

PROSPECTUS SUPPLEMENT**(To Prospectus dated June 14, 1996)****\$492,182,392****FannieMae**

Guaranteed REMIC Pass-Through Certificates

Fannie Mae REMIC Trust 1997-66

The Guaranteed REMIC Pass-Through Certificates offered hereby (the “REMIC Certificates”) will represent beneficial ownership interests in one of two trust funds. The REMIC Certificates, other than the RL Class, will represent beneficial ownership interests in Fannie Mae REMIC Trust 1997-66 (the “Trust”). The assets of the Trust will consist of the “regular interests” in a separate trust fund (the “Lower Tier REMIC”). The assets of the Lower Tier REMIC will consist of (i) certain “fully modified pass-through” mortgage-backed securities (the “GNMA Certificates”) guaranteed as to timely payment of principal and interest by the Government National Mortgage Association (“GNMA”), (ii) certain Fannie Mae Stripped Mortgaged-Backed Securities (the “Trust SMBS”), (iii) a previously issued REMIC certificate specified herein (the “Underlying REMIC Certificate”) evidencing a beneficial ownership interest in the related Fannie Mae REMIC Trust (the “Underlying REMIC Trust”) as further described in Exhibit A hereto and (iv) certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (the “Trust MBS”). The Trust SMBS evidence beneficial ownership interests in certain principal and interest distributions made in respect of, and the assets of the Underlying REMIC Trust evidence beneficial ownership interests in, certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (together with the Trust MBS, the “MBS”), certain of which are held in the form of Fannie Mae Guaranteed MBS Pass-Through Certificates (the “Mega Certificates”). Each GNMA Certificate is based on and backed by a pool of mortgage loans which are either insured or guaranteed by the Federal Housing Administration (“FHA”), the Department of Veterans Affairs (“VA”) or the Rural Housing Service (“FmHA”). Each MBS represents a beneficial ownership interest in a pool of first lien, single-family, fixed-rate residential mortgage loans (together with the pools and mortgage loans underlying the GNMA Certificates, the “Pools” and “Mortgage Loans,” respectively) 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.

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

(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 (1)	Group	Original Class Balance	Principal Type(2)	Interest Rate	Interest Type(2)	CUSIP Number	Final Distribution Date	Class (1)	Group	Original Class Balance	Principal Type(2)	Interest Rate	Interest Type(2)	CUSIP Number	Final Distribution Date
A	1	\$ 22,450,000	SEQ	6.75%	FIX	31359Q G 3 2	November 2022	SK	2	\$ 30,489,697(3)	NTL	(4)	INV/IO	31359Q H 8 0	September 2027
K	1	35,000,000	SEQ	6.75	FIX	31359Q G 4 0	May 2020	SN	2	37,722,267(3)	NTL	(4)	INV/IO	31359Q H 9 8	September 2027
L	1	10,301,000	SEQ	6.75	FIX	31359Q G 5 7	November 2022	SA	3	65,633,149(3)	NTL	(4)	INV/IO	31359Q J 2 1	December 2023
B	1	21,149,000	SEQ	7.25	FIX	31359Q G 6 5	March 2025	SR	3	42,094,230(3)	NTL	(4)	INV/IO	31359Q J 3 9	June 2019
J	1	28,049,000	SEQ	9.50	FIX	31359Q G 7 3	March 2025	SV	3	23,538,919(3)	NTL	(4)	INV/IO	31359Q J 4 7	December 2023
P	1	26,150,000	SEQ	(5)	PO	31359Q G 8 1	November 2022	FE	4	65,751,491	PT	(4)	FLT	31359Q J 5 4	October 2027
C	1	5,656,000	SEQ/AD	7.50	FIX	31359Q G 9 9	March 2004	PO	4	8,218,937	PT	(5)	PO	31359Q J 6 2	October 2027
D	1	3,637,000	SEQ/AD	7.50	FIX	31359Q H 2 3	February 2007	SF	4	49,313,619(3)	NTL	(4)	INV/IO	31359Q J 7 0	March 2025
E	1	14,639,000	SEQ/AD	7.50	FIX	31359Q H 3 1	December 2014	SG	4	16,437,872(3)	NTL	(4)	INV/IO	31359Q J 8 8	October 2027
Z	1	9,119,000	SEQ	7.50	FIX/Z	31359Q H 4 9	September 2027	SJ	4	65,751,491(3)	NTL	(4)	INV/IO	31359Q J 9 6	October 2027
G	1	98,060,000	SEQ	9.50	FIX	31359Q H 5 6	November 2022	R		0	NPR	0	NPR	31359Q K 2 9	October 2027
H	1	75,790,000	SEQ	7.50	FIX	31359Q H 6 4	September 2027	RL		0	NPR	0	NPR	31359Q K 3 7	October 2027
F	2	68,211,964	PT	(4)	FLT	31359Q H 7 2	September 2027								

- (1) The AP, AJ, BC, BD, BE, BG, S, SB and SE Classes are RCR Classes. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 for a description of the RCR Classes.
- (2) See “Description of the Certificates—Class Definitions and Abbreviations” in the REMIC Prospectus and “Description of the Certificates—Distributions of Interest” and “—Distributions of Principal” herein.
- (3) These Classes will be Notional Classes, will not have principal balances and will bear interest on their respective notional principal balances. The notional principal balances of the Notional Classes initially will be as set forth above and thereafter will be calculated based upon the principal balances of the Classes specified herein. See “Description of the Certificates—Distributions of Interest—Notional Classes” herein.
- (4) These 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.
- (5) These Classes will be Principal Only Classes and will bear no interest.

The Certificates will be offered by Merrill Lynch, Pierce, Fenner & Smith 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, subject to the right by the Dealer to reject any order in whole or in part and subject to approval of certain legal matters by counsel. It is expected that the Group 1, the SK, SN, SR, SV, SF, SG and SJ Classes and the RCR Certificates will be available through the book-entry facilities of The Depository Trust Company and that the remaining Classes of REMIC Certificates, other than the R and RL Classes, will be available through the book-entry system of the Federal Reserve Banks on or about September 30, 1997 (the “Settlement Date”). It is expected that the R and RL Classes in registered, certificated form will be available for delivery at the offices of the Dealer, New York, New York, on or about the Settlement Date.

Merrill Lynch & Co.

August 13, 1997

(Cover continued from previous page)

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

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

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

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

- The actual final payment of any Class will likely occur earlier, and could occur much earlier, than the Final Distribution Date for such Class specified on the cover page. See “Description of the Certificates—Weighted Average Lives of the Certificates” herein and “Description of the Certificates—Weighted Average Life and Final Distribution Dates” in the REMIC Prospectus.
- The rate of principal distributions of the Certificates is uncertain and investors may be unable to reinvest the distributions thereon at yields equaling the yields on the Certificates. See “Risk Factors—Suitability and Reinvestment Considerations” in the REMIC Prospectus.
- Investors whose investment activities are subject to legal investment laws and regulations or to review by regulatory authorities may be subject to restrictions on investment in certain Classes of the Certificates. Investors should consult their legal advisors to determine whether and to what extent the Certificates constitute legal investments or are subject to restrictions on investment. See “Legal Investment Considerations” in the REMIC Prospectus.
- The Dealer intends to make a market for the Certificates but is not obligated to do so. There can be no assurance that such a secondary market will develop or, if developed, that it will continue. Thus, investors may not be able to sell their Certificates readily or at prices that will enable them to realize their anticipated yield. No investor should purchase Certificates unless such investor understands and is able to bear the risk that the value of the Certificates will fluctuate over time and that the Certificates may not be readily salable.

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

Elections will be made to treat the Lower Tier REMIC and the Trust as “real estate mortgage investment conduits” (“REMICs”) pursuant to the Internal Revenue Code of 1986, as amended (the “Code”). The R and RL Classes will be subject to transfer restrictions. See “Description of the Certificates—Characteristics of the R and RL Classes” and “Certain Additional Federal Income Tax Consequences” herein, and “Description of the Certificates—Additional Characteristics of Residual Certificates” and “Certain Federal Income Tax Consequences” in the REMIC Prospectus.

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

- Fannie Mae’s Prospectus for Guaranteed REMIC Pass-Through Certificates dated June 14, 1996 (the “REMIC Prospectus”), which is attached to this Prospectus Supplement;
- Fannie Mae’s Prospectus for Guaranteed Mortgage Pass-Through Certificates dated August 1, 1997 (the “MBS Prospectus”);
- Fannie Mae’s Prospectus for Guaranteed REMIC Pass-Through Certificates (backed by GNMA Certificates) dated June 14, 1996 (the “GNMA Prospectus”), which is attached to this Prospectus Supplement;
- Fannie Mae’s Prospectus for Stripped Mortgage-Backed Securities dated July 1, 1996 (the “SMBS Prospectus”);
- Fannie Mae’s Prospectus for Guaranteed MBS Pass-Through Securities dated October 1, 1996 (the “Mega Prospectus”);
- The Prospectus Supplement for the Underlying REMIC Certificate (the “Underlying REMIC Disclosure Document”); and
- Fannie Mae’s Information Statement dated March 31, 1997 and any supplements thereto (collectively, the “Information Statement”).

The MBS Prospectus, SMBS Prospectus, Mega Prospectus and the Information Statement are incorporated herein by reference and, together with the other Disclosure Documents, may be obtained from Fannie Mae by writing or calling its MBS Helpline at 3900 Wisconsin Avenue, N.W., Area 2H-3S, Washington, D.C. 20016 (telephone 1-800-BEST-MBS or 202-752-6547). Such documents, other than the Underlying REMIC Disclosure Document, may also be obtained from Merrill Lynch, Pierce, Fenner & Smith Incorporated by writing or calling its Prospectus Department at 4 Corporate Place, Corporate Park 287, Piscataway, New Jersey 08855 (telephone 908-878-6526).

TABLE OF CONTENTS

	<u>Page</u>		<u>Page</u>
Reference Sheet	S- 4	<i>Group 1 Cash Flow Distribution Amount</i>	S-18
Additional Risk Factors	S- 8	<i>Group 2 Principal Distribution Amount</i>	S-18
Additional Yield and Prepayment Considerations	S- 8	<i>Group 4 Principal Distribution Amount</i>	S-18
Description of the Certificates	S- 8	Structuring Assumptions	S-19
General	S- 9	<i>Pricing Assumptions</i>	S-19
<i>Structure</i>	S- 9	<i>Prepayment Assumptions</i>	S-19
<i>Fannie Mae Guaranty</i>	S- 9	<i>Structuring Range</i>	S-19
<i>Characteristics of Certificates</i>	S- 9	<i>Initial Effective Range</i>	S-19
<i>Authorized Denominations</i>	S-10	Yield Tables	S-20
<i>Distribution Dates</i>	S-10	<i>General</i>	S-20
<i>Record Date</i>	S-10	<i>The Principal Only Classes and the AP Class</i>	S-21
<i>REMIC Trust Factors</i>	S-10	<i>The Inverse Floating Rate Classes and the S, SB and SE Classes</i>	S-21
<i>Optional Termination</i>	S-10	Weighted Average Lives of the Certificates	S-25
<i>Voting the Trust SMBS and the Underlying REMIC Certificate</i>	S-10	Decrement Tables	S-26
Combination and Recombination	S-10	Characteristics of the R and RL Classes	S-29
<i>General</i>	S-10	Certain Additional Federal Income Tax Consequences	S-29
<i>Procedures</i>	S-11	REMIC Elections and Special Tax Attributes	S-29
<i>Additional Considerations</i>	S-11	Taxation of Beneficial Owners of Regular Certificates	S-30
Book-Entry Procedures	S-12	Taxation of Beneficial Owners of Residual Certificates	S-30
<i>General</i>	S-12	Taxation of Beneficial Owners of RCR Certificates	S-30
<i>Method of Distribution</i>	S-12	<i>General</i>	S-30
The GNMA Certificates	S-13	<i>Strip RCR Classes</i>	S-31
The Trust SMBS	S-13	<i>Combination RCR Classes</i>	S-32
The Underlying REMIC Certificate	S-13	<i>Exchanges</i>	S-32
The Trust MBS	S-14	Plan of Distribution	S-32
Final Data Statement	S-14	<i>General</i>	S-32
Distributions of Interest	S-14	<i>Increase in Certificates</i>	S-32
<i>Categories of Classes</i>	S-14	Legal Matters	S-32
<i>General</i>	S-15	Schedule 1	A- 1
<i>Interest Accrual Periods</i>	S-15	Exhibit A	A- 2
<i>Accrual Class</i>	S-15	Principal Balance Schedule	B- 1
<i>Notional Classes</i>	S-15		
<i>Floating Rate and Inverse Floating Rate Classes</i>	S-16		
Calculation of LIBOR	S-16		
Distributions of Principal	S-16		
<i>Categories of Classes</i>	S-16		
<i>Principal Distribution Amount</i>	S-17		
<i>Group 1 Principal Distribution Amount</i>	S-18		
<i>Group 1 Accrual Amount</i>	S-18		

REFERENCE SHEET

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

Assumed Characteristics of the Mortgage Loans Underlying GNMA Certificates, the Trust SMBS and Trust MBS (as of September 1, 1997)

<u>Group</u>	<u>Approximate Principal Balance</u>	<u>Original Term to Maturity (in months)</u>	<u>Approximate WARM or Weighted Average Remaining Term to Maturity (in months)</u>	<u>Approximate WALA or Calculated Loan Age (in months)</u>	<u>Approximate Weighted Average Coupon</u>
Group 1	\$350,000,000	360	357	2	8.2500%
Group 2	\$ 68,211,964	360	313	41	8.6296%
Group 4	\$ 73,970,428	360	315	44	8.5914%

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

Characteristics of the Underlying REMIC Certificate (Group 3)

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

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

Combination and Recombination

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

Interest Rates

The Fixed Rate Classes will bear interest at the applicable per annum interest rates set forth on the cover hereto.

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

interest during each Interest Accrual Period thereafter, subject to the applicable maximum and minimum interest rates, at rates determined as described below:

<u>Class</u>	<u>Initial Interest Rate</u>	<u>Maximum Interest Rate</u>	<u>Minimum Interest Rate</u>	<u>Formula for Calculation of Interest Rate</u>
F	6.15625%	9.0%	0.5%	LIBOR + 50 basis points
SK	2.84375%	8.5%	0.0%	8.5% – LIBOR
SN	2.84375%	8.5%	0.0%	8.5% – LIBOR
SA(1)	1.00000%	1.0%	0.0%	8.0% – LIBOR
SR(1)	1.34375%	7.0%	0.0%	7.0% – LIBOR
SV(1)	1.34375%	7.0%	0.0%	7.0% – LIBOR
FE	6.15625%	9.0%	0.5%	LIBOR + 50 basis points
SF	2.34375%	8.0%	0.0%	8.0% – LIBOR
SG	2.34375%	8.0%	0.0%	8.0% – LIBOR
SJ	0.50000%	0.5%	0.0%	8.5% – LIBOR
S	2.84375%	8.5%	0.0%	8.5% – LIBOR
SB(1)	1.34375%	7.0%	0.0%	7.0% – LIBOR
SE	2.84375%	8.5%	0.0%	8.5% – LIBOR

- (1) The initial interest rates for these Classes are assumed rates. The actual initial interest rates for these Classes will be calculated on the basis of the applicable formulas for the calculation of such interest rates on the Index Determination Date occurring on September 23, 1997.

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

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

Notional Classes

The notional principal balances of the Notional Classes will be equal to the indicated percentages of the outstanding balances specified below immediately prior to the related Distribution Date:

<u>Classes</u>	<u>Percentages of Specified Balances</u>
SK and SN(1)	100% of F Class
S	100% of F Class
SA	100% of Class 1993-230-SA REMIC Certificate
SR and SV(2)	100% of Class 1993-230-SA REMIC Certificate
SF and SG(3)	100% of FE Class
SJ	100% of FE Class
SB	100% of Class 1993-230-SA REMIC Certificate
SE	100% of FE Class

- (1) In the aggregate. On each Distribution Date, reductions in the principal balance of the F Class will be used to calculate the reductions in the notional principal balances of the SK and SN Classes in the following order of priority:
- (i) to the SK Class, until the notional principal balance thereof is reduced to its Notional Planned Balance for such Distribution Date;
 - (ii) to the SN Class, until the notional principal balance thereof is reduced to zero; and
 - (iii) to the SK Class, without regard to its Notional Planned Balance and until the notional principal balance thereof is reduced to zero.
- (2) In the aggregate. On each Distribution Date, reductions in the notional principal balance of the Class 1993-230-SA REMIC Certificate will be allocated in reduction of the notional principal balances of the SR and SV Classes in the following order of priority:
- (i) to the SR Class, until the notional principal balance thereof is reduced to zero; and
 - (ii) to the SV Class, until the notional principal balance thereof is reduced to zero.
- (3) In the aggregate. On each Distribution Date, reductions in the notional principal balance of the FE Class will be allocated in reduction of the notional principal balances of the SF and SG Classes in the following order of priority:
- (i) to the SF Class, until the notional principal balance thereof is reduced to zero; and
 - (ii) to the SG Class, until the notional principal balance thereof is reduced to zero.

See “Description of the Certificates—Distributions of Interest—*Notional Classes*” and “—Yield Tables—*The Inverse Floating Rate Classes and the S, SB and SE Classes*” herein.

Distributions of Principal

The portion of the Principal Distribution Amount allocated to each Class of Certificates will be determined as described herein under “Description of the Certificates—Distributions of Principal—*Principal Distribution Amount*”.

Group 1 Principal Distribution Amount

Group 1 Accrual Amount

To the C, D and E Classes, in that order, to zero, and then to the Z Class.

Group 1 Cash Flow Distribution Amount

(a) 42.8571428571% of such amount as follows:

first, to the J, K, A and L Classes, in the proportions of

27.2718570266% to the J Class, and

72.7281429734%, FIRST, to the K and A Classes, in the proportions of 66.8639577276% and 33.1360422724%, respectively, until the K Class is reduced to zero, and SECOND, to the L and A Classes, in the proportions of 66.8639577276% and 33.1360422724%, respectively, to zero;

second, to the J and B Classes, in the proportions of 11.1106056295% and 88.8893943705%, respectively, to zero; and

third, to the C, D, E and Z Classes, in that order, to zero, and

(b) 57.1428571429% of such amount as follows:

first, to the P and G Classes, in proportion to their original principal balances, to zero; and

second, to the H Class, to zero.

Group 2 Principal Distribution Amount

To the F Class, to zero.

Group 4 Principal Distribution Amount

To the FE and PO Classes, in proportion to their original principal balances, to zero.

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

Weighted Average Lives (years) *

<u>Group 1 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>165%</u>	<u>350%</u>	<u>500%</u>
A, P, G, AP and AJ	16.9	6.4	4.5	2.6	2.1
K	14.9	4.9	3.5	2.1	1.7
L	23.9	11.5	7.9	4.3	3.3
B, BC, BD, BE and BG	26.3	15.9	11.2	6.0	4.4
J	17.8	7.3	5.1	3.0	2.3
C	3.5	3.5	3.5	3.5	3.4
D	8.0	8.0	8.0	7.2	5.5
E	13.7	13.7	13.0	8.4	6.4
Z	28.8	23.7	20.3	13.2	9.9
H	27.8	20.5	15.9	8.9	6.5
<u>Group 2 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>115%</u>	<u>240%</u>	<u>325%</u>	<u>500%</u>
F and S	21.8	9.5	5.6	4.3	2.7
SK	16.3	7.5	7.5	7.5	4.9
SN	26.3	11.1	4.2	1.7	1.0
<u>Group 3 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>150%</u>	<u>350%</u>	<u>500%</u>
SA and SB	17.9	9.8	8.0	4.0	2.3
SR	14.2	4.9	3.6	1.6	1.0
SV	24.5	18.6	15.9	8.2	4.4
<u>Group 4 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>240%</u>	<u>350%</u>	<u>500%</u>
FE, PO, SJ and SE	21.8	10.2	5.7	4.0	2.7
SF	19.5	6.8	3.2	2.2	1.5
SG	28.8	20.6	13.0	9.3	6.4

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

ADDITIONAL RISK FACTORS

Additional Yield and Prepayment Considerations

The rate of distributions of principal of the Group 1, Group 2 and Group 4 Classes will be sensitive in varying degrees to the rate of principal distributions on the GNMA Certificates, Trust SMBS and Trust MBS, respectively, which in turn will reflect the rate of amortization (including prepayments) of the related Mortgage Loans. There can be no assurance that such Mortgage Loans will have the characteristics assumed herein. Because the rate of principal distributions on the Group 1, Group 2 and Group 4 Classes will be related to the rate of amortization of the related Mortgage Loans, which are likely to include Mortgage Loans with remaining terms to maturity shorter or longer than those assumed and interest rates higher or lower than those assumed, the rate of principal distributions on such Classes is likely to differ from the rate anticipated by an investor, even if the related Mortgage Loans prepay at the indicated constant percentages of PSA.

The rate of reductions of notional balances of the Group 3 Classes will be directly related to the rate of reductions of notional balance of the Underlying REMIC Certificate, which in turn will be sensitive to the rate of payments of principal (including prepayments) of the related Mortgage Loans and the priority sequence affecting notional balance reductions of the Underlying REMIC Certificate. As described in the Underlying REMIC Disclosure Document, the Underlying REMIC Certificate has a notional principal balance that is based on the principal balance of a class in the related Underlying REMIC Trust that itself has a Component with a Principal Balance Schedule and, as a result, may receive principal distributions at a rate faster or slower than would otherwise have been the case. Prepayments on the related Mortgage Loans may have occurred at a rate faster or slower than that initially assumed. This Prospectus Supplement contains no information as to whether such class has adhered to its Principal Balance Schedule, whether any related Support classes remain outstanding or whether such class otherwise has performed as originally anticipated. Additional information as to the Underlying REMIC Certificate may be obtained by performing an analysis of current Fannie Mae principal factors in the context of applicable information contained in the Underlying REMIC Disclosure Document, which may be obtained from Fannie Mae as described herein. For information with respect to the Underlying REMIC Certificate, see the Underlying REMIC Disclosure Documents.

It is highly unlikely that the Mortgage Loans underlying the GNMA Certificates, Trust SMBS, the Underlying REMIC Certificate or the Trust MBS, as applicable, will prepay at any of the rates assumed herein, will prepay at a *constant* PSA rate until maturity or that such Mortgage Loans will prepay at the same rate. Investors must make their own decisions as to the appropriate assumptions, including prepayment assumptions, to be used in deciding whether to purchase the Certificates.

The effective yields on the Delay Classes (as defined herein) will be reduced below the yields otherwise produced because principal and interest payable on a Distribution Date will not be distributed until the 20th 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 values of the Delay Classes will be lower than would have been the case if there were no such delay.

DESCRIPTION OF THE CERTIFICATES

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

General

Structure. The Trust and the Lower Tier REMIC will be created pursuant to a trust agreement dated as of September 1, 1997 (the “Trust Agreement”), executed by the Federal National Mortgage Association (“Fannie Mae”) in its corporate capacity and in its capacity as trustee (the “Trustee”), and the Certificates in the Classes and aggregate original principal balances set forth on the cover hereof will be issued by Fannie Mae pursuant thereto. A description of Fannie Mae and its business, together with certain financial statements and other financial information, is contained in the Information Statement.

The REMIC Certificates (other than the R and RL Classes) will be designated as the “regular interests,” and the R Class will be designated as the “residual interest,” in the REMIC constituted by the Trust. The interests in the Lower Tier REMIC other than the RL Class (the “Lower Tier Regular Interests”) will be designated as the “regular interests,” and the RL Class will be designated as the “residual interest,” in the Lower Tier REMIC. The assets of the Lower Tier REMIC will consist of the GNMA Certificates, the Trust SMBS, the Underlying REMIC Certificate (evidencing beneficial ownership interests in the Underlying REMIC Trust) and the Trust 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. The guarantee obligations of Fannie Mae with respect to the Trust SMBS and the Underlying REMIC Certificate are described in the SMBS Prospectus and the Underlying REMIC Disclosure Document, respectively. In addition, Fannie Mae will be obligated to distribute on a timely basis to the Holders of Certificates required installments of principal and interest and to distribute the principal balance of each Class of Certificates in full no later than the applicable Final Distribution Date, whether or not sufficient funds are available in the Trust Account. The guaranties of Fannie Mae are not backed by the full faith and credit of the United States. See “Description of the Certificates—Fannie Mae’s Guaranty” in the REMIC Prospectus or GNMA Prospectus, “Description of Certificates—The Corporation’s Guaranty” in the MBS Prospectus, “The SMBS Certificates—Fannie Mae Obligations” in the SMBS Prospectus and “Description of the Certificates—General—Fannie Mae Guaranty” in the Underlying REMIC Disclosure Document.

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

The F, SA, FE and PO Classes (the “Federal Reserve Certificates”) 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 and “Description of the Certificates—Book-Entry Procedures” herein.

The R and RL Certificates will not be issued in book-entry form but will be issued in fully registered, certificated form. As to the R or RL Certificate, “Holder” or “Certificateholder” refers to the registered owner thereof. The R or RL Certificates will be transferable at the corporate trust office of the Transfer Agent, or at the agency of the Transfer Agent in New York, New York. The Transfer

Agent initially will be State Street Bank and Trust Company in Boston, Massachusetts (“State Street”). A service charge may be imposed for any registration of transfer of the R or RL Certificate and Fannie Mae may require payment of a sum sufficient to cover any tax or other governmental charge. See also “Characteristics of the R and RL Classes” herein.

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

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

Distribution Dates. Distributions on the Group 1 Classes will be made on the first business day following the 20th day of each month (or, if the 19th and 20th days are both business days, on such 20th day), distributions on the Group 2 and Group 4 Classes will be made on the 18th day of each month (or, if such 18th day is not a business day, on the first business day next succeeding such 18th day) and distributions on the Group 3 Classes 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, and each such date is referred to herein as a “Distribution Date” when used with respect to such Classes.

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 fourteenth 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 balance of the Accrual Class on such Distribution Date.

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

Voting the Trust SMBS and the Underlying REMIC Certificate. In the event any issue arises under the trust indenture or trust agreement governing the Trust SMBS or the Underlying REMIC Trust that requires the vote of holders of certificates outstanding thereunder, the Trustee will vote the Trust SMBS or the Underlying REMIC Certificate, as applicable, in accordance with instructions received from Holders of Certificates of the related Classes having principal balances aggregating not less than 51% of the aggregate principal balance of all such Classes outstanding. In the absence of such instructions, the Trustee will vote in a manner consistent, in its sole judgment, with the best interests of Certificateholders.

Combination and Recombination

General. Subject to the rules, regulations and procedures of the Depository, all or a portion of the A, B, SK, SN, SR, SV, SF, SG and SJ Classes of REMIC Certificates may be exchanged for a proportionate interest in one or more RCR Classes as reflected on Schedule 1 hereto. Similarly, all or a portion of one or more RCR Classes may be exchanged, as reflected on Schedule 1, for certain Classes of REMIC Certificates. This process may occur repeatedly.

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

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

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

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

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

Certificates to be exchanged must be delivered to Fannie Mae as provided in Schedule 1 based on the original principal balances or notional balances of the related Classes of REMIC Certificates or RCR Certificates and will not change as a result of any reductions (or increases) in the outstanding principal balances or notional balances of the Certificates.

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

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

Book-Entry Procedures

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

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

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

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

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

The GNMA Certificates

The GNMA Certificates will have the aggregate unpaid principal balance and Pass-Through Rate set forth below and the general characteristics described in the GNMA Prospectus. All of the GNMA Certificates are GNMA II Certificates. See “GNMA and the GNMA Programs” in the GNMA Prospectus. The characteristics of the GNMA Certificates and the related Mortgage Loans as of September 1, 1997 (the “Issue Date”) are expected to be as follows:

GNMA Certificates

Aggregate Unpaid Principal Balance	\$350,000,000
GNMA Pass-Through Rate	7.50%

Related Mortgage Loans

Range of WACs	8.00% to 9.00%
Range of WARMs	241 months to 360 months
Approximate Weighted Average WARM	357 months
Approximate Weighted Average WALA	2 months

The Trust SMBS

The Trust SMBS underlying the Group 2 Classes will represent beneficial ownership interest in the aggregate of interest payments at a Pass-Through Rate of 8.00% on a notional principal amount of \$76,738,459 and \$68,211,964 in principal payments of certain MBS held in the form of a Mega Certificate CL-190285 and included in Fannie Mae Stripped Mortgage-Backed Security Trust 000285-CL.

The Trust SMBS evidence beneficial ownership interests in certain principal and interest distributions made in respect of certain MBS, some of which are held in the form of Mega Certificates. Each MBS evidences beneficial ownership interests in a Pool of conventional Level Payment Mortgage Loans secured by first mortgages or deeds of trust on one-to four-family (“single-family”) residential properties, as described under “The Mortgage Pools” and “Yield Considerations” in the MBS Prospectus. The Trust SMBS provide that distributions thereon will be passed through monthly, commencing in the month following the initial issuance thereof. The general characteristics of the Trust SMBS and the Mega Certificates are described in the SMBS Prospectus and the Mega Prospectus, respectively.

The Underlying REMIC Certificate

The Underlying REMIC Certificate represents a beneficial ownership interest in the Underlying REMIC Trust, the assets of which evidence the indirect beneficial ownership interests in certain MBS.

The general characteristics of the Underlying REMIC Certificate are described in the Underlying REMIC Disclosure Document. The general characteristics of the MBS Certificates are described in the MBS Prospectus. The Underlying REMIC Certificate provides that distributions thereon will be passed through monthly, commencing in the month following the initial issuance thereof.

The table contained in Exhibit A hereto sets forth certain information with respect to the Underlying REMIC Certificate, including the numerical designation of the Underlying REMIC Trust, the class designation, the date of issue, the CUSIP number, the interest rate, the interest type, the final distribution date, the principal type, the original notional principal balance of the entire class, the current principal factor for such class and the notional principal balance of such class contained in the Lower Tier REMIC as of the Issue Date. The table also sets forth the approximate weighted average WAC, approximate weighted average WAM and approximate weighted average CAGE of the Mortgage Loans underlying the related MBS as of the Issue Date, the underlying security type and the related Class Group.

To request further information regarding the Underlying REMIC Certificate, telephone Fannie Mae at 1-800-BEST-MBS or 202-752-6547. Other data specific to the Certificates is available in electronic form by calling Fannie Mae at 1-800-752-6440 or 202-752-6000. It should be noted that there may have been material changes in facts and circumstances since the date the Underlying REMIC Disclosure Document was prepared, including, but not limited to, changes in prepayment speeds and prevailing interest rates and other economic factors, which may limit the usefulness of the information set forth in such document.

The Trust MBS

The Trust MBS specified below will have the aggregate unpaid principal balance and Pass-Through Rate set forth below and the general characteristics described in the MBS Prospectus. The Trust MBS will provide that principal and interest on the related Mortgage Loans will be passed through monthly, commencing in the month following the month of the initial issuance thereof. The Mortgage Loans underlying the Trust MBS will be conventional Level Payment Mortgage Loans secured by first mortgages or deeds of trust on single-family residential properties and having original maturities of up to 30 years. See “The Mortgage Pools” and “Yield Considerations” in the MBS Prospectus. The characteristics of the Trust MBS and the related Mortgage Loans as of the Issue Date are expected to be as follows:

Trust MBS

Aggregate Unpaid Principal Balance	\$73,970,428
MBS Pass-Through Rate	8.00%

Related Mortgage Loans

Range of WACs (per annum percentages)	8.25% to 10.50%
Range of WAMs	241 months to 360 months
Approximate Weighted Average WAM	315 months
Approximate Weighted Average CAGE	44 months

Final Data Statement

Following the issuance of the Certificates, Fannie Mae will prepare a Final Data Statement setting forth, among other information, the current principal balances of the GNMA Certificates and Underlying REMIC Certificate as of the Issue Date and, with respect to the Trust SMBS and 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 the Trust SMBS and Trust 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 Trust SMBS and Trust 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:

Interest Type*

Classes

Group 1 Classes

Fixed Rate	A, K, L, B, J, C, D, E, Z, G and H
Principal Only	P
Accrual	Z
RCR**	AP, AJ, BC, BD, BE and BG

<u>Interest Type*</u>	<u>Classes</u>
Group 2 Classes	
Floating Rate	F
Inverse Floating Rate	SK and SN
Interest Only	SK and SN
RCR**	S
Group 3 Classes	
Inverse Floating Rate	SA, SR and SV
Interest Only	SA, SR and SV
RCR**	SB
Group 4 Classes	
Floating Rate	FE
Inverse Floating Rate	SF, SG and SJ
Interest Only	SF, SG and SJ
Principal Only	PO
RCR**	SE
No Payment Residual	R and RL

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

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

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

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

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

<u>Classes</u>	<u>Interest Accrual Periods</u>
All Floating Rate and Inverse Floating Rate Classes and the S, SB and SE Classes	One month period ending on the day preceding the Distribution Date
All Fixed Rate Classes and the AP, AJ, BC, BD, BE and BG Classes (collectively, the “Delay Classes”)	Calendar month preceding the month in which the Distribution Date occurs

See “Additional Risk Factors—Additional Yield and Prepayment Considerations” herein.

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

Notional Classes. The SK, SN, SA, SR, SV, SF, SG, SJ, S, SB and SE Classes will be Notional Classes. The Notional Classes will not have principal balances and will bear interest at the applicable per annum interest rates set forth on the cover or described herein during each Interest Accrual Period

on their respective notional principal balances. The notional principal balances of the Notional Classes will be calculated as specified herein under “Reference Sheet—Notional 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 any principal distributions. Although a Notional Class will not have a principal balance, a REMIC Trust Factor (as described herein) will be published with respect to such Class that will be applicable to the notional principal balance thereof, and references herein to the principal balances of the Certificates generally shall be deemed to refer also to the notional principal balances of the Notional Classes.

Floating Rate and Inverse Floating Rate Classes. The Floating Rate and Inverse Floating Rate Classes will bear interest during each Interest Accrual Period, subject to the applicable maximum and minimum interest rates, at rates determined as described herein under “Reference Sheet—Interest Rates.”

The yields with respect to such Classes will be affected by changes in the applicable index (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 such Index.

The establishment of each Index value by Fannie Mae and Fannie Mae’s determination of the rate or rates of interest for the applicable Class or Classes for the related Interest Accrual Period shall (in the absence of manifest error) be final and binding. Each such rate of interest may be obtained by telephoning Fannie Mae at 1-800-BEST-MBS or 202-752-6547.

Calculation of LIBOR

On each Index Determination Date, until the principal balances and notional principal balances of the F, SK, SN, SA, SR, SV, FE, SF, SG, SJ, S, SB and SE Classes have been reduced to zero, Fannie Mae will establish LIBOR for the related Interest Accrual Period in the manner described in the REMIC Prospectus under “Description of the Certificates—Indices Applicable to Floating Rate and Inverse Floating Rate Classes—*LIBOR*.”

If on the initial Index Determination Date, Fannie Mae is unable to determine LIBOR in the manner specified in the REMIC Prospectus, LIBOR for the next succeeding Interest Accrual Period will be equal to 5.65625% in the case of the F, SK, SN, FE, SF, SG, SJ, S and SE Classes, and will be equal to LIBOR as determined for such Interest Accrual Period with respect to the related Underlying REMIC Certificate in the case of the SA, SR, SV and SB Classes.

Distributions of Principal

Categories of Classes

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

Principal Type*

Group 1 Classes
Sequential Pay
Accretion Directed
RCR**

Classes

A, K, L, B, J, P, C, D, E, Z, G and H
C, D and E
AP, AJ, BC, BD, BE and BG

Group 2 Classes

Pass-Through

Notional

RCR**

F

SK(1) and SN(2)

S

Group 3 Classes

Notional

RCR**

SA, SR(3) and SV(3)

SB

Group 4 Classes

Pass-Through

Notional

RCR**

FE and PO

SF(4), SG(4) and SJ

SE

No Payment Residual

R and RL

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

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

- (1) The SK Class is a Notional Class whose notional principal balance is designed to be reduced using a predetermined notional principal balance schedule derived by assuming two constant prepayment rates for the underlying Mortgage Loans. These two rates are the end points for the “structuring range” for the SK Class. The Principal Balance Schedule is set forth herein beginning on page B-1.
- (2) The SN Class is a Notional Class whose notional principal balance declines on any Distribution Date only if a scheduled reduction has occurred in the notional principal balance of the SK Class.
- (3) The SR and SV Classes are Notional Classes whose notional principal balances will be reduced sequentially.
- (4) The SF and SG Classes are Notional Classes whose notional principal balances will be reduced sequentially.

Principal Distribution Amount

On each Distribution Date, principal will be distributed on the Certificates in an amount (the “Principal Distribution Amount”) equal to the sum of (i) the aggregate amount distributable as principal of the GNMA Certificates in the month of such Distribution Date calculated as described in the immediately following paragraph (the “Group 1 Cash Flow Distribution Amount”) and any interest accrued and added on such Distribution Date to the principal balance of the Z Class (the “Group 1 Accrual Amount” and together with the Group 1 Cash Flow Distribution Amount, the “Group 1 Principal Distribution Amount”), (ii) the distribution of principal concurrently made on the principal only Trust SMBS from Fannie Mae Stripped Mortgage-Backed Security Trust 000285-CL (the “Group 2 Principal Distribution Amount”) and (iii) the aggregate distributions of principal to be made on the Trust MBS in the month of such Distribution Date (the “Group 4 Principal Distribution Amount”).

On or about the eighth business day of each month with respect to the GNMA Certificates, Fannie Mae will aggregate the amount of principal reported to be receivable on the GNMA Certificates during such month on the basis of published GNMA factors for such month. For any GNMA Certificate for which a factor is not available at such time, Fannie Mae will calculate the amount of scheduled payments of principal distributable in respect of such GNMA Certificates during such month on the basis of the assumed amortization schedules of the related Mortgage Loans. The amortization schedules will be prepared on the assumptions that; (i) each of the Mortgage Loans underlying a single GNMA Certificate amortizes on a level installment basis, had an original term to maturity of 360 months, and has a remaining term to maturity equal to the remaining term to maturity of the latest maturing Mortgage Loan underlying such GNMA Certificate at the origination of such GNMA Certificate, adjusted to the Issue Date; and (ii) each Mortgage Loan underlying a GNMA Certificate bears an interest rate of 9.0% per annum. All such amounts, whether reported in GNMA factors or calculated by Fannie Mae, will be reflected in the REMIC Trust Factors for the Distribution Date in such month and will be distributed to Holders of Certificates of the Group 1 Classes on such Distribution Date, whether or not received. There will also be reflected in such REMIC Trust Factors and distributable as principal on such Distribution Date the excess of (a) the distributions of principal of the GNMA Certificates received during the month prior to the month of such Distribution Date over (b) the amount of principal calculated and distributable previously in accordance with the GNMA factors and the assumed distribution schedules specified above.

Group 1 Principal Distribution Amount

Group 1 Accrual Amount

On each Distribution Date, the Group 1 Accrual Amount, if any, will be distributed, sequentially, as principal of the C, D and E Classes, in that order, until the respective principal balances thereof are reduced to zero, and thereafter to the Z Class.

Accretion
Directed
Classes
and
Accrual
Class

Group 1 Cash Flow Distribution Amount

On each Distribution Date, the Group 1 Cash Flow Distribution Amount will be distributed as principal of the Group 1 Classes in the following order of priority:

(a) 42.8571428571% of such amount as follows:

first, to the J, K, A and L Classes in the proportions of

27.2718570266% to the J Class, and

72.7281429734%, FIRST, concurrently, to the K and A Classes, in the proportions of 66.8639577276% and 33.1360422724%, respectively, until the principal balance of K Class is reduced to zero, and SECOND, concurrently, to the L and A Classes, in the proportions of 66.8639577276% and 33.1360422724%, respectively, until the principal balances thereof are reduced to zero;

second, concurrently, to the J and B Classes, in the proportions of 11.1106056295% and 88.8893943705%, respectively, until the principal balances thereof are reduced to zero; and

third, sequentially, to the C, D, E and Z Classes, in that order, until the respective principal balances thereof are reduced to zero, and

(b) 57.1428571429% of such amount as follows:

first, concurrently, to the P and G Classes, in proportion to their original principal balances (or 21.0530553096% and 78.9469446904%, respectively), until the principal balances thereof are reduced to zero; and

second, to the H Class, until the principal balance thereof is reduced to zero.

Sequential
Pay
Classes

Group 2 Principal Distribution Amount

On each Distribution Date, the Group 2 Principal Distribution Amount will be distributed as principal of the F Class, until the principal balance thereof is reduced to zero.

Pass-Through
Class

Group 4 Principal Distribution Amount

On each Distribution Date, the Group 4 Principal Distribution Amount will be distributed as principal, concurrently, of the FE and PO Classes, in proportion to their original principal balances (or 88.8888881378% and 11.1111118622%, respectively), until the principal balances thereof are reduced to zero.

Pass-Through
Classes

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

Structuring Assumptions

Pricing Assumptions. Unless otherwise specified, the information in the tables in this Prospectus Supplement has been prepared on the basis of the actual characteristics of each Pool underlying the Underlying REMIC Certificate, the priority sequence affecting the notional balance reductions of the Underlying REMIC Certificate and the following assumptions (collectively, the “Pricing Assumptions”):

- the Mortgage Loans underlying the GNMA Certificates, the Trust SMBS and Trust MBS have the original terms to maturity, remaining terms to maturity, WALAs and CAGEs, as applicable, and interest rates, respectively, as specified herein under “Reference Sheet—Assumed Characteristics of the Mortgage Loans Underlying GNMA Certificates, the Trust SMBS and Trust MBS”;
- all payments (including prepayments) on the Mortgage Loans underlying the GNMA Certificates, are distributed on the Certificates in the month in which such payments are received;
- the Mortgage Loans prepay at the constant percentages of PSA specified in the related table; and
- the closing date for the sale of the Certificates is September 30, 1997.

Prepayment Assumptions. Prepayments of mortgage loans commonly are measured relative to a prepayment standard or model. The model used herein is the Public Securities Association’s standard prepayment model (“PSA”). To assume a specified rate of PSA is to assume a specified rate of prepayment each month of the then outstanding principal balance of a pool of new mortgage loans computed as described under “Description of the Certificates—Prepayment Models” in the REMIC Prospectus. It is highly unlikely that prepayments will occur at any *constant* PSA rate or at any other constant rate.

Structuring Range. The Principal Balance Schedule has been prepared on the basis of the Pricing Assumptions and the assumption that the related Mortgage Loans prepay at a *constant* PSA rate within the Structuring Range set forth below. The Principal Balance Schedule is set forth herein beginning on page B-1.

<u>Principal Balance Schedule Reference</u>	<u>Related Class</u>	<u>Structuring Range</u>
Notional Planned Balance	SK	Between 115% and 325%

There is no assurance that the balance of the Class listed above will conform on any Distribution Date to the applicable balance specified for such Distribution Date in the Principal Balance Schedule herein, or that reductions in the notional balance of such Class will begin or end on the respective Distribution Dates specified therein. Because any excess of the notional balance reduction on any Distribution Date over the amount necessary to reduce such Class to its scheduled balance will be allocated, the ability to so reduce such Class will not be enhanced by the averaging of high and low notional balance reductions from month to month. In addition, even if prepayments occur on the related Mortgage Loans at rates falling within the Structuring Range specified above, notional balance reductions may be insufficient to reduce the Class to its scheduled balance 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 Class specified above may not be reduced to its scheduled balance, even if prepayments occur at a *constant* rate within the Structuring Range.

Initial Effective Range. The Effective Range for a Class is the range of prepayment rates (measured by *constant* PSA rates) that would reduce such Class to its scheduled balance on each

Distribution Date. The Initial Effective Range set forth in the table below is based upon the assumed characteristics of the Mortgage Loans specified in the Pricing Assumptions.

<u>Related Class</u>	<u>Initial Effective Range</u>
SK	Between 118% and 324%

The actual Effective Range at any time will be based upon the actual characteristics of the related Mortgage Loans at such time, which are likely to vary (and may vary considerably) from the Pricing Assumptions. The actual Effective Range calculated on the basis of the actual characteristics likely will differ from the Initial Effective Range. As a result, the applicable Class might not be reduced to its scheduled balance even if prepayments were to occur at a *constant* PSA rate within the Initial Effective Range (particularly if such rate were at the lower or higher end of such range). In addition, even if prepayments occur at a rate falling within the actual Effective Range, notional balance reductions may be insufficient to reduce the applicable Class to its scheduled balance if such prepayments do not occur at a *constant* PSA rate. It is highly unlikely that the Mortgage Loans will prepay at any *constant* PSA rate. In general, the actual Effective Range may narrow, widen or shift upward or downward to reflect actual prepayment experience over time. The stability in notional balance reduction of the SK Class will be supported in part by the SN Class. When the SN Class is retired, the SK Class, if then outstanding, may no longer have an Effective Range and will be more sensitive to prepayments.

Yield Tables

General. The tables below indicate the sensitivity of the pre-tax corporate bond equivalent yields to maturity of applicable Classes to various constant percentages of PSA and, where specified, to changes in the Index. The yields set forth in the tables were calculated by determining the monthly discount rates that, when applied to the assumed streams of cash flows to be paid on the applicable Classes, would cause the discounted present value of such assumed streams of cash flows to equal the assumed aggregate purchase prices of such Classes and converting such monthly rates to corporate bond equivalent rates. Such calculations do not take into account variations that may occur in the interest rates at which investors may be able to reinvest funds received by them as distributions on the Certificates and consequently do not purport to reflect the return on any investment in the Certificates when such reinvestment rates are considered. *There can be no assurance that the pre-tax yields on the Certificates will correspond to any of the pre-tax yields shown herein or that the aggregate purchase prices of the Certificates will be as assumed. In addition, there can be no assurance that the Index will correspond to the levels shown herein. Furthermore, because some of the Mortgage Loans will likely have remaining terms to maturity shorter or longer than those assumed and interest rates higher or lower than those assumed, the principal distributions on the Certificates are likely to differ from those assumed, even if all Mortgage Loans prepay at the indicated constant percentages of PSA. Moreover, 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 Principal Only Classes and the AP Class. **The Principal Only Classes and the AP Class will not bear interest. As indicated in the tables below, a low rate of principal payments (including prepayments) on the related Mortgage Loans will have a negative effect on the yields to investors in the Principal Only Classes and the AP Class.**

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

<u>Class</u>	<u>Price</u>
P	76.6875%
PO	75.2500%
AP	78.0000%

**Sensitivity of the P Class to Prepayments
(Pre-Tax Yields to Maturity)**

<u>Class</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>165%</u>	<u>350%</u>	<u>500%</u>
P	2.9%	4.4%	6.2%	10.6%	13.5%

**Sensitivity of the PO Class to Prepayments
(Pre-Tax Yields to Maturity)**

<u>Class</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>240%</u>	<u>350%</u>	<u>500%</u>
PO	2.3%	3.0%	5.8%	8.4%	12.5%

**Sensitivity of the AP Class to Prepayments
(Pre-Tax Yields to Maturity)**

<u>Class</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>165%</u>	<u>350%</u>	<u>500%</u>
AP	2.7%	4.1%	5.8%	9.9%	12.6%

The Inverse Floating Rate Classes and the S, SB and SE Classes. **The yields to investors in the Inverse Floating Rate Classes and the S, SB and SE Classes will be sensitive in varying degrees to the rate of principal payments (including prepayments) of the related Mortgage Loans and to the level of the Index. The Mortgage Loans generally can be prepaid at any time. In addition, the rate of principal payments (including prepayments) of the Mortgage Loans is likely to vary, and may vary considerably, from Pool to Pool. As indicated in the tables below, it is possible that, under certain Index and prepayment scenarios, investors in the Inverse Floating Rate Classes and the S, SB and SE Classes would not fully recoup their initial investments.**

Changes in the Index may not correlate with changes in prevailing mortgage interest rates. It is possible that lower prevailing mortgage interest rates, which might be expected to result in faster prepayments, could occur concurrently with an increased level of the Index.

The information set forth in the following tables was prepared on the basis of the Pricing Assumptions and the assumptions that (i) the interest rates applicable to the specified Classes for the initial Interest Accrual Period are the actual and assumed rates appearing in the table under

“Reference Sheet—Interest Rates” herein and 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 such Classes (expressed in each case as a percentage of original principal balance) are as follows:

<u>Class</u>	<u>Price*</u>
SK	11.5000%
SN	5.1250%
SA	3.5625%
SR	2.8750%
SV	7.1250%
SF	4.5000%
SG	12.5000%
SJ	1.6250%
S	7.7500%
SB	3.8750%
SE	8.0000%

* 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 SK Class to Prepayments and LIBOR (Pre-Tax Yields to Maturity)

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>115%</u>	<u>240%</u>	<u>325%</u>	<u>500%</u>
3.65625%	41.7%	39.5%	39.5%	39.5%	31.2%
5.65625%	19.6%	16.5%	16.5%	16.5%	6.3%
7.65625%	(6.8)%	(9.9)%	(9.9)%	(9.9)%	(21.7)%
8.50000%	*	*	*	*	*

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

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>115%</u>	<u>240%</u>	<u>325%</u>	<u>500%</u>
3.65625%	102.3%	91.8%	66.2%	41.0%	(15.3)%
5.65625%	54.8%	47.1%	25.6%	(5.8)%	(63.5)%
7.65625%	13.2%	8.5%	(5.5)%	(36.8)%	*
8.50000%	*	*	*	*	*

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

**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>100%</u>	<u>150%</u>	<u>350%</u>	<u>500%</u>
7.00000% and below	23.7%	20.2%	16.7%	2.7%	(15.5)%
7.65625%	2.3%	(0.5)%	(3.3)%	(15.8)%	(32.0)%
8.00000%	*	*	*	*	*

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

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>150%</u>	<u>350%</u>	<u>500%</u>
3.65625%	128.5%	119.9%	110.7%	66.1%	21.5%
5.65625%	41.3%	33.4%	24.3%	(22.2)%	(65.8)%
7.00000%	*	*	*	*	*

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

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>150%</u>	<u>350%</u>	<u>500%</u>
3.65625%	50.7%	50.7%	50.5%	46.7%	35.1%
5.65625%	19.1%	18.7%	17.8%	10.0%	(5.8)%
7.00000%	*	*	*	*	*

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

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>240%</u>	<u>350%</u>	<u>500%</u>
3.65625%	106.8%	100.4%	80.8%	62.8%	34.3%
5.65625%	50.7%	45.1%	26.3%	8.0%	(20.7)%
7.65625%	(3.5)%	(10.9)%	(38.5)%	(62.6)%	(94.9)%
8.00000%	*	*	*	*	*

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

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>240%</u>	<u>350%</u>	<u>500%</u>
3.65625%	37.0%	37.0%	36.1%	33.9%	28.8%
5.65625%	19.2%	18.9%	16.4%	12.6%	5.2%
7.65625%	(3.5)%	(4.8)%	(11.2)%	(17.7)%	(27.7)%
8.00000%	*	*	*	*	*

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

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>240%</u>	<u>350%</u>	<u>500%</u>
8.00% and below	27.6%	24.2%	14.1%	5.8%	(6.1)%
8.25%	10.2%	7.0%	(2.4)%	(10.1)%	(21.1)%
8.50%	*	*	*	*	*

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

**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>115%</u>	<u>240%</u>	<u>325%</u>	<u>500%</u>
3.65625%	64.7%	59.5%	49.1%	41.8%	25.9%
5.65625%	34.4%	29.8%	20.5%	13.9%	(0.3)%
7.65625%	4.7%	0.6%	(7.6)%	(13.4)%	(25.9)%
8.50000%	*	*	*	*	*

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

**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>100%</u>	<u>150%</u>	<u>350%</u>	<u>500%</u>
3.65625%	92.6%	87.9%	83.2%	63.5%	43.6%
5.65625%	31.3%	27.5%	23.9%	9.2%	(9.4)%
7.00000%	*	*	*	*	*

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

**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>100%</u>	<u>240%</u>	<u>350%</u>	<u>500%</u>
3.65625%	62.3%	58.3%	46.8%	37.4%	23.9%
5.65625%	33.1%	29.6%	19.2%	10.8%	(1.4)%
7.65625%	4.3%	1.2%	(8.0)%	(15.5)%	(26.2)%
8.50000%	*	*	*	*	*

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

Weighted Average Lives of the Certificates

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

In general, the weighted average lives of the Certificates will be shortened if the level of prepayments of principal of the related Mortgage Loans increases. However, the weighted average lives will depend upon a variety of other factors, including the timing of changes in such rate of principal payments and the priority sequence of distributions of principal. The weighted average lives of certain Group 2 Classes will also depend on the reduction of notional principal balance of the SK Class in accordance with the Principal Balance Schedule. See “Distributions of Principal” herein.

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

Decrement Tables

The following tables indicate the percentages of original principal balances of the specified Classes that would be outstanding after each of the dates shown at various constant PSA rates 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 the underlying Mortgage Loans have the original and remaining terms to maturity and bear interest at the per annum rates specified below:

<u>Mortgage Loans relating to GNMA Certificates, Trust SMBS, Underlying REMIC Trust and Trust MBS</u>	<u>Original Terms to Maturity</u>	<u>Remaining Terms to Maturity</u>	<u>Interest Rates</u>	<u>Related Groups</u>
GNMA Certificates	360 months	360 months	9.0%	Group 1
Trust SMBS	360 months	358 months	10.5%	Group 2
1993-230	360 months	315 months	9.5%	Group 3
Trust MBS	360 months	360 months	10.5%	Group 4

It is not likely that (i) all of the underlying Mortgage Loans will have the interest rates, WALAs or 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 could produce slower or faster principal distributions than indicated in the tables at the specified constant PSA rates, even if the distributions of the weighted average remaining terms to maturity and the weighted average WALAs or CAGEs of the Mortgage Loans are identical to the distributions of the remaining terms to maturity and WALAs or CAGEs specified in the Pricing Assumptions.

Percent of Original Principal Balances Outstanding

Date	A, P, G, AP and AJ Classes					K Class					L Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
September 1998	99	96	94	89	85	99	95	92	86	81	100	100	100	100	100
September 1999	98	88	82	66	54	97	85	77	57	40	100	100	100	100	100
September 2000	96	78	67	39	19	95	72	58	21	0	100	100	100	100	85
September 2001	95	68	53	17	0	93	59	39	0	0	100	100	100	76	0
September 2002	93	59	41	*	0	91	47	23	0	0	100	100	100	*	0
September 2003	92	50	29	0	0	89	36	9	0	0	100	100	100	0	0
September 2004	90	42	19	0	0	87	25	0	0	0	100	100	85	0	0
September 2005	88	35	10	0	0	84	15	0	0	0	100	100	45	0	0
September 2006	85	27	2	0	0	81	6	0	0	0	100	100	9	0	0
September 2007	83	20	0	0	0	78	0	0	0	0	100	90	0	0	0
September 2008	80	14	0	0	0	74	0	0	0	0	100	61	0	0	0
September 2009	77	8	0	0	0	71	0	0	0	0	100	34	0	0	0
September 2010	74	2	0	0	0	66	0	0	0	0	100	9	0	0	0
September 2011	71	0	0	0	0	62	0	0	0	0	100	0	0	0	0
September 2012	67	0	0	0	0	57	0	0	0	0	100	0	0	0	0
September 2013	62	0	0	0	0	51	0	0	0	0	100	0	0	0	0
September 2014	58	0	0	0	0	45	0	0	0	0	100	0	0	0	0
September 2015	53	0	0	0	0	39	0	0	0	0	100	0	0	0	0
September 2016	47	0	0	0	0	32	0	0	0	0	100	0	0	0	0
September 2017	41	0	0	0	0	24	0	0	0	0	100	0	0	0	0
September 2018	35	0	0	0	0	15	0	0	0	0	100	0	0	0	0
September 2019	27	0	0	0	0	6	0	0	0	0	100	0	0	0	0
September 2020	20	0	0	0	0	0	0	0	0	0	86	0	0	0	0
September 2021	11	0	0	0	0	0	0	0	0	0	48	0	0	0	0
September 2022	1	0	0	0	0	0	0	0	0	0	6	0	0	0	0
September 2023	0	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
September 2025	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2026	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	16.9	6.4	4.5	2.6	2.1	14.9	4.9	3.5	2.1	1.7	23.9	11.5	7.9	4.3	3.3

* 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	B, BC, BD, BE and BG Classes					J Class					C Class					D Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
September 1998	100	100	100	100	100	99	96	95	90	86	87	87	87	87	87	100	100	100	100	100
September 1999	100	100	100	100	100	98	89	84	70	58	74	74	74	74	74	100	100	100	100	100
September 2000	100	100	100	100	100	97	80	70	45	27	59	59	59	59	59	100	100	100	100	100
September 2001	100	100	100	100	79	95	71	58	25	7	44	44	44	44	44	100	100	100	100	100
September 2002	100	100	100	100	12	94	63	46	9	1	27	27	27	27	27	100	100	100	100	100
September 2003	100	100	100	48	0	92	55	36	4	0	9	9	9	9	0	100	100	100	100	0
September 2004	100	100	100	6	0	91	48	27	1	0	0	0	0	0	0	83	83	83	83	0
September 2005	100	100	100	0	0	89	41	19	0	0	0	0	0	0	0	50	50	50	0	0
September 2006	100	100	100	0	0	87	34	11	0	0	0	0	0	0	0	15	15	15	0	0
September 2007	100	100	80	0	0	85	28	7	0	0	0	0	0	0	0	0	0	0	0	0
September 2008	100	100	54	0	0	82	22	5	0	0	0	0	0	0	0	0	0	0	0	0
September 2009	100	100	31	0	0	79	16	3	0	0	0	0	0	0	0	0	0	0	0	0
September 2010	100	100	10	0	0	77	11	1	0	0	0	0	0	0	0	0	0	0	0	0
September 2011	100	86	0	0	0	73	8	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2012	100	66	0	0	0	70	6	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2013	100	47	0	0	0	66	4	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2014	100	28	0	0	0	62	3	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2015	100	11	0	0	0	57	1	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2016	100	0	0	0	0	52	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2017	100	0	0	0	0	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2018	100	0	0	0	0	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2019	100	0	0	0	0	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2020	100	0	0	0	0	27	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2021	100	0	0	0	0	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2022	100	0	0	0	0	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2023	65	0	0	0	0	6	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2024	21	0	0	0	0	2	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2025	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2026	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	26.3	15.9	11.2	6.0	4.4	17.8	7.3	5.1	3.0	2.3	3.5	3.5	3.5	3.5	3.4	8.0	8.0	8.0	7.2	5.5

Date	E Class					Z Class					H Class					F and S† Classes				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	115%	240%	325%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
September 1998	100	100	100	100	100	108	108	108	108	108	100	100	100	100	100	99	92	85	80	69
September 1999	100	100	100	100	100	116	116	116	116	116	100	100	100	100	100	99	85	72	63	48
September 2000	100	100	100	100	100	125	125	125	125	125	100	100	100	100	100	98	78	61	50	33
September 2001	100	100	100	100	100	135	135	135	135	135	100	100	100	100	91	98	71	51	40	23
September 2002	100	100	100	100	100	145	145	145	145	145	100	100	100	100	63	97	65	43	32	16
September 2003	100	100	100	100	71	157	157	157	157	157	100	100	100	78	44	96	60	36	25	11
September 2004	100	100	100	100	12	169	169	169	169	169	100	100	100	61	30	95	55	30	20	7
September 2005	100	100	100	70	0	182	182	182	182	129	100	100	100	47	21	94	50	25	16	5
September 2006	100	100	100	20	0	196	196	196	196	89	100	100	100	37	14	93	45	21	12	3
September 2007	94	94	94	0	0	211	211	211	177	61	100	100	91	28	10	92	41	18	10	2
September 2008	84	84	84	0	0	228	228	228	137	42	100	100	81	22	7	90	37	15	7	2
September 2009	73	73	73	0	0	245	245	245	106	29	100	100	71	17	5	89	33	12	6	1
September 2010	61	61	61	0	0	264	264	264	81	19	100	100	62	13	3	87	30	10	5	1
September 2011	48	48	34	0	0	285	285	285	62	13	100	94	55	10	2	85	27	8	3	*
September 2012	35	35	0	0	0	307	307	296	48	9	100	86	48	8	1	83	24	7	3	*
September 2013	20	20	0	0	0	331	331	257	36	6	100	78	41	6	1	80	21	5	2	*
September 2014	4	4	0	0	0	356	356	222	28	4	100	70	36	4	1	78	18	4	2	*
September 2015	0	0	0	0	0	362	362	191	21	3	100	63	31	3	*	75	15	3	1	*
September 2016	0	0	0	0	0	362	348	163	16	2	100	56	26	2	*	71	13	3	1	*
September 2017	0	0	0	0	0	362	308	138	12	1	100	49	22	2	*	68	11	2	1	*
September 2018	0	0	0	0	0	362	269	116	8	1	100	43	19	1	*	64	9	2	*	*
September 2019	0	0	0	0	0	362	232	96	6	*	100	37	15	1	*	59	7	1	*	*
September 2020	0	0	0	0	0	362	197	78	4	*	100	32	13	1	*	54	5	1	*	*
September 2021	0	0	0	0	0	362	164	62	3	*	100	26	10	*	*	49	3	*	*	*
September 2022	0	0	0	0	0	362	132	48	2	*	100	21	8	*	*	43	2	*	*	*
September 2023	0	0	0	0	0	362	102	36	1	*	85	16	6	*	*	36	*	*	*	*
September 2024	0	0	0	0	0	362	73	24	1	*	67	12	4	*	*	28	0	0	0	0
September 2025	0	0	0	0	0	290	46	15	*	*	46	7	2	*	*	20	0	0	0	0
September 2026	0	0	0	0	0	151	19	6	*	*	24	3	1	*	*	10	0	0	0	0
September 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	13.7	13.7	13.0	8.4	6.4	28.8	23.7	20.3	13.2	9.9	27.8	20.5	15.9	8.9	6.5	21.8	9.5	5.6	4.3	2.7

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

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

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

Date	SK [†] Class					SN [†] Class					SA [†] and SB [†] Classes					SR [†] Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	115%	240%	325%	500%	0%	115%	240%	325%	500%	0%	100%	150%	350%	500%	0%	100%	150%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
September 1998	100	100	100	100	100	99	86	72	63	44	99	92	89	76	67	99	88	83	63	49
September 1999	100	100	100	100	100	98	72	49	34	6	98	85	79	58	42	97	76	67	35	9
September 2000	100	96	96	96	74	97	63	32	13	0	97	78	70	44	25	95	66	53	12	0
September 2001	98	82	82	82	51	97	63	26	6	0	96	71	62	33	15	93	55	41	0	0
September 2002	96	69	68	68	35	97	63	23	2	0	94	65	55	26	9	91	46	29	0	0
September 2003	95	56	56	56	24	97	63	20	*	0	93	60	48	21	6	88	37	19	0	0
September 2004	92	44	44	44	17	97	63	19	*	0	91	54	42	18	4	86	28	9	0	0
September 2005	90	35	35	35	11	97	62	18	*	0	89	49	37	16	3	83	20	3	0	0
September 2006	88	27	27	27	8	97	60	16	*	0	87	44	34	13	2	80	13	0	0	0
September 2007	85	21	21	21	5	97	57	15	*	0	85	40	31	10	1	76	6	0	0	0
September 2008	81	17	17	17	4	97	53	13	*	0	82	37	28	8	1	72	1	0	0	0
September 2009	78	13	13	13	2	97	50	11	*	0	80	34	26	6	1	68	0	0	0	0
September 2010	74	10	10	10	2	97	46	10	*	0	77	31	24	4	*	63	0	0	0	0
September 2011	70	8	8	8	1	97	42	9	*	0	73	29	23	3	*	58	0	0	0	0
September 2012	65	6	6	6	1	97	38	7	*	0	70	27	20	2	*	53	0	0	0	0
September 2013	59	5	5	5	*	97	34	6	*	0	66	25	17	2	*	46	0	0	0	0
September 2014	53	3	3	3	*	97	30	5	*	0	61	23	15	1	*	40	0	0	0	0
September 2015	47	3	3	3	*	97	26	4	*	0	56	22	12	1	*	32	0	0	0	0
September 2016	39	2	2	2	*	97	22	3	*	0	51	18	10	1	*	24	0	0	0	0
September 2017	31	1	1	1	*	97	19	3	*	0	45	15	8	*	*	15	0	0	0	0
September 2018	22	1	1	1	*	97	15	2	*	0	40	12	6	*	*	6	0	0	0	0
September 2019	12	1	1	1	*	97	12	1	*	0	34	9	4	*	*	0	0	0	0	0
September 2020	1	*	*	*	*	97	9	1	*	0	29	6	3	*	*	0	0	0	0	0
September 2021	*	*	*	*	*	88	6	1	*	0	25	3	1	*	*	0	0	0	0	0
September 2022	*	*	*	*	*	77	3	*	*	0	16	1	*	*	*	0	0	0	0	0
September 2023	0	0	0	*	*	65	*	*	*	0	3	*	*	*	0	0	0	0	0	0
September 2024	0	0	0	0	0	51	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2025	0	0	0	0	0	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2026	0	0	0	0	0	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0
September 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	16.3	7.5	7.5	7.5	4.9	26.3	11.1	4.2	1.7	1.0	17.9	9.8	8.0	4.0	2.3	14.2	4.9	3.6	1.6	1.0

Date	SV [†] Class					FE, PO, SJ [†] and SE [†] Classes					SF [†] Class					SG [†] Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	150%	350%	500%	0%	100%	240%	350%	500%	0%	100%	240%	350%	500%	0%	100%	240%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
September 1998	100	100	100	100	100	99	93	85	78	69	99	91	80	71	59	100	100	100	100	100
September 1999	100	100	100	100	100	99	86	72	61	48	99	82	62	48	31	100	100	100	100	100
September 2000	100	100	100	100	68	98	80	61	48	33	98	74	47	30	11	100	100	100	100	100
September 2001	100	100	100	93	41	98	74	51	37	23	97	66	35	16	0	100	100	100	100	91
September 2002	100	100	100	72	26	97	69	43	29	16	96	58	24	5	0	100	100	100	100	63
September 2003	100	100	100	59	17	96	64	36	22	11	95	51	15	0	0	100	100	100	90	43
September 2004	100	100	100	50	12	95	59	30	17	7	93	45	7	0	0	100	100	100	69	30
September 2005	100	100	100	44	8	94	54	25	13	5	92	38	1	0	0	100	100	100	54	20
September 2006	100	100	94	37	5	93	49	21	10	3	91	33	0	0	0	100	100	85	41	14
September 2007	100	100	85	28	4	92	45	18	8	2	89	27	0	0	0	100	100	71	32	9
September 2008	100	100	79	22	2	90	41	15	6	2	87	22	0	0	0	100	100	59	24	6
September 2009	100	94	73	16	2	89	38	12	5	1	85	17	0	0	0	100	100	49	19	4
September 2010	100	86	68	12	1	87	34	10	4	1	82	12	0	0	0	100	100	40	14	3
September 2011	100	80	63	9	1	85	31	8	3	*	80	7	0	0	0	100	100	33	11	2
September 2012	100	75	57	7	*	83	27	7	2	*	77	3	0	0	0	100	100	27	8	1
September 2013	100	70	48	5	*	80	24	5	2	*	74	0	0	0	0	100	97	22	6	1
September 2014	100	65	41	4	*	78	21	4	1	*	70	0	0	0	0	100	85	17	4	1
September 2015	100	60	34	3	*	75	19	3	1	*	66	0	0	0	0	100	74	14	3	*
September 2016	100	50	27	2	*	71	16	3	1	*	62	0	0	0	0	100	64	11	2	*
September 2017	100	41	22	1	*	68	13	2	*	*	57	0	0	0	0	100	54	8	2	*
September 2018	100	33	16	1	*	64	11	2	*	*	52	0	0	0	0	100	44	6	1	*
September 2019	96	24	12	1	*	59	9	1	*	*	46	0	0	0	0	100	35	4	1	*
September 2020	81	16	8	*	*	54	7	1	*	*	39	0	0	0	0	100	26	3	*	*
September 2021	68	9	4	*	*	49	4	*	*	*	32	0	0	0	0	100	18	2	*	*
September 2022	45	2	1	*	*	43	2	*	*	*	23	0	0	0	0	100	10	1	*	*
September 2023	10	*	*	*	0	36	*	*	*	*	14	0	0	0	0	100	2	*	*	*
September 2024	0	0	0	0	0	28	0	0	0	0	4	0	0	0	0	100	0	0	0	0
September 2025	0	0	0	0	0	20	0	0	0	0	0	0	0	0	0	79	0	0	0	0
September 2026	0	0	0	0	0	10	0	0	0	0	0	0	0	0	0	42	0	0	0	0
September 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	24.5	18.6	15.9	8.2	4.4	21.8	10.2	5.7	4.0	2.7	19.5	6.8	3.2	2.2	1.5	28.8	20.6	13.0	9.3	6.4

* 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.

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

Characteristics of the R and RL Classes

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

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

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

CERTAIN ADDITIONAL FEDERAL INCOME TAX CONSEQUENCES

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

REMIC Elections and Special Tax Attributes

Elections will be made to treat the Lower Tier REMIC and the Trust as REMICs for federal income tax purposes. Arnold & Porter, special tax counsel to Fannie Mae, will deliver its opinion to Fannie Mae that, assuming compliance with the Trust Agreement, the Lower Tier REMIC and the Trust will qualify as REMICs for federal income tax purposes. The REMIC Certificates, other than the R and RL Classes, will be designated as the “regular interests,” and the R Class will be designated as the “residual interest,” in the REMIC constituted by the Trust. The Lower Tier Regular Interests will be designated as the “regular interests” and the RL Class will be designated as the “residual interest” in the Lower Tier REMIC.

As a consequence of the qualification of the Lower Tier REMIC and the Trust as REMICs, the REMIC Certificates and any related RCR Certificates generally will be treated as “regular or residual interests in a REMIC” for domestic building and loan associations, “real estate assets” for real estate investment trusts, and, except for the R and RL Classes, as “qualified mortgages” for other REMICs. The Small Business Job Protection Act of 1996 repeals the bad debt reserve method of accounting for

mutual savings banks and domestic building and loan associations for tax years beginning after December 31, 1995. As a result, section 593(d) of the Code is no longer applicable to treat the Certificates as “qualifying real property loans.” See “Certain Federal Income Tax Consequences—Special Tax Attributes” in the REMIC Prospectus.

Taxation of Beneficial Owners of Regular Certificates

The Notional Classes, the Principal Only Classes and the Accrual Class will be, and certain other Classes of REMIC Certificates may be, issued with original issue discount (“OID”) for federal income tax purposes, which generally will result in recognition of some taxable income in advance of the receipt of the cash attributable to such income. The Prepayment Assumption that will be used in determining the rate of accrual of original issue discount will be 165% PSA in the case of the Group 1 Classes, 240% PSA in the case of the Group 2 and Group 4 Classes and 150% PSA in the case of the Group 3 Classes. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Original Issue Discount*” in the REMIC Prospectus. No representation is made as to whether the Mortgage Loans underlying the GNMA Certificates or the MBS will prepay at any of those rates or any other rate. See “Description of the Certificates—Weighted Average Lives of the Certificates” herein and “Description of the Certificates—Weighted Average Life and Final Distribution Dates” in the REMIC Prospectus or GNMA Prospectus. In addition, certain Classes of REMIC Certificates may be treated as having been issued at a premium for federal income tax purposes. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Certificates Purchased at a Premium*” in the REMIC Prospectus.

The Taxpayer Relief Act of 1997 adds provisions to the Code that require the recognition of gain upon the “constructive sale of an appreciated financial position.” These provisions do not apply to Classes of Certificates other than the Notional Classes. Investors in the Notional Classes should consult their own tax advisors with respect to the possible application of these provisions.

Taxation of Beneficial Owners of Residual Certificates

Under the Regulations, neither the R Class nor the RL Class will have significant value. Special rules regarding the treatment of “excess inclusions” by certain thrift institutions no longer apply because of the amendment of sections 593 and 860E of the Code by the Small Business Job Protection Act of 1996. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates—*Excess Inclusions*” in the REMIC Prospectus.

For purposes of determining the portion of the taxable income of the Trust (or the Lower Tier REMIC) that generally will not be treated as excess inclusions, the rate to be used is 120% of the “federal long-term rate.” The rate will be published on or about August 20, 1997. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates—*Excess Inclusions*” and “—Foreign Investors—*Residual Certificates*” in the REMIC Prospectus. The federal income tax consequences of any consideration paid to a transferee on the transfer of an R or RL Certificate are unclear; any transferee receiving such consideration should consult its own tax advisors.

The Taxpayer Relief Act of 1997 adds provisions to the Code that will apply to an “electing large partnership.” If an electing large partnership holds an R or RL Certificate, all interests in the electing large partnership are treated as held by disqualified organizations for purposes of the tax imposed upon a pass-through entity by section 860E(e) of the Code. An exception to this tax, otherwise available to a pass-through entity that is furnished certain affidavits by record holders of interests in the entity and that does not know such affidavits are false, is not available to an electing large partnership.

Taxation of Beneficial Owners of RCR Certificates

General. The arrangement pursuant to which the RCR Classes will be created, sold and administered will be classified as a grantor trust under subpart E, Part I of subchapter J of the Code. The interests in the REMIC Certificates that have been exchanged for RCR Certificates (including

any exchanges effective on the Settlement Date) will be the assets of such trust and the RCR Certificates will evidence an ownership interest in those REMIC Certificates. For a general discussion of the federal income tax treatment of investors in REMIC Certificates, see “Certain Federal Income Tax Consequences” in the REMIC Prospectus.

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

The S, SB and SE Classes are Combination RCR Classes. The remaining RCR Classes are Strip RCR Classes.

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

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

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

Upon the sale of the Strip RCR Certificates, the investor will realize gain or loss on the sale of its part of the underlying Regular Certificates in an amount equal to the difference between the amount realized and its adjusted basis in such part. The seller’s adjusted basis in such part generally is equal to the seller’s allocated cost of such part, increased by income previously included, and reduced (but

not below zero) by distributions previously received and by any amortized premium in respect of such part. If a beneficial owner holds the certificates as a capital asset, any gain or loss realized will be capital gain or loss, except to the extent provided under “Certain Federal Income Tax Consequences—Sales of Certificates” in the REMIC Prospectus.

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

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

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

PLAN OF DISTRIBUTION

General. The Dealer will receive the Certificates in exchange for the GNMA Certificates, Trust SMBS, Underlying REMIC Certificate and Trust 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 Group 1, Group 2 and Group 4 Classes in addition to those contemplated as of the date hereof. In such event, the related GNMA Certificates, Trust SMBS or Trust MBS, as applicable, will be increased in principal balance, but it is expected that all such additional GNMA Certificates, Trust SMBS or Trust MBS will have the same characteristics as described herein under “Description of the Certificates—The GNMA Certificates,” “—Trust SMBS” and “—The Trust MBS,” as applicable. The proportion that the original principal balance of each Group 1, Group 2 and Group 4 Class bears to the aggregate original principal balance of all Group 1, Group 2 and Group 4 Classes, respectively, will remain the same. In addition, the dollar amounts reflected in the Principal Balance Schedule will be increased in a pro rata amount that corresponds to the increase of the notional principal balance of the applicable Class.

LEGAL MATTERS

Certain legal matters will be passed upon for the Dealer by Milbank, Tweed, Hadley & McCloy.

Schedule 1

Available Recombinations (1)

REMIC Certificates		RCR Certificates						
Class	Original Principal or Notional Principal Balance	RCR Class	Original Principal or Notional Principal Balance	Interest Rate	Interest Type (2)	Principal Type (2)	CUSIP Number	Final Distribution Date
Recombination 1								
A	\$22,450,000	AJ	\$15,951,315	9.50%	FIX	SEQ	31359QK52	November 2022
		AP	6,498,685	(4)	PO	SEQ	31359QK45	November 2022
Recombination 2								
B	21,149,000	BC	16,449,222	6.75	FIX	SEQ	31359QK60	March 2025
		BG	4,699,778	9.00	FIX	SEQ	31359QK94	March 2025
Recombination 3								
B	21,149,000	BC	15,106,429	6.75	FIX	SEQ	31359QK60	March 2025
		BE	6,042,571	8.50	FIX	SEQ	31359QK86	March 2025
Recombination 4								
B	21,149,000	BD	17,624,167	7.00	FIX	SEQ	31359QK78	March 2025
		BE	3,524,833	8.50	FIX	SEQ	31359QK86	March 2025
Recombination 5								
B	21,149,000	BD	18,505,375	7.00	FIX	SEQ	31359QK78	March 2025
		BG	2,643,625	9.00	FIX	SEQ	31359QK94	March 2025
Recombination 6								
SK	30,489,697	S	68,211,964	(3)	INV/IO	NTL	31359QL28	September 2027
SN	37,722,267							
Recombination 7								
SR	42,094,230	SB	65,633,149	(3)	INV/IO	NTL	31359QL36	December 2023
SV	23,538,919							
Recombination 8								
SF	49,313,619	SE	65,751,491	(3)	INV/IO	NTL	31359QL44	October 2027
SG	16,437,872							
SJ	65,751,491							

(1) The principal balances and/or notional principal balances of the REMIC Certificates and RCR Certificates involved in any exchange will bear the same relationship as that borne by the original principal balances and/or original notional principal balances of the related Classes.

(2) See “Description of the Certificates—Class Definitions and Abbreviations” in the REMIC Prospectus and “Description of the Certificates—Distributions of Interest” and “—Distributions of Principal” herein.

(3) For a description of these interest rates, see “Description of the Certificates—Distribution of Interest” herein.

(4) This Class is a Principal Only Class and will not bear interest.

Exhibit A

Underlying REMIC Certificates

Underlying REMIC Trust	Class	Date of Issue	CUSIP Number	Interest Rate	Interest Type (1)	Final Distribution Date	Principal Type (1)	Original Notional Principal Balance of Class	September 1997 Class Factor	Notional Principal Balance in the Lower Tier REMIC as of Issue Date	Approximate Weighted Average WAC	Approximate Weighted Average WAM (in months)	Approximate Weighted Average CAGE (in months)	Underlying Security Type	Class Group
1993-230	SA	December 1993	31359FE46	(2)	INV/IO	December 2023	NTL	\$205,098,172	0.752432120	\$65,633,149	7.445%	303	48	MBS	3

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

(2) This Class bears interest during each interest accrual period, subject to the applicable maximum and minimum interest rates, as further described in the related Underlying REMIC Disclosure Document.

Principal Balance Schedule

<u>Distribution Date</u>	<u>SK Class Notional Planned Balance</u>	<u>Distribution Date</u>	<u>SK Class Notional Planned Balance</u>
Initial Balance	\$30,489,697.00	March 2002	\$22,841,726.38
October 1997	30,489,697.00	April 2002	22,500,059.94
November 1997	30,489,697.00	May 2002	22,160,348.02
December 1997	30,489,697.00	June 2002	21,822,578.89
January 1998	30,489,697.00	July 2002	21,486,740.93
February 1998	30,489,697.00	August 2002	21,152,822.57
March 1998	30,489,697.00	September 2002	20,820,812.34
April 1998	30,489,697.00	October 2002	20,490,698.77
May 1998	30,489,697.00	November 2002	20,162,470.54
June 1998	30,489,697.00	December 2002	19,836,116.34
July 1998	30,489,697.00	January 2003	19,511,624.95
August 1998	30,489,697.00	February 2003	19,188,985.20
September 1998	30,489,697.00	March 2003	18,868,186.01
October 1998	30,489,697.00	April 2003	18,549,216.35
November 1998	30,489,697.00	May 2003	18,232,065.25
December 1998	30,489,697.00	June 2003	17,916,721.84
January 1999	30,489,697.00	July 2003	17,603,175.25
February 1999	30,489,697.00	August 2003	17,291,414.75
March 1999	30,489,697.00	September 2003	16,981,429.62
April 1999	30,489,697.00	October 2003	16,673,209.21
May 1999	30,489,697.00	November 2003	16,366,742.95
June 1999	30,489,697.00	December 2003	16,062,020.34
July 1999	30,489,697.00	January 2004	15,759,030.91
August 1999	30,489,697.00	February 2004	15,457,764.28
September 1999	30,489,697.00	March 2004	15,158,210.12
October 1999	30,489,697.00	April 2004	14,862,504.46
November 1999	30,489,697.00	May 2004	14,572,355.36
December 1999	30,489,697.00	June 2004	14,287,660.46
January 2000	30,489,697.00	July 2004	14,008,319.27
February 2000	30,489,697.00	August 2004	13,734,233.15
March 2000	30,489,697.00	September 2004	13,465,305.24
April 2000	30,489,697.00	October 2004	13,201,440.44
May 2000	30,489,697.00	November 2004	12,942,545.37
June 2000	30,489,697.00	December 2004	12,688,528.41
July 2000	30,104,155.29	January 2005	12,439,299.56
August 2000	29,720,830.62	February 2005	12,194,770.45
September 2000	29,339,709.74	March 2005	11,954,854.37
October 2000	28,960,779.46	April 2005	11,719,466.14
November 2000	28,584,026.67	May 2005	11,488,522.18
December 2000	28,209,438.37	June 2005	11,261,940.40
January 2001	27,837,001.60	July 2005	11,039,640.21
February 2001	27,466,703.48	August 2005	10,821,542.51
March 2001	27,098,531.22	September 2005	10,607,569.63
April 2001	26,732,472.12	October 2005	10,397,645.31
May 2001	26,368,513.48	November 2005	10,191,694.69
June 2001	26,006,642.80	December 2005	9,989,644.30
July 2001	25,646,847.56	January 2006	9,791,421.96
August 2001	25,289,115.34	February 2006	9,596,956.85
September 2001	24,933,433.79	March 2006	9,406,179.41
October 2001	24,579,790.62	April 2006	9,219,021.40
November 2001	24,228,173.67	May 2006	9,035,415.77
December 2001	23,878,570.79	June 2006	8,855,296.74
January 2002	23,530,969.93	July 2006	8,678,599.69
February 2002	23,185,359.09	August 2006	8,505,261.22

<u>Distribution Date</u>	<u>SK Class Notional Planned Balance</u>
September 2006....	\$ 8,335,219.07
October 2006	8,168,412.10
November 2006	8,004,780.33
December 2006	7,844,264.85
January 2007	7,686,807.82
February 2007	7,532,352.47
March 2007	7,380,843.09
April 2007.....	7,232,224.93
May 2007	7,086,444.30
June 2007	6,943,448.48
July 2007	6,803,185.69
August 2007.....	6,665,605.11
September 2007....	6,530,656.85
October 2007	6,398,291.96
November 2007	6,268,462.37
December 2007	6,141,120.85
January 2008	6,016,221.10
February 2008	5,893,717.63
March 2008	5,773,565.78
April 2008.....	5,655,721.75
May 2008	5,540,142.49
June 2008	5,426,785.76
July 2008	5,315,610.12
August 2008	5,206,574.84
September 2008....	5,099,640.00
October 2008	4,994,766.36
November 2008	4,891,915.42
December 2008	4,791,049.39
January 2009	4,692,131.15
February 2009	4,595,124.31
March 2009	4,499,993.10
April 2009.....	4,406,702.45
May 2009	4,315,217.86
June 2009	4,225,505.57
July 2009	4,137,532.36
August 2009	4,051,265.67
September 2009....	3,966,673.47
October 2009	3,883,724.40
November 2009	3,802,387.63
December 2009	3,722,632.92
January 2010	3,644,430.55
February 2010	3,567,751.41
March 2010	3,492,566.83
April 2010.....	3,418,848.80
May 2010	3,346,569.69
June 2010	3,275,702.48
July 2010	3,206,220.59
August 2010	3,138,097.93
September 2010....	3,071,308.96
October 2010	3,005,828.51
November 2010	2,941,631.97
December 2010	2,878,695.11
January 2011	2,816,994.18
February 2011	2,756,505.86
March 2011	2,697,207.29
April 2011.....	2,639,075.97

<u>Distribution Date</u>	<u>SK Class Notional Planned Balance</u>
May 2011	\$ 2,582,089.89
June 2011	2,526,227.38
July 2011	2,471,467.21
August 2011	2,417,788.53
September 2011....	2,365,170.89
October 2011	2,313,594.19
November 2011	2,263,038.73
December 2011	2,213,485.14
January 2012	2,164,914.46
February 2012	2,117,308.01
March 2012	2,070,647.54
April 2012.....	2,024,915.08
May 2012	1,980,092.97
June 2012	1,936,163.98
July 2012	1,893,111.10
August 2012	1,850,917.67
September 2012....	1,809,567.33
October 2012	1,769,044.05
November 2012	1,729,332.07
December 2012	1,690,415.93
January 2013	1,652,280.47
February 2013	1,614,910.79
March 2013	1,578,292.26
April 2013.....	1,542,410.57
May 2013	1,507,251.63
June 2013	1,472,801.64
July 2013	1,439,047.01
August 2013	1,405,974.47
September 2013....	1,373,570.93
October 2013	1,341,823.60
November 2013	1,310,719.91
December 2013	1,280,247.51
January 2014	1,250,394.27
February 2014	1,221,148.33
March 2014	1,192,498.02
April 2014.....	1,164,431.89
May 2014	1,136,938.69
June 2014	1,110,007.42
July 2014	1,083,627.25
August 2014	1,057,787.57
September 2014....	1,032,477.95
October 2014	1,007,688.19
November 2014	983,408.23
December 2014	959,628.26
January 2015	936,338.57
February 2015	913,529.73
March 2015	891,192.40
April 2015.....	869,317.47
May 2015	847,895.96
June 2015	826,919.13
July 2015	806,378.31
August 2015	786,265.04
September 2015....	766,571.05
October 2015	747,288.14
November 2015	728,408.34
December 2015	709,923.82

<u>Distribution Date</u>	<u>SK Class Notional Planned Balance</u>	<u>Distribution Date</u>	<u>SK Class Notional Planned Balance</u>
January 2016	\$ 691,826.85	November 2019	\$ 171,336.09
February 2016	674,109.91	December 2019	164,951.93
March 2016	656,765.55	January 2020	158,715.59
April 2016	639,786.52	February 2020	152,624.06
May 2016	623,165.68	March 2020	146,674.39
June 2016	606,896.02	April 2020	140,863.68
July 2016	590,970.69	May 2020	135,189.09
August 2016	575,382.93	June 2020	129,647.82
September 2016	560,126.11	July 2020	124,237.18
October 2016	545,193.81	August 2020	118,954.45
November 2016	530,579.59	September 2020	113,797.03
December 2016	516,277.21	October 2020	108,762.31
January 2017	502,280.60	November 2020	103,847.81
February 2017	488,583.68	December 2020	99,051.02
March 2017	475,180.59	January 2021	94,369.50
April 2017	462,065.52	February 2021	89,800.88
May 2017	449,232.81	March 2021	85,342.85
June 2017	436,676.87	April 2021	80,993.07
July 2017	424,392.25	May 2021	76,749.32
August 2017	412,373.56	June 2021	72,609.40
September 2017	400,615.58	July 2021	68,571.15
October 2017	389,113.12	August 2021	64,632.42
November 2017	377,861.12	September 2021	60,791.17
December 2017	366,854.61	October 2021	57,045.34
January 2018	356,088.73	November 2021	53,392.94
February 2018	345,558.68	December 2021	49,832.01
March 2018	335,259.80	January 2022	46,360.63
April 2018	325,187.45	February 2022	42,976.90
May 2018	315,337.15	March 2022	39,679.01
June 2018	305,704.44	April 2022	36,465.11
July 2018	296,285.01	May 2022	33,333.46
August 2018	287,074.55	June 2022	30,282.29
September 2018	278,068.94	July 2022	27,309.92
October 2018	269,264.03	August 2022	24,414.66
November 2018	260,655.83	September 2022	21,594.88
December 2018	252,240.37	October 2022	18,848.96
January 2019	244,013.80	November 2022	16,175.33
February 2019	235,972.31	December 2022	13,572.46
March 2019	228,112.18	January 2023	11,038.80
April 2019	220,429.75	February 2023	8,572.89
May 2019	212,921.47	March 2023	6,173.26
June 2019	205,583.78	April 2023	3,838.53
July 2019	198,413.25	May 2023	1,567.23
August 2019	191,406.51	June 2023 and thereafter	0.00
September 2019	184,560.23		
October 2019	177,871.14		

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.

TABLE OF CONTENTS

	<u>Page</u>
Prospectus Supplement	
Table of Contents.....	S- 3
Reference Sheet	S- 4
Additional Risk Factors.....	S- 8
Description of the Certificates	S- 8
Certain Additional Federal Income Tax Consequences	S-29
Plan of Distribution	S-32
Legal Matters	S-32
Schedule 1	A- 1
Exhibit A	A- 2
Principal Balance Schedule.....	B- 1

GNMA Prospectus

Prospectus Supplement	2
Summary of Prospectus.....	3
Risk Factors	8
Description of the Certificates	10
The Trust Agreement	22
GNMA and the GNMA Programs	24
Certain Federal Income Tax Consequences	25
Legal Investment Considerations	37
Legal Opinion.....	37
ERISA Considerations	37
Glossary.....	39

REMIC Prospectus

Prospectus Supplement	2
Summary of Prospectus.....	3
Risk Factors	8
Description of the Certificates	10
The Trust Agreement	23
Certain Federal Income Tax Consequences	25
Legal Investment Considerations	37
Legal Opinion.....	37
ERISA Considerations	37
Glossary.....	39

\$492,182,392



FannieMae

Guaranteed REMIC

Pass-Through Certificates

Fannie Mae REMIC Trust 1997-66

PROSPECTUS SUPPLEMENT

Merrill Lynch & Co.

August 13, 1997