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ALLIANCE NATIONAL MUNICIPAL INCOME FUND  
 Form N-Q  
 September 29, 2004

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

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
 MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number: 811-10573

Alliance National Municipal Income Fund, Inc.  
 (Exact name of registrant as specified in charter)

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

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

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

Date of fiscal year end: October 31, 2004

Date of reporting period: July 31, 2004

ITEM 1. SCHEDULE OF INVESTMENTS.

ALLIANCE NATIONAL MUNICIPAL INCOME FUND  
 PORTFOLIO OF INVESTMENTS  
 July 31, 2004 (unaudited)

	Standard & Poor's Ratings	Principal Amount (000)	U.S. \$ Value
-----			
MUNICIPAL BONDS-159.9%			
Long-Term Municipal Bonds-159.9%			
Alabama-9.0%			
Huntsville Hlth Care Auth (Huntsville Hosp Sys) Ser 02B 5.75%, 6/01/32 (a)	A2	\$ 8,000	\$ 8,239,120
Jefferson Cnty Swr Rev FGIC Ser 99A 5.375%, 2/01/36	AAA	12,405	13,781,583
Marshall Cnty Hlth Care Auth (Marshall Cnty Med Ctr) Ser 02A 5.75%, 1/01/32	A-	2,500	2,524,725
Marshall Cnty Hlth Care Auth (Marshall Cnty Med Ctr) Ser 02D 5.75%, 1/01/32	A-	3,000	3,031,680
			-----

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			27,577,108
			-----
Alaska-0.8%			
Alaska Intl Arpt Rev			
MBIA Ser 03B			
5.00%, 10/01/26	AAA	1,000	997,280
Alaska Mun Bd Bk Auth			
MBIA Ser 04G			
5.00%, 2/15/24	AAA	1,345	1,368,443
			-----
			2,365,723
			-----
Arkansas-2.1%			
Arkansas Dev Fin Auth SFMR			
(Mtg Rev) GNMA Ser 02A			
5.30%, 7/01/34	AAA	6,250	6,326,375
			-----
California-12.0%			
California GO			
Ser 02			
5.25%, 4/01/30	BBB	1,000	1,008,080
Ser 03			
5.00%, 2/01/32	BBB	3,250	3,160,105
5.25%, 11/01/20	BBB	2,500	2,624,875
5.25%, 2/01/24	BBB	2,500	2,566,675
Ser 04			
5.00%, 2/01/33	BBB	3,200	3,110,048
5.25%, 4/01/29	BBB	2,000	2,019,480

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	Standard & Poor's Ratings	Principal Amount (000)	U.S. \$ Value
-----			
Chula Vista IDR			
(San Diego Gas) Ser 96A			
5.30%, 7/01/21	A-	4,000	4,078,400
Coachella Valley Uni Sch Dist			
MBIA Ser 03			
5.00%, 9/01/31	AAA	1,000	989,710
Hartnell Comm College			
MBIA Ser 03A			
5.00%, 8/01/27	AAA	1,155	1,157,483
La Quinta Fin Auth Loc Agy Rev			
AMBAC Ser 04A			
5.25%, 9/01/24	AAA	2,000	2,077,640
Los Angeles Cmnty Redev Agy			
Ser 04L			
5.00%, 3/01/18	BBB-	1,715	1,699,942
Los Angeles Regl Arpts			
(Laxfuel Corp) AMBAC Ser 01AMT			
5.50%, 1/01/32	AAA	9,500	9,574,195
San Rafael Elem Sch Dist			
FSA Ser 03A			
5.00%, 8/01/28	AAA	2,820	2,800,514
			-----
			36,867,147
			-----
Colorado-2.4%			

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Avon Hsg Auth MFHR (Buffalo Ridge II Proj) GNMA Ser 02A AMT 5.70%, 10/20/43	AAA	4,950	5,086,620
Denver City & Cnty MFHR (Clyburn Stapleton Proj) GNMA Ser 02 AMT 5.50%, 12/20/43 (a)	Aaa	2,155	2,179,545
			-----
			7,266,165
			-----
Connecticut-0.3% Mohegan Tribe Indians Gaming Auth Ser 03 5.125%, 1/01/23	BBB-	1,000	977,240
			-----
District of Columbia-1.6% District of Columbia Tobacco Settlement Bonds Ser 01 6.75%, 5/15/40	BBB	1,500	1,336,815
District of Columbia Special Tax Rev (Gallery Place Proj) Ser 02 5.40%, 7/01/31	AAA	3,500	3,594,955
			-----
			4,931,770
			-----

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	Standard & Poor's Ratings	Principal Amount (000)	U.S. \$ Value
-----			
Florida-25.6% Beacon Tradeport Cmnty Dev Dist Ser 02B 7.25%, 5/01/33	NR	7,350	7,688,247
Brevard Cnty HFA SFMR (Mtg Rev) GNMA Ser 02C AMT 5.40%, 3/01/33 (a)	Aaa	2,250	2,265,345
Collier Cnty CFD (Fiddler's Creek) Ser 02A 6.875%, 5/01/33	NR	3,015	3,122,183
Collier Cnty CFD (Fiddler's Creek) Ser 02B 6.625%, 5/01/33	NR	2,270	2,316,740
Dade Cnty Arpt Rev (Miami Int'l Arpt) FGIC Ser 02 AMT 5.375%, 10/01/32	AAA	6,040	6,129,150
Florida Educ & Athletic Fac (FSU Finl Assist) AMBAC Ser 02 5.00%, 10/01/31	AAA	5,000	4,999,650
Florida Hsg Fin Corp MFHR (Westminster Apts) FSA Ser 02E-1 AMT 5.40%, 4/01/42	AAA	3,000	3,041,430
Hamal Cmnty Dev Dist (Hamal) Ser 01 6.75%, 5/01/31	NR	2,460	2,566,444
Jacksonville Wtr & Swr Sys Rev (Jacksonville Elec) MBIA Ser 02A 5.50%, 10/01/41 (c) (d)	AAA	20,000	20,711,600
Lee Cnty Arpt Rev			

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(Southwest FL Intl) FSA Ser 00A AMT			
5.75%, 10/01/22	AAA	5,000	5,328,950
5.75%, 10/01/25	AAA	4,500	4,781,115
Lee Cnty Cmnty Dev Dist (Miromar Lakes) Ser 00A			
7.25%, 5/01/12	NR	1,770	1,857,173
Lee Cnty IDA Hlth Fac (Shell Point Village) Ser 99A			
5.50%, 11/15/29	BBB-	2,500	2,344,325
Miami Beach Hlth Facs Hosp Rev (Mount Sinai Med Ctr) Ser 04			
6.75%, 11/15/24	BB	2,000	2,026,340
Midtown Miami CDD Ser 04A			
6.00%, 5/01/24	NR	2,500	2,501,725
Orange Cnty Hlth Facs Hosp Rev (Orlando Regional) Ser 02			
5.75%, 12/01/32	A	1,400	1,423,940
Parkway Center CDD Ser 04A			
6.125%, 5/01/24	NR	3,075	2,987,731
Pinellas Cnty HFA SFMR (Mtg Rev) GNMA/FNMA Ser 02A AMT			
5.40%, 3/01/32 (a)	Aaa	1,240	1,249,908

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	Standard & Poor's Ratings	Principal Amount (000)	U.S. \$ Value
-----			
Village Cmnty Dev Dist Ser 03A			
6.00%, 5/01/22	NR	1,000	1,016,850
			-----
			78,358,846
			-----
Georgia-2.5%			
Cartersville Dev Auth (Anheuser Busch Proj) Ser 02 AMT			
5.95%, 2/01/32	A+	2,510	2,620,817
Georgia HFA SFMR (Mtg Rev) Ser 02A-2 AMT			
5.60%, 12/01/32	AAA	4,975	5,019,725
			-----
			7,640,542
			-----
Hawaii-0.7%			
Hawaii St Elec Rev XLCA Ser 03B AMT			
5.00%, 12/01/22	AAA	2,000	2,018,060
			-----
Illinois-18.3%			
Bolingbrook GO FGIC Ser 02A			
5.375%, 1/01/38	AAA	5,000	5,096,050
Chicago Arpt Rev (O'Hare Int'l Arpt) MBIA Ser 02A AMT			
5.375%, 1/01/32	AAA	15,000	15,103,950
Chicago Arpt Rev			



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Ser 02C Prerefunded 5.25%, 11/01/30 Massachusetts Hlth & Ed Fac Hosp Rev (Berkshire Hlth Sys) Asset Gty Ser 01E	AA-	3,220	3,561,932
5.70%, 10/01/25 Massachusetts Hlth & Ed Fac Hosp Rev (Cape Cod Healthcare) Asset Gty Ser 01C	AA	2,000	2,112,100
5.25%, 11/15/31	AA	2,100	2,101,344
			-----
			9,744,394
			-----
Michigan-3.7% Detroit Dev Fin Auth (Daimler/Chrysler Plant) Ser 98A	BB-	1,665	1,346,153
5.50%, 5/01/21 Michigan Strategic (Detroit Edison Co Proj) XLCA Ser 02 AMT	AAA	5,000	5,114,200
5.45%, 12/15/32 Saginaw Hosp Fin Auth Hosp Rev (Covenant Med Ctr) Ser 00F	A	4,410	4,723,771
6.50%, 7/01/30			-----
			11,184,124
			-----

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	Standard & Poor's Ratings	Principal Amount (000)	U.S. \$ Value
Missouri-1.0% Missouri SFMR (Mtg Rev) GNMA/FNMA Ser 02A-1 AMT	AAA	2,870	2,921,258
5.58%, 9/01/32			-----
Nevada-15.7% Carson City Hosp Rev (Carson-Tahoe Hosp Proj) Radian Ser 03A	AA	2,600	2,571,556
5.00%, 9/01/23 Clark Cnty Arpt Rev FGIC Ser 01B	AAA	11,920	12,022,393
5.25%, 7/01/34 Nevada Dept Bus & Ind (Las Vegas Monorail Proj) AMBAC Ser 00	AAA	11,720	12,524,578
5.625%, 1/01/32 Reno Special Tax (Retrac Transp Proj) AMBAC Ser 02	AAA	1,000	1,011,430
5.25%, 6/01/41 Reno Special Tax FGIC Ser 02	AAA	7,500	7,723,800
5.375%, 6/01/32 Truckee Meadows Wtr Auth FSA Ser 01A	AAA	12,000	12,264,240
5.25%, 7/01/34			-----
			48,117,997
			-----
New Hampshire-1.4% New Hampshire Hlth & Ed Fac Hosp Rev			

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(Covenant Med Ctr) Ser 02 6.125%, 7/01/31	A-	4,200	4,312,938
New York-2.9% New York City GO Ser 04I 5.00%, 8/01/21	A	8,850	8,968,059
North Dakota-0.9% North Dakota HFA SFMR (Mtg Rev) Ser 02A AMT 5.65%, 1/01/34 (a)	Aa2	2,630	2,674,368
Ohio-3.8% Cleveland-Cuyahoga Cnty Port Auth Rev Ser 01 7.35%, 12/01/31	NR	5,000	5,179,950

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	Standard & Poor's Ratings	Principal Amount (000)	U.S. \$ Value
Fairfield Cnty Hosp Rev (Fairfield Med Ctr Proj) Radian Ser 03 5.00%, 6/15/22	AA	1,585	1,594,113
5.00%, 6/15/23	AA	1,000	1,000,580
5.00%, 6/15/24	AA	1,370	1,357,999
Ohio HFA SFMR (Mtg Rev) GNMA Ser 00D AMT 6.05%, 3/01/31 (a)	Aaa	2,535	2,631,381
			11,764,023
Pennsylvania-3.2% Pennsylvania Parking Fac (30th St Station Garage Proj) ACA Ser 02A AMT 5.875%, 6/01/33	A	2,050	2,076,507
Pennsylvania Trpk Transp Rev AMBAC Ser 01 5.00%, 7/15/41	AAA	2,000	1,976,680
Philadelphia Hosp Rev (Temple Univ Hosp) Ser 93A 6.625%, 11/15/23	BBB	3,000	3,041,790
Washington Cnty AMBAC Ser 99 6.15%, 12/01/29	AAA	2,300	2,626,738
			9,721,715
South Carolina-0.4% Richland Lexington Arpt Rev (Columbia Met Arpt) FSA Ser 04 AMT 5.125%, 1/01/25	AAA	500	491,615
South Carolina Tobacco Settlement Bonds Ser 01B 6.375%, 5/15/30	BBB	1,000	854,280
			1,345,895

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Texas-22.1%			
Bexar Cnty Hsg Fin Corp MFHR			
(Doral Club & Sutton House Apts) MBIA Ser 01A			
5.55%, 10/01/36 (a)	Aaa	15,000	14,484,600
Dallas-Fort Worth Arpt Rev			
(Int'l Arpt) FGIC Ser 01 AMT			
5.50%, 11/01/35	AAA	10,000	10,226,700
Gulf Coast Waste Disp Auth			
(Anheuser-Busch Proj) Ser 02 AMT			
5.90%, 4/01/36	A+	9,000	9,375,750
Harris Cnty			
(Flood Ctl) Ser 03B			
5.00%, 10/01/23	AA+	2,600	2,641,860
Harris Cnty Toll Road Rev			
FSA Ser 02			
5.125%, 8/15/32	AAA	2,500	2,510,575

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	Standard & Poor's Ratings	Principal Amount (000)	U.S. \$ Value
-----			
Houston			
(Northeast Wtr Purification Proj) FGIC Ser 02			
5.125%, 3/01/32	AAA	7,000	7,028,070
Matagorda Cnty Util Rev			
(Centerpoint Energy Proj) Ser 04			
5.60%, 3/01/27	BBB	1,000	1,004,700
Richardson Hosp Auth Rev			
(Richardson Regional) Ser 04			
5.875%, 12/01/24	BBB	2,310	2,330,398
6.00%, 12/01/19	BBB	1,830	1,912,185
San Antonio Arpt Rev			
FGIC Ser 02A AMT			
5.25%, 7/01/27	AAA	5,250	5,280,083
Seguin High Ed Fac Rev			
(Texas Lutheran University Proj) Ser 04			
5.25%, 9/01/33	BBB-	1,250	1,144,975
Texas GO			
Ser 02A AMT			
5.50%, 8/01/41	AA	9,470	9,664,324
			-----
			67,604,220
-----			
Utah-0.8%			
Davis Cnty Sales Tax Rev			
AMBAC Ser 03B			
5.25%, 10/01/23	AAA	1,000	1,043,030
Utah Hsg Corp MFHR			
(Bluffs Apts Proj) GNMA Ser 02A AMT			
5.60%, 7/20/30 (a)	Aaa	1,480	1,533,694
			-----
			2,576,724
-----			
Virginia-2.8%			
Fauquier Cnty IDA Hosp Rev			
(Fauquier Hospital) Asset Gty Ser 02			
5.25%, 10/01/31	AA	8,500	8,539,270



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Washington-8.7%			
King Cnty Swr Rev			
FSA Ser 02A			
5.25%, 1/01/32	AAA	3,000	3,053,250
Twenty-Fifth Ave Pptys			
(University of WA) MBIA Ser 02			
5.25%, 6/01/33	AAA	9,750	9,924,525
Washington			
Tobacco Settlement Bonds Ser 02			
6.625%, 6/01/32	BBB	5,000	4,422,700
Washington HFA SFMR			
(Mtg Rev) GNMA/FNMA Ser 02A AMT			
5.83%, 6/01/29 (a)	Aaa	8,995	9,201,076
			26,601,551

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	Standard & Poor's Ratings	Principal Amount (000)	U.S. \$ Value
Wisconsin-7.7%			
Wisconsin Hlth & Ed Fac Hosp Rev			
(Ministry Hlth Care) MBIA Ser 02A			
5.25%, 2/15/32	AAA	13,615	13,745,159
Wisconsin Hsg Auth SFMR			
(Mtg Rev) MBIA Ser 02A AMT			
5.60%, 5/01/33	AAA	5,000	5,151,400
Wisconsin Hsg Auth SFMR			
(Mtg Rev) Ser 02A AMT			
5.50%, 9/01/32	AA	4,780	4,810,927
			23,707,486
Total Investments-159.9%			
(cost \$475,493,411)			489,377,854
Other assets less liabilities-3.8%			11,713,580
Preferred stock, at redemption			
value-(63.7%)			(195,000,000)
Net Assets Applicable to Common			
Shareholders-100%(e)			\$ 306,091,434

INTEREST RATE SWAP TRANSACTIONS

Swap Counterparty	Notional Amount	Termination Date	Rate Type		Unrealized Appreciation/ (Depreciation)
			Payments made by the Portfolio	Payments received by the Portfolio	
J.P. Morgan	\$12,000,000	10/01/14	3.95%	BMA*	\$ (128,112)



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ITEM 2. CONTROLS AND PROCEDURES.

(a) The registrant's principal executive officer and principal financial officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-2(c) under the Investment Company Act of 1940, as amended) are effective at the reasonable assurance level based on their evaluation of these controls and procedures as of a date within 90 days of the filing date of this document.

(b) There were no significant changes in the registrant's internal controls that could significantly affect these controls subsequent to the date of their evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

ITEM 3. EXHIBITS.

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

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

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SIGNATURES

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

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

By: /s/ Marc O. Mayer  
-----  
Marc O. Mayer  
President

Date: September 27, 2004

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

By: /s/ Marc O. Mayer  
-----  
Marc O. Mayer  
President

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Date: September 27, 2004

By: /s/ Mark D. Gersten

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Mark D. Gersten  
Treasurer and Chief Financial Officer

Date: September 27, 2004