



AllianceBernstein – American Income Portfolio^α

Portfolio Objective and Strategy

The Portfolio seeks to provide a high level of current income with the potential for capital appreciation by investing in a diversified portfolio of U.S. dollar-denominated fixed income securities. The Portfolio invests solely in U.S. dollar denominated fixed income securities, including investment grade and high yield securities of issuers domiciled within and outside the U.S. Under normal market conditions, a minimum of 50% of the Portfolio assets will be invested in investment grade securities. At least 65% of the assets must be issued by issuers domiciled within the United States.

Profile*

- ▶ **Domicile:** Luxembourg
- ▶ **Portfolio Inception Date:** 01/07/1993 (Class A)
- ▶ **Fiscal Year End:** 31 August
- ▶ **Net Assets:** \$5,632.71 million
- ▶ **Subscription/Redemption:** Daily
- ▶ **Base Currency:** U.S. Dollar
- ▶ **Other Offered Currency:** Euro
- ▶ **Benchmark:** 50% ML Govt/15% ML High Yield/35% JPM EMBI Global Index[‡]
- ▶ **Average Duration:** 5.72 years
- ▶ **Initial Sales Charge:** Up to 5.0%[§]
- ▶ **Management Fee:** 1.10%^{††}
- ▶ **Management Company Fee:** 0.1%[^]
- ▶ **Distribution Fee:** 0.7% per annum (Class B, B2 & BT)^{††}
- ▶ **Contingent Deferred Sales Charge:** 3% (Year 1), 2% (Year 2), 1% (Year 3), 0% (Thereafter) (Class B, B2 & BT)^{***}

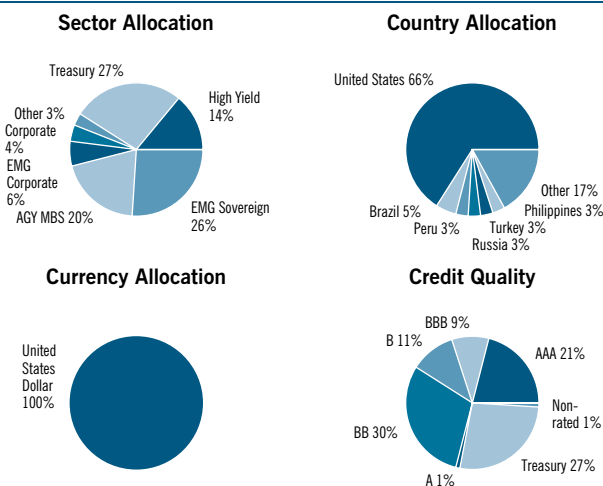
Portfolio Management Team

Paul J. DeNoon
Tenure: 1/7/1993
Senior Vice President

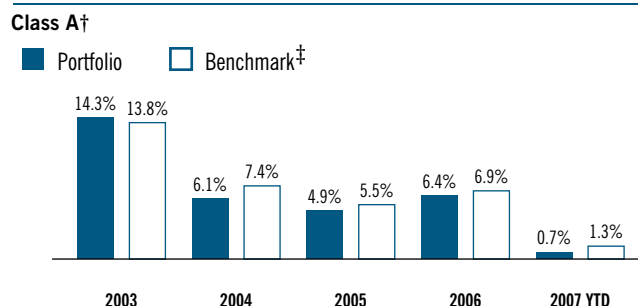
Top Ten Holdings

	Holding
U.S. Treasury Bond (8/14 - 2/31)	16.20%
U.S. Treasury Note (8/09 - 11/16)	10.30%
FNMA (7/34 - 11/36)	7.60%
GNMA (4/31 - 2/36)	4.50%
Brazil (Federal Republic of) (1/17 - 1/37)	4.30%
Freddie Mac Gold 6.00%, 08/01/34	4.00%
Turkey (Republic of) (12/08 - 3/36)	3.20%
Philippines (Republic of) (2/11 - 1/31)	2.80%
Peru (Republic of) (2/15 - 11/33)	2.70%
Uruguay (Republic of) (5/17 - 3/36)	2.30%
Total	57.90%

Portfolio Composition



Calendar Year Performance



Source: AllianceBernstein, NAV-NAV, in U.S. Dollars

Past performance is no guarantee of future results. Total returns, provided by AllianceBernstein, include the change in net asset value and reinvestment of any distributions paid on Portfolio shares for the period shown, but do not reflect sales charges. Performance quoted in currencies other than the base currency of the Portfolio are calculated by converting the daily Net Asset Value of the Portfolio using a spot foreign exchange rate of the other offered currency on each valuation point. Shares of the Portfolio are offered only pursuant to the Portfolio's current Prospectus together with the most recent financial statements. The information on this page is for information purposes only and should not be construed as an offer to sell, or solicitation of an offer to buy, or a recommendation for the securities of the Portfolio.

* Source: AllianceBernstein.

All information contained on this page is as of 30 June 2007.

** A Standard & Poor's Fund Management rating is not a recommendation to purchase, sell or hold any interest in the Portfolio, inasmuch as it does not comment as to market price or suitability for a particular investor. While performance is one of many factors contributing to the ratings, it, in and of itself, is no indication of future results. The results are based on current information furnished to Standard & Poor's Fund Research by the Portfolio or obtained from sources Standard & Poor's Fund Research considers reliable.

[†] Inception dates: 01/07/1993, Classes A (USD), B (USD); 26/10/1998, Class A2 (USD); 10/08/1999, Class B2 (USD); 16/09/2002, Class AT (USD); 01/10/2002, Class BT (USD); 01/06/2001, Classes A (Euro), B (Euro), A2 (Euro), B2 (Euro).

[‡] The Merrill Lynch US Government Index tracks the performance of the combined US Treasury and US Agency markets. The Merrill Lynch US High Yield Index tracks the performance of below investment grade US dollar-denominated corporate bonds publicly issued in the US domestic market. The J.P. Morgan Emerging Markets Bond Index Global (EMBI Global) tracks total returns for U.S. dollar-denominated debt instruments issued by emerging market sovereign and quasi-sovereign entities. An investor cannot invest directly in an index, and their results are not indicative of the performance for any specific investment, including an AllianceBernstein fund. Indices do not include sales charges or operating expenses associated with an investment in a mutual fund, which would reduce total returns.

[§] As a percentage of purchase price for Classes A, A2 and AT only.

[^] As an annual percentage of average daily Net Asset Value.

^{††} As an annual percentage of average daily Net Asset Value. For further details on the Management Fee and Distribution Fee, please refer to the fund's Prospectus.

^{***} As a percentage of the lesser of the current Net Asset Value or original cost of the Shares being redeemed and based upon the duration that such Shares are held.

For further information, or to obtain a copy of the Portfolio's Prospectus, please contact your financial advisor.

Manager's Comments

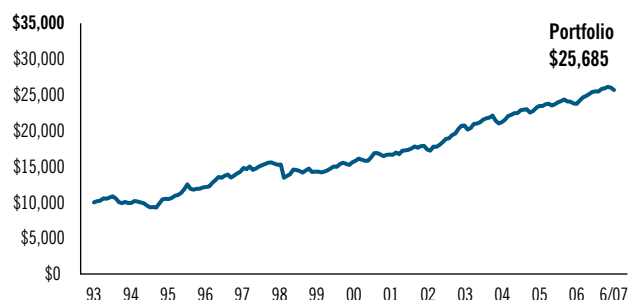
The U.S. bond market was encouraged by signs of moderating economic growth in late June; however, the rally could not boost U.S. Treasuries enough, as prices fell on the month and the quarter. This marked the worst three-month stretch for Treasuries in more than a year, as investors remained concerned about inflation and the U.S. subprime market situation. For the month, credit spread widened on corporate bonds, high yield debt and emerging market debt.

Cumulative Total Returns[†]

	1 Year	3 Year	5 Year	10 Year	Since Inception
Class A	8.12%	21.16%	47.77%	79.93%	160.56%
Class A €	2.01	8.78	8.25	—	-3.64
Class B	7.36	18.62	42.68	67.79	136.48
Class B €	1.29	6.50	4.48	—	-7.71
Class A2	8.18	21.26	47.94	—	85.84
Class A2 €	2.09	8.91	8.14	—	-4.23
Class AT	8.25	21.31	—	—	43.27
Class B2	7.48	18.74	42.67	—	72.74
Class B2 €	1.42	6.56	4.28	—	-8.22
Class BT	7.47	18.72	—	—	39.92
Benchmark [‡]	8.61	23.59	51.80	106.58	— [^]

[^] Not sufficient benchmark data to provide since inception returns.

Growth of \$10,000 USD (Class A)



Source: AllianceBernstein, NAV-NAV, in U.S. Dollars

NAV Information as of 30/06/07

	NAV (US\$)	NAV (€)	Yield (US\$)	Yield (€)	DIV (US\$)	DIV (€)	General Fund Information			
							Cusip	Bloomberg	ISIN (US\$)	ISIN (€)
Class A	8.53	6.30	5.77	5.81	0.0410	0.0305	L00215100	ALAMIAI LX	LU0044957727	LU0232525039
Class A2	16.54	12.22	—	—	0.0000	0.0000	L00215589	ALAMITI LX	LU0095030564	LU0232525203
Class AT	8.52	—	5.76	—	0.0409	0.0000	L0167U364	AGIAIAT LX	LU0157308031	—
Class B	8.53	6.30	5.05	5.09	0.0359	0.0267	L00215118	ALAMIBI LX	LU0044957990	LU0232525542
Class B2	14.51	10.72	—	—	0.0000	0.0000	L00215597	ACMAMBI LX	LU0095030648	LU0232525625
Class BT	8.55	—	5.04	—	0.0359	0.0000	L0167U372	AGIAIBT LX	LU0157312140	—

High/Low Prices (1 Year)

Class Share	High/Low in Dollars (US\$)	High/Low in Euros (€)
Class A	\$8.77/\$8.34	€6.87/€6.30
Class B	\$8.77/\$8.34	€6.87/€6.30
Class A2	\$16.82/\$15.27	€12.81/€11.95
Class AT	\$8.78/\$8.32	—
Class B2	\$14.77/\$13.49	€11.29/€10.56
Class BT	\$8.81/\$8.35	—

Published NAV

•Hong Kong Economic Times •South China Morning Post

A Word About Risk

Investment in the Fund entails certain risks. Investment returns and principal value of the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Dividends are not paid for all share classes and are not guaranteed. The Fund is meant as a vehicle for diversification and does not represent a complete investment program. Some of the principal risks of investing in the Fund include country risk, illiquid assets risk, focused portfolio risk, portfolio turnover risk, management risk, derivatives risk, borrowing risk, taxation risk, fixed income securities risk, interest rate risk, lower rated and unrated investments risk, prepayment risk, sovereign debt obligations risk, corporate debt risk and lower- or unrated securities risk. These and other risks are described in the Fund's prospectus. Prospective investors should read the prospectus carefully and discuss risk and the fund's fees and charges with their financial adviser to determine if investment is appropriate for them.

The sale of shares in AllianceBernstein funds may be restricted in certain jurisdictions. In particular shares may not be offered or sold, directly or indirectly in the United States or to U.S. Persons, as is more fully described in the Fund's Prospectus. Further details may be obtained from the Fund's distributor.

[†]A portfolio of ACMBernstein. AllianceBernstein is the trading name of this mutual investment fund (*fonds commun de placement*) organized under the laws of Luxembourg, while its legal name is ACMBernstein.