

ATTENTION

AIG SHAREHOLDERS DURING THE PERIOD 2000 TO 2005:

SENTENCING SCHEDULED FOR RONALD E. FERGUSON FORMER GEN RE EXECUTIVE

United States of America

v.

**Ronald E. Ferguson, Elizabeth A. Monard, Robert D. Graham, Christopher P. Garand, and Christian M. Milton
Court Docket Number: 3:06-CR-00137(CFD)**

A federal jury found former General Re Corporation (Gen Re) Executive Officer Ronald E. Ferguson, 63, of Fairfield, CT guilty on charges of conspiracy, securities fraud, false statements to the SEC, and mail fraud. The sentencing hearing for Ronald E. Ferguson has been set for December 16, 2008, at 10:00 a.m., before the Honorable Christopher F. Droney, 450 Main Street, Federal Building, Hartford, Connecticut. All are welcome to attend this proceeding. Three other General Re Corporation Executives and one former American International Group Inc., executive were also found guilty after a five week-long trial. No sentencing dates have been scheduled for these defendants.

The government presented evidence at trial that showed that each of the defendants knew that the true purpose of the transactions was to permit AIG to falsely report increasing loss reserves in its statements to analysts and investors and its filings with the SEC. The defendants structured a sham reinsurance transaction and created a phony paper trail to make it appear as though Gen Re had solicited reinsurance from AIG when the evidence demonstrated that the parties knew AIG wanted the transaction to manipulate its financial statements. Additionally, the defendants entered into a secret side deal whereby AIG would never have to pay any losses under the contracts; AIG would return to Gen Re the \$10 million in premiums Gen Re paid to AIG and AIG paid Gen Re a \$5 million fee for entering into the transaction.

If you would like additional information about the case, please call the United States Attorney's Office for the District of Connecticut at 203-821-3715, or toll free at 1-888-645-5807, and ask to speak with Linda Corrado, Victim-Witness Coordinator, or email: usact.vns@usdoj.gov.