

ALLIANCE WORLD DOLLAR GOVERNMENT FUND II INC  
Form N-Q  
August 29, 2006

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: 811-07732

ALLIANCE WORLD DOLLAR GOVERNMENT FUND II, 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  
AllianceBernstein 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: March 31, 2007

Date of reporting period: June 30, 2006

ITEM 1. SCHEDULE OF INVESTMENTS.

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ALLIANCE WORLD DOLLAR GOVERNMENT FUND II  
PORTFOLIO OF INVESTMENTS  
June 30, 2006 (unaudited)

	Principal Amount (000)	U.S. \$ Value
	-----	-----
SOVEREIGN DEBT OBLIGATIONS--83.0%		
Argentina--5.5%		
Republic of Argentina		
0.00%, 12/15/35(a)	\$ 3	\$ 257
4.889%, 8/03/12(b)	40,342	37,279,354
8.28%, 12/31/33(c)	13,461	11,980,020
Series V		
7.00%, 3/28/11	2,985	2,769,914
		-----
		52,029,545
		-----

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Brazil--14.0%		
Federal Republic of Brazil		
7.125%, 1/20/37 (c)	29,261	27,505,340
8.00%, 1/15/18	9,038	9,526,052
8.25%, 1/20/34	28,324	29,740,200
8.875%, 10/14/19	8,144	8,958,400
11.00%, 8/17/40 (c)	45,915	56,934,599
		-----
		132,664,591
		-----
Bulgaria--0.4%		
Republic of Bulgaria		
8.25%, 1/15/15 (d)	3,204	3,609,306
		-----
Colombia--2.5%		
Republic of Colombia		
10.75%, 1/15/13	8,057	9,458,918
11.75%, 2/25/20	10,919	14,276,593
		-----
		23,735,511
		-----
Costa Rica--0.4%		
Republic of Costa Rica		
8.05%, 1/31/13 (d)	1,669	1,752,450
8.11%, 2/01/12 (d)	1,964	2,067,110
		-----
		3,819,560
		-----
Dominican Republic--0.2%		
Dominican Republic		
4.75%, 9/27/11 (d)	2,101	2,205,828
		-----
Ecuador--2.2%		
Republic of Ecuador		
9.00%, 8/15/30 (d) (e)	17,823	17,193,453
9.375%, 12/15/15 (d)	3,834	3,795,660
		-----
		20,989,113
		-----
El Salvador--1.1%		
Republic of El Salvador		
7.625%, 9/21/34 (d)	2,290	2,370,150
7.65%, 6/15/35 (d)	3,691	3,580,270
8.50%, 7/25/11 (d)	3,700	4,005,250
		-----
		9,955,670
		-----
	Principal	
	Amount	
	(000)	U.S. \$ Value
	-----	-----
Indonesia--1.8%		
Republic of Indonesia		
6.75%, 3/10/14 (d)	\$ 8,585	\$ 8,370,375
6.875%, 3/09/17 (d)	3,954	3,855,150
7.25%, 4/20/15 (d)	2,480	2,458,920
8.50%, 10/12/35 (d)	2,048	2,191,360
		-----
		16,875,805

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Jamaica--0.3%		
Government of Jamaica		
10.625%, 6/20/17	2,332	2,530,220
-----		
Lebanon--1.2%		
Lebanese Republic		
7.875%, 5/20/11 (d)	2,475	2,518,313
10.125%, 8/06/08 (d)	7,501	7,951,060
11.625%, 5/11/16 (d)	1,114	1,378,575
-----		
		11,847,948
-----		
Malaysia--1.1%		
Malaysia		
8.75%, 6/01/09	9,420	10,127,593
-----		
Mexico--13.5%		
United Mexican States		
7.50%, 1/14/12	7,400	7,844,000
8.125%, 12/30/19	42,200	47,685,999
11.375%, 9/15/16	11,110	15,081,825
Series A		
6.375%, 1/16/13	2,782	2,788,955
8.00%, 9/24/22	37,632	41,865,599
9.875%, 2/01/10	11,800	13,275,000
-----		
		128,541,378
-----		
Nigeria--1.8%		
Central Bank of Nigeria		
6.25%, 11/15/20 (e)	17,250	17,186,175
-----		
Panama--3.0%		
Republic of Panama		
6.70%, 1/26/36	2,929	2,596,559
7.125%, 1/29/26	4,794	4,626,210
7.25%, 3/15/15	600	606,000
8.875%, 9/30/27	6,113	6,871,012
9.375%, 7/23/12-4/01/29	6,885	7,854,225
9.625%, 2/08/11	5,206	5,752,630
-----		
		28,306,636
-----		
Peru--2.4%		
Republic of Peru		
7.35%, 7/21/25 (c)	2,097	2,055,060
8.375%, 5/03/16	4,791	5,126,370
8.75%, 11/21/33 (c)	13,866	15,217,935
9.875%, 2/06/15	157	183,690
-----		
		22,583,055
-----		
Philippines--6.5%		
Republic of Philippines		
7.75%, 1/14/31 (c)	6,378	6,314,220
8.25%, 1/15/14	12,842	13,323,575

Principal  
Amount

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	(000)	U.S. \$ Value
	-----	-----
8.375%, 2/15/11	\$ 684	\$ 707,940
8.875%, 3/17/15 (c)	17,505	18,756,608
9.00%, 2/15/13	4,775	5,001,813
9.875%, 1/15/19	12,750	14,694,375
10.625%, 3/16/25 (c)	2,055	2,537,925
		-----
		61,336,456
		-----
Russia--12.4%		
Russian Federation		
5.00%, 3/31/30 (d) (e)	37,641	39,898,930
11.00%, 7/24/18 (d)	4,340	5,978,350
Russian Ministry of Finance		
Series V		
3.00%, 5/14/08	70,752	66,775,737
Series VII		
3.00%, 5/14/11	5,870	5,033,525
		-----
		117,686,542
		-----
Turkey--4.2%		
Republic of Turkey		
6.875%, 3/17/36	18,028	14,963,240
7.00%, 6/05/20 (c)	12,100	10,799,250
7.375%, 2/05/25	2,142	1,927,800
8.00%, 2/14/34	900	846,000
11.00%, 1/14/13	5,500	6,223,250
11.875%, 1/15/30 (c)	3,935	5,347,665
		-----
		40,107,205
		-----
Ukraine--0.9%		
Government of Ukraine		
7.65%, 6/11/13 (d)	4,970	4,994,850
11.00%, 3/15/07 (d)	3,743	3,804,896
		-----
		8,799,746
		-----
Uruguay--1.4%		
Republic of Uruguay		
5.875%, 1/15/33 (f)	4,246	3,842,730
7.50%, 3/15/15	3,691	3,534,133
8.00%, 11/18/22	2,296	2,204,160
9.25%, 5/17/17	3,488	3,737,392
		-----
		13,318,415
		-----
Venezuela--6.2%		
Republic of Venezuela		
5.75%, 2/26/16	3,751	3,338,390
6.09%, 4/20/11 (b) (d)	3,050	3,042,375
7.00%, 12/01/18 (d)	3,540	3,363,000
8.50%, 10/08/14	5,081	5,373,158
9.25%, 9/15/27 (c)	11,981	14,065,694
10.75%, 9/19/13	19,646	23,437,678
13.625%, 8/15/18	4,499	6,411,075
		-----
		59,031,370
		-----
Total Sovereign Debt Obligations		

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(cost \$758,899,847) 787,287,668

	Principal Amount (000)	U.S. \$ Value
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CORPORATE DEBT OBLIGATIONS--11.4%		
Brazil--0.3%		
Banco BMG, SA		
9.15%, 1/15/16(d)	\$ 3,300	\$ 3,250,500
		-----
Cayman Islands--0.2%		
C&M Finance Ltd.		
8.10%, 2/01/16(d)	1,405	1,341,775
		-----
Hong Kong--0.4%		
Noble Group Ltd.		
6.625%, 3/17/15(d)	4,731	4,101,091
		-----
Indonesia--0.5%		
Freeport-McMoran Copper & Gold		
10.125%, 2/01/10	4,800	5,094,000
		-----
Jamaica--0.3%		
Digicel Ltd.		
9.25%, 9/01/12(d)	3,009	3,144,405
		-----
Kazakhstan--0.6%		
Kazkommerts International BV		
8.50%, 4/16/13(d)	3,000	3,075,000
TengizChevroil Finance Co.		
6.124%, 11/15/14(d)	2,569	2,482,296
		-----
		5,557,296
		-----
Mexico--0.4%		
America Movil SA de CV		
6.375%, 3/01/35	923	800,703
Monterrey Power SA de CV		
9.625%, 11/15/09(d)	2,526	2,725,582
		-----
		3,526,285
		-----
Panama--0.3%		
AES El Salvador Trust		
6.75%, 2/01/16(d)	3,100	2,855,881
		-----
People's Republic of China--0.4%		
Choad Modern Agricultural Holdings Ltd.		
7.75%, 2/08/10(d)	3,808	3,750,880
		-----
Peru--0.5%		
Southern Copper Corp.		
6.375%, 7/27/15	4,524	4,325,034
		-----
Romania--0.4%		
MobiFon Holdings BV		
12.50%, 7/31/10	3,075	3,482,438
		-----

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Russia--6.8%		
Aries Vermögensverwaltnng		
9.60%, 10/25/14(d)	21,750	27,009,149
Citigroup (JSC Severstal)		
9.25%, 4/19/14(d)	2,256	2,340,374
Evrax Group, SA		
8.25%, 11/10/15(d)	3,933	3,824,843
Gallery Capital, SA		
10.125%, 5/15/13(d)	1,667	1,488,631

	Shares or Principal Amount (000)	U.S. \$ Value
	-----	-----
Gazprom Oao		
9.625%, 3/01/13(d)	\$ 16,100	\$ 18,233,250
Gazstream, SA		
5.625%, 7/22/13(d)	1,898	1,845,708
Mobile Telesystems Finance		
9.75%, 1/30/08(d)	5,390	5,545,055
Russian Standard Finance		
7.50%, 10/07/10(d)	3,412	3,181,690
Tyumen Oil		
11.00%, 11/06/07(d)	1,075	1,129,288
		-----
		64,597,988
		-----
Ukraine--0.3%		
Kyivstar		
7.75%, 4/27/12(d)	900	867,375
10.375%, 8/17/09(d)	1,800	1,912,500
		-----
		2,779,875
		-----
Total Corporate Debt Obligations		
(cost \$108,772,339)		107,807,448
		-----
WARRANTS(g)--0.1%		
Central Bank of Nigeria		
Warrants, expiring 11/15/20	9,500	1,425,000
Republic of Venezuela		
Warrants, expiring 4/15/20	25,000	0
		-----
Total Warrants		
(cost \$0)		1,425,000
		-----
SHORT-TERM INVESTMENT--20.0%		
Time Deposit--20.0%		
Societe Generale		
5.281%,7/03/06		
(cost \$189,800,000)	\$189,800	189,800,000
		-----
Total Investments--114.5%		
(cost \$1,057,472,186)		1,086,320,116
Other assets less liabilities--(14.5%)		(137,588,588)
		-----
Net Assets--100%		\$ 948,731,528
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CREDIT DEFAULT SWAP CONTRACTS

Swap Counterparty & Referenced Obligation	Notional Amount (000)	Interest Rate	Termination Date	Unrealized Appreciation/ (Depreciation)
Buy Contracts:				
Citigroup Global Markets, Inc. Republic of Colombia 8.375%, 2/15/27	\$ 4,250	3.02%	1/20/10	\$ (294,395)
Citigroup Global Markets, Inc. Republic of Hungary 4.50%, 2/06/13	3,075	0.50	11/26/13	30,969
JPMorgan Chase & Co. Republic of Hungary 4.50%, 2/06/13	11,300	0.30	10/20/15	343,671
Sale Contracts:				
Citigroup Global Markets, Inc. Federal Republic of Brazil 12.25%, 3/06/30	19,047	1.98	4/20/07	332,105
Citigroup Global Markets, Inc. Federal Republic of Brazil 12.25%, 3/06/30	18,840	3.09	8/20/10	1,328,688
Citigroup Global Markets, Inc. Republic of Colombia 8.375%, 2/15/27	8,600	1.13	1/20/07	85,057
Citigroup Global Markets, Inc. Republic of Philippines 10.625%, 3/16/25	4,070	4.95	3/20/09	397,434
Credit Suisse First Boston Federal Republic of Brazil 12.25%, 3/6/30	5,800	6.90	6/20/07	378,938
Credit Suisse First Boston Federal Republic of Brazil 12.25%, 3/06/30	13,570	3.17	10/20/15	663,659
Deutsche Bank AG London Federal Republic of Brazil 12.25%, 3/06/30	19,047	1.90	4/20/07	316,920
JPMorgan Chase & Co. Oao Gazprom 5.875%-10.50%, 4/25/07-6/01/15	12,210	1.04	10/20/10	(62,950)
Morgan Stanley Federal Republic of Brazil 10.125%, 5/15/27	7,200	17.75	2/13/08	2,436,855
Morgan Stanley Federal Republic of Brazil 12.25%, 3/06/30	5,120	3.80	8/20/06	96,367

REVERSE REPURCHASE AGREEMENTS

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Broker	Rate	Interest Maturity	Amount
JPMorgan Chase & Co	1.35%	7/03/06	\$ 1,474,776
JPMorgan Chase & Co	1.50	7/03/06	5,250,494
JPMorgan Chase & Co	2.00	7/03/06	5,626,804
JPMorgan Chase & Co	2.50	7/13/06	5,294,494
JPMorgan Chase & Co	3.50	7/03/06	2,441,186
JPMorgan Chase & Co	3.50	7/03/06	2,035,455
JPMorgan Chase & Co	4.25	12/29/06	5,412,443
JPMorgan Chase & Co	4.40	7/03/06	18,706,765
JPMorgan Chase & Co	4.75	7/13/06	56,788,380
JPMorgan Chase & Co	4.75	12/29/06	15,245,374
JPMorgan Chase & Co	4.80	7/03/06	10,410,936
UBS AG LONDON	4.85	12/29/06	20,771,948
UBS AG LONDON	5.10	12/29/06	13,348,725
			-----
			\$162,807,780
			=====

- (a) Variable rate coupon, rate shown as of June 30,2006.
- (b) Floating rate security, stated interest rate was in effect at June 30, 2006.
- (c) Security or a portion of the security has been pledged as collateral for reverse repurchase agreements. At the period end, the value of securities pledged amounted to \$164,197,617.
- (d) Securities are exempt from registration under Rule 144A of the Securities Act of 1933. These securities are considered liquid and may be resold in transactions exempt from registration, normally to qualified institutional buyers. At June 30, 2006, the aggregate market value of these securities amounted to \$224,490,904 or 23.7% of net assets.
- (e) Coupon increases periodically based upon a predetermined schedule. Stated interest rate in effect at June 30, 2006. (f) Pay-In-Kind Payments (PIK).
- (g) Non-income producing security.

Glossary of Terms:  
 DCB - Debt Conversion Bonds  
 FRN - Floating Rate Note

ITEM 2. CONTROLS AND PROCEDURES.

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

(b) There were no changes in the registrant's internal controls over financial reporting that occurred during the second fiscal quarter of the period that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 3. EXHIBITS.



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

EXHIBIT NO.	DESCRIPTION OF EXHIBIT
3 (a) (1)	Certification of Principal Executive Officer Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
3 (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 World Dollar Government Fund II, Inc.

By: /s/ Marc O. Mayer

-----  
Marc O. Mayer  
President

Date: August 21, 2006

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

By: /s/ Marc O. Mayer

-----  
Marc O. Mayer  
President

Date: August 21, 2006

By: /s/ Joseph J. Mantineo

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Joseph J. Mantineo  
Treasurer and Chief Financial Officer

Date: August 21, 2006

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