

Release Date: 09-30-2018

AB VPS Small/Mid Cap Value Portfolio — Class A

Investment Strategy from investment's prospectus

The investment seeks long-term growth of capital. The fund invests primarily in a diversified portfolio of equity securities of small- to mid-capitalization U.S. companies. It invests at least 80% of its net assets in securities of small- to mid-capitalization companies. For purposes of this policy, small- to mid-capitalization companies are those that, at the time of investment, fall within the capitalization range between the smallest company in the Russell 2500 Value Index and the greater of \$5 billion or the market capitalization of the largest company in the Russell 2500 Value Index.

Past name: AllianceBern VPS Small Cap Value A.

Category Description: Small Value

Small-value funds invest in small-caps with valuations and growth rates below other small-cap peers. They tend to invest in manufacturing, financial and energy sectors.

Operations

Fund Inception Date	05-02-01
Initial Share Class Inception Date	05-01-01
Advisor	AllianceBernstein L.P.
Subadvisor	—

Fees and Expenses as of 05-01-18

Gross Prospectus Expense Ratio	0.82%
Net Prospectus Expense Ratio	0.82%

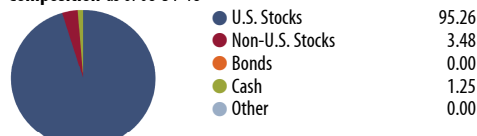
Waiver Data	Type	Exp.Date	%
—	—	—	—

Portfolio Manager(s)

James W. MacGregor, CFA, M.S., London School of Economics. B.A., McGill University. Since 2005.
 Shri Singhvi, M.S., Purdue University. B.tech, Indian Institute of Technology. Since 2014.

Portfolio Analysis as of 08-31-18

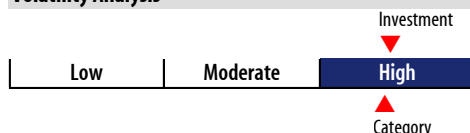
Composition as of 08-31-18



Top 20 Holdings as of 08-31-18

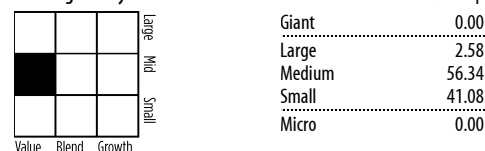
Company	% Assets
Reinsurance Group of America Inc	1.64
Zions Bancorp	1.57
Everest Re Group Ltd	1.48
Comerica Inc	1.46
Genpact Ltd	1.41
SkyWest Inc	1.36
Icon PLC	1.36
Verint Systems Inc	1.35
American Financial Group Inc	1.34
SM Energy Co	1.32
Cooper-Standard Holdings Inc	1.31
Sterling Bancorp	1.30
Camden Property Trust	1.30
LifePoint Health Inc	1.28
BankUnited Inc	1.27
Stag Industrial Inc	1.26
Avnet Inc	1.24
Alcoa Corp	1.23
Alaska Air Group Inc	1.21
Graphic Packaging Holding Co	1.21
Total Number of Stock Holdings	102
Total Number of Bond Holdings	—
Annual Turnover Ratio %	33.00
Total Fund Assets (\$mil)	688.87

Volatility Analysis



In the past, this investment has shown a wide range of price fluctuations relative to other investments. This investment may experience significant price increases in favorable markets or undergo large price declines in adverse markets. Some of this risk may be offset by owning other investments that follow different investment strategies.

Morningstar Style Box™ as of 08-31-18



Statistics as of 08-31-18

Statistic	Stk Port Avg	S&P 500	Category
P/E Ratio	15.34	17.98	15.47
P/B Ratio	1.81	3.17	1.68
P/C Ratio	8.74	13.67	7.79
GeoAvgCap(\$mil)	4,374.36	109,557.79	3,041.18

Risk Measures as of 09-30-18

Metric	Port Avg	S&P 500	Category
3 Yr Std Dev	12.78	9.18	13.76
3 Yr Sharpe Ratio	1.05	1.69	0.95
3 Yr Alpha	-2.72	—	-2.37
3 Yr Beta	1.04	—	0.98
3 Yr R-squared	55.48	—	44.89

Morningstar Sectors as of 08-31-18

Sector	%Fund	S&P 500 %
Cyclical	46.67	32.42
Basic Materials	2.90	2.27
Consumer Cyclical	12.39	12.18
Financial Services	22.99	15.79
Real Estate	8.39	2.18
Sensitive	39.73	42.67
Communication Services	0.00	3.24
Energy	9.79	6.00
Industrials	16.72	10.35
Technology	13.22	23.08
Defensive	13.61	24.92
Consumer Defensive	4.56	7.13
Healthcare	4.64	14.96
Utilities	4.41	2.83

Notes

This material is authorized for client use only when preceded or accompanied by a Disclosure Statement, a product prospectus, a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment professional and should be read carefully before investing or sending money.

NOT A DEPOSIT — NOT FDIC INSURED — NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY — NOT GUARANTEED BY THE INSTITUTION — MAY GO DOWN IN VALUE