

\$375,000,000



Guaranteed REMIC Pass-Through Certificates Fannie Mae REMIC Trust 2001-3

The Certificates

We, the Federal National Mortgage Association ("Fannie Mae"), will issue the classes of certificates listed in the chart on this page.

Payments to Certificateholders

We will make monthly payments on the certificates. You, the investor, will receive

- interest accrued on the balance of your certificate (except in the case of an accrual class), and
- principal to the extent available for payment on your class.

We may pay principal at rates that vary from time to time. We may not pay principal to certain classes for long periods of time.

The Fannie Mae Guaranty

We will guarantee that required payments of principal and interest on the certificates are distributed to investors on time.

The Trust and its Assets

The trust will indirectly own Fannie Mae MBS.

The mortgage loans underlying the Fannie Mae MBS are first lien, single-family, fixed-rate loans.

Class	Original Class Balance	Principal Type	Interest Rate	Interest Type	CUSIP Number	Final Distribution Date
PL	\$69,466,500	PAC	5.5%	FIX	31359 S E Q 9	February 2018
PM	36,939,000	PAC	5.5	FIX	31359 S E R 7	January 2022
PG	59,457,000	PAC	6.0	FIX	31359 S E S 5	June 2026
IB	20,943,691(1)	NTL	6.5	FIX/IO	31359 S E T 3	June 2026
PB	98,545,500	PAC	6.5	FIX	31359 S E U 0	March 2031
A	20,473,000	SEG(TAC)/SUP	6.5	FIX	31359 S E V 8	March 2031
FC(2)	19,288,941	SEG(TAC)/SUP	(3)	FLT	31359 S E W 6	March 2031
SC(2)	5,935,059	SEG(TAC)/SUP	(3)	INV	31359 S E X 4	March 2031
Z	15,000	SEG(TAC)/SUP	6.5	FIX/Z	31359 S E Y 2	March 2031
F	21,424,000	SUP	(3)	FLT	31359 S E Z 9	March 2031
S	1,285,440	SUP	(3)	INV	31359 S F A 3	March 2031
SA	3,047,844	SUP	(3)	INV	31359 S F B 1	March 2031
SB	21,424,000(1)	NTL	(3)	INV/IO	31359 S F C 9	March 2031
D	2,258,716	SUP	(4)	PO	31359 S F D 7	March 2031
FD(2)	15,822,529	SCH	(3)	FLT	31359 S F E 5	June 2026
SD(2)	4,868,471	SCH	(3)	INV	31359 S F F 2	June 2026
FE(2)	8,544,058	SUP	(3)	FLT	31359 S F G 0	June 2028
SE(2)	2,628,942	SUP	(3)	INV	31359 S F H 8	June 2028
ZA	5,000,000	SUP	6.5	FIX/Z	31359 S F J 4	March 2031
R	0	NPR	0	NPR	31359 S F K 1	March 2031
RL	0	NPR	0	NPR	31359 S F L 9	March 2031

(1) Notional balances. These are interest only classes.

(2) Exchangeable classes.

(3) Based on LIBOR.

(4) Principal only class.

If you own certificates of certain classes, you can exchange them for the corresponding RCR certificates to be issued at the time of the exchange. The B, G, FG and SG Classes are the RCR classes, as further described in this prospectus supplement.

The dealer will offer the certificates from time to time in negotiated transactions at varying prices. We expect the settlement date to be February 28, 2001.

Carefully consider the risk factors starting on page S-7 of this prospectus supplement and on page 10 of the REMIC prospectus. Unless you understand and are able to tolerate these risks, you should not invest in the certificates.

You should read the REMIC prospectus as well as this prospectus supplement.

The certificates, together with interest thereon, are not guaranteed by the United States and do not constitute a debt or obligation of the United States or any agency or instrumentality thereof other than Fannie Mae.

The certificates are exempt from registration under the Securities Act of 1933 and are "exempted securities" under the Securities Exchange Act of 1934.

JPMorgan

January 11, 2001

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AVAILABLE INFORMATION

You should purchase the certificates only if you have read and understood this prospectus supplement and the following documents (the “Disclosure Documents”):

- our Prospectus for Guaranteed REMIC Pass-Through Certificates dated September 18, 1998 (the “REMIC Prospectus”);
- our Prospectus for Guaranteed Mortgage Pass-Through Certificates dated October 1, 1999 (the “MBS Prospectus”); and
- our Information Statement dated March 31, 2000 and its supplements (the “Information Statement”).

You can obtain the Disclosure Documents by writing or calling us at:

Fannie Mae
MBS Helpline
3900 Wisconsin Avenue, N.W., Area 2H-3S
Washington, D.C. 20016
(telephone 1-800-237-8627 or 202-752-6547).

Most of the Disclosure Documents, together with the class factors, are available on our website located at <http://www.fanniemae.com>.

You also can obtain the Disclosure Documents by writing or calling the dealer at:

Chase Securities Inc.
Prospectus Department
4 New York Plaza, 9th Floor
New York, N.Y. 10004
(212) 623-3425

REFERENCE SHEET

This reference sheet is not a summary of the transaction and does not contain complete information about the certificates. You should purchase the certificates only after reading this prospectus supplement and each of the additional disclosure documents listed on page S-3.

Assumed Characteristics of the Mortgage Loans Underlying the MBS (as of February 1, 2001)

<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>
\$375,000,000	360	335	22	7.05%

The actual remaining terms to maturity, calculated loan ages and interest rates of most of the mortgage loans will differ from the weighted averages shown above, perhaps significantly.

Class Factors

The class factors are numbers that, when multiplied by the initial principal balance of a certificate, can be used to calculate the current principal balance of that certificate (after taking into account distributions in the same month). We publish the class factors on or shortly after the 11th day of each month.

Settlement Date

We expect to issue the certificates on February 28, 2001.

Distribution Dates

We will make payments on the classes of certificates on the 25th day of each calendar month, or on the next business day if the 25th day is not a business day.

Book-Entry and Physical Certificates

We issue book-entry certificates through the U.S. Federal Reserve Banks, which will electronically track ownership of the certificates and payments on them. We will issue physical certificates in registered, certificated form.

We will issue the classes of certificates in the following forms:

<u>Fed Book-Entry</u>	<u>Physical</u>
All classes other than the R and RL Classes	R and RL Classes

Exchanging Certificates Through Combination and Recombination

If you own certain certificates, you will be able to exchange them for a proportionate interest in the related RCR certificates as shown on Schedule 1. We will issue the RCR certificates upon such exchange. You can exchange your certificates by notifying us and paying an exchange fee. We use the principal and interest of the certificates exchanged to pay principal and interest on the related RCR certificates. Schedule 1 lists all of the available combinations of the certificates eligible for exchange and the related RCR certificates.

Interest Rates

During each interest accrual period, the fixed rate classes will bear interest at the applicable annual interest rates listed on the cover.

During the initial interest accrual period, the floating rate and inverse floating rate classes will bear interest at the initial interest rates listed below. During subsequent interest accrual periods, the floating rate and inverse floating rate classes will bear interest based on the formulas indicated below, but always subject to the specified maximum and minimum interest rates:

<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	6.00000%	8.50000%	0.40%	LIBOR + 40 basis points
SC	8.12500%	26.32500%	0.00%	$26.325\% - (3.25 \times \text{LIBOR})$
F	6.40000%	8.50000%	0.80%	LIBOR + 80 basis points
S	10.00000%	10.00000%	0.00%	$126.667\% - (16.667 \times \text{LIBOR})$
SA	9.84092%	49.20461%	0.00%	$49.20461\% - (7.02923 \times \text{LIBOR})$
SB	0.10000%	0.10000%	0.00%	$7.70\% - \text{LIBOR}$
FD	6.00000%	8.50000%	0.40%	LIBOR + 40 basis points
SD	8.12500%	26.32500%	0.00%	$26.325\% - (3.25 \times \text{LIBOR})$
FE	6.00000%	8.50000%	0.40%	LIBOR + 40 basis points
SE	8.12500%	26.32500%	0.00%	$26.325\% - (3.25 \times \text{LIBOR})$
FG	6.00000%	8.50000%	0.40%	LIBOR + 40 basis points
SG	8.12500%	26.32500%	0.00%	$26.325\% - (3.25 \times \text{LIBOR})$

(1) We will establish LIBOR on the basis of the “BBA Method”.

We will apply interest payments from exchanged REMIC certificates to the corresponding RCR certificates, on a pro rata basis, following any exchange.

Notional Classes

A notional class will not receive any principal. Its notional principal balance is the balance used to calculate accrued interest. The notional principal balances will equal the percentages of the outstanding balances specified below immediately before the related distribution date:

<u>Class</u>	
IB	15.3846141665% of the PL Class 15.3846151764% of the PM Class 7.6923070454% of the PG Class
SB	100% of the F Class

Distributions of Principal

Principal Distribution Amount

Z Accrual Amount

To the A Class and Aggregate Group II, pro rata, to zero, and thereafter to the Z Class.

ZA Accrual Amount

1. To the FD and SD Classes, pro rata, to their Scheduled Balances.
2. To the FE and SE Classes, pro rata, to zero.
3. To the FD and SD Classes, pro rata, to zero.

4. Thereafter to the ZA Class.

Cash Flow Distribution Amount

1. To the PL, PM, PG and PB Classes, in that order, to their Planned Balances.

2. (a) 66.6666666667% of the remaining amount as follows:

first, to the Segment Group to its Targeted Balance;

second, to the F, S, SA and D Classes, pro rata, to zero; and

third, to the Segment Group to zero; and

(b) 33.3333333333% of such remaining amount as follows:

first, to the FD and SD Classes, pro rata, to their Scheduled Balances;

second, to the FE and SE Classes, pro rata, to zero;

third, to the FD and SD Classes, pro rata, to zero; and

fourth, to the ZA Class to zero.

3. To the PL, PM, PG and PB Classes, in that order, to zero.

For a description of the Segment and Aggregate Groups, see “Description of the Certificates—Distributions of Principal” in this prospectus supplement.

We will apply principal payments from exchanged REMIC certificates to the corresponding RCR certificates, on a pro rata basis, following any exchange.

Weighted Average Lives (years)*

<u>Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>165%</u>	<u>250%</u>	<u>500%</u>
PL	8.5	1.4	1.4	1.4	1.2
PM	16.0	3.6	3.6	3.6	2.2
PG	19.9	6.0	6.0	6.0	3.0
IB	13.1	3.0	3.0	3.0	1.9
PB	24.3	12.5	12.5	12.5	6.4

<u>Classes</u>	<u>PSA Prepayment Assumption</u>					
	<u>0%</u>	<u>100%</u>	<u>125%</u>	<u>165%</u>	<u>250%</u>	<u>500%</u>
A	28.1	17.8	14.3	4.0	2.6	0.8
FC, SC and B	27.2	13.5	6.4	4.0	3.2	1.1
Z	28.8	20.8	18.1	12.2	5.2	1.1
F, S, SA, SB and D	29.4	24.2	22.6	18.8	1.4	0.3

<u>Classes</u>	<u>PSA Prepayment Assumption</u>						
	<u>0%</u>	<u>100%</u>	<u>147%</u>	<u>165%</u>	<u>175%</u>	<u>250%</u>	<u>500%</u>
FD, SD and G	16.0	11.3	4.0	4.0	4.0	2.2	0.8
FE and SE	26.7	17.6	12.9	8.0	5.6	0.8	0.3
ZA	28.7	23.4	20.9	19.7	19.0	5.3	1.3
FG and SG	19.7	13.5	7.1	5.4	4.6	1.7	0.6

* Determined as specified under “Description of the Certificates—Weighted Average Lives of the Certificates” in this prospectus supplement.

ADDITIONAL RISK FACTORS

The rate of principal payments on the certificates will be affected by the rate of principal payments on the underlying mortgage loans. The rate at which you receive principal payments on the certificates will be sensitive to the rate of principal payments on the mortgage loans underlying the related MBS, including prepayments. Because borrowers generally may prepay their mortgage loans at any time without penalty, the rate of principal payments on the mortgage loans is likely to vary over time. It is highly unlikely that the mortgage loans will prepay

- at any of the prepayment rates we assumed in this prospectus supplement, or
- at any constant prepayment rate until maturity.

Yields may be lower than expected due to unexpected rate of principal payments. The actual yield on your certificates probably will be lower than you expect:

- if you bought your certificates at a premium and principal payments are faster than you expected, or
- if you bought your certificates at a discount and principal payments are slower than you expected.

Furthermore, in the case of interest only certificates and certificates purchased at a premium, you could lose money on your investment if prepayments occur at a rapid rate.

You must make your own decisions about the various applicable assumptions, including prepayment assumptions, when deciding whether to purchase the certificates.

Weighted average lives and yields on the certificates are affected by actual characteristics of the underlying mortgage loans. We have assumed that the mortgage loans underlying the MBS have certain characteristics. However, the actual mortgage loans probably will have different characteristics from those we assumed. As a result, your yields could be lower than you expect, even if the mortgage loans prepay at the indicated constant prepayment rates. In addition, slight differences between the assumed mortgage loan characteristics and the actual mortgage loans

could affect the weighted average lives of the classes of certificates.

Level of floating rate index affects yields on certain certificates. The yield on any floating rate or inverse floating rate certificate will be affected by the level of its interest rate index. If the level of the index differs from the level you expect, then your actual yield may be lower than you expect.

Delay classes have lower yields and market values. Since certain classes do not receive interest immediately following each interest accrual period, these classes have lower yields and lower market values than they would if there were no such delay.

Reinvestment of certificate payments may not achieve same yields as certificates. The rate of principal payments of the certificates is uncertain. You may be unable to reinvest the payments on the certificates at the same yields provided by the certificates.

Unpredictable timing of last payment affects yields on certificates. The actual final payment of your class is likely to occur earlier, and could occur much earlier, than the final distribution date listed on the cover page. If you assumed the actual final payment will occur on the final distribution date specified, your yield could be lower than you expect.

Some investors may be unable to buy certain classes. Investors whose investment activities are subject to legal investment laws and regulations, or to review by regulatory authorities, may be unable to buy certain certificates. You should get legal advice to determine whether you may purchase the certificates.

Uncertain market for the certificates could make them difficult to sell and cause their values to fluctuate. We cannot be sure that a market for resale of the certificates will develop. Further, if a market develops, it may not continue or be sufficiently liquid to allow you to sell your certificates. Even if you are able to sell your certificates, the sale price may not be comparable to similar investments that have a developed market. Moreover, you may not be able to sell small or large amounts of certificates at prices comparable to those available to other investors. You should purchase certifi-

cates only if you understand and can tolerate the risk that the value of your certificates will

vary over time and that your certificates may not be easily sold.

DESCRIPTION OF THE CERTIFICATES

The material under this heading summarizes certain features of the Certificates. You will find additional information about the Certificates in the other sections of this Prospectus Supplement, as well as in the additional Disclosure Documents and the Trust Agreement. If we use a capitalized term in this Prospectus Supplement without defining it, you will find the definition of such term in the applicable Disclosure Documents or in the Trust Agreement.

General

Structure. We will create the Fannie Mae REMIC Trust specified on the cover (the “Trust”) and a separate trust (the “Lower Tier REMIC”) pursuant to a trust agreement dated as of February 1, 2001. We will issue the Guaranteed REMIC Pass-Through Certificates (the “REMIC Certificates”) pursuant to that trust agreement. We will issue the Combinable and Recombinable REMIC Certificates (the “RCR Certificates” and, together with the REMIC Certificates, the “Certificates”) pursuant to a separate trust agreement dated as of February 1, 2001 (together with the trust agreement relating to the REMIC Certificates, the “Trust Agreement”). We will execute the Trust Agreement in our corporate capacity and as trustee (the “Trustee”). In general, the term “Classes” includes the Classes of REMIC Certificates and RCR Certificates.

The Trust and the Lower Tier REMIC each will constitute a “real estate mortgage investment conduit” (“REMIC”) under the Internal Revenue Code of 1986, as amended (the “Code”).

- The REMIC Certificates (except the R and RL Classes) will be “regular interests” in the Trust.
- The R Class will be the “residual interest” in the Trust.
- The interests in the Lower Tier REMIC other than the RL Class (the “Lower Tier Regular Interests”) will be the “regular interests” in the Lower Tier REMIC.
- The RL Class will be the “residual interest” in the Lower Tier REMIC.

The assets of the Trust will consist of the Lower Tier Regular Interests. The assets of the Lower Tier REMIC will consist of certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (the “MBS”).

Each MBS represents a beneficial ownership interest in a pool (each, a “Pool”) of first lien, single-family, fixed-rate residential mortgage loans (the “Mortgage Loans”) having the characteristics described herein.

Fannie Mae Guaranty. We guarantee that we will distribute to Certificateholders:

- required installments of principal and interest on the Certificates on time, and
- the principal balance of each Class of Certificates no later than its Final Distribution Date, whether or not we have received sufficient payments on the MBS.

In addition, we guarantee that we will distribute to each holder of an MBS:

- scheduled installments of principal and interest on the underlying Mortgage Loans on time, whether or not the related borrowers pay us, and
- the full principal balance of any foreclosed Mortgage Loan, whether or not we recover it.

Our guarantees are not backed by the full faith and credit of the United States. See “Description of Certificates—The Fannie Mae Guaranty” in the REMIC Prospectus and “Description of Certificates—The Fannie Mae Guaranty” in the MBS Prospectus.

Characteristics of Certificates. We will issue the Certificates (except the R and RL Classes) in book-entry form on the book-entry system of the U.S. Federal Reserve Banks. Entities whose names appear on the book-entry records of a Federal Reserve Bank as having had Certificates deposited in their accounts are “Holders” or “Certificateholders.” A Holder is not necessarily the beneficial owner of a Certificate. Beneficial owners ordinarily will hold Certificates through one or more financial intermediaries, such as banks, brokerage firms and securities clearing organizations. See “Description of Certificates—Denominations and Form” in the REMIC Prospectus.

We will issue the R and RL Certificates in fully registered, certificated form. The “Holder” or “Certificateholder” of the R or RL Certificate is its registered owner. The R or RL Certificate can be transferred at the corporate trust office of the Transfer Agent, or at the office of the Transfer Agent in New York, New York. State Street Bank and Trust Company in Boston, Massachusetts (“State Street”) will be the initial Transfer Agent. We may impose a service charge for any registration of transfer of the R or RL Certificate and may require payment to cover any tax or other governmental charge. See also “Characteristics of the R and RL Classes.”

The Holder of the R Class will receive the proceeds of any remaining assets of the Trust, and the Holder of the RL Class will receive the proceeds of any remaining assets of the Lower Tier REMIC, in each case only by presenting and surrendering the related Certificate at the office of the Paying Agent. State Street will be the initial Paying Agent.

Authorized Denominations. We will issue the Certificates, other than the R and RL Certificates, in minimum denominations of \$1,000 and whole dollar increments. We will issue the R and RL Classes as single Certificates with no principal balances.

Distribution Dates. We will make monthly payments on the 25th day of each month (or, if the 25th is not a business day, on the first business day after the 25th). We refer to such date as the “Distribution Date.” We will make the first payments to Certificateholders the month after we issue the Certificates.

Record Date. On each Distribution Date, we will make each monthly payment on the Certificates to Holders of record on the last day of the preceding month.

Class Factors. On or shortly after the eleventh calendar day of each month, we will publish a factor (carried to eight decimal places) for each Class of Certificates. When the factor is multiplied by the original principal balance (or notional principal balance) of a Certificate of that Class, the product will equal the current principal balance (or notional principal balance) of that Certificate after taking into account payments on the Distribution Date in the same month (as well as any addition to principal in the case of an Accrual Class).

Optional Termination. We will not terminate the Lower Tier REMIC or the Trust by exercising our right to repurchase the Mortgage Loans underlying any MBS unless

- only one Mortgage Loan remains in the related Pool, or
- the principal balance of the Pool is less than one percent of its original level.

See “Description of Certificates—Termination” in the MBS Prospectus.

Combination and Recombination

General. You are permitted to exchange all or a portion of the FC, SC, FD, SD, FE and SE Classes of REMIC Certificates for a proportionate interest in the related Combinable and Recombinable REMIC Certificates (“RCR Certificates”) in the combinations shown on Schedule 1.

You also may exchange all or a portion of the RCR Certificates for the related REMIC Certificates in the same manner. This process may occur repeatedly.

Holders of RCR Certificates will be the beneficial owners of a proportionate interest in the related REMIC Certificates and will receive a proportionate share of the distributions on the related REMIC Certificates.

The Classes of REMIC Certificates and RCR Certificates that are outstanding at any given time, and the outstanding principal balances (or notional principal balances) of these Classes, will depend upon any related distributions of principal, as well as any exchanges that occur. REMIC Certificates of like percentage interests may be exchanged for the same percentage interest in the related RCR Certificates.

Procedures. If a Certificateholder wishes to exchange Certificates, the Certificateholder must notify our Structured Transactions Department through one of our “REMIC Dealer Group” dealers in writing or by telefax no later than two business days before the proposed exchange date. The exchange date can be any business day other than the first or last business day of the month subject to our approval. 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. After receiving the Holder’s notice, we will telephone the dealer with delivery and wire payment instructions. Notice becomes irrevocable on the second business day before the proposed exchange date.

In connection with each exchange, the Holder must pay us a fee equal to $\frac{1}{32}$ of 1% of the outstanding principal balance (exclusive of any notional principal balance) of the Certificates to be exchanged. In no event, however, will our fee be less than \$2,000.

We will make the first distribution on a REMIC Certificate or an RCR Certificate received in an exchange transaction on the Distribution Date in the following month. We will make such distribution 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. You should also consider the factors below, which will limit a Certificateholder’s ability to exchange REMIC Certificates for RCR Certificates or vice versa.

- At the time of the proposed exchange, a Certificateholder must own Certificates of the related Class or Classes in the proportions necessary to make the desired exchange.
- A Certificateholder that does not own the Certificates may be unable to obtain the necessary REMIC Certificates or RCR Certificates.
- The Certificateholder of needed Certificates may refuse to sell them at a reasonable price (or any price) or may be unable to sell them.
- Certain Certificates may have been purchased and placed into other financial structures and thus be unavailable.
- Principal distributions will decrease the amounts available for exchange over time.
- Only the combinations listed on Schedule 1 are permitted.

The MBS

The following table contains certain information about the MBS. The MBS will have the aggregate unpaid principal balance and Pass-Through Rate shown 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, beginning in the month after we issue 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. These Mortgage Loans will have original maturities of up to 30 years. See “The Mortgage Pools” and “Yield Considerations” in the MBS Prospectus. We expect the characteristics of the MBS and the related Mortgage Loans as of February 1, 2001 (the “Issue Date”) to be as follows:

MBS

Aggregate Unpaid Principal Balance	\$375,000,000
MBS Pass-Through Rate	6.50%

Related 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	335 months
Approximate Weighted Average CAGE	22 months

Final Data Statement

After issuing the Certificates, we will prepare a Final Data Statement containing certain information, including, 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 the MBS as of the Issue Date. The Final Data Statement will also include the weighted averages of all the current or original WACs and the weighted averages 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. You may obtain the Final Data Statement by telephoning us at 1-800-237-8627 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 us at 1-800-752-6440 or 202-752-6000.

Distributions of Interest

Categories of Classes

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

<u>Interest Type*</u>	<u>Classes</u>
Fixed Rate	PL, PM, PG, IB, PB, A, Z and ZA
Floating Rate	FC, F, FD and FE
Inverse Floating Rate	SC, S, SA, SB, SD and SE
Interest Only	IB and SB
Accrual	Z and ZA
Principal Only	D
RCR**	B, G, FG and SG
No Payment Residual	R and RL

* See “Description of 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. We will pay interest on the interest-bearing Certificates at the applicable annual interest rates shown on the cover or described in this prospectus supplement. We calculate interest based on a 360-day year consisting of twelve 30-day months. We pay interest monthly (except in the case of the Accrual Classes) on each Distribution Date, beginning in the month after the Settlement Date specified in the Reference Sheet.

Interest to be paid (or added to principal, in the case of the Accrual Classes) on each Certificate on a Distribution Date will consist of one month's interest on the outstanding balance of that Certificate immediately prior to such Distribution Date. For a description of the Accrual Classes, see “—*Accrual Classes*” in this Prospectus Supplement.

Interest payments on exchangeable REMIC Certificates will be applied to the corresponding RCR Certificates, on a pro rata basis, following any exchange.

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

<u>Classes</u>	<u>Interest Accrual Periods</u>
All Fixed Rate Classes and the F, S, SA and SB Classes (collectively, the “Delay Classes”)	Calendar month preceding the month in which the Distribution Date occurs
All Floating Rate and Inverse Floating Rate Classes other than the F, S, SA and SB Classes (collectively, the “No Delay Classes”)	One-month period beginning on the 25th day of the month preceding the month in which the Distribution Date occurs

See “Additional Risk Factors — *Delay classes have lower yields and market values*” in this Prospectus Supplement.

We will treat the D Class as a Delay Class for the sole purpose of facilitating trading.

Accrual Classes. The Z and ZA Classes are Accrual Classes. Interest will accrue on the Accrual Classes at the applicable annual rates listed on the cover. However, we will not pay any interest on the Accrual Classes. Instead, interest accrued on each Accrual Class will be added as principal to its principal balance on each Distribution Date. We will pay principal on the Accrual Classes as described under “—Distributions of Principal” below.

Notional Classes. The Notional Classes will not have principal balances. During each Interest Accrual Period, the Notional Classes will bear interest on their notional principal balances at their applicable interest rates. The notional principal balances of the Notional Classes will be calculated as indicated under “Reference Sheet—Notional Classes.”

We use the notional principal balance of a Notional Class to determine interest payments on that Class. Although the Notional Classes will not have principal balances and will not be entitled to any principal payments, we will publish class factors for those Classes. References in this prospectus supplement to the principal balances of the Certificates generally shall refer also to the notional principal balances of the Notional Classes.

Floating Rate and Inverse Floating Rate Classes. During each Interest Accrual Period, the Floating Rate and Inverse Floating Rate Classes will bear interest at rates determined as described under “Reference Sheet—Interest Rates.”

Changes in the specified interest rate index (the “Index”) will affect the yields with respect to the related Classes. These changes may not correspond to changes in mortgage interest rates. Lower mortgage interest rates could occur while an increase in the level of the Index occurs. Similarly, higher mortgage interest rates could occur while a decrease in the level of the Index occurs.

Our establishment of each Index value and our determination of the interest rate for each applicable Class for the related Interest Accrual Period will be final and binding in the absence of manifest error. You may obtain each such interest rate by telephoning us at 1-800-237-8627 or 202-752-6547.

Calculation of LIBOR

On each Index Determination Date, we will calculate LIBOR for the related Interest Accrual Period. We will calculate LIBOR on the basis of the “BBA Method,” as described in the REMIC Prospectus under “Description of Certificates—Indexes for Floating Rate Classes and Inverse Floating Rate Classes—*LIBOR*.”

If we are unable to calculate LIBOR on the initial Index Determination Date, LIBOR for the following Interest Accrual Period will be equal to 5.60%.

Distributions of Principal

Categories of Classes

For the purpose of principal payments, the Classes fall into the following categories:

<u>Principal Type*</u>	<u>Classes</u>
PAC	PL, PM, PG and PB
Scheduled	FD and SD
SEG(TAC)/SUP	A, FC†, SC† and Z
Support	F, S, SA, D, FE, SE and ZA
Notional	IB and SB
Accretion Directed	A, FC, SC, FD, SD, FE and SE
RCR**	B, G, FG and SG
No Payment Residual	R and RL

* See “Description of 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.

† This Class belongs to both Aggregate Group I, which is a Scheduled Group, and Aggregate Group II, which is a Support Group.

Principal Distribution Amount

On the Distribution Date in each month, we will pay principal on the Certificates in an aggregate amount (the “Principal Distribution Amount”) equal to the principal then paid on the MBS (the “Cash Flow Distribution Amount”) plus any interest then accrued and added to the principal balances of the Z and ZA Classes (the “Z Accrual Amount” and “ZA Accrual Amount,” respectively).

Z Accrual Amount

On each Distribution Date, we will pay the Z Accrual Amount, concurrently, as principal of the A Class and Aggregate Group II (described below), pro rata (or 77.3792425731% and 22.6207574269%, respectively), until the principal balance of the A Class and the Aggregate II Balance (described below) are reduced to zero. Thereafter, we will pay the Z Accrual Amount as principal of the Z Class.

} Accretion
Directed
Group
and
Class
and
Accrual
Class

ZA Accrual Amount

On each Distribution Date, we will pay the ZA Accrual Amount as principal of the Classes specified below in the following priority:

- (i) concurrently, to the FD and SD Classes, pro rata (or 76.4705862452% and 23.5294137548%, respectively), until their principal balances are reduced to their Scheduled Balances for such Distribution Date;
 - (ii) concurrently, to the FE and SE Classes, pro rata (or 76.4705808646% and 23.5294191354%, respectively), until their principal balances are reduced to zero;
 - (iii) concurrently, to the FD and SD Classes, pro rata, without regard to their Scheduled Balances and until their principal balances are reduced to zero; and
 - (iv) thereafter to the ZA Class.
- } Accretion Directed Classes
} Accrual Class

Cash Flow Distribution Amount

On each Distribution Date, we will pay the Cash Flow Distribution Amount as principal of the Classes specified below in the following priority:

- (i) sequentially, to the PL, PM, PG and PB Classes, in that order, until their principal balances are reduced to their Planned Balances for such Distribution Date;
 - (ii)(a) 66.666666667% of the remaining amount to the Classes specified below in the following priority:
 - first*, to the Segment Group (described below), until the Segment Balance (described below) is reduced to its Targeted Balance for such Distribution Date;
 - second*, concurrently, to the F, S, SA and D Classes, pro rata (or 76.4705882353%, 4.5882352941%, 10.8789406054% and 8.0622358652%, respectively), until their principal balances are reduced to zero; and
 - third*, to the Segment Group, without regard to its Targeted Balance and until the Segment Balance is reduced to zero, and
 - (b) 33.333333333% of such remaining amount to the Classes specified below in the following priority:
 - first*, concurrently, to the FD and SD Classes, pro rata, until their principal balances are reduced to their Scheduled Balances for such Distribution Date;
 - second*, concurrently, to the FE and SE Classes, pro rata, until their principal balances are reduced to zero;
 - third*, concurrently, to the FD and SD Classes, pro rata, without regard to their Scheduled Balances and until their principal balances are reduced to zero; and
 - fourth*, to the ZA Class, until its principal balance is reduced to zero; and
 - (iii) to the PL, PM, PG and PB Classes in that order, without regard to their Planned Balances and until their principal balances are reduced to zero.
- } PAC Classes
} TAC Group
} Support Classes
} TAC Group
} Scheduled Classes
} Support Classes
} Scheduled Classes
} Support Class
} PAC Classes

The “Segment Group” consists of Aggregate Group I (described below), the A Class, Aggregate Group II (described below) and the Z Class. We will apply payments of principal of the Segment Group as follows:

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

second, concurrently, to the A Class and Aggregate Group II, pro rata, until the principal balance of the A Class and the Aggregate II Balance (described below) are reduced to zero;

third, to the Z Class, until its principal balance is reduced to zero; and

fourth, to Aggregate Group I, without regard to its Scheduled Balance and until the Aggregate I Balance is reduced to zero.

The “Segment Balance” for any Distribution Date is equal to \$45,712,000 minus the sum of all principal amounts previously applied to it as specified above.

The “Aggregate Group I” and “Aggregate Group II” each consists of the FC and SC Classes. We will apply payments of principal of Aggregate Group I and Aggregate Group II, concurrently, to the FC and SC Classes, pro rata (or 76.4705875357% and 23.5294124643%, respectively), until their principal balances are reduced to zero.

The “Aggregate I Balance” for any Distribution Date is equal to \$19,239,000 minus the sum of all principal amounts previously applied to it as specified above.

The “Aggregate II Balance” for any Distribution Date is equal to \$5,985,000 minus the sum of all principal amounts previously applied to it as specified above.

Principal payments on exchangeable REMIC Certificates will be applied to the corresponding RCR Certificates, on a pro rata basis, following any exchange.

Structuring Assumptions

Pricing Assumptions. Except where otherwise noted, the information in the tables in this prospectus supplement has been prepared based on 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 specified under “Reference Sheet—Assumed Characteristics of the Mortgage Loans underlying the MBS”;
- the Mortgage Loans prepay at the constant percentages of PSA specified in the related table;
- the settlement date for the sale of the Certificates is February 28, 2001;
- each Distribution Date occurs on the 25th day of a month; and
- the Fannie Mae repurchase option is not exercised.

Prepayment Assumptions. Prepayments of mortgage loans commonly are measured relative to a prepayment standard or model. The model used here 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 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 Rate. The Principal Balance Schedules are found beginning on page B-1. The Principal Balance Schedules have been prepared on the basis of the Pricing Assumptions and the assumption that the related Mortgage Loans will prepay at a constant PSA rate within the Structuring Ranges or at the applicable rate set forth below.

<u>Principal Balance Schedule References</u>	<u>Related Classes and Groups(1)</u>	<u>Structuring Ranges and Rate</u>
Planned Balances	PL, PM, PG and PB	Between 100% and 250%
Scheduled Balances	FD, SD and G	Between 147% and 175%
Scheduled Balances	Aggregate Group I	Between 125% and 165%
Targeted Balances	Segment Group	165%

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

We cannot assure you that the balance of any Class or Group listed above will conform on any Distribution Date to the specified balance in the Principal Balance Schedules. As a result, we cannot assure you that payments of principal of any Class or Group listed above will begin or end on the Distribution Dates specified in the Principal Balance Schedules. We will distribute any excess of principal payments over the amount needed to reduce a Class or Group to its scheduled balance on a Distribution Date. Accordingly, the ability to reduce a Class or Group to its scheduled balance will not be improved by the averaging of high and low principal payments from month to month. In addition, even if the related Mortgage Loans prepay at rates falling within the Structuring Range, principal distributions may be insufficient to reduce the applicable Class or Group 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 and Groups specified above may not be reduced to their scheduled balances, even if prepayments occur at a *constant* rate within the Structuring Ranges or at the applicable rate specified above.

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

<u>Classes and Group</u>	<u>Initial Effective Ranges</u>
PL	Between 100% and 342%
PM	Between 100% and 279%
PG	Between 100% and 250%
PB	Between 100% and 250%
FD	Between 147% and 175%
SD	Between 147% and 175%
G	Between 147% and 175%
Aggregate Group I	Between 125% and 165%

The actual Effective Range at any time will be based upon the actual characteristics of the Mortgage Loans at that 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 are likely to differ from the Initial Effective Ranges. As a result, the applicable Classes or Group might not be reduced to their scheduled balances even if prepayments were to occur at a *constant* PSA rate within the Initial Effective Ranges. This is so particularly if such rates 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 or Group to their scheduled balances if such prepayments do not occur at a *constant* PSA rate. It is

highly unlikely that the Mortgage Loans will prepay at any *constant* PSA rate. In general, the actual Effective Ranges may narrow, widen or shift upward or downward to reflect actual prepayment experience over time. The stability in principal payment of the PAC and Scheduled Classes and Group will be supported in part by the related Support Classes and TAC Group. When the related Support Classes and TAC Group are retired, the PAC and Scheduled Classes and Group, if still outstanding, may no longer have Effective Ranges and will be more sensitive to prepayments.

Yield Tables

General. The tables below illustrate the sensitivity of the pre-tax corporate bond equivalent yields to maturity of the applicable Classes to various constant percentages of PSA and, where specified, to changes in the Index. We calculated the yields set forth in the tables by

- determining the monthly discount rates that, when applied to the assumed streams of cash flows to be paid on the applicable Classes, would cause the discounted present values of such assumed streams of cash flows to equal the assumed aggregate purchase prices of such Classes, and
- converting such monthly rates to corporate bond equivalent rates.

These calculations do not take into account variations in the interest rates at which you could reinvest distributions on the Certificates. Accordingly, these calculations do not illustrate the return on any investment in the Certificates when such reinvestment rates are taken into account.

We cannot assure you that

- the pre-tax yields on the applicable Certificates will correspond to any of the pre-tax yields shown here or
- the aggregate purchase prices of the applicable Certificates will be as assumed.

In addition, it is unlikely that the Index will correspond to the levels shown here. Furthermore, because some of the Mortgage Loans are likely to have remaining terms to maturity shorter or longer than those assumed and interest rates higher or lower than those assumed, the principal payments on the Certificates are likely to differ from those assumed. This would be the case even if all Mortgage Loans prepay at the indicated constant percentages of PSA. Moreover, it is unlikely that

- the Mortgage Loans will prepay at a constant PSA rate until maturity,
- all of such Mortgage Loans will prepay at the same rate or
- the level of the Index will remain constant.

***The Inverse Floating Rate Classes.* The yields on the Inverse Floating Rate Classes will be sensitive in varying degrees to the rate of principal payments, including prepayments, of the related Mortgage Loans and to the level of the Index. The Mortgage Loans generally can be prepaid at any time without penalty. In addition, the rate of principal payments (including prepayments) of the Mortgage Loans is likely to vary, and may vary considerably, from Pool to Pool. As illustrated in the applicable table below, it is possible that investors in the SB Class would lose money on their initial investments under certain Index and prepayment scenarios.**

Changes in the Index may not correspond to 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 while the level of the Index increased.

The information shown in the yield tables has been prepared on the basis of the Pricing Assumptions and the assumptions that

- the interest rates for the Inverse Floating Rate Classes for the initial Interest Accrual Period are the rates listed in the table under “Reference Sheet—Interest Rates” and for each following Interest Accrual Period will be based on the specified level of the Index, and
- the aggregate purchase prices of such Classes (expressed in each case as a percentage of original principal balance) are as follows:

<u>Class</u>	<u>Price*</u>
SC	98.500%
SA	92.000%
S	99.000%
SD	99.000%
SB	0.125%
SE	95.000%
SG	98.000%

* The prices do not include accrued interest. Accrued interest has been added to such prices in calculating the yields set forth in the tables below.

Sensitivity of the 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>125%</u>	<u>165%</u>	<u>250%</u>	<u>500%</u>
3.6%	15.3%	15.3%	15.4%	15.5%	15.6%	16.3%
5.6%	8.4%	8.5%	8.6%	8.8%	8.9%	9.9%
7.6%	1.7%	1.8%	2.0%	2.2%	2.3%	3.6%
8.1%	0.1%	0.2%	0.3%	0.5%	0.7%	2.0%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>					
	<u>50%</u>	<u>100%</u>	<u>125%</u>	<u>165%</u>	<u>250%</u>	<u>500%</u>
3.6%	26.9%	26.9%	27.0%	27.0%	32.1%	50.3%
5.6%	10.9%	10.9%	11.0%	11.0%	16.8%	36.7%
7.0% and above	0.3%	0.3%	0.4%	0.4%	6.4%	27.4%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>					
	<u>50%</u>	<u>100%</u>	<u>125%</u>	<u>165%</u>	<u>250%</u>	<u>500%</u>
7.0% and below	10.3%	10.3%	10.3%	10.3%	10.5%	11.5%
7.3%	5.1%	5.1%	5.1%	5.1%	5.6%	7.4%
7.6% and above	0.0%	0.0%	0.0%	0.1%	0.8%	3.3%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>					
	<u>50%</u>	<u>100%</u>	<u>125%</u>	<u>165%</u>	<u>250%</u>	<u>500%</u>
7.60% and below	89.4%	89.4%	89.4%	89.4%	3.3%	*
7.65%	42.5%	42.5%	42.5%	42.4%	(49.0)%	*
7.70%	*	*	*	*	*	*

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

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>						
	<u>50%</u>	<u>100%</u>	<u>147%</u>	<u>165%</u>	<u>175%</u>	<u>250%</u>	<u>500%</u>
3.6%	15.2%	15.2%	15.3%	15.3%	15.3%	15.4%	16.0%
5.6%	8.4%	8.4%	8.6%	8.6%	8.6%	8.8%	9.7%
7.6%	1.7%	1.8%	2.0%	2.0%	2.0%	2.3%	3.6%
8.1%	0.1%	0.1%	0.4%	0.4%	0.4%	0.7%	2.1%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>						
	<u>50%</u>	<u>100%</u>	<u>147%</u>	<u>165%</u>	<u>175%</u>	<u>250%</u>	<u>500%</u>
3.6%	15.9%	15.9%	16.0%	16.3%	16.7%	21.7%	35.9%
5.6%	8.8%	8.8%	8.9%	9.3%	9.6%	15.1%	30.4%
7.6%	1.9%	2.0%	2.1%	2.4%	2.7%	8.7%	24.9%
8.1%	0.3%	0.3%	0.4%	0.7%	1.0%	7.1%	23.5%

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>						
	<u>50%</u>	<u>100%</u>	<u>147%</u>	<u>165%</u>	<u>175%</u>	<u>250%</u>	<u>500%</u>
3.6%	15.4%	15.4%	15.5%	15.6%	15.7%	16.3%	18.1%
5.6%	8.5%	8.5%	8.7%	8.8%	8.9%	9.6%	12.0%
7.6%	1.8%	1.8%	2.0%	2.1%	2.2%	3.1%	6.0%
8.1%	0.2%	0.2%	0.4%	0.5%	0.6%	1.5%	4.5%

The IB Class. The yield to investors in the IB Class will be very sensitive to the rate of principal payments (including prepayments) of the Mortgage Loans. The Mortgage Loans generally can be prepaid at any time without penalty. On the basis of the assumptions described below, the yield to maturity on the IB Class would be 0% if prepayments of the Mortgage Loans were to occur at a constant rate of 399% PSA. If the actual prepayment rate of the Mortgage Loans were to exceed the level specified for as little as one month while equaling such level for the remaining months, the investors in the IB Class would lose money on their initial investments.

The information shown in the yield table has been prepared on the basis of the Pricing Assumptions and the assumption that the aggregate purchase price of the IB Class (expressed as a percentage of the original principal balance) is as follows:

<u>Class</u>	<u>Price*</u>
IB	14.5%

* 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 IB Class to Prepayments

	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>165%</u>	<u>250%</u>	<u>500%</u>
Pre-Tax Yields to Maturity	30.0%	14.2%	14.2%	14.2%	(16.3)%

The D Class. **The D Class will not bear interest. As indicated in the table below, a low rate of principal payments (including prepayments) on the Mortgage Loans will have a negative effect on the yield to investors in the D Class.**

The information shown in the following table has been prepared on the basis of the Pricing Assumptions and the assumption that the aggregate purchase price of the D Class (expressed as a percentage of original principal balance) is as follows:

<u>Class</u>	<u>Price</u>
D	65.0%

Sensitivity of the D Class to Prepayments

	PSA Prepayment Assumption					
	<u>50%</u>	<u>100%</u>	<u>125%</u>	<u>165%</u>	<u>250%</u>	<u>500%</u>
Pre-Tax Yields to Maturity	1.6%	1.8%	1.9%	2.3%	38.2%	200.1%

Weighted Average Lives of the Certificates

The weighted average life of a Certificate is determined by

- 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,
- summing the results, and
- 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 Certificates—Weighted Average Life and Final Distribution Date” 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,
- the priority sequence of payments of principal of the Classes, and

- the payment of principal of certain Classes in accordance with the Principal Balance Schedules.

See “—Distributions of Principal” above.

The effect of these factors may differ as to various Classes and the effects on any Class may vary at different times during the life of that Class. Accordingly, we can give no assurance as to the weighted average life of any Class. Further, to the extent the prices of the Certificates represent discounts or premiums to their 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 date 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. However, in the case of the information set forth for each Class under 0% PSA, we assumed that the underlying Mortgage Loans have original and remaining terms to maturity of 360 months and bear interest at an annual rate of 9.00%.

It is unlikely

- that all of the underlying Mortgage Loans will have the interest rates, CAGEs or remaining terms to maturity assumed, or
- that the underlying Mortgage Loans will prepay at any *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. This is the case even if the dispersion of weighted average remaining terms to maturity and the weighted average CAGEs of the Mortgage Loans are identical to the dispersion specified in the Pricing Assumptions.

Percent of Original Principal Balances Outstanding

Date	PL Class					PM Class					PG Class					IB† Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	165%	250%	500%	0%	100%	165%	250%	500%	0%	100%	165%	250%	500%	0%	100%	165%	250%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
February 2002	96	64	64	64	64	100	100	100	100	100	100	100	100	100	100	98	82	82	82	82
February 2003	92	28	28	28	0	100	100	100	100	73	100	100	100	100	100	96	63	63	63	42
February 2004	88	0	0	0	0	100	88	88	88	0	100	100	100	100	49	94	46	46	46	11
February 2005	83	0	0	0	0	100	27	27	27	0	100	100	100	100	0	91	29	29	29	0
February 2006	78	0	0	0	0	100	0	0	0	0	100	81	81	81	0	89	18	18	18	0
February 2007	72	0	0	0	0	100	0	0	0	0	100	48	48	48	0	86	10	10	10	0
February 2008	66	0	0	0	0	100	0	0	0	0	100	17	17	17	0	82	4	4	4	0
February 2009	59	0	0	0	0	100	0	0	0	0	100	0	0	0	0	79	0	0	0	0
February 2010	51	0	0	0	0	100	0	0	0	0	100	0	0	0	0	75	0	0	0	0
February 2011	43	0	0	0	0	100	0	0	0	0	100	0	0	0	0	71	0	0	0	0
February 2012	34	0	0	0	0	100	0	0	0	0	100	0	0	0	0	66	0	0	0	0
February 2013	24	0	0	0	0	100	0	0	0	0	100	0	0	0	0	61	0	0	0	0
February 2014	13	0	0	0	0	100	0	0	0	0	100	0	0	0	0	56	0	0	0	0
February 2015	1	0	0	0	0	100	0	0	0	0	100	0	0	0	0	50	0	0	0	0
February 2016	0	0	0	0	0	78	0	0	0	0	100	0	0	0	0	43	0	0	0	0
February 2017	0	0	0	0	0	52	0	0	0	0	100	0	0	0	0	36	0	0	0	0
February 2018	0	0	0	0	0	22	0	0	0	0	100	0	0	0	0	28	0	0	0	0
February 2019	0	0	0	0	0	0	0	0	0	0	94	0	0	0	0	21	0	0	0	0
February 2020	0	0	0	0	0	0	0	0	0	0	73	0	0	0	0	16	0	0	0	0
February 2021	0	0	0	0	0	0	0	0	0	0	49	0	0	0	0	11	0	0	0	0
February 2022	0	0	0	0	0	0	0	0	0	0	23	0	0	0	0	5	0	0	0	0
February 2023	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2025	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2026	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2028	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2029	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2030	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2031	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	8.5	1.4	1.4	1.4	1.2	16.0	3.6	3.6	3.6	2.2	19.9	6.0	6.0	6.0	3.0	13.1	3.0	3.0	3.0	1.9

Date	PB Class					A Class						FC, SC and B Classes					
	PSA Prepayment Assumption					PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	100%	165%	250%	500%	0%	100%	125%	165%	250%	500%	0%	100%	125%	165%	250%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
February 2002	100	100	100	100	100	100	100	100	79	79	12	100	100	86	82	82	66
February 2003	100	100	100	100	100	100	100	100	61	61	0	100	100	74	65	65	0
February 2004	100	100	100	100	100	100	100	100	47	47	0	100	100	64	51	51	0
February 2005	100	100	100	100	89	100	100	100	36	20	0	100	100	55	40	36	0
February 2006	100	100	100	100	62	100	100	100	27	2	0	100	100	48	31	25	0
February 2007	100	100	100	100	42	100	100	100	22	0	0	100	100	43	24	10	0
February 2008	100	100	100	100	29	100	100	100	18	0	0	100	100	39	20	2	0
February 2009	100	92	92	92	20	100	100	100	16	0	0	100	100	36	16	*	0
February 2010	100	76	76	76	14	100	100	100	16	0	0	100	97	32	12	*	0
February 2011	100	63	63	63	9	100	100	99	16	0	0	100	90	25	5	*	0
February 2012	100	52	52	52	6	100	100	91	9	0	0	100	80	22	2	*	0
February 2013	100	43	43	43	4	100	100	80	1	0	0	100	67	19	*	*	0
February 2014	100	35	35	35	3	100	100	67	0	0	0	100	53	16	0	*	0
February 2015	100	29	29	29	2	100	100	54	0	0	0	100	37	13	0	*	0
February 2016	100	23	23	23	1	100	96	41	0	0	0	100	23	10	0	*	0
February 2017	100	19	19	19	1	100	80	27	0	0	0	100	19	6	0	*	0
February 2018	100	15	15	15	1	100	63	14	0	0	0	100	15	3	0	*	0
February 2019	100	12	12	12	*	100	46	*	0	0	0	100	11	*	0	*	0
February 2020	100	10	10	10	*	100	29	0	0	0	0	100	7	0	0	*	0
February 2021	100	7	7	7	*	100	12	0	0	0	0	100	3	0	0	*	0
February 2022	100	6	6	6	*	100	0	0	0	0	0	100	0	0	0	*	0
February 2023	97	4	4	4	*	100	0	0	0	0	0	100	0	0	0	*	0
February 2024	78	3	3	3	*	100	0	0	0	0	0	100	0	0	0	*	0
February 2025	58	2	2	2	*	100	0	0	0	0	0	100	0	0	0	*	0
February 2026	35	1	1	1	*	100	0	0	0	0	0	100	0	0	0	*	0
February 2027	11	1	1	1	*	100	0	0	0	0	0	100	0	0	0	*	0
February 2028	*	*	*	*	*	100	0	0	0	0	0	58	0	0	0	*	0
February 2029	0	0	0	0	0	60	0	0	0	0	0	14	0	0	0	0	0
February 2030	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2031	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	24.3	12.5	12.5	12.5	6.4	28.1	17.8	14.3	4.0	2.6	0.8	27.2	13.5	6.4	4.0	3.2	1.1

* 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” above.

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

Date	Z Class						F, S, SA, SB† and D Classes						FD, SD and G Classes							
	PSA Prepayment Assumption						PSA Prepayment Assumption						PSA Prepayment Assumption							
	0%	100%	125%	165%	250%	500%	0%	100%	125%	165%	250%	500%	0%	100%	147%	165%	175%	250%	500%	
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	
February 2002	107	107	107	107	107	107	100	100	100	100	58	0	98	98	83	83	83	83	20	
February 2003	114	114	114	114	114	0	100	100	100	100	25	0	97	97	67	67	67	59	0	
February 2004	121	121	121	121	121	0	100	100	100	100	1	0	95	95	54	54	54	26	0	
February 2005	130	130	130	130	130	0	100	100	100	100	0	0	93	93	42	42	42	1	0	
February 2006	138	138	138	138	138	0	100	100	100	100	0	0	91	91	33	33	33	0	0	
February 2007	148	148	148	148	0	0	100	100	100	100	0	0	89	89	25	25	25	0	0	
February 2008	157	157	157	157	0	0	100	100	100	100	0	0	86	86	19	19	19	0	0	
February 2009	168	168	168	168	0	0	100	100	100	100	0	0	84	84	14	14	14	0	0	
February 2010	179	179	179	179	0	0	100	100	100	100	0	0	81	79	8	8	8	0	0	
February 2011	191	191	191	191	0	0	100	100	100	100	0	0	78	72	2	2	2	0	0	
February 2012	204	204	204	204	0	0	100	100	100	100	0	0	75	63	0	0	0	0	0	
February 2013	218	218	218	218	0	0	100	100	100	100	0	0	72	52	0	0	0	0	0	
February 2014	232	232	232	0	0	0	100	100	100	93	0	0	68	39	0	0	0	0	0	
February 2015	248	248	248	0	0	0	100	100	100	84	0	0	64	26	0	0	0	0	0	
February 2016	264	264	264	0	0	0	100	100	100	76	0	0	60	12	0	0	0	0	0	
February 2017	282	282	282	0	0	0	100	100	100	68	0	0	56	0	0	0	0	0	0	
February 2018	301	301	301	0	0	0	100	100	100	60	0	0	51	0	0	0	0	0	0	
February 2019	321	321	321	0	0	0	100	100	100	52	0	0	47	0	0	0	0	0	0	
February 2020	343	343	0	0	0	0	100	100	88	45	0	0	41	0	0	0	0	0	0	
February 2021	366	366	0	0	0	0	100	100	76	38	0	0	36	0	0	0	0	0	0	
February 2022	390	0	0	0	0	0	100	96	65	32	0	0	30	0	0	0	0	0	0	
February 2023	416	0	0	0	0	0	100	81	54	26	0	0	24	0	0	0	0	0	0	
February 2024	444	0	0	0	0	0	100	66	43	21	0	0	17	0	0	0	0	0	0	
February 2025	474	0	0	0	0	0	100	52	34	16	0	0	10	0	0	0	0	0	0	
February 2026	506	0	0	0	0	0	100	38	24	11	0	0	2	0	0	0	0	0	0	
February 2027	539	0	0	0	0	0	100	24	15	7	0	0	0	0	0	0	0	0	0	
February 2028	576	0	0	0	0	0	100	11	7	3	0	0	0	0	0	0	0	0	0	
February 2029	614	0	0	0	0	0	100	0	0	0	0	0	0	0	0	0	0	0	0	
February 2030	0	0	0	0	0	0	82	0	0	0	0	0	0	0	0	0	0	0	0	
February 2031	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Weighted Average Life (years)**	28.8	20.8	18.1	12.2	5.2	1.1	29.4	24.2	22.6	18.8	1.4	0.3	16.0	11.3	4.0	4.0	4.0	2.2	0.8	

Date	FE and SE Classes							ZA Class							FG and SG Classes						
	PSA Prepayment Assumption							PSA Prepayment Assumption							PSA Prepayment Assumption						
	0%	100%	147%	165%	175%	250%	500%	0%	100%	147%	165%	175%	250%	500%	0%	100%	147%	165%	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	100
February 2002	100	100	100	89	83	37	0	107	107	107	107	107	107	107	99	99	89	85	83	67	13
February 2003	100	100	100	79	68	0	0	114	114	114	114	114	114	0	98	98	79	71	67	38	0
February 2004	100	100	100	72	57	0	0	121	121	121	121	121	121	0	97	97	70	60	55	17	0
February 2005	100	100	100	66	48	0	0	130	130	130	130	130	130	0	95	95	63	51	44	*	0
February 2006	100	100	100	62	42	0	0	138	138	138	138	138	67	0	94	94	57	43	36	0	0
February 2007	100	100	100	60	38	0	0	148	148	148	148	148	26	0	93	93	52	37	30	0	0
February 2008	100	100	100	58	36	0	0	157	157	157	157	157	5	0	91	91	47	33	25	0	0
February 2009	100	100	100	58	35	0	0	168	168	168	168	168	*	0	89	89	44	29	22	0	0
February 2010	100	100	100	57	35	0	0	179	179	179	179	179	*	0	88	86	40	26	18	0	0
February 2011	100	100	98	57	35	0	0	191	191	191	191	191	*	0	86	82	36	21	14	0	0
February 2012	100	100	85	45	25	0	0	204	204	204	204	204	*	0	84	76	30	16	9	0	0
February 2013	100	100	68	29	10	0	0	218	218	218	218	218	*	0	82	69	24	10	3	0	0
February 2014	100	100	49	12	0	0	0	232	232	232	232	219	*	0	79	61	17	4	0	0	0
February 2015	100	100	29	0	0	0	0	248	248	248	236	199	*	0	77	52	10	0	0	0	0
February 2016	100	100	9	0	0	0	0	264	264	264	213	178	*	0	74	43	3	0	0	0	0
February 2017	100	94	0	0	0	0	0	282	282	255	190	158	*	0	71	33	0	0	0	0	0
February 2018	100	65	0	0	0	0	0	301	301	227	167	139	*	0	68	23	0	0	0	0	0
February 2019	100	36	0	0	0	0	0	321	321	200	146	121	*	0	65	13	0	0	0	0	0
February 2020	100	7	0	0	0	0	0	343	343	174	126	103	*	0	62	2	0	0	0	0	0
February 2021	100	0	0	0	0	0	0	366	313	149	107	87	*	0	58	0	0	0	0	0	0
February 2022	100	0	0	0	0	0	0	390	270	125	89	73	*	0	54	0	0	0	0	0	0
February 2023	100	0	0	0	0	0	0	416	227	103	73	59	*	0	50	0	0	0	0	0	0
February 2024	100	0	0	0	0	0	0	444	185	82	57	46	*	0	46	0	0	0	0	0	0
February 2025	100	0	0	0	0	0	0	474	145	63	43	35	*	0	41	0	0	0	0	0	0
February 2026	100	0	0	0	0	0	0	506	106	45	31	25	*	0	36	0	0	0	0	0	0
February 2027	89	0	0	0	0	0	0	539	68	28	19	15	*	0	31	0	0	0	0	0	0
February 2028	24	0	0	0	0	0	0	576	32	13	9	7	*	0	9	0	0	0	0	0	0
February 2029	0	0	0	0	0	0	0	440	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2030	0	0	0	0	0	0	0	230	0	0	0	0	0	0	0	0	0	0	0	0	0
February 2031	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	26.7	17.6	12.9	8.0	5.6	0.8	0.3	28.7	23.4	20.9	19.7	19.0	5.3	1.3	19.7	13.5	7.1	5.4	4.6	1.7	0.6

* 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” above.

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

Characteristics of the R and RL Classes

The R and RL Classes will not have principal balances and will not bear interest. If any assets of the Trust remain after the principal balances of all Classes are reduced to zero, we will pay the Holder of the R Class the proceeds from those assets. If any assets of the Lower Tier REMIC remain after the principal balances of the Lower Tier Regular Interests are reduced to zero, we will pay the proceeds of those assets to the Holder of the RL Class. Fannie Mae does not expect that any material assets will remain in either case.

The R and RL Classes will be subject to certain transfer restrictions. We will not permit transfer of record or beneficial ownership of an R or RL Certificate to a “disqualified organization.” In addition, we will not permit transfer of record or beneficial ownership of an R or RL Certificate to any person that is not a “U.S. Person.” Any transferee of an R or RL Certificate must execute and deliver an affidavit and an Internal Revenue Service Form W-9 on which the transferee provides its taxpayer identification number. See “Description of Certificates—Special Characteristics of Residual Certificates” and “Certain Federal Income Tax Consequences—*Taxation of Beneficial Owners of Residual Certificates*” in the REMIC Prospectus. The affidavit must also state that the transferee is a “U.S. Person” and that, if the transferee is a partnership for U.S. federal income tax purposes, each person or entity that holds an interest (directly, or indirectly through a pass-through entity) in the partnership is a “U.S. Person.” In addition, the transferee must receive an affidavit containing these same representations from any new transferee. Transferors of an R or RL Certificate should consult with their own tax advisors for further information regarding such transfers.

Treasury Department regulations (the “Regulations”) provide that a transfer of a “noneconomic residual interest” to a U.S. Person will be disregarded for all federal tax purposes unless no significant purpose of the transfer is to impede the assessment or collection of tax. The R and RL Classes will constitute noneconomic residual interests under the Regulations. Having a significant purpose to impede the assessment or collection of tax means that the transferor of a Residual Certificate knew or should have known that the transferee would be unwilling or unable to pay taxes due on its share of the taxable income of the REMIC trust (that is, the transferor had “improper knowledge”).

As discussed under the caption “Special Characteristics of Residual Certificates” in the REMIC Prospectus, the Regulations presume that a transferor does not have improper knowledge if two conditions are met. The Treasury Department has proposed an amendment to the Regulations that would add a third condition, effective February 4, 2000. According to the proposed amendment, a transferor of a Residual Certificate would be presumed not to have improper knowledge only if the present value of the anticipated tax liabilities associated with holding the Residual Certificate is less than or equal to the present value of the sum of (i) any consideration given to the transferee to acquire the Residual Certificate, (ii) expected future distributions on the Residual Certificate, and (iii) anticipated tax savings associated with holding the Residual Certificate as the related REMIC trust generates losses. The application of the proposed amendment to an actual transfer is uncertain, and you should consult your own tax advisor regarding its effect on the transfer of a Residual Certificate.

The IRS has since issued a Revenue Procedure creating a safe harbor that may be used for transfers of noneconomic residual interests pending the finalization of the proposed amendment. Under this safe harbor, a transferor of a noneconomic residual interest will be presumed not to have improper knowledge if, in addition to meeting the two conditions contained in the Regulations, either (i) the terms of the proposed amendment are complied with or (ii) the transferee’s gross assets exceed \$100 million and its net assets exceed \$10 million (in each case, at the time of the transfer and at the close of each of the transferee’s two fiscal years preceding the year of transfer), the transferee is an “eligible corporation” as defined in section 860L(a)(2) of the Code, the transferee agrees in writing that any subsequent transfer of the residual interest will be to an eligible corporation and will comply with the safe harbor, and the facts and circumstances known

to the transferor do not reasonably indicate that the taxes associated with the residual interest will not be paid. The Revenue Procedure contains additional details regarding its application, and you should consult your own tax advisor regarding the application of the Revenue Procedure to an actual transfer of a Residual Certificate.

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

CERTAIN ADDITIONAL FEDERAL INCOME TAX CONSEQUENCES

The Certificates and payments on the Certificates are not generally exempt from taxation. Therefore, you should consider the tax consequences of holding a Certificate before you acquire one. The following tax discussion supplements the discussion under the caption “Certain Federal Income Tax Consequences” in the REMIC Prospectus. When read together, the two discussions describe the current federal income tax treatment of beneficial owners of Certificates. These two tax discussions do not purport to deal with all federal tax consequences applicable to all categories of beneficial owners, some of which may be subject to special rules. In addition, these discussions may not apply to your particular circumstances for one of the reasons explained in the REMIC Prospectus. You should consult your own tax advisors regarding the federal income tax consequences of holding and disposing of Certificates as well as any tax consequences arising under the laws of any state, local or foreign taxing jurisdiction.

REMIC Elections and Special Tax Attributes

We will elect to treat the Lower Tier REMIC and the Trust as REMICs for federal income tax purposes. The REMIC Certificates, other than the R and RL Classes, will be designated as the “regular interests,” and the R Class will be designated as the “residual interest,” in the REMIC constituted by the Trust. The Lower Tier Regular Interests will be designated as the “regular interests” and the RL Class will be designated as the “residual interest” in the Lower Tier REMIC.

Because the Lower Tier REMIC and the Trust will qualify as REMICs, the REMIC Certificates and any related RCR Certificates generally will be treated as “regular or residual interests in a REMIC” for domestic building and loan associations, as “real estate assets” for real estate investment trusts, and, except for the R and RL Classes, as “qualified mortgages” for other REMICs. See “Certain Federal Income Tax Consequences—*REMIC Election and Special Tax Attributes*” in the REMIC Prospectus.

Taxation of Beneficial Owners of Regular Certificates

The Notional Classes, the Principal Only Class and the Accrual Classes will be issued with original issue discount (“OID”), and certain other Classes of REMIC Certificates may be issued with OID. If a Class is issued with OID, a beneficial owner of a Certificate of that Class generally must recognize some taxable income in advance of the receipt on the cash attributable to that income. See “Certain Federal Income Tax Consequences—*Taxation of Beneficial Owners of Regular Certificates*—Treatment of Original Issue Discount” in the REMIC Prospectus. In addition, certain Classes of REMIC Certificates may be treated as having been issued at a premium. See “Certain Federal Income Tax Consequences—*Taxation of Beneficial Owners of Regular Certificates*—Regular Certificates Purchased at a Premium” in the REMIC Prospectus.

The Prepayment Assumption that will be used in determining the rate of accrual of OID will be 165% PSA. See “Certain Federal Income Tax Consequences—*Taxation of Beneficial Owners of Regular Certificates—Treatment of Original Issue Discount—Daily Portions of 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” in this prospectus supplement and “Description of Certificates—Weighted Average Life and Final Distribution Date” in the REMIC Prospectus.

Taxation of Beneficial Owners of Residual Certificates

For purposes of determining the portion of the taxable income of the Trust (or the Lower Tier REMIC) that generally will not be treated as excess inclusions, the rate to be used is 120% of the “federal long-term rate”. The rate will be published on or about January 20, 2001. See “Certain Federal Income Tax Consequences—*Taxation of Beneficial Owners of Residual Certificates—Treatment of Excess Inclusions*” and “—*Foreign Investors—Residual Certificates*” in the REMIC Prospectus.

Taxation of Beneficial Owners of RCR Certificates

General. The RCR Classes will be created, sold and administered pursuant to an arrangement that will be classified as a grantor trust under subpart E, part I of subchapter J of the Code. The REMIC Certificates that are exchanged for RCR Certificates (including any exchanges effective on the Settlement Date) will be the assets of the trust, and the RCR Certificates will represent an ownership interest in those REMIC Certificates. For a general discussion of the federal income tax treatment of beneficial owners of REMIC Certificates, see “Certain Federal Income Tax Consequences” in the REMIC Prospectus.

The RCR Classes (each, a “Combination RCR Class”) will represent the beneficial ownership of the underlying REMIC Certificates set forth in Schedule 1. Each Certificate of a Combination RCR Class (a “Combination RCR Certificate”) will represent beneficial ownership of undivided interests in two or more underlying REMIC Certificates.

Combination RCR Classes. A beneficial owner of a Combination RCR Certificate will be treated as the beneficial owner of a proportionate interest in the REMIC Certificates underlying that Combination RCR Certificate. A beneficial owner of a Combination RCR Certificate must allocate its cost to acquire that Certificate among the underlying REMIC Certificates in proportion to their relative fair market values at the time of acquisition. The owner should account for its ownership interest in each underlying REMIC Certificate as described under “—Taxation of Beneficial Owners of Regular Certificates” in this prospectus supplement 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, the owner must allocate the sale proceeds among the underlying REMIC Certificates in proportion to their relative fair market values at the time of sale.

Exchanges. If a beneficial owner exchanges one or more REMIC Certificates for the related RCR Certificate or Certificates in the manner described under “Description of the Certificates—Combination and Recombination” in this prospectus supplement, the exchange will not be taxable. Likewise, if a beneficial owner exchanges one or more RCR Certificates for the related REMIC Certificate or Certificates in the manner described in that discussion, the exchange will not be a taxable exchange. In each of these cases, the beneficial owner will be treated as continuing to own after the exchange the same combination of interests in the related REMIC Certificates (or the same interest in the related REMIC Certificate) that it owned immediately prior to the exchange.

PLAN OF DISTRIBUTION

General. We are obligated to deliver the Certificates to Chase Securities Inc. (the “Dealer”) in exchange for the MBS. 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 these transactions to or through other dealers.

Increase in Certificates. Before the Settlement Date, we and the Dealer may agree to offer Classes in addition to those contemplated as of the date of this prospectus supplement. In this event, we will increase the MBS in principal balance, but we expect that all these additional MBS will have the same characteristics as described 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 shown in the Principal Balance Schedules will be increased to correspond to the increase of the principal balances of the applicable Classes.

LEGAL MATTERS

Brown & Wood LLP will provide legal representation for Fannie Mae. Cleary, Gottlieb, Steen & Hamilton will provide legal representation for the Dealer.

Available Recombinations(1)

REMIC Certificates		RCR Certificates						
Classes	Original Principal Balances	RCR Class	Original Principal Balance	Interest Rate	Interest Type(2)	Principal Type(2)	CUSIP Number	Final Distribution Date
Recombination 1								
FC	\$19,288,941	B	\$25,224,000	6.5 %	FIX	SEG(TAC)/SUP	31359SFM7	March 2031
SC	5,935,059							
Recombination 2								
FD	15,822,529	G	20,691,000	6.5	FIX	SCH	31359SFN5	June 2026
SD	4,868,471							
Recombination 3								
FD	15,822,529	FG	24,366,587	(3)	FLT	SUP	31359SFP0	June 2028
FE	8,544,058							
Recombination 4								
SD	4,868,471	SG	7,497,413	(3)	INV	SUP	31359SFQ8	June 2028
SE	2,628,942							

(1) REMIC Certificates of like percentage interests may be exchanged for the same percentage interest in the related RCR Certificates.

(2) See "Description of Certificates—Class Definitions and Abbreviations" in the REMIC Prospectus and "Description of the Certificates—Distributions of Interest" and "—Distributions of Principal" in this prospectus supplement.

(3) For a description of these interest rates, see "Reference Sheet—Interest Rates" and "Description of the Certificates—Distribution of Interest" in this prospectus supplement.

Principal Balance Schedules

PL Class Planned Balances

<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>
Initial Balance	\$69,466,500.00	February 2002	\$44,493,672.66	February 2003	\$19,238,487.45
March 2001	67,638,967.20	March 2002	42,330,297.75	March 2003	17,201,930.01
April 2001	65,752,959.10	April 2002	40,177,794.23	April 2003	15,175,589.59
May 2001	63,809,299.05	May 2002	38,036,106.02	May 2003	13,159,413.45
June 2001	61,808,839.25	June 2002	35,905,177.32	June 2003	11,153,349.15
July 2001	59,752,460.02	July 2002	33,784,952.60	July 2003	9,157,344.50
August 2001	57,641,069.24	August 2002	31,675,376.63	August 2003	7,171,347.58
September 2001	55,475,601.67	September 2002	29,576,394.48	September 2003	5,195,306.74
October 2001	53,257,018.23	October 2002	27,487,951.47	October 2003	3,229,170.59
November 2001	51,049,591.02	November 2002	25,409,993.23	November 2003	1,272,888.02
December 2001	48,853,262.47	December 2002	23,342,465.65	December 2003 and thereafter	0.00
January 2002	46,667,975.34	January 2003	21,285,314.91		

PM Class Planned Balances

<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>
Initial Balance through November 2003	\$36,939,000.00	June 2004	\$24,789,570.74	February 2005	\$10,016,108.58
December 2003	36,265,408.16	July 2004	22,910,307.65	March 2005	8,210,741.08
January 2004	34,328,680.42	August 2004	21,040,449.71	April 2005	6,414,397.21
February 2004	32,401,654.47	September 2004	19,179,948.36	May 2005	4,627,030.39
March 2004	30,484,280.21	October 2004	17,328,755.30	June 2005	2,848,594.26
April 2004	28,576,507.84	November 2004	15,486,822.48	July 2005	1,079,042.72
May 2004	26,678,287.79	December 2004	13,654,102.09	August 2005 and thereafter	0.00
		January 2005	11,830,546.56		

PG Class Planned Balances

<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>
Initial Balance through July 2005	\$59,457,000.00	August 2006	\$38,319,813.54	October 2007	\$15,954,346.42
August 2005	58,775,329.87	September 2006	36,669,934.66	November 2007	14,415,770.53
September 2005	57,023,410.09	October 2006	35,028,276.42	December 2007	12,884,840.23
October 2005	55,280,237.97	November 2006	33,394,796.35	January 2008	11,361,516.01
November 2005	53,545,768.32	December 2006	31,769,452.21	February 2008	9,845,758.58
December 2005	51,819,956.22	January 2007	30,152,201.97	March 2008	8,337,528.81
January 2006	50,102,756.94	February 2007	28,543,003.81	April 2008	6,836,787.82
February 2006	48,394,126.01	March 2007	26,941,816.14	May 2008	5,343,496.89
March 2006	46,694,019.18	April 2007	25,348,597.56	June 2008	3,857,617.53
April 2006	45,002,392.43	May 2007	23,763,306.92	July 2008	2,379,111.43
May 2006	43,319,201.95	June 2007	22,185,903.25	August 2008	907,940.48
June 2006	41,644,404.17	July 2007	20,616,345.80	September 2008 and thereafter	0.00
July 2006	39,977,955.74	August 2007	19,054,594.04		
		September 2007	17,500,607.61		

PB Class Planned Balances

<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>
Initial Balance through August 2008	\$98,545,500.00	October 2012	\$45,217,811.92	January 2017	\$18,965,876.68
September 2008	97,989,566.76	November 2012	44,486,715.65	February 2017	18,627,746.68
October 2008	96,532,952.55	December 2012	43,766,394.36	March 2017	18,294,800.59
November 2008	95,083,560.34	January 2013	43,056,695.91	April 2017	17,966,963.81
December 2008	93,641,352.79	February 2013	42,357,470.26	May 2017	17,644,162.77
January 2009	92,206,779.20	March 2013	41,668,569.42	June 2017	17,326,324.96
February 2009	90,792,842.50	April 2013	40,989,847.49	July 2017	17,013,378.85
March 2009	89,399,254.84	May 2013	40,321,160.56	August 2017	16,705,253.92
April 2009	88,025,732.30	June 2013	39,662,366.70	September 2017	16,401,880.63
May 2009	86,671,994.88	July 2013	39,013,325.96	October 2017	16,103,190.42
June 2009	85,337,766.40	August 2013	38,373,900.32	November 2017	15,809,115.69
July 2009	84,022,774.50	September 2013	37,743,953.67	December 2017	15,519,589.77
August 2009	82,726,750.53	October 2013	37,123,351.78	January 2018	15,234,546.93
September 2009	81,449,429.56	November 2013	36,511,962.28	February 2018	14,953,922.36
October 2009	80,190,550.27	December 2013	35,909,654.63	March 2018	14,677,652.16
November 2009	78,949,854.95	January 2014	35,316,300.09	April 2018	14,405,673.32
December 2009	77,727,089.43	February 2014	34,731,771.72	May 2018	14,137,923.71
January 2010	76,522,003.01	March 2014	34,155,944.32	June 2018	13,874,342.06
February 2010	75,334,348.46	April 2014	33,588,694.42	July 2018	13,614,867.98
March 2010	74,163,881.93	May 2014	33,029,900.29	August 2018	13,359,441.90
April 2010	73,010,362.95	June 2014	32,479,441.85	September 2018	13,108,005.12
May 2010	71,873,554.32	July 2014	31,937,200.71	October 2018	12,860,499.72
June 2010	70,753,222.12	August 2014	31,403,060.11	November 2018	12,616,868.61
July 2010	69,649,135.64	September 2014	30,876,904.90	December 2018	12,377,055.52
August 2010	68,561,067.36	October 2014	30,358,621.53	January 2019	12,141,004.94
September 2010	67,488,792.87	November 2014	29,848,098.05	February 2019	11,908,662.15
October 2010	66,432,090.84	December 2014	29,345,224.03	March 2019	11,679,973.19
November 2010	65,390,743.03	January 2015	28,849,890.59	April 2019	11,454,884.87
December 2010	64,364,534.14	February 2015	28,361,990.34	May 2019	11,233,344.75
January 2011	63,353,251.88	March 2015	27,881,417.40	June 2019	11,015,301.10
February 2011	62,356,686.87	April 2015	27,408,067.36	July 2019	10,800,702.94
March 2011	61,374,632.60	May 2015	26,941,837.25	August 2019	10,589,499.99
April 2011	60,406,885.42	June 2015	26,482,625.53	September 2019	10,381,642.70
May 2011	59,453,244.47	July 2015	26,030,332.07	October 2019	10,177,082.20
June 2011	58,513,511.67	August 2015	25,584,858.14	November 2019	9,975,770.29
July 2011	57,587,491.66	September 2015	25,146,106.37	December 2019	9,777,659.49
August 2011	56,674,991.76	October 2015	24,713,980.75	January 2020	9,582,702.94
September 2011	55,775,821.98	November 2015	24,288,386.59	February 2020	9,390,854.49
October 2011	54,889,794.90	December 2015	23,869,230.55	March 2020	9,202,068.59
November 2011	54,016,725.73	January 2016	23,456,420.55	April 2020	9,016,300.36
December 2011	53,156,432.19	February 2016	23,049,865.81	May 2020	8,833,505.56
January 2012	52,308,734.54	March 2016	22,649,476.81	June 2020	8,653,640.54
February 2012	51,473,455.49	April 2016	22,255,165.27	July 2020	8,476,662.29
March 2012	50,650,420.24	May 2016	21,866,844.15	August 2020	8,302,528.40
April 2012	49,839,456.34	June 2016	21,484,427.61	September 2020	8,131,197.07
May 2012	49,040,393.77	July 2016	21,107,831.01	October 2020	7,962,627.06
June 2012	48,253,064.84	August 2016	20,736,970.88	November 2020	7,796,777.73
July 2012	47,477,304.16	September 2016	20,371,764.93	December 2020	7,633,609.03
August 2012	46,712,948.64	October 2016	20,012,132.00	January 2021	7,473,081.44
September 2012	45,959,837.44	November 2016	19,657,992.07	February 2021	7,315,156.03
		December 2016	19,309,266.23	March 2021	7,159,794.40

PB Class (Continued)

<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>	<u>Distribution Date</u>	<u>Planned Balance</u>
April 2021	\$ 7,006,958.69	December 2023	\$ 3,249,165.44	August 2026	\$ 1,094,920.63
May 2021	6,856,611.59	January 2024	3,161,595.26	September 2026	1,045,890.64
June 2021	6,708,716.32	February 2024	3,075,538.81	October 2026	997,782.75
July 2021	6,563,236.59	March 2024	2,990,973.16	November 2026	950,582.54
August 2021	6,420,136.67	April 2024	2,907,875.72	December 2026	904,275.80
September 2021	6,279,381.29	May 2024	2,826,224.19	January 2027	858,848.54
October 2021	6,140,935.70	June 2024	2,745,996.62	February 2027	814,286.96
November 2021	6,004,765.66	July 2024	2,667,171.36	March 2027	770,577.48
December 2021	5,870,837.37	August 2024	2,589,727.07	April 2027	727,706.68
January 2022	5,739,117.55	September 2024	2,513,642.72	May 2027	685,661.38
February 2022	5,609,573.38	October 2024	2,438,897.58	June 2027	644,428.56
March 2022	5,482,172.50	November 2024	2,365,471.22	July 2027	603,995.40
April 2022	5,356,883.00	December 2024	2,293,343.49	August 2027	564,349.27
May 2022	5,233,673.45	January 2025	2,222,494.56	September 2027	525,477.72
June 2022	5,112,512.84	February 2025	2,152,904.85	October 2027	487,368.49
July 2022	4,993,370.61	March 2025	2,084,555.08	November 2027	450,009.48
August 2022	4,876,216.63	April 2025	2,017,426.25	December 2027	413,388.79
September 2022	4,761,021.22	May 2025	1,951,499.62	January 2028	377,494.67
October 2022	4,647,755.08	June 2025	1,886,756.74	February 2028	342,315.57
November 2022	4,536,389.37	July 2025	1,823,179.40	March 2028	307,840.09
December 2022	4,426,895.64	August 2025	1,760,749.67	April 2028	274,057.00
January 2023	4,319,245.83	September 2025	1,699,449.87	May 2028	240,955.23
February 2023	4,213,412.31	October 2025	1,639,262.59	June 2028	208,523.89
March 2023	4,109,367.83	November 2025	1,580,170.65	July 2028	176,752.22
April 2023	4,007,085.51	December 2025	1,522,157.13	August 2028	145,629.65
May 2023	3,906,538.89	January 2026	1,465,205.36	September 2028	115,145.75
June 2023	3,807,701.85	February 2026	1,409,298.89	October 2028	85,290.24
July 2023	3,710,548.67	March 2026	1,354,421.53	November 2028	56,053.00
August 2023	3,615,053.98	April 2026	1,300,557.32	December 2028	27,424.04
September 2023	3,521,192.78	May 2026	1,247,690.52	January 2029 and thereafter	0.00
October 2023	3,428,940.43	June 2026	1,195,805.62		
November 2023	3,338,272.63	July 2026	1,144,887.35		

Segment Group Targeted Balances

<u>Distribution Date</u>	<u>Targeted Balance</u>	<u>Distribution Date</u>	<u>Targeted Balance</u>	<u>Distribution Date</u>	<u>Targeted Balance</u>
Initial Balance	\$45,712,000.00	June 2002	\$33,968,658.75	October 2003	\$24,368,355.16
March 2001	45,052,704.43	July 2002	33,285,322.99	November 2003	23,857,352.24
April 2001	44,371,471.51	August 2002	32,613,673.67	December 2003	23,356,135.04
May 2001	43,669,130.94	September 2002	31,953,583.09	January 2004	22,864,594.37
June 2001	42,946,541.24	October 2002	31,304,924.80	February 2004	22,382,622.10
July 2001	42,204,588.50	November 2002	30,667,573.58	March 2004	21,910,111.18
August 2001	41,444,185.02	December 2002	30,041,405.40	April 2004	21,446,955.57
September 2001	40,666,267.96	January 2003	29,426,297.46	May 2004	20,993,050.30
October 2001	39,871,797.89	February 2003	28,822,128.14	June 2004	20,548,291.41
November 2001	39,090,221.16	March 2003	28,228,777.00	July 2004	20,112,575.98
December 2001	38,321,398.41	April 2003	27,646,124.79	August 2004	19,685,802.08
January 2002	37,565,191.61	May 2003	27,074,053.41	September 2004	19,267,868.78
February 2002	36,821,464.08	June 2003	26,512,445.89	October 2004	18,858,676.17
March 2002	36,090,080.44	July 2003	25,961,186.43	November 2004	18,458,125.29
April 2002	35,370,906.63	August 2003	25,420,160.35	December 2004	18,066,118.16
May 2002	34,663,809.89	September 2003	24,889,254.08	January 2005	17,682,557.78

Segment Group (Continued)

<u>Distribution Date</u>	<u>Targeted Balance</u>	<u>Distribution Date</u>	<u>Targeted Balance</u>	<u>Distribution Date</u>	<u>Targeted Balance</u>
February 2005	\$17,307,348.09	December 2007	\$ 8,891,897.18	September 2010	\$ 5,237,392.12
March 2005	16,940,393.97	January 2008	8,755,253.39	October 2010	5,091,642.63
April 2005	16,581,601.27	February 2008	8,624,069.34	November 2010	4,943,501.26
May 2005	16,230,876.73	March 2008	8,498,278.73	December 2010	4,793,042.28
June 2005	15,888,128.03	April 2008	8,377,815.90	January 2011	4,640,338.60
July 2005	15,553,263.77	May 2008	8,262,615.89	February 2011	4,485,461.76
August 2005	15,226,193.43	June 2008	8,152,614.36	March 2011	4,328,481.99
September 2005	14,906,827.40	July 2008	8,047,747.65	April 2011	4,169,468.21
October 2005	14,595,076.96	August 2008	7,947,952.73	May 2011	4,008,488.05
November 2005	14,290,854.26	September 2008	7,853,167.21	June 2011	3,845,607.86
December 2005	13,994,072.31	October 2008	7,763,329.34	July 2011	3,680,892.76
January 2006	13,704,645.01	November 2008	7,678,377.99	August 2011	3,514,406.64
February 2006	13,422,487.10	December 2008	7,598,252.65	September 2011	3,346,212.17
March 2006	13,147,514.16	January 2009	7,522,569.13	October 2011	3,176,370.86
April 2006	12,879,642.60	February 2009	7,442,574.90	November 2011	3,004,943.01
May 2006	12,618,789.70	March 2009	7,358,378.68	December 2011	2,831,987.81
June 2006	12,364,873.52	April 2009	7,270,087.27	January 2012	2,657,563.29
July 2006	12,117,812.95	May 2009	7,177,805.60	February 2012	2,481,726.38
August 2006	11,877,527.70	June 2009	7,081,636.76	March 2012	2,304,532.91
September 2006	11,643,938.26	July 2009	6,981,681.98	April 2012	2,126,037.63
October 2006	11,416,965.92	August 2009	6,878,040.75	May 2012	1,946,294.22
November 2006	11,196,532.77	September 2009	6,770,810.74	June 2012	1,765,355.34
December 2006	10,982,561.66	October 2009	6,660,087.91	July 2012	1,583,272.60
January 2007	10,774,976.21	November 2009	6,545,966.50	August 2012	1,400,096.61
February 2007	10,573,700.82	December 2009	6,428,539.08	September 2012	1,215,876.98
March 2007	10,378,660.62	January 2010	6,307,896.53	October 2012	1,030,662.36
April 2007	10,189,781.52	February 2010	6,184,128.13	November 2012	844,500.40
May 2007	10,006,990.14	March 2010	6,057,321.52	December 2012	657,437.84
June 2007	9,830,213.87	April 2010	5,927,562.79	January 2013	469,520.47
July 2007	9,659,380.80	May 2010	5,794,936.45	February 2013	280,793.16
August 2007	9,494,419.76	June 2010	5,659,525.47	March 2013	91,299.91
September 2007	9,335,260.28	July 2010	5,521,411.35	April 2013 and thereafter	0.00
October 2007	9,181,832.61	August 2010	5,380,674.06		
November 2007	9,034,067.69				

Aggregate Group 1 Scheduled Balances

<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>
Initial Balance	\$19,239,000.00	April 2002	\$15,254,064.50	June 2003	\$11,731,230.60
March 2001	18,987,696.83	May 2002	14,977,222.82	July 2003	11,507,501.75
April 2001	18,727,712.23	June 2002	14,704,398.90	August 2003	11,287,317.61
May 2001	18,459,320.40	July 2002	14,435,557.18	September 2003	11,070,646.34
June 2001	18,182,805.36	August 2002	14,170,662.39	October 2003	10,857,456.38
July 2001	17,898,460.49	September 2002	13,909,679.52	November 2003	10,647,716.41
August 2001	17,606,588.25	October 2002	13,652,573.86	December 2003	10,441,395.35
September 2001	17,307,499.73	November 2002	13,399,310.95	January 2004	10,238,462.39
October 2001	17,001,514.28	December 2002	13,149,856.62	February 2004	10,038,886.94
November 2001	16,699,803.49	January 2003	12,904,176.97	March 2004	9,842,638.66
December 2001	16,402,329.77	February 2003	12,662,238.34	April 2004	9,649,687.47
January 2002	16,109,055.85	March 2003	12,424,007.37	May 2004	9,460,003.49
February 2002	15,819,944.75	April 2003	12,189,450.95	June 2004	9,273,557.12
March 2002	15,534,959.77	May 2003	11,958,536.22	July 2004	9,090,318.98

Aggregate Group 1 (Continued)

<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>
August 2004	\$ 8,910,259.90	December 2006	\$ 5,047,986.39	April 2009	\$ 3,044,177.47
September 2004	8,733,350.98	January 2007	4,948,432.19	May 2009	2,968,564.54
October 2004	8,559,563.52	February 2007	4,851,283.19	June 2009	2,886,423.65
November 2004	8,388,869.08	March 2007	4,756,516.71	July 2009	2,797,894.33
December 2004	8,221,239.41	April 2007	4,664,110.23	August 2009	2,703,113.92
January 2005	8,056,646.52	May 2007	4,574,041.40	September 2009	2,602,217.53
February 2005	7,895,062.62	June 2007	4,486,288.09	October 2009	2,495,338.15
March 2005	7,736,460.16	July 2007	4,400,828.32	November 2009	2,382,606.61
April 2005	7,580,811.79	August 2007	4,317,640.30	December 2009	2,265,179.19
May 2005	7,428,090.40	September 2007	4,236,702.41	January 2010	2,144,536.64
June 2005	7,278,269.08	October 2007	4,157,993.22	February 2010	2,020,768.24
July 2005	7,131,321.14	November 2007	4,081,491.46	March 2010	1,893,961.63
August 2005	6,987,220.12	December 2007	4,007,176.03	April 2010	1,764,202.90
September 2005	6,845,939.75	January 2008	3,935,026.03	May 2010	1,631,576.56
October 2005	6,707,453.97	February 2008	3,865,020.69	June 2010	1,496,165.58
November 2005	6,571,736.96	March 2008	3,797,139.45	July 2010	1,358,051.46
December 2005	6,438,763.07	April 2008	3,731,361.89	August 2010	1,217,314.16
January 2006	6,308,506.88	May 2008	3,667,667.77	September 2010	1,074,032.23
February 2006	6,180,943.17	June 2008	3,606,037.00	October 2010	928,282.74
March 2006	6,056,046.91	July 2008	3,546,449.69	November 2010	780,141.37
April 2006	5,933,793.29	August 2008	3,488,886.06	December 2010	629,682.39
May 2006	5,814,157.69	September 2008	3,433,326.54	January 2011	476,978.71
June 2006	5,697,115.69	October 2008	3,379,751.70	February 2011	322,101.87
July 2006	5,582,643.07	November 2008	3,328,142.27	March 2011	165,122.10
August 2006	5,470,715.79	December 2008	3,278,479.14	April 2011	6,108.32
September 2006	5,361,310.03	January 2009	3,230,419.05	May 2011 and thereafter	0.00
October 2006	5,254,402.14	February 2009	3,175,249.97		
November 2006	5,149,968.68	March 2009	3,113,120.64		

FD Class Scheduled Balances

<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>
Initial Balance	\$15,822,529.00	October 2002	\$11,388,500.28	June 2004	\$ 7,850,959.99
March 2001	15,620,282.42	November 2002	11,186,590.95	July 2004	7,699,796.63
April 2001	15,411,778.95	December 2002	10,987,490.97	August 2004	7,550,886.54
May 2001	15,197,232.78	January 2003	10,791,170.23	September 2004	7,404,204.35
June 2001	14,976,865.65	February 2003	10,597,598.84	October 2004	7,259,724.90
July 2001	14,750,906.54	March 2003	10,406,747.20	November 2004	7,117,423.23
August 2001	14,519,591.33	April 2003	10,218,585.94	December 2004	6,977,274.61
September 2001	14,283,162.56	May 2003	10,033,085.96	January 2005	6,839,254.53
October 2001	14,041,868.94	June 2003	9,850,218.39	February 2005	6,703,338.65
November 2001	13,803,800.77	July 2003	9,669,954.61	March 2005	6,569,502.88
December 2001	13,568,924.37	August 2003	9,492,266.26	April 2005	6,437,723.29
January 2002	13,337,206.33	September 2003	9,317,125.21	May 2005	6,307,976.21
February 2002	13,108,613.56	October 2003	9,144,503.56	June 2005	6,180,238.13
March 2002	12,883,113.22	November 2003	8,974,373.67	July 2005	6,054,485.74
April 2002	12,660,672.78	December 2003	8,806,708.12	August 2005	5,930,695.96
May 2002	12,441,259.98	January 2004	8,641,479.73	September 2005	5,808,845.88
June 2002	12,224,842.82	February 2004	8,478,661.55	October 2005	5,688,912.78
July 2002	12,011,389.58	March 2004	8,318,226.87	November 2005	5,570,874.16
August 2002	11,800,868.82	April 2004	8,160,149.19	December 2005	5,454,707.70
September 2002	11,593,249.36	May 2004	8,004,402.24	January 2006	5,340,391.24

FD Class (Continued)

<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>
February 2006	\$ 5,227,902.87	December 2007	\$ 3,173,518.37	October 2009	\$ 1,651,714.44
March 2006	5,117,220.80	January 2008	3,097,427.73	November 2009	1,574,287.51
April 2006	5,008,323.47	February 2008	3,022,690.83	December 2009	1,495,600.03
May 2006	4,901,189.50	March 2008	2,949,289.93	January 2010	1,415,681.82
June 2006	4,795,797.66	April 2008	2,877,207.42	February 2010	1,334,562.13
July 2006	4,692,126.94	May 2008	2,806,425.87	March 2010	1,252,269.66
August 2006	4,590,156.47	June 2008	2,736,927.97	April 2010	1,168,832.52
September 2006	4,489,865.59	July 2008	2,668,696.56	May 2010	1,084,278.28
October 2006	4,391,233.80	August 2008	2,601,714.65	June 2010	998,633.98
November 2006	4,294,240.78	September 2008	2,535,965.35	July 2010	911,926.13
December 2006	4,198,866.37	October 2008	2,471,431.94	August 2010	824,180.68
January 2007	4,105,090.58	November 2008	2,408,097.83	September 2010	735,423.09
February 2007	4,012,893.62	December 2008	2,345,946.58	October 2010	645,678.32
March 2007	3,922,255.83	January 2009	2,284,837.87	November 2010	554,970.80
April 2007	3,833,157.74	February 2009	2,221,431.66	December 2010	463,324.51
May 2007	3,745,580.02	March 2009	2,155,775.89	January 2011	370,762.89
June 2007	3,659,503.54	April 2009	2,088,058.62	February 2011	277,308.95
July 2007	3,574,909.31	May 2009	2,018,855.01	March 2011	182,985.21
August 2007	3,491,778.50	June 2009	1,948,199.20	April 2011	87,813.73
September 2007	3,410,092.43	July 2009	1,876,124.70	May 2011 and thereafter	0.00
October 2007	3,329,832.59	August 2009	1,802,664.35		
November 2007	3,250,980.64	September 2009	1,727,850.38		

SD Class Scheduled Balances

<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>
Initial Balance	\$4,868,471.00	April 2003	\$3,144,180.64	June 2005	\$1,901,611.94
March 2001	4,806,241.27	May 2003	3,087,103.71	July 2005	1,862,918.90
April 2001	4,742,086.35	June 2003	3,030,836.76	August 2005	1,824,829.73
May 2001	4,676,072.14	July 2003	2,975,370.98	September 2005	1,787,337.39
June 2001	4,608,266.86	August 2003	2,920,697.63	October 2005	1,750,434.90
July 2001	4,538,740.97	September 2003	2,866,808.07	November 2005	1,714,115.32
August 2001	4,467,567.06	October 2003	2,813,693.71	December 2005	1,678,371.78
September 2001	4,394,819.73	November 2003	2,761,346.05	January 2006	1,643,197.49
October 2001	4,320,575.54	December 2003	2,709,756.64	February 2006	1,608,585.67
November 2001	4,247,323.79	January 2004	2,658,917.13	March 2006	1,574,529.65
December 2001	4,175,054.11	February 2004	2,608,819.23	April 2006	1,541,022.78
January 2002	4,103,756.25	March 2004	2,559,454.70	May 2006	1,508,058.47
February 2002	4,033,420.00	April 2004	2,510,815.41	June 2006	1,475,630.21
March 2002	3,964,035.28	May 2004	2,462,893.27	July 2006	1,443,731.52
April 2002	3,895,592.06	June 2004	2,415,680.27	August 2006	1,412,355.99
May 2002	3,828,080.42	July 2004	2,369,168.45	September 2006	1,381,497.26
June 2002	3,761,490.51	August 2004	2,323,349.96	October 2006	1,351,149.01
July 2002	3,695,812.59	September 2004	2,278,216.97	November 2006	1,321,305.00
August 2002	3,631,036.96	October 2004	2,233,761.75	December 2006	1,291,959.02
September 2002	3,567,154.04	November 2004	2,189,976.62	January 2007	1,263,104.94
October 2002	3,504,154.32	December 2004	2,146,853.97	February 2007	1,234,736.63
November 2002	3,442,028.37	January 2005	2,104,386.24	March 2007	1,206,848.08
December 2002	3,380,766.83	February 2005	2,062,565.97	April 2007	1,179,433.28
January 2003	3,320,360.44	March 2005	2,021,385.72	May 2007	1,152,486.29
February 2003	3,260,800.01	April 2005	1,980,838.16	June 2007	1,126,001.22
March 2003	3,202,076.41	May 2005	1,940,915.97	July 2007	1,099,972.22

SD Class (Continued)

<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>
August 2007	\$1,074,393.50	December 2008	\$ 721,829.80	April 2010	\$ 359,640.81
September 2007	1,049,259.32	January 2009	703,027.12	May 2010	333,624.12
October 2007	1,024,563.99	February 2009	683,517.51	June 2010	307,272.03
November 2007	1,000,301.85	March 2009	663,315.73	July 2010	280,592.68
December 2007	976,467.30	April 2009	642,479.65	August 2010	253,594.08
January 2008	953,054.79	May 2009	621,186.23	September 2010	226,284.05
February 2008	930,058.82	June 2009	599,445.98	October 2010	198,670.27
March 2008	907,473.92	July 2009	577,269.20	November 2010	170,760.27
April 2008	885,294.69	August 2009	554,666.01	December 2010	142,561.40
May 2008	863,515.75	September 2009	531,646.33	January 2011	114,080.90
June 2008	842,131.78	October 2009	508,219.88	February 2011	85,325.84
July 2008	821,137.50	November 2009	484,396.21	March 2011	56,303.15
August 2008	800,527.67	December 2009	460,184.67	April 2011	27,019.61
September 2008	780,297.12	January 2010	435,594.45	May 2011 and thereafter	0.00
October 2008	760,440.68	February 2010	410,634.55		
November 2008	740,953.26	March 2010	385,313.78		

G Class Scheduled Balances

<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>
Initial Balance	\$20,691,000.00	October 2003	\$11,958,197.27	June 2006	\$ 6,271,427.87
March 2001	20,426,523.69	November 2003	11,735,719.72	July 2006	6,135,858.46
April 2001	20,153,865.30	December 2003	11,516,464.76	August 2006	6,002,512.46
May 2001	19,873,304.92	January 2004	11,300,396.86	September 2006	5,871,362.85
June 2001	19,585,132.51	February 2004	11,087,480.78	October 2006	5,742,382.81
July 2001	19,289,647.51	March 2004	10,877,681.57	November 2006	5,615,545.78
August 2001	18,987,158.39	April 2004	10,670,964.60	December 2006	5,490,825.39
September 2001	18,677,982.29	May 2004	10,467,295.51	January 2007	5,368,195.52
October 2001	18,362,444.48	June 2004	10,266,640.26	February 2007	5,247,630.25
November 2001	18,051,124.56	July 2004	10,068,965.08	March 2007	5,129,103.91
December 2001	17,743,978.48	August 2004	9,874,236.50	April 2007	5,012,591.02
January 2002	17,440,962.58	September 2004	9,682,421.32	May 2007	4,898,066.31
February 2002	17,142,033.56	October 2004	9,493,486.65	June 2007	4,785,504.76
March 2002	16,847,148.50	November 2004	9,307,399.85	July 2007	4,674,881.53
April 2002	16,556,264.84	December 2004	9,124,128.58	August 2007	4,566,172.00
May 2002	16,269,340.40	January 2005	8,943,640.77	September 2007	4,459,351.75
June 2002	15,986,333.33	February 2005	8,765,904.62	October 2007	4,354,396.58
July 2002	15,707,202.17	March 2005	8,590,888.60	November 2007	4,251,282.49
August 2002	15,431,905.78	April 2005	8,418,561.45	December 2007	4,149,985.67
September 2002	15,160,403.40	May 2005	8,248,892.18	January 2008	4,050,482.52
October 2002	14,892,654.60	June 2005	8,081,850.07	February 2008	3,952,749.65
November 2002	14,628,619.32	July 2005	7,917,404.64	March 2008	3,856,763.85
December 2002	14,368,257.80	August 2005	7,755,525.69	April 2008	3,762,502.11
January 2003	14,111,530.67	September 2005	7,596,183.27	May 2008	3,669,941.62
February 2003	13,858,398.85	October 2005	7,439,347.68	June 2008	3,579,059.75
March 2003	13,608,823.61	November 2005	7,284,989.48	July 2008	3,489,834.06
April 2003	13,362,766.58	December 2005	7,133,079.48	August 2008	3,402,242.32
May 2003	13,120,189.67	January 2006	6,983,588.73	September 2008	3,316,262.47
June 2003	12,881,055.15	February 2006	6,836,488.54	October 2008	3,231,872.62
July 2003	12,645,325.59	March 2006	6,691,750.45	November 2008	3,149,051.09
August 2003	12,412,963.89	April 2006	6,549,346.25	December 2008	3,067,776.38
September 2003	12,183,933.28	May 2006	6,409,247.97	January 2009	2,987,864.99

G Class (Continued)

<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>	<u>Distribution Date</u>	<u>Scheduled Balance</u>
February 2009	\$ 2,904,949.17	December 2009	\$ 1,955,784.70	October 2010	\$ 844,348.59
March 2009	2,819,091.62	January 2010	1,851,276.27	November 2010	725,731.07
April 2009	2,730,538.27	February 2010	1,745,196.68	December 2010	605,885.91
May 2009	2,640,041.24	March 2010	1,637,583.44	January 2011	484,843.79
June 2009	2,547,645.18	April 2010	1,528,473.33	February 2011	362,634.79
July 2009	2,453,393.90	May 2010	1,417,902.40	March 2011	239,288.36
August 2009	2,357,330.36	June 2010	1,305,906.01	April 2011	114,833.34
September 2009	2,259,496.71	July 2010	1,192,518.81	May 2011 and thereafter	0.00
October 2009	2,159,934.32	August 2010	1,077,774.76		
November 2009	2,058,683.72	September 2010	961,707.14		

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The Securities and Exchange Commission has not approved or disapproved the Certificates or determined if this Prospectus Supplement is truthful and complete. Any representation to the contrary is a criminal offense.

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\$375,000,000



**Guaranteed
REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 2001-3**

PROSPECTUS SUPPLEMENT

JPMorgan

January 11, 2001
