



AB MANAGED VOLATILITY EQUITIES FUND—MVE CLASS

MVE-CLASS OBJECTIVE

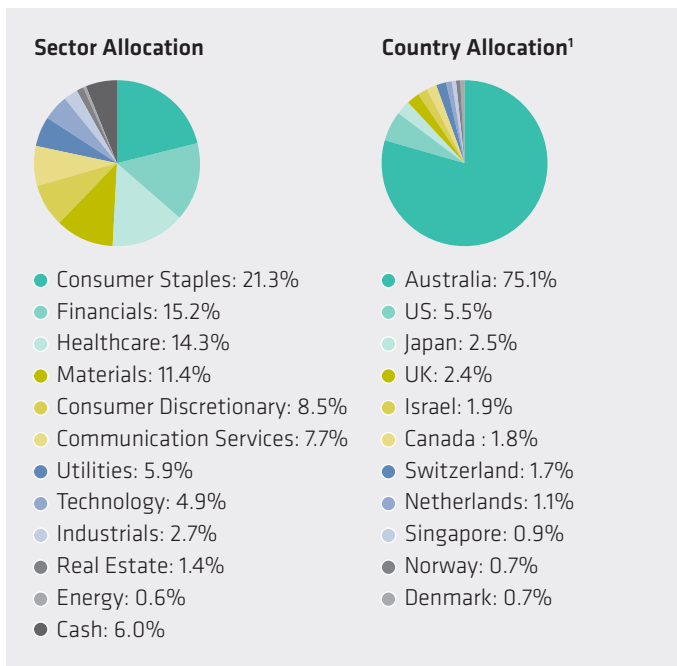
+ The AB Managed Volatility Equities Fund—MVE Class (the “MVE-Class”) aims to achieve returns that exceed the S&P/ASX 300 Accumulation Index after fees over the medium to long term.

WHO SHOULD CONSIDER INVESTING IN THE MVE-CLASS?

The MVE-Class is designed for equity investors, including retirees and pre-retirees, seeking:

- + Lower volatility
- + Reduced downside risk in falling equity markets
- + The potential for long-term capital growth and some income, including franked Australian dividend income

MVE-CLASS STRUCTURE



Numbers may not sum due to rounding.

RATINGS



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MVE-CLASS PERFORMANCE² AS AT DECEMBER 31, 2020

	Gross Fund Returns	Total Returns	Growth Returns	Distribution Returns	Benchmark Returns	Relative Returns
1 month	1.20%	1.16%	0.48%	0.68%	1.32%	(0.16)%
3 months	4.46%	4.32%	3.61%	0.70%	13.79%	(9.47)%
FYTD	4.02%	3.74%	3.00%	0.74%	13.73%	(9.98)%
1 year	(0.89)%	(1.44)%	(2.36)%	0.92%	1.73%	(3.17)%
3 years	7.77%	7.21%	5.49%	1.73%	6.87%	0.34%
5 years	9.52%	8.96%	6.64%	2.32%	8.84%	0.12%
Since Inception⁴	11.02%	10.48%	7.69%	2.78%	7.41%	3.07%

See Performance Figures disclosures.

TOP TEN HOLDINGS (% TOTAL NET ASSETS)

Stock Name	Portfolio	Index
Coles Group	4.9	1.3
Medibank	4.6	0.4
Sonic Healthcare	4.1	0.8
Wesfarmers	3.9	3.0
Commonwealth Bank of Australia	3.7	7.6
Telstra	3.6	1.9
Woolworths	3.6	2.6
ResMed	3.0	0.5
CSL	2.8	6.8
Amcor	2.7	0.7
Total Number of Stocks	65	296
Beta⁵	0.6	

KEY FACTS

Lead Portfolio Manager	Roy Maslen
Inception date	March 31, 2014
MVE-Class size	A\$1,304,091,354
APIR	ACM0006AU
Minimum investment	A\$50,000
Entry/Exit fee	None
Buy/Sell spread	0.25%/0.25%
Management cost	0.55% p.a.
ICR⁶	0.55% p.a.
Distribution frequency	Quarterly

1 Australia exposure is comprised of ASX-listed securities

2 Please refer to our website www.AllianceBernstein.com.au to view the MVE-Class' performance

3 S&P/ASX 300 Accumulation Index. Please see Performance figures disclosure for more details

4 MVE-Class Inception: March 31, 2014

5 Beta is a measure of market-sensitivity, indicating the extent to which a portfolio fluctuates with an index. The index is assumed to have a Beta of 1.0, whilst a portfolio that is more sensitive to index moves has a Beta greater than 1.0, and a portfolio that is less sensitive to index moves has a Beta less than 1.0

6 Indirect Cost Ratio (ICR). Financial year-to-date, annualised

AB MANAGED VOLATILITY EQUITIES FUND—MVE CLASS

Monthly Fact Sheet

MVE-CLASS REVIEW

- + In December, the MVE – Class underperformed its benchmark, the S&P/ASX 300 Index, which was up 1.32% in Australian-dollar terms.

DETRACTORS

- + For December, the MVE – Class underperformed its benchmark, driven by selection within, and an underweight to, the materials sector. These losses were mitigated by contributions from selection within utilities and the high beta, weak cash flow financials sector.
- + Not owning BHP Billiton and Fortescue Metals detracted during the period. These mining companies outperformed, as strong demand from China and indications of improving demand from the rest of the world led to a rally in commodity prices. Iron ore prices, in particular, benefitted from supply disruptions from major miners in Australia and Brazil.
- + Multinational discount retailer Walmart detracted as the stock pulled back after posting strong performance for the year.

CONTRIBUTORS

- + An underweight to plasma protein biotherapeutics company CSL contributed, as concerns grew around collections in the northern hemisphere, and as a vaccine the company was involved in trialling did not come to fruition.
- + Health insurer Medibank outperformed following a better-than-

expected pricing outcome from its regulator.

- + Grocery and hardware wholesale distribution and marketing company Metcash reported first half earnings, positively surprising the market with stronger earnings and ongoing sales strength of the business's three core pillars.

MVE-CLASS CHANGE HIGHLIGHTS

- + We made a number of changes to the portfolio during the month, primarily by adding to our pre-existing holdings.
- + We added shares in health insurer nib Group, as the company showed evidence that the COVID-19 crisis, on balance, was not a material negative for its business.
- + We added to our position in Harvey Norman, a large Australia-based, multinational retailer of furniture, bedding, computers, communications and consumer-electrical products, due to continued strong consumer demand for furniture. Harvey Norman has generated significant profit growth as discounting and marketing costs have been reduced.
- + We also initiated a position in automotive company ARB, as the company's end markets—particularly Australian new SUV and four-wheel drive markets—have shown strength. We believe this will be supportive of ARB's sales in the short term.
- + We did not make any notable reductions to our holdings within the portfolio during December.

To find out more please speak with your financial adviser or visit
www.AllianceBernstein.com.au

Performance Figures

In Australian Dollars. Numbers may not sum due to rounding. The Total, Growth and Distribution Returns of the Fund are net of fees and costs and do not allow for tax or inflation. Performance is calculated in accordance with the Financial Services Council Standard No. 6 using the relevant end of month Exit Prices and assumes that income is re-invested and that the investment is held for the full period. The performance figures are historical and past performance is not necessarily an indication of future performance. The information above may change.

The benchmark was changed to the S&P/ASX 300 Accumulation Index on June 1, 2019 and retrospectively to the MVE-Class' inception date of March 31, 2014. The MVE-Class' previous benchmarks are the S&P/ASX 300 Franking Credit Adjusted Daily Total Return Index (Tax-Exempt) which was effective March 1, 2016 and the FTSE ASFA Australia 300 Index - Tax Exempt which was used for the period March 31, 2014 to February 29, 2016.

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