

AIG's Strategy on Climate Change

**New Jersey Clean Energy Conference
September 18, 2006
New Brunswick, New Jersey**

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The AIG logo is located in the bottom right corner of the slide. It consists of the letters "AIG" in a white, serif font, set against a dark blue rectangular background. The background of the slide features a stylized, light blue mountain range silhouette at the bottom.

AIG's Policy and Programs on Environment and Climate Change

- **Recognize scientific consensus**
- **Acknowledge political consensus**
- **Respond to customer & investor demand**
- **Focus on core business expertise**

AIG's Policy and Programs on Environment and Climate Change

- Go to www.aigcorporate.com Click on:
 - “Social Responsibility”
 - “Environmental Initiatives”
 - “Environment and Climate Change”

American International Group

Principal Businesses

General
Insurance

Life
Insurance
&
Retirement
Services

Financial
Services

Asset
Management

About AIG

- **Broad range of products and services**
- **Operations in ~ 130 countries**
- **Strong presence in developing countries, e.g. China**
- **Among top 10 largest U.S. companies**
- **First US insurance company to take a position**

Climate Change Response & Opportunities

- Focus on profitable business activities that reduce GHG emissions
- Develop investment policy related to GHGs
- Support markets for environmental commodities
- Insurance & consulting to support clean technology and the GHG market
- Office of Environment and Climate Change
- Minimize internal GHG footprint
- Communicate, monitor and inform

Climate Change Opportunities: Investments

- **Additional private equity investments**
 - e.g. GHG mitigating technologies, carbon finance, forestry & agriculture
- **Products that include GHG criteria**
 - e.g. index fund products
- **Signatory Carbon Disclosure Project**
- **Sustainability task force**
 - e.g. enhance environmental criteria for new private equity investments

Climate Change Opportunities: Capital Markets/Financial Products

Prepare business plan to participate in GHG emission trading

- Development of risk management products
- Brokerage and emissions management services to clients
- Addition to carbon credits to DOW-AIG commodity index
- Carbon funds

Climate Change Opportunities: Insurance

Insurance for delivery of project based carbon credits

- Insured is investor, forward purchaser, lender
- Insured is project owner

Other Insurance Products

- Customization/targeted marketing of existing products
- Apply to GHG mitigation projects and technologies

Climate Change Opportunities

Consulting/Technical Support

- **Solomon Associates, AIG-Consultants**
- **CDM projects**
- **Insurance and investments**
- **Client GHG emissions management**

Climate Change Response

Internal Activities and Communications

- **Office of Environment and Climate Change**
 - Focal point, coordinate climate change program activities
- **Communications**
 - Website
 - Weather & climate forum
 - Carbon Disclosure Project
 - Public & stakeholder dialogue and events
 - Memberships
- **Internal Commitments & GHG footprint**