

Supplement

(To Prospectus Supplement dated January 6, 1994)

\$850,000,000
Federal National Mortgage Association



Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 1994-19

This is a Supplement to the Prospectus Supplement dated January 6, 1994 (the "Prospectus Supplement"). Capitalized terms used but not defined herein shall have the meanings assigned to such terms in the Prospectus Supplement.

The assets of the Fannie Mae REMIC Trust 1994-19 (the "Trust") will consist of SMBS (defined below). Accordingly, the first paragraph on the cover page of the Prospectus Supplement should read as follows:

The Guaranteed REMIC Pass-Through Certificates offered hereby (the "Certificates") will represent beneficial ownership interests in the Trust. The assets of the Trust will consist of a single "principal only" Fannie Mae Stripped Mortgage-Backed Security and a single "interest only" Fannie Mae Stripped Mortgage-Backed Security (together, the "SMBS") which evidence the beneficial ownership interest in certain distributions of principal and interest made in respect of (x) certain other "principal only" and "interest only" Fannie Mae Stripped Mortgage-Backed Securities evidencing beneficial ownership interests in certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates and (y) certain other Fannie Mae Guaranteed Mortgage Pass-Through Certificates (together with those in clause (x) above, the "MBS"), in each case included in Fannie Mae Stripped Mortgage-Backed Security Trust 000256-CL (the "SMBS Trust"). Each MBS will represent a beneficial interest in a pool (each, a "Pool") of first lien, single-family, fixed-rate residential mortgage loans (the "Mortgage Loans") having the characteristics described herein. The Certificates will be issued and guaranteed as to timely distribution of principal and interest by Fannie Mae and offered by Fannie Mae pursuant to its Prospectus for Guaranteed Mortgage Pass-Through Certificates (the "MBS Prospectus"), its Prospectus for Stripped Mortgage-Backed Securities (the "SMBS Prospectus") available as described herein, and its Prospectus for Guaranteed REMIC Pass-Through Certificates (the "REMIC Prospectus"), accompanying this Prospectus Supplement.

All references to "Mega Certificates" and "Mega Prospectus" in the Prospectus Supplement are hereby deleted.

All references to the "Trust MBS and SMBS" in the Prospectus Supplement are deemed to refer to "SMBS" and references to "Trust 000254-CL" in the Prospectus Supplement are deemed to refer to "Trust 000256-CL."

Furthermore, the paragraphs under the heading "The Trust MBS and SMBS" on S-6 in the Prospectus Supplement should read as follows:

The SMBS

The "principal only" SMBS underlying the Certificates will represent principal payments on a principal amount of \$850,000,000 of MBS and the "interest only" SMBS underlying the Certificates will represent interest payments at the rate of 7.5% per annum on a notional principal balance of \$816,666,667 of MBS having the general characteristics described in the MBS Prospectus. All MBS underlying the SMBS have a Pass-Through Rate of 7.5%.

The Mortgage Loans will be conventional Level Payment Mortgage Loans secured by a first mortgage or deed of trust on a one- to four-family ("single-family") residential property having an original maturity of up to 30 years, as described under "The Mortgage Pools" and "Yield Considerations" in the MBS Prospectus. The characteristics of the MBS and Mortgage Loans underlying the SMBS Trust as of January 1, 1994 (the "Issue Date") are expected to be as follows:

Approximate Weighted Average WAC	7.96%
Approximate Weighted Average WAM	348 months
Approximate Weighted Average CAGE	11 months

Following the issuance of the Certificates, Fannie Mae will prepare a Final Data Statement setting forth, among other information, the unpaid principal balance of the SMBS 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.

In addition, the first bullet point under the heading "Pricing Assumptions" on S-10 in the Prospectus Supplement should read as follows:

- the Mortgage Loans underlying the SMBS have the characteristics set forth in the table under "The SMBS" above;

Investors should purchase Certificates only after reading this Supplement, the Prospectus Supplement, the REMIC Prospectus, the MBS Prospectus, the SMBS Prospectus and the Information Statement. The MBS Prospectus, the SMBS Prospectus and the Information Statement are incorporated herein by reference and may be obtained in the manner set forth in the last paragraph on page S-2 of the Prospectus Supplement.

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.

The Certificates will be offered by Bear, Stearns & Co. 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, to prior sale or to withdrawal or modification of the offer without notice, when, as and if delivered to and accepted by the Dealer, and subject to approval of certain legal matters by counsel. It is expected that the Certificates, except for the R Class, will be available through the book-entry system of the Federal Reserve Banks on or about January 28, 1994 (the "Settlement Date"). It is expected that the R Class in registered, certificated form will be available for delivery at the offices of Bear, Stearns & Co. Inc., 245 Park Avenue, New York, New York 10167, on or about the Settlement Date.

Bear, Stearns & Co. Inc.
January 28, 1994

\$850,000,000
Federal National Mortgage Association



Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 1994-19

The Guaranteed REMIC Pass-Through Certificates offered hereby (the “Certificates”) will represent beneficial ownership interests in Fannie Mae REMIC Trust 1994-19 (the “Trust”). The assets of the Trust will consist of (a) a single “principal only” Fannie Mae Stripped Mortgage-Backed Security and a single “interest only” Fannie Mae Stripped Mortgage-Backed Security (together, the “SMBS”) which evidence the beneficial ownership interest in certain distributions of principal and interest made in respect of certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates, held in the form of a Fannie Mae Guaranteed MBS Pass-Through Certificate (the “Mega Certificate”) and included in Fannie Mae Stripped Mortgage-Backed Security Trust 000254-CL (the “SMBS Trust”) and (b) certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (the “Trust MBS” and together with the Fannie Mae Guaranteed Mortgage Pass-Through Certificates underlying the SMBS, the “MBS”). Each MBS will represent a beneficial interest in a pool (each, a “Pool”) of first lien, single-family, fixed-rate residential mortgage loans (the “Mortgage Loans”) having the characteristics described herein. The Certificates will be issued and guaranteed as to timely distribution of principal and interest by Fannie Mae and offered by Fannie Mae pursuant to its Prospectus for Guaranteed Mortgage Pass-Through Certificates (the “MBS Prospectus”), its Prospectus for Stripped Mortgage-Backed Securities (the “SMBS Prospectus”) and its Prospectus for Guaranteed MBS Pass-Through Certificates (the “Mega Prospectus”), each available as described herein, and its Prospectus for Guaranteed REMIC Pass-Through Certificates (the “REMIC Prospectus”), accompanying this Prospectus Supplement.

An election will be made to treat the Trust as a “real estate mortgage investment conduit” (“REMIC”) pursuant to the Internal Revenue Code of 1986, as amended (the “Code”). The R Class will be subject to transfer restrictions. See “Description of the Certificates—Characteristics of the R Class” and “Certain Additional Federal Income Tax Consequences” herein, and “Description of the Certificates—Additional Characteristics of Residual Certificates” and “Certain Federal Income Tax Consequences” in the REMIC Prospectus.

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THE CERTIFICATES, TOGETHER WITH ANY INTEREST THEREON, ARE NOT GUARANTEED BY THE UNITED STATES. THE OBLIGATIONS OF FANNIE MAE UNDER ITS GUARANTY OF THE CERTIFICATES ARE OBLIGATIONS SOLELY OF FANNIE MAE AND DO NOT CONSTITUTE AN OBLIGATION OF THE UNITED STATES OR ANY AGENCY OR INSTRUMENTALITY THEREOF OTHER THAN FANNIE MAE. THE CERTIFICATES ARE EXEMPT FROM THE REGISTRATION REQUIREMENTS OF THE SECURITIES ACT OF 1933 AND ARE “EXEMPTED SECURITIES” WITHIN THE MEANING OF THE SECURITIES EXCHANGE ACT OF 1934.

Class	Original Principal Balance	Principal Type (1)	Interest Rate	Interest Type (1)	Final Distribution Date
A	\$379,466,900	PAC	5.0%	FIX	January 2024
B	91,987,900	PAC	5.0	FIX	January 2024
C	134,689,500	TAC	5.0	FIX	January 2024
F	134,885,111	SUP	(2)	FLT	January 2024
S	23,586,080	TAC	(2)	INV	January 2024
SA	13,908,920	TAC	(2)	INV	January 2024
SB	14,500,000	TAC	(2)	INV	January 2024
SC	11,000,000	TAC	(2)	INV	January 2024
SD	18,604,000	TAC	(2)	INV	January 2024
SE	26,309,089	SUP	(2)	INV	January 2024
Z	1,062,500	SEQ	5.0	Z	January 2024
FG	(3)	NTL	(2)	FLT/IO	January 2024
SG	(3)	NTL	(2)	INV/IO	January 2024
R	0	NPR	0	NPR	January 2024

- (1) See “Description of the Certificates—Class Definitions and Abbreviations” in the REMIC Prospectus and “Description of the Certificates—Distributions of Interest” and “—Distributions of Principal” herein.
- (2) The F, S, SA, SB, SC, SD, SE, FG and SG 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.
- (3) The FG and SG Classes will be Notional Classes, will have no principal balances and will bear interest on their notional principal balances (initially, \$250,000,000 and \$250,000,000, respectively). The principal balances of the FG and SG Classes will be calculated based on the principal balances of all Classes of Certificates. See “Description of the Certificates — General — Notional Classes” herein.

The Certificates will be offered by Bear, Stearns & Co. 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, to prior sale or to withdrawal or modification of the offer without notice, when, as and if delivered to and accepted by the Dealer, and subject to approval of certain legal matters by counsel. It is expected that the Certificates, except for the R Class, will be available through the book-entry system of the Federal Reserve Banks on or about January 28, 1994 (the “Settlement Date”). It is expected that the R Class in registered, certificated form will be available for delivery at the offices of Bear, Stearns & Co. Inc., 245 Park Avenue, New York, New York 10167, on or about the Settlement Date.

Bear, Stearns & Co. Inc.

January 6, 1994

(Cover continued from previous page)

THE CERTIFICATES MAY NOT BE SUITABLE INVESTMENTS FOR ALL INVESTORS. NO INVESTOR SHOULD PURCHASE CERTIFICATES UNLESS SUCH INVESTOR UNDERSTANDS AND IS ABLE TO BEAR THE PREPAYMENT, YIELD, LIQUIDITY AND OTHER RISKS ASSOCIATED WITH SUCH CERTIFICATES.

The yield to investors in each Class will be sensitive in varying degrees to the rate of principal payments of the Mortgage Loans, the characteristics of the Mortgage Loans actually included in the Pools, the purchase price paid for the related Class and, in the case of any Floating Rate and Inverse Floating Rate Classes, the level of the applicable Index (as defined herein). Accordingly, investors should consider the following risks:

- The Mortgage Loans generally may be prepaid at any time without penalty, and, accordingly, the rate of principal payments thereon is likely to vary considerably from time to time.
- Slight variations in Mortgage Loan characteristics could substantially affect the weighted average lives and yields of some or all of the Classes.
- In the case of any Certificates purchased at a discount to their principal amounts, a slower than anticipated rate of principal payments is likely to result in a lower than anticipated yield.
- In the case of any Certificates purchased at a premium to their principal amounts, a faster than anticipated rate of principal payments is likely to result in a lower than anticipated yield.
- 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 applicable Index, particularly if the interest rate thereon fluctuates as a multiple of such Index.

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

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

- The actual final payment of any Class will likely occur earlier, and could occur much earlier, than the Final Distribution Date for such Class specified on the cover page. See “Description of the Certificates—Weighted Average Lives of the Certificates” herein and “Description of the Certificates—Weighted Average Life and Final Distribution Dates” in the REMIC Prospectus.
- The rate of principal distributions of the Certificates is uncertain and investors may be unable to reinvest the distributions thereon at yields equaling the yields on the Certificates. See “Description of the Certificates—Reinvestment Risk” in the REMIC Prospectus.
- Investors whose investment activities are subject to legal investment laws and regulations or to review by regulatory authorities may be subject to restrictions on investment in certain Classes of the Certificates. Investors should consult their legal advisors to determine whether and to what extent the Certificates constitute legal investments or are subject to restrictions on investment. See “Legal Investment Considerations” in the REMIC Prospectus.

The Dealer intends to make a market for the Certificates but is not obligated to do so. There can be no assurance that such a secondary market will develop or, if developed, that it will continue. Thus, investors may not be able to sell their Certificates readily or at prices that will enable them to realize their anticipated yield. No investor should purchase Certificates unless such investor understands and is able to bear the risk that the value of the Certificates will fluctuate over time and that the Certificates may not be readily salable.

These securities have not been approved or disapproved by the Securities and Exchange Commission or any state securities commission nor has the Securities and Exchange Commission or any state securities commission passed upon the accuracy or adequacy of this Prospectus Supplement, the REMIC Prospectus, the SMBS Prospectus, the Mega Prospectus or the MBS Prospectus. Any representation to the contrary is a criminal offense.

This Prospectus Supplement does not contain complete information about the Certificates. Investors should purchase Certificates only after reading this Prospectus Supplement, the REMIC Prospectus, the MBS Prospectus dated January 1, 1994, the SMBS Prospectus dated December 31, 1993, the Mega Prospectus dated December 31, 1993 and the Fannie Mae Information Statement dated February 16, 1993 and any supplements thereto (the “Information Statement”). The MBS Prospectus, the SMBS Prospectus, the Mega Prospectus and the Information Statement are incorporated herein by reference and may be obtained from Fannie Mae by writing or calling its MBS Helpline at 3900 Wisconsin Avenue, N.W., Area 2H-3S, Washington, D.C. 20016 (telephone 1-800-BEST-MBS or 202-752-6547). Such documents may also be obtained from Bear, Stearns & Co. Inc. by writing or calling its Prospectus Department at One MetroTech Center North, Brooklyn, New York 11201 (telephone 212-272-1581).

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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 REMIC Prospectus, the MBS Prospectus, the SMBS Prospectus, the Mega Prospectus and the provisions of the Trust Agreement (defined below). Capitalized terms used and not otherwise defined in this Prospectus Supplement have the respective meanings assigned to such terms in the REMIC Prospectus (including the Glossary contained therein), the MBS Prospectus, the SMBS Prospectus, the Mega Prospectus or the Trust Agreement (as the context may require).

General

Structure. The Trust will be created pursuant to a trust agreement dated as of September 1, 1987, as supplemented by an issue supplement thereto, dated as of January 1, 1994 (together, the “Trust Agreement”), executed by the Federal National Mortgage Association (“Fannie Mae”) in its corporate capacity and in its capacity as Trustee, and the Certificates in the Classes and aggregate original principal balances set forth on the cover hereof will be issued by Fannie Mae pursuant thereto. A description of Fannie Mae and its business, together with certain financial statements and other financial information, is contained in the Information Statement.

The Certificates (other than the R Class) will be designated as the “regular interests,” and the R Class will be designated as the “residual interest,” in the REMIC constituted by the Trust. The assets of the Trust will consist of the Trust MBS and the SMBS.

The Trust MBS and SMBS Distributions. The Trust MBS will provide that principal and interest payments on the Mortgage Loans will be passed through monthly, commencing on the 25th day of the month following the month of initial issuance of the MBS, and the SMBS will provide that certain principal and interest payments on the underlying MBS will be passed through monthly, commencing on the 25th day of the month following the month of the initial issuance of the SMBS (or, in each case, if such 25th day is not a business day, on the first business day next succeeding such 25th day).

Fannie Mae Guaranty. Fannie Mae guarantees to each holder of an MBS the timely payment of scheduled installments of principal of and interest on the underlying Mortgage Loans, whether or not received, together with the full principal balance of any foreclosed Mortgage Loan, whether or not such balance is actually recovered. In addition, Fannie Mae will be obligated to distribute on a timely basis to the Holders of Certificates required installments of principal and interest and to distribute the principal balance of each Class of Certificates in full no later than the applicable Final Distribution Date, whether or not sufficient funds are available in the MBS Account. The guaranty obligations of Fannie Mae with respect to the SMBS and the Mega Certificate are described in the SMBS Prospectus and the Mega Prospectus, respectively. The guaranties of Fannie Mae are not backed by the full faith and credit of the United States. See “Description of the Certificates—Fannie Mae’s Guaranty” in the REMIC Prospectus, “The SMBS Certificates—Fannie Mae Obligations” in the SMBS Prospectus, “The Certificates—Fannie Mae’s Guaranty” in the Mega Prospectus and “Description of Certificates—The Corporation’s Guaranty” in the MBS Prospectus.

Characteristics of Certificates. The Certificates, other than the R Certificate, will be issued and maintained and may be transferred by Holders only on the book-entry system of the Federal Reserve Banks. Such entities whose names appear on the book-entry records of a Federal Reserve Bank as the entities for whose accounts such Certificates have been deposited are herein referred to as “Holders” or “Certificateholders.” A Holder is not necessarily the beneficial owner of a book-entry Certificate. Beneficial owners will ordinarily hold book-entry Certificates through one or more financial intermediaries, such as banks, brokerage firms and securities clearing organizations. See “Description of the Certificates—Denominations, Book-Entry Form” in the REMIC Prospectus.

The R Certificate will not be issued in book-entry form but will be issued in fully registered, certificated form. As to the R Certificate, “Holder” or “Certificateholder” refers to the registered owner thereof. The R Certificate will be transferable and exchangeable, if applicable, 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 exchange, if applicable, or registration of transfer of the R Certificate and Fannie Mae may require payment of a sum sufficient to cover any tax or other governmental charge. See also “Characteristics of the R Class” herein.

The distribution to the Holder of the R Certificate of the proceeds of any remaining assets of the Trust will be made only upon presentation and surrender of such Certificate at the office of the Paying Agent. The Paying Agent initially will be State Street.

Notional Classes. The FG and SG Classes will be Notional Classes. A Notional Class will have no principal balance and will bear interest at the per annum interest rate set forth on the cover or described herein during each Interest Accrual Period on the related notional principal balance. The notional principal balances of the Notional Classes will be equal to the indicated percentages of the outstanding principal balances of the following Classes immediately prior to the related Distribution Date.

<u>Class</u>	<u>Percentage of Principal Balance of Specified Class</u>
FG.....	29.4117647058% of all Classes
SG.....	29.4117647058% of all Classes

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 Trust MBS, the SMBS 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 any 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 balance of any Notional Class.

Authorized Denominations. The Certificates, other than the R Certificate, will be issued in minimum denominations of \$1,000 and integral multiples of \$1 in excess thereof. The R Class will be issued as a single certificate and will not have a principal balance.

Distribution Dates. Distributions on the Certificates will be made on the 25th day of each month (or, if such 25th day is not a business day, on the first business day next succeeding such 25th day), commencing in the month following the Settlement Date.

Calculation of Distributions. 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 Classes, if any) in the month after the Settlement Date. Interest to be distributed or, in the case of any Accrual Classes, added to principal on each interest-bearing Certificate on a Distribution Date will consist of one month’s interest on the outstanding principal balance of such Certificate immediately prior to such Distribution Date. Interest to be distributed or, in the case of any Accrual Classes, added to principal on a Distribution Date will accrue on the interest-bearing Certificates during the one month periods set forth herein under “Distributions of Interest—*Interest Accrual Periods.*” Principal on the Certificates will be distributed on each Distribution Date in an amount equal to the sum of the aggregate distributions of principal concurrently made on the Trust MBS and the SMBS and any interest accrued and added on such Distribution Date to the principal balances of the Accrual Classes, if any. See “Distributions of Principal” herein.

Record Date. Each monthly distribution on the Certificates will be made to Holders of record on the last day of the preceding month.

REMIC Trust Factors. As soon as practicable following the eleventh calendar day of each month, Fannie Mae will publish or otherwise make available for each Class of Certificates the factor

(carried to eight decimal places) which, when multiplied by the original principal balance of a Certificate of such Class, will equal the remaining principal balance of such Certificate after giving effect to the distribution of principal to be made on the following Distribution Date and any interest to be added as principal to the principal balances of any Accrual Classes on such Distribution Date.

Optional Termination. Consistent with its policy described under “Description of Certificates—Termination” in the MBS Prospectus, Fannie Mae will agree not to effect indirectly an early termination of the Trust through the exercise of its right to repurchase the Mortgage Loans underlying any MBS unless only one Mortgage Loan remains in the related Pool or the principal balance of such Pool at the time of repurchase is less than one percent of the original principal balance thereof.

The Trust MBS and SMBS

The Trust MBS will have an aggregate unpaid principal balance of \$250,000,000, the Pass-Through Rate set forth below, and the general characteristics described in the MBS Prospectus. The “principal only” SMBS underlying the Certificates will represent principal payments on a principal amount of \$600,000,000 of MBS and the “interest only” SMBS underlying the Certificates will represent interest payments on a notional principal balance of \$566,666,667 of MBS. The MBS underlying the SMBS have a Pass-Through Rate of 7.5% and are held in the form of Mega Certificate CL-190254, the general characteristics of which are described in the Mega Prospectus.

The Mortgage Loans will be conventional Level Payment Mortgage Loans secured by a first mortgage or deed of trust on a one- to four-family (“single-family”) residential property having an original maturity of up to 30 years, as described under “The Mortgage Pools” and “Yield Considerations” in the MBS Prospectus. The characteristics of the Trust MBS, SMBS and Mortgage Loans as of January 1, 1994 (the “Issue Date”) are expected to be as follows:

Trust MBS

Trust MBS Pass-Through Rate	7.50%
Range of WACs (per annum percentages)	7.75 to 10.00%
Range of WAMs	181 months to 360 months
Approximate Weighted Average WAM	348 months
Approximate Weighted Average CAGE	11 months

SMBS

Range of WACs (per annum percentages)	7.75 to 9.00%
Range of WAMs	330 months to 360 months
Approximate Weighted Average CAGE	11 months

Following the issuance of the Certificates, Fannie Mae will prepare a Final Data Statement setting forth, among other information, the unpaid principal balance of the SMBS and, with respect to the Trust 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 each MBS, along with the weighted average of all the current or original WACs and the weighted average of all the current or Adjusted WAMs, based on the current unpaid principal balances of the Mortgage Loans underlying the MBS as of the Issue Date. The Final Data Statement will not accompany this Prospectus Supplement but will be made available by Fannie Mae. To request the Final Data Statement, telephone Fannie Mae at 1-800-BEST-MBS or 202-752-6547. The contents of the Final Data Statement and other data specific to the Certificates are available in electronic form by calling Fannie Mae at 1-800-752-6440 or 202-752-6000.

Distributions of Interest

Categories of Classes

For the purpose of payments of interest, the Classes will be categorized as follows:

<u>Interest Type*</u>	<u>Classes</u>
Fixed Rate	A, B, C and Z
Floating Rate	F and FG
Inverse Floating Rate	S, SA, SB, SC, SD, SE and SG
Interest Only	FG and SG
Accrual	Z
No Payment Residual	R

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

General. The interest-bearing Certificates will bear interest at the respective per annum interest rates set forth on the cover or described herein. Interest on the interest-bearing Certificates is calculated on the basis of a 360-day year consisting of twelve 30-day months and is distributable monthly on each Distribution Date, commencing (except with respect to any Accrual Classes) in the month after the Settlement Date. Interest to be distributed or, in the case of any Accrual Classes, added to principal on each interest-bearing Certificate on a Distribution Date will consist of one month’s interest on the outstanding principal balance of such Certificate immediately prior to such Distribution Date.

Interest Accrual Periods. Interest to be distributed or added to principal on a Distribution Date will accrue on the interest-bearing Certificates during the one-month periods set forth below (each, an “Interest Accrual Period”).

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

See “Yield Considerations” herein.

Accrual Class. The Z Class is an Accrual Class. Interest will accrue on the Accrual Class at the respective per annum rate set forth on the cover hereof; however, such interest will not be distributed until the Distribution Date following the Distribution Date on which such Class has received its first distribution of principal. Interest so accrued and unpaid on any Accrual Class will be added as principal to the principal balance thereof on each Distribution Date. Distributions of principal of any Accrual Class will be distributed as described herein.

Floating Rate and Inverse Floating Rate Classes. Each of the following Classes will bear interest during its initial Interest Accrual Period at the Initial Interest Rate set forth below, and will bear

interest during each Interest Accrual Period thereafter, subject to the applicable Maximum and Minimum Interest Rates, at the rate determined as described below:

<u>Class</u>	<u>Initial Interest Rate</u>	<u>Maximum Interest Rate</u>	<u>Minimum Interest Rate</u>	<u>Formula for Calculation of Interest Rate</u>
F	4.03750%	9.00000%	0.85%	LIBOR + 85 basis points
S	4.99143%	9.79452%	0.00%	$9.79452\% - (1.50685 \times \text{LIBOR})$
SA	12.10000%	12.10000%	0.00%	$59.76667\% - (7.33334 \times \text{LIBOR})$
SB	3.83552%	7.52631%	0.00%	$7.52631\% - (1.15790 \times \text{LIBOR})$
SC	5.98643%	11.74700%	0.00%	$11.747\% - (1.80725 \times \text{LIBOR})$
SD	5.30400%	10.40790%	0.00%	$10.4079\% - (1.60121 \times \text{LIBOR})$
SE	6.20312%	10.18750%	0.00%	$10.1875\% - (1.25 \times \text{LIBOR})$
FG	0.00000%	(1)	(1)	(1)
SG	7.50000%	(2)	(2)	(2)

- (1) The formula for calculation of the interest rate for the FG Class will be as follows: If the level of LIBOR is less than or equal to 6.00%, the interest rate will be a per annum rate equal to 0.00%. If the level of LIBOR is greater than 6.00%, the interest rate will be a per annum rate equal to $(120 \times \text{LIBOR}) - 720\%$, subject to Maximum and Minimum Interest Rates of 7.50% and 0.00%, respectively.
- (2) The formula for calculation of the interest rate for the SG Class will be as follows: If the level of LIBOR is less than or equal to 6.00%, the interest rate will be a per annum rate equal to 7.50%. If the level of LIBOR is greater than 6.00%, the interest rate will be a per annum rate equal to $727.50\% - (120 \times \text{LIBOR})$, subject to Maximum and Minimum Interest Rates of 7.50% and 0.00%, respectively.

The yields with respect to such Classes will be affected by changes in the applicable Index, as set forth in the table above (each, an “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 an Index. Conversely, higher mortgage interest rates could occur concurrently with a decrease in the level of an Index.

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

Calculation of LIBOR

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

If on the initial LIBOR 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 3.1875%.

Distributions of Principal

Categories of Classes

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

<u>Principal Type*</u>	<u>Classes</u>
PAC	A and B
TAC	C, S, SA, SB, SC and SD
Support	F and SE
Notional	FG and SG
Sequential	Z
No Payment Residual	R

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

Principal Distribution Amount

Principal will be distributed monthly on the Certificates in an amount (the “Principal Distribution Amount”) equal to the sum of (i) the aggregate distributions of principal concurrently made on the SMBS and the Trust MBS and (ii) any interest accrued and added on such Distribution Date to the principal balance of the Accrual Class.

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

- (i) sequentially, to the A and B Classes, in that order, until the principal balances thereof are reduced to their respective Planned Balances for such Distribution Date; } PAC
Classes
- (ii) to the C Class until the principal balance thereof is reduced to its Targeted Balance for such Distribution Date;
- (iii) concurrently, to the F, S and SA Classes, in the proportions of 55.555555098%, 36.8686871542% and 7.5757573360%, respectively, until the principal balance of the S Class is reduced to its Targeted Balance for such Distribution Date;
- (iv) concurrently, to the F, SA, SB, SC and SD Classes, in the proportions of 55.555555098%, 7.5757573360%, 12.1212580205%, 9.1954371190% and 15.5519920147%, respectively, until the principal balances of the SA, SB, SC and SD Classes are reduced to their respective Targeted Balances for such Distribution Date; } TAC
and
Support
Classes
- (v) concurrently, to the F and SE Classes, in the proportions of 55.555555098% and 44.444444902%, respectively, until the principal balance of the SE Class is reduced to zero;
- (vi) concurrently, to the F, SA, SB, SC and SD Classes, in the proportions set forth in clause (iv) above, without regard to the Targeted Balances of the SA, SB, SC and SD Classes and until the principal balances of the SB, SC and SD Classes are reduced to zero;
- (vii) concurrently, to the F, S and SA Classes, in the proportions set forth in clause (iii) above, without regard to the Targeted Balances of the S and SA Classes and until the principal balances thereof are reduced to zero;
- (viii) sequentially, to the B and A Classes, in that order, without regard to their Planned Balances and until the respective principal balances thereof are reduced to zero; } PAC
Classes

- (ix) to the C Class, without regard to its Targeted Balance and until the principal balance thereof is reduced to zero; and
- (x) to the Z Class until the principal balance thereof is reduced to zero.

} TAC
Class

} Accrual/
Sequential
Class

Structuring Assumptions

Pricing Assumptions. Unless otherwise specified, the information in the tables in this Prospectus Supplement has been prepared on the basis of the following assumptions (the “Pricing Assumptions”):

- the Mortgage Loans underlying the Trust MBS and SMBS each bear interest at a rate of 7.96% per annum and have original terms to maturity of 360 months, the Mortgage Loans underlying the Trust MBS have a WAM of 348 months and a CAGE of 11 months and the following amounts of the Mortgage Loans underlying the SMBS have the WAMs and CAGEs, respectively, specified below:

\$600,000,000 (PO)	348 months	11 months
\$566,666,667 (IO)	348 months	11 months
- the Mortgage Loans prepay at the *constant* percentages of PSA specified in the related table;
- the closing date for the sale of the Certificates is the Settlement Date; and
- the first Distribution Date for the Certificates occurs in the month following the Settlement Date.

PSA Assumptions. Prepayments of mortgage loans commonly are measured relative to a prepayment standard or model. The model used in this Prospectus Supplement is the Public Securities Association’s standard prepayment model (“PSA”). To assume a specified rate of PSA (for example, 400% PSA) is to assume a specified rate of prepayment each month of the then outstanding principal balance of a pool of new mortgage loans computed as described under “Description of the Certificates—Prepayment Considerations and Risks” in the REMIC Prospectus. There is no assurance that prepayments will occur at any PSA rate or at any other constant rate.

The Principal Balance Schedules have been prepared on the basis of the Pricing Assumptions and the assumption that the Mortgage Loans prepay at the approximate *constant* levels set forth in the following table.

Principal Balance Schedule References	Related Classes	PSA Levels
Planned Balances	A and B	Between 125% and 450%
Targeted Balance	C	350%
Targeted Balances	S, SA, SB, SC and SD	400%

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

Principal Balance Schedules

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Targeted Balance</u>	<u>S Class Targeted Balance</u>	<u>SA Class Targeted Balance</u>	<u>SB Class Targeted Balance</u>	<u>SC Class Targeted Balance</u>	<u>SD Class Targeted Balance</u>
Initial Balance	\$379,466,900.00	\$91,987,900.00	\$134,689,500.00	\$23,586,080.00	\$13,908,920.00	\$14,500,000.00	\$11,000,000.00	\$18,604,000.00
February 1994	376,685,958.91	91,987,900.00	130,655,098.11	23,251,060.78	13,838,426.97	14,497,354.43	10,997,993.02	18,600,605.64
March 1994	373,727,930.89	91,987,900.00	126,313,339.39	22,891,701.31	13,762,812.38	14,494,516.65	10,995,840.22	18,596,964.67
April 1994	370,594,231.03	91,987,900.00	121,672,242.50	22,509,007.88	13,682,287.98	14,491,494.61	10,993,547.64	18,593,087.29
May 1994	367,286,388.32	91,987,900.00	116,740,597.52	22,104,085.67	13,597,086.31	14,488,297.03	10,991,121.89	18,588,984.68
June 1994	363,806,044.55	91,987,900.00	111,527,947.16	21,678,135.27	13,507,460.00	14,484,933.40	10,988,570.17	18,584,669.03
July 1994	360,154,953.05	91,987,900.00	106,044,565.35	21,232,448.80	13,413,680.92	14,481,413.92	10,985,900.22	18,580,153.42
August 1994	356,334,977.30	91,987,900.00	100,301,433.16	20,768,405.56	13,316,039.30	14,477,749.48	10,983,120.30	18,575,451.82
September 1994	352,348,089.50	91,987,900.00	94,310,212.20	20,287,467.05	13,214,842.67	14,473,951.62	10,980,239.16	18,570,579.03
October 1994	348,196,368.87	91,987,900.00	88,083,215.57	19,791,171.65	13,110,414.72	14,470,032.49	10,977,266.03	18,565,550.65
November 1994	343,882,000.01	91,987,900.00	81,633,376.37	19,281,128.82	13,003,094.10	14,466,004.80	10,974,210.54	18,560,382.98
December 1994	339,407,270.99	91,987,900.00	74,974,213.86	18,759,012.86	12,893,233.12	14,461,881.77	10,971,082.73	18,555,092.99
January 1995	334,774,571.39	91,987,900.00	68,119,797.55	18,226,556.30	12,781,196.32	14,457,677.08	10,967,892.97	18,549,698.23
February 1995	329,986,390.27	91,987,900.00	61,084,709.06	17,685,542.86	12,667,359.03	14,453,404.82	10,964,651.95	18,544,216.77
March 1995	325,045,313.93	91,987,900.00	53,884,002.11	17,137,800.15	12,552,105.80	14,449,079.42	10,961,370.61	18,538,667.13
April 1995	319,954,023.68	91,987,900.00	46,533,160.66	16,585,192.04	12,435,828.82	14,444,715.60	10,958,060.13	18,533,068.20
May 1995	314,715,293.38	91,987,900.00	39,048,055.35	16,029,610.78	12,318,926.24	14,440,328.30	10,954,731.83	18,527,439.14
June 1995	309,331,986.98	91,987,900.00	31,444,898.45	15,472,968.84	12,201,800.48	14,435,932.63	10,951,397.18	18,521,799.34
July 1995	303,807,055.89	91,987,900.00	23,740,197.46	14,917,190.67	12,084,856.47	14,431,543.78	10,948,067.71	18,516,168.29
August 1995	298,143,536.34	91,987,900.00	15,950,707.49	14,364,204.21	11,968,499.88	14,427,176.97	10,944,754.96	18,510,565.53
September 1995	292,516,617.83	91,987,900.00	8,393,408.40	13,839,475.80	11,858,089.20	14,423,033.31	10,941,611.50	18,505,249.08
October 1995	286,926,063.35	91,987,900.00	1,063,216.72	13,342,044.44	11,753,422.23	14,419,105.21	10,938,631.56	18,500,209.19
November 1995	281,371,637.39	91,987,900.00	0.00	10,694,596.25	11,196,359.67	14,398,198.92	10,922,771.62	18,473,385.70
December 1995	275,853,106.00	91,987,900.00	0.00	7,768,024.96	10,580,565.45	14,375,088.46	10,905,239.55	18,443,734.18
January 1996	270,370,236.71	91,987,900.00	0.00	4,942,530.20	9,986,039.24	14,352,776.18	10,888,312.99	18,415,106.76
February 1996	264,922,798.58	91,987,900.00	0.00	2,215,572.99	9,412,246.80	14,331,242.03	10,871,976.74	18,387,477.70
March 1996	259,510,562.17	91,987,900.00	0.00	0.00	8,858,666.40	14,173,920.32	10,752,629.24	18,185,628.52
April 1996	254,133,299.49	91,987,900.00	0.00	0.00	8,324,788.56	13,319,712.51	10,104,609.53	17,089,650.45
May 1996	248,790,784.08	91,987,900.00	0.00	0.00	7,810,115.74	12,496,232.85	9,479,900.82	16,033,097.65
June 1996	243,482,790.89	91,987,900.00	0.00	0.00	7,314,162.08	11,702,703.95	8,877,913.38	15,014,972.72
July 1996	238,209,096.38	91,987,900.00	0.00	0.00	6,836,453.11	10,938,366.68	8,298,071.31	14,034,301.65
August 1996	232,969,478.41	91,987,900.00	0.00	0.00	6,376,525.53	10,202,479.74	7,739,812.25	13,090,133.33
September 1996	227,763,716.31	91,987,900.00	0.00	0.00	5,933,926.91	9,494,319.25	7,202,587.05	12,181,539.00
October 1996	222,591,590.84	91,987,900.00	0.00	0.00	5,508,215.48	8,813,178.36	6,685,859.48	11,307,611.75
November 1996	217,452,884.15	91,987,900.00	0.00	0.00	5,098,959.84	8,158,366.83	6,189,105.91	10,467,465.98
December 1996	212,347,379.83	91,987,900.00	0.00	0.00	4,705,738.76	7,529,210.70	5,711,815.05	9,660,236.97
January 1997	207,274,862.86	91,987,900.00	0.00	0.00	4,328,140.93	6,925,051.87	5,253,487.66	8,885,080.35
February 1997	202,235,119.62	91,987,900.00	0.00	0.00	3,965,764.73	6,345,247.74	4,813,636.25	8,141,171.66
March 1997	197,227,937.86	91,987,900.00	0.00	0.00	3,618,218.02	5,789,170.88	4,391,784.84	7,427,705.87
April 1997	192,253,106.72	91,987,900.00	0.00	0.00	3,285,117.90	5,256,208.65	3,987,468.67	6,743,896.96
May 1997	187,310,416.69	91,987,900.00	0.00	0.00	2,966,090.52	4,745,762.89	3,600,233.96	6,088,977.45
June 1997	182,399,659.62	91,987,900.00	0.00	0.00	2,660,770.86	4,257,249.56	3,229,637.64	5,462,198.01
July 1997	177,520,628.73	91,987,900.00	0.00	0.00	2,368,802.52	3,790,098.43	2,875,247.13	4,862,827.00
August 1997	172,673,118.54	91,987,900.00	0.00	0.00	2,089,837.54	3,343,752.76	2,536,640.07	4,290,150.11
September 1997	167,856,924.93	91,987,900.00	0.00	0.00	1,823,536.19	2,917,668.97	2,213,404.09	3,743,469.92
October 1997	163,071,845.10	91,987,900.00	0.00	0.00	1,569,566.79	2,511,316.38	1,905,136.61	3,222,105.53
November 1997	158,317,677.55	91,987,900.00	0.00	0.00	1,327,605.52	2,124,176.87	1,611,444.56	2,725,392.18
December 1997	153,594,222.09	91,987,900.00	0.00	0.00	1,097,336.23	1,755,744.60	1,331,944.22	2,252,680.88
January 1998	148,901,279.83	91,987,900.00	0.00	0.00	878,450.29	1,405,525.76	1,066,260.96	1,803,338.03
February 1998	144,238,653.17	91,987,900.00	0.00	0.00	670,646.38	1,073,038.24	814,029.05	1,376,745.08
March 1998	139,606,145.78	91,987,900.00	0.00	0.00	473,630.36	757,811.40	574,891.45	972,298.18
April 1998	135,003,562.61	91,987,900.00	0.00	0.00	287,115.07	459,385.79	348,499.61	589,407.84

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Targeted Balance</u>	<u>S Class Targeted Balance</u>	<u>SA Class Targeted Balance</u>	<u>SB Class Targeted Balance</u>	<u>SC Class Targeted Balance</u>	<u>SD Class Targeted Balance</u>
May 1998	\$130,430,709.88	\$91,987,900.00	\$ 0.00	\$ 0.00	\$ 110,820.19	\$ 177,312.90	\$ 134,513.28	\$ 227,498.59
June 1998	125,887,395.03	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
July 1998	121,373,426.79	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
August 1998	116,888,615.11	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
September 1998	112,432,771.17	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
October 1998	108,005,707.37	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
November 1998	103,607,237.33	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
December 1998	99,237,175.88	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
January 1999	94,895,339.04	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
February 1999	90,581,544.02	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
March 1999	86,295,609.24	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
April 1999	82,037,354.26	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
May 1999	77,806,599.82	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
June 1999	73,603,167.84	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
July 1999	69,426,881.37	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
August 1999	65,277,564.62	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
September 1999	61,155,042.93	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
October 1999	57,059,142.77	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
November 1999	52,989,691.73	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
December 1999	48,946,518.55	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
January 2000	45,010,107.18	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
February 2000	41,179,065.01	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
March 2000	37,450,597.04	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
April 2000	33,821,981.96	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
May 2000	30,290,570.17	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
June 2000	26,853,781.92	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
July 2000	23,509,105.47	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
August 2000	20,254,095.33	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
September 2000	17,086,370.47	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
October 2000	14,003,612.66	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
November 2000	11,003,564.85	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
December 2000	8,084,029.51	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
January 2001	5,242,867.10	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
February 2001	2,477,994.53	91,987,900.00	0.00	0.00	0.00	0.00	0.00	0.00
March 2001	0.00	91,775,283.69	0.00	0.00	0.00	0.00	0.00	0.00
April 2001	0.00	89,156,960.03	0.00	0.00	0.00	0.00	0.00	0.00
May 2001	0.00	86,609,001.08	0.00	0.00	0.00	0.00	0.00	0.00
June 2001	0.00	84,129,535.17	0.00	0.00	0.00	0.00	0.00	0.00
July 2001	0.00	81,716,740.03	0.00	0.00	0.00	0.00	0.00	0.00
August 2001	0.00	79,368,841.54	0.00	0.00	0.00	0.00	0.00	0.00
September 2001	0.00	77,084,112.42	0.00	0.00	0.00	0.00	0.00	0.00
October 2001	0.00	74,860,871.03	0.00	0.00	0.00	0.00	0.00	0.00
November 2001	0.00	72,697,480.17	0.00	0.00	0.00	0.00	0.00	0.00
December 2001	0.00	70,592,345.89	0.00	0.00	0.00	0.00	0.00	0.00
January 2002	0.00	68,543,916.39	0.00	0.00	0.00	0.00	0.00	0.00
February 2002	0.00	66,550,680.86	0.00	0.00	0.00	0.00	0.00	0.00
March 2002	0.00	64,611,168.46	0.00	0.00	0.00	0.00	0.00	0.00
April 2002	0.00	62,723,947.23	0.00	0.00	0.00	0.00	0.00	0.00
May 2002	0.00	60,887,623.06	0.00	0.00	0.00	0.00	0.00	0.00
June 2002	0.00	59,100,838.76	0.00	0.00	0.00	0.00	0.00	0.00
July 2002	0.00	57,362,273.00	0.00	0.00	0.00	0.00	0.00	0.00
August 2002	0.00	55,670,639.43	0.00	0.00	0.00	0.00	0.00	0.00

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Targeted Balance</u>	<u>S Class Targeted Balance</u>	<u>SA Class Targeted Balance</u>	<u>SB Class Targeted Balance</u>	<u>SC Class Targeted Balance</u>	<u>SD Class Targeted Balance</u>
September 2002.....	\$ 0.00	\$54,024,685.73	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
October 2002	0.00	52,423,192.73	0.00	0.00	0.00	0.00	0.00	0.00
November 2002	0.00	50,864,973.53	0.00	0.00	0.00	0.00	0.00	0.00
December 2002	0.00	49,348,872.67	0.00	0.00	0.00	0.00	0.00	0.00
January 2003	0.00	47,873,765.24	0.00	0.00	0.00	0.00	0.00	0.00
February 2003	0.00	46,438,556.18	0.00	0.00	0.00	0.00	0.00	0.00
March 2003	0.00	45,042,179.38	0.00	0.00	0.00	0.00	0.00	0.00
April 2003.....	0.00	43,683,597.02	0.00	0.00	0.00	0.00	0.00	0.00
May 2003	0.00	42,361,798.75	0.00	0.00	0.00	0.00	0.00	0.00
June 2003	0.00	41,075,801.00	0.00	0.00	0.00	0.00	0.00	0.00
July 2003	0.00	39,824,646.27	0.00	0.00	0.00	0.00	0.00	0.00
August 2003	0.00	38,607,402.46	0.00	0.00	0.00	0.00	0.00	0.00
September 2003.....	0.00	37,423,162.15	0.00	0.00	0.00	0.00	0.00	0.00
October 2003	0.00	36,271,042.02	0.00	0.00	0.00	0.00	0.00	0.00
November 2003	0.00	35,150,182.15	0.00	0.00	0.00	0.00	0.00	0.00
December 2003	0.00	34,059,745.46	0.00	0.00	0.00	0.00	0.00	0.00
January 2004	0.00	32,998,917.05	0.00	0.00	0.00	0.00	0.00	0.00
February 2004	0.00	31,966,903.67	0.00	0.00	0.00	0.00	0.00	0.00
March 2004	0.00	30,962,933.11	0.00	0.00	0.00	0.00	0.00	0.00
April 2004.....	0.00	29,986,253.67	0.00	0.00	0.00	0.00	0.00	0.00
May 2004	0.00	29,036,133.59	0.00	0.00	0.00	0.00	0.00	0.00
June 2004	0.00	28,111,860.58	0.00	0.00	0.00	0.00	0.00	0.00
July 2004	0.00	27,212,741.23	0.00	0.00	0.00	0.00	0.00	0.00
August 2004	0.00	26,338,100.57	0.00	0.00	0.00	0.00	0.00	0.00
September 2004.....	0.00	25,487,281.58	0.00	0.00	0.00	0.00	0.00	0.00
October 2004	0.00	24,659,644.67	0.00	0.00	0.00	0.00	0.00	0.00
November 2004	0.00	23,854,567.27	0.00	0.00	0.00	0.00	0.00	0.00
December 2004	0.00	23,071,443.36	0.00	0.00	0.00	0.00	0.00	0.00
January 2005	0.00	22,309,683.04	0.00	0.00	0.00	0.00	0.00	0.00
February 2005	0.00	21,568,712.09	0.00	0.00	0.00	0.00	0.00	0.00
March 2005	0.00	20,847,971.57	0.00	0.00	0.00	0.00	0.00	0.00
April 2005.....	0.00	20,146,917.42	0.00	0.00	0.00	0.00	0.00	0.00
May 2005	0.00	19,465,020.05	0.00	0.00	0.00	0.00	0.00	0.00
June 2005	0.00	18,801,763.97	0.00	0.00	0.00	0.00	0.00	0.00
July 2005	0.00	18,156,647.41	0.00	0.00	0.00	0.00	0.00	0.00
August 2005	0.00	17,529,181.96	0.00	0.00	0.00	0.00	0.00	0.00
September 2005.....	0.00	16,918,892.24	0.00	0.00	0.00	0.00	0.00	0.00
October 2005	0.00	16,325,315.51	0.00	0.00	0.00	0.00	0.00	0.00
November 2005	0.00	15,748,001.37	0.00	0.00	0.00	0.00	0.00	0.00
December 2005	0.00	15,186,511.43	0.00	0.00	0.00	0.00	0.00	0.00
January 2006	0.00	14,640,418.97	0.00	0.00	0.00	0.00	0.00	0.00
February 2006	0.00	14,109,308.66	0.00	0.00	0.00	0.00	0.00	0.00
March 2006	0.00	13,592,776.25	0.00	0.00	0.00	0.00	0.00	0.00
April 2006.....	0.00	13,090,428.26	0.00	0.00	0.00	0.00	0.00	0.00
May 2006	0.00	12,601,881.72	0.00	0.00	0.00	0.00	0.00	0.00
June 2006	0.00	12,126,763.88	0.00	0.00	0.00	0.00	0.00	0.00
July 2006	0.00	11,664,711.94	0.00	0.00	0.00	0.00	0.00	0.00
August 2006	0.00	11,215,372.76	0.00	0.00	0.00	0.00	0.00	0.00
September 2006.....	0.00	10,778,402.68	0.00	0.00	0.00	0.00	0.00	0.00
October 2006	0.00	10,353,467.18	0.00	0.00	0.00	0.00	0.00	0.00
November 2006	0.00	9,940,240.68	0.00	0.00	0.00	0.00	0.00	0.00
December 2006	0.00	9,538,406.33	0.00	0.00	0.00	0.00	0.00	0.00

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Targeted Balance</u>	<u>S Class Targeted Balance</u>	<u>SA Class Targeted Balance</u>	<u>SB Class Targeted Balance</u>	<u>SC Class Targeted Balance</u>	<u>SD Class Targeted Balance</u>
January 2007	\$ 0.00	\$ 9,147,655.72	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
February 2007	0.00	8,767,688.70	0.00	0.00	0.00	0.00	0.00	0.00
March 2007	0.00	8,398,213.14	0.00	0.00	0.00	0.00	0.00	0.00
April 2007	0.00	8,038,944.72	0.00	0.00	0.00	0.00	0.00	0.00
May 2007	0.00	7,689,606.75	0.00	0.00	0.00	0.00	0.00	0.00
June 2007	0.00	7,349,929.91	0.00	0.00	0.00	0.00	0.00	0.00
July 2007	0.00	7,019,652.12	0.00	0.00	0.00	0.00	0.00	0.00
August 2007	0.00	6,698,518.30	0.00	0.00	0.00	0.00	0.00	0.00
September 2007	0.00	6,386,280.21	0.00	0.00	0.00	0.00	0.00	0.00
October 2007	0.00	6,082,696.25	0.00	0.00	0.00	0.00	0.00	0.00
November 2007	0.00	5,787,531.31	0.00	0.00	0.00	0.00	0.00	0.00
December 2007	0.00	5,500,556.57	0.00	0.00	0.00	0.00	0.00	0.00
January 2008	0.00	5,221,549.34	0.00	0.00	0.00	0.00	0.00	0.00
February 2008	0.00	4,950,292.92	0.00	0.00	0.00	0.00	0.00	0.00
March 2008	0.00	4,686,576.39	0.00	0.00	0.00	0.00	0.00	0.00
April 2008	0.00	4,430,194.54	0.00	0.00	0.00	0.00	0.00	0.00
May 2008	0.00	4,180,947.61	0.00	0.00	0.00	0.00	0.00	0.00
June 2008	0.00	3,938,641.25	0.00	0.00	0.00	0.00	0.00	0.00
July 2008	0.00	3,703,086.30	0.00	0.00	0.00	0.00	0.00	0.00
August 2008	0.00	3,474,098.69	0.00	0.00	0.00	0.00	0.00	0.00
September 2008	0.00	3,251,499.30	0.00	0.00	0.00	0.00	0.00	0.00
October 2008	0.00	3,035,113.82	0.00	0.00	0.00	0.00	0.00	0.00
November 2008	0.00	2,824,772.61	0.00	0.00	0.00	0.00	0.00	0.00
December 2008	0.00	2,620,310.63	0.00	0.00	0.00	0.00	0.00	0.00
January 2009	0.00	2,421,567.24	0.00	0.00	0.00	0.00	0.00	0.00
February 2009	0.00	2,228,386.14	0.00	0.00	0.00	0.00	0.00	0.00
March 2009	0.00	2,040,615.24	0.00	0.00	0.00	0.00	0.00	0.00
April 2009	0.00	1,858,106.53	0.00	0.00	0.00	0.00	0.00	0.00
May 2009	0.00	1,680,716.01	0.00	0.00	0.00	0.00	0.00	0.00
June 2009	0.00	1,508,303.53	0.00	0.00	0.00	0.00	0.00	0.00
July 2009	0.00	1,340,732.74	0.00	0.00	0.00	0.00	0.00	0.00
August 2009	0.00	1,177,870.95	0.00	0.00	0.00	0.00	0.00	0.00
September 2009	0.00	1,019,589.05	0.00	0.00	0.00	0.00	0.00	0.00
October 2009	0.00	865,761.42	0.00	0.00	0.00	0.00	0.00	0.00
November 2009	0.00	716,265.83	0.00	0.00	0.00	0.00	0.00	0.00
December 2009	0.00	570,983.33	0.00	0.00	0.00	0.00	0.00	0.00
January 2010	0.00	429,798.20	0.00	0.00	0.00	0.00	0.00	0.00
February 2010	0.00	292,597.85	0.00	0.00	0.00	0.00	0.00	0.00
March 2010	0.00	159,272.70	0.00	0.00	0.00	0.00	0.00	0.00
April 2010	0.00	29,716.17	0.00	0.00	0.00	0.00	0.00	0.00
May 2010 and thereafter	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Characteristics of the R Class

The R Certificate will not have a principal balance and will not bear interest. The Holder of the R Certificate will be entitled to receive the proceeds of the remaining assets of the Trust, if any, after the principal balances of all Classes have been reduced to zero. It is not anticipated that there will be any material assets remaining in such circumstance.

The R Class will be subject to certain transfer restrictions. No transfer of record or beneficial ownership of the R Certificate will be allowed to a “disqualified organization.” In addition, no transfer of record or beneficial ownership of the R Certificate will be allowed to any person that is not a “U.S. Person” without the written consent of Fannie Mae. Under regulations issued by the Treasury Department on December 23, 1992 (the “Regulations”), a transfer of a “noneconomic residual interest” to a U.S. Person will be disregarded for all federal tax purposes unless no significant purpose of the transfer is to impede the assessment or collection of tax. The R Certificate will constitute a noneconomic residual interest under the Regulations. Any transferee of the R Certificate must execute and deliver an affidavit and an Internal Revenue Service Form W-9 on which the transferee provides its taxpayer identification number. See “Description of the Certificates—Additional Characteristics of Residual Certificates” and “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates” in the REMIC Prospectus. Transferors of the R Certificate should consult with their own tax advisors for further information regarding such transfers.

The Holder of the R Certificate will be considered to be the holder of the “residual interest” in the REMIC constituted by the Trust. See “Certain Federal Income Tax Consequences” in the REMIC Prospectus. Pursuant to the Trust Agreement, Fannie Mae will be obligated to provide to such Holder (i) such information as is necessary to enable it to prepare its federal income tax returns and (ii) any reports regarding the Certificate that may be required under the Code.

Yield Considerations

General. There can be no assurance that the Mortgage Loans will have the characteristics assumed herein or will prepay at any of the rates assumed herein or at any other particular rate, 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 applicable Index will correspond to the levels shown herein. Because the rate of principal distributions on the Certificates will be related to the amortization of the Mortgage Loans in each Pool, which are likely to include Mortgage Loans that 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. In addition, it is not likely that the Mortgage Loans will prepay at a constant PSA rate 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 timing of changes in the rate of prepayments or the level of the applicable Index may significantly affect the actual yield to maturity to investors, even if the average rate of principal prepayments or the average level of the Index is consistent with the expectations of investors. In general, the earlier the payment of principal of the Mortgage Loans or change in the level of the Index, the greater the effect on an investor’s yield to maturity. As a result, the effect on an investor’s yield of principal prepayments or the level of the Index occurring at a rate or level higher (or lower) than the rate or level anticipated by the investor during the period immediately following the issuance of the Certificates will not be offset by a subsequent like reduction (or increase) in the rate of principal prepayments or level of the Index.

The effective yield on the Delay Classes will be reduced below the yield otherwise produced because principal and interest payable on a Distribution Date will not be distributed until the 25th day following the end of the related Interest Accrual Period and will not bear interest during such delay.

No interest at all will be paid on any Class after its principal balance has been reduced to zero. As a result of the foregoing, the market value of the Delay Classes will be lower than would have been the case if there were no such delay. Investors must make their own decisions as to the appropriate assumptions, including prepayment assumptions, to be used in deciding whether to purchase the Certificates.

The tables below indicate the sensitivity of the pre-tax corporate bond equivalent yields to maturity of certain Classes to various constant percentages of PSA and, where specified, to changes in the applicable 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.

The FG Class. The FG Class will be an interest only class and will not have a principal balance. As indicated in the table below, a low level of LIBOR will have a material negative effect on the yield to investors in the FG Class. The yield to investors in the FG Class will be sensitive to the level of LIBOR and to the rate of principal payments (including prepayments) of the Mortgage Loans, which generally can be prepaid at any time. It is possible that, under certain LIBOR and/or prepayment scenarios, investors in the FG Class would not fully recoup their initial investments.

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

<u>Class</u>	<u>Price*</u>
FG	10.00%

* The price does not include accrued interest. Accrued interest, if any, has been added to such price in calculating the yields set forth in the table below.

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

<u>LIBOR</u>	<u>PSA Prepayment Assumptions</u>				
	<u>50%</u>	<u>125%</u>	<u>400%</u>	<u>450%</u>	<u>600%</u>
6.00000% and below	*	*	*	*	*
6.03125%	35.0%	30.5%	12.9%	9.6%	(0.8)%
6.06250% and above	78.2%	73.5%	55.6%	52.2%	41.7%

* Assuming levels of LIBOR of 6.00% and below, investors in the FG Class would not recoup any of their initial investments.

The Inverse Floating Rate Classes. The yields to investors in the Inverse Floating Rate Classes will be sensitive in varying degrees to the level of the applicable Index and to the rate of principal payments (including prepayments) of the Mortgage Loans, which generally can be prepaid at any time. As indicated in the tables below, a high level of the applicable Index will have a negative effect on the yields to investors in the Inverse Floating Rate Classes. It is possible that, under certain Index and/or prepayment scenarios, investors in the SG and SA Classes would not fully recoup their initial investments.

Changes in the applicable 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 for each Interest Accrual Period subsequent to the initial Interest Accrual Period will be based on the indicated level of the applicable Index and (ii) the aggregate purchase prices of the Inverse Floating Rate Classes (expressed as percentages of original principal balances) are as follows:

<u>Class</u>	<u>Price*</u>
SG	17.50000%
S	90.67223%
SA	103.99181%
SB	86.65681%
SC	85.38325%
SD	83.64091%
SE	84.68907%

* 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.

**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>125%</u>	<u>400%</u>	<u>450%</u>	<u>600%</u>
6.00000% and below	42.5%	38.0%	20.4%	17.0%	6.7%
6.03125%	18.2%	13.6%	(3.9)%	(7.2)%	(17.6)%
6.06250% and above	*	*	*	*	*

* The pre-tax yield to maturity would be less than (99.9)%. Assuming levels of LIBOR of 6.0625% and above, investors in the SG Class would not fully recoup their initial investments.

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>125%</u>	<u>400%</u>	<u>450%</u>	<u>600%</u>
1.1875%	9.1%	9.3%	15.2%	15.2%	15.2%
3.1875%	5.8%	6.0%	12.0%	12.0%	12.0%
5.1875%	2.6%	2.8%	8.8%	8.8%	8.8%
6.5000% and above	0.5%	0.7%	6.8%	6.8%	6.8%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>125%</u>	<u>400%</u>	<u>450%</u>	<u>600%</u>
6.5000% and below	11.9%	11.8%	10.5%	10.5%	9.8%
7.1875%	6.8%	6.8%	5.6%	5.6%	5.0%
8.1500%	(0.1)%	(0.2)%	(1.2)%	(1.2)%	(1.7)%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>125%</u>	<u>400%</u>	<u>450%</u>	<u>600%</u>
1.1875%	7.4%	7.6%	11.5%	11.5%	14.5%
3.1875%	4.8%	5.0%	9.0%	9.0%	12.0%
5.1875%	2.2%	2.4%	6.5%	6.5%	9.4%
6.5000% and above	0.6%	0.8%	4.8%	4.8%	7.8%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>125%</u>	<u>400%</u>	<u>450%</u>	<u>600%</u>
1.1875%	11.6%	11.7%	16.1%	16.1%	19.4%
3.1875%	7.4%	7.5%	12.0%	12.0%	15.3%
5.1875%	3.3%	3.5%	8.0%	8.0%	11.3%
6.5000% and above	0.7%	0.9%	5.4%	5.4%	8.7%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>125%</u>	<u>400%</u>	<u>450%</u>	<u>600%</u>
1.1875%	10.5%	10.7%	15.6%	15.6%	19.4%
3.1875%	6.7%	6.9%	12.0%	12.0%	15.8%
5.1875%	3.1%	3.3%	8.4%	8.4%	12.2%
6.5000% and above	0.7%	1.0%	6.1%	6.1%	9.8%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>125%</u>	<u>400%</u>	<u>450%</u>	<u>600%</u>
1.1875%	10.6%	10.6%	11.9%	16.9%	43.2%
3.1875%	7.6%	7.7%	9.0%	13.9%	40.4%
5.1875%	4.7%	4.8%	6.1%	10.8%	37.6%
7.1875%	1.9%	2.0%	3.3%	7.9%	34.8%
8.1500%	0.6%	0.7%	2.0%	6.4%	33.5%

Weighted Average Lives of the Certificates

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

In general, the weighted average lives of the Certificates will be shortened if the level of prepayments of principal of the Mortgage Loans increases. However, the weighted average lives will depend upon a variety of other factors, including the timing of changes in such rate of principal payments, the priority sequence of distributions of principal of the Classes and the distribution of principal of certain Classes in accordance with the Principal Balance Schedules herein. In particular,

if the amount distributable as principal of the Certificates on any Distribution Date exceeds the amount required to reduce the principal balances of certain Classes with higher principal payment priorities to their respective scheduled amounts as set forth in the Principal Balance Schedules, such excess principal will be distributed on the remaining Classes on such Distribution Date. Conversely, if the principal distributable on any Distribution Date is less than the amount so required to reduce certain Classes to their respective scheduled amounts, no principal will be distributed on the remaining Classes on such Distribution Date. Accordingly, the rate of principal payments on the Mortgage Loans is expected to have a greater effect on the weighted average lives of the Support Classes and, under certain prepayment scenarios, the TAC Classes, than on the weighted average lives of the PAC Classes. See “Distributions of Principal” herein.

The interaction of the foregoing factors may have different effects on various Classes and the effects on any Class may vary at different times during the life of such Class. Accordingly, no assurance can be given as to the weighted average life of any Class. Further, to the extent the prices of the Certificates represent discounts or premiums to their respective original principal balances, variability in the weighted average lives of such Classes of Certificates could result in variability in the related yields to maturity. For an example of how the weighted average lives of the Classes may be affected at various *constant* prepayment rates, see the Decrement Tables below.

Decrement Tables

The following tables indicate the percentages of original principal balances of the specified Classes that would be outstanding after each of the dates shown at various *constant* PSA levels and the corresponding weighted average lives of such Classes. The tables have been prepared on the basis of the Pricing Assumptions, except that with respect to the information set forth for each such Class under 0% PSA it has been assumed that each underlying Mortgage Loan bears an interest rate of 10.00% per annum and has an original and remaining term to maturity of 360 months. It is not likely that (i) all of the underlying Mortgage Loans will have the interest rates, CAGEs or remaining terms to maturity assumed or (ii) the underlying Mortgage Loans will prepay at a *constant* PSA level. In addition, the diverse remaining terms to maturity of the Mortgage Loans (which may include recently originated Mortgage Loans) could produce slower or faster principal distributions than indicated in the tables at the specified *constant* PSA levels, even if the distributions of the weighted average remaining terms to maturity and the weighted average CAGEs of the Mortgage Loans are identical to the distributions of the remaining terms to maturity and CAGEs specified in the Pricing Assumptions.

Percent of Original Principal Balances Outstanding

Date	A Class						B Class						C Class					
	PSA Prepayment Assumption						PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	125%	350%	400%	450%	600%	0%	125%	350%	400%	450%	600%	0%	125%	350%	400%	450%	600%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
January 1995	99	88	88	88	88	88	100	100	100	100	100	100	100	100	51	51	51	51
January 1996	97	71	71	71	71	71	100	100	100	100	100	100	100	100	0	0	0	0
January 1997	96	55	55	55	55	55	100	100	100	100	100	72	100	100	0	0	0	0
January 1998	94	39	39	39	39	39	100	100	100	100	100	26	100	100	0	0	0	0
January 1999	92	25	25	25	25	25	100	100	100	100	100	15	100	100	0	0	0	0
January 2000	90	12	12	12	12	14	100	100	100	100	100	15	100	100	0	0	0	0
January 2001	88	1	1	1	1	8	100	100	100	100	100	15	100	95	0	0	0	0
January 2002	85	0	0	0	0	3	100	75	75	75	75	15	100	84	0	0	0	0
January 2003	83	0	0	0	0	1	100	52	52	52	52	15	100	70	0	0	0	0
January 2004	80	0	0	0	0	0	100	36	36	36	36	10	100	54	0	0	0	0
January 2005	76	0	0	0	0	0	100	24	24	24	24	5	100	37	0	0	0	0
January 2006	72	0	0	0	0	0	100	16	16	16	16	2	100	19	0	0	0	0
January 2007	68	0	0	0	0	0	100	10	10	10	10	1	100	2	0	0	0	0
January 2008	64	0	0	0	0	0	100	6	6	6	6	0	100	0	0	0	0	0
January 2009	59	0	0	0	0	0	100	3	3	3	3	0	100	0	0	0	0	0
January 2010	53	0	0	0	0	0	100	*	*	*	*	0	100	0	0	0	0	0
January 2011	47	0	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2012	40	0	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2013	33	0	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2014	24	0	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2015	15	0	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2016	5	0	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2017	0	0	0	0	0	0	74	0	0	0	0	0	100	0	0	0	0	0
January 2018	0	0	0	0	0	0	24	0	0	0	0	0	100	0	0	0	0	0
January 2019	0	0	0	0	0	0	0	0	0	0	0	0	78	0	0	0	0	0
January 2020	0	0	0	0	0	0	0	0	0	0	0	0	35	0	0	0	0	0
January 2021	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
January 2022	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
January 2023	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
January 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	15.1	3.4	3.4	3.4	3.4	3.6	23.5	9.7	9.7	9.7	9.7	4.5	25.7	10.1	1.0	1.0	1.0	1.0

Date	F Class						S Class						SA Class					
	PSA Prepayment Assumption						PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	125%	350%	400%	450%	600%	0%	125%	350%	400%	450%	600%	0%	125%	350%	400%	450%	600%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
January 1995	100	100	100	94	88	69	100	100	100	77	77	77	100	100	100	92	92	92
January 1996	100	100	92	79	66	29	100	100	69	21	21	21	100	100	89	72	72	39
January 1997	100	100	65	48	32	0	100	100	0	0	0	0	100	100	54	31	31	0
January 1998	100	100	48	29	12	0	100	100	0	0	0	0	100	100	31	6	6	0
January 1999	100	100	37	19	3	0	100	100	0	0	0	0	100	100	17	0	0	0
January 2000	100	100	32	15	1	0	100	100	0	0	0	0	100	100	11	0	0	0
January 2001	100	100	29	13	1	0	100	100	0	0	0	0	100	100	6	0	0	0
January 2002	100	100	25	12	1	0	100	100	0	0	0	0	100	100	1	0	0	0
January 2003	100	100	21	10	1	0	100	100	0	0	0	0	100	100	0	0	0	0
January 2004	100	100	18	8	1	0	100	100	0	0	0	0	100	100	0	0	0	0
January 2005	100	100	15	7	1	0	100	100	0	0	0	0	100	100	0	0	0	0
January 2006	100	100	12	5	1	0	100	100	0	0	0	0	100	100	0	0	0	0
January 2007	100	100	10	4	1	0	100	100	0	0	0	0	100	100	0	0	0	0
January 2008	100	91	8	4	1	0	100	67	0	0	0	0	100	89	0	0	0	0
January 2009	100	82	7	3	1	0	100	33	0	0	0	0	100	77	0	0	0	0
January 2010	100	74	5	2	1	0	100	0	0	0	0	0	100	65	0	0	0	0
January 2011	100	65	4	2	*	0	100	0	0	0	0	0	100	54	0	0	0	0
January 2012	100	57	3	1	0	0	100	0	0	0	0	0	100	43	0	0	0	0
January 2013	100	49	2	*	0	0	100	0	0	0	0	0	100	33	0	0	0	0
January 2014	100	42	1	0	0	0	100	0	0	0	0	0	100	24	0	0	0	0
January 2015	100	36	*	0	0	0	100	0	0	0	0	0	100	15	0	0	0	0
January 2016	100	30	0	0	0	0	100	0	0	0	0	0	100	7	0	0	0	0
January 2017	100	24	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2018	100	19	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2019	100	14	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2020	100	10	0	0	0	0	100	0	0	0	0	0	100	0	0	0	0	0
January 2021	94	6	0	0	0	0	75	0	0	0	0	0	91	0	0	0	0	0
January 2022	65	2	0	0	0	0	0	0	0	0	0	0	53	0	0	0	0	0
January 2023	33	0	0	0	0	0	0	0	0	0	0	0	12	0	0	0	0	0
January 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	28.5	19.5	5.9	4.1	2.7	1.5	27.3	14.5	2.2	1.5	1.5	1.5	28.1	17.6	3.6	2.5	2.5	1.8

* 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.

SB, SC and SD Classes							SE Class					
Date	PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	125%	350%	400%	450%	600%	0%	125%	350%	400%	450%	600%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100
January 1995	100	100	100	100	100	99	100	100	100	100	75	0
January 1996	100	100	100	99	99	48	100	100	100	100	47	0
January 1997	100	100	82	48	48	0	100	100	100	100	34	0
January 1998	100	100	47	10	10	0	100	100	100	100	32	0
January 1999	100	100	26	0	0	0	100	100	100	79	14	0
January 2000	100	100	16	0	0	0	100	100	100	63	5	0
January 2001	100	100	9	0	0	0	100	100	100	55	5	0
January 2002	100	100	1	0	0	0	100	100	100	47	4	0
January 2003	100	100	0	0	0	0	100	100	88	40	4	0
January 2004	100	100	0	0	0	0	100	100	74	33	4	0
January 2005	100	100	0	0	0	0	100	100	62	27	4	0
January 2006	100	100	0	0	0	0	100	100	51	23	4	0
January 2007	100	100	0	0	0	0	100	100	41	18	4	0
January 2008	100	100	0	0	0	0	100	100	34	15	4	0
January 2009	100	100	0	0	0	0	100	100	27	12	3	0
January 2010	100	100	0	0	0	0	100	100	22	10	3	0
January 2011	100	82	0	0	0	0	100	100	16	6	1	0
January 2012	100	66	0	0	0	0	100	100	11	3	0	0
January 2013	100	50	0	0	0	0	100	100	7	1	0	0
January 2014	100	36	0	0	0	0	100	100	3	0	0	0
January 2015	100	23	0	0	0	0	100	100	1	0	0	0
January 2016	100	11	0	0	0	0	100	100	0	0	0	0
January 2017	100	0	0	0	0	0	100	99	0	0	0	0
January 2018	100	0	0	0	0	0	100	78	0	0	0	0
January 2019	100	0	0	0	0	0	100	58	0	0	0	0
January 2020	100	0	0	0	0	0	100	40	0	0	0	0
January 2021	100	0	0	0	0	0	100	23	0	0	0	0
January 2022	82	0	0	0	0	0	100	7	0	0	0	0
January 2023	18	0	0	0	0	0	100	0	0	0	0	0
January 2024	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	28.5	19.2	4.4	3.1	3.1	1.9	29.6	25.6	12.9	8.9	3.0	0.6

Z Class							FG† and SG† Classes					
Date	PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	125%	350%	400%	450%	600%	0%	125%	350%	400%	450%	600%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100
January 1995	105	105	105	105	105	105	99	95	87	85	83	78
January 1996	110	110	110	110	110	110	99	87	69	65	62	51
January 1997	116	116	116	116	116	116	98	80	54	49	44	32
January 1998	122	122	122	122	122	122	97	73	42	37	32	20
January 1999	128	128	128	128	128	128	97	67	33	28	23	13
January 2000	135	135	135	135	135	135	96	61	26	21	17	8
January 2001	142	142	142	142	142	142	95	55	20	15	12	5
January 2002	149	149	149	149	149	149	94	50	15	12	9	3
January 2003	157	157	157	157	157	157	92	46	12	9	6	2
January 2004	165	165	165	165	165	165	91	41	9	6	4	1
January 2005	173	173	173	173	173	173	89	37	7	5	3	1
January 2006	182	182	182	182	182	182	88	34	5	4	2	*
January 2007	191	191	191	191	191	191	86	30	4	3	2	*
January 2008	201	201	201	201	201	152	84	27	3	2	1	*
January 2009	211	211	211	211	211	94	82	24	2	1	1	*
January 2010	222	222	222	222	222	58	79	21	2	1	1	*
January 2011	234	234	234	234	234	35	76	19	1	1	*	*
January 2012	246	246	246	246	211	21	73	17	1	1	*	*
January 2013	258	258	258	258	145	13	70	14	1	*	*	*
January 2014	271	271	271	216	99	8	66	12	1	*	*	*
January 2015	285	285	285	151	66	5	62	11	*	*	*	*
January 2016	300	300	239	104	44	3	58	9	*	*	*	*
January 2017	315	315	168	70	28	1	53	7	*	*	*	*
January 2018	331	331	115	46	18	1	47	6	*	*	*	*
January 2019	348	348	75	29	11	*	41	4	*	*	*	*
January 2020	366	366	46	17	6	*	35	3	*	*	*	*
January 2021	385	385	25	9	3	*	27	2	*	*	*	*
January 2022	404	404	10	4	1	*	19	1	*	*	*	*
January 2023	425	0	0	0	0	0	10	0	0	0	0	0
January 2024	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	30.0	28.8	23.9	22.0	20.2	15.6	21.6	9.9	4.5	4.0	3.6	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.

CERTAIN ADDITIONAL FEDERAL INCOME TAX CONSEQUENCES

The following tax discussion, when read in conjunction with the discussion of “Certain Federal Income Tax Consequences” in the REMIC Prospectus, describes the current federal income tax treatment of investors in the Certificates. These two tax discussions do not purport to deal with all federal tax consequences applicable to all categories of investors, some of which may be subject to special rules. Investors should consult their own tax advisors in determining the federal, state, local and any other tax consequences to them of the purchase, ownership and disposition of the Certificates.

REMIC Election and Special Tax Attributes

An election will be made to treat the Trust as a REMIC for federal income tax purposes. The Certificates, other than the R Class, will be designated as the “regular interests,” and the R Class will be designated as the “residual interest,” in the REMIC constituted by the Trust.

As a consequence of the qualification of the Trust as a REMIC, the Certificates generally will be treated as “qualifying real property loans” for mutual savings banks and domestic building and loan associations, “regular or residual interests in a REMIC” for domestic building and loan associations, “real estate assets” for real estate investment trusts, and, except for the R Class, as “qualified mortgages” for other REMICs. See “Certain Federal Income Tax Consequences—Special Tax Attributes” in the REMIC Prospectus.

Taxation of Beneficial Owners of Regular Certificates

The Notional Classes, the Accrual Class and the SB, SC, SD and SE Classes will be, and certain other Classes of Certificates may be, issued with original issue discount for federal income tax purposes, which generally will result in recognition of some taxable income in advance of the receipt of the cash attributable to such income. The Prepayment Assumption that will be used in determining the rate of accrual of original issue discount will be 400% PSA. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Original Issue Discount*” in the REMIC Prospectus. No representation is made as to whether the Mortgage Loans underlying the MBS will prepay at that or any other rate. See “Description of the Certificates—Weighted Average Lives of the Certificates” herein and “Description of the Certificates—Weighted Average Life and Final Distribution Dates” in the REMIC Prospectus. In addition, certain Classes of Certificates may be treated as having been issued at a premium for federal income tax purposes. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Certificates Purchased at a Premium*” in the REMIC Prospectus.

Because the initial interest rate on the FG Class is zero and no reliable predictions can be made as to whether any payments will be made on such Class, Fannie Mae intends to determine the taxation of the FG Class as prescribed in proposed Internal Revenue Service regulations governing contingent payments published in the Federal Register on April 8, 1986 (the “1986 Proposed Contingent Payment Regulations”). Under those regulations, no amount is includible in income, and no portion of the issue price may be deducted or amortized, except as actual payments (if any) become fixed. Any payment made will be treated first as a payment of interest to the extent that interest is deemed to have accrued (based on the “adjusted issue price” and the federal long-term rate) during the current and all prior accrual periods and has not been allocated to prior payments. Second, any remaining portion will be treated as return of basis, to the extent thereof, and then as interest. At the final maturity of the FG Class, any unrecovered basis would be a loss, which may be a capital loss. The 1986 Proposed Contingent Payment Regulations, however, are subject to change. In particular, proposed contingent payment regulations containing rules that are substantially different from the 1986 Proposed Contingent Payment Regulations were filed with, but not published in, the Federal Register on January 19, 1993. Investors are urged to consult their own tax advisors on the application to the FG Class of the 1986 Proposed Contingent Payment Regulations and any amendments thereto. Further, the payment stream on the FG Class closely resembles the payment stream on an interest rate cap as described in Treasury Department regulations relating to notional principal contracts. Consequently, another possible method of taxing the FG Class would be for Owners to include each

payment in income when the amount of such payment becomes fixed and to recover their basis in such Class in accordance with the approach suggested in those regulations.

The initial interest rate on the SA Class is its maximum stated interest rate. The proposed original issue discount regulations that were published on December 22, 1992 (the “1992 Proposed OID Regulations”) provide, in effect, that a debt instrument bearing interest at a variable rate with a restriction on its minimum or maximum stated interest rate will be treated as a contingent debt instrument if the restriction is very likely to cause the interest rate during one or more interest accrual periods to be significantly greater or less, respectively, than the instrument’s overall expected return. The 1992 Proposed OID Regulations are proposed to be effective for debt instruments issued on or after the date that is 60 days after the regulations are issued in final form. Although it is possible that the principles contained in the 1992 Proposed OID Regulations would be applied to debt instruments issued prior to that date, it is not clear whether those principles would apply to the SA Class. Fannie Mae, therefore, intends to treat the SA Class as a variable rate debt instrument and not as a contingent debt instrument. Investors are urged to consult with their own tax advisors regarding the possible treatment of the SA Class as a variable rate or contingent debt instrument and the consequences of either such treatment.

Taxation of Beneficial Owners of Residual Certificates

Under the Regulations, the R Certificate will not have significant value. As a result, an organization to which section 593 of the Code applies and which is the beneficial owner of the R Certificate may not use its allowable deductions to offset any “excess inclusions” with respect to such Certificate. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates—*Excess Inclusions*” in the REMIC Prospectus.

For purposes of determining the portion of the taxable income of the Trust that generally will not be treated as excess inclusions, the rate to be used is 7.37% (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 the R Certificate are unclear; any transferee receiving such consideration should consult its own tax advisors.

PLAN OF DISTRIBUTION

General. The Dealer will receive the Certificates in exchange for the Trust MBS and SMBS 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. Fannie Mae and the Dealer may agree to offer hereby Certificates in addition to those contemplated as of the date hereof. In such event, the Trust MBS and SMBS will be increased in principal balance, but it is expected that all additional Trust MBS and SMBS will have the same characteristics as described herein under “Description of the Certificates—The Trust MBS and SMBS.” The proportion that the original principal balance of each Class (and any Component) bears to the aggregate original principal balance of all the Certificates will remain the same. The dollar amounts reflected in the Principal Balance Schedules will be increased in pro rata amounts that correspond to the increase of the principal balance of the Certificates.

LEGAL MATTERS

Certain legal matters will be passed upon for the Dealer by Stroock & Stroock & Lavan, Seven Hanover Square, New York, New York 10004-2696.

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, the REMIC Prospectus, the MBS Prospectus, the SMBS Prospectus, the Mega Prospectus and the Information Statement and, if given or made, such information or representations must not be relied upon as having been authorized. This Prospectus Supplement and the aforementioned documents do not constitute an offer to sell or a solicitation of an offer to buy any of the Certificates offered hereby in any state to any person to whom it is unlawful to make such offer or solicitation in such state. The delivery of this Prospectus Supplement and the aforementioned documents at any time does not imply that the information contained herein or therein is correct as of any time subsequent to the date hereof or thereof.

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\$850,000,000

**Federal National
Mortgage Association**



**Guaranteed REMIC
Pass-Through Certificates
Fannie Mae REMIC Trust 1994-19**

PROSPECTUS SUPPLEMENT

Bear, Stearns & Co. Inc.

January 6, 1994