

PROSPECTUS SUPPLEMENT

(To Prospectus dated April 7, 1994)

\$300,000,000
Federal National Mortgage Association



Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 1994-106

The Guaranteed REMIC Pass-Through Certificates offered hereby (the “Certificates”) will represent beneficial ownership interests in Fannie Mae REMIC Trust 1994-106 (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 Number	Final Distribution Date
PA	\$190,641,000	PAC	8.00%	FIX	31359LEG6	October 2024
A	28,572,000	SCH	8.00%	FIX	31359LEH4	October 2024
B	22,387,000	TAC	8.00%	FIX	31359LEJ0	November 2023
C	26,319,000	TAC	8.00%	FIX	31359LEK7	October 2024
D	11,500,000	SUP	8.00%	FIX	31359LEL5	October 2024
F	18,294,000	SUP	(2)	FLT	31359LEM3	October 2024
S	2,287,000	SUP	(2)	INV	31359LEN1	October 2024
R	0	NPR	0	NPR	31359LEP6	October 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) These Classes will bear interest based on “LIBOR” as described under “Description of the Certificates—Distributions of Interest” herein and “Description of the Certificates—Indices Applicable to Floating Rate and Inverse Floating Rate Classes” in the REMIC Prospectus.

The Certificates will be offered by Merrill Lynch, Pierce, Fenner & Smith Incorporated (the “Dealer”) from time to time in negotiated transactions, at varying prices to be determined at the time of sale.

The Certificates will be offered by the Dealer, 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 Dealer, 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 October 28, 1994 (the “Settlement Date”). It is expected that the R Class in registered, certificated form will be available for delivery at the offices of the Dealer, New York, New York, on or about the Settlement Date.

Merrill Lynch & Co.

September 20, 1994

(Cover continued from previous page)

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 any Floating Rate and Inverse Floating Rate Classes, the level of the applicable Index (as defined herein). 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.
- The yield on any Floating Rate or Inverse Floating Rate Class will be sensitive to the level of the applicable Index, particularly if the interest rate thereon fluctuates as a multiple of such Index.

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 Dealer intends to make a market for the Certificates but is 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 Merrill Lynch, Pierce, Fenner & Smith Incorporated by writing or calling its Prospectus Department at 4 Corporate Place, Corporate Park 287, Piscataway, New Jersey 08855 (telephone 908-878-6526).

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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 October 1, 1994)

<u>Principal Balance</u>	<u>WAM (in months)</u>	<u>CAGE (in months)</u>	<u>WAC</u>
\$300,000,000	358	1	8.55%

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—Structuring Assumptions” herein.

Interest Rates

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

The Floating Rate and Inverse Floating Rate Certificates will each bear interest during their initial Interest Accrual Period at the Initial Interest Rate set forth below, and will bear interest during each Interest Accrual Period thereafter, subject to the applicable Maximum and Minimum Interest Rates, at the rate determined as described below.

<u>Class</u>	<u>Initial Interest Rate</u>	<u>Maximum Interest Rate</u>	<u>Minimum Interest Rate</u>	<u>Formula for Calculation of Interest Rate</u>
F	7.12500%	9.00000%	2.00%	LIBOR + 200 basis points
S	14.99835%	55.99387%	0.00%	55.99387% – (7.99912549 × LIBOR)

See “Description of the Certificates—Distributions of Interest—*Interest Accrual Periods*” and “—Floating Rate and Inverse Floating Rate Classes” herein.

Distributions of Principal

1. To the PA Class to its Planned Balance.
2. To the A Class to its Scheduled Balance.
3. To the B and C Classes, in alphabetical order, to their respective Targeted Balances.
4. To the D, F and S Classes, in proportion to their original principal balances, until the principal balances thereof are reduced to zero.
5. To the B and C Classes, in alphabetical order, until the principal balances thereof are reduced to zero.
6. To the A Class until the principal balance thereof is reduced to zero.
7. To the PA Class until the principal balance thereof is reduced to zero.

Weighted Average Lives (years) *

<u>Class</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>175%</u>	<u>300%</u>	<u>500%</u>
PA	18.2	7.3	7.3	7.3	5.0
B	27.6	17.4	10.9	3.0	1.8
C	28.5	21.4	17.9	5.2	2.4
D, F and S	29.5	26.6	11.9	1.5	1.0

<u>Class</u>	<u>PSA Prepayment Assumption</u>					
	<u>0%</u>	<u>100%</u>	<u>145%</u>	<u>175%</u>	<u>300%</u>	<u>500%</u>
A	<u>26.6</u>	<u>12.9</u>	<u>3.4</u>	<u>3.4</u>	<u>3.4</u>	<u>2.4</u>

* 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 October 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.

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 such Certificate at the office of the Paying Agent. The Paying Agent initially will be State Street.

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. See “Distributions of Interest—*General*” and “—*Interest Accrual Periods*” and “Distributions of Principal—*Principal Distribution Amount*” 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.

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 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). 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 October 1, 1994 (the “Issue Date”) are expected to be as follows:

Aggregate Unpaid Principal Balance.....	\$300,000,000
MBS Pass-Through Rate.....	8.00%
Range of WACs (per annum percentages)	8.25% to 10.50%
Range of WAMs	241 months to 360 months
Approximate Weighted Average WAM.....	358 months
Approximate Weighted Average CAGE	1 month

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	PA, A, B, C and D
Floating Rate	F
Inverse Floating Rate	S
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 Periods. Interest to be distributed or added to principal on a Distribution Date will accrue on the interest-bearing Certificates during the one-month periods set forth below (each, an “Interest Accrual Period”).

<u>Classes</u>	<u>Interest Accrual Period</u>
F and S (collectively, the “No Delay Classes”)	One month period beginning on the 25th day of the month preceding the month of the Distribution Date and ending on the 24th day of the month of the Distribution Date
All other interest-bearing Classes (collectively, the “Delay Classes”)	Calendar month preceding the month in which the Distribution Date occurs

See “Yield Considerations” herein.

Floating Rate and Inverse Floating Rate Classes. Each of the following Classes will bear interest during its initial Interest Accrual Period at the Initial Interest Rate set forth below, and will bear interest during each Interest Accrual Period thereafter, subject to the applicable Maximum and Minimum Interest Rates, at the rate determined as described below:

<u>Class</u>	<u>Initial Interest Rate</u>	<u>Maximum Interest Rate</u>	<u>Minimum Interest Rate</u>	<u>Formula for Calculation of Interest Rate</u>
F	7.12500%	9.00000%	2.00%	LIBOR + 200 basis points
S	14.99835%	55.99387%	0.00%	$55.99387\% - (7.99912549 \times \text{LIBOR})$

The yield with respect to any such Class will be affected by changes in the applicable index as set forth in the table above (the “Index”), which changes may not correlate with changes in mortgage interest rates. It is possible that lower mortgage interest rates could occur concurrently with an increase in the level of the Index. Conversely, higher mortgage interest rates could occur concurrently with a decrease in the level of the Index.

The Index value will be established as described herein by Fannie Mae two business days prior to the commencement of the related Interest Accrual Period. The establishment of the Index value by Fannie Mae and Fannie Mae's determination of the rate of interest for the applicable Classes for the related Interest Accrual Period shall (in the absence of manifest error) be final and binding. Each such rate of interest may be obtained by telephoning Fannie Mae at 1-800-BEST-MBS or 202-752-6547.

Calculation of LIBOR

On each Index Determination Date, until the principal balances of the F and S Classes (the "LIBOR Classes") have been reduced to zero, Fannie Mae will establish LIBOR for the related Interest Accrual Period in the manner described in the REMIC Prospectus under "Description of the Certificates—Indices Applicable to Floating Rate and Inverse Floating Rate Classes—LIBOR."

If on the initial Index Determination Date, Fannie Mae is unable to determine LIBOR in the manner specified in the REMIC Prospectus, LIBOR for the next succeeding Interest Accrual Period will be 5.1250%.

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>
PAC	PA
Scheduled	A
TAC	B and C
Support	D, F and S
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 aggregate distributions of principal concurrently made on the MBS.

On each Distribution Date, the Principal Distribution Amount will be distributed as principal of the Classes in the following order of priority:

- (i) to the PA Class, until the principal balance thereof is reduced to its Planned Balance for such Distribution Date; } PAC Class
- (ii) to the A Class, until the principal balance thereof is reduced to its Scheduled Balance for such Distribution Date; } Scheduled Class
- (iii) to the B and C Classes, in that order, until the principal balances thereof are reduced to their respective Targeted Balances for such Distribution Date; } TAC Classes
- (iv) concurrently, to the D, F and S Classes, in proportion to their original principal balances (or 35.8467628815%, 57.0244069698% and 7.1288301487%, respectively), until the principal balances thereof are reduced to zero; } Support Classes
- (v) to the B and C Classes, in that order, without regard to their Targeted Balances and until the principal balances thereof are reduced to zero; } TAC Classes

- (vi) to the A Class, without regard to its Scheduled Balance and until the principal balance thereof is reduced to zero; and } **Scheduled Class**
- (vii) to the PA Class, without regard to its Planned Balance and until the principal balance thereof is reduced to zero. } **PAC Class**

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”):

- the Mortgage Loans bear interest at a rate of 8.55% per annum and have an original term to maturity of 360 months, a CAGE of 1 month and a remaining term to maturity of 358 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, 175% 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.

Structuring Ranges. The Principal Balance Schedules have been prepared on the basis of the Pricing Assumptions and the assumption that the Mortgage Loans prepay at a *constant* PSA rate within the Structuring Ranges or at the rate set forth below.

<u>Principal Balance Schedule References</u>	<u>Related Classes</u>	<u>Structuring Ranges</u>
Planned Balance	PA	Between 100% and 300%
Scheduled Balance	A	Between 145% and 175%
Targeted Balances	TAC	175%

There is no assurance that the principal balances of the Classes listed above will conform on any Distribution Date to the applicable balances specified for such Distribution Date in the Principal Balance Schedules herein, or that distributions of principal on the related Classes will begin or end on the respective Distribution Dates specified therein. Because any excess of the principal distribution on any Distribution Date over the amount necessary to reduce the applicable Classes to their scheduled balances will be distributed, the ability to so reduce such Classes will not be enhanced by the averaging of high and low principal prepayments from month to month. In addition, even if prepayments occur at rates falling within the Structuring Ranges specified above, principal distributions may be insufficient to reduce the applicable Classes to their scheduled balances if such prepayments do not occur at a *constant* PSA rate. Moreover, because of the diverse remaining terms to maturity of the Mortgage Loans (which may include recently originated Mortgage Loans), the Classes specified above may not be reduced to their scheduled balances, even if prepayments occur at a *constant* rate within the Structuring Ranges or at the rate specified above.

Initial Effective Ranges. The Effective Range for a Class is the prepayment rate or range of prepayment rates (measured by *constant* PSA rates) that would reduce such Class to its Principal Balance Schedule on each Distribution Date. The Initial Effective Ranges set forth in the table below are based upon the assumed characteristics of the Mortgage Loans specified in the Pricing Assumptions.

<u>Related Classes</u>	<u>Initial Effective Ranges</u>
PA	Between 100% and 300%
A	Between 143% and 310%
B	175%
C	Between 141% and 175%

The actual Effective Ranges at any time will be based upon the actual characteristics of the Mortgage Loans at such time, which are likely to vary (and may vary considerably) from the Pricing Assumptions. The actual Effective Ranges calculated on the basis of the actual characteristics likely will differ from the Initial Effective Ranges. As a result, the applicable Classes might not be reduced to their scheduled balances even if prepayments were to occur at a *constant* PSA rate within the Initial Effective Ranges (particularly if such rate were at the lower or higher end of such ranges). In addition, even if prepayments occur at rates falling within the actual Effective Ranges, principal distributions may be insufficient to reduce the applicable Classes to their scheduled balances if such prepayments do not occur at a *constant* PSA rate. It is highly unlikely that the Mortgage Loans will prepay at any *constant* PSA rate. In general, the actual Effective Ranges may narrow, widen or shift upward or downward to reflect actual prepayment experience over time. The principal payment stability of the PAC, Scheduled and TAC Classes will be supported in part by the Support Classes. When the Support Classes are retired, any outstanding PAC, Scheduled and TAC Classes may no longer have Effective Ranges and will be more sensitive to prepayments.

Principal Balance Schedules

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Scheduled Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>
Initial Balance	\$190,641,000.00	\$28,572,000.00	\$22,387,000.00	\$26,319,000.00
November 1994	190,358,205.49	28,528,833.83	22,387,000.00	26,319,000.00
December 1994	190,024,113.60	28,464,058.21	22,387,000.00	26,319,000.00
January 1995	189,638,783.83	28,377,686.78	22,387,000.00	26,319,000.00
February 1995	189,202,302.04	28,269,759.97	22,387,000.00	26,319,000.00
March 1995	188,714,780.43	28,140,345.10	22,387,000.00	26,319,000.00
April 1995	188,176,357.54	27,989,536.44	22,387,000.00	26,319,000.00
May 1995	187,587,198.24	27,817,455.22	22,387,000.00	26,319,000.00
June 1995	186,947,493.69	27,624,249.55	22,387,000.00	26,319,000.00
July 1995	186,257,461.26	27,410,094.39	22,387,000.00	26,319,000.00
August 1995	185,517,344.43	27,175,191.42	22,387,000.00	26,319,000.00
September 1995	184,727,412.72	26,919,768.85	22,387,000.00	26,319,000.00
October 1995	183,887,961.50	26,644,081.23	22,387,000.00	26,319,000.00
November 1995	182,999,311.86	26,348,409.19	22,387,000.00	26,319,000.00
December 1995	182,061,810.44	26,033,059.19	22,387,000.00	26,319,000.00
January 1996	181,075,829.18	25,698,363.12	22,387,000.00	26,319,000.00
February 1996	180,041,765.18	25,344,677.98	22,387,000.00	26,319,000.00
March 1996	178,960,040.36	24,972,385.44	22,387,000.00	26,319,000.00
April 1996	177,831,101.23	24,581,891.38	22,387,000.00	26,319,000.00
May 1996	176,655,418.64	24,173,625.39	22,387,000.00	26,319,000.00
June 1996	175,433,487.40	23,748,040.26	22,387,000.00	26,319,000.00
July 1996	174,165,825.97	23,305,611.36	22,387,000.00	26,319,000.00
August 1996	172,852,976.12	22,846,836.08	22,387,000.00	26,319,000.00
September 1996	171,495,502.57	22,372,233.11	22,387,000.00	26,319,000.00
October 1996	170,093,992.53	21,882,341.83	22,387,000.00	26,319,000.00
November 1996	168,649,055.36	21,377,721.53	22,387,000.00	26,319,000.00
December 1996	167,161,322.09	20,858,950.67	22,387,000.00	26,319,000.00
January 1997	165,631,444.99	20,326,626.09	22,387,000.00	26,319,000.00
February 1997	164,060,097.06	19,781,362.21	22,387,000.00	26,319,000.00
March 1997	162,447,971.60	19,223,790.16	22,387,000.00	26,319,000.00
April 1997	160,843,736.72	18,674,561.31	22,387,000.00	26,319,000.00
May 1997	159,247,351.06	18,133,596.10	22,387,000.00	26,319,000.00
June 1997	157,658,773.48	17,600,815.64	22,387,000.00	26,319,000.00
July 1997	156,077,963.02	17,076,141.74	22,387,000.00	26,319,000.00
August 1997	154,504,878.97	16,559,496.88	22,387,000.00	26,319,000.00
September 1997	152,939,480.80	16,050,804.21	22,387,000.00	26,319,000.00
October 1997	151,381,728.20	15,549,987.55	22,387,000.00	26,319,000.00
November 1997	149,831,581.05	15,056,971.38	22,387,000.00	26,319,000.00
December 1997	148,288,999.44	14,571,680.85	22,387,000.00	26,319,000.00
January 1998	146,753,943.69	14,094,041.74	22,387,000.00	26,319,000.00
February 1998	145,226,374.29	13,623,980.50	22,387,000.00	26,319,000.00
March 1998	143,706,251.94	13,161,424.19	22,387,000.00	26,319,000.00
April 1998	142,193,537.55	12,706,300.53	22,387,000.00	26,319,000.00
May 1998	140,688,192.22	12,258,537.87	22,387,000.00	26,319,000.00
June 1998	139,190,177.24	11,818,065.16	22,387,000.00	26,319,000.00
July 1998	137,699,454.13	11,384,811.99	22,387,000.00	26,319,000.00
August 1998	136,215,984.58	10,958,708.57	22,387,000.00	26,319,000.00
September 1998	134,739,730.47	10,539,685.70	22,387,000.00	26,319,000.00
October 1998	133,270,653.89	10,127,674.81	22,387,000.00	26,319,000.00
November 1998	131,808,717.13	9,722,607.90	22,387,000.00	26,319,000.00
December 1998	130,353,882.65	9,324,417.59	22,387,000.00	26,319,000.00
January 1999	128,906,113.11	8,933,037.08	22,387,000.00	26,319,000.00

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Scheduled Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>
February 1999	\$127,465,371.37	\$ 8,548,400.15	\$22,387,000.00	\$26,319,000.00
March 1999	126,031,620.47	8,170,441.17	22,387,000.00	26,319,000.00
April 1999	124,604,823.64	7,799,095.07	22,387,000.00	26,319,000.00
May 1999	123,184,944.31	7,434,297.38	22,387,000.00	26,319,000.00
June 1999	121,771,946.07	7,075,984.17	22,387,000.00	26,319,000.00
July 1999	120,365,792.71	6,724,092.07	22,387,000.00	26,319,000.00
August 1999	118,966,448.22	6,378,558.29	22,387,000.00	26,319,000.00
September 1999	117,573,876.74	6,039,320.57	22,387,000.00	26,319,000.00
October 1999	116,188,042.63	5,706,317.22	22,387,000.00	26,319,000.00
November 1999	114,808,910.41	5,379,487.07	22,387,000.00	26,319,000.00
December 1999	113,436,444.78	5,058,769.49	22,387,000.00	26,319,000.00
January 2000	112,070,610.62	4,744,104.41	22,387,000.00	26,319,000.00
February 2000	110,711,373.00	4,435,432.27	22,387,000.00	26,319,000.00
March 2000	109,358,697.16	4,132,694.04	22,387,000.00	26,319,000.00
April 2000	108,012,548.51	3,835,831.20	22,387,000.00	26,319,000.00
May 2000	106,672,892.66	3,544,785.77	22,387,000.00	26,319,000.00
June 2000	105,339,695.38	3,259,500.27	22,387,000.00	26,319,000.00
July 2000	104,012,922.60	2,979,917.72	22,387,000.00	26,319,000.00
August 2000	102,692,540.44	2,705,981.66	22,387,000.00	26,319,000.00
September 2000	101,378,515.20	2,437,636.12	22,387,000.00	26,319,000.00
October 2000	100,070,813.34	2,174,825.63	22,387,000.00	26,319,000.00
November 2000	98,769,401.50	1,917,495.22	22,387,000.00	26,319,000.00
December 2000	97,474,246.46	1,665,590.39	22,387,000.00	26,319,000.00
January 2001	96,185,315.22	1,419,057.15	22,387,000.00	26,319,000.00
February 2001	94,902,574.90	1,177,841.95	22,387,000.00	26,319,000.00
March 2001	93,625,992.81	941,891.76	22,387,000.00	26,319,000.00
April 2001	92,355,536.44	711,153.99	22,387,000.00	26,319,000.00
May 2001	91,091,173.41	485,576.54	22,387,000.00	26,319,000.00
June 2001	89,832,871.54	265,107.76	22,387,000.00	26,319,000.00
July 2001	88,580,598.79	49,696.46	22,387,000.00	26,319,000.00
August 2001	87,334,323.30	0.00	22,387,000.00	26,319,000.00
September 2001	86,094,013.35	0.00	22,387,000.00	26,319,000.00
October 2001	84,859,637.41	0.00	22,387,000.00	26,319,000.00
November 2001	83,631,164.09	0.00	22,101,549.57	26,319,000.00
December 2001	82,408,562.16	0.00	21,824,526.33	26,319,000.00
January 2002	81,191,800.56	0.00	21,555,828.97	26,319,000.00
February 2002	79,980,848.38	0.00	21,295,357.26	26,319,000.00
March 2002	78,775,674.87	0.00	21,043,012.02	26,319,000.00
April 2002	77,576,249.44	0.00	20,798,695.11	26,319,000.00
May 2002	76,382,541.66	0.00	20,562,309.43	26,319,000.00
June 2002	75,194,521.22	0.00	20,333,758.87	26,319,000.00
July 2002	74,012,158.02	0.00	20,112,948.37	26,319,000.00
August 2002	72,835,422.06	0.00	19,899,783.85	26,319,000.00
September 2002	71,664,283.53	0.00	19,694,172.21	26,319,000.00
October 2002	70,498,712.76	0.00	19,496,021.36	26,319,000.00
November 2002	69,338,680.23	0.00	19,305,240.15	26,319,000.00
December 2002	68,184,156.55	0.00	19,121,738.42	26,319,000.00
January 2003	67,035,112.52	0.00	18,945,426.94	26,319,000.00
February 2003	65,891,519.06	0.00	18,776,217.43	26,319,000.00
March 2003	64,753,347.24	0.00	18,614,022.55	26,319,000.00
April 2003	63,620,568.29	0.00	18,458,755.88	26,319,000.00
May 2003	62,493,153.57	0.00	18,310,331.92	26,319,000.00

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Scheduled Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>
June 2003	\$ 61,381,756.83	\$ 0.00	\$18,157,983.84	\$26,319,000.00
July 2003	60,289,393.89	0.00	17,998,583.76	26,319,000.00
August 2003	59,215,745.01	0.00	17,832,340.43	26,319,000.00
September 2003	58,160,495.76	0.00	17,659,458.29	26,319,000.00
October 2003	57,123,336.93	0.00	17,480,137.57	26,319,000.00
November 2003	56,103,964.45	0.00	17,294,574.37	26,319,000.00
December 2003	55,102,079.33	0.00	17,102,960.71	26,319,000.00
January 2004	54,117,387.53	0.00	16,905,484.66	26,319,000.00
February 2004	53,149,599.89	0.00	16,702,330.33	26,319,000.00
March 2004	52,198,432.10	0.00	16,493,678.03	26,319,000.00
April 2004	51,263,604.54	0.00	16,279,704.27	26,319,000.00
May 2004	50,344,842.25	0.00	16,060,581.87	26,319,000.00
June 2004	49,441,874.87	0.00	15,836,480.02	26,319,000.00
July 2004	48,554,436.52	0.00	15,607,564.34	26,319,000.00
August 2004	47,682,265.73	0.00	15,373,996.95	26,319,000.00
September 2004	46,825,105.41	0.00	15,135,936.52	26,319,000.00
October 2004	45,982,702.74	0.00	14,893,538.37	26,319,000.00
November 2004	45,154,809.09	0.00	14,646,954.50	26,319,000.00
December 2004	44,341,180.01	0.00	14,396,333.66	26,319,000.00
January 2005	43,541,575.08	0.00	14,141,821.41	26,319,000.00
February 2005	42,755,757.90	0.00	13,883,560.18	26,319,000.00
March 2005	41,983,496.02	0.00	13,621,689.34	26,319,000.00
April 2005	41,224,560.84	0.00	13,356,345.23	26,319,000.00
May 2005	40,478,727.57	0.00	13,087,661.25	26,319,000.00
June 2005	39,745,775.19	0.00	12,815,767.89	26,319,000.00
July 2005	39,025,486.34	0.00	12,540,792.77	26,319,000.00
August 2005	38,317,647.28	0.00	12,262,860.76	26,319,000.00
September 2005	37,622,047.85	0.00	11,982,093.94	26,319,000.00
October 2005	36,938,481.38	0.00	11,698,611.74	26,319,000.00
November 2005	36,266,744.65	0.00	11,412,530.91	26,319,000.00
December 2005	35,606,637.82	0.00	11,123,965.64	26,319,000.00
January 2006	34,957,964.40	0.00	10,833,027.57	26,319,000.00
February 2006	34,320,531.16	0.00	10,539,825.84	26,319,000.00
March 2006	33,694,148.09	0.00	10,244,467.13	26,319,000.00
April 2006	33,078,628.38	0.00	9,947,055.75	26,319,000.00
May 2006	32,473,788.29	0.00	9,647,693.63	26,319,000.00
June 2006	31,879,447.18	0.00	9,346,480.39	26,319,000.00
July 2006	31,295,427.43	0.00	9,043,513.40	26,319,000.00
August 2006	30,721,554.34	0.00	8,738,887.79	26,319,000.00
September 2006	30,157,656.18	0.00	8,432,696.51	26,319,000.00
October 2006	29,603,564.05	0.00	8,125,030.37	26,319,000.00
November 2006	29,059,111.88	0.00	7,815,978.09	26,319,000.00
December 2006	28,524,136.38	0.00	7,505,626.31	26,319,000.00
January 2007	27,998,476.98	0.00	7,194,059.67	26,319,000.00
February 2007	27,481,975.79	0.00	6,881,360.81	26,319,000.00
March 2007	26,974,477.56	0.00	6,567,610.45	26,319,000.00
April 2007	26,475,829.64	0.00	6,252,887.39	26,319,000.00
May 2007	25,985,881.93	0.00	5,937,268.54	26,319,000.00
June 2007	25,504,486.82	0.00	5,620,829.03	26,319,000.00
July 2007	25,031,499.18	0.00	5,303,642.13	26,319,000.00
August 2007	24,566,776.32	0.00	4,985,779.38	26,319,000.00
September 2007	24,110,177.91	0.00	4,667,310.60	26,319,000.00

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Scheduled Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>
October 2007	\$ 23,661,565.98	\$ 0.00	\$ 4,348,303.89	\$26,319,000.00
November 2007	23,220,804.87	0.00	4,028,825.70	26,319,000.00
December 2007	22,787,761.18	0.00	3,708,940.84	26,319,000.00
January 2008	22,362,303.75	0.00	3,388,712.54	26,319,000.00
February 2008	21,944,303.61	0.00	3,068,202.44	26,319,000.00
March 2008	21,533,633.94	0.00	2,747,470.65	26,319,000.00
April 2008	21,130,170.06	0.00	2,426,575.78	26,319,000.00
May 2008	20,733,789.36	0.00	2,105,574.96	26,319,000.00
June 2008	20,344,371.30	0.00	1,784,523.87	26,319,000.00
July 2008	19,961,797.34	0.00	1,463,476.77	26,319,000.00
August 2008	19,585,950.93	0.00	1,142,486.53	26,319,000.00
September 2008	19,216,717.48	0.00	821,604.64	26,319,000.00
October 2008	18,853,984.32	0.00	500,881.28	26,319,000.00
November 2008	18,497,640.65	0.00	180,365.30	26,319,000.00
December 2008	18,147,577.54	0.00	0.00	26,179,104.26
January 2009	17,803,687.89	0.00	0.00	25,859,144.49
February 2009	17,465,866.38	0.00	0.00	25,539,531.06
March 2009	17,134,009.48	0.00	0.00	25,220,307.82
April 2009	16,808,015.36	0.00	0.00	24,901,517.47
May 2009	16,487,783.93	0.00	0.00	24,583,201.52
June 2009	16,173,216.77	0.00	0.00	24,265,400.35
July 2009	15,864,217.09	0.00	0.00	23,948,153.23
August 2009	15,560,689.76	0.00	0.00	23,631,498.33
September 2009	15,262,541.22	0.00	0.00	23,315,472.75
October 2009	14,969,679.49	0.00	0.00	23,000,112.55
November 2009	14,682,014.12	0.00	0.00	22,685,452.74
December 2009	14,399,456.21	0.00	0.00	22,371,527.34
January 2010	14,121,918.31	0.00	0.00	22,058,369.39
February 2010	13,849,314.48	0.00	0.00	21,746,010.94
March 2010	13,581,560.20	0.00	0.00	21,434,483.13
April 2010	13,318,572.37	0.00	0.00	21,123,816.12
May 2010	13,060,269.30	0.00	0.00	20,814,039.22
June 2010	12,806,570.65	0.00	0.00	20,505,180.80
July 2010	12,557,397.46	0.00	0.00	20,197,268.40
August 2010	12,312,672.08	0.00	0.00	19,890,328.68
September 2010	12,072,318.16	0.00	0.00	19,584,387.48
October 2010	11,836,260.65	0.00	0.00	19,279,469.80
November 2010	11,604,425.75	0.00	0.00	18,975,599.87
December 2010	11,376,740.91	0.00	0.00	18,672,801.12
January 2011	11,153,134.79	0.00	0.00	18,371,096.20
February 2011	10,933,537.27	0.00	0.00	18,070,507.04
March 2011	10,717,879.39	0.00	0.00	17,771,054.80
April 2011	10,506,093.36	0.00	0.00	17,472,759.95
May 2011	10,298,112.53	0.00	0.00	17,175,642.23
June 2011	10,093,871.38	0.00	0.00	16,879,720.71
July 2011	9,893,305.49	0.00	0.00	16,585,013.77
August 2011	9,696,351.51	0.00	0.00	16,291,539.14
September 2011	9,502,947.18	0.00	0.00	15,999,313.90
October 2011	9,313,031.29	0.00	0.00	15,708,354.49
November 2011	9,126,543.64	0.00	0.00	15,418,676.74
December 2011	8,943,425.06	0.00	0.00	15,130,295.88
January 2012	8,763,617.37	0.00	0.00	14,843,226.53

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Scheduled Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>
February 2012	\$ 8,587,063.40	\$ 0.00	\$ 0.00	\$14,557,482.75
March 2012	8,413,706.90	0.00	0.00	14,273,078.01
April 2012.....	8,243,492.61	0.00	0.00	13,990,025.24
May 2012	8,076,366.17	0.00	0.00	13,708,336.84
June 2012	7,912,274.16	0.00	0.00	13,428,024.66
July 2012	7,751,164.05	0.00	0.00	13,149,100.03
August 2012	7,592,984.22	0.00	0.00	12,871,573.79
September 2012.....	7,437,683.89	0.00	0.00	12,595,456.26
October 2012	7,285,213.15	0.00	0.00	12,320,757.31
November 2012	7,135,522.95	0.00	0.00	12,047,486.31
December 2012	6,988,565.05	0.00	0.00	11,775,652.16
January 2013	6,844,292.04	0.00	0.00	11,505,263.33
February 2013	6,702,657.29	0.00	0.00	11,236,327.85
March 2013	6,563,614.99	0.00	0.00	10,968,853.28
April 2013.....	6,427,120.07	0.00	0.00	10,702,846.80
May 2013	6,293,128.26	0.00	0.00	10,438,315.15
June 2013	6,161,596.02	0.00	0.00	10,175,264.69
July 2013	6,032,480.53	0.00	0.00	9,913,701.37
August 2013	5,905,739.74	0.00	0.00	9,653,630.74
September 2013	5,781,332.27	0.00	0.00	9,395,058.02
October 2013	5,659,217.47	0.00	0.00	9,137,988.01
November 2013	5,539,355.36	0.00	0.00	8,882,425.20
December 2013	5,421,706.65	0.00	0.00	8,628,373.69
January 2014	5,306,232.70	0.00	0.00	8,375,837.26
February 2014	5,192,895.56	0.00	0.00	8,124,819.35
March 2014	5,081,657.88	0.00	0.00	7,875,323.09
April 2014.....	4,972,482.98	0.00	0.00	7,627,351.26
May 2014	4,865,334.78	0.00	0.00	7,380,906.36
June 2014	4,760,177.83	0.00	0.00	7,135,990.58
July 2014	4,656,977.26	0.00	0.00	6,892,605.80
August 2014	4,555,698.83	0.00	0.00	6,650,753.63
September 2014.....	4,456,308.83	0.00	0.00	6,410,435.39
October 2014	4,358,774.17	0.00	0.00	6,171,652.13
November 2014	4,263,062.30	0.00	0.00	5,934,404.64
December 2014	4,169,141.23	0.00	0.00	5,698,693.44
January 2015	4,076,979.51	0.00	0.00	5,464,518.79
February 2015	3,986,546.22	0.00	0.00	5,231,880.72
March 2015	3,897,810.99	0.00	0.00	5,000,779.01
April 2015.....	3,810,743.94	0.00	0.00	4,771,213.20
May 2015	3,725,315.71	0.00	0.00	4,543,182.61
June 2015	3,641,497.44	0.00	0.00	4,316,686.34
July 2015	3,559,260.78	0.00	0.00	4,091,723.26
August 2015	3,478,577.82	0.00	0.00	3,868,292.04
September 2015.....	3,399,421.18	0.00	0.00	3,646,391.14
October 2015	3,321,763.89	0.00	0.00	3,426,018.83
November 2015	3,245,579.49	0.00	0.00	3,207,173.16
December 2015	3,170,841.95	0.00	0.00	2,989,852.02
January 2016	3,097,525.67	0.00	0.00	2,774,053.10
February 2016	3,025,605.52	0.00	0.00	2,559,773.91
March 2016	2,955,056.78	0.00	0.00	2,347,011.79
April 2016.....	2,885,855.14	0.00	0.00	2,135,763.92
May 2016	2,817,976.74	0.00	0.00	1,926,027.28

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Scheduled Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>
June 2016	\$ 2,751,398.11	\$ 0.00	\$ 0.00	\$ 1,717,798.74
July 2016	2,686,096.16	0.00	0.00	1,511,074.99
August 2016	2,622,048.23	0.00	0.00	1,305,852.55
September 2016	2,559,232.03	0.00	0.00	1,102,127.82
October 2016	2,497,625.65	0.00	0.00	899,897.06
November 2016	2,437,207.57	0.00	0.00	699,156.37
December 2016	2,377,956.63	0.00	0.00	499,901.73
January 2017	2,319,852.02	0.00	0.00	302,129.00
February 2017	2,262,873.31	0.00	0.00	105,833.89
March 2017	2,207,000.41	0.00	0.00	0.00
April 2017	2,152,213.56	0.00	0.00	0.00
May 2017	2,098,493.37	0.00	0.00	0.00
June 2017	2,045,820.76	0.00	0.00	0.00
July 2017	1,994,176.98	0.00	0.00	0.00
August 2017	1,943,543.62	0.00	0.00	0.00
September 2017	1,893,902.55	0.00	0.00	0.00
October 2017	1,845,236.00	0.00	0.00	0.00
November 2017	1,797,526.46	0.00	0.00	0.00
December 2017	1,750,756.75	0.00	0.00	0.00
January 2018	1,704,909.98	0.00	0.00	0.00
February 2018	1,659,969.55	0.00	0.00	0.00
March 2018	1,615,919.14	0.00	0.00	0.00
April 2018	1,572,742.71	0.00	0.00	0.00
May 2018	1,530,424.51	0.00	0.00	0.00
June 2018	1,488,949.06	0.00	0.00	0.00
July 2018	1,448,301.12	0.00	0.00	0.00
August 2018	1,408,465.76	0.00	0.00	0.00
September 2018	1,369,428.27	0.00	0.00	0.00
October 2018	1,331,174.20	0.00	0.00	0.00
November 2018	1,293,689.37	0.00	0.00	0.00
December 2018	1,256,959.81	0.00	0.00	0.00
January 2019	1,220,971.84	0.00	0.00	0.00
February 2019	1,185,711.97	0.00	0.00	0.00
March 2019	1,151,166.97	0.00	0.00	0.00
April 2019	1,117,323.84	0.00	0.00	0.00
May 2019	1,084,169.78	0.00	0.00	0.00
June 2019	1,051,692.24	0.00	0.00	0.00
July 2019	1,019,878.87	0.00	0.00	0.00
August 2019	988,717.56	0.00	0.00	0.00
September 2019	958,196.37	0.00	0.00	0.00
October 2019	928,303.60	0.00	0.00	0.00
November 2019	899,027.74	0.00	0.00	0.00
December 2019	870,357.48	0.00	0.00	0.00
January 2020	842,281.71	0.00	0.00	0.00
February 2020	814,789.52	0.00	0.00	0.00
March 2020	787,870.17	0.00	0.00	0.00
April 2020	761,513.13	0.00	0.00	0.00
May 2020	735,708.03	0.00	0.00	0.00
June 2020	710,444.71	0.00	0.00	0.00
July 2020	685,713.15	0.00	0.00	0.00
August 2020	661,503.55	0.00	0.00	0.00
September 2020	637,806.23	0.00	0.00	0.00

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Scheduled Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>
October 2020	\$ 614,611.73	\$ 0.00	\$ 0.00	\$ 0.00
November 2020	591,910.71	0.00	0.00	0.00
December 2020	569,694.03	0.00	0.00	0.00
January 2021	547,952.68	0.00	0.00	0.00
February 2021	526,677.84	0.00	0.00	0.00
March 2021	505,860.81	0.00	0.00	0.00
April 2021	485,493.06	0.00	0.00	0.00
May 2021	465,566.22	0.00	0.00	0.00
June 2021	446,072.04	0.00	0.00	0.00
July 2021	427,002.44	0.00	0.00	0.00
August 2021	408,349.47	0.00	0.00	0.00
September 2021	390,105.31	0.00	0.00	0.00
October 2021	372,262.30	0.00	0.00	0.00
November 2021	354,812.91	0.00	0.00	0.00
December 2021	337,749.72	0.00	0.00	0.00
January 2022	321,065.46	0.00	0.00	0.00
February 2022	304,752.98	0.00	0.00	0.00
March 2022	288,805.28	0.00	0.00	0.00
April 2022	273,215.44	0.00	0.00	0.00
May 2022	257,976.70	0.00	0.00	0.00
June 2022	243,082.41	0.00	0.00	0.00
July 2022	228,526.02	0.00	0.00	0.00
August 2022	214,301.11	0.00	0.00	0.00
September 2022	200,401.38	0.00	0.00	0.00
October 2022	186,820.62	0.00	0.00	0.00
November 2022	173,552.76	0.00	0.00	0.00
December 2022	160,591.81	0.00	0.00	0.00
January 2023	147,931.91	0.00	0.00	0.00
February 2023	135,567.27	0.00	0.00	0.00
March 2023	123,492.24	0.00	0.00	0.00
April 2023	111,701.26	0.00	0.00	0.00
May 2023	100,188.85	0.00	0.00	0.00
June 2023	88,949.64	0.00	0.00	0.00
July 2023	77,978.36	0.00	0.00	0.00
August 2023	67,269.84	0.00	0.00	0.00
September 2023	56,818.98	0.00	0.00	0.00
October 2023	46,620.79	0.00	0.00	0.00
November 2023	36,670.36	0.00	0.00	0.00
December 2023	26,962.87	0.00	0.00	0.00
January 2024	17,493.59	0.00	0.00	0.00
February 2024	8,257.87	0.00	0.00	0.00
March 2024 and thereafter	0.00	0.00	0.00	0.00

Yield Considerations

General. The yield to maturity for each Certificate will depend upon the purchase price thereof, the level of the applicable Index, if any, the rate of principal payments, including prepayments, on the Mortgage Loans, and the actual characteristics of the Mortgage Loans. There can be no assurance that the pre-tax yields shown herein or that the aggregate purchase prices of the Certificates will be as assumed. In addition, there can be no assurance that the applicable Index, if any, will correspond to any of the levels shown herein. An investor should purchase Certificates only after performing an analysis of such Certificates based upon the investor's own assumptions as to future rates of prepayment and levels of any applicable Index.

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. Because the rate of principal distributions on the Certificates will be related to the rate of amortization of the Mortgage Loans in each Pool, which are likely to include Mortgage Loans with remaining terms to maturity shorter or longer than those assumed and interest rates higher or lower than those assumed, the rate of principal distribution on the Certificates is likely to differ from the rate anticipated by an investor, even if all Mortgage Loans prepay at the indicated constant percentages of PSA. In addition, it is not likely that all Mortgage Loans will prepay at a *constant* PSA rate until maturity or that all Mortgage Loans will prepay at the same rate or that the level of any applicable Index will remain constant.

The timing of changes in the rate of principal prepayments or the level of an Index may significantly affect the yield to an investor, even if the average rate of principal prepayments or the average level of an Index is consistent with such investor's expectations. In general, the earlier the payment of principal or change in the level of an Index, the greater the effect on an investor's yield to maturity. As a result, the effect on an investor's yield of principal prepayments or the level of an Index occurring at a rate or level higher (or lower) than the rate or level anticipated by the investor during the period immediately following the Settlement Date will not be offset by any subsequent equivalent reduction (or increase) in the rate of principal prepayments or level of such Index.

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 table below indicates the sensitivity of the pre-tax corporate bond equivalent yields to maturity of the S Class to various constant percentages of PSA and to changes in the applicable Index. The yields set forth in the table were calculated by determining the monthly discount rates that, when applied to the assumed streams of cash flows to be paid on such Class, would cause the discounted present value of such assumed streams of cash flows to equal the assumed aggregate purchase price of such Class 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 Inverse Floating Rate Class. The yield to investors in the Inverse Floating Rate Class will be sensitive to the level of the applicable Index and to the rate of principal payments (including prepayments) of the Mortgage Loans, which Mortgage Loans generally can be prepaid at any time. As indicated in the table below, a high level of the applicable Index will have a negative effect on the yield to investors in the Inverse Floating Rate Class.

Changes in an Index may not correlate with changes in prevailing mortgage interest rates. It is possible that lower prevailing mortgage interest rates, which might be expected to result in faster prepayments, could occur concurrently with an increased level of such Index.

The information set forth in the following table was prepared on the basis of the Pricing Assumptions and the assumptions that (i) the interest rates applicable to the Inverse Floating Rate Class for each Interest Accrual Period subsequent to its initial Interest Accrual Period will be based on the indicated level of the applicable Index and (ii) the aggregate purchase price of the Inverse Floating Rate Class (expressed as a percentage of original principal balance) is as follows:

<u>Class</u>	<u>Price*</u>
S	44.859375%

* 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 S Class to Prepayments and LIBOR (Pre-Tax Yields to Maturity)

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>175%</u>	<u>300%</u>	<u>500%</u>
1.125%	123.0%	123.0%	134.9%	179.9%	236.9%
3.125%	77.6%	77.6%	90.6%	137.2%	191.8%
5.125%	35.9%	35.9%	50.1%	98.9%	150.5%
7.000%	2.9%	3.1%	12.4%	66.7%	115.2%

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, the priority sequence of distributions of principal of the Classes and the distribution of principal of certain Classes in accordance with the Principal Balance Schedules herein. In particular, if the amount distributable as principal of the Certificates on any Distribution Date exceeds the amount required to reduce the principal balances of certain Classes with higher principal payment priorities to their respective scheduled amounts as set forth in the Principal Balance Schedules, such excess principal will be distributed on the remaining Classes on such Distribution Date. Conversely, if the principal distributable on any Distribution Date is less than the amount so required to reduce certain Classes to their respective scheduled amounts, no principal will be distributed on the remaining Classes on such Distribution Date. Accordingly, the rate of principal payments on the Mortgage Loans is expected to have a greater effect on the weighted average lives of the Support Classes and, under certain prepayment scenarios, the TAC Classes and the Scheduled Class, than on the weighted average life of the PAC Class. 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 10.50% 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 may 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	PA Class					A Class					
	PSA Prepayment Assumption					PSA Prepayment Assumption					
	0%	100%	175%	300%	500%	0%	100%	145%	175%	300%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100
October 1995	99	96	96	96	96	100	100	93	93	93	93
October 1996	98	89	89	89	89	100	100	77	77	77	77
October 1997	97	79	79	79	79	100	100	54	54	54	9
October 1998	96	70	70	70	56	100	100	35	35	35	0
October 1999	95	61	61	61	39	100	100	20	20	20	0
October 2000	94	52	52	52	27	100	100	8	8	8	0
October 2001	92	45	45	45	19	100	100	0	0	0	0
October 2002	91	37	37	37	13	100	100	0	0	0	0
October 2003	89	30	30	30	9	100	99	0	0	0	0
October 2004	87	24	24	24	6	100	93	0	0	0	0
October 2005	85	19	19	19	4	100	83	0	0	0	0
October 2006	82	16	16	16	3	100	68	0	0	0	0
October 2007	79	12	12	12	2	100	51	0	0	0	0
October 2008	76	10	10	10	1	100	32	0	0	0	0
October 2009	73	8	8	8	1	100	12	0	0	0	0
October 2010	69	6	6	6	1	100	0	0	0	0	0
October 2011	65	5	5	5	*	100	0	0	0	0	0
October 2012	60	4	4	4	*	100	0	0	0	0	0
October 2013	55	3	3	3	*	100	0	0	0	0	0
October 2014	49	2	2	2	*	100	0	0	0	0	0
October 2015	43	2	2	2	*	100	0	0	0	0	0
October 2016	36	1	1	1	*	100	0	0	0	0	0
October 2017	28	1	1	1	*	100	0	0	0	0	0
October 2018	19	1	1	1	*	100	0	0	0	0	0
October 2019	10	*	*	*	*	100	0	0	0	0	0
October 2020	*	*	*	*	*	90	0	0	0	0	0
October 2021	*	*	*	*	*	11	0	0	0	0	0
October 2022	*	*	*	*	*	0	0	0	0	0	0
October 2023	*	*	*	*	*	0	0	0	0	0	0
October 2024	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	18.2	7.3	7.3	7.3	5.0	26.6	12.9	3.4	3.4	3.4	2.4

Date	B Class					C Class					D, F and S Classes				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	175%	300%	500%	0%	100%	175%	300%	500%	0%	100%	175%	300%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
October 1995	100	100	100	100	100	100	100	100	100	100	100	100	96	78	50
October 1996	100	100	100	100	5	100	100	100	100	100	100	100	85	25	0
October 1997	100	100	100	45	0	100	100	100	100	0	100	100	71	0	0
October 1998	100	100	100	0	0	100	100	100	82	0	100	100	59	0	0
October 1999	100	100	100	0	0	100	100	100	46	0	100	100	51	0	0
October 2000	100	100	100	0	0	100	100	100	24	0	100	100	44	0	0
October 2001	100	100	100	0	0	100	100	100	11	0	100	100	38	0	0
October 2002	100	100	87	0	0	100	100	100	1	0	100	100	38	0	0
October 2003	100	100	78	0	0	100	100	100	*	0	100	100	38	0	0
October 2004	100	100	67	0	0	100	100	100	*	0	100	100	38	0	0
October 2005	100	100	52	0	0	100	100	100	*	0	100	100	38	0	0
October 2006	100	100	36	0	0	100	100	100	*	0	100	100	38	0	0
October 2007	100	100	19	0	0	100	100	100	*	0	100	100	38	0	0
October 2008	100	100	2	0	0	100	100	100	*	0	100	100	38	0	0
October 2009	100	100	0	0	0	100	100	87	*	0	100	100	38	0	0
October 2010	100	88	0	0	0	100	100	73	*	0	100	100	38	0	0
October 2011	100	60	0	0	0	100	100	60	*	0	100	100	38	0	0
October 2012	100	32	0	0	0	100	100	47	*	0	100	100	38	0	0
October 2013	100	4	0	0	0	100	100	35	*	0	100	100	38	0	0
October 2014	100	0	0	0	0	100	80	23	*	0	100	100	38	0	0
October 2015	100	0	0	0	0	100	57	13	*	0	100	100	38	0	0
October 2016	100	0	0	0	0	100	34	3	*	0	100	100	38	0	0
October 2017	100	0	0	0	0	100	12	0	*	0	100	100	34	0	0
October 2018	100	0	0	0	0	100	0	0	*	0	100	92	27	0	0
October 2019	100	0	0	0	0	100	0	0	*	0	100	75	21	0	0
October 2020	100	0	0	0	0	100	0	0	*	0	100	59	16	0	0
October 2021	100	0	0	0	0	100	0	0	*	0	100	43	11	0	0
October 2022	3	0	0	0	0	100	0	0	*	0	100	27	7	0	0
October 2023	0	0	0	0	0	0	0	0	*	0	97	12	3	0	0
October 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	27.6	17.4	10.9	3.0	1.8	28.5	21.4	17.9	5.2	2.4	29.5	26.6	11.9	1.5	1.0

* 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.

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.

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 S Class 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 175% 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 8.96% (which is 120% of the “federal long-term rate”). 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 Dealer will receive the Certificates in exchange for the MBS pursuant to a Fannie Mae commitment. The Dealer proposes 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 Dealer may effect such transactions to or through dealers.

Increase in Certificates. Before the Settlement Date, Fannie Mae and the Dealer 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 Principal Balance Schedules will be increased in pro rata amounts that correspond to the increase of the principal balance of the Certificates.

LEGAL MATTERS

The Dealer will be advised as to certain legal matters by Hawkins, Delafield & Wood.

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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\$300,000,000

**Federal National
Mortgage Association**



**Guaranteed
REMIC Pass-Through
Certificates**

**Fannie Mae REMIC Trust
1994-106**

PROSPECTUS SUPPLEMENT

Merrill Lynch & Co.

September 20, 1994