



FOR IMMEDIATE RELEASE

AIG NEW EUROPE FUND II, L.P. CLOSES WITH €523 MILLION IN COMMITMENTS

NEW YORK, March 19, 2007 – AIG Global Investment Group (“AIGGIG”) today announced that AIG Capital Partners, Inc., a member company, held the final close of AIG New Europe Fund II, L.P. (“NEF II”) with capital commitments totaling €522.5 million, exceeding the Fund’s initial target close.

NEF II is a second-generation private equity fund directly investing in companies organized or operating in the Central and Eastern Europe (“CEE”) countries, such as Poland, Czech Republic, Slovakia, Hungary, Romania, Bulgaria, and the Baltic Countries. The NEF II portfolio team is focused on capitalizing on the favorable economic, legal and political conditions in CEE, with its strong long-term GDP growth outlook, increased domestic consumer demand and a shift in the manufacturing base from Western Europe.

“The Central and Eastern European region is primed for private equity investing with enhanced deal flow and consolidation opportunities stemming from European Union accession. Our team constantly reviews new promising opportunities with attractive valuations and the right expansion strategies to be successful. In addition, there is tremendous value investing in a region with relatively few experienced private equity competitors,” stated Pierre Mellinger, Managing Director, AIG Capital Partners and CEO of NEF II.

Mr. Mellinger leads a team out of Warsaw, Poland with investment professionals located in three offices in the region (Warsaw, Bucharest and Budapest). “This local network optimizes deal sourcing, facilitates the execution of investments, and greatly supports the value creation in those companies,” says David Yeung, President and CEO of AIG Capital Partners. “As with many of our private equity funds, our investment teams are culturally connected and speak the languages of the local companies in which we invest, which is a clear advantage in our partnerships.”

The NEF II team was integral in the success of AIG New Europe Fund, L.P. (“NEF I”), the predecessor fund of NEF II, which successfully invested US \$321 million in commitments.

AIGGIG’s private equity organization includes more than 200 professionals in over 20 locations around the world investing approximately US \$20 billion in private equity assets on behalf of client investors. As a member company of AIGGIG, AIG Capital Partners is a leading private equity investor in emerging markets.

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AIG Global Investment Group

AIG Global Investment Group (AIGGIG) is a worldwide leader in asset management, with extensive capabilities in equity, fixed income, multi-manager hedge funds, private equity, and real estate. AIGGIG manages more than US \$670 billion in assets, and employs over 1,800 professionals in 44 offices around the world as of December 31, 2006. Total assets under management include approximately US \$563 billion of AIG affiliated assets. AIGGIG comprises a group of

AIG Global Investment Group
70 Pine Street
New York, NY 10270

international companies which provide investment advice and market asset management products and services to clients around the world. The member companies of AIGGIG are subsidiaries of American International Group, Inc. (NYSE:AIG).

For further information please contact:

Financial Dynamics:

New York: Jeannine Lewan: (212) 850 5612

London: Christine Wood: 44(0)20 7269 7253