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ALLIANCE VARIABLE PRODUCTS SERIES FUND INC

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Mailing Address

*ALLIANCE CAPITAL
MANAGEMENT LP
1345 AVENUE OF THE
AMERICAS
NEW YORK NY 10105*

Business Address

*C/O ALLIANCE CAPITAL
MANAGEMENT LP
1345 AVENUE OF THE
AMERICAS 31ST FL
NEW YORK NY 10105
2125544623*

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.

ANNUAL REPORT
DECEMBER 31, 1996

The following Annual Report for the Alliance Variable Products Series Fund, Inc. (the "Fund") includes financial information for the seventeen Portfolios of the Fund which were active as of December 31, 1996. Not all Portfolios of the Fund are available through each insurance product offering investments in the Fund.

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
LETTER TO SHAREHOLDERS

January 31, 1997

Dear Investor:

We are pleased to provide you with investment results and overviews of market activity which impacted investment performance for Alliance Variable Products Series Fund during the fiscal year ended December 31, 1996.

We believe that the Alliance Variable Series Fund remains an excellent vehicle for investors interested in building assets for the future on a tax-deferred basis. Yet because each investor's needs are different, and diversifying among asset classes is one of the best ways to manage investment risk, we continue to add new portfolios to the Fund.

PORTFOLIO HIGHLIGHTS

As mentioned in our June report, the Quasar Portfolio, seeking growth of capital through aggressive investment policies, was launched in August. The Quasar Portfolio may invest in any type of security issued by any company in any industry that we believe to offer possibilities for capital appreciation, both inside and outside the U.S. Even though there are risks associated with an aggressive strategy, as well as investing in foreign countries, we believe a well-researched and professionally managed portfolio is a prudent way to invest.

On January 9, 1997, a Real Estate Investment, or REIT, Portfolio was introduced. This portfolio seeks long-term growth of capital and income by investing principally in exchange-traded equity securities issued by companies that are primarily engaged in, or related to, the real estate industry.

Unlike direct investments in real estate, investing in a portfolio of real estate-related equities provides liquidity and geographic diversification. The REIT portfolio is managed by Dan Pine who also manages other equity real estate funds for Alliance Capital. One of the largest fee-based property managers in the U.S., Koll, serves as a consultant in the portfolio management process.

Real estate returns don't always move in-step with other asset classes. That is why investing in an equity real estate portfolio can provide investment diversification. However, since the portfolio specializes in stocks of real estate management companies, it may be affected by economic and market conditions such as housing demand, tax and regulatory requirements as well as real estate price levels.

For the second consecutive year, the U.S. economy turned in a terrific performance, boosting domestic equities. Following 1995's 33.5% rise, the Dow Jones Industrial Average posted a 26% gain for 1996. Bond markets did not fare as well for the past year; the Lehman Brothers Aggregate Bond Index eked out a 3.63% return.

At the moment, the U.S. economy is growing at a slow but steady pace. Growth is moderate, inflation is well-behaved, the unemployment rate has fallen as more than two million new jobs were created, the federal budget deficit is at a 15-year low, and the dollar is stronger than it has been in some time. These favorable developments are the direct result of several market factors, including corporate restructurings, labor market flexibility and the right mix of monetary and fiscal policy.

The past year also showed a strong performance for most foreign equity markets, with the exception of Japan and, to a lesser extent, Switzerland. While Morgan Stanley's Europe, Australia, and Far East Index gained only

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6.05% during 1996, this was largely due to double-digit declines in the Japanese market. (Excluding Japan, the index rose 20.96% during 1996.) Growing investor confidence in the prospects for recovery in Europe, lower interest rates, and the continued strong performance of the U.S. market, has led savers worldwide to commit greater proportions of their savings to equities.

Despite sluggish domestic bond returns, non-U.S. bond markets continued their strong performance. The J.P. Morgan Emerging Markets Bond Index and the Salomon Brothers Non-Dollar Government Bond Index returned 5.45% and 4.08%, respectively, for the year ended December 31, 1996.

ECONOMIC OUTLOOK

For 1997, we do not foresee any sustained equity decline (defined as approaching or exceeding 10%). The fundamentals that have been behind our persistent bullishness, including good corporate health, moderate economic growth and inflation, U.S. technology leadership, and strong cash flows into equities, remain in place. However, current price/earnings ratios by historical norms indicate these strong fundamentals are now fairly priced. Finding good values in the market may become more difficult.

It is still not clear whether the economies of the U.S., Japan, and Europe will prove either a little weaker or a little stronger in 1997 than in 1996. Based on lackluster consumer spending, we currently believe that marginal economic weakening is not unlikely. With this in mind, our growth portfolios, while still fully invested, are positioned somewhat conservatively with greater-than-normal diversification.

Following the recent U.S. presidential election, the outlook for a balanced U.S. budget has improved. Under the current Congress and President, we do not foresee any major spending initiatives, and we do not believe there will be significant rate changes by the Federal Reserve in the short-term.

In the fixed income arena, we believe that higher-yielding fixed income issues, be they domestic corporate or asset-backed securities or emerging market or non-dollar government debt, should continue to be the best performers. While we continue to have a favorable outlook for emerging market debt, risk premiums in this asset class have narrowed, and we expect the pace of price appreciation to slow.

The following pages contain commentaries about investment activity for each of the Fund's portfolios and a separate page with investment results through December 31, 1996. We appreciate your investment in the portfolios of Alliance Variable Products Series Fund and look forward to reporting further investment progress in the coming period.

Sincerely,

/s/ John D. Carifa

John D. Carifa
Chairman and President

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INVESTMENT OBJECTIVE

The Portfolio seeks the highest total return without, in the view of the Fund's Advisor, undue risk to principal by investing in a diversified mix of publicly traded equity and fixed income securities.

MARKET REVIEW

U.S. fixed income securities, the predominant asset class in this Fund, turned in a weak performance in 1996. The performance was disappointing especially in contrast to 1995's return of 19% as measured by the Lehman Brothers Corporate Bond Index and fell well short of the total rates of return reported by most equity security classes. For the full year, the bond market, as measured by the same index, recorded a total return of 2.9%. Bond returns were especially bifurcated -- declining some 1.9% during the first six months and rallying 4.9% in the final six months. The stock market, as represented by the S&P 500, tacked on an impressive 22.95% return in 1996, while most other equity classes enjoyed smaller double-digit rates of return. Indeed, the equity market's strong performance was only briefly interrupted mid-year when economic data seemed to be signaling a stronger-than-expected economy and investors became anxious about a tightening in monetary policy.

INVESTMENT RESULTS

For the fiscal year ended December 31, 1996, the Conservative Investors Portfolio provided a total return of 3.79%+. Its benchmark -- a composite of the S&P 500 Stock Index (30%), which had a return of 22.95% and the Lehman Brothers Government/Corporate Bond Index (70%), which posted a 2.9% return -- yielded an 8.92% return.

At the beginning of the year, the Portfolio's allocation to equities was a conservative 12% and the fixed income portion was of a longer duration than the fixed income benchmark. The Portfolio's allocation was designed to benefit from our forecast for weakening profits and falling interest rates. The Fund's performance relative to its benchmark suffered in the first quarter as stock prices rose and bond prices fell. In the March and June quarters, equity allocations were raised to 23% and 31% respectively. At the same time, the duration of the fixed income Portfolio was shortened to match the benchmark. These strategic shifts placed more emphasis on sector selection, overweighting undervalued sectors and underweighting unattractive sectors.

For example, the Fund's position in mortgages was reduced as interest rates began to decline and mortgage prepayment risk increased. Investments in corporate bonds were raised during the fourth quarter as spreads relative to those of the government widened because of heavy new issue activity. Such changes were beneficial: the bond portion of the Portfolio outperformed its benchmark during the second half of the year.

In the second half of the year, the Portfolio's total return, which underperformed its benchmark, a composite of the S&P 500 Stock Index (30%) and the Lehman Brothers Government/Corporate Bond Index (70%), was negatively affected by the Portfolio's cash position which ended the year at 18.8%. For additional information on the Portfolio's investment results, please turn to page A-24.

INVESTMENT OUTLOOK

We expect economic growth will moderate from its fourth quarter bounce to approximately a 2% rate during 1997. A return to trend rates of growth in consumer spending and exports, coupled with slower rates of increases in capital spending, should keep the economy on a moderate, but sustainable growth path. These conditions should permit long-term interest rates to decline as investor fears about a possible acceleration of inflation subside.

Looking forward, we are cautiously optimistic about equity prices. Although valuation levels are approaching historically high levels, they are supportable given our forecasts for benign inflation and moderate growth. Nonetheless, we anticipate more modest equity returns than were enjoyed in recent years. We also expect a closing in the performance of U.S. stocks over both fixed income and international equity securities. Lastly, we envision that a broader range of stocks will participate in the rising market in contrast to the concentrated performance witnessed in 1996.

PORTFOLIO STRATEGY

We will continue to pursue opportunities for total return consistent with the Portfolio's objective as they arise.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

GROWTH INVESTORS PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks the highest total return consistent with what the Fund's Advisor considers to be reasonable risk by investing in a diversified mix of publicly traded equity and fixed income securities.

MARKET REVIEW

1996 was another successful year for domestic equities. The S&P 500 generated a total return of approximately 22.95%, while most other indices managed to produce smaller but still double-digit rates of return. Foreign and U.S. fixed income securities, however, markedly underperformed U.S. equities. The market's strong performance was interrupted only briefly in late June and early July when economic data seemingly pointed to an accelerating economy and investors became increasingly concerned about a tightening in monetary policy. As the summer unfolded, indications of softer economic activity allowed the market to resume its race toward successive new highs.

The second half of the year could, in many respects, be characterized as an exaggeration of the trends evident during the first six months of the year. Indeed, the differences in performance among the various capitalization segments in the growth stocks sector were even more disparate than reported during the January - June time period. The Wilshire Large Cap Growth Index (an index comprised of the 750 equity securities that fit Wilshire Asset Management's "growth stock" characteristics and are the largest 750 securities in the Wilshire 5000 index) outperformed the Wilshire Small Cap Growth Index (an index comprised of 251 equity securities that fit Wilshire Asset Management's "growth stock" characteristics and fall between the 751 largest to the 2,500 largest securities in the Wilshire 5000 index) by some 200 basis points during the first half of the year and by more than 950 basis points in the last half.

Foreign stock markets, as measured by MSCI EAFE Index (a widely accepted measure of international performance) fell short of the S&P 500 by some 5.57% in the January - June period. In the last six months of the year, the underperformance gap widened to 10.22%. In our opinion, these unusually wide gaps in performance reflect the fact that portfolio managers are increasingly concentrating their investments in a smaller number of stocks. We believe this trend is not sustainable.

Trends in the fixed income market were notable exceptions to heightened divergence in performance among asset classes during the final six months of the year. While the S&P 500 outpaced the Lehman Brothers Government/Corporate Bond Index in the first half of the year by some 11.97%, the gap narrowed to 6.82% in the July - December time frame.

INVESTMENT RESULTS

For the fiscal year ended December 31, 1996, the Growth Investors Portfolio provided a total return of 8.18%+ compared to its benchmark -- a composite of the S&P 500 Stock Index (70%), which had a 22.95% return and the Lehman Brothers Government/Corporate Bond Index (30%), which posted a 2.9% return. This combination yielded a 16.94% return.

The Growth Investors Portfolio began the third quarter with equity exposure of 67%, bonds at 16% and a cash position of 17%. From June to December, the bond portion of the Portfolio was increased from 16% to 19.8% and cash was lowered from 17% to 5.2%. The total equity exposure was increased from 67% to 75% with additions made to international equities. The outperformance of large domestic stocks versus international and smaller cap stocks subtracted from the performance of the Portfolio versus its benchmark. For additional information on the Portfolio's investment results, please turn to page A-24.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

INVESTMENT OUTLOOK

What should investors expect after a two year run in U.S. stocks that generated a 69% total rate of return for the S&P 500? We remain cautiously optimistic. Although valuation levels are approaching historically high levels, our

forecasts for benign inflation and interest rates in combination with moderately sustainable economic growth should provide important support for valuation levels. The profit outlook is also positive as continued global competition and attention to cost control should continue to result in modest earnings growth.

This positive economic backdrop for capital markets, however, is offset to some extent by the high level of investor expectations generated by this long running bull market. Recent surveys have suggested that mutual fund holders do not assign a significant probability to the chance of a market correction of more than 10% over the next 10 years. Experience and history would suggest this view is too optimistic.

As indicated earlier, we expect more moderate returns in equities over the next few years than were enjoyed in recent years. That expectation is the admixture of high levels of valuation and slower rates of growth in earnings. Furthermore, we anticipate that the divergence among the rates of return in various asset classes will narrow. Specifically, we expect the gap between bonds and stocks will be much smaller than reported in 1996. We also anticipate a broader range of stocks will participate in the rising market and that international equities will outperform U.S. securities.

PORTFOLIO STRATEGY

We will continue to investigate investment opportunities that are consistent with the Portfolio's objectives as they pertain to market activities.

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TOTAL RETURN PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks to achieve a high return through a combination of current income and capital appreciation and pursues that objective by investing in common and preferred stocks, senior corporate debt securities and U.S. Government and Agency obligations, bonds and senior debt securities.

MARKET REVIEW

Stocks continued to rise strongly in 1996 fueled by strong earnings and declines in interest rates. Since the beginning of 1995, the S&P 500 Stock Index has gone up 69%. Broad inflation measures were slightly higher at the end of 1996 as consumer prices increased 3.3% year-over-year and producer prices went up 2.8%. However, excluding the volatile food and energy sectors, inflation remained very well-behaved with year-over-year consumer and producer prices up only 2.6% and 0.6% respectively. Our current slow-growth environment is expected, by most economists, to continue with minor fluctuations.

U.S. bond market returns were subdued in 1996. Stronger-than-expected job growth and uncertainty about whether the Federal Reserve would raise interest rates to slow economic growth kept bond market returns in negative territory for most of the year. Towards the end of 1996, the bond market rallied, pushing year-to-date returns into positive territory for the first time since January as the fear of accelerating inflation diminished. However, continued concerns about inflation kept bond yields trading in a narrow range and held price gains down. For the year, interest rates were higher on all maturities and shorter-duration securities outperformed longer-duration securities across all major sectors of the market.

INVESTMENT RESULTS

For the twelve months ended December 31, 1996, the Portfolio achieved a total return of 15.17%+ based on net asset value. The Portfolio did better than its benchmark, a composite of the S&P 500 Stock Index (60%) and the Lehman Brothers Government/Corporate Bond Index (40%) which had a total return of 14.93%. The Portfolio's performance was largely due to its balanced stock selection. For additional information on the Portfolio's investment results, please turn to page A-24.

INVESTMENT OUTLOOK

We anticipate no major change, either positive or negative, that could affect the U.S. economy. Our current slow-growth environment is expected, by most economists, to continue with minor fluctuations. We expect the markets to remain sensitive to the activities of the Federal Reserve Board and anticipate an easier monetary policy by the Fed in 1997. Corporate earnings should also increase by a moderate degree. A benign inflation environment combined with moderate economic growth could drive the market to new highs.

Until clear signs of a slowing economy emerge, concerns about inflation will keep U.S. interest rates within their recent ranges. Given some concern about the economic outlook, further near-term weakness in bond prices and higher bond

yields cannot be ruled out. Such developments would only facilitate the economic slowing we see later in 1997.

PORTFOLIO STRATEGY

As of December 31, 1996, the Portfolio maintained a 62.6% position in equities, a 30.2% position in U.S. Government Obligation Bonds and a 7.2% position in short-term investments. We are confident in the lesson history has taught us: stocks outperform other types of investments over time. We intend to maintain the Portfolio's current weightings since we believe stocks have the potential for significant earnings growth over the next six to twelve months. As always, we monitor carefully those developments in the economy and markets that could affect the Portfolio's performance and will make adjustments necessary to seek a high level of total return.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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----- GROWTH AND INCOME PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks to balance the objectives of reasonable current income and reasonable opportunities for appreciation through investments primarily in dividend-paying common stocks of good quality. Whenever the economic outlook is unfavorable for common stock, the Portfolio may invest in other types of securities, such as bonds, convertible bonds and preferred stock.

MARKET REVIEW

The U.S. equity markets continued their heady climb in 1996, with the S&P 500 rising 22.95%. The S&P 500 is up 69% since the beginning of 1995. Growth stocks, generally driven by investor cash flow and earnings momentum, led the market. Value stocks, whose performance is based more on low valuation to earnings, lagged.

INVESTMENT RESULTS

For the twelve months ended December 31, 1996, the Growth and Income Portfolio provided a total return of 24.09%+. This performance led that of our benchmarks, the S&P 500 Stock Index which had a return of 22.95% and the Lipper Growth and Income Funds Average which had a 20.77% return. A fully invested stock position contributed to these results, but the overwhelming influence on Portfolio results was a bottom up focus on selecting the best stocks in each broad segment (e.g. technology, financials) of the market. For additional information on the Portfolio's investment results, please turn to page A-24.

INVESTMENT OUTLOOK

The growth spurt that the economy witnessed early in 1996 is beginning to slow, and the current expansion dating from 1991 is advancing in age. Looking forward, we expect the markets to remain sensitive to the activities of the Federal Reserve Board. If the threat of inflation prompts the Federal Reserve to undertake a prolonged period of monetary tightening, we believe that stocks could react poorly, but we do not expect that the economy will overheat. A benign inflation environment combined with moderate economic growth could drive the market to new highs.

PORTFOLIO STRATEGY

While the short-term direction of the market continues to be difficult to predict, the Portfolio remains fully invested in equities and equity-related securities. We are confident in the lesson history has taught us: stocks outperform other types of investments over time. We also believe that prudent and well researched stock selection is the key to superior performance in any market environment.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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----- GROWTH PORTFOLIO

INVESTMENT OBJECTIVE

The Growth Portfolio seeks long-term growth of capital by investing primarily in equity securities of companies with a favorable outlook for earnings.

INVESTMENT RESULTS

The Growth Portfolio rewarded investors with a 28.49%+ total return for the 12-month period ended December 31, 1996. This compares favorably with returns of 23.12% and 22.95%, respectively, for the Russell 1000 Growth Index and S&P 500 Index. Additional investment results appear on page A-24.

AREAS OF OPPORTUNITY

Throughout the year, your Portfolio maintained significant holdings in the technology and financial services sectors. At the same time, the Portfolio has been significantly underweighted in industrial commodities and capital goods.

While technology stocks were adversely affected during the summer correction, they have since recovered and, in many cases, recorded new highs. We believe computing and communications are still in the early stages of what will prove to be significant and far-reaching change. The transition from analog to digital technologies is moving beyond computers and is rapidly changing the entire communications infrastructure. Our large holdings in Cisco Systems, 3Com, Intel and MFS Communications reflect our strong enthusiasm for the future of the technology sector.

The financial services sector was also a strong performer during 1996, benefiting from a favorable interest rate environment. Our interest in the sector, however, is based on more than just the expectations of continued low interest rates. Financial services represent a large and varied sector of the economy with favorable long-term growth prospects. Our holdings in the industry are well diversified and include banks, brokerage firms, and insurance and credit card companies.

CURRENT OUTLOOK

Stock market returns have been running well above long-term average rates for the last two years and it is only common sense to suggest that this cannot last indefinitely. We do not yet see the kinds of economic or financial strains that would provoke a bear market, but we believe returns will be more moderate in the year ahead. Having said that, we see no reason to think that long-term investment in the stock market will not bring its traditional rewards.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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INTERNATIONAL PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio primarily seeks to obtain a total return on its assets from long-term growth of capital. It invests principally in marketable securities of established companies incorporated outside the United States, in companies participating in foreign economies with prospects for growth, and in foreign government securities. As a secondary objective, the Portfolio will attempt to increase its current income without assuming undue risk.

MARKET REVIEW

The MSCI EAFE Index returned 6.36% for the twelve month period ended December 31, 1996. Of the three regions in which the Fund's assets are concentrated, namely Japan, Europe and the Pacific Ex-Japan, only Japan showed negative returns for the year.

During the fourth quarter of 1996, Japan experienced another difficult period to round off a disappointing year in terms of investment performance. Although the economic outlook is improving for Japan, political entrenchment and poor fiscal policy are contributing to a stalled recovery. The strong dollar, which is good for Japanese earnings in many sectors, is further encouraging portfolio investment outside of Japan. In the Pacific Ex-Japan region, every developed market had a solid performance in the last quarter of 1996. Some of the Asian emerging markets lagged, however, we continue to find many of our most attractive stocks in this region. Markets in Denmark, Finland, the Netherlands, Spain, Sweden and the United Kingdom were up over 10% in 1996.

INVESTMENT RESULTS

For the twelve month period ended December 31, 1996, the International Portfolio achieved a total return of 7.25%+ on a net asset value basis. This

performance led our international benchmark, the MSCI EAFE Index, which had a 6.36% return. The U.S. market, measured most closely by the S&P 500 Stock Index, had another banner year and posted a 22.95% return. The Portfolio's strong performance was due to good stock selection, particularly in Europe and Japan.

In Europe, our largest holdings are Novartis AG, Bayer and Barclays. All have shown impressive gains and helped to enhance the Portfolio's performance. Bayer was mentioned in the last report as a possible candidate for restructuring, while Barclays reflects good prospects for the banking sector in the United Kingdom.

Even though the Japanese market had a disappointing 1996, we underweighted the financial sector and concentrated on other sectors such as technology. As a result, we were able to achieve encouraging results in comparison to the index.

For additional information on the Portfolio's investment results, please turn to page A-24.

INVESTMENT OUTLOOK

1996 was a mixed year for the developed international markets with Japan down sharply and both Europe and Pacific Ex-Japan performing well. Looking toward 1997, we feel that interest rates should continue to trend down, inflation should continue to be moderate and GDP growth in Europe and Japan should remain low. As mentioned earlier, several factors are impeding recovery in Japan. However, many stocks in the technology sector will benefit from the stronger dollar, and we expect good growth from many of them. In Pacific Ex-Japan, we feel that growth should pick up in many of the Asian countries in 1997, while inflation should remain moderate. Some of the emerging Asian markets currently appear to be undervalued, therefore we expect the best growth prospects here. Continental Europe has been slow to pull out of its economic doldrums, but the United Kingdom, has its recovery well underway. Presently, Europe is focusing on European Monetary Union convergence. This continues to result in wide spread restrictive fiscal policy and is strongly impeding growth in this region.

PORTFOLIO STRATEGY

The largest proportion of the Portfolio's holdings remains in Japan, although the largest regional weighting is in Europe. We will continue to seek long-term growth of capital and expect our research driven stock selection to drive the Portfolio's performance.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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PREMIER GROWTH PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks growth of capital by investing predominantly in the equity securities of a limited number of large, carefully selected, high-quality U.S. companies that, in our judgment, are likely to achieve superior earnings growth. The Portfolio is not intended for investors whose principal objective is assured income or preservation of capital.

MARKET REVIEW

We began the fiscal year with a generally favorable view of economic and corporate developments and with a belief that the stock market could provide another year of double digit returns. Our best hopes were achieved on both fronts. The economy continued to exhibit strong growth without any major inflation, and the position of U.S. companies was enhanced as a result. There were further gains in earnings, cash flow, and balance sheets, while cost cutting also continued to benefit profitability. Moreover, U.S. technology leadership advanced at a strong pace in the last twelve months.

The question now facing investors is whether the market has fully reflected these considerations. Quite frankly, none of us know the answer to this question, as it has been a long time since we were operating in such a favorable economic environment. Nevertheless, we have to acknowledge that with the price earnings multiples of the major averages now at close to 18 times, we are towards the upper end of historic levels. It seems reasonable, therefore, that an investor should base the prospect for further stock gains mainly on a continued advance in corporate earnings, dividends, and share repurchases rather than on the expectation that the price earnings multiple will continue to show the annual gains it has exhibited over the last few years.

INVESTMENT RESULTS

Premier Growth Portfolio provided a total return of 22.70%+ for the 12 months ended December 31, 1996 compared to gains of 22.95% for the S&P 500 Stock Index and 23.12% for the Russell 1000 Growth Stock Index. Throughout the period, the Portfolio adhered to its policy of investing in large company stocks with attractive growth potential. While our selections within that sector generally performed well, results were hampered slightly by the decline in technology stocks at the beginning of the year. For additional information on the Portfolio's investment results, please turn to page A-24.

INVESTMENT OUTLOOK

Recently Alan Greenspan, the Chairman of the Federal Reserve, commented that the market might be showing signs of "irrational exuberance." We think this is a healthy warning and shows that the Federal Reserve will watch the appreciation of financial assets in addition to traditional signs of inflation. The best hope for the stock market over the next several years is that the gains are steady and sure, rather than speculative, and ultimately ephemeral.

PORTFOLIO STRATEGY

The Portfolio's focus currently is on technology, consumer services and financial growth stocks. Looking forward to 1997, it is probable that the Portfolio will retain a major interest in these three sectors. Nevertheless, we should expect that the market will broaden out to include companies that evidence earnings growth in other areas. Probably the one key determinant of performance in 1997 will be interest rates. If the long bond stays below 7%, as we hope, the market and especially financial issues should do well. Above 7%, however, the financial stocks could suffer, and hence it will be important to watch consumer prices and wages most carefully.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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QUASAR PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks growth of capital by pursuing aggressive investment policies. While it invests primarily in the equity securities of small-capitalization companies, it may invest in any type of security issued by any company in any industry that we believe to offer possibilities for capital appreciation. The Portfolio may also pursue investment opportunities outside of the United States.

INVESTMENT RESULTS

The Quasar Portfolio was launched August 5, 1996, and assets were invested gradually until the Portfolio reached a critical mass. Due to the small size of the initial Portfolio relative to constant inflows of cash, the Portfolio maintained an abnormally large cash position following its inception. Therefore, from August 31, 1996 to December 31, 1996, the Quasar Portfolio was up 6.19%+, while its benchmark, the Russell 2000 Index, was up 9.31%. Additional investment results appear on page A-24.

REVIEW OF INVESTMENT STRATEGIES

Energy holdings currently account for more than 9% of net assets. Within the energy sector, we continue to see rising daily rates for offshore drilling rigs. At the same time, the worldwide shortage of offshore drilling rigs is becoming increasingly apparent to the investment community. Following strong performance in 1995, drilling companies were one of the best performing equity sectors in 1996. We particularly like Parker Drilling and Rowan Companies. We also believe the outlook for the U.S. refining business is positive and have invested in Diamond Shamrock.

The Portfolio has also benefited from its positions in the lodging sector. We have purchased holdings in three companies which offer business and leisure travelers accommodations on an extended basis. While the average stay in these facilities is six weeks, approximately a quarter of all guests stay at least six months. Holdings servicing this new and rapidly expanding market are: Extended Stay America, Suburban Lodges of America, and Studio Plus Hotels.

Footwear and apparel companies have continued to report strong earnings. Holdings in Nine West Group and Timberland have added to the Portfolio's gains. Trends favoring casual wear have likewise benefited our positions in Tommy Hilfiger and Jones Apparel Group.

With oil at \$25 per barrel, the airline industry has suffered and our exposure in this area hurt performance during the last several months. Nevertheless, we continue to own Continental Airlines, Alaska Air Group, and America West Airlines. Airplanes are flying with record average passenger loads--71% for the year-to-date period compared with 66% in 1995. Last year was the first time in several years airlines were generally profitable, and we believe we are in the second year of a positive, multi-year cycle for the industry. Airlines are using their cash flow to pay down debt and restructure their balance sheets. As demand outpaces capacity growth, pricing power is increasing. This contrasts sharply with past cycles when airlines used profits to buy more planes and increase capacity in order to maximize revenue growth, only to erode their pricing power.

MARKET AND ENVIRONMENT OUTLOOK

Looking forward, our outlook for the U.S. economy and equities remains positive. However, an increase in interest rates would put some pressure on price/earnings ratios, which means that stocks with higher P/Es could become vulnerable. As a result, we continue to focus on the underlying earnings of each company, working to avoid the risk of unsustainable valuations.

We remain enthusiastic about the growth potential of small-cap stocks. After underperforming large-cap stocks in 1994, 1995, and 1996, we believe that small-cap stocks offer very attractive relative valuations. We are hopeful that the relative value of small-cap issues will soon be recognized in the marketplace.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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UTILITY INCOME PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks current income and capital appreciation by investing primarily in equity and fixed-income securities of companies in the utility industry. Many of these companies have established a reputation for paying regular dividends and for increasing their common-stock dividends over time.

INVESTMENT RESULTS

The Utility Income Portfolio's total return for the fiscal year ended December 31, 1996 was 7.88%+. This compares to a total return of 2.77% for the NYSE Utility Index during the same period. Additional investment results appear on page A-24.

MARKET REVIEW

Performance was enhanced in the first half of the fiscal year by underweighting the electric utility sector and maintaining a large cash position in the face of the bond market's retreat. During the second half of the fiscal year, this cash was redeployed into stocks, mainly in the natural gas pipeline and distribution sector.

Performance in the second half of the fiscal year was negatively affected by the Portfolio's holdings in several communications technology stocks which reported earnings below expectations. These positions have since been eliminated. While our large position in AT&T also adversely impacted performance, we are maintaining this holding based on its attractive valuation. These detrimental influences were largely offset by the positive performance of our natural gas holdings and our large positions in Teleport Communications and MCI Communications.

INVESTMENT STRATEGY

Any reacceleration of economic growth will exert upward pressure on interest rates, causing bond prices, as well as utility stock prices, to suffer. On the other hand, if the economy slows enough to cause declines in corporate earnings, utility stocks, with their inherent stability, may outperform the broader market averages.

For now, we believe the economy is unlikely to pick up speed in the near term. Therefore, we remain fully invested in the electric, gas, and telephone utilities areas, and continue to reduce our exposure to the telecommunications equipment sector, as well as to the more volatile foreign markets.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges,

which reduce the value to a contract owner, are not included.

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WORLDWIDE PRIVATIZATION PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks long-term capital appreciation by investing principally in equity securities issued by enterprises that are undergoing, or have undergone, privatization. The balance of the Portfolio's assets will include equity securities of companies that we believe to be beneficiaries of the privatization process.

INVESTMENT RESULTS

The past year proved to be highly successful for privatization programs worldwide. For the fiscal year, we estimate that around \$90 billion was raised from the markets in privatization transactions, a record amount following the \$73 billion raised in 1995 and \$64 billion in 1994. Capitalizing on this environment, your Portfolio outperformed the Morgan Stanley EAFE Index for the fiscal year, returning 18.51%+, which compares to 6.36% for the index. Additional performance information appears on page A-24.

MARKET REVIEW

The majority of transactions continues to emanate from Western Europe, which again provided more than 50% of the total monetary volume of privatized initial public offerings. Deal volume rose significantly in Latin America after a dull year in 1995 and remained strong in Eastern Europe and Russia. Privatization activity was slow only in Asia, reflecting the loss of enthusiasm for these markets by global investors and deregulation delays by some governments.

The telecommunications industry remained the dominant industrial sector for privatization, led by the massive privatization of Deutsche Telekom. We hope this will prove the start of a substantial increase in the number of transactions coming out of Germany.

Still, there was a noticeable broadening of the industry base for privatization IPOs. Railways, energy and pharmaceuticals played an increasingly important part in the overall spread of industry representation.

At the same time, the successful implementation of major privatization programs in emerging markets such as Egypt and Croatia have provided tremendous returns for investors and led to a structural shift in the way these economies operate.

INVESTMENT OUTLOOK

Looking forward, we anticipate a strong flow of new transactions in 1997, with European issues continuing to dominate privatizations. We are confident that privatizations will continue to offer one of the most attractive ways to gain exposure to global investment opportunities and the themes of deregulation and restructuring.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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TECHNOLOGY PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio is a diversified investment that seeks growth of capital and invests for capital appreciation and, only incidentally, for income. Portfolio assets are primarily invested in securities of companies expected to benefit from technological advances and improvements.

INVESTMENT RESULTS

The returns of the technology sector did not match those of the overall U.S. stock market during 1996. The Technology Portfolio returned 10.40%+ from inception (January 25, 1996) through the end of 1996, while the Pacific Stock Exchange High Tech Index gained 17.27% during this period.

This underperformance reflects two factors which we see as temporary in nature. The first is that the very strong cash flows into the Portfolio as a result of its start-up in early 1996 kept it less than fully invested during most of the year. Secondly, the technology correction late in the year was focused in PCs

and networking, the two largest areas of investment for the Portfolio.

ECONOMIC CONDITIONS

The most notable characteristic of the U.S. economy today is the longevity of the current economic upswing. In addition to helping to reelect President Clinton, it has popularized the thought that the business cycle has been tamed and that we are now destined for that promised land of steady growth and low inflation, with almost everything in balance as far as the eye can see. Good things don't last forever and neither will this propitious set of economic circumstances.

However, several factors are at work which could extend this friendly environment for a while longer. These include: more sophisticated information technologies and more efficient manufacturing methods; better inventory control; the growing importance of the service sector; growth in world trade and investment; and some learning experience from past cycles on the part of the business community as well as consumers. Most of these things are also extending beyond the U.S., including that first driver which we are most familiar with (information technologies) and expand on below.

TECHNOLOGY COMMENTARY

Perhaps we are too close to our subject, but our conviction that technology is fundamentally transforming almost every aspect of corporate and social life has never been greater. The author Jeremy Rifkin puts it well: "The global economy is undergoing a fundamental transformation that will reshape civilization in the twenty-first century. Sophisticated computers, telecommunications, robotics, and other information age technologies are fast replacing human beings in virtually every sector and industry. The hard reality that economists and politicians are reluctant to acknowledge is that manufacturing and much of the service sector are undergoing a transformation as profound as the one experienced by the agricultural sector earlier in this century, when machines boosted production and displaced millions of farmers."

The chairman of the Federal Reserve Board, Alan Greenspan, also understands that something big is going on. "The advent of the transistor and the integrated circuit and, as a consequence, the emergence of the modern computer, telecommunication and satellite technologies have fundamentally changed the structure of the American economy..."

Unfortunately, all this change will not occur smoothly. As Rifkin argues, the opposite is a more likely scenario. What is different now, however, is that the disruption and change which technology companies have always known is extending to other industries. Many sectors of our economy--finance, manufacturing, education, retailing and communications, to name a few--will be restructured. Some companies will fail, certain jobs will be lost forever and income will be redistributed. Nevertheless, the digital age is a locomotive with

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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gathering momentum. It is not stoppable. Fortunately, this also means that the wind is at our backs in managing this portfolio. The inevitable changes which lie ahead will present a steady source of new investment opportunities. Although as portfolio managers we are constantly challenged by this change--the number of corporations which cannot accommodate it will be increasing--we must embrace change whenever it is prudent to do so. Experience has taught us that resisting it is usually a losing proposition.

CURRENT OUTLOOK

Convergence is an overused term in the technology field, but it seems appropriate at present. Several factors are coming together in a positive way, including:

- o availability of Microsoft's Win NT 4.0 operating system;
- o declines in the price of Pentium-based computers and servers and computer memory (DRAMs);
- o completion of an inventory depletion cycle in semiconductors and peripherals;
- o upgrade of obsolete corporate PC's;
- o buildup of corporate data networks and the rich applications which can take advantage of them;
- o growth in Internet use by consumers and Internet/Intranet use by corporations.

These developments are translating themselves into more favorable fundamentals

at many of the companies in the Portfolio. Intel, for example, has twice announced better-than-expected trends in its microprocessor business, while Compaq Computer and Dell Computer have experienced similar growth. In networking, Cisco Systems and 3Com both claim that the overall networking business is growing in excess of 40% annually. Altera and Microchip Technology are additional examples of companies seeing an acceleration in customer orders.

The third calendar quarter of 1996 saw fewer disappointments than in previous reporting periods. At this point, 1997 also appears favorable for many technology companies. What puzzles us is the growing popularity in the investment community of a smaller number of technology firms. While we admit that the strong have a tendency to get stronger, technology is also a universe of diversity and impressive growth in many places. Further narrowing of leadership, should it continue, will motivate us to look more diligently for those companies which are improving their growth prospects but are not yet enjoying the attention of most investors.

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GLOBAL BOND PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks to provide a high level of current income consistent with what the Fund's Adviser and Sub-Adviser consider to be prudent investment risk from a multi-currency portfolio of high-quality debt securities of varying maturities.

INVESTMENT RESULTS

The Portfolio generated a return of 6.21%+ for 1996. This compared favorably with the benchmark, Salomon Brothers World Government Bond Index, which returned 3.63% over the same period. It also compared favorably with the return available from investing in U.S. bonds alone. Additional investment results appear on page A-24.

MARKET AND INVESTMENT STRATEGY REVIEW

The U.S. bond market, as measured by the Lehman Brothers Aggregate Bond Index, posted a lackluster return of 3.63% in 1996 as capital losses due to rising interest rates detracted from yields. However, investors in the Global Bond Portfolio benefited from diversification into foreign markets. Returns in European bond markets were particularly strong. Currency depreciation against the U.S. dollar, while detracting from European bond returns, did not outweigh them.

Unusually, the performance of bond markets diverged from what is normally the lead set by the U.S. market. The U.S. bond market posted a relatively poor performance as yields rose over the period in response to signs of a healthy and growing economy. Meanwhile, European and Japanese bonds posted strong gains as yields fell due to weaker-than-anticipated signs from their economies.

Of particular note was the compression of yield spreads between various markets. Against the U.S., Canadian and Australian 10-year spreads, both compressed in excess of 150 basis points. Against Germany, Italian and Spanish 10-year spreads, both Canadian and Australian spreads compressed in excess of 250 basis points. This resulted in superior performance from these markets in local currency terms. The Portfolio benefited from maintaining relatively high levels of exposure in these markets for most of the period.

Partially offsetting the solid local currency performance of the Japanese and European bond markets was the weakness in their currencies against the U.S. dollar. During the period, the Portfolio used forward foreign exchange agreements to maintain relatively moderate overweight exposure to the U.S. dollar.

INVESTMENT OUTLOOK

We feel the prospects for the Portfolio in 1997 are encouraging. The U.S. and U.K. markets commence 1997 at attractive yield levels. We believe yields will most likely offset any price falls. Additionally, the U.S. dollar looks set for continued strong performance. While European and Japanese yields appear to have minimal risk premium priced into them, based on currently available information this does not appear unreasonable. Further reductions in short- and long-term rates cannot be ruled out.

The rationale for diversifying from U.S. bonds to global bonds remains in place. Investment risks are spread between the U.S. and U.K., where economic strength may result in poor bond performance, and the bond markets of Europe and Japan, where current economic weakness should facilitate superior bond market returns during the near term.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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GLOBAL DOLLAR PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks a high level of current income through investing substantially all of its assets in U.S. and non-U.S. fixed income securities denominated only in U.S. dollars. As a secondary objective, the Portfolio seeks capital appreciation. Substantially all of the Portfolio's assets will be invested in high yield, high risk debt securities that are typically rated below investment grade, or in unrated debt securities of comparable quality that are considered to be predominantly speculative with regard to the issuer's capacity to pay interest and repay principal.

MARKET REVIEW

Since our last report, the U.S. bond market rebounded modestly. After reporting mostly negative returns during the first half of the year, the bond market rallied at the end of 1996, pushing year-to-date returns into positive territory for the first time since January. The market was reacting to reports indicating a slowing economy and continued low inflation.

Outside the U.S., emerging market debt prices continued their strong performance. In Mexico and Argentina, the continuation of economic reforms led to lower inflation, improving current account deficits and growing investor confidence, all factors which supported higher bond prices in these markets over the past year. Mexico's recent announcement that they will prepay the remaining \$3.5 billion owed to the U.S. for the 1995 peso bailout further underscores the government's commitment to sound economic policies and is another positive step in their efforts to restore Mexico's credibility in international capital markets.

In Russia, the transition to a market oriented economy continued over the past year, although the pace of reforms was temporarily slowed as the country focused on the elections. Reserves increased considerably and the current account surplus continued to grow, pushing prices higher on Russian debt.

INVESTMENT RESULTS

For the fiscal year ended December 31, 1996, the Portfolio posted a return of 24.90%+ at net asset value. Its benchmark, the J.P. Morgan Emerging Markets Bond Index, which is composed of dollar denominated sovereign emerging market bonds, achieved a 34.16% return. The Portfolio modestly underperformed over the most recent six months. This can be attributed to the broad diversification of holdings in the Portfolio as compared to the index. Although this diversification limits the Portfolio's ability to concentrate assets in those securities experiencing the most significant price gains, it helps to moderate the volatility of returns and reduce risk in the Portfolio. For additional information on the Portfolio's investment results, please turn to page A-24.

INVESTMENT OUTLOOK

Our outlook for the U.S. economy assumes that while economic growth accelerated at the end of 1996, it will moderate again during the first half of 1997. As this occurs, current upward pressures on inflation should dissipate. Until clear signs of a slowing economy emerge, concerns about inflation will keep U.S. interest rates within their recent ranges. We continue to have a favorable outlook for emerging market debt. However, as risk premiums for this asset class have narrowed from their highs at the end of 1994, we expect the pace of price appreciation of these securities to slow.

PORTFOLIO STRATEGY

Mexico, Russia, Venezuela, Argentina and the United States represent the top five holdings of the Portfolio as of December 31, 1996. Since the last reporting period, we reduced the Portfolio's holdings of Polish bonds after these securities experienced considerable price appreciation following the upgrade to investment grade of that country's debt.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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INVESTMENT OBJECTIVE

The Portfolio seeks the highest level of current income, consistent with what we believe to be prudent investment risk, from a portfolio of debt securities issued or guaranteed by the governments of the United States, Canada, and Mexico. The Portfolio expects to maintain at least 25% of its assets in U.S. dollar-denominated securities and may invest up to 25% of its total assets in debt securities issued by governmental entities in Argentina.

INVESTMENT RESULTS

The Alliance North American Government Income Portfolio's total return for the 12-month period ended December 31, 1996 was 18.70%+ which compares to 3.63% for the Lehman Brothers Aggregate Index, and 4.06% for the Lehman Brothers Intermediate-Term Government Bond Index. Most of the Portfolio's solid performance over the past year can be attributed to the portfolio's non-U.S. holdings. Bond markets in Canada, Mexico, and Argentina all posted strong positive returns as the economies of these countries benefited from the continuation of economic reforms in a favorable worldwide climate of moderate economic growth and inflation. Additional investment results appear on A-24.

INVESTMENT STRATEGY

The North American Government Income Portfolio's investment strategy was created in the belief that the economies of North America would become increasingly integrated due to escalation in free trade. In turn, as the U.S.'s trading partners implemented macroeconomic policies designed to help their economies compete with the U.S., significant opportunities would arise for investors to benefit from these changes. Although this process was temporarily sidetracked as a result of the 1994 peso devaluation, convergence with the U.S. economy has proceeded over the past two years and we are pleased to report that your Portfolio has been well positioned to capitalize on the gains in these markets as a result of this convergence.

MARKET REVIEW

Since our last report, the U.S. bond market has posted modest gains. The market rallied during the second half of the year, pushing year-to-date returns into positive territory for the first time since January 1996. Data released during the period eased investor's concerns about accelerating economic growth, pushing interest rates on all maturities downward. However, continued concerns about inflation kept bond yields trading in a narrow range and held price gains down.

Outside the U.S., emerging market debt prices continued to rise. In Mexico and Argentina, the continued success of economic reforms has led to lower inflation, improving current account deficits and growing investor confidence, all factors which supported higher bond prices in these markets over the past year.

In Canada, low growth and inflation rates, combined with drastic fiscal tightening, have allowed the Bank of Canada to lower interest rates significantly over the past year. As a result, the bond market posted strong gains and short- and intermediate-term interest rates are currently 1% to 2% below rates in the U.S.

OUTLOOK

United States Our outlook for the U.S. economy assumes that, while economic growth may have temporarily accelerated during the fourth quarter of 1996, it will moderate again during the second quarter of 1997. If this occurs, recent upward pressures on inflation should dissipate. Until clear signs of a slowing economy emerge, concerns about inflation will keep U.S. interest rates within their recent ranges.

Canada We believe slow growth, low inflation and fiscal tightening will remain hallmarks of the Canadian economy. Although employment levels have increased lately, fundamental weakness in the labor market should

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

keep inflation in check. In addition, an ongoing current account surplus and low domestic inflation should help Canadian bonds outperform the U.S. market

for the near future.

Argentina The strength of Argentina's economic recovery is accelerating with fourth quarter growth likely to exceed 7%. The recovery is likely to further expand in 1997 as a result of rising demand from middle-income consumers and higher levels of exportation and investment. Inflation, at a steady trend of around 0.5% per year, remains below that of the U.S. Although unemployment remains high, we believe well-balanced economic policies are making it possible for the economy to expand at a sustainable growth rate of 5% per year.

Mexico In Mexico, we see economic growth broadening and deepening, led by strong export performance. The key to the continuation of economic growth will be the sustainability of consumer demand, which we will continue to monitor closely. We believe inflation rates will continue to fall but, ranging between 18% and 20%, will remain considerably higher than rates in the U.S. The peso is likely to weaken somewhat, reflecting inflation differentials between Mexico and the U.S.

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U.S. GOVERNMENT/HIGH GRADE SECURITIES PORTFOLIO

INVESTMENT OBJECTIVE

The U.S. Government/High Grade Securities Portfolio seeks high current income consistent with preservation of capital by investing principally in obligations issued or guaranteed by the U.S. Government and repurchase agreements pertaining to U.S. Government securities and other high grade debt securities.

MARKET REVIEW

During 1996, U.S. bond market returns were subdued. Throughout most of the year, returns were negative as the market reacted unfavorably to stronger-than-expected job growth and uncertainty about whether the Federal Reserve would raise rates to slow economic growth. Towards the end of 1996, the bond market was able to move into positive territory as the fear of accelerating inflation diminished. Across all major sectors of the bond market, shorter-duration securities outperformed longer-duration securities for the year as interest rates for all maturities increased.

The U.S. economy finished 1996 on a strong note. After moderating in the third quarter, the economy picked up speed in the fourth quarter, led by a rebound in consumer spending. The annualized gain in retail sales of merchandise jumped to 4.8% in the fourth quarter, up from only 0.9% in the third quarter. Exports skyrocketed by an annualized 32.7% in October and November and unexpectedly added to year-end growth. The production side of the economy also showed strength. Industrial production grew at an annualized pace of 6.0% and payroll growth increased to 217,000 new jobs per month, up from the third quarter's average of 171,000 per month. In all, growth in aggregate output (GDP), which dipped to 2.1% in the third quarter, accelerated to 4.7% during the final three months of 1996.

Broad inflation measures were slightly higher at the end of 1996 as retail prices increased 3.3% year-over-year and producer prices were up 2.8%. However, excluding the volatile food and energy sectors, inflation remained very well behaved with year-over-year retail and producer prices up only 2.6% and 0.6% respectively.

INVESTMENT RESULTS

For the fiscal year ended December 31, 1996, the Portfolio returned 2.55%+ at net asset value versus 2.9% for its benchmark (67% Lehman Brothers Government Index and 33% Lehman Brothers Corporate Index). For additional information on the Portfolio's investment results, please turn to page A-24.

INVESTMENT OUTLOOK

While U.S. economic growth accelerated at the end of 1996, it will probably moderate again during the first half of 1997. Current upward pressures on inflation should dissipate as a result. U.S. interest rates should stay within their recent ranges, at least until clear signs of a slowing economy emerge.

PORTFOLIO STRATEGY

The Portfolio's performance improved against its benchmark as 1996 progressed. In response to rising interest rates earlier in the year, we shortened the Portfolio's duration to a more neutral stance. As interest rates settled into a relatively narrow trading range during the second half of the year, we increased the Portfolio's holdings of corporate and mortgage-backed securities. In an environment of stable interest rates, yield oriented securities such as corporate and mortgage-backed securities enhanced Portfolio returns.

+ Cumulative total return, based on net asset value with any distributions

reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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MONEY MARKET PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks safety of principal, maintenance of liquidity, and maximum current income by investing in a broadly diversified portfolio of money market securities. An investment in the Portfolio is neither insured nor guaranteed by the U.S. Government

INVESTMENT RESULTS

For the fiscal year ended December 31, 1996, the Money Market Portfolio returned 4.71%+ and paid a 7-day yield of 4.82%. During the same time period, the total return for the Salomon Brothers 3-Month Treasury Bill Index was 5.25%.

MARKET AND STRATEGY REVIEW

Restraint was the key word for the Federal Reserve Policy in 1996. The Fed spent most of the year watching the economy without committing to any movement on interest rates. The last move by the Fed in January was also the only one for 1996, lowering the target for overnight bank loans to 5 1/4%.

Inklings of potential Fed interest rate hikes throughout the third quarter created periods of volatility for fixed income markets. This provided us with a short-term yield curve that finally steepened, and we used this opportunity to its fullest, extending maturities toward the end of 1996, as well as into March 1997, at what became above-market levels.

As for our end-of-the-year maturities, it is usually advantageous to have excess cash in November and December to take advantage of year-end finance pressures. We were able to put money into those areas and get paid with attractive yields.

As of December 31, 1996, the Portfolio's average maturity was 34.66 days.

OUTLOOK

Our approach going into 1997 will remain neutral. This stance will allow the Portfolio to maximize investment opportunity anywhere along the short-term yield curve as it presents itself. Such flexibility keeps us poised to take advantage of any potential market volatility.

+ Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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SHORT-TERM MULTI-MARKET PORTFOLIO

INVESTMENT OBJECTIVE

The Portfolio seeks the highest level of current income, consistent with what the Investment Manager believes to be prudent risk from a Portfolio of high-quality debt securities denominated in U.S. dollars and selected foreign currencies and having remaining maturities of not more than three years.

INVESTMENT RESULTS

Slow worldwide economic growth, combined with extremely low inflation, have provided an attractive environment for global bond investments. The Portfolio's total return for the fiscal year was 9.57%+, which compares favorably the Merrill Lynch 1-3 Year Treasury Index's 4.98% return for the same period. Additional investment results appear on page A-24.

MARKET ENVIRONMENT

The Japanese economy produced what proved to be an unsustainably large growth rate of 12.2% in the first quarter of 1996. Growth has since slowed precipitously, and the Japanese authorities have continued their policy of leaving official interest rates at the extremely low level of 0.50%. These low rates have created a large build-up of liquidity which has spilled over into the global markets, improving investment returns in many different asset classes.

The strong performance of both the Australian and Canadian markets has been most impressive given the relatively poor performance of the U.S. Treasury market. Official rates in Canada are currently more than 2.0% below rates in the U.S. Given the high unemployment rates and large output gaps in these markets, we believe inflation will remain controlled. Therefore, Australian and Canadian securities should continue to outperform U.S. debt.

In Europe, the driving force behind excellent bond market returns has been the quest for monetary union. This has brought about a period of severe fiscal retrenchment in Europe, even though many European economies remain sluggish. With fiscal policy so restrained, monetary policy, in the form of lower interest rates, has been the only macroeconomic tool authorities have to stimulate growth. This combination of tight fiscal policy and loose monetary policy has led to stronger bond markets and weaker currencies. The U.S. dollar has performed quite well against the core European currencies over the last six months and we anticipate a continuation of this trend for the foreseeable future.

INVESTMENT OUTLOOK

As European nations get closer and closer to forming a single currency, their bond yields have begun to converge. We believe that monetary union will take place over the next few years and that this convergence will continue. From time-to-time, market volatility is likely to lead to short-term divergence in European yield spreads, and we will look to opportunistically add to the Portfolio's positions during these periods.

Overall, we think the non-dollar bond markets will continue to outperform the U.S. Treasury market into 1997. Thus, the Portfolio currently has significant exposure to the European bond markets. However, if the Clinton Administration and Congress pass a credible balanced budget for the next several years, the domestic fixed income market will be revived. If a balanced budget is passed, the Portfolio's exposure to the U.S. market will be increased accordingly.

 + Cumulative total return, based on net asset value with any distributions reinvested. Insurance company separate account or annuity contract charges, which reduce the value to a contract owner, are not included.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 INVESTMENT RESULTS

 INVESTMENT RESULTS AS OF DECEMBER 31, 1996
 Listed below are the Portfolios' average annual total returns for the one-year, five-year (where applicable) and since-inception periods ended December 31, 1996.

ASSET ALLOCATION PORTFOLIOS

CONSERVATIVE INVESTORS PORTFOLIO	
One Year	3.79%
Since Inception (10/94)	9.66%
GROWTH INVESTORS PORTFOLIO	
One Year	8.18%
Since Inception (10/94)	12.19%
TOTAL RETURN PORTFOLIO	
One Year	15.17%
Since Inception (12/92)	10.71%

COMMON STOCK/EQUITY SECURITIES
 PORTFOLIOS

GROWTH AND INCOME PORTFOLIO	
One Year	24.09%
Five Years	15.14%
Since Inception (1/91)	13.18%
GROWTH PORTFOLIO	
One Year	28.49%
Since Inception (9/94)	30.04%
INTERNATIONAL PORTFOLIO	
One Year	7.25%
Since Inception (12/92)	11.16%
PREMIER GROWTH PORTFOLIO	
One Year	22.70%
Since Inception (6/92)	19.18%

QUASAR PORTFOLIO		
Since Inception (8/96)		6.40%*
UTILITY INCOME PORTFOLIO		
One Year		7.88%
Since Inception (5/94)		10.56%
WORLDWIDE PRIVATIZATION PORTFOLIO		
One Year		18.51%
Since Inception (9/94)		13.21%
TECHNOLOGY PORTFOLIO		
Since Inception (1/96)		10.40%*
INCOME-ORIENTED PORTFOLIOS		
GLOBAL BOND PORTFOLIO		
One Year		6.21%
Five Years		7.93%
Since Inception (7/91)		9.29%
GLOBAL DOLLAR GOVERNMENT PORTFOLIO		
One Year		24.90%
Since Inception (5/94)		16.73%
NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO		
One Year		18.70%
Since Inception (5/94)		9.70%
U.S. GOVERNMENT/HIGH-GRADE SECURITIES PORTFOLIO		
One Year		2.55%
Since Inception (9/92)		5.68%
SHORT-TERM INCOME PORTFOLIOS		
MONEY MARKET PORTFOLIO		
One Year		4.71%
Annualized 7-Day Yield		4.82%
SHORT-TERM MULTI-MARKET PORTFOLIO		
One Year		9.57%
Five Years		3.29%
Since Inception (11/90)		3.90%

* Cumulative, unannualized total returns for the periods indicated.

Total returns are based on net asset value performance and reflect investment of dividends and/or capital gains distributions in additional shares. These figures do not reflect insurance company separate account or annuity contract charges, which would reduce total return to a contract owner. Past performance does not guarantee future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost.

The Money Market Portfolio yield is an annualized 7-day compound return as of December 31, 1996.

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<TABLE>
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DATE	CONSERVATIVE INVESTORS PORTFOLIO	LEHMAN BROS. AGGREGATE BOND INDEX	COMPOSITE 70% LB GOVT CORP BOND IND 30% S&P 500 STOCK INDEX
<S>	<C>	<C>	<C>
10/31/94*	10000	10000	10000
12/31/94	10070	10047	9967
12/31/95	11781	11903	12431
12/31/96	12228	12335	13616
</TABLE>			

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<CAPTION>

DATE	GROWTH INVESTORS PORTFOLIO	COMPOSITE 30% LB AGGREGATE	
		S&P 500 STOCK INDEX	70% S&P 500 STOCK INDEX
<S>	<C>	<C>	<C>
10/31/94*	10000	10000	10000
12/31/94	9860	9779	9859
12/31/95	11879	13449	13019
12/31/96	12850	16535	15301

<TABLE>
<CAPTION>

DATE	TOTAL RETURN PORTFOLIO	60% S&P 500 STOCK INDEX	
		LIPPER BALANCED FUNDS AVERAGE	40% LB GOV'T CORP BOND IND
<S>	<C>	<C>	<C>
12/31/92*	10000	10000	10000
12/31/93	10970	11125	11044
12/31/94	10557	10852	10975
12/31/95	13055	13626	14311
12/31/96	15036	15492	16570

<TABLE>
<CAPTION>

DATE	GROWTH AND INCOME PORTFOLIO	LIPPER GROWTH & INCOME FUND	
		S&P 500 STOCK INDEX	AVERAGE
<S>	<C>	<C>	<C>
1/31/91*	10000	10000	10000
12/31/91	10340	12497	12312
12/31/92	11160	13447	13305
12/31/93	12465	14800	15103
12/31/94	12421	14994	14994
12/31/95	16862	20622	19623
12/31/96	20924	25354	23692

<TABLE>
<CAPTION>

DATE	GROWTH PORTFOLIO	RUSSEL 1000	
		S&P 500	
<S>	<C>	<C>	<C>
9/30/94*	10000	10000	10000
12/31/94	10509	9961	9998
12/31/95	14211	13723	13742
12/31/96	18259	16804	16889

<TABLE>
<CAPTION>

DATE	INTERNATIONAL PORTFOLIO	LIPPER INTERNATIONAL FUNDS INDEX	
		MSCI EAFE	
<S>	<C>	<C>	<C>
12/31/92*	10000	10000	10000
12/31/93	12160	13294	13637
12/31/94	12975	14366	13541
12/31/95	14254	16025	14968
12/31/96	15287	17045	16861

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DATE	PREMIER GROWTH PORTFOLIO	RUSSELL 1000 GROWTH STOCK INDEX	
		S&P 500 STOCK INDEX	
<S>	<C>	<C>	<C>
6/30/92*	10000	10000	10000
12/31/92	11380	10834	11167
12/31/93	12817	11924	11491
12/31/94	12438	12080	11796

12/31/95	18016	16614	16183
12/31/96	22106	20426	19925

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	UTILITY INCOME PORTFOLIO	NYSE UTILITY	S&P 500
	-----	-----	-----
<S>	<C>	<C>	<C>
5/31/94*	10000	10000	10000
12/31/94	9960	9769	10412
12/31/95	12096	12451	14310
12/31/96	13049	12797	17587

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	WORLDWIDE PRIVATIZATION PORTFOLIO	MSCI EAFE
	-----	-----
<S>	<C>	<C>
9/30/94*	10000	10000
12/31/94	10100	9904
12/31/95	11198	11048
12/31/96	13271	11750

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	GLOBAL BOND PORTFOLIO	SALOMON BROS WORLD GOVERNMENT BOND INDEX
	-----	-----
<S>	<C>	<C>
7/31/91*	10000	10000
12/31/91	11078	11436
12/31/92	11617	12067
12/31/93	12913	13669
12/31/94	12247	13987
12/31/95	15276	16650
12/31/96	16224	17255

<TABLE>
<CAPTION>

DATE	GLOBAL DOLLAR GOVERNMENT PORTFOLIO	JP MORGAN EMERGING MARKETS BOND INDEX
	-----	-----
<S>	<C>	<C>
5/31/94*	10000	10000
12/31/94	9840	9340
12/31/95	12101	11913
12/31/96	15115	15982

<TABLE>
<CAPTION>

	NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO	LEHMAN BROS. LEHMAN BROS. AGGREGATE	LEHMAN BROS. INTERMEDIATE GOVERNMENT BOND
	-----	-----	-----
<S>	<C>	<C>	<C>
5/31/94	10000	10000	10000
12/31/94	8652	10076	10068
12/31/95	10616	11937	11518
12/31/96	12601	12371	11987

<TABLE>
<CAPTION>

US GOVERNMENT

DATE	HIGH GRADE SECURITIES PORTFOLIO	LEHMAN BROTHERS AGGREGATE	67% LB GOV'T 33% LB CORP BOND
<S>	<C>	<C>	<C>
9/30/92*	10000	10000	10000
12/31/92	9890	10026	10009
12/31/93	10800	11003	11125
12/31/94	10364	10682	10729
12/31/95	12360	12656	12835
12/31/96	12675	13115	13214

<TABLE>
<CAPTION>

	SHORT-TERM MULTI-MARKET PORTFOLIO	LIPPER SHORT WORLD MULTI-MARKET INCOME FUNDS AVG	MERRILL LYNCH 1-3 YEAR TREASURY INDEX
<S>	<C>	<C>	<C>
11/30/90*	10000	10000	10000
12/31/90	10040	10025	10121
12/31/91	10734	10833	11303
12/31/92	10824	10784	12015
12/31/93	11540	11409	12665
12/31/94	10789	11290	12737
12/31/95	11518	12150	14138
12/31/96	12621	12988	14842

<TABLE>
<CAPTION>

	TECHNOLOGY PORTFOLIO**	PSE HIGH TECH INDEX
<S>	<C>	<C>
1/31/96*	10,000	10,000
3/96	9,850	9,740
5/96	10,380	10,823
7/96	9,580	9,295
9/96	10,750	10,584
12/31/96	11,040	11,727

* Month end closest to Portfolio inception. Inception dates for the Portfolios are: 10/28/94 Conservative Investors; 1/14/91 Growth and Income; 10/28/94 Growth Investors; 9/15/94 Growth; 12/28/92 Total Return; 12/28/92 International; 6/26/92 Premier Growth; 7/15/91 Global Bond; 5/10/94 Utility Income; 5/2/94 Global Dollar Government; 9/23/94 Worldwide Privatization; 5/2/94 North American Government Income; 9/17/92 U.S. Government/High-Grade Securities; 11/28/90 Short-Term Multi-Market; 1/25/96 Technology.

** Before the Technology Portfolio had a track record of less than one year on December 31, 1996, performance information shown is on a monthly, rather than annual, basis.

THE BENCHMARKS

The charts shown in these pages illustrate the total value of an assumed investment in an Alliance Variable Products Series Fund Portfolio (since inception), with dividends and capital gains reinvested. Results should not be considered representative of future gain or loss in capital value or dividend income. The benchmarks described below represent unmanaged indices; the Lipper averages include funds that have generally similar investment objectives to the respective Alliance portfolio, though some funds included in the averages may have somewhat different investment policies.

S&P 500 -- The Standard & Poor's 500-stock index includes 500 U.S. stocks and is a common measure of the performance of the U.S. stock market.

RUSSELL 1000 -- The Russell 1000 Stock Index represents performance of 1000 of the largest U.S. companies by market capitalization.

MSCI EAFE -- The Morgan Stanley Capital International EAFE Index measures the overall performance of stock markets in 20 countries within Europe, Australia and the Far East.

NYSE UTILITY -- The New York Stock Exchange Utility Index is comprised of all utility issues traded on the Exchange.

LB AGGREGATE -- The Lehman Brothers Aggregate Index is composed of the Mortgage Backed and Asset Backed Securities Indices, and the Government/ Corporate Bond Index.

LB GOV'T/CORP. BOND -- The Lehman Brothers Government/Corporate Bond Index represents a combination of the two indices.

LB GOV'T BOND -- The Lehman Brothers Government Index is composed of the Treasury Bond and Agency Bond Indices, the 1-3 Year Government Index and the 20+ Year Treasury Index.

LB CORP. BOND -- The Lehman Brothers Corporate Bond Index includes all publicly issued, fixed-rate, non-convertible investment grade corporate debt; the index is composed of both U.S. and Brady Bonds.

LB INTERMEDIATE GOV'T BOND -- The Lehman Brothers Intermediate Government Bond Index is composed of U.S. Government agency and Treasury securities with maturities of one to ten years.

SB WORLD GOV'T BOND -- The Salomon Brothers World Government Bond Index represents performance of government bond markets in 14 countries.

ML 1-3 YEAR TREASURY -- The Merrill Lynch 1-3 Year Treasury Index is composed of U.S. Treasury securities with maturities between one and three years.

JPM EMBI -- The J.P. Morgan Emerging Market Bond Index is composed of dollar-denominated restructured sovereign bonds; a large percentage of the index is made up of Brady Bonds.

LIPPER GROWTH & INCOME FUNDS AVERAGE -- The Lipper Growth & Income Funds Average reflects performance of 611 mutual funds.

LIPPER BALANCED FUNDS AVERAGE -- The Lipper Balanced Funds Average reflects performance of 316 mutual funds.

LIPPER INTERNATIONAL FUNDS AVERAGE -- The Lipper International Funds Average reflects performance of 389 mutual funds.

LIPPER SHORT WORLD MULTI-MARKET INCOME FUNDS AVERAGE -- The Lipper Short World Multi-Market Income Funds Average reflects performance of 35 mutual funds.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
TEN LARGEST HOLDINGS
DECEMBER 31, 1996

PREMIER GROWTH PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
Intel Corp. (common stock and warrants)	\$ 7,021,194	7.3%
Philip Morris Cos., Inc.	6,216,900	6.5
Merck & Co., Inc.	3,138,300	3.3
Cisco Systems, Inc.	3,120,687	3.2
MBNA Corp.	3,004,600	3.1
Federal National Mortgage Association	2,998,625	3.1
Columbia/HCA Healthcare Corp.	2,938,075	3.0
Compaq Computer Corp.	2,836,350	2.9
Norwest Corp.	2,657,850	2.8
Merrill Lynch & Co., Inc.	2,534,650	2.6
	\$36,467,231	37.8%

GROWTH AND INCOME PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
---------	---------------	-----------------------

AT & T Corp.	\$ 6,107,400	4.8%
Merck & Co., Inc.	4,279,500	3.4
Campbell Soup Co.	4,012,500	3.2
Exxon Corp.	3,724,000	2.9
Philip Morris Cos., Inc.	3,294,281	2.6
RJR Nabisco Holdings Corp.	3,213,000	2.6
Mobil Corp.	3,141,825	2.5
First Union Corp.	2,560,400	2.0
Wells Fargo & Co.	2,319,850	1.8
Merrill Lynch & Co., Inc.	2,159,750	1.7
	\$34,812,506	27.5%

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
TEN LARGEST HOLDINGS
DECEMBER 31, 1996

TOTAL RETURN PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
U.S. Treasury Notes	\$ 7,819,619	30.2%
AT & T Corp.	839,550	3.2
Merck & Co., Inc.	689,475	2.7
Campbell Soup Co.	529,650	2.1
Exxon Corp.	519,400	2.0
Philip Morris Cos., Inc.	484,288	1.9
Mobil Corp.	464,550	1.8
Nokia Corp. (ADR)	363,038	1.4
First Union Corp.	347,800	1.3
RJR Nabisco Holdings Corp.	323,000	1.2
	\$12,380,370	47.8%

INTERNATIONAL PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
DDI Corp.	\$ 826,785	1.9%
Toyota Corp.	747,604	1.7
Rohm Co.	721,872	1.6
Novartis AG	718,538	1.6
Seven-Eleven Japan Co. Ltd.	608,859	1.4
TDK Corp.	521,544	1.2
Barclays Plc	502,221	1.1
Bayer AG	501,159	1.1
Total S.A. (Class B and ADR)	475,192	1.1
Akzo Nobel N.V.	453,820	1.0
	\$6,077,594	13.7%

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 TEN LARGEST HOLDINGS
 DECEMBER 31, 1996

<TABLE>
 <CAPTION>
 UTILITY INCOME PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
<S>	<C>	<C>
AT & T Corp.	\$ 685,560	4.6%
3Com Corp., 10.25%, 11/01/01	676,338	4.6
AirTouch Communications, Inc.	588,250	4.0
CMS Energy Corp.	578,350	3.9
CINergy Corp.	557,362	3.7
Allegheny Power Systems	540,675	3.6
FPL Group, Inc.	487,600	3.3
Frontier Corp.	475,125	3.2
American Electric Power, Inc.	464,712	3.1
Houston Industries, Inc.	463,812	3.1
	\$5,517,784	37.1%

</TABLE>

<TABLE>
 <CAPTION>
 GROWTH PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
<S>	<C>	<C>
MFS Communications, Inc. (common and preferred stock)	\$ 7,784,481	5.6%
Cisco Systems, Inc.	6,878,250	5.0
Intel Corp.	6,677,812	4.8
3Com Corp. (common stock and conv. bond)	5,630,319	4.1
Ceridian Corp.	4,029,750	2.9
CUC International, Inc.	3,608,812	2.6
American International Group, Inc.	3,393,637	2.4
Travelers Group, Inc.	3,251,845	2.3
American Express Co.	3,164,000	2.3
Merck & Co., Inc.	3,162,075	2.3
	\$47,580,981	34.3%

</TABLE>

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 TEN LARGEST HOLDINGS
 DECEMBER 31, 1996

<TABLE>
 <CAPTION>
 WORLDWIDE PRIVATIZATION PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
---------	---------------	-----------------------

<S>	<C>	<C>
British Energy Plc	\$ 557,786	3.0%
Pharmacia & Upjohn, Inc.	519,088	2.8
Korea Mobile Telecommunications Corp. (ADR)	468,122	2.5
Deutsche Lufthansa AG	382,116	2.0
RNGS Holdings Ltd., pfd.	360,161	1.9
National Grid Group Plc	345,471	1.8
CSL Ltd.	331,055	1.8
Stagecoach Holdings Plc	325,859	1.7
Telecomunicacoes Brasileiras S.A. (ADR)	300,262	1.6
Deutsche Telekom AG	296,917	1.6
	\$3,886,837	20.7%

</TABLE>

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<CAPTION>
CONSERVATIVE INVESTORS PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
<S>	<C>	<C>
U.S. Treasury Notes	\$ 6,235,847	28.7%
Federal National Mortgage Association	1,391,433	6.4
Federal Home Loan Bank, 7.00%, 9/01/11	483,142	2.2
St. George Bank Ltd., 7.15%, 10/15/05	424,328	1.9
Province of Quebec, 7.125%, 2/09/24	383,016	1.8
Time Warner, Inc. (common stock and bond)	363,957	1.7
Zions Institutional Capital Trust A, 8.536%, 12/15/26	360,626	1.7
RAS Laffan Liquefied Natural Gas, 8.294%, 3/15/14	357,000	1.6
Deutsche Bank Financial, Inc., 6.70%, 12/13/06	343,525	1.6
John Hancock Mutual Life Insurance Co., 7.375%, 2/15/24	289,161	1.3
	\$10,632,035	48.9%

</TABLE>

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
TEN LARGEST HOLDINGS
DECEMBER 31, 1996

<TABLE>
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GROWTH INVESTORS PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
<S>	<C>	<C>
U.S. Treasury Notes	\$1,077,033	10.1%
Federal National Mortgage Association	287,532	2.7
Baker Hughes, Inc.	151,800	1.4
Cisco Systems, Inc.	143,297	1.3
U.S. Industries, Inc.	137,500	1.3
Time Warner, Inc. (common stock and bond)	121,289	1.1
Philip Morris Cos., Inc.	118,256	1.1

American Express Co.	113,000	1.1
3Com Corp.	108,136	1.0
BJ Services Co.	107,100	1.0
	\$2,364,943	22.1%

</TABLE>

<TABLE>
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TECHNOLOGY PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
<S>	<C>	<C>
Cisco Systems, Inc.	\$1,069,950	3.8%
Dell Computer Corp.	1,006,573	3.6
3Com Corp.	982,387	3.5
Compaq Computer Corp.	898,425	3.2
Intel Corp.	874,662	3.1
Oracle Corp.	873,353	3.1
Sanmina Holdings Corp.	632,800	2.3
First Data Corp.	627,800	2.3
Seagate Technology, Inc.	624,100	2.2
Netscape Communications Corp.	540,312	1.9
	\$8,130,362	29.0%

</TABLE>

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
TEN LARGEST HOLDINGS
DECEMBER 31, 1996

QUASAR PORTFOLIO

COMPANY	U.S. \$ VALUE	PERCENT OF NET ASSETS
Nine West Group, Inc.	\$ 231,875	2.6%
OMI Corp.	193,375	2.2
Telephone & Data Systems, Inc.	188,500	2.1
Team Rental Group, Inc.	185,250	2.1
Rowan Cos., Inc.	174,212	2.0
Ultramar Diamond Shamrock Corp.	169,320	1.9
TeleSpectrum Worldwide, Inc.	162,225	1.8
Harman International Industries, Inc.	155,750	1.8
Valero Energy Corp.	151,713	1.7
Interstate Hotels Co.	151,137	1.7
	\$1,763,357	19.9%

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
INDUSTRY DIVERSIFICATION
DECEMBER 31, 1996

<TABLE>
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 INTERNATIONAL PORTFOLIO

	U.S. \$ VALUE	PERCENT OF NET ASSETS
<S>	<C>	<C>
Basic Industries	\$3,581,941	8.1%
Capital Goods	2,220,502	5.0
Consumer Manufacturing	3,477,566	7.8
Consumer Services	4,997,666	11.3
Consumer Staples	4,088,068	9.2
Energy	2,513,122	5.7
Financial Services	6,772,695	15.3
Healthcare	2,893,771	6.5
Multi-Industry	2,697,131	6.1
Technology	3,124,428	7.0
Transportation	345,155	0.8
Utilities	4,239,596	9.6
Time Deposit	3,273,000	7.4
Total Investments	44,224,641	99.8
Cash and receivables, net of liabilities	99,455	0.2
Net Assets	\$44,324,096	100.0%

</TABLE>

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 INDUSTRY DIVERSIFICATION
 DECEMBER 31, 1996

<TABLE>
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 WORLDWIDE PRIVATIZATION PORTFOLIO

	U.S. \$ VALUE	PERCENT OF NET ASSETS
<S>	<C>	<C>
Basic Industries	\$1,610,457	8.6%
Capital Goods	456,060	2.4
Consumer Manufacturing	286,532	1.5
Consumer Services	1,574,437	8.4
Consumer Staples	353,968	1.9
Energy	1,368,258	7.3
Financial Services	1,689,833	9.0
Healthcare	397,794	2.1
Multi-Industry	239,750	1.3
Technology	587,073	3.1
Transportation	526,241	2.8
Utilities	6,604,015	35.1
Time Deposit	2,652,000	14.1
Total Investments	18,346,418	97.6

Cash and receivables, net of liabilities	460,395	2.4
Net Assets	\$18,806,813	100.0%

</TABLE>

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PREMIER GROWTH PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES	U.S. \$ VALUE
COMMON STOCKS AND OTHER INVESTMENTS--97.0%		
BASIC INDUSTRIES--0.6%		
CHEMICALS--0.6%		
Dow Chemical Co.....	6,800	\$ 532,950
CAPITAL GOODS--2.5%		
ELECTRICAL EQUIPMENT--1.5%		
General Electric Co.....	15,100	1,493,012
MACHINERY--1.0%		
Case Corp.....	9,600	523,200
Deere & Co.....	9,900	402,188
		925,388
		2,418,400
CONSUMER MANUFACTURING--2.2%		
AUTO & RELATED--2.2%		
Chrysler Corp.....	35,800	1,181,400
General Motors Corp.....	17,700	986,775
		2,168,175
CONSUMER SERVICES--19.8%		
AIRLINES--5.9%		
AMR Corp.*.....	5,000	440,625
Delta Air Lines, Inc.....	6,400	453,600
KLM Royal Dutch Airlines.....	18,776	523,381
Northwest Airlines Corp. Cl.A*.....	46,060	1,802,097
UAL Corp.*.....	40,400	2,525,000
		5,744,703
BROADCASTING & CABLE--4.1%		
AirTouch Communications, Inc.*.....	77,500	1,956,875
Cox Communications, Inc. Cl.A*.....	40,100	927,312
Liberty Media Group Cl.A*.....	8,625	246,352
TCI Group Series A*.....	63,500	829,469
		3,960,008
ENTERTAINMENT & LEISURE--2.5%		
ITT Corp.*.....	8,740	379,098
Walt Disney Co.....	28,900	2,012,162
		2,391,260
RESTAURANTS & LODGING--2.4%		
Marriot International, Inc.....	12,600	696,150
McDonald's Corp.....	35,300	1,597,325
		2,293,475
RETAILING--4.9%		
Home Depot, Inc.....	37,133	\$ 1,861,292
Kohls Corp.*.....	22,700	890,975
Sears, Roebuck & Co.....	28,200	1,300,725
Wal-Mart Stores, Inc.....	30,600	699,975
		4,752,967
		19,142,413

CONSUMER STAPLES--10.8%		
COSMETICS--0.8%		
Gillette Co.....	9,800	761,950

FOOD--3.5%		
Campbell Soup Co.....	19,800	1,588,950
PepsiCo, Inc.....	62,600	1,831,050

3,420,000		

TOBACCO--6.5%		
Philip Morris Cos., Inc.....	55,200	6,216,900

10,398,850		

ENERGY--0.9%		
DOMESTIC INTEGRATED--0.5%		
Exxon Corp.....	2,100	205,800
Texaco, Inc.....	2,600	255,125

460,925		

INTERNATIONAL--0.2%		
British Petroleum Co. Plc.....	1,500	212,063

OIL & GAS SERVICES--0.2%		
Baker Hughes, Inc.....	3,000	103,500
Schlumberger Ltd.....	1,400	139,825

243,325		

916,313		

FINANCE--19.1%		
BANKING & CREDIT--9.9%		
Citicorp.....	9,100	937,300
First Bank System, Inc.....	6,400	436,800
First Union Corp.....	7,700	569,800
Household International, Inc.....	13,700	1,263,825
MBNA Corp.....	72,400	3,004,600
NationsBank Corp.....	7,100	694,025
Norwest Corp.....	61,100	2,657,850

9,564,200		

BROKERAGE & MONEY		
MANAGEMENT--4.0%		
Green Tree Financial Corp.....	6,800	262,650
Merrill Lynch & Co., Inc.....	31,100	2,534,650
Morgan Stanley Group, Inc.....	18,400	1,051,100

3,848,400		

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
PREMIER GROWTH PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
INSURANCE--2.1%		
American International Group, Inc.....	11,900	\$ 1,288,175
General Reinsurance Corp.....	3,400	536,350
Progressive Corp.....	3,000	202,125

2,026,650		

MORTGAGE BANKING--3.1%		
Federal National Mortgage Association.....	80,500	2,998,625

		18,437,875

HEALTH CARE--13.4%		
DRUGS--7.3%		
Amgen, Inc.*.....	33,000	1,796,438
Merck & Co., Inc.....	39,600	3,138,300
Pfizer, Inc.....	25,300	2,096,737

		7,031,475

MEDICAL PRODUCTS--1.8%		
Johnson & Johnson.....	15,400	766,150
Medtronic, Inc.....	13,500	918,000

		1,684,150

MEDICAL SERVICES--4.3%		
Columbia/HCA Healthcare Corp.....	72,100	2,938,075
Oxford Health Plans, Inc.*.....	10,200	597,337
United Healthcare Corp.....	14,400	648,000

		4,183,412

		12,899,037

TECHNOLOGY--26.7%		
AEROSPACE & DEFENSE--1.4%		
Boeing Co.....	12,600	1,340,325

COMMUNICATIONS		
EQUIPMENT--1.2%		
Ericsson (L.M.) Telephone Co.....	11,990	361,948
Lucent Technologies, Inc.....	16,321	754,846

		1,116,794

COMPUTER HARDWARE--6.3%		
Compaq Computer Corp.*.....	38,200	2,836,350
Dell Computer Corp.*.....	19,800	1,053,113
Hewlett-Packard Co.....	43,700	2,195,925

		6,085,388

	SHARES OR PRINCIPAL AMOUNT (000)	U.S. \$ VALUE

COMPUTER SOFTWARE & SERVICES--4.7%		
Electronic Data Systems Corp.	16,800	\$ 726,600
First Data Corp.....	21,200	773,800
Microsoft Corp.*.....	21,800	1,802,587
Netscape Communications Corp.*.....	12,000	682,500
Oracle Corp.*.....	12,500	521,094

		4,506,581

NETWORK SOFTWARE--5.4%		
3Com Corp.*.....	19,700	1,444,256
Ascend Communications, Inc.*.....	5,100	316,838
Cascade Communications Corp.*.....	6,600	364,650
Cisco Systems, Inc.*.....	49,000	3,120,687

		5,246,431

SEMI-CONDUCTORS & RELATED--7.7%		
Applied Materials, Inc.*.....	11,300	406,094
Intel Corp.	13,100	1,715,281
warrants, expiring 3/14/98*.....	57,400	5,305,913

		7,427,288

		25,722,807

TRANSPORTATION--1.0%		
RAILROADS--1.0%		
Burlington Northern Santa Fe.....	10,900	941,487

Total Common Stocks and Other Investments (cost \$76,134,815).....	93,578,307

SHORT-TERM INVESTMENTS--2.6%	
COMMERCIAL PAPER--2.6%	
General Electric Capital Corp. 7.00%, 1/02/97 (amortized cost \$2,477,518).....	\$ 2,478 2,477,518

TOTAL INVESTMENTS--99.6%	
(cost \$78,612,333).....	96,055,825
Other assets less liabilities--0.4%.....	378,483

NET ASSETS--100.0%.....	\$ 96,434,308
	=====

* Non-income producing security.
See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GLOBAL BOND PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES OR PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
	-----	-----
AUSTRALIA--4.3%		
GOVERNMENT/AGENCY--4.3%		
Queensland Treasury 8.00%, 5/14/03 (a) (cost \$718,722)..... AU\$	950	\$ 782,008

AUSTRIA--1.1%		
GOVERNMENT/AGENCY--1.1%		
Republic of Austria 5.00%, 1/22/01 (cost \$212,726)..... JPY	20,000	196,442

BELGIUM--4.1%		
GOVERNMENT/AGENCY--4.1%		
Kingdom of Belgium 6.25%, 10/06/03 (cost \$767,222)..... DEM	1,100	745,224

CANADA--4.4%		
GOVERNMENT/AGENCY--4.4%		
Government of Canada 7.50%, 12/01/03 (cost \$784,533)..... CA\$	1,000	789,834

FRANCE--9.3%		
GOVERNMENT/AGENCY--9.3%		
Government of France 7.00%, 4/25/06..... XEU	650	864,084
8.50%, 11/25/02..... FRF	3,600	816,305

Total French Securities (cost \$1,676,496).....		1,680,389

GERMANY--1.2%		
GOVERNMENT/AGENCY--1.2%		
Federal Republic of Germany 8.25%, 9/20/01 (cost \$220,144)..... DEM	300	223,206

ITALY--4.6%		
GOVERNMENT/AGENCY--4.6%		
Republic of Italy 10.00%, 8/01/03 (cost \$732,292)..... LIRA	1,100,000	830,257

JAPAN--3.2%		
GOVERNMENT/AGENCY--3.2%		
Export Import Bank of Japan 4.375%, 10/01/03		

(cost \$617,937).....	JPY	60,000	585,442

SPAIN--9.8%			
GOVERNMENT/AGENCY--9.8%			
Kingdom of Spain			
5.75%, 3/23/02.....	JPY	85,000	\$ 873,413
7.90%, 2/28/02.....	ESP	110,000	903,555

Total Spanish Securities			
(cost \$1,781,334).....			1,776,968

SWEDEN--4.7%			
GOVERNMENT/AGENCY--4.7%			
Kingdom of Sweden			
10.25%, 5/05/03			
(cost \$854,330).....	SEK	4,800	856,538

UNITED KINGDOM--4.7%			
GOVERNMENT/AGENCY--4.7%			
U.K. Treasury			
8.50%, 12/07/05			
(cost \$709,902).....	GBP	460	839,547

UNITED STATES--30.3%			
GOVERNMENT/AGENCY--30.3%			
U.S. Treasury Notes			
5.875%, 2/15/04.....	US\$	950	924,910
6.25%, 2/15/03.....		1,700	1,697,875
6.375%, 8/15/02.....		1,900	1,912,464
7.50%, 5/15/02.....		900	951,606

Total United States Securities			
(cost \$5,451,037).....			5,486,855

MULTI-NATIONAL--13.6%			
Asian Development Bank			
5.625%, 2/18/02.....	JPY	85,000	866,991
Intermediate America			
Development Bank			
6.75%, 4/29/03.....	DEM	1,100	760,593
International Bank for			
Reconstruction & Development			
4.50%, 3/20/03.....	JPY	85,000	836,256

Total Multi-National Securities			
(cost \$2,552,307).....			2,463,840

TOTAL INVESTMENTS--95.3%			
(cost \$17,078,982).....			17,256,550
Other assets less liabilities--4.7%			860,540

NET ASSETS--100.0%.....			\$ 18,117,090
=====			

(a) Security segregated to collateralize forward exchange currency contracts with an aggregate market value of \$782,008. See Notes to Financial Statements.

B-3

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH AND INCOME PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES	U.S. \$ VALUE
	-----	-----
COMMON AND		
PREFERRED STOCKS--95.1%		
BASIC INDUSTRIES--2.8%		
CHEMICALS--0.8%		
Dow Chemical Co.....	13,100	\$ 1,026,713

CONTAINERS--1.3%		
Crown Cork & Seal, Inc.		
4.5% conv. pfd.....	31,000	1,612,000

PAPER & FOREST		
PRODUCTS--0.7%		
Louisiana-Pacific Corp.	40,000	845,000

		3,483,713

CAPITAL GOODS--3.9%		
ELECTRICAL EQUIPMENT--1.6%		
General Electric Co.....	20,400	2,017,050

MACHINERY--1.3%		
Allied-Signal, Inc.....	7,000	469,000
Cooper Industries, Inc.....	27,000	1,137,375

		1,606,375

POLLUTION CONTROL--1.0%		
WMX Technologies, Inc.....	38,300	1,249,537

		4,872,962

CONSUMER		
MANUFACTURING--1.5%		
AUTO & RELATED--1.5%		
Goodyear Tire & Rubber Co.....	37,450	1,923,994

CONSUMER SERVICES--12.6%		
BROADCASTING &		
CABLE--4.7%		
AirTouch Communications, Inc.*.....	54,000	1,363,500
Comcast Corp. Cl.A SPL.....	74,900	1,334,156
Liberty Media Group Cl.A*.....	25,000	714,062
Lin Television Corp.*.....	28,000	1,179,500
TCI Group Series A*.....	30,000	391,875
TCI Satellite Entertainment, Inc.*.....	3,000	29,813
Vodafone Group PLC (ADR).....	22,000	910,250

		5,923,156

ENTERTAINMENT &		
LEISURE--0.8%		
Time Warner, Inc.....	28,000	1,050,000

PRINTING & PUBLISHING--1.0%		
New York Times Co. Cl.A.....	33,000	1,254,000

RESTAURANTS &		
LODGING--0.4%		
Brinker International, Inc.*.....	31,000	\$ 496,000

RETAILING--5.7%		
AutoZone, Inc.*.....	56,100	1,542,750
CompUSA, Inc.*.....	27,500	567,187
Dayton Hudson Corp.....	30,000	1,177,500
Federated Department Stores, Inc.*.....	25,000	853,125
OfficeMax, Inc.*.....	43,000	456,875
Price/Costco, Inc.*.....	24,900	627,169
Reebok International Ltd.....	25,000	1,050,000
Sears, Roebuck & Co.....	22,000	1,014,750

		7,289,356

		16,012,512

CONSUMER STAPLES--15.9%		
BEVERAGES--0.9%		
Anheuser-Busch Cos., Inc.....	29,000	1,160,000

COSMETICS--0.5%		
Gillette Co.....	7,700	598,675

FOOD--8.0%		
American Brands, Inc.....	22,000	1,091,750
Campbell Soup Co.....	50,000	4,012,500
General Mills, Inc.....	19,000	1,204,125
Kroger Co.*.....	12,400	576,600
Nabisco Holdings Corp. Cl.A.....	29,250	1,137,094
PepsiCo, Inc.....	71,900	2,103,075

		10,125,144

HOUSEHOLD PRODUCTS--1.4%		
Black & Decker Corp.....	23,000	692,875
Sunbeam Corp.....	42,000	1,081,500

		1,774,375

TOBACCO--5.1%		
Philip Morris Cos., Inc.....	29,250	3,294,281
RJR Nabisco Holdings Corp.....	94,500	3,213,000
		6,507,281
		20,165,475

ENERGY--8.3%		
DOMESTIC INTEGRATED--6.9%		
Amoco Corp.....	16,200	1,304,100
Apache Corp.....	16,500	583,687
Exxon Corp.....	38,000	3,724,000
Mobil Corp.....	25,700	3,141,825
		8,753,612

B-4

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH AND INCOME PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
OIL & GAS SERVICES--0.5%		
Transocean Offshore, Inc.....	10,400	\$ 651,300

PIPELINES--0.9%		
Enron Corp.....	24,800	1,069,500
		10,474,412

FINANCE--14.6%		
BANKING & CREDIT--6.7%		
Chase Manhattan Corp.....	12,000	1,071,000
First Chicago NBD Corp.....	22,448	1,206,580
First Union Corp.....	34,600	2,560,400
J.P. Morgan & Co., Inc.....	13,000	1,269,125
Wells Fargo & Co.....	8,600	2,319,850
		8,426,955

BROKERAGE & MONEY MANAGEMENT--1.7%		
Merrill Lynch & Co., Inc.....	26,500	2,159,750

INSURANCE--5.7%		
Allstate Corp.....	25,250	1,193,062
General Reinsurance Corp.....	11,500	1,814,125
ITT Hartford Group, Inc.....	28,800	1,944,000
PMI Group, Inc.....	5,700	315,638
Travelers Group, Inc.....	44,466	2,017,645
		7,284,470

REAL ESTATE--0.5%		
Starwood Lodging Trust.....	12,000	661,500
		18,532,675

HEALTH CARE--9.4%		
BIOTECHNOLOGY--1.5%		
Centocor, Inc.*.....	53,400	1,912,388

DRUGS--4.8%		
Amgen, Inc.*.....	6,700	364,731
Bristol-Myers Squibb Co.....	13,500	1,468,125
Merck & Co., Inc.....	54,000	4,279,500
		6,112,356

MEDICAL PRODUCTS--1.3%		
Abbott Laboratories.....	32,000	1,624,000

MEDICAL SERVICES--1.8%		
Columbia/HCA Healthcare Corp.....	48,300	1,968,225
Value Health, Inc.*.....	17,000	331,500

			2,299,725
			11,948,469
MULTI INDUSTRY--1.8%			
Tyco International Ltd.....	19,100	\$	1,009,913
Whitman Corp.....	55,000		1,258,125
			2,268,038
TECHNOLOGY--17.6%			
COMMUNICATIONS			
EQUIPMENT--3.5%			
Nokia Corp. (ADR).....	36,800		2,120,600
Scientific-Atlanta, Inc.....	71,000		1,065,000
Teleport Communications Group, Inc.*.....	40,600		1,238,300
			4,423,900
COMPUTER HARDWARE--2.2%			
Compaq Computer Corp.*.....	14,350		1,065,487
International Business Machines Corp.....	10,950		1,653,450
			2,718,937
COMPUTER SOFTWARE & SERVICES--0.9%			
Electronic Data Systems Corp.....	26,000		1,124,500
OFFICE EQUIPMENT & SERVICES--1.2%			
Xerox Corp.....	29,700		1,562,963
SEMI-CONDUCTORS & RELATED--4.2%			
Atmel Corp.*.....	48,700		1,619,275
Intel Corp.....	14,800		1,937,875
National Semiconductor Corp.*.....	74,373		1,812,842
			5,369,992
TELECOMMUNICATIONS--5.6%			
AT & T Corp.....	140,400		6,107,400
MCI Communications Corp.....	32,000		1,046,000
			7,153,400
			22,353,692
TRANSPORTATION--2.4%			
RAILROADS--1.9%			
Canadian Pacific, Ltd.....	42,000		1,113,000
Union Pacific Corp.....	21,000		1,262,625
			2,375,625
TRUCKING--0.5%			
Xtra Corp.....	16,000		694,000
			3,069,625

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH AND INCOME PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
UTILITIES--4.3%		
ELECTRIC & GAS--4.3%		
Allegheny Power Systems, Inc.....	17,000	\$ 516,375
CINergy Corp.....	15,000	500,625
CMS Energy Corp.....	16,000	538,000
FPL Group, Inc.....	23,750	1,092,500
Houston Industries, Inc.....	15,100	341,638
NIPSCO Industries, Inc.....	15,500	614,187
Pinnacle West Capital Corp.....	19,000	603,250
Texas Utilities Co.....	30,000	1,222,500
		5,429,075

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
Total Common and Preferred Stocks (cost \$107,803,328).....		120,534,642
SHORT-TERM INVESTMENTS--4.6%		
COMMERCIAL PAPER--4.6%		
American Express Co.		
6.30%, 1/03/97.....	\$ 2,925	\$ 2,923,976
Prudential Funding		
6.00%, 1/02/97.....	2,906	2,905,516
Total Short-Term Investments (amortized cost \$5,829,492).....		5,829,492
TOTAL INVESTMENTS--99.7%		
(cost \$113,632,820).....		126,364,134
Other assets less liabilities--0.3%.....		365,271
NET ASSETS--100.0%.....		\$126,729,405

* Non-income producing security.
See Glossary of Terms on page B-43.
See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
SHORT-TERM MULTI-MARKET PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
AUSTRALIA--13.2%		
GOVERNMENT/AGENCY--13.2%		
Commonwealth of Australia		
12.00%, 7/15/99 (a)		
(cost \$943,204)..... AU\$	1,050	\$ 940,777
CANADA--7.5%		
GOVERNMENT/AGENCY--7.5%		
Government of Canada		
6.50%, 8/01/99 (a)		
(cost \$530,561)..... CA\$	700	534,229
DENMARK--3.1%		
GOVERNMENT/AGENCY--3.1%		
Kingdom of Denmark		
9.00%, 11/15/98		
(cost \$236,627)..... DKK	1,200	221,837
FINLAND--3.5%		
GOVERNMENT/AGENCY--3.5%		
Republic of Finland		
11.00%, 1/15/99 (a)		
(cost \$240,448)..... FIM	1,000	247,783
GERMANY--3.0%		
GOVERNMENT/AGENCY--3.0%		
Federal Republic of Germany		
5.75%, 5/28/99 (a)		
(cost \$211,220)..... DEM	315	214,203
NORWAY--3.0%		
GOVERNMENT/AGENCY--3.0%		
Kingdom of Norway		
9.00%, 1/31/99 (a)		
(cost \$210,999)..... NOK	1,250	210,904
SPAIN--2.9%		
GOVERNMENT/AGENCY--2.9%		
Kingdom of Spain		
7.40%, 7/30/99 (a)		
(cost \$205,144)..... ESP	26,000	\$ 208,501

SWEDEN--4.2%		
GOVERNMENT/AGENCY--4.2%		
Kingdom of Sweden		
11.00%, 1/21/99 (a)		
(cost \$297,725)..... SEK	1,800	296,672

UNITED KINGDOM--1.9%		
GOVERNMENT/AGENCY--1.9%		
Exchequer		
12.25%, 3/26/99 (a)		
(cost \$126,353)..... GBP	70	133,004

UNITED STATES--52.5%		
GOVERNMENT/AGENCY--14.0%		
U.S. Treasury Note		
5.875%, 11/15/99 (a)..... US\$	1,000	996,090

TIME DEPOSIT--38.5%		
State Street Bank and Trust Co.		
5.00%, 1/02/97.....	2,742	2,742,000

Total United States Securities		
(cost \$3,740,217).....		3,738,090

MULTI-NATIONAL--2.6%		
International Bank for		
Reconstruction &		
Development		
11.50%, 10/09/97 (a)		
(cost \$186,176)..... CZK	5,000	184,193

TOTAL INVESTMENTS--97.4%		
(cost \$6,928,674).....		6,930,193
Other assets less liabilities--2.6%		182,111

NET ASSETS--100.0%.....		\$ 7,112,304
=====		

(a) Securities segregated to collateralize forward exchange currency contracts with an aggregate market value of \$3,966,356. See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
U.S. GOVERNMENT/HIGH GRADE SECURITIES PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES OR PRINCIPAL AMOUNT (000)	U.S. \$ VALUE

PREFERRED STOCKS--0.2%		
FINANCE--0.2%		
Banesto Holdings Ltd.		
10.50% Conv. Series A (a) (b)		
(cost \$49,725).....	1,800	\$ 54,000

CORPORATE DEBT		
OBLIGATIONS--33.7%		
ASSET BACKED--3.2%		
Chemical Master Credit Card Trust I		
5.98%, 9/15/08.....	\$ 1,000	947,810

FINANCE--13.9%		
First Union Capital		
8.04%, 12/01/26 (a).....	1,000	1,006,670
Ford Motor Credit Co.		
6.125%, 1/09/06.....	500	469,470
Goldman Sachs Group L.P.		
7.25%, 10/01/05 (a).....	500	506,038
John Hancock Mutual Life		
Insurance Co.		
7.375%, 2/15/24 (a).....	1,000	963,870
Wachovia Corp.		
6.375%, 4/15/03.....	75	73,758
Zions Institutional Capital Trust A		
8.536%, 12/15/26 (a).....	1,000	1,030,360

		4,050,166

INDUSTRIAL--1.6%		
International Business Machines Corp.		
7.125%, 12/01/96.....	500	476,230

YANKEES--15.0%		
RAS Laffan Liquefied Natural Gas		
8.294%, 3/15/14 (a).....	1,250	1,275,000
Reliance Industries, Ltd.		
10.375%, 6/24/16 (a).....	1,000	1,082,500
Republic of Columbia		
8.70%, 2/15/16.....	500	482,255

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
	-----	-----
Sociedad Quimira y Minera		
7.70%, 9/15/06 (a).....	\$ 1,000	\$ 1,024,492
St. George Bank, Ltd.		
7.15%, 10/15/05 (a).....	500	499,210

		4,363,457

Total Corporate Debt Obligations		
(cost \$9,802,780).....		9,837,663

U.S. GOVERNMENT AND		
AGENCY OBLIGATIONS--52.3%		
U.S. TREASURY SECURITIES--31.9%		
U.S. Treasury Bond		
6.50%, 11/15/26.....	160	157,026
U.S. Treasury Notes		
5.00%, 1/31/98.....	3,900	3,872,583
6.50%, 10/15/06.....	650	653,555
7.125%, 9/30/99.....	4,480	4,603,917

		9,287,081

FEDERAL AGENCY -		
MORTGAGES--12.9%		
Federal National Mortgage Association		
7.00%, 4/01/26.....	1,746	1,707,234
Government National Mortgage Association		
7.00%, 7/15/23.....	81	79,304
7.50%, 4/15/26.....	1,981	1,981,341

		3,767,879

FEDERAL AGENCY--7.5%		
AID - Israel		
8.00%, 11/15/01.....	200	213,248
Overseas Private Investment Corp.		
6.08%, 8/15/04.....	1,000	981,810
Student Loan Marketing Association		
6.05%, 9/14/00.....	1,000	992,810

		2,187,868

Total U.S. Government and Agency Obligations		
(cost \$15,322,294).....		15,242,828

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
U.S. GOVERNMENT/HIGH GRADE SECURITIES PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
	-----	-----
SOVEREIGN DEBT		
OBLIGATIONS--10.8%		

AUSTRALIA--2.1%			
Commonwealth of Australia			
8.75%, 8/15/08 (b).....	AUS\$	700	\$ 611,088

MEXICO--5.2%			
United Mexican States			
7.5625%, 8/06/01 (a).....	US\$	1,500	1,505,625

POLAND--3.5%			
Republic of Poland			
4.00%, 10/27/14 (c).....		1,200	1,018,500

Total Sovereign Debt Obligations			
(cost \$3,004,460).....			3,135,213

SHORT-TERM INVESTMENTS--1.8%			
TIME DEPOSIT--1.8%			
State Street Bank and Trust Co.			
5.00%, 1/02/97			
(amortized cost \$522,000).....	\$	522	\$ 522,000

TOTAL INVESTMENTS--98.8%			
(cost \$28,701,259).....			28,791,704
Other assets less liabilities--1.2%.....			358,200

NET ASSETS--100.0%.....			\$ 29,149,904
			=====

(a) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration normally applied to certain qualified buyers. At December 31, 1996, the aggregate market value of these securities amounted to \$8,947,765 or 30.7% of net assets.

(b) Securities segregated to collateralize forward exchange currency contracts with an aggregate market value of \$665,088.

(c) Coupon will increase periodically based upon a predetermined schedule. Stated interest rate in effect at December 31, 1996.

See Glossary of Terms on page B-43.

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
TOTAL RETURN PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES	U.S. \$ VALUE
	-----	-----
COMMON AND		
PREFERRED STOCKS--62.6%		
BASIC INDUSTRIES--1.9%		
CHEMICALS--0.9%		
Dow Chemical Co.....	1,500	\$ 117,563
Morton International, Inc.....	2,900	118,175

		235,738

CONTAINERS--0.5%		
Crown Cork & Seal, Inc.		
4.5% conv. pfd.....	2,600	135,200

PAPER & FOREST		
PRODUCTS--0.5%		
Louisiana-Pacific Corp.....	6,000	126,750

		497,688

CAPITAL GOODS--2.4%		
ELECTRICAL EQUIPMENT--1.1%		
General Electric Co.....	2,800	276,850

MACHINERY--0.9%		
Allied-Signal, Inc.....	3,400	227,800

POLLUTION CONTROL--0.4%		
WMX Technologies, Inc.....	3,500	114,187

CONSUMER		
MANUFACTURING--1.1%		
AUTO & RELATED--1.1%		
Goodyear Tire & Rubber Co.....	5,400	277,425

CONSUMER SERVICES--7.7%		
BROADCASTING &		
CABLE--2.6%		
AirTouch Communications, Inc.*.....	8,700	219,675
Comcast Corp. Cl.A SPL.....	8,200	146,062
Liberty Media Group Cl.A*.....	5,100	145,669
Lin Television Corp.*.....	4,000	168,500

679,906		

ENTERTAINMENT &		
LEISURE--1.0%		
Carnival Corp. Cl.A.....	1,700	56,100
ITT Corp.*.....	1,200	52,050
Time Warner, Inc.....	3,900	146,250

254,400		

PRINTING & PUBLISHING--0.6%		
New York Times Co. Cl.A.....	3,900	148,200

RESTAURANTS &		
LODGING--0.6%		
Brinker International, Inc.*.....	4,300	\$ 68,800
Wendy's International, Inc.....	4,300	88,150

156,950		

RETAILING--2.9%		
AutoZone, Inc.*.....	8,100	222,750
Dayton Hudson Corp.....	4,100	160,925
Federated Department Stores, Inc.*.....	3,300	112,613
Price/Costco, Inc.*.....	4,400	110,825
Sears, Roebuck & Co.....	3,100	142,987

750,100		

1,989,556		

CONSUMER STAPLES--10.4%		
BEVERAGES--0.6%		
Anheuser-Busch Cos., Inc.....	4,000	160,000

COSMETICS--0.3%		
Gillette Co.....	1,000	77,750

FOOD--5.4%		
American Brands, Inc.....	3,200	158,800
Campbell Soup Co.....	6,600	529,650
General Mills, Inc.....	2,600	164,775
Kroger Co.*.....	1,700	79,050
Nabisco Holdings Corp. Cl.A.....	4,100	159,387
PepsiCo, Inc.....	10,200	298,350

1,390,012		

HOUSEHOLD PRODUCTS--1.0%		
Black & Decker Corp.....	3,400	102,425
Newell Co.....	2,700	85,050
Sunbeam Corp.....	3,000	77,250

264,725		

TOBACCO--3.1%		
Philip Morris Cos., Inc.....	4,300	484,288
RJR Nabisco Holdings Corp.....	9,500	323,000

807,288		

2,699,775		

ENERGY--5.0%		
DOMESTIC INTEGRATED--3.8%		
Exxon Corp.....	5,300	519,400
Mobil Corp.....	3,800	464,550

983,950		

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
TOTAL RETURN PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
OIL & GAS SERVICES--0.6%		
Apache Corp.....	2,100	\$ 74,287
Transocean Offshore, Inc.....	1,400	87,675

		161,962

PIPELINES--0.6%		
Enron Corp.....	3,400	146,625

		1,292,537

FINANCE--9.7%		
BANKING & CREDIT--3.8%		
Chase Manhattan Corp.....	1,740	155,295
First Chicago NBD Corp.....	2,922	157,058
First Union Corp.....	4,700	347,800
J.P. Morgan & Co., Inc.....	1,700	165,962
Wells Fargo & Co.....	600	161,850

		987,965

BROKERAGE & MONEY MANAGEMENT--1.1%		
Merrill Lynch & Co., Inc.....	2,500	203,750
Morgan Stanley Group, Inc.....	1,400	79,975

		283,725

INSURANCE--4.0%		
General Reinsurance Corp.....	1,800	283,950
ITT Hartford Group, Inc.....	4,000	270,000
PMI Group, Inc.....	3,400	188,275
Travelers Group, Inc.....	6,266	284,320

		1,026,545

REAL ESTATE--0.4%		
Starwood Lodging Trust.....	1,600	88,200

OTHER--0.4%		
Dean Witter, Discover & Co.....	1,700	112,625

		2,499,060

HEALTH CARE--7.3%		
BIOTECHNOLOGY--1.1%		
Centocor, Inc.*.....	8,100	290,081

DRUGS--3.9%		
Amgen, Inc.*.....	1,500	81,656
Bristol-Myers Squibb Co.....	2,300	250,125
Merck & Co., Inc.....	8,700	689,475

		1,021,256

MEDICAL PRODUCTS--0.9%		
Abbott Laboratories.....	4,400	223,300

MEDICAL SERVICES--1.4%		
Columbia/HCA Healthcare Corp.....	6,450	\$ 262,838
United Healthcare Corp.....	1,500	67,500
Value Health, Inc.*.....	1,100	21,450

		351,788

		1,886,425

MULTI INDUSTRY--1.9%		
Tyco International Ltd.....	3,300	174,488
U.S. Industries, Inc.*.....	5,000	171,875
Whitman Corp.....	6,200	141,825

		488,188

TECHNOLOGY--12.0%		
COMMUNICATIONS		
EQUIPMENT--1.9%		
Nokia Corp. (ADR).....	6,300	363,038
Scientific-Atlanta, Inc.....	8,500	127,500

		490,538

COMPUTER HARDWARE--2.6%		
Compaq Computer Corp.*.....	2,000	148,500
Intel Corp.....	2,200	288,062
International Business Machines Corp.....	1,500	226,500

		663,062

COMPUTER SOFTWARE & SERVICES--0.6%		
Electronic Data Systems Corp.....	3,500	151,375

OFFICE EQUIPMENT & SERVICES--0.9%		
Xerox Corp.....	4,600	242,075

SEMI-CONDUCTORS & RELATED--1.6%		
Atmel Corp.*.....	4,000	133,000
National Semiconductor Corp.*.....	12,000	292,500

		425,500

TELECOMMUNICATIONS--4.4%		
AT & T Corp.....	19,300	839,550
MCI Communications Corp.*.....	9,000	294,187

		1,133,737

		3,106,287

TRANSPORTATION--0.9%		
RAILROADS--0.9%		
Canadian Pacific, Ltd.....	2,900	76,850
Union Pacific Corp.....	2,800	168,350

		245,200

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
TOTAL RETURN PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES OR PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
	-----	-----
UTILITIES--2.3%		
ELECTRIC & GAS--2.3%		
Allegheny Power Systems, Inc.....	2,400	\$ 72,900
CINergy Corp.....	2,000	66,750
FPL Group, Inc.....	5,200	239,200
Houston Industries, Inc.....	2,600	58,825
Texas Utilities Co.....	4,100	167,075

		604,750

Total Common and Preferred Stocks (cost \$14,409,043).....		16,205,728

U.S. GOVERNMENT OBLIGATIONS--30.2%		
U.S. Treasury Notes		
4.75%, 8/31/98.....	\$ 2,317	2,277,541
6.50%, 10/15/06.....	2,000	2,010,940
7.25%, 8/15/04.....	3,355	3,531,138

Total U.S. Government Obligations (cost \$7,861,801).....		7,819,619

PRINCIPAL
AMOUNT

	(000)	U.S. \$ VALUE
SHORT-TERM INVESTMENTS--6.6%		
TIME DEPOSIT--6.6%		
State Street Bank and Trust Co.		
5.00%, 1/02/97		
(amortized cost \$1,706,000).....	\$ 1,706	\$ 1,706,000
TOTAL INVESTMENTS--99.4%		
(cost \$23,976,844).....		25,731,347
Other assets less liabilities--0.6%.....		144,003
NET ASSETS--100.0%.....		\$ 25,875,350

* Non-income producing security.
See Glossary of Terms on page B-43.
See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
INTERNATIONAL PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES	U.S. \$ VALUE
COMMON STOCKS AND		
OTHER INVESTMENTS--92.0%		
AUSTRALIA--1.5%		
Coca Cola Amatil Ltd.....	13,171	\$ 140,808
Mayne Nickless Ltd.....	12,000	82,028
Qantas Airways Ltd.....	12,021	20,065
WMC, Ltd.....	23,168	146,032
Woolworths Ltd.....	108,073	260,282
		649,215
BELGIUM--0.7%		
Delhaize-Le Lion S.A.....	2,500	148,530
Kredietbank S.A.....	500	163,896
		312,426
BRAZIL--0.1%		
Dixie Toga S.A. pfd.....	18,600	14,141
Industries Klabin de Papel E Celulose S.A. pfd.....	16,000	14,782
		28,923
DENMARK--1.2%		
BG Bank A/S.....	1,600	74,964
Den Danske Bank.....	3,790	305,604
ISS International Service System Cl.B.....	5,440	143,138
		523,706
FINLAND--1.5%		
Kesko.....	4,900	69,133
Nokia AB Cl.A.....	3,038	176,204
Orion-Yhtymne OY Series B.....	5,680	218,556
UPM-Kymmene Corp.*.....	9,700	203,489
		667,382
FRANCE--6.6%		
Alcatel Alsthom.....	1,300	104,431
Bouygues.....	2,214	229,572
Compagnie Generale des Eaux.....	1,639	203,118
GTM Entrepouse S.A.....	1,640	75,860
Legris Ind. S.A.....	3,960	166,765
Pechiney S.A.....	3,730	156,288
Salomon S.A.....	1,400	120,073
SGS-Thomson Microelectronics N.V.*.....	1,530	108,222
Simco S.A.....	1,204	105,119
Societe Centrale des Assurances Generales de France.....	7,540	243,413
Societe des Immuebles.....	1,297	76,493
Societe Francaise d'Investissements Immobiliers et de Gestion.....	1,295	93,846

Societe Nationale Elf Aquitaine.....	4,400	400,524
Total S.A. (ADR).....	1,270	\$ 51,118
Total S.A. Cl.B.....	5,214	424,074
Union du Credit Bail Immobilier.....	1,490	148,182
Union Immobilier de France.....	980	79,990
Usinor Sacilor.....	8,900	129,508

		2,916,596

GERMANY--5.8%		
Bayer AG.....	12,280	501,159
Deutsche Lufthansa AG.....	18,100	247,011
Deutsche Telekom AG*.....	4,130	87,093
Henkel KGaA, pfd.....	5,634	283,018
Hornbach Holding AG pfd.....	2,400	171,562
KSB AG - Vorzug pfd.....	960	148,479
Preussag AG.....	800	181,180
Schmalbach Lubeca AG*.....	1,000	245,646
Suedzucker AG.....	321	156,662
Veba AG.....	7,050	407,753
Volkswagen AG.....	319	132,675

		2,562,238

HONG KONG--1.7%		
Asia Satellite Telecom Ltd.*.....	3,000	6,962
Citic Pacific Ltd.....	23,000	133,519
First Pacific Co. Ltd.....	74,837	97,241
Guangshen Railway Co. Ltd. (ADR)*.....	3,000	61,875
Hong Kong and China Gas Co. Ltd.	27,440	53,039
warrants, expiring 9/30/97*	1,620	900
Hysan Development Co. Ltd.	12,000	47,786
warrants, expiring 4/30/98*	500	453
New World Development Co. Ltd.....	9,226	62,326
Swire Pacific Ltd. Cl.A.....	11,000	104,887
Television Broadcasts of		
Hong Kong Ltd.....	32,000	127,843
Wharf (Holdings) Ltd.....	15,000	74,859

		771,690

INDIA--0.9%		
Bajaj Auto Ltd. (GDR) (a).....	5,800	192,850
Industrial Credit & Investment		
Corp. of India Ltd. (GDR)* (a).....	8,000	76,000
State Bank of India (GDR)* (a).....	7,000	118,090

		386,940

INDONESIA--1.3%		
Indosat.....	78,000	214,649
PT Hanjaya Mandala Sampoema		
(Foreign).....	49,000	261,389
PT Telekomunikasi Indonesia	41,000	70,734

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
INTERNATIONAL PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
PT Telekomunikasi Indonesia (ADR)	1,000	\$ 34,500

		581,272

ITALY--1.9%		
Ente Nazionale Idrocarburi S.p.A.....	46,800	240,170
Instituto Nazionale delle Assicurazioni...	152,900	199,163
Magneti Marelli S.p.A.....	48,200	59,892
Saipem S.p.A.....	19,950	91,794
Societa Italiana Per L'Eserreizio		
delle Telecomunicazioni, P.A.....	102,200	265,437

		856,456

JAPAN--31.5%		
Amano Corp.....	15,000	160,608
Asahi Glass Co. Ltd.....	30,000	282,359
Bank of Tokyo-Mitsubishi Bank.....	18,200	337,881
Canon, Inc.....	16,000	353,683

Chiba Bank Ltd.....	10,000		68,215
Dai Nippon Printing Co. Ltd.....	11,000		192,816
Daifuku Co. Ltd.....	12,000		151,282
Daito Trust Construction Co. Ltd.....	15,700		174,881
Daiwa Securities Co. Ltd.....	6,000		53,363
DDI Corp.....	125		826,785
East Japan Railway Co.....	40		179,950
Eisai Co.....	8,250		162,421
Fuji Photo Film Co. (ORD).....	3,000		98,955
Furukawa Co. Ltd.....	25,000		84,190
Hirose Electric Co.....	5,000		289,699
Honda Motor Co.....	5,000		142,906
House Foods Industry.....	5,000		80,736
Hoya Corp.....	10,000		392,885
Ishikawajima-Harima Heavy Industries.....	17,000		75,598
Ito - Yokado Co. Ltd.....	2,000		87,039
Japan Securities Finance.....	17,000		198,169
Japan Tobacco, Inc.....	22		149,124
Kamigumi Co. Ltd.....	12,000		78,750
Kandenko Co. Ltd.....	11,300		107,331
Kao Corp.....	21,000		244,798
Kirin Brewery Co. Ltd.....	8,000		78,750
Kokuyo.....	7,000		172,869
Kuraray Co. Ltd.....	20,000		184,785
Kyocera Corp.....	2,000		124,687
Maeda Road Construction Corp.....	4,000		46,283
Matsushita Electric Industrial.....	24,000		391,676
Matsushita Electric Works.....	13,000		111,916
Mitsubishi Heavy Industries Ltd.....	23,000		182,713
Mitsubishi Materials Corp.....	12,000		48,493
Mitsubishi Oil Co.....	22,000		131,647
Mitsui Marine & Fire Insurance			
Co. Ltd.....	24,000	\$	129,108
Mitsui Trust and Banking Co. Ltd.....	44,000		343,839
National House Industrial Co.....	11,000		146,274
NGK Insulators.....	8,000		75,987
Nikko Securities Co. Ltd.....	15,000		111,907
Nippon Express Co. Ltd.....	18,000		123,409
Nippon Light Metal Co.....	21,000		86,314
Nippon Steel Co.....	46,000		135,843
Nisshin Steel Co. Ltd.....	90,000		241,689
NKK Corp.*.....	53,000		119,446
Nomura Securities Co. Ltd.....	16,000		240,394
Osaka Gas Co.....	42,000		114,964
Rohm Co.....	11,000		721,872
Sankyo Co. Ltd.....	2,000		56,644
Santen Pharmaceutical Co.....	1,000		20,724
Seven-Eleven Japan Co. Ltd.....	10,400		608,859
Shimano, Inc.....	7,000		119,074
Shimizu Corp.....	15,000		112,037
Shiseido Co. Ltd.....	14,000		161,989
Sumitomo Electric Industries.....	12,000		167,861
Sumitomo Marine & Fire Insurance Co.....	19,000		118,125
Sumitomo Realty & Development			
Co. Ltd.....	24,000		151,282
Sumitomo Rubber Industries.....	13,000		96,874
Taisho Pharmaceutical Co.....	7,000		165,012
Takeda Chemical Industries.....	6,000		125,896
TDK Corp.....	8,000		521,544
Toagosei Co. Ltd.....	7,000		24,782
Tokai Bank.....	17,000		177,619
Tokyo Electric Power Co.....	7,000		153,527
Tokyo Gas Cos. Ltd.....	85,000		230,464
Tokyo Steel Manufacturing Co.....	22,000		313,444
Toyo Kanetsu.....	13,000		45,126
Toyota Corp.....	26,000		747,604
Ube Industries Ltd.	15,000		42,483
Ushio, Inc.....	16,000		174,078
Yakult Honsha Co.....	10,000		103,618
Yamanouchi Pharmaceutical Co. Ltd.....	14,000		287,713
Yamatake-Honeywell.....	7,000		113,030
Yamazaki Baking Co. Ltd.....	7,000		111,821

			13,990,519

KOREA--0.7%			
Korea Electric Power Corp. (ADR).....	4,000		82,000
Korea Mobile Telecommunications			
Corp. (ADR) (a).....	14,832		190,962

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.

INTERNATIONAL PORTFOLIO
 PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
Pohang Iron & Steel Ltd. (ADR).....	2,000	\$ 40,500
		313,462
MALAYSIA--1.0%		
Ammb Holdings Bhd.....	15,000	125,916
DCB Holdings Bhd		
warrants, expiring 12/27/99*.....	2,750	4,138
Malakoff Bhd.....	17,000	83,469
Malayan Banking Bhd.....	8,000	88,695
Resorts World Bhd.....	37,000	168,481
		470,699
NETHERLANDS--3.6%		
Akzo Nobel N.V.....	3,320	453,820
Apothekers Cooperative OPG.....	1,640	47,210
CSM N.V.....	800	44,483
Fortis Amev N.V.....	11,800	413,496
Internationale Nederlanden Groep N.V.....	11,639	419,314
Vendex International N.V.....	5,150	220,437
		1,598,760
NEW ZEALAND--0.6%		
Fletcher Challenge Ltd.....	26,424	44,274
Lion Nathan Ltd.....	32,000	76,691
Telecom Corp. of New Zealand Ltd.....	27,000	137,815
		258,780
NORWAY--1.1%		
Bergesen D.Y. ASA Cl.A.....	11,700	283,280
Orkla ASA Cl.A.....	1,540	106,362
Schibsted ASA.....	3,740	68,204
Unitor ASA.....	1,900	24,181
		482,027
PHILIPPINES--0.2%		
Manila Electric Co.....	9,815	80,237
Philippine Commercial International		
Bank.....	1,000	13,118
		93,355
PORTUGAL--0.1%		
Telecel-Comunicacoes Pessoais* (a).....	550	35,118
SINGAPORE--1.3%		
Overseas Chinese Bank.....	14,000	174,087
Overseas Union Banking Ltd. (Foreign)....	20,000	154,363
Singapore Airlines Ltd.....	2,000	18,152
Singapore Press Holdings Ltd. (Foreign)...	11,000	216,966
		563,568
SPAIN--1.7%		
Autopistas Concesionaria Espanola S.A.....	9,500	130,984
Banco Santander S.A.....	2,070	\$ 132,499
Repsol S.A.....	6,300	241,664
Tabacalera S.A. Series A.....	3,590	154,578
Viscofan Envolturas Celulosicas.....	6,430	94,104
		753,829
SWEDEN--1.9%		
Astra AB.....	5,500	271,778
Electrolux AB Series B.....	1,590	92,324
Incentive AB Cl.B.....	1,698	123,244
Sparbanken Sverige AB Cl.A (a).....	4,300	73,769
Stora Kopparbergs Series B.....	19,705	268,709
		829,824
SWITZERLAND--4.0%		
Adecco S.A.....	591	148,357
Baloise Holdings Ltd.....	105	211,020

Nestle S.A.....	326	349,990
Novartis AG*.....	627	718,538
Schindler Holdings AG.....	90	97,833
Swissair AG*.....	189	152,923
Zurich Versicherungsgesellschaft.....	334	92,826

		1,771,487

TAIWAN--0.2%		
Advanced Semiconductor Engineering (GDR)* (a).....	8,100	77,355

THAILAND--0.4%		
Bangkok Bank Public Co. Ltd.....	4,000	38,681
Thai Farmers Bank Co.....	24,625	153,630

		192,311

UNITED KINGDOM--20.5%		
Anglian Water Plc.....	22,000	221,621
B.A.T. Industries Plc.....	21,300	176,618
BAA Plc.....	33,500	277,780
Barclays Plc.....	29,300	502,221
Bass Plc.....	14,580	205,324
BPB Plc.....	17,600	115,786
British Aerospace Plc.....	11,480	251,352
British Petroleum Co. Plc.....	36,600	438,924
British Sky Broadcast Group Plc.....	22,100	197,639
British Telecommunications Plc.....	37,400	253,092
BTR Plc.....	73,500	358,874
Cadbury Schweppes Plc.....	29,700	250,850
Compass Group Plc.....	18,900	200,754
General Electric Co. Plc.....	33,849	222,103
Glaxo Holdings Wellcome Plc.....	16,700	271,801
Grand Metropolitan Plc.....	33,100	259,719

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
INTERNATIONAL PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
Hanson Plc.....	99,100	\$ 139,219
Hepworth Plc.....	17,100	73,826
Holliday Chemical Holdings Plc.....	48,600	101,788
Kingfisher Plc.....	10,800	116,567
Ladbroke Group Plc.....	61,300	243,646
National Grid Group Plc.....	92,400	308,686
National Westminster Bank Plc.....	18,350	215,660
Pearson Plc.....	13,900	177,411
Rank Group Plc.....	44,100	330,920
Reed International Plc.....	17,600	331,074
Reuters Holdings Plc.....	27,400	352,299
Rugby Group Plc.....	88,000	141,717
Sainsbury (J.) Plc.....	45,162	299,429
Sears Plc.....	134,500	216,601
Shell Transport and Trading Co. Plc.....	10,950	189,848
Siebe Plc.....	13,240	245,882
Smithkline Beecham Plc.....	17,600	243,632
Tesco Plc.....	8,500	51,550
TI Group Plc.....	34,700	344,206
Tomkins Plc.....	47,500	219,719
United Assurance Group Plc.....	20,000	164,468
Vodafone Group Plc.....	47,200	199,733
Wimpey (George) Plc.....	91,500	195,948

		9,108,287

Total Common Stocks and Other Investments (cost \$39,371,024).....		40,796,225

PRINCIPAL
AMOUNT
(000) U.S. \$ VALUE

CONVERTIBLE BOND--0.4%
JAPAN--0.4%
Sumitomo Bank International
0.75%, 5/31/01 (a)

(cost \$155,634)..... JPY 17,000 \$ 155,416

SHORT-TERM INVESTMENTS--7.4%

TIME DEPOSIT--7.4%

State Street Bank and Trust Co.

5.00%, 1/02/97

(amortized cost \$3,273,000).... US\$ 3,273 3,273,000

TOTAL INVESTMENTS--99.8%

(cost \$42,799,658)..... 44,224,641

Other assets less liabilities--0.2% 99,455

NET ASSETS--100.0%..... \$ 44,324,096
=====

* Non-income producing security.

(a) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration normally applied to certain qualified buyers. At December 31, 1996, the aggregate market value of these securities amounted to \$919,560 or 2.1% of net assets.

See Glossary of Terms on page B-43.

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.

MONEY MARKET PORTFOLIO

PORTFOLIO OF INVESTMENTS

DECEMBER 31, 1996

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
	-----	-----
U.S. GOVERNMENT AND AGENCY OBLIGATIONS--99.1%		
Federal Farm Credit Bank		
5.35%, 1/23/97.....	\$ 3,000	\$ 2,990,192
5.46%, 1/23/97.....	3,000	2,989,990
5.48%, 1/29/97.....	3,500	3,485,082
Federal Home Loan Bank		
5.31%, 2/21/97.....	5,500	5,458,626
5.48%, 1/24/97.....	3,500	3,487,746
Federal Home Loan Mortgage Corp.		
5.27%, 1/14/97.....	800	798,478
5.37%, 1/22/97.....	3,000	2,990,603
5.42%, 1/22/97.....	2,873	2,863,917
Federal National Mortgage Assn.		
5.24%, 1/17/97.....	8,500	8,480,204
5.36%, 3/12/97.....	3,000	2,968,733
5.37%, 1/07/97.....	3,020	3,017,297
5.38%, 2/18/97.....	6,000	5,956,960
5.38%, 2/24/97.....	3,425	3,397,360
5.40%, 2/10/97.....	3,390	3,369,660
Tennessee Valley Authority		
5.24%, 2/26/97.....	1,500	1,487,773
5.26%, 3/26/97.....	2,500	2,469,317
5.27%, 2/25/97.....	1,500	1,487,923
U.S. Treasury Bill		
4.75%, 1/16/97.....	6,500	6,487,135

TOTAL INVESTMENTS--99.1%		
(cost \$64,186,996).....		64,186,996
Other assets less liabilities--0.9%.....		582,295

NET ASSETS--100.0%.....		\$ 64,769,291
		=====

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.

GLOBAL DOLLAR GOVERNMENT PORTFOLIO

PORTFOLIO OF INVESTMENTS

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
SOVEREIGN DEBT		
OBLIGATIONS--68.2%		
COLLATERALIZED		
BRADY BONDS--18.5%		
ARGENTINA--5.1%		
Republic of Argentina		
5.25% Par Euro Bonds, 3/31/23 (a)		
(cost \$412,943).....	\$ 710	\$ 448,187
ECUADOR--3.6%		
Republic of Ecuador		
3.00%, 2/27/15.....	370	227,604
Republic of Ecuador		
6.50% Disc. (FRN), 2/28/25 (b).....	130	90,025
Total Ecuadorian Securities		
(cost \$229,475).....		317,629
MEXICO--7.9%		
United Mexican States		
6.25%, 12/31/19		
(cost \$629,686).....	950	697,062
NIGERIA--1.9%		
Central Bank of Nigeria		
6.25% Pars, 11/15/20 (a)		
(cost \$105,552).....	250	171,875
Total Collateralized Brady Bonds		
(cost \$1,377,656).....		1,634,753
LOAN PARTICIPATION & ASSIGNMENT--14.6%		
MOROCCO--3.8%		
Kingdom of Morocco Restructuring & Consolidation Loan Participation		
7.375% (FRN), 1/01/09		
(cost \$321,174).....	400	330,250
RUSSIA--10.8%		
Vnesheconombank Loan Assignment		
Zero Coupon, 9/14/04 *		
(cost \$883,533).....	1,200	957,750
Total Loan Participation & Assignment		
(cost \$1,204,707).....		1,288,000
OTHER SOVEREIGN DEBT--35.1%		
ARGENTINA--4.2%		
Argentina Global		
11.00%, 10/09/06		
(cost \$347,098).....	\$ 350	\$ 368,375
BRAZIL--5.3%		
Republic of Brazil		
6.5625% (FRN), 4/15/12		
(cost \$467,204).....	620	470,425
BULGARIA--2.2%		
Republic of Bulgaria		
2.25% (FRN), 7/28/12		
(cost \$201,131).....	500	192,188
CROATIA--2.2%		
Republic of Croatia		
6.6875% (FRN), 7/31/10		
(cost \$183,658).....	200	193,500
MEXICO--2.0%		
Mc-Cuernavaca Trust		
9.25%, 7/25/01 (c)		
(cost \$176,570).....	203	179,853
PANAMA--3.9%		
Republic of Panama		
3.50% IRB, 7/17/14 (c)		
(cost \$281,196).....	500	348,125

PHILIPPINES--1.6%		
Republic of Philippines		
8.75%, 10/07/16 (c)		
(cost \$127,681).....	136	140,080
POLAND--3.2%		
Republic of Poland		
4.00%, 10/27/14 (a)		
(cost \$223,776).....	330	280,088
TRINIDAD & TOBAGO--0.6%		
Republic of Trinidad & Tobago		
11.75%, 10/03/04		
(cost \$49,730).....	50	56,000

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GLOBAL DOLLAR GOVERNMENT PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
VENEZUELA--9.9%		
Republic of Venezuela		
6.50%, 12/18/07		
(cost \$867,337).....	\$ 1,000	\$ 880,937
Total Other Sovereign Debt		
(cost \$2,925,381).....		3,109,571
Total Sovereign Debt Obligations		
(cost \$5,507,744).....		6,032,324
CORPORATE DEBT		
OBLIGATIONS--20.4%		
FINANCIAL SERVICES--4.9%		
App International Finance Company		
B V Guaranteed Secured Note		
11.75%, 10/01/05.....	150	160,688
FSW International Finance Company		
B V Guaranteed Secured Note		
12.50%, 11/01/06 (c).....	150	159,375
Home Holdings, Inc.		
7.75%, 12/15/98.....	200	89,000
8.625%, 12/15/03.....	100	23,500
Total Financial Services		
(cost \$579,998).....		432,563
YANKEES--15.5%		
AES China Generating Co., Ltd.		
10.125%, 12/15/06.....	500	518,750
Banco Nacional		
7.25%, 2/02/04.....	\$ 200	\$ 176,750
Grupo Mexicano de Desarrollo		
8.25%, 2/17/01.....	240	146,100
Tevecap S.A.		
12.625%, 11/26/04 (c).....	300	307,875
Transportacion Maritima Mexicana S.A.		
9.25%, 5/15/03.....	12	11,760
Zhuhai Highway Co.		
11.50%, 7/01/08.....	200	214,250
Total Yankees		
(cost \$1,361,443).....		1,375,485
Total Corporate Debt Obligations		
(cost \$1,941,441).....		1,808,048
SHORT-TERM INVESTMENTS--8.0%		
TIME DEPOSIT--8.0%		
State Street Bank and Trust Co.		
5.00%, 1/02/97		
(amortized cost \$703,000).....	703	703,000

TOTAL INVESTMENTS--96.6%

(cost \$8,152,185).....	8,543,372
Other assets less liabilities--3.4%.....	304,034

NET ASSETS--100.0%.....	\$ 8,847,406
	=====

- * Non-income producing security.
- (a) Coupon will increase periodically based upon a predetermined schedule. Stated interest rate in effect at December 31, 1996.
- (b) Coupon will fluctuate based upon an interest rate index. Stated interest rate in effect at December 31, 1996.
- (c) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration normally applied to certain qualified buyers. At December 31, 1996, the aggregate market value of these securities amounted to \$1,135,308 or 12.8% of net assets. See Glossary of Terms on page B-43. See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
	-----	-----
ARGENTINA--18.0%		
GOVERNMENT OBLIGATIONS--18.0%		
Republic of Argentina		
Pensioner-Bocon Series I		
3.41% (FRN), 4/01/01 (a)..... ARS	342	\$ 295,304
3.41% (FRN), 4/01/07 (a).....	3,779	2,659,735
Republic of Argentina		
Pensioner-Bocon Series II		
3.41% (FRN), 9/01/02 (a).....	60	45,084

Total Argentinian Securities		3,000,123
(cost \$2,115,505).....		-----
CANADA--15.3%		
GOVERNMENT/AGENCY--15.3%		
Government of Canada		
6.50%, 6/01/04 (b)..... CA\$	850	633,555
8.00%, 6/01/23 (b).....	500	406,594
Province of British Columbia		
8.00%, 9/08/23 (b).....	400	315,372
Province of Manitoba		
7.75%, 12/22/25.....	450	348,557
Province of Ontario		
8.25%, 12/01/05.....	275	223,727
Province of Quebec		
7.75%, 3/30/06.....	325	253,250
Province of Saskatchewan		
9.60%, 2/04/22.....	400	367,574

Total Canadian Securities		2,548,629
(cost \$2,367,769).....		-----
MEXICO--16.3%		
GOVERNMENT/AGENCY--16.3%		
Mexican Treasury Bills		
Zero Coupon, 1/23/97..... MXP	470	58,658
Zero Coupon, 3/06/97.....	3,778	457,758
Zero Coupon, 5/29/97.....	5,000	572,704
Zero Coupon, 6/05/97.....	14,390	1,640,661

Total Mexican Securities		2,729,781
(amortized cost \$2,753,629)....		-----
UNITED STATES--49.4%		
U.S. TREASURY SECURITIES--26.0%		
U.S. Treasury Notes		
6.25%, 10/31/01..... US\$	1,300	\$ 1,301,222
6.50%, 4/30/99.....	85	86,036
7.125%, 9/30/99.....	320	328,851
7.25%, 8/15/04.....	2,500	2,631,250

		4,347,359

FEDERAL AGENCY -		
MORTGAGES--1.1%		
Government National		
Mortgage Association		
9.00%, 9/15/24.....	167	176,524

FEDERAL AGENCY--3.9%		
Federal Home Loan Bank		
7.26%, 9/06/01.....	200	206,812
Federal Home Loan		
Mortgage Corp.		
6.13%, 8/19/99.....	150	150,000
Federal National Mortgage		
Association		
5.05%, 11/10/98.....	305	300,044

		656,856

TIME DEPOSIT--18.4%		
State Street Bank and Trust Co.		
5.00%, 1/02/97.....	3,062	3,062,000

Total United States Securities		
(cost \$8,147,794).....		8,242,739

TOTAL INVESTMENTS--99.0%		
(cost \$15,384,697).....		16,521,272
Other assets less liabilities--1.0%		174,378

NET ASSETS--100.0%.....		\$ 16,695,650
=====		

-
- (a) Coupon will fluctuate based upon an interest rate index. Stated interest rate in effect at December 31, 1996.
- (b) Securities segregated to collateralize forward exchange currency contracts with an aggregate market value of \$1,355,521.
See Glossary of Terms on page B-43.
See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
UTILITY INCOME PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES	U.S. \$ VALUE
	-----	-----
COMMON AND		
PREFERRED STOCKS--89.7%		
UNITED STATES INVESTMENTS--81.3%		
CONSUMER SERVICES--10.5%		
BROADCASTING &		
CABLE--10.5%		
AirTouch Communications, Inc.		
4.25% conv. pfd.....	13,000	\$ 588,250
Cablevision Systems Corp. *	20,000	410,000
Comcast Corp. Cl.A	18,000	320,625
TCI Group		
\$2.125 Series A conv. pfd.....	6,200	242,187

		1,561,062

ENERGY--0.8%		
PIPELINES--0.8%		
Enron Corp.	2,800	120,750

TECHNOLOGY--15.5%		
COMMUNICATIONS		
EQUIPMENT--3.9%		
Ericsson (L.M.) Telephone Co.	5,600	169,050
Teleport Communications Group, Inc. *.....	13,600	414,800

		583,850

TELECOMMUNICATIONS--11.6%		
AT & T Corp.	15,760	685,560
Frontier Corp.	21,000	475,125
MCI Communications Corp.	10,400	339,950
Telephone and Data Systems, Inc.	6,000	217,500

		1,718,135

		2,301,985

UTILITIES--54.5%		
ELECTRIC & GAS--54.5%		
AGL Resources, Inc.	6,100	128,863
Allegheny Power Systems, Inc.	17,800	540,675
American Electric Power, Inc.	11,300	464,712
Baltimore Gas & Electric Co.	5,600	149,800
Brooklyn Union Gas Co.	4,600	138,575
Carolina Power & Light Co.	9,000	328,500
CINergy Corp.	16,700	557,362
CMS Energy Corp.	17,200	578,350
DPL, Inc.	14,000	343,000
DQE, Inc.	6,600	191,400
Edison International	22,000	437,250
FPL Group, Inc.	10,600	487,600

Houston Industries, Inc.	20,500	\$ 463,812
Illinova Corp.	8,700	239,250
Ipalco Enterprises, Inc.	10,500	286,125
MCN Corp.	4,600	132,825
New Jersey Resources Corp.	4,400	128,700
Northwest Natural Gas Co.	5,250	126,656
Pacific Enterprises	4,100	124,538
People's Energy Corp.	3,600	121,950
Piedmont Natural Gas Co., Inc.	5,100	119,213
Pinnacle West Capital Corp.	12,500	396,875
Public Service Co. of New Mexico	18,600	365,025
Questar Corp.	3,500	128,625
Southwest Gas Corp.	7,000	134,750
Texas Utilities Co.	8,400	342,300
Washington Gas Light Co.	5,600	126,700
Wicor, Inc.	3,500	125,563
Williams Cos., Inc.		
\$3.5 conv. pfd.	4,700	387,750

		8,096,744

Total United States Investments
(cost \$11,446,118)..... 12,080,541

FOREIGN INVESTMENTS--8.4%		
BRAZIL--1.9%		
Light Participacoes, S.A. *	600,000	145,511
Telecomunicacoes Brasileiras S.A. (ADR).....	1,800	137,700

		283,211

CHILE--0.7%		
Compania de Telecomunicaciones de Chile S.A. (ADR).....	1,100	111,237

FINLAND--1.9%		
Nokia Corp. (ADR).....	4,800	276,600

HONG KONG--0.9%		
Consolidated Electric Power Asia (ADR)....	58,800	137,982

KOREA--0.8%		
Korea Electric Power Corp. (ADR).....	4,020	117,032

MEXICO--1.4% Telefonos de Mexico S.A.		
Series L (ADR).....	6,200	204,600

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
UTILITY INCOME PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
PERU--0.8%		

Telefonica del Peru S.A. (ADR).....	62,000	\$	115,382

Total Foreign Investments (cost \$984,113).....			1,246,044

Total Common and Preferred Stocks (cost \$12,430,231).....			13,326,585

CONVERTIBLE BONDS--5.4%			
3Com Corp. 10.25%, 11/01/01 (a).....	305		676,338
International Cabletel, Inc. 7.25%, 4/15/05 (a).....	115		123,481

Total Convertible Bonds (cost \$596,950).....			799,819

	PRINCIPAL		
	AMOUNT		
	(000)	U.S. \$	VALUE

SHORT-TERM INVESTMENTS--3.3%			
COMMERCIAL PAPER--3.3%			
General Electric Capital Corp. 5.90%, 1/02/97 (amortized cost \$499,918).....	\$ 500	\$	499,918

TOTAL INVESTMENTS--98.4%			14,626,322
(cost \$13,527,099).....			
Other assets less liabilities--1.6%.....			230,471

NET ASSETS--100.0%.....			\$ 14,856,793
=====			

* Non-income producing security.

(a) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration normally applied to certain qualified buyers. At December 31, 1996, the aggregate market value of these securities amounted to \$799,819 or 5.4% of net assets.

See Glossary of Terms on page B-43.

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES	U.S. \$	VALUE
	-----	-----	-----
COMMON AND PREFERRED STOCKS--95.4%			
BASIC INDUSTRIES--0.7%			
CHEMICALS--0.5%			
Grace (W.R.) & Co.....	14,000	\$	724,500

MINING & METALS--0.2%			
Century Aluminum Co.	15,000		256,875

			981,375

CAPITAL GOODS--0.6%			
POLLUTION CONTROL--0.6%			
WMX Technologies, Inc.....	27,000		880,875

CONSUMER SERVICES--14.7%			
AIRLINES--2.0%			
Continental Airlines, Inc.*.....	51,000		1,440,750
Delta Air Lines, Inc.....	5,000		354,375
Northwest Airlines Corp. Cl.A*.....	13,200		516,450
UAL Corp.*.....	7,000		437,500

			2,749,075

BROADCASTING & CABLE--3.3%			
Argyle Television, Inc.*.....	19,100		463,175
Comcast Corp. Cl.A.....	51,000		908,438

Liberty Media Group Inc. Cl.A*.....	34,225	977,552
TCI Group Series A*.....	159,300	2,080,856
TCI Satellite Entertainment, Inc.*.....	15,930	158,304

		4,588,325

BUSINESS SERVICES--3.7%		
ADT Ltd.*.....	65,000	1,486,875
CUC International, Inc.*.....	151,950	3,608,812

		5,095,687

ENTERTAINMENT & LEISURE--0.7%		
ITT Corp.*.....	24,200	1,049,675

RESTAURANTS & LODGING--0.4%		
American General Hospitality Corp.....	21,000	498,750

RETAILING--4.6%		
AutoZone, Inc.*.....	90,100	2,477,750
CompUSA, Inc.*.....	85,900	1,771,687
Micro Warehouse, Inc.*.....	21,700	252,263
Sears, Roebuck & Co.....	13,000	599,625
Wal-Mart Stores, Inc.....	57,000	1,303,875

		6,405,200

		20,386,712

CONSUMER STAPLES--1.8%		
TOBACCO--1.8%		
Loews Corp.....	25,800	\$ 2,431,650

ENERGY--2.9%		
OIL & GAS SERVICES--2.9%		
Gulf Canada Resources Ltd.*.....	359,000	2,647,625
Nabors Industries, Inc.*.....	69,000	1,328,250

		3,975,875

FINANCE--26.7%		
BANKING & CREDIT--12.4%		
American Express Co.....	56,000	3,164,000
Chase Manhattan Corp.....	30,320	2,706,060
First Chicago NBD Corp.....	22,900	1,230,875
First Union Corp.....	33,000	2,442,000
Household International, Inc.....	15,100	1,392,975
J.P. Morgan & Co., Inc.....	1,900	185,487
MBNA Corp.....	27,000	1,120,500
Mercury Finance Co.....	211,000	2,584,750
NationsBank Corp.....	25,000	2,443,750

		17,270,397

INSURANCE--8.1%		
20th Century Industries, Inc.....	58,000	978,750
Acceptance Insurance Co.*.....	114,000	2,251,500
American International Group, Inc.....	31,350	3,393,637
PMI Group, Inc.....	3,300	182,738
Progressive Corp.....	16,600	1,118,425
Travelers Group, Inc.....	71,666	3,251,845

		11,176,895

REAL ESTATE--5.5%		
Arden Realty Group, Inc.....	40,000	1,110,000
Castle & Cooke, Inc.*.....	35,000	555,625
Humphrey Hospitality Trust, Inc.....	78,100	678,494
JP Realty, Inc.....	38,000	983,250
Koger Equity, Inc.....	100,000	1,875,000
Macerich Co.....	52,500	1,371,562
Prentiss Properties Trust.....	29,000	725,000
Summit Properties, Inc.....	15,000	331,875

		7,630,806

OTHER--0.7%		
Dean Witter, Discover & Co.....	15,300	1,013,625

		37,091,723

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
HEALTH CARE--6.7%		
BIOTECHNOLOGY--0.1%		
Gensia, Inc. (a)*.....	8,000	\$ 147,016

DRUGS--4.5%		
Biogen, Inc.*.....	21,000	811,125
Merck & Co., Inc.....	39,900	3,162,075
Pfizer, Inc.....	20,000	1,657,500
Schering-Plough Corp.....	9,000	582,750

6,213,450		

MEDICAL PRODUCTS--0.3%		
Boston Scientific Corp.*.....	8,100	486,000

MEDICAL SERVICES--1.8%		
Medtronic, Inc.....	20,600	1,400,800
Quest Medical, Inc.*.....	38,000	299,250
Saint Jude Medical, Inc.*.....	17,900	762,988

2,463,038		

9,309,504		

TECHNOLOGY--38.7%		
COMMUNICATIONS		
EQUIPMENT--4.1%		
Anixter International, Inc.*.....	30,000	483,750
EMC Corp.*.....	70,000	2,318,750
Loral Space & Communications*.....	27,000	496,125
Millicom International Cellular, S.A.*.....	16,500	529,031
Teleport Communications Group, Inc.*.....	61,700	1,881,850

5,709,506		

COMPUTER HARDWARE--0.8%		
Compaq Computer Corp.*.....	15,500	1,150,875

COMPUTER PERIPHERALS--1.0%		
Seagate Technology, Inc.*.....	36,000	1,422,000

COMPUTER SOFTWARE & SERVICES--10.1%		
Cabletron Systems, Inc.*.....	20,200	671,650
Ceridian Corp.*.....	99,500	4,029,750
Electronic Data Systems Corp.	40,000	1,730,000
Microsoft Corp.*.....	30,000	2,480,625

SHARES OR PRINCIPAL AMOUNT (000)		

Oracle Corp.*.....	1,800	\$ 75,038
Sterling Commerce, Inc.*.....	79,789	2,812,562
Sterling Software, Inc.*.....	70,100	2,216,912

14,016,537		

NETWORK SOFTWARE--8.4%		
3Com Corp.*.....	64,700	4,743,319
Cisco Systems, Inc.*.....	108,000	6,878,250

11,621,569		

SEMI-CONDUCTORS & RELATED--5.2%		
Cypress Semiconductor Corp.*.....	40,000	565,000
Intel Corp.....	51,000	6,677,812

7,242,812		

TELECOMMUNICATIONS--9.1%		
Colt Telecom Group Plc (ADR)*.....	85,000	1,646,875
Deutsche Telekom AG*.....	41,800	851,675
Frontier Corp.....	21,000	475,125
MFS Communications, Inc. *	122,887	6,681,981

MFS Communications, Inc.		
8.00% conv. pfd.....	12,000	1,102,500
Telephone and Data Systems, Inc.....	42,900	1,555,125
U.S. Cellular Corp.*.....	8,000	223,000

		12,536,281

		53,699,580

TRANSPORTATION--2.6%		
RAILROADS--2.6%		
Canadian Pacific, Ltd.....	116,000	3,074,000
Union Pacific Corp.....	8,853	532,287

		3,606,287

Total Common and Preferred Stocks (cost \$112,565,228).....		132,363,581

CONVERTIBLE BONDS--1.0%		
3Com Corp.		
10.25%, 11/01/01 (a)..... \$	400	887,000
Altera Corp.		
5.75%, 6/15/02 (a).....	335	517,575

Total Convertible Bonds (cost \$985,802).....		1,404,575

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
	-----	-----
SHORT-TERM INVESTMENTS--4.3%		
U.S. GOVERNMENT OBLIGATIONS--4.3%		
Federal Home Loan Mortgage Corp. 5.70%, 1/02/97 (amortized cost \$5,899,066)..... \$	5,900	\$ 5,899,066

TOTAL INVESTMENTS--100.7%		
(cost \$119,450,096).....		\$139,667,222
Other assets less liabilities--(0.7%).....		(979,331)

NET ASSETS--100.0%.....		\$138,687,891
		=====

- * Non-income producing security.
- (a) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration normally applied to certain qualified buyers. At December 31, 1996, the aggregate market value of these securities amounted to \$1,551,591 or 1.1% of net assets.
See Glossary of Terms on page B-43.
See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
WORLDWIDE PRIVATIZATION PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES	U.S. \$ VALUE
	-----	-----
COMMON STOCKS AND OTHER INVESTMENTS--83.5%		
ARGENTINA--0.8%		
Central Costanera.....	25,000	\$ 76,515
Dycasa Dragados S.A.....	10,000	37,008
Metrogas S.A. (ADR).....	3,000	28,125

		141,648

AUSTRALIA--3.1%		
CSL Ltd.....	70,000	331,055
Qantas Airways Ltd.....	51,867	86,576
TAB Corp. Holdings Ltd.....	35,000	166,918

		584,549

AUSTRIA--4.2%		
Austria Mikro Systeme		
International AG	1,460	112,717
Bohler-Uddeholm.....	1,000	71,571
Creditanstalt-Bankverein.....	2,000	135,384
Flughafen Wien AG.....	2,600	132,539
V.A. Stahl AG.....	2,900	103,161
V.A. Technologies AG.....	1,450	227,573

		782,945

BELGIUM--0.3%		
Credit Communal de Belgique S.A.*...	600	54,747

BRAZIL--7.8%		
Bardella S.A.....	500	47,633
Celgon Centrais Eletricas Goias		
S.A. Series B pfd.*	1,205,000	66,112
Centrais Elet Sta Catali*.....	121,501	113,421
Companhia Energetica de Sao		
(ADR)*.....	5,000	57,500
Companhia Paulista de Forca e Luz*..	1,550,000	183,476
preferred rights, expiring 1/15/97*	6,101	0
Iven S.A.*.....	200,000	96,045
Light Participacoes S.A.*.....	500,000	121,259
Light Servicos de Eletricid S.A.....	500,000	177,557
Sider Nacional Cia.....	1,480,000	42,017
Siderurgica Riograndense S.A.....	3,437,727	57,566
Telecomunicacoes Brasileiras		
S.A. (ADR)	3,900	300,262
Telecomunicacoes de		
Sao Paulo S.A.*.....	450,000	97,271
Vale Rio Doce Cia.....	5,360	103,166

		1,463,285

CANADA--2.2%		
Alberta Energy Ltd.....	5,000	119,769
Canadian National Railway Co.....	3,100	117,800
Petro-Canada.....	11,900	167,728

		405,297

CHILE--0.4%		
Compania de Telecomunicaciones		
de Chile S.A. (ADR)	400	\$ 40,450
Enerisis S.A. Sponsored (ADR).....	1,000	27,750

		68,200

COLUMBIA--0.2%		
Banco de Columbia (GDR).....	5,000	36,875

CZECH REPUBLIC--1.1%		
Ceske Radiokomunikace*.....	350	49,044
CEZ (GDR)*.....	1,000	35,997
Komerčni Banka A.S. (GDR)*.....	1,500	39,900
Podnik Vypocetni Techniky*.....	250	43,203
Tabak A.S.*.....	150	37,780

		205,924

DENMARK--0.3%		
Kobenhavn Lufthave.....	600	61,112

EGYPT--0.3%		
Commercial International		
Bank (GDR)*.....	3,600	49,860

FINLAND--1.4%		
Merita Ltd. Series A*.....	25,000	77,717
OY Tamro AB.....	10,000	66,739
Valmet Co.....	7,000	123,261

		267,717

FRANCE--3.1%		
Renault S.A.....	4,000	85,959

Seita.....	1,500	62,735
Soc Nationale Elf Aquitaine S.A.....	1,500	136,542
Societe Centrale des Assurances Generales de France	1,750	56,495
Usinor Sacilor.....	16,700	243,009

		584,740

GERMANY--4.8%		
Bankgesellschaft Berlin AG.....	550	10,008
Deutsche Lufthansa AG.....	28,000	382,116
Deutsche Telekom AG*.....	14,080	296,917
Viag AG.....	57	21,669
Viag AG (VAR).....	500	196,257

		906,967

GHANA--0.3%		
Ashanti Goldfields Co. Ltd. (GDR) ..	5,000	61,875

GREECE--0.7%		
Hellenic Sugar Industrie S.A.....	6,000	55,693
Hellenic Telecommunication Organization S.A.	5,000	85,424

		141,117

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
WORLDWIDE PRIVATIZATION PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
HONG KONG--0.3%		
Guangshen Railway Co. Ltd. (ADR)*.....	2,500	\$ 51,563

HUNGARY--1.8%		
Mol Magyar Olaj Es Gazipari Right (GDR) (a)	9,000	111,600
OTP Bank (GDR).....	4,000	71,000
Tiszai Vegyi Kombinatt Rt (GDR)*.....	9,000	100,800
Zalakeramia AG.....	1,300	55,071

		338,471

INDIA--0.6%		
Industrial Credit & Investment Corp. of India Ltd. (GDR)* (a)	3,000	28,500
State Bank of India (GDR)*.....	2,000	33,740
Steel Authority India (GDR).....	6,000	54,600

		116,840

INDONESIA--2.0%		
Indosat.....	70,000	192,634
PT Telekomunikasi Indonesia.....	22,000	37,955
PT Telekomunikasi Indonesia (ADR).....	3,000	103,500
Tambang Timah (GDR).....	2,000	35,200

		369,289

IRELAND--0.9%		
Greencore Group.....	15,000	96,085
Irish Life Plc (Dublin Listing).....	17,558	81,378

		177,463

ISRAEL--0.6%		
Bank Hapoalim B.M.*.....	38,000	60,227
Tadiran Ltd. (ADR).....	2,000	56,250

		116,477

ITALY--3.6%		
Ente Nazionale Idrocarburi S.p.A....	40,000	205,273
IMI LNV.....	16,000	137,113
Instituto Nazionale delle Assicurazioni	70,000	91,180

Telecom Italia Mobile*.....	25,000	63,200
Telecom Italia Mobile di Risp.....	50,000	97,561
Telecom Italia Mobile di Risp S.p.A.	55,000	78,494

		672,821

JAPAN--2.3%		
DDI Corp.....	30	198,429
East Japan Railway Co.....	30	134,962
Japan Tobacco, Inc.....	15	101,675

		435,066

KOREA--2.9%		
Korea Electric Power Corp. (ADR)....	4,000	\$ 82,000
Korea Mobile Telecommunications Corp. (ADR)* (a)	36,359	468,122

		550,122

MALAYSIA--0.4%		
Petronas Gas Bhd.....	20,000	83,152

MEXICO--2.1%		
ALFA S.A. de C.V.*.....	25,000	116,552
Grupo Financiero Bancomer S.A. de C.V. Series B Npv*	200,000	80,030
Grupo Financiero Bancomer S.A. de C.V. Series L Npv*	1,315	443
Grupo Financiero Banorte*.....	55,000	54,497
Telefonos de Mexico S.A. Series L (ADR) *	4,500	148,500

		400,022

NETHERLANDS--3.4%		
Akzo Nobel N.V.....	2,000	273,385
European Vinyls Corp. International N.V.	3,200	101,570
KLM Royal Dutch Airlines N.V.....	3,992	112,373
Koninkluke PTT Nederland N.V.....	4,000	152,679

		640,007

NEW ZEALAND--2.2%		
Telecom Corp. of New Zealand Ltd....	18,000	91,877
Tranz Rail Holdings Ltd.*.....	36,500	221,916
Trustpower Ltd.....	60,400	106,751

		420,544

NORWAY--1.6%		
Christiana Bank OG Kreditkasse.....	30,000	94,054
Den Norske Bank.....	25,000	94,675
Norsk Hydro ASA.....	2,000	107,091

		295,820

PAKISTAN--0.4%		
Hub Power Co. (GDR)*.....	2,000	38,500
Pakistan Telecom C (GDR)*.....	500	30,000

		68,500

PERU--1.0%		
Cementos Norte Pacasmay Series C....	33,316	44,779
Cementos Norte Pacasmay Series I....	20,000	28,183
Telefonica del Peru S.A.....	62,000	115,382

		188,344

PHILIPPINES--2.5%		
First Philippines Holdings Corp.....	59,000	134,601

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
WORLDWIDE PRIVATIZATION PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

SHARES U.S. \$ VALUE

International Container

Terminal Svc.*	150,000	\$ 78,422
Manila Electric Co.	32,000	261,597
		474,620
POLAND--0.7%		
Banka Przenyslowo Handlowy	1,000	64,518
Elektrim S.A.	8,000	72,540
		137,058
PORTUGAL--0.5%		
Portugal Telecom S.A.	3,000	85,521
RUSSIA--2.5%		
Gazprom (ADR)* (a)	6,000	106,500
RNGS Holdings Ltd., pfd.*	1,000	360,161
		466,661
SOUTH AFRICA--0.5%		
Iskor Ltd.	121,621	86,826
SPAIN--2.8%		
Argentaria S.A.	2,000	89,505
Emp Nac Electricid.	2,000	142,345
Empresa Nacional de Celulosas S.A.	7,000	83,844
Gas Natural SDG S.A.	400	93,048
Repsol S.A.	3,200	122,750
		531,492
SWEDEN--0.5%		
Sparbanken Sverige AB Cl.A (a)	5,000	85,778
THAILAND--1.0%		
Electricity Generating Public of Thailand	10,000	27,294
Industrial Finance of Thailand	10,000	26,710
Industrial Finance of Thailand (Foreign)	50,000	135,499
		189,503
TURKEY--0.9%		
Eregli Demirve Celik Fabrikalari T.A.S.	500,000	59,935
	SHARES OR	
	PRINCIPAL	
	AMOUNT	
	(000)	U.S. \$ VALUE
Petkim Petrokimya Holdings A.S.	75,000	\$ 30,083
Tupras Turkiye Petrol Rafinerileri A.S.*	150,000	37,344
Usas Ucak Servisi A.S.	25,000	50,715
		178,077
UNITED KINGDOM--11.4%		
Anglian Water Plc.	20,700	208,525
British Energy Plc.	223,000	557,786
East Midlands Electricity Plc.	3,000	34,024
National Grid Group Plc.	103,411	345,471
National Power Plc.	17,000	142,128
Northern Ireland Electricity Plc.	17,000	110,091
Powergen Plc.	18,244	178,783
RJB Mining Plc.	6,000	43,871
Scottish Hydro Electric Plc.	14,000	78,431
Stagecoach Holdings Plc.	27,172	325,859
Wessex Water Plc.	17,333	110,466
		2,135,435
UNITED STATES--3.1%		
Central European Media Enterprises Ltd.*	2,000	63,000
Pharmacia & Upjohn, Inc.	13,100	519,088
		582,088
Total Common Stocks and Other Investments (cost \$14,365,779)		15,694,418

SHORT-TERM INVESTMENTS--14.1%		
TIME DEPOSIT--14.1%		
State Street Bank and Trust Co.		
5.00%, 1/02/97		
(amortized cost \$2,652,000).....	\$ 2,652	2,652,000

TOTAL INVESTMENTS--97.6%		
(cost \$17,017,779).....		18,346,418
Other assets less liabilities--2.4%.		460,395

NET ASSETS--100.0%.....		\$ 18,806,813
=====		

* Non-income producing security.

(a) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration normally applied to certain qualified buyers. At December 31, 1996, the aggregate market value of these securities amounted to \$800,500 or 4.3% of net assets.

See Glossary of Terms on page B-43.

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 CONSERVATIVE INVESTORS PORTFOLIO
 PORTFOLIO OF INVESTMENTS
 DECEMBER 31, 1996

	SHARES	U.S. \$ VALUE
	-----	-----
COMMON STOCKS AND		
OTHER INVESTMENTS--29.7%		
BASIC INDUSTRIES--1.0%		
CHEMICALS--0.6%		
Akzo Nobel N.V.....	300	\$ 41,008
Bayer AG.....	700	28,568
Cytec Industries, Inc.*.....	250	10,156
Freeport McMoran, Inc.....	900	28,912
Monsanto Co.....	800	31,100
Olin Corp.....	100	3,763

		143,507

CONTAINERS--0.2%		
Crown Cork & Seal, Inc.		
4.5% conv. pfd.....	800	43,500

METALS & MINING--0.2%		
Reynolds Metals Co.....	625	35,234

PAPER & FOREST		
PRODUCTS--0.0%		
Louisiana-Pacific Corp.	300	6,338

		228,579

CAPITAL GOODS--2.2%		
ELECTRICAL EQUIPMENT--1.0%		
General Electric Co.....	1,000	98,875
Hitachi Ltd.....	5,000	46,628
Matsushita Electric Industrial Co., Ltd..	2,000	32,640
Sharp Corp.....	1,000	14,248
Sumitomo Electric Industries.....	1,000	13,988

		206,379

ENGINEERING &		
CONSTRUCTION--0.3%		
American Standard Cos., Inc.*.....	600	22,950
Bouygues.....	4	415
Martin Marietta Materials, Inc.....	200	4,650
Matsushita Electric Works.....	1,000	8,609
National House Industrial Co.....	1,000	13,297
Uralita S.A.....	600	4,691

		54,612

MACHINERY--0.4%		
Allied-Signal, Inc.....	1,200	80,400

Coltec Industries, Inc.*.....	600		11,325

			91,725

POLLUTION CONTROL--0.5%			
Republic Industries, Inc.*.....	350		10,916
USA Waste Services, Inc.*.....	1,800	\$	57,375
WMX Technologies, Inc.	1,500		48,937

			117,228

			469,944

CONSUMER			
MANUFACTURING--0.5%			
AUTO & RELATED--0.2%			
Bajaj Auto Ltd. (GDR) (a).....	200		6,650
Magneti Marelli S.p.A.	11,700		14,538
Toyota Corp.....	1,000		28,754

			49,942

OTHER--0.3%			
Fuji Photo Film.....	1,000		32,985
Shimano, Inc.....	1,000		17,011

			49,996

			99,938

CONSUMER SERVICES--4.0%			
AIRLINES--0.2%			
Deutsche Lufthansa AG.....	1,200		16,376
Northwest Airlines Corp. Cl.A*.....	700		27,388

			43,764

APPAREL--0.1%			
Cone Mills Corp.*.....	1,500		11,812

BROADCASTING & CABLE--0.6%			
Cablevision Systems Corp. Cl.A*.....	700		21,437
Indonesian Satellite Corp. (ADR).....	500		13,688
Liberty Media Group, Inc. Cl.A*.....	200		5,713
Reuters Holdings Plc.....	2,000		25,715
Societe Television Francaise.....	330		31,547
Viacom, Inc. Cl.B*.....	1,005		35,049

			133,149

ENTERTAINMENT & LEISURE--0.6%			
Carnival Corp. Cl.A.....	100		3,300
ITT Corp.*.....	400		17,350
Resorts World Bhd.....	3,000		13,661
Time Warner, Inc.....	600		22,500
Walt Disney Co.....	1,170		81,461

			138,272

PRINTING & PUBLISHING--0.2%			
New York Times Co. Cl.A.....	1,300		49,400

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 CONSERVATIVE INVESTORS PORTFOLIO
 PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES		U.S. \$ VALUE
	-----		-----
RESTAURANTS & LODGING--0.5%			
Brinker International, Inc.*.....	2,050	\$	32,800
Host Marriott Corp.*.....	2,000		32,000
La Quinta Inns, Inc.....	1,800		34,425

			99,225

RETAILING--1.8%			

AutoZone, Inc.*.....	3,100	85,250
CompUSA, Inc.*.....	2,800	57,750
Dayton Hudson Corp.....	1,200	47,100
Federated Department Stores, Inc.*.....	1,000	34,125
Fingerhut Cos., Inc.....	1,400	17,150
Hornbach Holding AG pfd.....	400	28,594
PT Ramayana Lestari Sentosa*.....	500	1,079
Reebok International Ltd.....	1,975	82,950
Sears Plc.....	16,000	25,767
Woolworths Ltd.....	8,000	19,267

		399,032

		874,654

CONSUMER STAPLES--3.7%		
BEVERAGES--0.4%		
Cadbury Schweppes Plc.....	3,000	25,338
Grand Metropolitan Plc.....	3,500	27,463
Kirin Brewery Co., Ltd.....	4,000	39,375

		92,176

COSMETICS--0.6%		
Colgate-Palmolive Co.....	625	57,656
Gillette Co.....	695	54,036
Shiseido Co., Ltd.....	2,000	23,142

		134,834

FOOD--1.0%		
Campbell Soup Co.....	700	56,175
Coca-Cola Co.....	1,100	57,888
Ezaki Glico Co.....	2,000	17,270
Nabisco Holdings Corp. Cl.A.....	1,325	51,509
Nestle S.A.....	26	27,913

		210,755

HOUSEHOLD PRODUCTS--0.5%		
First Brands Corp.....	750	21,281
Sunbeam Corp.....	3,700	95,275

		116,556

RETAIL - FOOD--0.2%		
Tesco Plc.....	7,400	44,879

TOBACCO--1.0%		
B.A.T. Industries Plc.....	3,000	\$ 24,876
Loews Corp.....	200	18,850
Philip Morris Cos., Inc.....	1,290	145,286
PT Hanjaya Mandala Sampoerna	3,000	16,004

		205,016

		804,216

ENERGY--2.8%		
DOMESTIC INTEGRATED--0.5%		
Exxon Corp.....	1,100	107,800

OIL & GAS SERVICES--2.3%		
Apache Corp.....	1,100	38,912
Baker Hughes, Inc.....	1,600	55,200
BJ Services Co.*.....	1,600	81,600
Halliburton Co.....	350	21,088
Louisiana Land & Exploration Co.....	700	37,538
Nabors Industries, Inc.*.....	2,200	42,350
Noble Drilling Corp.*.....	800	15,900
Schlumberger Ltd.....	650	64,919
Total S.A. Cl.B.....	206	16,755
Transocean Offshore, Inc.....	900	56,362
Union Pacific Corp.....	800	48,100
Union Pacific Resources Group, Inc.....	677	19,802

		498,526

		606,326

FINANCE--4.6%		
BANKING & CREDIT--1.8%		
American Express Co.....	1,600	90,400
Bangkok Bank Public Co., Ltd.....	700	6,769
Bank of Tokyo - Mitsubishi, Ltd.....	1,000	18,565

Beneficial Corp.....	250	15,844
BG Bank A/S.....	300	14,056
Compagnie de Suez S.A.*.....	200	8,504
Dao Heng Bank Group Ltd.....	3,000	14,390
Deutsche Bank AG.....	700	32,707
First Union Corp.....	1,300	96,200
MBNA Corp.....	1,900	78,850
Sakura Bank Ltd.....	2,000	14,299
Sparbanken Sverige AB A Shares	500	8,578

		399,162

BROKERAGE & MONEY

MANAGEMENT--0.5%		
Merrill Lynch & Co., Inc.....	800	65,200
Nomura Securities Co., Ltd.....	2,000	30,049

		95,249

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 CONSERVATIVE INVESTORS PORTFOLIO
 PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
INSURANCE--1.6%		
General Accident Plc.....	2,000	\$ 26,178
Internationale Nederlanden Groep N.V.*....	1,062	38,260
Istituto Nazionale delle Assicurazioni....	16,000	20,841
ITT Hartford Group, Inc.....	100	6,750
MGIC Investment Corp.....	300	22,800
PennCorp Financial Group, Inc.....	1,100	39,600
PMI Group, Inc.....	100	5,538
TIG Holdings, Inc.....	1,000	33,875
Tokio Marine and Fire Co., Ltd.*.....	2,000	18,824
Travelers Group, Inc.....	2,700	122,512
United Assurance Group Plc*.....	1,300	10,690
Scrip*.....	3,900	0
Zurich Versicherungsgesellschaft.....	30	8,338

		354,206

REAL ESTATE--0.1%		
Daito Trust Construction.....	2,400	26,733

OTHER--0.6%		
Associates First Capital Corp.*.....	1,000	44,125
Dean Witter, Discover & Co.....	1,300	86,125

		130,250

		1,005,600

HEALTH CARE--3.7%		
BIOTECHNOLOGY--0.3%		
Centocor, Inc.*.....	1,643	58,840

DRUGS--2.2%		
Amgen, Inc.*.....	800	43,550
Biogen, Inc.*.....	1,501	57,976
GelTex Pharmaceuticals, Inc.*.....	200	4,800
Merck & Co., Inc.....	1,100	87,175
Novartis AG *.....	21	24,432
Orion-Yhtymne OY Cl.B.....	200	7,696
Pfizer, Inc.....	1,000	82,875
Smithkline Beecham Plc.....	2,330	48,501
Taisho Pharmaceutical Co.....	1,000	23,573
UniChem Plc.....	5,000	21,029
Warner-Lambert Co.....	400	30,000
Yamanouchi Pharmaceutical.....	2,000	41,102

		472,709

MEDICAL PRODUCTS--0.3%		
Fresenius Medical Care AG*.....	250	21,396
Medtronic, Inc.....	760	51,680

		73,076

MEDICAL SERVICES--0.9%		
Columbia/HCA Healthcare Corp.....	2,000	\$ 81,500
Oxford Health Plans, Inc.*.....	900	52,706
Pacificare Health Systems, Inc.*.....	300	25,538
Steris Corp.*.....	868	37,812

		197,556

		802,181

MULTI INDUSTRY--0.6%		
Berjaya Sports Toto Bhd.....	2,000	9,978
BTR Plc.....	3,598	17,568
Compagnie Generale des Eaux.....	203	25,157
Swire Pacific Ltd. Cl.A.....	1,000	9,535
U.S. Industries, Inc.*.....	1,700	58,438

		120,676

TECHNOLOGY--5.6%		
AEROSPACE & DEFENSE--0.3%		
Boeing Co.....	400	42,550
United Technologies Corp.....	400	26,400

		68,950

COMMUNICATIONS		
EQUIPMENT--0.3%		
Nokia Corp. (ADR).....	400	23,050
Scientific-Atlanta, Inc.....	1,500	22,500
Vanguard Cellular Systems, Inc.*.....	1,000	15,625

		61,175

COMPUTER HARDWARE--0.2%		
Compaq Computer Corp.*.....	600	44,550

COMPUTER PERIPHERALS--0.1%		
Seagate Technology, Inc.*.....	700	27,650

COMPUTER SOFTWARE & SERVICES--1.8%		
Ceridian Corp.*.....	1,000	40,500
Electronic Data Systems Corp.	550	23,787
First Data Corp.....	1,000	36,500
Informix Corp.*.....	3,400	69,487
Intergraph Corp.*.....	1,500	15,563
Microsoft Corp.*.....	600	49,612
Netscape Communications Corp.*.....	600	34,125
Oracle Corp.*.....	1,712	71,369
Sterling Commerce, Inc.*.....	477	16,814
Sterling Software, Inc.*.....	300	9,488
Storage Technology Corp.*.....	200	9,525
The Learning Co., Inc.*.....	500	7,188

		383,958

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
CONSERVATIVE INVESTORS PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
NETWORK SOFTWARE--1.1%		
3Com Corp.*.....	1,600	\$ 117,300
Cisco Systems, Inc.*.....	1,900	121,006

		238,306

OFFICE EQUIPMENT & SERVICES--0.2%		
Canon, Inc.....	2,000	44,210

SEMI-CONDUCTORS & RELATED--0.8%		
Altera Corp.*.....	1,050	76,322
Intel Corp.....	500	65,469
National Semiconductor Corp.*.....	500	12,187
Teradyne, Inc.*.....	500	12,188
Texas Instruments, Inc.....	100	6,375

		172,541
TELECOMMUNICATIONS--0.8%		
Asia Satellite Telecom Ltd.*	8,000	18,566
British Telecommunications Plc.	3,000	20,302
Deutsche Telekom AG*	1,000	20,375
Frontier Corp.	600	13,575
Korea Mobile Telecommunications Corp. (ADR) (a)		
	2,575	33,153
MFS Communications, Inc.*	400	21,750
Telecom Corp. of New Zealand Ltd.	3,000	15,313
Telephone and Data Systems, Inc.	700	25,375
WorldCom, Inc.* (a)	400	10,425
		178,834
		1,220,174
TRANSPORTATION--0.5%		
RAILROADS--0.5%		
Burlington Northern Santa Fe	400	34,550
Canadian Pacific, Ltd.	2,700	71,550
		106,100
TRUCKING--0.0%		
Nippon Express Co., Ltd.	2,000	13,712
		119,812
UTILITIES--0.5%		
ELECTRIC & GAS--0.5%		
CINergy Corp.	500	16,688
FPL Group, Inc.	800	36,800
Hong Kong and China Gas Co., Ltd.		
warrants, expiring 9/30/97 *	500	278
	SHARES OR PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
Tokyo Electric Power Co.	1,000	\$ 21,932
Veba AG	400	23,135
		98,833
Total Common Stocks and Other Investments (cost \$5,798,773)		6,450,933
CORPORATE BONDS--11.5%		
Bear Stearns Cos., Inc.		
6.75%, 5/01/01	\$ 200	200,474
Chase Manhattan Corp.		
6.25%, 1/15/06	200	189,418
Deutsche Bank Financial, Inc.		
6.70%, 12/13/06	350	343,525
John Hancock Mutual Life Insurance Co.		
7.375%, 2/15/24 (a)	300	289,161
RAS Laffan Liquefied Natural Gas		
8.294%, 9/15/14 (a)	350	357,000
St. George Bank Ltd.		
7.15%, 10/15/05 (a)	425	424,328
Time Warner, Inc.		
9.15%, 2/01/23	315	341,457
Zions Institutional Capital Trust A		
8.536%, 12/15/26 (a)	350	360,626
Total Corporate Bonds (cost \$2,475,064)		2,505,989
U.S. GOVERNMENT OBLIGATIONS--38.2%		
Federal Home Loan Bank		
7.00%, 9/01/11	483	483,142
Federal National Mortgage Association		
6.00%, 4/01/11	483	464,685
6.50%, 6/01/11	338	332,198
7.00%, 5/01/26	608	594,550
U.S. Treasury Bond		
6.50%, 11/15/26	190	186,468
U.S. Treasury Notes		

5.75%, 10/31/00.....	1,440	1,420,877
5.75%, 8/15/03.....	895	868,150
6.25%, 10/31/01.....	610	610,573
6.375%, 5/15/99.....	2,795	2,819,009
6.50%, 8/15/05.....	145	145,929
7.75%, 12/31/99.....	355	371,309

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 CONSERVATIVE INVESTORS PORTFOLIO
 PORTFOLIO OF INVESTMENTS (CONT'D)

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
Total U.S. Government Obligations (cost \$8,281,724).....		\$ 8,296,890
YANKEE--1.8% Province of Quebec 7.125%, 2/09/24 (cost \$358,282).....	\$ 400	383,016
SHORT-TERM INVESTMENTS--17.9% U.S. GOVERNMENT OBLIGATIONS--17.9% Federal Home Loan Mortgage Corp. 5.70%, 1/02/97 (amortized cost \$3,899,383).....	3,900	3,899,383
TOTAL INVESTMENTS--99.1% (cost \$20,813,226).....		\$ 21,536,211
Other assets less liabilities--0.9%.....		192,982
NET ASSETS--100.0%.....		\$ 21,729,193

DISTRIBUTION OF INVESTMENTS BY GLOBAL REGION
 AS A PERCENT OF TOTAL INVESTMENTS

Canada.....	2.1%
Japan.....	2.5
New Zealand and Australia.....	0.2
Scandinavia.....	0.2
Southeast Asia.....	0.4
United Kingdom.....	1.4
United States**.....	90.9
Other European Countries.....	2.3

	100.0%
	=====

** Includes Short-Term Investments of 18.1%.

* Non-income producing security.
 (a) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration normally applied to certain qualified buyers. At December 31, 1996, the aggregate market value of these securities amounted to \$1,481,343 or 6.8% of net assets.
 See Glossary of Terms on page B-43.
 See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 GROWTH INVESTORS PORTFOLIO
 PORTFOLIO OF INVESTMENTS
 DECEMBER 31, 1996)

	SHARES	U.S. \$ VALUE
COMMON STOCKS AND OTHER INVESTMENTS--75.0%		
BASIC INDUSTRIES--3.3%		

CHEMICALS--2.6%		
Akzo Nobel N.V.....	400	\$ 54,677
Bayer AG.....	1,100	44,892
Cytec Industries, Inc.*.....	800	32,500
Freeport McMoran, Inc.....	1,500	48,187
Monsanto Co.....	2,000	77,750
Olin Corp.....	500	18,813

		276,819

CONTAINERS--0.4%		
Crown Cork & Seal, Inc.		
4.5% conv. pfd.....	800	43,500

METALS & MINING--0.3%		
Reynolds Metals Co.....	535	30,161

		350,480

CAPITAL GOODS--5.7%		
ELECTRICAL EQUIPMENT--1.9%		
General Electric Co.....	900	88,988
Hitachi Ltd.....	6,000	55,954
Matsushita Electrical Industrial Co., Ltd.	2,000	32,640
Sharp Corp.....	1,000	14,247
Sumitomo Electric Industries.....	1,000	13,988

		205,817

ENGINEERING &		
CONSTRUCTION--1.0%		
American Standard Cos., Inc.*.....	1,600	61,200
Bouygues.....	8	829
Martin Marietta Materials, Inc.....	500	11,625
Matsushita Electric Works.....	1,000	8,609
National House Industrial Co.....	2,000	26,595
Uralita S.A.....	600	4,691

		113,549

MACHINERY--1.1%		
Allied-Signal, Inc.....	1,200	80,400
Coltec Industries, Inc.*.....	2,000	37,750

		118,150

POLLUTION CONTROL--1.7%		
Republic Industries, Inc.*.....	850	26,509
USA Waste Services, Inc.*.....	1,700	54,188
WMX Technologies, Inc.....	3,000	97,875

		178,572

		616,088

CONSUMER		
MANUFACTURING--1.2%		
AUTO & RELATED--0.7%		
Bajaj Auto Ltd. (GDR)* (a).....	300	\$ 9,975
Magneti Marelli S.p.A.	9,700	12,053
Toyota Corp.....	2,000	57,508

		79,536

OTHER--0.5%		
Fuji Photo Film.....	1,000	32,985
Shimano, Inc.....	1,000	17,011

		49,996

		129,532

CONSUMER SERVICES--10.0%		
AIRLINES--1.0%		
Delta Air Lines, Inc.....	700	49,612
Deutsche Lufthansa AG.....	1,800	24,565
Northwest Airlines Corp. Cl.A*.....	700	27,388

		101,565

APPAREL--0.2%		
Cone Mills Corp.*.....	3,000	23,625

BROADCASTING &		
CABLE--1.7%		

Cablevision Systems Corp. Cl.A*	1,250	38,281
Indonesian Satellite Corp. (ADR)	1,000	27,375
Liberty Media Group Cl.A*	200	5,713
Reuters Holdings Plc.	3,000	38,573
Societe Television Francaise.	300	28,679
TCI Group Series A*	1,000	13,062
Viacom, Inc. Cl.B*	1,014	35,363

		187,046

ENTERTAINMENT & LEISURE--1.9%		
Carnival Corp. Cl.A.	100	3,300
ITT Corp.*	1,100	47,712
Resorts World Bhd.	6,000	27,321
Time Warner, Inc.	1,500	56,250
Walt Disney Co.	966	67,258

		201,841

PRINTING & PUBLISHING--0.4%		
New York Times Co. Cl.A.	1,000	38,000

RESTAURANTS & LODGING--1.1%		
Brinker International, Inc.*	2,000	32,000
Host Marriott Corp.*	3,700	59,200

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH INVESTORS PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
La Quinta Inns, Inc.	1,600	\$ 30,600

		121,800

RETAILING--3.7%		
AutoZone, Inc.*	3,100	85,250
CompUSA, Inc.*	2,800	57,750
Dayton Hudson Corp.	900	35,325
Federated Department Stores, Inc.*	900	30,713
Fingerhut Cos., Inc.	3,000	36,750
Hornbach Holding AG pfd.	550	39,316
PT Ramayana Lestari Sentosa*	500	1,080
Reebok International Ltd.	1,670	70,140
Sears Plc.	14,600	23,512
Woolworths Ltd.	8,000	19,267

		399,103

		1,072,980

CONSUMER STAPLES--7.4%		
BEVERAGES--0.8%		
Cadbury Schweppes Plc.	3,000	25,338
Grand Metropolitan Plc.	3,500	27,463
Kirin Brewery Co., Ltd.	3,000	29,531

		82,332

COSMETICS--1.3%		
Colgate-Palmolive Co.	560	51,660
Gillette Co.	645	50,149
Shiseido Co., Ltd.	3,000	34,712

		136,521

FOOD--2.3%		
Campbell Soup Co.	790	63,398
Coca-Cola Co.	1,200	63,150
Ezaki Glico Co.	4,000	34,539
Nabisco Holdings Corp. Cl.A.	1,045	40,624
Nestle S.A.	40	42,944

		244,655

HOUSEHOLD PRODUCTS--0.8%		
Sunbeam Corp.	3,500	90,125

RETAIL - FOOD--0.3%		
Tesco Plc.....	5,600	33,962

TOBACCO--1.9%		
B.A.T. Industries Plc.....	3,200	26,534
Loews Corp.....	500	47,125
Philip Morris Cos., Inc.....	1,050	118,256
PT Hanjaya Mandala Sampoerna	3,000	16,004

207,919		

795,514		

ENERGY--8.4%		
DOMESTIC INTEGRATED--0.8%		
Exxon Corp.....	900	\$ 88,200

INTERNATIONAL--0.1%		
Tatneft (ADR)* (a).....	100	4,600

OIL & GAS SERVICES--7.5%		
Apache Corp.....	2,500	88,437
Baker Hughes, Inc.....	4,400	151,800
BJ Services Co.*.....	2,100	107,100
Halliburton Co.....	700	42,175
Louisiana Land & Exploration Co.....	1,500	80,437
Nabors Industries, Inc.*.....	2,900	55,825
Noble Drilling Corp.*.....	3,000	59,625
Schlumberger Ltd.....	800	79,900
Total S.A. Cl.B.....	508	41,318
Transocean Offshore, Inc.....	1,350	84,544
Union Pacific Resources Group, Inc.....	508	14,859

806,020		

898,820		

FINANCE--11.7%		
BANKING & CREDIT--4.0%		
American Express Co.....	2,000	113,000
Bangkok Bank Public Co., Ltd.....	1,000	9,670
Bank of Tokyo - Mitsubishi, Ltd.....	1,000	18,565
BG Bank A/S.....	300	14,056
Compagnie de Suez S.A.*.....	400	17,007
Dao Heng Bank Group Ltd.....	3,000	14,390
Deutsche Bank AG.....	300	14,017
First Union Corp.....	1,300	96,200
MBNA Corp.....	1,800	74,700
Overseas Chinese Bank.....	1,100	13,678
Sakura Bank Ltd.....	3,000	21,449
Sparbanken Sverige AB A Shares.....	1,000	17,156

423,888		

BROKERAGE & MONEY		
MANAGEMENT--0.9%		
Merrill Lynch & Co., Inc.....	700	57,050
Nomura Securities Co., Ltd.....	3,000	45,074

102,124		

INSURANCE--4.9%		
General Accident Plc.....	2,000	26,178
Internationale Nederlanden Groep N.V.*....	1,510	54,400
Istituto Nazionale delle Assicurazioni....	14,000	18,236

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH INVESTORS PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
Life Re Corp.....	1,500	\$ 57,937
MGIC Investment Corp.....	950	72,200
Penncorp Financial Group, Inc.....	1,100	39,600
PMI Group, Inc.....	100	5,538
TIG Holdings, Inc.....	2,000	67,750
Tokio Marine and Fire Co. Ltd.*.....	3,000	28,236
Travelers Group, Inc.....	2,333	105,860
United Assurance Group Plc*.....	3,000	24,670
Scrip*.....	9,000	0

Zurich Versicherungsgesellschaft.....	80	22,234	
		522,839	

REAL ESTATE--0.5%			
Beneficial Corp.....	500	31,688	
Daito Trust Construction.....	2,400	26,733	
		58,421	

OTHER--1.4%			
Associates First Capital Corp.*.....	1,500	66,187	
Dean Witter, Discover & Co.....	1,200	79,500	
		145,687	
		1,252,959	

HEALTH CARE--7.7%			
BIOTECHNOLOGY--0.4%			
Centocor, Inc.*.....	1,330	47,631	

DRUGS--5.1%			
Amgen, Inc.*.....	690	37,562	
Biogen, Inc.*.....	1,980	76,477	
GelTex Pharmaceuticals, Inc.*.....	200	4,800	
Merck & Co., Inc.	1,080	85,590	
Novartis AG*.....	21	24,432	
Orion-Yhtymne OY Cl.B.....	500	19,239	
Pfizer, Inc.....	900	74,588	
Smithkline Beecham Plc.....	2,019	27,948	
Taisho Pharmaceutical Co.....	2,000	47,146	
UniChem Plc.....	1,500	6,309	
Warner-Lambert Co.....	1,300	97,500	
Yamanouchi Pharmaceutical.....	2,000	41,102	
		542,693	

MEDICAL PRODUCTS--0.7%			
Fresenius Medical Care AG*.....	250	21,396	
Medtronic, Inc.....	750	51,000	
		72,396	

MEDICAL SERVICES--1.5%			
Columbia/HCA Healthcare Corp.....	1,800	73,350	
Oxford Health Plans, Inc.*.....	600	\$ 35,138	
Pacificare Health Systems, Inc.*.....	200	17,025	
Steris Corp.*.....	790	34,414	
		159,927	
		822,647	

MULTI INDUSTRY--2.1%			
Berjaya Sports Toto Bhd.....	3,000	14,967	
BTR Plc.....	4,346	21,220	
Compagnie Generale des Eaux.....	254	31,478	
Hutchison Whampoa Ltd.....	1,000	7,855	
Swire Pacific Ltd. Cl.A.....	1,000	9,535	
U.S. Industries, Inc.*.....	4,000	137,500	
		222,555	

TECHNOLOGY--15.3%			
AEROSPACE & DEFENSE--0.8%			
Boeing Co.....	550	58,506	
United Technologies Corp.....	400	26,400	
		84,906	

COMMUNICATIONS			
EQUIPMENT--1.6%			
Nokia Corp. (ADR).....	1,500	86,437	
Scientific-Atlanta, Inc.....	2,600	39,000	
Vanguard Cellular Systems, Inc.*.....	3,000	46,875	
		172,312	

COMPUTER HARDWARE--0.5%			
Compaq Computer Corp.*.....	630	46,778	

COMPUTER PERIPHERALS--0.6%			
Seagate Technology, Inc.*.....	1,700	67,150	

COMPUTER SOFTWARE &
SERVICES--4.8%

Ceridian Corp.*.....	2,500	101,250
Electronic Data Systems Corp.	550	23,787
First Data Corp.....	850	31,025
Informix Corp.*.....	5,150	105,253
Intergraph Corp.*.....	2,000	20,750
Microsoft Corp.*.....	500	41,344
Netscape Communications Corp.*.....	600	34,125
Oracle Corp.*.....	2,062	85,960
Sterling Commerce, Inc.*.....	716	25,239
Sterling Software, Inc.*.....	450	14,231
Storage Technology Corp.*.....	500	23,812
The Learning Co., Inc.*.....	250	3,594

		510,370

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH INVESTORS PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
	-----	-----
NETWORK SOFTWARE--2.4%		
3Com Corp.*.....	1,475	\$ 108,136
Cisco Systems, Inc.*.....	2,250	143,297

		251,433

OFFICE EQUIPMENT & SERVICES--0.6%		
Canon, Inc.....	3,000	66,316

SEMI-CONDUCTORS & RELATED--1.6%		
Altera Corp.*.....	1,000	72,687
Intel Corp.....	400	52,375
National Semiconductor Corp.*.....	1,000	24,375
Teradyne, Inc.*.....	500	12,188
Texas Instruments, Inc.....	200	12,750

		174,375

TELECOMMUNICATIONS--2.4%		
Asia Satellite Telecom Ltd.*.....	6,000	13,925
British Telecommunications Plc.....	3,600	24,362
Deutsche Telekom AG*.....	2,000	40,750
DSC Communications Corp.*.....	1,500	26,906
Frontier Corp.....	1,200	27,150
Korea Mobile Telecommunications Corp. (ADR) (a).....	2,060	26,522
MFS Communications, Inc.*.....	1,000	54,375
Telecom Corp. of New Zealand Ltd.....	3,000	15,313
WorldCom, Inc.* (a).....	1,200	31,275

		260,578

		1,634,218

TRANSPORTATION--1.3%		
RAILROADS--1.1%		
Burlington Northern Santa Fe.....	400	34,550
Canadian Pacific Ltd.....	2,000	53,000
Union Pacific Corp.....	600	36,075

		123,625

TRUCKING--0.2%		
Nippon Express Co., Ltd.....	3,000	20,568

		144,193

UTILITIES--0.9%		
ELECTRIC & GAS--0.9%		
CINergy Corp.....	300	10,013
FPL Group, Inc.....	600	27,600

Hong Kong & China Gas Co., Ltd. warrants, expiring 9/30/97 *.....	600	\$ 334

Tokyo Electric Power Co.....	1,000	21,932
Veba AG.....	600	34,702

		94,581

Total Common Stocks and Other Investments (cost \$7,313,939).....		8,034,567

CORPORATE BONDS--6.3%		
Alaska Steel Corp. 9.125%, 12/15/06 (a).....	\$ 50	51,500
Auburn Hills Trust 12.00%, 5/01/20	50	75,797
Calenergy, Inc. 9.50%, 9/15/06.....	35	36,138
Chase Manhattan Corp. 6.25%, 1/15/06.....	100	94,709
Deutsche Bank Financial, Inc. 6.70%, 12/13/06.....	75	73,612
RAS Laffan Liquefied Natural Gas 8.294%, 9/15/14 (a).....	95	96,900
Reliance Industries Ltd. 10.50%, 8/06/46 (a).....	50	51,753
Republic of Poland 4.00%, 10/27/14 (b).....	75	63,656
Time Warner, Inc. 9.15%, 2/01/23.....	60	65,039
USX Corp. 9.125%, 1/15/13.....	60	68,496

Total Corporate Bonds (cost \$667,479).....		677,600

U.S. GOVERNMENT OBLIGATIONS--13.5%		
Federal Home Loan Bank 7.00%, 9/01/11.....	82	82,134
Federal National Mortgage Association 6.00%, 4/01/11.....	97	92,937
6.50%, 12/01/10.....	65	63,800
7.00%, 12/01/11.....	50	49,936
7.00%, 5/01/26.....	83	80,859

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
GROWTH INVESTORS PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
	-----	-----
U.S. Treasury Notes		
5.75%, 8/15/03.....	\$ 445	\$ 431,650
6.25%, 10/31/01.....	15	15,014
6.375%, 5/15/99.....	625	630,369

Total U.S. Government Obligations (cost \$1,436,392).....		1,446,699

SHORT-TERM INVESTMENTS--4.7%		
U.S. GOVERNMENT OBLIGATIONS--4.7%		
Federal Home Loan Mortgage Corp. 5.70%, 1/02/97 (amortized cost \$499,921).....	500	499,921

TOTAL INVESTMENTS--99.5%		
(cost \$9,917,731).....		\$ 10,658,787
Other assets less liabilities--0.5%.....		50,549

NET ASSETS--100.0%.....		\$ 10,709,336
		=====

DISTRIBUTION OF INVESTMENTS BY GLOBAL REGION
AS A PERCENT OF TOTAL INVESTMENTS

Canada.....	0.5%
Japan.....	6.5
New Zealand and Australia.....	0.3

Scandinavia.....	1.3
Southeast Asia.....	1.6
United Kingdom.....	2.9
United States**.....	80.6
Other European Countries.....	6.3

	100.0%
	=====

** Includes Short-Term Investments of 4.7%.

- * Non-income producing security.
- (a) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration normally applied to certain qualified buyers. At December 31, 1996, the aggregate market value of these securities amounted to \$272,525 or 2.5% of net assets.
- (b) Coupon will increase periodically based upon a predetermined schedule. Stated interest rate in effect at December 31, 1996. See Glossary of Terms on page B-43. See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
TECHNOLOGY PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES	U.S. \$ VALUE
	-----	-----
COMMON STOCKS--70.8%		
BUSINESS SERVICES--1.0%		
Abacus Direct Corp.*.....	400	\$ 7,550
CUC International, Inc.*.....	9,500	225,625
Ingram Micro, Inc. Cl.A*.....	2,400	55,200

		288,375

COMMUNICATIONS		
EQUIPMENT--7.3%		
DSP Communications, Inc.*.....	13,200	254,925
Ericsson (L.M.) Telephone Co. (ADR).....	14,700	443,756
Gandalf Technologies, Inc.*.....	2,600	9,019
General Instrument Corp.*.....	5,000	108,125
Glenayre Technologies, Inc.*.....	17,000	366,563
Nokia Corp. (ADR)*.....	6,500	374,562
PairGain Technologies, Inc.*.....	8,000	243,500
Picturetel Corp.*.....	2,500	64,688
Scientific-Atlanta, Inc.*.....	12,400	186,000

		2,051,138

COMPUTER HARDWARE--7.4%		
Compaq Computer Corp.*.....	12,100	898,425
Dell Computer Corp.*.....	18,925	1,006,573
Sun Microsystems, Inc.*.....	7,000	179,813

		2,084,811

COMPUTER PERIPHERALS--3.8%		
Seagate Technology, Inc.*.....	15,800	624,100
Storm Technology, Inc.*.....	600	2,925
Stormedia, Inc.*.....	3,900	63,131
Western Digital Corp.*.....	6,700	381,063

		1,071,219

COMPUTER SOFTWARE & SERVICES--21.1%		
Affiliated Computer Services, Inc.*.....	6,400	188,000
Applix, Inc.*.....	6,800	147,475
Computer Sciences Corp.*.....	2,800	229,950
DST Systems, Inc.*.....	4,000	125,500
Electronic Data Systems Corp.	11,000	475,750
Farallon Communications, Inc.	14,000	88,375
First Data Corp.....	17,200	627,800
Forte Software, Inc.*.....	4,600	150,363
Gartner Group, Inc. Cl.A*.....	8,400	327,075
HBO & Co.....	4,500	267,187
I2 Technologies, Inc.*.....	2,000	77,250

Informix Corp.*.....	22,400	457,800
Integrated Systems, Inc. Cl.A*.....	5,400	\$ 139,050
Macromedia, Inc.*.....	5,000	90,625
Maxis, Inc.*.....	200	2,425
Microsoft Corp.*.....	3,000	248,063
Netscape Communications Corp.*.....	9,500	540,312
Object Design, Inc.*.....	3,900	45,094
Oracle Corp.*.....	20,950	873,353
Pegasystems, Inc.*.....	3,000	90,375
Puma Technology, Inc.*.....	1,000	17,000
Rational Software Corp.*.....	11,000	435,187
Renaissance Solutions, Inc.*.....	5,200	235,950
Software 2000, Inc.*.....	7,000	57,313
Spectrum Holobyte, Inc.*.....	800	6,050

		5,943,322

NETWORK SOFTWARE--13.5%		
3Com Corp.*.....	13,400	982,387
Ascend Communications, Inc.*.....	8,400	521,850
Cabletron Systems, Inc.*.....	11,400	379,050
Cascade Communications Corp.*.....	6,900	381,225
Cisco Systems, Inc.*.....	16,800	1,069,950
Fore Systems, Inc.*.....	10,500	345,844
Shiva Corp.*.....	3,000	104,250

		3,784,556

SEMI-CONDUCTORS & RELATED--11.9%		
Altera Corp.*.....	7,000	508,812
Applied Materials, Inc.*.....	9,200	330,625
Atmel Corp.*.....	15,000	498,750
Intel Corp.	6,680	874,662
Lam Research Corp.*.....	7,000	196,875
LSI Logic Corp.*.....	8,700	232,725
Microchip Technology, Inc.*.....	8,700	442,613
Teradyne, Inc.*.....	10,400	253,500

		3,338,562

TELECOMMUNICATIONS--0.8%		
MFS Communications, Inc.*.....	4,000	217,500

OTHER--4.0%		
Sanmina Corp.*.....	11,200	632,800
Solelectron Corp.*.....	9,000	480,375

		1,113,175

Total Common Stocks (cost \$17,832,864).....		19,892,658

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
TECHNOLOGY PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	PRINCIPAL AMOUNT (000)	U.S. \$ VALUE
	-----	-----
SHORT-TERM INVESTMENTS--28.1%		
COMMERCIAL PAPER--15.3%		
American Express Credit Corp. 5.75%, 1/06/97.....	\$ 1,300	\$ 1,298,962
Ford Motor Credit Corp. 6.00%, 1/07/97.....	1,215	1,213,785
Merrill Lynch & Co., Inc. 5.65%, 1/10/97.....	775	773,905
Prudential Funding 5.60%, 1/08/97	1,000	998,911

		4,285,563

U.S. GOVERNMENT OBLIGATIONS--12.8%		
Federal Home Loan Bank 5.42%, 1/16/97.....	1,600	1,596,387
Federal National Mortgage Association		

5.50%, 1/08/97.....	2,000	1,997,861

		3,594,248

Total Short-Term Investments (amortized cost \$7,879,811).....		7,879,811

TOTAL INVESTMENTS--98.9% (cost \$25,712,675).....		\$ 27,772,469
Other assets less liabilities--1.1%.....		310,962

NET ASSETS--100.0%.....		\$ 28,083,431
		=====

* Non-income producing security.
See Glossary of Terms on page B-43.
See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
QUASAR PORTFOLIO
PORTFOLIO OF INVESTMENTS
DECEMBER 31, 1996

	SHARES	U.S. \$ VALUE
	-----	-----
COMMON STOCKS AND OTHER INVESTMENTS--82.6%		
BASIC INDUSTRIES--9.3%		
CHEMICALS--3.7%		
Crompton & Knowles Corp.....	6,500	\$ 125,125
Cytec Industries, Inc.*.....	3,200	130,000
International Specialty Products, Inc.....	6,000	73,500

		328,625

METALS & MINING--4.8%		
AK Steel Holding Corp.	2,700	106,988
Century Aluminum Co.	6,200	106,175
Steel Dynamics, Inc.*.....	6,200	117,412
Titanium Metals Corp.*.....	2,500	81,875
Uranium Resources, Inc.*.....	1,200	9,300

		421,750

PAPER & FOREST PRODUCTS--0.8%		
Buckeye Cellulose Corp.*.....	2,700	71,887

		822,262

CAPITAL GOODS--4.2%		
ENGINEERING & CONSTRUCTION--0.4%		
EMCOR Group, Inc.*.....	2,700	35,437

POLLUTION CONTROL--2.4%		
American Disposal Services, Inc.*.....	2,700	48,938
Culligan Water Technologies, Inc.....	1,600	64,800
United Waste Systems, Inc.*.....	2,900	99,506

		213,244

OTHER--1.4%		
Hexcel Corp.*.....	7,600	123,500

		372,181

CONSUMER MANUFACTURING--3.7%		
AUTO & RELATED--0.4%		
Miller Industries, Inc.*.....	1,950	39,000

TEXTILE PRODUCTS--3.3%		
Mohawk Industries, Inc.	6,600	146,850
Polymer Group, Inc.*.....	5,600	77,700
Unifi, Inc.....	2,100	67,463

		292,013

331,013

CONSUMER SERVICES--23.3%		
ADVERTISING--3.7%		
HA-LO Industries, Inc.*.....	3,375	\$ 93,024
Outdoor Systems, Inc.*.....	2,550	72,356
TeleSpectrum Worldwide, Inc.*.....	10,300	162,225

		327,605

AIRLINES--3.1%		
Alaska Air Group, Inc.*.....	3,500	73,500
America West Airlines, Inc.*.....	6,000	95,250
Continental Airlines, Inc.*.....	3,700	104,525

		273,275

APPAREL--2.5%		
Jones Apparel Group, Inc.*.....	2,100	78,487
Timberland Co.*.....	1,200	45,600
Tommy Hilfiger Corp.*.....	2,000	96,000

		220,087

BROADCASTING & CABLE--2.0%		
Evergreen Media Corp.*.....	4,900	121,887
ICG Communications, Inc.*.....	3,300	58,163

		180,050

RESTAURANTS & LODGING--4.2%		
Extended Stay America, Inc.*.....	2,800	56,350
Interstate Hotels Co.*.....	5,350	151,137
Studio Plus Hotels, Inc.*.....	5,900	93,663
Suburban Lodges of America, Inc.*.....	4,400	69,025

		370,175

RETAILING--6.8%		
Industrie Natuzzi S.p.A. (ADR)*.....	4,400	101,200
Marker International*.....	1,600	8,900
Nine West Group, Inc.*.....	5,000	231,875
Team Rental Group, Inc.*.....	11,400	185,250
Ugly Duckling Corp.*.....	4,000	77,500

		604,725

MISCELLANEOUS--1.0%		
Superior Services, Inc.*.....	4,300	87,075

		2,062,992

ENERGY--9.1%		
OIL & GAS SERVICES--7.4%		
Costilla Energy, Inc.....	7,200	96,750
KCS Energy, Inc.....	1,800	64,350
Parker Drilling Co.....	15,700	151,113

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
QUASAR PORTFOLIO
PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES	U.S. \$ VALUE
Rowan Cos., Inc.*.....	7,700	\$ 174,212
Ultramar Diamond Shamrock Corp.....	5,354	169,320

		655,745

PIPELINES--1.7%		
Valero Energy Corp.....	5,300	151,713

		807,458

FINANCE--4.6%		
BANKING & CREDIT--2.2%		
Aames Financial Corp.....	2,300	82,513
Oxford Resources Corp.*.....	3,500	107,406

		189,919

INSURANCE--0.4%		
ReliaStar Financial Corp.....	600	34,650

REAL ESTATE--1.0%		
Taubman Centers, Inc.....	7,000	90,125

OTHER--1.0%		
International Alliance Services, Inc.*.....	400	4,800
International Alliance Services, Inc.*+.....	9,700	87,300

		92,100

		406,794

HEALTH CARE--5.0%		
BIOTECHNOLOGY--1.3%		
Centocor, Inc.*.....	3,200	114,600

DRUGS--2.1%		
Algos Pharmaceutical Corp.*.....	200	2,237
GelTex Pharmaceuticals, Inc.*.....	5,600	134,400
MedImmune, Inc.*.....	2,700	46,575

		183,212

MEDICAL SERVICES--1.6%		
National Surgery Centers, Inc.*.....	3,700	139,675

		437,487

TECHNOLOGY--19.9%		
COMMUNICATIONS		
EQUIPMENT--2.8%		
DSP Communications, Inc.*.....	3,150	60,834
Millicom International Cellular, S.A.*....	2,900	92,981
Premisys Communications, Inc.*.....	1,400	47,250

TCSI Corp.*.....	700	\$ 4,419
Westell Technologies, Inc. Cl.A*.....	1,800	40,950

		246,434

COMPUTER PERIPHERALS--3.5%		
HMT Technology Corp.*.....	4,900	74,113
Lexmark International Group, Inc.*.....	2,200	60,775
Read-Rite Corp.*.....	3,800	95,475
Xircom, Inc.*.....	3,400	74,375

		304,738

COMPUTER SOFTWARE & SERVICES--5.5%		
Applix, Inc.*.....	2,700	58,556
Comverse Technology, Inc.*.....	3,100	117,219
Credit Management Solutions, Inc.*.....	3,200	45,200
DST Systems, Inc.*.....	1,200	37,650
Exabyte Corp.*.....	4,000	53,750
Infinity Financial Technology, Inc.*.....	900	15,300
Structural Dynamics Research Corp.*.....	3,500	69,344
Systemsoft Corp.*.....	2,200	32,450
Uniphase Corp.*.....	1,100	57,887

		487,356

ELECTRONICS--4.0%		
BMC Industries, Inc.....	2,100	66,150
Cable Design Technologies Corp.*.....	2,100	64,969
Harman International Industries, Inc.....	2,800	155,750
Kent Electronics Corp.*.....	2,600	66,950

		353,819

NETWORK SOFTWARE--1.3%		
IDT Corp.*.....	4,000	44,250
Network General Corp.*.....	2,400	72,450

		116,700

TELECOMMUNICATIONS--2.8%		
Telephone and Data Systems, Inc.....	5,200	188,500
U.S. Cellular Corp.*.....	2,200	61,325

		249,825
		1,758,872
TRANSPORTATION--3.5%		
RAILROADS--0.4%		
Genesee & Wyoming, Inc. Cl.A*.....	900	30,375
SHIPPING--2.2%		
OMI Corp.*.....	22,100	193,375

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 QUASAR PORTFOLIO
 PORTFOLIO OF INVESTMENTS (CONT'D)

	SHARES OR PRINCIPAL AMOUNT (000)	U.S. \$ VALUE	
TRUCKING--0.9%			
Xtra Corp.....	1,900	\$ 82,413	
		306,163	
Total Common Stocks and Other Investments (cost \$7,157,081).....			7,305,222
SHORT-TERM INVESTMENTS--13.6%			
U.S. GOVERNMENT OBLIGATIONS--13.6%			
Federal Home Loan Mortgage Corp. 5.70%, 1/02/97 (amortized cost \$1,199,810).....			\$ 1,200 1,199,810
TOTAL INVESTMENTS--96.2%			
(cost \$8,356,891).....			\$ 8,505,032
Other assets less liabilities--3.8%.....			336,785
NET ASSETS--100.0%.....			\$ 8,841,817

* Non-income producing security.
 + Illiquid security. The security has been valued at fair value in accordance with the procedures described in Note A. This security was acquired on December 26, 1996 at a cost of \$87,300. See Notes to Financial Statements.

GLOSSARY OF TERMS

ADR	- American Depository Receipts
FRN	- Floating Rate Note
GDR	- Global Depository Receipts
IDU	- Interest Due on Unpaid Bond
IRB	- Industrial Revenue Bond
ORD	- Ordinary
pdf.	- Preferred Stock

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 STATEMENTS OF ASSETS AND LIABILITIES
 DECEMBER 31, 1996

	PREMIER GROWTH PORTFOLIO	GLOBAL BOND PORTFOLIO	GROWTH AND INCOME PORTFOLIO	SHORT-TERM MULTI-MARKET PORTFOLIO
<TABLE>				
<CAPTION>				
ASSETS				
<S>	<C>	<C>	<C>	<C>
Investments in securities, at value (cost \$78,612,333, \$17,078,982, \$113,632,820 and \$6,928,674, respectively).....	\$ 96,055,825	\$ 17,256,550	\$ 126,364,134	\$ 6,930,193
Cash, at value (cost \$3,737, \$516,443, \$61,147 and \$547, respectively).....	3,737	516,698	61,147	547

Receivable for capital stock sold.....	333,094	-0-	200,930	-0-
Dividends receivable.....	154,586	-0-	307,462	-0-
Deferred organization expenses.....	2,657	-0-	-0-	-0-
Interest receivable.....	-0-	410,081	-0-	158,906
Unrealized appreciation of forward exchange currency contracts.....	-0-	22,695	-0-	56,830
Total assets.....	96,549,899	18,206,024	126,933,673	7,146,476
LIABILITIES				
Investment advisory fee payable.....	60,698	9,930	65,165	1,778
Payable for capital stock redeemed.....	19	54,712	64,721	15,350
Accrued expenses.....	54,874	24,292	74,382	17,044
Total liabilities.....	115,591	88,934	204,268	34,172
NET ASSETS.....	\$ 96,434,308	\$ 18,117,090	\$ 126,729,405	\$ 7,112,304
COMPOSITION OF NET ASSETS				
Capital stock, at par.....	\$ 6,144	\$ 1,543	\$ 7,727	\$ 663
Additional paid-in capital.....	79,608,642	16,799,530	103,571,697	7,805,104
Undistributed net investment income.....	323,427	920,567	1,269,248	346,901
Accumulated net realized gain (loss) on investments, options and foreign currency transactions.....	(947,397)	199,223	9,149,428	(1,097,934)
Net unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	17,443,492	196,227	12,731,305	57,570
Total.....	\$ 96,434,308	\$ 18,117,090	\$ 126,729,405	\$ 7,112,304
Shares of capital stock outstanding.....	6,143,896	1,542,961	7,727,283	662,827
Net asset value per share.....	\$ 15.70	\$ 11.74	\$ 16.40	\$ 10.73

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF ASSETS AND LIABILITIES
DECEMBER 31, 1996

	U.S. GOVERNMENT/ HIGH GRADE SECURITIES PORTFOLIO	TOTAL RETURN PORTFOLIO	INTERNATIONAL PORTFOLIO	MONEY MARKET PORTFOLIO
ASSETS				
<S>	<C>	<C>	<C>	<C>
Investments in securities, at value (cost \$28,701,259, \$23,976,844, \$42,799,658 and \$64,186,996, respectively).....	\$ 28,791,704	\$ 25,731,347	\$ 44,224,641	\$ 64,186,996
Cash, at value (cost \$185, \$587, \$153,392 and \$253,962, respectively).....	185	587	152,129	253,962
Interest receivable.....	386,158	157,364	549	-0-
Unrealized appreciation of forward exchange currency contracts.....	12,334	-0-	-0-	-0-
Deferred organization expenses.....	3,464	4,826	4,941	4,969
Receivable for capital stock sold.....	3,007	12,407	15,932	610,012
Dividends receivable.....	1,181	36,993	76,124	-0-
Receivable for investment securities sold.....	-0-	11,145	25,229	-0-
Total assets.....	29,198,033	25,954,669	44,499,545	65,055,939
LIABILITIES				
Investment advisory fee payable.....	14,705	13,462	27,019	26,042
Payable for capital stock redeemed.....	5,292	15,084	2,408	196,380
Payable for investment securities purchased.....	-0-	-0-	65,866	-0-
Accrued expenses.....	28,132	50,773	80,156	64,226
Total liabilities.....	48,129	79,319	175,449	286,648
NET ASSETS.....	\$ 29,149,904	\$ 25,875,350	\$ 44,324,096	\$ 64,769,291

COMPOSITION OF NET ASSETS

Capital stock, at par.....	\$ 2,531	\$ 1,769	\$ 2,977	\$ 64,769
Additional paid-in capital.....	27,619,078	22,618,278	41,658,294	64,703,819
Undistributed net investment income.....	1,370,536	481,043	462,109	1,046
Accumulated net realized gain (loss) on investments and foreign currency transactions.....	54,933	1,019,757	776,481	(343)
Net unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	102,826	1,754,503	1,424,235	-0-
	<u>\$ 29,149,904</u>	<u>\$ 25,875,350</u>	<u>\$ 44,324,096</u>	<u>\$ 64,769,291</u>
	=====	=====	=====	=====
Shares of capital stock outstanding.....	2,531,426	1,768,899	2,976,776	64,769,391
	=====	=====	=====	=====
Net asset value per share.....	\$ 11.52	\$ 14.63	\$ 14.89	\$ 1.00
	=====	=====	=====	=====

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF ASSETS AND LIABILITIES
DECEMBER 31, 1996

<TABLE>
<CAPTION>

	GLOBAL DOLLAR GOVERNMENT PORTFOLIO	NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO	UTILITY INCOME PORTFOLIO
	-----	-----	-----
<S>	<C>	<C>	<C>
ASSETS			
Investments in securities, at value (cost \$8,152,185, \$15,384,697 and \$13,527,099, respectively).....	\$ 8,543,372	\$ 16,521,272	\$ 14,626,322
Cash, at value (cost \$964, \$13,242 and \$106,107, respectively).....	964	13,223	106,107
Receivable for investment securities sold.....	918,435	-0-	75,137
Interest receivable.....	117,739	144,517	6,970
Deferred organization expenses.....	7,792	10,058	7,196
Receivable for capital stock sold.....	5,137	11,729	13,749
Unrealized appreciation of forward exchange currency contracts.....	-0-	20,647	-0-
Dividends receivable.....	-0-	-0-	51,568
	-----	-----	-----
Total assets.....	9,593,439	16,721,446	14,887,049
	-----	-----	-----
LIABILITIES			
Payable for investment securities purchased.....	727,562	-0-	-0-
Investment advisory fee payable.....	1,812	5,852	5,648
Payable for capital stock redeemed.....	879	133	669
Accrued expenses.....	15,780	19,811	23,939
	-----	-----	-----
Total liabilities.....	746,033	25,796	30,256
	-----	-----	-----
NET ASSETS.....	\$ 8,847,406	\$ 16,695,650	\$ 14,856,793
	=====	=====	=====
COMPOSITION OF NET ASSETS			
Capital stock, at par.....	\$ 618	\$ 1,349	\$ 1,170
Additional paid-in capital.....	7,231,488	14,461,883	13,513,780
Undistributed net investment income.....	482,953	1,077,786	289,028
Accumulated net realized gain (loss) on investments, options and foreign currency transactions.....	741,160	(2,290)	(46,408)
Net unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	391,187	1,156,922	1,099,223
	<u>\$ 8,847,406</u>	<u>\$ 16,695,650</u>	<u>\$ 14,856,793</u>
	=====	=====	=====
Shares of capital stock outstanding.....	617,736	1,349,031	1,170,361
	=====	=====	=====
Net asset value per share.....	\$ 14.32	\$ 12.38	\$ 12.69
	=====	=====	=====

</TABLE>

See Notes to Financial Statements.

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 STATEMENTS OF ASSETS AND LIABILITIES
 DECEMBER 31, 1996

<S>	GROWTH PORTFOLIO	WORLDWIDE PRIVATIZATION PORTFOLIO	CONSERVATIVE INVESTORS PORTFOLIO
<CAPTION>	<C>	<C>	<C>
ASSETS			
Investments in securities, at value (cost \$119,450,096, \$17,017,779 and \$20,813,226, respectively).....	\$ 139,667,222	\$ 18,346,418	\$ 21,536,211
Cash, at value (cost \$197,953, \$387,664 and \$18,644, respectively).....	197,953	392,376	18,644
Receivable for capital stock sold.....	316,940	25,787	59,684
Dividends receivable.....	108,708	48,137	8,278
Interest receivable.....	7,689	368	128,056
Deferred organization expenses.....	5,402	5,446	5,638
Receivable for investment securities sold.....	-0-	13,519	9,295
Receivable from investment adviser.....	-0-	2,734	-0-
Total assets.....	140,303,914	18,834,785	21,765,806
LIABILITIES			
Payable for investment securities purchased.....	1,447,797	-0-	2,988
Investment advisory fee payable.....	85,331	-0-	5,151
Payable for capital stock redeemed.....	1,055	73	400
Accrued expenses.....	81,840	27,899	28,074
Total liabilities.....	1,616,023	27,972	36,613
NET ASSETS.....	\$ 138,687,891	\$ 18,806,813	\$ 21,729,193
COMPOSITION OF NET ASSETS			
Capital stock, at par.....	\$ 7,740	\$ 1,433	\$ 1,800
Additional paid-in capital.....	111,715,564	16,748,156	20,449,061
Undistributed net investment income.....	262,537	308,447	607,910
Accumulated net realized gain (loss) on investments and foreign currency transactions.....	6,484,948	415,378	(52,673)
Net unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	20,217,102	1,333,399	723,095
	\$ 138,687,891	\$ 18,806,813	\$ 21,729,193
Shares of capital stock outstanding.....	7,739,999	1,432,879	1,800,117
Net asset value per share.....	\$ 17.92	\$ 13.13	\$ 12.07

</TABLE>

See Notes to Financial Statements.

ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 STATEMENTS OF ASSETS AND LIABILITIES
 DECEMBER 31, 1996

<S>	GROWTH INVESTORS PORTFOLIO	TECHNOLOGY PORTFOLIO	QUASAR PORTFOLIO
<CAPTION>	<C>	<C>	<C>

ASSETS			
Investments in securities, at value (cost \$9,917,731, \$25,712,675 and \$8,356,891, respectively).....	\$ 10,658,787	\$ 27,772,469	\$ 8,505,032
Cash, at value (cost \$3,321, \$138,541 and \$192,214, respectively).....	3,321	138,541	192,214
Interest receivable.....	30,107	-0-	-0-
Receivable for capital stock sold.....	21,815	177,379	162,383
Receivable for investment securities sold.....	10,320	7,868	12,051
Dividends receivable.....	8,473	459	1,628
Deferred organization expenses.....	5,638	17,475	23,983
Receivable from investment adviser.....	69	-0-	7,830
	-----	-----	-----
Total assets.....	10,738,530	28,114,191	8,905,121
	-----	-----	-----
LIABILITIES			
Payable for investment securities purchased.....	2,987	-0-	48,421
Payable for capital stock redeemed.....	641	1,687	121
Investment advisory fee payable.....	-0-	8,620	-0-
Accrued expenses.....	25,566	20,453	14,762
	-----	-----	-----
Total liabilities.....	29,194	30,760	63,304
	-----	-----	-----
NET ASSETS.....	\$ 10,709,336	\$ 28,083,431	\$ 8,841,817
	=====	=====	=====
COMPOSITION OF NET ASSETS			
Capital stock, at par.....	\$ 840	\$ 2,543	\$ 831
Additional paid-in capital.....	9,614,233	26,233,295	8,656,353
Undistributed net investment income.....	177,700	142,959	11,162
Accumulated net realized gain (loss) on investments and foreign currency transactions.....	175,410	(355,160)	25,330
Net unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	741,153	2,059,794	148,141
	-----	-----	-----
	\$ 10,709,336	\$ 28,083,431	\$ 8,841,817
	=====	=====	=====
Shares of capital stock outstanding.....	840,388	2,543,479	830,749
	=====	=====	=====
Net asset value per share.....	\$ 12.74	\$ 11.04	\$ 10.64
	=====	=====	=====

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF OPERATIONS
YEAR ENDED DECEMBER 31, 1996

	PREMIER GROWTH PORTFOLIO	GLOBAL BOND PORTFOLIO	GROWTH AND INCOME PORTFOLIO	SHORT-TERM MULTI-MARKET PORTFOLIO
<S>	<C>	<C>	<C>	<C>
INVESTMENT INCOME				
Dividends (net of foreign tax withheld of \$5,630, \$-0-, \$6,610 and \$-0-, respectively).....	\$ 799,656	\$ -0-	\$ 1,662,492	\$ -0-
Interest.....	117,231	1,004,520	278,686	356,592
	-----	-----	-----	-----
Total investment income.....	916,887	1,004,520	1,941,178	356,592
	-----	-----	-----	-----
EXPENSES				
Investment advisory fee.....	624,414	97,431	506,294	28,116
Custodian.....	61,136	59,597	57,228	58,371
Audit and legal.....	48,619	6,941	64,854	5,972
Printing.....	21,755	1,408	32,031	12,803
Amortization of organization expenses.....	5,512	2,136	658	-0-
Transfer agency.....	1,170	1,284	1,242	1,201
Directors fees.....	525	1,396	1,325	575
Miscellaneous.....	5,061	1,685	1,834	-0-
	-----	-----	-----	-----
Total expenses.....	768,192	171,878	665,466	107,038
Less: expense reimbursement.....	(174,999)	(30,455)	(1,981)	(58,473)

Net expenses.....	593,193	141,423	663,485	48,565
Net investment income.....	323,694	863,097	1,277,693	308,027
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCY TRANSACTIONS				
Net realized gain (loss) on investment transactions.....	(442,478)	269,212	9,399,724	12,232
Net realized gain on foreign currency transactions.....	-0-	7,112	536	36,126
Net change in unrealized appreciation (depreciation) of investments.....	14,126,172	(129,817)	8,264,456	4,612
Net change in unrealized appreciation (depreciation) of foreign currency denominated assets and liabilities.....	-0-	3,920	(506)	102,656
Net gain on investments.....	13,683,694	150,427	17,664,210	155,626
NET INCREASE IN NET ASSETS FROM OPERATIONS.....	\$ 14,007,388	\$ 1,013,524	\$ 18,941,903	\$ 463,653

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF OPERATIONS
YEAR ENDED DECEMBER 31, 1996

<TABLE>
<CAPTION>

	U.S. GOVERNMENT/ HIGH GRADE SECURITIES PORTFOLIO	TOTAL RETURN PORTFOLIO	INTERNATIONAL PORTFOLIO	MONEY MARKET PORTFOLIO
<S>	<C>	<C>	<C>	<C>
INVESTMENT INCOME				
Interest.....	\$ 1,644,239	\$ 440,995	\$ 156,513	\$ 2,685,518
Dividends (net of foreign tax withheld of \$-0-, \$113, \$91,426 and \$-0-, respectively).....	4,725	204,786	529,146	-0-
Total investment income.....	1,648,964	645,781	685,659	2,685,518
EXPENSES				
Investment advisory fee.....	145,707	108,845	305,459	251,755
Custodian.....	57,707	59,387	234,630	45,667
Audit and legal.....	13,371	10,445	20,222	29,336
Printing.....	10,360	7,657	12,906	13,127
Amortization of organization expenses.....	4,886	4,886	5,007	5,007
Transfer agency.....	1,219	1,217	1,282	1,290
Directors fees.....	1,022	1,397	375	375
Miscellaneous.....	2,753	1,994	3,177	3,229
Total expenses.....	237,025	195,828	583,058	349,786
Less: expense reimbursement.....	(13,684)	(30,782)	(292,872)	(1,152)
Net expenses.....	223,341	165,046	290,186	348,634
Net investment income.....	1,425,623	480,735	395,473	2,336,884
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCY TRANSACTIONS				
Net realized gain (loss) on investment transactions.....	48,507	1,019,837	841,241	(343)
Net realized gain (loss) on foreign currency transactions...	(53,678)	-0-	65,399	-0-
Net change in unrealized appreciation (depreciation) of investments.....	(503,717)	1,338,504	694,273	-0-
Net change in unrealized appreciation (depreciation) of foreign currency denominated assets and liabilities...	25,755	-0-	(10,027)	-0-
Net gain (loss) on investments.....	(483,133)	2,358,341	1,590,886	(343)

NET INCREASE IN NET ASSETS FROM OPERATIONS.....	\$ 942,490	\$ 2,839,076	\$ 1,986,359	\$ 2,336,541
	=====	=====	=====	=====

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF OPERATIONS
YEAR ENDED DECEMBER 31, 1996

<TABLE>
<CAPTION>

	GLOBAL DOLLAR GOVERNMENT PORTFOLIO	NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO	UTILITY INCOME PORTFOLIO
<S>	<C>	<C>	<C>
INVESTMENT INCOME			
Interest.....	\$ 535,472	\$ 1,350,439	\$ 68,250
Dividends (net of foreign tax withheld of \$-0-, \$-0- and \$2,608, respectively).....	-0-	-0-	329,669
Total investment income.....	535,472	1,350,439	397,919
EXPENSES			
Investment advisory fee.....	42,385	73,221	83,839
Custodian.....	52,552	59,618	57,709
Printing.....	8,699	13,329	15,004
Amortization of organization expenses.....	3,352	4,326	3,067
Audit and legal.....	1,621	4,725	6,072
Transfer agency.....	1,281	1,323	1,218
Directors fees.....	575	375	1,375
Miscellaneous.....	721	2,055	320
Total expenses.....	111,186	158,972	168,604
Less: expense reimbursement.....	(57,498)	(51,957)	(62,408)
Net expenses.....	53,688	107,015	106,196
Net investment income.....	481,784	1,243,424	291,723
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCY TRANSACTIONS			
Net realized gain (loss) on investment transactions.....	745,244	821	(29,624)
Net realized loss on foreign currency transactions.....	-0-	(166,651)	(1,398)
Net change in unrealized appreciation of investments.....	126,646	818,764	796,030
Net change in unrealized appreciation of foreign currency denominated assets and liabilities.....	-0-	22,444	-0-
Net gain on investments.....	871,890	675,378	765,008
NET INCREASE IN NET ASSETS FROM OPERATIONS.....	\$ 1,353,674	\$ 1,918,802	\$ 1,056,731

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 STATEMENTS OF OPERATIONS
 YEAR ENDED DECEMBER 31, 1996

<TABLE>
 <CAPTION>

	GROWTH PORTFOLIO	WORLDWIDE PRIVATIZATION PORTFOLIO	CONSERVATIVE INVESTORS PORTFOLIO
<S>	<C>	<C>	<C>
INVESTMENT INCOME			
Dividends (net of foreign tax withheld of \$3,860, \$37,193 and \$3,771, respectively).....	\$ 843,192	\$ 280,347	\$ 63,935
Interest.....	289,632	89,157	695,363
Total investment income.....	1,132,824	369,504	759,298
EXPENSES			
Investment advisory fee.....	664,973	115,208	116,656
Audit and legal.....	69,493	7,199	9,834
Custodian.....	65,511	83,679	81,801
Printing.....	23,273	1,872	2,987
Amortization of organization expenses.....	2,006	2,006	2,006
Directors fees.....	1,400	1,375	575
Transfer agency.....	426	1,328	1,941
Miscellaneous.....	1,685	831	1,842
Total expenses.....	828,767	213,498	217,642
Less: expense reimbursement.....	(8,160)	(104,050)	(69,878)
Net expenses.....	820,607	109,448	147,764
Net investment income.....	312,217	260,056	611,534
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCY TRANSACTIONS			
Net realized gain (loss) on investment transactions.....	6,453,535	526,159	(51,567)
Net realized gain (loss) on foreign currency transactions....	944	(18,329)	(4,003)
Net change in unrealized appreciation of investments.....	16,515,830	1,112,767	466,136
Net change in unrealized appreciation (depreciation) of foreign currency denominated assets and liabilities....	(153)	4,812	110
Net gain on investments.....	22,970,156	1,625,409	410,676
NET INCREASE IN NET ASSETS FROM OPERATIONS.....	\$ 23,282,373	\$ 1,885,465	\$ 1,022,210

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 STATEMENTS OF OPERATIONS
 YEAR ENDED DECEMBER 31, 1996

<TABLE>
 <CAPTION>

	GROWTH INVESTORS PORTFOLIO	TECHNOLOGY PORTFOLIO (A)	QUASAR PORTFOLIO (B)
<S>	<C>	<C>	<C>
INVESTMENT INCOME			
Interest.....	\$ 183,154	\$ 252,088	\$ 19,631
Dividends (net of foreign tax withheld of \$4,626, \$31 and \$-0-, respectively).....	78,863	7,327	2,906
Total investment income.....	262,017	259,415	22,537

EXPENSES			
Investment advisory fee.....	66,395	122,595	11,973
Custodian.....	84,355	52,187	34,848
Printing.....	3,936	2,949	244
Audit and legal.....	2,895	13,685	2,134
Amortization of organization expenses.....	2,006	4,025	2,115
Transfer agency.....	1,366	1,109	441
Directors fees.....	1,352	1,375	643
Miscellaneous.....	1,861	918	792
Total expenses.....	164,166	198,843	53,190
Less: expense reimbursement.....	(80,065)	(82,377)	(41,815)
Net expenses.....	84,101	116,466	11,375
Net investment income.....	177,916	142,949	11,162

REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCY TRANSACTIONS			
Net realized gain (loss) on investment transactions.....	175,910	(355,160)	25,330
Net realized loss on foreign currency transactions.....	(570)	-0-	-0-
Net change in unrealized appreciation of investments.....	507,571	2,059,794	148,141
Net change in unrealized appreciation of foreign currency denominated assets and liabilities.....	97	-0-	-0-
Net gain on investments.....	683,008	1,704,634	173,471
NET INCREASE IN NET ASSETS FROM OPERATIONS.....	\$ 860,924	\$ 1,847,583	\$ 184,633

</TABLE>

- (a) Commencement of operations, January 11, 1996.
(b) Commencement of operations, August 5, 1996.

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF CHANGES IN NET ASSETS

	PREMIER GROWTH PORTFOLIO		GLOBAL BOND PORTFOLIO	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS				
Net investment income.....	\$ 323,694	\$ 313,463	\$ 863,097	\$ 565,830
Net realized gain (loss) on investment transactions.....	(442,478)	16,824,672	269,212	445,890
Net realized gain on foreign currency transactions.....	-0-	-0-	7,112	466,026
Net change in unrealized appreciation (depreciation) of investments and foreign currency denominated assets and liabilities.....	14,126,172	3,054,025	(125,897)	446,385
Net increase in net assets from operations.....	14,007,388	20,192,160	1,013,524	1,924,131
DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS FROM:				
Net investment income.....	(316,135)	(97,581)	(1,035,617)	(72,090)
Net realized gain on investments.....	(17,322,907)	(273,977)	(309,324)	-0-
CAPITAL STOCK TRANSACTIONS				
Net increase (decrease).....	70,787,668	(28,211,402)	6,895,530	2,402,867
Total increase (decrease).....	67,156,014	(8,390,800)	6,564,113	4,254,908
NET ASSETS				
Beginning of period.....	29,278,294	37,669,094	11,552,977	7,298,069

End of period (including undistributed net investment income of \$320,208, \$312,649, \$862,361 and \$1,034,881, respectively).....	\$ 96,434,308	\$ 29,278,294	\$ 18,117,090	\$ 11,552,977
	=====	=====	=====	=====

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF CHANGES IN NET ASSETS

<TABLE>
<CAPTION>

	GROWTH AND INCOME PORTFOLIO		SHORT-TERM MULTI-MARKET PORTFOLIO	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS				
Net investment income.....	\$ 1,277,693	\$ 1,133,993	\$ 308,027	\$ 1,307,834
Net realized gain (loss) on investment transactions.....	9,399,724	11,527,647	12,232	(910,867)
Net realized gain (loss) on foreign currency transactions.....	536	18,489	36,126	(964,669)
Net change in unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	8,263,950	4,605,887	107,268	1,423,840
Net increase in net assets from operations.....	18,941,903	17,286,016	463,653	856,138
DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS FROM:				
Net investment income.....	(1,128,565)	(531,525)	(369,515)	-0-
Net realized gain on investments.....	(11,815,383)	(551,658)	-0-	-0-
CAPITAL STOCK TRANSACTIONS				
Net increase (decrease).....	78,738,622	(15,911,876)	3,866,088	(18,624,919)
Total increase (decrease).....	84,736,577	290,957	3,960,226	(17,768,781)
NET ASSETS				
Beginning of period.....	41,992,828	41,701,871	3,152,078	20,920,859
End of period (including undistributed net investment income of \$1,279,177, \$1,130,049, \$307,934 and \$369,422, respectively).....	\$ 126,729,405	\$ 41,992,828	\$ 7,112,304	\$ 3,152,078
	=====	=====	=====	=====

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF CHANGES IN NET ASSETS

<TABLE>
<CAPTION>

U.S. GOVERNMENT/
HIGH GRADE SECURITIES PORTFOLIO

TOTAL RETURN PORTFOLIO

	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS				
Net investment income.....	\$ 1,425,623	\$ 600,099	\$ 480,735	\$ 88,070
Net realized gain on investment transactions.....	48,507	319,393	1,019,837	49,542
Net realized gain (loss) on foreign currency transactions.....	(53,678)	29,033	-0-	-0-
Net change in unrealized appreciation (depreciation) of investments and foreign currency denominated assets and liabilities.....	(477,962)	777,806	1,338,504	424,620
Net increase in net assets from operations.....	942,490	1,726,331	2,839,076	562,232
DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS FROM:				
Net investment income.....	(621,506)	(149,971)	(88,093)	(10,089)
Net realized gain on investments.....	(289,591)	-0-	(44,705)	-0-
CAPITAL STOCK TRANSACTIONS				
Net increase.....	12,171,992	10,268,875	14,926,631	6,940,398
Total increase.....	12,203,385	11,845,235	17,632,909	7,492,541
NET ASSETS				
Beginning of period.....	16,946,519	5,101,284	8,242,441	749,900
End of period (including undistributed net investment income of \$1,424,586, \$620,469, \$480,563 and \$87,921, respectively).....	\$ 29,149,904	\$ 16,946,519	\$ 25,875,350	\$ 8,242,441

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF CHANGES IN NET ASSETS

	INTERNATIONAL PORTFOLIO		MONEY MARKET PORTFOLIO	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS				
Net investment income.....	\$ 395,473	\$ 148,832	\$ 2,336,884	\$ 798,013
Net realized gain (loss) on investment transactions.....	841,241	60,209	(343)	726
Net realized gain on foreign currency transactions.....	65,399	136,755	-0-	-0-
Net change in unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	684,246	823,228	-0-	-0-
Net increase in net assets from operations.....	1,986,359	1,169,024	2,336,541	798,739
DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS FROM:				
Net investment income.....	(155,834)	(23,594)	(2,336,884)	(798,013)
Net realized gain on investments.....	(244,881)	(29,314)	-0-	-0-
CAPITAL STOCK TRANSACTIONS				
Net increase.....	26,196,817	8,149,131	36,677,326	21,193,287
Total increase.....	27,782,461	9,265,247	36,676,983	21,194,013
NET ASSETS				
Beginning of period.....	16,541,635	7,276,388	28,092,308	6,898,295

End of period (including undistributed net investment income of \$394,436, \$154,797, \$803 and \$803, respectively).....	\$ 44,324,096	\$ 16,541,635	\$ 64,769,291	\$ 28,092,308
	=====	=====	=====	=====

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF CHANGES IN NET ASSETS

<TABLE>
<CAPTION>

	GLOBAL DOLLAR GOVERNMENT PORTFOLIO		NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS				
Net investment income.....	\$ 481,784	\$ 190,779	\$ 1,243,424	\$ 628,992
Net realized gain on investment transactions.....	745,244	13,908	821	21,305
Net realized loss on foreign currency transactions.....	-0-	-0-	(166,651)	(582,809)
Net change in unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	126,646	317,262	841,208	1,031,464
Net increase in net assets from operations.....	1,353,674	521,949	1,918,802	1,098,952
DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS FROM:				
Net investment income.....	(191,319)	(28,002)	(49,608)	(144,624)
Net realized gain on investments.....	(13,292)	-0-	(3,969)	-0-
CAPITAL STOCK TRANSACTIONS				
Net increase.....	3,920,248	2,137,822	7,552,498	2,475,517
Total increase.....	5,069,311	2,631,769	9,417,723	3,429,845
NET ASSETS				
Beginning of period.....	3,778,095	1,146,326	7,277,927	3,848,082
End of period (including undistributed net investment income of \$479,024, \$188,559, \$1,241,756 and \$47,940, respectively).....	\$ 8,847,406	\$ 3,778,095	\$ 16,695,650	\$ 7,277,927
	=====	=====	=====	=====

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF CHANGES IN NET ASSETS

<TABLE>
<CAPTION>

	UTILITY INCOME PORTFOLIO		GROWTH PORTFOLIO	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995

<S>	<C>	<C>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS				
Net investment income.....	\$ 291,723	\$ 81,490	\$ 312,217	\$ 271,351
Net realized gain (loss) on investment transactions.....	(29,624)	146,191	6,453,535	1,503,347
Net realized gain (loss) on foreign currency transactions.....	(1,398)	2,026	944	(8,006)
Net change in unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	796,030	336,155	16,515,677	3,495,519
Net increase in net assets from operations.....	1,056,731	565,862	23,282,373	5,262,211
DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS FROM:				
Net investment income.....	(81,842)	(19,130)	(230,200)	(10,913)
Net realized gain on investments.....	(155,981)	-0-	(1,507,259)	-0-
CAPITAL STOCK TRANSACTIONS				
Net increase.....	7,787,344	4,449,560	71,923,266	34,476,649
Total increase.....	8,606,252	4,996,292	93,468,180	39,727,947
NET ASSETS				
Beginning of period.....	6,250,541	1,254,249	45,219,711	5,491,764
End of period (including undistributed net investment income of \$291,209, \$81,328, \$348,559 and \$266,542, respectively).....	\$ 14,856,793	\$ 6,250,541	\$ 138,687,891	\$ 45,219,711

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF CHANGES IN NET ASSETS

<TABLE> <CAPTION>	WORLDWIDE PRIVATIZATION PORTFOLIO		CONSERVATIVE INVESTORS PORTFOLIO	
<S>	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<C>	<C>	<C>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS				
Net investment income.....	\$ 260,056	\$ 95,371	\$ 611,534	\$ 127,493
Net realized gain (loss) on investment transactions.....	526,159	(45,435)	(51,567)	55,975
Net realized loss on foreign currency transactions.....	(18,329)	(3,414)	(4,003)	-0-
Net change in unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	1,117,579	215,820	466,246	255,556
Net increase in net assets from operations.....	1,885,465	262,342	1,022,210	439,024
DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS FROM:				
Net investment income.....	(90,574)	(7,193)	(127,029)	(3,619)
Net realized gain on investments.....	-0-	-0-	(56,297)	-0-
CAPITAL STOCK TRANSACTIONS				
Net increase.....	11,065,148	4,564,563	13,470,589	6,283,423
Total increase.....	12,860,039	4,819,712	14,309,473	6,718,828
NET ASSETS				
Beginning of period.....	5,946,774	1,127,062	7,419,720	700,892
End of period (including undistributed net investment income of \$259,759, \$90,277, \$611,841 and \$127,336, respectively).....	\$ 18,806,813	\$ 5,946,774	\$ 21,729,193	\$ 7,419,720

</TABLE>

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
STATEMENTS OF CHANGES IN NET ASSETS

<TABLE>
<CAPTION>

	GROWTH INVESTORS PORTFOLIO		TECHNOLOGY PORTFOLIO	QUASAR PORTFOLIO
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	PERIOD ENDED DECEMBER 31, 1996 (a)	PERIOD ENDED DECEMBER 31, 1996 (b)
<S>	<C>	<C>	<C>	<C>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS				
Net investment income.....	\$ 177,916	\$ 55,823	\$ 142,949	\$ 11,162
Net realized gain (loss) on investment transactions.....	175,910	16,967	(355,160)	25,330
Net realized loss on foreign currency transactions.....	(570)	-0-	-0-	-0-
Net change in unrealized appreciation of investments and foreign currency denominated assets and liabilities.....	507,668	237,378	2,059,794	148,141
Net increase in net assets from operations.....	860,924	310,168	1,847,583	184,633
DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS FROM:				
Net investment income.....	(55,626)	(903)	-0-	-0-
Net realized gain on investments.....	(16,764)	-0-	-0-	-0-
CAPITAL STOCK TRANSACTIONS				
Net increase.....	4,942,686	4,348,053	26,235,848	8,657,184
Total increase.....	5,731,220	4,657,318	28,083,431	8,841,817
NET ASSETS				
Beginning of period.....	4,978,116	320,798	-0-	-0-
End of period (including undistributed net investment income of \$178,277, \$55,987, \$142,949 and \$11,162, respectively).....	\$ 10,709,336	\$ 4,978,116	\$ 28,083,431	\$ 8,841,817

</TABLE>

- (a) Commencement of operations, January 11, 1996.
(b) Commencement of operations, August 5, 1996.

See Notes to Financial Statements.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1996

NOTE A -SIGNIFICANT ACCOUNTING POLICIES

Alliance Variable Products Series Fund, Inc. (the "Fund"), was incorporated in the State of Maryland on November 17, 1987 as an open-end series investment company. The Fund had no operations prior to November 28, 1990. The Fund offers seventeen separately managed pools of assets which have differing investment objectives and policies. The Fund currently issues shares of the Premier Growth Portfolio, Global Bond Portfolio, Growth and Income Portfolio, Short-Term Multi-Market Portfolio, U.S. Government/High Grade Securities Portfolio, Total Return Portfolio, International Portfolio, Money Market Portfolio, Global

Dollar Government Portfolio, North American Government Income Portfolio, Utility Income Portfolio, Growth Portfolio, Worldwide Privatization Portfolio, Conservative Investors Portfolio, Growth Investors Portfolio, Technology Portfolio and Quasar Portfolio (the "Portfolios"). The investment objectives of each Portfolio are as follows:

PREMIER GROWTH PORTFOLIO-seeks growth of capital employing aggressive investment policies. Since investments will be made based upon their potential for capital appreciation, current income will be incidental to the objective of capital growth. The Portfolio is not intended for investors whose principal objective is assured income or preservation of capital.

GLOBAL BOND PORTFOLIO-seeks a high level of return from a combination of current income and capital appreciation by investing in a globally diversified portfolio of high quality debt securities denominated in the U.S. Dollar and a range of foreign currencies.

GROWTH AND INCOME PORTFOLIO-seeks reasonable current income and opportunities for appreciation through investments primarily in dividend-paying common stocks of good quality.

SHORT-TERM MULTI-MARKET PORTFOLIO-seeks the highest level of current income, consistent with what the Fund's Adviser considers to be prudent investment risk, that is available from a portfolio of high-quality debt securities having remaining maturities of not more than three years.

U.S. GOVERNMENT/HIGH GRADE SECURITIES PORTFOLIO-seeks a high level of current income consistent with preservation of capital by investing principally in a portfolio of U.S. Government securities and other high grade debt securities.

TOTAL RETURN PORTFOLIO-seeks to achieve a high return through a combination of current income and capital appreciation by investing in a diversified portfolio of common and preferred stocks, senior corporate debt securities, and U.S. Government and agency obligations, bonds and senior debt securities.

INTERNATIONAL PORTFOLIO-seeks to obtain a total return on its assets from long-term growth of capital principally through a broad portfolio of marketable securities of established non-United States companies, companies participating in foreign economies with prospects for growth, and foreign government securities.

MONEY MARKET PORTFOLIO-seeks safety of principal, maintenance of liquidity and maximum current income by investing in a broadly diversified portfolio of money market securities.

GLOBAL DOLLAR GOVERNMENT PORTFOLIO-seeks a high level of current income through investing substantially all of its assets in U.S. and non-U.S. fixed income securities denominated only in U.S. Dollars. As a secondary objective, the Portfolio seeks capital appreciation.

NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO-seeks the highest level of current income, consistent with what the Fund's Adviser considers to be prudent investment risk, that is available from a portfolio of debt securities issued or guaranteed by the governments of the United States, Canada and Mexico, their political subdivisions (including Canadian Provinces but excluding the States of the United States), agencies, instrumentalities or

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

authorities. The Portfolio seeks high current yields by investing in government securities denominated in local currency and U.S. Dollars. Normally, the Portfolio expects to maintain at least 25% of its assets in securities denominated in the U.S. Dollar.

UTILITY INCOME PORTFOLIO-seeks current income and capital appreciation by investing primarily in the equity and fixed-income securities of companies in the "utilities industry." The Portfolio's investment objective and policies are designed to take advantage of the characteristics and historical performance of securities of utilities companies.

GROWTH PORTFOLIO-seeks long-term growth of capital by investing primarily in common stocks and other equity securities.

WORLDWIDE PRIVATIZATION PORTFOLIO-seeks long-term capital appreciation by investing principally in equity securities issued by enterprises that are undergoing, or have undergone, privatization. The balance of the Portfolio's investment portfolio will include equity securities of companies that are

believed by the Fund's Adviser to be beneficiaries of the privatization process.

CONSERVATIVE INVESTORS PORTFOLIO-seeks the highest total return without, in the view of the Fund's Adviser, undue risk to principal by investing in a diversified mix of publicly traded equity and fixed-income securities.

GROWTH INVESTORS PORTFOLIO-seeks the highest total return consistent with what the Fund's Adviser considers to be reasonable risk by investing in a diversified mix of publicly traded equity and fixed-income securities.

TECHNOLOGY PORTFOLIO-seeks growth of capital through investment in companies expected to benefit from advances in technology. The Portfolio invests principally in a diversified portfolio of securities of companies which use technology extensively in the development of new or improved products or processes.

QUASAR PORTFOLIO-seeks growth of capital by pursuing aggressive investment policies. The Portfolio invests principally in a diversified portfolio of equity securities of any company and industry and in any type of security which is believed to offer possibilities for capital appreciation.

The Fund offers and sells its shares only to separate accounts of certain life insurance companies, for the purpose of funding variable annuity contracts and variable life insurance policies. Sales are made without a sales charge, at each Portfolio's net asset value per share.

The following is a summary of significant accounting policies followed by the Fund.

1. SECURITY VALUATION

Portfolio securities traded on a national securities exchange are valued at the last sale price on such exchange on the day of valuation or, if there was no sale on such day, the last bid price quoted on such day. Listed securities not traded and securities traded in the over-the-counter market, including listed debt securities whose primary market is believed to be over-the-counter, are valued at the mean between the most recent quoted bid and asked prices provided by the principal market makers. Publicly traded sovereign debt obligations are typically traded internationally on the over-the-counter market. Readily marketable sovereign debt obligations and fixed income securities may be valued on the basis of prices provided by a pricing service when such prices are believed by the Adviser to reflect the fair value of such securities. Options are valued at market value or fair value using methods determined by the Board of Directors. Securities for which market quotations are not readily available are valued in good faith at fair value using methods determined by the Board of Directors. Securities which mature in 60 days or less are valued at amortized cost, which approximates market value, unless this method does not represent fair value.

2. OPTION WRITING

When a Portfolio writes an option, an amount equal to the premium received by the Portfolio is recorded as a liability and is subsequently adjusted to the current market value of the option written. Premiums received from writing options which expire unexercised are recorded by the Portfolio on the expiration date as

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

realized gains. The difference between the premium and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also recorded as a realized gain, or if the premium is less than the amount paid for the closing purchase transaction, as a realized loss. If a call option is exercised, the premium is added to the proceeds from the sale of the underlying security or currency in determining whether the Portfolio has realized a gain or loss. If a put option is exercised, the premium reduces the cost basis of the security or currency purchased by the Portfolio. In writing an option, the Portfolio bears the market risk of unfavorable changes in the price of the security or currency underlying the written option. Exercise of an option written by the Portfolio could result in the Portfolio selling or buying a security or currency at a price different from the current market value.

3. CURRENCY TRANSLATION

Assets and liabilities denominated in foreign currencies and commitments under forward exchange currency contracts are translated into U.S. dollars at the mean of the quoted bid and asked prices of such currencies against the U.S. dollar. Purchases and sales of portfolio securities are translated at the rates of exchange prevailing when such securities were acquired or sold. Income and expenses are translated at rates of exchange prevailing when accrued.

The Portfolios isolate that portion of the results of operations resulting from

changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held.

Net foreign exchange gains (losses) of \$7,112, \$536, \$36,126, \$(53,678), \$65,399, \$(166,651), \$(1,398), \$944, \$(18,329), \$(4,003) and \$(570) for the Global Bond Portfolio, Growth and Income Portfolio, Short-Term Multi-Market Portfolio, U.S. Government/ High Grade Securities Portfolio, International Portfolio, North American Government Income Portfolio, Utility Income Portfolio, Growth Portfolio, Worldwide Privatization Portfolio, Conservative Investors Portfolio and Growth Investors Portfolio, respectively, represent foreign exchange gains and losses from sales and maturities of securities, holding of foreign currencies, options on foreign currencies, exchange gains or losses realized between the trade and settlement dates on security transactions, and the difference between the amounts of interest and dividends recorded on the Portfolio's books and the U.S. dollar equivalent of the amounts actually received or paid.

Net currency gains and losses from valuing foreign currency denominated assets and liabilities at period end exchange rates are reflected as a component of net change in unrealized appreciation (depreciation) on investments and foreign currency denominated assets and liabilities.

4. ORGANIZATION EXPENSES

Organization expenses of each Portfolio have been deferred and are being amortized on a straight-line basis as follows: Premier Growth Portfolio \$27,506 through June 1997; U.S. Government/High Grade Securities Portfolio \$24,384 through September 1997; Total Return Portfolio \$24,384 through December 1997; International Portfolio \$24,983 through December 1997; Money Market Portfolio \$24,983 through December 1997; Global Dollar Government Portfolio \$16,723 through April 1999; North American Government Income Portfolio \$21,570 through April 1999; Utility Income Portfolio \$15,299 through April 1999; Growth Portfolio \$10,000 through September 1999; Worldwide Privatization Portfolio \$10,000 through September 1999; Conservative Investors Portfolio \$10,000 through October 1999, Growth Investors Portfolio \$10,000 through October 1999, Technology Portfolio \$21,500 through January 2001 and Quasar Portfolio \$26,098 through August 2001.

5. TAXES

It is the Fund's policy to meet the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its investment company taxable income and net realized gains, if applicable, to shareholders. Therefore, no provisions for federal income or excise taxes are required.

6. INVESTMENT INCOME AND SECURITY TRANSACTIONS

Interest income is accrued daily. Dividend income is recorded on the ex-dividend date. Security transactions

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

are accounted for on the date securities are purchased or sold. Security gains and losses are determined on the identified cost basis. The Fund accretes discounts as adjustments to interest income.

7. DIVIDENDS AND DISTRIBUTIONS

Each Portfolio declares and distributes dividends and distributions from net investment income and net realized gains, respectively, if any, at least annually, except for dividends on the Money Market Portfolio, which are declared daily and paid monthly. Income dividends and capital gain distributions are determined in accordance with income tax regulations.

NOTE B - ADVISORY FEE AND OTHER TRANSACTIONS WITH AFFILIATES

Under the terms of an investment advisory agreement, each Portfolio pays Alliance Capital Management L.P., (the "Adviser"), an investment advisory fee, based on average net assets at the following annual rates: Premier Growth Portfolio, 1%; Global Bond Portfolio, .65 of 1%; Growth and Income Portfolio, .625 of 1%; Short-Term Multi-Market Portfolio, .55 of 1%; U.S. Government/High Grade Securities Portfolio, .60 of 1%; Total Return Portfolio, .625 of 1%; International Portfolio, 1%; Money Market Portfolio, .50 of 1%; Global Dollar Government Portfolio, .75 of 1%; North American Government Income Portfolio, .65 of 1%; Utility Income Portfolio, .75 of 1%; Growth Portfolio, .75 of 1%; Worldwide Privatization Portfolio, 1%; Conservative Investors Portfolio, .75 of 1%; Growth Investors Portfolio, .75 of 1%; Technology Portfolio, 1%; and Quasar Portfolio, 1%. Such fee is accrued daily and paid monthly. For the Global Bond Portfolio, the adviser has retained, under a sub-advisory agreement, a sub-adviser, AIGAM International Ltd., an affiliate of American International Group, Inc.

The Adviser voluntarily agreed to reimburse each Portfolio based on their respective average net assets for expenses exceeding .95% for the year ended December 31, 1996. Expense reimbursements, if any, are accrued daily and paid monthly. For the year ended December 31, 1996, such reimbursements amounted to \$174,999, \$30,455, \$1,981, \$58,473, \$13,684, \$30,782, \$292,872, \$1,152, \$57,498, \$51,957, \$62,408, \$8,160, \$104,050, \$69,878, \$80,065, \$82,377 and \$41,815 for the Premier Growth Portfolio, the Global Bond Portfolio, the Growth and Income Portfolio, the Short-Term Multi-Market Portfolio, the U.S. Government/High Grade Securities Portfolio, the Total Return Portfolio, the International Portfolio, the Money Market Portfolio, the Global Dollar Government Portfolio, the North American Government Income Portfolio, the Utility Income Portfolio, the Growth Portfolio, the Worldwide Privatization Portfolio, the Conservative Investors Portfolio, the Growth Investors Portfolio, the Technology Portfolio and the Quasar Portfolio, respectively.

Each Portfolio compensates Alliance Fund Services, Inc. (a wholly-owned subsidiary of the Adviser) for providing personnel and facilities to perform transfer agency services for the Fund. Such compensation amounted to \$1,108 for the Premier Growth Portfolio, the Global Bond Portfolio, the Short-Term Multi-Market Portfolio, the U.S. Government/High Grade Securities Portfolio, the Total Return Portfolio, the International Portfolio, the Money Market Portfolio, the Global Dollar Government Portfolio, the North American Government Income Portfolio, the Utility Income Portfolio, the Growth Portfolio, the Worldwide Privatization Portfolio, the Conservative Investors Portfolio and the Growth Investors Portfolio, and \$101, \$1,020, and \$265 for the Growth and Income Portfolio, the Technology Portfolio and the Quasar Portfolio, respectively, for the year ended December 31, 1996.

Brokerage commissions paid for the year ended December 31, 1996 on securities transactions amounted to \$90,253, \$255,607, \$260,435, \$30,275, \$31,907, \$287,449, \$41,894, \$23,162, \$28,063, \$10,847, and \$12,207 on the Premier Growth Portfolio, the Growth and Income Portfolio, the International Portfolio, the Total Return Portfolio, the Utility Income Portfolio, the Growth Portfolio, the Worldwide Privatization Portfolio, the Conservative Investors Portfolio, the Growth Investors Portfolio, the Technology Portfolio and the Quasar Portfolio, respectively, none of which was paid to affiliated brokers.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

NOTE C - INVESTMENT TRANSACTIONS

Purchases and sales of investment securities (excluding short-term investments) for the year ended December 31, 1996 were as follows:

<TABLE>
<CAPTION>

PORTFOLIO	PURCHASES		SALES	
	STOCKS AND DEBT OBLIGATIONS	U.S. GOVERNMENT AND AGENCIES	STOCKS AND DEBT OBLIGATIONS	U.S. GOVERNMENT AND AGENCIES
<S>	<C>	<C>	<C>	<C>
Premier Growth.....	\$ 76,932,252	\$ -0-	\$ 19,077,087	\$ -0-
Global Bond.....	25,876,347	7,715,539	20,670,020	6,754,344
Growth and Income.....	133,846,257	-0-	66,379,710	-0-
Short-Term Multi-Market.....	4,747,143	2,039,274	3,047,376	1,037,629
U.S. Government/High Grade Securities.....	16,155,861	27,672,220	5,046,720	26,705,429
Total Return.....	17,569,661	5,695,297	8,681,654	-0-
International.....	40,701,269	-0-	16,619,578	-0-
Global Dollar Government.....	12,122,336	-0-	7,869,900	648,543
North American Government Income.....	1,974,847	2,359,969	303,083	-0-
Utility Income.....	15,284,351	-0-	7,657,155	-0-
Growth.....	149,805,845	-0-	82,877,908	-0-
Worldwide Privatization.....	14,801,255	-0-	4,696,728	-0-
Conservative Investors.....	14,133,067	24,060,882	7,000,131	18,243,847
Growth Investors.....	12,867,010	4,887,959	7,028,712	4,533,491
Technology.....	20,274,849	-0-	2,086,825	-0-
Quasar.....	8,269,072	-0-	1,137,358	-0-

</TABLE>

At December 31, 1996, the cost of investments for federal income tax purposes and the tax basis gross unrealized appreciation, depreciation and net unrealized appreciation (depreciation) were as follows:

<TABLE>
<CAPTION>

PORTFOLIO	COST	GROSS UNREALIZED		NET UNREALIZED APPRECIATION
		APPRECIATION	DEPRECIATION	

<S>	<C>	<C>	<C>	<C>
Premier Growth.....	\$ 78,845,258	\$ 18,701,940	\$ (1,491,373)	17,210,567
Global Bond.....	17,098,659	373,397	(215,506)	157,891
Growth and Income.....	113,631,858	14,293,546	(1,561,270)	12,732,276
Short-Term Multi-Market.....	6,928,674	23,994	(22,475)	1,519
U.S. Government/High Grade Securities.....	28,720,906	293,399	(222,601)	70,798
Total Return.....	23,976,844	2,025,711	(271,208)	1,754,503
International.....	42,921,329	3,781,471	(2,478,159)	1,303,312
Global Dollar Government.....	8,157,659	576,712	(190,999)	385,713
North American Government Income.....	15,384,697	1,181,185	(44,610)	1,136,575
Utility Income.....	13,527,111	1,322,090	(222,879)	1,099,211
Growth.....	119,523,357	23,865,413	(3,721,548)	20,143,865
Worldwide Privatization.....	17,044,295	1,914,087	(611,964)	1,302,123
Conservative Investors.....	20,833,450	977,550	(274,789)	702,761
Growth Investors.....	9,945,041	1,087,158	(373,412)	713,746
Technology	25,712,675	3,257,456	(1,197,662)	2,059,794
Quasar.....	8,360,595	347,940	(203,503)	144,437

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

At December 31, 1996, for federal income tax purposes, the Premier Growth, Money Market, North American Government Income, Utility Income, Conservative Investors and Technology Portfolios had net capital loss carryforwards of \$714,471, \$343, \$2,290, \$46,396, \$33,656 and \$355,160 which expire in 2004, respectively. Short-Term Multi-Market had net capital loss carryforward of \$1,097,934 (of which \$5,518 expires in 2001, \$150,822 expires in 2002, and \$941,594 expires in 2003).

The Global Bond, Short-Term Multi-Market, U.S. Government/High Grade Securities and North American Government Income Portfolios enter into forward exchange currency contracts in order to hedge their exposure to changes in foreign currency exchange rates on their foreign portfolio holdings. A forward contract is a commitment to purchase or sell a foreign currency at a future date at a negotiated forward rate. The Portfolios may enter into contracts to deliver or receive foreign currency it will receive from or require for its normal investment activities. It may also use contracts in a manner intended to protect foreign currency-denominated securities from declines in value due to unfavorable exchange rate movements. The gain or loss arising from the difference between the original contract and the closing of such contract is included in realized gains or losses from foreign currency transactions. Fluctuations in the value of forward exchange currency contracts are recorded for financial reporting purposes as unrealized gains or losses by the Portfolio. The Fund's custodian will place and maintain cash not available for investment or government securities in a separate account of the Fund having a value equal to the aggregate amount of the Fund's commitments under forward exchange currency contracts entered into with respect to position hedges. Risks may arise from the potential inability of a counterparty to meet the terms of a contract and from unanticipated movements in the value of a foreign currency relative to the U.S. dollar. At December 31, 1996, the outstanding forward exchange currency contracts were as follows:

GLOBAL BOND PORTFOLIO:

<TABLE> <CAPTION>	CONTRACT AMOUNT (000)	VALUE ON ORIGINATION DATE	U.S.\$ CURRENT VALUE	UNREALIZED APPRECIATION
FOREIGN CURRENCY SALE CONTRACTS				
<S>	<C>	<C>	<C>	<C>
Australian Dollars, expiring 1/06/97.....	900	\$ 738,000	\$ 715,305	\$ 22,695

SHORT-TERM MULTI-MARKET PORTFOLIO:

<TABLE> <CAPTION>	CONTRACT AMOUNT (000)	VALUE ON ORIGINATION DATE	U.S.\$ CURRENT VALUE	UNREALIZED APPRECIATION (DEPRECIATION)
FOREIGN CURRENCY BUY CONTRACTS				
<S>	<C>	<C>	<C>	<C>
Deutsche Marks, expiring 2/04/97.....	586	\$ 380,025	\$ 381,645	\$ 1,620
Spanish Pesetas, expiring 3/27/97.....	22,000	167,647	169,126	1,479
Swiss Francs, expiring 1/06/97.....	744	568,837	556,263	(12,574)

FOREIGN CURRENCY SALE CONTRACTS

Australian Dollars, expiring 1/09/97.....	907	725,421	720,623	4,798
Canadian Dollars, expiring 1/21/97.....	375	276,460	274,151	2,309
Deutsche Marks, expiring 1/27/97-2/04/97.....	1,723	1,123,340	1,121,941	1,399
Finnish Markka, expiring 1/17/97.....	1,178	257,994	256,441	1,553
French Francs, expiring 3/27/97.....	882	168,852	170,807	(1,955)
New Zealand Dollars, expiring 1/21/97.....	200	140,070	141,206	(1,136)
Norwegian Krone, expiring 2/04/97.....	1,400	218,473	217,662	811
Spanish Pesetas, expiring 1/27/97.....	25,000	198,098	192,432	5,666
Swedish Krona, expiring 1/27/97.....	2,059	311,903	302,329	9,574
Swiss Francs, expiring 1/06/97.....	744	599,549	556,263	43,286

\$ 56,830
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</TABLE>

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

U.S. GOVERNMENT/HIGH GRADE SECURITIES PORTFOLIO:

<TABLE>
<CAPTION>

FOREIGN CURRENCY SALE CONTRACTS	CONTRACT AMOUNT (000)	VALUE ON ORIGINATION DATE	U.S.\$ CURRENT VALUE	UNREALIZED APPRECIATION
<S>	<C>	<C>	<C>	<C>
Australian Dollars, expiring 2/25/97.....	767	\$ 621,914	\$ 609,580	\$ 12,334

=====

</TABLE>

NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO:

<TABLE>
<CAPTION>

FOREIGN CURRENCY SALE CONTRACTS	CONTRACT AMOUNT (000)	VALUE ON ORIGINATION DATE	U.S.\$ CURRENT VALUE	UNREALIZED APPRECIATION
<S>	<C>	<C>	<C>	<C>
Canadian Dollars, expiring 1/31/97-3/12/97.....	1,600	\$ 1,192,270	\$ 1,171,623	\$ 20,647

=====

</TABLE>

NOTE D - CAPITAL STOCK

There are 900,000,000 shares of capital stock, \$.001 par value per share of the Fund authorized. Transactions in capital stock were as follows:

<TABLE>
<CAPTION>

PREMIER GROWTH PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	3,544,816	2,743,464	\$ 57,846,653	\$ 42,977,782
Shares issued in reinvestment of dividends and distributions.....	1,261,734	24,754	17,639,042	371,559
Shares redeemed.....	(307,428)	(4,167,864)	(4,698,027)	(71,560,743)
Net increase (decrease).....	4,499,122	(1,399,646)	\$ 70,787,668	\$ (28,211,402)

=====

</TABLE>

<TABLE>
<CAPTION>

GLOBAL BOND PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995

<S>	<C>	<C>	<C>	<C>
Shares sold.....	542,902	232,590	\$ 6,400,878	\$ 2,666,899
Shares issued in reinvestment of dividends and distributions.....	122,714	6,352	1,344,941	72,090
Shares redeemed.....	(73,483)	(31,126)	(850,289)	(336,122)
Net increase.....	592,133	207,816	\$ 6,895,530	\$ 2,402,867

</TABLE>

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

<TABLE>
<CAPTION>

GROWTH AND INCOME PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	4,431,728	2,176,403	\$ 69,859,324	\$ 31,126,890
Shares issued in reinvestment of dividends and distributions.....	897,017	79,180	12,943,948	1,083,182
Shares redeemed.....	(260,259)	(3,114,447)	(4,064,650)	(48,121,948)
Net increase (decrease).....	5,068,486	(858,864)	\$ 78,738,622	\$ (15,911,876)

</TABLE>

<TABLE>
<CAPTION>

SHORT-TERM MULTI-MARKET PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	664,791	485,653	\$ 7,076,379	\$ 4,901,077
Shares issued in reinvestment of dividends and distributions.....	36,156	-0-	369,515	-0-
Shares redeemed.....	(336,158)	(2,299,084)	(3,579,806)	(23,525,996)
Net increase (decrease).....	364,789	(1,813,431)	\$ 3,866,088	\$ (18,624,919)

</TABLE>

<TABLE>
<CAPTION>

U.S. GOVERNMENT/HIGH GRADE SECURITIES PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	1,420,578	1,256,331	\$ 16,046,280	\$ 13,737,462
Shares issued in reinvestment of dividends and distributions.....	84,596	13,708	911,097	149,970
Shares redeemed.....	(426,894)	(330,322)	(4,785,385)	(3,618,557)
Net increase.....	1,078,280	939,717	\$ 12,171,992	\$ 10,268,875

</TABLE>

<TABLE>
<CAPTION>

TOTAL RETURN PORTFOLIO

SHARES AMOUNT

	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	1,193,848	610,625	\$ 15,859,123	\$ 7,402,831
Shares issued in reinvestment of dividends and distributions.....	10,076	866	132,799	10,089
Shares redeemed.....	(78,997)	(39,552)	(1,065,291)	(472,522)
Net increase.....	1,124,927	571,939	\$ 14,926,631	\$ 6,940,398

</TABLE>

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

<TABLE>
<CAPTION>

INTERNATIONAL PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	2,116,357	761,751	\$ 30,825,850	\$ 10,153,923
Shares issued in reinvestment of dividends and distributions.....	27,149	4,039	400,715	52,908
Shares redeemed.....	(342,716)	(154,693)	(5,029,748)	(2,057,700)
Net increase.....	1,800,790	611,097	\$ 26,196,817	\$ 8,149,131

</TABLE>

<TABLE>
<CAPTION>

MONEY MARKET PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	178,619,585	72,470,594	\$ 178,619,585	\$ 72,470,594
Shares issued in reinvestment of dividends.....	2,336,582	799,144	2,336,582	799,144
Shares redeemed.....	(144,278,841)	(52,076,451)	(144,278,841)	(52,076,451)
Net increase.....	36,677,326	21,193,287	\$ 36,677,326	\$ 21,193,287

</TABLE>

<TABLE>
<CAPTION>

GLOBAL DOLLAR GOVERNMENT PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	373,824	234,218	\$ 4,866,573	\$ 2,508,397
Shares issued in reinvestment of dividends and distributions.....	17,037	2,647	204,610	28,002
Shares redeemed.....	(89,291)	(37,201)	(1,150,935)	(398,577)
Net increase.....	301,570	199,664	\$ 3,920,248	\$ 2,137,822

</TABLE>

<TABLE>
<CAPTION>

NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	933,567	528,380	\$ 10,739,062	\$ 4,987,369
Shares issued in reinvestment of dividends and distributions.....	4,805	15,806	53,576	144,624
Shares redeemed.....	(283,721)	(287,428)	(3,240,140)	(2,656,476)
Net increase.....	654,651	256,758	\$ 7,552,498	\$ 2,475,517

</TABLE>

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

<TABLE>
<CAPTION>

	UTILITY INCOME PORTFOLIO			
	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	776,031	443,081	\$ 9,308,720	\$ 4,987,939
Shares issued in reinvestment of dividends and distributions.....	20,206	1,762	237,823	19,131
Shares redeemed.....	(146,278)	(50,420)	(1,759,199)	(557,510)
Net increase.....	649,959	394,423	\$ 7,787,344	\$ 4,449,560

</TABLE>

<TABLE>
<CAPTION>

	GROWTH PORTFOLIO			
	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	4,744,489	2,718,920	\$ 74,657,741	\$ 35,309,744
Shares issued in reinvestment of dividends and distributions.....	111,233	874	1,737,459	10,912
Shares redeemed.....	(292,788)	(64,342)	(4,471,934)	(844,007)
Net increase.....	4,562,934	2,655,452	\$ 71,923,266	\$ 34,476,649

</TABLE>

<TABLE>
<CAPTION>

	WORLDWIDE PRIVATIZATION PORTFOLIO			
	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
<S>	<C>	<C>	<C>	<C>
Shares sold.....	977,499	430,445	\$ 12,011,656	\$ 4,671,434
Shares issued in reinvestment of dividends and distributions.....	7,424	662	90,574	7,193
Shares redeemed.....	(84,263)	(10,458)	(1,037,082)	(114,064)
Net increase.....	900,660	420,649	\$ 11,065,148	\$ 4,564,563

</TABLE>

<TABLE>
<CAPTION>

CONSERVATIVE INVESTORS PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
	<C>	<C>	<C>	<C>
Shares sold.....	1,387,334	600,037	\$ 15,999,200	\$ 6,706,928
Shares issued in reinvestment of dividends and distributions.....	16,196 (234,084)	328 (39,275)	183,326 (2,711,937)	3,620 (427,125)
Net increase.....	1,169,446	561,090	\$ 13,470,589	\$ 6,283,423

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
NOTES TO FINANCIAL STATEMENTS (CONT'D)

<TABLE>
<CAPTION>

GROWTH INVESTORS PORTFOLIO

	SHARES		AMOUNT	
	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995	YEAR ENDED DECEMBER 31, 1996	YEAR ENDED DECEMBER 31, 1995
	<C>	<C>	<C>	<C>
Shares sold.....	646,812	407,129	\$ 7,777,769	\$ 4,571,141
Shares issued in reinvestment of dividends and distributions.....	6,038 (231,754)	83 (20,469)	72,389 (2,907,472)	903 (223,991)
Net increase.....	421,096	386,743	\$ 4,942,686	\$ 4,348,053

</TABLE>

<TABLE>
<CAPTION>

TECHNOLOGY PORTFOLIO

QUASAR PORTFOLIO

	TECHNOLOGY PORTFOLIO		QUASAR PORTFOLIO	
	SHARES	AMOUNT	SHARES	AMOUNT
	JANUARY 11, 1996 (A) TO DECEMBER 31, 1996		AUGUST 5, 1996 (A) TO DECEMBER 31, 1996	
<C>	<C>	<C>	<C>	
Shares sold.....	2,807,022	\$ 29,063,181	832,347	\$ 8,673,741
Shares redeemed.....	(263,543)	(2,827,333)	(1,598)	(16,557)
Net increase.....	2,543,479	\$ 26,235,848	830,749	\$ 8,657,184

</TABLE>

(a) Commencement of operations.

NOTE E - RECLASSIFICATION OF COMPONENTS OF NET ASSETS
As a result of permanent differences between accounting and tax regulations in the treatment of foreign currency transactions, short-term gains and tax returns of capital distributions, the portfolios made the following reclassifications during the year ended December 31, 1996:

<TABLE>
<CAPTION>

PORTFOLIO	PAID-IN CAPITAL	UNDISTRIBUTED (OVERDISTRIBUTED) NET INVESTMENT INCOME	ACCUMULATED NET REALIZED GAIN (LOSS)
<S>	<C>	<C>	<C>
Premier Growth.....	\$ -0-	\$ 3,219	\$ (3,219)
Global Bond.....	(489)	58,206	(57,717)
Growth and Income.....	(658)	(9,929)	10,587
Short-Term Multi-Market.....	-0-	38,967	(38,967)
U.S. Government/High Grade Securities.....	-0-	(54,050)	54,050
Total Return.....	-0-	480	(480)

International.....	-0-	67,673	(67,673)
Money Market.....	-0-	243	(243)
Global Dollar Government.....	-0-	3,929	(3,929)
North American Government Income.....	-0-	(163,970)	163,970
Utility Income.....	-0-	(2,181)	2,181
Growth.....	-0-	(86,022)	86,022
Worldwide Privatization.....	-0-	48,688	(48,688)
Conservative Investors.....	-0-	(3,931)	3,931
Growth Investors.....	-0-	(577)	577
Technology	(10)	10	-0-

Net investment income, net realized gains and net assets were not affected by the reclassifications.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
FINANCIAL HIGHLIGHTS
SELECTED DATA FOR A SHARE OF CAPITAL STOCK OUTSTANDING THROUGHOUT EACH PERIOD

<TABLE>
<CAPTION>

PREMIER GROWTH PORTFOLIO

	YEAR ENDED DECEMBER 31,				JUNE 26, 1992 (A)
	1996	1995	1994	1993	TO DECEMBER 31, 1992
<S>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 17.80	\$ 12.37	\$ 12.79	\$ 11.38	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS					
Net investment income (b).....	.08 (c)	.09 (c)	.03 (c)	-0-	.06 (c)
Net realized and unrealized gain (loss) on investments.....	3.29	5.44	(.41)	1.43	1.32
Net increase (decrease) in net asset value from operations..	3.37	5.53	(.38)	1.43	1.38
LESS: DIVIDENDS AND DISTRIBUTIONS					
Dividends from net investment income.....	(.10)	(.03)	(.01)	(.01)	-0-
Distributions from net realized gains.....	(5.37)	(.07)	(.03)	(.01)	-0-
Total dividends and distributions.....	(5.47)	(.10)	(.04)	(.02)	-0-
Net asset value, end of period.....	\$ 15.70	\$ 17.80	\$ 12.37	\$ 12.79	\$ 11.38
TOTAL RETURN					
Total investment return based on net asset value (d).....	22.70%	44.85%	(2.96)%	12.63%	13.80%
RATIOS/SUPPLEMENTAL DATA					
Net assets, end of period (000's omitted).....	\$96,434	\$29,278	\$37,669	\$13,659	\$3,760
Ratio to average net assets of:					
Expenses, net of waivers and reimbursements.....	.95%	.95%	.95%	1.18%	.95% (e)
Expenses, before waivers and reimbursements.....	1.23%	1.19%	1.40%	2.05%	4.20% (e)
Net investment income.....	.52%	.55%	.42%	.22%	.96% (e)
Portfolio turnover rate.....	32%	97%	38%	42%	14%
Average commission rate paid (f).....	\$.0609	-0-	-0-	-0-	-0-

<TABLE>
<CAPTION>

GLOBAL BOND PORTFOLIO

	YEAR ENDED DECEMBER 31,				
	1996	1995	1994	1993	1992
<S>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 12.15	\$ 9.82	\$ 11.33	\$ 11.24	\$ 11.10
INCOME FROM INVESTMENT OPERATIONS					
Net investment income (b).....	.67 (c)	.69 (c)	.57 (c)	.77 (c)	.64
Net realized and unrealized gain (loss) on investments and foreign currency transactions.....	.01	1.73	(1.16)	.43	(.13)
Net increase (decrease) in net asset value from operations..	.68	2.42	(.59)	1.20	.51
LESS: DIVIDENDS AND DISTRIBUTIONS					
Dividends from net investment income.....	(.84)	(.09)	(.62)	(.85)	(.28)
Distributions from net realized gains.....	(.25)	-0-	(.30)	(.26)	(.09)
Total dividends and distributions.....	(1.09)	(.09)	(.92)	(1.11)	(.37)

Net asset value, end of period.....	\$ 11.74	\$ 12.15	\$ 9.82	\$ 11.33	\$ 11.24
TOTAL RETURN					
Total investment return based on net asset value (d).....	6.21%	24.73%	(5.16)%	11.15%	4.87%
RATIOS/SUPPLEMENTAL DATA					
Net assets, end of period (000's omitted).....	\$18,117	\$11,553	\$7,298	\$6,748	\$5,876
Ratio to average net assets of:					
Expenses, net of waivers and reimbursements.....	.94%	.95%	.95%	1.50%	1.50%
Expenses, before waivers and reimbursements.....	1.15%	1.77%	2.05%	1.50%	1.97%
Net investment income.....	5.76%	6.22%	6.01%	4.85%	5.85%
Portfolio turnover rate.....	191%	262%	102%	125%	78%

</TABLE>

See footnote summary on page B-81.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
FINANCIAL HIGHLIGHTS
SELECTED DATA FOR A SHARE OF CAPITAL STOCK OUTSTANDING THROUGHOUT EACH PERIOD

<TABLE>
<CAPTION>

	GROWTH AND INCOME PORTFOLIO				
	YEAR ENDED DECEMBER 31,				
	1996	1995	1994	1993	1992
<S>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 15.79	\$ 11.85	\$ 12.18	\$ 10.99	\$ 10.35
INCOME FROM INVESTMENT OPERATIONS					
Net investment income (b).....	.24 (c)	.27 (c)	.10 (c)	.01 (c)	.10 (c)
Net realized and unrealized gain (loss) on investments.....	3.18	3.94	(.16)	1.27	.71
Net increase (decrease) in net asset value from operations..	3.42	4.21	(.06)	1.28	.81
LESS: DIVIDENDS AND DISTRIBUTIONS					
Dividends from net investment income.....	(.25)	(.13)	(.10)	(.06)	(.17)
Distributions from net realized gains.....	(2.56)	(.14)	(.17)	(.03)	-0-
Total dividends and distributions.....	(2.81)	(.27)	(.27)	(.09)	(.17)
Net asset value, end of period.....	\$ 16.40	\$ 15.79	\$ 11.85	\$ 12.18	\$ 10.99
TOTAL RETURN					
Total investment return based on net asset value (d).....	24.09%	35.76%	(.35)%	11.69%	7.92%
RATIOS/SUPPLEMENTAL DATA					
Net assets, end of period (000's omitted).....	\$126,729	\$41,993	\$41,702	\$22,756	\$7,803
Ratio to average net assets of:					
Expenses, net of waivers and reimbursements.....	.82%	.79%	.90%	1.18%	.99%
Expenses, before waivers and reimbursements.....	.82%	.79%	.91%	1.28%	2.09%
Net investment income.....	1.58%	1.95%	1.71%	1.76%	2.42%
Portfolio turnover rate.....	87%	150%	95%	69%	49%
Average commission rate paid (f).....	\$.0602	-0-	-0-	-0-	-0-

</TABLE>

<TABLE>
<CAPTION>

	SHORT-TERM MULTI-MARKET PORTFOLIO				
	YEAR ENDED DECEMBER 31,				
	1996	1995	1994	1993	1992
<S>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 10.58	\$ 9.91	\$ 11.07	\$ 10.77	\$ 10.68
INCOME FROM INVESTMENT OPERATIONS					
Net investment income (b).....	.64 (c)	.82 (c)	.47 (c)	.28 (c)	.63 (c)
Net realized and unrealized gain (loss) on investments and foreign currency transactions.....	.33	(.15)	(1.16)	.43	(.54)
Net increase (decrease) in net asset value from operations..	.97	.67	(.69)	.71	.09
LESS: DIVIDENDS AND DISTRIBUTIONS					
Dividends from net investment income.....	(.82)	-0-	(.46)	(.41)	-0-
Return of capital.....	-0-	-0-	(.01)	-0-	-0-
Total dividends and distributions.....	(.82)	-0-	(.47)	(.41)	-0-

	----- \$ 10.73 =====	----- \$ 10.58 =====	----- \$ 9.91 =====	----- \$ 11.07 =====	----- \$ 10.77 =====
Net asset value, end of period.....					
TOTAL RETURN					
Total investment return based on net asset value (d).....	9.57%	6.76%	(6.51)%	6.62%	.84%
RATIOS/SUPPLEMENTAL DATA					
Net assets, end of period (000's omitted).....	\$7,112	\$3,152	\$20,921	\$23,560	\$14,841
Ratio to average net assets of:					
Expenses, net of waivers and reimbursements.....	.95%	.95%	.94%	1.17%	.99%
Expenses, before waivers and reimbursements.....	2.09%	1.30%	.99%	1.24%	1.66%
Net investment income.....	6.03%	8.22%	6.52%	6.39%	7.18%
Portfolio turnover rate.....	159%	379%	134%	210%	153%

</TABLE>

See footnote summary on page B-81.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
FINANCIAL HIGHLIGHTS
SELECTED DATA FOR A SHARE OF CAPITAL STOCK OUTSTANDING THROUGHOUT EACH PERIOD

<TABLE>
<CAPTION>

	U.S. GOVERNMENT/HIGH GRADE SECURITIES PORTFOLIO				
	YEAR ENDED DECEMBER 31,				SEPTEMBER 17, 1992 (A)
	1996	1995	1994	1993	TO DECEMBER 31, 1992
<S>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 11.66	\$ 9.94	\$ 10.72	\$ 9.89	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS					
Net investment income (b).....	.66 (c)	.65 (c)	.28 (c)	.43 (c)	.14 (c)
Net realized and unrealized gain (loss) on investments.....	(.39)	1.25	(.71)	.48	(.25)
Net increase (decrease) in net asset value from operations..	.27	1.90	(.43)	.91	(.11)
LESS: DIVIDENDS AND DISTRIBUTIONS					
Dividends from net investment income.....	(.28)	(.18)	(.21)	(.08)	-0-
Distributions from net realized gains.....	(.13)	-0-	(.14)	-0-	-0-
Total dividends and distributions.....	(.41)	(.18)	(.35)	(.08)	-0-
Net asset value, end of period.....	\$ 11.52	\$ 11.66	\$ 9.94	\$ 10.72	\$ 9.89
TOTAL RETURN					
Total investment return based on net asset value (d).....	2.55%	19.26%	(4.03)%	9.20%	(1.10)%
RATIOS/SUPPLEMENTAL DATA					
Net assets, end of period (000's omitted).....	\$29,150	\$16,947	\$5,101	\$1,350	\$785
Ratio to average net assets of:					
Expenses, net of waivers and reimbursements.....	.92%	.95%	.95%	1.16%	.95% (e)
Expenses, before waivers and reimbursements.....	.98%	1.58%	3.73%	5.42%	11.56% (e)
Net investment income.....	5.87%	5.96%	5.64%	4.59%	4.82% (e)
Portfolio turnover rate.....	137%	68%	32%	177%	13%

</TABLE>

<TABLE>
<CAPTION>

	TOTAL RETURN PORTFOLIO				
	YEAR ENDED DECEMBER 31,				DECEMBER 28, 1992 (A)
	1996	1995	1994	1993	TO DECEMBER 31, 1992
<S>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 12.80	\$ 10.41	\$ 10.97	\$ 10.01	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS					
Net investment income (b).....	.27 (c)	.36 (c)	.15 (c)	.15 (c)	.01
Net realized and unrealized gain (loss) on investments.....	1.66	2.10	(.56)	.81	-0-
Net increase (decrease) in net asset value from operations..	1.93	2.46	(.41)	.96	.01
LESS: DIVIDENDS AND DISTRIBUTIONS					
Dividends from net investment income.....	(.07)	(.07)	(.09)	-0-	-0-
Distributions from net realized gains.....	(.03)	-0-	(.06)	-0-	-0-
Total dividends and distributions.....	(.10)	(.07)	(.15)	-0-	-0-
Net asset value, end of period.....	\$ 14.63	\$ 12.80	\$ 10.41	\$ 10.97	\$ 10.01

	=====	=====	=====	=====	=====
TOTAL RETURN					
Total investment return based on net asset value (d).....	15.17%	23.67%	(3.77)%	9.59%	.10%
RATIOS/SUPPLEMENTAL DATA					
Net assets, end of period (000's omitted).....	25,875	\$8,242	\$750	\$360	\$95
Ratio to average net assets of:					
Expenses, net of waivers and reimbursements.....	.95%	.95%	.95%	1.20%	0%
Expenses, before waivers and reimbursements.....	1.12%	4.49%	19.49%	25.96%	0%
Net investment income.....	2.76%	3.16%	2.29%	1.45%	2.21% (e)
Portfolio turnover rate.....	57%	30%	83%	25%	0%
Average commission rate paid (f).....	\$.0593	-0-	-0-	-0-	-0-

</TABLE>

See footnote summary on page B-81.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
 FINANCIAL HIGHLIGHTS
 SELECTED DATA FOR A SHARE OF CAPITAL STOCK OUTSTANDING THROUGHOUT EACH PERIOD

<TABLE>
 <CAPTION>

	INTERNATIONAL PORTFOLIO				
	YEAR ENDED DECEMBER 31,				DECEMBER 28, 1992 (A)
	1996	1995	1994	1993	TO DECEMBER 31, 1992
<S>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 14.07	\$ 12.88	\$ 12.16	\$ 10.00	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS					
Net investment income (b).....	.19 (c)	.18 (c)	.10 (c)	.03 (c)	-0-
Net realized and unrealized gain on investments and foreign currency transactions.....	.83	1.08	.72 (g)	2.13	-0-
Net increase in net asset value from operations.....	1.02	1.26	.82	2.16	-0-
LESS: DIVIDENDS AND DISTRIBUTIONS					
Dividends from net investment income.....	(.08)	(.03)	(.02)	-0-	-0-
Distributions from net realized gains.....	(.12)	(.04)	(.08)	-0-	-0-
Total dividends and distributions.....	(.20)	(.07)	(.10)	-0-	-0-
Net asset value, end of period.....	\$ 14.89	\$ 14.07	\$ 12.88	\$ 12.16	\$ 10.00

TOTAL RETURN					
Total investment return based on net asset value (d)...	7.25%	9.86%	6.70%	21.60%	0%
RATIOS/SUPPLEMENTAL DATA					
Net assets, end of period (000's omitted).....	\$44,324	\$16,542	\$7,276	\$688	\$79
Ratio to average net assets of:					
Expenses, net of waivers and reimbursements.....	.95%	.95%	.95%	1.20%	0%
Expenses, before waivers and reimbursements.....	1.91%	2.99%	7.26%	39.28%	0%
Net investment income.....	1.29%	1.41%	.90%	.26%	2.07% (e)
Portfolio turnover rate.....	60%	87%	95%	85%	0%
Average commission rate paid (f).....	\$.0431	-0-	-0-	-0-	-0-

</TABLE>

<TABLE>
 <CAPTION>

	MONEY MARKET PORTFOLIO				
	YEAR ENDED DECEMBER 31,				DECEMBER 28, 1992 (A)
	1996	1995	1994	1993	TO DECEMBER 31, 1992
<S>	<C>	<C>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
INCOME FROM INVESTMENT OPERATIONS					
Net investment income (b).....	.05	.05	.03	.22	-0-
Net realized and unrealized gain on investments.....	-0-	-0-	-0-	-0-	-0-
Net increase in net asset value from operations.....	.05	.05	.03	.22	-0-
LESS: DIVIDENDS AND DISTRIBUTIONS					
Dividends from net investment income.....	(.05)	(.05)	(.03)	(.22)	-0-
Distributions from net realized gains.....	-0-	-0-	-0-	-0-	-0-
Total dividends and distributions.....	(.05)	(.05)	(.03)	(.22)	-0-

	----- \$ 1.00 =====	----- \$ 1.00 =====	----- \$ 1.00 =====	----- \$ 1.00 =====	----- \$ 1.00 =====
Net asset value, end of period.....					
TOTAL RETURN					
Total investment return based on net asset value (d)..	4.71%	4.97%	3.27%	2.25%	.02%
RATIOS/SUPPLEMENTAL DATA					
Net assets, end of period (000's omitted).....	\$64,769	\$28,092	\$6,899	\$102	\$30
Ratio to average net assets of:					
Expenses, net of waivers and reimbursements.....	.69%	.95%	.95%	1.16%	0%
Expenses, before waivers and reimbursements.....	.69%	1.07%	4.46%	68.14%	0%
Net investment income.....	4.64%	4.85%	3.98%	2.15%	3.05% (e)
Portfolio turnover rate.....	0%	0%	0%	0%	0%

See footnote summary on page B-81.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
FINANCIAL HIGHLIGHTS
SELECTED DATA FOR A SHARE OF CAPITAL STOCK OUTSTANDING THROUGHOUT EACH PERIOD

	GLOBAL DOLLAR GOVERNMENT PORTFOLIO		
	YEAR ENDED DECEMBER 31, 1996	1995	MAY 2, 1994 (A) TO DECEMBER 31, 1994
<S>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 11.95	\$ 9.84	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS			
Net investment income (b).....	1.10 (c)	.92 (c)	.36 (c)
Net realized and unrealized gain (loss) on investments and foreign currency transactions.....	1.78	1.32	(.52)
Net increase (decrease) in net asset value from operations.....	2.88	2.24	(.16)
LESS: DIVIDENDS AND DISTRIBUTIONS			
Dividends from net investment income.....	(.48)	(.13)	-0-
Distributions from net realized gains.....	(.03)	-0-	-0-
Total dividends and distributions.....	(.51)	(.13)	-0-
Net asset value, end of period.....	\$ 14.32	\$ 11.95	\$ 9.84
TOTAL RETURN			
Total investment return based on net asset value (d).....	24.90%	22.98%	(1.60)%
RATIOS/SUPPLEMENTAL DATA			
Net assets, end of period (000's omitted).....	\$8,847	\$3,778	\$1,146
Ratio to average net assets of:			
Expenses, net of waivers and reimbursements.....	.95%	.95%	.95% (e)
Expenses, before waivers and reimbursements.....	1.97%	4.82%	15.00% (e)
Net investment income.....	8.53%	8.65%	6.02% (e)
Portfolio turnover rate.....	155%	13%	9%

	NORTH AMERICAN GOVERNMENT INCOME PORTFOLIO		
	YEAR ENDED DECEMBER 31, 1996	1995	MAY 3, 1994 (A) TO DECEMBER 31, 1994
<S>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 10.48	\$ 8.79	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS			
Net investment income (b).....	1.26 (c)	1.13 (c)	.50 (c)
Net realized and unrealized gain (loss) on investments and foreign currency transactions.....	.69	.83	(1.71)
Net increase (decrease) in net asset value from operations.....	1.95	1.96	(1.21)
LESS: DIVIDENDS AND DISTRIBUTIONS			
Dividends from net investment income.....	(.05)	(.27)	-0-
Distributions from net realized gains.....	(.00)	-0-	-0-
Total dividends and distributions.....	(.05)	(.27)	-0-

Net asset value, end of period.....	\$ 12.38	\$ 10.48	\$ 8.79
TOTAL RETURN			
Total investment return based on net asset value (d).....	18.70%	22.71%	(12.10)%
RATIOS/SUPPLEMENTAL DATA			
Net assets, end of period (000's omitted).....	\$16,696	\$7,278	\$3,848
Ratio to average net assets of:			
Expenses, net of waivers and reimbursements.....	.95%	.95%	.95% (e)
Expenses, before waivers and reimbursements.....	1.41%	2.57%	4.43% (e)
Net investment income.....	11.04%	12.24%	8.49% (e)
Portfolio turnover rate.....	4%	35%	15%

</TABLE>

See footnote summary on page B-81.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
FINANCIAL HIGHLIGHTS
SELECTED DATA FOR A SHARE OF CAPITAL STOCK OUTSTANDING THROUGHOUT EACH PERIOD

<TABLE>
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	UTILITY INCOME PORTFOLIO		
	YEAR ENDED DECEMBER 31,		MAY 10, 1994 (a)
	1996	1995	TO DECEMBER 31, 1994
<S>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 12.01	\$ 9.96	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS			
Net investment income (b).....	.31 (c)	.30 (c)	.28 (c)
Net realized and unrealized gain (loss) on investments.....	.62	1.83	(.32)
Net increase (decrease) in net asset value from operations.....	.93	2.13	(.04)
LESS: DIVIDENDS AND DISTRIBUTIONS			
Dividends from net investment income.....	(.09)	(.08)	-0-
Distributions from net realized gains.....	(.16)	-0-	-0-
Total dividends and distributions.....	(.25)	(.08)	-0-
Net asset value, end of period.....	\$ 12.69	\$ 12.01	\$ 9.96
TOTAL RETURN			
Total investment return based on net asset value (d).....	7.88%	21.45%	(.40)%
RATIOS/SUPPLEMENTAL DATA			
Net assets, end of period (000's omitted).....	\$14,857	\$6,251	\$1,254
Ratio to average net assets of:			
Expenses, net of waivers and reimbursements.....	.95%	.95%	.95% (e)
Expenses, before waivers and reimbursements.....	1.51%	3.79%	15.98% (e)
Net investment income.....	2.61%	2.73%	4.62% (e)
Portfolio turnover rate.....	75%	138%	31%
Average commission rate paid (f).....	\$.0579	-0-	-0-

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	GROWTH PORTFOLIO		
	YEAR ENDED DECEMBER 31,		SEPTEMBER 15, 1994 (a)
	1996	1995	TO DECEMBER 31, 1994
<S>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 14.23	\$ 10.53	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS			
Net investment income (b).....	.06 (c)	.17 (c)	.03 (c)
Net realized and unrealized gain on investments.....	3.95	3.54	.50
Net increase in net asset value from operations.....	4.01	3.71	.53
LESS: DIVIDENDS AND DISTRIBUTIONS			
Dividends from net investment income.....	(.04)	(.01)	-0-
Distributions from net realized gains.....	(.28)	-0-	-0-
Total dividends and distributions.....	(.32)	(.01)	-0-

Net asset value, end of period.....	\$ 17.92	\$ 14.23	\$ 10.53
=====			
TOTAL RETURN			
Total investment return based on net asset value (d).....	28.49%	35.23%	5.30%
RATIOS/SUPPLEMENTAL DATA			
Net assets, end of period (000's omitted).....	\$138,688	\$45,220	\$5,492
Ratio to average net assets of:			
Expenses, net of waivers and reimbursements.....	.93%	.95%	.95% (e)
Expenses, before waivers and reimbursements.....	.93%	1.27%	4.19% (e)
Net investment income.....	.35%	1.31%	1.17% (e)
Portfolio turnover rate.....	98%	86%	25%
Average commission rate paid (f).....	\$.0578	-0-	-0-

See footnote summary on page B-81.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
FINANCIAL HIGHLIGHTS
SELECTED DATA FOR A SHARE OF CAPITAL STOCK OUTSTANDING THROUGHOUT EACH PERIOD

<TABLE>
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	WORLDWIDE PRIVATIZATION PORTFOLIO		
	YEAR ENDED DECEMBER 31,	SEPTEMBER 23, 1994 (a)	
	1996	1995	TO DECEMBER 31, 1994
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Net asset value, beginning of period.....	\$ 11.17	\$ 10.10	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS			
Net investment income (b).....	.28 (c)	.32 (c)	.10 (c)
Net realized and unrealized gain on investments.....	1.78	.78	-0-
Net increase in net asset value from operations.....	2.06	1.10	.10
LESS: DIVIDENDS AND DISTRIBUTIONS			
Dividends from net investment income.....	(.10)	(.03)	-0-
Distributions from net realized gains.....	-0-	-0-	-0-
Total dividends and distributions.....	(.10)	(.03)	-0-
Net asset value, end of period.....	\$ 13.13	\$ 11.17	\$ 10.10
TOTAL RETURN			
Total investment return based on net asset value (d).....	18.51%	10.87%	1.00%
RATIOS/SUPPLEMENTAL DATA			
Net assets, end of period (000's omitted).....	\$18,807	\$5,947	\$1,127
Ratio to average net assets of:			
Expenses, net of waivers and reimbursements.....	.95%	.95%	.95% (e)
Expenses, before waivers and reimbursements.....	1.85%	4.17%	18.47% (e)
Net investment income.....	2.26%	2.96%	4.27% (e)
Portfolio turnover rate.....	47%	23%	0%
Average commission rate paid (f).....	\$.0148	-0-	-0-

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	CONSERVATIVE INVESTORS PORTFOLIO		
	YEAR ENDED DECEMBER 31,	OCTOBER 28, 1994 (a)	
	1996	1995	TO DECEMBER 31, 1994
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Net asset value, beginning of period.....	\$ 11.76	\$ 10.07	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS			
Net investment income (b).....	.45 (c)	.51 (c)	.06 (c)

Net realized and unrealized gain (loss) on investments.....	(.01) (g)	1.20	.01
Net increase in net asset value from operations.....	.44	1.71	.07
LESS: DIVIDENDS AND DISTRIBUTIONS			
Dividends from net investment income.....	(.09)	(.02)	-0-
Distributions from net realized gains.....	(.04)	-0-	-0-
Total dividends and distributions.....	(.13)	(.02)	-0-
Net asset value, end of period.....	\$ 12.07	\$ 11.76	\$ 10.07
TOTAL RETURN			
Total investment return based on net asset value (d).....	3.79%	16.99%	0.70%
RATIOS/SUPPLEMENTAL DATA			
Net assets, end of period (000's omitted).....	\$21,729	\$7,420	\$701
Ratio to average net assets of:			
Expenses, net of waivers and reimbursements.....	.95%	.95%	.95% (e)
Expenses, before waivers and reimbursements.....	1.40%	4.25%	20.35% (e)
Net investment income.....	3.93%	4.65%	3.55% (e)
Portfolio turnover rate.....	211%	61%	2%
Average commission rate paid (f).....	\$.0578	-0-	-0-

</TABLE>

See footnote summary on page B-81.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
FINANCIAL HIGHLIGHTS
SELECTED DATA FOR A SHARE OF CAPITAL STOCK OUTSTANDING THROUGHOUT EACH PERIOD

<TABLE>
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	GROWTH INVESTORS PORTFOLIO		
	YEAR ENDED DECEMBER 31,		OCTOBER 28, 1994 (A)
	1996	1995	TO DECEMBER 31, 1994
<S>	<C>	<C>	<C>
Net asset value, beginning of period.....	\$ 11.87	\$ 9.86	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS			
Net investment income (b).....	.24 (c)	.35 (c)	.04 (c)
Net realized and unrealized gain (loss) on investments.....	.72	1.67	(.18)
Net increase (decrease) in net asset value from operations....	.96	2.02	(.14)
LESS: DIVIDENDS AND DISTRIBUTIONS			
Dividends from net investment income.....	(.07)	(.01)	-0-
Distributions from net realized gains.....	(.02)	-0-	-0-
Total dividends and distributions.....	(.09)	(.01)	-0-
Net asset value, end of period.....	\$ 12.74	\$ 11.87	\$ 9.86
TOTAL RETURN			
Total investment return based on net asset value (d).....	8.18%	20.48%	(1.40)%
RATIOS/SUPPLEMENTAL DATA			
Net assets, end of period (000's omitted).....	\$10,709	\$4,978	\$321
Ratio to average net assets of:			
Expenses, net of waivers and reimbursements.....	.95%	.95%	.95% (e)
Expenses, before waivers and reimbursements.....	1.85%	6.17%	41.62% (e)
Net investment income.....	2.01%	3.21%	2.29% (e)
Portfolio turnover rate.....	160%	50%	3%
Average commission rate paid (f).....	\$.0562	-0-	-0-

</TABLE>

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TECHNOLOGY PORTFOLIO
JANUARY 11, 1996(A)
TO DECEMBER 31, 1996

QUASAR PORTFOLIO
AUGUST 5, 1996(A)
TO DECEMBER 31, 1996

<S>	<C>	<C>
Net asset value, beginning of period.....	\$ 10.00	\$ 10.00
INCOME FROM INVESTMENT OPERATIONS		
Net investment income (b).....	.11 (c)	.04 (c)
Net realized and unrealized gain on investments.....	.93	.60
Net increase in net asset value from operations.....	1.04	.64
Net asset value, end of period.....	\$ 11.04	\$ 10.64
TOTAL RETURN		
Total investment return based on net asset value (d).....	10.40%	6.40%
RATIOS/SUPPLEMENTAL DATA		
Net assets, end of period (000's omitted).....	\$28,083	\$8,842
Ratio to average net assets of:		
Expenses, net of waivers and reimbursements.....	.95% (e)	.95% (e)
Expenses, before waivers and reimbursements.....	1.62% (e)	4.44% (e)
Net investment income.....	1.17% (e)	.93% (e)
Portfolio turnover rate.....	22%	40%
Average commission rate paid (f).....	\$.0553	\$.0511

</TABLE>

See footnote summary on page B-81.

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ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.
FINANCIAL HIGHLIGHTS
SELECTED DATA FOR A SHARE OF CAPITAL STOCK OUTSTANDING THROUGHOUT EACH PERIOD

FOOTNOTE SUMMARY:

- (a) Commencement of operations.
- (b) Net of expenses reimbursed or waived by the investment adviser.
- (c) Based on average shares outstanding.
- (d) Total investment return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all dividends and distributions at net asset value during the period, and redemption on the last day of the period. Total investment return calculated for a period of less than one year is not annualized.
- (e) Annualized.
- (f) For fiscal years beginning on or after September 1, 1995, a fund is required to disclose its average commission rate per share for trades on which commissions are charged.
- (g) The amount shown in this caption for a share outstanding throughout the period may not accord with the change in realized and unrealized gains and losses in the portfolio securities for the period because of timing of sales and repurchases of portfolio shares in relation to fluctuating market values for the portfolio.

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REPORT OF ERNST & YOUNG LLP, INDEPENDENT AUDITORS

TO THE SHAREHOLDERS AND BOARD OF DIRECTORS
ALLIANCE VARIABLE PRODUCTS SERIES FUND, INC.

We have audited the accompanying statements of assets and liabilities,

including the portfolios of investments, of Alliance Variable Products Series Fund, Inc. (the "Fund"), (comprising, respectively, Premier Growth, Global Bond, Growth and Income, Short-Term Multi-Market, U.S. Government/High Grade Securities, Total Return, International, Money Market, Global Dollar Government, North American Government Income, Utility Income, Growth, Worldwide Privatization, Conservative Investors, Growth Investors, Technology and Quasar Portfolios), as of December 31, 1996, and the related statements of operations for the year then ended, and the statements of changes in net assets and the financial highlights for each of the periods indicated therein. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of December 31, 1996, by correspondence with the custodian and brokers or other appropriate auditing procedures where replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of each of the respective Portfolios constituting Alliance Variable Products Series Fund, Inc. at December 31, 1996, the results of their operations for the year then ended, and the changes in their net assets and the financial highlights for each of the indicated periods, in conformity with generally accepted accounting principles.

Ernst & Young

New York, New York
February 7, 1997

FEDERAL INCOME TAX INFORMATION (UNAUDITED)

The following Portfolios of the Fund hereby designate the respective amounts per share as long-term capital gain distributions during the taxable year ended December 31, 1996:

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	PER SHARE

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Premier Growth	\$ 2.48
Global Bond	\$.06
Growth and Income	\$ 1.14
U.S. Government/High Grade Securities	\$.02
Total Return	\$.01
International	\$.05
Global Dollar	\$.01
Utility	\$.01
Growth	\$.03
Conservative Investors	\$.00
Growth Investors	\$.01

</TABLE>

BOARD OF DIRECTORS

JOHN D. CARIFA, Chairman and President
RUTH BLOCK (1)
DAVID H. DIEVLER (1)
JOHN H. DOBKIN (1)
WILLIAM H. FOULK, JR. (1)
DR. JAMES M. HESTER (1)
CLIFFORD L. MICHEL (1)
DONALD J. ROBINSON (1)

OFFICERS

KATHLEEN A. CORBET, Senior Vice President
ALFRED L. HARRISON, Senior Vice President
ALAN LEVI, Senior Vice President
WAYNE D. LYSKI, Senior Vice President
DEBRA G. ACKERMAN, Vice President
GREGORY ALLISON, Vice President
STEVEN BEINHACKER, Vice President
MARK H. BREEDON, Vice President
PAUL J. DENOON, Vice President
ROBERT G. HEISTERBERG, Vice President
DOUGLAS J. PEEBLES, Vice President
PAMELA F. RICHARDSON, Vice President
PAUL RISSMAN, Vice President
TYLER J. SMITH, Vice President
EDMUND P. BERGAN, JR., Secretary
MARK D. GERSTEN, Treasurer & Chief Financial Officer
LAURA MAH, Controller

CUSTODIAN

STATE STREET BANK AND TRUST COMPANY
225 Franklin Street
Boston, MA 02110

DISTRIBUTOR

ALLIANCE FUND DISTRIBUTORS, INC.
1345 Avenue of the Americas
New York, NY 10105

INDEPENDENT AUDITORS

ERNST & YOUNG LLP
787 Seventh Avenue
New York, NY 10019

LEGAL COUNSEL

SEWARD & KISSEL
One Battery Park Plaza
New York, NY 10004

TRANSFER AGENT

ALLIANCE FUND SERVICES, INC.
P.O. Box 1520
Secaucus, NJ 07096-1520
Toll-free 1-(800) 221-5672

(1) Member of the Audit Committee.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

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<FISCAL-YEAR-END>	DEC-31-1996
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<FISCAL-YEAR-END>	DEC-31-1996
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<OTHER-ITEMS-LIABILITIES>	14,883
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