Business Alliance between AIG Star and BTM in Individual Annuities
and
Launch of five-currency fixed annuity “Five Stories”

Tokyo, January 26, 2005 --- AIG Star Life Insurance Co., Ltd. (AIG Star; CEO: Gordon Watson) and The Bank of Tokyo-Mitsubishi, Ltd. (BTM; President: Nobuo Kuroyanagi) a consolidated subsidiary of Mitsubishi Tokyo Financial Group, Inc. (MTFG; President and CEO: Nobuo Kuroyanagi), have agreed to enter into a business alliance in the product development and sales promotion of individual annuity products.

As a core member of AIG Group, a world leader in insurance and financial services, AIG Star has top-class product development capabilities and expertise. BTM, as part of MTFG, has a broad base of high quality customers nationwide and is one of Japan’s leading banks in sales of individual annuity products. The purpose of the business alliance is to combine each group’s strengths, and by the timely development and sales of innovative, world-class products to meet the diversifying needs of customers.

As a first step for the alliance, the MTFG companies BTM and The Mitsubishi Trust and Banking Corporation will commence sales of a new multi-currency fixed annuity product “Five Stories” at all of their branches from February 1, 2005.

Until now, fixed annuity products in Japan were either yen denominated or foreign currency denominated. The new product represents the first time in Japan* that a fixed annuity has been offered where customers can select from five currencies including yen (the other four currencies are the U.S. dollar, Euro, British pound and Australian dollar). The product allows customers to freely select from five currencies in order to match their requirements at a variety of different stages of their lives, hence the name “Five Stories”. At the time of contracting, the customer can choose a single management currency or a mix of currencies and thus can benefit from the stability of yen denominated returns while seeking higher returns in foreign currencies. Customers can also select the deferred period term of the annuity with options of 5 years, 7 years and 10 years (10 years is available for yen only). Once a certain period has expired, customers can react flexibly to changes in the investment environment and their own investment stance by investing accumulated funds in other currencies or changing the term.

With its focus on flexible asset management for customers, “Five Stories” is also a groundbreaking product in global terms and marks a first step for the new business alliance. Looking ahead, AIG Star and MTFG aim to achieve further dramatic growth in the Japanese individual annuities market by developing and marketing globally competitive products that meet customer needs.

*AIG Star research.

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Appendix 1

Features of “Five Stories”, Multi-currency Fixed Annuity

The key characteristics of “Five Stories” are that it is a fixed annuity (fixed yield) product offering stable returns while customers can also freely select from a diverse range of management methods including the choice of five currencies (Yen, US$, Euro, GBP, A$) allowing them the flexibility to match their life plan.

1. Fixed interest rate allows stable asset management
   Five Stories is a fixed annuity product and is managed during the deferred period (from the contracting date to the day prior to maturity) at a fixed rate of return. As the interest rate is fixed, customers can achieve stable asset management.

2. Choice of five currencies
   Customers can choose from 5 currencies (Yen, US$, Euro, GBP, A$) at the time of contracting. Multi-currency management can be achieved by combining steady fund management in yen and aggressive fund management in foreign currencies.

3. Choice of deferred period
   Customers can choose a deferred period of five, seven or ten years (10 years is available for yen only).

4. Multiple contracts in a single package
   Through a unit system (one contract = one unit), customers can apply for multiple contracts with one application form. It is possible to apply for up to 10 units in one package so customers can combine different currencies, terms and payment methods to create a package matched to their own life plan.

5. Transfer of annuity fund is possible
   Up until the day following the end of the annuity interest guarantee period (the various periods for which the annuity interest rate is guaranteed and which are established at the time of contracting), all or part of the annuity funds can be transferred to another unit. The currency, annuity interest guarantee period and the method of annuity payment can be selected at the time of transfer.

6. Choice of payment methods at maturity
   At the end of the deferred period, customers can select the payment method between a “defined annuity” (receiving a fixed annuity for a fixed period) and a “lifetime annuity*” or “guaranteed period joint-annuity**” (receiving a fixed payment in the case of death of the beneficiary), thus allowing customers to match their payment method to their own life plan.
   * If the insured person dies during the guarantee period the unpaid portion of the annuity is paid in respect of the remaining guarantee period, a “guarantee period lifetime annuity”. Where the insured person dies during the guarantee period and the total annuity payments received is less than the amounts paid in, the beneficiary receives the difference between these two amounts, a “guaranteed amount lifetime annuity”.
   ** Can only be selected on the day prior to the start day for annuity payments.

7. Extension of deferred period
   Customers can extend the deferred period up to a maximum of 40 years from the issue date (or until the annuitant is 90 years old) or can delay the start of annuity payment by a maximum of three years (or until the annuitant is 90 years old).
Appendix 2

Sales of investment annuities by MTFG

MTFG Group total

BTM

FY02 H2  FY03 H1  FY03 H2  FY04 H1

¥ 100 million