

\$1,279,854,763



FannieMae®

**Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 2004-79**

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

<i>Class</i>	<i>Group</i>	<i>Original Class Balance</i>	<i>Principal Type</i>	<i>Interest Rate</i>	<i>Interest Type</i>	<i>CUSIP Number</i>	<i>Final Distribution Date</i>
FP	1	\$ 50,000,000	PAC / AD	(1)	FLT	31394BFD 1	November 2034
CO (2) ...	1	18,181,819	PAC / AD	(3)	PO	31394BFE 9	November 2034
DS (2) ...	1	18,181,819 (4)	NTL	(1)	INV / IO	31394BFF 6	November 2034
ES (2) ...	1	18,181,819 (4)	NTL	(1)	INV / IO	31394BFG 4	November 2034
ZE	1	7,575,757	SUP	5.50%	FIX / Z	31394BFH 2	November 2034
F	1	132,500,000	SEQ / AD	(1)	FLT	31394BFJ 8	August 2032
DO (2) ...	1	48,181,877	SEQ / AD	(3)	PO	31394BFK 5	August 2032
HS (2) ...	1	48,181,877 (4)	NTL	(1)	INV / IO	31394BFL 3	August 2032
JS (2)	1	48,181,877 (4)	NTL	(1)	INV / IO	31394BFM 1	August 2032
FA	1	100,000,000	SEQ / AD	(1)	FLT	31394BFN 9	August 2032
EO (2) ...	1	36,363,637	SEQ / AD	(3)	PO	31394BFP 4	August 2032
PS (2) ...	1	36,363,637 (4)	NTL	(1)	INV / IO	31394BFQ 2	August 2032
QS (2) ...	1	36,363,637 (4)	NTL	(1)	INV / IO	31394BFR 0	August 2032
ZD	1	13,210,396	SEQ	5.50	FIX / Z	31394BFS 8	November 2034
A	2	443,000,000	SEQ	5.00	FIX	31394BFT 6	November 2032
VA (2) ...	2	10,099,000	SEQ / AD	5.00	FIX	31394BFU 3	July 2010
VB (2) ...	2	42,565,357	SEQ / AD	5.00	FIX	31394BFV 1	October 2024
Z (2)	2	30,979,000	SEQ	5.00	FIX / Z	31394BFW 9	November 2034
BA	3	115,000,000	SEQ	4.50	FIX	31394BFX 7	May 2029
BC	3	14,668,049	SEQ	4.50	FIX	31394BFY 5	October 2030
VE (2) ...	3	5,512,000	SEQ / AD	4.50	FIX	31394BFZ 2	August 2010
VG (2) ...	3	27,380,220	SEQ / AD	4.50	FIX	31394BGA 6	April 2027
ZB (2) ...	3	18,975,000	SEQ	4.50	FIX / Z	31394BGB 4	November 2034
MQ	4	75,000,000	SEQ	4.25	FIX	31394BGC 2	February 2023
MN	4	15,361,446	SEQ	4.25	FIX	31394BGD 0	November 2024
FM	4	75,301,205	PT	(1)	FLT	31394BGE 8	November 2024
SM	4	75,301,205 (4)	NTL	(1)	INV / IO	31394BGF 5	November 2024
R		0	NPR	0	NPR	31394BGG 3	November 2034
RL		0	NPR	0	NPR	31394BGH 1	November 2034

(1) Based on LIBOR.

(2) Exchangeable classes.

(3) Principal only classes.

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

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 CS, KS, SP, GS, YS, S, ST, SU, SA, B and BG 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 October 29, 2004.

Carefully consider the risk factors starting on page S-9 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.



Deutsche Bank Securities

September 3, 2004

TABLE OF CONTENTS

	<u>Page</u>		<u>Page</u>
AVAILABLE INFORMATION	S- 3	<i>Group 3 Principal Distribution</i>	
INCORPORATION BY		<i>Amount</i>	S-18
REFERENCE	S- 3	<i>ZB Accrual Amount</i>	S-18
REFERENCE SHEET	S- 5	<i>Group 3 Cash Flow Distribution</i>	
ADDITIONAL RISK FACTORS	S- 9	<i>Amount</i>	S-18
DESCRIPTION OF THE		<i>Group 4 Principal Distribution</i>	
CERTIFICATES	S-10	<i>Amount</i>	S-18
GENERAL	S-10	STRUCTURING ASSUMPTIONS	S-18
<i>Structure</i>	S-10	<i>Pricing Assumptions</i>	S-18
<i>Fannie Mae Guaranty</i>	S-11	<i>Prepayment Assumptions</i>	S-18
<i>Characteristics of Certificates</i>	S-11	<i>Structuring Range</i>	S-19
<i>Authorized Denominations</i>	S-11	<i>Initial Effective Range</i>	S-19
<i>Distribution Dates</i>	S-11	YIELD TABLES	S-20
<i>Record Date</i>	S-11	<i>General</i>	S-20
<i>Class Factors</i>	S-12	<i>The Inverse Floating Rate Classes</i> ..	S-20
<i>No Optional Termination</i>	S-12	<i>The Principal Only Classes</i>	S-25
COMBINATION AND RECOMBINATION ..	S-12	WEIGHTED AVERAGE LIVES OF THE	
<i>General</i>	S-12	CERTIFICATES	S-26
<i>Procedures</i>	S-12	DECREMENT TABLES	S-26
<i>Additional Considerations</i>	S-12	CHARACTERISTICS OF THE R AND	
THE MBS	S-13	RL CLASSES	S-31
FINAL DATA STATEMENT	S-13	CERTAIN ADDITIONAL	
DISTRIBUTIONS OF INTEREST	S-14	FEDERAL INCOME TAX	
<i>Categories of Classes</i>	S-14	CONSEQUENCES	S-32
<i>General</i>	S-14	REMIC ELECTIONS AND SPECIAL	
<i>Interest Accrual Periods</i>	S-15	TAX ATTRIBUTES	S-32
<i>Accrual Classes</i>	S-15	TAXATION OF BENEFICIAL OWNERS OF	
<i>Notional Classes</i>	S-15	REGULAR CERTIFICATES	S-32
<i>Floating Rate and Inverse Floating</i>		TAXATION OF BENEFICIAL OWNERS OF	
<i>Rate Classes</i>	S-15	RESIDUAL CERTIFICATES	S-33
CALCULATION OF LIBOR	S-15	TAXATION OF BENEFICIAL OWNERS OF	
DISTRIBUTIONS OF PRINCIPAL	S-16	RCR CERTIFICATES	S-33
<i>Categories of Classes</i>	S-16	<i>General</i>	S-33
<i>Principal Distribution Amount</i>	S-16	<i>Combination RCR Classes</i>	S-33
<i>Group 1 Principal Distribution</i>		<i>Exchanges</i>	S-34
<i>Amount</i>	S-17	TAX RETURN DISCLOSURE	
<i>ZE Accrual Amount</i>	S-17	REQUIREMENTS	S-34
<i>ZD Accrual Amount</i>	S-17	PLAN OF DISTRIBUTION	S-34
<i>Group 1 Cash Flow Distribution</i>		<i>General</i>	S-34
<i>Amount</i>	S-17	<i>Increase in Certificates</i>	S-34
<i>Group 2 Principal Distribution</i>		LEGAL MATTERS	S-34
<i>Amount</i>	S-17	SCHEDULE 1	A- 1
<i>Z Accrual Amount</i>	S-17	PRINCIPAL BALANCE	
<i>Group 2 Cash Flow Distribution</i>		SCHEDULE	B- 1
<i>Amount</i>	S-18		

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 Fannie Mae Guaranteed REMIC Pass-Through Certificates dated May 1, 2002 (the “REMIC Prospectus”);
- our Prospectus for Fannie Mae Guaranteed Mortgage Pass-Through Certificates (Single-Family Residential Mortgage Loans) dated July 1, 2004 (the “MBS Prospectus”); and
- any information incorporated by reference in this prospectus supplement as discussed below under the heading “Incorporation by Reference.”

You can obtain copies of 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).

In addition, the Disclosure Documents, together with the class factors, are available on our corporate Web site at www.fanniemae.com.

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

Deutsche Bank Securities Inc.
Syndicate Operations
Prospectus Department
31 West 52nd Street
New York, New York 10019
(telephone 212-469-5000).

INCORPORATION BY REFERENCE

We are incorporating by reference in this prospectus supplement the documents listed below. This means that we are disclosing information to you by referring you to these documents. These documents are considered part of this prospectus supplement, so you should read this prospectus supplement, and any applicable supplements or amendments, together with these documents.

You should rely only on the information provided or incorporated by reference in the REMIC Prospectus, the MBS Prospectus and this prospectus supplement and any applicable supplements or amendments.

We incorporate by reference the following documents we have filed, or may file, with the Securities and Exchange Commission (“SEC”):

- our Annual Report on Form 10-K for the fiscal year ended December 31, 2003 (“Form 10-K”);
- all other reports we have filed pursuant to Section 13(a) or 15(d) of the Securities Exchange Act of 1934 since the end of the fiscal year covered by the Form 10-K until the date of this prospectus supplement, excluding any information “furnished” to the SEC on Form 8-K; and
- all proxy statements that we file with the SEC and all documents that we file with the SEC pursuant to Section 13(a), 13(c), 14 or 15(d) of the Securities Exchange Act of 1934 subsequent to the date of this prospectus supplement and prior to the completion of the offering of the certificates, excluding any information we “furnish” to the SEC on Form 8-K.

Any information incorporated by reference in this prospectus supplement is deemed to be modified or superseded for purposes of this prospectus supplement to the extent information contained or incorporated by reference in this prospectus supplement modifies or supersedes such information. In such case, the information will constitute a part of this prospectus supplement only as so modified or superseded.

We file annual, quarterly and current reports, proxy statements and other information with the SEC. You can obtain copies of the periodic reports we file with the SEC without charge by calling or writing our Office of Investor Relations, Fannie Mae, 3900 Wisconsin Avenue, NW, Washington, DC 20016, telephone: (202) 752-7115. The periodic and current reports that we file with the SEC are also available on our Web site. Information appearing on our Web site is not incorporated in this prospectus supplement except as specifically stated in this prospectus supplement.

In addition, you may read our SEC filings and other information about Fannie Mae at the offices of the New York Stock Exchange, the Chicago Stock Exchange and the Pacific Exchange. Our SEC filings are also available at the SEC's Web site at www.sec.gov. You also may read and copy any document we file with the SEC by visiting the SEC's Public Reference Room at 450 Fifth Street, NW, Washington, DC 20549. Please call the SEC at 1-800-SEC-0330 for further information about the operation of the Public Reference Room. We are providing the address of the SEC's Web site solely for the information of prospective investors. Information appearing on the SEC's Web site is not incorporated in this prospectus supplement except as specifically stated in this prospectus supplement.

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.

Assets Underlying Each Group of Classes

<u>Group</u>	<u>Assets</u>
1	Group 1 MBS
2	Group 2 MBS
3	Group 3 MBS
4	Group 4 MBS

Assumed Characteristics of the Mortgage Loans Underlying the MBS (as of October 1, 2004)

	<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 Weighted Average Loan Age (in months)</u>	<u>Approximate Weighted Average Coupon</u>
Group 1 MBS	\$406,013,486	360	344	13	5.941%
Group 2 MBS	\$526,643,357	360	340	15	5.610%
Group 3 MBS	\$181,535,269	360	342	15	5.000%
Group 4 MBS	\$165,662,651	240	236	3	5.925%

The actual remaining terms to maturity, weighted average 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 principal payments 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 October 29, 2004.

Distribution Dates

We will make payments on the 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 will issue the 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 of certificates 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 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 of this prospectus supplement or on Schedule 1.

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:

Class	Initial Interest Rate	Maximum Interest Rate	Minimum Interest Rate	Formula for Calculation of Interest Rate (1)
FP	2.1200%	7.5000%	0.30%	LIBOR + 30 basis points
DS	10.7600%	14.4000%	0.00%	14.4% - (2 × LIBOR)
ES	4.0350%	5.4000%	0.00%	5.4% - (0.75 × LIBOR)
F	2.1400%	7.5000%	0.30%	LIBOR + 30 basis points
HS	10.7200%	14.4000%	0.00%	14.4% - (2 × LIBOR)
JS	4.0200%	5.4000%	0.00%	5.4% - (0.75 × LIBOR)
FA	2.1100%	7.5000%	0.29%	LIBOR + 29 basis points
PS	10.7800%	14.4200%	0.00%	14.42% - (2 × LIBOR)
QS	4.0425%	5.4075%	0.00%	5.4075% - (0.75 × LIBOR)
FM	2.1700%	7.0000%	0.30%	LIBOR + 30 basis points
SM	4.8300%	6.7000%	0.00%	6.7% - LIBOR
CS	10.7600%	14.4000%	0.00%	14.4% - (2 × LIBOR)
KS	14.7950%	19.8000%	0.00%	19.8% - (2.75 × LIBOR)
SP	14.7950%	19.8000%	0.00%	19.8% - (2.75 × LIBOR)
GS	10.7200%	14.4000%	0.00%	14.4% - (2 × LIBOR)
YS	14.7400%	19.8000%	0.00%	19.8% - (2.75 × LIBOR)
S	14.7400%	19.8000%	0.00%	19.8% - (2.75 × LIBOR)
ST	10.7800%	14.4200%	0.00%	14.42% - (2 × LIBOR)
SU	14.8225%	19.8275%	0.00%	19.8275% - (2.75 × LIBOR)
SA	14.8225%	19.8275%	0.00%	19.8275% - (2.75 × 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>	
DS	100% of the CO Class
ES	100% of the CO Class
HS	100% of the DO Class
JS	100% of the DO Class
PS	100% of the EO Class
QS	100% of the EO Class
KS	100% of the CO Class
YS	100% of the DO Class
SU	100% of the EO Class
SM	100% of the FM Class

Distributions of Principal

Group 1 Principal Distribution Amount

ZE Accrual Amount

To the Aggregate Group to its Planned Balance, and thereafter to the ZE Class.

ZD Accrual Amount

To the F, DO, FA and EO Classes, pro rata, to zero, and thereafter to the ZD Class.

Group 1 Cash Flow Distribution Amount

(a) 18.6588816904% of such amount as follows:

first, to the Aggregate Group to its Planned Balance;

second, to the ZE Class to zero; and

third, to the Aggregate Group to zero, and

(b) 81.3411183096% of such amount as follows:

first, to the F, DO, FA and EO Classes, pro rata, to zero; and

second, to the ZD Class to zero.

For a description of the Aggregate Group, see “Description of the Certificates—Distributions of Principal—*Group 1 Principal Distribution Amount*” in this prospectus supplement.

Group 2 Principal Distribution Amount

Z Accrual Amount

To the VA and VB Classes, in that order, to zero, and thereafter to the Z Class.

Group 2 Cash Flow Distribution Amount

To the A, VA, VB and Z Classes, in that order, to zero.

Group 3 Principal Distribution Amount

ZB Accrual Amount

To the VE and VG Classes, in that order, to zero, and thereafter to the ZB Class.

Group 3 Cash Flow Distribution Amount

To the BA, BC, VE, VG and ZB Classes, in that order, to zero.

Group 4 Principal Distribution Amount

(a) 54.5454545455% of such amount to the MQ and MN Classes, in that order, to zero, and

(b) 45.4545454545% of such amount to the FM Class to zero.

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) *

		PSA Prepayment Assumption						
<u>Group 1 Classes</u>		<u>0%</u>	<u>100%</u>	<u>200%</u>	<u>230%</u>	<u>260%</u>	<u>375%</u>	<u>500%</u>
FP, CO, DS, ES, CS, KS and SP . . .		15.8	7.3	5.3	5.3	5.3	4.4	3.4
ZE		27.5	21.6	18.1	13.8	8.6	0.8	0.5
F, DO, HS, JS, FA, EO, PS, QS, GS, YS, S, ST, SU and SA		18.4	8.8	5.7	5.1	4.6	3.4	2.6
ZD		28.9	24.5	20.0	18.7	17.4	13.5	10.4
		PSA Prepayment Assumption						
<u>Group 2 Classes</u>		<u>0%</u>	<u>100%</u>	<u>194%</u>	<u>300%</u>	<u>400%</u>	<u>500%</u>	
A		18.6	7.8	4.8	3.3	2.5	2.1	
VA		3.0	3.0	3.0	3.0	3.0	3.0	
VB		13.6	13.6	11.8	9.3	7.4	6.0	
Z		29.0	23.4	19.0	14.7	11.7	9.5	
B		29.0	23.3	17.7	12.8	9.9	7.9	
		PSA Prepayment Assumption						
<u>Group 3 Classes</u>		<u>0%</u>	<u>100%</u>	<u>153%</u>	<u>250%</u>	<u>300%</u>	<u>400%</u>	<u>500%</u>
BA		15.6	5.3	3.9	2.6	2.2	1.7	1.4
BC		25.2	13.0	9.7	6.5	5.5	4.2	3.3
VE		3.0	3.0	3.0	3.0	3.0	2.9	2.6
VG		15.1	13.2	11.3	8.4	7.3	5.7	4.6
ZB		28.1	21.7	19.0	14.6	12.9	10.2	8.3
BG		28.1	20.2	16.7	12.0	10.3	7.9	6.3
		PSA Prepayment Assumption						
<u>Group 4 Classes</u>		<u>0%</u>	<u>100%</u>	<u>250%</u>	<u>391%</u>	<u>500%</u>	<u>650%</u>	<u>800%</u>
MQ		11.2	6.6	4.0	3.0	2.5	2.1	1.8
MN		19.1	16.9	12.8	9.6	7.9	6.2	5.1
FM and SM		12.6	8.3	5.5	4.1	3.4	2.8	2.4

* 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 buy your certificates at a premium and principal payments are faster than you expect, or
- if you buy your certificates at a discount and principal payments are slower than you expect.

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 of this prospectus supplement. If you assume that 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 obtain 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 certificates 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.

Terrorist activities and related military and political actions by the U.S. government could cause reductions in investor confidence and substantial market volatility in real estate and securities markets. It is impossible to predict the extent to which terrorist activities may occur or, if they do occur, the extent of the effect on the certificates. Moreover, it is uncertain what effects any past or future terrorist activities or any related military or political actions on the part

of the United States government and others will have on the United States and world financial markets, local, regional and national economies, real estate markets across the United States, or particular business sectors, including those affecting the performance of mortgage loan borrowers. Among other things, reduced investor confidence could result in substantial volatility in securities markets and a decline in real estate-related investments. In addition, defaults on the mortgage loans could increase, causing early payments of principal to you and, regardless of the performance of the underlying mortgage loans, the liquidity and market value of the certificates may be impaired.

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 that term in the applicable Disclosure Document or in the Trust Agreement.

General

Structure. We will create the Fannie Mae REMIC Trust specified on the cover of this prospectus supplement (the “Trust”) and a separate trust (the “Lower Tier REMIC”) pursuant to a trust agreement dated as of October 1, 2004 (the “Issue Date”). 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 the Issue Date (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 four groups of Fannie Mae Guaranteed Mortgage Pass-Through Certificates (the “Group 1 MBS,” “Group 2 MBS,” “Group 3 MBS” and “Group 4 MBS” and, together, the “MBS”).

Each MBS represents a beneficial ownership interest in a pool of first lien, one- to four-family (“single-family”), fixed-rate residential mortgage loans (the “Mortgage Loans”) having the characteristics described in this prospectus supplement.

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 the Certificates—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. U.S. Bank National Association (“US Bank”) in Boston, Massachusetts 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” below.

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. US Bank will be the initial Paying Agent.

Authorized Denominations. We will issue the Certificates in the following denominations:

<u>Classes</u>	<u>Denomination</u>
The Interest Only, Principal Only and Inverse Floating Rate Classes	\$100,000 minimum plus whole dollar increments
All other Classes (except the R and RL Classes)	\$1,000 minimum plus 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 Certificates 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 each of these dates as a “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 applicable class factor is multiplied by the original principal balance (or notional principal balance) of a Certificate of any 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 the Accrual Classes).

No Optional Termination. We have no option to effect an early termination of the Lower Tier REMIC or the Trust. Further, we will not repurchase the Mortgage Loans underlying any MBS in a “clean-up call.” See “Description of the Certificates—Termination” in the MBS Prospectus.

Combination and Recombination

General. You are permitted to exchange all or a portion of the CO, DS, ES, DO, HS, JS, EO, PS, QS, VA, VB, Z, VE, VG and ZB Classes of REMIC Certificates for a proportionate interest in the related 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 and RCR Certificates may be exchanged only in the proportions shown on Schedule 1.

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 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 that 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 those RCR Certificates. You should also consider a number of factors that 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 included in each specified Group will have the aggregate unpaid principal balance and Pass-Through Rate shown below and the general characteristics described in the MBS Prospectus. The MBS provide that principal and interest on the related Mortgage Loans are passed through monthly. The Mortgage Loans underlying the MBS are conventional, fixed-rate, fully-amortizing mortgage loans secured by first mortgages or deeds of trust on single-family residential properties. These Mortgage Loans have original maturities of up to 30 years in the case of the Group 1, Group 2 and Group 3 MBS, and up to 20 years in the case of the Group 4 MBS. See “The Mortgage Pools” and “Yield, Maturity, and Prepayment Considerations” in the MBS Prospectus.

We expect the characteristics of the MBS and the related Mortgage Loans as of the Issue Date to be as follows:

Group 1 MBS

Aggregate Unpaid Principal Balance	\$406,013,486
MBS Pass-Through Rate	5.50%
Range of WACs (annual percentages)	5.75% to 8.00%
Range of WAMs	241 months to 360 months
Approximate Weighted Average WAM	344 months
Approximate Weighted Average WALA (weighted average loan age)	13 months

Group 2 MBS

Aggregate Unpaid Principal Balance	\$526,643,357
MBS Pass-Through Rate	5.00%
Range of WACs (annual percentages)	5.25% to 7.50%
Range of WAMs	241 months to 360 months
Approximate Weighted Average WAM	340 months
Approximate Weighted Average WALA	15 months

Group 3 MBS

Aggregate Unpaid Principal Balance	\$181,535,269
MBS Pass-Through Rate	4.50%
Range of WACs (annual percentages)	4.75% to 7.00%
Range of WAMs	241 months to 360 months
Approximate Weighted Average WAM	342 months
Approximate Weighted Average WALA	15 months

Group 4 MBS

Aggregate Unpaid Principal Balance	\$165,662,651
MBS Pass-Through Rate	5.50%
Range of WACs (annual percentages)	5.75% to 8.00%
Range of WAMs	181 months to 240 months
Approximate Weighted Average WAM	236 months
Approximate Weighted Average WALA	3 months

Final Data Statement

After issuing the Certificates, we will prepare a Final Data Statement containing certain information, including the Pool number, the current WAC (or original WAC, if the current WAC is not available) and the current WAM (or Adjusted WAM, if the current WAM is not available) of the

Mortgage Loans underlying each of the MBS as of the Issue Date. The Final Data Statement also will 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 each of the MBS as of the Issue Date. You may obtain the Final Data Statement by telephoning us at 1-800-237-8627. In addition, the Final Data Statement is available on our corporate Web site at www.fanniemae.com.

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>
Group 1 Classes	
Fixed Rate	ZE and ZD
Floating Rate	FP, F and FA
Inverse Floating Rate	DS, ES, HS, JS, PS and QS
Accrual	ZE and ZD
Interest Only	DS, ES, HS, JS, PS and QS
Principal Only	CO, DO and EO
RCR**	CS, KS, SP, GS, YS, S, ST, SU and SA
Group 2 Classes	
Fixed Rate	A, VA, VB and Z
Accrual	Z
RCR**	B
Group 3 Classes	
Fixed Rate	BA, BC, VE, VG and ZB
Accrual	ZB
RCR**	BG
Group 4 Classes	
Fixed Rate	MQ and MN
Floating Rate	FM
Inverse Floating Rate	SM
Interest Only	SM
No Payment Residual	R and RL

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

** See "—Combination and Recombination" above and Schedule 1 for a further description of the RCR Classes.

General. We will pay interest on the Certificates at the applicable annual interest rates specified on the cover or described in this prospectus supplement. We calculate interest based on an assumed 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 on each Certificate (or added to principal, in the case of the Accrual Classes) on a Distribution Date will consist of one month's interest on the outstanding balance of that Certificate immediately prior to that Distribution Date. For a description of the Accrual Classes, see "—Accrual Classes" below.

We will apply interest payments from exchanged REMIC Certificates 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 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 (collectively, the “Delay Classes”)	Calendar month preceding the month in which the Distribution Date occurs
All Floating Rate and Inverse Floating Rate 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.

The Dealer will treat the CO, DO and EO Classes as No-Delay Classes for the sole purpose of facilitating trading.

Accrual Classes. The ZE, ZD, Z and ZB Classes are Accrual Classes. Interest will accrue on the Accrual Classes at the applicable annual rates specified on the cover of this prospectus supplement. However, we will not pay any interest on the Accrual Classes. Instead, interest accrued on the Accrual Classes will be added as principal to their respective principal balances 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 specified under “Reference Sheet—Notional Classes” in this prospectus supplement.

We use the notional principal balance of a Notional Class to determine interest payments on that Class. Although a Notional Class will not have a principal balance and will not be entitled to any principal payments, we will publish a class factor for that Class. 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” in this prospectus supplement.

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.

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 1.87% in the case of the FM and SM Classes, 1.84% in the case of the F, HS, JS, GS, YS and S Classes, and 1.82% in the case of the other Floating Rate and Inverse Floating Rate Classes.

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>
Group 1 Classes	
PAC	FP and CO
Support	ZE
Sequential Pay	F, DO, FA, EO and ZD
Accretion Directed	FP, CO, F, DO, FA and EO
Notional	DS, ES, HS, JS, PS and QS
RCR**	CS, KS, SP, GS, YS, S, ST, SU and SA
Group 2 Classes	
Sequential Pay	A, VA, VB and Z
Accretion Directed	VA and VB
RCR**	B
Group 3 Classes	
Sequential Pay	BA, BC, VE, VG and ZB
Accretion Directed	VE and VG
RCR**	BG
Group 4 Classes	
Sequential Pay	MQ and MN
Pass-Through	FM
Notional	SM
No Payment Residual	R and RL

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

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

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 sum of

- the principal then paid on the Group 1 MBS (the “Group 1 Cash Flow Distribution Amount”), plus any interest then accrued and added to the principal balances of the ZE and ZD Classes (the “ZE Accrual Amount” and “ZD Accrual Amount,” respectively and, together with the Group 1 Cash Flow Distribution Amount, the “Group 1 Principal Distribution Amount”),
- the principal then paid on the Group 2 MBS (the “Group 2 Cash Flow Distribution Amount”), plus any interest then accrued and added to the principal balance of the Z Class (the “Z Accrual Amount” and, together with the Group 2 Cash Flow Distribution Amount, the “Group 2 Principal Distribution Amount”),
- the principal then paid on the Group 3 MBS (the “Group 3 Cash Flow Distribution Amount”), plus any interest then accrued and added to the principal balance of the ZB Class (the “ZB Accrual Amount” and, together with the Group 3 Cash Flow Distribution Amount, the “Group 3 Principal Distribution Amount”), and
- the principal then paid on the Group 4 MBS (the “Group 4 Principal Distribution Amount”).

Group 1 Principal Distribution Amount

ZE Accrual Amount

On each Distribution Date, we will pay the ZE Accrual Amount as principal of the Aggregate Group (described below), until the Aggregate Balance (described below) is reduced to its Planned Balance for that Distribution Date. Thereafter, we will pay the ZE Accrual Amount as principal of the ZE Class.

Accretion
Directed
Group
and
Accrual
Class

ZD Accrual Amount

On each Distribution Date, we will pay the ZD Accrual Amount, concurrently, as principal of the F, DO, FA and EO Classes, pro rata (or 41.7921068581%, 15.1971483186%, 31.5412127232% and 11.4695321001%, respectively), until their principal balances are reduced to zero. Thereafter, we will pay the ZD Accrual Amount as principal of the ZD Class.

Accretion
Directed
Classes
and
Accrual
Class

Group 1 Cash Flow Distribution Amount

On each Distribution Date, we will pay the Group 1 Cash Flow Distribution Amount as principal of the Group 1 Classes as follows:

(a) 18.6588816904% of such amount as follows:

first, to the Aggregate Group, until the Aggregate Balance is reduced to its Planned Balance for that Distribution Date;

PAC
Group

second, to the ZE Class, until its principal balance is reduced to zero; and

Support
Class

third, to the Aggregate Group, without regard to its Planned Balance and until the Aggregate Balance is reduced to zero, and

PAC
Group

(b) 81.3411183096% of such amount as follows:

first, concurrently, to the F, DO, FA and EO Classes, pro rata, until their principal balances are reduced to zero; and

Sequential
Pay
Classes

second, to the ZD Class, until its principal balance is reduced to zero.

The “Aggregate Group” consists of the FP and CO Classes. On each Distribution Date, we will apply payments of principal of the Aggregate Group, concurrently, to the FP and CO Classes, pro rata (or 73.3333324533% and 26.6666675467%, respectively), until their principal balances are reduced to zero.

The “Aggregate Balance” is equal to the aggregate of the principal balances of the Classes in the Aggregate Group.

Group 2 Principal Distribution Amount

Z Accrual Amount

On each Distribution Date, we will pay the Z Accrual Amount, sequentially, as principal of the VA and VB Classes, in that order, until their principal balances are reduced to zero. Thereafter, we will pay the Z Accrual Amount as principal of the Z Class.

Accretion
Directed
Classes
and
Accrual
Class

Group 2 Cash Flow Distribution Amount

On each Distribution Date, we will pay the Group 2 Cash Flow Distribution Amount, sequentially, as principal of the A, VA, VB and Z Classes, in that order, until their principal balances are reduced to zero. } Sequential Pay Classes

Group 3 Principal Distribution Amount

ZB Accrual Amount

On each Distribution Date, we will pay the ZB Accrual Amount, sequentially, as principal of the VE and VG Classes, in that order, until their principal balances are reduced to zero. Thereafter, we will pay the ZB Accrual Amount as principal of the ZB Class. } Accretion Directed Classes and Accrual Class

Group 3 Cash Flow Distribution Amount

On each Distribution Date, we will pay the Group 3 Cash Flow Distribution Amount, sequentially, as principal of the BA, BC, VE, VG and ZB Classes, in that order, until their principal balances are reduced to zero. } Sequential Pay Classes

Group 4 Principal Distribution Amount

On each Distribution Date, we will pay the Group 4 Principal Distribution Amount as principal of the Group 4 Classes as follows:

- (a) 54.54545455% of such amount, sequentially, to the MQ and MN Classes, in that order, until their principal balances are reduced to zero, and } Sequential Pay Classes
- (b) 45.45454545% of such amount to the FM Class, until its principal balance is reduced to zero. } Pass-Through Class

We will apply principal payments from exchanged REMIC Certificates 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 (the “Pricing Assumptions”):

- the Mortgage Loans underlying the MBS have the original terms to maturity, remaining terms to maturity, WALAs and interest rates specified under “Reference Sheet—Assumed Characteristics of the Mortgage Loans Underlying the MBS” in this prospectus supplement;
- 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 October 29, 2004; and
- each Distribution Date occurs on the 25th day of a month.

Prepayment Assumptions. Prepayments of mortgage loans commonly are measured relative to a prepayment standard or model. The model used in this prospectus supplement is The 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 Range. The Principal Balance Schedule for the Aggregate Group is found beginning on page B-1 of this prospectus supplement. The Principal Balance Schedule has 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 Range set forth below.

<u>Principal Balance Schedule Reference</u>	<u>Related Group (1)</u>	<u>Structuring Range</u>
Planned Balances	Aggregate Group	Between 200% and 260% PSA

(1) The Structuring Range for the Aggregate Group is associated with the Aggregate Balance but not with the individual balances of the related Classes.

We cannot assure you that the balance of the Aggregate Group will conform on any Distribution Date to the specified balance in the Principal Balance Schedule. As a result, we cannot assure you that payments of principal of the Aggregate Group will begin or end on the Distribution Dates specified in the Principal Balance Schedule. We will distribute any excess of principal payments over the amount needed to reduce the Aggregate Group to its scheduled balance on a Distribution Date. Accordingly, the ability to reduce the Aggregate 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 Aggregate Group to its scheduled balance if the 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 Aggregate Group may not be reduced to its scheduled balance, even if prepayments occur at a *constant* rate within the Structuring Range specified above.

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

<u>Group</u>	<u>Initial Effective Range</u>
Aggregate Group	Between 200% and 260% PSA

The actual Effective Range at any time will be based upon the actual characteristics of the related Mortgage Loans at that time, which are likely to vary (and may vary considerably) from the Pricing Assumptions. The actual Effective Range calculated on the basis of the actual characteristics is likely to differ from the Initial Effective Range. As a result, the Aggregate Group might not be reduced to its scheduled balance even if prepayments were to occur at a *constant* PSA rate within the Initial Effective Range. This is so particularly if the rate were at the lower or higher end of this range. In addition, even if prepayments occur at rates falling within the actual Effective Range, principal distributions may be insufficient to reduce the Aggregate Group to its scheduled balance if such prepayments do not occur at a *constant* PSA rate. It is highly unlikely that the related Mortgage Loans will prepay at any *constant* PSA rate. In general, the actual Effective Range may narrow, widen or shift upward or downward to reflect actual prepayment experience over time.

The stability in principal payment of the Classes specified below will be supported by the corresponding supporting Class as indicated in the follow table:

<u>Classes</u>	<u>Supporting Class</u>
Group 1	
PAC.....	Support

When the supporting Class is retired, the Classes it supports, 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 the assumed streams of cash flows to equal the assumed aggregate purchase prices of those Classes, and
- converting the 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 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 the 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 tables below, it is possible that investors in the DS, ES, HS, JS, PS, QS, KS, YS, SU and SM Classes 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” in this prospectus supplement and for each following Interest Accrual Period will be based on the specified level of the Index, and

- the aggregate purchase prices of those Classes (expressed in each case as a percentage of original principal balance) are as follows:

<u>Class</u>	<u>Price*</u>
DS	16.25000%
ES	6.12500%
HS	14.50000%
JS	5.50000%
PS	14.50000%
QS	5.50000%
SM	8.78125%
CS	92.75000%
KS	22.37500%
SP	98.87500%
GS	95.25000%
YS	20.00000%
S	100.75000%
ST	95.25000%
SU	20.00000%
SA	100.75000%

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

Sensitivity of the DS 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>200%</u>	<u>230%</u>	<u>260%</u>	<u>375%</u>	<u>500%</u>	<u>650%</u>
0.82%	84.7%	80.8%	73.3%	73.3%	73.3%	69.7%	62.2%	51.6%
1.82%	69.2%	65.4%	58.0%	58.0%	58.0%	54.0%	46.2%	35.6%
3.82%	39.5%	35.6%	28.4%	28.4%	28.4%	23.6%	15.4%	4.7%
5.82%	10.0%	5.4%	(1.6)%	(1.6)%	(1.6)%	(6.1)%	(14.5)%	(25.4)%
7.20%	*	*	*	*	*	*	*	*

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

Sensitivity of the ES 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>200%</u>	<u>230%</u>	<u>260%</u>	<u>375%</u>	<u>500%</u>	<u>650%</u>
0.82%	84.1%	80.3%	72.8%	72.8%	72.8%	69.2%	61.6%	51.0%
1.82%	68.8%	65.0%	57.6%	57.6%	57.6%	53.6%	45.8%	35.2%
3.82%	39.2%	35.3%	28.1%	28.1%	28.1%	23.3%	15.1%	4.4%
5.82%	9.9%	5.3%	(1.7)%	(1.7)%	(1.7)%	(6.2)%	(14.7)%	(25.5)%
7.20%	*	*	*	*	*	*	*	*

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

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

LIBOR	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
0.84%	98.2%	94.6%	87.4%	85.1%	82.9%	73.9%	63.7%	50.6%
1.84%	80.4%	76.9%	69.8%	67.6%	65.3%	56.5%	46.3%	33.1%
3.84%	46.5%	43.1%	36.0%	33.8%	31.5%	22.5%	11.9%	(1.9)%
5.84%	14.0%	10.4%	2.5%	0.0%	(2.6)%	(13.2)%	(25.6)%	(41.2)%
7.20%	*	*	*	*	*	*	*	*

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

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

LIBOR	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
0.84%	96.8%	93.3%	86.0%	83.8%	81.5%	72.6%	62.4%	49.3%
1.84%	79.3%	75.8%	68.6%	66.4%	64.2%	55.4%	45.1%	32.0%
3.84%	45.8%	42.4%	35.3%	33.1%	30.9%	21.8%	11.2%	(2.6)%
5.84%	13.7%	10.1%	2.2%	(0.3)%	(2.9)%	(13.6)%	(25.9)%	(41.6)%
7.20%	*	*	*	*	*	*	*	*

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

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

LIBOR	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
0.82%	98.8%	95.2%	87.9%	85.7%	83.4%	74.5%	64.3%	51.2%
1.82%	81.0%	77.5%	70.3%	68.1%	65.9%	57.0%	46.8%	33.7%
3.82%	47.0%	43.6%	36.5%	34.3%	32.1%	23.0%	12.4%	(1.3)%
5.82%	14.5%	10.9%	3.1%	0.5%	(2.1)%	(12.6)%	(24.9)%	(40.5)%
7.21%	*	*	*	*	*	*	*	*

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

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

LIBOR	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
0.82%	97.4%	93.8%	86.6%	84.3%	82.1%	73.1%	62.9%	49.8%
1.82%	79.8%	76.4%	69.2%	67.0%	64.8%	55.9%	45.7%	32.5%
3.82%	46.3%	42.9%	35.8%	33.6%	31.4%	22.3%	11.7%	(2.0)%
5.82%	14.2%	10.6%	2.8%	0.2%	(2.4)%	(12.9)%	(25.3)%	(40.9)%
7.21%	*	*	*	*	*	*	*	*

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

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

LIBOR	PSA Prepayment Assumption						
	50%	100%	250%	391%	500%	650%	800%
0.87%	69.2%	66.9%	59.9%	53.2%	48.0%	40.6%	33.1%
1.87%	55.3%	52.9%	45.8%	38.9%	33.4%	25.8%	18.0%
3.87%	28.3%	25.7%	18.0%	10.6%	4.7%	(3.6)%	(12.2)%
5.87%	(0.6)%	(3.3)%	(11.4)%	(19.5)%	(25.9)%	(35.2)%	(45.1)%
6.70%	*	*	*	*	*	*	*

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

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

LIBOR	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
0.82%	14.7%	15.0%	15.5%	15.5%	15.5%	15.8%	16.4%	17.0%
1.82%	12.5%	12.8%	13.3%	13.3%	13.3%	13.6%	14.2%	14.9%
3.82%	8.1%	8.4%	8.9%	8.9%	8.9%	9.2%	9.8%	10.5%
5.82%	3.8%	4.1%	4.6%	4.6%	4.6%	4.9%	5.5%	6.3%
7.20%	0.9%	1.2%	1.6%	1.6%	1.6%	2.0%	2.6%	3.3%

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

LIBOR	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
0.82%	84.5%	80.7%	73.2%	73.2%	73.2%	69.6%	62.0%	51.4%
1.82%	69.1%	65.3%	57.9%	57.9%	57.9%	53.9%	46.1%	35.5%
3.82%	39.4%	35.5%	28.3%	28.3%	28.3%	23.5%	15.3%	4.6%
5.82%	9.9%	5.4%	(1.6)%	(1.6)%	(1.6)%	(6.1)%	(14.6)%	(25.4)%
7.20%	*	*	*	*	*	*	*	*

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

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

LIBOR	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
0.82%	18.4%	18.5%	18.5%	18.5%	18.5%	18.6%	18.6%	18.7%
1.82%	15.5%	15.6%	15.6%	15.6%	15.6%	15.7%	15.8%	15.9%
3.82%	9.8%	9.8%	9.9%	9.9%	9.9%	10.0%	10.1%	10.2%
5.82%	4.1%	4.1%	4.3%	4.3%	4.3%	4.3%	4.5%	4.7%
7.20%	0.2%	0.3%	0.4%	0.4%	0.4%	0.5%	0.7%	0.9%

**Sensitivity of the GS 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>200%</u>	<u>230%</u>	<u>260%</u>	<u>375%</u>	<u>500%</u>	<u>650%</u>
0.84%	14.0%	14.2%	14.5%	14.6%	14.7%	15.1%	15.5%	16.0%
1.84%	11.8%	12.0%	12.3%	12.4%	12.5%	12.9%	13.4%	13.9%
3.84%	7.5%	7.7%	8.1%	8.2%	8.3%	8.7%	9.2%	9.7%
5.84%	3.3%	3.5%	3.8%	4.0%	4.1%	4.5%	5.0%	5.6%
7.20%	0.5%	0.7%	1.0%	1.1%	1.2%	1.7%	2.2%	2.8%

**Sensitivity of the YS 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>200%</u>	<u>230%</u>	<u>260%</u>	<u>375%</u>	<u>500%</u>	<u>650%</u>
0.84%	97.8%	94.3%	87.0%	84.7%	82.5%	73.6%	63.3%	50.2%
1.84%	80.1%	76.6%	69.5%	67.2%	65.0%	56.2%	45.9%	32.8%
3.84%	46.3%	42.9%	35.8%	33.6%	31.4%	22.3%	11.7%	(2.1)%
5.84%	13.9%	10.3%	2.4%	(0.1)%	(2.7)%	(13.3)%	(25.7)%	(41.3)%
7.20%	*	*	*	*	*	*	*	*

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

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>							
	<u>50%</u>	<u>100%</u>	<u>200%</u>	<u>230%</u>	<u>260%</u>	<u>375%</u>	<u>500%</u>	<u>650%</u>
0.84%	17.9%	17.9%	17.8%	17.8%	17.8%	17.7%	17.6%	17.5%
1.84%	15.0%	15.0%	15.0%	14.9%	14.9%	14.9%	14.8%	14.7%
3.84%	9.4%	9.4%	9.3%	9.3%	9.3%	9.3%	9.3%	9.2%
5.84%	3.8%	3.8%	3.8%	3.8%	3.8%	3.8%	3.8%	3.8%
7.20%	0.0%	0.0%	0.1%	0.1%	0.1%	0.1%	0.1%	0.2%

**Sensitivity of the ST 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>200%</u>	<u>230%</u>	<u>260%</u>	<u>375%</u>	<u>500%</u>	<u>650%</u>
0.82%	14.1%	14.2%	14.6%	14.7%	14.8%	15.1%	15.6%	16.1%
1.82%	11.9%	12.1%	12.4%	12.5%	12.6%	13.0%	13.4%	14.0%
3.82%	7.6%	7.8%	8.1%	8.2%	8.3%	8.8%	9.2%	9.8%
5.82%	3.4%	3.6%	3.9%	4.0%	4.1%	4.6%	5.1%	5.7%
7.21%	0.5%	0.7%	1.0%	1.1%	1.2%	1.7%	2.2%	2.8%

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

LIBOR	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
0.82%	98.4%	94.8%	87.5%	85.3%	83.0%	74.1%	63.9%	50.8%
1.82%	80.7%	77.2%	70.0%	67.8%	65.6%	56.7%	46.5%	33.4%
3.82%	46.8%	43.4%	36.3%	34.1%	31.9%	22.8%	12.2%	(1.5)%
5.82%	14.4%	10.9%	3.0%	0.5%	(2.1)%	(12.7)%	(25.0)%	(40.6)%
7.21%	*	*	*	*	*	*	*	*

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

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

LIBOR	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
0.82%	18.0%	18.0%	17.9%	17.9%	17.9%	17.8%	17.7%	17.6%
1.82%	15.1%	15.1%	15.1%	15.0%	15.0%	15.0%	14.9%	14.8%
3.82%	9.4%	9.4%	9.4%	9.4%	9.4%	9.4%	9.3%	9.3%
5.82%	3.9%	3.9%	3.9%	3.9%	3.9%	3.9%	3.9%	3.9%
7.21%	0.0%	0.0%	0.1%	0.1%	0.1%	0.1%	0.1%	0.2%

The Principal Only Classes. **The Principal Only Classes will not bear interest. As indicated in the tables below, a low rate of principal payments (including prepayments) on the Mortgage Loans will have a negative effect on the yields to investors in the Principal Only Classes.**

The information shown in the yield tables has been prepared on the basis of the Pricing Assumptions and the assumption that the aggregate purchase prices of the Principal Only Classes (expressed in each case as a percentage of its original principal balance) are as follows:

Class	Price
CO	76.50%
DO	80.75%
EO	80.75%

Sensitivity of the CO Class to Prepayments

	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
Pre-Tax Yields to Maturity	2.9%	3.9%	5.5%	5.5%	5.5%	6.8%	8.9%	11.5%

Sensitivity of the DO Class to Prepayments

	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
Pre-Tax Yields to Maturity	1.9%	2.6%	4.0%	4.5%	4.9%	6.8%	8.8%	11.3%

Sensitivity of the EO Class to Prepayments

	PSA Prepayment Assumption							
	50%	100%	200%	230%	260%	375%	500%	650%
Pre-Tax Yields to Maturity	1.9%	2.6%	4.0%	4.5%	4.9%	6.8%	8.8%	11.3%

Weighted Average Lives of the Certificates

The weighted average life of a Certificate is determined by

- (a) multiplying the amount of the reduction, if any, of the principal balance of the Certificate from one Distribution Date to the next Distribution Date by the number of years from the Settlement Date to the second such Distribution Date,
- (b) summing the results, and
- (c) dividing the sum by the aggregate amount of the reductions in principal balance of the 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 the rate of principal payments,
- the priority sequences of payments of principal of the Group 1, Group 2, Group 3 and Group 4 Classes, and
- in the case of the Group 1 Classes, 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 those 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 those 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 the original and remaining terms to maturity and bear interest at the annual rates specified in the table below.

<u>Mortgage Loans Relating to Trust Assets Specified Below</u>	<u>Original Terms to Maturity</u>	<u>Remaining Terms to Maturity</u>	<u>Interest Rates</u>
Group 1 MBS	360 months	360 months	8.00%
Group 2 MBS	360 months	360 months	7.50%
Group 3 MBS	360 months	360 months	7.00%
Group 4 MBS	240 months	240 months	8.00%

It is unlikely

- that all of the underlying Mortgage Loans will have the interest rates, WALAs 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 WALAs of the Mortgage Loans are identical to the dispersion specified in the Pricing Assumptions.

Percent of Original Principal Balances Outstanding

Date	FP, CO, DS†, ES†, CS, KS† and SP Classes								ZE Class							
	PSA Prepayment Assumption								PSA Prepayment Assumption							
	0%	100%	200%	230%	260%	375%	500%	650%	0%	100%	200%	230%	260%	375%	500%	650%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
October 2005	98	94	89	89	89	89	88	82	106	106	105	94	82	37	0	0
October 2006	97	85	76	76	76	72	62	50	112	112	109	83	58	0	0	0
October 2007	95	77	64	64	64	55	42	30	118	118	112	76	42	0	0	0
October 2008	93	70	53	53	53	42	29	18	125	125	114	71	31	0	0	0
October 2009	91	62	44	44	44	32	20	11	132	132	115	69	26	0	0	0
October 2010	89	56	36	36	36	24	14	6	139	139	117	69	25	0	0	0
October 2011	86	49	29	29	29	18	9	4	147	147	117	69	26	0	0	0
October 2012	84	43	23	23	23	14	6	2	155	155	116	69	27	0	0	0
October 2013	81	37	19	19	19	10	4	1	164	164	114	68	29	0	0	0
October 2014	78	31	14	14	14	8	3	1	173	173	110	67	31	0	0	0
October 2015	75	25	11	11	11	6	2	*	183	183	106	65	32	0	0	0
October 2016	72	20	8	8	8	4	1	*	193	193	101	64	34	0	0	0
October 2017	68	15	6	6	6	3	1	*	204	204	97	63	36	0	0	0
October 2018	64	10	4	4	4	2	1	*	216	216	92	62	38	0	0	0
October 2019	60	5	2	2	2	2	*	*	228	228	88	61	40	0	0	0
October 2020	56	1	*	*	*	1	*	*	241	241	85	60	43	0	0	0
October 2021	51	0	0	0	0	1	*	*	254	219	73	52	37	0	0	0
October 2022	45	0	0	0	0	1	*	*	269	193	60	42	29	0	0	0
October 2023	40	0	0	0	0	1	*	*	284	169	49	34	23	0	0	0
October 2024	34	0	0	0	0	*	*	*	300	146	40	27	18	0	0	0
October 2025	27	0	0	0	0	*	*	*	317	125	32	21	14	0	0	0
October 2026	21	0	0	0	0	*	*	*	334	105	25	16	10	0	0	0
October 2027	13	0	0	0	0	*	*	*	353	86	19	12	8	0	0	0
October 2028	5	0	0	0	0	*	*	*	373	69	14	9	5	0	0	0
October 2029	0	0	0	0	0	*	*	*	362	52	10	6	4	0	0	0
October 2030	0	0	0	0	0	*	*	*	301	37	7	4	2	0	0	0
October 2031	0	0	0	0	0	*	*	*	234	22	4	2	1	0	0	0
October 2032	0	0	0	0	0	*	*	*	162	9	1	1	*	0	0	0
October 2033	0	0	0	0	0	0	0	0	84	0	0	0	0	0	0	0
October 2034	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	15.8	7.3	5.3	5.3	5.3	4.4	3.4	2.6	27.5	21.6	18.1	13.8	8.6	0.8	0.5	0.4

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

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

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

F, DO, HS†, JS†, FA, EO, PS†, QS†, GS, YS†, S, ST, SU† and SA Classes									ZD Class							
Date	PSA Prepayment Assumption								PSA Prepayment Assumption							
	0%	100%	200%	230%	260%	375%	500%	650%	0%	100%	200%	230%	260%	375%	500%	650%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
October 2005	99	94	90	89	88	83	78	72	106	106	106	106	106	106	106	106
October 2006	98	87	78	75	73	63	53	42	112	112	112	112	112	112	112	112
October 2007	96	80	66	63	59	47	35	23	118	118	118	118	118	118	118	118
October 2008	95	73	57	52	48	34	22	12	125	125	125	125	125	125	125	125
October 2009	94	67	48	43	39	24	13	5	132	132	132	132	132	132	132	132
October 2010	92	61	40	35	31	17	7	*	139	139	139	139	139	139	139	139
October 2011	90	55	33	28	24	11	3	0	147	147	147	147	147	147	147	86
October 2012	88	50	28	23	18	7	0	0	155	155	155	155	155	155	145	51
October 2013	86	45	22	18	14	3	0	0	164	164	164	164	164	164	99	31
October 2014	84	40	18	13	10	*	0	0	173	173	173	173	173	173	67	18
October 2015	82	35	14	10	6	0	0	0	183	183	183	183	183	134	46	11
October 2016	79	31	10	6	3	0	0	0	193	193	193	193	193	100	31	6
October 2017	77	27	7	3	1	0	0	0	204	204	204	204	204	75	21	4
October 2018	74	23	4	1	0	0	0	0	216	216	216	216	177	56	14	2
October 2019	70	19	1	0	0	0	0	0	228	228	228	194	143	41	9	1
October 2020	67	16	0	0	0	0	0	0	241	241	220	159	115	30	6	1
October 2021	63	12	0	0	0	0	0	0	254	254	183	130	91	22	4	*
October 2022	59	9	0	0	0	0	0	0	269	269	151	105	72	16	3	*
October 2023	55	6	0	0	0	0	0	0	284	284	124	84	57	12	2	*
October 2024	51	3	0	0	0	0	0	0	300	300	100	67	44	8	1	*
October 2025	46	0	0	0	0	0	0	0	317	312	80	52	34	6	1	*
October 2026	40	0	0	0	0	0	0	0	334	262	63	40	26	4	*	*
October 2027	34	0	0	0	0	0	0	0	353	215	49	30	19	3	*	*
October 2028	28	0	0	0	0	0	0	0	373	171	36	22	14	2	*	*
October 2029	21	0	0	0	0	0	0	0	394	130	26	15	9	1	*	*
October 2030	14	0	0	0	0	0	0	0	417	92	17	10	6	1	*	*
October 2031	6	0	0	0	0	0	0	0	440	55	10	6	3	*	*	*
October 2032	0	0	0	0	0	0	0	0	406	21	3	2	1	*	*	*
October 2033	0	0	0	0	0	0	0	0	211	0	0	0	0	0	0	0
October 2034	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	18.4	8.8	5.7	5.1	4.6	3.4	2.6	2.1	28.9	24.5	20.0	18.7	17.4	13.5	10.4	8.0

Date	A Class						VA Class						VB Class					
	PSA Prepayment Assumption						PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	100%	194%	300%	400%	500%	0%	100%	194%	300%	400%	500%	0%	100%	194%	300%	400%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
October 2005	99	93	88	83	78	73	84	84	84	84	84	84	100	100	100	100	100	100
October 2006	98	85	75	64	54	45	68	68	68	68	68	68	100	100	100	100	100	100
October 2007	96	77	62	48	35	25	50	50	50	50	50	50	100	100	100	100	100	100
October 2008	95	70	52	35	22	11	32	32	32	32	32	32	100	100	100	100	100	100
October 2009	94	63	42	24	11	2	13	13	13	13	13	13	100	100	100	100	100	100
October 2010	92	56	34	16	4	0	0	0	0	0	0	0	98	98	98	98	98	49
October 2011	90	50	27	9	0	0	0	0	0	0	0	0	93	93	93	93	70	0
October 2012	88	44	20	3	0	0	0	0	0	0	0	0	88	88	88	88	20	0
October 2013	86	39	15	0	0	0	0	0	0	0	0	0	82	82	82	69	0	0
October 2014	84	34	10	0	0	0	0	0	0	0	0	0	77	77	77	26	0	0
October 2015	82	29	6	0	0	0	0	0	0	0	0	0	71	71	71	0	0	0
October 2016	79	25	2	0	0	0	0	0	0	0	0	0	64	64	64	0	0	0
October 2017	77	20	0	0	0	0	0	0	0	0	0	0	57	57	47	0	0	0
October 2018	74	16	0	0	0	0	0	0	0	0	0	0	50	50	11	0	0	0
October 2019	71	13	0	0	0	0	0	0	0	0	0	0	43	43	0	0	0	0
October 2020	67	9	0	0	0	0	0	0	0	0	0	0	35	35	0	0	0	0
October 2021	64	6	0	0	0	0	0	0	0	0	0	0	27	27	0	0	0	0
October 2022	60	3	0	0	0	0	0	0	0	0	0	0	18	18	0	0	0	0
October 2023	56	*	0	0	0	0	0	0	0	0	0	0	9	9	0	0	0	0
October 2024	51	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2025	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2026	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2027	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2028	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2029	23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2030	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2031	8	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2032	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2033	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2034	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	18.6	7.8	4.8	3.3	2.5	2.1	3.0	3.0	3.0	3.0	3.0	3.0	13.6	13.6	11.8	9.3	7.4	6.0

* 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						B Class						BA Class						
	PSA Prepayment Assumption						PSA Prepayment Assumption						PSA Prepayment Assumption						
	0%	100%	194%	300%	400%	500%	0%	100%	194%	300%	400%	500%	0%	100%	153%	250%	300%	400%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
October 2005	105	105	105	105	105	105	100	100	100	100	100	100	98	91	87	81	77	71	64
October 2006	110	110	110	110	110	110	100	100	100	100	100	100	97	79	72	58	51	38	26
October 2007	116	116	116	116	116	116	100	100	100	100	100	100	95	69	58	39	30	14	0
October 2008	122	122	122	122	122	122	100	100	100	100	100	100	93	59	45	23	13	0	0
October 2009	128	128	128	128	128	128	100	100	100	100	100	100	91	50	34	9	0	0	0
October 2010	135	135	135	135	135	135	100	100	100	100	100	75	88	41	23	0	0	0	0
October 2011	142	142	142	142	142	138	100	100	100	100	88	51	86	33	14	0	0	0	0
October 2012	149	149	149	149	149	94	100	100	100	100	65	35	83	25	6	0	0	0	0
October 2013	157	157	157	157	131	64	100	100	100	93	48	24	81	18	0	0	0	0	0
October 2014	165	165	165	165	96	44	100	100	100	74	36	16	78	11	0	0	0	0	0
October 2015	173	173	173	159	71	30	100	100	100	59	26	11	74	5	0	0	0	0	0
October 2016	182	182	182	126	52	20	100	100	100	47	19	7	71	0	0	0	0	0	0
October 2017	191	191	191	99	38	13	100	100	95	37	14	5	67	0	0	0	0	0	0
October 2018	201	201	201	78	28	9	100	100	80	29	10	3	63	0	0	0	0	0	0
October 2019	211	211	182	61	20	6	100	100	68	23	7	2	59	0	0	0	0	0	0
October 2020	222	222	153	47	14	4	100	100	57	18	5	1	54	0	0	0	0	0	0
October 2021	234	234	127	37	10	3	100	100	47	14	4	1	50	0	0	0	0	0	0
October 2022	246	246	105	28	7	2	100	100	39	10	3	1	44	0	0	0	0	0	0
October 2023	258	258	86	21	5	1	100	100	32	8	2	*	39	0	0	0	0	0	0
October 2024	270	235	70	16	4	1	100	87	26	6	1	*	33	0	0	0	0	0	0
October 2025	270	200	56	12	2	*	100	74	21	4	1	*	26	0	0	0	0	0	0
October 2026	270	167	44	9	2	*	100	62	16	3	1	*	19	0	0	0	0	0	0
October 2027	270	135	33	6	1	*	100	50	12	2	*	*	12	0	0	0	0	0	0
October 2028	270	106	25	4	1	*	100	39	9	2	*	*	4	0	0	0	0	0	0
October 2029	270	79	17	3	*	*	100	29	6	1	*	*	0	0	0	0	0	0	0
October 2030	270	53	11	2	*	*	100	20	4	1	*	*	0	0	0	0	0	0	0
October 2031	270	29	6	1	*	*	100	11	2	*	*	*	0	0	0	0	0	0	0
October 2032	264	7	1	*	*	*	98	3	*	*	*	*	0	0	0	0	0	0	0
October 2033	137	0	0	0	0	0	51	0	0	0	0	0	0	0	0	0	0	0	0
October 2034	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	29.0	23.4	19.0	14.7	11.7	9.5	29.0	23.3	17.7	12.8	9.9	7.9	15.6	5.3	3.9	2.6	2.2	1.7	1.4

Date	BC Class							VE Class							VG Class						
	PSA Prepayment Assumption							PSA Prepayment Assumption							PSA Prepayment Assumption						
	0%	100%	153%	250%	300%	400%	500%	0%	100%	153%	250%	300%	400%	500%	0%	100%	153%	250%	300%	400%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
October 2005	100	100	100	100	100	100	100	84	84	84	84	84	84	84	100	100	100	100	100	100	100
October 2006	100	100	100	100	100	100	100	68	68	68	68	68	68	68	100	100	100	100	100	100	100
October 2007	100	100	100	100	100	100	99	50	50	50	50	50	50	50	100	100	100	100	100	100	100
October 2008	100	100	100	100	100	66	0	32	32	32	32	32	32	0	100	100	100	100	100	100	83
October 2009	100	100	100	100	91	0	0	13	13	13	13	13	0	0	100	100	100	100	100	80	27
October 2010	100	100	100	83	2	0	0	0	0	0	0	0	0	0	99	99	99	99	99	33	0
October 2011	100	100	100	8	0	0	0	0	0	0	0	0	0	0	95	95	95	95	58	0	0
October 2012	100	100	100	0	0	0	0	0	0	0	0	0	0	0	90	90	90	61	22	0	0
October 2013	100	100	85	0	0	0	0	0	0	0	0	0	0	0	86	86	86	29	0	0	0
October 2014	100	100	33	0	0	0	0	0	0	0	0	0	0	0	81	81	81	*	0	0	0
October 2015	100	100	0	0	0	0	0	0	0	0	0	0	0	0	76	76	68	0	0	0	0
October 2016	100	90	0	0	0	0	0	0	0	0	0	0	0	0	71	71	40	0	0	0	0
October 2017	100	47	0	0	0	0	0	0	0	0	0	0	0	0	65	65	14	0	0	0	0
October 2018	100	6	0	0	0	0	0	0	0	0	0	0	0	0	59	59	0	0	0	0	0
October 2019	100	0	0	0	0	0	0	0	0	0	0	0	0	0	53	37	0	0	0	0	0
October 2020	100	0	0	0	0	0	0	0	0	0	0	0	0	0	47	11	0	0	0	0	0
October 2021	100	0	0	0	0	0	0	0	0	0	0	0	0	0	41	0	0	0	0	0	0
October 2022	100	0	0	0	0	0	0	0	0	0	0	0	0	0	34	0	0	0	0	0	0
October 2023	100	0	0	0	0	0	0	0	0	0	0	0	0	0	27	0	0	0	0	0	0
October 2024	100	0	0	0	0	0	0	0	0	0	0	0	0	0	19	0	0	0	0	0	0
October 2025	100	0	0	0	0	0	0	0	0	0	0	0	0	0	11	0	0	0	0	0	0
October 2026	100	0	0	0	0	0	0	0	0	0	0	0	0	0	3	0	0	0	0	0	0
October 2027	100	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2028	100	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2029	62	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2030	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2031	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2032	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2033	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2034	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)**	25.2	13.0	9.7	6.5	5.5	4.2	3.3	3.0	3.0	3.0	3.0	3.0	2.9	2.6	15.1	13.2	11.3	8.4	7.3	5.7	4.6

* 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.

Date	ZB Class							BG Class							MQ Class						
	PSA Prepayment Assumption							PSA Prepayment Assumption							PSA Prepayment Assumption						
	0%	100%	153%	250%	300%	400%	500%	0%	100%	153%	250%	300%	400%	500%	0%	100%	250%	391%	500%	650%	800%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
October 2005	105	105	105	105	105	105	105	100	100	100	100	100	100	100	97	94	91	88	85	82	79
October 2006	109	109	109	109	109	109	109	100	100	100	100	100	100	100	95	86	76	67	60	51	42
October 2007	114	114	114	114	114	114	114	100	100	100	100	100	100	100	92	77	59	44	34	22	11
October 2008	120	120	120	120	120	120	120	100	100	100	100	100	100	88	88	67	45	27	16	4	0
October 2009	125	125	125	125	125	125	125	100	100	100	100	100	88	60	85	59	33	15	4	0	0
October 2010	131	131	131	131	131	131	113	100	100	100	100	100	65	41	81	51	23	5	0	0	0
October 2011	137	137	137	137	137	133	77	100	100	100	100	80	49	28	77	43	14	0	0	0	0
October 2012	143	143	143	143	143	98	52	100	100	100	85	64	36	19	73	36	8	0	0	0	0
October 2013	150	150	150	150	140	72	36	100	100	100	70	51	26	13	68	29	2	0	0	0	0
October 2014	157	157	157	157	111	53	24	100	100	100	58	41	20	9	63	23	0	0	0	0	0
October 2015	164	164	164	129	88	39	16	100	100	96	47	32	14	6	57	17	0	0	0	0	0
October 2016	171	171	171	106	70	29	11	100	100	84	39	25	10	4	51	12	0	0	0	0	0
October 2017	179	179	179	86	55	21	7	100	100	73	32	20	8	3	44	7	0	0	0	0	0
October 2018	188	188	174	70	43	15	5	100	100	64	26	16	6	2	37	2	0	0	0	0	0
October 2019	196	196	150	57	34	11	3	100	91	55	21	12	4	1	29	0	0	0	0	0	0
October 2020	205	205	129	46	26	8	2	100	81	47	17	10	3	1	21	0	0	0	0	0	0
October 2021	215	196	110	37	20	6	1	100	72	40	13	7	2	1	12	0	0	0	0	0	0
October 2022	224	172	94	29	15	4	1	100	63	34	11	6	1	*	2	0	0	0	0	0	0
October 2023	235	150	79	23	12	3	1	100	55	29	8	4	1	*	0	0	0	0	0	0	0
October 2024	246	129	65	18	9	2	*	100	47	24	6	3	1	*	0	0	0	0	0	0	0
October 2025	257	109	54	14	6	1	*	100	40	20	5	2	*	*	0	0	0	0	0	0	0
October 2026	269	91	43	10	5	1	*	100	33	16	4	2	*	*	0	0	0	0	0	0	0
October 2027	273	74	34	8	3	1	*	100	27	12	3	1	*	*	0	0	0	0	0	0	0
October 2028	273	59	26	5	2	*	*	100	21	9	2	1	*	*	0	0	0	0	0	0	0
October 2029	273	44	19	4	2	*	*	100	16	7	1	1	*	*	0	0	0	0	0	0	0
October 2030	266	30	12	2	1	*	*	97	11	5	1	*	*	*	0	0	0	0	0	0	0
October 2031	206	17	7	1	*	*	*	75	6	3	*	*	*	*	0	0	0	0	0	0	0
October 2032	142	6	2	*	*	*	*	52	2	1	*	*	*	*	0	0	0	0	0	0	0
October 2033	74	0	0	0	0	0	0	27	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2034	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)**	28.1	21.7	19.0	14.6	12.9	10.2	8.3	28.1	20.2	16.7	12.0	10.3	7.9	6.3	11.2	6.6	4.0	3.0	2.5	2.1	1.8

Date	MN Class							FM and SM† Classes						
	PSA Prepayment Assumption							PSA Prepayment Assumption						
	0%	100%	250%	391%	500%	650%	800%	0%	100%	250%	391%	500%	650%	800%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100
October 2005	100	100	100	100	100	100	100	98	95	93	90	88	85	82
October 2006	100	100	100	100	100	100	100	96	89	80	73	67	59	52
October 2007	100	100	100	100	100	100	100	93	80	66	54	45	35	26
October 2008	100	100	100	100	100	100	78	90	73	54	40	31	21	13
October 2009	100	100	100	100	100	71	39	88	66	44	29	21	12	7
October 2010	100	100	100	100	81	42	19	84	59	36	21	14	7	3
October 2011	100	100	100	91	54	24	10	81	53	29	16	9	4	2
October 2012	100	100	100	66	36	14	5	77	47	23	11	6	2	1
October 2013	100	100	100	48	23	8	2	73	41	19	8	4	1	*
October 2014	100	100	86	34	15	5	1	69	36	15	6	3	1	*
October 2015	100	100	68	24	10	3	1	64	31	11	4	2	*	*
October 2016	100	100	52	17	6	1	*	59	27	9	3	1	*	*
October 2017	100	100	40	11	4	1	*	54	23	7	2	1	*	*
October 2018	100	100	29	8	2	*	*	48	19	5	1	*	*	*
October 2019	100	87	21	5	1	*	*	41	15	4	1	*	*	*
October 2020	100	66	15	3	1	*	*	34	11	2	1	*	*	*
October 2021	100	46	9	2	*	*	*	27	8	2	*	*	*	*
October 2022	100	28	5	1	*	*	*	18	5	1	*	*	*	*
October 2023	57	11	2	*	*	*	*	10	2	*	*	*	*	*
October 2024	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2025	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2026	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2027	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2028	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2029	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2030	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2031	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2032	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2033	0	0	0	0	0	0	0	0	0	0	0	0	0	0
October 2034	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	19.1	16.9	12.8	9.6	7.9	6.2	5.1	12.6	8.3	5.5	4.1	3.4	2.8	2.4

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

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

A Residual Certificate will be subject to certain transfer restrictions. We will not permit transfer of record or beneficial ownership of a Residual Certificate to a “disqualified organization.” In addition, we will not permit transfer of record or beneficial ownership of a Residual Certificate to any person that is not a “U.S. Person” or a foreign person subject to United States income taxation on a net basis on income derived from that Certificate. Any transferee of a Residual Certificate must execute and deliver an affidavit and an Internal Revenue Service Form W-9 (or, if applicable, a Form W-8ECI) 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” or a foreign person subject to United States income taxation on a net basis on income derived from that Certificate 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” or a foreign person subject to United States income taxation on a net basis on income derived from that Certificate. In addition, the transferee must receive an affidavit containing these same representations from any new transferee. Transferors of a Residual 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” 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 amended the Regulations to provide additional requirements that a transferor must satisfy to avail itself of the safe harbor regarding the presumed lack of improper knowledge. For transfers occurring on or after August 19, 2002, a transferor of a Residual Certificate is presumed not to have improper knowledge if, in addition to meeting the two conditions discussed in the REMIC Prospectus, both (i) the transferee represents that it will not cause income from the Residual Certificate to be attributed to a foreign permanent establishment or fixed base of the transferee or another taxpayer and (ii) the transfer satisfies either the “asset test” or the “formula test.” The representation described in (i) will be included in the affidavit discussed above. 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.

A transfer satisfies the asset test if (i) 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), (ii) the transferee is an “eligible corporation” and the transferee agrees in writing that any subsequent transfer of the Residual Certificate will be to an eligible corporation and will comply with the safe harbor and satisfy the asset test, and (iii) the facts and circumstances known to the transferor do not reasonably indicate that the taxes associated with the Residual Certificate will not be paid. A transfer satisfies the formula test 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 Regulations contain additional details regarding their application and you should consult your own tax advisor regarding the application of the Regulations to a 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 Classes 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 of 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 Assumptions that will be used in determining the rate of accrual of OID will be as follows:

<u>Group</u>	<u>Prepayment Assumption</u>
1	230% PSA
2	194% PSA
3	153% PSA
4	391% 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 any of those rates 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 September 20, 2004. 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.

The Treasury Department recently issued Regulations providing that, to clearly reflect income, an inducement fee paid to a transferee of a noneconomic residual interest in a REMIC must be included in income over a period that is reasonably related to the period during which the applicable REMIC is expected to generate taxable income or net loss allocable to the transferee. The Regulations set forth two safe harbor methods under which a taxpayer’s accounting for the inducement fee will be considered to clearly reflect income for these purposes. In addition, under the Regulations an inducement fee shall be treated as income from sources within the United States. The Regulations, which are effective for taxable years ending on or after May 11, 2004, contain additional details regarding their application. You should consult your own tax advisor regarding the application of the Regulations to the transfer of a Residual Certificate.

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. Except in the case of a beneficial owner that acquires a Combination RCR Certificate in an exchange described under “—*Exchanges*” below, 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. Such an owner should account for its ownership interest in each underlying REMIC Certificate as described

under “—Taxation of Beneficial Owners of Regular Certificates” above 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.

Tax Return Disclosure Requirements

The Treasury Department recently issued Regulations directed at “tax shelters” that could be read to apply to transactions generally not considered to be tax shelters. These Regulations require that taxpayers that participate in a “reportable transaction” disclose such transaction on their tax returns by attaching IRS Form 8886 and retain information related to the transaction. A transaction may be a “reportable transaction” based upon any of several indicia, one or more of which may be present with respect to the Certificates. You should consult your own tax advisor concerning any possible disclosure obligation with respect to your investment in the Certificates.

PLAN OF DISTRIBUTION

General. We are obligated to deliver the Certificates to Deutsche Bank 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 related 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” in this prospectus supplement. The proportion that the original principal balance of each Group 1, 2, 3 or 4 Class bears to the aggregate original principal balance of all Group 1, 2, 3 or 4 Classes, respectively, 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

Sidley Austin Brown & Wood LLP will provide legal representation for Fannie Mae. McKee Nelson LLP will provide legal representation for the Dealer.

Available Recombinations (1)

REMIC Certificates			RCR Certificates					
Classes	Original Principal or Notional Principal Balances	RCR Class	Original Principal or Notional Principal Balance	Interest Rate	Interest Type (2)	Principal Type (2)	CUSIP Number	Final Distribution Date
Recombination 1								
CO	\$18,181,819	CS	\$18,181,819	(3)	INV	PAC/AD	31394BG J 7	November 2034
DS	18,181,819(4)							
Recombination 2								
DS	18,181,819(4)	KS	18,181,819(4)	(3)	INV/IO	NTL	31394BGK 4	November 2034
ES	18,181,819(4)							
Recombination 3								
CO	18,181,819	SP	18,181,819	(3)	INV	PAC/AD	31394BGL 2	November 2034
DS	18,181,819(4)							
ES	18,181,819(4)							
Recombination 4								
DO	48,181,877	GS	48,181,877	(3)	INV	SEQ/AD	31394BGM 0	August 2032
HS	48,181,877(4)							
Recombination 5								
HS	48,181,877(4)	YS	48,181,877(4)	(3)	INV/IO	NTL	31394BGN 8	August 2032
JS	48,181,877(4)							
Recombination 6								
DO	48,181,877	S	48,181,877	(3)	INV	SEQ/AD	31394BGP 3	August 2032
HS	48,181,877(4)							
JS	48,181,877(4)							
Recombination 7								
EO	36,363,637	ST	36,363,637	(3)	INV	SEQ/AD	31394BGQ 1	August 2032
PS	36,363,637(4)							
Recombination 8								
PS	36,363,637(4)	SU	36,363,637(4)	(3)	INV/IO	NTL	31394BGR 9	August 2032
QS	36,363,637(4)							
Recombination 9								
EO	36,363,637	SA	36,363,637	(3)	INV	SEQ/AD	31394BGS 7	August 2032
PS	36,363,637(4)							
QS	36,363,637(4)							

REMIC Certificates		RCR Certificates						
Classes	Original Principal or Notional Principal Balances	RCR Class	Original Principal or Notional Principal Balance	Interest Rate	Interest Type(2)	Principal Type(2)	CUSIP Number	Final Distribution Date
Recombination 10								
VA	\$10,099,000	B(5)	\$83,643,357	5.0%	FIX	SEQ	31394BGT5	November 2034
VB	42,565,357							
Z	30,979,000							
Recombination 11								
VE	5,512,000	BG(6)	51,867,220	4.5	FIX	SEQ	31394BGU2	November 2034
VG	27,380,220							
ZB	18,975,000							
(1) REMIC Certificates and RCR Certificates in any Recombination (other than Recombination 10 or 11) may be exchanged only in the proportions shown in this Schedule 1. In any exchange under Recombination 10 or 11, the relative proportions of the REMIC Certificates to be delivered (or if applicable, received) in such exchange will equal the proportions reflected by the outstanding principal balances of the related REMIC Classes at the time of exchange.								
(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 this interest rate, see “Description of the Certificates—Distributions of Interest” in this prospectus supplement.								
(4) Notional principal balance.								
(5) Principal payments on the REMIC Certificates in Recombination 10 from the Z Accrual Amount will be paid as interest on the related RCR Certificates and thus will not reduce the principal balances of those RCR Certificates.								
(6) Principal payments on the REMIC Certificates in Recombination 11 from the ZB Accrual Amount will be paid as interest on the related RCR Certificates and thus will not reduce the principal balances of those RCR Certificates.								

- (1) REMIC Certificates and RCR Certificates in any Recombination (other than Recombination 10 or 11) may be exchanged only in the proportions shown in this Schedule 1. In any exchange under Recombination 10 or 11, the relative proportions of the REMIC Certificates to be delivered (or if applicable, received) in such exchange will equal the proportions reflected by the outstanding principal balances of the related REMIC Classes at the time of exchange.
- (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 this interest rate, see “Description of the Certificates—Distributions of Interest” in this prospectus supplement.
- (4) Notional principal balance.
- (5) Principal payments on the REMIC Certificates in Recombination 10 from the Z Accrual Amount will be paid as interest on the related RCR Certificates and thus will not reduce the principal balances of those RCR Certificates.
- (6) Principal payments on the REMIC Certificates in Recombination 11 from the ZB Accrual Amount will be paid as interest on the related RCR Certificates and thus will not reduce the principal balances of those RCR Certificates.

Principal Balance Schedules

Aggregate Group 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	\$68,181,819.00	January 2009	\$34,656,092.69	April 2013	\$14,221,509.03
November 2004	67,700,603.82	February 2009	34,121,707.63	May 2013	13,947,399.16
December 2004	67,195,385.89	March 2009	33,593,426.03	June 2013	13,677,270.81
January 2005	66,666,573.85	April 2009	33,071,171.75	July 2013	13,411,064.34
February 2005	66,114,600.26	May 2009	32,554,869.58	August 2013	13,148,721.00
March 2005	65,539,920.99	June 2009	32,044,445.23	September 2013	12,890,182.87
April 2005	64,943,014.62	July 2009	31,539,825.32	October 2013	12,635,392.89
May 2005	64,324,381.77	August 2009	31,040,937.32	November 2013	12,384,294.79
June 2005	63,684,544.38	September 2009	30,547,709.62	December 2013	12,136,833.13
July 2005	63,024,044.95	October 2009	30,060,071.44	January 2014	11,892,953.28
August 2005	62,343,445.81	November 2009	29,577,952.89	February 2014	11,652,601.36
September 2005	61,643,328.24	December 2009	29,101,284.90	March 2014	11,415,724.32
October 2005	60,924,291.67	January 2010	28,629,999.24	April 2014	11,182,269.83
November 2005	60,186,952.76	February 2010	28,164,028.50	May 2014	10,952,186.34
December 2005	59,431,944.51	March 2010	27,703,306.11	June 2014	10,725,423.02
January 2006	58,659,915.34	April 2010	27,247,766.26	July 2014	10,501,929.81
February 2006	57,871,528.06	May 2010	26,797,343.98	August 2014	10,281,657.34
March 2006	57,067,458.96	June 2010	26,351,975.04	September 2014	10,064,556.96
April 2006	56,272,839.70	July 2010	25,911,596.03	October 2014	9,850,580.74
May 2006	55,487,553.38	August 2010	25,476,144.25	November 2014	9,639,681.42
June 2006	54,711,484.53	September 2010	25,045,557.81	December 2014	9,431,812.42
July 2006	53,944,519.09	October 2010	24,619,775.53	January 2015	9,226,927.85
August 2006	53,186,544.40	November 2010	24,198,736.98	February 2015	9,024,982.48
September 2006	52,437,449.16	December 2010	23,782,382.45	March 2015	8,825,931.72
October 2006	51,697,123.46	January 2011	23,370,652.95	April 2015	8,629,731.63
November 2006	50,965,458.70	February 2011	22,963,490.22	May 2015	8,436,338.91
December 2006	50,242,347.64	March 2011	22,561,800.05	June 2015	8,245,710.88
January 2007	49,527,684.33	April 2011	22,165,988.05	July 2015	8,057,805.47
February 2007	48,821,364.11	May 2011	21,775,967.27	August 2015	7,872,581.23
March 2007	48,123,283.62	June 2011	21,391,652.04	September 2015	7,689,997.30
April 2007	47,433,340.73	July 2011	21,012,957.91	October 2015	7,510,013.41
May 2007	46,751,434.59	August 2011	20,639,801.67	November 2015	7,332,589.88
June 2007	46,077,465.56	September 2011	20,272,101.27	December 2015	7,157,687.60
July 2007	45,411,335.21	October 2011	19,909,775.86	January 2016	6,985,268.01
August 2007	44,752,946.34	November 2011	19,552,745.76	February 2016	6,815,293.13
September 2007	44,102,202.90	December 2011	19,200,932.43	March 2016	6,647,725.51
October 2007	43,459,010.02	January 2012	18,854,258.45	April 2016	6,482,528.25
November 2007	42,823,274.00	February 2012	18,512,647.53	May 2016	6,319,664.98
December 2007	42,194,902.27	March 2012	18,176,024.47	June 2016	6,159,099.87
January 2008	41,573,803.39	April 2012	17,844,315.15	July 2016	6,000,797.58
February 2008	40,959,887.03	May 2012	17,517,446.53	August 2016	5,844,723.30
March 2008	40,353,063.96	June 2012	17,195,346.61	September 2016	5,690,842.71
April 2008	39,753,246.04	July 2012	16,877,944.42	October 2016	5,539,122.01
May 2008	39,160,346.19	August 2012	16,565,170.04	November 2016	5,389,527.86
June 2008	38,574,278.40	September 2012	16,256,954.52	December 2016	5,242,027.41
July 2008	37,994,957.70	October 2012	15,953,229.94	January 2017	5,096,588.31
August 2008	37,422,300.16	November 2012	15,653,929.33	February 2017	4,953,178.63
September 2008	36,856,222.86	December 2012	15,358,986.69	March 2017	4,811,766.94
October 2008	36,296,643.88	January 2013	15,068,336.99	April 2017	4,672,322.25
November 2008	35,743,482.33	February 2013	14,781,916.12	May 2017	4,534,814.02
December 2008	35,196,658.25	March 2013	14,499,660.89	June 2017	4,399,212.15

Aggregate Group (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>
July 2017	\$ 4,265,486.97	October 2018	\$ 2,465,900.75	January 2020	\$ 995,419.80
August 2017	4,133,609.25	November 2018	2,358,499.83	February 2020	907,263.25
September 2017.....	4,003,550.17	December 2018	2,252,532.08	March 2020	820,229.99
October 2017	3,875,281.35	January 2019	2,147,974.69	April 2020.....	734,301.65
November 2017.....	3,748,774.78	February 2019	2,044,805.15	May 2020	649,460.14
December 2017	3,624,002.89	March 2019	1,943,001.29	June 2020	565,687.64
January 2018	3,500,938.49	April 2019.....	1,842,541.25	July 2020	482,966.57
February 2018	3,379,554.80	May 2019	1,743,403.50	August 2020	401,279.62
March 2018	3,259,825.40	June 2019	1,645,566.81	September 2020.....	320,609.70
April 2018.....	3,141,724.28	July 2019	1,549,010.26	October 2020	240,939.99
May 2018	3,025,225.79	August 2019	1,453,713.23	November 2020	162,253.92
June 2018	2,910,304.65	September 2019.....	1,359,655.40	December 2020	84,535.14
July 2018	2,796,935.95	October 2019	1,266,816.74	January 2021	7,767.54
August 2018	2,685,095.14	November 2019	1,175,177.50	February 2021 and thereafter	0.00
September 2018.....	2,574,758.02	December 2019	1,084,718.25		

No one is authorized to give information or to make representations in connection with the Certificates other than the information and representations contained in this Prospectus Supplement and the additional Disclosure Documents. You must not rely on any unauthorized information or representation. This Prospectus Supplement and the additional Disclosure Documents do not constitute an offer or solicitation with regard to the Certificates if it is illegal to make such an offer or solicitation to you under state law. By delivering this Prospectus Supplement and the additional Disclosure Documents at any time, no one implies that the information contained herein or therein is correct after the date hereof or thereof.

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.

TABLE OF CONTENTS

	Page
Table of Contents	S- 2
Available Information	S- 3
Incorporation By Reference	S- 3
Reference Sheet	S- 5
Additional Risk Factors	S- 9
Description of the Certificates	S-10
Certain Additional Federal Income Tax Consequences	S-32
Plan of Distribution	S-34
Legal Matters	S-34
Schedule 1	A- 1
Principal Balance Schedules	B- 1

\$1,279,854,763



**Guaranteed
REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 2004-79**

PROSPECTUS SUPPLEMENT



September 3, 2004
