

Supplement
(To Prospectus Supplement dated February 28, 1997)

\$1,035,002,467 (Approximate)



FannieMae

Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 1997-22

This is a Supplement to the Prospectus Supplement dated February 28, 1997 (the "Prospectus Supplement"). Capitalized terms used but not defined herein shall have the meanings assigned to such terms in the Prospectus Supplement.

Notwithstanding anything set forth on pages S-6 and S-20 of the Prospectus Supplement, the notional principal balances of the following Notional Classes will be equal to the indicated percentage of the outstanding notional principal balances of the Underlying REMIC Certificates specified below immediately prior to the related Distribution Date:

<u>Classes</u>	<u>Initial Notional Principal Balance</u>	<u>Percentage of Notional Principal Balance</u>
SD and SG	\$57,944,304 (1)	50% of the Class 1996-68-SO and Class 1996-68-SP REMIC Certificates
SR(2)	\$57,944,304	50% of the Class 1996-68-SO and Class 1996-68-SP REMIC Certificates

(1) In the aggregate. The initial notional principal balances of the SD and SG Classes are \$37,944,304 and \$20,000,000, respectively. On each Distribution Date, reductions in the notional principal balances of the Class 1996-68-SO and Class 1996-68-SP REMIC Certificates will be allocated sequentially to reduce the notional principal balances of the SD and SG Classes, in that order.

(2) This Class is an RCR Class. See "Description of the Certificates—Combination and Recombination" and Schedule 1 in the Prospectus Supplement for a further description thereof.

See "Additional Risk Factors" on page S-9 of the Prospectus Supplement and "Risk Factors" beginning on page 8 of the REMIC Prospectus attached hereto for a discussion of certain risks that should be considered in connection with an investment in the Certificates.

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.

Salomon Brothers Inc

The date of this Supplement is April 4, 1997.

\$1,035,002,467 (Approximate)



FannieMae

Guaranteed REMIC Pass-Through Certificates Fannie Mae REMIC Trust 1997-22

The Guaranteed REMIC Pass-Through Certificates offered hereby (the "REMIC Certificates") will represent beneficial ownership interests in one of two trust funds. The REMIC Certificates, other than the RL Class, will represent beneficial ownership interests in Fannie Mae REMIC Trust 1997-22 (the "Trust"). The assets of the Trust will consist of the "regular interests" in a separate trust fund (the "Lower Tier REMIC"). The assets of the Lower Tier REMIC will consist of (i) certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (the "Trust MBS") described herein and (ii) certain previously issued REMIC certificates (the "Underlying REMIC Certificates") evidencing beneficial ownership interests in the related Fannie Mae REMIC Trusts (the "Underlying REMIC Trusts") as further described in Exhibit A hereto. The assets of the Underlying REMIC Trusts evidence direct or indirect beneficial ownership interests in certain principal and interest distributions made in respect of, (i) certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (together with the Trust MBS, the "MBS"), and (ii) certain "fully modified pass-through" mortgage-backed securities (the "GNMA Certificates") guaranteed as to timely payment of principal and interest by the Government National Mortgage Association ("GNMA"). Each MBS represents a beneficial ownership interest in a pool of first lien, single-family, adjustable- or fixed-rate residential mortgage loans having the characteristics described herein. Each GNMA Certificate is based on and backed by a pool of mortgage loans (together with the pools and mortgage loans underlying the MBS, the "Pools" and "Mortgage Loans", respectively) which are either insured or guaranteed by the Federal Housing Administration ("FHA"), the Department of Veterans Affairs ("VA") or the Rural Housing Service ("FmHA"). The Certificates will be issued and guaranteed as to timely distribution of principal and interest by Fannie Mae.

Certain of the Classes of REMIC Certificates may, upon notice and payment of an exchange fee, be exchanged for one or more Classes (each, an "RCR Class") of Combinable and Recombinable REMIC Certificates ("RCR Certificates") as provided herein. Each RCR Certificate issued in such an exchange will represent a beneficial ownership interest in, and will entitle the Holder thereof to receive a proportionate share of the distributions on, the related Class or Classes of REMIC Certificates. The characteristics of the RCR Classes are set forth in Schedule 1 hereto. As used herein, unless the context requires otherwise, the term "Certificates" includes REMIC Certificates and RCR Certificates and the term "Classes" includes the Classes of REMIC Certificates and the Classes of RCR Certificates. See "Combination and Recombination" herein and Schedule 1 hereto.

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

See "Additional Risk Factors" on page S-9 hereof and "Risk Factors" beginning on page 8 of the REMIC Prospectus attached hereto for a discussion of certain risks that should be considered in connection with an investment in the Certificates.

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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(1)	Group	Original Principal Balance	Principal Type(2)	Interest Rate	Interest Type(2)	CUSIP Number	Final Distribution Date	Class(1)	Group	Original Principal Balance	Principal Type(2)	Interest Rate	Interest Type(2)	CUSIP Number	Final Distribution Date	
PA	\$338,625,000	PAC	8.000%	FIX	31359N4U2	April 2027	SE	.....	3	(4)	NTL	(3)	INV/IO	31359N5J6	March 2027
A	82,839,286	TAC	7.400	FIX	31359N4V0	April 2027	EH	.....	3	\$ 38,348,226	SC/PT	(5)	PO	31359N5K3	March 2027
B	20,000,000	TAC/AD	7.125	FIX	31359N4W8	March 2024	SL	.....	3	(4)	NTL	(3)	INV/IO	31359N5L1	March 2027
C	31,915,278	TAC/AD	7.125	FIX	31359N4X6	July 2026	SD	.....	4	(4)	NTL	(3)	INV/IO	31359N5M9	November 2022
Z	3,499,459	CPT/TAC	7.125	FIX/Z	31359N4Y4	April 2027	SG	.....	4	(4)	NTL	(3)	INV/IO	31359N5N7	November 2022
FA	65,460,977	TAC	(3)	FLT	31359N4Z1	April 2027	FC	.....	5	40,909,905	SC/PT	(3)	FLT	31359N5P2	June 2022
SA	(4)	NTL	(3)	INV/IO	31359N5A5	April 2027	SH	.....	5	(4)	NTL	(3)	INV/IO	31359N5Q0	June 2022
SC	(4)	NTL	(3)	INV/IO	31359N5B3	April 2027	FD	.....	6	17,001,358	SC/PT	(3)	FLT	31359N5R8	October 2020
FB	117,920,000	SUP	(3)	FLT	31359N5C1	April 2027	SI	.....	6	3,400,271	SC/PT	(3)	INV	31359N5S6	October 2020
SB	14,740,000	SUP	(3)	INV	31359N5D9	April 2027	F	.....	7	95,196,164(6)	PT	(7)	W	31359N5T4	March 2027
PB	153,800,000	SC/SEQ	4.500	FIX	31359N5E7	March 2027	IO	.....	7	(4)	NTL	1.500%(8)	IO	31359N5U1	March 2027
PC	11,346,707	SC/SEQ	4.500	FIX	31359N5F4	March 2027	R	.....		0	NPR	0	NPR	31359N5V9	April 2027
PI	(4)	NTL	7.500	FIX/IO	31359N5G2	March 2027	RL	.....		0	NPR	0	NPR	31359N5W7	April 2027
PJ	(4)	NTL	7.500	FIX/IO	31359N5H0	March 2027									

- (1) The RCR Classes are set forth on Schedule 1 hereto.
- (2) 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.
- (3) The FA, SA, SC, FB, SB, SE, SL, SD, SG, FC, SH, FD and SI 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.
- (4) The SA, SC, PI, PJ, SE, SL, SD, SG, SH and IO Classes will be Notional Classes, will not have principal balances and will bear interest on their respective notional principal balances. The notional principal balances of the Notional Classes initially will be as set forth herein and thereafter will be calculated as specified herein. See "Description of the Certificates—Distributions of Interest—Notional Classes" herein.
- (5) The EH Class will be a Principal Only Class and will bear no interest.
- (6) Subject to a permitted variance of plus or minus 5%.
- (7) The F Class will bear interest at a rate per annum equal to the Weighted Average Pool Accrual Rate (as defined herein) for the Group 7 MBS minus 1.50%, but not to result in a rate less than zero. During its initial Interest Accrual Period, the F Class is expected to bear interest at a per annum rate equal to approximately 6.084%. See "Description of the Certificates—Distributions of Interest—Weighted Average Coupon Class" herein.
- (8) The IO Class will bear interest at a rate per annum equal to the lesser of (i) the rate set forth in the table above and (ii) the Weighted Average Pool Accrual Rate (as defined herein). See "Descriptions of the Certificates—Determination of Weighted Average Pool Accrual Rate" herein.

The Certificates will be offered by Salomon Brothers Inc (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 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, subject to the right by the Dealer to reject any order in whole or in part and subject to approval of certain legal matters by counsel. It is expected that the Group 1, Group 2, Group 3, Group 4 and Group 5 Classes and the RCR Certificates will be available through the book-entry facilities of The Depository Trust Company and that the Group 6 and Group 7 Classes will be available through the book-entry system of the Federal Reserve Banks on or about March 27, 1997 (the "Settlement Date"). It is expected that the R and RL Classes in registered, certificated form will be available for delivery at the offices of the Dealer, Seven World Trade Center, New York, New York 10048, on or about the Settlement Date.

Salomon Brothers Inc

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The yields to investors in the Group 1 and Group 7 Classes (as described herein) will be sensitive in varying degrees to, among other things, the rate of principal distributions on the Trust MBS included in the related MBS Groups (as described herein), which in turn will be determined by the rate of principal payments of the related Mortgage Loans and the characteristics of such Mortgage Loans. The yields to investors in the Group 2, Group 3, Group 4, Group 5 and Group 6 Classes (as described herein) will be sensitive in varying degrees to, among other things, the rate of principal distributions or notional balance reductions on the related Underlying REMIC Certificates which in turn will be sensitive in varying degrees to the rate of principal payments of the related Mortgage Loans, the characteristics of the Mortgage Loans included in the related Pools and the priority sequences affecting principal distributions on the Underlying REMIC Trusts. The yield to investors in each Class will also be sensitive to the purchase price paid for such Class and (x) in the case of any Floating Rate or Inverse Floating Rate Class, fluctuations in the level of the Index (as defined herein) and (y) in the case of the Weighted Average Coupon Class, fluctuations in the Weighted Average Pool Accrual Rate. 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 (including any Principal Only Class), a slower than anticipated rate of principal payments is likely to result in a lower than anticipated yield.
- In the case of any Certificates purchased at a premium to their principal amounts, a faster than anticipated rate of principal payments is likely to result in a lower than anticipated yield.
- In the case of any Interest Only Class, a faster than anticipated rate of principal payments is likely to result in a lower than anticipated yield and, in certain cases, an actual loss on the investment.
- The yield on any Floating Rate or Inverse Floating Rate Class will be sensitive to the level of the Index, and the yield on the Weighted Average Coupon Class will be sensitive to the Weighted Average Pool Accrual Rate. See “Description of the Certificates—Distributions of Interest—Floating Rate and Inverse Floating Rate Classes” and “—Weighted Average Coupon Class” herein.

See “Risk Factors—Yield Considerations” in the REMIC Prospectus and “Additional Risk Factors—Additional Yield and Prepayment Considerations” and “Yield Tables” herein.

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

- Certain of the Underlying REMIC Certificates are subordinate in priority of principal distributions to certain other classes of certificates evidencing beneficial ownership interests in the related Underlying REMIC Trusts and, accordingly, there is no assurance that principal distributions will be made on such Underlying REMIC Certificates on any particular Distribution Date. In particular, certain of the Underlying REMIC Certificates are entitled to receive principal distributions on any Distribution Date only if scheduled distributions have been made on other specified classes of certificates evidencing beneficial ownership interests in the related Underlying REMIC Trusts. Accordingly, such Underlying REMIC Certificates may receive no principal distributions for extended periods of time or may receive principal distributions that vary widely from period to period. In addition, certain of the Underlying REMIC Certificates have Principal Balance Schedules and, as a result, may receive principal distributions at a rate faster or slower than would otherwise have been the case (and, in some cases, may receive no principal distributions for extended periods). Further, prepayments on the related 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 remain outstanding or whether such Underlying REMIC Certificates otherwise have performed as originally anticipated. Such information may be obtained by performing an analysis of current Fannie Mae principal factors in the context of applicable information contained in the related Underlying REMIC Disclosure Documents (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 “Risk Factors—Suitability and Reinvestment Considerations” 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 Prospectus or Prospectus Supplements for the Underlying REMIC Trusts (collectively, the “Underlying REMIC Disclosure Documents”), the MBS Prospectus or the GNMA Prospectus (each as defined below). Any representation to the contrary is a criminal offense.

Elections will be made to treat the Lower Tier REMIC and the Trust as “real estate mortgage investment conduits” (“REMICs”) pursuant to the Internal Revenue Code of 1986, as amended (the “Code”). The R and RL Classes will be subject to transfer restrictions. See “Description of the Certificates—Characteristics of the R and RL Classes” 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 June 14, 1996 (the “REMIC Prospectus”), which is attached to this Prospectus Supplement;
- Fannie Mae’s Prospectus for Guaranteed Mortgage Pass-Through Certificates dated January 1, 1997 (the “MBS Prospectus”);
- Fannie Mae’s Prospectus for Guaranteed REMIC Pass-Through Certificates (backed by GNMA Certificates) dated June 14, 1996 (the “GNMA Prospectus”);
- Fannie Mae’s Information Statement dated February 22, 1996 and any supplements thereto (collectively, the “Information Statement”); and
- The Underlying REMIC Disclosure Documents.

The MBS Prospectus, the GNMA Prospectus and the Information Statement are incorporated herein by reference and, together with the other Disclosure Documents, 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, other than the Underlying REMIC Disclosure Documents, may also be obtained from Salomon Brothers Inc by writing or calling its Prospectus Department at Brooklyn Army Terminal, 140 58th Street, Suite 1-H, Brooklyn, New York 11220 (telephone 718-567-2005).

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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 in their entirety.

Characteristics of the Mortgage Loans Underlying the Trust MBS (as of March 1, 1997)

The table contained under “The Trust MBS” herein sets forth certain summary information regarding the characteristics of the Trust MBS as of March 1, 1997 (the “Issue Date”), and the tables contained under “Description of the Certificates—Structuring Assumptions—*Pricing Assumptions*” herein sets forth certain assumed characteristics of the related Mortgage Loans. Certain additional information regarding the Trust MBS and the related Mortgage Loans may be obtained from Fannie Mae as described under “The Trust MBS” and “Additional Characteristics of the Group 7 Mortgage Loans” herein.

Characteristics of the Underlying REMIC Certificates

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

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

Combination and Recombination

Holders of certain Classes of REMIC Certificates will be entitled, upon notice and payment of an exchange fee, to exchange all or a portion of such Classes for a proportionate interest in the related RCR Class or Classes in the proportions and combinations set forth on Schedule 1 hereto. The Holders of RCR Classes will be entitled to receive distributions of principal and interest from the related Class or Classes of REMIC Certificates. See “Description of the Certificates—Combination and Recombination” herein. Schedule 1 sets forth all of the available combinations of the Classes of REMIC Certificates and the related RCR Classes.

Interest Rates

The Fixed Rate Classes, Weighted Average Coupon Class and the IO Class will bear interest at the applicable per annum interest rates set forth or described on the cover and on Schedule 1 hereto.

The Floating Rate and Inverse Floating Rate Classes will bear interest during the initial Interest Accrual Period at initial interest rates determined as described below, and will bear interest during

each Interest Accrual Period thereafter, subject to the applicable maximum and minimum interest rates, at rates 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>
FA	5.8750%	9.50%	0.50%	LIBOR + 50 basis points
SA	2.6250%	8.00%	0.00%	8% – LIBOR
SC	1.0000%	1.00%	0.00%	9% – LIBOR
SM*	3.6250%	9.00%	0.00%	9% – LIBOR
FB	6.5750%	9.00%	1.20%	LIBOR + 120 basis points
SB	19.4000%	62.40%	0.00%	62.4% – (8 × LIBOR)
SN*	19.4000%	62.40%	0.00%	62.4% – (8 × LIBOR)
SE	8.5000%	8.50%	0.00%	62.74923% – (6.86699149 × LIBOR)
SL	0.0000%	(1)	(1)	(1)
SD(2)	3.9125%	9.35%	0.00%	9.35% – LIBOR
SG(2)	3.9125%	9.35%	0.00%	9.35% – LIBOR
SR*(2)	3.9125%	9.35%	0.00%	9.35% – LIBOR
FC	5.7875%	10.00%	0.35%	LIBOR + 35 basis points
SH	4.2125%	9.65%	0.00%	9.65% – LIBOR
FD	5.7875%	10.00%	0.35%	LIBOR + 35 basis points
SI	25.0625%	52.25%	4.00%	52.25% – (5 × LIBOR)

* These Classes are RCR Classes. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

- (1) The SL Class will bear interest during each Interest Accrual Period following the initial Interest Accrual Period at a rate determined as follows:

If LIBOR is:

Rate or Formula:

Less than or equal to 7.9%	0.00%
Greater than 7.9% and less than or equal to 8.1%	(LIBOR – 7.9%) × 1.09062488
Greater than 8.1% and less than or equal to 8.25%	11.99687% – (1.4541665 × LIBOR)
Greater than 8.25% and less than or equal to 8.9%	(LIBOR – 8.25%) × 0.05385802
Greater than 8.9% and less than or equal to 9%	(LIBOR – 8.8912%) × 3.98265874
Greater than 9% and less than or equal to 9.1378%	(LIBOR – 8.92685%) × 5.92348430
Greater than 9.1378% and less than or equal to 9.6%	6.76848% – (LIBOR × 0.60396583)
Greater than 9.6%	0.97041%

- (2) The initial interest rates for these Classes are assumed rates. The actual initial interest rates for these Classes will be calculated on the basis of the applicable formulas for the calculation of such interest rates on the Index Determination Date occurring on March 21, 1997.

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

On any Distribution Date when distributions of interest are to be allocated from REMIC Certificates to RCR Certificates, such distributions will be allocated on a pro rata basis from the applicable Class or Classes of REMIC Certificates to the related RCR Class or, if there are two related RCR Classes, to such RCR Classes.

Notional Classes

The notional principal balances of the Notional Classes will be equal to the indicated percentage of the outstanding notional principal balances or principal balances, as applicable, of the Classes or Underlying REMIC Certificates specified below immediately prior to the related Distribution Date:

<u>Classes</u>	<u>Initial Notional Principal Balance</u>	<u>Percentage of Notional Principal Balance or Principal Balance</u>
SA	\$65,460,977	100% of the FA Class
SC	\$65,460,977	100% of the FA Class
SM(1)	\$65,460,977	100% of the FA Class
SN(1)	\$14,740,000	100% of the EN Class
PI and PJ	\$66,058,683 (2)	40% of the PB and PC Classes
PK(1)	\$66,058,683	40% of the PB and PC Classes
SE	\$36,452,082	100% of the Class 1997-7-SE REMIC Certificate
SL	\$38,348,226	100% of the EH Class
SD and SG	\$57,944,304 (3)	100% of the Class 1996-68-SO and Class 1996-68-SP REMIC Certificates
SR(1)	\$57,944,304	100% of the Class 1996-68-SO and Class 1996-68-SP REMIC Certificates
SH	\$40,909,905	100% of the FC Class
IO	\$95,196,000 (4)	100% of the F Class

(1) These Classes are RCR Classes. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

(2) In the aggregate. The initial notional principal balances of the PI and PJ Classes are \$26,058,683 and \$40,000,000, respectively. On each Distribution Date, reductions of the principal balances of the PB and PC Classes will be allocated sequentially to reduce the notional principal balances of the PI and PJ Classes, in that order.

(3) In the aggregate. The initial notional principal balances of the SD and SG Classes will be \$37,944,304 and \$20,000,000, respectively. On each Distribution Date, reductions in the notional principal balances of the Class 1996-68-SO and Class 1996-68-SP REMIC Certificates will be allocated sequentially to reduce the notional principal balances of the SD and SG Classes, in that order.

(4) Subject to a permitted variance of plus or minus 5%.

See “Description of the Certificates—Distributions of Interest—*Notional Classes*” and “—Yield Tables—*The PI, PJ, PK and IO Classes*” and “—*The Inverse Floating Rate Classes and the SM, SN and SR Classes*” herein.

Component Class

	<u>Original Principal Balance</u>	<u>Principal Type</u>
Z1 Component	\$2,611,459	TAC
Z2 Component	\$ 888,000	TAC

Distributions of Principal

The portion of the Principal Distribution Amount allocated to each Class of Certificates will be determined by distributions of principal of the related Trust MBS and Underlying REMIC Certificates, as applicable and, in the case of certain Group 1 Classes, the accrued and unpaid interest on the Accrual Class. For such purposes, the Principal Distribution Amount will be allocated among the Groups of Classes as described herein under “Description of the Certificates—Distributions of Principal—*Principal Distribution Amount*”.

Group 1 Principal Distribution Amount

Group 1 Accrual Amount

1. Accrued and unpaid interest on the Z1 Component, to the B Class, to zero, and then to the Z1 Component.
2. Accrued and unpaid interest on the Z2 Component, to the C Class, to zero, and then to the Z2 Component.

Group 1 Cash Flow Distribution Amount

1. To the PA Class, to its Planned Balance.
2. To the TAC Classes and Components as follows:
 - a. 72.7979103159% to the A and FA Classes, in proportion to their original principal balances, to their Targeted Balances;
 - b. 11.0995552610% to the B Class and the Z1 Component, in that order, to their Targeted Balances; and
 - c. 16.1025344231% to the C Class and the Z2 Component, in that order, to their Targeted Balances.
3. To the FB and SB Classes, in proportion to their original principal balances, to zero.
4. To the TAC Classes and Components, in the order and proportions set forth in clause 2 above, to zero.
5. To the PA Class, to zero.

Group 2 Principal Distribution Amount

To the PB and PC Classes, in that order, to zero.

Group 3 Principal Distribution Amount

To the EH Class, to zero.

Group 5 Principal Distribution Amount

To the FC Class, to zero.

Group 6 Principal Distribution Amount

To the FD and SI Classes, in proportion to their original principal balances, to zero.

Group 7 Principal Distribution Amount

To the F Class, to zero.

On any Distribution Date when distributions of principal are to be allocated from REMIC Certificates to RCR Certificates, such distributions will be allocated on a pro rata basis from the applicable Class or Classes of REMIC Certificates to the related RCR Class or, if there are two related RCR Classes, to such RCR Classes.

Weighted Average Lives (years) *

<u>Group 1 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>260%</u>	<u>315%</u>	<u>500%</u>
PA	16.9	7.4	7.4	7.4	4.8
A, FA, SA, SC and SM‡	25.3	9.1	4.0	2.4	1.3
B	18.2	6.2	2.0	1.9	1.2
C	23.6	8.2	3.0	2.2	1.3
FB, SB, SN‡ and EN‡	29.1	22.8	3.5	1.3	0.6
Z	27.0	17.8	17.1	5.8	2.1

<u>Group 2 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>160%</u>	<u>350%</u>	<u>500%</u>
PB	22.8	10.9	10.9	8.8	6.3
PC	25.8	22.7	22.7	19.3	13.9
PI	21.2	8.1	8.1	6.6	4.8
PJ	24.3	14.1	14.1	11.5	8.2
PK‡	23.1	11.7	11.7	9.5	6.8

<u>Group 3 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>165%</u>	<u>350%</u>	<u>500%</u>
SE, EH and SL	18.2	13.3	6.3	1.7	1.1

<u>Group 4 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>250%</u>	<u>350%</u>	<u>500%</u>
SD	14.3	5.4	2.5	1.8	1.2
SG	23.8	17.1	10.6	8.0	5.5
SR‡	17.6	9.5	5.3	3.9	2.7

<u>Group 5 Classes</u>	<u>CPR Prepayment Assumption</u>				
	<u>0%</u>	<u>6%</u>	<u>18%</u>	<u>25%</u>	<u>30%</u>
FC, SH and TE‡	19.2	9.2	4.6	3.4	2.8

<u>Group 6 Classes</u>	<u>CPR Prepayment Assumption</u>				
	<u>0%</u>	<u>6%</u>	<u>18%</u>	<u>25%</u>	<u>30%</u>
FD and SI	16.7	9.4	4.5	3.3	2.7

<u>Group 7 Classes</u>	<u>CPR Prepayment Assumption</u>				
	<u>0%</u>	<u>6%</u>	<u>20%</u>	<u>25%</u>	<u>30%</u>
F and IO	22.5	9.3	4.1	3.3	2.7

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

‡ These are RCR Classes. See “Description of the Certificates— Combination and Recombination” herein and Schedule 1 for a further description thereof.

ADDITIONAL RISK FACTORS

Additional Yield and Prepayment Considerations

The rate of distributions of principal of the Group 1 and Group 7 Classes will be sensitive in varying degrees to the rate of principal distributions on the Group 1 MBS and the Group 7 MBS, respectively, which in turn will reflect the rate of amortization (including prepayments) of the related Mortgage Loans. There can be no assurance that the Mortgage Loans underlying the Group 1 MBS and Group 7 MBS will have the characteristics assumed herein. Because the rate of principal distributions on the Group 1 and Group 7 Classes will be related to the rate of amortization of the related Mortgage Loans, 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 distributions on such Classes is likely to differ from the rate anticipated by an investor, even if the related Mortgage Loans prepay at the indicated constant percentages of PSA or at a single CPR level, as applicable.

The rate of distributions of principal or reductions of notional balances of the Group 2, Group 3, Group 4, Group 5 and Group 6 Classes will be directly related to the rate of principal distributions or notional principal reductions on the related Underlying REMIC Certificates, which in turn will be sensitive in varying degrees to the rate of payments of principal (including prepayments) of the related Mortgage Loans and the priority sequences affecting principal distributions for the Underlying REMIC Trusts. As described in the Underlying REMIC Disclosure Documents, certain of the Underlying REMIC Certificates are subordinate in priority of principal distributions to certain other classes of certificates evidencing beneficial ownership interests in the related Underlying REMIC Trusts and, accordingly, distributions of principal of the related Mortgage Loans may for extended periods be applied to the distribution of principal of those classes of certificates having priority over such Underlying REMIC Certificates. In particular, certain of the Underlying REMIC Certificates are entitled to receive principal distributions on any Distribution Date only if scheduled distributions have been made on other specified classes of certificates evidencing beneficial ownership interests in the related Underlying REMIC Trusts. Accordingly, such Underlying REMIC Certificates may receive no principal distributions for extended periods of time or may receive principal distributions that vary widely from period to period. In addition, certain of the Underlying REMIC Certificates have Principal Balance Schedules and, as a result, may receive distributions of principal during certain periods at a rate faster or slower than would otherwise have been the case (and, in some cases, may receive no principal distributions for extended periods). Further, prepayments on the related 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 remain outstanding or whether such Underlying REMIC Certificates otherwise have performed as originally anticipated. Such information as to the Underlying REMIC Certificates may be obtained by performing an analysis of current Fannie Mae principal factors in the context of applicable information contained in the related Underlying REMIC Disclosure Documents, which may be obtained from Fannie Mae as described herein.

A number of the Mortgage Loans underlying the Group 7 MBS are convertible to fixed-rate mortgage loans at the option of the related borrowers during certain periods. Borrowers having such option may choose to exercise it under a variety of circumstances. For example, the conversion option may be exercised during periods of rising interest rates as borrowers seek to limit their exposure to higher rates. By contrast, if rates decline significantly, borrowers also may exercise their conversion option in order to secure fixed rate mortgage loans at competitive rates. The existence of periodic and lifetime caps also may affect the likelihood of conversion. As described in the MBS Prospectus, Fannie Mae will repurchase any Mortgage Loan for which the conversion option is exercised. Any such repurchase will have the effect of a prepayment in full of such Mortgage Loan, and substantial numbers of such repurchases may significantly reduce the weighted average lives of the Group 7

Classes. See “Description of the Certificates—Additional Characteristics of the Group 7 Mortgage Loans—*Convertible Mortgage Loans*” herein.

It is highly unlikely that the Mortgage Loans underlying the Trust MBS or the Underlying REMIC Certificates, as applicable, will prepay at any of the rates assumed herein, will prepay at a *constant* PSA rate or at a single CPR level until maturity or that such Mortgage Loans will prepay at the same rate. 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 effective yield on the Delay Classes (as defined herein) will be reduced below the yield otherwise produced because principal and interest payable on a Distribution Date will not be distributed until the 18th or 25th day, as applicable, 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.

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 and the Lower Tier REMIC will be created pursuant to a trust agreement dated as of March 1, 1997 (the “Trust Agreement”), executed by the Federal National Mortgage Association (“Fannie Mae”) in its corporate capacity and in its capacity as trustee (the “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 and RL Classes) 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 interests in the Lower Tier REMIC other than the RL Class (the “Lower Tier Regular Interests”) will be designated as the “regular interests,” and the RL Class will be designated as the “residual interest,” in the Lower Tier REMIC. The assets of the Lower Tier REMIC will consist of the Trust MBS and 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 Underlying REMIC Certificates are described in the Underlying REMIC Disclosure Documents. 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 Trust 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, “Description of Certificates—The Corporation’s Guaranty” in the MBS Prospec-

tus, and “Description of the Certificates—General—Fannie Mae Guaranty” in the related Underlying REMIC Disclosure Documents.

Characteristics of Certificates. The Group 1, Group 2, Group 3, Group 4 and Group 5 Classes and the RCR Certificates will be represented by one or more certificates (the “DTC Certificates”) to be registered at all times in the name of the nominee of the Depository (as defined herein), which Depository will maintain such Certificates through its book-entry facilities. When used herein with respect to any DTC Certificate, the terms “Holders” and “Certificateholders” refer to the nominee of the Depository.

The Group 6 and Group 7 Classes 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 and RL Certificates will not be issued in book-entry form but will be issued in fully registered, certificated form. As to the R or RL Certificate, “Holder” or “Certificateholder” refers to the registered owner thereof. The R or RL Certificates 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 or RL 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 and RL Classes” herein.

The distribution to the Holder of the R and RL Classes of the proceeds of any remaining assets of the Trust and the Lower Tier REMIC, as applicable, will be made only upon presentation and surrender of the related Certificate at the office of the Paying Agent. The Paying Agent initially will be State Street.

Authorized Denominations. The Certificates, other than the R and RL Certificates, will be issued in minimum denominations of \$1,000 and integral multiples of \$1 in excess thereof. The R and RL Classes will be issued as single Certificates and will not have principal balances.

Distribution Dates. Distributions on the Group 1, Group 2 and Group 3 Classes will be made on the 18th day of each month (or, if such 18th day is not a business day, on the first business day next succeeding such 18th day) and distributions on the Group 4, Group 5, Group 6 and Group 7 Classes will be made on 25th day of each month (or, if the 25th day is not a business day, on the first business day next succeeding such 25th day) (each, a “Distribution Date”), 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 and any interest to be added as principal to the principal balances of the 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 Lower Tier REMIC or 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 trust indenture or 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, as applicable, in accordance with instructions received from Holders of Certificates of the related Classes having principal balances aggregating not less than 51% of the aggregate principal balance of all such 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 Certificateholders.

Combination and Recombination

General. Subject to the rules, regulations and procedures of the Depository, all or a portion of the SA, SC, SB, PI, PJ, SD, SG, FC and SH Classes of REMIC Certificates may be exchanged for a proportionate interest in one or more RCR Classes in the combinations and proportions set forth on Schedule 1 hereto. Similarly, all or a portion of one or more RCR Classes may be exchanged, in the combinations and proportions set forth on Schedule 1, for certain Classes of REMIC Certificates. This process may occur repeatedly.

Each RCR Class issued in an exchange will represent a beneficial ownership interest in, and will be entitled to receive a proportionate share of the distributions on, the related Class or Classes of REMIC Certificates, and the Holders of an RCR Class will be treated as the beneficial owners of a proportionate interest in the related Class or Classes of REMIC Certificates.

The Classes of REMIC Certificates and RCR Certificates that are outstanding at any given time, and the outstanding principal balances (or notional principal balances) of such Classes, will depend upon distributions of principal of such Classes as well as any exchanges that occur. The aggregate outstanding principal balance of all the Classes of REMIC Certificates and RCR Classes (exclusive of any notional principal balance) will at all times equal the aggregate outstanding principal balance of the Trust MBS and related Underlying REMIC Certificates.

Procedures. A Holder proposing to effect an exchange must notify Fannie Mae's Capital Markets Department through a dealer who is a member of Fannie Mae's "REMIC Dealer Group." Such notice must be given in writing or by telefax not later than two business days before the proposed exchange date (which date, subject to Fannie Mae's approval, can be any business day other than the first or last business day of the month). The notice must include the outstanding principal balance of both the Certificates to be exchanged and the Certificates to be received, and the proposed exchange date. Promptly after the receipt of a Holder's notice, Fannie Mae will telephone the dealer to provide instructions for delivering the Certificates and the exchange fee to Fannie Mae by wire transfer. A Holder's notice becomes irrevocable on the second business day before the proposed exchange date.

A fee will be payable to Fannie Mae in connection with each exchange equal to $\frac{1}{32}$ of 1% of the outstanding principal balance (exclusive of any notional principal balance) of the Certificates to be submitted for exchange (but not less than \$2,000).

The first distribution on a REMIC Certificate or an RCR Certificate received in an exchange transaction will be made on the Distribution Date in the month following the month of the exchange. Such distribution will be made to the Holder of record as of the close of business on the last day of the month of the exchange.

Certificates to be exchanged must be delivered to Fannie Mae in the correct "exchange proportions" as shown in Schedule 1, which are based on the original principal balances of the related Classes of REMIC Certificates or RCR Certificates and will not change as a result of any reductions (or increases) in the outstanding principal balances of the Certificates.

Additional Considerations. The principal payment characteristics of an RCR Class will reflect the principal payment characteristics of the Class or Classes of REMIC Certificates which are combined to form such RCR Class. However, since an RCR Class may be formed through the combination of Classes of REMIC Certificates which have different principal payment characteristics, the principal payment characteristics of the RCR Classes should be viewed in terms of the resulting combination of REMIC Certificates in the aggregate rather than as a group of individual Classes of REMIC Certificates with different principal payment characteristics.

At any given time, a Holder's ability to exchange REMIC Certificates for RCR Certificates or to exchange RCR Certificates for REMIC Certificates will be limited by a number of factors. A Holder must, at the time of the proposed exchange, own the appropriate Classes in the appropriate proportions in order to effect a desired exchange. A Holder that does not own the appropriate Classes or the appropriate portions of such Classes may not be able to obtain the necessary Class or Classes of REMIC Certificates or the RCR Class or Classes. The Holder of a needed Class may refuse or be unable to sell at a reasonable price or any price, or certain Classes may have been purchased and placed into other financial structures. In addition, principal distributions will, over time, diminish the amounts available for exchange. Only the combinations listed on Schedule 1 are permitted.

Book-Entry Procedures

General. The Group 1, Group 2, Group 3, Group 4 and Group 5 Classes and the RCR Certificates will be represented by one or more certificates (the "DTC Certificates") to be registered at all times in the name of the nominee of The Depository Trust Company, a New York-chartered limited purpose trust company, or any successor depository selected or approved by Fannie Mae (the "Depository"). In accordance with its normal procedures, the Depository will record the positions held by each Depository participating firm (each, a "Depository Participant") in the DTC Certificates, whether held for its own account or as a nominee for another person. State Street will act as Paying Agent for, and perform certain administrative functions with respect to, the DTC Certificates.

No person acquiring a beneficial ownership interest in the DTC Certificates (a "beneficial owner" or an "investor") will be entitled to receive a physical certificate representing such ownership interest. An investor's interest in the DTC Certificates will be recorded on the records of the brokerage firm, bank, thrift institution or other financial intermediary (a "financial intermediary") that maintains such investor's account for such purpose. In turn, the financial intermediary's record ownership of such interest will be recorded on the records of the Depository (or of a Depository Participant that acts as an agent for the financial intermediary if such intermediary is not a Depository Participant). Accordingly, an investor will not be recognized by the Trustee or the Depository as a Certificateholder and must rely on the foregoing arrangements to evidence its interest in the DTC Certificates. Beneficial ownership of an investor's interest in the DTC Certificates may be transferred only by compliance with the procedures of an investor's financial intermediary and of Depository Participants. In general, beneficial ownership of an investor's interest in the DTC Certificates will be subject to the rules, regulations and procedures governing the Depository and Depository Participants as in effect from time to time.

The Group 6 and Group 7 Classes will be issued and maintained only on the book-entry system of the Federal Reserve Banks. Such Certificates may be held of record only by entities eligible to maintain book-entry accounts with the Federal Reserve Banks. Beneficial owners ordinarily will hold such Certificates through one or more financial intermediaries, such as banks, brokerage firms and securities clearing organizations. A Holder that is not the beneficial owner of such a Certificate, and each other financial intermediary in the chain to the beneficial owner, will have the responsibility of establishing and maintaining accounts for their respective customers. The rights of the beneficial owner of such a Certificate with respect to Fannie Mae and the Federal Reserve Banks may be exercised only through the Holder of such Certificate. Fannie Mae and the Federal Reserve Banks will have no direct obligation to a beneficial owner of such a Certificate that is not also the Holder of the Certificate. The Federal Reserve Banks will act only upon the instructions of the Holder in recording

transfers of such a Certificate. See “Description of the Certificates—Denominations, Certificate Form” in the REMIC Prospectus.

Method of Distribution. Each distribution on the DTC Certificates will be distributed by the Paying Agent to the Depository in immediately available funds. The Depository will be responsible for crediting the amount of such distributions to the accounts of the Depository Participants entitled thereto, in accordance with the Depository’s normal procedures, which currently provide for distributions in same-day funds settled through the New York Clearing House. Each Depository Participant and each financial intermediary will be responsible for disbursing such distributions to the beneficial owners of the DTC Certificates that it represents. Accordingly, the beneficial owners may experience some delay in their receipt of distributions.

Fannie Mae’s fiscal agent for the Group 6 and Group 7 Classes is the Federal Reserve Bank of New York. The Federal Reserve Banks will make distributions on such Certificates on behalf of Fannie Mae on the applicable Distribution Dates by crediting Holders’ accounts at the Federal Reserve Banks.

The Trust MBS

The Trust MBS included in each group specified below (each, an “MBS Group”) are expected to have the characteristics set forth below and the general characteristics described in the MBS Prospectus. The Trust MBS will provide that principal and interest on the related Mortgage Loans will be passed through monthly, commencing in the month following the month of the initial issuance of the MBS. The Mortgage Loans underlying the Group 1 MBS will be conventional Level Payment Mortgage Loans and the Mortgage Loans underlying the Group 7 MBS will be conventional Adjustable-Rate Mortgage Loans, in each case secured by first mortgages or deeds of trust on one- to four-family (“single-family”) residential properties and having an original maturity of up to 30 years. See “The Mortgage Pools” and “Yield Considerations” in the MBS Prospectus. As described herein under “Description of the Certificates—Distributions of Interest—*General*” and as explained more fully in the MBS Prospectus, interest will be distributed on the Group 7 MBS on each Distribution Date at a rate equal to the Pool Accrual Rate. The characteristics of the Group 1 and Group 7 MBS and the related Mortgage Loans as of the Issue Date are expected to be as follows:

Group 1 MBS

Aggregate Unpaid Principal Balance	\$675,000,000
MBS Pass-Through Rate	8.00%

Group 1 Mortgage Loans

Range of WACs (per annum percentages)	8.25% to 10.50%
Range of WAMs	241 months to 360 months
Approximate Weighted Average WAM	343 months
Approximate Weighted Average CAGE	17 months

Group 7 MBS (1)

Aggregate Unpaid Principal Balance	\$95,196,164(1)
Range of Pool Accrual Rates	6.726% to 8.090%
Weighted Average Pool Accrual Rate	7.584%
Range of Maximum Pool Accrual Rates	9.498% to 14.637%
Weighted Average Maximum Pool Accrual Rate	12.299%
Range of Minimum Pool Accrual Rates	0.00% to 5.347%
Weighted Average Minimum Pool Accrual Rate	0.172%
Range of MBS Margins	1.66% to 2.355%
Weighted Average MBS Margin	2.014%

Group 7 Mortgage Loans (2)

Range of WACs	7.770% to 8.75%
Weighted Average WAC	8.321%
Range of WAMs	160 months to 317 months
Weighted Average WAM	274 months
Range of Weighted Average Months to Rate Adjustment	2 months to 12 months
Weighted Average of Weighted Average Months to Rate Adjustment	6 months

(1) The aggregate unpaid principal balance of the Group 7 MBS is subject to a permitted variance of plus or minus 5%. The other characteristics set forth below may be affected by such variance.

(2) Numbers are approximate reflecting the aggregate characteristics of the Mortgage Loan pools underlying the Group 7 MBS as of the Issue Date.

With respect to the Group 7 Mortgage Loans, the Pool Accrual Rate will change over time due to changes in the level of the One-Year Treasury Index, but cannot be determined solely on the basis of the One-Year Treasury Index values and MBS Margins because the Pool Accrual Rate for the Group 7 MBS is restricted by periodic adjustment caps, in most cases, and lifetime adjustment caps, in all cases, affecting the related Mortgage Loans. The weighted average of the Pool Accrual Rates for the MBS within the Group 7 MBS will reflect such restrictions on rate adjustments. In addition, differences in the amortization schedules, prepayment rates and maturity dates of the related Mortgage Loans with differing maximum and minimum Mortgage Interest Rates will cause the range of Pool Accrual Rates and the Weighted Average Pool Accrual Rates for MBS within the Group 7 MBS to change over time.

The “Maximum Pool Accrual Rate” and “Minimum Pool Accrual Rate” of the Group 7 MBS are the maximum and minimum Pool Accrual Rates, respectively, applicable to such MBS, given lifetime interest rate adjustment caps affecting the Group 7 Mortgage Loans. The range of Maximum and Minimum Pool Accrual Rates, as well as the weighted average of the Maximum and Minimum Pool Accrual Rates applicable to the Group 7 MBS, will be subject to differences in the amortization schedules, prepayment rates and maturity dates of Group 7 Mortgage Loans with differing maximum and minimum Mortgage Interest Rates, and such differences will cause the range of Maximum and Minimum Pool Accrual Rates and the weighted average of the Maximum and Minimum Pool Accrual Rates of the Group 7 MBS to change over time.

The “MBS Margin” for the Group 7 MBS at any time is equal to the weighted average of the Net Mortgage Margins for the related Mortgage Loans. The “Net Mortgage Margin” for any such Mortgage Loan at any time is equal to the related Mortgage Margin (as defined herein) for such Mortgage Loan less the applicable servicing and guaranty fees (which may vary from Mortgage Loan to Mortgage Loan). The range of MBS Margins as well as the weighted average of the MBS Margins applicable to the Group 7 MBS will be affected by applicable periodic and lifetime adjustment caps, and will also be subject to differences in the amortization schedules, prepayment rates and maturity dates of such Mortgage Loans with differing Net Mortgage Margins, which differences will cause the range of MBS Margins, as well as the weighted average of the MBS Margins, to change over time.

The “Weighted Average Months to Rate Adjustment” for the Group 7 MBS equals the weighted average of the number of months from the Issue Date that will elapse before the Mortgage Interest Rates on the related Mortgage Loans are subject to adjustment as described in “Additional Characteristics of the Group 7 Mortgage Loans—*One-Year Treasury Index*” below. The weighted average of the Weighted Average Months to Rate Adjustment for the Group 7 MBS will vary over time due to differences in the amortization schedules, prepayment rates and maturity dates of the related Mortgage Loans with different numbers of months to rate adjustment.

Additional Characteristics of the Group 7 Mortgage Loans

General

The Mortgage Loans underlying the Group 7 MBS (the “Group 7 Mortgage Loans”) are amortizing loans having original maturities of up to 30 years and bear interest at rates that will vary in response to the One-Year Treasury Index (described below) and will adjust at periodic intervals as further described below. The actual Mortgage Interest Rate at any time borne by such Mortgage Loans generally will, subject to any applicable adjustment caps, be equal to the sum of a specified percentage, or “Mortgage Margin,” and the One-Year Treasury Index value then applicable thereto, which sum then may be rounded (as provided in the related mortgage note) to the nearest or next highest one-eighth of 1%. The related Mortgage Loans generally contain provisions limiting the amount by which rates may be adjusted upward or downward. Such Mortgage Loans provide for periodic adjustments of scheduled payments in order to fully amortize by their respective stated maturities. Except as specified herein, each such Mortgage Loan will provide for payment adjustments following any interest rate change in the amount necessary to pay interest at the Mortgage Interest Rate in effect during the month immediately prior to the month in which the first payment in the new amount is due and to fully amortize the outstanding principal balance of such Mortgage Loan on a level debt service basis over the remainder of its term.

Limitations on Rate Adjustments

Substantially all of the related Mortgage Loans contain provisions limiting the amount by which rates may be adjusted. For most of such Mortgage Loans, the related Mortgage Interest Rate, when adjusted on each interest rate change date, may not be more than a specified percentage amount greater or less than the initial Mortgage Interest Rate, in the case of the first change date, and, in the case of any subsequent change date, the Mortgage Interest Rate that was in effect immediately preceding such change date. In addition, substantially all of such Mortgage Loans by their terms provide that the Mortgage Interest Rate is subject to lifetime maximum and, in some cases, minimum caps (typically not more than a specified percentage greater or, if applicable, less than the initial Mortgage Interest Rate).

Interest Rate Change Dates

Because the related Mortgage Loans have varying interest rate change dates, the Weighted Average Pool Accrual Rate for any month will be calculated based on Mortgage Interest Rates that have been determined based on varying One-Year Treasury Index values. For instance, with respect to Mortgage Loans with both March 1 and August 1 annual interest rate change dates and a 45-day “look-back” period, interest will accrue on the Weighted Average Coupon Class during the month of August with respect to the Mortgage Loans having a March 1 interest rate change date on the basis of the One-Year Treasury Index value most recently available 45 days prior to March 1 and with respect to the Mortgage Loans having an August 1 interest rate change date on the basis of the One-Year Treasury Index value most recently available 45 days prior to August 1. This results in the likelihood of a Weighted Average Pool Accrual Rate that represents a weighted average of the different Net Mortgage Rates of the related Mortgage Loans.

One-Year Treasury Index

A general description of the One-Year Treasury Index is provided in the following paragraphs. In the event the One-Year Treasury Index is no longer available or otherwise is not published, an alternative published index will be selected by Fannie Mae as required by the terms of the related Mortgage Loans.

The Index applicable to such Mortgage Loans is the weekly average yield on United States Treasury Securities adjusted to a constant maturity of one year, as published by the Board of Governors of the Federal Reserve System in the Federal Reserve Statistical Release: Selected Interest

Rates No. H.15(519) (the “One Year Treasury Index (weekly average)”), as further described in the MBS Prospectus. The Mortgage Interest Rates applicable to such Mortgage Loans generally will be reset annually on the basis of the One-Year Treasury Index value in effect 45 days (or in some cases 30 days) prior to the date of such reset.

Listed below are historical values for the above-mentioned Index for selected months from December 1991 to December 1996 and monthly from December 1996 to February 1997. The values for the One Year Treasury Index (weekly average) are the first weekly values published in a given month.

	One-Year Treasury Index (weekly average)
December 1991	4.74%
June 1992	4.27
December 1992	3.82
June 1993	3.55
December 1993	3.62
June 1994	5.31
December 1994	6.89
June 1995	5.71
December 1995	5.39
June 1996	5.70
December 1996	5.41
January 1997	5.55
February 1997	5.62

Convertible Mortgage Loans

A number of the related Mortgage Loans by their terms may be converted to fixed-rate mortgage loans at the option of their borrowers during certain periods beginning on the first interest rate change date and ending on the tenth interest rate change date. As described in the MBS Prospectus, Fannie Mae will repurchase any such converted Mortgage Loan from the related Pool and, accordingly, the weighted average life of the Group 7 Classes may be shortened to some degree relative to Classes evidencing interest in similar pools where no such option to convert and obligation to repurchase exists.

The Underlying REMIC Certificates

The Underlying REMIC Certificates represent beneficial ownership interests in the related Underlying REMIC Trusts, the assets of which evidence the direct or indirect beneficial ownership interests in (i) certain MBS having the general characteristics set forth in the MBS Prospectus and (ii) certain GNMA Certificates having the general characteristics described in the GNMA Prospectus. Each MBS underlying the Underlying REMIC Certificates evidences beneficial ownership interests in a Pool of conventional Level Payment Mortgage Loans secured by first mortgages or deeds of trust on one- to four-family residential properties, as described under “The Mortgage Pools” and “Yield Considerations” in the MBS Prospectus. Each GNMA Certificate is based on and backed by a pool of mortgage loans that are either insured or guaranteed by the FHA, the VA or the FmHA. The Underlying REMIC Certificates provide that distributions thereon will be passed through monthly, commencing in the month following the initial issuance thereof. The general characteristics of the Underlying REMIC Certificates are described in the related Underlying REMIC Disclosure Documents.

The table contained in Exhibit A hereto sets forth certain information with respect to each of the Underlying REMIC Certificates, including the numerical designation of the related trust, the class

designation, the date of issue, the CUSIP number, the interest rate, the interest type, the final distribution date, the principal type, the original principal balance or notional principal balance of the entire class, the current principal factor for such class and the principal balance or notional principal balance of such class contained in the Lower Tier REMIC as of the Issue Date. The table also sets forth the approximate weighted average WAC, approximate weighted average WAM or WARM and approximate weighted average CAGE or WALA of the Mortgage Loans underlying the related MBS or GNMA Certificates as of the Issue Date, the underlying security type and the related Class Group.

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 REMIC Disclosure Documents 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.

Final Data Statement

Following the issuance of the Certificates, Fannie Mae will prepare a Final Data Statement setting forth among other things (a) with respect to the Group 1 MBS, 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 such Group 1 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 Group 1 MBS as of the Issue Date, (b) with respect to the Group 7 MBS, the Pool number, CUSIP number, Pool Accrual Rate, Maximum Pool Accrual Rate, Minimum Pool Accrual Rate, issue date, latest loan maturity date, original certificate balance, current WAC, current WAM, MBS Margin and Weighted Average Months to Rate Adjustment for each of the related MBS, in each case based on the Stated Principal Balances of the Group 7 Mortgage Loans and (c) with respect to each of the Underlying REMIC Certificates, the current principal balance or notional principal balance thereof 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, Z, PB, PC, PI and PJ
Accrual	Z
Floating Rate	FA, FB, FC and FD
Inverse Floating Rate	SA, SC, SB, SE, SL, SD, SG, SH, and SI
Interest Only	SA, SC, PI, PJ, SE, SL, SD, SG, SH and IO
Principal Only	EH
Weighted Average Coupon	F
RCR**	SM, SN, EN, PK, SR and TE
No Payment Residual	R and RL

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

** See "Description of the Certificates—Combination and Recombination" herein and Schedule 1 for a further description of the RCR Classes.

General. The interest-bearing Certificates will bear interest at the applicable per annum interest rates set forth or described 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 the Accrual Class) in the month after the Settlement Date. Interest to be distributed or, in the case of the Accrual Class, 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.

On any Distribution Date when distributions of interest are to be allocated from REMIC Certificates to RCR Certificates, such distributions will be allocated on a pro rata basis from the applicable Class or Classes of REMIC Certificates to the related RCR Class or, if there are two related RCR Classes, to such RCR Classes.

Interest Accrual Periods. Interest to be distributed 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 Periods</u>
FA, SA, SC, SM*, FB, SB, SN*, SE and SL Classes	One month period beginning on the 18th day of the month preceding the month of the Distribution Date and ending on the 17th day of the month of the Distribution Date
SD, SG, SR*, FC, SH, FD and SI 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 Fixed Rate Classes and the F, IO, TE* and PK* Classes (collectively, the "Delay Classes")	Calendar month preceding the month in which the Distribution Date occurs

See "Additional Risk Factors—Additional Yield and Prepayment Considerations" herein.

Accrual Class. The Z Class is an Accrual Class. Interest will accrue on the Z1 and Z2 Components at the per annum rate set forth on the cover hereof; however, such interest will not be distributed thereon for so long as such Components remain outstanding. Interest so accrued and unpaid on the Z1 and Z2 Components will be added as principal to the respective principal balances thereof on each Distribution Date. Distributions of principal of the Z1 and Z2 Components will be made as described herein.

Notional Classes. The SA, SC, SM*, SN*, PI, PJ, PK*, SE, SL, SD, SG, SR*, SH and IO Classes will be Notional Classes. The Notional Classes will not have principal balances and will bear interest at the applicable per annum interest rates set forth on the cover or described herein during each Interest Accrual Period on their respective notional principal balances. The notional principal balances of each Notional Class will be equal to the indicated percentages of the outstanding

* These Classes are RCR Classes. See "Description of the Certificates—Combination and Recombination" herein and Schedule 1 for a further description thereof.

notional principal balances or principal balances, as applicable, of the Classes or Underlying REMIC Certificates as specified below immediately prior to the related Distribution Date:

<u>Classes</u>	<u>Initial Notional Principal Balance</u>	<u>Percentage of Notional Principal Balance or Principal Balance</u>
SA	\$65,460,977	100% of the FA Class
SC	\$65,460,977	100% of the FA Class
SM(1)	\$65,460,977	100% of the FA Class
SN(1)	\$14,740,000	100% of the EN Class
PI and PJ	\$66,058,683 (2)	40% of the PB and PC Classes
PK(1)	\$66,058,683	40% of the PB and PC Classes
SE	\$36,452,082	100% of the Class 1997-7-SE REMIC Certificate
SL	\$38,348,226	100% of the EH Class
SD and SG	\$57,944,304 (3)	100% of the Class 1996-68-SO and Class 1996-68-SP REMIC Certificates
SR(1)	\$57,944,304	100% of the Class 1996-68-SO and Class 1996-68-SP REMIC Certificates
SH	\$40,909,905	100% of the FC Class
IO	\$95,196,000 (4)	100% of the F Class

- (1) These Classes are RCR Classes. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.
- (2) In the aggregate. The initial notional principal balances of the PI and PJ Classes are \$26,058,683 and \$40,000,000, respectively. On each Distribution Date, reductions of the principal balances of the PB and PC Classes will be allocated sequentially to reduce the notional principal balances of the PI and PJ Classes, in that order.
- (3) In the aggregate. The initial notional principal balances of the SD and SG Classes will be \$37,944,304 and \$20,000,000, respectively. On each Distribution Date, reductions in the notional principal balances of the Class 1996-68-SO and Class 1996-68-SP REMIC Certificates will be allocated sequentially to reduce the notional principal balances of the SD and SG Classes, in that order.
- (4) Subject to a permitted variance of plus or minus 5%.

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

Floating Rate and Inverse Floating Rate Classes. The following Classes will bear interest during their initial Interest Accrual Period at initial interest rates determined as described below, and will

bear interest during each Interest Accrual Period thereafter, subject to the applicable maximum and minimum interest rates, at rates 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>
FA	5.8750%	9.50%	0.50%	LIBOR + 50 basis points
SA	2.6250%	8.00%	0.00%	8% – LIBOR
SC	1.0000%	1.00%	0.00%	9% – LIBOR
SM*	3.6250%	9.00%	0.00%	9% – LIBOR
FB	6.5750%	9.00%	1.20%	LIBOR + 120 basis points
SB	19.4000%	62.40%	0.00%	62.4% – (8 × LIBOR)
SN*	19.4000%	62.40%	0.00%	62.4% – (8 × LIBOR)
SE	8.5000%	8.50%	0.00%	62.74923% – (6.86699149 × LIBOR)
SL	0.0000%	(1)	(1)	(1)
SD(2)	3.9125%	9.35%	0.00%	9.35% – LIBOR
SG(2)	3.9125%	9.35%	0.00%	9.35% – LIBOR
SR*(2) ...	3.9125%	9.35%	0.00%	9.35% – LIBOR
FC	5.7875%	10.00%	0.35%	LIBOR + 35 basis points
SH	4.2125%	9.65%	0.00%	9.65% – LIBOR
FD	5.7875%	10.00%	0.35%	LIBOR + 35 basis points
SI	25.0625%	52.25%	4.00%	52.25% – (5 × LIBOR)

* These Classes are RCR Classes. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

- (1) The SL Class will bear interest during each Interest Accrual Period following the initial Interest Accrual Period at a rate determined as follows:

<u>If LIBOR is:</u>	<u>Rate or Formula:</u>
Less than or equal to 7.9%	0.00%
Greater than 7.9% and less than or equal to 8.10%	(LIBOR – 7.9%) × 1.09062488
Greater than 8.1% and less than or equal to 8.25%	11.99687% – (1.4541665 × LIBOR)
Greater than 8.25% and less than or equal to 8.9%	(LIBOR – 8.25%) × 0.05385802
Greater than 8.9% and less than or equal to 9%	(LIBOR – 8.8912%) × 3.98265874
Greater than 9% and less than or equal to 9.1378%	(LIBOR – 8.92685%) × 5.92348430
Greater than 9.1378% and less than or equal to 9.6%	6.76848% – (LIBOR × 0.60396583)
Greater than 9.6%	0.97041%

- (2) The initial interest rates for these Classes are assumed rates. The actual initial interest rates for these Classes will be calculated on the basis of the applicable formulas for the calculation of such interest rates on the Index Determination Date occurring on March 21, 1997.

The yields with respect to such Classes will be affected by changes in the 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 establishment of the Index value by Fannie Mae and Fannie Mae’s determination of the rate or rates of interest for the applicable Class or 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.

Weighted Average Coupon Class. The F Class will bear interest during each Interest Accrual Period at the Weighted Average Pool Accrual Rate for the Group 7 MBS minus 1.50%, as described below under “Determination of Weighted Average Pool Accrual Rate.” Based on the expected characteristics of the Group 7 MBS as described under “The Trust MBS” above, during its initial Interest Accrual Period, the F Class will bear interest at a per annum rate equal to approximately 6.084%.

The yield with respect to such Class will be affected by changes in the weighted average of the Mortgage Interest Rates borne by the Group 7 Mortgage Loans, which rates will in turn be affected by, among other things, changes in the One-Year Treasury Index (weekly average). Such 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 such index. Conversely, higher mortgage interest rates could occur concurrently with a decrease in the level of such index.

Fannie Mae's determination of the rate or rates of interest for the applicable Class 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.

Determination of Weighted Average Pool Accrual Rate

At any time, interest for any month will accrue on the F Class at a rate that equals the then applicable Weighted Average Pool Accrual Rate for the Group 7 MBS minus 1.50% but not to result in a rate less than zero. Interest for any month will accrue on the IO Class at a rate per annum of 1.50%, unless the related Weighted Average Pool Accrual Rate for such month is less than 1.50%, in which case the IO Class shall bear interest for such month at a rate per annum equal to such Weighted Average Pool Accrual Rate. The "Weighted Average Pool Accrual Rate" for any Distribution Date is the weighted average of the Pool Accrual Rates in effect with respect to the Group 7 MBS during the calendar month preceding the month of such Distribution Date, weighted on the basis of the respective principal balances of such MBS immediately prior to such Distribution Date. The "Pool Accrual Rate" for any MBS and calendar month is the weighted average of the interest rates for the Mortgage Loans underlying such MBS (such interest rates, the "Mortgage Interest Rates"), weighted on the basis of the respective Stated Principal Balances of such Mortgage Loans immediately prior to such calendar month, less the servicing and guaranty fees applicable thereto (which fees may vary from Mortgage Loan to Mortgage Loan). The Mortgage Interest Rate for any Mortgage Loan as reduced by the fees applicable thereto is referred to herein as the "Net Mortgage Interest Rate." The Stated Principal Balance of a Mortgage Loan refers to the principal balance utilized by Fannie Mae in calculating the then outstanding principal balances of the MBS. Such Stated Principal Balance may differ from the actual principal balance for a number of reasons, including supplemental payments by Fannie Mae on delinquent Mortgage Loans pursuant to its guaranty obligations and delays in the distribution of certain Mortgage Loan receipts.

In effect, if the Mortgage Interest Rates for all Group 7 Mortgage Loans were not affected by an interest rate cap, the Weighted Average Pool Accrual Rate would, at any time, be equal, before giving effect to any rounding, to the sum of (x) the weighted average of the then applicable One-Year Treasury Index⁽¹⁾ values and (y) the weighted average of the individual Mortgage Margins (as defined herein), less the applicable servicing and guaranty fees. However, as indicated herein, the Weighted Average Pool Accrual Rate cannot be determined solely on the basis of applicable One-Year Treasury Index values and Net Mortgage Margins (as defined herein) because the Mortgage Interest Rates for all of the Group 7 Mortgage Loans are restricted by periodic and/or lifetime adjustment caps. In addition, differences in the amortization schedules, prepayment rates and maturity dates of Group 7 Mortgage Loans with differing Net Mortgage Interest Rates will cause the Weighted Average Pool Accrual Rate to change over the life of the Group 7 MBS.

(1) See "The Group 7 Mortgage Loans—One-Year Treasury Index" herein for a description of such Index.

Calculation of LIBOR

On each Index Determination Date, until the principal balances and notional principal balances of the Floating Rate and Inverse Floating Rate 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 equal to 5.4375% in the case of the FC, SH, FD and SI Classes, 5.375% in the case of the FA, SA, SC, SM*, FB, SB and SN* Classes, and will be equal to LIBOR as determined for such Interest Accrual Period for the related Underlying REMIC Certificates in the case of the SE, SL, SD, SG and SR* Classes.

* See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description of the RCR Classes.

Distributions of Principal

Categories of Classes and Components

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

<u>Principal Type*</u>	<u>Classes and Components</u>
Group 1 Classes and Components	
PAC	PA
TAC	A, B, C, FA, Z1, Z2
Component	Z
Notional	SA and SC
Accretion Directed	B and C
Support	FB and SB
RCR**	SM, SN, EN
Group 2 Classes	
Structured Collateral/Sequential Pay	PB and PC
Notional	PI and PJ
RCR**	PK
Group 3 Classes	
Structured Collateral/Pass-Through	EH
Notional	SE and SL
Group 4 Classes	
Notional	SD and SG
RCR**	SR
Group 5 Classes	
Structured Collateral/Pass-Through	FC
Notional	SH
RCR**	TE
Group 6 Classes	
Structured Collateral/Pass-Through	FD and SI
Group 7 Classes	
Pass-Through	F
Notional	IO
No Payment Residual	R and RL

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

** See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description of the RCR Classes.

Components. For purposes of calculating payments of principal, the Z Class is comprised of two payment Components having the designations and original principal balances set forth below, and therefore the payment characteristics of such Class will reflect a combination of the payment characteristics of such Components.

<u>Designation</u>	<u>Original Principal Balance</u>
Z1 Component	\$2,611,459
Z2 Component	\$ 888,000

Components are not separately transferable from the related Class of Certificates.

Principal Distribution Amount

Principal will be distributed monthly on the Certificates in an amount (the “Principal Distribution Amount”) equal to the sum of (i) the aggregate distributions of principal to be made on the Group 1 MBS in the month of such Distribution Date (the “Group 1 Cash Flow Distribution Amount”) and any interest accrued and added on such Distribution Date to the principal balances of the Z1 and Z2 Components (the “Group 1 Accrual Amount” and together with the Group 1 Cash Flow Distribution Amount, the “Group 1 Principal Distribution Amount”), (ii) the aggregate distributions of principal concurrently made on the Class 1997-7-PN, Class 1997-7-PR and Class 1997-7-PT REMIC Certificates (the “Group 2 Principal Distribution Amount”), (iii) the distribution of principal concurrently made on the Class 1997-7-SL REMIC Certificate (the “Group 3 Principal Distribution Amount”), (iv) the distribution of principal concurrently made on the Class 1997-7-TE REMIC Certificates (the “Group 5 Principal Distribution Amount”), (v) the distribution of principal concurrently made on the Class 1990-124-Z REMIC Certificate (the “Group 6 Principal Distribution Amount”) and (vi) the aggregate distributions of principal concurrently made on the Group 7 MBS (the “Group 7 Principal Distribution Amount”). The portion of each class of Underlying REMIC Certificates held by the Lower Tier REMIC will be as set forth in Exhibit A.

Group 1 Principal Distribution Amount

Group 1 Accrual Amount

On each Distribution Date, the accrued and unpaid interest, if any, on the Z1 Component will be distributed as principal of the B Class, without regard to its Targeted Balance and until the principal balance thereof is reduced to zero, and thereafter to the Z1 Component.

On each Distribution Date, the accrued and unpaid interest, if any, on the Z2 Component will be distributed as principal of the C Class, without regard to its Targeted Balance and until the principal balance thereof is reduced to zero, and thereafter to the Z2 Component.

Accretion
Directed
Classes and
Accrual
Components

Group 1 Cash Flow Distribution Amount

On each Distribution Date, the Group 1 Cash Flow Distribution Amount will be distributed as principal of the Group 1 Classes and Components 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 TAC Classes and Components as follows:

(a) 72.7979103159% of the amount remaining after giving effect to clause (i) above, concurrently, to the A and FA Classes, in proportion to their original principal balances (or 55.8591632437% and 44.1408367563%, respectively), until the principal balances thereof are reduced to their respective Targeted Balances for such Distribution Date;

(b) 11.0995552610% of the amount remaining after giving effect to clause (i) above, sequentially, to the B Class and the Z1 Component, in that order, until the principal balances thereof are reduced to their respective Targeted Balances for such Distribution Date; and

(c) 16.1025344231% of the amount remaining after giving effect to clause (i) above, sequentially, to the C Class and the Z2 Component, in that order, until the principal balances thereof are reduced to their respective Targeted Balances for such Distribution Date;

(iii) concurrently, to the FB and SB Classes, in proportion to their original principal balances (or 88.888888889% and 11.111111111%, respectively) until the principal balances thereof are reduced to zero;

(iv) to the TAC Classes and Components, in the order and proportions set forth in clause (ii) above, without regard to their Targeted Balances and until the principal balances thereof are reduced to zero; and

(v) to the PA Class, without regard to its Planned Balance and until the principal balance thereof is reduced to zero.

TAC
Classes and
Components

Support
Classes

TAC
Classes and
Components

PAC
Class

Group 2 Principal Distribution Amount

On each Distribution Date, the Group 2 Principal Distribution Amount will be distributed, sequentially, as principal of the PB and PC Classes, in that order, until the principal balances thereof are reduced to zero.

Structured
Collateral/
Sequential
Pay
Classes

Group 3 Principal Distribution Amount

On each Distribution Date, the Group 3 Principal Distribution Amount will be distributed as principal of the EH Class, until the principal balance thereof is reduced to zero.

Group 5 Principal Distribution Amount

On each Distribution Date, the Group 5 Principal Distribution Amount will be distributed as principal of the FC Class, until the principal balance thereof is reduced to zero.

Structured
Collateral/
Pass-Through
Classes

Group 6 Principal Distribution Amount

On each Distribution Date, the Group 6 Principal Distribution Amount will be distributed, concurrently, as principal of the FD and SI Classes, in proportion to their original principal balances (or 83.3333357841% and 16.6666642159%, respectively) until the principal balances thereof are reduced to zero.

Group 7 Principal Distribution Amount

On each Distribution Date, the Group 7 Principal Distribution Amount will be distributed as principal of the F Class, until the principal balance thereof is reduced to zero. } Pass-Through Class

On any Distribution Date when distributions of principal are to be allocated from REMIC Certificates to RCR Certificates, such distributions will be allocated on a pro rata basis from the applicable Class or Classes of REMIC Certificates to the related RCR Class or, if there are two related RCR Classes, to such RCR Classes.

Structuring Assumptions

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

- the Mortgage Loans underlying the Group 1 MBS have original terms to maturity of 360 months, remaining terms to maturity of 343 months, CAGEs of 17 months and interest rates of 8.516% per annum;
- the Mortgage Loans underlying the Group 7 MBS have original terms to maturity of 360 months, remaining terms to maturity of 274 months, CAGEs of 86 months, interest rates of 8.297% per annum, net mortgage interest rates of 7.557% per annum, periodic interest rate caps of 2.0% annually, gross interest rate caps of 12.3%, gross interest rate floors of 2.75%, net mortgage margins of 2.01%, 7 months to the next interest rate adjustment date and annual interest rate adjustment dates thereafter;
- unless otherwise specified, the level of the One-Year Treasury Index (weekly average) at all times on and after the next rate change date for the Group 7 Mortgage Loans is 5.746%;
- all payments (including prepayments) on the Mortgage Loans underlying the GNMA Certificates, are distributed on the Certificates in the month in which such payments are received;
- the Mortgage Loans prepay at the constant percentages of PSA or levels of CPR, as applicable, 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 with respect to the Group 1, Group 2, Group 3 and Group 4 Mortgage Loans is the Public Securities Association’s standard prepayment model (“PSA”). To assume a specified rate of 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 Models” in the REMIC Prospectus. The model used herein with respect to the Group 5, Group 6 and Group 7 Mortgage Loans is the “Constant Prepayment Rate” or “CPR” model. The CPR model represents an assumed *constant* rate of prepayment each month, expressed as a per annum percentage of the then outstanding principal balance of the pool of mortgage loans. It is highly unlikely that prepayments will occur at any *constant* PSA rate or CPR level or at any other constant rate.

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

<u>Principal Balance Schedule References</u>	<u>Related Classes and Components</u>	<u>Structuring Range and Rate</u>
Planned Balance	PA	Between 100% and 315%
Targeted Balances	A, B, C, FA, Z1 and Z2	260%

There is no assurance that the balance of any Class or Component listed above will conform on any Distribution Date to the applicable balance specified for such Distribution Date in the Principal Balance Schedules herein, or that distributions of principal of such Class or Component 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 any such Class or Component to its scheduled balance will be distributed or allocated, the ability to so reduce such Class or Component will not be enhanced by the averaging of high and low principal payments from month to month. In addition, even if prepayments occur on the related Mortgage Loans at rates falling within the applicable Structuring Range specified above, principal distributions may be insufficient to reduce the applicable Classes and Components 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 and Components specified above may not be reduced to their scheduled balances, even if prepayments occur at a *constant* rate within the applicable Structuring Range or at the applicable rate specified above.

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

<u>Related Class</u>	<u>Initial Effective Range</u>
PA	Between 100% and 315%

The actual Effective Range 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 Range calculated on the basis of the actual characteristics likely will differ from the Initial Effective Range. As a result, the applicable Class might not be reduced to its scheduled balance even if prepayments were to occur at a *constant* PSA rate within the Initial Effective Range (particularly if such rate were at the lower or higher end of such range). In addition, even if prepayments occur at rates falling within the actual Effective Range, principal distributions may be insufficient to reduce the applicable Class to its scheduled balance 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 Range may narrow, widen or shift upward or downward to reflect actual prepayment experience over time. The stability in principal payment of the PAC and TAC Classes and Components will be supported in part by the Support Classes. When the Support Classes are retired, any outstanding PAC Classes may no longer have an Effective Range and will be more sensitive to prepayments.

Principal Balance Schedules

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Targeted Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>	<u>Z1 Component Targeted Balance</u>	<u>Z2 Component Targeted Balance</u>	<u>FA Class Targeted Balance</u>
Initial Balance	\$338,625,000.00	\$82,839,286.00	\$20,000,000.00	\$31,915,278.00	\$2,611,459.00	\$ 888,000.00	\$65,460,977.00
April 1997	338,625,000.00	81,383,601.44	19,587,157.00	31,333,573.38	2,626,964.54	893,272.50	64,310,670.93
May 1997	338,625,000.00	79,862,361.74	19,156,328.28	30,725,878.47	2,642,562.14	898,576.31	63,108,562.10
June 1997	338,625,000.00	78,277,194.10	18,707,957.46	30,092,837.44	2,658,252.35	903,911.60	61,855,936.36
July 1997	338,625,000.00	76,629,811.08	18,242,511.42	29,435,128.25	2,674,035.73	909,278.58	60,554,146.98
August 1997	338,625,000.00	74,922,007.63	17,760,479.57	28,753,461.50	2,689,912.81	914,677.42	59,204,612.39
September 1997	338,625,000.00	73,155,657.93	17,262,372.92	28,048,579.13	2,705,884.17	920,108.32	57,808,813.58
October 1997	338,625,000.00	71,332,712.01	16,748,723.17	27,321,253.15	2,721,950.36	925,571.46	56,368,291.49
November 1997	338,625,000.00	69,455,192.18	16,220,081.77	26,572,284.18	2,738,111.94	931,067.04	54,884,644.20
December 1997	338,625,000.00	67,525,189.33	15,677,018.86	25,802,499.99	2,754,369.48	936,595.25	53,359,523.96
January 1998	338,625,000.00	65,544,859.06	15,120,122.27	25,012,753.96	2,770,723.55	942,156.28	51,794,634.15
February 1998	338,625,000.00	63,516,417.57	14,549,996.34	24,203,923.51	2,787,174.72	947,750.34	50,191,726.06
March 1998	338,625,000.00	61,442,137.55	13,967,260.84	23,376,908.38	2,803,723.57	953,377.61	48,552,595.60
April 1998	338,625,000.00	59,324,343.78	13,372,549.76	22,532,628.96	2,820,370.68	959,038.28	46,879,079.86
May 1998	338,625,000.00	57,237,022.97	12,786,057.60	21,700,382.82	2,837,116.63	964,732.57	45,229,644.35
June 1998	338,625,000.00	55,179,742.17	12,207,665.61	20,879,998.33	2,853,962.01	970,460.67	43,603,946.96
July 1998	338,625,000.00	53,152,074.54	11,637,256.68	20,071,306.25	2,870,907.41	976,222.78	42,001,650.39
August 1998	338,625,000.00	51,153,599.29	11,074,715.37	19,274,139.77	2,887,953.42	982,019.11	40,422,422.11
September 1998	338,625,000.00	49,183,901.52	10,519,927.82	18,488,334.37	2,905,100.64	987,849.85	38,865,934.29
October 1998	338,625,000.00	47,242,572.25	9,972,781.81	17,713,727.91	2,922,349.68	993,715.20	37,331,863.71
November 1998	338,625,000.00	45,329,208.22	9,433,166.66	16,950,160.51	2,939,701.13	999,615.39	35,819,891.75
December 1998	338,625,000.00	43,443,411.92	8,900,973.25	16,197,474.52	2,957,155.60	1,005,550.60	34,329,704.25
January 1999	338,625,000.00	41,584,791.41	8,376,093.99	15,455,514.56	2,974,713.72	1,011,521.06	32,860,991.51
February 1999	338,625,000.00	39,752,960.30	7,858,422.80	14,724,127.40	2,992,376.08	1,017,526.97	31,413,448.20
March 1999	335,062,907.08	38,816,637.84	7,585,080.98	14,347,314.34	3,010,143.31	1,023,568.53	30,673,550.67
April 1999	331,518,195.05	37,902,107.62	7,317,581.97	13,979,094.84	3,028,016.04	1,029,645.97	29,950,873.73
May 1999	327,990,772.73	37,009,021.63	7,055,830.18	13,619,330.91	3,045,994.88	1,035,759.50	29,245,142.38
June 1999	324,480,549.40	36,137,037.01	6,799,731.37	13,267,886.54	3,064,080.48	1,041,909.32	28,556,085.68
July 1999	320,987,434.77	35,285,815.93	6,549,192.71	12,924,627.74	3,082,273.45	1,048,095.65	27,883,436.67
August 1999	317,511,339.05	34,455,025.51	6,304,122.69	12,589,422.49	3,100,574.45	1,054,318.72	27,226,932.31
September 1999	314,052,172.92	33,644,337.81	6,064,431.17	12,262,140.70	3,118,984.11	1,060,578.74	26,586,313.45
October 1999	310,609,847.48	32,853,429.68	5,830,029.28	11,942,654.20	3,137,503.08	1,066,875.93	25,961,324.73
November 1999	307,184,274.29	32,081,982.76	5,600,829.49	11,630,836.70	3,156,132.01	1,073,210.50	25,351,714.59
December 1999	303,775,365.38	31,329,683.37	5,376,745.52	11,326,563.75	3,174,871.54	1,079,582.69	24,757,235.15
January 2000	300,383,033.20	30,596,222.48	5,157,692.35	11,029,712.77	3,193,722.34	1,085,992.71	24,177,642.19
February 2000	297,007,190.69	29,881,295.58	4,943,586.22	10,740,162.96	3,212,685.07	1,092,440.79	23,612,695.10
March 2000	293,647,751.17	29,184,602.70	4,734,344.58	10,457,795.28	3,231,760.38	1,098,927.16	23,062,156.84
April 2000	290,304,628.47	28,505,848.26	4,529,886.08	10,182,492.49	3,250,948.96	1,105,452.04	22,525,793.83
May 2000	286,977,736.82	27,844,741.08	4,330,130.57	9,914,139.04	3,270,251.47	1,112,015.66	22,003,375.97
June 2000	283,666,990.91	27,200,994.26	4,134,999.06	9,652,621.09	3,289,668.59	1,118,618.25	21,494,676.57
July 2000	280,372,305.85	26,574,325.16	3,944,413.72	9,397,826.50	3,309,201.00	1,125,260.05	20,999,472.26
August 2000	277,093,597.16	25,964,455.33	3,758,297.86	9,149,644.76	3,328,849.38	1,131,941.28	20,517,543.00
September 2000	273,830,780.86	25,371,110.41	3,576,575.92	8,907,967.00	3,348,614.42	1,138,662.18	20,048,672.01
October 2000	270,583,773.32	24,794,020.14	3,399,173.41	8,672,685.96	3,368,496.82	1,145,422.99	19,592,645.72
November 2000	267,352,491.40	24,232,918.25	3,226,016.98	8,443,695.97	3,388,497.27	1,152,223.94	19,149,253.70
December 2000	264,136,852.33	23,687,542.41	3,057,034.31	8,220,892.92	3,408,616.47	1,159,065.27	18,718,288.67
January 2001	260,936,773.81	23,157,634.20	2,892,154.16	8,004,174.22	3,428,855.13	1,165,947.22	18,299,546.42
February 2001	257,752,173.92	22,642,939.03	2,731,306.33	7,793,438.83	3,449,213.96	1,172,870.03	17,892,825.77
March 2001	254,582,971.18	22,143,206.08	2,574,421.64	7,588,587.17	3,469,693.67	1,179,833.95	17,497,928.51
April 2001	251,429,084.53	21,658,188.27	2,421,431.94	7,389,521.18	3,490,294.97	1,186,839.21	17,114,659.39
May 2001	248,290,433.30	21,187,642.20	2,272,270.05	7,196,144.20	3,511,018.60	1,193,886.07	16,742,826.08
June 2001	245,166,937.27	20,731,328.06	2,126,869.82	7,008,361.05	3,531,865.27	1,200,974.77	16,382,239.09

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Targeted Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>	<u>Z1 Component Targeted Balance</u>	<u>Z2 Component Targeted Balance</u>	<u>FA Class Targeted Balance</u>
July 2001	\$242,058,516.57	\$20,289,009.64	\$ 1,985,166.01	\$ 6,826,077.93	\$3,552,835.72	\$1,208,105.55	\$16,032,711.74
August 2001	238,965,091.81	19,860,454.24	1,847,094.39	6,649,202.45	3,573,930.68	1,215,278.68	15,694,060.16
September 2001	235,886,583.94	19,445,432.62	1,712,591.65	6,477,643.58	3,595,150.90	1,222,494.40	15,366,103.20
October 2001	232,822,914.35	19,043,718.97	1,581,595.39	6,311,311.65	3,616,497.11	1,229,752.96	15,048,662.41
November 2001	229,774,004.80	18,655,090.84	1,454,044.15	6,150,118.31	3,637,970.06	1,237,054.62	14,741,562.02
December 2001	226,739,777.49	18,279,329.09	1,329,877.38	5,993,976.54	3,659,570.50	1,244,399.63	14,444,628.86
January 2002	223,720,155.00	17,916,217.88	1,209,035.39	5,842,800.61	3,681,299.20	1,251,788.25	14,157,692.36
February 2002	220,715,060.29	17,565,544.57	1,091,459.38	5,696,506.06	3,703,156.92	1,259,220.74	13,880,584.50
March 2002	217,724,416.72	17,227,099.71	977,091.42	5,555,009.68	3,725,144.41	1,266,697.37	13,613,139.76
April 2002	214,748,148.04	16,900,676.98	865,874.41	5,418,229.52	3,747,262.46	1,274,218.38	13,355,195.11
May 2002	211,786,178.38	16,586,073.17	757,752.12	5,286,084.83	3,769,511.83	1,281,784.05	13,106,589.96
June 2002	208,838,432.30	16,283,088.07	652,669.13	5,158,496.09	3,791,893.31	1,289,394.65	12,867,166.11
July 2002	205,904,834.69	15,991,524.51	550,570.81	5,035,384.94	3,814,407.67	1,297,050.43	12,636,767.76
August 2002	202,985,310.85	15,711,188.27	451,403.38	4,916,674.20	3,837,055.72	1,304,751.66	12,415,241.41
September 2002	200,079,786.44	15,441,888.03	355,113.81	4,802,287.85	3,859,838.24	1,312,498.63	12,202,435.90
October 2002	197,188,187.54	15,183,435.36	261,649.88	4,692,151.00	3,882,756.03	1,320,291.59	11,998,202.31
November 2002	194,310,440.55	14,935,644.64	170,960.12	4,586,189.87	3,905,809.89	1,328,130.82	11,802,393.98
December 2002	191,446,472.30	14,698,333.06	82,993.81	4,484,331.80	3,929,000.64	1,336,016.60	11,614,866.44
January 2003	188,596,209.96	14,471,320.56	0.00	4,386,505.21	3,950,030.08	1,343,949.19	11,435,477.39
February 2003	185,759,581.07	14,254,429.78	0.00	4,292,639.59	3,890,828.50	1,351,928.89	11,264,086.71
March 2003	182,936,513.57	14,047,486.05	0.00	4,202,665.49	3,834,342.02	1,359,955.97	11,100,556.34
April 2003	180,126,935.71	13,850,317.31	0.00	4,116,514.50	3,780,523.68	1,368,030.71	10,944,750.33
May 2003	177,330,776.15	13,662,754.11	0.00	4,034,119.24	3,729,327.22	1,376,153.39	10,796,534.79
June 2003	174,547,963.91	13,484,629.57	0.00	3,955,413.33	3,680,707.11	1,384,324.30	10,655,777.82
July 2003	171,778,428.38	13,315,779.30	0.00	3,880,331.39	3,634,618.45	1,392,543.73	10,522,349.53
August 2003	169,022,099.27	13,156,041.41	0.00	3,808,809.04	3,591,017.08	1,400,811.96	10,396,122.01
September 2003	166,278,906.68	13,005,256.48	0.00	3,740,782.85	3,549,859.47	1,409,129.28	10,276,969.26
October 2003	163,548,781.04	12,863,267.48	0.00	3,676,190.35	3,511,102.75	1,417,495.98	10,164,767.19
November 2003	160,831,653.17	12,729,919.77	0.00	3,614,970.01	3,474,704.73	1,425,912.36	10,059,393.62
December 2003	158,127,454.22	12,605,061.03	0.00	3,557,061.23	3,440,623.82	1,434,378.72	9,960,728.18
January 2004	155,436,115.68	12,488,541.29	0.00	3,502,404.30	3,408,819.09	1,442,895.34	9,868,652.35
February 2004	152,757,569.41	12,380,212.84	0.00	3,450,940.46	3,379,250.22	1,451,462.53	9,783,049.41
March 2004	150,091,747.61	12,279,930.21	0.00	3,402,611.78	3,351,877.49	1,460,080.59	9,703,804.41
April 2004	147,438,582.80	12,187,550.14	0.00	3,357,361.25	3,326,661.82	1,468,749.82	9,630,804.15
May 2004	144,798,007.88	12,102,931.56	0.00	3,315,132.69	3,303,564.70	1,477,470.52	9,563,937.15
June 2004	142,169,956.09	12,025,935.55	0.00	3,275,870.80	3,282,548.20	1,486,243.00	9,503,093.63
July 2004	139,554,360.99	11,956,425.31	0.00	3,239,521.08	3,263,574.97	1,495,067.57	9,448,165.48
August 2004	136,951,156.46	11,894,266.10	0.00	3,206,029.88	3,246,608.26	1,503,944.54	9,399,046.24
September 2004	134,387,335.44	11,832,723.35	0.00	3,172,730.08	3,229,809.81	1,512,874.21	9,350,414.14
October 2004	131,869,849.32	11,769,954.40	0.00	3,138,891.70	3,212,676.67	1,521,856.90	9,300,813.07
November 2004	129,397,875.91	11,706,015.34	0.00	3,104,536.64	3,195,224.14	1,530,892.92	9,250,287.37
December 2004	126,970,607.50	11,640,960.78	0.00	3,069,686.21	3,177,467.12	1,539,982.60	9,198,880.18
January 2005	124,587,250.54	11,574,843.87	0.00	3,034,361.13	3,159,420.13	1,549,126.25	9,146,633.50
February 2005	122,247,025.40	11,507,716.39	0.00	2,998,581.58	3,141,097.30	1,558,324.18	9,093,588.25
March 2005	119,949,166.17	11,439,628.71	0.00	2,962,367.20	3,122,512.37	1,567,576.73	9,039,784.23
April 2005	117,692,920.40	11,370,629.86	0.00	2,925,737.06	3,103,678.74	1,576,884.22	8,985,260.20
May 2005	115,477,548.84	11,300,767.57	0.00	2,888,709.76	3,084,609.43	1,586,246.97	8,930,053.86
June 2005	113,302,325.25	11,230,088.26	0.00	2,851,303.33	3,065,317.10	1,595,665.31	8,874,201.90
July 2005	111,166,536.15	11,158,637.10	0.00	2,813,535.34	3,045,814.10	1,605,139.57	8,817,740.01
August 2005	109,069,480.60	11,086,458.05	0.00	2,775,422.86	3,026,112.41	1,614,670.09	8,760,702.93
September 2005	107,010,469.96	11,013,593.84	0.00	2,736,982.48	3,006,223.71	1,624,257.19	8,703,124.42
October 2005	104,988,827.72	10,940,086.02	0.00	2,698,230.31	2,986,159.33	1,633,901.22	8,645,037.33

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Targeted Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>	<u>Z1 Component Targeted Balance</u>	<u>Z2 Component Targeted Balance</u>	<u>FA Class Targeted Balance</u>
November 2005	\$103,003,889.27	\$10,865,975.03	\$ 0.00	\$ 2,659,182.04	\$2,965,930.31	\$1,643,602.51	\$ 8,586,473.59
December 2005	101,055,001.66	10,791,300.15	0.00	2,619,852.87	2,945,547.37	1,653,361.40	8,527,464.26
January 2006	99,141,523.45	10,716,099.58	0.00	2,580,257.59	2,925,020.94	1,663,178.23	8,468,039.52
February 2006	97,262,824.46	10,640,410.43	0.00	2,540,410.55	2,904,361.15	1,673,053.35	8,408,228.70
March 2006	95,418,285.62	10,564,268.78	0.00	2,500,325.70	2,883,577.85	1,682,987.11	8,348,060.31
April 2006	93,607,298.71	10,487,709.69	0.00	2,460,016.56	2,862,680.61	1,692,979.84	8,287,562.05
May 2006	91,829,266.27	10,410,767.19	0.00	2,419,496.26	2,841,678.71	1,703,031.91	8,226,760.81
June 2006	90,083,601.29	10,333,474.37	0.00	2,378,777.56	2,820,581.19	1,713,143.66	8,165,682.74
July 2006	88,369,727.15	10,255,863.32	0.00	2,337,872.80	2,799,396.81	1,723,315.45	8,104,353.20
August 2006	86,687,077.37	10,177,965.23	0.00	2,296,793.99	2,778,134.08	1,733,547.64	8,042,796.84
September 2006	85,035,095.37	10,099,810.38	0.00	2,255,552.75	2,756,801.26	1,743,840.58	7,981,037.58
October 2006	83,413,234.46	10,021,428.13	0.00	2,214,160.34	2,735,406.38	1,754,194.63	7,919,098.63
November 2006	81,820,957.55	9,942,846.99	0.00	2,172,627.71	2,713,957.20	1,764,610.16	7,857,002.51
December 2006	80,257,736.97	9,864,094.61	0.00	2,130,965.42	2,692,461.29	1,775,087.54	7,794,771.08
January 2007	78,723,054.38	9,785,197.83	0.00	2,089,183.74	2,670,925.96	1,785,627.12	7,732,425.53
February 2007	77,216,400.59	9,706,182.65	0.00	2,047,292.60	2,649,358.31	1,796,229.28	7,669,986.43
March 2007	75,737,275.31	9,627,074.30	0.00	2,005,301.61	2,627,765.23	1,806,894.39	7,607,473.70
April 2007	74,285,187.14	9,547,897.22	0.00	1,963,220.08	2,606,153.40	1,817,622.83	7,544,906.66
May 2007	72,859,653.29	9,468,675.11	0.00	1,921,057.02	2,584,529.26	1,828,414.96	7,482,304.03
June 2007	71,460,199.51	9,389,430.91	0.00	1,878,821.14	2,562,899.11	1,839,271.18	7,419,683.95
July 2007	70,086,359.88	9,310,186.86	0.00	1,836,520.85	2,541,268.99	1,850,191.85	7,357,063.99
August 2007	68,737,676.72	9,230,964.49	0.00	1,794,164.31	2,519,644.79	1,861,177.36	7,294,461.16
September 2007	67,413,700.40	9,151,784.65	0.00	1,751,759.39	2,498,032.19	1,872,228.10	7,231,891.94
October 2007	66,113,989.22	9,072,667.50	0.00	1,709,313.67	2,476,436.71	1,883,344.46	7,169,372.25
November 2007	64,838,109.31	8,993,632.57	0.00	1,666,834.51	2,454,863.68	1,894,526.81	7,106,917.54
December 2007	63,585,634.39	8,914,698.73	0.00	1,624,328.98	2,433,318.23	1,905,775.57	7,044,542.71
January 2008	62,356,145.72	8,835,884.24	0.00	1,581,803.93	2,411,805.36	1,917,091.11	6,982,262.20
February 2008	61,149,231.97	8,757,206.76	0.00	1,539,265.94	2,390,329.89	1,928,473.84	6,920,089.94
March 2008	59,964,489.07	8,678,683.32	0.00	1,496,721.37	2,368,896.47	1,939,924.15	6,858,039.42
April 2008	58,801,520.05	8,600,330.41	0.00	1,454,176.34	2,347,509.59	1,951,442.45	6,796,123.65
May 2008	57,659,934.98	8,522,163.93	0.00	1,411,636.75	2,326,173.60	1,963,029.14	6,734,355.21
June 2008	56,539,350.79	8,444,199.25	0.00	1,369,108.26	2,304,892.69	1,974,684.63	6,672,746.22
July 2008	55,439,391.17	8,366,451.18	0.00	1,326,596.35	2,283,670.91	1,986,409.32	6,611,308.41
August 2008	54,359,686.49	8,288,934.01	0.00	1,284,106.26	2,262,512.16	1,998,203.62	6,550,053.06
September 2008	53,299,873.62	8,211,661.53	0.00	1,241,643.03	2,241,420.19	2,010,067.96	6,488,991.06
October 2008	52,259,595.84	8,134,647.02	0.00	1,199,211.51	2,220,398.64	2,022,002.73	6,428,132.92
November 2008	51,238,502.75	8,057,903.28	0.00	1,156,816.34	2,199,450.99	2,034,008.38	6,367,488.75
December 2008	50,236,250.13	7,981,442.63	0.00	1,114,462.00	2,178,580.62	2,046,085.30	6,307,068.27
January 2009	49,252,499.84	7,905,276.93	0.00	1,072,152.74	2,157,790.75	2,058,233.93	6,246,880.87
February 2009	48,286,919.72	7,829,417.58	0.00	1,029,892.66	2,137,084.50	2,070,454.70	6,186,935.55
March 2009	47,339,183.50	7,753,875.54	0.00	987,685.67	2,116,464.87	2,082,748.02	6,127,240.99
April 2009	46,408,970.66	7,678,661.36	0.00	945,535.52	2,095,934.73	2,095,114.34	6,067,805.49
May 2009	45,495,966.33	7,603,785.16	0.00	903,445.78	2,075,496.84	2,107,554.08	6,008,637.08
June 2009	44,599,861.26	7,529,256.63	0.00	861,419.85	2,055,153.85	2,120,067.68	5,949,743.40
July 2009	43,720,351.63	7,455,085.11	0.00	819,460.99	2,034,908.31	2,132,655.58	5,891,131.83
August 2009	42,857,138.99	7,381,279.50	0.00	777,572.29	2,014,762.64	2,145,318.23	5,832,809.42
September 2009	42,009,930.20	7,307,848.37	0.00	735,756.69	1,994,719.19	2,158,056.05	5,774,782.92
October 2009	41,178,437.30	7,234,799.89	0.00	694,016.99	1,974,780.19	2,170,869.51	5,717,058.80
November 2009	40,362,377.42	7,162,141.88	0.00	652,355.83	1,954,947.77	2,183,759.05	5,659,643.24
December 2009	39,561,472.69	7,089,881.82	0.00	610,775.71	1,935,223.97	2,196,725.12	5,602,542.14
January 2010	38,775,450.17	7,018,026.84	0.00	569,279.02	1,915,610.74	2,209,768.17	5,545,761.14
February 2010	38,004,041.77	6,946,583.75	0.00	527,867.99	1,896,109.94	2,222,888.67	5,489,305.63

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Targeted Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>	<u>Z1 Component Targeted Balance</u>	<u>Z2 Component Targeted Balance</u>	<u>FA Class Targeted Balance</u>
March 2010	\$ 37,246,984.11	\$ 6,875,559.02	\$ 0.00	\$ 486,544.72	\$1,876,723.33	\$2,236,087.07	\$ 5,433,180.71
April 2010	36,504,018.52	6,804,958.82	0.00	445,311.19	1,857,452.60	2,249,363.84	5,377,391.26
May 2010	35,774,890.88	6,734,789.01	0.00	404,169.27	1,838,299.35	2,262,719.44	5,321,941.92
June 2010	35,059,351.57	6,665,055.16	0.00	363,120.68	1,819,265.09	2,276,154.33	5,266,837.07
July 2010	34,357,155.41	6,595,762.55	0.00	322,167.04	1,800,351.28	2,289,669.00	5,212,080.90
August 2010	33,668,061.59	6,526,916.16	0.00	281,309.85	1,781,559.26	2,303,263.91	5,157,677.34
September 2010	32,991,833.54	6,458,520.71	0.00	240,550.52	1,762,890.33	2,316,939.54	5,103,630.13
October 2010	32,328,238.88	6,390,580.66	0.00	199,890.32	1,744,345.70	2,330,696.37	5,049,942.77
November 2010	31,677,049.37	6,323,100.20	0.00	159,330.42	1,725,926.52	2,344,534.88	4,996,618.59
December 2010	31,038,040.82	6,256,083.27	0.00	118,871.91	1,707,633.87	2,358,455.55	4,943,660.70
January 2011	30,410,993.00	6,189,533.56	0.00	78,515.77	1,689,468.74	2,372,458.88	4,891,072.02
February 2011	29,795,689.60	6,123,454.54	0.00	38,262.86	1,671,432.09	2,386,545.36	4,838,855.28
March 2011	29,191,918.14	6,057,849.42	0.00	0.00	1,653,524.80	2,398,829.45	4,787,013.03
April 2011	28,599,469.92	5,992,721.21	0.00	0.00	1,635,747.68	2,373,039.53	4,735,547.64
May 2011	28,018,139.96	5,928,072.69	0.00	0.00	1,618,101.50	2,347,439.55	4,684,461.31
June 2011	27,447,726.92	5,863,906.42	0.00	0.00	1,600,586.94	2,322,030.55	4,633,756.06
July 2011	26,888,033.00	5,800,224.77	0.00	0.00	1,583,204.67	2,296,813.44	4,583,433.76
August 2011	26,338,863.94	5,737,029.89	0.00	0.00	1,565,955.27	2,271,789.09	4,533,496.12
September 2011	25,800,028.94	5,674,323.74	0.00	0.00	1,548,839.26	2,246,958.28	4,483,944.68
October 2011	25,271,340.59	5,612,108.11	0.00	0.00	1,531,857.15	2,222,321.69	4,434,780.86
November 2011	24,752,614.79	5,550,384.58	0.00	0.00	1,515,009.36	2,197,879.98	4,386,005.90
December 2011	24,243,670.73	5,489,154.56	0.00	0.00	1,498,296.27	2,173,633.69	4,337,620.93
January 2012	23,744,330.82	5,428,419.30	0.00	0.00	1,481,718.23	2,149,583.32	4,289,626.92
February 2012	23,254,420.64	5,368,179.85	0.00	0.00	1,465,275.53	2,125,729.28	4,242,024.71
March 2012	22,773,768.82	5,308,437.14	0.00	0.00	1,448,968.41	2,102,071.95	4,194,815.02
April 2012	22,302,207.11	5,249,191.90	0.00	0.00	1,432,797.08	2,078,611.60	4,147,998.45
May 2012	21,839,570.21	5,190,444.73	0.00	0.00	1,416,761.71	2,055,348.49	4,101,575.46
June 2012	21,385,695.78	5,132,196.07	0.00	0.00	1,400,862.40	2,032,282.78	4,055,546.41
July 2012	20,940,424.36	5,074,446.23	0.00	0.00	1,385,099.25	2,009,414.59	4,009,911.53
August 2012	20,503,599.32	5,017,195.37	0.00	0.00	1,369,472.30	1,986,744.00	3,964,670.95
September 2012	20,075,066.87	4,960,443.51	0.00	0.00	1,353,981.55	1,964,271.00	3,919,824.69
October 2012	19,654,675.90	4,904,190.55	0.00	0.00	1,338,626.98	1,941,995.57	3,875,372.67
November 2012	19,242,278.03	4,848,436.26	0.00	0.00	1,323,408.53	1,919,917.59	3,831,314.70
December 2012	18,837,727.52	4,793,180.28	0.00	0.00	1,308,326.09	1,898,036.94	3,787,650.51
January 2013	18,440,881.22	4,738,422.12	0.00	0.00	1,293,379.54	1,876,353.43	3,744,379.71
February 2013	18,051,598.55	4,684,161.21	0.00	0.00	1,278,568.71	1,854,866.81	3,701,501.84
March 2013	17,669,741.40	4,630,396.85	0.00	0.00	1,263,893.42	1,833,576.83	3,659,016.35
April 2013	17,295,174.18	4,577,128.22	0.00	0.00	1,249,353.44	1,812,483.14	3,616,922.59
May 2013	16,927,763.67	4,524,354.40	0.00	0.00	1,234,948.53	1,791,585.40	3,575,219.85
June 2013	16,567,379.06	4,472,074.39	0.00	0.00	1,220,678.40	1,770,883.20	3,533,907.32
July 2013	16,213,891.84	4,420,287.07	0.00	0.00	1,206,542.75	1,750,376.09	3,492,984.12
August 2013	15,867,175.84	4,368,991.24	0.00	0.00	1,192,541.26	1,730,063.61	3,452,449.30
September 2013	15,527,107.13	4,318,185.59	0.00	0.00	1,178,673.56	1,709,945.24	3,412,301.84
October 2013	15,193,563.98	4,267,868.75	0.00	0.00	1,164,939.29	1,690,020.42	3,372,540.63
November 2013	14,866,426.82	4,218,039.24	0.00	0.00	1,151,338.04	1,670,288.59	3,333,164.53
December 2013	14,545,578.29	4,168,695.52	0.00	0.00	1,137,869.39	1,650,749.11	3,294,172.30
January 2014	14,230,903.03	4,119,835.96	0.00	0.00	1,124,532.89	1,631,401.36	3,255,562.67
February 2014	13,922,287.83	4,071,458.84	0.00	0.00	1,111,328.08	1,612,244.66	3,217,334.27
March 2014	13,619,621.45	4,023,562.41	0.00	0.00	1,098,254.47	1,593,278.29	3,179,485.71
April 2014	13,322,794.66	3,976,144.81	0.00	0.00	1,085,311.57	1,574,501.54	3,142,015.54
May 2014	13,031,700.19	3,929,204.11	0.00	0.00	1,072,498.83	1,555,913.64	3,104,922.22
June 2014	12,746,232.68	3,882,738.36	0.00	0.00	1,059,815.74	1,537,513.80	3,068,204.21

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Targeted Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>	<u>Z1 Component Targeted Balance</u>	<u>Z2 Component Targeted Balance</u>	<u>FA Class Targeted Balance</u>
July 2014	\$ 12,466,288.67	\$ 3,836,745.49	\$ 0.00	\$ 0.00	\$1,047,261.72	\$1,519,301.23	\$ 3,031,859.89
August 2014	12,191,766.53	3,791,223.43	0.00	0.00	1,034,836.21	1,501,275.08	2,995,887.60
September 2014	11,922,566.49	3,746,169.99	0.00	0.00	1,022,538.62	1,483,434.51	2,960,285.62
October 2014	11,658,590.53	3,701,582.97	0.00	0.00	1,010,368.34	1,465,778.63	2,925,052.23
November 2014	11,399,742.41	3,657,460.11	0.00	0.00	998,324.75	1,448,306.55	2,890,185.61
December 2014	11,145,927.58	3,613,799.09	0.00	0.00	986,407.22	1,431,017.36	2,855,683.95
January 2015	10,897,053.23	3,570,597.54	0.00	0.00	974,615.11	1,413,910.11	2,821,545.37
February 2015	10,653,028.22	3,527,853.05	0.00	0.00	962,947.76	1,396,983.85	2,787,767.96
March 2015	10,413,763.02	3,485,563.17	0.00	0.00	951,404.49	1,380,237.60	2,754,349.79
April 2015	10,179,169.70	3,443,725.39	0.00	0.00	939,984.63	1,363,670.39	2,721,288.89
May 2015	9,949,161.92	3,402,337.18	0.00	0.00	928,687.48	1,347,281.20	2,688,583.24
June 2015	9,723,654.88	3,361,395.98	0.00	0.00	917,512.34	1,331,069.01	2,656,230.82
July 2015	9,502,565.33	3,320,899.15	0.00	0.00	906,458.50	1,315,032.80	2,624,229.56
August 2015	9,285,811.52	3,280,844.05	0.00	0.00	895,525.23	1,299,171.50	2,592,577.36
September 2015	9,073,313.12	3,241,228.02	0.00	0.00	884,711.81	1,283,484.07	2,561,272.11
October 2015	8,864,991.29	3,202,048.33	0.00	0.00	874,017.49	1,267,969.42	2,530,311.67
November 2015	8,660,768.60	3,163,302.24	0.00	0.00	863,441.52	1,252,626.47	2,499,693.86
December 2015	8,460,569.00	3,124,986.99	0.00	0.00	852,983.15	1,237,454.13	2,469,416.52
January 2016	8,264,317.82	3,087,099.77	0.00	0.00	842,641.62	1,222,451.29	2,439,477.41
February 2016	8,071,941.71	3,049,637.79	0.00	0.00	832,416.15	1,207,616.83	2,409,874.33
March 2016	7,883,368.70	3,012,598.18	0.00	0.00	822,305.98	1,192,949.63	2,380,605.02
April 2016	7,698,528.05	2,975,978.08	0.00	0.00	812,310.31	1,178,448.55	2,351,667.21
May 2016	7,517,350.33	2,939,774.62	0.00	0.00	802,428.37	1,164,112.45	2,323,058.64
June 2016	7,339,767.35	2,903,984.89	0.00	0.00	792,659.36	1,149,940.18	2,294,777.00
July 2016	7,165,712.16	2,868,605.96	0.00	0.00	783,002.48	1,135,930.59	2,266,819.98
August 2016	6,995,119.03	2,833,634.90	0.00	0.00	773,456.92	1,122,082.50	2,239,185.27
September 2016	6,827,923.37	2,799,068.75	0.00	0.00	764,021.90	1,108,394.76	2,211,870.53
October 2016	6,664,061.79	2,764,904.56	0.00	0.00	754,696.58	1,094,866.18	2,184,873.41
November 2016	6,503,472.05	2,731,139.33	0.00	0.00	745,480.17	1,081,495.59	2,158,191.57
December 2016	6,346,093.01	2,697,770.09	0.00	0.00	736,371.84	1,068,281.81	2,131,822.64
January 2017	6,191,864.66	2,664,793.81	0.00	0.00	727,370.78	1,055,223.63	2,105,764.24
February 2017	6,040,728.07	2,632,207.50	0.00	0.00	718,476.16	1,042,319.88	2,080,014.00
March 2017	5,892,625.35	2,600,008.14	0.00	0.00	709,687.16	1,029,569.35	2,054,569.53
April 2017	5,747,499.68	2,568,192.70	0.00	0.00	701,002.95	1,016,970.85	2,029,428.44
May 2017	5,605,295.24	2,536,758.15	0.00	0.00	692,422.71	1,004,523.18	2,004,588.34
June 2017	5,465,957.29	2,505,701.45	0.00	0.00	683,945.60	992,225.13	1,980,046.82
July 2017	5,329,431.99	2,475,019.56	0.00	0.00	675,570.81	980,075.50	1,955,801.48
August 2017	5,195,666.54	2,444,709.43	0.00	0.00	667,297.48	968,073.08	1,931,849.92
September 2017	5,064,609.06	2,414,768.02	0.00	0.00	659,124.80	956,216.68	1,908,189.72
October 2017	4,936,208.65	2,385,192.28	0.00	0.00	651,051.93	944,505.07	1,884,818.47
November 2017	4,810,415.29	2,355,979.14	0.00	0.00	643,078.04	932,937.05	1,861,733.77
December 2017	4,687,179.89	2,327,125.57	0.00	0.00	635,202.29	921,511.41	1,838,933.21
January 2018	4,566,454.25	2,298,628.52	0.00	0.00	627,423.86	910,226.95	1,816,414.36
February 2018	4,448,191.03	2,270,484.93	0.00	0.00	619,741.91	899,082.45	1,794,174.83
March 2018	4,332,343.75	2,242,691.77	0.00	0.00	612,155.60	888,076.72	1,772,212.21
April 2018	4,218,866.82	2,215,245.98	0.00	0.00	604,664.12	877,208.55	1,750,524.09
May 2018	4,107,715.43	2,188,144.52	0.00	0.00	597,266.62	866,476.72	1,729,108.07
June 2018	3,998,845.58	2,161,384.37	0.00	0.00	589,962.28	855,880.05	1,707,961.76
July 2018	3,892,214.09	2,134,962.49	0.00	0.00	582,750.28	845,417.33	1,687,082.75
August 2018	3,787,778.59	2,108,875.86	0.00	0.00	575,629.78	835,087.36	1,666,468.66
September 2018	3,685,497.41	2,083,121.45	0.00	0.00	568,599.97	824,888.96	1,646,117.10
October 2018	3,585,329.73	2,057,696.26	0.00	0.00	561,660.01	814,820.91	1,626,025.69

<u>Distribution Date</u>	<u>PA Class Planned Balance</u>	<u>A Class Targeted Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>	<u>Z1 Component Targeted Balance</u>	<u>Z2 Component Targeted Balance</u>	<u>FA Class Targeted Balance</u>
November 2018	\$ 3,487,235.40	\$ 2,032,597.28	\$ 0.00	\$ 0.00	\$ 554,809.10	\$ 804,882.04	\$ 1,606,192.06
December 2018	3,391,175.03	2,007,821.51	0.00	0.00	548,046.42	795,071.16	1,586,613.84
January 2019	3,297,109.93	1,983,365.97	0.00	0.00	541,371.14	785,387.08	1,567,288.67
February 2019	3,205,002.15	1,959,227.67	0.00	0.00	534,782.45	775,828.63	1,548,214.18
March 2019	3,114,814.41	1,935,403.65	0.00	0.00	528,279.55	766,394.63	1,529,388.05
April 2019	3,026,510.12	1,905,560.14	0.00	0.00	520,133.59	754,576.99	1,505,805.21
May 2019	2,940,053.36	1,866,886.23	0.00	0.00	509,577.32	739,262.62	1,475,244.44
June 2019	2,855,408.83	1,828,721.35	0.00	0.00	499,160.00	724,149.83	1,445,085.93
July 2019	2,772,541.91	1,791,060.64	0.00	0.00	488,880.29	709,236.68	1,415,325.80
August 2019	2,691,418.64	1,753,899.20	0.00	0.00	478,736.86	694,521.23	1,385,960.22
September 2019	2,612,005.61	1,717,232.22	0.00	0.00	468,728.40	680,001.59	1,356,985.37
October 2019	2,534,270.06	1,681,054.87	0.00	0.00	458,853.58	665,675.83	1,328,397.42
November 2019	2,458,179.83	1,645,362.35	0.00	0.00	449,111.10	651,542.05	1,300,192.60
December 2019	2,383,703.35	1,610,149.87	0.00	0.00	439,499.66	637,598.37	1,272,367.12
January 2020	2,310,809.63	1,575,412.68	0.00	0.00	430,017.94	623,842.90	1,244,917.21
February 2020	2,239,468.22	1,541,146.05	0.00	0.00	420,664.67	610,273.76	1,217,839.15
March 2020	2,169,649.28	1,507,345.26	0.00	0.00	411,438.55	596,889.08	1,191,129.21
April 2020	2,101,323.49	1,474,005.61	0.00	0.00	402,338.30	583,687.02	1,164,783.67
May 2020	2,034,462.04	1,441,122.46	0.00	0.00	393,362.65	570,665.72	1,138,798.86
June 2020	1,969,036.70	1,408,691.15	0.00	0.00	384,510.34	557,823.34	1,113,171.10
July 2020	1,905,019.72	1,376,707.08	0.00	0.00	375,780.11	545,158.07	1,087,896.76
August 2020	1,842,383.88	1,345,165.65	0.00	0.00	367,170.69	532,668.07	1,062,972.20
September 2020	1,781,102.45	1,314,062.30	0.00	0.00	358,680.85	520,351.55	1,038,393.81
October 2020	1,721,149.20	1,283,392.50	0.00	0.00	350,309.35	508,206.71	1,014,158.02
November 2020	1,662,498.38	1,253,151.72	0.00	0.00	342,054.96	496,231.75	990,261.26
December 2020	1,605,124.71	1,223,335.49	0.00	0.00	333,916.45	484,424.91	966,699.98
January 2021	1,549,003.39	1,193,939.34	0.00	0.00	325,892.60	472,784.42	943,470.66
February 2021	1,494,110.05	1,164,958.85	0.00	0.00	317,982.21	461,308.53	920,569.80
March 2021	1,440,420.80	1,136,389.62	0.00	0.00	310,184.07	449,995.48	897,993.91
April 2021	1,387,912.16	1,108,227.26	0.00	0.00	302,497.00	438,843.56	875,739.55
May 2021	1,336,561.11	1,080,467.44	0.00	0.00	294,919.80	427,851.03	853,803.28
June 2021	1,286,345.05	1,053,105.83	0.00	0.00	287,451.29	417,016.19	832,181.69
July 2021	1,237,241.79	1,026,138.15	0.00	0.00	280,090.30	406,337.34	810,871.37
August 2021	1,189,229.56	999,560.12	0.00	0.00	272,835.68	395,812.79	789,868.98
September 2021	1,142,286.98	973,367.52	0.00	0.00	265,686.26	385,440.86	769,171.15
October 2021	1,096,393.07	947,556.15	0.00	0.00	258,640.90	375,219.89	748,774.58
November 2021	1,051,527.24	922,121.84	0.00	0.00	251,698.45	365,148.23	728,675.96
December 2021	1,007,669.30	897,060.42	0.00	0.00	244,857.80	355,224.24	708,872.01
January 2022	964,799.39	872,367.80	0.00	0.00	238,117.80	345,446.28	689,359.50
February 2022	922,898.05	848,039.90	0.00	0.00	231,477.36	335,812.75	670,135.18
March 2022	881,946.18	824,072.64	0.00	0.00	224,935.36	326,322.03	651,195.86
April 2022	841,925.05	800,462.01	0.00	0.00	218,490.70	316,972.53	632,538.35
May 2022	802,816.22	777,204.01	0.00	0.00	212,142.30	307,762.66	614,159.50
June 2022	764,601.66	754,294.69	0.00	0.00	205,889.07	298,690.87	596,056.16
July 2022	727,263.65	731,730.09	0.00	0.00	199,729.93	289,755.58	578,225.24
August 2022	690,784.79	709,506.31	0.00	0.00	193,663.82	280,955.26	560,663.65
September 2022	655,148.00	687,619.49	0.00	0.00	187,689.69	272,288.36	543,368.32
October 2022	620,336.54	666,065.78	0.00	0.00	181,806.48	263,753.37	526,336.22
November 2022	586,333.98	644,841.37	0.00	0.00	176,013.16	255,348.78	509,564.34
December 2022	553,124.18	623,942.46	0.00	0.00	170,308.68	247,073.08	493,049.67
January 2023	520,691.31	603,365.31	0.00	0.00	164,692.03	238,924.80	476,789.27
February 2023	489,019.84	583,106.20	0.00	0.00	159,162.19	230,902.46	460,780.18

<u>Distribution Date</u>		<u>PA Class Planned Balance</u>	<u>A Class Targeted Balance</u>	<u>B Class Targeted Balance</u>	<u>C Class Targeted Balance</u>	<u>Z1 Component Targeted Balance</u>	<u>Z2 Component Targeted Balance</u>	<u>FA Class Targeted Balance</u>
March 2023	\$	458,094.51	\$ 563,161.43	\$ 0.00	\$ 0.00	\$ 153,718.15	\$ 223,004.59	\$ 445,019.50
April 2023		427,900.37	543,527.35	0.00	0.00	148,358.91	215,229.75	429,504.32
May 2023		398,422.73	524,200.33	0.00	0.00	143,083.49	207,576.50	414,231.79
June 2023		369,647.21	505,176.76	0.00	0.00	137,890.90	200,043.41	399,199.05
July 2023		341,559.68	486,453.06	0.00	0.00	132,780.16	192,629.07	384,403.27
August 2023		314,146.24	468,025.71	0.00	0.00	127,750.31	185,332.08	369,841.67
September 2023		287,393.29	449,891.19	0.00	0.00	122,800.39	178,151.05	355,511.48
October 2023		261,287.48	432,046.03	0.00	0.00	117,929.45	171,084.60	341,409.94
November 2023		235,815.73	414,486.77	0.00	0.00	113,136.55	164,131.36	327,534.32
December 2023		210,965.15	397,210.00	0.00	0.00	108,420.75	157,289.99	313,881.93
January 2024		186,723.16	380,212.33	0.00	0.00	103,781.14	150,559.13	300,450.08
February 2024		163,077.35	363,490.40	0.00	0.00	99,216.79	143,937.46	287,236.14
March 2024		140,015.59	347,040.88	0.00	0.00	94,726.80	137,423.67	274,237.45
April 2024		117,525.98	330,860.47	0.00	0.00	90,310.26	131,016.43	261,451.42
May 2024		95,596.83	314,945.89	0.00	0.00	85,966.29	124,714.47	248,875.47
June 2024		74,216.66	299,293.92	0.00	0.00	81,694.00	118,516.50	236,507.02
July 2024		53,374.21	283,901.36	0.00	0.00	77,492.51	112,421.24	224,343.56
August 2024		33,058.44	268,765.01	0.00	0.00	73,360.95	106,427.44	212,382.56
September 2024		13,258.55	253,881.71	0.00	0.00	69,298.47	100,533.85	200,621.54
October 2024		0.00	236,793.82	0.00	0.00	64,634.23	93,767.27	187,118.40
November 2024		0.00	214,762.50	0.00	0.00	58,620.66	85,043.15	169,708.89
December 2024		0.00	193,172.01	0.00	0.00	52,727.41	76,493.60	152,647.73
January 2025		0.00	172,015.26	0.00	0.00	46,952.55	68,115.80	135,929.31
February 2025		0.00	151,285.23	0.00	0.00	41,294.17	59,906.98	119,548.09
March 2025		0.00	130,975.01	0.00	0.00	35,750.38	51,864.40	103,498.63
April 2025		0.00	111,077.82	0.00	0.00	30,319.33	43,985.37	87,775.53
May 2025		0.00	91,586.95	0.00	0.00	24,999.18	36,267.24	72,373.53
June 2025		0.00	72,495.81	0.00	0.00	19,788.15	28,707.40	57,287.39
July 2025		0.00	53,797.89	0.00	0.00	14,684.44	21,303.26	42,511.99
August 2025		0.00	35,486.81	0.00	0.00	9,686.33	14,052.31	28,042.26
September 2025		0.00	17,556.25	0.00	0.00	4,792.08	6,952.04	13,873.24
October 2025 and thereafter		0.00	0.00	0.00	0.00	0.00	0.00	0.00

Yield Tables

General. The tables below indicate the sensitivity of the pre-tax corporate bond equivalent yields to maturity of applicable Classes to various constant percentages of PSA and levels of CPR, as applicable, and, where specified, to changes in the Index. 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. *There can be no assurance 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. In addition, there can be no assurance that the Index will correspond to the levels shown herein. Furthermore, because some of the Mortgage Loans will likely have remaining terms to maturity shorter or longer than those assumed and interest rates higher or lower than those assumed, the principal distributions on the Certificates are likely to differ from those assumed, even if all Mortgage Loans prepay at the indicated constant percentages of PSA or specified levels of CPR, as applicable. Moreover, it is not likely that the Mortgage Loans will prepay at a constant PSA rate or a single CPR level until maturity, that all of such Mortgage Loans will prepay at the same rate or that the level of the applicable Index will remain constant.*

The PI, PJ, PK and IO Classes. The yields to investors in the PI, PJ, PK**, and IO Classes will be very sensitive to the rate of principal payments (including prepayments) of the Mortgage Loans underlying the related MBS Group and related Underlying REMIC Certificates, as applicable. The Mortgage Loans generally can be prepaid at any time. On the basis of the assumptions described below, the yield to maturity on the PI, PJ, PK** and IO Classes would be 0% if prepayments of the Mortgage Loans underlying the related MBS Group and related Underlying REMIC Certificates, as applicable, were to occur at constant rates of approximately 415% PSA, 492% PSA, 471% PSA and 24% CPR, respectively. If the actual prepayment rates of the related Mortgage Loans were to exceed the applicable levels for as little as one month while equaling such levels for the remaining months, the investors in the PI, PJ, PK** and IO Classes, as applicable, would not fully recoup their initial investments.

The information set forth in the following tables was prepared on the basis of the Pricing Assumptions and the assumption that the aggregate purchase prices of the PI, PJ and IO Classes (expressed in each case as a percentage of the original notional principal balance) are as follows:

<u>Class</u>	<u>Price*</u>
PI	42.0%
PJ	62.0%
PK**	54.0%
IO	5.0%

* The prices do not include accrued interest. Accrued interest has been added to such prices in calculating the yields set forth in the tables below.

** This Class is an RCR Class. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

Sensitivity of the PI Class to Prepayments

	PSA Prepayment Assumption				
	50%	100%	160%	350%	500%
Pre-Tax Yields to Maturity	15.0%	9.6%	9.5%	4.7%	(6.5)%

Sensitivity of the PJ Class to Prepayments

	PSA Prepayment Assumption				
	50%	100%	160%	350%	500%
Pre-Tax Yields to Maturity	9.9%	8.0%	8.0%	5.6%	(0.4)%

Sensitivity of the PK** Class to Prepayments

	PSA Prepayment Assumption				
	50%	100%	160%	350%	500%
Pre-Tax Yields to Maturity	11.3%	8.4%	8.4%	5.5%	(1.4)%

** This Class is an RCR Class. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

Sensitivity of the IO Class to Prepayments and One Year Treasury Index (Pre-Tax Yields to Maturity)

One Year Treasury Index* (Weekly Average)	CPR Prepayment Assumption				
	3%	6%	20%	25%	30%
0.000%	24.1%	20.6%	3.9%	(2.4)%	(8.9)%
3.746%	24.9%	21.4%	4.7%	(1.7)%	(8.2)%
5.746%	25.4%	21.9%	5.1%	(1.2)%	(7.8)%
7.746%	25.8%	22.4%	5.5%	(0.9)%	(7.5)%
9.550%	26.0%	22.6%	5.7%	(0.6)%	(7.2)%

* Assumes that the level of the One-Year Treasury Index (weekly average) at all times on and after the next rate change date for the Group 7 Mortgage Loans is the respective indicated per annum rate shown. Substantially all of the Group 7 Mortgage Loans contain provisions limiting the amount by which their interest rates may be adjusted. See “Description of the Certificates—Limitations on Rate Adjustment” herein.

The Principal Only Class and the EN Class. **The Principal Only Class and the EN** Class will not bear interest. As indicated in the tables below, a low rate of principal payments (including prepayments) on the Trust MBS or related Underlying REMIC Certificate, as applicable, will have a negative effect on the yields to investors in the Principal Only Class and the EN** Class.**

The information set forth in the following tables was prepared on the basis of the Pricing Assumptions and the assumption that the aggregate purchase prices of the Principal Only Class and the EN** Class (expressed in each case as a percentage of original principal balance) are as follows:

Class	Price
EH	70.0%
EN**	70.0%

** This Class is an RCR Class. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

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

	PSA Prepayment Assumption				
	50%	100%	165%	350%	500%
EH	2.2%	2.8%	6.4%	23.3%	38.6%

	PSA Prepayment Assumption				
	50%	100%	260%	350%	500%
EN**	1.4%	1.6%	13.9%	38.9%	69.6%

** This Class is an RCR Class. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

The Inverse Floating Rate Classes and the SM, SN and SR Classes. **The yields to investors in the Inverse Floating Rate Classes and the SM**, SN** and SR** Classes will be sensitive in varying degrees to the rate of principal payments (including prepayments) of the Mortgage Loans underlying the related MBS Group or Underlying REMIC Certificates, as applicable, and to the level of the Index. The Mortgage Loans generally can be prepaid at any time. In addition, the rate of principal payments (including prepayments) of the Mortgage Loans is likely to vary, and may vary considerably, from Pool to Pool. As indicated in the tables below, it is possible that, under certain Index and prepayment scenarios, investors in the Interest Only Classes and the SM**, SN** and SR** Classes would not fully recoup their initial investments.**

Changes in the 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 the Index.

The information set forth in the following tables was prepared on the basis of the Pricing Assumptions and the assumptions that (i) the interest rates applicable to the Inverse Floating Rate Classes and the SM**, SN** and SR** Classes for the initial Interest Accrual Period are the actual and assumed rates appearing in the table under “Distributions of Interest—*Floating Rate and Inverse Floating Rate Classes*” herein and for each Interest Accrual Period subsequent to the initial Interest Accrual Period will be based on the indicated level of the Index and (ii) the aggregate purchase prices of such Classes (expressed in each case as a percentage of original principal balance) are as follows:

<u>Class</u>	<u>Price*</u>
SA	4.50%
SC	2.30%
SM**	7.00%
SB	99.00%
SN**	33.00%
SE	19.00%
SL	1.00%
SD	6.25%
SR**	11.00%
SG	20.00%
SH	13.00%
SI	153.00%

* The prices do not include accrued interest. Accrued interest has been added to such prices in calculating the yields set forth in the tables below.

** These Classes are RCR Classes. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

**Sensitivity of the SA Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption				
	50%	100%	260%	350%	500%
3.375%	109.0%	97.0%	78.2%	71.4%	41.5%
5.375%	55.9%	47.5%	28.4%	12.0%	(26.7)%
7.375%	9.9%	3.9%	(7.8)%	(58.6)%	*
8.000%	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%.

**Sensitivity of the SC Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption				
	50%	100%	260%	350%	500%
8.0% and below	39.6%	32.6%	14.4%	(9.1)%	(51.5)%
8.5%	17.9%	12.0%	(2.2)%	(43.2)%	(91.4)%
9.0%	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%.

Sensitivity of the SM Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption				
	50%	100%	260%	350%	500%
3.375%	80.8%	70.6%	51.4%	41.0%	7.0%
5.375%	48.5%	40.8%	22.0%	2.8%	(37.5)%
7.375%	19.5%	13.6%	(1.1)%	(40.4)%	(88.1)%
9.000%	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%.

** This Class is an RCR Class. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

**Sensitivity of the SB Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption				
	50%	100%	260%	350%	500%
3.375%	38.2%	38.2%	38.2%	38.2%	38.3%
5.375%	20.4%	20.4%	20.8%	21.4%	22.1%
7.375%	3.5%	3.5%	4.1%	5.3%	6.6%
7.800%	0.1%	0.1%	0.6%	2.0%	3.4%

Sensitivity of the SN Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption				
	50%	100%	260%	350%	500%
3.375%	130.0%	130.0%	82.2%	15.2%	(70.4)%
5.375%	66.5%	66.5%	27.2%	(50.2)%	*
7.375%	9.9%	9.4%	(14.9)%	*	*
7.800%	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%.

** This Class is an RCR Class. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

**Sensitivity of the SE Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption				
	50%	100%	165%	350%	500%
7.90000% and below	47.6%	47.5%	33.9%	(21.9)%	(77.0)%
8.50000%	22.6%	21.9%	9.3%	(58.3)%	*
9.13785%	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%.

**Sensitivity of the SL Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption				
	50%	100%	165%	350%	500%
7.9000%	*	*	*	*	*
8.1000%	20.5%	19.7%	7.1%	(61.9)%	*
8.2500%	*	*	*	*	*
8.9000%	(5.3)%	(9.0)%	(22.4)%	*	*
9.0000%	44.7%	44.5%	31.1%	(25.9)%	(81.1)%
9.1378%	147.9%	147.9%	130.7%	90.1%	34.1%
9.6000%	110.1%	110.1%	94.2%	50.5%	(5.2)%
10.0000%	110.1%	110.1%	94.2%	50.5%	(5.2)%

* The pre-tax yield to maturity would be less than (99.9)%.

**Sensitivity of the SD Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption				
	50%	100%	250%	350%	500%
3.4375%	102.2%	94.9%	69.5%	49.2%	14.2%
5.4375%	62.1%	55.3%	30.0%	9.2%	(25.5)%
7.4375%	24.0%	16.8%	(11.8)%	(34.3)%	(69.3)%
9.3500%	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%.

Sensitivity of the SR 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>250%</u>	<u>350%</u>	<u>500%</u>
3.4375%	53.6%	49.8%	38.0%	29.8%	16.8%
5.4375%	32.8%	29.2%	18.3%	10.7%	(1.4)%
7.4375%	12.0%	8.8%	(1.3)%	(8.3)%	(19.4)%
9.3500%	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%.
 ** This Class is an RCR Class. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

**Sensitivity of the SG 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>250%</u>	<u>350%</u>	<u>500%</u>
3.4375%	31.0%	30.8%	28.3%	24.8%	17.4%
5.4375%	19.8%	19.3%	15.4%	11.0%	2.4%
7.4375%	7.4%	6.4%	0.4%	(5.1)%	(14.8)%
9.3500%	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%.

**Sensitivity of the SH Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

<u>LIBOR</u>	<u>CPR Prepayment Assumption</u>				
	<u>3%</u>	<u>6%</u>	<u>18%</u>	<u>25%</u>	<u>30%</u>
3.4375%	48.1%	44.6%	29.3%	19.7%	12.5%
5.4375%	29.9%	26.5%	12.1%	3.1%	(3.6)%
7.4375%	11.5%	8.3%	(5.2)%	(13.6)%	(19.8)%
9.6500%	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%.

**Sensitivity of the SI Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

<u>LIBOR</u>	<u>CPR Prepayment Assumption</u>				
	<u>3%</u>	<u>6%</u>	<u>18%</u>	<u>25%</u>	<u>30%</u>
3.4375%	21.9%	20.8%	15.8%	12.6%	10.2%
5.4375%	14.9%	13.8%	9.1%	6.0%	3.7%
7.4375%	7.8%	6.8%	2.4%	(0.5)%	(2.8)%
9.4375%	0.5%	(0.3)%	(4.2)%	(7.0)%	(9.1)%
9.6500%	(0.2)%	(1.0)%	(4.9)%	(7.6)%	(9.8)%

* The pre-tax yield to maturity would be less than (99.9)%.

Weighted Average Lives of the Certificates

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

In general, the weighted average lives of the Certificates will be shortened if the level of prepayments of principal of the related 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 Group 1 and Group 7 Classes and, in the case of the Group 2, Group 3, Group 4, Group 5 and Group 6 Classes, the priority sequence of distributions of principal in the related Underlying REMIC Trusts. The weighted average lives of certain Group 1 Classes will also depend on the distribution of principal (or reduction of notional principal) of certain Classes and Components in accordance with the Principal Balance Schedules. In particular, if certain amounts distributable as principal (or allocable to reduction in notional principal) of such Classes and Components on any Distribution Date exceed the amount required to reduce the balances of such Classes and Components to their scheduled amounts as set forth in the Principal Balance Schedules, such excess principal will be distributed or allocated to the applicable remaining Classes and Components on such Distribution Date. Conversely, if certain amounts distributable as principal (or allocable to reduction in notional principal) on any Distribution Date are less than the amount required to reduce such Classes and Components to their scheduled amounts, no principal will be distributed (or reduction allocated) to the applicable remaining Classes and Components on such Distribution Date. Accordingly, the rate of principal payments on the Mortgage Loans underlying the Group 1 Classes is expected to have a greater effect on the weighted average lives of the related Support Classes than on the weighted average lives of the related PAC and TAC Classes. See “Distributions of Principal” herein and “Description of the Certificates—Distributions of Principal” in the Underlying REMIC Disclosure Documents.

The effect of the foregoing factors may differ as to 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.

As described under “Distribution of Principal—Components” herein, for purposes of calculating payments of principal, the Z Class is comprised of multiple payment components. Since such components are not divisible, the payment characteristics of such Class will reflect a combination of the payment characteristics of the related Components.

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 rates or CPR 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 or 0% CPR, as applicable, it has been assumed that the underlying Mortgage Loans have the original and remaining terms to maturity and bear interest at the per annum rates specified below:

<u>Mortgage Loans relating to Trust MBS and Underlying REMIC Trusts</u>	<u>Original Terms to Maturity</u>	<u>Remaining Terms to Maturity</u>	<u>Interest Rates</u>	<u>Related Groups</u>
Group 1 MBS	360 months	360 months	10.5%	Group 1
1997-7	360 months	359 months	10.0%	Group 2 and 3
1996-68	360 months	308 months	9.5%	Group 4
1997-7	360 months	303 months	12.5%	Group 5
1990-124	360 months	283 months	12.0%	Group 6
Group 7 MBS	360 months	360 months	(1)	Group 7

(1) Assumes that the level of the One-Year Treasury Index (weekly average) at all times on and after the next rate change date for the Group 7 Mortgage Loans is 9.55%. Substantially all of the Group 7 Mortgage Loans contain provisions limiting the amount by which their interest rates may be adjusted. See “Description of the Certificates—Limitations on Rate Adjustment” herein.

It is not likely that (i) all of the underlying Mortgage Loans will have the interest rates, CAGEs or WALAs or remaining terms to maturity assumed or (ii) the underlying Mortgage Loans will prepay at a single CPR level or 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 rates or CPR levels, even if the distributions of the weighted average remaining terms to maturity and the weighted average CAGEs or WALAs of the Mortgage Loans are identical to the distributions of the remaining terms to maturity and CAGEs or WALAs specified in the Pricing Assumptions.

Percent of Original Principal Balances Outstanding

Date	PA Class					A, FA, SA†, SC† and SM‡ Classes					B Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	260%	315%	500%	0%	100%	260%	315%	500%	0%	100%	260%	315%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 1998	100	100	100	100	100	98	82	74	74	74	97	78	70	70	70
March 1999	100	99	99	99	99	97	62	47	47	10	94	55	38	38	0
March 2000	99	87	87	87	73	97	62	35	35	0	93	54	24	24	0
March 2001	97	75	75	75	50	97	62	27	20	0	92	53	13	5	0
March 2002	96	64	64	65	35	97	62	21	9	0	91	51	5	0	0
March 2003	94	54	54	54	24	97	62	17	3	0	89	50	0	0	0
March 2004	92	44	44	44	17	97	62	15	*	0	88	49	0	0	0
March 2005	90	35	35	35	11	97	61	14	*	0	86	46	0	0	0
March 2006	88	28	28	28	8	97	59	13	*	0	85	42	0	0	0
March 2007	85	22	22	22	5	97	55	12	*	0	83	36	0	0	0
March 2008	82	18	18	18	4	97	50	10	*	0	81	28	0	0	0
March 2009	79	14	14	14	2	97	44	9	*	0	79	19	0	0	0
March 2010	76	11	11	11	2	97	38	8	*	0	76	10	0	0	0
March 2011	72	9	9	9	1	97	31	7	*	0	74	0	0	0	0
March 2012	68	7	7	7	1	97	23	6	*	0	71	0	0	0	0
March 2013	63	5	5	5	1	97	16	6	*	0	69	0	0	0	0
March 2014	58	4	4	4	*	97	9	5	*	0	66	0	0	0	0
March 2015	52	3	3	3	*	97	4	4	*	0	62	0	0	0	0
March 2016	45	2	2	2	*	97	4	4	*	0	59	0	0	0	0
March 2017	38	2	2	2	*	97	3	3	*	0	55	0	0	0	0
March 2018	30	1	1	1	*	97	3	3	*	0	51	0	0	0	0
March 2019	21	1	1	1	*	97	2	2	*	0	47	0	0	0	0
March 2020	11	1	1	1	*	97	2	2	*	0	42	0	0	0	0
March 2021	*	*	*	*	*	96	1	1	*	0	36	0	0	0	0
March 2022	*	*	*	*	*	75	1	1	*	0	8	0	0	0	0
March 2023	*	*	*	*	*	53	1	1	*	0	0	0	0	0	0
March 2024	*	*	*	*	*	28	*	*	*	0	0	0	0	0	0
March 2025	0	0	0	0	*	*	*	*	*	0	0	0	0	0	0
March 2026	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
March 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	16.9	7.4	7.4	7.4	4.8	25.3	9.1	4.0	2.4	1.3	18.2	6.2	2.0	1.9	1.2

Date	C Class					FB, SB, SN‡ and EN‡ Classes					Z Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	260%	315%	500%	0%	100%	260%	315%	500%	0%	100%	260%	315%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 1998	98	81	73	73	73	100	100	74	60	16	107	107	107	107	107
March 1999	96	60	45	45	7	100	100	46	21	0	115	115	115	115	91
March 2000	96	60	33	33	0	100	100	34	2	0	124	124	124	124	0
March 2001	96	60	24	17	0	100	100	25	0	0	133	133	133	133	0
March 2002	95	60	17	5	0	100	100	19	0	0	143	143	143	94	0
March 2003	95	59	13	0	0	100	100	15	0	0	153	153	148	45	0
March 2004	95	59	11	0	0	100	100	13	0	0	164	164	138	5	0
March 2005	94	58	9	0	0	100	100	12	0	0	177	177	134	2	0
March 2006	94	55	8	0	0	100	100	11	0	0	190	190	130	2	0
March 2007	94	51	6	0	0	100	100	10	0	0	203	203	127	2	0
March 2008	93	45	5	0	0	100	100	8	0	0	218	218	123	2	0
March 2009	93	39	3	0	0	100	100	7	0	0	235	235	120	2	0
March 2010	92	32	2	0	0	100	100	6	0	0	252	252	118	2	0
March 2011	92	24	0	0	0	100	100	5	0	0	270	266	116	2	0
March 2012	91	16	0	0	0	100	100	4	0	0	290	225	101	2	0
March 2013	91	8	0	0	0	100	100	3	0	0	312	183	89	2	0
March 2014	90	0	0	0	0	100	100	3	0	0	335	138	77	2	0
March 2015	89	0	0	0	0	100	96	2	0	0	359	67	67	2	0
March 2016	89	0	0	0	0	100	86	1	0	0	386	58	58	2	0
March 2017	88	0	0	0	0	100	76	1	0	0	414	50	50	2	0
March 2018	87	0	0	0	0	100	66	*	0	0	445	43	43	2	0
March 2019	86	0	0	0	0	100	56	*	0	0	477	37	37	2	0
March 2020	85	0	0	0	0	100	47	0	0	0	512	29	29	2	0
March 2021	83	0	0	0	0	100	38	0	0	0	550	22	22	2	0
March 2022	61	0	0	0	0	100	29	0	0	0	591	16	16	2	0
March 2023	37	0	0	0	0	100	21	0	0	0	504	11	11	2	0
March 2024	10	0	0	0	0	100	13	0	0	0	354	7	7	2	0
March 2025	0	0	0	0	0	100	5	0	0	0	4	3	3	1	0
March 2026	0	0	0	0	0	53	0	0	0	0	0	0	0	0	0
March 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	23.6	8.2	3.0	2.2	1.3	29.1	22.8	3.5	1.3	0.6	27.0	17.8	17.1	5.8	2.1

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

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

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

‡ These are RCR Classes. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

Date	PB Class					PC Class					PI† Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	160%	350%	500%	0%	100%	160%	350%	500%	0%	100%	160%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 1998	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 1999	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 2000	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 2001	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 2002	100	100	100	100	71	100	100	100	100	100	100	100	100	100	31
March 2003	100	100	100	91	47	100	100	100	100	100	100	100	100	79	0
March 2004	100	96	96	69	30	100	100	100	100	100	100	91	91	27	0
March 2005	100	80	80	52	18	100	100	100	100	100	100	52	52	0	0
March 2006	100	64	64	39	10	100	100	100	100	100	100	16	16	0	0
March 2007	100	51	51	28	5	100	100	100	100	100	100	0	0	0	0
March 2008	100	41	41	20	1	100	100	100	100	100	100	0	0	0	0
March 2009	100	32	32	14	0	100	100	100	100	77	100	0	0	0	0
March 2010	100	24	24	9	0	100	100	100	100	52	100	0	0	0	0
March 2011	100	18	18	5	0	100	100	100	100	36	100	0	0	0	0
March 2012	100	13	13	2	0	100	100	100	100	24	100	0	0	0	0
March 2013	100	9	9	0	0	100	100	100	99	16	100	0	0	0	0
March 2014	100	6	6	0	0	100	100	100	75	11	100	0	0	0	0
March 2015	100	3	3	0	0	100	100	100	56	7	100	0	0	0	0
March 2016	100	1	1	0	0	100	100	100	42	5	100	0	0	0	0
March 2017	96	0	0	0	0	100	88	88	31	3	91	0	0	0	0
March 2018	82	0	0	0	0	100	68	68	23	2	58	0	0	0	0
March 2019	67	0	0	0	0	100	52	52	17	1	21	0	0	0	0
March 2020	49	0	0	0	0	100	39	39	12	1	0	0	0	0	0
March 2021	30	0	0	0	0	100	28	28	8	1	0	0	0	0	0
March 2022	9	0	0	0	0	100	20	20	6	*	0	0	0	0	0
March 2023	0	0	0	0	0	13	13	13	4	*	0	0	0	0	0
March 2024	0	0	0	0	0	8	8	8	2	*	0	0	0	0	0
March 2025	0	0	0	0	0	4	4	4	1	*	0	0	0	0	0
March 2026	0	0	0	0	0	1	1	1	*	*	0	0	0	0	0
March 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	22.8	10.9	10.9	8.8	6.3	25.8	22.7	22.7	19.3	13.9	21.2	8.1	8.1	6.6	4.8

Date	PJ† Class					PK‡ Class					SE†, EH and SL† Classes				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	160%	350%	500%	0%	100%	160%	350%	500%	0%	100%	165%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 1998	100	100	100	100	100	100	100	100	100	100	99	99	89	74	52
March 1999	100	100	100	100	100	100	100	100	100	100	98	98	77	36	0
March 2000	100	100	100	100	100	100	100	100	100	100	97	97	67	9	0
March 2001	100	100	100	100	100	100	100	100	100	100	95	95	59	0	0
March 2002	100	100	100	100	100	100	100	100	100	73	94	94	52	0	0
March 2003	100	100	100	100	83	100	100	100	92	50	92	92	46	0	0
March 2004	100	100	100	100	57	100	96	96	71	35	91	91	41	0	0
March 2005	100	100	100	92	39	100	81	81	55	24	89	89	37	0	0
March 2006	100	100	100	71	27	100	67	67	43	16	87	86	33	0	0
March 2007	100	90	90	55	19	100	55	55	33	11	85	81	28	0	0
March 2008	100	74	74	43	13	100	45	45	26	8	82	75	22	0	0
March 2009	100	60	60	33	9	100	36	36	20	5	80	68	16	0	0
March 2010	100	49	49	25	6	100	30	30	15	4	77	59	9	0	0
March 2011	100	40	40	19	4	100	24	24	12	2	74	51	2	0	0
March 2012	100	32	32	15	3	100	19	19	9	2	71	41	0	0	0
March 2013	100	26	26	11	2	100	16	16	7	1	67	31	0	0	0
March 2014	100	20	20	8	1	100	12	12	5	1	63	21	0	0	0
March 2015	100	16	16	6	1	100	10	10	4	*	59	10	0	0	0
March 2016	100	13	13	5	1	100	8	8	3	*	54	0	0	0	0
March 2017	100	10	10	4	*	97	6	6	2	*	49	0	0	0	0
March 2018	100	8	8	3	*	83	5	5	2	*	44	0	0	0	0
March 2019	100	6	6	2	*	69	4	4	1	*	38	0	0	0	0
March 2020	87	4	4	1	*	53	3	3	1	*	31	0	0	0	0
March 2021	58	3	3	1	*	35	2	2	1	*	24	0	0	0	0
March 2022	26	2	2	1	*	15	1	1	*	*	17	0	0	0	0
March 2023	2	2	2	*	*	1	1	1	*	*	8	0	0	0	0
March 2024	1	1	1	*	*	1	1	1	*	*	0	0	0	0	0
March 2025	*	*	*	*	*	*	*	*	*	*	0	0	0	0	0
March 2026	*	*	*	*	*	*	*	*	*	*	0	0	0	0	0
March 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	24.3	14.1	14.1	11.5	8.2	23.1	11.7	11.7	9.5	6.8	18.2	13.3	6.3	1.7	1.1

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

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

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

‡ This is an RCR Class. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

Date	SD† Class					SG† Class					SR‡ Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	250%	350%	500%	0%	100%	250%	350%	500%	0%	100%	250%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 1998	99	89	75	66	53	100	100	100	100	100	99	93	84	78	69
March 1999	97	79	55	40	20	100	100	100	100	100	98	86	70	61	48
March 2000	95	69	37	19	0	100	100	100	100	95	97	80	59	47	33
March 2001	93	59	22	3	0	100	100	100	100	65	96	73	49	37	23
March 2002	91	51	10	0	0	100	100	100	82	45	94	68	41	28	15
March 2003	89	42	0	0	0	100	100	98	63	31	93	62	34	22	11
March 2004	86	34	0	0	0	100	100	82	49	21	91	57	28	17	7
March 2005	83	27	0	0	0	100	100	67	38	14	89	52	23	13	5
March 2006	80	20	0	0	0	100	100	55	29	10	87	47	19	10	3
March 2007	77	13	0	0	0	100	100	45	22	7	85	43	16	8	2
March 2008	73	6	0	0	0	100	100	37	17	4	82	39	13	6	2
March 2009	69	*	0	0	0	100	100	30	12	3	80	35	10	4	1
March 2010	64	0	0	0	0	100	89	24	9	2	77	31	8	3	1
March 2011	59	0	0	0	0	100	78	19	7	1	73	27	7	2	*
March 2012	54	0	0	0	0	100	68	15	5	1	70	24	5	2	*
March 2013	48	0	0	0	0	100	58	12	4	1	66	20	4	1	*
March 2014	41	0	0	0	0	100	49	9	3	*	61	17	3	1	*
March 2015	34	0	0	0	0	100	40	7	2	*	57	14	2	1	*
March 2016	26	0	0	0	0	100	31	5	1	*	51	11	2	*	*
March 2017	17	0	0	0	0	100	23	3	1	*	46	8	1	*	*
March 2018	7	0	0	0	0	100	15	2	*	*	39	5	1	*	*
March 2019	0	0	0	0	0	93	8	1	*	*	32	3	*	*	*
March 2020	0	0	0	0	0	71	2	*	*	0	24	1	*	*	0
March 2021	0	0	0	0	0	46	*	*	0	0	16	*	*	0	0
March 2022	0	0	0	0	0	19	0	0	0	0	7	0	0	0	0
March 2023	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
March 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
March 2025	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
March 2026	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
March 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	14.3	5.4	2.5	1.8	1.2	23.8	17.1	10.6	8.0	5.5	17.6	9.5	5.3	3.9	2.7

Date	FC†, SH† and TE‡ Classes					FD and SI Classes					F and IO† Classes				
	CPR Prepayment Assumption					CPR Prepayment Assumption					CPR Prepayment Assumption				
	0%	6%	18%	25%	30%	0%	6%	18%	25%	30%	0%	6%	20%	25%	30%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
March 1998	100	97	85	78	72	99	93	81	74	69	99	93	79	74	69
March 1999	100	90	68	57	50	98	86	65	55	48	99	86	62	54	47
March 2000	100	82	55	42	34	97	80	53	40	33	98	79	49	40	33
March 2001	100	76	44	31	23	96	74	43	30	23	98	73	38	29	22
March 2002	100	69	35	22	16	95	68	34	22	16	97	67	30	22	15
March 2003	100	63	28	16	11	93	62	27	16	11	97	61	23	16	10
March 2004	99	57	22	12	7	92	57	22	12	7	96	56	18	12	7
March 2005	97	51	17	8	5	90	52	18	9	5	95	51	14	8	5
March 2006	95	46	13	6	3	88	48	14	6	3	94	46	11	6	3
March 2007	93	40	10	4	2	85	43	11	4	2	93	42	8	4	2
March 2008	91	35	8	3	1	83	39	9	3	2	92	37	6	3	1
March 2009	89	31	6	2	1	80	35	7	2	1	91	33	5	2	1
March 2010	86	27	5	1	1	76	31	5	2	1	89	30	4	2	1
March 2011	83	23	3	1	*	72	27	4	1	*	88	26	3	1	*
March 2012	79	20	3	1	*	68	23	3	1	*	86	22	2	1	*
March 2013	75	17	2	*	*	63	20	2	1	*	84	19	1	1	*
March 2014	71	13	1	*	*	58	17	2	*	*	81	16	1	*	*
March 2015	65	10	1	*	*	52	13	1	*	*	79	13	1	*	*
March 2016	59	8	1	*	*	45	10	1	*	*	76	10	*	*	*
March 2017	53	5	*	*	*	37	7	*	*	*	72	7	*	*	*
March 2018	45	3	*	*	*	28	5	*	*	*	68	5	*	*	*
March 2019	37	1	*	*	*	18	2	*	*	*	64	2	*	*	*
March 2020	27	*	*	*	*	7	*	*	*	*	59	0	0	0	0
March 2021	16	*	*	*	*	0	0	0	0	0	53	0	0	0	0
March 2022	3	0	0	0	0	0	0	0	0	0	47	0	0	0	0
March 2023	0	0	0	0	0	0	0	0	0	0	40	0	0	0	0
March 2024	0	0	0	0	0	0	0	0	0	0	31	0	0	0	0
March 2025	0	0	0	0	0	0	0	0	0	0	22	0	0	0	0
March 2026	0	0	0	0	0	0	0	0	0	0	12	0	0	0	0
March 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	19.2	9.2	4.6	3.4	2.8	16.7	9.4	4.5	3.3	2.7	22.5	9.3	4.1	3.3	2.7

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

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

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

‡ These are RCR Classes. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a further description thereof.

Characteristics of the R and RL Classes

The R and RL Classes will not have principal balances 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, and the Holder of the RL Class will be entitled to receive the proceeds of the remaining assets of the Lower Tier REMIC, if any, after the principal balances of the Lower Tier Regular Interests have been reduced to zero. It is not anticipated that there will be any material assets remaining in either such circumstance.

The R and RL Classes will be subject to certain transfer restrictions. No transfer of record or beneficial ownership of an R or RL Certificate will be allowed to a “disqualified organization.” In addition, no transfer of record or beneficial ownership of an R or RL 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 and RL Classes will constitute noneconomic residual interests under the Regulations. Any transferee of an R or RL 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 or RL 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, and the Holder of the RL Class will be considered to be the holder of the “residual interest” in the REMIC constituted by the Lower Tier REMIC. See “Certain Federal Income Tax Consequences” in the REMIC Prospectus. Pursuant to the Trust Agreement, Fannie Mae will be obligated to provide to such Holders (i) such information as is necessary to enable them to prepare their federal income tax returns and (ii) any reports regarding the R or RL 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 Elections and Special Tax Attributes

Elections will be made to treat the Lower Tier REMIC and the Trust as REMICs for federal income tax purposes. The REMIC Certificates, other than the R and RL Classes, 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 Lower Tier Regular Interests will be designated as the “regular interests” and the RL Class will be designated as the “residual interest” in the Lower Tier REMIC.

As a consequence of the qualification of the Lower Tier REMIC and the Trust as REMICs, the REMIC Certificates and any related RCR Certificates generally will be treated as “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 and RL Classes, as “qualified mortgages” for other REMICs. The Small Business Job Protection Act of 1996 repeals the bad debt reserve method of accounting for mutual savings banks and domestic building and loan associations for tax years beginning after

December 31, 1995. As a result, section 593(d) of the Code is no longer applicable to treat the REMIC Certificates as “qualifying real property loans.” See “Certain Federal Income Tax Consequences—Special Tax Attributes” in the REMIC Prospectus.

Taxation of Beneficial Owners of Regular Certificates

The Notional Classes, the Principal Only Class, the Accrual Class and the PB, PC, SI and F Classes will be, and certain other Classes of REMIC Certificates may be, issued with original issue discount (“OID”) 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 260% PSA in the case of the Group 1 Classes, 160% PSA in the case of the Group 2 Classes, 165% PSA in the case of the Group 3 Classes, 250% PSA in the case of the Group 4 Classes, 18% CPR in the case of the Group 5 and 6 Classes, and 20% CPR in the case of the Group 7 Classes. 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 any of those rates 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 REMIC 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.

The SI Class qualifies as a regular interest under the Regulations because interest payable on such Class consists of a specified portion of the interest payments on certain Lower Tier Regular Interests. The F Class pays interest based on a weighted average of the interest rates on the Group 7 MBS. Neither Class qualifies as a “variable rate debt instrument” under the OID Regulations. Fannie Mae intends to treat all interest payments on each such Class as included in the stated redemption price at maturity. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Original Issue Discount*” in the REMIC Prospectus.

Taxation of Beneficial Owners of Residual Certificates

Under the Regulations, neither the R Class nor the RL Class will have significant value. Special rules regarding the treatment of “excess inclusions” by certain thrift institutions no longer apply because of the amendment of section 593 of the Code by the Small Business Job Protection Act of 1996. 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 (or the Lower Tier REMIC) that generally will not be treated as excess inclusions, the rate to be used is 8.02% (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 or RL Certificate are unclear; any transferee receiving such consideration should consult its own tax advisors.

Fannie Mae intends to determine the accruals of OID on the Underlying REMIC Certificates using the same Prepayment Assumption, as provided above, that will be used to determine the accruals of OID on the related Regular Certificates. The IRS, however, could take the position that the proper Prepayment Assumption to be used with respect to the Underlying REMIC Certificates is the Prepayment Assumption set forth in the related Underlying REMIC Disclosure Documents. See also “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates—*Taxable Income or Net Loss of a REMIC Trust*” in the REMIC Prospectus.

Taxation of Beneficial Owners of RCR Certificates

General. The arrangement pursuant to which the RCR Classes will be created, sold and administered will be classified as a grantor trust under subpart E, Part I of subchapter J of the Code. The interests in the REMIC Certificates that have been exchanged for RCR Certificates (including any exchanges effective on the Settlement Date) will be the assets of such trust and the RCR Certificates will evidence an ownership interest in those REMIC Certificates. For a general discussion of the federal income tax treatment of investors in REMIC Certificates, see “Certain Federal Income Tax Consequences” in the REMIC Prospectus.

The RCR Classes will represent beneficial ownership of the underlying Regular Certificates set forth in Schedule 1. Certain RCR Certificates (the “Strip RCR Certificates”) will represent the right to receive a disproportionate part of the principal or interest payments on one or more underlying Regular Certificates. The RCR Certificates other than the Strip RCR Certificates (the “Combination RCR Certificates”) will represent beneficial ownership of undivided interests in two or more underlying Regular Certificates.

The Strip RCR Classes are the SN and EN Classes. The SM, PK, SR and TE Classes are Combination RCR Classes.

Strip RCR Classes. A purchaser of a Strip RCR Certificate will be treated as owning, pursuant to section 1286 of the Code, “stripped bonds” to the extent of its share of principal payments and “stripped coupons” to the extent of its share of interest payments on the underlying Regular Certificates. Although it is unclear how the OID computations on a Strip RCR Certificate should be made, Fannie Mae intends to treat each Strip RCR Certificate as a single debt instrument for purposes of information reporting. The IRS could contend, however, that a Strip RCR Certificate should be treated as an interest in the underlying Regular Certificates to the extent that the Strip RCR Certificate represents an equal pro rata portion of principal and interest on such Regular Certificates, and an installment obligation consisting of “stripped bonds” or “stripped coupons” with respect to the remainder. Investors should consult their own tax advisors as to the proper treatment of a Strip RCR Certificate in this regard.

A beneficial owner who purchases a Strip RCR Certificate should calculate OID with respect to the Strip RCR Certificate and include such OID in its ordinary income for federal income tax purposes as it accrues, which may be prior to the receipt of the cash attributable to such income, in accordance with a constant yield method that takes into account the compounding of interest. Although the matter is not entirely clear, a beneficial owner of a Strip RCR Certificate should accrue OID using a method similar to that described with respect to the accrual of OID on a Regular Certificate under “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—Original Issue Discount” in the REMIC Prospectus. A beneficial owner, however, determines its yield to maturity based on its purchase price and on a schedule of payments projected using a prepayment assumption. A beneficial owner then makes periodic adjustments to take into account actual prepayment experience. With respect to a particular beneficial owner, it is not clear whether the prepayment assumption used for calculating OID would be one determined at the time of purchase of the Strip RCR Certificate or would be the original Prepayment Assumption with respect to the underlying Regular Certificates. Investors should consult their own tax advisors regarding this matter. For purposes of information reporting relating to OID, Fannie Mae will use the original yield to maturity of the Strip RCR Certificate, calculated based on the original Prepayment Assumption.

An investor that exchanges one or more underlying Regular Certificates for Strip RCR Classes and then sells Strip RCR Certificates also is subject to the coupon stripping rules of section 1286 of the Code. As of the date of such sale, the beneficial owner must allocate its basis in the Regular Certificates between the part of the Regular Certificates underlying the Strip RCR Certificates sold and the part of the Regular Certificates underlying the Strip RCR Certificates retained in proportion to their relative fair market values. Section 1286 of the Code treats the beneficial owner as purchasing

the Strip RCR Certificates retained for the amount of the basis allocated to such Certificates. The beneficial owner then calculates OID with respect to such retained Certificates as described above.

Upon the sale of the Strip RCR Certificates, the investor will realize gain or loss on the sale of its part of the underlying Regular Certificates in an amount equal to the difference between the amount realized and its adjusted basis in such part. The seller's adjusted basis in such part generally is equal to the seller's allocated cost of such part, increased by income previously included, and reduced (but not below zero) by distributions previously received and by any amortized premium in respect of such part. If a beneficial owner holds the certificates as a capital asset, any gain or loss realized will be capital gain or loss, except to the extent provided under "Certain Federal Income Tax Consequences—Sales of Certificates" in the REMIC Prospectus.

Although the matter is not free from doubt, an investor that acquires in one transaction a combination of Strip RCR Certificates that may be exchanged for underlying Regular Certificates should be treated as owning the underlying Regular Certificates. If an investor acquires such a combination in separate transactions, the law is unclear as to whether the combination should be aggregated or each Strip RCR Certificate should be treated as a separate debt instrument.

Combination RCR Classes. A beneficial owner of a Combination RCR Certificate will be treated as the beneficial owner of a proportionate interest in the related Class or Classes of REMIC Certificates. A purchaser of a Combination RCR Certificate must allocate its purchase price among the related Classes of REMIC Certificates in proportion to their relative fair market values at the time of purchase. Such owner should account for its ownership interest in each related Class of REMIC Certificates as described under "—Taxation of Beneficial Owners of Regular Certificates" herein and "Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates" in the REMIC Prospectus. When a beneficial owner sells a Combination RCR Certificate, such owner must allocate the sale proceeds among the related Classes of REMIC Certificates in proportion to their relative fair market values at the time of sale.

Exchanges. An exchange, as described under "Description of the Certificates—Combination and Recombination" herein, by a beneficial owner of (i) a combination of REMIC Certificates or (ii) all or a portion of an RCR Class for the related RCR Class or REMIC Certificates, respectively, will not be a taxable exchange. Such owner will be treated as continuing to own after the exchange the same combination of interests in the related REMIC Certificates that it owned immediately prior to the exchange.

PLAN OF DISTRIBUTION

General. The Dealer will receive the Certificates in exchange for the Trust MBS and 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.

Increase in Certificates. Before the Settlement Date, Fannie Mae and the Dealer may agree to offer hereby Group 1 and Group 7 Classes in addition to those contemplated as of the date hereof. In such event, the related Trust MBS will be increased in principal balance, but it is expected that all such additional Trust MBS will have the same characteristics as described herein under "Description of the Certificates—The Trust MBS." The proportion that the original principal balance of each Group 1 and Group 7 Class bears to the aggregate original principal balance of all Group 1 and Group 7 Classes, respectively, will remain the same. In addition, the dollar amounts reflected in the Principal Balance Schedules will be increased in a pro rata amount that corresponds to the increase of the principal balances of the applicable Classes and Components.

LEGAL MATTERS

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

Exhibit A

Underlying REMIC Certificates

Underlying REMIC Trust	Class	Date of Issue	CUSIP Number	Interest Rate	Interest Type (1)	Final Distribution Date	Principal Type (1)	Original Principal or Notional Principal Balance of Class	March 1997 Class Factor	Principal or Notional Principal Balance in the Lower Tier REMIC as of Issue Date	Approximate Weighted Average WAC	Approximate Weighted Average WAM or WARM (in months)	Approximate Weighted Average CAGE or WALA (in months)	Underlying Security Type	Class Group
1997-7	PN	February 1997	31359NXU0	6.75%	FIX	June 2023	PAC	\$52,609,610	1.00000000	\$52,609,610	8.115%	356	4	MBS	2
1997-7	PR	February 1997	31359NXV8	7.00	FIX	November 2025	PAC	67,047,585	1.00000000	67,047,585	8.115	356	4	MBS	2
1997-7	PT	February 1997	31359NXW6	7.50	FIX	March 2027	PAC	45,489,512	1.00000000	45,489,512	8.115	356	4	MBS	2
1997-7	PW	February 1997	31359NXY2	7.50	FIX/IO	November 2025	NTL	9,730,800	1.00000000	9,730,800	8.115	356	4	MBS	2
1997-7	SE	February 1997	31359NWR8	(2)	INV/IO	March 2027	NTL	36,564,188	0.99693400	36,452,082	8.070	343	16	MBS	3
1997-7	SL	February 1997	31359NWS6	(2)	INV	March 2027	TAC/AD	38,466,164	0.99693400	38,348,226	8.070	343	16	MBS	3
1996-68	SO	December 1996	31359NHX2	(2)	INV/IO	November 2022	NTL	60,279,534	0.96125999	57,944,304	9.500	276	76	GNMA	4
1996-68	SP	December 1996	31359NHX0	(2)	INV/IO	November 2022	NTL	60,279,534	0.96125999	57,944,304	9.500	276	76	GNMA	4
1997-7	TE	February 1997	31359NZJ3	10.00	FIX	June 2022	SC/PT	40,909,905	1.00000000	40,909,905	10.591	245	108	MBS	5
1990-124	Z (3)	October 1990	31358FFR5	9.00	FIX	October 2020	SEQ	35,000,000	1.36010863	20,401,629	10.077	271	79	MBS	6

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

(2) These Classes bear interest during their respective interest accrual periods, subject to the applicable maximum and minimum interest rates, as further described in the related Underlying REMIC Disclosure Documents.

(3) As of the Settlement Date, interest is being paid on the outstanding principal balance (including accrued and unpaid interest previously added thereto) of the Z Class.

Schedule 1

Available Recombinations

REMIC Certificates			RCR Certificates							
Class	Original Principal or Notional Principal Balance	Approximate Exchange Proportions (1)	RCR Class	Original Principal or Notional Principal Balance	Approximate Exchange Proportions (1)	Interest Rate	Interest Type (2)	Principal Type (2)	CUSIP Number	Final Distribution Date
Recombination 1										
SA	\$65,460,977	100% (5)	SM	\$65,460,977	100%	(3)	INV/IO	NTL	31359N5X5	April 2027
SC	65,460,977	100% (5)								
Recombination 2										
SB	14,740,000	100%	SN EN	14,740,000	100% (6)	(3)	INV/IO	NTL	31359N5Y3	April 2027
				14,740,000	100% (6)	(4)	PO	SUP	31359N5Z0	April 2027
Recombination 3										
PI	26,058,683	39.44777858% (7)	PK	66,058,683	100%	7.5%	FIX	NTL	31359N6A4	March 2027
PJ	40,000,000	60.55222142% (7)								
Recombination 4										
SD	37,944,304	65.48409659% (8)	SR	57,944,304	100%	(3)	INV/IO	NTL	31359N6B2	November 2022
SG	20,000,000	34.51590341% (8)								
Recombination 5										
FC	40,909,905	100% (9)	TE	40,909,905	100%	10.0%	FIX	SC/PT	31359N6C0	June 2022
SH	40,909,905	100% (9)								

- (1) Exchange proportions shown are the proportions of the original principal balances of the related Classes of REMIC Certificates or RCR Certificates required to effect an exchange. Classes of REMIC Certificates may be exchanged for RCR Classes and RCR Classes may be exchanged for Classes of REMIC Certificates in such proportions only.
- (2) 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.
- (3) For a description of these Interest Rates, see “Description of the Certificates—Distributions of Interest” herein.
- (4) This Class is a Principal Only Class and will not bear interest.
- (5) For each dollar of the SA Class and each dollar of the SC Class exchanged, one dollar of the SM Class will be exchanged therefore.
- (6) For each dollar of the SN Class and each dollar of the EN Class exchanged, one dollar of the SB Class will be exchanged therefore.
- (7) For each dollar of the PI and PJ Classes exchanged (in the above referenced approximate exchange proportions), one dollar of the PK Class will be exchanged therefore.
- (8) For each dollar of the SD and SG Classes exchanged (in the above referenced approximate exchange proportions), one dollar of the SR Class will be exchanged therefore.
- (9) For each dollar of the FC Class and each dollar of the SH Class exchanged, one dollar of the TE Class will be exchanged therefore.

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.

\$1,035,002,467
(Approximate)



Guaranteed REMIC Pass-Through Certificates

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Fannie Mae REMIC Trust 1997-22

Salomon Brothers Inc

Prospectus Supplement
Dated February 28, 1997