

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

ALLIANCE NATIONAL MUNICIPAL INCOME FUND
Form N-Q
September 29, 2005

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number: 811-10573

ALLIANCE NATIONAL MUNICIPAL INCOME FUND, INC.
(Exact name of registrant as specified in charter)

1345 Avenue of the Americas, New York, New York 10105
(Address of principal executive offices) (Zip code)

Mark R. Manley
Alliance Capital Management, L.P.
1345 Avenue of the Americas
New York, New York 10105
(Name and address of agent for service)

Registrant's telephone number, including area code: (800) 221-5672

Date of fiscal year end: October 31, 2005

Date of reporting period: July 31, 2005

ITEM 1. SCHEDULE OF INVESTMENTS.

ALLIANCE NATIONAL MUNICIPAL INCOME FUND
PORTFOLIO OF INVESTMENTS
July 31, 2005 (unaudited)

| | Principal Amount (000) | Value |
|---|------------------------------|--------------|
| | ----- | ----- |
| MUNICIPAL BONDS-158.7% | | |
| Long-Term Municipal Bonds-158.7% | | |
| Alabama-7.5% | | |
| Huntsville Hlth Care Auth (Huntsville Hosp Sys) Ser 02B 5.75%, 6/01/32 | \$ 6,000 | \$ 6,458,580 |
| Jefferson Cnty Ltd Oblig Sch Warrants Ser 04A 5.25%, 1/01/23 | 1,275 | 1,352,290 |
| Jefferson Cnty Swr Rev FGIC Ser 99A 5.375%, 2/01/36 | 7,405 | 8,027,909 |
| Marshall Cnty Hlth Care Auth (Marshall Cnty Med Ctr) Ser 02A 5.75%, 1/01/32 | 2,500 | 2,629,025 |
| (Marshall Cnty Med Ctr) Ser 02D | | |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | |
|---|-------|------------|
| 5.75%, 1/01/32 | 3,000 | 3,156,720 |
| Montgomery Spl Care Facs Fin Auth Rev (Baptist Health) Ser 04C | | |
| 5.125%, 11/15/24 | 1,500 | 1,546,275 |
| 5.25%, 11/15/29 | 810 | 827,245 |
| | | ----- |
| | | 23,998,044 |
| | | ----- |
| Alaska-1.5% | | |
| Alaska Intl Arpt Rev MBIA Ser 03B | | |
| 5.00%, 10/01/26 | 1,000 | 1,043,500 |
| Alaska Mun Bd Bk Auth MBIA Ser 04G | | |
| 5.00%, 2/15/24 | 1,345 | 1,415,559 |
| Four Dam Pool Elec Rev Ser 04 | | |
| 5.00%, 7/01/24 | 1,035 | 1,071,070 |
| 5.25%, 7/01/26 | 1,385 | 1,440,898 |
| | | ----- |
| | | 4,971,027 |
| | | ----- |
| Arizona-0.4% | | |
| Mesa Str & Hwy Rev FSA Ser 05 | | |
| 5.00%, 7/01/24 | 1,200 | 1,281,144 |
| | | ----- |
| Arkansas-1.7% | | |
| Arkansas Dev Fin Auth SFMR (Mtg Rev) GNMA Ser 02A | | |
| 5.30%, 7/01/34 | 5,200 | 5,319,028 |
| | | ----- |
| California-8.3% | | |
| California GO Ser 02 | | |
| 5.25%, 4/01/30 | 1,000 | 1,061,000 |
| Ser 04 | | |
| 5.25%, 4/01/29 | 2,000 | 2,139,060 |
| Chula Vista IDR (San Diego Gas) Ser 96A | | |
| 5.30%, 7/01/21 | 4,000 | 4,284,800 |
| Coachella Valley Uni Sch Dist MBIA Ser 03 | | |
| 5.00%, 9/01/31 | 1,000 | 1,048,010 |
| Hartnell Comm College MBIA Ser 03A | | |
| 5.00%, 8/01/27 | 1,155 | 1,277,453 |
| La Quinta Fin Auth Loc Agy Rev AMBAC Ser 04A | | |
| 5.25%, 9/01/24 | 2,000 | 2,172,800 |
| Los Angeles Cmnty Redev Agy Ser 04L | | |
| 5.00%, 3/01/18 | 1,715 | 1,734,328 |
| Los Angeles Regl Arpts (Laxfuel Corp) AMBAC Ser 01 AMT | | |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | |
|--|--------|------------|
| 5.50%, 1/01/32 | 9,500 | 10,023,545 |
| San Rafael Elem Sch Dist | | |
| FSA Ser 03A | | |
| 5.00%, 8/01/28 | 2,820 | 2,938,158 |
| | | ----- |
| | | 26,679,154 |
| | | ----- |
| Colorado-3.1% | | |
| Avon Hsg Auth MFHR | | |
| (Buffalo Ridge II Proj) GNMA Ser 02A AMT | | |
| 5.70%, 10/20/43 | 4,950 | 5,142,109 |
| Colorado Hlth Facs Auth Rev | | |
| (Parkview Med Ctr) Ser 04 | | |
| 5.00%, 9/01/25 | 1,800 | 1,832,238 |
| Denver City & Cnty MFHR | | |
| (Clyburn Stapleton Proj) GNMA Ser 02 AMT | | |
| 5.50%, 12/20/43 | 2,155 | 2,204,371 |
| Todd Creek Farms Metro District No 1 Wtr Rev | | |
| (Ref & Impt) Ser 04 | | |
| 6.125%, 12/01/19 | 780 | 779,423 |
| | | ----- |
| | | 9,958,141 |
| | | ----- |
| District of Columbia-1.2% | | |
| District of Columbia Special Tax Rev | | |
| (Gallery Place Proj) Ser 02 FSA | | |
| 5.40%, 7/01/31 | 3,500 | 3,730,090 |
| | | ----- |
| Florida-24.8% | | |
| Beacon Tradeport CDD | | |
| Ser 02B | | |
| 7.25%, 5/01/33 | 5,550 | 5,978,848 |
| Brevard Cnty HFA SFMR | | |
| (Mtg Rev) GNMA Ser 02C AMT | | |
| 5.40%, 3/01/33 | 1,820 | 1,850,103 |
| Collier Cnty CFD | | |
| (Fiddler's Creek) Ser 02A | | |
| 6.875%, 5/01/33 | 2,985 | 3,164,219 |
| (Fiddler's Creek) Ser 02B | | |
| 6.625%, 5/01/33 | 2,245 | 2,348,652 |
| Dade Cnty Arpt Rev | | |
| (Miami Int'l Arpt) FGIC Ser 02 AMT | | |
| 5.375%, 10/01/32 | 6,040 | 6,397,991 |
| Florida Educ & Athletic Fac | | |
| (FSU Finl Assist) AMBAC Ser 02 | | |
| 5.00%, 10/01/31 | 5,000 | 5,222,900 |
| Florida Hsg Fin Corp MFHR | | |
| (Westminster Apts) FSA Ser 02E-1 AMT | | |
| 5.40%, 4/01/42 | 3,000 | 3,085,890 |
| Hamal CDD | | |
| (Hamal) Ser 01 | | |
| 6.75%, 5/01/31 | 2,460 | 2,613,799 |
| Indian Trace Dev Dist | | |
| (Wtr Mgmt Spl Benefit) MBIA Ser 05 | | |
| 5.00%, 5/01/26 | 335 | 356,742 |
| Jacksonville Wtr & Swr Sys Rev | | |
| (Jacksonville Elec) MBIA Ser 02A | | |
| 5.50%, 10/01/41 (a) (b) | 20,000 | 20,737,400 |
| Lee Cnty Arpt Rev | | |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | |
|---|--------|------------|
| (Southwest FL Intl) FSA Ser 00A AMT 5.75%, 10/01/22-10/01/25 | 9,500 | 10,350,115 |
| Lee Cnty CDD (Miromar Lakes) Ser 00A 7.25%, 5/01/12 | 1,595 | 1,692,789 |
| Lee Cnty IDA Hlth Fac (Shell Point Village) Ser 99A 5.50%, 11/15/29 | 2,500 | 2,504,050 |
| Lee Cnty Transn Fac (Sanibel Brdgs & Causway) CIFG Ser 05B 5.00%, 10/01/30 | 1,700 | 1,795,591 |
| Miami Beach Hlth Facs Hosp Rev (Mount Sinai Med Ctr) Ser 04 6.75%, 11/15/24 | 2,000 | 2,244,300 |
| Midtown Miami CDD Ser 04A 6.00%, 5/01/24 | 2,500 | 2,623,650 |
| Orange Cnty Hlth Facs Hosp Rev (Orlando Regional) Ser 02 5.75%, 12/01/32 | 1,400 | 1,514,464 |
| Parkway Center CDD Ser 04A 6.125%, 5/01/24 | 2,995 | 3,104,048 |
| Pinellas Cnty HFA SFMR (Mtg Rev) GNMA/FNMA Ser 02A AMT 5.40%, 3/01/32 | 1,055 | 1,075,404 |
| Village CDD Ser 03A 6.00%, 5/01/22 | 963 | 1,013,394 |
| | | ----- |
| | | 79,674,349 |
| | | ----- |
| Georgia-2.3% Cartersville Dev Auth (Anheuser Busch Proj) Ser 02 AMT 5.95%, 2/01/32 | 2,510 | 2,707,136 |
| Georgia HFA SFMR (Mtg Rev) Ser 02A-2 AMT 5.60%, 12/01/32 | 4,740 | 4,797,970 |
| | | ----- |
| | | 7,505,106 |
| | | ----- |
| Hawaii-0.7% Hawaii St Elec Rev XLCA Ser 03B AMT 5.00%, 12/01/22 | 2,000 | 2,082,500 |
| | | ----- |
| Illinois-18.8% Bolingbrook GO FGIC Ser 02A 5.375%, 1/01/38 | 5,000 | 5,321,250 |
| Chicago Arpt Rev (O'Hare Int'l Arpt) MBIA Ser 02A AMT 5.375%, 1/01/32 | 15,000 | 15,765,900 |
| (O'Hare Int'l Arpt) XLCA Ser 03B-1 5.25%, 1/01/34 | 1,760 | 1,867,958 |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | |
|---|--------|------------------------------|
| Chicago GO FGIC Ser 00 5.50%, 1/01/40 | 14,585 | 15,752,529 |
| Chicago Parking Rev (Lakefront Millennium) MBIA Ser 98 5.125%, 1/01/28 | 8,600 | 9,041,524 |
| Chicago Sales Tax Rev FGIC Ser 98 5.25%, 1/01/28 | 5,710 | 5,992,931 |
| Cook Cnty Sch Dist FSA Ser 04 4.60%, 12/01/20 (c) | 1,000 | 932,880 |
| Manhattan No 04-1 (Brookstone Springs Proj) Ser 05 5.875%, 3/01/28 | 1,875 | 1,856,306 |
| Met Pier & Expo Auth (McCormick Place) MBIA Ser 02A 5.25%, 6/15/42 | 3,750 | 3,975,188 |
| | | ----- 60,506,466 ----- |
| Indiana-4.5% Hendricks Cnty Ind Bldg Facs Corp (First Mtg) Ser 04 5.50%, 7/15/22 | 1,105 | 1,225,136 |
| Indiana HFA SFMR (Mtg Rev) GNMA/FNMA Ser 02 AMT 5.55%, 7/01/32 | 2,440 | 2,504,635 |
| Indianapolis Pub Improv Bond MBIA Ser 02A 5.25%, 7/01/33 | 10,000 | 10,556,300 |
| | | ----- 14,286,071 ----- |
| Iowa-0.2% Iowa Fin Auth SFMR (Mtg Rev) GNMA/FNMA Ser 02A AMT 5.40%, 7/01/32 | 770 | 783,198 |
| Louisiana-1.7% Calcasieu Parish SFMR (Mtg Rev) GNMA/FNMA Ser 02A 6.05%, 4/01/33 | 410 | 430,266 |
| Louisiana HFA SFMR (Mtg Rev) GNMA Ser 02C AMT 5.60%, 6/01/33 | 2,260 | 2,311,167 |
| New Orleans MBIA Ser 05 5.00%, 12/01/29 | 2,700 | 2,853,819 |
| | | ----- 5,595,252 ----- |
| Massachusetts-3.1% Massachusetts GO Ser 02C | | |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | |
|---|--------|------------|
| 5.25%, 11/01/30 | 1,780 | 1,952,642 |
| Ser 02C Prerefunded | | |
| 5.25%, 11/01/30 | 3,220 | 3,532,308 |
| Massachusetts Hlth & Ed Fac Hosp Rev (Berkshire Hlth Sys) Asset Gty Radian Ser 01E | | |
| 5.70%, 10/01/25 | 2,000 | 2,196,140 |
| (Cape Cod Healthcare) Asset Gty Radian Ser 01C | | |
| 5.25%, 11/15/31 | 2,100 | 2,221,191 |
| | | ----- |
| | | 9,902,281 |
| | | ----- |
| Michigan-4.8% | | |
| Detroit Dev Fin Auth (Daimler/Chrysler Plant) Ser 98A | | |
| 5.50%, 5/01/21 | 1,630 | 1,502,844 |
| Kent Hosp Fin Auth (Metro Hosp Proj) Series 05A | | |
| 5.75%, 7/01/25 | 770 | 823,985 |
| Michigan Mun Bd Auth (City of Detroit Sch Dist) FSA Ser 05 | | |
| 5.00%, 6/01/20 | 1,500 | 1,599,465 |
| Michigan State Hosp Fin Auth (Marquette Gen Hosp Oblig Group) Ser 05A | | |
| 5.00%, 5/15/26 | 1,215 | 1,231,815 |
| Michigan Strategic (Detroit Edison Co Proj) XLCA Ser 02 AMT | | |
| 5.45%, 12/15/32 | 5,000 | 5,343,200 |
| Saginaw Hosp Fin Auth Hosp Rev (Covenant Med Ctr) Ser 00F | | |
| 6.50%, 7/01/30 | 4,410 | 4,875,123 |
| | | ----- |
| | | 15,376,432 |
| | | ----- |
| Missouri-0.8% | | |
| Jackson Cnty Pub Bldg Corp Leasehld Rev (Cap Impts Proj) Ser 05 | | |
| 5.00%, 12/01/29 | 800 | 832,000 |
| Missouri SFMR (Mtg Rev) GNMA/FNMA Ser 02A-1 AMT | | |
| 5.58%, 9/01/32 | 1,775 | 1,836,521 |
| | | ----- |
| | | 2,668,521 |
| | | ----- |
| Nevada-15.2% | | |
| Carson City Hosp Rev (Carson-Tahoe Hosp Proj) Radian Ser 03A | | |
| 5.00%, 9/01/23 | 2,600 | 2,690,688 |
| Clark Cnty Arpt Rev FGIC Ser 01B | | |
| 5.25%, 7/01/34 | 11,920 | 12,530,423 |
| Nevada Dept Bus & Ind (Las Vegas Monorail Proj) AMBAC Ser 00 | | |
| 5.625%, 1/01/32 | 11,720 | 12,779,254 |
| | | |
| Reno Special Tax FGIC Ser 02 | | |
| 5.375%, 6/01/32 | 7,500 | 8,031,750 |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | |
|---|---|---|
| Truckee Meadows Wtr Auth FSA Ser 01A 5.25%, 7/01/34 | 12,000 | 12,608,160 ----- 48,640,275 ----- |
| New Hampshire-1.4% New Hampshire Hlth & Ed Fac Hosp Rev (Covenant Med Ctr) Ser 02 6.125%, 7/01/31 | 4,200 | 4,593,120 ----- |
| New Jersey-3.0% Morris Union Jointure Commn COP Radian Ser 04 5.00%, 5/01/24 New Jersey Eco Dev Auth Rev (Cigarette Tax) Ser 04 FGIC 5.00%, 6/15/12 | 5,185 4,000 | 5,420,658 4,320,160 ----- 9,740,818 ----- |
| New York-4.4% Erie Cnty IDA (City of Buffalo Proj) FSA Ser 04 5.75%, 5/01/23 New York City GO Ser 04G 5.00%, 12/01/23 Ser 04I 5.00%, 8/01/21 New York State HFA (Eco Dev & Hsg) Ser 05A 5.00%, 9/15/24-9/15/25 Port Auth of NY & NJ (One Hundred Fortieth) Ser 05 5.00%, 12/01/22 | 4,100 1,600 3,850 1,300 2,000 | 4,680,027 1,681,456 4,055,128 1,384,462 2,164,460 ----- 13,965,533 ----- |
| North Carolina-0.6% Charlotte Arpt Rev MBIA Ser 04A 5.25%, 7/01/24 | 1,895 | 2,051,830 ----- |
| North Dakota-0.6% North Dakota HFA SFMR (Mtg Rev) Ser 02A AMT 5.65%, 1/01/34 | 1,975 | 2,028,246 ----- |
| Ohio-3.3% Cleveland-Cuyahoga Cnty Port Auth Rev Ser 01 7.35%, 12/01/31 Fairfield Cnty Hosp Rev (Fairfield Med Ctr Proj) Radian Ser 03 5.00%, 6/15/22-6/15/24 | 5,000 3,955 | 5,296,450 4,098,567 |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | |
|---|--------|---|
| Port Auth of Columbiana Cnty SWR (Apex Environmental Llc) Ser 04A AMT 7.125%, 8/01/25 | 1,340 | 1,354,981 ----- 10,749,998 ----- |
| | | |
| Pennsylvania-3.6% Montgomery Cnty IDA Rev (Whitemarsh Con Care Proj) Ser 05 6.00%, 2/01/21 | 875 | 904,181 |
| Pennsylvania Parking Fac (30th St Station Garage Proj) ACA Ser 02A AMT 5.875%, 6/01/33 | 2,050 | 2,196,247 |
| Pennsylvania Trpk Transp Rev AMBAC Ser 01 5.00%, 7/15/41 | 2,000 | 2,076,540 |
| Philadelphia Auth IDR (Leadership Learning Partners) Ser 05A 5.25%, 7/01/24 | 1,150 | 1,129,461 |
| Philadelphia Hosp Rev (Temple Univ Hosp) Ser 93A 6.625%, 11/15/23 | 3,000 | 3,035,820 |
| Pittsburgh Pub Parking Auth FGIC, Ser 05A 5.00%, 12/01/25 | 2,000 | 2,096,920 ----- 11,439,169 ----- |
| | | |
| Rhode Island-1.3% Rhode Island Hlth & Ed Bldg Corp (Times2 Academy) Ser 04 5.00%, 12/15/24 | 4,100 | 4,198,359 ----- |
| | | |
| Texas-23.7% Bexar Cnty Hsg Fin Corp MFHR (Doral Club & Sutton House Apts) MBIA Ser 01A 5.55%, 10/01/36 | 15,000 | 15,689,400 |
| Brownwood ISD (Sch Bldg) FGIC Ser 05 5.25%, 2/15/22-2/15/24 | 3,510 | 3,799,337 |
| Dallas-Fort Worth Arpt Rev (Int'l Arpt) FGIC Ser 01 AMT 5.50%, 11/01/35 | 6,500 | 6,860,815 |
| Gulf Coast Waste Disp Auth (Anheuser-Busch Proj) Ser 02 AMT 5.90%, 4/01/36 | 9,000 | 9,696,150 |
| Harris Cnty (Flood Ctl) Ser 03B 5.00%, 10/01/23 | 2,600 | 2,753,374 |
| Harris Cnty Toll Road Rev FSA Ser 02 5.125%, 8/15/32 | 2,500 | 2,617,825 |
| Hidalgo Cnty Hlth Svcs (Mission Hosp Inc Proj) Ser 05 5.00%, 8/15/14-8/15/19 | 765 | 781,904 |
| Houston | | |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | |
|--|-------|------------------------------|
| (Northeast Wtr Purification Proj) FGIC Ser 02 5.125%, 3/01/32 | 7,000 | 7,290,920 |
| Lewisville Combination Contract (Spcl Assmt Cap Impt Dist No 2) ACA Ser 05 6.00%, 10/01/25 | 550 | 609,543 |
| Matagorda Cnty Util Rev (Centerpoint Energy Proj) Ser 04 5.60%, 3/01/27 | 1,000 | 1,055,950 |
| Mission Consolidated ISD Ser 05 5.00%, 2/15/28 | 3,375 | 3,560,828 |
| Richardson Hosp Auth Rev (Richardson Regional) Ser 04 5.875%, 12/01/24 | 2,310 | 2,463,939 |
| 6.00%, 12/01/19 | 1,830 | 2,010,767 |
| San Antonio Arpt Rev FGIC Ser 02A AMT 5.25%, 7/01/27 | 5,250 | 5,471,917 |
| Seguin High Ed Fac Rev (Texas Lutheran University Proj) Ser 04 5.25%, 9/01/33 | 1,250 | 1,265,250 |
| Texas GO Ser 02A AMT 5.50%, 8/01/41 | 9,470 | 10,091,327 |
| | | ----- 76,019,246 ----- |
| | | |
| Utah-0.8% | | |
| Davis Cnty Sales Tax Rev AMBAC Ser 03B 5.25%, 10/01/23 | 1,000 | 1,078,530 |
| Utah Hsg Corp MFHR (Bluffs Apts Proj) GNMA Ser 02A AMT 5.60%, 7/20/30 | 1,480 | 1,563,191 |
| | | ----- 2,641,721 ----- |
| | | |
| Virginia-3.2% | | |
| Fauquier Cnty IDA Hosp Rev (Fauquier Hospital) Asset Gty Ser 02 5.25%, 10/01/31 | 8,500 | 8,947,695 |
| Pocahontas Pkwy Assoc Toll Rd Rev (Cap Appreciation) Sr Ser 98B Zero coupon, 8/15/15 | 2,250 | 1,318,500 |
| | | ----- 10,266,195 ----- |
| | | |
| Washington-4.6% | | |
| King Cnty Swr Rev FSA Ser 02A 5.25%, 1/01/32 | 3,000 | 3,154,680 |
| Snohomish Cnty Sch Dist No 004 (Lake Stevens) FGIC Ser 05 5.00%, 12/01/22 | 1,100 | 1,178,782 |
| Twenty-Fifth Ave Pptys (University of WA) MBIA Ser 02 | | |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | |
|--|--------|----------------|
| 5.25%, 6/01/33 | 9,750 | 10,274,745 |
| | | ----- |
| | | 14,608,207 |
| | | ----- |
| Wisconsin-7.6% | | |
| Wisconsin Hlth & Ed Fac Auth Rev (Bell Tower Residence Proj) Ser 05 5.00%, 7/01/20-7/01/25 | | |
| | 1,485 | 1,522,540 |
| Wisconsin Hlth & Ed Fac Hosp Rev (Ministry Hlth Care) MBIA Ser 02A 5.25%, 2/15/32 | | |
| | 13,615 | 14,190,370 |
| Wisconsin Hsg Auth SFMR (Mtg Rev) MBIA Ser 02A AMT 5.60%, 5/01/33 | | |
| | 4,885 | 5,220,599 |
| 5.50%, 9/01/32 | | |
| | 3,330 | 3,362,701 |
| | | ----- |
| | | 24,296,210 |
| | | ----- |
| Total Investments-158.7% | | |
| (cost \$481,174,228) | | 509,555,731 |
| Other assets less liabilities-2.0% | | 6,464,605 |
| Preferred Stock at redemption value-(60.7%) | | (195,000,000) |
| | | ----- |
| Net Assets Applicable to Common Shareholders (d) - 100% | | \$ 321,020,336 |
| | | ----- |

INTEREST RATE SWAP TRANSACTIONS

| Swap Counterparty | Notional Amount (000) | Termination Date | Rate Type | | Unrealized Appreciation/ (Depreciation) |
|-------------------|-----------------------|------------------|--------------------------------|------------------------------------|---|
| | | | Payments made by the Portfolio | Payments received by the Portfolio | |
| Goldman Sachs | \$26,700 | 2/03/06 | 76.48% of 1 Month LIBOR** | BMA* | \$ (27,222) |
| JP Morgan | 3,300 | 11/05/24 | 4.149% | BMA* | (97,756) |
| Merrill Lynch | 26,700 | 2/03/06 | BMA* | 85.10% of 1 Month LIBOR** | 101,633 |
| Merrill Lynch | 9,000 | 11/01/19 | 3.896% | BMA* | (128,662) |

*BMA (Bond Market Association)
** LIBOR (London Interbank Offered Rate)

FINANCIAL FUTURES CONTRACTS SOLD

| Type | Number of Contracts | Expiration Month | Original Value | Value at July 31, 2005 | Unrealized Appreciation |
|-------|---------------------|------------------|----------------|------------------------|-------------------------|
| ----- | | | | | |

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

| | | | | | |
|--------------|-----|----------------|--------------|--------------|------------|
| U.S. T-Note | | | | | |
| 10 Yr Future | 112 | September 2005 | \$12,682,295 | \$12,430,250 | \$ 252,045 |
| Swap 10 Yr | | | | | |
| Future | 32 | September 2005 | 3,559,880 | 3,517,000 | 42,880 |
| | | | | | ----- |
| | | | | | \$ 294,925 |
| | | | | | ----- |

- (a) Positions, or portions thereof, with a market value of \$565,094 have been segregated to collateralize margin requirements for open futures contracts.
- (b) Represents entire or partial position as collateral for interest rate swaps.
- (c) Indicates a security that has a zero coupon that remains in effect until a predetermined date at which time the stated coupon rate becomes effective until final maturity.
- (d) Portfolio percentages are calculated based on net assets applicable to common shareholders.

Glossary of Terms:

| | |
|-------|---|
| ACA | -American Capital Access Financial Guaranty Corporation |
| AMBAC | -American Municipal Bond Assurance Corporation |
| AMT | -Alternative Minimum Tax- (subject to) |
| CDD | -Community Development District |
| CFD | -Communities Facilities District |
| CIFG | -CIFG Assurance North America, Inc. |
| COP | -Certificate of Participation |
| FGIC | -Financial Guaranty Insurance Company |
| FNMA | -Federal National Mortgage Association |
| FSA | -Financial Security Assurance, Inc. |
| GNMA | -Government National Mortgage Association |
| GO | -General Obligation |
| HFA | -Housing Finance Authority |
| IDA | -Industrial Development Authority |
| IDR | -Industrial Development Revenue |
| ISD | -Independent School District |
| MBIA | -Municipal Bond Investors Assurance |
| MFHR | -Multi-Family Housing Revenue |
| SFMR | -Single Family Mortgage Revenue |
| SWR | -Solid Waste Revenue |
| XLCA | -XL Capital Assurance |

ITEM 2. CONTROLS AND PROCEDURES.

(a) The registrant's principal executive officer and principal financial officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended) are effective at the reasonable assurance level based on their evaluation of these controls and procedures as of a date within 90 days of the filing date of this document.

(b) There were no significant changes in the registrant's internal control over financial reporting that could significantly affect these controls subsequent to the date of their evaluation, including any corrective actions with regard to

Edgar Filing: ALLIANCE NATIONAL MUNICIPAL INCOME FUND - Form N-Q

significant deficiencies and material weaknesses.

ITEM 3. EXHIBITS.

The following exhibits are attached to this Form N-Q:

| EXHIBIT NO. | DESCRIPTION OF EXHIBIT |
|-------------|--|
| 11 (a) (1) | Certification of Principal Executive Officer Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002 |
| 11 (a) (2) | Certification of Principal Financial Officer Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002 |

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant): Alliance National Municipal Income Fund, Inc.

By: /s/ Marc O. Mayer

Marc O. Mayer
President

Date: September 23, 2005

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ Marc O. Mayer

Marc O. Mayer
President

Date: September 23, 2005

By: /s/ Mark D. Gersten

Mark D. Gersten
Treasurer and Chief Financial Officer

Date: September 23, 2005