

ACM MANAGED DOLLAR INCOME FUND INC

Form N-30D

June 10, 2003

-----  
CLOSED END  
-----

ACM Managed Dollar Income Fund

Semi-Annual Report  
March 31, 2003

[LOGO] ALLIANCEBERNSTEIN (SM)  
Investment Research and Management

Investment Products Offered

- o Are Not FDIC Insured
- o May Lose Value
- o Are Not Bank Guaranteed

AllianceBernstein Investment Research and Management, Inc., the principal underwriter of the AllianceBernstein mutual funds and an affiliate of Alliance Capital Management L.P., the manager of the funds, is a member of the NASD.

LETTER TO SHAREHOLDERS  
May 20, 2003

Dear Shareholder:

This report provides investment results, performance information and market outlook for ACM Managed Dollar Income Fund (the "Fund") for the semi-annual reporting period ended March 31, 2003.

Investment Objective and Policies

This closed-end fund is designed for investors who seek high current income and capital appreciation. To achieve this objective, it invests primarily in high-yielding, U.S. and non-U.S. fixed income securities, denominated in U.S. dollars, that we expect to benefit from improving economic and credit fundamentals.

Investment Results

The following table shows how the Fund performed over the past six- and 12-month periods ended March 31, 2003. For comparison, we have included a composite benchmark consisting of 65% of the J.P. Morgan Emerging Markets Bond Index Plus (JPM EMBI+), a standard measure of the performance of a basket of unmanaged emerging market debt securities, and 35% of the Credit Suisse First Boston High Yield (CSFBHY) Index, a standard measure of the performance of a basket of unmanaged U.S. high yield debt securities. We compare the Fund's performance to this composite benchmark because it more closely resembles the composition of the Fund's portfolio.

INVESTMENT RESULTS\*

Periods Ended March 31, 2003

Returns

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|   | 6 Months | 12 Months |
|---|----------|-----------|
| ACM Managed Dollar Income Fund (NAV)          | 31.45%   | 10.22%    |
| J.P. Morgan Emerging Markets Bond Index Plus  | 23.26%   | 15.35%    |
| Credit Suisse First Boston High Yield Index   | 13.23%   | 7.52%     |
| Composite: 65%/35% (65% JPM EMBI+/35% CSFBHY) | 19.75%   | 12.61%    |

\* The Fund's investment results are for the periods shown and are based on the net asset value (NAV) of the Fund as of March 31, 2003. All fees and expenses related to the operation of the Fund have been deducted. Returns for the Fund include the reinvestment of any distributions paid during each period. Past performance is no guarantee of future results.

The unmanaged J.P. Morgan Emerging Markets Bond Index Plus is comprised of dollar-denominated restructured sovereign bonds; a large percentage of the index is made up of Brady bonds. The unmanaged Credit Suisse First Boston High Yield Index is a measure of lower-rated, fixed income, non-convertible U.S. dollar-denominated securities

-----  
ACM MANAGED DOLLAR INCOME FUND o 1

meeting certain criteria developed by Credit Suisse designed to enable the index to reflect the high yield market. The composite is from the inception of the JPM EMBI+, which was 12/31/93. The indices are unmanaged and reflect no fees or expenses. An investor cannot invest directly in an index, and its results are not indicative of any specific investment, including ACM Managed Dollar Income Fund.

Additional investment results appear on pages 6-8.

The Fund significantly outperformed its composite benchmark for the six-month period ended March 31, 2003. This was due to both the Fund's emerging market and high yield holdings. The Fund's use of leverage within these sectors further contributed to its outperformance. Within the Fund's emerging market securities, its country allocation and security selection in Brazilian and Russian debt were the primary reasons for outperformance. In addition, security selection within the Fund's Mexican position and the Fund's underweight position in Turkey also contributed positively to performance.

Brazil, the top performer for the period within the index, benefited from market friendly policies and a groundswell of support for the newly elected Lula administration. A deceleration in inflation and stabilizing currency have also helped support Brazilian debt. Additionally, the new administration has committed to both tax and social security reforms. Tax reform is needed to ensure that Brazil does not have to rely on distorting transaction taxes. Social security reform is also crucial, as it will allow the new administration, in the medium term, fiscal room to pursue its social aims. We actively traded Brazil during the period, and we currently have an optimistic outlook.

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

In Russia, strong consumer spending, corporate investments, credit rating upgrades and rising financial reserves reinforced stability and growth, providing positive returns for the Fund. In addition, rising oil prices and export tariffs assured the country's good fiscal results. Booming retail sales, which were a result of strong growth in incomes, also contributed to the health of Russia's economy. Fiscal surplus is being used to build up financial reserves intended for budgetary expenditure to cushion periods of low energy prices. Most importantly, the latest Standard & Poor's credit rating upgrade from BB- to BB occurred on December 5, 2002, highlighting the Russian government's commitment to prudent fiscal policies and improved economic management.

Within the Fund's high yield industry allocation, the primary positive contributors to performance were its holdings in the cable and wireless telecommunications sectors. Both of these sectors were poor performers in the first half of the year, prior to rallying in the second half. The Fund was overweight in both of these sectors. Cablevision and Nextel Communications, Inc., cable and wireless telecommunication issuers, respectively, were among the Fund's largest holdings and strongest performers during the period under review.

---

2 o ACM MANAGED DOLLAR INCOME FUND

Additionally, the Fund benefited from its underweight position in the airline sector, which underperformed dramatically due to the bankruptcy filings by United Airlines and U.S. Airlines.

### Market Overview

The U.S. recovery stalled during the semi-annual period as hopes of a more robust recovery faded due to economic and geopolitical uncertainty. Growth in the fourth quarter of 2002 slowed dramatically to 1.4%, despite the U.S. Federal Reserve's accommodative monetary policy. The initial estimate of growth for the first quarter of 2003, which was plagued with bad weather and market paralysis due to the war with Iraq, was a modest 1.6%. Consumer confidence dropped during the period, and energy prices rose, both of which have subsequently reversed since the end of the military conflict. Unemployment, a lagging indicator, remained weak as businesses postponed new hiring, awaiting clearer signals that the economy is recovering.

During the semi-annual period, both emerging market debt and high yield securities outperformed other sectors within the fixed income market. Significant inflows from investors into both emerging market debt and high yield derived from an aversion to equity securities as well as a desire for yield. Yields on government bonds reached record lows, driven downward by the U.S. Federal Reserve's accommodative monetary policy and recent geopolitical and economic uncertainty.

The emerging market debt sector, as measured by the JPM EMBI+, posted a positive return of 23.26% for the semi-annual period under review. The sector weathered a global economic slowdown as well as war without evidence of contagion. Any negative impact on the asset class from the Iraq conflict was localized to bordering Turkey. The Latin component within the index rebounded sharply on positive economic and political developments within that region. Latin countries outperformed non-Latin countries, returning 29.81% and 14.90%, respectively.

Brazil (68.88%), Ecuador (51.81%) and Colombia (31.36%) posted the best returns within the index. Ecuador has been helped by President Lucio Gutierrez's

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

pledges to fight corruption, honor the country's debt commitments and seek new measures to alleviate the country's debt burden. A potential International Monetary Fund (IMF) agreement also boosted returns in Ecuador. In the non-Latin countries, Russia continued to post strong positive returns at 22.65%. Turkey posted a modest 6.98%, as geopolitical concerns and the war in bordering Iraq dampened returns. Turkey had initially failed to secure a multi-year support package from the U.S. after the Turkish parliament voted against a resolution allowing U.S. troops an access route to northern Iraq. Venezuela was the only country to post negative returns (-2.36%), which was due to the economic impact of recent strikes against President Chavez, weakness in the Bolivar and subsequent credit rating downgrades.

The high yield market, as represented by the CSFBHY Index, returned

---

ACM MANAGED DOLLAR INCOME FUND o 3

13.23% for the semi-annual period. High yield securities rebounded strongly as risk aversions to that sector moderated and spreads narrowed. Investors seeking higher yielding securities but averse to the slumping equity markets provided significant inflows of new cash into the high yield market. Key risks that paralyzed market activity had begun to diminish during the period. The U.S. Federal Reserve's November rate cut and the likelihood of further fiscal stimulus alleviated fears of a renewed recession. With the corporate governance crisis working its way through the financial, legislative and judicial systems, corporate managers were more focused on balance-sheet repair and improving profitability. Defaults in high yield began to decline, and the direction of the high yield market de-coupled from the equity market. During the period under review, telecommunications and utilities rallied, while the airline industry continued to fall victim to a downturn in the travel industry.

### Outlook

The U.S. economy is in a transition phase given the recent end to the conflict in Iraq. Uncertainty, which existed in the marketplace due to the Iraq conflict, has abated, and investors are now more focused on economic fundamentals. The economic hangover from the conflict in Iraq and continued weak labor markets prompted us to lower our U.S. 2003 gross domestic product (GDP) growth outlook to 2.5%. The U.S. economy still lacks solid and broad-based growth. Although recent data releases have been somewhat contradictory, we believe the dissipation of geopolitical uncertainties will most likely result in the gradual strengthening of the U.S. economy as the year progresses. We expect both the high yield and emerging market sectors to benefit from an improving economy. Declining default rates, positive supply technicals and significant demand are all positive indicators for the high yield sector. Diversification of the Fund's high yield securities coupled with selective, well-researched holdings will be key.

Within the emerging market sector, the combination of accelerating demand and limited new supply of emerging market issuers will most likely support a broader rally. In the near-term, however, we expect emerging markets to experience continued volatility due to global political tensions.

In Russia, we continue to maintain the Fund's overweight position. Signs of strong consumer and corporate spending suggest a very strong growth in incomes. We believe that retail sales will continue to grow and remain strong as public salaries and pensions are due to be raised by 20% in March. Exports continue to be strong even though import growth is contained by the appreciating euro. We believe the credit quality rating of Russia should increase in the near-term, and if that is possible, Russia will be upgraded to an investment grade rating within the next two years. Currently, we believe that Russia is capable of

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

handling the decline in oil prices as crude oil and oil product exports continue to expand. Finally, strong foreign reserves will bode well for Russia as the economy continues to improve.

The integration of the U.S. and Mexican economies suggest that an im-

---

4 o ACM MANAGED DOLLAR INCOME FUND

provement in the U.S. economy would bode well for Mexico since it would increase demand for Mexican imports.

The current economic and financial landscape remains mixed. Therefore, we will continue to evaluate the Fund's position in Mexico.

Events in Brazil, especially the direction of policy initiatives set forth by newly elected President da Silva, will have a significant influence on market sentiment in 2003. We believe President da Silva will make significant strides toward economic reform, and we remain optimistic on the country's U.S. dollar denominated debt.

Thank you for your continued interest and investment in ACM Managed Dollar Income Fund. We look forward to reporting to you on market activity and the Fund's investment results in the coming periods.

Sincerely,

/s/ John D. Carifa

John D. Carifa  
Chairman and President

/s/ Paul J. DeNoon

Paul J. DeNoon  
Vice President

/s/ George D. Caffrey

George D. Caffrey  
Vice President

[PHOTO] John D. Carifa

[PHOTO] Paul J. DeNoon

[PHOTO] George D. Caffrey

Paul J. DeNoon and George D. Caffrey, Portfolio Managers, have over 42 years of combined investment experience.

---

ACM MANAGED DOLLAR INCOME FUND o 5

PERFORMANCE UPDATE

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

ACM MANAGED DOLLAR INCOME FUND (NAV)  
 GROWTH OF A \$10,000 INVESTMENT  
 10/31/93\* TO 3/31/03

ACM Managed Dollar Income Fund (NAV): \$17,269  
 Composite: \$23,611

|           | ACM Managed Dollar<br>Income Fund (NAV) | Composite** |
|-----------|---|-------------|
| 10/31/93* | \$10,000                                | \$10,000    |
| 3/31/94   | \$ 9,493                                | \$ 9,109    |
| 3/31/95   | \$ 8,526                                | \$ 8,757    |
| 3/31/96   | \$11,966                                | \$11,948    |
| 3/31/97   | \$15,963                                | \$15,156    |
| 3/31/98   | \$19,379                                | \$17,687    |
| 3/31/99   | \$13,866                                | \$15,977    |
| 3/31/00   | \$19,972                                | \$19,010    |
| 3/31/01   | \$21,517                                | \$20,253    |
| 3/31/02   | \$25,007                                | \$20,968    |
| 3/31/03   | \$17,269                                | \$23,611    |

This chart illustrates the total value of an assumed \$10,000 investment in ACM Managed Dollar Income Fund at net asset value (NAV) (from 10/31/93\* to 3/31/03) as compared to the performance of an appropriate composite. The composite represents 65% of the J.P. Morgan Emerging Markets Bond Index Plus (JPM EMBI+) and 35% of the Credit Suisse First Boston High Yield (CSFBHY) Index. The composite is from the inception of the JPM EMBI+, which was 12/31/93. For the period 10/31/93 through 3/31/94, the J.P. Morgan Emerging Markets Bond Index was used in place of the JPM EMBI+. All other periods used the composite benchmark. The chart assumes the reinvestment of dividends and capital gains. Past performance is not indicative of future results, and is not representative of future gain or loss in capital value or dividend income.

\*\* The unmanaged JPM EMBI+ is comprised of dollar-denominated restructured sovereign bonds; a large percentage of the index is made up of Brady bonds. The unmanaged CSFBHY Index is a measure of lower-rated, fixed-income, non-convertible U.S. dollar-denominated securities meeting certain criteria developed by Credit Suisse designed to enable the index to reflect the high yield market. The indices are unmanaged and reflect no fees or expenses. When comparing ACM Managed Dollar Income Fund to the composite shown above, you should note that no charges or expenses are reflected in the performance of the composite. An investor cannot invest directly in an index, and its results are not indicative of any specific investment, including ACM Managed Dollar Income Fund.

\* Closest month-end after Fund's inception date of 10/22/93.

6 o ACM MANAGED DOLLAR INCOME FUND

PERFORMANCE UPDATE

ACM MANAGED DOLLAR INCOME FUND (NAV)  
 HISTORY OF RETURNS  
 YEARLY PERIODS ENDED 3/31

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

ACM Managed Dollar Income Fund (NAV)  
Composite\*

ACM Managed Dollar Income Fund (NAV)--Yearly Periods Ended 3/31

|           | ACM Managed Dollar<br>Income Fund (NAV) | Composite* |
|-----------|---|------------|
| 3/31/94** | -16.76%                                 | N/A        |
| 3/31/95   | -14.95%                                 | -3.86%     |
| 3/31/96   | 49.08%                                  | 36.44%     |
| 3/31/97   | 35.04%                                  | 26.84%     |
| 3/31/98   | 26.28%                                  | 16.74%     |
| 3/31/99   | -29.73%                                 | -9.67%     |
| 3/31/00   | 20.25%                                  | 18.99%     |
| 3/31/01   | -7.24%                                  | 6.54%      |
| 3/31/02   | 11.05%                                  | 3.53%      |
| 3/31/03   | 10.22%                                  | 12.61%     |

Past performance is no guarantee of future results. The Fund's investment results represent average annual returns and are based on the net asset value (NAV). All fees and expenses related to the operation of the Fund have been deducted. Returns for the Fund include the reinvestment of any distributions paid during each period.

\* The composite represents 65% of the J.P. Morgan Emerging Markets Bond Index Plus (JPM EMBI+) and 35% of the Credit Suisse First Boston High Yield (CSFBHY) Index. The composite is from the inception of the JPM EMBI+, which was 12/31/93. The unmanaged JPM EMBI+ is comprised of dollar-denominated restructured sovereign bonds; a large percentage of the index is made up of Brady bonds. The unmanaged CSFBHY Index is a measure of lower-rated, fixed-income, non-convertible U.S. dollar-denominated securities meeting certain criteria developed by Credit Suisse designed to enable the index to reflect the high yield market. The indices are unmanaged and reflect no fees or expenses. An investor cannot invest directly in an index, and its results are not indicative of any specific investment, including ACM Managed Dollar Income Fund.

\*\* The Fund's return for the period ended 3/31/94 is from the Fund's inception date of 10/22/93 through 3/31/94. The J.P. Morgan Emerging Markets Bond Index Plus was not available until 12/31/93. Therefore, returns for the benchmark are not available for the period ended 3/31/94.

-----  
ACM MANAGED DOLLAR INCOME FUND o 7

PORTFOLIO SUMMARY  
March 31, 2003 (unaudited)

INCEPTION DATE  
10/22/93

PORTFOLIO STATISTICS  
Net Assets (\$mil): \$154.3

SECURITY TYPE  
52.1% Sovereign  
35.7% Corporate

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|      |                 |                     |
|------|-----------------|---------------------|
| 5.5% | Yankee Bonds    | [PIE CHART OMITTED] |
| 4.2% | Brady Bonds     |                     |
| 1.4% | Preferred Stock |                     |
| 1.1% | Short-Term      |                     |

### COUNTRY BREAKDOWN

|       |               |                     |
|-------|---------------|---------------------|
| 38.2% | United States |                     |
| 22.1% | Russia        |                     |
| 13.3% | Brazil        | [PIE CHART OMITTED] |
| 10.5% | Mexico        |                     |
| 2.4%  | Philippines   |                     |
| 2.2%  | Colombia      |                     |
| 1.7%  | Venezuela     |                     |
| 1.4%  | Peru          |                     |
| 1.3%  | Luxembourg    |                     |
| 1.3%  | Panama        |                     |
| 1.0%  | Malaysia      |                     |
| 4.6%  | Other         |                     |

All data as of March 31, 2003. The Fund's security type and country breakdowns are expressed as a percentage of total investments and may vary over time. "Other" represents less than 1.0% weightings in each of the following countries: Ecuador, Ukraine, Bulgaria, Turkey, Argentina, Bahamas, Belize, Costa Rica, El Salvador, France, the Netherlands and Singapore.

-----

### 8 o ACM MANAGED DOLLAR INCOME FUND

#### PORTFOLIO OF INVESTMENTS March 31, 2003 (unaudited)

|                                   | Principal<br>Amount<br>(000) | U.S. \$ Value |
|-----------------------------------|------------------------------|---------------|
| -----                             |                              |               |
| SOVEREIGN DEBT OBLIGATIONS-76.5%  |                              |               |
| Sovereign Debt Securities-70.8%   |                              |               |
| Belize-0.6%                       |                              |               |
| Government of Belize              |                              |               |
| 9.50%, 8/15/12                    | \$ 850                       | \$ 859,506    |
|                                   |                              | -----         |
| Brazil-16.0%                      |                              |               |
| Banco Nacional de Desenvolvimento |                              |               |
| 6.50%, 6/15/06(a)                 | 875                          | 844,375       |
| Republic of Brazil                |                              |               |
| 8.875%, 4/15/24                   | 3,550                        | 2,319,037     |
| 11.00%, 8/17/40(b)                | 17,500                       | 13,168,750    |
| 11.50%, 3/12/08                   | 450                          | 414,675       |
| 12.00%, 4/15/10                   | 2,050                        | 1,858,325     |
| 12.75%, 1/15/20                   | 2,500                        | 2,186,250     |
| 14.50%, 10/15/09                  | 3,900                        | 3,948,750     |
|                                   |                              | -----         |
|                                   |                              | 24,740,162    |
|                                   |                              | -----         |
| Bulgaria-0.7%                     |                              |               |



Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|                         |       |           |
|-------------------------|-------|-----------|
| Republic of Bulgaria    |       |           |
| 8.25%, 1/15/15(a)       | 994   | 1,123,220 |
|                         |       | -----     |
| Colombia-3.0%           |       |           |
| Republic of Colombia    |       |           |
| 8.375%, 2/15/27         | 625   | 515,625   |
| 9.75%, 4/23/09          | 350   | 374,500   |
| 10.00%, 1/23/12         | 1,075 | 1,104,563 |
| 10.50%, 7/09/10         | 150   | 158,250   |
| 11.75%, 2/25/20         | 2,335 | 2,550,987 |
|                         |       | -----     |
|                         |       | 4,703,925 |
|                         |       | -----     |
| Costa Rica-0.3%         |       |           |
| Republic of Costa Rica  |       |           |
| 8.05%, 1/13/13(a)       | 375   | 389,531   |
|                         |       | -----     |
| Ecuador-1.1%            |       |           |
| Republic of Ecuador     |       |           |
| 6.00%, 8/15/30(a)(c)    | 100   | 52,400    |
| 6.00%, 8/15/30(c)       | 2,625 | 1,375,500 |
| 12.00%, 11/15/12        | 275   | 199,787   |
|                         |       | -----     |
|                         |       | 1,627,687 |
|                         |       | -----     |
| El Salvador-0.6%        |       |           |
| Republic of El Salvador |       |           |
| 7.75%, 1/24/23(a)       | 450   | 475,875   |
| 8.50%, 7/25/11(a)       | 400   | 443,400   |
|                         |       | -----     |
|                         |       | 919,275   |
|                         |       | -----     |

-----  
ACM MANAGED DOLLAR INCOME FUND o 9

|                         | Principal<br>Amount<br>(000) | U.S. \$ Value |
|-------------------------|------------------------------|---------------|
| Mexico-11.9%            |                              |               |
| United Mexican States   |                              |               |
| 11.375%, 9/15/16(b)     | \$13,375                     | \$ 18,343,812 |
|                         |                              | -----         |
| Panama-0.7%             |                              |               |
| Republic of Panama      |                              |               |
| 10.75%, 5/15/20         | 1,000                        | 1,146,500     |
|                         |                              | -----         |
| Peru-1.6%               |                              |               |
| Republic of Peru        |                              |               |
| 9.125%, 1/15/08         | 875                          | 946,094       |
| 9.125%, 2/21/12         | 1,400                        | 1,477,000     |
|                         |                              | -----         |
|                         |                              | 2,423,094     |
|                         |                              | -----         |
| Philippines-3.3%        |                              |               |
| Republic of Philippines |                              |               |
| 9.875%, 1/15/19(b)      | 2,300                        | 2,219,500     |
| 10.625%, 3/16/25        | 2,950                        | 2,942,625     |
|                         |                              | -----         |
|                         |                              | 5,162,125     |
|                         |                              | -----         |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|                                     |        |             |
|-------------------------------------|--------|-------------|
| Russia-29.3%                        |        |             |
| Ministry Finance of Russia          |        |             |
| Series V                            |        |             |
| 3.00%, 5/14/08                      | 650    | 555,750     |
| Series VI                           |        |             |
| 3.00%, 5/14/06                      | 3,600  | 3,357,000   |
| Russian Federation                  |        |             |
| 5.00%, 3/31/30 (a) (b) (c)          | 47,500 | 41,375,587  |
|                                     |        | -----       |
|                                     |        | 45,288,337  |
|                                     |        | -----       |
| Turkey-0.7%                         |        |             |
| Republic of Turkey                  |        |             |
| 11.75%, 6/15/10                     | 1,175  | 1,057,500   |
|                                     |        | -----       |
| Ukraine-1.0%                        |        |             |
| Ukraine Government                  |        |             |
| 11.00%, 3/15/07                     | 1,419  | 1,547,772   |
|                                     |        | -----       |
| Total Sovereign Debt Securities     |        |             |
| (cost \$81,115,691)                 |        | 109,332,446 |
|                                     |        | -----       |
| Non-Collateralized Brady Bonds-5.7% |        |             |
| Brazil-2.0%                         |        |             |
| Republic of Brazil-DCB FRN          |        |             |
| 2.625%, 4/15/12 (c)                 | 625    | 414,062     |
| 8.00%, 4/15/14 (d)                  | 3,386  | 2,683,704   |
|                                     |        | -----       |
|                                     |        | 3,097,766   |
|                                     |        | -----       |
| Panama-1.0%                         |        |             |
| Republic of Panama PDI FRN          |        |             |
| 2.25%, 7/17/16 (c)                  | 1,833  | 1,502,804   |
|                                     |        | -----       |

-----  
10 o ACM MANAGED DOLLAR INCOME FUND

|                                       | Principal<br>Amount<br>(000) | U.S. \$ Value |
|---------------------------------------|------------------------------|---------------|
| -----                                 |                              |               |
| Peru-0.3%                             |                              |               |
| Republic of Peru FLIRB VRN            |                              |               |
| 4.50%, 3/07/17 (c)                    | \$ 650                       | \$ 517,595    |
|                                       |                              | -----         |
| Venezuela-2.4%                        |                              |               |
| Republic of Venezuela DCB FRN         |                              |               |
| Series DL                             |                              |               |
| 2.3125%, 12/18/07 (c)                 | 5,238                        | 3,640,476     |
|                                       |                              | -----         |
| Total Non-Collateralized Brady Bonds  |                              |               |
| (cost \$8,231,391)                    |                              | 8,758,641     |
|                                       |                              | -----         |
| Total Sovereign Debt Obligations      |                              |               |
| (cost \$89,347,082)                   |                              | 118,091,087   |
|                                       |                              | -----         |
| U.S. CORPORATE DEBT OBLIGATIONS-48.6% |                              |               |
| Aerospace/Defense-0.6%                |                              |               |
| K&F Industries, Inc.                  |                              |               |
| Series B                              |                              |               |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|                               |     |         |
|-------------------------------|-----|---------|
| 9.625%, 12/15/10              | 190 | 202,350 |
| Hexcel Corp.                  |     |         |
| 9.875%, 10/01/08(a)           | 95  | 99,512  |
| Sequa Corp.                   |     |         |
| 9.00%, 8/01/09                | 210 | 208,425 |
| Transdigm, Inc.               |     |         |
| 10.375%, 12/01/08             | 360 | 380,700 |
|                               |     | -----   |
|                               |     | 890,987 |
|                               |     | -----   |
| Automotive-2.4%               |     |         |
| ArvinMeritor, Inc.            |     |         |
| 8.75%, 3/01/12                | 325 | 333,125 |
| AutoNation, Inc.              |     |         |
| 9.00%, 8/01/08                | 615 | 651,900 |
| Collins & Aikman Products Co. |     |         |
| 10.75%, 12/31/11              | 260 | 252,408 |
| Cummins, Inc.                 |     |         |
| 9.50%, 12/01/10(a)            | 190 | 196,650 |
| Dana Corp.                    |     |         |
| 10.125%, 3/15/10              | 575 | 590,812 |
| Dura Operating Corp.          |     |         |
| Series D                      |     |         |
| 9.00%, 5/01/09                | 422 | 346,040 |
| Lear Corp.                    |     |         |
| Series B                      |     |         |
| 8.11%, 5/15/09                | 275 | 299,063 |
| Stoneridge, Inc.              |     |         |
| 11.50%, 5/01/12               | 40  | 40,800  |

-----  
ACM MANAGED DOLLAR INCOME FUND o 11

|                                | Principal<br>Amount<br>(000) | U.S. \$ Value |
|--------------------------------|------------------------------|---------------|
| TRW Automotive, Inc.           |                              |               |
| 9.375%, 2/15/13(a)             | \$ 410                       | \$ 412,050    |
| 11.00%, 2/15/13(a)             | 255                          | 255,637       |
| United Auto Group, Inc.        |                              |               |
| 9.625%, 3/15/12                | 280                          | 274,400       |
|                                |                              | -----         |
|                                |                              | 3,652,885     |
|                                |                              | -----         |
| Broadcasting & Media-1.7%      |                              |               |
| Albritton Communications Co.   |                              |               |
| 7.75%, 12/15/12                | 415                          | 424,337       |
| Emmis Communications Corp.     |                              |               |
| 12.25%, 3/15/11(e)             | 285                          | 245,100       |
| Paxson Communications Corp.    |                              |               |
| 10.75%, 7/15/08                | 400                          | 436,000       |
| 12.25%, 1/15/09(e)             | 215                          | 173,075       |
| PRIMEDIA, Inc.                 |                              |               |
| 8.875%, 5/15/11                | 235                          | 237,938       |
| Radio One, Inc.                |                              |               |
| 8.875%, 7/01/11                | 260                          | 284,050       |
| Sinclair Broadcast Group, Inc. |                              |               |
| 8.00%, 3/15/12                 | 210                          | 217,875       |
| 8.00%, 3/15/12(a)              | 60                           | 62,250        |
| 8.75%, 12/15/11                | 285                          | 304,237       |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|                             |     |           |
|-----------------------------|-----|-----------|
| Young Broadcasting, Inc.    |     |           |
| 8.50%, 12/15/08             | 195 | 207,187   |
| 10.00%, 3/01/11             | 90  | 95,850    |
|                             |     | -----     |
|                             |     | 2,687,899 |
|                             |     | -----     |
| Building & Real Estate-2.1% |     |           |
| Associated Materials, Inc.  |     |           |
| 9.75%, 4/15/12              | 205 | 220,375   |
| Beazer Homes USA, Inc.      |     |           |
| 8.375%, 4/15/12             | 195 | 205,237   |
| KB HOME                     |     |           |
| 7.75%, 2/01/10              | 410 | 420,250   |
| LNR Property Corp.          |     |           |
| 10.50%, 1/15/09             | 725 | 763,062   |
| M.D.C Holdings, Inc.        |     |           |
| 7.00%, 12/01/12             | 200 | 209,500   |
| Meritage Corp.              |     |           |
| 9.75%, 6/01/11              | 470 | 498,200   |
| Schuler Homes, Inc.         |     |           |
| 10.50%, 7/15/11             | 385 | 421,575   |
| The Ryland Group, Inc.      |     |           |
| 9.75%, 9/01/10              | 50  | 56,250    |
| Werner Holdings Co., Inc.   |     |           |
| Series A                    |     |           |
| 10.00%, 11/15/07            | 200 | 203,000   |
| William Lyon Homes, Inc.    |     |           |
| 10.75%, 4/01/13             | 285 | 282,862   |
|                             |     | -----     |
|                             |     | 3,280,311 |
|                             |     | -----     |

-----  
12 o ACM MANAGED DOLLAR INCOME FUND

|  | Principal<br>Amount<br>(000) | U.S. \$ Value |
|--|------------------------------|---------------|
| Cable-2.6%                                   |                              |               |
| CSC Holdings, Inc.                           |                              |               |
| 7.625%, 7/15/18                              | \$ 425                       | \$ 413,312    |
| Coaxial Communications of Central Ohio, Inc. |                              |               |
| 10.00%, 8/15/06                              | 210                          | 210,787       |
| DirectTV Holdings LLC                        |                              |               |
| 8.375%, 3/15/13(a)                           | 305                          | 337,787       |
| Echostar DBS Corp.                           |                              |               |
| 9.375%, 2/01/09                              | 785                          | 839,950       |
| Insight Midwest LP                           |                              |               |
| 9.75%, 10/01/09(a)                           | 620                          | 643,250       |
| Mediacom Broadband LLC                       |                              |               |
| 11.00%, 7/15/13                              | 650                          | 729,625       |
| PanAmSat Corp.                               |                              |               |
| 8.50%, 2/01/12                               | 835                          | 864,225       |
|  |                              | -----         |
|  |                              | 4,038,936     |
|  |                              | -----         |
| Chemicals-2.3%                               |                              |               |
| Airgas, Inc.                                 |                              |               |
| 9.125%, 10/01/11                             | 275                          | 304,562       |
| Equistar Chemical Funding LP                 |                              |               |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|  |       |           |
|--|-------|-----------|
| 10.125%, 9/01/08                             | 670   | 649,900   |
| FMC Corp.                                    |       |           |
| 10.25%, 11/01/09(a)                          | 270   | 298,350   |
| Georgia Gulf Corp.                           |       |           |
| 10.375%, 11/01/07                            | 500   | 542,500   |
| Lyondell Chemical Co.                        |       |           |
| Series A                                     |       |           |
| 9.625%, 5/01/07                              | 640   | 643,200   |
| Series B                                     |       |           |
| 10.875%, 5/01/09                             | 475   | 444,125   |
| Millennium America, Inc.                     |       |           |
| 9.25%, 6/15/08                               | 120   | 130,200   |
| Resolution Performance Products              |       |           |
| 13.50%, 11/15/10                             | 470   | 498,200   |
|  |       | -----     |
|  |       | 3,511,037 |
|  |       | -----     |
| Communications - Fixed-1.2%                  |       |           |
| Alaska Communications Systems Holdings, Inc. |       |           |
| 9.375%, 5/15/09                              | 35    | 30,975    |
| FairPoint Communications, Inc.               |       |           |
| 11.875%, 3/01/10(a)                          | 165   | 174,075   |
| Qwest Corp.                                  |       |           |
| 8.875%, 3/15/12(a)                           | 1,475 | 1,578,250 |
|  |       | -----     |
|  |       | 1,783,300 |
|  |       | -----     |
| Communications - Mobile-2.0%                 |       |           |
| Dobson/Sygnnet Communications                |       |           |
| 12.25%, 12/15/08                             | 675   | 644,625   |
| Iridium LLC Capital Corp.                    |       |           |
| Series B                                     |       |           |
| 14.00%, 7/15/05(f)                           | 5,000 | 362,500   |

-----  
ACM MANAGED DOLLAR INCOME FUND o 13

|                                       | Principal<br>Amount<br>(000) | U.S. \$ Value |
|---------------------------------------|------------------------------|---------------|
|                                       |                              | -----         |
| Nextel Communications, Inc.           |                              |               |
| 9.95%, 2/15/08                        | \$ 810                       | \$ 848,475    |
| TeleCorp PCS, Inc.                    |                              |               |
| 10.625%, 7/15/10                      | 203                          | 233,957       |
| Tritel PCS, Inc.                      |                              |               |
| 10.375%, 1/15/11                      | 234                          | 270,855       |
| Triton PCS, Inc.                      |                              |               |
| 8.75%, 11/15/11                       | 205                          | 174,250       |
| 11.00%, 5/01/08(e)                    | 535                          | 492,200       |
|                                       |                              | -----         |
|                                       |                              | 3,026,862     |
|                                       |                              | -----         |
| Consumer Manufacturing-1.7%           |                              |               |
| Applica, Inc.                         |                              |               |
| 10.00%, 7/31/08                       | 210                          | 220,500       |
| Central Garden & Pet Company          |                              |               |
| 9.125%, 2/01/13(a)                    | 195                          | 204,750       |
| Collins & Aikman Floorcoverings, Inc. |                              |               |
| 9.75%, 2/15/10                        | 260                          | 252,200       |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|                                    |     |           |
|------------------------------------|-----|-----------|
| Jostens, Inc.                      |     |           |
| 12.75%, 5/01/10                    | 650 | 745,875   |
| Playtex Products, Inc.             |     |           |
| 9.375%, 6/01/11                    | 265 | 288,850   |
| Salton, Inc.                       |     |           |
| 12.25%, 4/15/08                    | 285 | 287,850   |
| Sealy Mattress Co.                 |     |           |
| 9.875%, 12/15/07                   | 360 | 372,600   |
| St. John Knits International, Inc. |     |           |
| 12.50%, 7/01/09                    | 200 | 207,000   |
|                                    |     | -----     |
|                                    |     | 2,579,625 |
|                                    |     | -----     |

|                               |       |           |
|-------------------------------|-------|-----------|
| Energy-4.6%                   |       |           |
| Allegheny Energy, Inc.        |       |           |
| 7.75%, 8/01/05                | 425   | 416,500   |
| Chesapeake Energy Corp.       |       |           |
| 7.75%, 1/15/15                | 310   | 320,850   |
| 9.00%, 8/15/12                | 210   | 228,900   |
| CITGO Petroleum Corp.         |       |           |
| 11.375%, 2/01/11(a)           | 1,630 | 1,715,575 |
| Forest Oil Corp.              |       |           |
| 8.00%, 12/15/11               | 250   | 261,250   |
| Frontier Oil Corp.            |       |           |
| 11.75%, 11/15/09              | 260   | 287,300   |
| Grant Prideco, Inc.           |       |           |
| 9.00%, 12/15/09(a)            | 600   | 643,500   |
| Grey Wolf, Inc.               |       |           |
| 8.875%, 7/01/07               | 265   | 274,937   |
| Lomak Petroleum               |       |           |
| 8.75%, 1/15/07                | 295   | 300,162   |
| Northwest Pipelines Corp.     |       |           |
| 8.125%, 3/01/10(a)            | 145   | 152,250   |
| Pioneer Natural Resources Co. |       |           |
| 8.875%, 4/15/05               | 395   | 420,405   |

-----  
14 o ACM MANAGED DOLLAR INCOME FUND

|                             | Principal<br>Amount<br>(000) | U.S. \$ Value |
|-----------------------------|------------------------------|---------------|
| Premco Refining Group, Inc. |                              |               |
| 9.50%, 2/01/13(a)           | \$ 270                       | \$ 291,600    |
| Pride International, Inc.   |                              |               |
| 9.375%, 5/01/07             | 270                          | 281,475       |
| Southern Natural Gas Co.    |                              |               |
| 7.35%, 2/15/31              | 365                          | 337,625       |
| 8.875%, 3/15/10(a)          | 290                          | 307,400       |
| Stone Energy Corp.          |                              |               |
| 8.25%, 12/15/11             | 350                          | 364,000       |
| Westport Resources Corp.    |                              |               |
| 8.25%, 11/01/11(a)          | 80                           | 85,400        |
| 8.25%, 11/01/11             | 190                          | 203,775       |
| XTO Energy, Inc.            |                              |               |
| 7.50%, 4/15/12              | 250                          | 270,000       |
|                             |                              | -----         |
|                             |                              | 7,162,904     |
|                             |                              | -----         |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|                                     |                              |               |
|-------------------------------------|------------------------------|---------------|
| Entertainment & Leisure-0.9%        |                              |               |
| Cinemark USA, Inc.                  |                              |               |
| 9.00%, 2/01/13(a)                   | 265                          | 282,887       |
| Premier Parks                       |                              |               |
| 9.75%, 6/15/07                      | 165                          | 160,875       |
| 10.00%, 4/01/08(e)                  | 85                           | 83,194        |
| Six Flags, Inc.                     |                              |               |
| 9.50%, 2/01/09                      | 600                          | 573,000       |
| Universal City Development Partners |                              |               |
| 11.75%, 4/01/10(a)                  | 335                          | 338,769       |
|                                     |                              | -----         |
|                                     |                              | 1,438,725     |
|                                     |                              | -----         |
| Financial-2.2%                      |                              |               |
| iStar Financial, Inc.               |                              |               |
| 8.75%, 8/15/08                      | 550                          | 590,996       |
| Markel Capital Trust I              |                              |               |
| Series B                            |                              |               |
| 8.71%, 1/01/46(g)                   | 660                          | 560,520       |
| Nationwide CSN Trust                |                              |               |
| 9.875%, 2/15/25(a)                  | 1,000                        | 1,076,985     |
| PXRE Capital Trust I                |                              |               |
| 8.185%, 2/01/27                     | 510                          | 408,000       |
| Western Financial Bank              |                              |               |
| 9.625%, 5/15/12                     | 420                          | 421,050       |
| Williams Scotsman, Inc.             |                              |               |
| 9.875%, 6/01/07                     | 340                          | 332,350       |
|                                     |                              | -----         |
|                                     |                              | 3,389,901     |
|                                     |                              | -----         |
| Food/Beverage-1.2%                  |                              |               |
| B&G Foods, Inc.                     |                              |               |
| 9.625%, 8/01/07                     | 180                          | 186,300       |
| Dean Foods Co.                      |                              |               |
| 8.15%, 8/01/07                      | 200                          | 214,235       |
| Del Monte Food Co.                  |                              |               |
| 8.625%, 12/15/12(a)                 | 235                          | 250,275       |
| 9.25%, 5/15/11                      | 255                          | 273,169       |
| -----                               |                              |               |
| ACM MANAGED DOLLAR INCOME FUND o 15 |                              |               |
|                                     | Principal<br>Amount<br>(000) | U.S. \$ Value |
| -----                               |                              |               |
| DIMON, Inc.                         |                              |               |
| Series B                            |                              |               |
| 9.625%, 10/15/11                    | \$175                        | \$ 192,500    |
| Dole Food Company, Inc.             |                              |               |
| 7.25%, 5/01/09                      | 255                          | 266,475       |
| 8.875%, 3/15/11(a)                  | 145                          | 151,525       |
| Swift & Co.                         |                              |               |
| 10.125%, 10/01/09(a)                | 255                          | 253,725       |
|                                     |                              | -----         |
|                                     |                              | 1,788,204     |
|                                     |                              | -----         |
| Gaming-3.2%                         |                              |               |
| Ameristar Casinos, Inc.             |                              |               |
| 10.75%, 2/15/09                     | 230                          | 250,700       |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|   |                 |                             |         |
|---|-----------------|-----------------------------|---------|
| Argosy Gaming Co.<br>9.00%, 9/01/11                           | 235             | 250,863                     |         |
| Boyd Gaming Corp.<br>7.75%, 12/15/12(a)                       | 255             | 258,188                     |         |
| Harrah's Operating Company, Inc.<br>7.875%, 12/15/05          | 230             | 246,675                     |         |
| Horseshoe Gaming Holding Corp.<br>Series B<br>8.625%, 5/15/09 | 195             | 206,700                     |         |
| MGM Mirage, Inc.<br>8.375%, 2/01/11                           | 575             | 618,125                     |         |
| Mandalay Resort Group<br>10.25%, 8/01/07                      | 570             | 619,163                     |         |
| Mohegan Tribal Gaming<br>8.375%, 7/01/11                      | 220             | 230,725                     |         |
|   | 8.75%, 1/01/09  | 140                         | 148,050 |
| Park Place Entertainment<br>7.875%, 3/15/10                   | 295             | 301,638                     |         |
|   | 9.375%, 2/15/07 | 430                         | 461,175 |
| Riviera Holdings Corp.<br>11.00%, 6/15/10                     | 210             | 182,175                     |         |
| Station Casinos, Inc.<br>8.375%, 2/15/08                      | 235             | 252,038                     |         |
| Trump Holdings, Inc.<br>11.625%, 3/15/10(a)                   | 310             | 298,375                     |         |
| Turning Stone Casino Resort Enterprise<br>9.125%, 12/15/10(a) | 200             | 210,000                     |         |
| Venetian Casino Resort, LLC<br>11.00%, 6/15/10                | 360             | 378,450                     |         |
|   |                 | -----<br>4,913,040<br>----- |         |
| Healthcare-3.7%   |                 |                             |         |
| Advanced Medical Optics, Inc.<br>9.25%, 7/15/10               | 260             | 271,700                     |         |
| Alliance Imaging, Inc.<br>10.375%, 4/15/11                    | 425             | 408,000                     |         |
| AmerisourceBergen Corp.<br>8.125%, 9/01/08                    | 190             | 206,150                     |         |

-----  
16 o ACM MANAGED DOLLAR INCOME FUND

|   | Principal<br>Amount<br>(000) | U.S. \$ Value |
|---|------------------------------|---------------|
| Concentra Operating Corp.<br>13.00%, 8/15/09        | \$ 430                       | \$ 466,550    |
| Extencicare Health Services<br>9.50%, 7/01/10       | 340                          | 338,300       |
| HCA, Inc.<br>7.875%, 2/01/11                        | 1,655                        | 1,855,465     |
| Hanger Orthopedic Group, Inc.<br>10.375%, 2/15/09   | 350                          | 376,250       |
| Omnicare, Inc.<br>8.125%, 3/15/11                   | 250                          | 270,000       |
| PacifiCare Health Systems, Inc.<br>10.75%, 06/01/09 | 455                          | 495,950       |
| Triad Hospitals, Inc.                               |                              |               |



Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|  |     |           |
|--|-----|-----------|
| Series B                                       |     |           |
| 8.75%, 5/01/09                                 | 455 | 493,675   |
| 11.00%, 5/15/09                                | 245 | 271,950   |
| Ventas Realty LP                               |     |           |
| 9.00%, 5/01/12                                 | 235 | 252,625   |
|  |     | -----     |
|  |     | 5,706,615 |
|  |     | -----     |
| Hotels & Lodging-1.9%                          |     |           |
| Extended Stay America, Inc.                    |     |           |
| 9.875%, 6/15/11                                | 425 | 419,688   |
| Felcor Lodging LP                              |     |           |
| 8.50%, 6/01/11                                 | 145 | 127,238   |
| 9.50%, 9/15/08                                 | 195 | 179,400   |
| Host Marriott LP                               |     |           |
| 9.25%, 10/01/07                                | 315 | 315,000   |
| 9.50%, 1/15/07                                 | 435 | 435,544   |
| La Quinta Corp.                                |     |           |
| 8.875%, 3/15/11(a)                             | 285 | 287,494   |
| MeriStar Hospitality Corp.                     |     |           |
| 9.125%, 1/15/11                                | 100 | 84,500    |
| MeriStar Hospitality Operating Partnership, LP |     |           |
| 10.50%, 6/15/09                                | 155 | 139,500   |
| Starwood Hotels & Resorts Worldwide, Inc.      |     |           |
| 7.875%, 5/01/12(a)                             | 695 | 695,869   |
| Vail Resorts, Inc.                             |     |           |
| 8.75%, 5/15/09                                 | 280 | 289,800   |
|  |     | -----     |
|  |     | 2,974,033 |
|  |     | -----     |
| Industrial-1.4%                                |     |           |
| Flowserve Corp.                                |     |           |
| 12.25%, 8/15/10                                | 370 | 412,550   |
| H&E Equipment/Finance                          |     |           |
| 11.125%, 6/15/12                               | 260 | 199,550   |
| NMHG Holding Co.                               |     |           |
| 10.00%, 5/15/09                                | 220 | 235,400   |
| Rexnord Corp.                                  |     |           |
| 10.125%, 12/15/12(a)                           | 195 | 208,163   |

-----  
ACM MANAGED DOLLAR INCOME FUND o 17

|                            | Principal<br>Amount<br>(000) | U.S. \$ Value |
|----------------------------|------------------------------|---------------|
| SPX Corp.                  |                              |               |
| 7.50%, 1/01/13             | \$ 395                       | \$ 421,663    |
| Terex Corp.                |                              |               |
| 10.375%, 4/01/11           | 390                          | 405,600       |
| TriMas Corp.               |                              |               |
| 9.875%, 6/15/12(a)         | 105                          | 106,575       |
| 9.875%, 6/15/12            | 255                          | 258,825       |
|                            |                              | -----         |
|                            |                              | 2,248,326     |
|                            |                              | -----         |
| Metals/Mining-1.1%         |                              |               |
| Earle M. Jorgenson Company |                              |               |
| 9.75%, 6/01/12             | 230                          | 238,050       |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|  |       |                             |
|--|-------|-----------------------------|
| Peabody Energy Corp.<br>6.875%, 3/15/13(a)                   | 410   | 417,175                     |
| Steel Dynamics, Inc.<br>9.50%, 3/15/09                       | 225   | 230,625                     |
| United States Steel LLC<br>10.75%, 8/01/08                   | 770   | 754,600                     |
|  |       | -----<br>1,640,450<br>----- |
| Paper & Packaging-3.9%                                       |       |                             |
| Anchor Glass Container Corp.<br>11.00%, 2/15/13(a)           | 330   | 343,200                     |
| Ball Corp.<br>6.875%, 12/15/12(a)                            | 1,000 | 1,036,250                   |
| Berry Plastics Corp.<br>10.75%, 7/15/12                      | 310   | 328,600                     |
| Crown Paper Co.<br>11.00%, 9/01/05(f)                        | 5,000 | 0                           |
| Georgia-Pacific Corp.<br>9.375%, 2/01/13(a)                  | 820   | 869,200                     |
| Graphic Packaging Corp.<br>8.625%, 2/15/12                   | 190   | 194,750                     |
| Greif Bros. Corp.<br>8.875%, 8/01/12                         | 270   | 282,825                     |
| Huntsman Packaging Corp.<br>13.00%, 6/01/10                  | 195   | 178,425                     |
| Owens-Brockway Glass Container, Inc.<br>8.875%, 2/15/09      | 815   | 845,563                     |
| Plastipak Holdings, Inc.<br>10.75%, 9/01/11                  | 285   | 296,400                     |
| Pliant Corp.<br>13.00%, 6/01/10                              | 215   | 196,725                     |
| Russell-Stanley Holdings, Inc.<br>9.00%, 11/30/08(a) (g) (h) | 748   | 560,780                     |
| Silgan Holdings, Inc.<br>9.00%, 6/01/09                      | 200   | 208,000                     |
| Stone Container Corp.<br>9.25%, 2/01/08                      | 535   | 588,500                     |
| 9.75%, 2/01/11   | 42    | 46,725                      |
|  |       | -----<br>5,975,943<br>----- |

-----  
18 o ACM MANAGED DOLLAR INCOME FUND

|  | Principal<br>Amount<br>(000) | U.S. \$ Value |
|--|------------------------------|---------------|
| Publishing-1.8%  |                              |               |
| American Media, Inc.<br>8.875%, 1/15/11(a)                     | \$105                        | \$ 113,925    |
| 10.25%, 5/01/09  | 500                          | 542,500       |
| Dex Media East LLC<br>9.875%, 11/15/09(a)                      | 110                          | 124,575       |
| 12.125%, 11/15/12(a)   | 320                          | 374,400       |
| Hollinger International Publishing, Inc.<br>9.00%, 12/15/10(a) | 530                          | 563,125       |
| Houghton Mifflin Co.<br>8.25%, 2/01/11(a)                      | 280                          | 301,000       |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|                                   |     |           |
|-----------------------------------|-----|-----------|
| 9.875%, 2/01/13(a)                | 100 | 108,500   |
| PEI Holdings, Inc.                |     |           |
| 11.00%, 3/15/10(a)                | 205 | 215,763   |
| RH Donnelley, Inc.                |     |           |
| 8.875%, 12/15/10(a)               | 135 | 149,513   |
| 10.875%, 12/15/12(a)              | 255 | 292,613   |
|                                   |     | -----     |
|                                   |     | 2,785,914 |
|                                   |     | -----     |
| Retail-0.3%                       |     |           |
| J.C. Penney Corporation, Inc.     |     |           |
| 8.00%, 3/01/10                    | 490 | 509,600   |
|                                   |     | -----     |
| Service-2.8%                      |     |           |
| Allied Waste North America        |     |           |
| 8.50%, 12/01/08                   | 150 | 158,438   |
| 8.875%, 4/01/08                   | 645 | 686,119   |
| 10.00%, 8/01/09                   | 815 | 849,638   |
| Coinmach Corp.                    |     |           |
| 9.00%, 2/01/10                    | 250 | 265,313   |
| Corrections Corp. of America      |     |           |
| 9.875%, 5/1/09                    | 310 | 335,575   |
| Iron Mountain, Inc.               |     |           |
| 8.625%, 4/01/13                   | 350 | 379,750   |
| National Waterworks, Inc.         |     |           |
| 10.50%, 12/01/12(a)               | 220 | 238,700   |
| Service Corporation International |     |           |
| 6.50%, 3/15/08                    | 240 | 231,000   |
| 7.70%, 4/15/09                    | 650 | 641,875   |
| Stewart Enterprises, Inc.         |     |           |
| 10.75%, 7/01/08                   | 310 | 341,387   |
| United Rentals, Inc.              |     |           |
| 10.75%, 4/15/08                   | 205 | 213,200   |
|                                   |     | -----     |
|                                   |     | 4,340,995 |
|                                   |     | -----     |
| Supermarket & Drugstore-1.0%      |     |           |
| Pathmark Stores, Inc.             |     |           |
| 8.75%, 2/01/12                    | 310 | 299,150   |
| Rite Aid Corp.                    |     |           |
| 11.25%, 7/01/08                   | 815 | 810,925   |

-----  
ACM MANAGED DOLLAR INCOME FUND o 19

|                             | Principal<br>Amount<br>(000) | U.S. \$ Value |
|-----------------------------|------------------------------|---------------|
| Roundy's, Inc.              |                              |               |
| Series B                    |                              |               |
| 8.875%, 6/15/12             | \$ 270                       | \$ 270,000    |
| Stater Bros. Holdings, Inc. |                              |               |
| 10.75%, 8/15/06             | 150                          | 153,750       |
|                             |                              | -----         |
|                             |                              | 1,533,825     |
|                             |                              | -----         |
| Technology-1.6%             |                              |               |
| Fairchild Semiconductor     |                              |               |
| 10.50%, 2/01/09             | 505                          | 568,125       |
| ON Semiconductor Corp.      |                              |               |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|  |       |            |
|--|-------|------------|
| 12.00%, 3/15/10(a)                       | 635   | 673,100    |
| Sanmina-SCI Corp.                        |       |            |
| 10.375%, 1/15/10(a)                      | 80    | 86,800     |
| Unisys Corp.                             |       |            |
| 6.875%, 3/15/10                          | 1,000 | 1,015,000  |
| 7.875%, 4/01/08                          | 185   | 193,325    |
|  |       | -----      |
|  |       | 2,536,350  |
|  |       | -----      |
| Utilities - Electric & Gas-0.4%          |       |            |
| AES Corporation                          |       |            |
| 10.00%, 7/15/05(a)                       | 290   | 295,800    |
| Xcel Energy, Inc.                        |       |            |
| 7.00%, 12/01/10                          | 305   | 326,350    |
|  |       | -----      |
|  |       | 622,150    |
|  |       | -----      |
| Total U.S. Corporate Debt Obligations    |       |            |
| (cost \$84,909,956)                      |       | 75,018,817 |
|  |       | -----      |
| NON-U.S. CORPORATE DEBT OBLIGATIONS-7.5% |       |            |
| Argentina-0.3%                           |       |            |
| Supercanal Holdings, SA                  |       |            |
| 10.75%, 11/07/02(f)(g)                   | 3,478 | 417,315    |
|  |       | -----      |
| Bahamas-0.2%                             |       |            |
| Sun International Hotels, Ltd.           |       |            |
| 8.875%, 8/15/11                          | 245   | 252,963    |
|  |       | -----      |
| France-0.3%                              |       |            |
| Crown Euro Holdings                      |       |            |
| 9.50%, 3/01/11(a)                        | 430   | 431,613    |
|  |       | -----      |
| Luxembourg-1.7%                          |       |            |
| Mobile Telesystems Finance S.A.          |       |            |
| 10.95%, 12/21/04                         | 2,130 | 2,244,488  |
| Tyco Int'l Group S.A.                    |       |            |
| 6.75%, 2/15/11                           | 435   | 417,600    |
|  |       | -----      |
|  |       | 2,662,088  |
|  |       | -----      |
| Malaysia-1.3%                            |       |            |
| Petronas Capital, Ltd.                   |       |            |
| 7.875%, 5/22/22(a)                       | 1,925 | 2,066,942  |
|  |       | -----      |

-----  
20 o ACM MANAGED DOLLAR INCOME FUND

|                      | Shares or<br>Principal<br>Amount<br>(000) | U.S. \$ Value |
|----------------------|---|---------------|
|                      |   | -----         |
| Mexico-2.4%          |   |               |
| Innova S. de R.L.    |   |               |
| 12.875%, 4/01/07     | \$ 4,275                                  | \$ 3,787,650  |
|                      |   | -----         |
| Netherlands-0.3%     |   |               |
| Hurricane Finance BV |   |               |
| 9.625%, 2/12/10(a)   | 400                                       | 414,500       |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|   |        |            |
|---|--------|------------|
| -----                                     |        |            |
| Russia-0.8%                               |        |            |
| AO Siberian Oil Company                   |        |            |
| 11.50%, 2/13/07                           | 300    | 334,800    |
| Gazprom OAO                               |        |            |
| 9.625%, 3/01/13(a)                        | 500    | 516,250    |
| Tyumen Oil Company                        |        |            |
| 11.00%, 11/06/07(a)                       | 300    | 338,625    |
|   |        | -----      |
|   |        | 1,189,675  |
|   |        | -----      |
| Singapore-0.2%                            |        |            |
| Flextronics International, Ltd.           |        |            |
| 9.875%, 7/01/10                           | 265    | 295,144    |
|   |        | -----      |
| Total Non-U.S. Corporate Debt Obligations |        |            |
| (cost \$14,246,815)                       |        | 11,517,890 |
|   |        | -----      |
| CONVERTIBLE PREFERRED STOCK-0.0%          |        |            |
| PSINet, Inc.                              |        |            |
| 7.00% (a) (f)                             | 15,000 | 1,050      |
| United States Steel Corp.                 |        |            |
| 7.00%                                     | 2,300  | 95,864     |
|   |        | -----      |
| Total Convertible Preferred Stock         |        |            |
| (cost \$715,000)                          |        | 96,914     |
|   |        | -----      |
| NON-CONVERTIBLE PREFERRED STOCK-1.8%      |        |            |
| Broadwing Communications, Inc.            |        |            |
| Series B                                  |        |            |
| 12.50%                                    | 880    | 81,400     |
| CSC Holdings, Inc.                        |        |            |
| Series M                                  |        |            |
| 11.125%                                   | 14,400 | 1,476,000  |
| Nextel Communications                     |        |            |
| Series E                                  |        |            |
| 11.125% (i)                               | 2      | 2,120      |
| Sinclair Capital                          |        |            |
| 11.625%                                   | 850    | 90,313     |
| Sovereign Real Estate Investment Trust    |        |            |
| 12.00% (a)                                | 870    | 1,148,400  |
|   |        | -----      |
| Total Non-Convertible Preferred Stock     |        |            |
| (cost \$2,862,058)                        |        | 2,798,233  |
|   |        | -----      |

-----  
ACM MANAGED DOLLAR INCOME FUND o 21

|                                      | Shares or<br>Principal<br>Amount<br>(000) | U.S. \$ Value |
|--------------------------------------|---|---------------|
| -----                                |   |               |
| COMMON STOCK, WARRANTS & RIGHTS-0.0% |   |               |
| Jostens, Inc. Cl. E                  |   |               |
| Warrants, expiring 5/01/10(j) (k)    | 655                                       | \$ 21,124     |
| Republic of Venezuela                |   |               |
| Warrants, expiring 4/15/20(j)        | 7,140                                     | 0             |
| Russell-Stanley Holdings, Inc.       |   |               |

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|  |           |               |
|--|-----------|---------------|
| Common Stock(j) (1)                                      | 100,000   | 0             |
| United Mexican States Recovery Rights(j)                 | 3,538,000 | 15,921        |
|  |           | -----         |
| Total Common Stock, Warrants & Rights<br>(cost \$13,100) |           | 37,045        |
|  |           | -----         |
| SHORT-TERM INVESTMENT-1.6%                               |           |               |
| Time Deposit-1.6%  |           |               |
| Societe Generale   |           |               |
| 1.38%, 4/01/03   |           |               |
| (cost \$2,400,000)                                       | \$ 2,400  | 2,400,000     |
|  |           | -----         |
| Total Investments-136.0%                                 |           |               |
| (cost \$194,494,011)                                     |           | 209,959,986   |
| Other assets less liabilities*-(36.0)%                   |           | (55,613,389)  |
|  |           | -----         |
| Net Assets-100.0%  |           | \$154,346,597 |
|  |           | -----         |

**\*SECURITY LENDING INFORMATION**

Includes cash collateral received of \$2,838,330 for securities on loan as of March 31, 2003 (see Note G). The lending agent invested the cash collateral in a short-term investment as follows:

|                                      | Current<br>Yield | Shares    | U.S. \$<br>Value | Percent<br>of Net<br>Assets |
|--------------------------------------|------------------|-----------|------------------|-----------------------------|
|                                      | -----            | -----     | -----            | -----                       |
| UBS Private Money<br>Market Fund LLC | 1.29%            | 2,838,330 | \$2,838,330      | 1.8%                        |

CALL OPTIONS WRITTEN(j) (See Note C)

|                              | Contracts(m)<br>(000) | U.S. \$ Value |
|------------------------------|-----------------------|---------------|
|                              | -----                 | -----         |
| Federal Republic of Brazil   |                       |               |
| C-Bonds                      |                       |               |
| 8.00%, 4/15/14               |                       |               |
| Expiring April '03 @ \$76.87 | 13,545                | \$ (35,218)   |
| Expiring April '03 @ \$77.68 | 11,083                | (19,949)      |
|                              |                       | -----         |
| (premiums received \$29,492) |                       | \$ (55,167)   |
|                              |                       | -----         |

-----  
22 o ACM MANAGED DOLLAR INCOME FUND

CREDIT DEFAULT SWAP CONTRACTS (See Note C)

| Swap Counterparty &<br>Referenced Obligation | Notional<br>Amount<br>(000) | Interest<br>Rate | Termination<br>Date | Unrealized<br>Appreciation<br>(Depreciation) |
|--|-----------------------------|------------------|---------------------|--|
|  | -----                       |                  |                     | -----  |
| Buy Contracts:                               |                             |                  |                     |  |
| Deutsche Bank A.G London                     |                             |                  |                     |  |
| Federal Republic of Brazil                   |                             |                  |                     |  |
| 12.25%, 3/06/30                              | \$ 600                      | 17.00%           | 2/06/05             | \$ (65,460)                                  |
| Salomon Brothers<br>International Limited    |                             |                  |                     |  |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|  |       |       |         |                             |
|--|-------|-------|---------|-----------------------------|
| Republic of Venezuela<br>2.3125%, 12/18/07<br>Salomon Brothers<br>International Limited  | 60    | 21.00 | 2/11/04 | 443                         |
| Republic of Venezuela<br>2.3125%, 12/18/07<br>Salomon Brothers<br>International Limited  | 60    | 21.25 | 2/11/05 | 678                         |
| Republic of Venezuela<br>2.3125%, 12/18/07<br>Salomon Brothers<br>International Limited  | 60    | 20.50 | 2/11/06 | 1,304                       |
| Republic of Venezuela<br>2.3125%, 12/18/07<br>Salomon Brothers<br>International Limited  | 60    | 20.00 | 2/11/07 | 1,272                       |
| Republic of Venezuela<br>2.3125%, 12/18/07<br>Sale Contracts:<br>Deutsche Bank A.G London<br>Federal Republic of Brazil<br>12.25%, 3/06/30 | 600   | 17.85 | 2/06/08 | 83,760                      |
| Deutsche Bank A.G London<br>Federal Republic of Brazil<br>12.25%, 3/06/30  | 1,500 | 14.50 | 3/08/08 | 46,950                      |
|  |       |       |         | -----<br>\$ 70,340<br>----- |

REVERSE REPURCHASE AGREEMENTS (See Note C)

| Broker          | Interest Rate | Maturity | Amount                          |
|-----------------|---------------|----------|---------------------------------|
| -----           | -----         | -----    | -----                           |
| Deutsche Banc   | 1.35%         | 12/31/03 | \$ 35,281,643                   |
| JP Morgan Chase | 0.75          | 12/31/03 | 1,982,516                       |
| JP Morgan Chase | 1.30          | 12/31/03 | 13,015,002                      |
| Lehman Brothers | 1.30          | 12/31/03 | 10,738,764                      |
|                 |               |          | -----<br>\$ 61,017,925<br>----- |

-----  
ACM MANAGED DOLLAR INCOME FUND o 23

(a) Securities are exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At March 31, 2003, the market value of these securities aggregated \$68,263,303 or 44.2% of net assets.

(b) Positions, or portions thereof, with an aggregate market value of \$66,138,750 have been segregated to collateralize reverse repurchase agreements.

(c) Coupon changes periodically based upon a predetermined schedule. Stated interest rate in effect at March 31, 2003.

(d) Position, or portion thereof, with an aggregate market value of \$2,683,704 has been segregated to collateralize the call options written.

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

(e) 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.

(f) Security is in default and is non-income producing.

(g) Illiquid security, valued at fair market value. (See Note A.)

(h) Coupon is paid-in-kind.

(i) Paid-in-kind preferred stock payments.

(j) Non-income producing security.

(k) Each warrant entitles the holder to purchase 1.889 shares of common stock at \$.01 per share. The warrants are exercisable until May 1, 2010.

(l) Common stock, par value is \$0.01 per share.

(m) One contract relates to principal amount of \$1.

### Glossary of Terms:

|       |   |                                      |
|-------|---|--------------------------------------|
| DCB   | - | Debt Conversion Bond                 |
| FLIRB | - | Front Loaded Interest Reduction Bond |
| FRN   | - | Floating Rate Note                   |
| PDI   | - | Past Due Interest                    |
| VRN   | - | Variable Rate Note                   |

See notes to financial statements.

-----  
24 o ACM MANAGED DOLLAR INCOME FUND

### STATEMENT OF ASSETS & LIABILITIES

March 31, 2003 (unaudited)

#### Assets

|  |                   |
|--|-------------------|
| Investments in securities, at value (cost \$194,494,011)     | \$209,959,986 (a) |
| Interest receivable  | 4,783,087         |
| Collateral held for securities loaned                        | 2,838,330         |
| Receivable for investment securities sold                    | 1,280,912         |
| Net unrealized appreciation on credit default swap contracts | 70,340            |
| Dividend receivable  | 40,050            |
| Other assets   | 10,573            |
|  | -----             |
| Total assets   | 218,983,278       |
|  | -----             |

#### Liabilities

|  |            |
|--|------------|
| Outstanding options written, at value (premiums received \$29,492) | 55,167     |
| Due to custodian   | 57,521     |
| Reverse repurchase agreements                                      | 61,017,925 |
| Payable for collateral received on securities loaned               | 2,838,330  |
| Payable for investment securities purchased                        | 390,837    |
| Advisory fee payable   | 96,398     |
| Administrative fee payable   | 19,278     |
| Accrued expenses and other liabilities                             | 161,225    |



Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|   |               |
|---|---------------|
| Total liabilities   | 64,636,681    |
| Net Assets  | \$154,346,597 |
| Composition of Net Assets   |               |
| Common stock, at par  | \$ 224,498    |
| Additional paid-in capital  | 295,418,146   |
| Undistributed net investment income                                   | 15,937        |
| Accumulated net realized loss on investment transactions              | (156,822,624) |
| Net unrealized appreciation of investments                            | 15,510,640    |
|   | \$154,346,597 |
| Net Asset Value Per Share<br>(based on 22,449,815 shares outstanding) | \$6.88        |

(a) Includes securities on loan with a value of \$2,712,930 (See Note G).

See notes to financial statements.

ACM MANAGED DOLLAR INCOME FUND o 25

STATEMENT OF OPERATIONS

Six Months Ended March 31, 2003 (unaudited)

|   |              |              |
|---|--------------|--------------|
| Investment Income   |              |              |
| Interest  | \$10,397,786 |              |
| Dividends   | 150,335      | \$10,548,121 |
| Expenses  |              |              |
| Advisory fee  | 524,980      |              |
| Administrative fee  | 104,998      |              |
| Printing  | 61,240       |              |
| Audit and legal   | 50,044       |              |
| Custodian   | 42,570       |              |
| Transfer agency   | 24,425       |              |
| Directors' fees   | 15,981       |              |
| Registration fees   | 12,201       |              |
| Miscellaneous   | 20,289       |              |
| Total expenses before interest expense                            | 856,728      |              |
| Interest expense  | 408,877      |              |
| Total expenses  |              | 1,265,605    |
| Net investment income   |              | 9,282,516    |
| Realized and Unrealized Gain (Loss)<br>on Investment Transactions |              |              |
| Net realized gain (loss) on:                                      |              |              |
| Investment transactions   |              | (6,603,194)  |
| Written options   |              | 20,952       |
| Net change in unrealized<br>appreciation/depreciation of:         |              |              |
| Investments   |              | 35,328,155   |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|  |              |
|--|--------------|
| Written options                            | (25,675)     |
|  | -----        |
| Net gain on investment transactions        | 28,720,238   |
|  | -----        |
| Net Increase in Net Assets from Operations | \$38,002,754 |
|  | -----        |

See notes to financial statements.

-----  
26 o ACM MANAGED DOLLAR INCOME FUND

STATEMENT OF CHANGES  
IN NET ASSETS

|   | Six Months<br>Ended<br>March 31, 2003<br>(unaudited) | Year Ended<br>September 30,<br>2002 |
|---|--|-------------------------------------|
|   | -----  | -----                               |
| Increase (Decrease) in Net Assets from Operations                   |  |                                     |
| Net investment income   | \$ 9,282,516   | \$ 18,676,310                       |
| Net realized loss on investment transactions                        | (6,582,242)  | (30,457,612)                        |
| Net change in unrealized appreciation/depreciation of investments   | 35,302,480   | 14,551,799                          |
|   | -----  | -----                               |
| Net increase in net assets from operations                          | 38,002,754   | 2,770,497                           |
| Dividends and Distributions to Shareholders from                    |  |                                     |
| Net investment income   | (9,070,304)  | (18,835,190)                        |
| Tax return of capital   | -0-  | (730,704)                           |
| Common Stock Transactions   |  |                                     |
| Reinvestment of dividends resulting in the issuance of Common Stock | 579,661  | 1,520,333                           |
|   | -----  | -----                               |
| Total increase (decrease)   | 29,512,111   | (15,275,064)                        |
| Net Assets  |  |                                     |
| Beginning of period   | 124,834,486  | 140,109,550                         |
|   | -----  | -----                               |
| End of period   | \$154,346,597  | \$124,834,486                       |
|   | -----  | -----                               |

See notes to financial statements.

-----  
ACM MANAGED DOLLAR INCOME FUND o 27

STATEMENT OF CASH FLOWS  
Six Months Ended March 31, 2003 (unaudited)

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|   |              |               |
|---|--------------|---------------|
| Increase (Decrease) in Cash from Operating Activities:  |              |               |
| Interest and dividends received   | \$ 8,990,835 |               |
| Interest expense paid   | (433,065)    |               |
| Operating expenses paid   | (850,624)    |               |
|   | -----        |               |
| Net increase in cash from operating activities  |              | \$ 7,707,146  |
| Investing Activities:   |              |               |
| Purchases of long-term investments  | (76,342,381) |               |
| Proceeds from disposition of long-term investments  | 70,529,005   |               |
| Purchases of short-term investments, net  | (1,396,330)  |               |
| Cash collateral received on securities loaned   | 2,838,330    |               |
| Net premium received on option transactions   | 50,444       |               |
|   | -----        |               |
| Net decrease in cash from investing activities  |              | (4,320,932)   |
| Financing Activities:*  |              |               |
| Cash dividends paid   | (8,490,643)  |               |
| Due to custodian  | 57,521       |               |
| Proceeds from reverse repurchase agreements   | 5,046,667    |               |
|   | -----        |               |
| Net decrease in cash from financing activities  |              | (3,386,455)   |
|   |              | -----         |
| Net decrease in cash  |              | (241)         |
| Cash at beginning of period   |              | 241           |
|   |              | -----         |
| Cash at end of period   |              | \$ -0-        |
|   |              | -----         |
| -----   |              |               |
| Reconciliation of Net Increase in Net Assets from Operations to Net Increase in Cash from Operating Activities: |              |               |
| Net increase in net assets from operations  |              | \$ 38,002,754 |
| Adjustments:  |              |               |
| Increase in dividends and interest receivable   | \$ (287,199) |               |
| Accretion of bond discount and amortization of bond premium   | (1,270,087)  |               |
| Increase in accrued expenses and other liabilities  | 6,104        |               |
| Decrease in interest payable  | (24,188)     |               |
| Net realized loss on investment transactions  | 6,582,242    |               |
| Net change in unrealized appreciation/depreciation of investments   | (35,302,480) |               |
|   | -----        |               |
| Total adjustments   |              | (30,295,608)  |
|   |              | -----         |
| Net Increase in Cash from Operating Activities  |              | \$ 7,707,146  |
|   |              | -----         |

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

\* Non-cash financing activities not included herein consist of reinvestment of dividends and distributions.

See notes to financial statements.

---

28 o ACM MANAGED DOLLAR INCOME FUND

NOTES TO FINANCIAL STATEMENTS  
March 31, 2003 (unaudited)

### NOTE A

#### Significant Accounting Policies

ACM Managed Dollar Income Fund, Inc. (the "Fund") was incorporated under the laws of the State of Maryland on August 10, 1993 and is registered under the Investment Company Act of 1940 as a non-diversified, closed-end management investment company. The financial statements have been prepared in conformity with accounting principles generally accepted in the United States which requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements and amounts of income and expenses during the reporting period. Actual results could differ from those estimates. The following is a summary of significant accounting policies followed by the Fund.

#### 1. Security Valuation

Portfolio securities traded on a national securities exchange or on a foreign securities exchange (other than foreign securities exchanges whose operations are similar to those of the United States over-the-counter market) are generally valued at the last reported sale price or, if there was no sale on such day, the last bid price quoted on such day. If no bid prices are quoted, then the security is valued at the mean of the bid and asked prices as obtained on that day from one or more dealers regularly making a market in that security. Securities traded on the over-the-counter market, and securities listed on a foreign securities exchange whose operations are similar to the United States over-the-counter market and securities listed on a national securities exchange whose primary market is believed to be over-the-counter are valued at the mean of the closing bid and asked price provided by two or more dealers regularly making a market in such securities. U.S. government securities and other debt securities which mature in 60 days or less are valued at amortized cost unless this method does not represent fair value. Securities for which market quotations are not readily available are valued at fair value as determined in good faith by, or in accordance with procedures approved by, the Board of Directors. Fixed income securities may be valued on the basis of prices provided by a pricing service when such prices are believed to reflect the fair market value of such securities. Listed put and call options purchased by the Fund are valued at the last sale price. If there has been no sale on that day, such securities will be valued at the closing bid prices on that day.

#### 2. Taxes

It is the Fund's policy to meet the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute substantially 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.

#### 3. Investment Income and Investment Transactions

Interest income is accrued daily. Dividend income is recorded on the ex-dividend date. Investment transactions are accounted for on the date the

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

investments are

-----  
ACM MANAGED DOLLAR INCOME FUND o 29

purchased or sold. Investment gains and losses are determined on the identified cost basis. The Fund accretes discounts as adjustments to interest income. Additionally, the Fund amortizes premium on debt securities as adjustments to interest income for financial statement reporting purposes only.

#### 4. Dividends and Distributions

Dividends and distributions to shareholders are recorded on the ex-dividend date. Income and capital gains distributions are determined in accordance with federal tax regulations and may differ from those determined in conformity with accounting principles generally accepted in the United States. To the extent these differences are permanent, such amounts are reclassified within the capital accounts based on their federal tax basis treatment; temporary differences do not require such reclassification.

#### 5. Repurchase Agreements

The Fund's custodian or designated subcustodian will take control of securities as collateral under repurchase agreements and determine on a daily basis that the value of such securities are sufficient to cover the value of the repurchase agreements. If the seller defaults and the value of collateral declines, or if bankruptcy proceedings are commenced with respect to the seller of the security, realization of collateral by the Fund may be delayed or limited.

#### NOTE B

##### Advisory and Administrative Fees

Under the terms of the Investment Advisory Agreement, the Fund pays Alliance Capital Management, L.P. (the "Adviser") an advisory fee at an annual rate of .75 of 1% of the average adjusted weekly net assets of the Fund. Such fee is accrued daily and paid monthly.

Under the terms of a Shareholder Inquiry Agency Agreement with Alliance Global Investor Services, Inc. (AGIS), an affiliate of the Adviser, the Fund reimburses AGIS for costs relating to servicing phone inquiries for the Fund. The Fund reimbursed AGIS \$1,130 during the six months ended March 31, 2003.

Under the terms of an Administration Agreement, the Fund pays Princeton Administrators, L.P (the "Administrator") a fee at an annual rate of .15 of 1% of the Fund's average adjusted weekly net assets of the Fund. Such fee is accrued daily and paid monthly. The Administrator prepares financial and regulatory reports for the Fund and provides clerical and other services.

-----  
30 o ACM MANAGED DOLLAR INCOME FUND

#### NOTE C

##### Investment Transactions

Purchases and sales of investment securities (excluding short-term investments, U.S. government and government agency obligations) aggregated \$74,620,513 and \$69,326,042, respectively, for the six months ended March 31, 2003. There were no purchases or sales of U.S. government or government agency obligations for the six months ended March 31, 2003.

At March 31, 2003, the cost of investments for federal income tax purposes was

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

substantially the same as the cost for financial reporting purposes. Accordingly, gross unrealized appreciation of investments was \$33,817,084 and gross unrealized depreciation of investments was \$18,351,109, resulting in net unrealized appreciation of \$15,465,975, excluding swap contracts and written options.

### 1. Options Transactions

For hedging and investment purposes, the Fund purchases and writes (sells) put and call options on U.S. and foreign government securities that are traded on U.S. and foreign securities exchanges and over-the-counter markets.

The risk associated with purchasing an option is that the Fund pays a premium whether or not the option is exercised. Additionally, the Fund bears the risk of loss of the premium and change in market value should the counterparty not perform under the contract. Put and call options purchased are accounted for in the same manner as portfolio securities. The cost of securities acquired through the exercise of call options is increased by premiums paid. The proceeds from securities sold through the exercise of put options are decreased by the premiums paid.

When the Fund writes an option, the premium received by the Fund 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 Fund on the expiration date as realized gains from options written. The difference between the premium received and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or if the premium received 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 in determining whether the Fund has realized a gain or loss. If a put option is exercised, the premium received reduces the cost basis of the security purchased by the Fund. In writing an option, the Fund bears the market risk of an unfavorable change in the price of the security underlying the written option. Exercise of an option written by the Fund could result in the Fund selling or buying a security at a price different from the current market value.

-----  
ACM MANAGED DOLLAR INCOME FUND o 31

Transactions in call options written for the six months ended March 31, 2003 are as follows:

|  | Number of<br>Contracts | Premiums<br>Received |
|--|------------------------|----------------------|
|  | -----                  | -----                |
| Options outstanding at<br>September 30, 2002           | -0-                    | \$ -0-               |
| Options written  | 31,628,000             | 41,392               |
| Options terminated in closing purchase<br>transactions | (7,000,000)            | (11,900)             |
|  | -----                  | -----                |
| Options outstanding at<br>March 31, 2003               | 24,628,000             | \$ 29,492            |
|  | -----                  | -----                |

### 2. Swap Agreements

The Fund may enter into swaps on sovereign debt obligations to hedge its exposure to interest rate and credit risk or for investment purposes. A swap is an agreement that obligates two parties to exchange a series of cash flows at

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

specified intervals based upon or calculated by reference to changes in specified prices or rates for a specified amount of an underlying asset. The payment flows are usually netted against each other, with the difference being paid by one party to the other.

Risks may arise as a result of the failure of the counterparty to the swap contract to comply with the terms of the swap contract. The loss incurred by the failure of a counterparty is generally limited to the net interest payment to be received by the Fund, and/or the termination value at the end of the contract. Therefore the Fund considers the creditworthiness of each counterparty to a swap contract in evaluating potential credit risk. Additionally, risks may arise from unanticipated movements in interest rates or in the value of the underlying securities.

The Fund records a net receivable or payable on a daily basis for the net interest income or expense expected to be received or paid in the interest period. Net interest received or paid on these contracts is recorded as interest income (or as an offset to interest income). Fluctuations in the value of swap contracts are recorded for financial statement purposes as a component of net change in unrealized appreciation/depreciation of investments.

The Fund may enter into credit default swaps. A sell/(buy) contract in a credit default swap provides upon the occurrence of a credit event, as defined in the swap agreement, the Fund will buy/(sell) from/(to) the Counterparty at par and take/(deliver) the principal amount (the "Notional Amount") of the referenced obligation. During the term of the swap agreement, the Fund receives/(pays) semi-annual fixed interest payments from/(to) the respective Counterparty, calculated at the agreed upon interest rate applied to the Notional Amount.

-----  
32 o ACM MANAGED DOLLAR INCOME FUND

Credit default swaps may involve greater risks than if a Fund had invested in the reference obligation directly. Credit default swaps are subject to general market risk, liquidity risk and credit risk. If the Fund is a buyer and no credit event occurs, it will lose its investment. In addition, the value of the reference obligation received by the Fund as a seller if a credit event occurs, coupled with the periodic payments previously received, may be less than the full notional value it pays to the buyer, resulting in a loss of value to the Fund.

### 3. Reverse Repurchase Agreements

Under a reverse repurchase agreement, the Fund sells securities and agrees to repurchase them at a mutually agreed upon date and price. At the time the Fund enters into a reverse repurchase agreement, it will establish a segregated account with the custodian containing liquid assets having a value at least equal to the repurchase price.

For the six months ended March 31, 2003, the average amount of reverse repurchase agreements outstanding was \$59,629,759 and the daily weighted average interest rate was 1.36%.

#### NOTE D

##### Distributions To Common Shareholders

The tax character of distributions to be paid for the year ending September 30, 2003 will be determined at the end of the current fiscal year. The tax character of the distributions paid during the fiscal years ended September 30, 2002 and September 30, 2001 were as follows:

| 2002  | 2001  |
|-------|-------|
| ----- | ----- |

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|                             |                |                |
|-----------------------------|----------------|----------------|
| Distributions paid from:    |                |                |
| Ordinary income             | \$(18,835,190) | \$(21,047,520) |
|                             | -----          | -----          |
| Total taxable distributions | (18,835,190)   | (21,047,520)   |
| Tax return of capital       | (730,704)      | (1,562,731)    |
|                             | -----          | -----          |
| Total distributions paid    | \$(19,565,894) | \$(22,610,251) |
|                             | -----          | -----          |

-----  
ACM MANAGED DOLLAR INCOME FUND o 33

As of September 30, 2002, the components of accumulated earnings/(deficit) on a tax basis were as follows:

|  |                     |
|--|---------------------|
| Accumulated capital and other losses   | \$(148,948,995) (a) |
| Unrealized appreciation/(depreciation) | (21,279,502) (b)    |
|  | -----               |
| Total accumulated earnings/(deficit)   | \$(170,228,497)     |
|  | =====               |

(a) On September 30, 2002, the Fund had a net capital loss carryforward of \$126,240,223 of which \$57,455,739 expires in the year 2007, \$24,635,181 expires in the year 2008, \$10,899,598 expires in the year 2009 and \$33,249,705 expires in 2010. To the extent future capital gains are offset by capital loss carryforward, such gains will not be distributed. Net capital losses incurred after October 31, and within the taxable year are deemed to arise on the first business day of the Fund's next taxable year. For the year ended September 30, 2002, the Fund deferred to October 1, 2002, post October capital losses of \$22,708,772.

(b) The difference between book-basis and tax-basis unrealized appreciation/(depreciation) is attributable primarily to the tax deferral of losses on wash sales and the difference between book and tax amortization methods for premium and market discount.

### NOTE E

#### Common Stock

There are 300,000,000 shares of \$.01 par value capital stock authorized, of which 22,449,815 shares were outstanding at March 31, 2003. During the six months ended March 31, 2003 and the year ended September 30, 2002, the Fund issued 92,008 and 223,517 shares, respectively, in connection with the Fund's dividend reinvestment plan.

### NOTE F

#### Concentration of Risk

Investing in securities of foreign companies and foreign governments involves special risks, which include the possibility of future political and economic development, which could adversely affect the value of such securities. Moreover, securities of many foreign companies and foreign governments and their markets may be less liquid and their prices more volatile than those of comparable U.S. companies and the United States Government. The Fund invests in the sovereign debt obligations of countries that are considered emerging market countries at the time of purchase. Therefore, the Fund is susceptible to governmental factors and economic and debt restructuring developments adversely affecting the economies of these emerging market countries. In addition, these debt obligations may be less liquid and subject to greater volatility than debt obligations of more developed countries.



Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

NOTE G

Securities Lending

The Fund has entered into a securities lending agreement with AG Edwards & Sons, Inc. (the "Lending Agent"). Under the terms of the agreement, the Lending Agent, on behalf of the Fund, administers the lending of portfolio securities to certain broker-dealers. In return, the Fund receives fee income from the lending transactions or it retains a portion of interest on the investment of any cash re-

-----  
34 o ACM MANAGED DOLLAR INCOME FUND

ceived as collateral. The Fund also continues to receive dividends or interest on the securities loaned. Unrealized gain or loss on the value of the securities loaned that may occur during the term of the loan will be reflected in the accounts of the Fund. All loans are continuously secured by collateral exceeding the value of the securities loaned. All collateral consists of either cash or U.S. Government securities. The Lending Agent may invest the cash collateral received in accordance with the investment restrictions of the Fund in one or more of the following investments: U.S. Government or U.S. Government agency obligations, bank obligations, corporate debt obligations, asset-backed securities, structured products, repurchase agreements and an eligible money market fund. The Lending Agent will indemnify the Fund for any loss resulting from a borrower's failure to return a loaned security when due. As of March 31, 2003, the Fund had loaned securities with a value of \$2,712,930 and received cash collateral of \$2,838,330, which was invested in a money market fund as included in the footnotes to the accompanying portfolio of investments. For the period ended March 31, 2003, the Fund earned fee income of \$4,350 which is included in interest income in the accompanying statement of operations.

-----  
ACM MANAGED DOLLAR INCOME FUND o 35

FINANCIAL HIGHLIGHTS

Selected Data For A Share Of Common Stock Outstanding Throughout Each Period

|  | Six Months<br>Ended<br>March 31,<br>2003<br>(unaudited) | -----<br>2002 (a) | Year Ended Septem<br>-----<br>2001 | Year Ended Septem<br>-----<br>2000 |
|--|---|-------------------|------------------------------------|------------------------------------|
| Net asset value,<br>beginning of period                                  | \$ 5.58   | \$ 6.33           | \$ 8.09                            | \$ 8.39                            |
| Income From Investment<br>Operations                                     |   |                   |                                    |                                    |
| Net investment income (b)  | .41   | .84               | .98                                | 1.08                               |
| Net realized and unrealized<br>gain (loss) on investment<br>transactions | 1.29  | (.71)             | (1.72)                             | (.22)                              |
| Net increase (decrease) in net<br>asset value from operations            | 1.70  | .13               | (.74)                              | .86                                |

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

|  |           |           |           |           |
|--|-----------|-----------|-----------|-----------|
|  | -----     | -----     | -----     | -----     |
| Less: Dividends and Distributions                          |           |           |           |           |
| Dividends from net investment income                       | (.40)     | (.85)     | (.95)     | (1.02)    |
| Distributions in excess of net investment income           | -0-       | -0-       | -0-       | -0-       |
| Distribution in excess of net realized gain on investments | -0-       | -0-       | -0-       | -0-       |
| Tax return of capital                                      | -0-       | (.03)     | (.07)     | (.14)     |
|  | -----     | -----     | -----     | -----     |
| Total dividends and distributions                          | (.40)     | (.88)     | (1.02)    | (1.16)    |
|  | -----     | -----     | -----     | -----     |
| Net asset value, end of period                             | \$ 6.88   | \$ 5.58   | \$ 6.33   | \$ 8.09   |
|  | -----     | -----     | -----     | -----     |
| Market value, end of period                                | \$ 7.60   | \$ 6.29   | \$ 7.62   | \$ 8.50   |
|  | -----     | -----     | -----     | -----     |
| Total Return   |           |           |           |           |
| Total investment return based on:(c)                       |           |           |           |           |
| Market value   | 28.82%    | (6.14)%   | 3.02%     | (5.41)%   |
| Net asset value  | 31.45%    | .23%      | (10.08)%  | 9.99%     |
|  |           |           |           |           |
| Ratios/Supplemental Data                                   |           |           |           |           |
| Net assets, end of period (000's omitted)                  | \$154,347 | \$124,834 | \$140,110 | \$179,653 |
| Ratios to average net assets of:                           |           |           |           |           |
| Expenses   | 1.81%(d)  | 2.12%     | 2.75%     | 2.70%     |
| Expenses, excluding interest expense(e)                    | 1.23%(d)  | 1.15%     | 1.13%     | 1.09%     |
| Net investment income                                      | 13.30%(d) | 10.81%    | 9.90%     | 9.55%     |
| Portfolio turnover rate                                    | 36%       | 63%       | 129%      | 134%      |

See footnote summary on page 37.

-----  
36 o ACM MANAGED DOLLAR INCOME FUND

(a) As required, effective October 1, 2001, the Fund has adopted the provisions of the AICPA Audit and Accounting Guide, Audits of Investment Companies, and began amortizing premium on debt securities for financial statement reporting purposes only. The effect of this change for the year ended September 30, 2002 was to decrease net investment income per share by \$0.01, decrease net realized and unrealized loss on investment by \$0.01 and decrease the ratio of net investment income to average net assets from 10.91% to 10.81%. Per share, ratios and supplemental data for periods prior to October 1, 2001 have not been restated to reflect this change in presentation.

(b) Based on average shares outstanding.

(c) Total investment return is calculated assuming a purchase of common stock on the opening of the first day and a sale on the closing of the last day of each period reported. Dividends and distributions, if any, are assumed for purposes of this calculation, to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Generally, total investment return based on

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

net asset value will be higher than total investment return based on market value in periods where there is an increase in the discount or a decrease in the premium of the market value to the net asset value from the beginning to the end of such periods. Conversely, total investment return based on net asset value will be lower than total investment return based on market value in periods where there is a decrease in the discount or an increase in the premium of the market value to the net asset value from the beginning to the end of such periods. Total investment return calculated for a period of less than one year is not annualized.

(d) Annualized.

(e) Net interest expense of .58%, .97%, 1.62%, 1.61%, 1.35% and 1.53%, respectively, on borrowings.

-----  
ACM MANAGED DOLLAR INCOME FUND o 37

### ADDITIONAL INFORMATION (unaudited)

#### Supplemental Proxy Information

A special meeting of Shareholders of ACM Managed Dollar Income Fund, Inc. was held on March 20, 2003. A description of the proposal and number of shares voted at the meeting are as follows:

|   |                | Voted For  | Abstain/<br>Authority<br>Withheld |
|---|----------------|------------|-----------------------------------|
| -----   |                |            |                                   |
| 1. To elect Class Two directors: (term expires in 2006) |                |            |                                   |
|   | John D. Carifa | 18,265,386 | 481,181                           |
|   | Ruth Block     | 18,258,148 | 488,419                           |

-----  
38 o ACM MANAGED DOLLAR INCOME FUND

### GLOSSARY OF INVESTMENT TERMS

#### benchmark

A standard by which a fund's performance can be measured. A benchmark is usually an unmanaged index, such as the Standard & Poor's 500 Stock Index or the Lehman Brothers Aggregate Bond Index.

#### bond

Bonds are issued by governments or corporations when they need to raise cash. Bonds are sold, or issued, to investors and have a maturity date, which is the date the issuer is obligated to repay the investor for the principal, or face amount, of the bond. Bonds also pay interest until maturity. Bonds are also called fixed-income securities.

#### credit rating

Credit ratings are issued by independent organizations, such as the Standard & Poor's Ratings group or Moody's Investors Service. These groups attempt to assess the likelihood that the issuer of the bond will be able to make timely payments of principal and interest on the bond, based on such factors as the

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

issuer's financial condition and any collateral securing these obligations. Ratings typically range from AAA, which is the highest rating, to D, which is the lowest rating.

### index

A compilation of securities of similar types of companies that is used to measure the investment performance of securities within that specific market. An index is often used as a benchmark for a mutual fund. An investor cannot invest directly in an index.

### sector

A group of securities that are similar with respect to maturity, type, rating, industry and/or coupon. Refers to a distinct part of the economy, for example, the technology sector.

### yield

The rate of return on an asset, usually referring to dividend or interest payments, expressed as a percentage of current market price.

-----  
ACM MANAGED DOLLAR INCOME FUND o 39

### ALLIANCE CAPITAL MANAGEMENT L.P.

Alliance Capital Management L.P. is a leading global investment management firm with approximately \$386 billion in assets under management. In recognition of our far-reaching investment capabilities, Alliance Capital Management L.P. has been selected by employee benefit plans for 43 of the FORTUNE 100 companies and public retirement funds in 42 states as well as by hundreds of foundations, endowments and foreign institutions. By sharing this institutional money management experience with millions of mutual fund investors as well, Alliance Capital Management L.P. stands out as a "manager of choice" for thousands of investment professionals around the world.

At Alliance Capital Management L.P., we place a premium on investment research. We carefully select securities based on our proprietary research, conducted by over 570 investment professionals in 36 cities and 19 countries. Our commitment to this process means that our mutual fund shareholders have their portfolios managed by the same experienced analysts and portfolio managers who manage the pension funds of some of America's largest institutional investors.

All information on Alliance Capital is as of 3/31/03.

-----  
40 o ACM MANAGED DOLLAR INCOME FUND

### 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)

Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

Donald J. Robinson(1)

OFFICERS

Kathleen A. Corbet, Senior Vice President  
Paul J. DeNoon, Vice President  
George D. Caffrey, Vice President  
Edmund P. Bergan, Jr., Secretary  
Mark D. Gersten, Treasurer & Chief Financial Officer  
Vincent S. Noto, Controller

Administrator  
Princeton Administrators, L.P.  
P.O.Box 9095  
Princeton, NJ 08543-9095

Custodian  
State Street Bank and Trust Company  
225 Franklin Street  
Boston, MA 02110

Dividend Paying Agent, Transfer Agent And Registrar  
Equiserve Trust Company, N.A.  
P.O. Box 43011  
Providence, RI 02940-3011

Legal Counsel  
Seward & Kissel LLP  
One Battery Park Plaza  
New York, NY 10004

Independent Auditors  
Ernst & Young LLP  
5 Times Square  
New York, NY 10036

(1) Member of the Audit Committee

Notice is hereby given in accordance with Section 23(c) of the Investment Company Act of 1940 that the Fund may purchase at market prices from time to time shares of its Common Stock in the open market.

This report, including the financial statements therein, is transmitted to the shareholders of ACM Managed Dollar Income Fund for their information. This is not a prospectus, circular or representation intended for use in the purchase of shares of the Fund or any securities mentioned in this report.

-----  
ACM MANAGED DOLLAR INCOME FUND o 41

ALLIANCEBERNSTEIN FAMILY OF FUNDS

U.S. Growth Funds  
Growth Fund  
Growth & Income Fund  
Health Care Fund  
Mid-Cap Growth Fund

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

Premier Growth Fund  
Quasar Fund  
Technology Fund

Value Funds  
Disciplined Value Fund  
Global Value Fund  
International Value Fund  
Real Estate Investment Fund  
Small CapValue Fund  
Utility Income Fund  
Value Fund

Blended Style Series  
U.S. Large Cap Portfolio

Global & International Stock Funds  
All-Asia Investment Fund  
Global Small Cap Fund  
Greater China '97 Fund  
International Premier Growth Fund  
New Europe Fund  
Worldwide Privatization Fund

Select Investor Series  
Biotechnology Portfolio  
Premier Portfolio  
Small Cap Growth Portfolio  
Technology Portfolio

Taxable Bond Funds  
Americas Government Income Trust  
Corporate Bond Portfolio  
Emerging Market Debt Fund  
Global Strategic Income Trust  
High Yield Fund

Taxable Bond Funds (continued)  
Multi-Market Strategy Trust  
Quality Bond Portfolio  
U.S. Government Portfolio

Tax-Exempt Bond Funds  
National  
Intermediate Diversified  
Insured National  
Arizona  
California  
Intermediate California  
Insured California  
Florida  
Massachusetts  
Michigan  
Minnesota  
New Jersey  
New York  
Intermediate New York  
Ohio  
Pennsylvania  
Virginia

## Edgar Filing: ACM MANAGED DOLLAR INCOME FUND INC - Form N-30D

Asset Allocation Funds  
Balanced Shares  
Conservative Investors Fund  
Growth Investors Fund

Closed-End Funds  
All-Market Advantage Fund  
ACM Income Fund  
ACM Government Opportunity Fund  
ACM Managed Dollar Income Fund  
ACM Managed Income Fund  
ACM Municipal Securities Income Fund  
California Municipal Income Fund  
National Municipal Income Fund  
New York Municipal Income Fund  
The Spain Fund  
World Dollar Government Fund  
World Dollar Government Fund II

AllianceBernstein also offers AllianceBernstein Exchange Reserves, which serves as the money market fund exchange vehicle for the AllianceBernstein mutual funds.

To obtain a prospectus for any AllianceBernstein fund, call your investment professional, or call AllianceBernstein at (800) 227-4618 or visit our web site at [www.alliancebernstein.com](http://www.alliancebernstein.com).

---

42 o ACM MANAGED DOLLAR INCOME FUND

### SUMMARY OF GENERAL INFORMATION

#### Shareholder Information

The daily net asset value of the Fund's shares is available from the Fund's Transfer Agent by calling (800) 426-5523. The Fund also distributes its daily net asset value to various financial publications or independent organizations such as Lipper Analytical Services, Inc., Morningstar, Inc. and Bloomberg. Daily market prices for the Fund's shares are published in the New York Stock Exchange Composite Transaction section of newspapers each day. The Fund's NYSE trading symbol is "ADF." Weekly comparative net asset value (NAV) and market price information about the Fund is published each Monday in The Wall Street Journal, each Sunday in The New York Times and each Saturday in Barron's and other newspapers in a table called "Closed-End Funds."

#### Dividend Reinvestment Plan

Pursuant to the Fund's Dividend Reinvestment Plan shareholders whose shares are registered in their own names may elect to have all distributions reinvested automatically in additional shares of the Fund by Equiserve Trust Company, N.A., as agent under the Plan. Shareholders whose shares are held in the name of a broker or nominee should contact the broker or nominee for details. All distributions to investors who elect not to participate in the Plan will be paid by check mailed directly to the record holder by or under the direction of Equiserve Trust Company, N.A. For questions concerning Shareholder account information, or if you would like a brochure describing the Dividend Reinvestment Plan, please call Equiserve Trust Company, N.A. at (800) 219-4218.

---

ACM MANAGED DOLLAR INCOME FUND o 43

NOTES

---

44 o ACM Managed Dollar Income Fund

ACM Managed Dollar Income Fund  
1345 Avenue of the Americas  
New York, NY 10105

[LOGO] ALLIANCEBERNSTEIN(SM)  
Investment Research and Management

R These registered service marks used under  
license from the owner, Alliance Capital  
Management L.P.

MDISR0303