

[Note: this file contains materials on American General Finance from AIG's 2/29/08 Conference Call Credit Presentation and related supplemental materials also provided by AIG]



Consumer Finance

For the full AIG 2/29/08 Conference Call Credit Presentation and Supplemental Materials, please go to www.aigcorporate.com

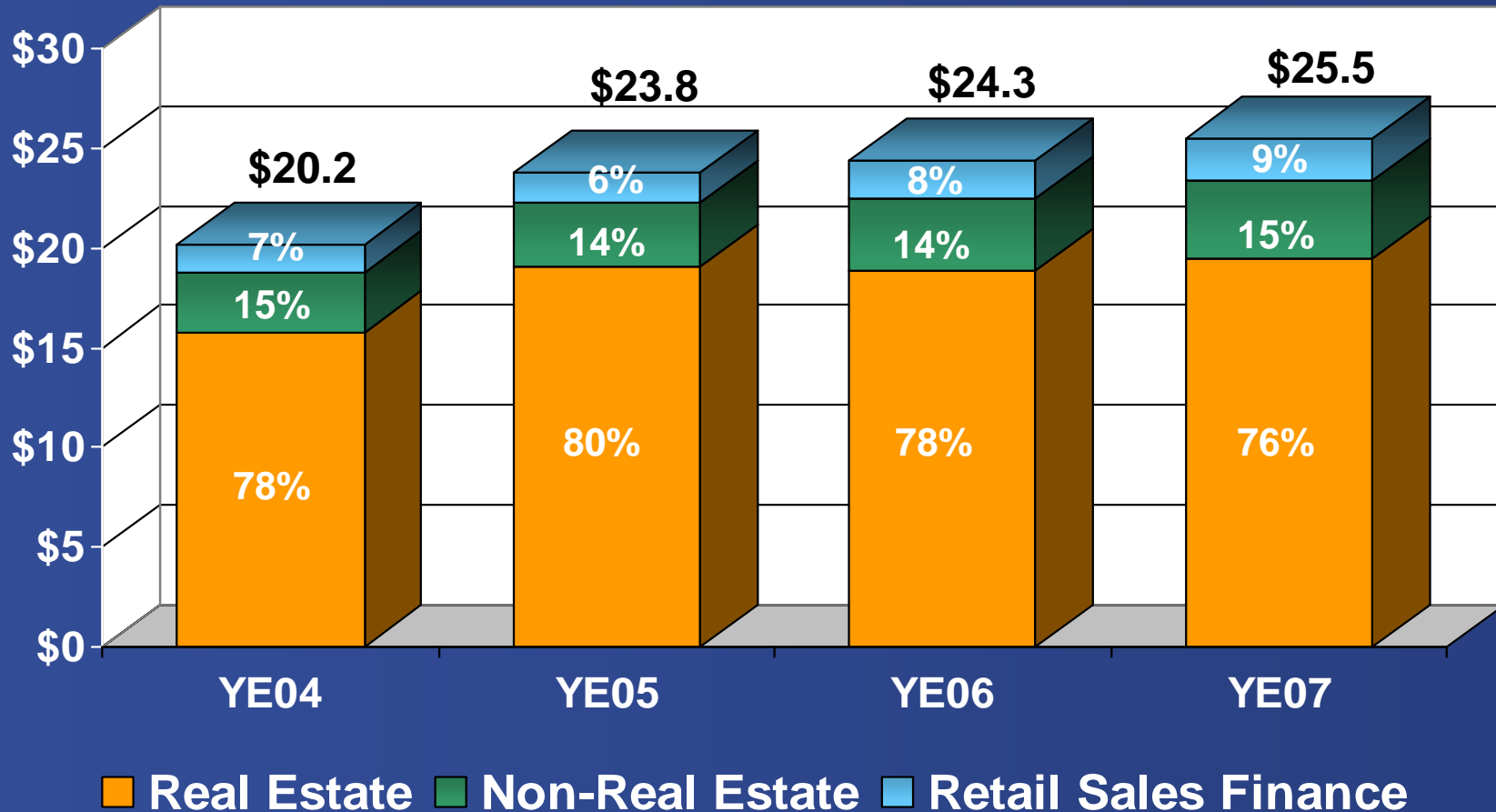
American General Finance

- For over 50 years, AIG's domestic consumer finance business has provided mortgage and consumer loans through a network of branch offices, which currently consists of 1,600 locations.
- In addition, AGF originates and acquires mortgage loans through its centralized mortgage operations.

American General Finance Portfolio Mix

\$ Billions

Total Receivables Before Allowance



American General Finance

December 31, 2007

	Total Portfolio	FICO (≥ 660)	FICO (620 - 659)	FICO (< 620)
Outstandings	\$19.5 Billion	\$9.7 Billion	\$3.3 Billion	\$6.2 Billion
LTV	80%	84%	80%	75%
60+%	2.64%	1.29%	3.05%	4.48%
2007 Vintage	\$4.0 Billion	\$1.3 Billion	\$830.7 Million	\$1.9 Billion
LTV	77%	82%	79%	74%
60+%	0.99%	0.44%	1.01%	1.33%
2006 Vintage	\$3.4 Billion	\$1.2 Billion	\$647.6 Million	\$1.5 Billion
LTV	80%	87%	81%	75%
60+%	3.57%	1.70%	3.02%	5.26%
2005 Vintage	\$4.8 Billion	\$2.9 Billion	\$856.0 Million	\$1.1 Billion
LTV	82%	85%	82%	76%
60+%	3.03%	1.65%	4.49%	5.60%
2004 Vintage	\$4.5 Billion	\$3.5 Billion	\$554.0 Million	\$503.1 Million
LTV	82%	83%	80%	75%
60+%	1.98%	1.12%	3.71%	6.06%
LTV Greater than 95.5%	\$3.5 Billion	\$3.0 Billion	\$385.7 Million	\$169.4 Million
LTV	99%	99%	99%	98%
60+%	2.36%	1.81%	5.10%	5.69%
Low Documentation	\$531.9 Million	\$283.5 Million	\$165.4 Million	\$83.0 Million
LTV	76%	78%	76%	71%
60+%	4.30%	3.86%	4.22%	5.97%
Interest Only	\$1.7 Billion	\$1.4 Billion	\$284.3 Million	\$23.8 Million
LTV	89%	89%	88%	79%
60+%	3.12%	2.55%	5.12%	11.90%

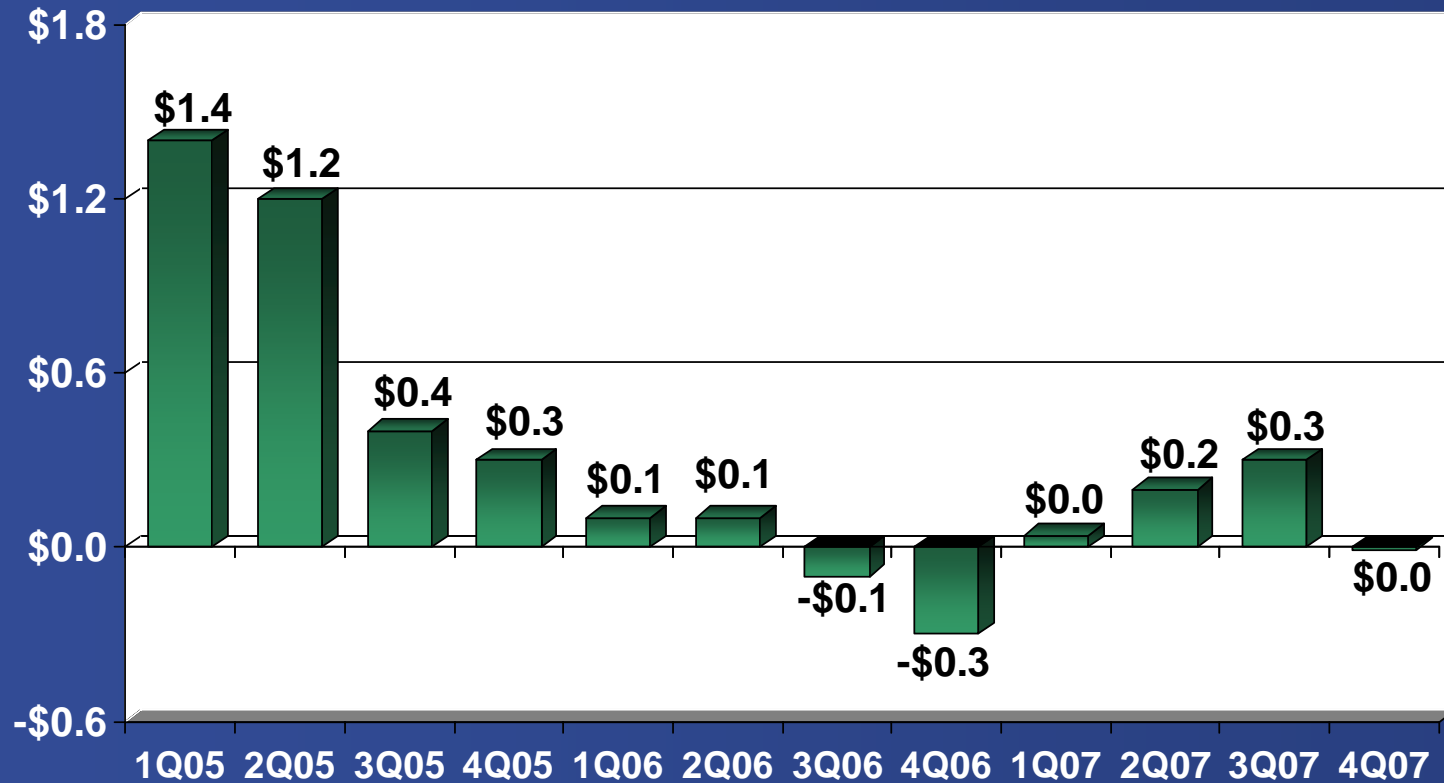
This table is for informational purposes only. AGF's loan underwriting process does not use FICO scores as a primary determinant for credit decisions. AGF uses proprietary risk scoring models in making credit decisions. Delinquency figures are shown as a percentage of outstanding loan balances, consistent with mortgage lending practice. Differences in totals by columns and rows are due to rounding.

American General Finance

Net Real Estate Loan Growth

As the real estate market softened, AGF maintained its underwriting discipline despite experiencing lower volume and growth.

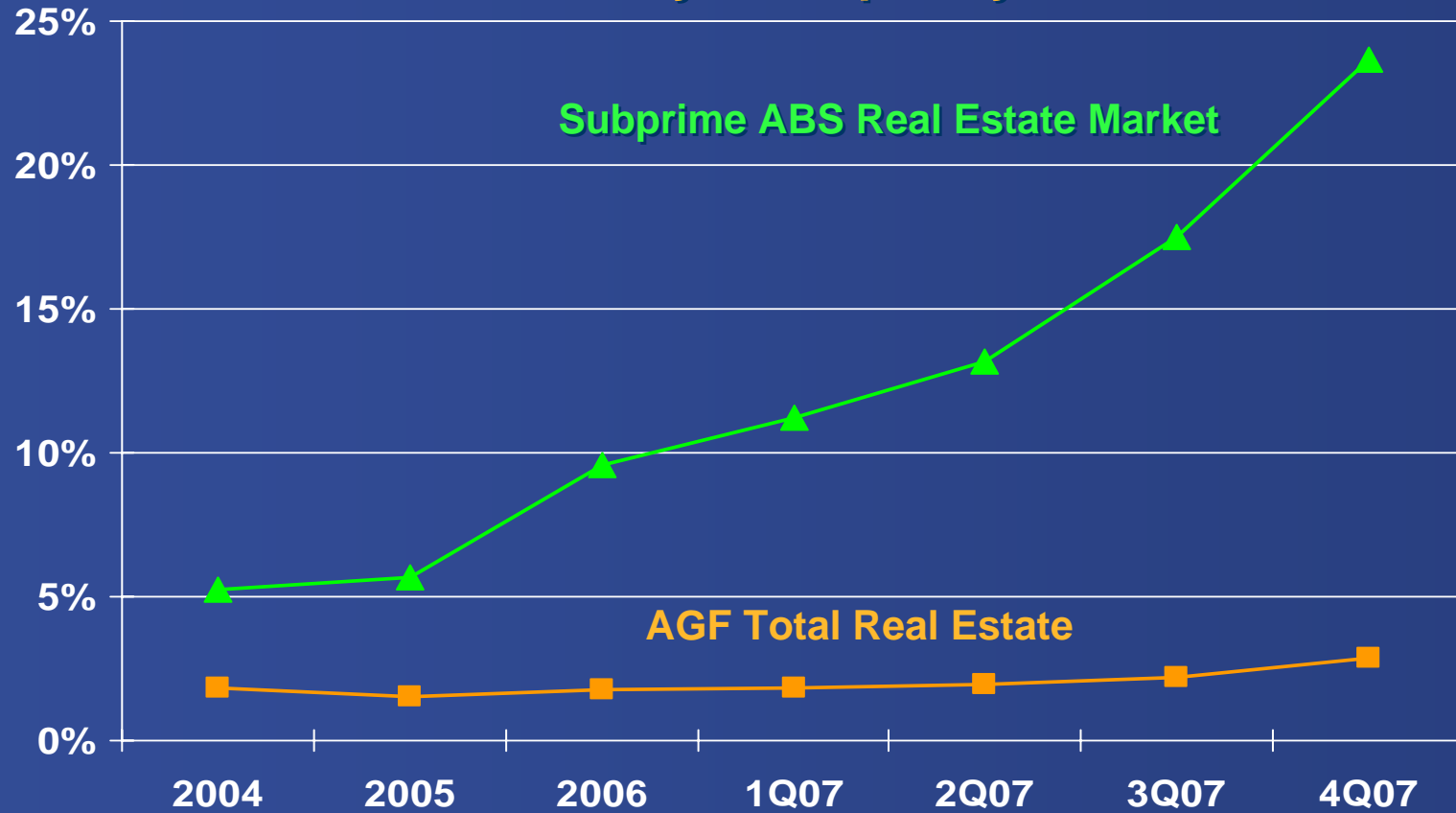
\$ Billions



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AGF vs. "Subprime ABS Market"

60+ Day Delinquency*

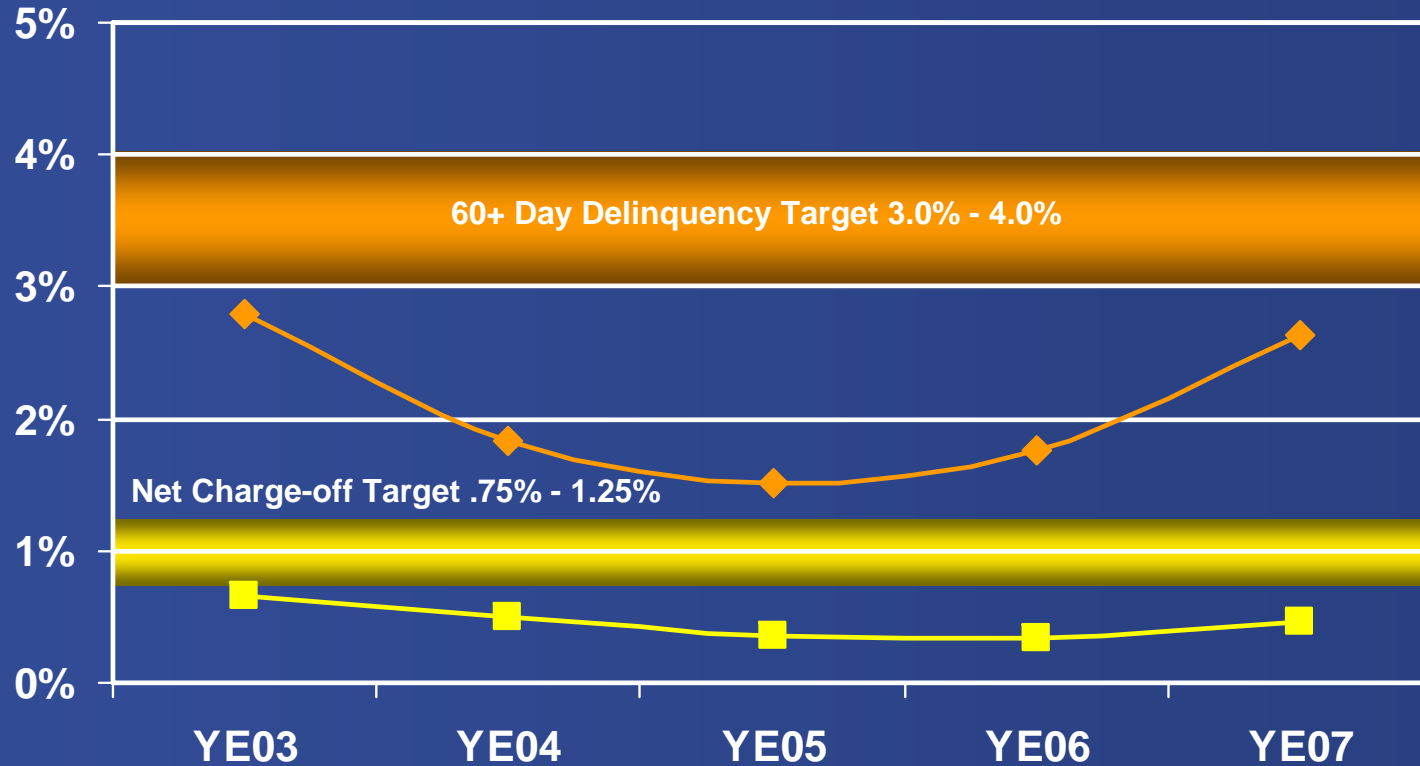


* Source: Company and industry reports

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Real Estate Credit Quality

AGF's delinquency and losses have risen from recent all-time lows, yet remain below their targets as well as the industry during the current mortgage market conditions.



Target ranges were set by AGF management years ago to denote sound credit quality parameters.

American General Finance

Risk Mitigating Practices - Real Estate Portfolio

- 97% of mortgages are underwritten with full income verification.
- 88% are fixed-rate mortgages; only about 9% of the total mortgage portfolio re-sets interest rates by the end of 2008; about 10% by the end of 2009.
- Adjustable rate mortgages (ARMs): borrowers are qualified on a fully-indexed and fully-amortizing basis at origination.
- No delegation of underwriting to unrelated parties.
- No Option ARMs.
- Substantially all loans are:
 - First mortgages (92%)
 - Owner occupant borrowers (94%)
- Geographically diverse portfolio.

American General Finance

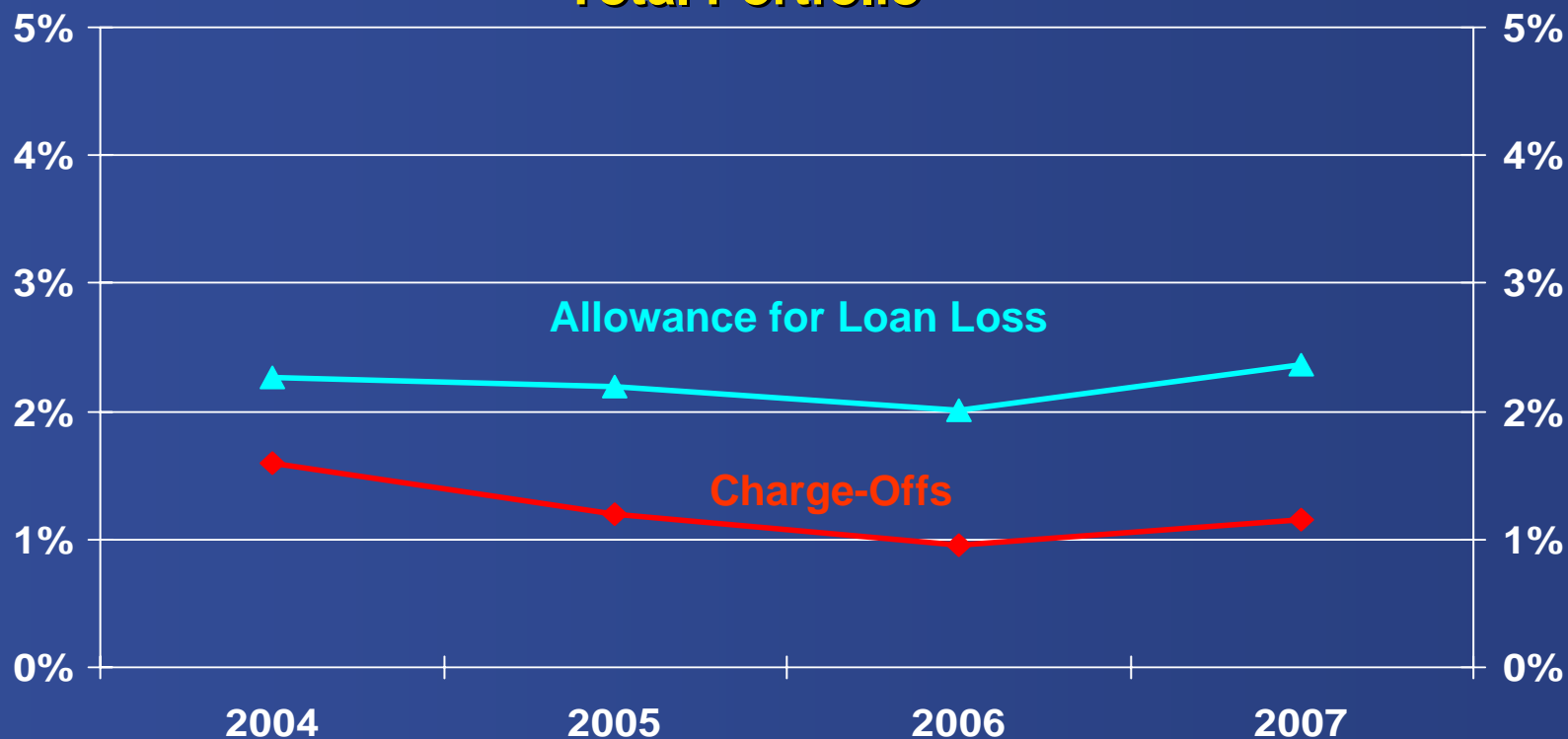
Allowance Methodology

- AGF's allowance for loan losses is maintained at a level considered adequate to absorb management's best estimate of credit losses in the existing portfolio.
- AGF's Credit Strategy and Policy Committee is responsible for determining the appropriate level for the allowance.
 - Membership consists of AGF's senior management, including, among others, AGF's CEO, the Executive Vice President of AGF's Branch Operations, AGF's CFO and AGF's Chief Risk Officer
 - The Committee evaluates both internal and external factors including:
 - The composition of AGF's finance receivable portfolio
 - Prior finance receivables losses and delinquency experience
 - Results of migration and Monte Carlo analyses
 - Current economic environment
- AGF calculates three different migration scenarios based on varying assumptions to evaluate a range of possible outcomes for the quantitative component of the allowance for residential real estate.
- Conclusions reached by the Committee are reviewed on a quarterly basis and approved by AIG's Chief Credit Officer and the CFO of AIG's Financial Services Division.

American General Finance

Strong Credit Quality

Total Portfolio



Coverage Ratio
(\$ Allowance /
\$ Charge-offs)

1.6X

2.0X

2.1X

2.1X



American General Finance

Equity One Portfolio Acquisition

- AGF has agreed to acquire \$1.5 billion in outstanding balances of branch-based consumer loans of Equity One, Incorporated.
- Equity One's branch-offered products are similar to those of AGF (1st & 2nd Fixed Rate Mortgages, Consumer Loans, Retail Sales).
- Customer profile and credit quality performance are also very similar to those of AGF.
- The transaction is expected to close during the first quarter of 2008.
- Acquisition of 130,000 new accounts with minimal overhead increase.
- AGF was able to acquire the portfolio at an attractive price given current market conditions.
- Acquisition is expected to be accretive to earnings in 2008.

American General Finance Summary

- At the end of the fourth quarter, AGF's real estate loan portfolio remained at \$19.5 billion, flat to the end of the third quarter
 - The 2007 vintage production is the result of balanced growth from both its centralized real estate and branch operations which met both strict underwriting guidelines and return hurdles in a challenging market
- AGF maintained its time-tested, disciplined underwriting approach throughout the residential real estate boom, continually re-evaluating guidelines and adjusting as appropriate, resulting in:
 - Lower volume
 - Better than targeted delinquency and charge-off
 - Better than industry-experienced delinquency and charge-off
- AGF believes that the housing market will likely continue to deteriorate for the remainder of 2008, but the company's business model and strict underwriting approach are sound, allowing the company to pursue opportunities