KEY INVESTOR INFORMATION

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

Mortgage Income Portfolio

a sub-fund of AB FCP I
Class S1X Shares (LU0239551210)

This Fund is managed by AllianceBernstein (Luxembourg) S.à r.l., part of the AB Group

OBJECTIVES AND INVESTMENT POLICY

Investment objective

The Fund seeks to realize superior returns on your investment over the long term relative to the degree of risk taken.

Investment policy

Under normal circumstances, the Fund invests mainly in mortgage-related and other asset-backed securities. The Fund may invest in both higher-rated (Investment Grade) and in higher-yielding, lower-rated (below Investment Grade) and therefore riskier debt securities.

Investments in below Investment Grade debt securities are not expected to exceed 50% of the Fund's net assets. The Fund will maintain a weighted average effective duration of no more than eight years. In addition, under normal circumstances, the Fund will hedge its non-USD currency exposure in order to maintain such exposure to a maximum of 5%.

The Fund may use derivatives (i) for efficient portfolio management and (ii) in seeking to reduce potential risks.

Fund currency

The reference currency of the Fund is USD.

Share class currency

The reference currency of the share class is USD.

Distribution policy

This share class is a distributing share class. Dividends may include income, realized capital gains and/or be paid out of capital.

Redemption

Shares may be redeemed on any day when both the New York Stock Exchange and Luxembourg banks are open for business.

Terms to understand

Asset-backed securities: Debt securities representing an interest in a pool of consumer debt, such as credit card debt or automobile loans.

Debt securities: Securities that represent the obligation to pay a debt, with interest.

Derivatives: Financial instruments whose value is linked to one or more rates, indices, share prices or other values.

Duration: A measure of how much the price of a fixed-income asset will fluctuate as a result of changes in the interest rate environment. Securities with a higher duration are typically more sensitive and can have greater price fluctuations in case of changes in the interest rates.

Mortgage-related securities: Debt securities representing an interest in a pool of mortgages.

RISK AND REWARD PROFILE

Lower risk — Potentially lower reward

Higher risk — Potentially higher reward

1	**2**	3	4	5	6	7

What does this risk indicator mean?

This synthetic risk and reward indicator (SRRI) scale rating indicates how the Fund may perform and the risk of losing some or all of your capital. Generally the potential for higher gains also means a larger risk of losses. The lowest category does not mean a risk free investment.

The above rating is an estimate, not a guarantee. It is calculated using industry-standard methods and is based on medium-term volatility (how sharply the Fund's actual or estimated share price has gone up and down over five years).

Historical data may not be a reliable indication of the future risk profile of this Fund. The risk and reward category for this Fund is not guaranteed to remain unchanged and may shift over time.

Why is this Fund in this category?

The Fund is not guaranteed in capital. The Fund is invested in debt securities that are subject to low variations within normal market conditions, but that can generate losses.

Risks materially relevant to the Fund but not adequately captured by the SRRI:

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events, which could amplify everyday risks and could trigger other risks, such as:

Counterparty risk: If an entity with which the Fund does business becomes insolvent, payments owed to the Fund could be delayed, reduced, or eliminated.

Credit risk: The financial health of debt security issuers could fall sharply, leading to defaults and to large losses in the value of debt securities.

Focus risk: The Fund may have significant exposure to a single industry sector or country, and could be more sensitive to events impacting that sector or country.

Liquidity risk: Certain securities could become hard to buy or to sell at a desired time or price.

CHARGES

The charges you pay are used to pay the cost of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest	
Entry charge	None
Exit charge	None
This is the maximum that might be taken out of your money before it is invested/before the proceeds of your investment are paid out.	

Charges taken from the Fund over a year	
Ongoing Charge	0.45%

Charges taken from the Fund under certain specific conditions	
Performance fee	None

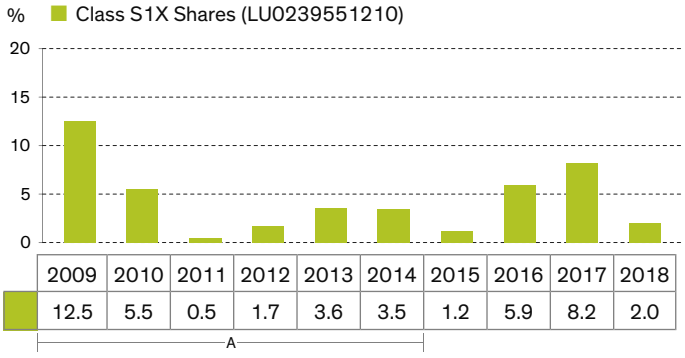
The entry and exit charges shown are maximum figures. In some cases, you might pay less – you can find this out from your financial advisor.

The ongoing charges figure is based on expenses for the year ending December 2018. This figure may vary from year to year. It excludes:

- Portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling units in an other collective investment undertaking.

For more information about charges, please refer to the Fund's prospectus which is available at **www.alliancebernstein.com**.

PAST PERFORMANCE



A The performance was achieved under circumstances that no longer apply.

Please be aware that past performance is not a reliable indicator of future results.

The past performance is shown after deduction of ongoing charges. Any entry/exit fees are excluded from the calculation.

The Fund was launched on 27/09/1994.
The share class of the Fund was launched on 03/04/2006.

Performance is shown only where full calendar-year performance history is available.

Past performance has been calculated in USD and is expressed as a percentage change of the Fund's net asset value at each year end.

PRACTICAL INFORMATION

Depositary & Administrator:
Brown Brothers Harriman (Luxembourg) S.C.A.
80, route d'Esch, L-1470 Luxembourg

Management Company:
AllianceBernstein (Luxembourg) S.à r.l.
2-4, rue Eugène Ruppert, L-2453 Luxembourg

You may obtain free of charge the prospectus in English, French and German, the latest annual and semi-annual reports in English and German, as well as the Net Asset Value (NAV) of the shares at the registered office of the Management Company or online at **www.alliancebernstein.com**.

Taxation: The Fund is subject to the tax laws and regulations of Luxembourg. Depending on your country of residence this might have an impact on your personal tax situation. For further details, you should consult a tax advisor.

Exchanges of shares: The Fund is a sub-fund of AB FCP I, which comprises other sub-funds. The assets and liabilities of each sub-fund are segregated from other sub-funds of AB FCP I. You may under certain conditions convert your shares into shares of another sub-fund of AB FCP I. For more details about conversion, please refer to the section "How to Exchange or Convert Shares" in the prospectus, which is available online at **www.alliancebernstein.com** and at the registered office of the Management Company.

The Fund enables investments in the Fund in the below listed currencies. You should be aware that each of the following listed currency offerings (and their related ISINs) does not represent a different share class. The sole purpose of such ISINs is to facilitate investments in the Fund in a currency other than the base currency of the Fund. In addition, you should be aware that the past performance and SRRI reflected in this document are calculated in the base currency of the Fund and do not reflect the potential effects of the fluctuations between the Fund's base currency and the investor's investment currency. Offered currencies: LU0239551566 (EUR).

Remuneration Policy: The up-to-date remuneration policy of the Management Company, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits, including the composition of the AB Group remuneration committee, are available at **https://www.alliancebernstein.com/go/remuneration_policy.htm**. A paper copy is available free of charge upon request at the Management Company's registered office.

Liability Statement: AllianceBernstein (Luxembourg) S.à r.l. may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the Fund.

AB FCP I is a mutual investment fund (*fonds commun de placement*) which issues units referred to as "shares" in this document.

This Fund is authorised in Luxembourg and regulated by the *Commission de Surveillance du Secteur Financier* (Grand Duchy of Luxembourg). AllianceBernstein (Luxembourg) S.à r.l. is authorised in Luxembourg and regulated by the *Commission de Surveillance du Secteur Financier* (Grand Duchy of Luxembourg). This key investor information is accurate as at 13/02/2019.