

FOR IMMEDIATE RELEASE

**LANE COMPANY AND AIG GLOBAL REAL ESTATE INVESTMENT CORP.
TO ACQUIRE AND REDEVELOP TOWSON, MARYLAND APARTMENT
COMMUNITY**

Acquisition is First Step Toward \$150 Million Redevelopment

Atlanta, GA – January 4, 2005 – Lane Company and AIG Global Real Estate Investment Corp., a subsidiary of American International Group, Inc. (AIG), today announced the acquisition of the 256-unit Dulaney Valley Apartments community in Towson, Maryland. Together, the buyers will undertake the \$150 million redevelopment of the property, which is expected to commence in early 2006 and be fully completed by 2010. The project is slated to be a luxury community with 900 one-, two- and three-bedroom condominiums and apartments featuring upscale amenities.

“This is an excellent infill location,” said Jeff Price, president of Lane Northeast, an affiliate of Lane Company. “We feel very fortunate; Towson is a great community where there are very few new housing opportunities.”

Nora Miller, managing director of AIG Global Real Estate Investment Corp., added, “This redevelopment is a great opportunity to create additional upscale housing in a highly desirable community.”

In an effort to keep construction disruption at a minimum and ensure a smooth transition, the buyers will work in phases, leaving large portions of the property intact during the stages of redevelopment. More than half of the property is expected to remain virtually unchanged for the first two years.

The next steps in the process include developing and submitting a site plan for approval by Baltimore County and undergoing a full architectural review. Poole & Poole Architects are the designers for the redevelopment.

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Lane Company

Lane Company (www.lanecompany.com) and its related corporations are an award winning, vertically integrated, full-service private real estate group active in the multifamily sector for three decades.

- Lane Investment and Development Corporation, winner of the 2001 Platinum People’s Choice award, has developed more than 13,000 condominium homes and apartment units at costs of more than \$1 billion.
- Lane Realty Construction Corporation has built more than 70 multifamily and commercial projects totaling \$646 million.
- Lane Management Corporation, 1999 winner of the Pillar of the Industry award for Property Management Firm of the Year, manages 30,000 apartment units in ten states.
- CondoLane, the condominium sales and marketing subsidiary of Lane Company, sells and markets condos for Lane Investment and Development Corporation as well as third party clients.
- Lane Asset Management Corporation provides asset management and investment management and reporting services to equity partners and Lane’s affiliates with real estate portfolios.

AIG Global Real Estate Investment Corp.

AIG Global Real Estate Investment Corp., a subsidiary of American International Group, Inc. (AIG), invests in and actively manages real estate around the world for unaffiliated clients and member companies of American International Group, Inc. (AIG). AIG Global Real Estate's property portfolio, including all major property types, comprised approximately 53 million square feet owned, managed or under development in more than 50 countries around the world as of December 31, 2003. Additional information can be found on the company's web site at www.aigglobalrealestate.com.

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