



FOR IMMEDIATE RELEASE

**AIG GLOBAL INVESTMENT GROUP SIGNS AN AGREEMENT TO INVEST IN ROMANIA'S
DIGITAL CABLE SYSTEMS**

BUCHAREST, ROMANIA – 17 May, 2007 – AIG Capital Partners, Inc., a member company of AIG Global Investment Group (“AIGGIG”), announced today a signed agreement with the existing shareholders of SC Digital Cable Systems SA (“DCS”) for a direct investment of EUR 45 million in DCS. The transaction is subject to a number of conditions, including the approval of the Romanian Competition Council.

The equity commitment will be funded by AIG New Europe Fund II, L.P. (“AIG NEF II”), a private equity fund focused on direct investments in Central and Eastern Europe. AIG NEF II is sponsored by AIGGIG, with EUR 523 million in committed capital.

DCS has emerged as the third largest provider of video re-transmission services in Romania, controlling a platform of more than 330,000 revenue generating units (subscribers to cable television, direct-to-home (DTH) and Internet services). DCS was founded by Romanian entrepreneurs with vast experience in the telecommunications sector.

Pierre Mellinger, who has overall responsibility for AIG Capital Partners’ private equity activity in Central and Eastern Europe said, “We are pleased to continue our investments in the telecommunications sector in the region and particularly in Romania where we have a long standing presence.” Doina Popescu, Director, who led the transaction added, “The consolidation and diversification potential, growth prospects, and synergies between the DTH platform and cable TV networks present solid development opportunities. We look forward to working actively with our new partners to bring additional value to DCS.”

Robert Thompson, Senior Managing Director, Head of AIGGIG Alternative Investments, noted, “Since the closing of AIG NEF II two months ago, we have signed agreements for two transactions. Our dedicated local teams have been very successful at sourcing and executing excellent investments.” Earlier this month, AIGGIG announced the planned purchase of Bulgarian Telecommunications Company.

Gheorghe Minea, Co-Founder and President of DCS, said: “We are pleased to have AIG Global Investment Group as an investor in the company, being aware of the team’s achievements in the region. The way we have worked together with the team over the last few months proves to us that they are providing not only financing, but also significant strategic support to our business.”

AIGGIG was advised by White & Case and Fruth-Oprisan & Associates (Legal), BDO (Financial) and Comsys (Technical). DCS was advised by Wolf Theiss & Associates (Legal).

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About 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 \$687 billion in assets, and employs over 2,000 professionals in 44 offices around the world as of March 31, 2007. Total assets under management include approximately US \$579 billion of AIG affiliated assets. AIGGIG comprises a group of international companies which provide investment advice and market asset management products and services to clients around the world. As a member company of AIG Global Investment Group, AIG Capital Partners is a leading private equity investor in emerging markets, with 100 investment professionals located in 19 offices worldwide. The member companies of AIGGIG are subsidiaries of American International Group, Inc. (NYSE:AIG).

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