

Review of Callable Debt Issuance for the First Half of 2010

June/July 2010

Fannie Mae continues to remain flexible in its issuance practices to meet the needs of investors.

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Introduction

In this mid-year issue of *FundingNotes*, we examine Fannie Mae's debt issuance trends for the first half of 2010. We focus our analysis on callable debt due to the particularly active issuance in the first half of the year (**Figure 1**). This increase in issuance has been driven by two primary factors. First, heavy redemptions of Fannie Mae callable debt may have resulted in the need by investors to reinvest the cash that has been returned to them through the redemption process. Second, a low interest rate environment may have encouraged some investors to seek incremental yield by taking additional call risk in a high credit quality fixed-income instrument.

During the first half of 2010, Fannie Mae was active in issuing a variety of different types of callable securities. In addition to issuing fixed-rate callable securities with a range of different terms and lockouts (**Figure 2**), Fannie Mae was also active in issuing step-up callables. Also, in response to investor demand, Fannie Mae began offering the step-down callable structure towards the end of April 2010. This re-introduced callable product added to the already wide range of debt securities that Fannie Mae makes available to investors. In addition to issuing step-up and step-down callable debt, Fannie Mae continued to issue zero-coupon callable bonds (with a semi-annual optional redemption feature), primarily in the 25- to 30-year maturity sector. These securities help investors with longer duration needs, such as pension funds and insurance companies, to structure specific securities that could be incorporated into their portfolio management strategies.

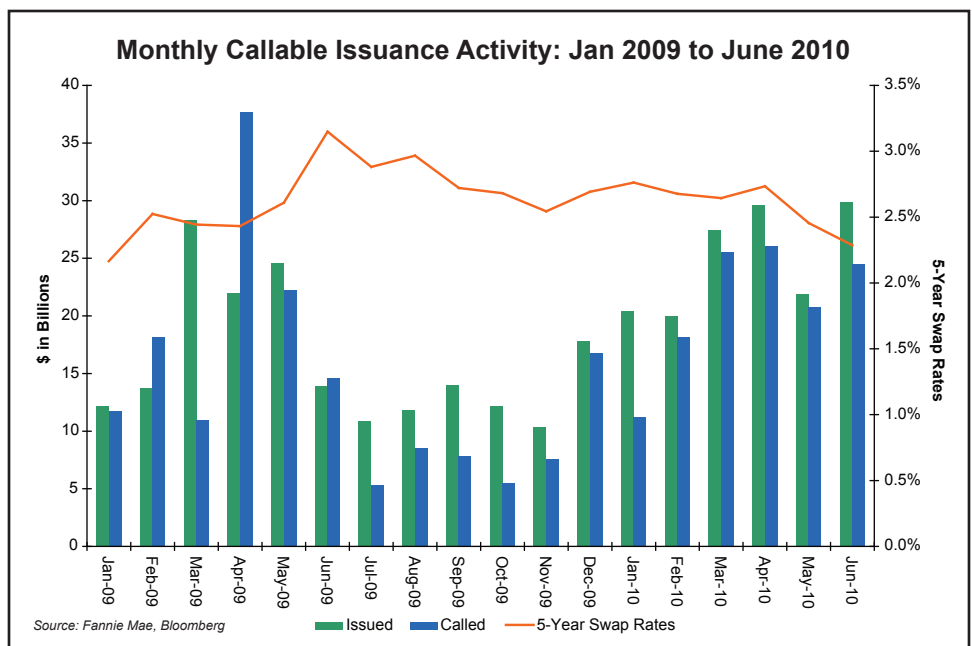


Figure 1

Distribution of First Half 2010 Fixed-Rate Callable Debt Securities Issued by Maturity Range and Lockout Period

Lockout Period	Maturity Range				
	Less than 5 Years	Greater than or equal to 5 Years and Less than 10 Years	Greater than or equal to 10 Years and Less than 15 Years	Greater than or equal to 15 Years and Less than 20 Years	Greater than or equal to 20 Years
Less than 1 Year	55.6%	9.5%	2.2%	0.4%	0.0%
1 Year and Less than 2 Years	19.1%	9.7%	0.8%	0.5%	0.4%
2 Years and Less than 3 Years	0.1%	1.5%	0.1%	0.0%	0.0%
Equal to 3 Years	0.0%	0.0%	0.0%	0.1%	0.0%

Figure 2

Source: Fannie Mae

Year-to-Date through June 2010 Callable Volume and Issuance Trends

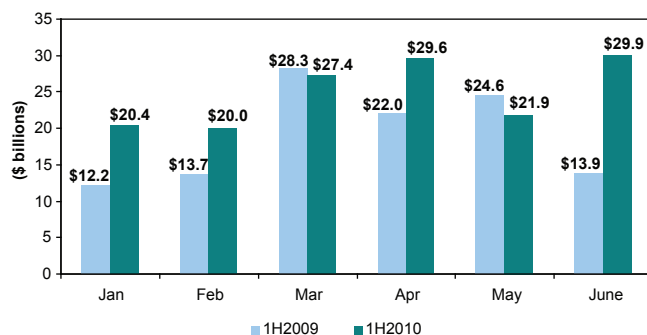
From January through June 2010, Fannie Mae issued approximately \$202.8 billion in long-term debt. Of this total amount issued, nearly 73.5% consisted of Fannie Mae callable debt securities. Issuance amounts for callable debt securities during the first half of 2010 increased by 30 percent to approximately \$149.1 billion compared to \$114.7 billion during the first half of 2009. **Figure 3** presents the amount of callables issued per month during the first half of 2009 and 2010.

As depicted in **Figure 3**, callable activity was particularly robust in the months of April and June 2010, when the market experienced a rally in long-term rates and concerns over European sovereign risk may have led investors to invest in long-term agency securities that typically offer higher yield than comparable Treasuries. Furthermore, Fannie Mae sought to replace the high volume of callable redemptions of approximately \$126 billion during the first half of 2010 to offset the inherent negative convexity and volatility exposure in its mortgage portfolio.

Figures 4 and 5 represent the breakdown in the maturity terms as well as the call options incorporated in callable debt securities issued through the first half of 2009 and 2010. As shown in **Figure 4**, the first half of both 2009 and 2010 had the heaviest amount of callables issued with maturities of two years and up to five years. In addition, during the first half of 2010, investor demand for callables increased 28 percent in maturities ranging between five years and up to ten years. The rise in five- to ten-year dated callables in the first half of 2010 may be attributable to the sell-off

¹ 2s/10s curve: Treasury curve measured by the difference between 2-year and 10-year yields

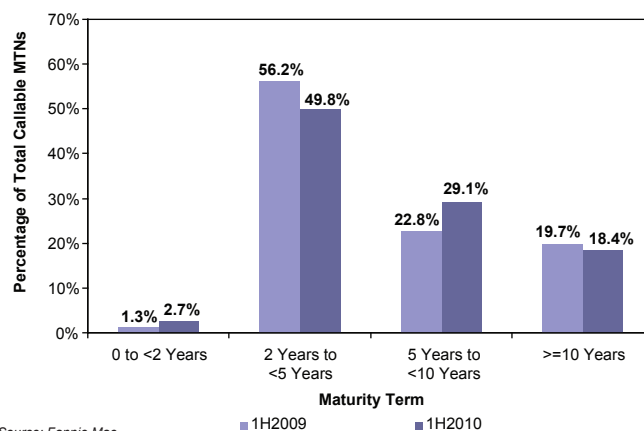
Callable Issuance: First Half of 2009 versus First Half of 2010



Source: Fannie Mae

Figure 3

Callable MTN Issuance by Maturity: First Half of 2009 versus First Half of 2010



Source: Fannie Mae

Figure 4

in rates and the steepening of the 2s/10s curve¹ that occurred at certain points during this time, which enabled investors to take advantage of the higher yields offered in longer-dated callables.

Figure 5

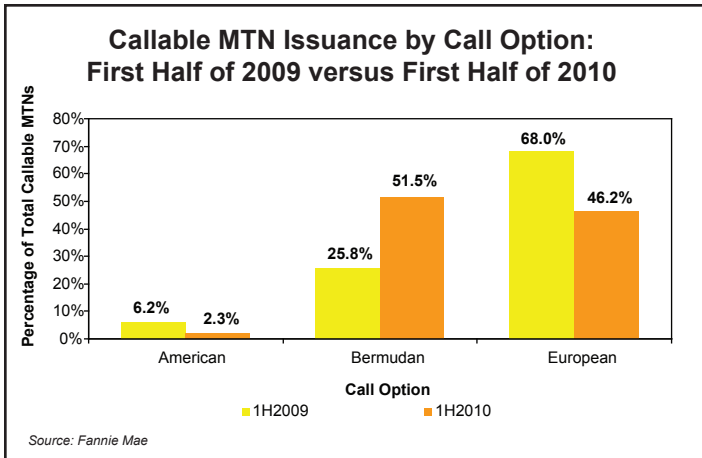


Figure 5 shows the notable increase in the issuance of callables with Bermudan call options during the first half of 2010. Over the past few years, dating back to 2007, there had been a rise in the issuance of callables with European options. However, to date in 2010, it appears that the yield pick-up of Bermudan options over Europeans has attracted a number of investors who were willing to take on the additional call risk in the Bermudan option.

Throughout the first half of 2010, Fannie Mae issued various types of callable securities including: traditional fixed; float-to-fixed; step-up; step-down; and, zero-coupon. The breakdown of these structures is shown in **Figure 6**.

The step-up callable structure gained popularity in the first half of 2010, nearly 200 percent greater than issued in first half of 2009, to approximately \$46.6 billion. In the current low interest rate environment, investors who believe interest rates will eventually increase may have a desire to structure a security that expresses their view by creating a note with a coupon that gradually adjusts upward, according to a predetermined schedule.

In addition, if investors have a desire to structure a security that adjusts downward according to a predetermined schedule, they have the ability to invest in a step-down callable note. Fannie Mae began to price step-down callables at the end of April 2010. This additional callable note type adds to the list of customized securities available to investors through Fannie Mae's reverse inquiry process.

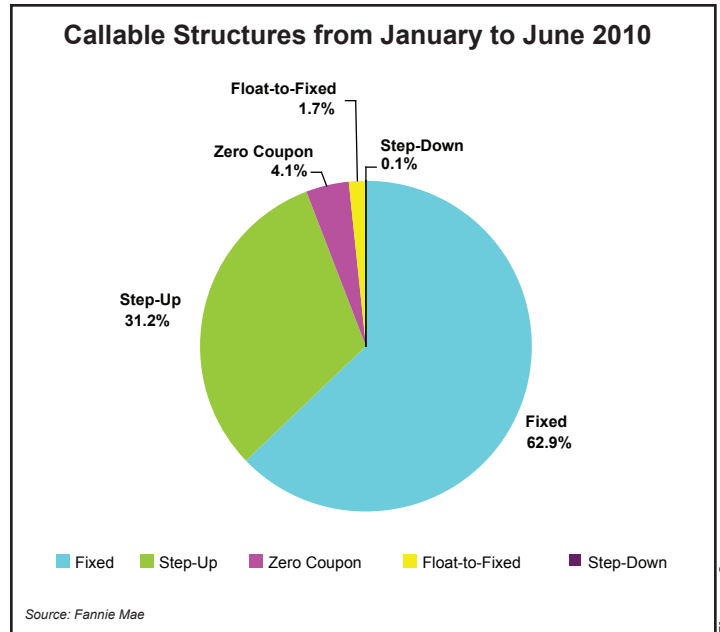


Figure 6

Zero-Coupon Callable Bonds

Another type of callable security that Fannie Mae has issued in the past, and continued to issue actively in the first half of 2010, is zero-coupon callable debt (with an optional redemption feature). During the first half of the year, Fannie Mae issued approximately \$6.1 billion notional of these bonds. The most common structures we issued during this time period included maturities of 25- and 30-years, with redemption lockout periods ranging from six months to two years. Also, all of the zero-coupon callable bonds have a redemption table with scheduled dates and principal amounts, with redemptions available at the option of Fannie Mae on a semi-annual basis. These zero-coupon callable debt securities can also be structured to have a redemption schedule on a quarterly basis as well as on an annual basis.

Given the consistently low interest rate environment and tighter spreads in other asset classes in the first half of 2010, zero-coupon callable bonds have the potential to provide yield enhancement for investors. High implied volatility may allow investors to pick up extra yield and achieve higher yield targets. Furthermore, as mentioned earlier, we experienced a steepening of the 2s/10s curve during certain months within the first half of 2010, which might also contribute to an increase in investor interest for zero-coupon callable bonds.

Conclusion

In this edition of *FundingNotes*, we provide an overview of Fannie Mae's issuance of callable debt over the first half of the year. Significant callable redemptions that occurred during the first part of the year, as well as investors' desire for increased yield in this low interest rate environment, were both probable catalysts for increased demand for callable debt during this time period. In order to meet investor demand for Fannie Mae's debt securities, the company was active in issuing not only a variety of its standard callable debt securities, but also issued securities with additional structural characteristics such as step-up callable debt and zero-coupon callable debt. Fannie Mae also has the ability to issue step-down callable debt. Fannie Mae continues to remain flexible in its issuance practices to meet the needs of investors and continues to issue a variety of structures to ensure that it provides the types of securities for which investors have a willingness to purchase.



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Fannie Mae Funding Liabilities and Debt Outstanding 2007 through May 31, 2010

Funding Liabilities and Debt Outstanding (in millions)	12/31/07	12/31/08	12/31/09	5/31/10
Federal Fund Borrowings	\$ -	\$ -	\$ -	\$ -
Other Short Term Funding Liabilities ¹	869	77	-	-
Total Federal Funds Purchased and Securities Sold under Agreements to Repurchase	\$ 869	\$ 77	\$ -	\$ -
Average maturity (in days)	1	-	-	-
Discount Notes	\$ 155,358	\$ 272,476	\$ 200,116	\$ 242,877
FX Discount Notes	859	402	401	295
Other Short Term Debt ²	50	7,661	50	-
Total Short Term Debt³	\$ 236,267	\$ 332,542	\$ 200,567	\$ 243,172
Average maturity (in days)	74	102	82	113
Benchmark Notes & Bonds ⁴	\$ 256,823	\$ 251,315	\$ 280,245	\$ 276,117
Callable Benchmark Notes ⁴	-	-	-	-
Subordinated Benchmark Notes	9,000	7,398	7,398	7,398
Callable Fixed Rate MTNs ^{5,6}	207,504	190,950	206,310	224,198
Noncallable Fixed Rate MTNs ^{5,6}	77,331	50,131	45,032	40,795
Callable Floating Rate MTNs ^{5,6}	8,135	1,530	3,871	4,041
Noncallable Floating Rate MTNs ^{5,6}	5,761	45,470	39,005	41,570
Other Long Term Debt ⁷	4,580	3,763	3,347	2,832
Total Long Term Debt^{8,9}	\$ 569,134	\$ 550,557	\$ 585,208	\$ 596,951
Average maturity (in months)	68	66	60	59
Total Federal Funds Purchased and Securities Sold under Agreements to Repurchase and Debt Outstanding	\$ 806,270	\$ 883,176	\$ 785,775	\$ 840,123
Average maturity (in months)	48	42	45	43

Fannie Mae Funding Liabilities and Debt Issuance 2007 through May 31, 2010

Funding Liabilities and Debt Issuance (in millions)	2007	2008	2009	2010
Federal Fund Borrowings	\$ 13,065	\$ 5,617	\$ 1,000	\$ 1,000
Other Short Term Funding Liabilities ¹	25,324	60,888	5,822	1,878
Total Federal Funds Purchased and Securities Sold under Agreements to Repurchase	\$ 38,389	\$ 66,505	\$ 6,822	\$ 1,978
Discount Notes	\$ 1,499,540	\$ 1,547,462	\$ 1,373,711	\$ 233,940
FX Discount Notes	2,291	2,583	1,060	251
Other Short Term Debt ¹⁰	86,777	8,661	50	-
Total Short Term Debt³	\$ 1,588,608	\$ 1,558,706	\$ 1,374,821	\$ 234,191
Benchmark Notes & Bonds	\$ 37,000	\$ 50,500	\$ 75,500	\$ 24,000
Callable Benchmark Notes	-	-	-	-
Subordinated Benchmark Notes	-	-	-	-
Callable Fixed Rate MTNs ⁶	135,886	150,255	187,983	116,611
Noncallable Fixed Rate MTNs ⁶	8,438	4,336	4,517	3,084
Callable Floating Rate MTNs ⁶	8,275	1,280	3,846	2,630
Noncallable Floating Rate MTNs ⁶	4,176	41,284	23,180	17,600
Other Long Term Debt ⁷	138	743	249	59
Total Long Term Debt⁸	\$ 193,913	\$ 248,399	\$ 295,275	\$ 163,984
Total Federal Funds Purchased and Securities Sold under Agreements to Repurchase and Debt Issued	\$ 1,820,910	\$ 1,873,610	\$ 1,676,918	\$ 400,153
Net Issuance Long Term Debt¹¹	\$ (39,201)	\$ (18,363)	\$ 34,511	\$ 11,835

Please see the Endnotes on the following page for more detail.

Endnotes

Footnotes for Tables 1 and 2

- ¹ Other Short Term Funding Liabilities includes Benchmark repos, contingency repo lending, and other short term funding liabilities.
- ² Other Short Term Debt includes coupon bearing short term notes.
- ³ Short term debt consists of borrowings with an original contractual maturity of one year or less.
- ⁴ Outstanding Benchmark Notes & Bonds with expired call options are reported as Benchmark Notes & Bonds.
- ⁵ Outstanding MTNs with expired call options are reported as Noncallable MTNs.
- ⁶ MTNs include all long term non-Benchmark Securities such as globals, zero coupon securities, medium term notes, Final Maturity Amortizing Notes, and other long term debt securities.
- ⁷ For the first 9 months of 2007, Other Long Term Debt consists of long term foreign currency debt and other long term securities. For months beginning Oct 2007 and thereafter, Other Long Term Debt also includes investment agreements.
- ⁸ Long term debt consists of borrowings with an original contractual maturity of greater than one year.
- ⁹ Unamortized discounts and issuance costs of long term zero coupon securities are approximately \$10.8 billion at December 31, 2007, \$14.8 billion at December 31, 2008, \$14.9 billion at December 31, 2009 and \$13.9 billion at May 31, 2010.
- ¹⁰ For months beginning Oct 2007 and thereafter Other Short Term Debt includes coupon bearing short term notes. For the first 9 months of 2007, Other Short Term Debt includes coupon bearing short term notes and investment agreements. For 2007, the Other Short Term Debt issuance amount of \$86,777 million includes intra-days loans in the amount of \$86,727 million.
- ¹¹ Net Issuance Long Term Debt amounts represent the difference between long term debt issued and long term debt repaid during the period. For any period, a positive value indicates that the amount of long term debt issued was greater than the amount of long term debt repaid, and a negative value indicates that the amount of long term debt repaid was greater than the amount of long term debt issued.

General

On November 9, 2007, we filed current financial statements in our Form 10-Q for the third quarter of 2007. As a result, beginning with the data for October 2007, we implemented data reclassifications and other changes to better align the statistical information we present in our funding summary report with the financial information we report in our quarterly and annual filings with the SEC.

Reported amounts represent the unpaid principal balance as of each reporting period or, in the case of the long term zero coupon bonds, at maturity. Unpaid principal balance does not reflect the effect of debt basis adjustments, including unamortized discounts, premiums, issuance costs and fair value adjustments.

Numbers may not foot due to rounding.

Debt Securities Index Reports

	May % of BIG	May Total ROR	Last 3 mos Total ROR	Last 6 mos Total ROR	YTD Total ROR	Last 12 mos Total Return		May % of Agg	May Total ROR	Last 3 mos Total ROR	Last 6 mos Total ROR	YTD Total ROR	Last 12 mos Total Return
Citigroup							Barclays Capital						
Fannie Mae Index:	2.12	1.06	1.32	1.47	2.90	4.65	Fannie Mae Index:	2.38	0.93	1.11	1.34	2.71	4.55
1-10 Years	1.98	0.94	1.14	1.34	2.62	4.24	1-10 Years	2.16	0.80	0.92	1.21	2.43	4.02
10+ Years	0.13	2.61	3.49	3.07	6.65	9.86	10+ Years	0.21	2.25	2.99	2.83	5.74	9.87
Callable	0.33	0.45	0.87	1.23	1.77	3.44	Callable	0.79	0.55	0.82	1.23	2.00	3.82
Noncallable	1.79	1.17	1.38	1.42	3.16	4.91	Noncallable	1.59	1.11	1.24	1.38	3.04	4.88
Globals*	2.02	0.98	1.20	1.35	2.74	4.75	Globals	1.77	0.99	1.15	1.33	2.83	4.51
Agency:	5.88	1.16	1.39	1.46	3.02	4.76	Agency:	7.95	0.86	1.04	1.32	2.58	4.42
Callable	0.57	0.30	0.63	0.95	1.43	3.02	Callable	1.73	0.43	0.69	1.08	1.73	3.56
Noncallable	5.31	1.25	1.46	1.46	3.25	5.01	Noncallable	6.22	0.98	1.13	1.37	2.82	4.65
Globals	4.91	0.97	1.14	1.27	2.67	4.70	Globals****	5.61	0.85	0.97	1.18	2.47	4.15
Citigroup							Barclays Aggregate						
Index**:	100.00	1.01	1.73	1.81	3.58	7.97	Index:	100.00	0.84	1.77	2.08	3.71	8.42
U.S. Treasury	32.89	1.69	1.89	1.20	3.87	4.45	U.S. Treasury	31.32	1.71	1.91	1.21	3.93	4.50
GSE***	7.10	1.05	1.29	1.34	2.94	4.78	Government-Related***	12.48	0.67	1.25	1.38	2.90	5.79
Credit	23.84	-0.24	1.55	2.47	3.61	15.37	Corporate	18.13	-0.55	1.56	2.78	3.59	16.60
MBS	35.88	1.26	1.79	1.88	3.42	6.59	MBS	34.67	1.12	1.76	1.84	3.30	6.41
ABS	0.28	0.13	1.17	2.02	3.11	11.86	ABS	0.31	0.51	1.12	3.22	3.31	12.14

* In July 2009 the definition of Globals changed due to a change in index methodology. Previously, if a bond was classified as the Eurodollar Index, then it was "Global." Currently, if a bond is cleared in DTC, Euroclear/Clearstream and/or other clearances, then it is "Global."

** Components of Broad (BIG) Index: Treasury, GSE, Corporate, Mortgage

*** Includes US agencies

**** Includes World Bank global issues

This data has been compiled from reports supplied by Citigroup and Barclays Capital and is reproduced here with their permission. The indexes are constructed according to rules developed by these firms and the index values are calculated by them.

Summary Breakdown of 2010 Debt Issuances

Includes all settled fixed-rate debt issues with maturities greater than one year. Variable rate debt is not included in totals.

Fannie Mae Callable Debt				Fannie Mae Callable Debt					
Maturity/Call (Year)	May 2010 Par Amount (in thousands)	# Issues	YTD 2010 Par Amount (in thousands)	# Issues	Maturity/Call (Year)	May 2010 Par Amount (in thousands)	# Issues	YTD 2010 Par Amount (in thousands)	# Issues
2.00 NC 0.25	2,300,000,000	4	2,600,000,000	6	4.00 NC 1.49			20,000,000	1
2.00 NC 0.50	400,000,000	5	2,700,000,000	30	4.33 NC 0.50			75,000,000	2
2.00 NC 0.51	50,000,000	1	50,000,000	1	4.50 NC 0.50	50,000,000	1	900,000,000	9
2.00 NC 0.75			125,000,000	3	4.50 NC 1.00			175,000,000	4
2.00 NC 1.00	1,575,000,000	4	2,025,000,000	9	4.75 NC 0.50			50,000,000	1
2.08 NC 0.75			100,000,000	3	4.84 NC 0.84			50,000,000	1
2.09 NC 0.75			350,000,000	10	5.00 NC 0.25	475,000,000	7	525,000,000	8
2.25 NC 0.25	50,000,000	1	300,000,000	2	5.00 NC 0.50	1,700,000,000	24	12,120,000,000	211
2.25 NC 0.50			475,000,000	9	5.00 NC 1.00	460,000,000	11	3,692,000,000	54
2.25 NC 0.75			100,000,000	1	5.00 NC 1.50	250,000,000	1	825,000,000	4
2.50 NC 0.50			1,200,000,000	24	5.00 NC 2.00	75,000,000	2	1,060,000,000	20
2.50 NC 0.75			60,000,000	1	5.00 NC 2.50			50,000,000	1
2.50 NC 1.00			700,000,000	17	5.00 NC 2.51	100,000,000	2	350,000,000	9
2.51 NC 0.25	200,000,000	2	200,000,000	2	5.04 NC 0.29			200,000,000	1
2.51 NC 0.50	775,000,000	6	1,725,000,000	12	5.08 NC 0.50			163,000,000	1
2.51 NC 1.00	125,000,000	3	475,000,000	5	5.33 NC 1.00			50,000,000	1
2.51 NC 1.25	100,000,000	2	100,000,000	2	5.49 NC 0.50			720,000,000	17
2.65 NC 0.65	50,000,000	1	50,000,000	1	5.49 NC 0.75			50,000,000	1
2.67 NC 0.67			100,000,000	1	5.49 NC 1.00			526,000,000	11
2.75 NC 0.25			500,000,000	1	5.49 NC 2.00			100,000,000	2
2.75 NC 0.50			200,000,000	3	5.50 NC 0.50	595,000,000	15	1,230,000,000	38
2.75 NC 0.75			635,000,000	14	5.50 NC 1.00	230,000,000	5	755,000,000	16
2.75 NC 1.00			50,000,000	1	5.50 NC 1.50			300,000,000	6
2.99 NC 0.99	250,000,000	1	250,000,000	1	5.50 NC 2.00	100,000,000	2	425,000,000	10
3.00 NC 0.25	1,050,000,000	2	4,050,000,000	21	5.75 NC 0.75			225,000,000	7
3.00 NC 0.50	1,175,000,000	3	8,025,000,000	66	6.00 NC 0.50	60,000,000	1	345,000,000	7
3.00 NC 0.51	50,000,000	1	50,000,000	1	6.00 NC 1.00			260,400,000	6
3.00 NC 0.99			30,000,000	2	6.00 NC 1.50			50,000,000	1
3.00 NC 1.00	1,400,000,000	4	6,645,000,000	69	6.00 NC 2.00			150,000,000	3
3.00 NC 1.49			500,000,000	1	6.00 NC 2.50			85,000,000	4
3.00 NC 1.50			500,000,000	1	6.50 NC 1.00			150,000,000	4
3.01 NC 0.26			1,200,000,000	2	6.51 NC 1.00	50,000,000	1	50,000,000	1
3.01 NC 0.52	250,000,000	1	250,000,000	1	6.99 NC 0.99	50,000,000	1	50,000,000	1
3.08 NC 1.08			30,000,000	1	7.00 NC 0.25	50,000,000	1	50,000,000	1
3.09 NC 1.08	1,350,000,000	3	1,350,000,000	3	7.00 NC 0.50	200,000,000	4	1,045,000,000	23
3.17 NC 1.17			30,000,000	1	7.00 NC 1.00			4,150,000,000	5
3.24 NC 1.00			250,000,000	2	7.00 NC 2.00			1,150,000,000	3
3.25 NC 0.25			100,000,000	1	7.00 NC 3.00			50,000,000	3
3.25 NC 0.50			275,000,000	9	7.50 NC 0.50	125,000,000	3	300,000,000	7
3.25 NC 0.75			100,000,000	1	7.50 NC 1.00	50,000,000	1	50,000,000	1
3.25 NC 1.00	250,000,000	1	325,000,000	5	7.51 NC 0.51			50,000,000	1
3.25 NC 1.25			50,000,000	1	8.00 NC 0.50	100,000,000	2	830,000,000	24
3.33 NC 0.84			75,000,000	2	8.00 NC 3.00			75,000,000	2
3.50 NC 0.25	50,000,000	1	50,000,000	1	8.50 NC 0.50	725,000,000	24	925,000,000	28
3.50 NC 0.50	450,000,000	7	3,590,000,000	37	9.00 NC 0.25			50,000,000	1
3.50 NC 1.00	50,000,000	1	400,000,000	15	10.00 NC 0.25	100,000,000	1	300,000,000	3
3.50 NC 1.49			100,000,000	2	10.00 NC 0.50	1,050,000,000	31	3,975,000,000	133
3.50 NC 1.50	250,000,000	5	550,000,000	10	10.00 NC 1.00	310,000,000	7	2,015,000,000	27
3.50 NC 2.00			80,000,000	2	10.00 NC 1.50			250,000,000	1
3.59 NC 1.33			50,000,000	1	10.00 NC 2.00	50,000,000	1	300,000,000	6
3.75 NC 0.25			100,000,000	1	12.00 NC 0.50	150,000,000	2	775,000,000	15
3.75 NC 0.50			50,000,000	1	15.00 NC 0.25	185,000,000	4	185,000,000	4
3.75 NC 0.75			290,000,000	10	15.00 NC 0.50	300,000,000	8	3,290,000,000	56
3.75 NC 1.16			50,000,000	1	15.00 NC 0.76			50,000,000	1
3.76 NC 1.00	200,000,000	6	200,000,000	6	15.00 NC 1.00			400,000,000	8
3.83 NC 0.91			50,000,000	1	15.00 NC 3.00			50,000,000	1
3.99 NC 1.50			30,000,000	2	19.99 NC 1.99	200,000,000	1	200,000,000	1
4.00 NC 0.50	100,000,000	2	1,025,000,000	14	20.00 NC 1.00	50,000,000	1	325,000,000	6
4.00 NC 0.75			75,000,000	2	25.00 NC 1.00	1,000,000,000	1	1,500,000,000	2
4.00 NC 0.76	100,000,000	1	100,000,000	1	30.00 NC 0.50	325,000,000	1	1,325,000,000	3
4.00 NC 1.00	100,000,000	2	275,000,000	5	30.00 NC 2.00			550,000,000	1
Total						\$21,865,000,000	236	\$93,361,400,000	1,285

2010 Debt Redemptions

Callable Debt Redeemed (in billions)

January	\$	12.0
February	\$	18.4
March	\$	25.8
April	\$	26.6
May	\$	18.4
TOTAL	\$	101.2

Summary Breakdown of 2010 Benchmark Notes Issuance

Fannie Mae Noncallable Benchmark Notes

Maturity	May10		YTD 2010 Par Amount	# Issues
	Par Amount	# Issues		
2 Years			8,000,000,000	2
3 Years	3,500,000,000	1	14,000,000,000	3
5 Years				
TOTAL NEW ISSUANCE	3,500,000,000	1	22,000,000,000	5

Recent Benchmark Notes Transaction

Benchmark Securities	Size/Cusip	Lead-Managers	Co-Managers	Pricing Date and Spread	Geographic Distribution	Investor Type Distribution
3 year 1.500% 6/26/2013	\$3.5 billion 31398AT44	Barclays Capital, Inc.; Deutsche Bank Securities Inc.; J.P. Morgan & Co.	Alamo Capital; Citigroup Global Markets Inc.; Goldman Sachs & Co.; Guzman & Company; Jefferies & Company, Inc.; UBS Securities LLC	May 19, 2010 +27 basis points 1.375% 5/15/2013 U.S. Treasury	U.S. 62.2% Asia 22.5% Europe 0.9% Other 14.4%	Fund Manager 48.1% Comm. Banks 10.1% Insurance 0.6% Central Banks 36.0% State & Local Gov't 2.5% Foundations/Non-Profit 2.2% Retail 0.5%