

\$551,000,000
Federal National Mortgage Association



Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 1994-83

The Guaranteed REMIC Pass-Through Certificates offered hereby (the "Certificates") will represent beneficial ownership interests in Fannie Mae REMIC Trust 1994-83 (the "Trust"). The assets of the Trust will consist of certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (the "MBS"), each of which will represent a beneficial interest in a pool (the "Pool") of first lien, single-family, fixed-rate residential mortgage loans (the "Mortgage Loans") having the characteristics described herein. The Certificates will be issued and guaranteed as to timely distribution of principal and interest by Fannie Mae.

Investors should not purchase the Certificates before reading this Prospectus Supplement and the additional Disclosure Documents listed at the bottom of page S-2.

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THE CERTIFICATES MAY NOT BE SUITABLE INVESTMENTS FOR ALL INVESTORS. NO INVESTOR SHOULD PURCHASE CERTIFICATES UNLESS SUCH INVESTOR UNDERSTANDS AND IS ABLE TO BEAR THE PREPAYMENT, YIELD, LIQUIDITY AND OTHER RISKS ASSOCIATED WITH SUCH CERTIFICATES.

THE CERTIFICATES, TOGETHER WITH ANY INTEREST THEREON, ARE NOT GUARANTEED BY THE UNITED STATES. THE OBLIGATIONS OF FANNIE MAE UNDER ITS GUARANTY OF THE CERTIFICATES ARE OBLIGATIONS SOLELY OF FANNIE MAE AND DO NOT CONSTITUTE AN OBLIGATION OF THE UNITED STATES OR ANY AGENCY OR INSTRUMENTALITY THEREOF OTHER THAN FANNIE MAE. THE CERTIFICATES ARE EXEMPT FROM THE REGISTRATION REQUIREMENTS OF THE SECURITIES ACT OF 1933 AND ARE "EXEMPTED SECURITIES" WITHIN THE MEANING OF THE SECURITIES EXCHANGE ACT OF 1934.

Class	Original Principal Balance	Principal Type(1)	Interest Rate	Interest Type(1)	CUSIP Numbers	Final Distribution Date
A	\$287,240,000	SEQ	7.5%	FIX	31359HV27	April 2019
B	29,250,000	SEQ	7.5	FIX	31359HV35	March 2020
C	99,500,000	SEQ	7.5	FIX	31359HV43	September 2022
D	14,505,000	AD/LIQ	7.5	FIX	31359HV50	June 1999
E	23,500,000	AD	7.5	FIX	31359HV68	December 2004
G	15,005,000	AD	7.5	FIX	31359HV76	July 2007
Z	32,000,000	SEQ	7.5	Z	31359HV84	June 2024
K	(2)	NTL	7.5	FIX/IO	31359HV92	June 2024
H	25,000,000	NSJ	(3)	PO	31359HW26	June 2024
J	25,000,000	NSJ	(3)	PO	31359HW34	June 2024
R	0	NPR	0	NPR	31359HW42	June 2024

- (1) See "Description of the Certificates—Class Definitions and Abbreviations" in the REMIC Prospectus and "Description of the Certificates—Distributions of Interest" and "—Distributions of Principal" herein.
- (2) The K Class will be a Notional Class, will have no principal balance and will bear interest on its notional principal balance (initially, \$50,000,000). The notional principal balance of the K Class will be calculated based on the principal balances of the Principal Only Classes. See "Description of the Certificates—General—Notional Class" herein.
- (3) The H and J Classes will be Principal Only Classes and will bear no interest.

The Certificates are offered by Donaldson, Lufkin & Jenrette Securities Corporation and M.R. Beal & Co. (the "Dealers") from time to time in negotiated transactions, at varying prices to be determined at the time of sale.

The Certificates are offered by the Dealers, subject to issuance by Fannie Mae, to prior sale or to withdrawal or modification of the offer without notice, when, as and if delivered to and accepted by the Dealers, and subject to approval of certain legal matters by counsel. It is expected that the Certificates, except for the R Class, will be available through the book-entry system of the Federal Reserve Banks on or about June 30, 1994 (the "Settlement Date"). It is expected that the R Class in registered, certificated form will be available for delivery at the offices of Donaldson, Lufkin & Jenrette Securities Corporation, 140 Broadway, New York, New York 10005, on or about the Settlement Date.

Donaldson, Lufkin & Jenrette
Securities Corporation

M ♦ R ♦ Beal & Co.

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The yield to investors in each Class will be sensitive in varying degrees to the rate of principal payments of the Mortgage Loans, the characteristics of the Mortgage Loans actually included in the Pool, the purchase price paid for the related Class and, in the case of the H and J Classes, certain changes in the rate of prepayment of the Mortgage Loans. Accordingly, investors should consider the following risks:

- The Mortgage Loans generally may be prepaid at any time without penalty, and, accordingly, the rate of principal payments thereon is likely to vary considerably from time to time.
- Slight variations in Mortgage Loan characteristics could substantially affect the weighted average lives and yields of some or all of the Classes.
- In the case of any Certificates purchased at a discount to their principal amounts, a slower than anticipated rate of principal payments is likely to result in a lower than anticipated yield.
- In the case of any Certificates purchased at a premium to their principal amounts, a faster than anticipated rate of principal payments is likely to result in a lower than anticipated yield.
- In the case of any Interest Only Class, a faster than anticipated rate of principal payments is likely to result in a lower than anticipated yield and, in certain cases, an actual loss on the investment.

See “Description of the Certificates—Yield Considerations” herein.

In addition, investors should purchase Certificates only after considering the following:

- The actual final payment of any Class will likely occur earlier, and could occur much earlier, than the Final Distribution Date for such Class specified on the cover page. See “Description of the Certificates—Weighted Average Lives of the Certificates” herein and “Description of the Certificates—Weighted Average Life and Final Distribution Dates” in the REMIC Prospectus.
- The rate of principal distributions of the Certificates is uncertain and investors may be unable to reinvest the distributions thereon at yields equaling the yields on the Certificates. See “Description of the Certificates—Reinvestment Risk” in the REMIC Prospectus.
- Investors whose investment activities are subject to legal investment laws and regulations or to review by regulatory authorities may be subject to restrictions on investment in certain Classes of the Certificates. Investors should consult their legal advisors to determine whether and to what extent the Certificates constitute legal investments or are subject to restrictions on investment. See “Legal Investment Considerations” in the REMIC Prospectus.

The Dealers intend to make a market for the Certificates but are not obligated to do so. There can be no assurance that such a secondary market will develop or, if developed, that it will continue. Thus, investors may not be able to sell their Certificates readily or at prices that will enable them to realize their anticipated yield. No investor should purchase Certificates unless such investor understands and is able to bear the risk that the value of the Certificates will fluctuate over time and that the Certificates may not be readily salable.

These securities have not been approved or disapproved by the Securities and Exchange Commission or any state securities commission nor has the Securities and Exchange Commission or any state securities commission passed upon the accuracy or adequacy of this Prospectus Supplement, the REMIC Prospectus or the MBS Prospectus. Any representation to the contrary is a criminal offense.

An election will be made to treat the Trust as a “real estate mortgage investment conduit” (“REMIC”) pursuant to the Internal Revenue Code of 1986, as amended (the “Code”). The R Class will be subject to transfer restrictions. See “Description of the Certificates—Characteristics of the R Class” and “Certain Additional Federal Income Tax Consequences” herein, and “Description of the Certificates—Additional Characteristics of Residual Certificates” and “Certain Federal Income Tax Consequences” in the REMIC Prospectus.

Investors should purchase the Certificates only if they have read and understood this Prospectus Supplement and the following documents (collectively, the “Disclosure Documents”):

- Fannie Mae’s Prospectus for Guaranteed REMIC Pass-Through Certificates dated April 7, 1994 (the “REMIC Prospectus”), which is attached to this Prospectus Supplement;
- Fannie Mae’s Prospectus for Guaranteed Mortgage Pass-Through Certificates dated January 1, 1994 (the “MBS Prospectus”); and
- Fannie Mae’s Information Statement dated March 31, 1994 and any supplements thereto (collectively, the “Information Statement”).

The MBS Prospectus and the Information Statement are incorporated herein by reference and may be obtained from Fannie Mae by writing or calling its MBS Helpline at 3900 Wisconsin Avenue, N.W., Area 2H-3S, Washington, D.C. 20016 (telephone 1-800-BEST-MBS or 202-752-6547). Such documents may also be obtained from Donaldson, Lufkin & Jenrette Securities Corporation by writing or calling its Prospectus Department at 140 Broadway, 33rd Floor, New York, New York 10005 (telephone 212-504-4525).

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REFERENCE SHEET

This reference sheet is not a summary of the REMIC transaction and it does not contain complete information about the Certificates. Investors should purchase the Certificates only after reading this Prospectus Supplement and each of the additional Disclosure Documents described herein.

Assumed Mortgage Loan Characteristics (as of June 1, 1994)

<u>Approximate Principal Balance</u>	<u>Approximate Weighted Average Remaining Term to Maturity (in months)</u>	<u>Calculated Loan Age (in months)</u>	<u>Approximate Weighted Average Coupon</u>
\$551,000,000	356	4	8.05%

The actual remaining terms to maturity, calculated loan ages and interest rates of most of the Mortgage Loans will differ from the weighted averages shown above, perhaps significantly. See “Description of the Certificates—The MBS” herein.

Interest Rates

The Fixed Rate Certificates will bear interest at the respective per annum interest rates set forth on the cover.

The H and J Classes will be Principal Only Classes and will bear no interest.

Notional Class

<u>Class</u>	<u>Percentage of Principal Balance of Specified Class</u>
K	100% of the H and J Classes

See “Description of the Certificates—*Notional Class*” herein.

Distributions of Principal

Accrual Amount

To the Accretion Directed Classes, in alphabetical order, until the principal balances thereof are reduced to zero and thereafter to the Z Class.

Cash Flow Distribution Amount

1. 90.9255898367% to the A, B, C, D, E, G and Z Classes, in that order, until the respective principal balances thereof are reduced to zero.
2. 9.0744101633% to the H and J Classes as follows:
 - (i) prior to the Distribution Date in October 1994 and on any other Distribution Date if the MBS Balance (as defined herein) is greater than the corresponding MBS balance as set forth in the Final 500% PSA MBS Balance Schedule for such Distribution Date, to the H and J Classes, in that order, until the respective principal balances thereof are reduced to zero; or
 - (ii) on and after the Distribution Date in October 1994 if the MBS Balance is less than or equal to the corresponding MBS balance as set forth in the Final 500% PSA MBS

Balance Schedule for such Distribution Date, to the J and H Classes, in that order, until the respective principal balances thereof are reduced to zero.

Weighted Average Lives (years) *

<u>Class</u>	<u>PSA Prepayment Assumption</u>					
	<u>0%</u>	<u>95%</u>	<u>185%</u>	<u>250%</u>	<u>500%</u>	<u>750%</u>
A	17.1	5.9	3.7	3.0	1.8	1.4
B	25.3	13.1	8.0	6.2	3.5	2.6
C	27.0	17.3	11.0	8.5	4.6	3.2
D	2.7	2.7	2.7	2.7	2.7	2.6
E	7.9	7.9	7.9	7.9	6.0	4.3
G	11.8	11.8	11.8	11.2	6.7	4.7
Z	29.2	25.1	19.3	16.3	9.7	6.6
K	21.6	11.9	8.0	6.4	3.6	2.6

<u>Class</u>	<u>PSA Prepayment Assumption</u>						
	<u>0%</u>	<u>95%</u>	<u>185%</u>	<u>250%</u>	<u>499%</u>	<u>500%</u>	<u>750%</u>
H	16.0	5.1	3.2	2.6	1.7	5.5	3.7
J	27.1	18.6	12.8	10.2	5.6	1.8	1.4

* Determined as specified under “Weighted Average Lives of the Certificates” herein.

DESCRIPTION OF THE CERTIFICATES

The following summaries describing certain provisions of the Certificates do not purport to be complete and are subject to, and are qualified in their entirety by reference to, the remaining provisions of this Prospectus Supplement, the additional Disclosure Documents and the provisions of the Trust Agreement (defined below). Capitalized terms used and not otherwise defined in this Prospectus Supplement have the meanings assigned to such terms in the applicable Disclosure Document or the Trust Agreement (as the context may require).

General

Structure. The Trust will be created pursuant to a trust agreement dated as of September 1, 1987, as supplemented by an issue supplement thereto, dated as of June 1, 1994 (together, the “Trust Agreement”), executed by the Federal National Mortgage Association (“Fannie Mae”) in its corporate capacity and in its capacity as Trustee, and the Certificates in the Classes and aggregate original principal balances set forth on the cover hereof will be issued by Fannie Mae pursuant thereto. A description of Fannie Mae and its business, together with certain financial statements and other financial information, is contained in the Information Statement.

The Certificates (other than the R Class) will be designated as the “regular interests,” and the R Class will be designated as the “residual interest,” in the REMIC constituted by the Trust. The assets of the Trust will consist of the MBS.

MBS Distributions. The MBS will provide that principal and interest on the underlying Mortgage Loans will be passed through monthly, commencing on the 25th day of the month following the month of the initial issuance of the MBS (or, if such 25th day is not a business day, on the first business day next succeeding such 25th day).

Fannie Mae Guaranty. Fannie Mae guarantees to each holder of an MBS the timely payment of scheduled installments of principal of and interest on the underlying Mortgage Loans, whether or not received, together with the full principal balance of any foreclosed Mortgage Loan, whether or not such balance is actually recovered. In addition, Fannie Mae will be obligated to distribute on a timely basis to the Holders of Certificates required installments of principal and interest and to distribute the principal balance of each Class of Certificates in full no later than the applicable Final Distribution Date, whether or not sufficient funds are available in the Collateral Account. The guaranties of Fannie Mae are not backed by the full faith and credit of the United States. See “Description of the Certificates—Fannie Mae’s Guaranty” in the REMIC Prospectus and “Description of Certificates—The Corporation’s Guaranty” in the MBS Prospectus.

Characteristics of Certificates. The Certificates, other than the R Certificate, will be issued and maintained and may be transferred by Holders only on the book-entry system of the Federal Reserve Banks. Such entities whose names appear on the book-entry records of a Federal Reserve Bank as the entities for whose accounts such Certificates have been deposited are herein referred to as “Holders” or “Certificateholders.” A Holder is not necessarily the beneficial owner of a book-entry Certificate. Beneficial owners will ordinarily hold book-entry Certificates through one or more financial intermediaries, such as banks, brokerage firms and securities clearing organizations. See “Description of the Certificates—Denominations, Certificate Form” in the REMIC Prospectus.

The R Certificate will not be issued in book-entry form but will be issued in fully registered, certificated form. As to the R Certificate, “Holder” or “Certificateholder” refers to the registered owner thereof. The R Certificate will be transferable and, if applicable, exchangeable at the corporate trust office of the Transfer Agent, or at the agency of the Transfer Agent in New York, New York. The Transfer Agent initially will be State Street Bank and Trust Company in Boston, Massachusetts (“State Street”). A service charge may be imposed for any registration of transfer or, if applicable, exchange of the R Certificate and Fannie Mae may require payment of a sum sufficient to cover any tax or other governmental charge. See also “Characteristics of the R Class” herein.

The distribution to the Holder of the R Certificate of the proceeds of any remaining assets of the Trust will be made only upon presentation and surrender of the related Certificate at the office of the Paying Agent. The Paying Agent initially will be State Street.

Notional Class. The K Class will be a Notional Class. The Notional Class will have no principal balance and will bear interest at the per annum interest rate set forth on the cover or described herein during each Interest Accrual Period on the related notional principal balance. The notional principal balance of the Notional Class will be equal to the indicated percentages of the outstanding principal balances of the following Classes immediately prior to the related Distribution Date:

<u>Class</u>	<u>Percentage of Principal Balance of Specified Class</u>
K.....	100% of H Class 100% of J Class

The notional principal balance of the Notional Class is used for purposes of the determination of interest distributions thereon and does not represent an interest in the principal distributions of the MBS or the underlying Mortgage Loans. Although the Notional Class will not have a principal balance, a REMIC Trust Factor (as described herein) will be published with respect to such Class that will be applicable to the notional principal balance thereof. Unless otherwise indicated, references herein to the principal balances of the Certificates generally shall be deemed to refer also to the notional principal balance of the Notional Class.

Authorized Denominations. The Certificates, other than the R Certificate, will be issued in minimum denominations of \$1,000 and integral multiples of \$1 in excess thereof. The R Class will be issued as a single certificate and will not have a principal balance.

Distribution Dates. Distributions on the Certificates will be made on the 25th day of each month (or, if such 25th day is not a business day, on the first business day next succeeding such 25th day), commencing in the month following the Settlement Date.

Calculation of Distributions. Interest on the interest-bearing Certificates is calculated on the basis of a 360-day year consisting of twelve 30-day months and is distributable monthly on each Distribution Date, commencing (except with respect to the Accrual Classes, if any) in the month after the Settlement Date. Interest to be distributed or, in the case of any Accrual Classes, added to principal on each interest-bearing Certificate on a Distribution Date will consist of one month's interest on the outstanding principal balance of such Certificate immediately prior to such Distribution Date. Interest to be distributed or, in the case of any Accrual Classes, added to principal on a Distribution Date will accrue on the interest-bearing Certificates during the one month periods set forth herein under "Distributions of Interest—*Interest Accrual Period.*" Principal on the Certificates will be distributed on each Distribution Date in an amount equal to the sum of the aggregate distributions of principal concurrently made on the MBS and any interest accrued and added on such Distribution Date to the principal balances of the Accrual Classes, if any. See "Distributions of Principal" herein.

Record Date. Each monthly distribution on the Certificates will be made to Holders of record on the last day of the preceding month.

REMIC Trust Factors. As soon as practicable following the eleventh calendar day of each month, Fannie Mae will publish or otherwise make available for each Class of Certificates the factor (carried to eight decimal places) which, when multiplied by the original principal balance of a Certificate of such Class, will equal the remaining principal balance of such Certificate after giving effect to the distribution of principal to be made on the following Distribution Date and any interest to be added as principal to the principal balances of any Accrual Classes on such Distribution Date.

Optional Termination. Consistent with its policy described under “Description of Certificates—Termination” in the MBS Prospectus, Fannie Mae will agree not to effect indirectly an early termination of the Trust through the exercise of its right to repurchase the Mortgage Loans underlying any MBS unless only one Mortgage Loan remains in the related Pool or the principal balance of such Pool at the time of repurchase is less than one percent of the original principal balance thereof.

Liquid Asset. The D Class is intended to qualify as a “liquid asset” for purposes of the liquidity requirements applicable to federal savings associations, federal savings banks and state chartered associations whose deposits are insured by the Federal Deposit Insurance Corporation.

The MBS

The MBS underlying the Certificates will have the aggregate unpaid principal balance and Pass-Through Rate set forth below and the general characteristics described in the MBS Prospectus. The Mortgage Loans will be conventional Level Payment Mortgage Loans secured by a first mortgage or deed of trust on a one- to four-family (“single-family”) residential property and having an original maturity of up to 30 years, as described under “The Mortgage Pools” and “Yield Considerations” in the MBS Prospectus. The characteristics of the MBS and Mortgage Loans as of June 1, 1994 (the “Issue Date”) are expected to be as follows:

Aggregate Unpaid Principal Balance	\$551,000,000
MBS Pass-Through Rate	7.50%
Range of WACs (per annum percentages)	7.75% to 10.00%
Range of WAMs	241 months to 360 months
Approximate Weighted Average WAM	356 months
Approximate Weighted Average CAGE	4 months

Following the issuance of the Certificates, Fannie Mae will prepare a Final Data Statement setting forth the Pool number, the current WAC (or original WAC, if the current WAC is not available) and the current WAM (or Adjusted WAM, if the current WAM is not available) of the Mortgage Loans underlying each MBS, along with the weighted average of all the current or original WACs and the weighted average of all the current or Adjusted WAMs, based on the current unpaid principal balances of the Mortgage Loans underlying the MBS as of the Issue Date. The Final Data Statement will not accompany this Prospectus Supplement but will be made available by Fannie Mae. To request the Final Data Statement, telephone Fannie Mae at 1-800-BEST-MBS or 202-752-6547. The contents of the Final Data Statement and other data specific to the Certificates are available in electronic form by calling Fannie Mae at 1-800-752-6440 or 202-752-6000.

Distributions of Interest

Categories of Classes

For the purpose of payments of interest, the Classes will be categorized as follows:

<u>Interest Type*</u>	<u>Classes</u>
Fixed Rate	All Classes except the Principal Only and R Classes
Interest Only	K
Principal Only	H and J
Accrual	Z
No Payment Residual	R

* See “Description of the Certificates—Class Definitions and Abbreviations” in the REMIC Prospectus.

General. The interest-bearing Certificates will bear interest at the respective per annum interest rates set forth on the cover or described herein. Interest on the interest-bearing Certificates is

calculated on the basis of a 360-day year consisting of twelve 30-day months and is distributable monthly on each Distribution Date, commencing (except with respect to any Accrual Classes) in the month after the Settlement Date. Interest to be distributed or, in the case of any Accrual Classes, added to principal on each interest-bearing Certificate on a Distribution Date will consist of one month's interest on the outstanding principal balance of such Certificate immediately prior to such Distribution Date.

Interest Accrual Period. Interest to be distributed or added to principal on a Distribution Date will accrue on the interest-bearing Certificates during the one-month period set forth below (an "Interest Accrual Period").

<u>Classes</u>	<u>Interest Accrual Period</u>
All interest-bearing Classes (collectively, the "Delay Classes")	Calendar month preceding the month in which the Distribution Date occurs

See "Yield Considerations" herein.

Accrual Class. The Z Class is an Accrual Class. Interest will accrue on the Accrual Class at the per annum rate set forth on the cover hereof; however, such interest will not be distributed until the Distribution Date following the Distribution Date on which the principal balance of the G Class has been reduced to zero. Interest so accrued and unpaid on the Accrual Class will be added as principal to the principal balance thereof on each Distribution Date. Distributions of principal of the Accrual Class will be distributed as described herein.

Distributions of Principal

Categories of Classes

For the purpose of payments of principal, the Classes will be categorized as follows:

<u>Principal Type*</u>	<u>Classes</u>
Sequential Pay	A, B, C, D, E, G and Z
Non-Sticky Jump	H and J
Notional	K
Accretion Directed	D, E and G
Liquid Asset	D
No Payment Residual	R

* See "Description of the Certificates—Class Definitions and Abbreviations" in the REMIC Prospectus.

Principal Distribution Amount

Principal will be distributed monthly on the Certificates in an amount (the "Principal Distribution Amount") equal to the sum of (i) the aggregate distributions of principal concurrently made on the MBS (the "Cash Flow Distribution Amount") and (ii) any interest accrued and added on such Distribution Date to the principal balance of the Accrual Class (the "Accrual Amount").

Accrual Amount

On each Distribution Date, the Accrual Amount, if any, will be distributed, sequentially, as principal of the D, E and G Classes, in that order, until the respective principal balances thereof are reduced to zero, and thereafter to the Z Class. } Accretion Directed and Accrual Classes

Cash Flow Distribution Amount

On each Distribution Date, 90.9255898367% of the Cash Flow Distribution Amount will be distributed, sequentially, as principal of the A, B, C, D, E, G and Z Classes, in that order, until the respective principal balances thereof are reduced to zero. } Sequential Classes

On each Distribution Date, 9.0744101633% of the Cash Flow Distribution Amount will be distributed as principal of the H and J Classes as follows:

- (i) prior to the Distribution Date in October 1994 and on any other Distribution Date if the aggregate unpaid principal balance of the MBS (the “MBS Balance”) is greater than the corresponding MBS balance as set forth in the Final 500% PSA MBS Balance Schedule for such Distribution Date, sequentially, to the H and J Classes, in that order, until the respective principal balances thereof are reduced to zero; or
- (ii) on and after the Distribution Date in October 1994 if the MBS Balance is less than or equal to the corresponding MBS balance as set forth in the Final 500% PSA MBS Balance Schedule for such Distribution Date, sequentially, to the J and H Classes, in that order, until the respective principal balances thereof are reduced to zero. } Non-Sticky Jump Classes

Final 500% PSA MBS Balance Schedule

The Final 500% PSA MBS Balance Schedule will be calculated by Fannie Mae at or about the time of formation of the Trust, on the basis of the actual characteristics of each MBS (the “Settlement Characteristics”) and the assumption that the Mortgage Loans prepay at 500% PSA. The Final 500% PSA MBS Balance Schedule will be included in the Final Data Statement to be made available shortly after formation of the Trust. Fannie Mae’s calculation of the Final 500% PSA MBS Balance Schedule will be final and binding on all persons regardless of any defect or alleged defect in the methodology or information used in making such calculation. The Settlement Characteristics will differ from the characteristics assumed in preparing the Preliminary 500% PSA MBS Balance Schedule set forth below.

Preliminary 500% PSA MBS Balance Schedule

The Preliminary 500% PSA MBS Balance Schedule has been prepared using the Pricing Assumptions set forth on page S-14 herein (rather than the Settlement Characteristics) and the assumption that the Mortgage Loans prepay at 500% PSA. The MBS balances set forth in the Final 500% PSA MBS Balance Schedule, which will be used to determine the sequential order of principal distributions on the H and J Classes, will not be the same as the corresponding MBS balances shown in the preliminary table below. The Preliminary 500% PSA MBS Balance Schedule is provided for illustrative purposes only.

<u>Distribution Date</u>	<u>Preliminary 500% PSA MBS Balance</u>	<u>Distribution Date</u>	<u>Preliminary 500% PSA MBS Balance</u>
Initial Balance.....	\$551,000,000.00	February 1998.....	\$203,445,397.77
July 1994.....	N.A.	March 1998.....	197,299,547.60
August 1994.....	N.A.	April 1998.....	191,337,959.80
September 1994.....	N.A.	May 1998.....	185,555,140.73
October 1994.....	537,291,313.09	June 1998.....	179,945,759.85
November 1994.....	532,709,599.31	July 1998.....	174,504,644.88
December 1994.....	527,678,073.37	August 1998.....	169,226,777.16
January 1995.....	522,204,859.33	September 1998.....	164,107,287.06
February 1995.....	516,299,276.29	October 1998.....	159,141,449.58
March 1995.....	509,971,819.57	November 1998.....	154,324,680.07
April 1995.....	503,234,136.67	December 1998.....	149,652,530.09
May 1995.....	496,098,997.85	January 1999.....	145,120,683.35
June 1995.....	488,580,261.54	February 1999.....	140,724,951.82
July 1995.....	480,692,834.47	March 1999.....	136,461,271.90
August 1995.....	472,452,626.87	April 1999.....	132,325,700.80
September 1995.....	463,876,502.63	May 1999.....	128,314,412.87
October 1995.....	454,982,224.78	June 1999.....	124,423,696.21
November 1995.....	445,788,396.42	July 1999.....	120,649,949.26
December 1995.....	436,314,397.35	August 1999.....	116,989,677.54
January 1996.....	426,580,316.64	September 1999.....	113,439,490.48
February 1996.....	416,606,881.58	October 1999.....	109,996,098.34
March 1996.....	406,415,383.06	November 1999.....	106,656,309.21
April 1996.....	396,027,598.09	December 1999.....	103,417,026.15
May 1996.....	385,465,709.54	January 2000.....	100,275,244.32
June 1996.....	374,752,223.67	February 2000.....	97,228,048.29
July 1996.....	363,909,885.81	March 2000.....	94,272,609.37
August 1996.....	352,961,594.69	April 2000.....	91,406,183.07
September 1996.....	342,340,557.14	May 2000.....	88,626,106.54
October 1996.....	332,037,038.46	June 2000.....	85,929,796.22
November 1996.....	322,041,592.45	July 2000.....	83,314,745.45
December 1996.....	312,345,052.91	August 2000.....	80,778,522.20
January 1997.....	302,938,525.36	September 2000.....	78,318,766.85
February 1997.....	293,813,379.00	October 2000.....	75,933,190.05
March 1997.....	284,961,238.95	November 2000.....	73,619,570.62
April 1997.....	276,373,978.63	December 2000.....	71,375,753.57
May 1997.....	268,043,712.44	January 2001.....	69,199,648.07
June 1997.....	259,962,788.66	February 2001.....	67,089,225.61
July 1997.....	252,123,782.50	March 2001.....	65,042,518.11
August 1997.....	244,519,489.40	April 2001.....	63,057,616.14
September 1997.....	237,142,918.54	May 2001.....	61,132,667.19
October 1997.....	229,987,286.46	June 2001.....	59,265,873.96
November 1997.....	223,046,011.01	July 2001.....	57,455,492.73
December 1997.....	216,312,705.31	August 2001.....	55,699,831.77
January 1998.....	209,781,172.03	September 2001.....	53,997,249.81

<u>Distribution Date</u>	<u>Preliminary 500% PSA MBS Balance</u>	<u>Distribution Date</u>	<u>Preliminary 500% PSA MBS Balance</u>
October 2001	\$ 52,346,154.51	May 2006	\$ 9,300,197.76
November 2001	50,745,001.04	June 2006	9,008,635.78
December 2001	49,192,290.65	July 2006	8,726,049.61
January 2002	47,686,569.30	August 2006	8,452,166.45
February 2002	46,226,426.33	September 2006	8,186,721.68
March 2002	44,810,493.21	October 2006	7,929,458.67
April 2002	43,437,442.23	November 2006	7,680,128.53
May 2002	42,105,985.32	December 2006	7,438,489.85
June 2002	40,814,872.86	January 2007	7,204,308.50
July 2002	39,562,892.56	February 2007	6,977,357.43
August 2002	38,348,868.32	March 2007	6,757,416.42
September 2002	37,171,659.18	April 2007	6,544,271.89
October 2002	36,030,158.24	May 2007	6,337,716.71
November 2002	34,923,291.71	June 2007	6,137,549.99
December 2002	33,850,017.84	July 2007	5,943,576.93
January 2003	32,809,326.04	August 2007	5,755,608.57
February 2003	31,800,235.93	September 2007	5,573,461.70
March 2003	30,821,796.42	October 2007	5,396,958.60
April 2003	29,873,084.87	November 2007	5,225,926.96
May 2003	28,953,206.23	December 2007	5,060,199.64
June 2003	28,061,292.21	January 2008	4,899,614.58
July 2003	27,196,500.49	February 2008	4,744,014.60
August 2003	26,358,013.97	March 2008	4,593,247.29
September 2003	25,545,039.98	April 2008	4,447,164.84
October 2003	24,756,809.58	May 2008	4,305,623.91
November 2003	23,992,576.84	June 2008	4,168,485.50
December 2003	23,251,618.16	July 2008	4,035,614.81
January 2004	22,533,231.61	August 2008	3,906,881.14
February 2004	21,836,736.28	September 2008	3,782,157.74
March 2004	21,161,471.65	October 2008	3,661,321.68
April 2004	20,506,796.98	November 2008	3,544,253.78
May 2004	19,872,090.74	December 2008	3,430,838.47
June 2004	19,256,750.02	January 2009	3,320,963.66
July 2004	18,660,189.97	February 2009	3,214,520.69
August 2004	18,081,843.28	March 2009	3,111,404.18
September 2004	17,521,159.65	April 2009	3,011,511.94
October 2004	16,977,605.27	May 2009	2,914,744.89
November 2004	16,450,662.35	June 2009	2,821,006.96
December 2004	15,939,828.63	July 2009	2,730,205.00
January 2005	15,444,616.92	August 2009	2,642,248.67
February 2005	14,964,554.64	September 2009	2,557,050.40
March 2005	14,499,183.40	October 2009	2,474,525.27
April 2005	14,048,058.57	November 2009	2,394,590.93
May 2005	13,610,748.87	December 2009	2,317,167.55
June 2005	13,186,835.96	January 2010	2,242,177.72
July 2005	12,775,914.08	February 2010	2,169,546.40
August 2005	12,377,589.65	March 2010	2,099,200.81
September 2005	11,991,480.91	April 2010	2,031,070.39
October 2005	11,617,217.59	May 2010	1,965,086.76
November 2005	11,254,440.53	June 2010	1,901,183.58
December 2005	10,902,801.38	July 2010	1,839,296.55
January 2006	10,561,962.25	August 2010	1,779,363.34
February 2006	10,231,595.44	September 2010	1,721,323.51
March 2006	9,911,383.07	October 2010	1,665,118.45
April 2006	9,601,016.85	November 2010	1,610,691.37

<u>Distribution Date</u>	<u>Preliminary 500% PSA MBS Balance</u>	<u>Distribution Date</u>	<u>Preliminary 500% PSA MBS Balance</u>
December 2010	\$ 1,557,987.19	July 2015	\$ 231,828.33
January 2011	1,506,952.51	August 2015	223,515.81
February 2011	1,457,535.57	September 2015	215,481.42
March 2011	1,409,686.20	October 2015	207,716.22
April 2011	1,363,355.73	November 2015	200,211.55
May 2011	1,318,497.02	December 2015	192,959.04
June 2011	1,275,064.34	January 2016	185,950.56
July 2011	1,233,013.38	February 2016	179,178.25
August 2011	1,192,301.17	March 2016	172,634.48
September 2011	1,152,886.05	April 2016	166,311.87
October 2011	1,114,727.66	May 2016	160,203.27
November 2011	1,077,786.87	June 2016	154,301.77
December 2011	1,042,025.72	July 2016	148,600.64
January 2012	1,007,407.46	August 2016	143,093.40
February 2012	973,896.42	September 2016	137,773.76
March 2012	941,458.07	October 2016	132,635.62
April 2012	910,058.90	November 2016	127,673.07
May 2012	879,666.45	December 2016	122,880.42
June 2012	850,249.25	January 2017	118,252.11
July 2012	821,776.80	February 2017	113,782.80
August 2012	794,219.55	March 2017	109,467.29
September 2012	767,548.82	April 2017	105,300.56
October 2012	741,736.86	May 2017	101,277.73
November 2012	716,756.74	June 2017	97,394.10
December 2012	692,582.37	July 2017	93,645.11
January 2013	669,188.47	August 2017	90,026.33
February 2013	646,550.52	September 2017	86,533.48
March 2013	624,644.78	October 2017	83,162.42
April 2013	603,448.22	November 2017	79,909.15
May 2013	582,938.54	December 2017	76,769.78
June 2013	563,094.12	January 2018	73,740.54
July 2013	543,893.99	February 2018	70,817.80
August 2013	525,317.86	March 2018	67,998.04
September 2013	507,346.05	April 2018	65,277.84
October 2013	489,959.47	May 2018	62,653.91
November 2013	473,139.66	June 2018	60,123.03
December 2013	456,868.70	July 2018	57,682.13
January 2014	441,129.24	August 2018	55,328.19
February 2014	425,904.46	September 2018	53,058.34
March 2014	411,178.07	October 2018	50,869.74
April 2014	396,934.26	November 2018	48,759.70
May 2014	383,157.75	December 2018	46,725.58
June 2014	369,833.70	January 2019	44,764.83
July 2014	356,947.74	February 2019	42,875.00
August 2014	344,485.96	March 2019	41,053.69
September 2014	332,434.87	April 2019	39,298.60
October 2014	320,781.40	May 2019	37,607.50
November 2014	309,512.88	June 2019	35,978.23
December 2014	298,617.06	July 2019	34,408.70
January 2015	288,082.03	August 2019	32,896.88
February 2015	277,896.29	September 2019	31,440.81
March 2015	268,048.68	October 2019	30,038.61
April 2015	258,528.39	November 2019	28,688.43
May 2015	249,324.94	December 2019	27,388.51
June 2015	240,428.20	January 2020	26,137.13

<u>Distribution Date</u>	<u>Preliminary 500% PSA MBS Balance</u>	<u>Distribution Date</u>	<u>Preliminary 500% PSA MBS Balance</u>
February 2020	\$ 24,932.63	March 2022	\$ 6,157.49
March 2020	23,773.40	April 2022	5,735.95
April 2020	22,657.89	May 2022	5,332.25
May 2020	21,584.60	June 2022	4,945.74
June 2020	20,552.07	July 2022	4,575.80
July 2020	19,558.90	August 2022	4,221.82
August 2020	18,603.73	September 2022	3,883.21
September 2020	17,685.23	October 2022	3,559.41
October 2020	16,802.15	November 2022	3,249.89
November 2020	15,953.24	December 2022	2,954.10
December 2020	15,137.32	January 2023	2,671.54
January 2021	14,353.24	February 2023	2,401.72
February 2021	13,599.88	March 2023	2,144.17
March 2021	12,876.17	April 2023	1,898.42
April 2021	12,181.06	May 2023	1,664.04
May 2021	11,513.55	June 2023	1,440.59
June 2021	10,872.67	July 2023	1,227.66
July 2021	10,257.47	August 2023	1,024.86
August 2021	9,667.05	September 2023	831.80
September 2021	9,100.52	October 2023	648.10
October 2021	8,557.04	November 2023	473.42
November 2021	8,035.78	December 2023	307.39
December 2021	7,535.95	January 2024	149.69
January 2022	7,056.78	February 2024 and thereafter	0.00
February 2022	6,597.54		

Structuring Assumptions

Pricing Assumptions. Unless otherwise specified, the information in the tables in this Prospectus Supplement has been prepared on the basis of the following assumptions (the “Pricing Assumptions”):

- each Mortgage Loan bears interest at a rate of 8.05% per annum and has an original term to maturity of 360 months, a CAGE of 4 months and a remaining term to maturity of 356 months;
- the Mortgage Loans prepay at the *constant* percentages of PSA specified in the related table;
- the closing date for the sale of the Certificates is the Settlement Date; and
- the first Distribution Date for the Certificates occurs in the month following the Settlement Date.

PSA Assumptions. Prepayments of mortgage loans commonly are measured relative to a prepayment standard or model. The model used in this Prospectus Supplement is the Public Securities Association’s standard prepayment model (“PSA”). To assume a specified rate of PSA (for example, 185% PSA) is to assume a specified rate of prepayment each month of the then outstanding principal balance of a pool of new mortgage loans computed as described under “Description of the Certificates—Prepayment Considerations and Risks” in the REMIC Prospectus. It is highly unlikely that prepayments will occur at any PSA rate or at any other constant rate.

Characteristics of the R Class

The R Class will not have a principal balance and will not bear interest. The Holder of the R Class will be entitled to receive the proceeds of the remaining assets of the Trust, if any, after the

principal balances of all Classes have been reduced to zero. It is not anticipated that there will be any material assets remaining in such circumstance.

The R Class will be subject to certain transfer restrictions. No transfer of record or beneficial ownership of an R Certificate will be allowed to a “disqualified organization.” In addition, no transfer of record or beneficial ownership of an R Certificate will be allowed to any person that is not a “U.S. Person” without the written consent of Fannie Mae. Under regulations issued by the Treasury Department on December 23, 1992 (the “Regulations”), a transfer of a “noneconomic residual interest” to a U.S. Person will be disregarded for all federal tax purposes unless no significant purpose of the transfer is to impede the assessment or collection of tax. The R Class will constitute a noneconomic residual interest under the Regulations. Any transferee of an R Certificate must execute and deliver an affidavit and an Internal Revenue Service Form W-9 on which the transferee provides its taxpayer identification number. See “Description of the Certificates—Additional Characteristics of Residual Certificates” and “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates” in the REMIC Prospectus. Transferors of an R Certificate should consult with their own tax advisors for further information regarding such transfers.

The Holder of the R Class will be considered to be the holder of the “residual interest” in the REMIC constituted by the Trust. See “Certain Federal Income Tax Consequences” in the REMIC Prospectus. Pursuant to the Trust Agreement, Fannie Mae will be obligated to provide to such Holder (i) such information as is necessary to enable it to prepare its federal income tax returns and (ii) any reports regarding the R Class that may be required under the Code.

Yield Considerations

General. There can be no assurance that the Mortgage Loans will have the characteristics assumed herein or will prepay at any of the rates assumed herein or at any other particular rate, that the pre-tax yields on the Certificates will correspond to any of the pre-tax yields shown herein or that the aggregate purchase prices of the Certificates will be as assumed. Because the rate of principal distributions on the Certificates will be related to the amortization of the Mortgage Loans in each Pool, which are likely to include Mortgage Loans that have remaining terms to maturity shorter or longer than those assumed and interest rates higher or lower than those assumed, the principal distributions on the Certificates are likely to differ from those assumed, even if all Mortgage Loans prepay at the indicated constant percentages of PSA. In addition, it is not likely that the Mortgage Loans will prepay at a constant PSA rate until maturity or that all of such Mortgage Loans will prepay at the same rate.

The timing of changes in the rate of prepayments may significantly affect the actual yield to maturity to investors, even if the average rate of principal prepayments is consistent with the expectations of investors. In general, the earlier the payment of principal of the Mortgage Loans the greater the effect on an investor’s yield to maturity. As a result, the effect on an investor’s yield of principal prepayments occurring at a rate higher (or lower) than the rate anticipated by the investor during the period immediately following the issuance of the Certificates will not be offset by a subsequent like reduction (or increase) in the rate of principal prepayments.

The effective yield on the Delay Classes will be reduced below the yield otherwise produced because principal and interest payable on a Distribution Date will not be distributed until the 25th day following the end of the related Interest Accrual Period and will not bear interest during such delay. No interest at all will be paid on any Class after its principal balance has been reduced to zero. As a result of the foregoing, the market value of the Delay Classes will be lower than would have been the case if there were no such delay. Investors must make their own decisions as to the appropriate assumptions, including prepayment assumptions, to be used in deciding whether to purchase the Certificates.

The tables below indicate the sensitivity of the pre-tax corporate bond equivalent yields to maturity of certain Classes to various constant percentages of PSA. The yields set forth in the tables

were calculated by determining the monthly discount rates that, when applied to the assumed streams of cash flows to be paid on the applicable Classes, would cause the discounted present value of such assumed streams of cash flows to equal the assumed aggregate purchase prices of such Classes and converting such monthly rates to corporate bond equivalent rates. Such calculations do not take into account variations that may occur in the interest rates at which investors may be able to reinvest funds received by them as distributions on the Certificates and consequently do not purport to reflect the return on any investment in the Certificates when such reinvestment rates are considered.

The Principal Only Classes. The Principal Only Classes will not bear interest. As indicated in the table below, a low rate of principal payments (including prepayments) will have a negative effect on the yields to investors in the Principal Only Classes. However, as indicated in the table below, a high rate of principal payments (including prepayments) may have a negative effect on the yield to investors in the H Class.

The information set forth in the following table was prepared on the basis of the Pricing Assumptions and the assumption that the aggregate purchase prices of the H and J Classes (expressed as percentages of original principal balances) are as follows:

<u>Class</u>	<u>Price</u>
H	61.1875%
J	62.0000%

**Sensitivity of the H and J Classes to Prepayments
(Pre-Tax Yields to Maturity)**

<u>Class</u>	<u>PSA Prepayment Assumptions</u>						
	<u>50%</u>	<u>95%</u>	<u>185%</u>	<u>250%</u>	<u>499%</u>	<u>500%</u>	<u>750%</u>
H	7.1%	10.6%	17.0%	21.0%	33.8%	9.8%	14.5%
J	2.2%	2.6%	3.9%	5.0%	9.2%	30.6%	39.1%

The Interest Only Class. As indicated in the table below, the yield to investors in the K Class will be sensitive to the rate of principal payments (including prepayments) of the Mortgage Loans, which generally can be prepaid at any time. On the basis of the assumptions described below, the yield to maturity on the K Class would be 0% if prepayments were to occur at a constant rate of approximately 334% PSA. If the actual prepayment rate of the Mortgage Loans were to exceed the foregoing level for as little as one month while equaling such level for the remaining months, the investors in the K Class would not fully recoup their initial investments.

The information set forth in the following table was prepared on the basis of the Pricing Assumptions and the assumption that the aggregate purchase price of the K Class (expressed as a percentage of original principal balance) is as follows:

<u>Class</u>	<u>Price*</u>
K	37.63%

* The price does not include accrued interest. Accrued interest has been added to such price in calculating the yields set forth in the table below.

**Sensitivity of the K Class to Prepayments
(Pre-Tax Yields to Maturity)**

<u>Class</u>	<u>PSA Prepayment Assumption</u>					
	<u>50%</u>	<u>95%</u>	<u>185%</u>	<u>250%</u>	<u>500%</u>	<u>750%</u>
K	16.1%	13.6%	8.6%	4.9%	(10.0)%	(25.9)%

Weighted Average Lives of the Certificates

The weighted average life of a Certificate is determined by (a) multiplying the amount of the reduction, if any, of the principal balance of such Certificate from one Distribution Date to the next Distribution Date by the number of years from the Settlement Date to the second such Distribution Date, (b) summing the results and (c) dividing the sum by the aggregate amount of the reductions in principal balance of such Certificate referred to in clause (a). For a description of the factors which may influence the weighted average life of a Certificate, see “Description of the Certificates—Weighted Average Life and Final Distribution Dates” in the REMIC Prospectus.

In general, the weighted average lives of the Certificates will be shortened if the level of prepayments of principal of the Mortgage Loans increases. However, the weighted average lives will depend upon a variety of other factors, including the timing of changes in such rate of principal payments and the priority sequence of distributions of principal of the Classes which, in the case of the H and J Classes, will be affected by certain changes in the rate of prepayment of the Mortgage Loans. See “Distributions of Principal” herein.

The interaction of the foregoing factors may have different effects on various Classes and the effects on any Class may vary at different times during the life of such Class. Accordingly, no assurance can be given as to the weighted average life of any Class. Further, to the extent the prices of the Certificates represent discounts or premiums to their respective original principal balances, variability in the weighted average lives of such Classes of Certificates could result in variability in the related yields to maturity. For an example of how the weighted average lives of the Classes may be affected at various *constant* prepayment rates, see the Decrement Tables below.

Decrement Tables

The following tables indicate the percentages of original principal balances of the specified Classes that would be outstanding after each of the dates shown at various *constant* PSA levels and the corresponding weighted average lives of such Classes. The tables have been prepared on the basis of the Pricing Assumptions, except that with respect to the information set forth for each such Class under 0% PSA it has been assumed that each underlying Mortgage Loan bears an interest rate of 10.00% per annum and has an original and remaining term to maturity of 360 months. It is not likely that (i) all of the underlying Mortgage Loans will have the interest rates, CAGEs or remaining terms to maturity assumed or (ii) the underlying Mortgage Loans will prepay at a *constant* PSA level. In addition, the diverse remaining terms to maturity of the Mortgage Loans (which will include recently originated Mortgage Loans) could produce slower or faster principal distributions than indicated in the tables at the specified *constant* PSA levels, even if the weighted average remaining term to maturity and the weighted average CAGE of the Mortgage Loans are identical to the remaining term to maturity and CAGE specified in the Pricing Assumptions.

Percent of Original Principal Balances Outstanding

Date	A Class						B Class						C Class					
	PSA Prepayment Assumption						PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	95%	185%	250%	500%	750%	0%	95%	185%	250%	500%	750%	0%	95%	185%	250%	500%	750%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
June 1995	99	95	92	89	80	71	100	100	100	100	100	100	100	100	100	100	100	100
June 1996	98	86	77	70	44	21	100	100	100	100	100	100	100	100	100	100	100	100
June 1997	97	76	58	47	8	0	100	100	100	100	100	0	100	100	100	100	100	64
June 1998	95	65	42	27	0	0	100	100	100	100	0	0	100	100	100	100	79	0
June 1999	94	56	28	11	0	0	100	100	100	100	0	0	100	100	100	100	28	0
June 2000	92	47	16	0	0	0	100	100	100	74	0	0	100	100	100	100	0	0
June 2001	91	38	4	0	0	0	100	100	100	0	0	0	100	100	100	88	0	0
June 2002	89	30	0	0	0	0	100	100	46	0	0	0	100	100	100	60	0	0
June 2003	87	22	0	0	0	0	100	100	0	0	0	0	100	100	88	36	0	0
June 2004	84	15	0	0	0	0	100	100	0	0	0	0	100	100	66	15	0	0
June 2005	82	8	0	0	0	0	100	100	0	0	0	0	100	100	46	0	0	0
June 2006	79	2	0	0	0	0	100	100	0	0	0	0	100	100	29	0	0	0
June 2007	75	0	0	0	0	0	100	54	0	0	0	0	100	100	13	0	0	0
June 2008	72	0	0	0	0	0	100	0	0	0	0	0	100	99	0	0	0	0
June 2009	68	0	0	0	0	0	100	0	0	0	0	0	100	82	0	0	0	0
June 2010	64	0	0	0	0	0	100	0	0	0	0	0	100	67	0	0	0	0
June 2011	59	0	0	0	0	0	100	0	0	0	0	0	100	52	0	0	0	0
June 2012	54	0	0	0	0	0	100	0	0	0	0	0	100	38	0	0	0	0
June 2013	48	0	0	0	0	0	100	0	0	0	0	0	100	25	0	0	0	0
June 2014	41	0	0	0	0	0	100	0	0	0	0	0	100	12	0	0	0	0
June 2015	34	0	0	0	0	0	100	0	0	0	0	0	100	*	0	0	0	0
June 2016	26	0	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
June 2017	18	0	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
June 2018	8	0	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
June 2019	0	0	0	0	0	0	77	0	0	0	0	0	100	0	0	0	0	0
June 2020	0	0	0	0	0	0	0	0	0	0	0	0	89	0	0	0	0	0
June 2021	0	0	0	0	0	0	0	0	0	0	0	0	52	0	0	0	0	0
June 2022	0	0	0	0	0	0	0	0	0	0	0	0	10	0	0	0	0	0
June 2023	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
June 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	17.1	5.9	3.7	3.0	1.8	1.4	25.3	13.1	8.0	6.2	3.5	2.6	27.0	17.3	11.0	8.5	4.6	3.2

Date	D Class						E Class					
	PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	95%	185%	250%	500%	750%	0%	95%	185%	250%	500%	750%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100
June 1995	83	83	83	83	83	83	100	100	100	100	100	100
June 1996	64	64	64	64	64	64	100	100	100	100	100	100
June 1997	45	45	45	45	45	45	100	100	100	100	100	100
June 1998	23	23	23	23	23	0	100	100	100	100	100	98
June 1999	0	0	0	0	0	0	100	100	100	100	100	0
June 2000	0	0	0	0	0	0	85	85	85	85	55	0
June 2001	0	0	0	0	0	0	68	68	68	68	0	0
June 2002	0	0	0	0	0	0	50	50	50	50	0	0
June 2003	0	0	0	0	0	0	31	31	31	31	0	0
June 2004	0	0	0	0	0	0	10	10	10	10	0	0
June 2005	0	0	0	0	0	0	0	0	0	0	0	0
June 2006	0	0	0	0	0	0	0	0	0	0	0	0
June 2007	0	0	0	0	0	0	0	0	0	0	0	0
June 2008	0	0	0	0	0	0	0	0	0	0	0	0
June 2009	0	0	0	0	0	0	0	0	0	0	0	0
June 2010	0	0	0	0	0	0	0	0	0	0	0	0
June 2011	0	0	0	0	0	0	0	0	0	0	0	0
June 2012	0	0	0	0	0	0	0	0	0	0	0	0
June 2013	0	0	0	0	0	0	0	0	0	0	0	0
June 2014	0	0	0	0	0	0	0	0	0	0	0	0
June 2015	0	0	0	0	0	0	0	0	0	0	0	0
June 2016	0	0	0	0	0	0	0	0	0	0	0	0
June 2017	0	0	0	0	0	0	0	0	0	0	0	0
June 2018	0	0	0	0	0	0	0	0	0	0	0	0
June 2019	0	0	0	0	0	0	0	0	0	0	0	0
June 2020	0	0	0	0	0	0	0	0	0	0	0	0
June 2021	0	0	0	0	0	0	0	0	0	0	0	0
June 2022	0	0	0	0	0	0	0	0	0	0	0	0
June 2023	0	0	0	0	0	0	0	0	0	0	0	0
June 2024	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	2.7	2.7	2.7	2.7	2.7	2.6	7.9	7.9	7.9	7.9	6.0	4.3

* Indicates an outstanding balance greater than 0% and less than 0.5% of the original principal balance.

** Determined as specified under “Weighted Average Lives of the Certificates” herein.

Date	G Class						Z Class						K† Class					
	PSA Prepayment Assumption						PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	95%	185%	250%	500%	750%	0%	95%	185%	250%	500%	750%	0%	95%	185%	250%	500%	750%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
June 1995	100	100	100	100	100	100	108	108	108	108	108	108	99	97	95	94	89	83
June 1996	100	100	100	100	100	100	116	116	116	116	116	116	99	92	87	83	68	55
June 1997	100	100	100	100	100	100	125	125	125	125	125	125	98	86	76	70	47	30
June 1998	100	100	100	100	100	100	135	135	135	135	135	135	97	80	67	58	33	16
June 1999	100	100	100	100	100	0	145	145	145	145	145	138	97	75	59	49	23	9
June 2000	100	100	100	100	100	0	157	157	157	157	157	75	96	70	52	41	16	5
June 2001	100	100	100	100	0	0	169	169	169	169	168	40	95	65	45	34	11	3
June 2002	100	100	100	100	0	0	182	182	182	182	116	22	94	60	40	29	7	1
June 2003	100	100	100	100	0	0	196	196	196	196	80	12	92	56	34	24	5	1
June 2004	100	100	100	100	0	0	211	211	211	211	55	6	91	51	30	20	3	*
June 2005	81	81	81	71	0	0	228	228	228	228	37	3	89	47	26	17	2	*
June 2006	43	43	43	0	0	0	245	245	245	216	26	2	88	44	23	14	2	*
June 2007	3	3	3	0	0	0	264	264	264	179	17	1	86	40	20	11	1	*
June 2008	0	0	0	0	0	0	266	266	265	148	12	1	84	37	17	9	1	*
June 2009	0	0	0	0	0	0	266	266	228	121	8	*	82	33	15	8	1	*
June 2010	0	0	0	0	0	0	266	266	195	99	5	*	79	30	12	6	*	*
June 2011	0	0	0	0	0	0	266	266	166	81	4	*	76	27	11	5	*	*
June 2012	0	0	0	0	0	0	266	266	141	65	2	*	73	25	9	4	*	*
June 2013	0	0	0	0	0	0	266	266	118	53	2	*	70	22	8	3	*	*
June 2014	0	0	0	0	0	0	266	266	99	42	1	*	66	19	6	3	*	*
June 2015	0	0	0	0	0	0	266	266	81	33	1	*	62	17	5	2	*	*
June 2016	0	0	0	0	0	0	266	230	66	26	*	*	58	15	4	2	*	*
June 2017	0	0	0	0	0	0	266	196	53	20	*	*	53	12	3	1	*	*
June 2018	0	0	0	0	0	0	266	163	42	15	*	*	47	10	3	1	*	*
June 2019	0	0	0	0	0	0	266	131	32	11	*	*	41	8	2	1	*	*
June 2020	0	0	0	0	0	0	266	101	23	7	*	*	35	6	1	*	*	*
June 2021	0	0	0	0	0	0	266	72	15	5	*	*	27	5	1	*	*	*
June 2022	0	0	0	0	0	0	266	44	9	3	*	*	19	3	1	*	*	*
June 2023	0	0	0	0	0	0	156	17	3	1	*	*	10	1	*	*	*	0
June 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	11.8	11.8	11.8	11.2	6.7	4.7	29.2	25.1	19.3	16.3	9.7	6.6	21.6	11.9	8.0	6.4	3.6	2.6

Date	H†† Class							J†† Class						
	PSA Prepayment Assumption							PSA Prepayment Assumption						
	0%	95%	185%	250%	499%	500%	750%	0%	95%	185%	250%	499%	500%	750%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100
June 1995	99	94	91	88	77	97	95	100	100	100	100	100	81	72
June 1996	98	84	73	65	36	97	95	100	100	100	100	100	40	14
June 1997	96	72	52	39	0	94	60	100	100	100	100	95	0	0
June 1998	95	60	34	17	0	65	32	100	100	100	100	65	0	0
June 1999	93	49	18	0	0	45	18	100	100	100	98	45	0	0
June 2000	91	39	3	0	0	31	10	100	100	100	82	31	0	0
June 2001	89	29	0	0	0	22	5	100	100	90	69	22	0	0
June 2002	87	20	0	0	0	15	3	100	100	79	58	15	0	0
June 2003	85	11	0	0	0	10	2	100	100	69	48	10	0	0
June 2004	82	3	0	0	0	7	1	100	100	60	40	7	0	0
June 2005	79	0	0	0	0	5	*	100	95	52	33	5	0	0
June 2006	76	0	0	0	0	3	*	100	87	45	28	3	0	0
June 2007	72	0	0	0	0	2	*	100	80	39	23	2	0	0
June 2008	68	0	0	0	0	2	*	100	73	34	19	2	0	0
June 2009	63	0	0	0	0	1	*	100	67	29	16	1	0	0
June 2010	58	0	0	0	0	1	*	100	61	25	13	1	0	0
June 2011	53	0	0	0	0	*	*	100	55	21	10	*	0	0
June 2012	47	0	0	0	0	*	*	100	49	18	8	*	0	0
June 2013	40	0	0	0	0	*	*	100	44	15	7	*	0	0
June 2014	33	0	0	0	0	*	*	100	39	13	5	*	0	0
June 2015	25	0	0	0	0	*	*	100	34	10	4	*	0	0
June 2016	16	0	0	0	0	*	*	100	29	8	3	*	0	0
June 2017	6	0	0	0	0	*	*	100	25	7	3	*	0	0
June 2018	0	0	0	0	0	*	*	95	21	5	2	*	0	0
June 2019	0	0	0	0	0	*	*	83	17	4	1	*	0	0
June 2020	0	0	0	0	0	*	*	69	13	3	1	*	0	0
June 2021	0	0	0	0	0	*	*	54	9	2	1	*	0	0
June 2022	0	0	0	0	0	*	*	38	6	1	*	*	0	0
June 2023	0	0	0	0	0	*	0	20	2	*	*	*	0	0
June 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	16.0	5.1	3.2	2.6	1.7	5.5	3.7	27.1	18.6	12.8	10.2	5.6	1.8	1.4

* Indicates an outstanding balance greater than 0% and less than 0.5% of the original principal balance.

** Determined as specified under “Weighted Average Lives of the Certificates” herein.

† In the case of a Notional Class, the Decrement Table indicates the percentage of the original notional principal balance outstanding.

†† The priority sequence of the distributions of principal of the H and J Classes will be affected by certain changes in the rate of prepayment of the Mortgage Loans, as described above under “Distributions of Principal.”

CERTAIN ADDITIONAL FEDERAL INCOME TAX CONSEQUENCES

The following tax discussion, when read in conjunction with the discussion of “Certain Federal Income Tax Consequences” in the REMIC Prospectus, describes the current federal income tax treatment of investors in the Certificates. These two tax discussions do not purport to deal with all federal tax consequences applicable to all categories of investors, some of which may be subject to special rules. Investors should consult their own tax advisors in determining the federal, state, local and any other tax consequences to them of the purchase, ownership and disposition of the Certificates.

REMIC Election and Special Tax Attributes

An election will be made to treat the Trust as a REMIC for federal income tax purposes. The Certificates, other than the R Class, will be designated as the “regular interests,” and the R Class will be designated as the “residual interest,” in the REMIC constituted by the Trust.

As a consequence of the qualification of the Trust as a REMIC, the Certificates generally will be treated as “qualifying real property loans” for mutual savings banks and domestic building and loan associations, “regular or residual interests in a REMIC” for domestic building and loan associations, “real estate assets” for real estate investment trusts, and, except for the R Class, as “qualified mortgages” for other REMICs. See “Certain Federal Income Tax Consequences—Special Tax Attributes” in the REMIC Prospectus.

Taxation of Beneficial Owners of Regular Certificates

The Notional Class, the Accrual Class and the Principal Only Classes will be, and certain other Classes of Certificates may be, issued with original issue discount for federal income tax purposes, which generally will result in recognition of some taxable income in advance of the receipt of the cash attributable to such income. The Prepayment Assumption that will be used in determining the rate of accrual of original issue discount will be 185% PSA. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Original Issue Discount*” in the REMIC Prospectus. No representation is made as to whether the Mortgage Loans underlying the MBS will prepay at that or any other rate. See “Description of the Certificates—Weighted Average Lives of the Certificates” herein and “Description of the Certificates—Weighted Average Life and Final Distribution Dates” in the REMIC Prospectus. In addition, certain Classes of Certificates may be treated as having been issued at a premium for federal income tax purposes. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Certificates Purchased at a Premium*” in the REMIC Prospectus.

Taxation of Beneficial Owners of Residual Certificates

Under the Regulations, the R Class will not have significant value. As a result, an organization to which section 593 of the Code applies and which is the beneficial owner of an R Certificate may not use its allowable deductions to offset any “excess inclusions” with respect to such Certificate. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates—*Excess Inclusions*” in the REMIC Prospectus.

For purposes of determining the portion of the taxable income of the Trust that generally will not be treated as excess inclusions, the rate to be used is 120% of the “federal long-term rate.” The rate will be published on or about May 20, 1994. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates—*Excess Inclusions*” and “—Foreign Investors—*Residual Certificates*” in the REMIC Prospectus. The federal income tax consequences of any consideration paid to a transferee on the transfer of an R Certificate are unclear; any transferee receiving such consideration should consult its own tax advisors.

PLAN OF DISTRIBUTION

General. The Dealers will receive the Certificates in exchange for the MBS pursuant to a Fannie Mae commitment. The Dealers propose to offer the Certificates directly to the public from time to time in negotiated transactions at varying prices to be determined at the time of sale. The Dealers may effect such transactions to or through dealers.

Increase in Certificates. Fannie Mae and the Dealers may agree to offer hereby Certificates in addition to those contemplated as of the date hereof. In such event, the MBS will be increased in principal balance, but it is expected that all additional MBS will have the same characteristics as described herein under “Description of the Certificates—The MBS.” The proportion that the original principal balance of each Class (and any Component) bears to the aggregate original principal balance of all the Certificates will remain the same. The dollar amounts reflected in the Preliminary 500% PSA MBS Balance Schedule will be increased in pro rata amounts that correspond to the increase of the principal balance of the MBS.

LEGAL MATTERS

Certain legal matters will be passed upon for the Dealers by Cleary, Gottlieb, Steen & Hamilton.

No dealer, salesman or other person has been authorized to give any information or to make any representations in connection with this offering other than those contained in this Prospectus Supplement and the additional Disclosure Documents and, if given or made, such information or representations must not be relied upon as having been authorized. This Prospectus Supplement and the aforementioned documents do not constitute an offer to sell or a solicitation of an offer to buy any of the Certificates offered hereby in any state to any person to whom it is unlawful to make such offer or solicitation in such state. The delivery of this Prospectus Supplement and the aforementioned documents at any time does not imply that the information contained herein or therein is correct as of any time subsequent to the date hereof or thereof.

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Federal National Mortgage Association



**Guaranteed REMIC
Pass-Through Certificates**

Fannie Mae REMIC Trust 1994-83

PROSPECTUS SUPPLEMENT

Donaldson, Lufkin & Jenrette
Securities Corporation

M ♦ R ♦ Beal & Co.

May 4, 1994