

\$665,650,952
Federal National Mortgage Association



Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 1994-98

The Guaranteed REMIC Pass-Through Certificates offered hereby (the “Certificates”) will represent beneficial ownership interests in Fannie Mae REMIC Trust 1994-98 (the “Trust”). The assets of the Trust will consist of certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (the “MBS”), each of which will represent a beneficial interest in a pool (the “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.

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

(Cover continued on next page)

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

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

Class	Original Principal Balance	Principal Type(1)	Interest Rate	Interest Type(1)	CUSIP Numbers	Final Distribution Date
A	\$401,839,498	PAC	8.5%	FIX	31359LBM6	September 2024
B	115,064,964	PAC	8.5	FIX	31359LBN4	April 2024
C	13,919,104	PAC	8.5	FIX	31359LBP9	July 2024
D	14,723,096	PAC	8.5	FIX	31359LBQ7	September 2024
EA	44,763,916	SUP	8.5	FIX	31359LBR5	February 2024
EB	4,566,454	SUP	8.5	FIX	31359LBS3	March 2024
EC	14,762,326	SUP	8.5	FIX	31359LBT1	May 2024
ED	17,000,000	SUP	8.5	FIX	31359LBU8	September 2023
EF	5,400,000	SUP	8.5	FIX	31359LBV6	November 2023
EG	7,600,000	SUP	8.5	FIX	31359LBW4	March 2024
G	26,011,594	SUP	8.5	FIX	31359LBX2	September 2024
R	0	NPR	0	NPR	31359LBY0	September 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.

The Certificates will be offered by Kidder, Peabody & Co. Incorporated (the “Dealer”) from time to time in negotiated transactions, at varying prices to be determined at the time of sale.

The Certificates will be offered by the Dealer, subject to issuance by Fannie Mae and to prior sale or to withdrawal or modification of the offer without notice, when, as and if delivered to and accepted by the Dealer, 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 September 30, 1994 (the “Settlement Date”). It is expected that the R Class in registered, certificated form will be available for delivery at the offices of the Dealer, New York, New York, on or about the Settlement Date.

Kidder, Peabody & Co.
Incorporated

August 19, 1994

(Cover continued from previous page)

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 Pool, and the purchase price paid for the related Class. Accordingly, investors should consider the following risks:

- The Mortgage Loans generally may be prepaid at any time without penalty, and, accordingly, the rate of principal payments thereon is likely to vary considerably from time to time.
- Slight variations in Mortgage Loan characteristics could substantially affect the weighted average lives and yields of some or all of the Classes.
- In the case of 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.

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 or the MBS Prospectus. Any representation to the contrary is a criminal offense.

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

Investors should purchase the Certificates only if they have read and understood this Prospectus Supplement and the following documents (collectively, the “Disclosure Documents”):

- Fannie Mae’s Prospectus for Guaranteed REMIC Pass-Through Certificates dated April 7, 1994 (the “REMIC Prospectus”), which is attached to this Prospectus Supplement;
- Fannie Mae’s Prospectus for Guaranteed Mortgage Pass-Through Certificates dated January 1, 1994 (the “MBS Prospectus”); and
- Fannie Mae’s Information Statement dated March 31, 1994 and any supplements thereto (collectively, the “Information Statement”).

The MBS 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 Kidder, Peabody & Co. Incorporated by writing or calling its Prospectus Department at 60 Broad Street, 6th Floor, New York, New York 10004 (telephone 212-656-1584).

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REFERENCE SHEET

This reference sheet is not a summary of the REMIC transaction and it does not contain complete information about the Certificates. Investors should purchase the Certificates only after reading this Prospectus Supplement and each of the additional Disclosure Documents described herein.

Assumed Mortgage Loan Characteristics (as of September 1, 1994)

<u>Approximate Principal Balance</u>	<u>Approximate Weighted Average Remaining Term to Maturity (in months)</u>	<u>Calculated Loan Age (in months)</u>	<u>Approximate Weighted Average Coupon</u>
\$ 99,847,644	360	0	9.10%
\$166,412,738	358	2	9.10%
\$232,977,833	357	3	9.10%
\$ 99,847,642	355	5	9.10%
\$ 66,565,095	353	7	9.10%

The actual remaining terms to maturity, calculated loan ages and interest rates of most of the Mortgage Loans will differ from the weighted averages shown above, perhaps significantly. See “Description of the Certificates—The MBS” herein.

Interest Rates

The interest-bearing Certificates will bear interest at the respective per annum interest rates set forth on the cover.

Component Class

	<u>Original Principal Balance</u>	<u>Principal Type</u>
EC1 Component.....	\$8,702,910	Support
EC2 Component.....	6,059,416	Support

See “Description of the Certificates—Distributions of Principal—*Components*” herein.

Distributions of Principal

Principal Distribution Amount

1. To the A Class, to its Planned Balance.
2. To the B, C and D Classes, in that order, to their respective Planned Balances.
3. To the EA, EB, ED, EF and EG Classes and the EC1 and EC2 Components, in the order and proportions set forth herein under “Description of the Certificates—Distributions of Principal—*Principal Distribution Amount*,” until the respective principal balances thereof are reduced to zero.
4. To the G Class, until the principal balance thereof is reduced to zero.
5. To the B, C and D Classes, in that order, until the respective principal balances thereof are reduced to zero.
6. To the A Class, until the principal balance thereof is reduced to zero.

Weighted Average Lives (years) *

<u>Class</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>90%</u>	<u>220%</u>	<u>300%</u>	<u>500%</u>
A	18.2	7.4	7.4	7.4	5.0
EA	28.8	23.3	2.5	1.4	0.9
EB	29.4	26.3	5.2	2.4	1.4
EC	29.6	27.1	7.6	2.7	1.6
ED	28.6	22.2	1.7	1.1	0.6
EF	29.1	24.4	3.2	1.9	1.1
EG	29.3	25.7	4.5	2.3	1.3
G	29.9	28.8	18.6	3.3	1.8

<u>Class</u>	<u>PSA Prepayment Assumption</u>						
	<u>0%</u>	<u>90%</u>	<u>150%</u>	<u>220%</u>	<u>250%</u>	<u>300%</u>	<u>500%</u>
B	26.8	15.0	4.6	4.6	4.6	3.4	2.1
C	27.9	19.6	15.0	15.0	15.0	6.0	2.9
D	28.2	22.5	21.9	21.9	21.9	7.2	3.0

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

DESCRIPTION OF THE CERTIFICATES

The following summaries describing certain provisions of the Certificates do not purport to be complete and are subject to, and are qualified in their entirety by reference to, the remaining provisions of this Prospectus Supplement, the additional Disclosure Documents and the provisions of the Trust Agreement (defined below). Capitalized terms used and not otherwise defined in this Prospectus Supplement have the meanings assigned to such terms in the applicable Disclosure Document or the Trust Agreement (as the context may require).

General

Structure. The Trust will be created pursuant to a trust agreement dated as of September 1, 1987, as supplemented by an issue supplement thereto, dated as of September 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 MBS.

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 Collateral Account. The guaranties of Fannie Mae are not backed by the full faith and credit of the United States. See “Description of the Certificates—Fannie Mae’s Guaranty” in the REMIC Prospectus and “Description of Certificates—The Corporation’s Guaranty” in the MBS Prospectus.

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

The R Certificate will not be issued in book-entry form but will be issued in fully registered, certificated form. As to the R Certificate, “Holder” or “Certificateholder” refers to the registered owner thereof. The R Certificate will be transferable and, if applicable, exchangeable at the corporate trust office of the Transfer Agent, or at the agency of the Transfer Agent in New York, New York. The Transfer Agent initially will be State Street Bank and Trust Company in Boston, Massachusetts (“State Street”). A service charge may be imposed for any registration of transfer or, if applicable, exchange of the R Certificate and Fannie Mae may require payment of a sum sufficient to cover any tax or other governmental charge. See also “Characteristics of the R Class” herein.

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

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

Distribution Dates. Distributions on the Certificates will be made on the 25th day of each month (or, if such 25th day is not a business day, on the first business day next succeeding such 25th day), commencing in the month following the Settlement Date. See “Distributions of Interest—*General*” and “—*Interest Accrual Period*” and “Distributions of Principal—*Principal Distribution Amount*” 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.

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 MBS

The MBS underlying the Certificates will have the aggregate unpaid principal balance and Pass-Through Rate set forth below and the general characteristics described in the MBS Prospectus. The MBS will provide that principal and interest on the underlying Mortgage Loans will be passed through monthly, commencing on the 25th day of the month following the month of the initial issuance of the MBS (or, if such 25th day is not a business day, on the first business day next succeeding such 25th day). 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 and 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 as of September 1, 1994 (the “Issue Date”) are expected to be as follows:

Aggregate Unpaid Principal Balance	\$665,650,952
MBS Pass-Through Rate	8.50%
Range of WACs (per annum percentages)	8.75% to 11.00%
Range of WAMs	241 months to 360 months
Approximate Weighted Average WAM	357 months
Approximate Weighted Average CAGE	3 months

Following the issuance of the Certificates, Fannie Mae will prepare a Final Data Statement setting forth 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	All Classes except the R Class
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. 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 in the month after the Settlement Date. Interest to be distributed 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 Period. Interest to be distributed on a Distribution Date will accrue on the interest-bearing Certificates during the one-month period set forth below (an “Interest Accrual Period”).

<u>Classes</u>	<u>Interest Accrual Period</u>
All interest-bearing Classes (collectively, the “Delay Classes”)	Calendar month preceding the month in which the Distribution Date occurs

See “Yield Considerations” herein.

Distributions of Principal

Categories of Classes and Components

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

<u>Principal Type*</u>	<u>Classes and Components</u>
PAC I	A
PAC II	B, C and D
Component	EC
Support	EA, EB, ED, EF, EG, G, EC1 and EC2
No Payment Residual	R

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

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

	<u>Original Principal Balance</u>
EC1 Component	\$8,702,910
EC2 Component	6,059,416

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

Principal Distribution Amount

Principal will be distributed monthly on the Certificates in an amount (the “Principal Distribution Amount”) equal to the aggregate distributions of principal concurrently made on the MBS.

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

(i) to the A Class, until the principal balance thereof is reduced to its Planned Balance for such Distribution Date; and

} PAC I
Class

(ii) sequentially, to the B, C and D Classes, in that order, until the principal balances thereof are reduced to their respective Planned Balances for such Distribution Date.

} PAC II
Classes

(b) On each Distribution Date, the excess of the Principal Distribution Amount over the amount applied pursuant to paragraph (a) above will be distributed as principal of the Classes and Components specified below as follows:

(i) 61.6767108044% of such amount, sequentially, to the EA and EB Classes and the EC1 Component, in that order, until the respective principal balances thereof are reduced to zero; and

(ii) 38.3232891956% of such amount, sequentially, to the ED, EF and EG Classes and the EC2 Component, in that order, until the respective principal balances thereof are reduced to zero.

} Support
Classes
and
Components

(c) On each Distribution Date, the excess of the Principal Distribution Amount over the amount applied pursuant to paragraphs (a) and (b) above will be distributed as principal of the Classes specified below in the following order of priority:

(i) to the G Class, until the principal balance thereof is reduced to zero;

} Support
Class

(ii) sequentially, to the B, C and D Classes, in that order, without regard to their Planned Balances and until the respective principal balances thereof are reduced to zero; and

} PAC II
Classes

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

} PAC I
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 bear interest at a rate of 9.10% per annum and have original terms to maturity of 360 months, and the following principal amounts of the Mortgage Loans have the remaining terms to maturity and CAGEs, respectively, as specified:

\$ 99,847,644	360 months	0 months
\$166,412,738	358 months	2 months
\$232,977,833	357 months	3 months
\$ 99,847,642	355 months	5 months
\$ 66,565,095	353 months	7 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.

Prepayment 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, 220% PSA) is to assume a specified rate of prepayment each month of the then outstanding principal balance of a pool of new mortgage loans computed as described under “Description of the Certificates—Prepayment Considerations and Risks” in the REMIC Prospectus. It is highly unlikely that prepayments will occur at any PSA rate or at any other constant rate.

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

<u>Principal Balance Schedule References</u>	<u>Related Classes</u>	<u>Structuring Range</u>
Planned Balance	A	Between 90% and 300%
Planned Balances	B, C and D	Between 150% and 250%

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

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

<u>Related Classes</u>	<u>Initial Effective Ranges</u>
A	Between 90% and 300%
B	Between 150% and 250%
C	Between 140% and 250%
D	Between 115% and 250%

The actual Effective Ranges at any time will be based upon the actual characteristics of the Mortgage Loans at such time, which are likely to vary (and may vary considerably) from the Pricing Assumptions. The actual Effective Ranges calculated on the basis of the actual characteristics likely will differ from the Initial Effective Ranges. As a result, the applicable Classes might not be reduced to their scheduled balances even if prepayments were to occur at a *constant* PSA rate within the Initial Effective Ranges (particularly if such rate were at the lower or higher end of such ranges). In addition, even if prepayments occur at rates falling within the actual Effective Ranges, principal distributions may be insufficient to reduce the applicable Classes to their scheduled balances if such prepayments do not occur at a *constant* PSA rate. It is highly unlikely that the Mortgage Loans will prepay at any *constant* PSA rate. In general, the actual Effective Ranges may narrow, widen or shift upward or downward to reflect actual prepayment experience over time. The principal payment stability of the PAC Classes will be supported in part by the Support Classes and Components. When the Support Classes and Components are retired, any outstanding PAC Classes may no longer have Effective Ranges and will be more sensitive to prepayments.

Principal Balance Schedules

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>	<u>D Class Planned Balance</u>
Initial Balance	\$401,839,498.00	\$115,064,964.00	\$13,919,104.00	\$14,723,096.00
October 1994	401,073,796.70	114,795,913.18	13,919,104.00	14,723,096.00
November 1994	400,205,648.40	114,459,974.68	13,919,104.00	14,723,096.00
December 1994	399,235,249.94	114,057,342.90	13,919,104.00	14,723,096.00
January 1995	398,162,844.85	113,588,294.74	13,919,104.00	14,723,096.00
February 1995	396,988,724.09	113,053,189.62	13,919,104.00	14,723,096.00
March 1995	395,713,226.02	112,452,469.20	13,919,104.00	14,723,096.00
April 1995	394,336,736.24	111,786,657.34	13,919,104.00	14,723,096.00
May 1995	392,859,687.49	111,056,359.64	13,919,104.00	14,723,096.00
June 1995	391,282,559.47	110,262,263.02	13,919,104.00	14,723,096.00
July 1995	389,605,878.62	109,405,135.12	13,919,104.00	14,723,096.00
August 1995	387,830,217.88	108,485,823.56	13,919,104.00	14,723,096.00
September 1995	385,956,196.39	107,505,255.06	13,919,104.00	14,723,096.00
October 1995	383,984,479.17	106,464,434.48	13,919,104.00	14,723,096.00
November 1995	381,915,776.79	105,364,443.66	13,919,104.00	14,723,096.00
December 1995	379,750,844.92	104,206,440.24	13,919,104.00	14,723,096.00
January 1996	377,490,483.98	102,991,656.24	13,919,104.00	14,723,096.00
February 1996	375,135,538.58	101,721,396.56	13,919,104.00	14,723,096.00
March 1996	372,686,897.12	100,397,037.44	13,919,104.00	14,723,096.00
April 1996	370,145,491.17	99,020,024.66	13,919,104.00	14,723,096.00
May 1996	367,512,294.95	97,591,871.70	13,919,104.00	14,723,096.00
June 1996	364,788,324.72	96,114,157.80	13,919,104.00	14,723,096.00
July 1996	361,974,638.15	94,588,525.90	13,919,104.00	14,723,096.00
August 1996	359,072,333.61	93,016,680.42	13,919,104.00	14,723,096.00
September 1996	356,092,238.83	91,406,686.00	13,919,104.00	14,723,096.00
October 1996	353,035,391.24	89,760,134.50	13,919,104.00	14,723,096.00
November 1996	349,917,352.55	88,088,058.84	13,919,104.00	14,723,096.00
December 1996	346,739,019.71	86,391,807.72	13,919,104.00	14,723,096.00
January 1997	343,535,043.36	84,694,576.90	13,919,104.00	14,723,096.00
February 1997	340,329,953.76	83,012,548.16	13,919,104.00	14,723,096.00
March 1997	337,123,881.99	81,345,808.94	13,919,104.00	14,723,096.00
April 1997	333,931,382.26	79,703,764.14	13,919,104.00	14,723,096.00
May 1997	330,752,388.32	78,086,180.38	13,919,104.00	14,723,096.00
June 1997	327,586,834.25	76,492,826.34	13,919,104.00	14,723,096.00
July 1997	324,434,654.40	74,923,472.76	13,919,104.00	14,723,096.00
August 1997	321,295,783.41	73,377,892.32	13,919,104.00	14,723,096.00
September 1997	318,170,156.22	71,855,859.80	13,919,104.00	14,723,096.00
October 1997	315,057,708.06	70,357,151.90	13,919,104.00	14,723,096.00
November 1997	311,958,374.46	68,881,547.28	13,919,104.00	14,723,096.00
December 1997	308,872,091.20	67,428,826.60	13,919,104.00	14,723,096.00
January 1998	305,798,794.39	65,998,772.42	13,919,104.00	14,723,096.00
February 1998	302,738,420.39	64,591,169.20	13,919,104.00	14,723,096.00
March 1998	299,690,905.87	63,205,803.36	13,919,104.00	14,723,096.00
April 1998	296,656,187.75	61,842,463.14	13,919,104.00	14,723,096.00
May 1998	293,634,203.26	60,500,938.72	13,919,104.00	14,723,096.00
June 1998	290,624,889.89	59,181,022.06	13,919,104.00	14,723,096.00
July 1998	287,628,185.42	57,882,507.04	13,919,104.00	14,723,096.00
August 1998	284,644,027.89	56,605,189.30	13,919,104.00	14,723,096.00
September 1998	281,672,355.64	55,348,866.32	13,919,104.00	14,723,096.00
October 1998	278,713,107.26	54,113,337.36	13,919,104.00	14,723,096.00
November 1998	275,766,221.63	52,898,403.48	13,919,104.00	14,723,096.00
December 1998	272,831,637.88	51,703,867.50	13,919,104.00	14,723,096.00

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>	<u>D Class Planned Balance</u>
January 1999	\$269,909,295.42	\$ 50,529,533.98	\$13,919,104.00	\$14,723,096.00
February 1999	266,999,133.95	49,375,209.20	13,919,104.00	14,723,096.00
March 1999	264,101,093.40	48,240,701.20	13,919,104.00	14,723,096.00
April 1999	261,215,113.98	47,125,819.72	13,919,104.00	14,723,096.00
May 1999	258,341,136.19	46,030,376.14	13,919,104.00	14,723,096.00
June 1999	255,479,100.75	44,954,183.60	13,919,104.00	14,723,096.00
July 1999	252,628,948.68	43,897,056.86	13,919,104.00	14,723,096.00
August 1999	249,790,621.23	42,858,812.32	13,919,104.00	14,723,096.00
September 1999	246,964,059.94	41,839,268.04	13,919,104.00	14,723,096.00
October 1999	244,149,206.58	40,838,243.70	13,919,104.00	14,723,096.00
November 1999	241,346,003.19	39,855,560.58	13,919,104.00	14,723,096.00
December 1999	238,554,392.07	38,891,041.58	13,919,104.00	14,723,096.00
January 2000	235,774,315.78	37,944,511.16	13,919,104.00	14,723,096.00
February 2000	233,005,717.11	37,015,795.34	13,919,104.00	14,723,096.00
March 2000	230,248,539.12	36,104,721.74	13,919,104.00	14,723,096.00
April 2000	227,502,725.13	35,211,119.48	13,919,104.00	14,723,096.00
May 2000	224,768,218.68	34,334,819.24	13,919,104.00	14,723,096.00
June 2000	222,044,963.59	33,475,653.22	13,919,104.00	14,723,096.00
July 2000	219,332,903.91	32,633,455.10	13,919,104.00	14,723,096.00
August 2000	216,631,983.93	31,808,060.06	13,919,104.00	14,723,096.00
September 2000	213,942,148.22	30,999,304.80	13,919,104.00	14,723,096.00
October 2000	211,263,341.55	30,207,027.44	13,919,104.00	14,723,096.00
November 2000	208,595,508.95	29,431,067.58	13,919,104.00	14,723,096.00
December 2000	205,938,595.72	28,671,266.24	13,919,104.00	14,723,096.00
January 2001	203,292,547.35	27,927,465.92	13,919,104.00	14,723,096.00
February 2001	200,657,309.61	27,199,510.50	13,919,104.00	14,723,096.00
March 2001	198,032,828.48	26,487,245.28	13,919,104.00	14,723,096.00
April 2001	195,419,050.21	25,790,516.94	13,919,104.00	14,723,096.00
May 2001	192,815,921.24	25,109,173.60	13,919,104.00	14,723,096.00
June 2001	190,223,388.30	24,443,064.68	13,919,104.00	14,723,096.00
July 2001	187,641,398.30	23,792,041.02	13,919,104.00	14,723,096.00
August 2001	185,069,898.43	23,155,954.76	13,919,104.00	14,723,096.00
September 2001	182,508,836.07	22,534,659.44	13,919,104.00	14,723,096.00
October 2001	179,958,158.86	21,928,009.88	13,919,104.00	14,723,096.00
November 2001	177,417,814.67	21,335,862.22	13,919,104.00	14,723,096.00
December 2001	174,887,751.56	20,758,073.94	13,919,104.00	14,723,096.00
January 2002	172,367,917.87	20,194,503.78	13,919,104.00	14,723,096.00
February 2002	169,858,262.14	19,645,011.78	13,919,104.00	14,723,096.00
March 2002	167,358,733.12	19,109,459.26	13,919,104.00	14,723,096.00
April 2002	164,869,279.81	18,587,708.76	13,919,104.00	14,723,096.00
May 2002	162,389,851.42	18,079,624.16	13,919,104.00	14,723,096.00
June 2002	159,920,397.39	17,585,070.48	13,919,104.00	14,723,096.00
July 2002	157,460,867.37	17,103,914.04	13,919,104.00	14,723,096.00
August 2002	155,011,211.24	16,636,022.36	13,919,104.00	14,723,096.00
September 2002	152,571,379.09	16,181,264.18	13,919,104.00	14,723,096.00
October 2002	150,141,321.24	15,739,509.40	13,919,104.00	14,723,096.00
November 2002	147,720,988.21	15,310,629.18	13,919,104.00	14,723,096.00
December 2002	145,310,330.74	14,906,944.24	13,919,104.00	14,723,096.00
January 2003	142,909,299.80	14,532,899.98	13,919,104.00	14,723,096.00
February 2003	140,517,846.56	14,188,008.58	13,919,104.00	14,723,096.00
March 2003	138,135,922.39	13,871,789.28	13,919,104.00	14,723,096.00
April 2003	135,763,478.90	13,583,768.32	13,919,104.00	14,723,096.00

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>	<u>D Class Planned Balance</u>
May 2003	\$133,400,467.90	\$ 13,323,478.78	\$13,919,104.00	\$14,723,096.00
June 2003	131,046,841.39	13,090,460.48	13,919,104.00	14,723,096.00
July 2003	128,726,376.98	12,860,434.56	13,919,104.00	14,723,096.00
August 2003	126,445,501.84	12,626,479.42	13,919,104.00	14,723,096.00
September 2003	124,203,552.97	12,388,770.28	13,919,104.00	14,723,096.00
October 2003	121,999,878.35	12,147,478.00	13,919,104.00	14,723,096.00
November 2003	119,833,836.78	11,902,769.14	13,919,104.00	14,723,096.00
December 2003	117,704,797.71	11,654,806.08	13,919,104.00	14,723,096.00
January 2004	115,612,141.04	11,403,747.04	13,919,104.00	14,723,096.00
February 2004	113,555,256.96	11,149,746.24	13,919,104.00	14,723,096.00
March 2004	111,533,545.77	10,892,953.96	13,919,104.00	14,723,096.00
April 2004	109,546,417.73	10,633,516.60	13,919,104.00	14,723,096.00
May 2004	107,593,292.90	10,371,576.82	13,919,104.00	14,723,096.00
June 2004	105,673,600.95	10,107,273.52	13,919,104.00	14,723,096.00
July 2004	103,786,781.02	9,840,742.02	13,919,104.00	14,723,096.00
August 2004	101,932,281.56	9,572,114.14	13,919,104.00	14,723,096.00
September 2004	100,109,560.18	9,301,518.14	13,919,104.00	14,723,096.00
October 2004	98,318,083.49	9,029,078.98	13,919,104.00	14,723,096.00
November 2004	96,557,326.98	8,754,918.22	13,919,104.00	14,723,096.00
December 2004	94,826,774.81	8,479,154.26	13,919,104.00	14,723,096.00
January 2005	93,125,919.75	8,201,902.26	13,919,104.00	14,723,096.00
February 2005	91,454,262.97	7,923,274.30	13,919,104.00	14,723,096.00
March 2005	89,811,313.93	7,643,379.40	13,919,104.00	14,723,096.00
April 2005	88,196,590.23	7,362,323.60	13,919,104.00	14,723,096.00
May 2005	86,609,617.52	7,080,210.10	13,919,104.00	14,723,096.00
June 2005	85,049,929.31	6,797,139.14	13,919,104.00	14,723,096.00
July 2005	83,517,066.84	6,513,208.28	13,919,104.00	14,723,096.00
August 2005	82,010,579.01	6,228,512.30	13,919,104.00	14,723,096.00
September 2005	80,530,022.21	5,943,143.32	13,919,104.00	14,723,096.00
October 2005	79,074,960.20	5,657,190.88	13,919,104.00	14,723,096.00
November 2005	77,644,963.98	5,370,741.96	13,919,104.00	14,723,096.00
December 2005	76,239,611.71	5,083,881.04	13,919,104.00	14,723,096.00
January 2006	74,858,488.54	4,796,690.16	13,919,104.00	14,723,096.00
February 2006	73,501,186.54	4,509,249.02	13,919,104.00	14,723,096.00
March 2006	72,167,304.54	4,221,634.92	13,919,104.00	14,723,096.00
April 2006	70,856,448.08	3,933,922.96	13,919,104.00	14,723,096.00
May 2006	69,568,229.23	3,646,185.96	13,919,104.00	14,723,096.00
June 2006	68,302,266.52	3,358,494.58	13,919,104.00	14,723,096.00
July 2006	67,058,184.84	3,070,917.38	13,919,104.00	14,723,096.00
August 2006	65,835,615.31	2,783,520.78	13,919,104.00	14,723,096.00
September 2006	64,634,195.20	2,496,369.22	13,919,104.00	14,723,096.00
October 2006	63,453,567.81	2,209,525.14	13,919,104.00	14,723,096.00
November 2006	62,293,382.38	1,923,049.02	13,919,104.00	14,723,096.00
December 2006	61,153,293.99	1,636,999.48	13,919,104.00	14,723,096.00
January 2007	60,032,963.48	1,351,433.26	13,919,104.00	14,723,096.00
February 2007	58,932,057.30	1,066,405.28	13,919,104.00	14,723,096.00
March 2007	57,850,247.49	781,968.72	13,919,104.00	14,723,096.00
April 2007	56,787,211.54	498,175.02	13,919,104.00	14,723,096.00
May 2007	55,742,632.32	215,073.90	13,919,104.00	14,723,096.00
June 2007	54,716,197.96	0.00	13,851,817.47	14,723,096.00
July 2007	53,707,601.83	0.00	13,570,244.21	14,723,096.00
August 2007	52,716,542.36	0.00	13,289,503.04	14,723,096.00

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>	<u>D Class Planned Balance</u>
September 2007	\$ 51,742,723.04	\$ 0.00	\$13,009,637.33	\$14,723,096.00
October 2007	50,785,852.30	0.00	12,730,688.94	14,723,096.00
November 2007	49,845,643.42	0.00	12,452,698.29	14,723,096.00
December 2007	48,921,814.47	0.00	12,175,704.34	14,723,096.00
January 2008	48,014,088.21	0.00	11,899,744.68	14,723,096.00
February 2008	47,122,192.03	0.00	11,624,855.50	14,723,096.00
March 2008	46,245,857.88	0.00	11,351,071.70	14,723,096.00
April 2008	45,384,822.15	0.00	11,078,426.84	14,723,096.00
May 2008	44,538,825.67	0.00	10,806,953.25	14,723,096.00
June 2008	43,707,613.57	0.00	10,536,681.98	14,723,096.00
July 2008	42,890,935.22	0.00	10,267,642.90	14,723,096.00
August 2008	42,088,544.20	0.00	9,999,864.70	14,723,096.00
September 2008	41,300,198.20	0.00	9,733,374.90	14,723,096.00
October 2008	40,525,658.94	0.00	9,468,199.91	14,723,096.00
November 2008	39,764,692.14	0.00	9,204,365.04	14,723,096.00
December 2008	39,017,067.40	0.00	8,941,894.55	14,723,096.00
January 2009	38,282,558.21	0.00	8,680,811.63	14,723,096.00
February 2009	37,560,941.82	0.00	8,421,138.46	14,723,096.00
March 2009	36,851,999.20	0.00	8,162,896.25	14,723,096.00
April 2009	36,155,514.98	0.00	7,906,105.23	14,723,096.00
May 2009	35,471,277.40	0.00	7,650,784.67	14,723,096.00
June 2009	34,799,078.24	0.00	7,396,952.94	14,723,096.00
July 2009	34,138,712.74	0.00	7,144,627.53	14,723,096.00
August 2009	33,489,979.60	0.00	6,893,825.02	14,723,096.00
September 2009	32,852,680.85	0.00	6,644,561.18	14,723,096.00
October 2009	32,226,621.85	0.00	6,396,850.91	14,723,096.00
November 2009	31,611,611.21	0.00	6,150,708.34	14,723,096.00
December 2009	31,007,460.74	0.00	5,906,146.80	14,723,096.00
January 2010	30,413,985.42	0.00	5,663,178.83	14,723,096.00
February 2010	29,831,003.29	0.00	5,421,816.27	14,723,096.00
March 2010	29,258,335.47	0.00	5,182,070.20	14,723,096.00
April 2010	28,695,806.05	0.00	4,943,951.00	14,723,096.00
May 2010	28,143,242.08	0.00	4,707,468.36	14,723,096.00
June 2010	27,600,473.51	0.00	4,472,631.31	14,723,096.00
July 2010	27,067,333.11	0.00	4,239,448.22	14,723,096.00
August 2010	26,543,656.48	0.00	4,007,926.82	14,723,096.00
September 2010	26,029,281.97	0.00	3,778,074.23	14,723,096.00
October 2010	25,524,050.63	0.00	3,549,896.97	14,723,096.00
November 2010	25,027,806.19	0.00	3,323,400.97	14,723,096.00
December 2010	24,540,394.97	0.00	3,098,591.59	14,723,096.00
January 2011	24,061,665.89	0.00	2,875,473.65	14,723,096.00
February 2011	23,591,470.41	0.00	2,654,051.41	14,723,096.00
March 2011	23,129,662.45	0.00	2,434,328.63	14,723,096.00
April 2011	22,676,098.42	0.00	2,216,308.55	14,723,096.00
May 2011	22,230,637.11	0.00	1,999,993.93	14,723,096.00
June 2011	21,793,139.68	0.00	1,785,387.03	14,723,096.00
July 2011	21,363,469.64	0.00	1,572,489.65	14,723,096.00
August 2011	20,941,492.78	0.00	1,361,303.16	14,723,096.00
September 2011	20,527,077.15	0.00	1,151,828.46	14,723,096.00
October 2011	20,120,092.99	0.00	944,066.04	14,723,096.00
November 2011	19,720,412.75	0.00	738,015.99	14,723,096.00
December 2011	19,327,911.01	0.00	533,677.96	14,723,096.00

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>	<u>D Class Planned Balance</u>
January 2012	\$ 18,942,464.46	\$ 0.00	\$ 331,051.25	\$14,723,096.00
February 2012	18,563,951.86	0.00	130,134.76	14,723,096.00
March 2012	18,192,254.01	0.00	0.00	14,654,023.03
April 2012.....	17,827,253.72	0.00	0.00	14,456,522.26
May 2012	17,468,835.75	0.00	0.00	14,260,726.27
June 2012	17,116,886.83	0.00	0.00	14,066,632.59
July 2012	16,771,295.56	0.00	0.00	13,874,238.39
August 2012	16,431,952.43	0.00	0.00	13,683,540.55
September 2012.....	16,098,749.80	0.00	0.00	13,494,535.64
October 2012	15,771,581.79	0.00	0.00	13,307,219.95
November 2012	15,450,344.34	0.00	0.00	13,121,589.46
December 2012	15,134,935.13	0.00	0.00	12,937,639.90
January 2013	14,825,253.57	0.00	0.00	12,755,366.73
February 2013	14,521,200.75	0.00	0.00	12,574,765.15
March 2013	14,222,679.44	0.00	0.00	12,395,830.12
April 2013.....	13,929,594.05	0.00	0.00	12,218,556.34
May 2013	13,641,850.59	0.00	0.00	12,042,938.31
June 2013	13,359,356.66	0.00	0.00	11,868,970.30
July 2013	13,082,021.42	0.00	0.00	11,696,646.34
August 2013	12,809,755.56	0.00	0.00	11,525,960.29
September 2013.....	12,542,471.29	0.00	0.00	11,356,905.78
October 2013	12,280,082.27	0.00	0.00	11,189,476.28
November 2013	12,022,503.66	0.00	0.00	11,023,665.04
December 2013	11,769,652.01	0.00	0.00	10,859,465.17
January 2014	11,521,445.30	0.00	0.00	10,696,869.57
February 2014	11,277,802.91	0.00	0.00	10,535,871.01
March 2014	11,038,645.55	0.00	0.00	10,376,462.08
April 2014.....	10,803,895.30	0.00	0.00	10,218,635.23
May 2014	10,573,475.53	0.00	0.00	10,062,382.77
June 2014	10,347,310.93	0.00	0.00	9,907,696.85
July 2014	10,125,327.44	0.00	0.00	9,754,569.51
August 2014	9,907,452.27	0.00	0.00	9,602,992.66
September 2014.....	9,693,613.87	0.00	0.00	9,452,958.07
October 2014	9,483,741.87	0.00	0.00	9,304,457.41
November 2014	9,277,767.12	0.00	0.00	9,157,482.23
December 2014	9,075,621.63	0.00	0.00	9,012,023.99
January 2015	8,877,238.55	0.00	0.00	8,868,074.04
February 2015	8,682,552.19	0.00	0.00	8,725,623.63
March 2015	8,491,497.94	0.00	0.00	8,584,663.92
April 2015.....	8,304,012.31	0.00	0.00	8,445,185.99
May 2015	8,120,032.89	0.00	0.00	8,307,180.83
June 2015	7,939,498.30	0.00	0.00	8,170,639.37
July 2015	7,762,348.23	0.00	0.00	8,035,552.45
August 2015	7,588,523.37	0.00	0.00	7,901,910.84
September 2015.....	7,417,965.44	0.00	0.00	7,769,705.27
October 2015	7,250,617.13	0.00	0.00	7,638,926.39
November 2015	7,086,422.11	0.00	0.00	7,509,564.78
December 2015	6,925,325.02	0.00	0.00	7,381,611.01
January 2016	6,767,271.42	0.00	0.00	7,255,055.55
February 2016	6,612,207.80	0.00	0.00	7,129,888.87
March 2016	6,460,081.57	0.00	0.00	7,006,101.37
April 2016.....	6,310,841.02	0.00	0.00	6,883,683.42

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>	<u>D Class Planned Balance</u>
May 2016	\$ 6,164,435.33	\$ 0.00	\$ 0.00	\$ 6,762,625.35
June 2016	6,020,814.56	0.00	0.00	6,642,917.48
July 2016	5,879,929.57	0.00	0.00	6,524,550.07
August 2016	5,741,732.12	0.00	0.00	6,407,513.38
September 2016	5,606,174.74	0.00	0.00	6,291,797.63
October 2016	5,473,210.80	0.00	0.00	6,177,393.03
November 2016	5,342,794.45	0.00	0.00	6,064,289.76
December 2016	5,214,880.62	0.00	0.00	5,952,478.01
January 2017	5,089,425.03	0.00	0.00	5,841,947.95
February 2017	4,966,384.12	0.00	0.00	5,732,689.71
March 2017	4,845,715.11	0.00	0.00	5,624,693.46
April 2017	4,727,375.92	0.00	0.00	5,517,949.35
May 2017	4,611,325.21	0.00	0.00	5,412,447.50
June 2017	4,497,522.33	0.00	0.00	5,308,178.07
July 2017	4,385,927.34	0.00	0.00	5,205,131.21
August 2017	4,276,500.97	0.00	0.00	5,103,297.06
September 2017	4,169,204.62	0.00	0.00	5,002,665.79
October 2017	4,064,000.37	0.00	0.00	4,903,227.56
November 2017	3,960,850.93	0.00	0.00	4,804,972.55
December 2017	3,859,719.65	0.00	0.00	4,707,890.96
January 2018	3,760,570.50	0.00	0.00	4,611,972.99
February 2018	3,663,368.10	0.00	0.00	4,517,208.86
March 2018	3,568,077.65	0.00	0.00	4,423,588.83
April 2018	3,474,664.93	0.00	0.00	4,331,103.14
May 2018	3,383,096.35	0.00	0.00	4,239,742.08
June 2018	3,293,338.85	0.00	0.00	4,149,495.96
July 2018	3,205,359.99	0.00	0.00	4,060,355.11
August 2018	3,119,127.83	0.00	0.00	3,972,309.89
September 2018	3,034,611.01	0.00	0.00	3,885,350.68
October 2018	2,951,778.72	0.00	0.00	3,799,467.90
November 2018	2,870,600.65	0.00	0.00	3,714,651.98
December 2018	2,791,047.03	0.00	0.00	3,630,893.42
January 2019	2,713,088.59	0.00	0.00	3,548,182.71
February 2019	2,636,696.57	0.00	0.00	3,466,510.39
March 2019	2,561,842.71	0.00	0.00	3,385,867.05
April 2019	2,488,499.23	0.00	0.00	3,306,243.30
May 2019	2,416,638.83	0.00	0.00	3,227,629.78
June 2019	2,346,234.68	0.00	0.00	3,150,017.20
July 2019	2,277,260.41	0.00	0.00	3,073,396.27
August 2019	2,209,690.11	0.00	0.00	2,997,757.76
September 2019	2,143,498.31	0.00	0.00	2,923,092.49
October 2019	2,078,659.99	0.00	0.00	2,849,391.31
November 2019	2,015,150.54	0.00	0.00	2,776,645.10
December 2019	1,952,945.82	0.00	0.00	2,704,844.82
January 2020	1,892,022.05	0.00	0.00	2,633,981.43
February 2020	1,832,355.90	0.00	0.00	2,564,045.97
March 2020	1,773,924.44	0.00	0.00	2,495,029.52
April 2020	1,716,705.12	0.00	0.00	2,426,923.18
May 2020	1,660,675.79	0.00	0.00	2,359,718.13
June 2020	1,605,814.68	0.00	0.00	2,293,405.59
July 2020	1,552,100.41	0.00	0.00	2,227,976.81
August 2020	1,499,511.95	0.00	0.00	2,163,423.10

<u>Distribution Date</u>	<u>A Class Planned Balance</u>	<u>B Class Planned Balance</u>	<u>C Class Planned Balance</u>	<u>D Class Planned Balance</u>
September 2020	\$ 1,448,028.66	\$ 0.00	\$ 0.00	\$ 2,099,735.84
October 2020	1,397,630.23	0.00	0.00	2,036,906.42
November 2020	1,348,296.72	0.00	0.00	1,974,926.31
December 2020	1,300,008.54	0.00	0.00	1,913,787.03
January 2021	1,252,746.42	0.00	0.00	1,853,480.13
February 2021	1,206,491.45	0.00	0.00	1,793,997.23
March 2021	1,161,225.03	0.00	0.00	1,735,330.01
April 2021	1,116,928.89	0.00	0.00	1,677,470.17
May 2021	1,073,585.08	0.00	0.00	1,620,409.49
June 2021	1,031,175.96	0.00	0.00	1,564,139.79
July 2021	989,684.20	0.00	0.00	1,508,652.97
August 2021	949,092.77	0.00	0.00	1,453,940.93
September 2021	909,384.94	0.00	0.00	1,399,995.68
October 2021	870,544.26	0.00	0.00	1,346,809.26
November 2021	832,554.59	0.00	0.00	1,294,373.75
December 2021	795,400.06	0.00	0.00	1,242,681.31
January 2022	759,065.06	0.00	0.00	1,191,724.14
February 2022	723,534.28	0.00	0.00	1,141,494.50
March 2022	688,792.66	0.00	0.00	1,091,984.70
April 2022	654,825.42	0.00	0.00	1,043,187.11
May 2022	621,618.03	0.00	0.00	995,094.15
June 2022	589,156.20	0.00	0.00	947,698.31
July 2022	557,425.92	0.00	0.00	900,992.12
August 2022	526,413.41	0.00	0.00	854,968.16
September 2022	496,105.12	0.00	0.00	809,619.09
October 2022	466,487.76	0.00	0.00	764,937.60
November 2022	437,548.27	0.00	0.00	720,916.45
December 2022	409,273.80	0.00	0.00	677,548.46
January 2023	381,651.75	0.00	0.00	634,826.48
February 2023	354,669.73	0.00	0.00	592,743.44
March 2023	328,315.57	0.00	0.00	551,292.33
April 2023	302,577.32	0.00	0.00	510,466.17
May 2023	277,443.22	0.00	0.00	470,258.06
June 2023	252,901.75	0.00	0.00	430,661.13
July 2023	228,941.57	0.00	0.00	391,668.60
August 2023	205,551.55	0.00	0.00	353,273.71
September 2023	182,720.75	0.00	0.00	315,469.77
October 2023	160,438.43	0.00	0.00	278,250.15
November 2023	138,694.04	0.00	0.00	241,608.27
December 2023	117,477.21	0.00	0.00	205,537.61
January 2024	96,777.76	0.00	0.00	170,031.70
February 2024	76,585.69	0.00	0.00	135,084.11
March 2024	58,692.05	0.00	0.00	103,944.30
April 2024	41,240.68	0.00	0.00	73,297.59
May 2024	26,903.45	0.00	0.00	47,992.81
June 2024	12,923.53	0.00	0.00	23,091.46
July 2024	5,513.05	0.00	0.00	9,865.53
August 2024	2,721.56	0.00	0.00	4,892.96
September 2024 and thereafter	0.00	0.00	0.00	0.00

Yield Considerations

General. The yield to maturity for each Certificate will depend upon the purchase price thereof, the rate of principal payments, including prepayments, on the Mortgage Loans, and the actual characteristics of the Mortgage Loans. An investor should purchase Certificates only after performing an analysis of such Certificates based upon the investor's own assumptions as to future rates of prepayment.

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. Because the rate of principal distributions on the Certificates will be related to the rate of amortization of the Mortgage Loans in each Pool, which are likely to include Mortgage Loans with remaining terms to maturity shorter or longer than those assumed and interest rates higher or lower than those assumed, the rate of principal distribution on the Certificates is likely to differ from the rate anticipated by an investor, even if all Mortgage Loans prepay at the indicated constant percentages of PSA. In addition, it is not likely that all Mortgage Loans will prepay at the same rate.

The timing of changes in the rate of principal prepayments may significantly affect the yield to an investor, even if the average rate of principal prepayments is consistent with such investor's expectations. In general, the earlier the payment of principal, the greater the effect on an investor's yield to maturity. As a result, the effect on an investor's yield of principal prepayments occurring at a rate higher (or lower) than the rate anticipated by the investor during the period immediately following the Settlement Date will not be offset by any subsequent equivalent reduction (or increase) in the rate of principal prepayments.

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.

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 and 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 certain of 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 certain of 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 PAC II Classes, than on the weighted average life of the PAC I Class. 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.

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

Decrement Tables

The following tables indicate the percentages of original principal balances of the specified Classes that would be outstanding after each of the dates shown at various *constant* PSA 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 11.00% 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 will 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%	90%	220%	300%	500%	0%	90%	150%	220%	250%	300%	500%	0%	90%	150%	220%	250%	300%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
September 1995	99	96	96	96	96	100	100	93	93	93	93	93	100	100	100	100	100	100	100
September 1996	98	89	89	89	89	100	100	79	79	79	79	70	100	100	100	100	100	100	100
September 1997	97	79	79	79	79	100	100	62	62	62	62	0	100	100	100	100	100	100	0
September 1998	96	70	70	70	56	100	100	48	48	48	41	0	100	100	100	100	100	100	0
September 1999	95	61	61	61	39	100	100	36	36	36	12	0	100	100	100	100	100	100	0
September 2000	94	53	53	53	27	100	100	27	27	27	0	0	100	100	100	100	100	45	0
September 2001	93	45	45	45	19	100	100	20	20	20	0	0	100	100	100	100	100	0	0
September 2002	91	38	38	38	13	100	100	14	14	14	0	0	100	100	100	100	100	0	0
September 2003	89	31	31	31	9	100	100	11	11	11	0	0	100	100	100	100	100	0	0
September 2004	87	25	25	25	6	100	97	8	8	8	0	0	100	100	100	100	100	0	0
September 2005	85	20	20	20	4	100	92	5	5	5	0	0	100	100	100	100	100	0	0
September 2006	82	16	16	16	3	100	84	2	2	2	0	0	100	100	100	100	100	0	0
September 2007	80	13	13	13	2	100	74	0	0	0	0	0	100	100	93	93	93	0	0
September 2008	77	10	10	10	1	100	64	0	0	0	0	0	100	100	70	70	70	0	0
September 2009	73	8	8	8	1	100	52	0	0	0	0	0	100	100	48	48	48	0	0
September 2010	69	6	6	6	1	100	40	0	0	0	0	0	100	100	27	27	27	0	0
September 2011	65	5	5	5	*	100	28	0	0	0	0	0	100	100	8	8	8	0	0
September 2012	60	4	4	4	*	100	15	0	0	0	0	0	100	100	0	0	0	0	0
September 2013	55	3	3	3	*	100	2	0	0	0	0	0	100	100	0	0	0	0	0
September 2014	49	2	2	2	*	100	0	0	0	0	0	0	100	9	0	0	0	0	0
September 2015	42	2	2	2	*	100	0	0	0	0	0	0	100	0	0	0	0	0	0
September 2016	35	1	1	1	*	100	0	0	0	0	0	0	100	0	0	0	0	0	0
September 2017	26	1	1	1	*	100	0	0	0	0	0	0	100	0	0	0	0	0	0
September 2018	17	1	1	1	*	100	0	0	0	0	0	0	100	0	0	0	0	0	0
September 2019	7	1	1	1	*	100	0	0	0	0	0	0	100	0	0	0	0	0	0
September 2020	*	*	*	*	*	83	0	0	0	0	0	0	100	0	0	0	0	0	0
September 2021	*	*	*	*	*	38	0	0	0	0	0	0	100	0	0	0	0	0	0
September 2022	*	*	*	*	*	0	0	0	0	0	0	0	5	0	0	0	0	0	0
September 2023	*	*	*	*	*	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	18.2	7.4	7.4	7.4	5.0	26.8	15.0	4.6	4.6	4.6	3.4	2.1	27.9	19.6	15.0	15.0	15.0	6.0	2.9

Date	D Class							EA Class					EB Class					
	PSA Prepayment Assumption							PSA Prepayment Assumption					PSA Prepayment Assumption					
	0%	90%	150%	220%	250%	300%	500%	0%	90%	220%	300%	500%	0%	90%	220%	300%	500%	
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
September 1995	100	100	100	100	100	100	100	100	100	88	74	39	100	100	100	100	100	100
September 1996	100	100	100	100	100	100	100	100	100	63	21	0	100	100	100	100	100	0
September 1997	100	100	100	100	100	100	47	100	100	34	0	0	100	100	100	0	0	0
September 1998	100	100	100	100	100	100	0	100	100	12	0	0	100	100	100	0	0	0
September 1999	100	100	100	100	100	100	0	100	100	0	0	0	100	100	69	0	0	0
September 2000	100	100	100	100	100	100	0	100	100	0	0	0	100	100	0	0	0	0
September 2001	100	100	100	100	100	52	0	100	100	0	0	0	100	100	0	0	0	0
September 2002	100	100	100	100	100	9	0	100	100	0	0	0	100	100	0	0	0	0
September 2003	100	100	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2004	100	100	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2005	100	100	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2006	100	100	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2007	100	100	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2008	100	100	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2009	100	100	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2010	100	100	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2011	100	100	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2012	100	100	92	92	92	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2013	100	100	77	77	77	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2014	100	100	64	64	64	0	0	100	100	0	0	0	100	100	0	0	0	0
September 2015	100	53	53	53	53	0	0	100	91	0	0	0	100	100	0	0	0	0
September 2016	100	43	43	43	43	0	0	100	73	0	0	0	100	100	0	0	0	0
September 2017	100	34	34	34	34	0	0	100	55	0	0	0	100	100	0	0	0	0
September 2018	100	26	26	26	26	0	0	100	36	0	0	0	100	100	0	0	0	0
September 2019	100	20	20	20	20	0	0	100	18	0	0	0	100	100	0	0	0	0
September 2020	100	14	14	14	14	0	0	100	*	0	0	0	100	100	0	0	0	0
September 2021	100	10	10	10	10	0	0	100	0	0	0	0	100	0	0	0	0	0
September 2022	100	5	5	5	5	0	0	100	0	0	0	0	100	0	0	0	0	0
September 2023	2	2	2	2	2	0	0	33	0	0	0	0	100	0	0	0	0	0
September 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	28.2	22.5	21.9	21.9	21.9	7.2	3.0	28.8	23.3	2.5	1.4	0.9	29.4	26.3	5.2	2.4	1.4	

* 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.

Date	EC Class					ED Class					EF Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	90%	220%	300%	500%	0%	90%	220%	300%	500%	0%	90%	220%	300%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
September 1995	100	100	100	100	100	100	100	80	57	0	100	100	100	100	100
September 1996	100	100	100	100	0	100	100	39	0	0	100	100	100	7	0
September 1997	100	100	100	0	0	100	100	0	0	0	100	100	75	0	0
September 1998	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0
September 1999	100	100	100	0	0	100	100	0	0	0	100	100	0	0	0
September 2000	100	100	79	0	0	100	100	0	0	0	100	100	0	0	0
September 2001	100	100	48	0	0	100	100	0	0	0	100	100	0	0	0
September 2002	100	100	34	0	0	100	100	0	0	0	100	100	0	0	0
September 2003	100	100	27	0	0	100	100	0	0	0	100	100	0	0	0
September 2004	100	100	17	0	0	100	100	0	0	0	100	100	0	0	0
September 2005	100	100	5	0	0	100	100	0	0	0	100	100	0	0	0
September 2006	100	100	0	0	0	100	100	0	0	0	100	100	0	0	0
September 2007	100	100	0	0	0	100	100	0	0	0	100	100	0	0	0
September 2008	100	100	0	0	0	100	100	0	0	0	100	100	0	0	0
September 2009	100	100	0	0	0	100	100	0	0	0	100	100	0	0	0
September 2010	100	100	0	0	0	100	100	0	0	0	100	100	0	0	0
September 2011	100	100	0	0	0	100	100	0	0	0	100	100	0	0	0
September 2012	100	100	0	0	0	100	100	0	0	0	100	100	0	0	0
September 2013	100	100	0	0	0	100	100	0	0	0	100	100	0	0	0
September 2014	100	100	0	0	0	100	100	0	0	0	100	100	0	0	0
September 2015	100	100	0	0	0	100	85	0	0	0	100	100	0	0	0
September 2016	100	100	0	0	0	100	55	0	0	0	100	100	0	0	0
September 2017	100	100	0	0	0	100	26	0	0	0	100	100	0	0	0
September 2018	100	100	0	0	0	100	0	0	0	0	100	87	0	0	0
September 2019	100	100	0	0	0	100	0	0	0	0	100	0	0	0	0
September 2020	100	100	0	0	0	100	0	0	0	0	100	0	0	0	0
September 2021	100	60	0	0	0	100	0	0	0	0	100	0	0	0	0
September 2022	100	0	0	0	0	100	0	0	0	0	100	0	0	0	0
September 2023	100	0	0	0	0	0	0	0	0	0	68	0	0	0	0
September 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	29.6	27.1	7.6	2.7	1.6	28.6	22.2	1.7	1.1	0.6	29.1	24.4	3.2	1.9	1.1

Date	EG Class					G Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	90%	220%	300%	500%	0%	90%	220%	300%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100
September 1995	100	100	100	100	100	100	100	100	100	100
September 1996	100	100	100	100	0	100	100	100	100	0
September 1997	100	100	100	0	0	100	100	100	80	0
September 1998	100	100	74	0	0	100	100	100	0	0
September 1999	100	100	17	0	0	100	100	100	0	0
September 2000	100	100	0	0	0	100	100	100	0	0
September 2001	100	100	0	0	0	100	100	100	0	0
September 2002	100	100	0	0	0	100	100	100	0	0
September 2003	100	100	0	0	0	100	100	100	0	0
September 2004	100	100	0	0	0	100	100	100	0	0
September 2005	100	100	0	0	0	100	100	100	0	0
September 2006	100	100	0	0	0	100	100	95	0	0
September 2007	100	100	0	0	0	100	100	87	0	0
September 2008	100	100	0	0	0	100	100	79	0	0
September 2009	100	100	0	0	0	100	100	71	0	0
September 2010	100	100	0	0	0	100	100	63	0	0
September 2011	100	100	0	0	0	100	100	56	0	0
September 2012	100	100	0	0	0	100	100	49	0	0
September 2013	100	100	0	0	0	100	100	42	0	0
September 2014	100	100	0	0	0	100	100	36	0	0
September 2015	100	100	0	0	0	100	100	30	0	0
September 2016	100	100	0	0	0	100	100	25	0	0
September 2017	100	100	0	0	0	100	100	21	0	0
September 2018	100	100	0	0	0	100	100	16	0	0
September 2019	100	96	0	0	0	100	100	13	0	0
September 2020	100	30	0	0	0	100	100	9	0	0
September 2021	100	0	0	0	0	100	100	6	0	0
September 2022	100	0	0	0	0	100	85	4	0	0
September 2023	100	0	0	0	0	100	36	2	0	0
September 2024	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	29.3	25.7	4.5	2.3	1.3	29.9	28.8	18.6	3.3	1.8

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

Characteristics of the R Class

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

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

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

CERTAIN ADDITIONAL FEDERAL INCOME TAX CONSEQUENCES

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

REMIC Election and Special Tax Attributes

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

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

Taxation of Beneficial Owners of Regular Certificates

Certain 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 220% 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.

Taxation of Beneficial Owners of Residual Certificates

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

For purposes of determining the portion of the taxable income of the Trust that generally will not be treated as excess inclusions, the rate to be used is 8.89% (which is 120% of the “federal long-term rate”). See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates—*Excess Inclusions*” and “—Foreign Investors—*Residual Certificates*” in the REMIC Prospectus. The federal income tax consequences of any consideration paid to a transferee on the transfer of an R Certificate are unclear; any transferee receiving such consideration should consult its own tax advisors.

PLAN OF DISTRIBUTION

General. The Dealer will receive the Certificates in exchange for the MBS pursuant to a Fannie Mae commitment. The Dealer proposes to offer the Certificates directly to the public from time to time in negotiated transactions at varying prices to be determined at the time of sale. The Dealer may effect such transactions to or through dealers.

Increase in Certificates. Before the Settlement Date, Fannie Mae and the Dealer may agree to offer hereby Certificates in addition to those contemplated. In such event, the MBS will be increased in principal balance, but it is expected that all additional MBS will have the same characteristics as described herein under “Description of the Certificates—The MBS.” 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 Cleary, Gottlieb, Steen & Hamilton.

No dealer, salesman or other person has been authorized to give any information or to make any representations in connection with this offering other than those contained in this Prospectus Supplement and the additional Disclosure Documents and, if given or made, such information or representations must not be relied upon as having been authorized. This Prospectus Supplement and the aforementioned documents do not constitute an offer to sell or a solicitation of an offer to buy any of the Certificates offered hereby in any state to any person to whom it is unlawful to make such offer or solicitation in such state. The delivery of this Prospectus Supplement and the aforementioned documents at any time does not imply that the information contained herein or therein is correct as of any time subsequent to the date hereof or thereof.

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\$665,650,952

**Federal National
Mortgage Association**



**Guaranteed REMIC
Pass-Through Certificates
Fannie Mae REMIC Trust 1994-98**

PROSPECTUS SUPPLEMENT

**Kidder, Peabody & Co.
Incorporated**

August 19, 1994