3,598	3,161	3,187
975	881	574	839	646
73	71	61	47	45
902	810	513	792	601
183	160	99	158	117
\$ 719	\$ 650	\$ 414	\$ 634	\$ 484
3	3	3	3	3
\$ 716	\$ 647	\$ 411	\$ 631	\$ 481
\$ 20,017	\$ 19,506	\$ 19,661	\$ 19,513	\$ 19,235
19,762	19,584	19,587	19,374	19,028
14.5 %	13.2 %	8.4 %	13.0 %	10.1 %
\$ (120)	\$ -	\$ -	\$ -	\$ (143)
178	(88)	72	47	(1)
48	42	(52)	16	32

**Nine Months Ended
September 30,**

2020	2019
\$ 19,517	\$ 23,029
\$ 3,544	\$ 2,653
2,088	2,145
5,545	5,610
290	305
468	475
6,303	6,390
656	677
12,591	11,865
5,168	4,163
2,666	2,696
385	442
414	406
234	238
1,178	1,181
116	120
10,161	9,246
2,430	2,619
205	126
2,225	2,493
442	494
\$ 1,783	\$ 1,999
9	6
\$ 1,774	\$ 1,993
\$ 20,017	\$ 19,235
19,674	19,008
12.0 %	14.0 %
\$ (120)	\$ (143)
162	171
38	173

* See accompanying notes to Adjusted Attributed Common Equity on page 73.

See accompanying notes on page 37 and reconciliations of Non-GAAP financial measures beginning on page 66.



American International Group, Inc.
Life and Retirement – Individual Retirement Results

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Results of Operations							
Premiums and deposits	\$ 2,702	\$ 1,794	\$ 3,116	\$ 3,156	\$ 3,692	\$ 7,612	\$ 11,743
Revenues:							
Premiums	\$ 35	\$ 38	\$ 41	\$ 39	\$ 38	\$ 114	\$ 65
Policy fees	221	205	207	209	204	633	602
Net investment income (loss):							
Base portfolio (1)	877	894	929	912	929	2,700	2,732
Alternative investments	102	(20)	51	47	22	133	146
Other yield enhancements (2)	102	83	(5)	60	70	180	236
Total net investment income	1,081	957	975	1,019	1,021	3,013	3,114
Advisory fee and other income	143	133	147	154	153	423	452
Total adjusted revenues	1,480	1,333	1,370	1,421	1,416	4,183	4,233
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	96	50	138	90	237	284	319
Interest credited to policyholder account balances	453	428	444	441	429	1,325	1,289
Amortization of deferred policy acquisition costs	143	54	221	115	95	418	334
Non deferrable insurance commissions and other (4)	83	83	79	85	78	245	233
Advisory fee expenses	52	49	52	54	55	153	165
General operating expenses	103	100	110	116	115	313	352
Interest expense	17	19	20	19	20	56	58
Total benefits, losses and expenses	947	783	1,064	920	1,029	2,794	2,750
Adjusted pre-tax income (3)	\$ 533	\$ 550	\$ 306	\$ 501	\$ 387	\$ 1,389	\$ 1,483
Noteworthy Items (pre-tax)							
Annual actuarial assumption update (3)	\$ (75)	\$ -	\$ -	\$ -	\$ (63)	\$ (75)	\$ (63)
Better (worse) than expected alternative returns	81	(39)	33	24	1	75	83

See accompanying notes on page 37 and reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.
Life and Retirement – Individual Retirement (Variable and Index Annuities) Operating Statistics

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Assets under management:							
General accounts	\$ 40,956	\$ 39,452	\$ 38,767	\$ 35,062	\$ 34,491	\$ 40,956	\$ 34,491
Separate accounts	49,463	47,857	43,184	49,664	47,529	49,463	47,529
Total assets under management	\$ 90,419	\$ 87,309	\$ 81,951	\$ 84,726	\$ 82,020	\$ 90,419	\$ 82,020
Net investment spreads:							
Total yield	4.55 %	4.06 %	4.01 %	4.62 %	4.67 %	4.21 %	5.07 %
Less: Alternative investments (5)	(0.39)	0.15	(0.18)	(0.17)	(0.05)	(0.14)	(0.21)
Less: Other yield enhancements (6)	(0.32)	(0.35)	0.32	(0.25)	(0.18)	(0.12)	(0.38)
Base yield (7)	3.84	3.86	4.15	4.20	4.44	3.95	4.48
Cost of funds (a)	1.27	1.30	1.32	1.31	1.38	1.30	1.38
Base net investment spread (b)	2.57 %	2.56 %	2.83 %	2.89 %	3.06 %	2.65 %	3.10 %
DAC rollforward:							
Balance at beginning of period	\$ 2,389	\$ 2,576	\$ 2,792	\$ 2,571	\$ 2,826	\$ 2,792	\$ 3,121
Initial allowance upon CECL adoption	-	-	13	-	-	13	-
Deferrals	87	75	121	126	122	283	335
Operating amortization	(79)	(11)	(173)	(67)	(101)	(263)	(221)
Change from realized gains (losses)	80	235	(543)	97	(71)	(228)	(50)
Change from unrealized gains (losses)	(127)	(486)	366	65	(205)	(247)	(614)
Balance at end of period	\$ 2,350	\$ 2,389	\$ 2,576	\$ 2,792	\$ 2,571	\$ 2,350	\$ 2,571
Reserve rollforward:							
Balance at beginning of period, gross	\$ 83,267	\$ 77,179	\$ 81,473	\$ 78,631	\$ 76,809	\$ 81,473	\$ 68,794
Premiums and deposits	1,612	1,222	2,205	2,207	2,220	5,039	6,138
Surrenders and withdrawals	(1,147)	(933)	(1,273)	(1,297)	(1,196)	(3,353)	(3,472)
Death and other contract benefits	(286)	(273)	(265)	(231)	(261)	(824)	(749)
Subtotal	83,446	77,195	82,140	79,310	77,572	82,335	70,711
Change in fair value of underlying assets and reserve accretion, net of policy fees	1,884	5,746	(4,824)	2,069	712	2,806	7,254
Cost of funds (a)	95	93	90	87	87	278	242
Other reserve changes	152	233	(227)	7	260	158	424
Balance at end of period	85,577	83,267	77,179	81,473	78,631	85,577	78,631
Reinsurance ceded	(35)	(28)	(31)	(29)	(30)	(35)	(30)
Total insurance reserves	\$ 85,542	\$ 83,239	\$ 77,148	\$ 81,444	\$ 78,601	\$ 85,542	\$ 78,601

(a) Excludes the amortization of Sales Inducement Assets (SIA).

(b) Excludes the impact of alternative investments and other yield enhancements.

See accompanying notes on page 37.



American International Group, Inc.
Life and Retirement – Individual Retirement (Fixed Annuities) Operating Statistics

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Assets under management:							
General accounts	\$ 60,017	\$ 59,323	\$ 56,396	\$ 58,992	\$ 58,873	\$ 60,017	\$ 58,873
Separate accounts	29	28	25	30	29	29	29
Total assets under management	\$ 60,046	\$ 59,351	\$ 56,421	\$ 59,022	\$ 58,902	\$ 60,046	\$ 58,902
Net investment spreads (a):							
Total yield	4.82 %	4.27 %	4.53 %	4.68 %	4.75 %	4.54 %	4.90 %
Less: Alternative investments (5)	(0.38)	0.15	(0.16)	(0.14)	(0.04)	(0.13)	(0.15)
Less: Other yield enhancements (6)	(0.38)	(0.21)	(0.01)	(0.13)	(0.19)	(0.20)	(0.16)
Base yield (7)	4.06	4.21	4.36	4.41	4.52	4.21	4.59
Cost of funds (b)	2.63	2.66	2.61	2.66	2.67	2.63	2.69
Base net investment spread (c)	1.43 %	1.55 %	1.75 %	1.75 %	1.85 %	1.58 %	1.90 %
DAC rollforward:							
Balance at beginning of period	\$ 374	\$ 1,063	\$ 512	\$ 504	\$ 526	\$ 512	\$ 1,112
Initial allowance upon CECL adoption	-	-	2	-	-	2	-
Deferrals	15	9	14	21	39	38	132
Operating amortization	(64)	(43)	(48)	(48)	6	(155)	(113)
Change from realized gains (losses)	4	(1)	12	(1)	-	15	1
Change from unrealized gains (losses)	(45)	(654)	571	36	(67)	(128)	(628)
Balance at end of period	\$ 284	\$ 374	\$ 1,063	\$ 512	\$ 504	\$ 284	\$ 504
Reserve rollforward:							
Balance at beginning of period, gross	\$ 50,812	\$ 51,060	\$ 51,468	\$ 51,740	\$ 51,467	\$ 51,468	\$ 50,615
Premiums and deposits	942	387	647	754	1,203	1,976	4,526
Surrenders and withdrawals	(738)	(619)	(854)	(894)	(778)	(2,211)	(2,808)
Death and other contract benefits	(494)	(471)	(558)	(518)	(545)	(1,523)	(1,706)
Subtotal	50,522	50,357	50,703	51,082	51,347	49,710	50,627
Change in fair value of underlying assets and reserve accretion, net of policy fees	156	122	76	20	1	354	65
Cost of funds (b)	327	327	322	337	338	976	1,000
Other reserve changes	(258)	6	(41)	29	54	(293)	48
Balance at end of period	50,747	50,812	51,060	51,468	51,740	50,747	51,740
Reinsurance ceded	(281)	(282)	(282)	(279)	(282)	(281)	(282)
Total insurance reserves	\$ 50,466	\$ 50,530	\$ 50,778	\$ 51,189	\$ 51,458	\$ 50,466	\$ 51,458

(a) Excludes immediate annuities.

(b) Excludes the amortization of deferred SIAs.

(c) Excludes the impact of alternative investments and other yield enhancements.

See accompanying notes on page 37.

American International Group, Inc.
Life and Retirement – Individual Retirement Investment Products Net Flows

(in millions)	Quarterly					Nine Months Ended	
						September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Premiums and deposits:							
Fixed Annuities	\$ 942	\$ 387	\$ 647	\$ 754	\$ 1,203	\$ 1,976	\$ 4,526
Variable Annuities	670	542	859	845	820	2,071	2,034
Index Annuities	942	680	1,346	1,362	1,400	2,968	4,104
Retail Mutual Funds	148	185	264	195	269	597	1,079
Total premiums and deposits	2,702	1,794	3,116	3,156	3,692	7,612	11,743
Surrenders and withdrawals:							
Fixed Annuities	(738)	(619)	(854)	(894)	(778)	(2,211)	(2,808)
Variable Annuities	(886)	(735)	(1,051)	(1,100)	(1,032)	(2,672)	(2,992)
Index Annuities	(261)	(198)	(222)	(197)	(164)	(681)	(480)
Retail Mutual Funds	(807)	(1,002)	(1,760)	(1,179)	(1,242)	(3,569)	(3,511)
Total surrenders and withdrawals	(2,692)	(2,554)	(3,887)	(3,370)	(3,216)	(9,133)	(9,791)
Death and other contract benefits:							
Fixed Annuities	(494)	(471)	(558)	(518)	(545)	(1,523)	(1,706)
Variable Annuities	(243)	(230)	(223)	(201)	(223)	(696)	(647)
Index Annuities	(43)	(43)	(42)	(30)	(38)	(128)	(102)
Total death and other contract benefits	(780)	(744)	(823)	(749)	(806)	(2,347)	(2,455)
Net flows:							
Fixed Annuities	(290)	(703)	(765)	(658)	(120)	(1,758)	12
Variable Annuities	(459)	(423)	(415)	(456)	(435)	(1,297)	(1,605)
Index Annuities	638	439	1,082	1,135	1,198	2,159	3,522
Retail Mutual Funds	(659)	(817)	(1,496)	(984)	(973)	(2,972)	(2,432)
Total net flows	\$ (770)	\$ (1,504)	\$ (1,594)	\$ (963)	\$ (330)	\$ (3,868)	\$ (503)
Surrender rates (8):							
Fixed Annuities	5.8%	4.9%	6.7%	7.0%	6.1%	5.8%	7.4%
Variable and Index Annuities	5.4%	4.7%	6.4%	6.5%	6.2%	5.5%	6.3%

See accompanying notes on page 37 and reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.
Life and Retirement – Group Retirement Results

(in millions)

Results of Operations

Premiums and deposits

Revenues:

Premiums
Policy fees
Net investment income (loss):
 Base portfolio (1)
 Alternative investments
 Other yield enhancements (2)
 Total net investment income
Advisory fee and other income

Total adjusted revenues

Benefits, losses and expenses:

Policyholder benefits and losses incurred
Interest credited to policyholder account balances
Amortization of deferred policy acquisition costs
Non deferrable insurance commissions and other (4)
Advisory fee expenses
General operating expenses
Interest expense

Total benefits, losses and expenses

Adjusted pre-tax income (3)

Noteworthy items (pre-tax)

Annual actuarial assumption update (3)
Better (worse) than expected alternative returns

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Premiums and deposits	\$ 1,772	\$ 1,670	\$ 1,855	\$ 2,312	\$ 1,924	\$ 5,297	\$ 6,034
Revenues:							
Premiums	\$ 5	\$ 3	\$ 6	\$ 2	\$ 5	\$ 14	\$ 14
Policy fees	115	100	109	112	111	324	317
Net investment income (loss):							
Base portfolio (1)	476	485	484	493	491	1,445	1,493
Alternative investments	59	(11)	29	28	12	77	84
Other yield enhancements (2)	36	67	4	16	41	107	126
Total net investment income	571	541	517	537	544	1,629	1,703
Advisory fee and other income	67	68	62	71	66	197	191
Total adjusted revenues	758	712	694	722	726	2,164	2,225
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	17	14	33	18	20	64	47
Interest credited to policyholder account balances	276	279	281	288	292	836	859
Amortization of deferred policy acquisition costs	(44)	4	35	16	31	(5)	65
Non deferrable insurance commissions and other (4)	28	28	28	29	30	84	85
Advisory fee expenses	27	30	24	30	26	81	73
General operating expenses	106	132	139	122	112	377	334
Interest expense	10	11	11	10	12	32	34
Total benefits, losses and expenses	420	498	551	513	523	1,469	1,497
Adjusted pre-tax income (3)	\$ 338	\$ 214	\$ 143	\$ 209	\$ 203	\$ 695	\$ 728
Noteworthy items (pre-tax)							
Annual actuarial assumption update (3)	\$ 68	\$ -	\$ -	\$ -	\$ (17)	\$ 68	\$ (17)
Better (worse) than expected alternative returns	47	(22)	18	15	-	43	48

See accompanying notes on page 37 and reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.
Life and Retirement – Group Retirement Operating Statistics

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Assets under administration:							
General accounts	\$ 52,237	\$ 51,329	\$ 48,274	\$ 49,683	\$ 49,959	\$ 52,237	\$ 49,959
Separate accounts	36,975	35,311	30,190	37,782	35,659	36,975	35,659
Group Retirement mutual funds	21,694	20,989	17,784	21,672	20,307	21,694	20,307
Total assets under administration	\$ 110,906	\$ 107,629	\$ 96,248	\$ 109,137	\$ 105,925	\$ 110,906	\$ 105,925
Net investment spreads:							
Total yield	4.83 %	4.56 %	4.50 %	4.66 %	4.71 %	4.63 %	4.96 %
Less: Alternative investments (5)	(0.43)	0.17	(0.19)	(0.17)	(0.05)	(0.15)	(0.18)
Less: Other yield enhancements (6)	(0.20)	(0.46)	0.08	(0.02)	(0.21)	(0.19)	(0.23)
Base yield (7)	4.20	4.27	4.39	4.47	4.45	4.29	4.55
Cost of funds (a)	2.65	2.64	2.69	2.69	2.72	2.66	2.73
Base net investment spread (b)	1.55 %	1.63 %	1.70 %	1.78 %	1.73 %	1.63 %	1.82 %
Net flows:							
Premiums and deposits	\$ 1,772	\$ 1,670	\$ 1,855	\$ 2,312	\$ 1,924	\$ 5,297	\$ 6,034
Surrenders and withdrawals	(2,544)	(1,734)	(2,260)	(2,940)	(2,535)	(6,538)	(7,377)
Death and other contract benefits	(185)	(179)	(182)	(181)	(177)	(546)	(494)
Total net flows	\$ (957)	\$ (243)	\$ (587)	\$ (809)	\$ (788)	\$ (1,787)	\$ (1,837)
Surrender rates (8)	10.1 %	7.3 %	9.4 %	11.7 %	10.3 %	8.8 %	10.3 %
DAC rollforward:							
Balance at beginning of period	\$ 602	\$ 874	\$ 684	\$ 648	\$ 762	\$ 684	\$ 1,030
Initial allowance upon CECL adoption	-	-	1	-	-	1	-
Deferrals	17	17	16	26	20	50	59
Operating amortization	44	(4)	(35)	(16)	(31)	5	(65)
Change from realized gains (losses)	2	4	(1)	-	-	5	-
Change from unrealized gains (losses)	(34)	(289)	209	26	(103)	(114)	(376)
Balance at end of period	\$ 631	\$ 602	\$ 874	\$ 684	\$ 648	\$ 631	\$ 648
Reserve rollforward:							
Balance at beginning of period, gross	\$ 99,523	\$ 90,947	\$ 102,049	\$ 98,624	\$ 98,923	\$ 102,049	\$ 91,685
Premiums and deposits	1,772	1,670	1,855	2,312	1,924	5,297	6,034
Surrenders and withdrawals	(2,544)	(1,734)	(2,260)	(2,940)	(2,535)	(6,538)	(7,377)
Death and other contract benefits	(185)	(179)	(182)	(181)	(177)	(546)	(494)
Subtotal	98,566	90,704	101,462	97,815	98,135	100,262	89,848
Change in fair value of underlying assets and reserve accretion, net of policy fees	3,758	8,552	(10,705)	4,000	213	1,605	7,939
Cost of funds (a)	285	277	278	284	286	840	844
Other reserve changes	(49)	(10)	(88)	(50)	(10)	(147)	(7)
Total insurance reserves and Group Retirement mutual funds	\$ 102,560	\$ 99,523	\$ 90,947	\$ 102,049	\$ 98,624	\$ 102,560	\$ 98,624

(a) Excludes the amortization of SIAs.

(b) Excludes the impact of alternative investments and other yield enhancements.

See accompanying notes on page 37 and reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.

Life and Retirement – Individual and Group Retirement Variable Annuity Guaranteed Benefits (9)

(in millions)

	Quarterly				
	3Q20	2Q20	1Q20	4Q19	3Q19
Account value by benefit type (a)					
Guaranteed Minimum Death Benefits (GMDB) only (b)	\$ 68,936	\$ 66,660	\$ 60,483	\$ 69,316	\$ 66,978
Guaranteed Minimum Income Benefits (GMIB) (c)	2,136	2,049	1,789	2,192	2,110
Guaranteed Minimum Withdrawal Benefits (GMWB) (d)	44,810	43,733	40,558	45,228	43,637
Liability by benefit type (a)					
GMDB (b)	\$ 353	\$ 381	\$ 422	\$ 380	\$ 383
GMIB (c)	12	12	13	12	12
GMWB (d)	3,920	4,347	4,070	2,567	3,263

(a) Excludes assumed reinsurance business.

(b) A guaranteed minimum death benefit is an amount paid from a variable annuity upon the death of the owner. This benefit protects beneficiaries from market volatility and may be different than the account value. This benefit may be subject to a maximum amount based on age of owner or dollar amount. "Guaranteed Minimum Death Benefits only" signifies that no other guarantees are present in the contract. Contracts with a guaranteed living benefit also have a guaranteed minimum death benefit, but a policyholder can generally only receive payout from one guaranteed feature, i.e. the features are generally mutually exclusive.

(c) A guaranteed minimum income benefit guarantees a minimum level of periodic income payments upon annuitization.

(d) A guaranteed minimum withdrawal benefit creates a guaranteed income stream which, within certain parameters, may continue for the life of the annuitant even if the entire contract value has been reduced to zero. The fair value of GMWB embedded derivatives is based on actuarial and capital market assumptions related to projected cash flows of rider fees and claims over the expected lives of the contracts.

The following table presents the net increase (decrease) to consolidated pre-tax income from changes in the fair value of the GMWB embedded derivatives and related hedges:

(in millions)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Change in fair value of embedded derivatives, excluding update of actuarial assumptions and non-performance risk adjustment (NPA)	\$ 1,207	\$ 1,298	\$ (5,601)	\$ 1,785	\$ (1,481)	\$ (3,096)	\$ (1,941)
Change in fair value of variable annuity hedging portfolio:							
Fixed maturity securities	13	11	7	7	15	31	187
Interest rate derivative contracts	(356)	35	2,194	(632)	826	1,873	1,661
Equity derivative contracts	(384)	(891)	1,384	(487)	(15)	109	(787)
Change in fair value of variable annuity hedging portfolio	(727)	(845)	3,585	(1,112)	826	2,013	1,061
Change in fair value of embedded derivatives, excluding update of actuarial assumptions and NPA, net of hedging portfolio	480	453	(2,016)	673	(655)	(1,083)	(880)
Change in fair value of embedded derivatives due to NPA spread	(519)	(1,094)	2,646	(494)	306	1,033	180
Change in fair value of embedded derivatives due to change in NPA volume	(290)	(358)	1,569	(477)	457	921	679
Change in fair value of embedded derivatives due to update of actuarial assumptions	194	-	-	-	219	194	219
Total change due to update of actuarial assumptions and NPA	(615)	(1,452)	4,215	(971)	982	2,148	1,078
Net impact on pre-tax income (loss)	\$ (135)	\$ (999)	\$ 2,199	\$ (298)	\$ 327	\$ 1,065	\$ 198

See accompanying notes on page 37.



American International Group, Inc.
Life and Retirement – Life Insurance Results

(in millions)

Results of Operations

Premiums and deposits

Revenues:

Premiums
Policy fees
Net investment income (loss):
Base portfolio (1)
Alternative investments
Other yield enhancements (2)
Total net investment income
Other income (10)

Total adjusted revenues

Benefits, losses and expenses:

Policyholder benefits and losses incurred
Interest credited to policyholder account balances
Amortization of deferred policy acquisition costs
Non deferrable insurance commissions and other (4)
General operating expenses
Interest expense

Total benefits, losses and expenses

Adjusted pre-tax income (3)

Noteworthy items (pre-tax)

Annual actuarial assumption update (3)
Better (worse) than expected alternative returns
Adjusted pre-tax income Domestic Life
Adjusted pre-tax income (loss) International Life

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
	\$ 1,030	\$ 1,071	\$ 1,015	\$ 1,047	\$ 1,012	\$ 3,116	\$ 3,039
Premiums	\$ 429	\$ 447	\$ 419	\$ 405	\$ 394	\$ 1,295	\$ 1,214
Policy fees	265	375	370	386	348	1,010	1,102
Net investment income (loss):							
Base portfolio (1)	259	264	267	265	260	790	788
Alternative investments	35	(7)	18	15	9	46	52
Other yield enhancements (2)	74	23	6	8	20	103	75
Total net investment income	368	280	291	288	289	939	915
Other income (10)	14	11	11	9	6	36	33
Total adjusted revenues	1,076	1,113	1,091	1,088	1,037	3,280	3,264
Policyholder benefits and losses incurred	967	788	709	675	848	2,464	2,217
Interest credited to policyholder account balances	93	92	92	92	93	277	277
Amortization of deferred policy acquisition costs	(153)	60	61	76	(86)	(32)	39
Non deferrable insurance commissions and other (4)	8	28	27	26	27	63	67
General operating expenses	149	148	140	162	155	437	449
Interest expense	7	6	7	6	7	20	20
Total benefits, losses and expenses	1,071	1,122	1,036	1,037	1,044	3,229	3,069
Adjusted pre-tax income (3)	\$ 5	\$ (9)	\$ 55	\$ 51	\$ (7)	\$ 51	\$ 195
Annual actuarial assumption update (3)	\$ (114)	\$ -	\$ -	\$ -	\$ (63)	\$ (114)	\$ (63)
Better (worse) than expected alternative returns	28	(14)	12	7	-	26	29
Adjusted pre-tax income Domestic Life	(11)	(8)	39	49	5	20	185
Adjusted pre-tax income (loss) International Life	16	(1)	16	2	(12)	31	10

See accompanying notes on page 37 and reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.
Life and Retirement – Life Insurance Operating Statistics

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Gross life insurance in force, end of period:							
Domestic Life	\$ 937,358	\$ 931,874	\$ 926,251	\$ 920,942	\$ 909,389	\$ 937,358	\$ 909,389
International Life	186,142	173,413	167,203	167,304	147,807	186,142	147,807
Total	\$ 1,123,500	\$ 1,105,287	\$ 1,093,454	\$ 1,088,246	\$ 1,057,196	\$ 1,123,500	\$ 1,057,196
Life and A&H CPPE sales (11):							
Term	\$ 39	\$ 44	\$ 59	\$ 58	\$ 62	\$ 142	\$ 192
Universal life	22	23	27	34	33	72	93
Group and other life	32	64	33	15	33	129	97
Single premium and unscheduled deposits	2	3	3	3	2	8	8
Total	\$ 95	\$ 134	\$ 122	\$ 110	\$ 130	\$ 351	\$ 390
Surrender/lapse rates (12):							
Domestic Life:							
Independent distribution	4.75 %	3.55 %	5.44 %	4.63 %	4.69 %	4.58 %	4.36 %
Career distribution	3.19 %	2.73 %	4.80 %	4.62 %	4.69 %	3.58 %	4.74 %
DAC/VOBA rollforward (13):							
Balance at beginning of period	\$ 3,895	\$ 3,951	\$ 3,891	\$ 3,810	\$ 3,704	\$ 3,891	\$ 3,756
Initial allowance upon CECL adoption	-	-	(1)	-	-	(1)	-
Deferrals	99	92	108	101	108	299	375
Operating amortization	153	(60)	(61)	(76)	86	32	(39)
Change from realized gains (losses)	4	10	(3)	(5)	6	11	9
Change from unrealized gains (losses)	(13)	(96)	49	24	(79)	(60)	(272)
Foreign exchange translation	20	(2)	(32)	37	(15)	(14)	(19)
Balance at end of period	\$ 4,158	\$ 3,895	\$ 3,951	\$ 3,891	\$ 3,810	\$ 4,158	\$ 3,810
Reserve rollforward:							
Balance at beginning of period, gross	\$ 21,836	\$ 21,256	\$ 22,096	\$ 22,024	\$ 20,699	\$ 22,096	\$ 19,719
Premiums and deposits	942	977	926	965	922	2,845	2,772
Surrenders and withdrawals	(82)	(80)	(147)	(126)	(157)	(309)	(449)
Death and other contract benefits	(102)	(147)	(137)	(139)	(121)	(386)	(385)
Subtotal	22,594	22,006	22,738	22,724	21,343	24,246	21,657
Change in fair value of underlying assets and reserve accretion, net of policy fees	(290)	(275)	(383)	(282)	(305)	(948)	(856)
Cost of funds	93	92	92	93	92	277	277
Other reserve changes	(111)	17	(1,138)	(497)	916	(1,232)	970
Foreign exchange translation	38	(4)	(53)	58	(22)	(19)	(24)
Balance at end of period	22,324	21,836	21,256	22,096	22,024	22,324	22,024
Reinsurance ceded	(1,169)	(1,163)	(1,160)	(1,150)	(1,122)	(1,169)	(1,122)
Total insurance reserves	\$ 21,155	\$ 20,673	\$ 20,096	\$ 20,946	\$ 20,902	\$ 21,155	\$ 20,902
Domestic Life	20,576	20,136	19,614	20,477	20,487	20,576	20,487
International Life	579	537	482	469	415	579	415
Total insurance reserves	\$ 21,155	\$ 20,673	\$ 20,096	\$ 20,946	\$ 20,902	\$ 21,155	\$ 20,902

See accompanying notes on page 37.

American International Group, Inc.
Life and Retirement – Institutional Markets Results

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Results of Operations							
Premiums and deposits	\$ 1,446	\$ 1,129	\$ 917	\$ 545	\$ 833	\$ 3,492	\$ 2,213
Revenues:							
Premiums	\$ 275	\$ 1,089	\$ 757	\$ 501	\$ 389	\$ 2,121	\$ 1,360
Policy fees	41	40	40	41	40	121	124
Net investment income:							
Base portfolio (1)	205	201	204	212	204	610	597
Alternative investments	28	(8)	14	7	3	34	23
Other yield enhancements (2)	7	69	2	8	17	78	38
Total net investment income	240	262	220	227	224	722	658
Other income	-	-	-	-	1	-	1
Total adjusted revenues	556	1,391	1,017	769	654	2,964	2,143
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	361	1,155	840	582	471	2,356	1,580
Interest credited to policyholder account balances	68	80	80	82	95	228	271
Amortization of deferred policy acquisition costs	2	1	1	1	2	4	4
Non deferrable insurance commissions	8	7	7	7	6	22	21
General operating expenses	16	19	16	16	15	51	46
Interest expense	2	3	3	3	2	8	8
Total benefits, losses and expenses	457	1,265	947	691	591	2,669	1,930
Adjusted pre-tax income	\$ 99	\$ 126	\$ 70	\$ 78	\$ 63	\$ 295	\$ 213
General and separate account reserves							
Future policyholder benefits	\$ 10,291	\$ 10,159	\$ 9,055	\$ 8,377	\$ 7,909	\$ 10,291	\$ 7,909
Policyholder contract deposits	11,149	10,485	10,442	10,198	10,652	11,149	10,652
Separate account reserves	2,645	2,795	2,754	2,970	3,153	2,645	3,153
Total general and separate account reserves	\$ 24,085	\$ 23,439	\$ 22,251	\$ 21,545	\$ 21,714	\$ 24,085	\$ 21,714
Noteworthy Items (pre-tax)							
Annual actuarial assumption update (3)	\$ 1	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ -
Better (worse) than expected alternative returns	22	(13)	9	1	(2)	18	11

See accompanying notes on page 37 and reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.
Life and Retirement – Institutional Markets Operating Statistics

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Reserve rollforward:							
Balance at beginning of period, gross	\$ 23,484	\$ 22,296	\$ 21,588	\$ 21,757	\$ 21,022	\$ 21,588	\$ 19,839
Premiums and deposits	1,446	1,129	917	545	833	3,492	2,213
Surrenders and withdrawals	(802)	(106)	(105)	(330)	(187)	(1,013)	(583)
Death and other contract benefits	(162)	(235)	(294)	(624)	(154)	(691)	(478)
Subtotal	23,966	23,084	22,106	21,348	21,514	23,376	20,991
Change in fair value of underlying assets and reserve accretion, net of policy fees	140	231	93	160	118	464	445
Cost of funds	68	80	80	82	95	228	271
Other reserve changes	(44)	89	17	(2)	30	62	50
Balance at end of period	24,130	23,484	22,296	21,588	21,757	24,130	21,757
Reinsurance ceded	(45)	(45)	(45)	(43)	(43)	(45)	(43)
Total insurance reserves	\$ 24,085	\$ 23,439	\$ 22,251	\$ 21,545	\$ 21,714	\$ 24,085	\$ 21,714
Reserves by line of business:							
Structured settlements	\$ 3,407	\$ 3,363	\$ 3,297	\$ 3,234	\$ 3,164	\$ 3,407	\$ 3,164
Pension risk transfer	7,700	7,611	6,550	5,907	5,477	7,700	5,477
Corporate and Bank-owned life insurance	5,024	4,971	4,876	5,037	4,981	5,024	4,981
Stable value wrap	380	570	611	644	881	380	881
Guaranteed investment contracts	7,574	6,924	6,917	6,723	7,211	7,574	7,211
Total insurance reserves	\$ 24,085	\$ 23,439	\$ 22,251	\$ 21,545	\$ 21,714	\$ 24,085	\$ 21,714
Premiums and deposits by line of business:							
Structured settlements	\$ 73	\$ 95	\$ 97	\$ 94	\$ 55	\$ 265	\$ 229
Pension risk transfer	220	1,035	696	450	353	1,951	1,215
Corporate and Bank-owned life insurance	-	(1)	1	-	-	-	-
Stable value wrap	3	-	(1)	1	52	2	52
Guaranteed investment contracts	1,150	-	124	-	373	1,274	717
Total premiums and deposits	\$ 1,446	\$ 1,129	\$ 917	\$ 545	\$ 833	\$ 3,492	\$ 2,213
Stable value wraps (401k and bank-owned life insurance) - Assets under management (a)	\$ 42,665	\$ 41,348	\$ 40,934	\$ 39,912	\$ 39,903	\$ 42,665	\$ 39,903

(a) Comprises the notional value of stable value wrap contracts, excluding the portion included in Total insurance reserves.

See accompanying notes on page 37 and reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.

Life and Retirement Notes

- (1) Net investment income (loss) - base portfolio includes interest, dividends, and foreclosed real estate income, net of investment expenses and non-qualifying (economic) hedges.
- (2) Net investment income (loss) - other yield enhancements includes call and tender income, commercial mortgage loan prepayments, changes in market value of investments accounted for under the fair value option, interest received on defaulted investments (other than foreclosed real estate) and other miscellaneous investment income, including income of certain partnership entities that are required to be consolidated.
- (3) Life and Retirement Adjusted pre-tax income in 3Q20 and 3Q19 included the net effect of adjustments to reflect the annual review and update of certain assumptions used to amortize DAC and related items for interest-sensitive products, including life and annuity spreads, mortality rates, lapse rates, fees and separate account long-term asset growth rates. The update of actuarial assumptions also included adjustments to reserves for universal life with secondary guarantees. Consolidated pre-tax income in these periods also included adjustments to the valuation of variable annuity GMWB features that are accounted for as embedded derivatives, primarily due to updated assumptions for lapses, mortality, risk margins and utilization of withdrawal benefits. Changes in the fair value of such embedded derivatives are recorded in net realized capital gains (losses) and, together with related DAC adjustments, are excluded from APTI. In the aggregate, the net effect of adjustments to reflect the review and update of actuarial assumptions for Life and Retirement products increased (decreased) APTI and pre-tax income as follows:

(in millions)	Life Insurance		Individual Retirement - Fixed Annuities		Individual Retirement - Variable and Index Annuities		Group Retirement		Institution Markets		Total Life and Retirement	
	3Q20	3Q19	3Q20	3Q19	3Q20	3Q19	3Q20	3Q19	3Q20	3Q19	3Q20	3Q19
Policy fees	\$ (106)	\$ (32)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (106)	\$ (32)
Interest credited to policyholder account balances	-	-	(15)	25	(3)	(5)	12	(1)	-	-	(6)	19
Amortization of deferred policy acquisition costs	210	155	(22)	58	(22)	(6)	59	(4)	-	-	225	203
Non deferrable insurance commissions	15	-	-	-	-	-	-	-	-	-	15	-
Policyholder benefits and claims incurred	(233)	(186)	(40)	(1)	27	(134)	(3)	(12)	1	-	(248)	(333)
Adjusted pre-tax income (loss)	\$ (114)	\$ (63)	\$ (77)	\$ 82	\$ 2	\$ (145)	\$ 68	\$ (17)	\$ 1	\$ -	\$ (120)	\$ (143)
Changes in DAC related to net realized capital gains (losses)	-	7	-	-	(43)	(23)	(1)	(1)	-	-	(44)	(17)
Net realized capital gains (losses)	-	8	-	-	118	143	24	29	-	-	142	180
Increase (decrease) to pre-tax income (loss)	\$ (114)	\$ (48)	\$ (77)	\$ 82	\$ 77	\$ (25)	\$ 91	\$ 11	\$ 1	\$ -	\$ (22)	\$ 20

- (4) Non deferrable insurance commissions and other includes risk charges related to statutory reinsurance that became effective in 2016 of certain life insurance reserves, which resulted in the release of statutory capital. The risk charges are allocated to the Life and Retirement segments on the basis of attributed common equity, consistent with the benefit from the reduced capital requirement.
- (5) Includes incremental effect on base yield of alternative investments. Quarterly results are annualized.
- (6) Includes incremental effect on base yield of other yield enhancements. Quarterly results are annualized.
- (7) Includes returns from base portfolio including accretion and impacts from holding cash and short-term investments. Quarterly results are annualized.
- (8) Annuity surrender rates represent actual or annualized surrenders and other withdrawals as a percentage of average annuity reserves and Group Retirement mutual fund assets under administration.
- (9) Life and Retirement uses reinsurance, product design and hedging to mitigate risks related to guaranteed benefits in individual annuity contracts. See Part II, Item 7. MD&A – Enterprise Risk Management – Insurance Risks – Life and Retirement Companies' Key Risks – Variable Annuity Risk Management and Hedging Programs in our Annual Report on Form 10-K for the year ended December 31, 2019 for a discussion of our risk management related to these product features.
- (10) Life Insurance - Other income is primarily related to Laya Healthcare commission and profit sharing revenues received from insurers for distribution of their products.
- (11) Life Insurance sales are shown on a continuous payment premium equivalent (CPPE) basis. Life insurance sales include periodic premiums from new business expected to be collected over a one-year period and 10 percent of unscheduled and single premiums from new and existing policyholders. Sales of accident and health insurance represent annualized first-year premium from new policies.
- (12) Life insurance lapse rates are reported on a 90-day lag basis to include grace period processing.
- (13) In 4Q19, an adjustment of (\$121) million was made to reflect an intercompany elimination. Prior periods have been revised to conform with the current period presentation.
- (14) On October 26, 2020, AIG announced its intention to separate its Life and Retirement business from AIG. No decisions have yet been made regarding the structure of the proposed separation. In addition, any separation transaction will be subject to the satisfaction of various conditions and approvals, including approval by the AIG Board of Directors, receipt of insurance and other required regulatory approvals, and satisfaction of any applicable requirements of the Securities and Exchange Commission. No assurance can be given regarding the form that a separation transaction may take or the specific terms or timing thereof, or that a separation will in fact occur.



American International Group, Inc.
Other Operations Results

(in millions)

Results of Operations

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Revenues:							
Premiums	\$ 25	\$ 18	\$ 15	\$ 13	\$ 12	\$ 58	\$ 37
Net investment income							
Interest and dividends - Available for Sale Securities	8	(4)	26	21	26	30	83
Interest and dividends - Fair value option securities	14	6	(8)	4	1	12	4
Other investment income - Consolidated investment entities	62	(40)	94	49	49	116	144
Other investment income (loss)	8	17	16	24	21	41	76
Total Net investment income	92	(21)	128	98	97	199	307
Other Income							
Other income- Intercompany loan with legacy portfolio	7	17	18	18	17	42	55
Other income (loss) - Other	4	1	1	18	13	6	23
Total other income (3)	11	18	19	36	30	48	78
Total adjusted revenues	128	15	162	147	139	305	422
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	21	18	11	10	13	50	27
Acquisition expenses - Amortization of deferred policy acquisition costs	7	5	4	4	5	16	14
General operating expenses							
Parent and Service Companies	191	194	244	241	241	629	617
Asset Management Group	(3)	8	10	(1)	1	15	16
Blackboard (5)	1	10	16	19	17	27	45
Amortization of intangible assets	10	10	10	10	10	30	30
Total General operating expenses (3)	199	222	280	269	269	701	708
Interest expense							
Interest - Financial Debt and Hybrids	291	269	259	260	259	819	783
Interest - Consolidated investment entities	29	41	46	50	33	116	107
Interest - Economic hedge on foreign denominated debt	4	9	12	8	10	25	29
Interest - Other	3	10	1	(1)	4	14	10
Total Interest expense	327	329	318	317	306	974	929
Total benefits, losses and expenses	554	574	613	600	593	1,741	1,678
Adjusted pre-tax loss before consolidation and eliminations	(426)	(559)	(451)	(453)	(454)	(1,436)	(1,256)
Consolidation, eliminations and other adjustments							
Consolidation, eliminations and other adjustments - Consolidated investment entities (1)	(131)	63	(104)	(126)	(53)	(172)	(201)
Consolidation, eliminations and other adjustments - other	(5)	(14)	20	(7)	7	1	29
Total consolidation, eliminations and other adjustments (2)	(136)	49	(84)	(133)	(46)	(171)	(172)
Adjusted pre-tax loss	\$ (562)	\$ (510)	\$ (535)	\$ (586)	\$ (500)	\$ (1,607)	\$ (1,428)

See accompanying notes on page 39 and 40 and reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.
Other Operations Results

(in millions)

Adjusted Pre-tax income (loss) by activities

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Corporate (Parent and Service Companies)							
General operating expenses	\$ (191)	\$ (194)	\$ (244)	\$ (241)	\$ (241)	\$ (629)	\$ (617)
Interest expense	(291)	(269)	(259)	(260)	(259)	(819)	(783)
All other income (expense), net (4)	31	(1)	20	69	53	50	156
Total Corporate (Parent and Service Companies)	(451)	(464)	(483)	(432)	(447)	(1,398)	(1,244)
Consolidated investment entities	33	(81)	48	(1)	16	-	37
Blackboard (5)	(8)	(14)	(16)	(20)	(23)	(38)	(49)
Consolidation, eliminations and other adjustments							
Consolidation, eliminations and other adjustments - Consolidated investment entities (1)	(131)	63	(104)	(126)	(53)	(172)	(201)
Consolidation, eliminations and other adjustments - other	(5)	(14)	20	(7)	7	1	29
Total consolidation, eliminations and other adjustments (2)	(136)	49	(84)	(133)	(46)	(171)	(172)
Adjusted pre-tax loss	\$ (562)	\$ (510)	\$ (535)	\$ (586)	\$ (500)	\$ (1,607)	\$ (1,428)

See accompanying notes on page 39 and 40 and reconciliations of Non-GAAP financial measures beginning on page 66.

- (1) Consolidation, eliminations and other adjustments - consolidated investment entities primarily represents the elimination of intercompany net investment income recorded by our General Insurance and Life and Retirement subsidiaries for their investments in consolidated investment entities within our Asset Management Group.
- (2) Total consolidation, eliminations and other adjustments primarily represents eliminations of intercompany transactions between entities in Other Operations (Parent and Asset Management Group) and our General Insurance and Life and Retirement subsidiaries.

(in millions)

Revenues:

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Net investment income	\$ (150)	\$ 30	\$ (147)	\$ (161)	\$ (70)	\$ (267)	\$ (239)
Other income	-	3	2	3	(11)	5	(18)
Total adjusted revenues	(150)	33	(145)	(158)	(81)	(262)	(257)
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	1	2	(19)	3	(8)	(16)	(15)
Interest credited to policyholder account balances	2	7	(10)	6	(1)	(1)	3
General operating expenses	(3)	(4)	(14)	(15)	(12)	(21)	(39)
Interest expense	(14)	(21)	(18)	(19)	(14)	(53)	(34)
Total benefits, losses and expenses	(14)	(16)	(61)	(25)	(35)	(91)	(85)
Adjusted pre-tax loss	\$ (136)	\$ 49	\$ (84)	\$ (133)	\$ (46)	\$ (171)	\$ (172)

American International Group, Inc.
Other Operations Results

- (3) Beginning in the quarter ended March 31, 2020, intercompany asset management fees received primarily from General Insurance and Life and Retirement subsidiaries are recorded in general operating expenses rather than other income, resulting in a reduction in other income and general operating expenses. There is no impact on adjusted pre-tax income for this presentation change. Prior periods have been revised to conform to the current period presentation. The reduction in other income and general operating expenses for each period was as follows:

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Other income	\$ 86	\$ 77	\$ 79	\$ 73	\$ 72	\$ 242	\$ 203
General operating expenses	\$ 86	\$ 77	\$ 79	\$ 73	\$ 72	\$ 242	\$ 203

- (4) All other income (loss), net primarily represents interest and dividends, other investment income, other income, amortization of intangible assets, economic hedge on foreign denominated debt and net general operating expenses of our Asset Management Group.
- (5) At the end of March 2020, Blackboard, AIG's technology-driven subsidiary, was placed into run-off. As a result of this decision, AIG recognized a pre-tax loss of \$210 million, primarily consisting of asset impairment charges; this charge did not impact adjusted pre-tax income.

American International Group, Inc.
Legacy Portfolio Results

(in millions)

Results of Operations

Revenues:

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Premiums	\$ 58	\$ 76	\$ 124	\$ 114	\$ 122	\$ 258	\$ 367
Policy fees	6	29	29	30	30	64	92
Net investment income	157	631	127	688	614	915	1,792
Other income (loss)	(7)	(17)	(16)	(13)	(15)	(40)	(54)
Total adjusted revenues	214	719	264	819	751	1,197	2,197

Benefits, losses and expenses:

Policyholder benefits and losses incurred (4)	85	341	507	487	516	933	1,422
Interest credited to policyholder account balances	(3)	45	51	52	53	93	161
Acquisition expenses:	-	-	-	-	-	-	-
Amortization of deferred policy acquisition costs	6	11	18	17	19	35	51
Other acquisition expenses	-	-	1	2	(2)	1	1
Total acquisition expenses	6	11	19	19	17	36	52
Non deferrable insurance commissions	3	4	3	3	6	10	14
General operating expenses	31	57	48	76	62	136	210
Interest expense (1)	3	4	4	5	4	11	14
Total benefits, losses and expenses	125	462	632	642	658	1,219	1,873

Adjusted pre-tax income (loss) (5)

Adjusted pre-tax income (loss) by type

General Insurance run-off lines (4)	(16)	10	36	(8)	27	30	85
Life and Retirement run-off lines	29	13	(133)	103	16	(91)	141
Legacy investments	76	234	(271)	82	50	39	98

Adjusted pre-tax income (loss)	\$ 89	\$ 257	\$ (368)	\$ 177	\$ 93	\$ (22)	\$ 324
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Interest expense on attributed financial debt

	-	-	-	-	-	-	-
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Adjusted pre-tax income (loss) including attributed interest expense

Income tax expense (benefit)	19	54	(78)	37	19	(5)	68
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**Adjusted after-tax income (loss) attributable to common
shareholders (a)**

	\$ 70	\$ 203	\$ (290)	\$ 140	\$ 74	\$ (17)	\$ 256
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Ending adjusted attributed common equity	\$ 2,201	\$ 2,019	\$ 7,842	\$ 7,018	\$ 6,775	\$ 2,201	\$ 6,775
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Average adjusted attributed common equity (b)*	2,110	4,931	7,430	6,897	6,784	4,770	7,476
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Adjusted return on attributed common equity (a÷b)	13.3 %	16.5 %	(15.6) %	8.1 %	4.4 %	(0.5) %	4.6 %
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* See accompanying notes to Adjusted Attributed Common Equity on page 73.



American International Group, Inc.
Legacy Portfolio Results (Cont.)

(in millions)

Noteworthy Items (pre-tax)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Catastrophe losses, net of reinsurance	\$ 7	\$ -	\$ -	\$ 2	\$ 14	\$ 7	\$ 14
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	-	(2)	-	-	(1)	(2)	-
Return premium related to prior year development	-	2	-	-	-	2	-
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and return premium	-	-	-	-	(1)	-	-
Annual actuarial assumption update	13	-	-	-	(30)	13	(30)
Better (worse) than expected alternative returns	(17)	(20)	(120)	(1)	-	(157)	16
Better (worse) than expected DIB and GCM returns	51	24	(45)	62	(10)	30	(1)
Fair value changes on Fixed Maturity Securities - Other accounted under fair value option (2)	85	249	(235)	94	58	99	43
Selected Balance Sheet Data							
Legacy investments, net of related debt	\$ 1,110	\$ 1,021	\$ 1,352	\$ 2,002	\$ 2,074	\$ 1,110	\$ 2,074
Legacy General Insurance run-off reserves (3)	1,363	1,403	5,147	5,409	5,624	1,363	5,624
Legacy Life and Retirement run-off reserves	7,956	7,739	37,817	38,728	39,441	7,956	39,441

As of September 30, 2020, approximately \$30.6 billion of reserves from AIG's Legacy Life and Retirement Run-Off Lines and approximately \$4.1 billion of reserves from AIG's Legacy General Insurance Run-Off Lines, related to business written by multiple wholly-owned AIG subsidiaries, had been ceded to Fortitude Re under these reinsurance transactions. As of closing of the Majority Interest Fortitude Sale, these reinsurance transactions are no longer considered affiliated transactions and Fortitude Re is the reinsurer of the majority of AIG's Legacy Portfolio. Below lists selected pre-tax Balance Sheet data (in millions) from our life insurance and general insurance subsidiaries related to the business ceded to Fortitude:

	September 2020	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019
Funds withheld assets	\$ 42,024	\$ 41,541	\$ 39,216	\$ 39,874	\$ 41,001
Reinsurance assets - Fortitude Re	34,707	34,556	-	-	-
Unamortized balances prepaid insurance assets*	-	-	2,872	2,948	2,977
Deferred acquisition costs related to prepaid insurance assets*	-	-	454	454	465
Fortitude Re funds withheld payable	42,543	42,033	-	-	-
General Insurance run-off reserves**	4,093	4,125	3,841	3,915	4,006
Life and Retirement run-off reserves	30,614	30,431	30,074	30,237	30,708

*Amounts were written-off as result of the deconsolidation of Fortitude Re.

** Includes unearned premiums ceded to Fortitude Re as a result of the Majority Interest Fortitude Sale.

The impact of the funds withheld arrangements with Fortitude Re for the period post deconsolidation (June 2, 2020) was as follows:

	Quarterly		Nine Months Ended September 30,
	3Q20	2Q20	2020
Net underwriting income	\$ -	\$ -	\$ -
Net investment income - Fortitude Re funds withheld assets	458	116	574
Net realized capital losses on Fortitude Re funds withheld assets:			
Net realized capital gains - Fortitude Re funds withheld assets	32	96	128
Net realized capital losses - Fortitude Re embedded derivatives	(656)	(837)	(1,493)
Net realized capital losses on Fortitude Re funds withheld assets	(624)	(741)	(1,365)
Loss from continuing operations before income tax benefit	(166)	(625)	(791)
Income tax benefit (*)	(35)	(131)	(166)
Net loss	(131)	(494)	(625)
Change in unrealized appreciation of all other investments (*)	132	438	570
Comprehensive income (loss)	\$ 1	\$ (56)	\$ (55)

(*) The income tax expense (benefit) and the tax impact in accumulated other comprehensive income was computed using the U.S. statutory tax rate of 21 percent.



American International Group, Inc.
Legacy General Insurance Run-off Lines

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Results of Operations							
Net premiums earned	\$ (2)	\$ 1	\$ 5	\$ 11	\$ 17	\$ 4	\$ 38
Losses and loss adjustment expenses incurred (4)	14	14	12	53	33	40	73
Total acquisition expenses	-	1	-	-	1	1	4
General operating expenses	3	8	9	18	7	20	33
Underwriting loss	(19)	(22)	(16)	(60)	(24)	(57)	(72)
Net investment income	3	32	52	52	51	87	157
Adjusted pre-tax income (loss)	\$ (16)	\$ 10	\$ 36	\$ (8)	\$ 27	\$ 30	\$ 85
Noteworthy Items (pre-tax)							
Catastrophe-related losses, net of reinsurance	\$ 7	\$ -	\$ -	\$ 2	\$ 14	\$ 7	\$ 14
Prior year loss reserve development (favorable) unfavorable, net of reinsurance	-	(2)	-	-	(1)	(2)	-
Return premium related to prior year development	-	2	-	-	-	2	-
Prior year loss reserve development (favorable) unfavorable, net of reinsurance and return premium	-	-	-	-	(1)	-	-
Net liability for unpaid losses and loss adjustment expenses (at period end) (3)	1,363	1,403	5,147	5,409	5,624	1,363	5,624

Prior year development by accident year:

Accident Year	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
2019	\$ -	\$ (2)	\$ -	\$ -	\$ -	\$ (2)	\$ -
2018	-	-	-	(1)	-	-	49
2017	-	-	-	-	-	-	(8)
2016	-	-	-	-	-	-	(4)
2015	-	-	-	-	(1)	-	4
2014	-	-	-	-	1	-	(8)
2013	-	-	-	-	(1)	-	(5)
2012	-	-	-	-	-	-	(10)
2011	-	-	-	-	3	-	8
2010 and prior	-	-	-	1	(3)	-	(26)
Total Legacy General Insurance run-off prior year	\$ -	\$ (2)	\$ -	\$ -	\$ (1)	\$ (2)	\$ -

See accompanying notes on page 45 and reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.
Legacy Life and Retirement Run-off Lines

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Results of Operations							
Premiums and deposits	\$ 123	\$ 131	\$ 182	\$ 134	\$ 151	\$ 436	\$ 450
Revenues:							
Premiums	\$ 60	\$ 75	\$ 119	\$ 103	\$ 106	\$ 254	\$ 329
Policy fees	6	29	29	30	30	64	92
Net investment income:							
Base portfolio	67	312	405	405	404	784	1,224
Alternative investments	5	2	(95)	34	34	(88)	117
Other yield enhancements	1	27	13	80	43	41	98
Total net investment income	73	341	323	519	482	737	1,439
Other income	-	1	-	1	4	1	1
Total adjusted revenues	139	446	471	653	622	1,056	1,861
Benefits, losses and expenses:							
Policyholder benefits and losses incurred	72	327	495	434	483	894	1,349
Interest credited to policyholder account balances	(3)	45	51	52	53	93	161
Amortization of deferred policy acquisition costs	7	11	18	17	18	36	50
Non deferrable insurance commissions	3	4	3	3	6	10	14
General operating expenses	30	44	36	43	44	110	142
Interest expense	1	2	1	1	2	4	4
Total benefits, losses and expenses	110	433	604	550	606	1,147	1,720
Adjusted pre-tax income (loss)	\$ 29	\$ 13	\$ (133)	\$ 103	\$ 16	\$ (91)	\$ 141
Noteworthy items (pre-tax)							
Future policy benefits for life and A&H contracts (at period end)	\$ 5,464	\$ 5,418	\$ 30,786	\$ 31,646	\$ 32,367	\$ 5,464	\$ 32,367
Policyholder contract deposits	388	336	4,981	5,032	5,046	388	5,046
Separate account reserves	2,104	1,985	2,050	2,050	2,028	2,104	2,028
Total general and separate account reserves	\$ 7,956	\$ 7,739	\$ 37,817	\$ 38,728	\$ 39,441	\$ 7,956	\$ 39,441
Annual actuarial assumption update	\$ 13	\$ -	\$ -	\$ -	\$ (30)	\$ 13	\$ (30)

See reconciliations of Non-GAAP financial measures beginning on page 66.

American International Group, Inc.
Legacy Portfolio Notes

- (1) Includes inter-segment interest expenses.
- (2) Includes the fair value changes on DIB and GCM asset portfolios.
- (3) Includes a portion of reserves related to certain long-duration business primarily in Japan, which is recorded in other policyholder funds on our Consolidated Balance Sheets.
- (4) Consistent with our definition of APTI, excludes net loss reserve discount and the portion of favorable or unfavorable prior year reserve development for which we have ceded the risk under retroactive reinsurance agreements and related amortization of the deferred gain.
- (5) Legacy adjusted pre-tax income (loss) for the nine months ended September 30, 2020 includes (\$233) million, related to the five-month period prior to the deconsolidation of Fortitude Re on June 2, 2020.

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American International Group, Inc.
Investments Portfolio Results, Excluding Equity Securities

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Fixed Maturity Securities - AFS, at fair value							
Annualized yield (1)	4.16%	4.37%	4.34%	4.50%	4.53%	4.19%	4.60%
Investment income	\$ 2,179	\$ 2,461	\$ 2,537	\$ 2,624	\$ 2,623	\$ 7,177	\$ 7,918
Net realized capital gains (losses)	(43)	3	16	98	104	(24)	47
Ending carrying value (2)	265,965	258,505	241,776	251,086	253,221	265,965	253,221
Amortized cost	242,470	237,345	234,587	233,230	233,345	242,470	233,345
Fixed Maturity Securities - Other, at fair value (3)							
Total Return (1)	14.15%	26.85%	(17.35%)	7.60%	6.21%	6.53%	5.84%
Investment income (loss)	\$ 185	\$ 357	\$ (261)	\$ 142	\$ 137	\$ 281	\$ 413
Ending carrying value (4) (5)	5,415	5,437	5,353	6,682	8,327	5,415	8,327
Mortgage and other loans receivable							
Annualized yield (1)	4.23%	4.26%	4.37%	4.51%	4.47%	4.22%	4.59%
Investment income	\$ 445	\$ 485	\$ 512	\$ 519	\$ 495	\$ 1,442	\$ 1,511
Net realized capital gains (losses)	(13)	(22)	(38)	(12)	(25)	(73)	(43)
Ending carrying value	45,590	46,522	46,844	46,984	45,075	45,590	45,075
Other Invested Assets:							
Other invested assets - Hedge Funds (6)							
Annualized yield (1)	30.68%	33.26%	(37.28%)	3.92%	(3.34%)	6.06%	1.21%
Investment income (loss)	\$ 147	\$ 170	\$ (219)	\$ 32	\$ (29)	\$ 98	\$ 352
Ending carrying value	2,194	2,187	2,241	3,314	3,464	2,194	3,464
Other invested assets - Private Equity (6)							
Annualized yield (1)	25.80%	(21.20%)	9.67%	6.12%	10.08%	3.93%	16.00%
Investment income (loss)	\$ 293	\$ (276)	\$ 131	\$ 76	\$ 117	\$ 148	\$ 471
Net realized capital gains (losses)	(6)	(35)	-	(11)	16	(41)	26
Ending carrying value	5,927	5,521	5,635	5,199	4,731	5,927	4,731
Other invested assets - Real Estate investments							
Annualized yield (1)	1.08%	2.96%	2.80%	3.43%	4.07%	3.43%	3.27%
Investment income (loss)	\$ 22	\$ 61	\$ 59	\$ 77	\$ 96	\$ 142	\$ 227
Net realized capital gains (losses)	68	7	46	109	69	121	114
Ending carrying value	8,010	8,164	8,348	8,491	9,491	8,010	9,491
Other invested assets - All other (7)							
Investment income (loss)	\$ 47	\$ 34	\$ 18	\$ 25	\$ 56	\$ 99	\$ 115
Net realized capital gains (losses)	-	-	-	28	-	-	-
Ending carrying value	1,784	1,820	1,742	1,788	1,800	1,784	1,800
Other Invested Assets - Total	\$ 17,915	\$ 17,692	\$ 17,966	\$ 18,792	\$ 19,486	\$ 17,915	\$ 19,486
Short-term Investments							
Annualized yield (1)	0.30%	0.53%	1.38%	1.99%	2.07%	0.73%	2.01%
Investment income (loss)	\$ 15	\$ 27	\$ 57	\$ 68	\$ 75	\$ 99	\$ 187
Ending carrying value	20,648	21,316	19,773	13,230	14,113	20,648	14,113
Total AIG							
Total Investments, Excluding Equity Securities (4)(8)	\$ 355,533	\$ 349,472	\$ 331,712	\$ 336,774	\$ 340,222	\$ 355,533	\$ 340,222
Total Investment Expenses	\$ 125	\$ 139	\$ 148	\$ 144	\$ 135	\$ 412	\$ 381
Total Gross Investment Income (8)	\$ 3,333	\$ 3,319	\$ 2,834	\$ 3,563	\$ 3,570	\$ 9,486	\$ 11,194

See accompanying notes on page 52.



American International Group, Inc.
Investments Portfolio Results (Cont.)

Reconciliation to GAAP Net Investment Income

(in millions)

	Quarterly					Nine Months Ended	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Total Gross Investment Income - APTI basis (8)	\$ 3,333	\$ 3,319	\$ 2,834	\$ 3,563	\$ 3,570	\$ 9,486	\$ 11,194
Subtract: Investment expenses	125	139	148	144	135	412	381
Add: Net realized capital gains related to economic hedges and other	(10)	18	13	43	40	21	115
Total Net Investment Income - APTI Basis (8)	\$ 3,198	\$ 3,198	\$ 2,699	\$ 3,462	\$ 3,475	\$ 9,095	\$ 10,928
Breakdown by Segment:							
General Insurance	839	518	588	766	756	1,945	2,678
Life and Retirement	2,260	2,040	2,003	2,071	2,078	6,303	6,390
Legacy Portfolio	157	631	127	688	614	915	1,792
Other Operations	92	(21)	128	98	97	199	307
Consolidations and Eliminations	(150)	30	(147)	(161)	(70)	(267)	(239)
Total Net Investment Income - APTI Basis (8)	\$ 3,198	\$ 3,198	\$ 2,699	\$ 3,462	\$ 3,475	\$ 9,095	\$ 10,928
Reconciliation to GAAP Net Investment Income:							
Add: Changes in fair value of securities used to hedge guaranteed living benefits	15	14	13	15	24	42	213
Add: Changes in the fair value of equity securities	119	56	(191)	153	(51)	(16)	6
Add: Net investment income on Fortitude Re funds withheld assets	458	116	-	-	-	574	-
Subtract: Net realized capital gains related to economic hedges and other	(10)	18	13	43	40	21	115
Net Investment Income per Consolidated Statements of Operations	\$ 3,800	\$ 3,366	\$ 2,508	\$ 3,587	\$ 3,408	\$ 9,674	\$ 11,032

See accompanying notes on page 52.



American International Group, Inc.
Investments Portfolio Results (Cont.)

Investment Portfolio Results by Asset Category and Annualized Yields

(in millions)

Fixed Maturity Securities - AFS, at fair value

Annualized yield (1)

Investment income

Ending carrying value

Amortized Cost

Fixed Maturity Securities - Other, at fair value

Total Return (1)

Investment income (loss)

Ending carrying value

Mortgage and other loans receivable

Annualized yield (1)

Investment income

Ending carrying value

Other Invested Assets:

Other invested assets - Hedge Funds

Annualized yield (1)

Investment income

Ending carrying value

Other invested assets - Private Equity

Annualized yield (1)

Investment income

Ending carrying value

Other invested assets - Real Estate investments

Annualized yield (1)

Investment income

Ending carrying value

Other invested assets - All other

Investment income

Ending carrying value

Total Other Invested Assets

Short-term Investments

Annualized yield (1)

Investment income

Ending carrying value

Total AIG

Total Investments, Excluding Equity Securities (8)

Total Gross Investment Income (8)

Subtract: Investment expenses

Add: Net realized capital gains related to economic hedges and other

Total Net Investment Income - APTI Basis (8)

September 30, 2020

	General Insurance	Life & Retirement	Legacy Portfolio	Other Operations	Eliminations*	AIG Inc.
Annualized yield (1)	3.11%	4.74%	7.07%	2.08%	0.00%	4.16%
Investment income	\$ 477	\$ 1,654	\$ 59	\$ 35	\$ (46)	\$ 2,179
Ending carrying value	65,166	155,555	39,967	7,165	(1,888)	265,965
Amortized Cost	62,039	140,853	34,133	7,200	(1,755)	242,470
Total Return (1)	10.82%	34.72%	8.06%	48.91%	0.00%	14.15%
Investment income (loss)	\$ 34	\$ 48	\$ 85	\$ 14	\$ 4	\$ 185
Ending carrying value	1,263	562	4,398	116	(924)	5,415
Annualized yield (1)	3.82%	4.25%	5.71%	0.00%	0.00%	4.23%
Investment income	\$ 93	\$ 344	\$ 10	\$ -	\$ (2)	\$ 445
Ending carrying value	9,229	32,349	4,718	12	(718)	45,590
Annualized yield (1)	33.40%	22.78%	23.53%	0.00%	0.00%	30.68%
Investment income	\$ 114	\$ 32	\$ 1	\$ -	\$ -	\$ 147
Ending carrying value	1,422	578	205	-	(11)	2,194
Annualized yield (1)	20.37%	31.49%	18.50%	9.78%	0.00%	25.80%
Investment income	\$ 170	\$ 179	\$ 4	\$ 48	\$ (108)	\$ 293
Ending carrying value	3,491	2,533	1,254	2,334	(3,685)	5,927
Annualized yield (1)	(1.47%)	4.27%	(6.29%)	(0.93%)	0.00%	1.08%
Investment income	\$ (2)	\$ 38	\$ (9)	\$ (7)	\$ 2	\$ 22
Ending carrying value	495	3,517	572	3,013	413	8,010
Investment income	\$ 24	\$ 15	\$ 1	\$ -	\$ 7	\$ 47
Ending carrying value	1,012	451	17	304	-	1,784
Total Other Invested Assets	\$ 6,420	\$ 7,079	\$ 2,048	\$ 5,651	\$ (3,283)	\$ 17,915
Annualized yield (1)	0.52%	0.24%	0.46%	0.20%	0.00%	0.30%
Investment income	\$ 6	\$ 5	\$ 1	\$ 4	\$ (1)	\$ 15
Ending carrying value	5,033	8,563	971	7,039	(958)	20,648
Total Investments, Excluding Equity Securities (8)	\$ 87,111	\$ 204,108	\$ 52,102	\$ 19,983	\$ (7,771)	\$ 355,533
Total Gross Investment Income (8)						3,333
Subtract: Investment expenses						125
Add: Net realized capital gains related to economic hedges and other						(10)
Total Net Investment Income - APTI Basis (8)						\$ 3,198

*Eliminations are primarily related to intercompany investments in consolidated investment entities.

See accompanying notes on page 52.



American International Group, Inc.
Investments Portfolio Results (Cont.)

Investment Income and Yield by Segment
(in millions)

Interest and dividends (a)

General Insurance

Investment income	\$ 576	\$ 593	\$ 668	\$ 680	\$ 679	\$ 1,837	\$ 2,162
Invested assets	76,301	75,307	75,417	73,193	73,027	76,301	73,027
Annualized yield	3.04%	3.15%	3.60%	3.72%	3.68%	3.27%	3.93%

Life and Retirement

Investment income	\$ 2,003	\$ 2,025	\$ 1,960	\$ 1,997	\$ 1,974	\$ 5,988	\$ 5,866
Invested assets	181,765	178,982	177,602	167,218	164,458	181,765	164,458
Annualized yield	4.44%	4.54%	4.55%	4.82%	4.86%	4.45%	4.89%

Total AIG including Legacy Portfolio and Other Operations

Investment income	\$ 2,688	\$ 3,014	\$ 3,172	\$ 3,287	\$ 3,180	\$ 8,874	\$ 9,639
Invested assets	308,708	305,268	301,204	293,444	292,533	308,708	292,533
Annualized yield	3.95%	4.14%	4.27%	4.49%	4.38%	4.04%	4.52%

Alternative investment income (loss)

General Insurance

Investment income	\$ 284	\$ (68)	\$ (73)	\$ 124	\$ 76	\$ 143	\$ 573
Invested assets	4,913	4,594	4,757	5,505	5,646	4,913	5,646
Annualized yield	23.90%	-5.82%	(5.69%)	8.90%	5.17%	3.83%	15.99%

Life and Retirement

Investment income	\$ 224	\$ (46)	\$ 112	\$ 97	\$ 45	\$ 290	\$ 305
Invested assets	3,373	2,860	2,810	2,598	2,454	3,373	2,454
Annualized yield	28.75%	-6.48%	16.57%	15.36%	7.71%	13.38%	23.37%

Total AIG including Legacy Portfolio and Other Operations

Investment income	\$ 561	\$ (170)	\$ 16	\$ 288	\$ 179	\$ 407	\$ 1,075
Invested assets	8,390	7,987	8,158	8,845	8,532	8,390	8,532
Annualized yield	32.59%	-8.89%	0.75%	13.26%	8.28%	6.89%	20.51%

Other investment income (loss)

General Insurance

Investment income	\$ 55	\$ 54	\$ 45	\$ 14	\$ 54	\$ 154	\$ 93
Invested assets (b)	2,772	2,917	2,939	3,482	4,041	2,772	4,041

Life and Retirement

Investment income	\$ 109	\$ 136	\$ 17	\$ 67	\$ 138	\$ 262	\$ 441
Invested assets (b)	4,269	4,484	4,594	4,986	5,591	4,269	5,591

Total AIG including Legacy Portfolio and Other Operations

Investment income	\$ 224	\$ 463	\$ (194)	\$ 197	\$ 321	\$ 493	\$ 834
Invested assets (b)	14,943	15,142	15,161	16,758	19,325	14,943	19,325

Total AIG Investment Income, APTI basis (8)

Investment expenses	\$ 125	\$ 139	\$ 148	\$ 144	\$ 135	\$ 412	\$ 381
Consolidations and eliminations	(150)	30	(147)	(166)	(70)	(267)	(239)

Total Net Investment Income - APTI Basis (8)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Interest and dividends (a)							
General Insurance							
Investment income	\$ 576	\$ 593	\$ 668	\$ 680	\$ 679	\$ 1,837	\$ 2,162
Invested assets	76,301	75,307	75,417	73,193	73,027	76,301	73,027
Annualized yield	3.04%	3.15%	3.60%	3.72%	3.68%	3.27%	3.93%
Life and Retirement							
Investment income	\$ 2,003	\$ 2,025	\$ 1,960	\$ 1,997	\$ 1,974	\$ 5,988	\$ 5,866
Invested assets	181,765	178,982	177,602	167,218	164,458	181,765	164,458
Annualized yield	4.44%	4.54%	4.55%	4.82%	4.86%	4.45%	4.89%
Total AIG including Legacy Portfolio and Other Operations							
Investment income	\$ 2,688	\$ 3,014	\$ 3,172	\$ 3,287	\$ 3,180	\$ 8,874	\$ 9,639
Invested assets	308,708	305,268	301,204	293,444	292,533	308,708	292,533
Annualized yield	3.95%	4.14%	4.27%	4.49%	4.38%	4.04%	4.52%
Alternative investment income (loss)							
General Insurance							
Investment income	\$ 284	\$ (68)	\$ (73)	\$ 124	\$ 76	\$ 143	\$ 573
Invested assets	4,913	4,594	4,757	5,505	5,646	4,913	5,646
Annualized yield	23.90%	-5.82%	(5.69%)	8.90%	5.17%	3.83%	15.99%
Life and Retirement							
Investment income	\$ 224	\$ (46)	\$ 112	\$ 97	\$ 45	\$ 290	\$ 305
Invested assets	3,373	2,860	2,810	2,598	2,454	3,373	2,454
Annualized yield	28.75%	-6.48%	16.57%	15.36%	7.71%	13.38%	23.37%
Total AIG including Legacy Portfolio and Other Operations							
Investment income	\$ 561	\$ (170)	\$ 16	\$ 288	\$ 179	\$ 407	\$ 1,075
Invested assets	8,390	7,987	8,158	8,845	8,532	8,390	8,532
Annualized yield	32.59%	-8.89%	0.75%	13.26%	8.28%	6.89%	20.51%
Other investment income (loss)							
General Insurance							
Investment income	\$ 55	\$ 54	\$ 45	\$ 14	\$ 54	\$ 154	\$ 93
Invested assets (b)	2,772	2,917	2,939	3,482	4,041	2,772	4,041
Life and Retirement							
Investment income	\$ 109	\$ 136	\$ 17	\$ 67	\$ 138	\$ 262	\$ 441
Invested assets (b)	4,269	4,484	4,594	4,986	5,591	4,269	5,591
Total AIG including Legacy Portfolio and Other Operations							
Investment income	\$ 224	\$ 463	\$ (194)	\$ 197	\$ 321	\$ 493	\$ 834
Invested assets (b)	14,943	15,142	15,161	16,758	19,325	14,943	19,325
Total AIG Investment Income, APTI basis (8)	\$ 3,473	\$ 3,307	\$ 2,994	\$ 3,772	\$ 3,680	\$ 9,774	\$ 11,548
Investment expenses	125	139	148	144	135	412	381
Consolidations and eliminations	(150)	30	(147)	(166)	(70)	(267)	(239)
Total Net Investment Income - APTI Basis (8)	\$ 3,198	\$ 3,198	\$ 2,699	\$ 3,462	\$ 3,475	\$ 9,095	\$ 10,928

(a) Interest and dividends includes the amounts below related to commercial mortgage loan prepayments and call and tender income:

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
General Insurance	\$ 6	\$ 12	\$ 11	\$ 10	\$ 14	\$ 29	\$ 25
Life and Retirement	124	33	26	94	64	183	167
Total Interest and dividends	\$ 130	\$ 45	\$ 37	\$ 104	\$ 78	\$ 212	\$ 192

(b) Includes Fixed Maturity Securities - Other, long term time deposits, private common stock, and Real Estate investments.

See accompanying notes on page 52.



American International Group, Inc.
Investments – Net Realized Capital Gains (Losses)

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Sales of fixed maturity securities	\$ 28	\$ 27	\$ 214	\$ 136	\$ 128	\$ 269	\$ 184
Other-than-temporary impairments	-	-	-	(37)	(24)	-	(137)
Change in intent	-	(3)	-	-	-	(3)	-
Change in allowance for credit losses on fixed maturity securities	(77)	(24)	(198)	-	-	(299)	-
Change in allowance for credit losses on loans	(13)	(22)	(38)	(11)	(25)	(73)	(35)
Foreign exchange transactions	250	44	(254)	469	(203)	40	(242)
Variable annuity embedded derivatives, net of related hedges	(148)	(1,010)	2,192	(304)	311	1,034	10
All other derivatives and hedge accounting	(626)	(568)	1,559	(623)	466	365	601
Fortitude Re funds withheld assets	(624)	(741)	-	-	-	(1,365)	-
Other*	88	(35)	44	115	276	97	506
Total net realized capital gains (losses)	\$ (1,122)	\$ (2,332)	\$ 3,519	\$ (255)	\$ 929	\$ 65	\$ 887

* In 3Q19, includes \$200 million from the sale and concurrent leaseback of our corporate headquarters and \$300 million as a result of sales of investment real estate properties.

American International Group, Inc.

Investments Portfolio Results Notes

- (1) Yields/Total Return are calculated using quarterly annualized investment income divided by the average quarterly asset amortized cost for the interim periods. Starting in the second quarter of 2020, for hedge fund investments, annualized yield calculations are based on the average ending carrying value with adjustments for hedge fund redemptions that occurred at the beginning of the quarter. Prior periods have been revised to reflect the annualized yield calculation change in hedge fund investments. In the second quarter of 2020, for purposes of calculating yield/total returns, average amortized cost was adjusted to excluded Fortitude Re withheld assets, consistent with the exclusion of net investment income on Fortitude Re funds withheld assets post deconsolidation of Fortitude Re.
- (2) As of September 30, 2020, our Fixed Maturity Securities - AFS portfolio was approximately 82% fixed rate and 18% variable rate.
- (3) Fixed Maturity Securities - Other are securities for which we elected the fair value option. For Fixed Maturity Securities - Other changes in the fair value of these securities are reported through investment income, which can result in significant fluctuation in the total return.
- (4) Excludes the carrying value of securities used to hedge guaranteed living benefits.
- (5) As of September 30, 2020, our Fixed Maturity Securities - Other portfolio was approximately 34% fixed rate and 66% variable rate.
- (6) Other Invested Assets - Hedge Funds/Private Equity includes investments accounted for under the equity method of accounting, where changes in our share of the net asset values are recorded through investment income or investments where we have elected the fair value option, where changes in the fair value are reported through investment income.
- (7) Other Invested Assets - All Other includes long term time deposits, private common stock, and affordable housing partnerships. Due to the mix of investments included within this line item and their varied performance, annualized yield is not meaningful and therefore is not presented.
- (8) Consistent with our definition of APTI, we exclude equity securities from our investments and changes in the fair value of equity securities from gross and net investment income-APTI basis. The following table provides information related to equity securities for periods presented (on a pre-tax basis):

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Equity Securities at fair value							
Total return	61.42%	34.38%	(104.30%)	75.93%	(24.71%)	(2.83%)	0.85%
Investment income	\$ 119	\$ 56	\$ (191)	\$ 153	\$ (51)	\$ (16)	\$ 6
Ending carrying value	871	679	624	841	771	871	771

American International Group, Inc.
AIG Invested Assets Summary

September 30, 2020

(in millions)	General Insurance		Life & Retirement		Legacy Portfolio*		Other Operations		Eliminations**		AIG Inc.	
Bonds available for sale, at fair value	Fair value	% of total	Fair value	% of total	Fair value	% of total	Fair value	% of total	Fair value	% of total	Fair value	% of total
Government and municipalities	\$ 16,784	19 %	\$ 13,041	6 %	\$ 6,256	12 %	\$ 401	2 %	\$ -	- %	\$ 36,482	10 %
U.S. government and government sponsored entities	1,554	2	1,458	1	1,729	3	394	2	-	-	5,135	1
Obligations of states, municipalities and political subdivisions	6,095	7	7,035	3	3,043	6	-	-	-	-	16,173	5
Non-U.S. governments	9,135	10	4,548	2	1,484	3	7	-	-	-	15,174	4
Corporate debt	26,965	31	103,571	51	29,709	57	2,211	11	(350)	4	162,106	45
Residential Mortgage-Backed Securities	10,528	12	17,010	8	2,564	5	3,763	19	(451)	6	33,414	9
Commercial Mortgage-Backed Securities	4,068	5	9,758	5	1,927	4	24	-	-	-	15,777	4
Collateralized Debt Obligations (CDOs)	4,221	5	6,826	3	(1,399)	(3)	669	3	(1,087)	14	9,230	3
Asset-Backed Securities	2,600	2	5,349	3	910	2	97	-	-	-	8,956	2
Total bonds available for sale	65,166	74	155,555	76	39,967	77	7,165	35	(1,888)	24	265,965	73
Other bond securities, at fair value	1,263	1	562	-	4,398	8	116	1	(924)	12	5,415	2
Total Fixed Maturities	66,429	75	156,117	76	44,365	85	7,281	36	(2,812)	36	271,380	75
Equity securities												
Other common and preferred stock, at fair value	430	-	157	-	5	-	301	1	(22)	-	871	-
Mortgage and other loans receivable												
Residential mortgages	3,183	4	1,999	1	20	-	-	-	-	-	5,202	1
Commercial mortgages	4,868	5	27,827	14	3,664	7	-	-	-	-	36,359	10
Life insurance policy loans	-	-	1,228	1	844	2	-	-	-	-	2,072	1
Commercial loans, other loans and notes receivable	1,329	2	1,872	1	259	-	12	-	(718)	9	2,754	1
Total mortgage and other loans receivable	9,380	11	32,926	17	4,787	9	12	-	(718)	9	46,387	13
Allowance for credit losses	(151)	-	(577)	-	(69)	-	-	-	-	-	(797)	-
Total mortgage and other loans receivable, net of allowance	9,229	11	32,349	17	4,718	9	12	-	(718)	9	45,590	13
Other invested assets												
Hedge funds	1,422	2	578	-	205	-	-	-	(11)	-	2,194	1
Private equity	3,491	4	2,533	1	1,254	3	2,334	12	(3,685)	48	5,927	2
Real estate investments	495	1	3,517	2	572	1	3,013	15	413	(5)	8,010	2
Other invested assets - All other	1,012	1	451	-	17	-	304	1	-	-	1,784	1
Total other invested assets	6,420	8	7,079	3	2,048	4	5,651	28	(3,283)	43	17,915	6
Short-term investments	5,033	6	8,563	4	971	2	7,039	35	(958)	12	20,648	6
Total investments	\$ 87,541	100 %	\$ 204,265	100 %	\$ 52,107	100 %	\$ 20,284	100 %	\$ (7,793)	100 %	\$ 356,404	100 %

American International Group, Inc.
Summary of Fixed Maturity Securities, at Fair Value

	September 30, 2020					
(in millions)	General Insurance	Life & Retirement	Legacy Portfolio	Other Operations	Eliminations*	AIG Inc.
Bonds available for sale, at fair value						
U.S. government and government sponsored entities	\$ 1,554	\$ 1,458	\$ 1,729	\$ 394	\$ -	\$ 5,135
Obligations of states, municipalities and political subdivisions	6,095	7,035	3,043	-	-	16,173
Non-U.S. governments	9,135	4,548	1,484	7	-	15,174
Total Government and municipalities	16,784	13,041	6,256	401	-	36,482
Corporate debt						
Financial institutions:						
Banks	7,013	8,909	2,036	-	-	17,958
Insurance	987	5,472	2,093	119	-	8,671
Other securities firms and other financial institutions	2,246	11,128	1,539	112	-	15,025
Total Financial institutions	10,246	25,509	5,668	231	-	41,654
Utilities	1,826	14,809	5,828	52	-	22,515
Communications	1,545	7,011	2,020	254	-	10,830
Consumer noncyclical	3,763	15,535	4,574	353	-	24,225
Consumer cyclical	2,660	7,515	1,645	371	-	12,191
Capital goods	1,313	5,617	1,229	100	-	8,259
Energy	1,519	8,514	2,358	57	-	12,448
Basic materials	823	3,630	1,185	76	-	5,714
Other	3,270	15,431	5,202	717	(350)	24,270
Total Corporate debt	\$ 26,965	\$ 103,571	\$ 29,709	\$ 2,211	\$ (350)	\$ 162,106
Mortgage-backed, asset-backed and collateralized						
Investments in Residential Mortgage-Backed Securities						
Agency	\$ 4,939	\$ 7,534	\$ 945	\$ 3,731	\$ -	\$ 17,149
Prime jumbo non-agency	1,625	2,202	417	32	-	4,276
Other non-agency	3,964	6,823	1,202	-	-	11,989
Internal Transactions	-	451	-	-	(451)	-
Total Investments in Residential Mortgage-Backed Securities	\$ 10,528	\$ 17,010	\$ 2,564	\$ 3,763	\$ (451)	\$ 33,414
Investments in Commercial Mortgage-Backed Securities						
Agency	\$ 108	\$ 1,524	\$ 498	\$ -	\$ -	\$ 2,130
Non-agency (CMBS traditional and other)	3,960	8,234	1,429	24	-	13,647
Total Investments in Commercial Mortgage-Backed Securities	\$ 4,068	\$ 9,758	\$ 1,927	\$ 24	\$ -	\$ 15,777
Investments in Collateralized Debt Obligations (CDOs)						
Bank loans (CLO)	\$ 2,852	\$ 5,500	\$ 174	\$ 669	\$ -	\$ 9,195
Other	1,369	1,326	(1,573)	-	(1,087)	35
Total Investments in CDOs	\$ 4,221	\$ 6,826	\$ (1,399)	\$ 669	\$ (1,087)	\$ 9,230
Investments in Asset-Backed Securities (ABS)	\$ 2,600	\$ 5,349	\$ 910	\$ 97	\$ -	\$ 8,956
Total Mortgage-backed, asset-backed and collateralized	\$ 21,417	\$ 38,943	\$ 4,002	\$ 4,553	\$ (1,538)	\$ 67,377
Total Bonds available for sale, at fair value	\$ 65,166	\$ 155,555	\$ 39,967	\$ 7,165	\$ (1,888)	\$ 265,965
Other bond securities, at fair value						
U.S. government and government sponsored entities	\$ -	\$ -	\$ 1,870	\$ -	\$ -	\$ 1,870
Corporate debt	12	-	-	-	-	12
Mortgage-backed, asset-backed and collateralized:						
RMBS	214	134	92	53	(5)	488
CMBS	61	148	113	-	-	322
CDO/ABS and other collateralized	976	280	2,323	63	(919)	2,723
Total mortgage-backed, asset-backed and collateralized	1,251	562	2,528	116	(924)	3,533
Total Other Bonds Securities at Fair value	1,263	562	4,398	116	(924)	5,415
Total Fixed Maturities	\$ 66,429	\$ 156,117	\$ 44,365	\$ 7,281	\$ (2,812)	\$ 271,380

*Eliminations are primarily related to intercompany investments in consolidated investment entities.



American International Group, Inc.

Credit Ratings for Fixed Maturities

Credit Ratings

At September 30, 2020, approximately 89 percent of our fixed maturity securities were held by our domestic entities. Approximately 88 percent of these securities were rated investment grade by one or more of the principal rating agencies. Our investment decision process relies primarily on internally generated fundamental analysis and internal risk ratings. Third-party rating services' ratings and opinions provide one source of independent perspective for consideration in the internal analysis.

Moody's Investors Service Inc. (Moody's), Standard & Poor's Financial Services LLC, a subsidiary of S&P Global Inc. (S&P), or similar foreign rating services rate a significant portion of our foreign entities' fixed maturity securities portfolio. Rating services are not available for some foreign-issued securities. Our Credit Risk Management department closely reviews the credit quality of the foreign portfolio's non-rated fixed maturity securities. At September 30, 2020, approximately 95 percent of such investments were either rated investment grade or, on the basis of our internal analysis, were equivalent from a credit standpoint to securities rated investment grade. Approximately 28 percent of the foreign entities' fixed maturity securities portfolio is comprised of sovereign fixed maturity securities supporting policy liabilities in the country of issuance.

Composite AIG Credit Ratings

With respect to our fixed maturity securities, the credit ratings in the following pages reflect: (a) a composite of the ratings of the three major rating agencies, or when agency ratings are not available, the rating assigned by the NAIC SVO (99 percent of total fixed maturity securities), or (b) our equivalent internal ratings when these investments have not been rated by any of the major rating agencies or the NAIC. The "Non-rated" category in those tables consists of fixed maturity securities that have not been rated by any of the major rating agencies, the NAIC or us.

NAIC Designations of Fixed Maturity Securities

The Securities Valuation Office (SVO) of the National Association of Insurance Commissioners (NAIC) evaluates the investments of U.S. insurers for statutory reporting purposes and assigns fixed maturity securities to one of six categories called 'NAIC Designations.' In general, NAIC Designations of '1' highest quality, or '2' high quality, include fixed maturity securities considered investment grade, while NAIC Designations of '3' through '6' generally include fixed maturity securities referred to as below investment grade. The NAIC has adopted revised rating methodologies for certain structured securities, including non-agency RMBS and CMBS, which are intended to enable a more precise assessment of the value of such structured securities and increase the accuracy in assessing expected losses to better determine the appropriate capital requirement for such structured securities. These methodologies result in an improved NAIC Designation for such securities compared to the rating typically assigned by the three major rating agencies.



American International Group, Inc.
Credit Ratings for Fixed Maturities

September 30, 2020						
(in millions)	General Insurance	Life & Retirement	Legacy Portfolio	Other Operations	Eliminations*	AIG Inc.
Bonds available for sale, at fair value						
Government and municipalities						
AAA	\$ 5,638	\$ 2,266	\$ 639	\$ 394	\$ -	\$ 8,937
AA	5,794	5,543	4,153	7	-	15,497
A	4,071	2,146	752	-	-	6,969
BBB	968	2,172	546	-	-	3,686
Below investment grade	305	501	155	-	-	961
Not Rated	8	413	11	-	-	432
Total Government and municipalities	\$ 16,784	\$ 13,041	\$ 6,256	\$ 401	\$ -	\$ 36,482
Corporate debt						
AAA	\$ 811	\$ 1,250	\$ 940	\$ -	\$ -	\$ 3,001
AA	3,068	11,242	4,502	-	-	18,812
A	9,116	31,441	10,102	-	-	50,659
BBB	10,132	50,402	12,851	44	(350)	73,079
Below investment grade**	3,744	9,236	1,314	1,975	-	16,269
Not Rated	94	-	-	192	-	286
Total Corporate debt	\$ 26,965	\$ 103,571	\$ 29,709	\$ 2,211	\$ (350)	\$ 162,106
Mortgage-backed, asset-backed and collateralized						
Investments in residential mortgage-backed securities						
AAA	\$ 6,339	\$ 8,690	\$ 946	\$ 3,759	\$ (341)	\$ 19,393
AA	1,027	2,464	421	4	(50)	3,866
A	198	450	13	-	(27)	634
BBB	112	224	16	-	(20)	332
Below investment grade**	2,852	5,180	1,168	-	(13)	9,187
Not Rated	-	2	-	-	-	2
Total Investments in residential mortgage-backed securities	\$ 10,528	\$ 17,010	\$ 2,564	\$ 3,763	\$ (451)	\$ 33,414
Investments in commercial mortgage-backed securities						
AAA	\$ 2,390	\$ 5,426	\$ 1,025	\$ 24	\$ -	\$ 8,865
AA	1,184	3,185	573	-	-	4,942
A	340	595	175	-	-	1,110
BBB	140	307	114	-	-	561
Below investment grade	6	229	40	-	-	275
Not Rated	8	16	-	-	-	24
Total Investments in commercial mortgage-backed securities	\$ 4,068	\$ 9,758	\$ 1,927	\$ 24	\$ -	\$ 15,777

* Eliminations are primarily related to intercompany investments in consolidated investment entities.

** These securities are mostly rated NAIC-1 and NAIC-2 by the NAIC. See NAIC designation table on page 63 herein.



American International Group, Inc.
Credit Ratings for Fixed Maturities

September 30, 2020						
(in millions)	General Insurance	Life & Retirement	Legacy Portfolio	Other Operations	Eliminations*	AIG Inc.
Bonds available for sale, at fair value						
Investments in collateralized debt obligations (CDOs)						
AAA	\$ 1,083	\$ 1,392	\$ 17	\$ 669	\$ (10)	\$ 3,151
AA	2,384	4,004	(1,527)	-	(696)	4,165
A	620	1,135	75	-	(83)	1,747
BBB	88	186	18	-	(159)	133
Below investment grade	13	46	4	-	(52)	11
Not Rated	33	63	14	-	(87)	23
Total Investments in CDOs	\$ 4,221	\$ 6,826	\$ (1,399)	\$ 669	\$ (1,087)	\$ 9,230
Investments in asset-backed securities (ABS)						
AAA	\$ 666	\$ 246	\$ 25	\$ 97	\$ -	\$ 1,034
AA	411	1,090	220	-	-	1,721
A	775	2,007	366	-	-	3,148
BBB	730	1,956	289	-	-	2,975
Below investment grade	17	48	10	-	-	75
Not Rated	1	2	-	-	-	3
Total Investments in ABS	\$ 2,600	\$ 5,349	\$ 910	\$ 97	\$ -	\$ 8,956
Total Bonds available for sale, at fair value						
AAA	\$ 16,927	\$ 19,270	\$ 3,592	\$ 4,943	\$ (351)	\$ 44,381
AA	13,868	27,528	8,342	11	(746)	49,003
A	15,120	37,774	11,483	-	(110)	64,267
BBB	12,170	55,247	13,834	44	(529)	80,766
Below investment grade**	6,937	15,240	2,691	1,975	(65)	26,778
Not Rated	144	496	25	192	(87)	770
Total bonds available for sale, at fair value	\$ 65,166	\$ 155,555	\$ 39,967	\$ 7,165	\$ (1,888)	\$ 265,965
Other Bonds Securities at Fair value						
AAA	\$ 194	\$ 41	\$ 1,884	\$ 88	\$ (5)	\$ 2,202
AA	40	112	76	18	-	246
A	19	119	11	10	-	159
BBB	7	56	283	-	-	346
Below investment grade**	69	201	1,945	-	-	2,215
Not Rated	934	33	199	-	(919)	247
Total Other Bonds Securities at Fair value	\$ 1,263	\$ 562	\$ 4,398	\$ 116	\$ (924)	\$ 5,415
Total Fixed Maturities						
AAA	\$ 17,121	\$ 19,311	\$ 5,476	\$ 5,031	\$ (356)	\$ 46,583
AA	13,908	27,640	8,418	29	(746)	49,249
A	15,139	37,893	11,494	10	(110)	64,426
BBB	12,177	55,303	14,117	44	(529)	81,112
Below investment grade**	7,006	15,441	4,636	1,975	(65)	28,993
Not Rated	1,078	529	224	192	(1,006)	1,017
Total Fixed Maturities - Total AIG	\$ 66,429	\$ 156,117	\$ 44,365	\$ 7,281	\$ (2,812)	\$ 271,380

* Eliminations are primarily related to intercompany investments in consolidated investment entities.

** These securities are mostly rated NAIC-1 and NAIC-2 by the NAIC. See NAIC designation table on page 63 herein.



American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings

September 30, 2020						
(in millions)	General Insurance	Life & Retirement	Legacy Portfolio	Other Operations	Eliminations*	AIG Inc.
Bonds available for sale, at fair value						
U.S. government and government sponsored entities	\$ 1,554	\$ 1,458	\$ 1,729	\$ 394	\$ -	\$ 5,135
AAA	1,545	1,449	267	394	-	3,655
AA	9	9	1,462	-	-	1,480
Obligations of states, municipalities and political subdivisions	6,095	7,035	3,043	-	-	16,173
AAA	1,269	666	213	-	-	2,148
AA	3,282	4,504	2,226	-	-	10,012
A	1,274	1,046	371	-	-	2,691
BBB	212	390	222	-	-	824
Below investment grade	56	16	-	-	-	72
Non-rated	2	413	11	-	-	426
Non-U.S. governments	9,135	4,548	1,484	7	-	15,174
AAA	2,824	151	159	-	-	3,134
AA	2,503	1,030	465	7	-	4,005
A	2,797	1,100	381	-	-	4,278
BBB	756	1,782	324	-	-	2,862
Below investment grade	249	485	155	-	-	889
Non-rated	6	-	-	-	-	6
Total Government and municipalities	\$ 16,784	\$ 13,041	\$ 6,256	\$ 401	\$ -	\$ 36,482

*Eliminations are primarily related to intercompany investments in consolidated investment entities.



American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings (Cont.)

September 30, 2020						
(in millions)	General Insurance	Life & Retirement	Legacy Portfolio	Other Operations	Eliminations*	AIG Inc.
Corporate debt						
Financial institutions:						
Banks	\$ 7,013	\$ 8,909	\$ 2,036	\$ -	\$ -	\$ 17,958
AAA	421	-	12	-	-	433
AA	1,295	384	133	-	-	1,812
A	3,734	5,672	1,182	-	-	10,588
BBB	1,432	2,616	641	-	-	4,689
Below investment grade	127	237	68	-	-	432
Non-rated	4	-	-	-	-	4
Insurance	987	5,472	2,093	119	-	8,671
AAA	70	-	-	-	-	70
AA	224	1,213	488	-	-	1,925
A	323	2,428	987	-	-	3,738
BBB	289	1,758	613	-	-	2,660
Below investment grade	74	73	5	105	-	257
Non-rated	7	-	-	14	-	21
Other securities firms and other financial institutions	2,246	11,128	1,539	112	-	15,025
AAA	-	-	-	-	-	-
AA	283	1,545	303	-	-	2,131
A	414	1,626	299	-	-	2,339
BBB	1,385	7,591	908	-	-	9,884
Below investment grade	141	366	29	105	-	641
Non-rated	23	-	-	7	-	30
Utilities	1,826	14,809	5,828	52	-	22,515
AAA	-	2	-	-	-	2
AA	130	2,015	937	-	-	3,082
A	607	5,654	2,714	-	-	8,975
BBB	1,026	6,593	1,992	-	-	9,611
Below investment grade	56	545	185	41	-	827
Non-rated	7	-	-	11	-	18
Communications	1,545	7,011	2,020	254	-	10,830
AAA	-	-	-	-	-	-
AA	13	61	23	-	-	97
A	372	1,979	557	-	-	2,908
BBB	833	4,449	1,310	20	-	6,612
Below investment grade	326	522	130	208	-	1,186
Non-rated	1	-	-	26	-	27
Consumer noncyclical	3,763	15,535	4,574	353	-	24,225
AAA	38	232	136	-	-	406
AA	213	987	351	-	-	1,551
A	1,209	4,991	1,608	-	-	7,808
BBB	1,607	7,549	2,308	-	-	11,464
Below investment grade**	694	1,776	171	333	-	2,974
Non-rated	2	-	-	20	-	22

* Eliminations are primarily related to intercompany investments in consolidated investment entities.

** These securities are mostly rated NAIC-1 and NAIC-2 by the NAIC. See NAIC designation table on page 63 herein.



American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings (Cont.)

September 30, 2020						
(in millions)	General Insurance	Life & Retirement	Legacy Portfolio	Other Operations	Eliminations*	AIG Inc.
Corporate debt (Cont.)						
Consumer cyclical	\$ 2,660	\$ 7,515	\$ 1,645	\$ 371	\$ -	\$ 12,191
AAA	4	-	-	-	-	4
AA	316	1,431	447	-	-	2,194
A	710	1,971	561	-	-	3,242
BBB	801	2,335	431	-	-	3,567
Below investment grade	821	1,778	206	332	-	3,137
Non-rated	8	-	-	39	-	47
Capital goods	1,313	5,617	1,229	100	-	8,259
AA	-	32	-	-	-	32
A	477	1,572	424	-	-	2,473
BBB	407	2,997	669	-	-	4,073
Below investment grade	429	1,016	136	100	-	1,681
Non-rated	-	-	-	-	-	-
Energy	1,519	8,514	2,358	57	-	12,448
AA	300	1,033	458	-	-	1,791
A	300	1,222	231	-	-	1,753
BBB	609	4,999	1,512	-	-	7,120
Below investment grade	307	1,260	157	57	-	1,781
Non-rated	3	-	-	-	-	3
Basic materials	823	3,630	1,185	76	-	5,714
AA	5	-	-	-	-	5
A	163	318	165	-	-	646
BBB	500	2,994	914	-	-	4,408
Below investment grade	146	318	106	76	-	646
Non-rated	9	-	-	-	-	9
Other	3,270	15,081	5,202	717	-	24,270
AAA	278	1,016	792	-	-	2,086
AA	289	2,541	1,362	-	-	4,192
A	807	4,008	1,374	-	-	6,189
BBB	1,243	6,171	1,553	24	-	8,991
Below investment grade	623	1,345	121	618	-	2,707
Non-rated	30	-	-	75	-	105
Internal transactions	-	350	-	-	(350)	-
BBB	-	350	-	-	(350)	-
Total Corporate debt	\$ 26,965	\$ 103,571	\$ 29,709	\$ 2,211	\$ (350)	\$ 162,106

*Eliminations are primarily related to intercompany investments in consolidated investment entities.

American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings (Cont.)

September 30, 2020						
(in millions)	General Insurance	Life & Retirement	Legacy Portfolio	Other Operations	Eliminations*	AIG Inc.
Mortgage-backed, asset-backed and collateralized						
Investments in residential mortgage-backed securities						
Agency	\$ 4,939	\$ 7,534	\$ 945	\$ 3,731	\$ -	\$ 17,149
AAA	4,939	7,366	836	3,731	-	16,872
AA	-	168	109	-	-	277
Prime jumbo non-agency	1,625	2,202	417	32	-	4,276
AAA	749	696	89	28	-	1,562
AA	371	762	138	4	-	1,275
A	136	121	5	-	-	262
BBB	27	39	9	-	-	75
Below investment grade	342	584	176	-	-	1,102
Other non-agency	3,964	6,823	1,202	-	-	11,989
AAA	651	287	21	-	-	959
AA	656	1,484	174	-	-	2,314
A	62	302	8	-	-	372
BBB	85	165	7	-	-	257
Below investment grade**	2,510	4,583	992	-	-	8,085
Non-rated	-	2	-	-	-	2
Internal transactions	-	451	-	-	(451)	-
AAA	-	341	-	-	(341)	-
AA	-	50	-	-	(50)	-
A	-	27	-	-	(27)	-
BBB	-	20	-	-	(20)	-
Below investment grade	-	13	-	-	(13)	-
Residential mortgage-backed securities	\$ 10,528	\$ 17,010	\$ 2,564	\$ 3,763	\$ (451)	\$ 33,414

* Eliminations are primarily related to intercompany investments in consolidated investment entities.

** These securities are mostly rated NAIC-1 and NAIC-2 by the NAIC. See NAIC designation table on page 63 herein.

American International Group, Inc.
Fixed Maturity Securities, at Fair Value by Category and Ratings (Cont.)

September 30, 2020						
(in millions)	General Insurance	Life & Retirement	Legacy Portfolio	Other Operations	Eliminations*	AIG Inc.
Mortgage-backed, asset-backed and collateralized (Cont.)						
Investments in commercial mortgage-backed securities						
Agency	\$ 108	\$ 1,524	\$ 498	\$ -	\$ -	\$ 2,130
AAA	62	625	288	-	-	975
AA	30	885	210	-	-	1,125
A	10	-	-	-	-	10
BBB	6	14	-	-	-	20
Non-agency (CMBS traditional and other)	3,960	8,234	1,429	24	-	13,647
AAA	2,328	4,801	737	24	-	7,890
AA	1,154	2,300	363	-	-	3,817
A	330	595	175	-	-	1,100
BBB	134	293	114	-	-	541
Below investment grade	6	229	40	-	-	275
Non-rated	8	16	-	-	-	24
Investments in commercial mortgage-backed securities	4,068	9,758	1,927	24	-	15,777
Investments in collateralized debt obligations (CDOs)						
Bank loans (CLO)	2,852	5,500	174	669	-	9,195
AAA	1,081	1,385	15	669	-	3,150
AA	1,118	2,957	90	-	-	4,165
A	602	1,082	63	-	-	1,747
BBB	51	76	6	-	-	133
Other	15	19	1	-	-	35
Below investment grade	-	10	1	-	-	11
Non-rated	15	8	-	-	-	23
Internal transactions	1,354	1,307	(1,574)	-	(1,087)	-
AAA	2	6	2	-	(10)	-
AA	1,266	1,047	(1,617)	-	(696)	-
A	18	53	12	-	(83)	-
BBB	37	110	12	-	(159)	-
Below investment grade	13	36	3	-	(52)	-
Non-rated	18	55	14	-	(87)	-
Investments in collateralized debt obligations (CDOs)	4,221	6,826	(1,399)	669	(1,087)	9,230
Investments in asset-backed securities (ABS)	2,600	5,349	910	97	-	8,956
AAA	666	246	25	97	-	1,034
AA	411	1,090	220	-	-	1,721
A	775	2,007	366	-	-	3,148
BBB	730	1,956	289	-	-	2,975
Below investment grade	17	48	10	-	-	75
Non-rated	1	2	-	-	-	3
Total asset-backed securities	2,600	5,349	910	97	-	8,956
Total Bonds available for sale, at fair value	\$ 65,166	\$ 155,555	\$ 39,967	\$ 7,165	\$ (1,888)	\$ 265,965

*Eliminations are primarily related to intercompany investments in consolidated investment entities.



American International Group, Inc.

Fixed Maturity Security Portfolio by NAIC Designation and Composite AIG Credit Rating, at Fair Value

September 30, 2020

(in millions)

NAIC Designation

Other fixed maturity securities:

	1	2	Total Investment Grade	3	4	5	6	Total Below Investment Grade	Total
General Insurance	\$ 27,177	\$ 12,632	\$ 39,809	\$ 1,991	\$ 1,455	\$ 470	\$ 38	\$ 3,954	\$ 43,763
Life & Retirement	52,589	53,971	106,560	5,911	2,944	1,108	80	10,043	116,603
Legacy Portfolio	22,189	14,114	36,303	1,026	427	70	3	1,526	37,829
Other Operations	401	44	445	270	1,799	91	4	2,164	2,609
Eliminations*	-	(350)	(350)	-	-	-	-	-	(350)
Total Other fixed maturity securities	\$ 102,356	\$ 80,411	\$ 182,767	\$ 9,198	\$ 6,625	\$ 1,739	\$ 125	\$ 17,687	\$ 200,454
Mortgage-backed, asset-backed and collateralized:									
General Insurance	\$ 20,602	\$ 1,859	\$ 22,461	\$ 84	\$ 38	\$ 13	\$ 71	\$ 206	\$ 22,667
Life & Retirement	36,313	2,506	38,819	220	54	97	318	689	39,508
Legacy Portfolio	3,764	813	4,577	16	12	17	1,907	1,952	6,529
Other Operations	4,668	-	4,668	-	-	-	-	-	4,668
Eliminations*	(1,235)	(1,166)	(2,401)	(55)	(1)	(4)	-	(60)	(2,461)
Total Mortgage-backed, asset-backed and collateralized	\$ 64,112	\$ 4,012	\$ 68,124	\$ 265	\$ 103	\$ 123	\$ 2,296	\$ 2,787	\$ 70,911
Total**	\$ 166,468	\$ 84,423	\$ 250,891	\$ 9,463	\$ 6,728	\$ 1,862	\$ 2,421	\$ 20,474	\$ 271,365

*Eliminations are primarily related to intercompany investments in consolidated investment entities.

**Excludes \$15 million of fixed maturity securities for which no NAIC Designation is available.

September 30, 2020

(in millions)

Composite AIG credit rating

Other fixed maturity securities:

	AAA/AA/A	BBB	Total Investment Grade	BB	B	CC and Lower	Total Below Investment Grade	Total
General Insurance	\$ 28,509	\$ 11,101	\$ 39,610	\$ 2,066	\$ 1,616	\$ 471	\$ 4,153	\$ 43,763
Life & Retirement	53,893	52,573	106,466	5,661	3,149	1,327	10,137	116,603
Legacy Portfolio	22,953	13,397	36,350	967	431	81	1,479	37,829
Other Operations	401	44	445	271	1,607	286	2,164	2,609
Eliminations*	-	(350)	(350)	-	-	-	-	(350)
Total Other fixed maturity securities	\$ 105,756	\$ 76,765	\$ 182,521	\$ 8,965	\$ 6,803	\$ 2,165	\$ 17,933	\$ 200,454
Mortgage-backed, asset-backed and collateralized:								
General Insurance	\$ 17,658	\$ 1,076	\$ 18,734	\$ 140	\$ 66	\$ 3,727	\$ 3,933	\$ 22,667
Life & Retirement	30,957	2,730	33,687	481	261	5,079	5,821	39,508
Legacy Portfolio	2,430	720	3,150	101	36	3,242	3,379	6,529
Other Operations	4,668	-	4,668	-	-	-	-	4,668
Eliminations*	(1,212)	(179)	(1,391)	(60)	(3)	(1,007)	(1,070)	(2,461)
Total Mortgage-backed, asset-backed and collateralized	\$ 54,501	\$ 4,347	\$ 58,848	\$ 662	\$ 360	\$ 11,041	\$ 12,063	\$ 70,911
Total**	\$ 160,257	\$ 81,112	\$ 241,369	\$ 9,627	\$ 7,163	\$ 13,206	\$ 29,996	\$ 271,365

*Eliminations are primarily related to intercompany investments in consolidated investment entities.

**Excludes \$15 million of fixed maturity securities for which no NAIC Designation is available.



American International Group, Inc.

Commercial Mortgage Loan Exposure by Location and Class of Loan Based on Amortized Cost

September 30, 2020										
(dollars in millions)	Number of Loans	Class						Percent of Total		
		Apartments	Offices	Retail	Industrial	Hotel	Others	Total	Total	
New York	107	\$ 2,618	\$ 5,344	\$ 462	\$ 392	\$ 100	\$ -	\$ 8,916	25	%
California	69	845	1,342	247	539	811	33	3,817	10	
New Jersey	46	1,703	31	413	90	12	33	2,282	6	
Texas	51	575	1,166	171	138	144	-	2,194	6	
Florida	71	445	157	501	215	217	-	1,535	4	
Massachusetts	12	537	229	554	25	-	-	1,345	4	
Illinois	20	504	575	10	18	-	22	1,129	3	
Washington, D.C.	13	453	211	-	-	18	-	682	2	
Pennsylvania	20	80	17	493	46	25	-	661	2	
Ohio	23	171	10	185	264	-	-	630	2	
Other states	191	2,087	727	1,218	719	400	7	5,158	14	
Foreign	86	3,686	1,150	974	1,300	547	353	8,010	22	
Total Commercial Mortgages*	709	\$ 13,704	\$ 10,959	\$ 5,228	\$ 3,746	\$ 2,274	\$ 448	\$ 36,359	100	%

*Does not reflect allowance for credit losses.

September 30, 2020										
(dollars in millions)	Number of Loans	Class						Percent of Total		
		Apartments	Offices	Retail	Industrial	Hotel	Others	Total ^(c)	Total	
In good standing	700	\$ 13,704	\$ 10,843	\$ 5,124	\$ 3,746	\$ 2,080	\$ 448	\$ 35,945	99	%
Restructured ^(a)	3	-	-	50	-	-	-	50	-	
90 days or less delinquent	1	-	-	-	-	108	-	108	-	
>90 days delinquent or in process of foreclosure	5	-	116	54	-	86	-	256	1	
Total Commercial Mortgages^(b)	709	\$ 13,704	\$ 10,959	\$ 5,228	\$ 3,746	\$ 2,274	\$ 448	\$ 36,359	100	%

(a) Loans that have been modified in troubled debt restructurings and are performing according to their restructured terms.

(b) Does not reflect allowance for credit losses.

(c) As of September 30, 2020 and in all presented periods there were no significant amounts of nonperforming commercial mortgages (defined as those loans where payment of contractual principal or interest is more than 90 days past due).

American International Group, Inc.
Commercial Mortgages - Debt Service Coverage Ratios and Loan-to-Value Ratios by Vintage Year

(in millions)

	September 30, 2020				
	Debt Service Coverage Ratios ⁽¹⁾				
Loan-to-Value Ratios ⁽²⁾	>1.20x	1.00x - 1.20x	<1.00x	Total AIG Inc.	
Less than 65%	\$ 23,547	\$ 2,120	\$ 731	\$	26,398
65% to 75%	7,015	524	12		7,551
76% to 80%	805	5	-		810
Greater than 80%	1,328	10	262		1,600
Total commercial mortgages*	\$ 32,695	\$ 2,659	\$ 1,005	\$	36,359

(in millions)

	September 30, 2020						
	Vintage Year						Total AIG Inc.
Loan-to-Value Ratios ⁽²⁾	2020	2019	2018	2017	2016	Prior	
Less than 65%	\$ 1,571	\$ 3,594	\$ 4,796	\$ 3,050	\$ 3,251	\$ 10,136	\$ 26,398
65% to 75%	163	1,858	1,513	974	1,292	1,751	7,551
76% to 80%	-	88	-	124	98	500	810
Greater than 80%	2	384	-	54	617	543	1,600
Total commercial mortgages*	\$ 1,736	\$ 5,924	\$ 6,309	\$ 4,202	\$ 5,258	\$ 12,930	\$ 36,359

* Does not reflect allowance for credit losses.

(1) The debt service coverage ratio compares a property's net operating income to its debt service payments, including principal and interest. Our weighted average debt service coverage ratio was 2.2X at September 30, 2020.

(2) The loan-to-value ratio compares the current unpaid principal balance of the loan to the estimated fair value of the underlying property collateralizing the loan. Our weighted average loan-to-value ratio was 57 percent at September 30, 2020.

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American International Group, Inc.
Earnings Per Share Computations

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
GAAP Basis:							
Numerator for EPS:							
Income from continuing operations	\$ 294	\$ (7,765)	\$ 1,654	\$ 820	\$ 973	\$ (5,817)	\$ 3,301
Less: Net income from continuing operations attributable to noncontrolling interests	11	162	(95)	(60)	317	78	881
Less: Dividends declared on preferred stock	7	8	7	7	8	22	15
Income attributable to AIG common shareholders from continuing operations	276	(7,935)	1,742	873	648	(5,917)	2,405
Income from discontinued operations, net of income tax expense	5	(1)	-	49	-	4	(1)
Net income attributable to AIG common shareholders	\$ 281	\$ (7,936)	\$ 1,742	\$ 922	\$ 648	\$ (5,913)	\$ 2,404
Denominator for EPS:							
Weighted average common shares outstanding - basic*	867.7	867.0	874.2	878.2	877.0	869.6	876.3
Dilutive **	5.4	-	4.7	18.2	18.8	-	10.9
Weighted average common shares outstanding - diluted	873.1	867.0	878.9	896.4	895.8	869.6	887.2
Income per common share attributable to AIG common shareholders:							
Basic:							
Income from continuing operations	\$ 0.31	\$ (9.15)	\$ 1.99	\$ 0.99	\$ 0.74	\$ (6.80)	\$ 2.74
Income from discontinued operations	0.01	-	-	0.06	-	-	-
Net income attributable to AIG common shareholders	\$ 0.32	\$ (9.15)	\$ 1.99	\$ 1.05	\$ 0.74	\$ (6.80)	\$ 2.74
Diluted:							
Income from continuing operations	\$ 0.31	\$ (9.15)	\$ 1.98	\$ 0.97	\$ 0.72	\$ (6.80)	\$ 2.71
Income from discontinued operations	0.01	-	-	0.06	-	-	-
Net income attributable to AIG common shareholders	\$ 0.32	\$ (9.15)	\$ 1.98	\$ 1.03	\$ 0.72	\$ (6.80)	\$ 2.71

* Includes vested shares under our share-based employee compensation plans.

** For the nine months ended September 30, and three months ended June 30, 2020, since we reported a net loss attributable to AIG common shareholders from continuing operations, all common stock equivalents are anti-dilutive and are therefore excluded from the calculation of diluted shares and diluted per share amounts. The shares excluded from the diluted EPS calculation were 4,432,369 and 3,226,882 shares for the nine months ended September 30, and three months ended June 30, 2020, respectively. Decrease in dilutive shares is primarily driven by the decrease in average share price in the three months ended March 31, 2020, resulting in all warrants being antidilutive (as the average share price is below the warrant exercise price).



American International Group, Inc.
Reconciliation of Book Value Per Common Share

(in millions, except per common share data)

	Quarterly					As of September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Book Value Per Common Share							
Total AIG shareholders' equity	\$ 64,108	\$ 62,234	\$ 60,173	\$ 65,675	\$ 65,603	\$ 64,108	\$ 65,603
Less: Preferred equity	485	485	485	485	485	485	485
Total AIG common shareholders' equity (a)	63,623	61,749	59,688	65,190	65,118	63,623	65,118
Less: Accumulated other comprehensive income (AOCI)	10,978	9,169	(994)	4,982	5,615	10,978	5,615
Add: Cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	4,392	4,215	-	-	-	4,392	-
Total AIG common shareholders' equity, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets (b)	57,037	56,795	60,682	60,208	59,503	57,037	59,503
Less: Deferred tax assets (DTA)*	8,123	8,643	8,535	8,977	9,393	8,123	9,393
Total adjusted common shareholders' equity (c)	\$ 48,914	\$ 48,152	\$ 52,147	\$ 51,231	\$ 50,110	\$ 48,914	\$ 50,110
Total common shares outstanding (d)	861.4	861.4	861.3	870.0	869.9	861.4	869.9
Book value per common share (a÷d)	\$ 73.86	\$ 71.68	\$ 69.30	\$ 74.93	\$ 74.85	\$ 73.86	\$ 74.85
Book value per common share, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets (b÷d)	66.21	65.93	70.45	69.20	68.40	66.21	68.40
Adjusted book value per common share (c÷d)	56.78	55.90	60.55	58.89	57.60	56.78	57.60

	Quarterly					As of September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Tangible Book Value Per Common Share							
Total AIG common shareholders' equity (a)	\$ 63,623	\$ 61,749	\$ 59,688	\$ 65,190	\$ 65,118	\$ 63,623	\$ 65,118
Less Intangible Assets:							
Goodwill	4,026	3,983	3,989	4,038	4,076	4,026	4,076
Value of business acquired	122	121	297	317	335	122	335
Value of distribution channel acquired	507	517	526	536	545	507	545
Other intangibles	322	323	329	333	335	322	335
Total intangibles assets	4,977	4,944	5,141	5,224	5,291	4,977	5,291
Total AIG tangible common shareholders' equity (e)	58,646	56,805	54,547	59,966	59,827	58,646	59,827
Less: Accumulated other comprehensive income (AOCI)	10,978	9,169	(994)	4,982	5,615	10,978	5,615
Add: Cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	4,392	4,215	-	-	-	4,392	-
Total AIG tangible common shareholders' equity, excluding intangible asset, AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets (f)	52,060	51,851	55,541	54,984	54,212	52,060	54,212
Less: Deferred tax assets (DTA)*	8,123	8,643	8,535	8,977	9,393	8,123	9,393
Total adjusted tangible common shareholders' equity (g)	\$ 43,937	\$ 43,208	\$ 47,006	\$ 46,007	\$ 44,819	\$ 43,937	\$ 44,819
Total common shares outstanding (d)	861.4	861.4	861.3	870.0	869.9	861.4	869.9
Tangible book value per common share (e÷d)	\$ 68.08	\$ 65.94	\$ 63.33	\$ 68.93	\$ 68.77	\$ 68.08	\$ 68.77
Tangible book value per common share, excluding AOCI adjusted for the cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets (f÷d)	60.44	60.19	64.49	63.20	62.32	60.44	62.32
Adjusted tangible book value per common share (g÷d)	51.01	50.16	54.58	52.88	51.52	51.01	51.52

* Represents deferred tax assets only related to U.S. net operating loss and foreign tax credit carryforwards on a U.S. GAAP basis and excludes other balance sheet deferred tax assets and liabilities.



American International Group, Inc.
Reconciliation of Return On Common Equity

(in millions, except per common share data)

	Quarterly					September 30,	
Return On Common Equity Computations	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Actual or Annualized net income (loss) attributable to AIG common shareholders (a)	\$ 1,124	\$ (31,744)	\$ 6,968	\$ 3,688	\$ 2,592	\$ (7,884)	\$ 3,205
Actual or Annualized adjusted after-tax income attributable to AIG common shareholders (b)	\$ 2,836	\$ 2,284	\$ 396	\$ 3,676	\$ 2,020	\$ 1,839	\$ 4,220
Average AIG Common Shareholders' equity (c)	\$ 62,686	\$ 60,719	\$ 62,439	\$ 65,154	\$ 64,586	\$ 62,563	\$ 61,459
Less: Average AOCI	10,074	4,088	1,994	5,299	5,303	6,034	2,831
Add: Average cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	4,304	2,108	-	-	-	2,152	-
Less: Average DTA*	8,383	8,589	8,756	9,185	9,485	8,570	9,762
Average adjusted common shareholders' equity (d)	\$ 48,533	\$ 50,150	\$ 51,689	\$ 50,670	\$ 49,798	\$ 50,111	\$ 48,866
ROCE (a÷c)	1.8%	NM**	11.2%	5.7%	4.0%	NM	5.2%
Adjusted return on common equity (b÷d)	5.8%	4.6%	0.8%	7.3%	4.1%	3.7%	8.6%

	Quarterly					September 30,	
Return On Tangible Common Equity Computations	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Actual or Annualized net income (loss) attributable to AIG common shareholders (a)	\$ 1,124	\$ (31,744)	\$ 6,968	\$ 3,688	\$ 2,592	\$ (7,884)	\$ 3,205
Actual or Annualized adjusted after-tax income attributable to AIG common shareholders (b)	\$ 2,836	\$ 2,284	\$ 396	\$ 3,676	\$ 2,020	\$ 1,839	\$ 4,220
Average AIG Common Shareholders' equity (c)	\$ 62,686	\$ 60,719	\$ 62,439	\$ 65,154	\$ 64,586	\$ 62,563	\$ 61,459
Less: Average intangible assets	4,961	5,043	5,183	5,258	5,328	5,072	6,706
Average AIG tangible common shareholders' equity (d)	57,725	55,676	57,256	59,896	59,258	57,491	54,753
Less: Average AOCI	10,074	4,088	1,994	5,299	5,303	6,034	2,831
Add: Average cumulative unrealized gains and losses related to Fortitude Re's Funds Withheld Assets	4,304	2,108	-	-	-	2,152	-
Less: Average DTA*	8,383	8,589	8,756	9,185	9,485	8,570	9,762
Average adjusted tangible common shareholders' equity (e)	43,572	45,107	46,506	45,412	44,470	\$ 45,039	\$ 42,160
ROCE (a÷c)	1.8%	NM**	11.2%	5.7%	4.0%	NM	5.2%
Return on tangible common equity (a÷d)	1.9%	NM**	12.2%	6.2%	4.4%	NM	5.9%
Adjusted return on tangible common equity (b÷e)	6.5%	5.1%	0.9%	8.1%	4.5%	4.1%	10.0%

* Represents deferred tax assets only related to U.S. net operating loss and foreign tax credit carryforwards on a U.S. GAAP basis and excludes other balance sheet deferred tax assets and liabilities.

** Not Meaningful.



American International Group, Inc.

Reconciliation of Adjusted Pre-tax and After-tax Income – Consolidated

(in millions)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Pre-tax income (loss) from continuing operations	\$ 368	\$ (9,661)	\$ 2,558	\$ 1,036	\$ 1,260	\$ (6,735)	\$ 4,251
Adjustments to arrive at Adjusted pre-tax income (loss)							
Changes in fair value of securities used to hedge guaranteed living benefits	(15)	(16)	7	(11)	(12)	(24)	(183)
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	(78)	(255)	538	(95)	65	205	39
Changes in the fair value of equity securities	(119)	(56)	191	(152)	51	16	(6)
Loss (gain) on extinguishment of debt	(2)	-	17	19	-	15	13
Net investment income on Fortitude Re funds withheld assets (a)	(458)	(116)	-	-	-	(574)	-
Net realized capital (gains) losses on Fortitude Re funds withheld assets (a)	(32)	(96)	-	-	-	(128)	-
Net realized capital (gains) losses on Fortitude Re funds withheld embedded derivative (a)	656	837	-	-	-	1,493	-
Net realized capital (gains) losses (b)	514	1,619	(3,502)	310	(881)	(1,369)	(758)
(Income) loss from divested businesses	24	8,412	216	71	9	8,652	4
Non-operating litigation reserves and settlements	1	-	(6)	(8)	5	(5)	6
Unfavorable (favorable) prior year development and related amortization changes ceded under retroactive reinsurance agreements	(30)	(33)	(8)	(56)	(59)	(71)	(211)
Net loss reserve discount (benefit) charge	(31)	16	56	35	235	41	920
Integration and transaction costs associated with acquired businesses	1	4	2	8	3	7	16
Restructuring and other costs	100	134	90	44	67	324	174
Non-recurring costs related to regulatory or accounting changes	19	14	13	7	3	46	5
Adjusted pre-tax income (loss)	\$ 918	\$ 803	\$ 172	\$ 1,208	\$ 746	\$ 1,893	\$ 4,270

(a) Represents activity subsequent to the deconsolidation of Fortitude Re on June 2, 2020.

(b) Includes all net realized capital gains and losses except earned income (periodic settlements and changes in settlement accruals) on derivative instruments used for non-qualifying (economic) hedging or for asset replication and net realized gains and losses on Fortitude Re funds withheld assets.

American International Group, Inc.

Reconciliation of Adjusted Pre-tax and After-tax Income – Consolidated

(in millions)

	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
After-tax net income (loss), including noncontrolling interests	\$ 299	\$ (7,766)	\$ 1,654	\$ 869	\$ 973	\$ (5,813)	\$ 3,300
Noncontrolling interests (income) loss	(11)	(162)	95	60	(317)	(78)	(881)
Net income (loss) attributable to AIG	\$ 288	\$ (7,928)	\$ 1,749	\$ 929	\$ 656	\$ (5,891)	\$ 2,419
Dividends on preferred stock	7	8	7	7	8	22	15
Net income (loss) attributable to AIG common shareholders	\$ 281	\$ (7,936)	\$ 1,742	\$ 922	\$ 648	\$ (5,913)	\$ 2,404
Adjustments to arrive at Adjusted after-tax income (loss) (amounts net of tax, at U.S. statutory tax rate for each respective period, except where noted):							
Changes in uncertain tax positions and other tax adjustments (a)	(7)	206	5	7	8	204	23
Deferred income tax valuation allowance (releases) charges (b)	(8)	(183)	283	(3)	(9)	92	(40)
Changes in fair value of securities used to hedge guaranteed living benefits	(12)	(12)	5	(9)	(10)	(19)	(145)
Changes in benefit reserves and DAC, VOBA and SIA related to net realized capital gains (losses)	(61)	(202)	425	(75)	52	162	31
Changes in the fair value of equity securities	(94)	(44)	151	(120)	40	13	(5)
Loss (gain) on extinguishment of debt	(1)	-	13	15	-	12	10
Net investment income on Fortitude Re funds withheld assets(c)	(362)	(92)	-	-	-	(454)	-
Net realized capital (gains) losses on Fortitude Re funds withheld assets(c)	(25)	(76)	-	-	-	(101)	-
Net realized capital (gains) losses on Fortitude Re funds withheld embedded derivative(c)	519	661	-	-	-	1,180	-
Net realized capital (gains) losses (d)(e)	424	1,250	(2,735)	254	(705)	(1,061)	(605)
(Income) loss from discontinued operations and divested businesses (e)	5	6,756	171	14	7	6,932	4
Non-operating litigation reserves and settlements	1	-	(5)	(7)	4	(4)	5
Unfavorable (favorable) prior year development and related amortization changes ceded under retroactive reinsurance agreements	(24)	(26)	(6)	(45)	(46)	(56)	(166)
Net loss reserve discount (benefit) charge	(25)	13	44	28	185	32	726
Integration and transaction costs associated with acquired businesses	-	3	2	6	3	5	13
Restructuring and other costs	79	106	71	35	53	256	137
Non-recurring costs related to regulatory or accounting changes	15	11	10	6	2	36	4
Noncontrolling interests primarily related to net realized capital gains (losses) of Fortitude Holdings' standalone results (f)	4	136	(77)	(109)	273	63	769
Adjusted after-tax income (loss) attributable to AIG common shareholders	\$ 709	\$ 571	\$ 99	\$ 919	\$ 505	\$ 1,379	\$ 3,165
Calculation of Effective Tax Rates							
Adjusted pre-tax income (loss)	\$ 918	\$ 803	\$ 172	\$ 1,208	\$ 746	\$ 1,893	\$ 4,270
Income tax benefit (expense)	(195)	(198)	(84)	(233)	(189)	(477)	(978)
Dividends on preferred stock	(7)	(8)	(7)	(7)	(8)	(22)	(15)
Noncontrolling interests	(7)	(26)	18	(49)	(44)	(15)	(112)
Adjusted after-tax income (loss) attributable to AIG common shareholders	\$ 709	\$ 571	\$ 99	\$ 919	\$ 505	\$ 1,379	\$ 3,165
Effective tax rates on adjusted pre-tax income (loss)	21.2%	24.7%	48.8%	19.3%	25.3%	25.2%	22.9%

(a) Includes the write-down of net operating loss deferred tax assets in certain foreign jurisdictions, which is offset by valuation allowance release.

(b) Nine months ended September 30, 2020 includes valuation allowance established against a portion of foreign tax credit and net operating loss carryforwards of AIG's U.S. federal consolidated income tax group, as well as net valuation allowance release in certain foreign jurisdictions for the three- and nine-months ended September 30, 2020.

(c) Represents activity subsequent to the deconsolidation of Fortitude Re on June 2, 2020.

(d) Includes all net realized capital gains and losses except earned income (periodic settlements and changes in settlement accruals) on derivative instruments used for non-qualifying (economic) hedging or for asset replication and net realized gains and losses on Fortitude Re funds withheld assets.

(e) Includes the impact of non-U.S. tax rates which differ from the applicable U.S. statutory tax rate and tax-only adjustments.

(f) See note (4) on page 12.



American International Group, Inc.
Reconciliation of Adjusted Pre-tax and After-tax Income – Core

Total Core

(in millions)

Adjusted pre-tax income (loss)
Interest expense (benefit) on attributed financial debt
Adjusted pre-tax income (loss) including attributed interest expense
Income tax expense (benefit)
Adjusted after-tax income (loss)
Dividends declared on preferred stock
Adjusted after-tax income (loss) attributable to common shareholders (a)
Ending adjusted attributed common equity
Average adjusted attributed common equity (b)*
Adjusted return on attributed common equity (a÷b)

Quarterly					Nine Months Ended September 30,	
3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
\$ 829	\$ 546	\$ 540	\$ 1,031	\$ 653	\$ 1,915	\$ 3,946
-	-	-	-	-	-	-
829	546	540	1,031	653	1,915	3,946
177	143	162	196	170	482	910
\$ 652	\$ 403	\$ 378	\$ 835	\$ 483	\$ 1,433	\$ 3,036
7	8	7	7	8	22	15
\$ 645	\$ 395	\$ 371	\$ 828	\$ 475	\$ 1,411	\$ 3,021
\$ 46,713	\$ 46,133	\$ 44,305	\$ 44,213	\$ 43,335	\$ 46,713	\$ 43,335
46,423	45,219	44,259	43,774	43,015	45,341	41,391
5.6 %	3.5 %	3.4 %	7.6 %	4.4 %	4.1 %	9.7 %

* See accompanying notes to Adjusted Attributed Common Equity on page 73.



American International Group, Inc.
Attributed Debt and Adjusted Attributed Common Equity by Segment

(in millions)

	Quarterly				
	3Q20	2Q20	1Q20	4Q19	3Q19
<u>Attributed Debt (a)</u>					
General Insurance	\$ 13,442	\$ 13,539	\$ 13,561	\$ 13,683	\$ 13,654
Life and Retirement	6,627	6,627	6,627	4,183	4,122
Other Operations	6,468	6,875	4,038	5,483	5,461
Total Core	26,537	27,041	24,226	23,349	23,237
Total Attributed Debt	\$ 26,537	\$ 27,041	\$ 24,226	\$ 23,349	\$ 23,237
<u>Consolidated Attributed Debt</u>					
Total Financial debt	\$ 24,989	\$ 25,504	\$ 21,392	\$ 21,807	\$ 21,706
Syndicated credit facility	-	-	1,300	-	-
Hybrid debt securities - junior subordinated debt	1,548	1,537	1,534	1,542	1,531
Total Attributed Debt	\$ 26,537	\$ 27,041	\$ 24,226	\$ 23,349	\$ 23,237
<u>Adjusted Attributed Common Equity (b)</u>					
General Insurance	\$ 24,709	\$ 24,889	\$ 24,931	\$ 25,142	\$ 25,076
Life and Retirement	20,017	19,506	19,661	19,513	19,235
Other Operations	1,987	1,738	(287)	(442)	(976)
Total Core	46,713	46,133	44,305	44,213	43,335
Legacy	2,201	2,019	7,842	7,018	6,775
Total Adjusted Attributed Common Equity	\$ 48,914	\$ 48,152	\$ 52,147	\$ 51,231	\$ 50,110

(a) Attribution of debt is performed on an annual basis unless recalibration is needed. Attributed debt is determined by management, informed by our internal capital model. Attributed debt is attributed on "frictional" capital requirements beyond attributed equity.

(b) Attribution of adjusted common equity is performed on an annual basis unless recalibration is needed. Adjusted attributed common equity is determined by management, informed by our internal capital model and on the model's risk profile of each business.

American International Group, Inc.
Non-GAAP Reconciliation – Premiums to Premiums and Deposits

(in millions)	Quarterly					Nine Months Ended September 30,	
	3Q20	2Q20	1Q20	4Q19	3Q19	2020	2019
Individual Retirement:							
Premiums	\$ 35	\$ 38	\$ 41	\$ 39	\$ 38	\$ 114	\$ 65
Deposits	2,670	1,759	3,078	3,121	3,656	7,507	11,683
Other	(3)	(3)	(3)	(4)	(2)	(9)	(5)
Premiums and deposits	\$ 2,702	\$ 1,794	\$ 3,116	\$ 3,156	\$ 3,692	\$ 7,612	\$ 11,743
Individual Retirement (Fixed Annuities):							
Premiums	\$ 31	\$ 29	\$ 35	\$ 33	\$ 19	\$ 95	\$ 47
Deposits	914	362	615	725	1,187	1,891	4,487
Other	(3)	(4)	(3)	(4)	(3)	(10)	(8)
Premiums and deposits	\$ 942	\$ 387	\$ 647	\$ 754	\$ 1,203	\$ 1,976	\$ 4,526
Individual Retirement (Variable Annuities):							
Premiums	\$ 4	\$ 9	\$ 6	\$ 6	\$ 19	\$ 19	\$ 18
Deposits	666	532	853	839	800	2,051	2,013
Other	-	1	-	-	1	1	3
Premiums and deposits	\$ 670	\$ 542	\$ 859	\$ 845	\$ 820	\$ 2,071	\$ 2,034
Individual Retirement (Index Annuities):							
Premiums	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deposits	942	680	1,346	1,362	1,400	2,968	4,104
Other	-	-	-	-	-	-	-
Premiums and deposits	\$ 942	\$ 680	\$ 1,346	\$ 1,362	\$ 1,400	\$ 2,968	\$ 4,104
Individual Retirement (Retail Mutual Funds):							
Premiums	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deposits	148	185	264	195	269	597	1,079
Other	-	-	-	-	-	-	-
Premiums and deposits	\$ 148	\$ 185	\$ 264	\$ 195	\$ 269	\$ 597	\$ 1,079
Group Retirement:							
Premiums	\$ 5	\$ 3	\$ 6	\$ 2	\$ 5	\$ 14	\$ 14
Deposits	1,767	1,667	1,849	2,310	1,919	5,283	6,020
Other	-	-	-	-	-	-	-
Premiums and deposits	\$ 1,772	\$ 1,670	\$ 1,855	\$ 2,312	\$ 1,924	\$ 5,297	\$ 6,034
Life Insurance:							
Premiums	\$ 429	\$ 447	\$ 419	\$ 405	\$ 394	\$ 1,295	\$ 1,214
Deposits	392	420	402	436	404	1,214	1,223
Other	209	204	194	206	214	607	602
Premiums and deposits	\$ 1,030	\$ 1,071	\$ 1,015	\$ 1,047	\$ 1,012	\$ 3,116	\$ 3,039
Institutional Markets:							
Premiums	\$ 275	\$ 1,089	\$ 757	\$ 501	\$ 389	\$ 2,121	\$ 1,360
Deposits	1,165	33	152	36	437	1,350	831
Other	6	7	8	8	7	21	22
Premiums and deposits	\$ 1,446	\$ 1,129	\$ 917	\$ 545	\$ 833	\$ 3,492	\$ 2,213
Total Life and Retirement:							
Premiums	\$ 744	\$ 1,577	\$ 1,223	\$ 947	\$ 826	\$ 3,544	\$ 2,653
Deposits	5,994	3,879	5,481	5,903	6,416	15,354	19,757
Other	212	208	199	210	219	619	619
Premiums and deposits	\$ 6,950	\$ 5,664	\$ 6,903	\$ 7,060	\$ 7,461	\$ 19,517	\$ 23,029





American International Group, Inc. (AIG) is a leading global insurance organization. AIG member companies provide a wide range of property casualty insurance, life insurance, retirement solutions, and other financial services to customers in more than 80 countries and jurisdictions. These diverse offerings include products and services that help businesses and individuals protect their assets, manage risks and provide for retirement security. AIG common stock is listed on the New York Stock Exchange.

Additional information about AIG can be found at www.aig.com | YouTube: www.youtube.com/aig | Twitter: [@AIGinsurance](https://twitter.com/AIGinsurance) www.twitter.com/AIGinsurance | LinkedIn: www.linkedin.com/company/aig. These references with additional information about AIG have been provided as a convenience, and the information contained on such websites is not incorporated by reference into this press release.

AIG is the marketing name for the worldwide property-casualty, life and retirement, and general insurance operations of American International Group, Inc. For additional information, please visit our website at www.aig.com. All products and services are written or provided by subsidiaries or affiliates of American International Group, Inc. Products or services may not be available in all countries and jurisdictions, and coverage is subject to underwriting requirements and actual policy language. Non-insurance products and services may be provided by independent third parties. Certain property-casualty coverages may be provided by a surplus lines insurer. Surplus lines insurers do not generally participate in state guaranty funds, and insureds are therefore not protected by such funds.

