

\$1,000,000,000



FannieMae

Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 1998-55

The Guaranteed REMIC Pass-Through Certificates offered hereby (the "REMIC Certificates") will represent beneficial ownership interests in Fannie Mae REMIC Trust 1998-55 (the "Trust"). The assets of the Trust will consist of certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates described herein (the "MBS"). Each MBS represents a beneficial ownership interest in a pool of first lien, single-family, fixed-rate residential mortgage loans (the "Mortgage Loans") having the characteristics described herein. The Certificates will be issued and guaranteed as to timely distribution of principal and interest by Fannie Mae.

This Prospectus Supplement is intended to be used only in conjunction with the REMIC Prospectus (defined herein). Investors should not purchase the Certificates before reading this Prospectus Supplement, the REMIC Prospectus and the additional Disclosure Documents (defined herein). Such documents may be obtained as described on page S-2.

See "Additional Risk Factors" on page S-6 hereof and "Certain Risk Factors" beginning on page 10 of the REMIC Prospectus 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)	Original Class Balance	Principal Type(2)	Interest Rate	Interest Type(2)	CUSIP Number	Final Distribution Date
A	\$600,000,000	TAC	6.50%	FIX	31359UUY9	September 2028
BA	132,113,392	SEG(TAC)/PAC	6.50	FIX	31359UUZ6	September 2028
BD	87,730,000	SEG(TAC)/PAC	6.50	FIX	31359UVA0	September 2028
BC	130,156,608	SEG(TAC)/SUP	6.50	FIX	31359UVB8	September 2028
FC	22,941,000	SEG(SCH)/SUP	(3)	FLT	31359UVC6	September 2028
SC	7,059,000	SEG(SCH)/SUP	(3)	INV	31359UVD4	September 2028
Z	20,000,000	SUP	6.50	FIX/Z	31359UVE2	September 2028
R	0	NPR	0	NPR	31359UVF9	September 2028

- (1) The B and C Classes are RCR Classes. See "Description of the Certificates—Combination and Recombination" herein and Schedule I hereto 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 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.

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 of 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 Certificates, except for the R Class, will be available through the book-entry system of the Federal Reserve Banks on or about August 28, 1998 (the "Settlement Date"). It is expected that the R Class in registered, certificated form will be available for delivery at the offices of the Dealer, New York, New York, on or about the Settlement Date.

Merrill Lynch & Co.

August 10, 1998

(Cover continued from previous page)

Certain of the REMIC Certificates may, upon notice and payment of an exchange fee, be exchanged for the related 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 REMIC Certificates. Certain characteristics of the RCR Certificates 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 RCR Certificates. See “Description of the Certificates—Combination and Recombination” herein and Schedule 1 hereto.

The yields to investors in the Classes will be sensitive in varying degrees to, among other things, the rate of principal distributions on the MBS, which in turn will be determined by the rate of principal payments of the Mortgage Loans and the characteristics of such Mortgage Loans. 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 Index (as defined herein). Accordingly, investors should consider the following risks:

- The Mortgage Loans generally may be prepaid at any time without penalty, and, accordingly, the rate of principal payments thereon is likely to vary considerably from time to time.
- Slight variations in Mortgage Loan characteristics could substantially affect the weighted average lives and yields of some or all of the Classes.
- In the case of any Certificates purchased at a discount to their principal amounts, a slower than anticipated rate of principal payments is likely to result in a lower than anticipated yield.
- In the case of any Certificates purchased at a premium to their principal amounts, a faster than anticipated rate of principal payments is likely to result in a lower than anticipated yield.
- The yield on any Floating Rate or Inverse Floating Rate Class will be sensitive to the level of the Index. See “Description of the Certificates—Distributions of Interest—Floating Rate and Inverse Floating Rate Classes” herein.

See “Certain Risk Factors—Yield Considerations” in the REMIC Prospectus and “Additional Risk Factors—Additional Yield and Prepayment Considerations” and “Description of the Certificates—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 “Certain 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 or the MBS Prospectus (each as defined below). Any representation to the contrary is a criminal offense.

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

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

- Fannie Mae’s Prospectus for Guaranteed REMIC Pass-Through Certificates dated November 12, 1997 (the “REMIC Prospectus”);
- Fannie Mae’s Prospectus for Guaranteed Mortgage Pass-Through Certificates dated August 1, 1997 (the “MBS Prospectus”); and
- Fannie Mae’s Information Statement dated March 31, 1998 and any supplements thereto (collectively, the “Information Statement”).

The Information Statement is 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 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>Accrual Amount</i>	S-11
Additional Risk Factors	S- 6	Structuring Assumptions	S-12
Additional Yield and Prepayment Considerations	S- 6	<i>Pricing Assumptions</i>	S-12
Description of the Certificates	S- 6	<i>Prepayment Assumptions</i>	S-12
General	S- 6	<i>Structuring Ranges and Rates</i>	S-13
<i>Structure</i>	S- 6	<i>Initial Effective Ranges</i>	S-13
<i>Fannie Mae Guaranty</i>	S- 6	Yield Table	S-14
<i>Characteristics of Certificates</i>	S- 7	<i>General</i>	S-14
<i>Authorized Denominations</i>	S- 7	<i>The Inverse Floating Rate Class</i>	S-14
<i>Distribution Dates</i>	S- 7	Weighted Average Lives of the Certificates	S-15
<i>Record Date</i>	S- 7	Decrement Tables	S-16
<i>REMIC Trust Factors</i>	S- 7	Characteristics of the R Class	S-18
<i>Optional Termination</i>	S- 7	Certain Additional Federal Income Tax Consequences	S-18
Combination and Recombination	S- 7	REMIC Election and Special Tax Attributes	S-18
<i>General</i>	S- 7	Taxation of Beneficial Owners of Regular Certificates	S-18
<i>Procedures</i>	S- 8	Taxation of Beneficial Owners of Residual Certificates	S-19
<i>Additional Considerations</i>	S- 8	Taxation of Beneficial Owners of RCR Certificates	S-19
The MBS	S- 8	<i>General</i>	S-19
Final Data Statement	S- 9	<i>Combination RCR Classes</i>	S-19
Distributions of Interest	S- 9	<i>Exchanges</i>	S-19
<i>Categories of Classes</i>	S- 9	Plan of Distribution	S-19
<i>General</i>	S- 9	<i>General</i>	S-19
<i>Interest Accrual Periods</i>	S-10	<i>Increase in Certificates</i>	S-20
<i>Accrual Class</i>	S-10	Legal Matters	S-20
<i>Floating Rate and Inverse Floating Rate Classes</i>	S-10	Schedule 1	A- 1
Calculation of LIBOR	S-10	Principal Balance Schedules	B- 1
Distributions of Principal	S-11		
<i>Categories of Classes</i>	S-11		
<i>Principal Distribution Amount</i>	S-11		
<i>Cash Flow Distribution Amount</i> ...	S-11		

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 (as of August 1, 1998)

<u>Approximate Principal Balance</u>	<u>Original Term to Maturity (in months)</u>	<u>Approximate Weighted Average Remaining Term to Maturity (in months)</u>	<u>Approximate Calculated Loan Age (in months)</u>	<u>Approximate Weighted Average Coupon</u>
\$1,000,000,000	360	358	2	7.07%

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.

Combination and Recombination

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

Interest Rates

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

The Floating Rate and Inverse Floating Rate Classes will bear interest during the initial Interest Accrual Period at initial interest rates specified 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 (1)</u>
FC.....	6.12500%	8.50000%	0.50%	LIBOR + 50 basis points
SC.....	7.71871%	25.99936%	0.00%	25.99936% – (3.24989375 × LIBOR)

(1) LIBOR will be established on the basis of the “BBA Method”. See “Description of the Certificates—Calculation of LIBOR” herein.

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

Distributions of interest to be allocated from REMIC Certificates to RCR Certificates on any Distribution Date will be allocated on a pro rata basis.

Distributions of Principal

Principal Distribution Amount

Cash Flow Distribution Amount

1. To the A Class, to its Targeted Balance.
2. To the Aggregate Group I, to its Scheduled Balance.
3. To the Z Class, to zero.
4. To the Aggregate Group I, to zero.
5. To the A Class, to zero.

Accrual Amount

To the Aggregate Group I, to zero, and then to the Z Class.

For a description of the Aggregate Groups, see “Description of the Certificates—Distributions of Principal” herein.

Distributions of principal to be allocated from REMIC Certificates to RCR Certificates on any Distribution Date will be allocated on a pro rata basis.

Weighted Average Lives (years) *

<u>Class</u>	<u>PSA Prepayment Assumption</u>					
	<u>0%</u>	<u>90%</u>	<u>100%</u>	<u>175%</u>	<u>250%</u>	<u>500%</u>
A	17.0	12.0	12.0	10.9	8.8	5.1

<u>Class</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>175%</u>	<u>250%</u>	<u>500%</u>
BA	19.3	3.5	3.5	3.5	2.4
BC	26.9	11.7	5.7	2.5	1.3
FC, SC and C	28.3	17.7	4.7	1.3	0.7
Z	29.3	23.6	1.1	0.6	0.3
B	23.7	7.6	4.7	3.3	1.9

<u>Class</u>	<u>PSA Prepayment Assumption</u>						
	<u>0%</u>	<u>100%</u>	<u>135%</u>	<u>175%</u>	<u>212%</u>	<u>250%</u>	<u>500%</u>
BD	25.6	7.8	5.0	5.0	5.0	4.1	2.0

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

ADDITIONAL RISK FACTORS

Additional Yield and Prepayment Considerations

The rate of distributions of principal of the Classes will be sensitive in varying degrees to the rate of principal distributions on the MBS, which in turn will reflect the rate of amortization (including prepayments) of the related Mortgage Loans. There can be no assurance that the Mortgage Loans underlying the MBS will have the characteristics assumed herein. Because the rate of principal distributions on the 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.

It is highly unlikely that the Mortgage Loans underlying the MBS, 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 on or about the 25th day following the end of the related Interest Accrual Period and will not bear interest during such delay. No interest at all will be paid on any Class after its principal balance has been reduced to zero. As a result of the foregoing, the market 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 will be created pursuant to a trust agreement dated as of September 1, 1987, as supplemented by an issue supplement thereto dated as of August 1, 1998 (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 Class), will be designated as the “regular interests,” and the R Class will be designated as the “residual interest,” in the REMIC constituted by the Trust. The assets of the Trust will include the MBS.

Fannie Mae Guaranty. Fannie Mae guarantees to each holder of an MBS the timely payment of scheduled installments of principal of and interest on the underlying Mortgage Loans, whether or not received, together with the full principal balance of any foreclosed Mortgage Loan, whether or not such balance is actually recovered. In addition, Fannie Mae will be obligated to distribute on a timely basis to the Holders of Certificates required installments of principal and interest and to distribute the principal balance of each Class of Certificates in full no later than the applicable Final Distribution Date, whether or not sufficient funds are available in the 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 and “Description of Certificates—The Corporation’s Guaranty” in the MBS Prospectus.

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

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

The distribution to the Holder of the R Class of the proceeds of any remaining assets of the Trust 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 Certificate, will be issued in minimum denominations of \$1,000 and integral multiples of \$1 in excess thereof. The R Class will be issued as a single Certificate and will not have a principal balance.

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

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

REMIC Trust Factors. As soon as practicable following the eleventh calendar day of each month, Fannie Mae will publish or otherwise make available for each Class of Certificates the factor (carried to eight decimal places) which, when multiplied by the original principal balance of a Certificate of such Class, will equal the remaining principal balance of such Certificate after giving effect to the distribution of principal to be made on the following Distribution Date and any interest to be added as principal to the principal 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 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.

Combination and Recombination

General. Subject to the rules, regulations and procedures of the Federal Reserve Banks, all or a portion of the BA, BD, BC, FC and SC Classes of REMIC Certificates may be exchanged for a proportionate interest in one or more RCR Certificates as reflected on Schedule 1 hereto. Similarly, all or a portion of one or more RCR Certificates may be exchanged as reflected on Schedule 1, for certain REMIC Certificates. This process may occur repeatedly.

The RCR Certificates 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 REMIC Certificates, and the Holders of RCR Certificates will be treated as the beneficial owners of a proportionate interest in the related REMIC Certificates.

The Classes of REMIC Certificates and RCR Certificates that are outstanding at any given time, and the outstanding principal balances of such Classes, will depend upon distributions of principal of such Classes as well as any exchanges that occur. The 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 of the related Classes.

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 of the Certificates to be submitted for exchange, provided that the fee payable in connection with each exchange will in no event be 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.

Additional Considerations. The characteristics of RCR Certificates will reflect the characteristics of the REMIC Certificates used to form such RCR Certificates.

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 Certificates of the Class or of the related Classes in the proportions necessary to effect a desired exchange. A Holder that does not own Certificates of the related Classes in the necessary proportions may not be able to obtain the necessary REMIC Certificates or RCR Certificates, as applicable. The Holder of needed Certificates may refuse or be unable to sell at a reasonable price or any price, or certain Certificates 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.

The MBS

The MBS included in the group 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 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 of the MBS. The Mortgage Loans underlying the MBS will be conventional Level Payment Mortgage Loans secured by first mortgages or deeds of trust on one- to four-family ("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 MBS and the related Mortgage Loans as of August 1, 1998 (the “Issue Date”) are expected to be as follows:

MBS	
Aggregate Unpaid Principal Balance	\$1,000,000,000
MBS Pass-Through Rate	6.50%
Mortgage Loans	
Range of WACs (per annum percentages)	6.75% to 9.00%
Range of WAMs	241 months to 360 months
Approximate Weighted Average WAM	358 months
Approximate Weighted Average CAGE	2 months

Final Data Statement

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

Distributions of Interest

Categories of Classes

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

<u>Interest Type*</u>	<u>Classes</u>
Fixed Rate	A, BA, BD, BC and Z
Accrual	Z
Floating Rate	FC
Inverse Floating Rate	SC
No Payment Residual	R
RCR**	B and C

* 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 on each interest-bearing Certificate on a Distribution Date will consist of one month’s interest on the outstanding principal balance of such Certificate immediately prior to such Distribution Date.

Distributions of interest to be allocated from REMIC Certificates to RCR Certificates on any Distribution Date will be allocated on a pro rata basis.

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>
The Floating Rate and Inverse Floating Rate Classes (collectively, the “No Delay Classes”)	One month period ending on the day preceding the Distribution Date
The Fixed Rate 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 applicable 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 Aggregate Group I Balance (as described herein) 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.

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 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 index specified (the “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 the Index. Conversely, higher mortgage interest rates could occur concurrently with a decrease in the level of the Index.

The establishment of the 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 of the Floating Rate and Inverse Floating Rate Classes have been reduced to zero, Fannie Mae will establish LIBOR for the related Interest Accrual Period. LIBOR will be established on the basis of the “BBA Method”, as described in the REMIC Prospectus under “Description of the Certificates—Indices Applicable to Floating Rate and Inverse Floating Rate Classes—LIBOR.” With respect to the “BBA Method,” Interest Settlement Rates currently are based on rates quoted by sixteen BBA designated banks and are calculated by eliminating the four highest rates and the four lowest rates and averaging the eight remaining rates.

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 5.625%.

Distributions of Principal

Categories of Classes

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

<u>Principal Type*</u>	<u>Classes</u>
TAC**	A
Segment (TAC)†/PAC**	BA and BD
Support	Z
Segment (TAC)†/Support**	BC
Segment (SCH)†/Support**	FC and SC
No Payment Residual	R
RCR***	B and C

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

** The Principal Balance Schedules are set forth herein beginning on page B-1.

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

† A Segment Class (“SEG”) is a Class that, in whole or in part, is combined with one or more other Classes (or portions thereof) to form a “Segment Group” or an “Aggregate Group” for purposes of allocating certain principal distribution amounts. The parenthetical designation following the “SEG” designation (e.g., “(TAC),” “(PAC)” or “(SUP)”) relates to the Principal Type associated with the “Segment Group” or “Aggregate Group,” as applicable.

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 distributions of principal to be made on the MBS in the month of such Distribution Date (the “Cash Flow Distribution Amount”) and (ii) any interest accrued and added on such Distribution Date to the principal balance of the Accrual Class (the “Accrual Amount”).

Cash Flow Distribution Amount

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

- (i) to the A Class, until the principal balance thereof is reduced to its Targeted Balance for such Distribution Date; } TAC Class
- (ii) to the Aggregate Group I (as described below), until the Aggregate Group I Balance (as described below) is reduced to its Scheduled Balance for such Distribution Date; } Scheduled Group
- (iii) to the Z Class, until the principal balance thereof is reduced to zero; } Support Class
- (iv) to the Aggregate Group I, without regard to its Scheduled Balance and until the Aggregate Group I Balance is reduced to zero; and } Scheduled Group
- (v) to the A Class, without regard to its Targeted Balance and until the principal balance thereof is reduced to zero. } TAC Class

Accrual Amount

On each Distribution Date, the Accrual Amount will be distributed as principal of the Aggregate Group I, without regard to its Scheduled Balance and until the Aggregate Group I Balance is reduced to zero, and thereafter will be distributed as principal of the Z Class. } Aggregate Group and Accrual Class

The “Aggregate Group I” consists of the Aggregate Group II (as described below) and the FC and SC Classes, and any distribution of principal of the Aggregate Group I will be applied in the following order of priority:

first, to the Aggregate Group II, until the Aggregate Group II Balance (as described below) is reduced to its Targeted Balance for such Distribution Date;

second, concurrently, to the FC and SC Classes, pro rata (or 76.47% and 23.53%, respectively), until the principal balances thereof are reduced to zero; and

third, to the Aggregate Group II, without regard to its Targeted Balance and until the Aggregate Group II Balance is reduced to zero.

The “Aggregate Group I Balance” for any Distribution Date is equal to \$380,000,000 minus the sum of all amounts previously applied thereto as specified above.

The “Aggregate Group II” consists of the BA, BD and BC Classes, and any distribution of principal of the Aggregate Group II will be applied as follows:

first, to the BA Class, until the principal balance thereof is reduced to its Planned Balance for such Distribution Date;

second, to the BD Class, until the principal balance thereof is reduced to its Planned Balance for such Distribution Date;

third, to the BC Class, until the principal balance thereof is reduced to zero;

fourth, to the BD Class, without regard to its Planned Balance and until the principal balance thereof is reduced to zero; and

fifth, to the BA Class, without regard to its Planned Balance and until the principal balance thereof is reduced to zero.

The “Aggregate Group II Balance” for any Distribution Date is equal to \$350,000,000 minus the sum of all amounts previously applied thereto as specified above.

Distributions of principal to be allocated from REMIC Certificates to RCR Certificates on any Distribution Date will be allocated on a pro rata basis.

Structuring Assumptions

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

- the Mortgage Loans underlying the MBS have the original terms to maturity, remaining terms to maturity, CAGEs, and interest rates as specified herein under “Reference Sheet—Assumed Characteristics of the Mortgage Loans”;
- 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 August 28, 1998.

Prepayment Assumptions. Prepayments of mortgage loans commonly are measured relative to a prepayment standard or model. The model used herein is The Bond Market 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 Ranges and Rates. The Principal Balance Schedules have 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 applicable Structuring Ranges or at the rates set forth below.

<u>Principal Balance Schedule References</u>	<u>Related Classes and Groups (1)</u>	<u>Structuring Ranges and Rates</u>
Planned Balance	BA	Between 100% and 250%
Planned Balance	BD	Between 135% and 212%
Targeted Balance	A	90%
Targeted Balance	Aggregate Group II	175%
Scheduled Balance	Aggregate Group I	(2)

(1) The Structuring Range and Rate for the Aggregate Groups are associated with the Aggregate Balances but not with the individual balances of the related Classes.

(2) The Scheduled Balance relating to the Aggregate Group I has not been structured to hold at any *constant* percentage of PSA.

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

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

<u>Related Classes</u>	<u>Initial Effective Ranges</u>
BA	Between 100% and 250%
BD	Between 127% and 212%

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

Yield Table

General. The table below indicates the sensitivity of the pre-tax corporate bond equivalent yields to maturity of the SC Class to various constant percentages of PSA and to changes in the Index. The yields set forth in the table were calculated by determining the monthly discount rates that, when applied to the assumed streams of cash flows to be paid on the SC Class, would cause the discounted present value of such assumed streams of cash flows to equal the assumed aggregate purchase price of such Class 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 applicable Certificates will correspond to any of the pre-tax yields shown herein or that the aggregate purchase price of the applicable 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 Index will remain constant.*

The Inverse Floating Rate Class. The yield to investors in the Inverse Floating Rate Class will be sensitive 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.

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 such Index.

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

<u>Class</u>	<u>Price*</u>
SC.....	94.0%

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

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>175%</u>	<u>250%</u>	<u>500%</u>
3.625%	15.6%	15.6%	16.6%	19.7%	23.8%
5.625%	8.4%	8.5%	9.6%	13.0%	17.3%
7.625%	1.5%	1.6%	2.7%	6.4%	10.9%
8.000%	0.3%	0.4%	1.5%	5.2%	9.8%

Weighted Average Lives of the Certificates

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

In general, the weighted average lives of the Certificates will be shortened if the level of prepayments of principal of the 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 sequences of distributions of principal of the Classes. The weighted average lives of the Classes will also depend on the distribution of principal of certain Classes in accordance with the Principal Balance Schedules. 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 term to maturity and bear interest at the per annum rate specified below:

<u>Original Term to Maturity</u>	<u>Remaining Term to Maturity</u>	<u>Interest Rate</u>
360 months	360 months	9.0%

It is not likely that (i) all of the underlying Mortgage Loans will have the interest rates, CAGEs or remaining terms to maturity assumed or (ii) the underlying Mortgage Loans will prepay at a constant PSA level. In addition, the diverse remaining terms to maturity of the Mortgage Loans 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 CAGEs of the Mortgage Loans are identical to the distributions of the remaining terms to maturity and CAGEs specified in the Pricing Assumptions.

Percent of Original Principal Balances Outstanding

Date	A Class						BA Class					BD Class						
	PSA Prepayment Assumption						PSA Prepayment Assumption					PSA Prepayment Assumption						
	0%	90%	100%	175%	250%	500%	0%	100%	175%	250%	500%	0%	100%	135%	175%	212%	250%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
August 1999	99	97	97	97	97	97	100	100	100	100	100	100	100	100	100	100	100	100
August 2000	98	93	93	93	93	93	99	83	83	83	83	100	100	91	91	91	91	50
August 2001	96	87	87	87	87	83	98	60	60	60	0	100	100	77	77	77	77	0
August 2002	95	81	81	81	81	57	97	38	38	38	0	100	100	65	65	65	65	0
August 2003	93	76	76	76	76	39	95	17	17	17	0	100	100	55	55	55	24	0
August 2004	91	70	70	70	69	27	94	0	0	0	0	100	97	45	45	45	0	0
August 2005	89	66	66	66	58	19	92	0	0	0	0	100	70	13	13	13	0	0
August 2006	87	61	61	61	48	13	91	0	0	0	0	100	44	0	0	0	0	0
August 2007	85	56	56	56	40	9	89	0	0	0	0	100	19	0	0	0	0	0
August 2008	82	52	52	52	34	6	87	0	0	0	0	100	0	0	0	0	0	0
August 2009	80	48	48	46	28	4	85	0	0	0	0	100	0	0	0	0	0	0
August 2010	77	44	44	40	23	3	83	0	0	0	0	100	0	0	0	0	0	0
August 2011	73	41	41	35	19	2	81	0	0	0	0	100	0	0	0	0	0	0
August 2012	70	37	37	30	16	1	79	0	0	0	0	100	0	0	0	0	0	0
August 2013	66	34	34	26	13	1	76	0	0	0	0	100	0	0	0	0	0	0
August 2014	61	31	31	23	10	1	74	0	0	0	0	100	0	0	0	0	0	0
August 2015	56	28	28	19	9	*	71	0	0	0	0	100	0	0	0	0	0	0
August 2016	51	25	25	16	7	*	68	0	0	0	0	100	0	0	0	0	0	0
August 2017	45	22	22	14	6	*	64	0	0	0	0	100	0	0	0	0	0	0
August 2018	39	20	20	12	4	*	61	0	0	0	0	100	0	0	0	0	0	0
August 2019	32	17	17	10	3	*	57	0	0	0	0	100	0	0	0	0	0	0
August 2020	25	15	15	8	3	*	53	0	0	0	0	100	0	0	0	0	0	0
August 2021	17	13	13	6	2	*	49	0	0	0	0	100	0	0	0	0	0	0
August 2022	11	11	11	5	2	*	31	0	0	0	0	100	0	0	0	0	0	0
August 2023	9	9	9	4	1	*	0	0	0	0	0	86	0	0	0	0	0	0
August 2024	7	7	7	3	1	*	0	0	0	0	0	18	0	0	0	0	0	0
August 2025	5	5	5	2	1	*	0	0	0	0	0	0	0	0	0	0	0	0
August 2026	3	3	3	1	*	*	0	0	0	0	0	0	0	0	0	0	0	0
August 2027	1	1	1	*	*	*	0	0	0	0	0	0	0	0	0	0	0	0
August 2028	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	17.0	12.0	12.0	10.9	8.8	5.1	19.3	3.5	3.5	3.5	2.4	25.6	7.8	5.0	5.0	5.0	4.1	2.0

Date	BC Class					FC, SC and C Classes					Z Class					B Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	175%	250%	500%	0%	100%	175%	250%	500%	0%	100%	175%	250%	500%	0%	100%	175%	250%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
August 1999	99	90	88	88	77	100	100	96	95	0	107	107	62	0	0	100	100	96	96	92
August 2000	99	89	84	72	0	100	100	85	0	0	114	114	0	0	0	99	89	85	81	44
August 2001	99	89	71	31	0	100	100	68	0	0	121	121	0	0	0	99	81	68	53	0
August 2002	99	89	62	*	0	100	100	54	0	0	130	130	0	0	0	98	72	54	31	0
August 2003	99	89	55	0	0	100	100	41	0	0	138	138	0	0	0	98	65	41	13	0
August 2004	99	89	50	0	0	100	100	30	0	0	148	148	0	0	0	97	57	30	0	0
August 2005	99	89	47	0	0	100	100	21	0	0	157	157	0	0	0	97	50	21	0	0
August 2006	99	89	35	0	0	100	100	13	0	0	168	168	0	0	0	96	44	13	0	0
August 2007	99	89	18	0	0	100	100	7	0	0	179	179	0	0	0	95	38	7	0	0
August 2008	99	86	4	0	0	100	100	1	0	0	191	191	0	0	0	95	32	1	0	0
August 2009	99	71	0	0	0	100	100	0	0	0	204	204	0	0	0	94	26	0	0	0
August 2010	99	57	0	0	0	100	100	0	0	0	218	218	0	0	0	93	21	0	0	0
August 2011	99	44	0	0	0	100	100	0	0	0	232	232	0	0	0	92	16	0	0	0
August 2012	99	31	0	0	0	100	100	0	0	0	248	248	0	0	0	92	12	0	0	0
August 2013	99	19	0	0	0	100	100	0	0	0	264	264	0	0	0	91	7	0	0	0
August 2014	99	7	0	0	0	100	100	0	0	0	282	282	0	0	0	90	3	0	0	0
August 2015	99	0	0	0	0	100	83	0	0	0	301	301	0	0	0	89	0	0	0	0
August 2016	99	0	0	0	0	100	36	0	0	0	321	321	0	0	0	87	0	0	0	0
August 2017	99	0	0	0	0	100	0	0	0	0	343	328	0	0	0	86	0	0	0	0
August 2018	99	0	0	0	0	100	0	0	0	0	366	285	0	0	0	85	0	0	0	0
August 2019	99	0	0	0	0	100	0	0	0	0	390	245	0	0	0	83	0	0	0	0
August 2020	99	0	0	0	0	100	0	0	0	0	416	208	0	0	0	82	0	0	0	0
August 2021	99	0	0	0	0	100	0	0	0	0	444	174	0	0	0	80	0	0	0	0
August 2022	99	0	0	0	0	100	0	0	0	0	474	142	0	0	0	73	0	0	0	0
August 2023	99	0	0	0	0	100	0	0	0	0	506	113	0	0	0	58	0	0	0	0
August 2024	99	0	0	0	0	100	0	0	0	0	539	86	0	0	0	41	0	0	0	0
August 2025	60	0	0	0	0	100	0	0	0	0	576	61	0	0	0	22	0	0	0	0
August 2026	4	0	0	0	0	100	0	0	0	0	614	38	0	0	0	1	0	0	0	0
August 2027	0	0	0	0	0	0	0	0	0	0	419	16	0	0	0	0	0	0	0	0
August 2028	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	26.9	11.7	5.7	2.5	1.3	28.3	17.7	4.7	1.3	0.7	29.3	23.6	1.1	0.6	0.3	23.7	7.6	4.7	3.3	1.9

* 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.

Characteristics of the R Class

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

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

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

CERTAIN ADDITIONAL FEDERAL INCOME TAX CONSEQUENCES

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

REMIC Election and Special Tax Attributes

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

As a consequence of the qualification of the Trust as a REMIC, the 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 Class, as “qualified mortgages” for other REMICs. See “Certain Federal Income Tax Consequences—Special Tax Attributes” in the REMIC Prospectus.

Taxation of Beneficial Owners of Regular Certificates

The 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 175% PSA. See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Original Issue Discount*” in the REMIC Prospectus. No

representation is made as to whether the Mortgage Loans underlying the MBS will prepay at that rate or any other rate. See “Description of the Certificates—Weighted Average Lives of the Certificates” herein and “Description of the Certificates—Weighted Average Life and Final Distribution Dates” in the REMIC Prospectus. In addition, certain Classes of 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.

Taxation of Beneficial Owners of Residual Certificates

For purposes of determining the portion of the taxable income of the Trust that generally will not be treated as excess inclusions, the rate to be used is 6.71% (which is 120% of the “federal long-term rate”). See “Certain Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates—*Excess Inclusions*” and “—Foreign Investors—*Residual Certificates*” in the REMIC Prospectus.

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. The RCR Certificates (the “Combination RCR Certificates”) will represent beneficial ownership of undivided interests in two or more underlying Regular Certificates.

The B and C Classes are Combination RCR Classes.

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 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 value 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 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 Classes in addition to those contemplated as of the date hereof. In such event, the related MBS will be increased in principal balance, but it is expected that all such additional MBS will have the same characteristics as described herein under “Description of the Certificates—The MBS.” The proportion that the original principal balance of each Class bears to the aggregate original principal balance of all Classes will remain the same. In addition, the dollar amounts reflected in the Principal Balance Schedules will be increased in a pro rata amount that corresponds to the increase of the principal balances of the applicable Classes and Groups.

LEGAL MATTERS

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

Available Recombinations (1)

REMIC Certificates		RCR Certificates						
Class	Original Principal Balance	RCR Class	Original Principal Balance	Interest Rate	Interest Type (2)	Principal Type (2)	CUSIP Number	Final Distribution Date
BA	\$132,113,392	B	\$350,000,000	6.50%	FIX	SEG (TAC) /TAC	31359UVG7	September 2028
BD	87,730,000							
BC	130,156,608							
FC	22,941,000	C	30,000,000	6.50	FIX	SEG (SCH) /SUP	31359UVH5	September 2028
SC	7,059,000							

(1) The 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 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.

Principal Balance Schedules

<u>Distribution Date</u>	<u>A Class Targeted Balance</u>	<u>Aggregate Group I Scheduled Balance</u>	<u>Aggregate Group II Targeted Balance</u>	<u>BA Class Planned Balance</u>	<u>BD Class Planned Balance</u>	<u>B Class Targeted Balance</u>
Initial Balance	\$600,000,000.00	\$380,000,000.00	\$350,000,000.00	\$132,113,392.00	\$87,730,000.00	\$350,000,000.00
September 1998	599,237,959.78	379,293,436.17	349,249,436.82	132,113,392.00	87,730,000.00	349,249,436.82
October 1998	598,383,257.92	378,459,055.71	348,481,531.68	132,113,392.00	87,730,000.00	348,481,531.68
November 1998	597,436,105.32	377,497,165.09	347,597,107.71	132,113,392.00	87,730,000.00	347,597,107.71
December 1998	596,396,756.05	376,408,174.23	346,596,002.78	132,113,392.00	87,730,000.00	346,596,002.78
January 1999	595,265,507.25	375,192,596.53	345,478,685.29	132,113,392.00	87,730,000.00	345,478,685.29
February 1999	594,042,699.13	373,851,048.67	344,245,721.10	132,113,392.00	87,730,000.00	344,245,721.10
March 1999	592,728,714.76	372,384,250.40	342,897,770.39	132,113,392.00	87,730,000.00	342,897,770.39
April 1999	591,323,980.00	370,793,024.10	341,435,587.28	132,113,392.00	87,730,000.00	341,435,587.28
May 1999	589,828,963.23	369,078,294.27	339,860,019.35	132,113,392.00	87,730,000.00	339,860,019.35
June 1999	588,244,175.20	367,241,086.84	338,172,007.03	132,113,392.00	87,730,000.00	338,172,007.03
July 1999	586,570,168.76	365,282,528.44	336,372,582.89	132,113,392.00	87,730,000.00	336,372,582.89
August 1999	584,807,538.54	363,203,845.44	334,462,870.80	132,113,392.00	87,730,000.00	334,462,870.80
September 1999	582,956,920.65	361,006,362.90	332,444,084.96	132,113,392.00	87,730,000.00	332,444,084.96
October 1999	581,018,992.37	358,691,503.45	330,317,528.85	130,445,884.91	87,270,950.98	330,317,528.85
November 1999	578,994,471.68	356,260,785.92	328,084,594.05	128,705,134.34	86,778,766.75	328,084,594.05
December 1999	576,884,116.91	353,715,824.00	325,746,758.90	126,891,891.80	86,254,174.15	325,746,758.90
January 2000	574,688,726.29	351,058,324.64	323,305,587.16	125,006,950.13	85,697,944.07	323,305,587.16
February 2000	572,409,137.43	348,290,086.40	320,762,726.40	123,051,142.99	85,110,890.46	320,762,726.40
March 2000	570,046,226.82	345,412,997.67	318,119,906.48	121,025,344.15	84,493,869.37	318,119,906.48
April 2000	567,600,909.30	342,429,034.77	315,378,937.70	118,930,466.91	83,847,777.84	315,378,937.70
May 2000	565,074,137.50	339,340,259.93	312,541,709.06	116,767,463.33	83,173,552.78	312,541,709.06
June 2000	562,466,901.20	336,148,819.18	308,198,057.32	114,537,323.54	82,213,306.05	308,198,057.32
July 2000	559,780,226.70	332,856,940.06	303,612,300.56	112,241,074.94	81,218,765.00	303,612,300.56
August 2000	557,015,176.21	329,466,929.34	298,893,706.50	109,879,781.41	80,191,171.14	298,893,706.50
September 2000	554,172,847.08	325,981,170.56	294,046,774.19	107,454,542.43	79,131,807.09	294,046,774.19
October 2000	551,254,371.15	322,402,121.44	289,076,136.83	104,966,492.25	78,041,994.89	289,076,136.83
November 2000	548,260,913.97	318,732,311.28	283,986,555.33	102,416,798.93	76,923,094.26	283,986,555.33
December 2000	545,193,674.04	314,974,338.23	278,782,911.50	99,806,663.41	75,776,500.86	278,782,911.50
January 2001	542,139,920.04	311,249,479.36	273,643,311.25	97,210,279.59	74,649,296.25	273,643,311.25
February 2001	539,099,588.90	307,557,484.06	268,567,100.39	94,627,562.86	73,541,267.08	268,567,100.39
March 2001	536,072,617.81	303,898,103.53	263,553,631.03	92,058,429.01	72,452,248.70	263,553,631.03
April 2001	533,058,944.30	300,271,090.78	258,602,261.51	89,502,794.26	71,382,078.12	258,602,261.51
May 2001	530,058,506.13	296,676,200.61	253,712,356.41	86,960,575.27	70,330,593.71	253,712,356.41
June 2001	527,071,241.38	293,113,189.60	248,883,286.43	84,431,689.11	69,297,635.20	248,883,286.43
July 2001	524,097,088.42	289,581,816.08	244,114,428.36	81,916,053.29	68,283,043.65	244,114,428.36
August 2001	521,135,985.87	286,081,840.17	239,405,165.00	79,413,585.71	67,286,661.47	239,405,165.00
September 2001	518,187,872.66	282,613,023.69	234,754,885.13	76,924,204.70	66,308,332.38	234,754,885.13
October 2001	515,252,688.00	279,175,130.24	230,162,983.45	74,447,829.00	65,347,901.44	230,162,983.45
November 2001	512,330,371.36	275,767,925.09	225,628,860.48	71,984,377.77	64,405,214.99	225,628,860.48
December 2001	509,420,862.52	272,391,175.24	221,151,922.60	69,533,770.56	63,480,120.68	221,151,922.60
January 2002	506,524,101.50	269,044,649.38	216,731,581.87	67,095,927.33	62,572,467.44	216,731,581.87
February 2002	503,640,028.62	265,728,117.88	212,367,256.10	64,670,768.46	61,682,105.48	212,367,256.10
March 2002	500,768,584.47	262,441,352.78	208,058,368.72	62,258,214.72	60,808,886.27	208,058,368.72
April 2002	497,909,709.91	259,184,127.78	203,804,348.70	59,858,187.26	59,952,662.55	203,804,348.70
May 2002	495,063,346.07	255,956,218.23	199,604,630.61	57,470,607.65	59,113,288.30	199,604,630.61
June 2002	492,229,434.36	252,757,401.09	195,458,654.47	55,095,397.83	58,290,618.75	195,458,654.47
July 2002	489,407,916.45	249,587,454.98	191,365,865.73	52,732,480.17	57,484,510.35	191,365,865.73
August 2002	486,598,734.29	246,446,160.10	187,325,715.23	50,381,777.38	56,694,820.78	187,325,715.23
September 2002	483,801,830.07	243,333,298.28	183,337,659.10	48,043,212.59	55,921,408.91	183,337,659.10

<u>Distribution Date</u>	<u>A Class Targeted Balance</u>	<u>Aggregate Group I Scheduled Balance</u>	<u>Aggregate Group II Targeted Balance</u>	<u>BA Class Planned Balance</u>	<u>BD Class Planned Balance</u>	<u>B Class Targeted Balance</u>
October 2002	\$481,017,146.28	\$240,248,652.91	\$179,401,158.80	\$ 45,716,709.31	\$55,164,134.85	\$179,401,158.80
November 2002	478,244,625.65	237,192,008.97	175,515,680.98	43,402,191.40	54,422,859.88	175,515,680.98
December 2002	475,484,211.18	234,163,153.01	171,680,697.48	41,099,583.14	53,697,446.46	171,680,697.48
January 2003	472,735,846.14	231,161,873.14	167,895,685.25	38,808,809.17	52,987,758.25	167,895,685.25
February 2003	469,999,474.06	228,187,958.99	164,160,126.37	36,529,794.50	52,293,660.06	164,160,126.37
March 2003	467,275,038.70	225,241,201.74	160,473,507.88	34,262,464.51	51,615,017.87	160,473,507.88
April 2003	464,562,484.13	222,321,394.11	156,835,321.88	32,006,744.96	50,951,698.80	156,835,321.88
May 2003	461,861,754.64	219,428,330.30	153,245,065.38	29,762,561.97	50,303,571.13	153,245,065.38
June 2003	459,172,794.77	216,561,806.03	149,702,240.24	27,529,842.04	49,670,504.26	149,702,240.24
July 2003	456,495,549.35	213,721,618.50	146,206,353.21	25,308,512.00	49,052,368.71	146,206,353.21
August 2003	453,829,963.44	210,907,566.41	142,756,915.85	23,098,499.08	48,449,036.15	142,756,915.85
September 2003	451,175,982.35	208,119,449.90	139,353,444.44	20,899,730.83	47,860,379.32	139,353,444.44
October 2003	448,533,551.66	205,357,070.59	135,995,459.97	18,712,135.20	47,286,272.08	135,995,459.97
November 2003	445,902,617.17	202,620,231.54	132,682,488.14	16,535,640.45	46,726,589.39	132,682,488.14
December 2003	443,283,124.96	199,908,737.26	129,414,059.22	14,370,175.23	46,181,207.29	129,414,059.22
January 2004	440,675,021.34	197,222,393.67	126,189,708.06	12,215,668.50	45,650,002.87	126,189,708.06
February 2004	438,078,252.87	194,561,008.13	123,008,974.09	10,072,049.60	45,132,854.34	123,008,974.09
March 2004	435,492,766.36	191,924,389.38	119,871,401.18	7,939,248.21	44,629,640.93	119,871,401.18
April 2004	432,918,508.86	189,312,347.59	116,776,537.69	5,817,194.33	44,140,242.95	116,776,537.69
May 2004	430,355,427.66	186,724,694.30	113,723,936.33	3,705,818.34	43,664,541.73	113,723,936.33
June 2004	427,803,470.31	184,161,242.42	110,713,154.25	1,605,050.92	43,202,419.66	110,713,154.25
July 2004	425,262,584.57	181,621,806.26	107,743,752.86	0.00	42,268,583.26	107,743,752.86
August 2004	422,732,718.47	179,106,201.44	104,815,297.88	0.00	39,753,513.91	104,815,297.88
September 2004	420,213,820.27	176,614,244.99	101,927,359.28	0.00	37,262,079.69	101,927,359.28
October 2004	417,705,838.45	174,145,755.23	99,079,511.21	0.00	34,794,099.08	99,079,511.21
November 2004	415,208,721.75	171,700,551.83	96,271,332.00	0.00	32,349,391.91	96,271,332.00
December 2004	412,722,419.14	169,278,455.78	93,502,404.08	0.00	29,927,779.31	93,502,404.08
January 2005	410,246,879.81	166,879,289.39	90,772,314.00	0.00	27,529,083.73	90,772,314.00
February 2005	407,782,053.20	164,502,876.25	88,080,652.33	0.00	25,153,128.92	88,080,652.33
March 2005	405,327,888.97	162,149,041.26	85,427,013.65	0.00	22,799,739.92	85,427,013.65
April 2005	402,884,337.03	159,817,610.60	82,810,996.50	0.00	20,468,743.05	82,810,996.50
May 2005	400,451,347.51	157,508,411.72	80,232,203.39	0.00	18,159,965.91	80,232,203.39
June 2005	398,028,870.74	155,221,273.35	77,690,240.67	0.00	15,873,237.36	77,690,240.67
July 2005	395,616,857.34	152,956,025.46	75,184,718.58	0.00	13,608,387.51	75,184,718.58
August 2005	393,215,258.09	150,712,499.28	72,715,251.18	0.00	11,365,247.73	72,715,251.18
September 2005	390,824,024.05	148,490,527.26	70,281,456.31	0.00	9,143,650.62	70,281,456.31
October 2005	388,443,106.48	146,289,943.11	67,882,955.57	0.00	6,943,430.01	67,882,955.57
November 2005	386,072,456.85	144,110,581.73	65,519,374.23	0.00	4,764,420.93	65,519,374.23
December 2005	383,712,026.88	141,952,279.26	63,190,341.29	0.00	2,606,459.66	63,190,341.29
January 2006	381,361,768.51	139,814,873.02	60,895,489.37	0.00	469,383.66	60,895,489.37
February 2006	379,021,633.88	137,698,201.54	58,634,454.70	0.00	0.00	58,634,454.70
March 2006	376,691,575.36	135,602,104.54	56,406,877.09	0.00	0.00	56,406,877.09
April 2006	374,371,545.55	133,526,422.90	54,212,399.88	0.00	0.00	54,212,399.88
May 2006	372,061,497.24	131,470,998.69	52,050,669.93	0.00	0.00	52,050,669.93
June 2006	369,761,383.48	129,435,675.14	49,921,337.55	0.00	0.00	49,921,337.55
July 2006	367,471,157.49	127,420,296.62	47,824,056.52	0.00	0.00	47,824,056.52
August 2006	365,190,772.72	125,424,708.65	45,758,484.02	0.00	0.00	45,758,484.02
September 2006	362,920,182.86	123,448,757.90	43,724,280.59	0.00	0.00	43,724,280.59
October 2006	360,659,341.78	121,492,292.16	41,721,110.13	0.00	0.00	41,721,110.13
November 2006	358,408,203.57	119,555,160.33	39,748,639.84	0.00	0.00	39,748,639.84

<u>Distribution Date</u>	<u>A Class Targeted Balance</u>	<u>Aggregate Group I Scheduled Balance</u>	<u>Aggregate Group II Targeted Balance</u>	<u>BA Class Planned Balance</u>	<u>BD Class Planned Balance</u>	<u>B Class Targeted Balance</u>
December 2006	\$356,166,722.54	\$117,637,212.44	\$ 37,806,540.21	\$ 0.00	\$ 0.00	\$ 37,806,540.21
January 2007	353,934,853.20	115,738,299.61	35,894,484.98	0.00	0.00	35,894,484.98
February 2007	351,712,550.27	113,858,274.09	34,012,151.10	0.00	0.00	34,012,151.10
March 2007	349,499,768.68	111,996,989.18	32,159,218.72	0.00	0.00	32,159,218.72
April 2007	347,296,463.58	110,154,299.27	30,335,371.13	0.00	0.00	30,335,371.13
May 2007	345,102,590.29	108,330,059.85	28,540,294.76	0.00	0.00	28,540,294.76
June 2007	342,918,104.37	106,524,127.45	26,773,679.13	0.00	0.00	26,773,679.13
July 2007	340,742,961.57	104,736,359.66	25,035,216.85	0.00	0.00	25,035,216.85
August 2007	338,577,117.85	102,966,615.15	23,324,603.54	0.00	0.00	23,324,603.54
September 2007	336,420,529.36	101,214,753.59	21,641,537.84	0.00	0.00	21,641,537.84
October 2007	334,273,152.46	99,480,635.72	19,985,721.39	0.00	0.00	19,985,721.39
November 2007	332,134,943.71	97,764,123.29	18,356,858.76	0.00	0.00	18,356,858.76
December 2007	330,005,859.87	96,065,079.10	16,754,657.45	0.00	0.00	16,754,657.45
January 2008	327,885,857.89	94,383,366.92	15,178,827.86	0.00	0.00	15,178,827.86
February 2008	325,774,894.93	92,718,851.56	13,629,083.27	0.00	0.00	13,629,083.27
March 2008	323,672,928.33	91,071,398.82	12,105,139.78	0.00	0.00	12,105,139.78
April 2008	321,579,915.65	89,440,875.50	10,606,716.33	0.00	0.00	10,606,716.33
May 2008	319,495,814.62	87,827,149.38	9,133,534.64	0.00	0.00	9,133,534.64
June 2008	317,420,583.18	86,230,089.21	7,685,319.18	0.00	0.00	7,685,319.18
July 2008	315,354,179.45	84,649,564.73	6,261,797.17	0.00	0.00	6,261,797.17
August 2008	313,296,561.76	83,085,446.63	4,862,698.53	0.00	0.00	4,862,698.53
September 2008	311,247,688.61	81,537,606.56	3,487,755.87	0.00	0.00	3,487,755.87
October 2008	309,207,518.72	80,005,917.12	2,136,704.47	0.00	0.00	2,136,704.47
November 2008	307,176,010.95	78,490,251.88	809,282.21	0.00	0.00	809,282.21
December 2008	305,153,124.41	76,990,485.31	0.00	0.00	0.00	0.00
January 2009	303,138,818.35	75,506,492.82	0.00	0.00	0.00	0.00
February 2009	301,133,052.23	74,038,150.77	0.00	0.00	0.00	0.00
March 2009	299,135,785.68	72,585,336.41	0.00	0.00	0.00	0.00
April 2009	297,146,978.54	71,147,927.91	0.00	0.00	0.00	0.00
May 2009	295,166,590.80	69,725,804.34	0.00	0.00	0.00	0.00
June 2009	293,194,582.67	68,318,845.68	0.00	0.00	0.00	0.00
July 2009	291,230,914.52	66,926,932.79	0.00	0.00	0.00	0.00
August 2009	289,275,546.90	65,549,947.43	0.00	0.00	0.00	0.00
September 2009	287,328,440.56	64,187,772.21	0.00	0.00	0.00	0.00
October 2009	285,389,556.40	62,840,290.65	0.00	0.00	0.00	0.00
November 2009	283,458,855.53	61,507,387.10	0.00	0.00	0.00	0.00
December 2009	281,536,299.22	60,188,946.81	0.00	0.00	0.00	0.00
January 2010	279,621,848.92	58,884,855.85	0.00	0.00	0.00	0.00
February 2010	277,715,466.27	57,595,001.14	0.00	0.00	0.00	0.00
March 2010	275,817,113.06	56,319,270.47	0.00	0.00	0.00	0.00
April 2010	273,926,751.28	55,057,552.45	0.00	0.00	0.00	0.00
May 2010	272,044,343.09	53,809,736.50	0.00	0.00	0.00	0.00
June 2010	270,169,850.81	52,575,712.90	0.00	0.00	0.00	0.00
July 2010	268,303,236.93	51,355,372.71	0.00	0.00	0.00	0.00
August 2010	266,444,464.14	50,148,607.85	0.00	0.00	0.00	0.00
September 2010	264,593,495.28	48,955,310.99	0.00	0.00	0.00	0.00
October 2010	262,750,293.36	47,775,375.66	0.00	0.00	0.00	0.00
November 2010	260,914,821.57	46,608,696.13	0.00	0.00	0.00	0.00
December 2010	259,087,043.25	45,455,167.49	0.00	0.00	0.00	0.00
January 2011	257,266,921.93	44,314,685.61	0.00	0.00	0.00	0.00

<u>Distribution Date</u>	<u>A Class Targeted Balance</u>	<u>Aggregate Group I Scheduled Balance</u>	<u>Aggregate Group II Targeted Balance</u>	<u>BA Class Planned Balance</u>	<u>BD Class Planned Balance</u>	<u>B Class Targeted Balance</u>
February 2011	\$255,454,421.29	\$ 43,187,147.14	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
March 2011	253,649,505.19	42,072,449.48	0.00	0.00	0.00	0.00
April 2011	251,852,137.65	40,970,490.84	0.00	0.00	0.00	0.00
May 2011	250,062,282.85	39,881,170.15	0.00	0.00	0.00	0.00
June 2011	248,279,905.13	38,804,387.11	0.00	0.00	0.00	0.00
July 2011	246,504,969.02	37,740,042.18	0.00	0.00	0.00	0.00
August 2011	244,737,439.18	36,688,036.56	0.00	0.00	0.00	0.00
September 2011	242,977,280.46	35,648,272.18	0.00	0.00	0.00	0.00
October 2011	241,224,457.84	34,620,651.70	0.00	0.00	0.00	0.00
November 2011	239,478,936.48	33,605,078.55	0.00	0.00	0.00	0.00
December 2011	237,740,681.70	32,601,456.82	0.00	0.00	0.00	0.00
January 2012	236,009,658.98	31,609,691.38	0.00	0.00	0.00	0.00
February 2012	234,285,833.96	30,629,687.78	0.00	0.00	0.00	0.00
March 2012	232,569,172.41	29,661,352.28	0.00	0.00	0.00	0.00
April 2012	230,859,640.29	28,704,591.85	0.00	0.00	0.00	0.00
May 2012	229,157,203.71	27,759,314.16	0.00	0.00	0.00	0.00
June 2012	227,461,828.92	26,825,427.57	0.00	0.00	0.00	0.00
July 2012	225,773,482.33	25,902,841.12	0.00	0.00	0.00	0.00
August 2012	224,092,130.51	24,991,464.55	0.00	0.00	0.00	0.00
September 2012	222,417,740.19	24,091,208.27	0.00	0.00	0.00	0.00
October 2012	220,750,278.24	23,201,983.36	0.00	0.00	0.00	0.00
November 2012	219,089,711.67	22,323,701.58	0.00	0.00	0.00	0.00
December 2012	217,436,007.67	21,456,275.33	0.00	0.00	0.00	0.00
January 2013	215,789,133.56	20,599,617.70	0.00	0.00	0.00	0.00
February 2013	214,149,056.81	19,753,642.42	0.00	0.00	0.00	0.00
March 2013	212,515,745.06	18,918,263.86	0.00	0.00	0.00	0.00
April 2013	210,889,166.06	18,093,397.05	0.00	0.00	0.00	0.00
May 2013	209,269,287.75	17,278,957.66	0.00	0.00	0.00	0.00
June 2013	207,656,078.18	16,474,861.97	0.00	0.00	0.00	0.00
July 2013	206,049,505.57	15,681,026.94	0.00	0.00	0.00	0.00
August 2013	204,449,538.28	14,897,370.11	0.00	0.00	0.00	0.00
September 2013	202,856,144.81	14,123,809.66	0.00	0.00	0.00	0.00
October 2013	201,269,293.81	13,360,264.40	0.00	0.00	0.00	0.00
November 2013	199,688,954.06	12,606,653.73	0.00	0.00	0.00	0.00
December 2013	198,115,094.51	11,862,897.68	0.00	0.00	0.00	0.00
January 2014	196,547,684.21	11,128,916.86	0.00	0.00	0.00	0.00
February 2014	194,986,692.41	10,404,632.51	0.00	0.00	0.00	0.00
March 2014	193,432,088.44	9,689,966.44	0.00	0.00	0.00	0.00
April 2014	191,883,841.80	8,984,841.06	0.00	0.00	0.00	0.00
May 2014	190,341,922.15	8,289,179.38	0.00	0.00	0.00	0.00
June 2014	188,806,299.24	7,602,904.97	0.00	0.00	0.00	0.00
July 2014	187,276,942.99	6,925,941.99	0.00	0.00	0.00	0.00
August 2014	185,753,823.46	6,258,215.18	0.00	0.00	0.00	0.00
September 2014	184,236,910.84	5,599,649.84	0.00	0.00	0.00	0.00
October 2014	182,726,175.44	4,950,171.85	0.00	0.00	0.00	0.00
November 2014	181,221,587.74	4,309,707.63	0.00	0.00	0.00	0.00
December 2014	179,723,118.32	3,678,184.18	0.00	0.00	0.00	0.00
January 2015	178,230,737.91	3,055,529.04	0.00	0.00	0.00	0.00
February 2015	176,744,417.39	2,441,670.32	0.00	0.00	0.00	0.00
March 2015	175,264,127.74	1,836,536.64	0.00	0.00	0.00	0.00

<u>Distribution Date</u>	<u>A Class Targeted Balance</u>	<u>Aggregate Group I Scheduled Balance</u>	<u>Aggregate Group II Targeted Balance</u>	<u>BA Class Planned Balance</u>	<u>BD Class Planned Balance</u>	<u>B Class Targeted Balance</u>
April 2015.....	\$173,789,840.10	\$ 1,240,057.20	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
May 2015	172,321,525.73	652,161.71	0.00	0.00	0.00	0.00
June 2015	170,859,156.01	72,780.43	0.00	0.00	0.00	0.00
July 2015	169,402,702.49	0.00	0.00	0.00	0.00	0.00
August 2015	167,952,136.80	0.00	0.00	0.00	0.00	0.00
September 2015.....	166,507,430.73	0.00	0.00	0.00	0.00	0.00
October 2015	165,068,556.20	0.00	0.00	0.00	0.00	0.00
November 2015	163,635,485.24	0.00	0.00	0.00	0.00	0.00
December 2015	162,208,190.03	0.00	0.00	0.00	0.00	0.00
January 2016	160,786,642.85	0.00	0.00	0.00	0.00	0.00
February 2016	159,370,816.14	0.00	0.00	0.00	0.00	0.00
March 2016	157,960,682.43	0.00	0.00	0.00	0.00	0.00
April 2016.....	156,556,214.41	0.00	0.00	0.00	0.00	0.00
May 2016	155,157,384.86	0.00	0.00	0.00	0.00	0.00
June 2016	153,764,166.73	0.00	0.00	0.00	0.00	0.00
July 2016	152,376,533.03	0.00	0.00	0.00	0.00	0.00
August 2016	150,994,456.96	0.00	0.00	0.00	0.00	0.00
September 2016.....	149,617,911.80	0.00	0.00	0.00	0.00	0.00
October 2016	148,246,870.96	0.00	0.00	0.00	0.00	0.00
November 2016	146,881,307.98	0.00	0.00	0.00	0.00	0.00
December 2016	145,521,196.52	0.00	0.00	0.00	0.00	0.00
January 2017	144,166,510.34	0.00	0.00	0.00	0.00	0.00
February 2017	142,817,223.36	0.00	0.00	0.00	0.00	0.00
March 2017	141,473,309.57	0.00	0.00	0.00	0.00	0.00
April 2017.....	140,134,743.12	0.00	0.00	0.00	0.00	0.00
May 2017	138,801,498.26	0.00	0.00	0.00	0.00	0.00
June 2017	137,473,549.35	0.00	0.00	0.00	0.00	0.00
July 2017	136,150,870.88	0.00	0.00	0.00	0.00	0.00
August 2017	134,833,437.46	0.00	0.00	0.00	0.00	0.00
September 2017.....	133,521,223.81	0.00	0.00	0.00	0.00	0.00
October 2017	132,214,204.75	0.00	0.00	0.00	0.00	0.00
November 2017	130,912,355.23	0.00	0.00	0.00	0.00	0.00
December 2017	129,615,650.33	0.00	0.00	0.00	0.00	0.00
January 2018	128,324,065.20	0.00	0.00	0.00	0.00	0.00
February 2018	127,037,575.16	0.00	0.00	0.00	0.00	0.00
March 2018	125,756,155.59	0.00	0.00	0.00	0.00	0.00
April 2018.....	124,479,782.01	0.00	0.00	0.00	0.00	0.00
May 2018	123,208,430.05	0.00	0.00	0.00	0.00	0.00
June 2018	121,942,075.45	0.00	0.00	0.00	0.00	0.00
July 2018	120,680,694.04	0.00	0.00	0.00	0.00	0.00
August 2018	119,424,261.81	0.00	0.00	0.00	0.00	0.00
September 2018.....	118,172,754.80	0.00	0.00	0.00	0.00	0.00
October 2018	116,926,149.20	0.00	0.00	0.00	0.00	0.00
November 2018	115,684,421.29	0.00	0.00	0.00	0.00	0.00
December 2018	114,447,547.46	0.00	0.00	0.00	0.00	0.00
January 2019	113,215,504.23	0.00	0.00	0.00	0.00	0.00
February 2019	111,988,268.18	0.00	0.00	0.00	0.00	0.00
March 2019	110,765,816.05	0.00	0.00	0.00	0.00	0.00
April 2019.....	109,548,124.65	0.00	0.00	0.00	0.00	0.00
May 2019	108,335,170.91	0.00	0.00	0.00	0.00	0.00

<u>Distribution Date</u>	<u>A Class Targeted Balance</u>	<u>Aggregate Group I Scheduled Balance</u>	<u>Aggregate Group II Targeted Balance</u>	<u>BA Class Planned Balance</u>	<u>BD Class Planned Balance</u>	<u>B Class Targeted Balance</u>
June 2019	\$107,126,931.85	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
July 2019	105,923,384.62	0.00	0.00	0.00	0.00	0.00
August 2019	104,724,506.46	0.00	0.00	0.00	0.00	0.00
September 2019	103,530,274.71	0.00	0.00	0.00	0.00	0.00
October 2019	102,340,666.81	0.00	0.00	0.00	0.00	0.00
November 2019	101,155,660.33	0.00	0.00	0.00	0.00	0.00
December 2019	99,975,232.90	0.00	0.00	0.00	0.00	0.00
January 2020	98,799,362.28	0.00	0.00	0.00	0.00	0.00
February 2020	97,628,026.34	0.00	0.00	0.00	0.00	0.00
March 2020	96,461,203.02	0.00	0.00	0.00	0.00	0.00
April 2020	95,298,870.38	0.00	0.00	0.00	0.00	0.00
May 2020	94,141,006.58	0.00	0.00	0.00	0.00	0.00
June 2020	92,987,589.87	0.00	0.00	0.00	0.00	0.00
July 2020	91,838,598.61	0.00	0.00	0.00	0.00	0.00
August 2020	90,694,011.25	0.00	0.00	0.00	0.00	0.00
September 2020	89,553,806.34	0.00	0.00	0.00	0.00	0.00
October 2020	88,417,962.54	0.00	0.00	0.00	0.00	0.00
November 2020	87,286,458.58	0.00	0.00	0.00	0.00	0.00
December 2020	86,159,273.31	0.00	0.00	0.00	0.00	0.00
January 2021	85,036,385.67	0.00	0.00	0.00	0.00	0.00
February 2021	83,917,774.70	0.00	0.00	0.00	0.00	0.00
March 2021	82,803,419.52	0.00	0.00	0.00	0.00	0.00
April 2021	81,693,299.36	0.00	0.00	0.00	0.00	0.00
May 2021	80,587,393.53	0.00	0.00	0.00	0.00	0.00
June 2021	79,485,681.46	0.00	0.00	0.00	0.00	0.00
July 2021	78,388,142.64	0.00	0.00	0.00	0.00	0.00
August 2021	77,294,756.69	0.00	0.00	0.00	0.00	0.00
September 2021	76,205,503.28	0.00	0.00	0.00	0.00	0.00
October 2021	75,120,362.22	0.00	0.00	0.00	0.00	0.00
November 2021	74,039,313.37	0.00	0.00	0.00	0.00	0.00
December 2021	72,962,336.70	0.00	0.00	0.00	0.00	0.00
January 2022	71,889,412.27	0.00	0.00	0.00	0.00	0.00
February 2022	70,820,520.23	0.00	0.00	0.00	0.00	0.00
March 2022	69,755,640.83	0.00	0.00	0.00	0.00	0.00
April 2022	68,694,754.39	0.00	0.00	0.00	0.00	0.00
May 2022	67,637,841.34	0.00	0.00	0.00	0.00	0.00
June 2022	66,584,882.17	0.00	0.00	0.00	0.00	0.00
July 2022	65,535,857.49	0.00	0.00	0.00	0.00	0.00
August 2022	64,490,747.99	0.00	0.00	0.00	0.00	0.00
September 2022	63,449,534.43	0.00	0.00	0.00	0.00	0.00
October 2022	62,412,197.68	0.00	0.00	0.00	0.00	0.00
November 2022	61,378,718.68	0.00	0.00	0.00	0.00	0.00
December 2022	60,349,078.46	0.00	0.00	0.00	0.00	0.00
January 2023	59,323,258.16	0.00	0.00	0.00	0.00	0.00
February 2023	58,301,238.96	0.00	0.00	0.00	0.00	0.00
March 2023	57,283,002.16	0.00	0.00	0.00	0.00	0.00
April 2023	56,268,529.14	0.00	0.00	0.00	0.00	0.00
May 2023	55,257,801.36	0.00	0.00	0.00	0.00	0.00
June 2023	54,250,800.36	0.00	0.00	0.00	0.00	0.00
July 2023	53,247,507.76	0.00	0.00	0.00	0.00	0.00

<u>Distribution Date</u>	<u>A Class Targeted Balance</u>	<u>Aggregate Group I Scheduled Balance</u>	<u>Aggregate Group II Targeted Balance</u>	<u>BA Class Planned Balance</u>	<u>BD Class Planned Balance</u>	<u>B Class Targeted Balance</u>
August 2023	\$ 52,247,905.29	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
September 2023	51,251,974.73	0.00	0.00	0.00	0.00	0.00
October 2023	50,259,697.96	0.00	0.00	0.00	0.00	0.00
November 2023	49,271,056.93	0.00	0.00	0.00	0.00	0.00
December 2023	48,286,033.70	0.00	0.00	0.00	0.00	0.00
January 2024	47,304,610.38	0.00	0.00	0.00	0.00	0.00
February 2024	46,326,769.17	0.00	0.00	0.00	0.00	0.00
March 2024	45,352,492.36	0.00	0.00	0.00	0.00	0.00
April 2024	44,381,762.31	0.00	0.00	0.00	0.00	0.00
May 2024	43,414,561.47	0.00	0.00	0.00	0.00	0.00
June 2024	42,450,872.35	0.00	0.00	0.00	0.00	0.00
July 2024	41,490,677.57	0.00	0.00	0.00	0.00	0.00
August 2024	40,533,959.80	0.00	0.00	0.00	0.00	0.00
September 2024	39,580,701.80	0.00	0.00	0.00	0.00	0.00
October 2024	38,630,886.42	0.00	0.00	0.00	0.00	0.00
November 2024	37,684,496.56	0.00	0.00	0.00	0.00	0.00
December 2024	36,741,515.22	0.00	0.00	0.00	0.00	0.00
January 2025	35,801,925.47	0.00	0.00	0.00	0.00	0.00
February 2025	34,865,710.45	0.00	0.00	0.00	0.00	0.00
March 2025	33,932,853.39	0.00	0.00	0.00	0.00	0.00
April 2025	33,003,337.59	0.00	0.00	0.00	0.00	0.00
May 2025	32,077,146.43	0.00	0.00	0.00	0.00	0.00
June 2025	31,154,263.34	0.00	0.00	0.00	0.00	0.00
July 2025	30,234,671.86	0.00	0.00	0.00	0.00	0.00
August 2025	29,318,355.59	0.00	0.00	0.00	0.00	0.00
September 2025	28,405,298.20	0.00	0.00	0.00	0.00	0.00
October 2025	27,495,483.43	0.00	0.00	0.00	0.00	0.00
November 2025	26,588,895.10	0.00	0.00	0.00	0.00	0.00
December 2025	25,685,517.12	0.00	0.00	0.00	0.00	0.00
January 2026	24,785,333.45	0.00	0.00	0.00	0.00	0.00
February 2026	23,888,328.12	0.00	0.00	0.00	0.00	0.00
March 2026	22,994,485.24	0.00	0.00	0.00	0.00	0.00
April 2026	22,103,789.01	0.00	0.00	0.00	0.00	0.00
May 2026	21,216,223.67	0.00	0.00	0.00	0.00	0.00
June 2026	20,331,773.55	0.00	0.00	0.00	0.00	0.00
July 2026	19,450,423.05	0.00	0.00	0.00	0.00	0.00
August 2026	18,572,156.63	0.00	0.00	0.00	0.00	0.00
September 2026	17,696,958.83	0.00	0.00	0.00	0.00	0.00
October 2026	16,824,814.26	0.00	0.00	0.00	0.00	0.00
November 2026	15,955,707.59	0.00	0.00	0.00	0.00	0.00
December 2026	15,089,623.57	0.00	0.00	0.00	0.00	0.00
January 2027	14,226,547.02	0.00	0.00	0.00	0.00	0.00
February 2027	13,366,462.81	0.00	0.00	0.00	0.00	0.00
March 2027	12,509,355.90	0.00	0.00	0.00	0.00	0.00
April 2027	11,655,211.31	0.00	0.00	0.00	0.00	0.00
May 2027	10,804,014.12	0.00	0.00	0.00	0.00	0.00
June 2027	9,955,749.49	0.00	0.00	0.00	0.00	0.00
July 2027	9,110,402.64	0.00	0.00	0.00	0.00	0.00
August 2027	8,267,958.85	0.00	0.00	0.00	0.00	0.00
September 2027	7,428,403.49	0.00	0.00	0.00	0.00	0.00

<u>Distribution Date</u>	<u>A Class Targeted Balance</u>	<u>Aggregate Group I Scheduled Balance</u>	<u>Aggregate Group II Targeted Balance</u>	<u>BA Class Planned Balance</u>	<u>BD Class Planned Balance</u>	<u>B Class Targeted Balance</u>
October 2027	\$ 6,591,721.96	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
November 2027	5,757,899.77	0.00	0.00	0.00	0.00	0.00
December 2027	4,926,922.45	0.00	0.00	0.00	0.00	0.00
January 2028	4,098,775.62	0.00	0.00	0.00	0.00	0.00
February 2028	3,273,444.97	0.00	0.00	0.00	0.00	0.00
March 2028	2,450,916.24	0.00	0.00	0.00	0.00	0.00
April 2028	1,631,175.25	0.00	0.00	0.00	0.00	0.00
May 2028	814,207.85	0.00	0.00	0.00	0.00	0.00
June 2028 and thereafter	0.00	0.00	0.00	0.00	0.00	0.00

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.

\$1,000,000,000



FannieMae

**Guaranteed REMIC
Pass-Through Certificates**

Fannie Mae REMIC Trust 1998-55

PROSPECTUS SUPPLEMENT

TABLE OF CONTENTS

	<u>Page</u>
Table of Contents.....	S- 3
Reference Sheet	S- 4
Additional Risk Factors.....	S- 6
Description of the Certificates	S- 6
Certain Additional Federal Income Tax Consequences	S-18
Plan of Distribution	S-19
Legal Matters	S-20
Schedule 1	A- 1
Principal Balance Schedules	B- 1

Merrill Lynch & Co.

August 10, 1998
