

**PRESS RELEASE**

Zug, June 21, 2006

**AIG Private Equity Ltd raises CHF 150 million in capital increase. Offer Price set at CHF 158.50.**

AIG Private Equity Ltd (the "Company") announced today the successful completion of its capital increase. Both the Rights Offering and the Share Offering were priced at CHF 158.50 per registered share (CHF 100 par value each). In the Rights Offering, 591,470 new registered shares were subscribed for by existing shareholders, while 358,530 new registered shares were purchased in the Share Offering. The Company participated in the Share Offering by subscribing for 213,987 shares. The Company expects to sell these shares to investors that were not able to participate in the Share Offering.

After the capital increase, the share capital of the Company amounts to CHF 412.5 million divided into 4,125,000 shares with a par value of CHF 100 each. The new shares are fully fungible with the outstanding registered shares of the Company and carry full dividend entitlement for the 2006 financial year. The new shares are expected to be listed and eligible for trading on the SWX Swiss Exchange as of June 28, 2006. The payment and settlement date is on Wednesday, June 28, 2006.

Zürcher Kantonalbank and AIG Privat Bank AG are acting as joint lead managers of both the Rights Offering and the Share Offering.

-----  
AIG Private Equity Ltd. is a Swiss investment company with an objective to achieve long-term capital growth for shareholders by investing in a diversified portfolio of private equity funds and privately held operating companies. The same team that manages private equity investments for American International Group, Inc. acts as investment advisor for AIG Private Equity Ltd. With five years of operating history in a variety of market conditions, AIG Private Equity Ltd. has a solid track record and a mature portfolio of funds and direct investments. AIG Private Equity Ltd. is listed on the SWX Swiss Exchange under the ticker symbol "APEN".

This press release constitutes neither an offer to sell securities nor the solicitation of an offer to purchase or subscribe for securities, and is not a prospectus or similar communication in connection with an offering or listing of securities as defined in Articles 652a and 1156 of the Swiss Code of Obligation and the listing rules of the SWX Swiss Exchange. Furthermore, this press release and the information contained herein shall neither actively be distributed or transmitted to the United States of America (U.S.A.), nor be allocated or transmitted to (i) US persons (including legal entities), or (ii) media with a nationwide distribution in the U.S.A. Each violation of these restrictions can result in a non-compliance with US securities law. In addition, any active distribution of this press release or the information contained herein outside of Switzerland shall be carried out in compliance with the relevant national law(s) (see the selling restrictions in the relevant Offering Circular and Listing Prospectus for further details).

Finally, investing in investment companies involves specific risks. Any potential investor shall consult carefully the respective Offering Prospectus and the risk factors and investment considerations set forth therein prior to any investment in AIG Private Equity Ltd.

For additional information on AIG Private Equity Ltd., please contact:

Conradin Schneider  
VP Investor Relations  
Telefon +41-41-710-7062  
e-Mail: [c.schneider@aigprivateequity.com](mailto:c.schneider@aigprivateequity.com)