



Exchange/Memo ID: 202348

AMERICAN INTERNATIONAL GROUP, INC. (AIG) - WARRANTS DISTRIBUTION

UPDATE

DESCRIPTION:

Important Note: OCC has been informed that fractional warrants will be issued in the American International Group, Inc. (AIG) warrants distribution. In lieu of including fractional entitlements in the adjusted contract deliverable, OCC will determine a cash value for the fractional warrants.

Please see the additional note regarding the new deliverable per contract.

American International Group, Inc. (AIG) has declared a Warrants distribution to AIG Common Shareholders, as described below:

WARRANTS: Warrants (Warrants) to purchase one AIG Common Share per each Warrant.

EXERCISE PRICE: \$45.00 per AIG Common Share, subject to adjustment

DISTRIBUTION

RATIO: 0.533933 Warrants per each AIG Common Share.

RECORD DATE: January 13, 2011

EXPIRATION: January 19, 2021

DEPOSITARY: Wells Fargo, N.A.

GUARANTY PERIOD: Unknown

The American International Group, Inc. Warrants began trading "when-issued" on the New York Stock Exchange under the symbol AIG WS WI on January 13, 2011 and it is anticipated that the Warrants will trade "regular way" under the symbol AIG WS on January 20, 2011.

Contract Adjustments:

Pursuant to the By-Laws of the Options Clearing Corporation ("OCC"), the below American International Group, Inc. options will be adjusted as follows.

Adjustment Date: Thursday, January 20, 2011
Option Symbol: **AIG becomes AIG2**
Underlying AIG becomes AIG2
Contract 1
Strike Prices: unchanged
Multiplier: 100
Settlement Allocation: 20%, 80%
CUSIP: 026874156, 026874784
New Deliverable:

- 1) 100 American International Group, Inc. (AIG) Common Shares
- 2) 53 Warrants (AIG WS) to purchase 53 AIG Common Shares
- 3) Cash in lieu of fractional .3933 fractional Warrants (see important note)

Adjustment Date: Thursday, January 20, 2011
Option Symbol: **AIG1 remains the same**
Underlying Security: AIG1 remains the same
Contract Multiplier: 1
Strike Prices: unchanged
Multiplier: 100
Settlement Allocation: 20%, 80%
CUSIP: 026874156, 026874784
New Deliverable:

- 1) 5 American International Group, Inc. (AIG) Common Shares
- 2) 2 Warrants (AIG WS) to purchase 2 AIG Common Shares
- 3) Cash in lieu of fractional .669665 fractional Warrants (see important note)

GTC Order Cancellation:

On Wednesday, January 19, 2011, immediately after the BOX close, all resting orders for AIG and AIG1 in the order book will be canceled by the BOX Market Operations Center. If a BOX Participant wishes to enter orders for the adjusted AIG1 and AIG2 series, the BOX Participant will need to reenter the orders before the open on Thursday, January 20, 2011.

Additional Exchange Info:

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
AIG1	C/P	2.50	01/22/2011	AIG1	C/P	2.50	01/22/2011
AIG1	C/P	5.00	01/22/2011	AIG1	C/P	5.00	01/22/2011
AIG1	C/P	7.50	01/22/2011	AIG1	C/P	7.50	01/22/2011
AIG1	C/P	10.00	01/22/2011	AIG1	C/P	10.00	01/22/2011

Questions regarding this memo can be addressed to the BOX Market Operations Center at 617-235-2291 or toll free at 1-866-768-8845.