

**\$145,803,880**  
**Federal National Mortgage Association**



**Guaranteed REMIC Pass-Through Certificates**  
**Fannie Mae REMIC Trust 1995-11**

The Guaranteed REMIC Pass-Through Certificates offered hereby (the "Certificates") will represent beneficial ownership interests in Fannie Mae REMIC Trust 1995-11 (the "Trust"). The assets of the Trust will consist of the Class 243-B, Class 24-B and Class 57-B REMIC Certificates (collectively, the "Underlying REMIC Certificates") evidencing respective beneficial ownership interests in Fannie Mae REMIC Trusts 1993-243, 1994-24 and 1994-57 (collectively, the "Underlying REMIC Trusts") as further described in Exhibit A hereto. The assets of the Underlying REMIC Trusts consist of certain "principal only" Fannie Mae Stripped Mortgage-Backed Securities ("SMBS") evidencing beneficial ownership interest in certain principal distributions made in respect of certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates ("MBS") held in the form of Fannie Mae Guaranteed MBS Pass-Through Certificates (the "Mega Certificates"). Each MBS underlying the Underlying REMIC Certificates will represent a beneficial ownership interest in a pool (each, a "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 distributions of principal 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.

*(Cover continued on next page)*

**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
A	\$94,155,000	SC/PAC	(2)	PO	31359LSU0	January 2024
B	18,617,000	SC/PAC	(2)	PO	31359LSV8	January 2024
C	21,560,000	SC/PAC	(2)	PO	31359LSW6	January 2024
D	11,471,880	SC/SUP	(2)	PO	31359LSX4	January 2024
R	0	NPR	0	NPR	31359LSY2	January 2024

(1) See "Description of the Certificates—Class Definitions and Abbreviations" in the REMIC Prospectus and "Description of the Certificates—Distributions of Principal" herein.

(2) These Classes are Principal Only Classes and will bear no interest.

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

The Certificates are offered by the Dealer, subject to issuance by Fannie Mae and 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 May 30, 1995 (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, 140 Broadway, New York, New York, 10005 on or about the Settlement Date.

**Donaldson, Lufkin & Jenrette**  
**Securities Corporation**

The date of this Prospectus Supplement is May 4, 1995.

(Cover continued from previous page)

The yield to investors in each Class will be related to, among other things, the rate of distributions on the Underlying REMIC Certificates, which in turn will be sensitive to the rate of principal payments of the Mortgage Loans, the characteristics of the Mortgage Loans and the priority sequences affecting principal distributions on the Underlying REMIC Certificates. The yield to investors in each Class will also be sensitive to the purchase price paid for the related Class. 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 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.

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

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

- The Underlying REMIC Certificates are PAC certificates on which no principal is scheduled to be distributed for extended periods. However, prepayments on the Mortgage Loans may have occurred at a rate faster or slower than that initially assumed. This Prospectus Supplement contains no information as to whether the Underlying REMIC Certificates have adhered to their Principal Balance Schedules, whether any related Support classes, or the related PAC classes that are higher than the Underlying REMIC Certificates in priority of distribution, remain outstanding or whether the Underlying REMIC Certificates otherwise have performed as originally anticipated. Such information as to particular Underlying REMIC Certificates may be obtained through an analysis of current Fannie Mae principal factors of such Underlying REMIC Certificates in the context of applicable information contained in the Underlying Prospectus Supplements (as defined below) which may be obtained from Fannie Mae as described below.
- 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, the SMBS Prospectus, the Mega Prospectus, the MBS Prospectus (each as defined below) or the Prospectus Supplement for each Underlying REMIC Trust (collectively, the “Underlying Prospectus Supplements”). 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 November 1, 1994 (the “MBS Prospectus”);
- Fannie Mae’s Information Statement dated March 31, 1995 and any supplements thereto (collectively, the “Information Statement”);
- Fannie Mae’s Prospectus for Stripped Mortgage-Backed Securities dated December 31, 1993 (the “SMBS Prospectus”) and its Prospectus for Guaranteed MBS Pass-Through Certificates dated November 1, 1994 (the “Mega Prospectus”); and
- The Underlying Prospectus Supplements.

The MBS Prospectus, the Information Statement, the SMBS Prospectus and the Mega Prospectus are incorporated herein by reference and, together with the Underlying Prospectus Supplements, 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). Other data specific to the Certificates is available in electronic form by calling Fannie Mae at 1-800-752-6440 or 202-752-6000.

## TABLE OF CONTENTS

	<u>Page</u>		<u>Page</u>
<b>Reference Sheet</b> .....	S- 4	<i>Prepayment Assumptions</i> .....	S- 8
<b>Description of the Certificates</b> .....	S- 5	<i>Structuring Range</i> .....	S- 8
General .....	S- 5	<i>Initial Effective Ranges</i> .....	S- 9
<i>Structure</i> .....	S- 5	Principal Balance Schedules .....	S-10
<i>Fannie Mae Guaranty</i> .....	S- 5	Yield Considerations .....	S-13
<i>Characteristics of Certificates</i> .....	S- 5	<i>General</i> .....	S-13
<i>Authorized Denominations</i> .....	S- 6	<i>The Principal Only Classes</i> .....	S-13
<i>Distribution Dates</i> .....	S- 6	Weighted Average Lives of the	
<i>Record Date</i> .....	S- 6	Certificates .....	S-14
<i>REMIC Trust Factors</i> .....	S- 6	Decrement Tables .....	S-15
<i>Optional Termination</i> .....	S- 6	Characteristics of the R Class .....	S-16
<i>Voting the Underlying REMIC</i>		<b>Certain Additional Federal Income</b>	
<i>Certificates</i> .....	S- 6	<b>Tax Consequences</b> .....	S-16
The Underlying REMIC		REMIC Election and Special Tax	
Certificates .....	S- 6	Attributes .....	S-16
Prepayment Considerations		Taxation of Beneficial Owners of	
and Risks .....	S- 7	Regular Certificates .....	S-16
Distributions of Principal .....	S- 7	Taxation of Beneficial Owners of	
<i>Categories of Classes</i> .....	S- 7	Residual Certificates .....	S-17
<i>Principal Distribution Amount</i> ....	S- 8	<b>Plan of Distribution</b> .....	S-17
Structuring Assumptions .....	S- 8	<b>Legal Matters</b> .....	S-17
<i>Pricing Assumptions</i> .....	S- 8	<b>Exhibit A</b> .....	A- 1

## 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.**

### Characteristics of the Underlying REMIC Certificates

The table contained in Exhibit A hereto sets forth certain information with respect to each Class of Underlying REMIC Certificates, including certain information regarding the Mortgage Loans underlying each such Class. Certain additional information as to particular Underlying REMIC Certificates may be obtained by performing an analysis of current Fannie Mae principal factors of such Underlying REMIC Certificates in the context of applicable information contained in the Underlying Prospectus Supplement, which may be obtained from Fannie Mae as described herein.

See “Description of the Certificates—The Underlying REMIC Certificates” herein.

### Distributions of Principal

The Principal Distribution Amount shall be distributed in the following order of priority:

1. To the PAC Classes, sequentially, in alphabetical order, until the principal balances thereof are reduced to their respective Planned Balances.
2. To the D Class, until the principal balance thereof is reduced to zero.
3. To the PAC Classes, concurrently, in proportion to their then current principal balances (after giving effect to the distribution set forth in step 1 above), until the principal balances thereof are reduced to zero.

### Weighted Average Lives (years) \*

<u>Class</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>135%</u>	<u>175%</u>	<u>400%</u>	<u>500%</u>
A .....	19.6	5.1	5.1	5.1	5.1
B .....	21.9	7.8	7.8	7.8	7.7
C .....	22.6	10.0	10.0	10.0	10.8
D .....	23.2	11.0	9.8	9.8	3.5

\* 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 May 1, 1995 (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 Underlying REMIC Certificates (which evidence beneficial ownership interests in the Underlying REMIC Trusts).

*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. The guaranty obligations of Fannie Mae with respect to the SMBS and the Mega Certificates are described in the SMBS Prospectus and the Mega Prospectus, respectively. The guaranty obligations of Fannie Mae with respect to the Underlying REMIC Certificates are described in the Underlying Prospectus Supplements. In addition, Fannie Mae will be obligated to distribute on a timely basis to the Holders of Certificates required installments of principal 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, “The SMBS Certificates—Fannie Mae Obligations” in the SMBS Prospectus, “The Certificates—Fannie Mae’s Guaranty” in the Mega Prospectus, “Description of the Certificates—General—*Fannie Mae Guaranty*” in the Underlying Prospectus Supplements 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 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 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.

*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.

*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.

*Voting the Underlying REMIC Certificates.* In the event any issue arises under the applicable trust agreement governing any of the Underlying REMIC Trusts that requires the vote of holders of certificates outstanding thereunder, the Trustee will vote the related Underlying REMIC Certificates in accordance with instructions received from Holders of Certificates having principal balances aggregating not less than 51% of the aggregate principal balance of all Classes outstanding. In the absence of such instructions, the Trustee will vote in a manner consistent, in its sole judgment, with the best interests of such Certificateholders.

## **The Underlying REMIC Certificates**

The Underlying REMIC Certificates represent beneficial ownership interests in the Underlying REMIC Trusts, the assets of which consist of beneficial ownership interests in certain SMBS that are each included in a Fannie Mae Stripped Mortgage-Backed Security Trust (each, an “SMBS Trust”) and that represent beneficial ownership interests in distributions on certain MBS held in the form of Mega Certificates, the general characteristics of which are described in the Mega Prospectus. Each MBS evidences beneficial ownership interests in a Pool of conventional Level Payment Mortgage Loans secured by a first mortgage or deed of trust on a one- to four-family residential property, as described under “The Mortgage Pools” and “Yield Considerations” in the MBS Prospectus. The Underlying REMIC Certificates provide that principal payments thereon will be passed through monthly, commencing on the 25th day of the month following the initial issuance thereof (or, in each case, if such 25th day is not a business day, on the first business day next succeeding such 25th day).

The table contained in Exhibit A hereto sets forth certain information with respect to each class of Underlying REMIC Certificates including the numerical designation of the Underlying REMIC Trust, the class designation of the Underlying REMIC Certificates, the date of issue, the CUSIP number, the interest rate, the interest type, the final distribution date, the principal type, the original

principal balance of the entire class, the percentage of such class in the Trust, the current principal factor for such class and the current principal balance of such class contained in the Trust as of May 1, 1995 (the “Issue Date”). The table also sets forth the approximate weighted average WAC, approximate weighted average WAM and approximate weighted average CAGE of the Mortgage Loans underlying the related MBS as of the Issue Date and the underlying security type.

To request further information regarding the Underlying REMIC Certificates, telephone Fannie Mae at 1-800-BEST-MBS or 202-752-6547. Other data specific to the Certificates is available in electronic form by calling Fannie Mae at 1-800-752-6440 or 202-752-6000. It should be noted that there may have been material changes in facts and circumstances since the dates the Underlying Prospectus Supplements were prepared, including, but not limited to, changes in prepayment speeds and prevailing interest rates and other economic factors, which may limit the usefulness of the information set forth in such documents.

### **Prepayment Considerations and Risks**

The rate of distributions of principal of the Certificates will be directly related to the rate of principal distributions on the Underlying REMIC Certificates, which in turn will be sensitive to the rate of principal payments of the Mortgage Loans and the priority sequences affecting principal distributions on the Underlying REMIC Certificates. As described in the Underlying Prospectus Supplements, the Underlying REMIC Certificates are PAC certificates on which no principal is scheduled to be distributed for extended periods. As a result of the foregoing characteristics and as illustrated in the Decrement Tables herein, distributions of principal of the Certificates during certain periods may occur at a faster or slower rate than would otherwise be the case. It is unlikely that any distribution on the Certificates will be made on the initial Distribution Date and no distributions on the Certificates may be made on any Distribution Date for a significant period thereafter. Conversely, it is possible that Certificateholders would receive distributions of principal earlier than anticipated. Prepayments on the Mortgage Loans may have occurred at a rate faster or slower than that initially assumed. This Prospectus Supplement contains no information as to whether the Underlying REMIC Certificates have adhered to their Principal Balance Schedules, whether any related Support classes, or the related PAC classes that are higher than the Underlying REMIC Certificates in priority of distribution, remain outstanding or whether the Underlying REMIC Certificates otherwise have performed as originally anticipated. Such information as to particular Underlying REMIC Certificates may be obtained by performing an analysis of current Fannie Mae principal factors of such Underlying REMIC Certificates in the context of applicable information contained in the Underlying Prospectus Supplements, which may be obtained from Fannie Mae as described above.

### **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>
Structured Collateral**	A, B, C and D
PAC	A, B and C
Support	D
No Payment Residual	R

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

\*\* A Structured Collateral Class (“SC”) is designed to receive principal payments based on actual distributions on the related Underlying Securities (as defined 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 the aggregate distributions of principal concurrently made on the Underlying REMIC Certificates.

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

- (i) sequentially, to the A, B and C Classes, in that order, until the principal balances thereof are reduced to their respective Planned Balances for such Distribution Date; } PAC Classes
- (ii) to the D Class, until the principal balance thereof is reduced to zero; and } Support Class
- (iii) concurrently, to the A, B and C Classes, in proportion to their principal balances as of such Distribution Date (after giving effect to the distribution set forth in clause (i) above), without regard to their Planned Balances and until the principal balances thereof are reduced to zero. } PAC Classes

### **Structuring Assumptions**

*Pricing Assumptions.* Unless otherwise specified, the information in the tables in this Prospectus Supplement has been prepared based on the actual characteristics of each Pool underlying the Underlying REMIC Certificates, the priority sequences affecting the principal distributions of the Underlying REMIC Certificates and the following assumptions (such characteristics and assumptions, collectively the “Pricing Assumptions”):

- 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.

*Prepayment Assumptions.* Prepayments of mortgage loans commonly are measured relative to a prepayment standard or model. The model used herein 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 Range.* 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 Range set forth below.

<u>Principal Balance Schedule References</u>	<u>Related Classes</u>	<u>Structuring Range</u>
Planned Balances	A, B and C	Between 135% and 400%

**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 Range 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, the Classes specified above may not be reduced to their scheduled balances, even if prepayments occur at a *constant* rate within the Structuring Range specified above.

*Initial Effective Ranges.* The Effective Range for a Class is the 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>
A	Between 135% and 440%
B	Between 122% and 429%
C	Between 109% and 416%

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 Classes will be supported in part by the Support Class. When the Support Class is retired, any outstanding PAC Classes will no longer have Effective Ranges and will be more sensitive to prepayments.

## Principal Balance Schedules

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>
Initial Balance .....	\$94,155,000.00	\$18,617,000.00	\$21,560,000.00
June 1995 .....	94,155,000.00	18,617,000.00	21,560,000.00
July 1995 .....	94,155,000.00	18,617,000.00	21,560,000.00
August 1995 .....	94,155,000.00	18,617,000.00	21,560,000.00
September 1995 .....	94,155,000.00	18,617,000.00	21,560,000.00
October 1995 .....	94,155,000.00	18,617,000.00	21,560,000.00
November 1995 .....	94,155,000.00	18,617,000.00	21,560,000.00
December 1995 .....	94,155,000.00	18,617,000.00	21,560,000.00
January 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
February 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
March 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
April 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
May 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
June 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
July 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
August 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
September 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
October 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
November 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
December 1996 .....	94,155,000.00	18,617,000.00	21,560,000.00
January 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
February 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
March 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
April 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
May 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
June 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
July 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
August 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
September 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
October 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
November 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
December 1997 .....	94,155,000.00	18,617,000.00	21,560,000.00
January 1998 .....	94,155,000.00	18,617,000.00	21,560,000.00
February 1998 .....	94,155,000.00	18,617,000.00	21,560,000.00
March 1998 .....	94,155,000.00	18,617,000.00	21,560,000.00
April 1998 .....	94,155,000.00	18,617,000.00	21,560,000.00
May 1998 .....	94,155,000.00	18,617,000.00	21,560,000.00
June 1998 .....	94,155,000.00	18,617,000.00	21,560,000.00
July 1998 .....	93,790,021.05	18,617,000.00	21,560,000.00
August 1998 .....	92,270,610.88	18,617,000.00	21,560,000.00
September 1998 .....	90,156,836.53	18,617,000.00	21,560,000.00
October 1998 .....	88,057,528.80	18,617,000.00	21,560,000.00
November 1998 .....	85,972,588.97	18,617,000.00	21,560,000.00
December 1998 .....	83,901,918.99	18,617,000.00	21,560,000.00
January 1999 .....	81,845,421.48	18,617,000.00	21,560,000.00
February 1999 .....	79,802,999.72	18,617,000.00	21,560,000.00
March 1999 .....	77,774,557.66	18,617,000.00	21,560,000.00
April 1999 .....	75,759,999.90	18,617,000.00	21,560,000.00
May 1999 .....	73,759,231.71	18,617,000.00	21,560,000.00
June 1999 .....	71,772,158.97	18,617,000.00	21,560,000.00
July 1999 .....	69,798,688.24	18,617,000.00	21,560,000.00
August 1999 .....	67,838,726.70	18,617,000.00	21,560,000.00

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>
September 1999	\$65,892,182.16	\$18,617,000.00	\$21,560,000.00
October 1999	63,948,585.21	18,617,000.00	21,560,000.00
November 1999	62,001,203.32	18,617,000.00	21,560,000.00
December 1999	60,050,567.03	18,617,000.00	21,560,000.00
January 2000	58,103,815.92	18,617,000.00	21,560,000.00
February 2000	56,177,688.40	18,617,000.00	21,560,000.00
March 2000	54,271,892.44	18,617,000.00	21,560,000.00
April 2000	52,398,979.74	18,617,000.00	21,560,000.00
May 2000	50,559,877.53	18,617,000.00	21,560,000.00
June 2000	48,753,842.44	18,617,000.00	21,560,000.00
July 2000	46,710,190.56	18,617,000.00	21,560,000.00
August 2000	44,102,270.80	18,617,000.00	21,560,000.00
September 2000	41,563,262.61	18,617,000.00	21,560,000.00
October 2000	39,091,351.51	18,617,000.00	21,560,000.00
November 2000	36,684,770.84	18,617,000.00	21,560,000.00
December 2000	34,341,800.36	18,617,000.00	21,560,000.00
January 2001	32,060,765.13	18,617,000.00	21,560,000.00
February 2001	29,840,034.24	18,617,000.00	21,560,000.00
March 2001	27,678,019.78	18,617,000.00	21,560,000.00
April 2001	25,573,175.53	18,617,000.00	21,560,000.00
May 2001	23,523,995.99	18,617,000.00	21,560,000.00
June 2001	21,529,015.28	18,617,000.00	21,560,000.00
July 2001	19,586,806.05	18,617,000.00	21,560,000.00
August 2001	17,695,978.55	18,617,000.00	21,560,000.00
September 2001	15,855,179.55	18,617,000.00	21,560,000.00
October 2001	14,063,091.44	18,617,000.00	21,560,000.00
November 2001	12,318,431.24	18,617,000.00	21,560,000.00
December 2001	10,619,949.76	18,617,000.00	21,560,000.00
January 2002	8,966,430.64	18,617,000.00	21,560,000.00
February 2002	7,356,689.53	18,617,000.00	21,560,000.00
March 2002	5,789,573.23	18,617,000.00	21,560,000.00
April 2002	4,263,958.85	18,617,000.00	21,560,000.00
May 2002	2,778,753.08	18,617,000.00	21,560,000.00
June 2002	1,332,891.31	18,617,000.00	21,560,000.00
July 2002	0.00	18,542,337.00	21,560,000.00
August 2002	0.00	17,172,080.76	21,560,000.00
September 2002	0.00	15,838,139.88	21,560,000.00
October 2002	0.00	14,539,557.40	21,560,000.00
November 2002	0.00	13,275,401.57	21,560,000.00
December 2002	0.00	12,044,765.11	21,560,000.00
January 2003	0.00	10,846,764.65	21,560,000.00
February 2003	0.00	9,680,540.02	21,560,000.00
March 2003	0.00	8,545,253.66	21,560,000.00
April 2003	0.00	7,440,090.07	21,560,000.00
May 2003	0.00	6,364,255.14	21,560,000.00
June 2003	0.00	5,316,975.71	21,560,000.00
July 2003	0.00	4,297,498.92	21,560,000.00
August 2003	0.00	3,305,091.68	21,560,000.00
September 2003	0.00	2,339,040.24	21,560,000.00
October 2003	0.00	1,398,649.59	21,560,000.00
November 2003	0.00	483,242.96	21,560,000.00
December 2003	0.00	0.00	21,152,161.40

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>
January 2004 .....	\$ 0.00	\$ 0.00	\$20,284,763.36
February 2004 .....	0.00	0.00	19,440,424.04
March 2004 .....	0.00	0.00	18,618,535.18
April 2004 .....	0.00	0.00	17,818,504.43
May 2004 .....	0.00	0.00	17,039,755.05
June 2004 .....	0.00	0.00	16,281,725.49
July 2004 .....	0.00	0.00	15,543,868.95
August 2004 .....	0.00	0.00	14,825,652.98
September 2004 .....	0.00	0.00	14,183,912.11
October 2004 .....	0.00	0.00	13,578,686.02
November 2004 .....	0.00	0.00	12,989,274.74
December 2004 .....	0.00	0.00	12,415,269.85
January 2005 .....	0.00	0.00	11,856,273.37
February 2005 .....	0.00	0.00	11,311,897.54
March 2005 .....	0.00	0.00	10,781,764.54
April 2005 .....	0.00	0.00	10,265,506.25
May 2005 .....	0.00	0.00	9,762,764.03
June 2005 .....	0.00	0.00	9,273,188.34
July 2005 .....	0.00	0.00	8,796,438.76
August 2005 .....	0.00	0.00	8,332,183.48
September 2005 .....	0.00	0.00	7,880,099.29
October 2005 .....	0.00	0.00	7,439,871.24
November 2005 .....	0.00	0.00	7,011,192.46
December 2005 .....	0.00	0.00	6,593,764.01
January 2006 .....	0.00	0.00	6,187,294.55
February 2006 .....	0.00	0.00	5,791,500.32
March 2006 .....	0.00	0.00	5,406,104.77
April 2006 .....	0.00	0.00	5,030,838.48
May 2006 .....	0.00	0.00	4,665,438.97
June 2006 .....	0.00	0.00	4,309,650.50
July 2006 .....	0.00	0.00	3,963,223.88
August 2006 .....	0.00	0.00	3,625,916.36
September 2006 .....	0.00	0.00	3,297,491.40
October 2006 .....	0.00	0.00	2,977,718.56
November 2006 .....	0.00	0.00	2,666,373.31
December 2006 .....	0.00	0.00	2,363,236.94
January 2007 .....	0.00	0.00	2,068,096.31
February 2007 .....	0.00	0.00	1,780,743.78
March 2007 .....	0.00	0.00	1,500,977.06
April 2007 .....	0.00	0.00	1,228,599.09
May 2007 .....	0.00	0.00	963,417.82
June 2007 .....	0.00	0.00	705,246.21
July 2007 .....	0.00	0.00	453,902.00
August 2007 .....	0.00	0.00	209,207.62
September 2007 and thereafter .....	0.00	0.00	0.00

## Yield Considerations

*General.* There can be no assurance that the Mortgage Loans 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. The rate of distributions of principal of the Certificates will be directly related to the rate of principal distributions on the Underlying REMIC Certificates, which in turn will be related to the amortization (including prepayments) of the Mortgage Loans and the priority sequences affecting principal distributions on the Underlying REMIC Certificates. In addition, the Underlying REMIC Certificates are PAC certificates on which no principal is scheduled to be distributed for extended periods. As a result of the foregoing characteristics and as illustrated in the Decrement Tables herein, distributions of principal of the Certificates during certain periods may occur at a faster or slower rate than would otherwise be the case. It is unlikely that any distribution on the Certificates will be made on the initial Distribution Date and no distributions on the Certificates may be made on any Distribution Date for a significant period thereafter. Conversely, it is possible that Certificateholders would receive distributions of principal earlier than anticipated. Prepayments on the Mortgage Loans may have occurred at a rate faster or slower than that initially assumed. This Prospectus Supplement contains no information as to whether the Underlying REMIC Certificates have adhered to their Principal Balance Schedules, whether any related Support classes, or the related PAC classes that are higher than the Underlying REMIC Certificates in priority of distribution, remain outstanding or whether the Underlying REMIC Certificates otherwise have performed as originally anticipated. Such information as to particular Underlying REMIC Certificates may be obtained by performing an analysis of current Fannie Mae principal factors of such Underlying REMIC Certificates in the context of applicable information contained in the Underlying Prospectus Supplements, which may be obtained from Fannie Mae as described herein.

The timing of changes in the rate of principal prepayments may significantly affect the yield to an investor, even if the average rate of principal prepayments is consistent with such investor's expectations. In general, the earlier the payment of principal, 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 Settlement Date will not be offset by any subsequent equivalent reduction (or increase) in the rate of principal prepayments. 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) on the Mortgage Loans will have a negative effect on the yields to investors in the Principal Only Classes.**

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 Principal Only Classes (expressed as percentages of the original principal balances) are as follows:

<u>Class</u>	<u>Price</u>
A.....	65.750%
B.....	54.250%
C.....	45.500%
D.....	49.875%

**Sensitivity of the Principal Only Classes to Prepayments  
(Pre-Tax Yields to Maturity)**

<u>Class</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>135%</u>	<u>175%</u>	<u>400%</u>	<u>500%</u>
A.....	4.2%	8.4%	8.4%	8.4%	8.4%
B.....	4.7%	8.0%	8.0%	8.0%	8.1%
C.....	5.6%	8.0%	8.0%	8.0%	7.6%
D.....	4.5%	6.9%	8.5%	8.5%	21.1%

**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, the distribution of principal of certain Classes in accordance with the Principal Balance Schedules herein and the priority sequences affecting principal distributions on the Underlying REMIC Certificates. For example, 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 life of the D Class than on the weighted average lives of the PAC Classes. See “Distributions of Principal” herein and “Distributions of Principal” in the Underlying Prospectus Supplements and for a description of the factors which may influence the weighted average life of the Underlying REMIC Certificates, see “Description of the Certificates—Weighted Average Lives of the Certificates” in the Underlying Prospectus Supplements.

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 under 0% PSA it has been assumed that each underlying Mortgage Loan bears an interest rate of 10.0% per annum and has an original term to maturity of 360 months and that the Mortgage Loans have the remaining terms to maturity specified below:

<b>Mortgage Loans relating to SMBS Trusts and Underlying REMIC Trusts specified below</b>	<b>Remaining Terms to Maturity</b>
1993-243	
SMBS Trust 000252-CL	342
1994-24	
SMBS Trust 000231-CL	338
SMBS Trust 000252-CL	342
1994-57	
SMBS Trust 000252-CL	342
SMBS Trust 000254-CL	344

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) such Mortgage Loans will prepay at a *constant* PSA level. In addition, the diverse remaining terms to maturity of the Mortgage Loans could produce slower or faster principal distributions than indicated in the tables at the specified *constant* PSA levels, even if the distributions of the weighted average remaining terms to maturity and the weighted average CAGEs of the Mortgage Loans are identical to the distributions of the remaining terms to maturity and CAGEs specified in the Pricing Assumptions.

## Percent of Original Principal Balances Outstanding

Date	A Class					B Class					C Class					D Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	135%	175%	400%	500%	0%	135%	175%	400%	500%	0%	135%	175%	400%	500%	0%	135%	175%	400%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
May 1996	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
May 1997	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
May 1998	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	82	82	82
May 1999	100	78	78	78	78	100	100	100	100	100	100	100	100	100	100	100	100	60	60	20
May 2000	100	54	54	54	53	100	100	100	100	95	100	100	100	100	95	100	98	58	58	0
May 2001	100	25	25	25	25	100	100	100	100	93	100	100	100	100	93	100	76	58	58	0
May 2002	100	3	3	3	4	100	100	100	100	93	100	100	100	100	93	100	58	58	58	0
May 2003	100	0	0	0	0	100	34	34	34	40	100	100	100	100	93	100	58	58	58	0
May 2004	100	0	0	0	0	100	0	0	0	0	100	79	79	79	84	100	58	58	58	0
May 2005	100	0	0	0	0	100	0	0	0	0	100	45	45	45	56	100	58	58	58	0
May 2006	100	0	0	0	0	100	0	0	0	0	100	22	22	22	38	100	58	58	58	0
May 2007	100	0	0	0	0	100	0	0	0	0	100	4	4	4	26	100	58	58	58	0
May 2008	100	0	0	0	0	100	0	0	0	0	100	0	0	0	18	100	43	43	43	0
May 2009	100	0	0	0	0	100	0	0	0	0	100	0	0	0	12	100	26	26	26	0
May 2010	100	0	0	0	0	100	0	0	0	0	100	0	0	0	8	100	18	18	18	0
May 2011	100	0	0	0	0	100	0	0	0	0	100	0	0	0	5	100	12	12	12	0
May 2012	94	0	0	0	0	100	0	0	0	0	100	0	0	0	3	100	8	8	8	0
May 2013	80	0	0	0	0	100	0	0	0	0	100	0	0	0	2	100	6	6	6	0
May 2014	66	0	0	0	0	100	0	0	0	0	100	0	0	0	1	100	4	4	4	0
May 2015	47	0	0	0	0	100	0	0	0	0	100	0	0	0	1	100	3	3	3	0
May 2016	17	0	0	0	0	100	0	0	0	0	100	0	0	0	1	100	2	2	2	0
May 2017	0	0	0	0	0	26	0	0	0	0	100	0	0	0	*	100	1	1	1	0
May 2018	0	0	0	0	0	0	0	0	0	0	0	0	0	0	*	80	1	1	1	0
May 2019	0	0	0	0	0	0	0	0	0	0	0	0	0	0	*	*	*	*	*	0
May 2020	0	0	0	0	0	0	0	0	0	0	0	0	0	0	*	*	*	*	*	0
May 2021	0	0	0	0	0	0	0	0	0	0	0	0	0	0	*	*	*	*	*	0
May 2022	0	0	0	0	0	0	0	0	0	0	0	0	0	0	*	*	*	*	*	0
May 2023	0	0	0	0	0	0	0	0	0	0	0	0	0	0	*	0	0	0	0	0
May 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
May 2025	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	19.6	5.1	5.1	5.1	5.1	21.9	7.8	7.8	7.8	7.7	22.6	10.0	10.0	10.0	10.8	23.2	11.0	9.8	9.8	3.5

\* 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 Regular Certificates will 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 such Mortgage Loans 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.

#### **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 8.76% (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**

The Dealer will receive the Certificates in exchange for the Underlying REMIC Certificates 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.

#### **LEGAL MATTERS**

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

## Underlying REMIC Certificates

Underlying REMIC Trust	Class	Date of Issue	CUSIP Number	Interest Rate	Interest Type (1)	Final Distribution Date	Principal Type (1) (2)	Original Principal Balance of Class	Class % in the Trust	May 1995 Class Factor	Current Principal Balance in the Trust	Approximate Weighted Average WAC	Approximate Weighted Average WAM (in months)	Approximate Weighted Average CAGE (in months)	Underlying Security Type
1993-243	B	November 1993	31359FFU7	(3)	PO	November 2023	PAC	\$69,370,880	100%	1.0	\$69,370,880	7.939%	330	25	MBS
1994- 24	B	February 1994	31359GXU5	(3)	PO	November 2023	PAC	36,200,000	100%	1.0	36,200,000	7.938	330	25	MBS
1994- 57	B	March 1994	31359G3C8	(3)	PO	January 2024	PAC	40,233,000	100%	1.0	40,233,000	7.922	332	23	MBS

- (1) See “Description of the Certificates—Class Definitions and Abbreviations” in the REMIC Prospectus.
- (2) The Underlying REMIC Certificates are PAC certificates on which no principal is scheduled to be distributed for extended periods. However, prepayments on the Mortgage Loans may have occurred at a rate faster or slower than that initially assumed. This Prospectus Supplement contains no information as to whether such Underlying REMIC Certificates have adhered to their Principal Balance Schedules, whether any related Support classes, or the related PAC classes that are higher than the Underlying REMIC Certificates in priority of distribution, remain outstanding or whether the Underlying REMIC Certificates otherwise have performed as originally anticipated. Such information as to particular Underlying REMIC Certificates may be obtained through an analysis of current Fannie Mae principal factors of such Underlying REMIC Certificates in the context of applicable information contained in the Underlying Prospectus Supplements.
- (3) These Classes are Principal Only Classes and bear no interest.

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.

**TABLE OF CONTENTS**

	<u>Page</u>
<b>Prospectus Supplement</b>	
Table of Contents .....	S- 3
Reference Sheet .....	S- 4
Description of the Certificates .....	S- 5
Certain Additional Federal Income Tax Consequences .....	S-16
Plan of Distribution .....	S-17
Legal Matters .....	S-17
Exhibit A .....	A- 1
<b>REMIC Prospectus</b>	
Prospectus Supplement .....	2
Summary of Prospectus .....	3
Description of the Certificates .....	8
The Trust Agreement .....	22
Certain Federal Income Tax Consequences .....	24
Legal Investment Considerations .....	36
Legal Opinion .....	36
ERISA Considerations .....	36
Glossary .....	38

**\$145,803,880**

**Federal National  
Mortgage Association**



**Guaranteed REMIC  
Pass-Through Certificates**

**Fannie Mae REMIC Trust 1995-11**

**PROSPECTUS SUPPLEMENT**

**Donaldson, Lufkin & Jenrette  
Securities Corporation**

**May 4, 1995**