

BUSINESS GROWTH (\$ in Millions)

	Mortgage Portfolio, Net ¹		Total MBS Outstanding		Net MBS Outstanding		Total Book of Business	
	End Balance	Growth Rate ²	End Balance	Growth Rate ²	End Balance	Growth Rate ²	End Balance	Growth Rate ²
January 2000	\$ 526,632	8.8%	\$ 966,022	6.4%	\$ 682,234	5.4%	\$ 1,208,866	6.9%
February 2000	533,527	15.7%	971,513	6.8%	682,657	0.7%	1,216,184	7.3%
March 2000	536,992	7.8%	975,815	5.3%	684,684	3.6%	1,221,676	5.4%
April 2000	537,357	0.8%	981,701	7.2%	689,477	8.4%	1,226,834	5.1%
May 2000	543,805	14.4%	986,820	6.3%	692,769	5.7%	1,236,574	9.5%
June 2000	549,985	13.6%	995,815	10.9%	696,573	6.6%	1,246,558	9.7%
July 2000	558,501	18.6%	1,001,883	7.3%	694,955	(2.8%)	1,253,456	6.6%
August 2000	565,529	15.1%	1,011,946	12.1%	698,523	6.2%	1,264,052	10.1%
September 2000	571,404	12.5%	1,020,828	10.5%	701,024	4.3%	1,272,428	8.0%
October 2000	584,046	26.5%	1,031,278	12.3%	699,785	(2.1%)	1,283,831	10.8%
November 2000	596,268	25.1%	1,043,544	14.3%	700,614	1.4%	1,296,882	12.2%
December 2000	607,399	22.4%	1,057,750	16.3%	706,684	10.4%	1,314,083	15.9%
YTD 2000	\$ 607,399	16.2%	\$ 1,057,750	10.1%	\$ 706,684	4.1%	\$ 1,314,083	9.3%

MORTGAGE PORTFOLIO MANDATORY COMMITMENTS (\$ in Millions)

	Single-family				Multifamily	Total Mandatory Commitments Issued	Commitments to Sell	Retained Commitments
	Fixed-rate		ARM	Total Single-family				
	Long-term	Intermediate						
January 2000	\$ 7,452	\$ 1,194	\$ 172	\$ 8,818	\$ 312	\$ 9,130	\$ 1,287	\$ 7,843
February 2000	6,255	1,725	1,699	9,679	132	9,811	612	9,199
March 2000	7,825	829	893	9,547	504	10,051	1,954	8,097
April 2000	4,602	628	7,066	12,296	228	12,524	1,340	11,184
May 2000	8,008	725	1,460	10,193	257	10,450	1,594	8,856
June 2000	8,311	726	2,153	11,190	635	11,825	1,254	10,571
July 2000	12,719	2,536	886	16,141	519	16,660	436	16,224
August 2000	11,503	714	1,620	13,837	416	14,253	236	14,017
September 2000	13,934	344	1,669	15,947	196	16,143	693	15,450
October 2000	15,724	634	607	16,965	470	17,435	268	17,167
November 2000	13,720	500	507	14,727	560	15,287	676	14,611
December 2000	18,174	425	305	18,904	1,216	20,120	1,436	18,684
YTD 2000	\$ 128,227	\$ 10,980	\$ 19,037	\$ 158,244	\$ 5,445	\$ 163,689	\$ 11,786	\$ 151,903

MORTGAGE PURCHASES (\$ in Millions)

	Single-family				Multifamily	Total Purchases	Net Yield ³	Fannie Mae MBS ⁴
	Fixed-rate		ARM	Total Single-family				
	Long-term	Intermediate						
January 2000	\$ 8,013	\$ 631	\$ 187	\$ 8,831	\$ 204	\$ 9,035	7.63%	\$ 5,223
February 2000	7,492	2,129	1,653	11,274	210	11,484	7.66%	7,263
March 2000	6,829	711	966	8,506	295	8,801	7.68%	4,810
April 2000	4,423	711	600	5,734	523	6,257	7.67%	4,219
May 2000	6,841	517	5,211	12,569	303	12,872	7.59%	5,300
June 2000	7,869	799	3,685	12,353	489	12,842	7.63%	8,602
July 2000	11,994	1,594	929	14,517	611	15,128	7.70%	11,182
August 2000	9,684	1,940	1,443	13,067	285	13,352	7.72%	9,473
September 2000	9,898	749	584	11,231	270	11,501	7.66%	8,741
October 2000	15,968	315	1,678	17,961	483	18,444	7.66%	14,730
November 2000	15,700	591	734	17,025	297	17,322	7.62%	13,908
December 2000	15,258	920	428	16,606	587	17,193	7.37%	11,453
YTD 2000	\$ 119,969	\$ 11,607	\$ 18,098	\$ 149,674	\$ 4,557	\$ 154,231	7.62%	\$ 104,904

¹ Net portfolio is net of unamortized discount, deferred price adjustments, and the allowance for losses.

² Interim periods are annualized.

³ Yields shown on a tax equivalent basis.

⁴ Included in total purchases.

DECEMBER 2000

This reports Fannie Mae's monthly and year-to-date activity for mortgage commitments, purchases and sales, portfolio outstanding, net interest margin, delinquencies, and mortgage-backed securities.

BUSINESS HIGHLIGHTS

- Annual portfolio growth of 16.2%, annual growth in the total book of business of 9.3%, and delinquency rates at extremely low levels translated into earnings per share for the year of \$4.29. EPS were up 15.3 percent from 1999.

- Retained commitments in December were \$18.7 billion, the highest level since June 1999.

MORTGAGE MARKET

- The 30-year fixed-rate mortgage rate fell to 7.07 percent in the week ending January 5, down 157 basis points from the peak for 2000. Mortgage rates now stand at the lowest level since May 1999.

- Total single-family originations slightly exceeded \$1.0 trillion in 2000.

- Fannie Mae projects that single-family originations for 2001 will reach \$1.4 trillion, the second highest volume ever recorded.

- Residential mortgage debt outstanding is expected to have grown by just over 9 percent in 2000 to \$5.6 trillion, down slightly from the 10.1 percent growth rate in 1999.

E-COMMERCE

- In 2000, there was a thirty-six percent increase in the number of loans underwritten by Fannie Mae's automated underwriting technology, Desktop Underwriter, compared to 1999.

MORTGAGE PORTFOLIO (\$ in Millions)

	Mortgage Portfolio, Unpaid Principal Balance			Mortgage Liquidations (Excluding Sales)		Mortgage Sales
	Single-family	Multifamily	Total ¹	Amount	Annual Rate	
	January 2000	\$ 513,645	\$ 14,332	\$ 527,977	\$ 4,018	
February 2000	520,630	14,466	535,096	3,637	8.21%	741
March 2000	524,076	14,675	538,751	4,060	9.07%	1,098
April 2000	524,082	15,099	539,181	4,416	9.83%	1,424
May 2000	530,473	15,330	545,803	4,808	10.64%	1,455
June 2000	536,427	15,739	552,166	4,968	10.86%	1,524
July 2000	544,734	16,311	561,045	5,257	11.33%	1,007
August 2000	551,954	16,233	568,187	5,326	11.32%	898
September 2000	557,738	16,348	574,087	5,101	10.72%	515
October 2000	570,000	16,757	586,756	5,233	10.82%	557
November 2000	582,027	16,924	598,951	5,102	10.33%	40
December 2000	592,749	17,373	610,122	5,307	10.54%	731
YTD 2000	\$ 592,749	\$ 17,373	\$ 610,122	\$ 57,233	10.25%	\$ 10,982

	Average Investment Balances			Average Investment Yield	Average Borrowing Cost	Average Interest Margin
	Net Mortgages	Other Investments	Total Net Investments			
January 2000	\$ 522,262	\$ 51,027	\$ 573,289	6.99%	6.19%	1.02%
February 2000	527,476	41,481	568,957	7.01%	6.22%	1.02%
March 2000	533,875	41,997	575,872	7.03%	6.25%	1.01%
April 2000	535,781	44,693	580,474	7.04%	6.28%	1.02%
May 2000	538,759	48,749	587,508	7.07%	6.30%	1.02%
June 2000	543,305	54,676	597,981	7.10%	6.34%	1.02%
July 2000	551,187	50,410	601,597	7.13%	6.36%	1.02%
August 2000	559,183	49,659	608,842	7.16%	6.39%	1.00%
September 2000	566,557	54,722	621,279	7.16%	6.41%	1.00%
October 2000	575,111	58,774	633,885	7.18%	6.43%	0.98%
November 2000	588,406	59,978	648,384	7.19%	6.45%	0.99%
December 2000	600,471	61,717	662,189	7.20%	6.46%	0.98%
YTD 2000	\$ 553,531	\$ 51,490	\$ 605,021	7.11%	6.35%	1.01%

MBS (\$ in Millions)

	MBS Issued						MBS Liquidations	
	Single-family			Total Single-family	Multifamily	Total	Amount	Annual Rate
	Fixed-rate	ARM	Total					
January 2000	\$ 11,108	\$ 1,663	\$ 862	\$ 13,633	\$ 476	\$ 14,109	\$ 8,970	11.17%
February 2000	9,630	1,683	981	12,294	338	12,632	7,141	8.85%
March 2000	8,041	1,924	1,418	11,383	843	12,226	7,924	9.77%
April 2000	10,465	1,770	2,093	14,328	818	15,146	9,260	11.35%
May 2000	10,768	1,392	1,501	13,661	453	14,114	8,995	10.97%
June 2000	12,015	1,827	4,947	18,789	537	19,326	10,331	12.51%
July 2000	12,515	1,524	2,161	16,200	754	16,954	10,886	13.08%
August 2000	15,109	1,551	3,027	19,687	403	20,090	10,027	11.95%
September 2000	15,208	2,238	1,565	19,011	634	19,645	10,763	12.71%
October 2000	16,473	1,503	1,835	19,811	566	20,377	9,927	11.61%
November 2000	17,177	2,329	2,024	21,530	1,056	22,586	10,320	11.94%
December 2000	18,437	1,988	3,314	23,739	718	24,457 ²	10,251	11.71%
YTD 2000	\$ 156,946	\$ 21,392	\$ 25,728	\$ 204,066	\$ 7,596	\$ 211,662	\$ 114,795	11.47%

DELINQUENCY ACTIVITY (Conventional At-risk Portfolio and MBS)

	Single-family Delinquency Rate ³			Multifamily Delinquency Rate ⁴
	Fixed-rate	ARM	Total	
January 2000	0.47%	0.88%	0.49%	0.14%
February 2000	0.46%	0.87%	0.47%	0.18%
March 2000	0.43%	0.79%	0.45%	0.18%
April 2000	0.42%	0.75%	0.43%	0.15%
May 2000	0.40%	0.65%	0.42%	0.13%
June 2000	0.40%	0.59%	0.41%	0.05%
July 2000	0.41%	0.59%	0.42%	0.05%
August 2000	0.40%	0.56%	0.41%	0.06%
September 2000	0.41%	0.54%	0.42%	0.03%
October 2000	0.41%	0.52%	0.42%	0.07%
November 2000	0.43%	0.53%	0.43%	0.04%

The information presented in this report is unaudited and includes, in the opinion of management, all adjustments (consisting of normally recurring accruals) necessary for a fair presentation. The data should be read in conjunction with audited financial statements and notes to financial statements that are available from the corporation. For more information regarding Fannie Mae, or for a more detailed quarterly report on Fannie Mae's activity, please visit www.fanniemae.com or contact us at (202) 752-7115.

¹ Includes MBS held in portfolio.

² Includes \$325 million of whole loan REMICs/Trusts issued in December 2000.

³ Includes loans three or more months delinquent or in foreclosure process as a percent of the number of loans.

⁴ Includes loans two or more months delinquent as a percent of loan dollars.