

SANFORD C. BERNSTEIN & CO., LLC
(an indirect wholly-owned subsidiary of
AllianceBernstein L.P.)

Statement of Cash Flows

Year ended December 31, 2017

(dollars in thousands)

Cash flows from operating activities:

Net income	\$	33,694
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Adjustments to reconcile net income to net cash provided by operating activities:

Unrealized losses on investments		279
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Unrealized losses on securities segregated under Federal regulations		5
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Changes in assets and liabilities:

Decrease in cash and securities segregated under Federal regulations		76,834
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Decrease (increase) in receivables from:

Brokers and dealers		14,874
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Customers (including officers).....		(113,012)
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Affiliates		(1,496)
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(Increase) in investments		(100,446)
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(Increase) in deposits with clearing organizations		(1,962)
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Decrease in other assets		1,630
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Increase (decrease) in payables to:

Brokers and dealers		26,741
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Customers (including officers).....		(136,475)
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Due to Parent.....		(10,508)
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Due to affiliates.....		3,619
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(Decrease) in securities sold not yet purchased		(10,984)
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(Decrease) in accrued compensation and benefits		(43)
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Increase in accrued expenses and other liabilities.....		335
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Net cash used in operating activities.....		(216,915)
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Cash flows from financing activities:

Dividends paid to Parent.....		(15,000)
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Proceeds from line of credit.....		75,000
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Increase in bank overdraft payable		35,714
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Net cash provided by financing activities.....		95,714
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Net (decrease) in cash and cash equivalents		(121,201)
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Cash and cash equivalents as of beginning of year.....		172,013
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Cash and cash equivalents as of end of year.....	\$	50,812
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Supplemental disclosure of cash flows information:

Cash paid during the year for interest	<u>\$</u>	<u>23,705</u>
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Cash paid during the year for taxes.....	<u>\$</u>	<u>0</u>
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