

PROSPECTUS SUPPLEMENT

(To Multifamily REMIC Prospectus dated January 1, 1999)

\$247,010,193 (Approximate)



**Guaranteed REMIC Pass-Through Certificates
Fannie Mae Multifamily REMIC Trust 2004-M1**

Carefully consider the risk factors starting on page S-6 of this prospectus supplement and on page 11 of the Multifamily REMIC Prospectus. Unless you understand and are able to tolerate these risks, you should not invest in the certificates.

You should read the Multifamily 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.

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 class), and
- principal to the extent available for payment on your class.

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

The Fannie Mae Guaranty

We will guarantee that required payments of principal and interest on the certificates are distributed to investors on time. **We will not guarantee the payment to certificateholders of any prepayment premiums or yield maintenance charges.**

The Trust and its Assets

The trust will own Fannie Mae MBS.

The mortgage loans underlying the Fannie Mae MBS are first lien, multifamily, fixed-rate loans. In addition, the mortgage loans are either fully amortizing or provide for balloon payments at maturity.

<i>Class</i>	<i>Original Class Balance(1)</i>	<i>Principal Type</i>	<i>Interest Rate</i>	<i>Interest Type</i>	<i>CUSIP Number</i>	<i>Final Distribution Date</i>
A	\$139,432,193	SEQ/AD	4.70%	FIX	31393YRY3	June 2013
B	77,578,000	SEQ/AD	5.22(2)	WAC	31393YRZ0	February 2017
Z	30,000,000	SEQ	5.75(2)	WAC/Z	31393YSA4	May 2034
X	247,010,193(3)	NTL	(4)	WAC/IO	31393YSB2	May 2034
R	0	NPR	0	NPR	31393YSC0	May 2034
RL	0	NPR	0	NPR	31393YSD8	May 2034

(1) Subject to a permitted variance of plus or minus 5%.

(2) This class will bear interest at an annual rate equal to the *lesser* of (i) the applicable rate listed above and (ii) the weighted average MBS pass-through rate.

(3) Notional balance. This class is an interest only class.

(4) Variable interest rate. During the initial interest accrual period, the X Class will bear interest at the annual rate of approximately 0.89761%.

The dealer will offer the certificates from time to time in negotiated transactions at varying prices. We expect the settlement date to be May 28, 2004.

Bear, Stearns & Co. Inc.

April 28, 2004

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AVAILABLE INFORMATION

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

- our Prospectus for Guaranteed Multifamily REMIC Pass-Through Certificates dated January 1, 1999 (the “Multifamily REMIC Prospectus”);
- our Prospectus for Fannie Mae Guaranteed Mortgage Pass-Through Certificates (MultiFamily Residential Mortgage Loans) dated September 1, 2003 (the “MBS Prospectus”); and
- any Annual Reports on Form 10-K, Quarterly Reports on Form 10-Q and Current Reports on Form 8-K that we file with the SEC during the period specified in the final paragraph of this page.

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

Bear, Stearns & Co. Inc.
Prospectus Department
One Metro Tech Center North
Brooklyn, New York 11201
(telephone 347-643-1581).

In the first quarter of 2003, we began filing periodic reports with the SEC under the Securities Exchange Act of 1934. These filings include Form 10-Ks, Form 10-Qs and Form 8-Ks. Our SEC filings are available at the SEC’s Web site at www.sec.gov. You may also read and copy any document we file with the SEC by visiting the SEC’s Public Reference Room at 450 Fifth Street, NW, Washington, D.C. 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. We do not intend the Internet address to be an active link.

Information contained in any Form 10-K, Form 10-Q and Form 8-K that we file with the SEC prior to the termination of the offering of the certificates is hereby incorporated by reference in this prospectus supplement. In cases where we “furnish” information to the SEC on Form 8-K, as provided under the Securities Exchange Act of 1934, that information is not incorporated by reference 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.

Certain Characteristics of the Mortgage Loans underlying the MBS (as of May 1, 2004)

Exhibit A contains certain information about the individual MBS and related mortgage loans as of May 1, 2004. To learn more about the MBS and the related mortgage loans, you should obtain the final data statement from us as described on page S-9.

Prepayment Premiums

The mortgage loans provide for the payment of prepayment premiums in the form of yield maintenance charges. If any yield maintenance charges are included in the distributions received on the MBS with respect to any distribution date, we will allocate these yield maintenance charges among the classes of certificates as described in this prospectus supplement.

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 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 May 28, 2004.

Distribution Dates

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

Book-Entry and Physical Certificates

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

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

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

Interest Rates

The certificates will bear interest at the applicable annual interest rates specified on the cover and described in this prospectus supplement.

Notional Class

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

Class

X 100% of the A, B and Z Classes

Distributions of Principal

Principal Distribution Amount

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

Weighted Average Lives (years) *

<u>Classes</u>	<u>CPR Prepayment Assumption**</u>				
	<u>0%</u>	<u>25%</u>	<u>50%</u>	<u>75%</u>	<u>100%</u>
A	6.6	6.4	6.3	6.2	5.9
B	10.0	9.5	9.3	9.2	8.9
Z	19.6	16.2	15.1	14.6	14.1
X	10.9	9.6	9.2	9.0	8.7

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

** Assumes no prepayment during any applicable lockout, yield maintenance or prepayment premium periods. See “Additional Risk Factors” 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 MBS, including prepayments.

The mortgage loans provide for the payment of prepayment premiums in the form of yield maintenance charges. Subject to any applicable yield maintenance charges, the mortgage loans may be prepaid at any time. Therefore, 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 the prepayment rates we assumed, or
- at a 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.

Defaults may increase the risk of prepayment. Multifamily lending is generally viewed as exposing the lender to a greater risk of loss than single family lending. Mortgage loan defaults may result in distributions of the full principal balance of the related MBS, thereby affecting prepayment rates.

Yield maintenance charges and other prepayment premiums may reduce the prepayment rate of the related mortgage loans. The mortgage loans impose a yield maintenance charge in connection with prepayments occurring on or before the applicable Last Day of Call Protection Term specified in Exhibit A of this prospec-

tus supplement. A yield maintenance charge will not be imposed, however, if a borrower defaults on its mortgage loan. We will allocate to certificateholders any yield maintenance charges that are actually received with respect to the MBS.

The mortgage loans also impose an additional prepayment premium in connection with prepayments occurring after the applicable last day of call protection term generally until 90 days before maturity of the related mortgage loan. These prepayment premiums generally will equal 1% of the outstanding principal balance of the mortgage loan. These prepayment premiums will not be allocated to certificateholders.

Mortgage loans having yield maintenance charges and additional prepayment premiums may be less likely to prepay than mortgage loans without such charges.

Allocation of yield maintenance charges to certain classes may not offset the adverse effect on yields of the corresponding prepayments. If any yield maintenance charges are included in the payments received on the MBS with respect to any distribution date, we will include these amounts in the payments to be made on certain classes, including the X Class, on that distribution date. We do not, however, guarantee that any yield maintenance charges will in fact be collected from mortgagors, or paid to holders of the MBS or the related certificateholders. Accordingly, holders of the applicable classes will receive yield maintenance charges only to the extent we receive them. Moreover, even if we pay the yield maintenance charges to the holders of these classes, the additional amounts may not offset the reductions in yield caused by the related prepayments. We will not pass through to certificateholders any additional prepayment premiums received as a result of a prepayment after the applicable Last Day of Call Protection Term specified in Exhibit A.

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

Delay classes have lower yields and market values. Since the classes do not receive interest immediately following each interest accrual pe-

riod, they have lower yields and lower market values than they would if there were no such delay.

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

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

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

Uncertain market for the certificates could make them difficult to sell and cause their values to fluctuate. We cannot be sure that a market for resale of the certificates will develop. Further, if a market develops, it may not continue or be sufficiently liquid to allow you to sell your certificates. Even if you are able to sell your certificates, the sale price may not be comparable to

similar investments that have a developed market. Moreover, you may not be able to sell small or large amounts of certificates at prices comparable to those available to other investors. You should purchase 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 such term in the applicable Disclosure Document or in the Trust Agreement.

General

Structure. We will create the Fannie Mae Multifamily REMIC Trust specified on the cover (the “Trust”) and a separate trust (the “Lower Tier REMIC”) pursuant to a trust agreement (the “Trust Agreement”) dated as of May 1, 2004 (the “Issue Date”). We will execute the Trust Agreement in our corporate capacity and as trustee (the “Trustee”). We will issue the Guaranteed REMIC Pass-Through Certificates (the “Certificates” or “Classes”) pursuant to the Trust Agreement.

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

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

Each MBS represents a beneficial ownership interest in one or more first lien, multifamily mortgage loans (the “Mortgage Loans”) having the characteristics described herein and in the Multifamily REMIC Prospectus and the MBS Prospectus.

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. *We will not guarantee the collection or the payment to the Certificateholders of any prepayment premiums or yield maintenance charges.* Accordingly, Certificateholders entitled to receive yield maintenance charges will receive them only to the extent actually received in respect of the MBS. See “Description of the Certificates—Fannie Mae’s Guaranty” in the Multifamily REMIC Prospectus and “Description of 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 the Certificates—Denominations and Form” in the Multifamily 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 in Boston, Massachusetts (“US Bank”) will be the initial Transfer Agent. We may impose a service charge for any registration of transfer of the R or RL Certificate and may require payment to cover any tax or other governmental charge. See also “Characteristics of the R and RL Classes”.

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

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

<u>Classes</u>	<u>Denominations</u>
The Interest Only Class	\$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 Date. We will make monthly payments on the 25th day of each month (or, if the 25th is not a business day, on the first business day after the 25th). We refer to such date as the “Distribution Date.” We will make the first payments to Certificateholders the month after we issue the Certificates.

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

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

No Optional Termination. We will not 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.”

The MBS

The following table contains certain information about the MBS. The MBS will have the aggregate unpaid principal balance and weighted average 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 mortgage loans secured by first mortgages or deeds of trust on multifamily residential properties, each either fully amortizing or providing for a balloon payment at maturity. See “Multifamily Mortgage Loan Pools” and “Yield 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:

Aggregate Unpaid Principal Balance	\$247,010,193
Weighted Average MBS Pass-Through Rate	5.84762%
WAC (annual percentage)	6.42960%
WAM	325 months
Weighted Average Certificate Age	20 months

Exhibit A contains certain information about the individual MBS and related mortgage loans as of the Issue Date, including information about yield maintenance charges applicable to the mortgage loans.

Final Data Statement

After issuing the Certificates, we will prepare a Final Data Statement containing certain information, including the current unpaid principal balances of the Mortgage Loans underlying the MBS as of the Issue Date. You may obtain the Final Data Statement by telephoning us at 1-800-237-8627. 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>
Fixed Rate	A
Weighted Average Coupon	B, Z and X
Interest Only	X
Accrual	Z
No Payment Residual	R and RL

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

General. We will pay interest on the interest-bearing Certificates at the applicable annual interest rates shown on the cover or described in this prospectus supplement. We calculate interest based on a 360-day year consisting of twelve 30-day months. We pay interest monthly (except in the case of the Accrual Class) 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 Class) 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 Class, see “—*Accrual Class*” below.

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

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

See “Additional Risk Factors” in this prospectus supplement.

Accrual Class. The Z Class is an Accrual Class. Interest will accrue on the Accrual Class at the applicable annual rate as provided on the cover. However, we will not pay any interest on the Z Class until the Distribution Date following the Distribution Date on which the principal balance of the B Class is reduced to zero. Interest accrued and unpaid on the Z Class on any Distribution Date will be added as principal to its principal balance. We will pay principal on the Z Class as described under “—Distributions of Principal” below.

Notional Class. The Notional Class will not have a principal balance. During each Interest Accrual Period, the Notional Class will bear interest on its notional principal balance at its applicable interest rate. The notional principal balance of the Notional Class will be calculated as specified under “Reference Sheet—Notional Class.”

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 will refer also to the notional principal balance of the Notional Class.

Weighted Average Coupon Classes. Each of the B and Z Classes will bear interest during each Interest Accrual Period at an annual rate equal to the *lesser* of

- the applicable rate listed on the cover for that Class

and

- the weighted average MBS Pass-Through Rate.

During the initial Interest Accrual Period, the B and Z Classes will bear interest at the annual rate of 5.22% and 5.75%, respectively.

The X Class will bear interest during each Interest Accrual Period at an annual rate equal to the excess, if any, of

- the weighted average MBS Pass-Through Rate

over

- the weighted average of the interest rates of the A, B and Z Classes, weighted on the basis of their principal balances (after giving effect to all payments and, if applicable, accretions of interest, on those Classes during that Interest Accrual Period).

For purposes of calculating the weighted average MBS Pass-Through Rate, interest accruing on the Mortgage Loans on an actual/360 basis will be converted to a 30/360 equivalent rate.

During the initial Interest Accrual Period, the X Class will bear interest at the annual rate specified on the cover.

Our determination of the rates of interest for these Classes for the related Interest Accrual Periods shall (in the absence of manifest error) be final and binding. You may obtain each such rate of interest by telephoning us at 1-800-237-8627.

Allocation of Certain Prepayment Premiums

The Mortgage Loans provide for the payment of certain prepayment premiums in the form of yield maintenance charges*. On each Distribution Date, we will pay any yield maintenance charges that are included in the MBS distributions on that date to the X, A, B and Z Classes in pro rata proportions reflecting the following amounts:

- in the case of each of the A, B and Z Classes, any positive result of *subtracting*
 - (A) the sum of (i) the Class Prepayment Amount (defined below) paid in respect of such Class and (ii) the present value (discounted at the applicable Class Discount Rate) of the aggregate principal and interest that would have been paid in respect of such Class from the Distribution Date in the following month until the principal balance of such Class would be reduced to zero after taking into account receipt of the applicable Class Prepayment Amount
- from*
- (B) the present value (discounted at the applicable Class Discount Rate) of the aggregate principal and interest that would have been paid in respect of such Class from the Distribution Date in the following month until the principal balance of such Class would have been reduced to zero had the related prepayment not occurred, and
 - in the case of the X Class, an amount equal to any positive result of *subtracting*
 - (A) the present value (discounted at the applicable Class Discount Rate, as defined below) of the aggregate interest that would have been paid in respect of the X Class from the Distribution Date in the following month until the notional principal balance of the X Class would be reduced to zero after taking into account the related prepayment

*The Mortgage Loans having yield maintenance charges also provide for the payment of additional prepayment premiums (generally equal to 1% of the outstanding principal balance of the related Mortgage Loan) in connection with prepayments received after the applicable Last Day of Call Protection Term specified in Exhibit A. We will not include these additional prepayment premiums in payments to Certificateholders.

from

- (B) the present value (discounted at the applicable Class Discount Rate) of the aggregate interest that would have been paid in respect of the X Class from the Distribution Date in the following month until the notional principal balance of the X Class would have been reduced to zero had the related prepayment not occurred.

The foregoing calculations will be made on the basis of the Pricing Assumptions except that it will be assumed that no prepayments of the Mortgage Loans occur following the end of the period in which any prepayment was received.

The “Class Prepayment Amount” for each Class and Distribution Date is the sum of all prepayments, including both principal and interest, but exclusive of any yield maintenance charges, paid in respect of that Class on that Distribution Date.

For each Class and each computation of present value, (i) the “Class Discount Rate” is the rate which, when compounded monthly, is equivalent to the Class Treasury Rate when compounded semi-annually and (ii) the “Class Treasury Rate” is the yield calculated by the linear interpolation of the yields, as reported in Federal Reserve Statistical Release H.15 — Selected Interest Rates under the heading “U.S. government securities/Treasury constant maturities” for the week ending on or before the Determination Date relating to the Distribution Date on which the yield maintenance charge will be paid, of U.S. Treasury constant maturities with a maturity date (one longer and one shorter) most nearly approximating the projected remaining weighted average life of such Class. If Release H.15 is no longer published, the Trustee will select a comparable publication to determine the Treasury Rate.

Solely for purposes of determining the Class Treasury Rate, the “Determination Date” for any Distribution Date is the date in any calendar month on which Fannie Mae calculates payments on the Certificates for such Distribution Date.

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>
Sequential Pay	A, B and Z
Accretion Directed	A and B
Notional	X
No Payment Residual	R and RL

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

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 MBS plus any interest then accrued and added to the principal balance of the Z Class.

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

Structuring Assumptions

Pricing Assumptions. Except where otherwise noted, the information in the tables in this prospectus supplement has been prepared based on the actual characteristics of the MBS (as

described in Exhibit A) and the following assumptions (such characteristics and assumptions, collectively, the “Pricing Assumptions”):

- we pay all payments (including prepayments) on the Mortgage Loans on the Distribution Date relating to the month in which we receive them;
- the Mortgage Loans underlying the MBS prepay at the percentages of CPR specified in the related tables, provided that no prepayments occur during the related call protection periods;
- payments on the Certificates are always received on the 25th of the month, whether or not a business day;
- no yield maintenance charges are received on the MBS; and
- the settlement date for the sale of the Certificates is May 28, 2004.

Prepayment Assumptions. Prepayments of mortgage loans commonly are measured relative to a prepayment standard or model. The model used here is the “Constant Prepayment Rate” or “CPR” model. The CPR model represents an assumed constant rate of prepayment each month, expressed as an annual percentage of the then outstanding principal balance of the pool of mortgage loans.

It is highly unlikely that prepayments will occur at any particular level of CPR, or at any other *constant* rate.

Yield Table

General. The table below illustrates the sensitivity of the pre-tax corporate bond equivalent yield to maturity of the X Class to various constant percentages of CPR. We calculated the yields set forth in the table by

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

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

We cannot assure you that

- the pre-tax yield on the X Class will correspond to any of the pre-tax yields shown here, or
- the aggregate purchase price of the X Class will be as assumed.

Moreover, it is unlikely that

- the Mortgage Loans will prepay at a constant percentage of CPR until maturity or at any other constant rate, or
- all of such Mortgage Loans will prepay at the same rate.

***The Interest Only Class.* As indicated in the table below, the yield to investors in the X Class will be highly sensitive to the rate of principal payments (including prepayments) of the Mortgage Loans. Subject to certain restrictions, the Mortgage Loans may be prepaid prior to their stated maturities.**

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

<u>Class</u>	<u>Price*</u>
X	4.6%

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

Sensitivity of the X Class to Prepayments*

	<u>CPR Prepayment Assumption</u>				
	<u>0%</u>	<u>25%</u>	<u>50%</u>	<u>75%</u>	<u>100%</u>
Pre-Tax Yields to Maturity	9.7%	7.9%	7.1%	6.5%	5.4%

* Assumes no prepayment during any applicable yield maintenance periods. See “Additional Risk Factors” in this prospectus supplement.

A portion of any yield maintenance charge actually received may be allocated to the X Class and will increase the yield on such Class. However, any such allocation may be insufficient to offset fully the adverse effects on the anticipated yield arising out of the corresponding principal prepayment.

Weighted Average Lives of the Certificates

The weighted average life of a Certificate is determined by

- multiplying the amount of the reduction, if any, of the principal balance of such Certificate from one Distribution Date to the next Distribution Date by the number of years from the Settlement Date to the second such Distribution Date,
- summing the results, and
- dividing the sum by the aggregate amount of the reductions in principal balance of such Certificate referred to in clause (a).

For a description of the factors which may influence the weighted average life of a Certificate, see “Description of the Certificates—Weighted Average Lives and Final Distribution Dates” in the Multifamily REMIC Prospectus.

In general, the weighted average lives of the Certificates will be shortened if the level of prepayments of principal of the Mortgage Loans increases. However, the weighted average lives will depend upon a variety of other factors, including

- the timing of changes in such rate of principal payments, and
- the priority sequence of payments of principal of the Certificates.

See “Distributions of Principal” in this prospectus supplement.

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

Decrement Tables

The following tables indicate the percentages of original principal balances of the specified Classes that would be outstanding after each date shown at the constant percentages of CPR and the corresponding weighted average lives of such Classes. The tables have been prepared on the basis of the Pricing Assumptions.

It is unlikely that the underlying Mortgage Loans will prepay at any *constant* CPR level. We do not represent that the Mortgage Loans will prepay at the CPRs shown or at any other constant prepayment rate.

Percent of Original Principal Balances Outstanding††

Date	A Class					B Class					Z Class					X† Class				
	CPR Prepayment Assumption					CPR Prepayment Assumption					CPR Prepayment Assumption					CPR Prepayment Assumption				
	0%	25%	50%	75%	100%	0%	25%	50%	75%	100%	0%	25%	50%	75%	100%	0%	25%	50%	75%	100%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
May 2005	96	96	96	96	96	100	100	100	100	100	106	106	106	106	106	98	98	98	98	98
May 2006	92	92	92	92	92	100	100	100	100	100	112	112	112	112	112	97	97	97	97	97
May 2007	87	87	87	87	87	100	100	100	100	100	119	119	119	119	119	95	95	95	95	95
May 2008	82	82	82	81	75	100	100	100	100	100	126	126	126	126	126	93	93	93	92	89
May 2009	77	74	71	69	63	100	100	100	100	100	133	133	133	133	133	91	89	88	86	83
May 2010	65	61	59	58	57	100	100	100	100	100	141	141	141	141	141	85	83	82	81	81
May 2011	51	51	51	51	51	100	100	100	100	100	149	149	149	149	149	79	79	79	79	79
May 2012	43	40	36	32	23	100	100	100	100	100	158	158	158	158	158	75	73	71	69	64
May 2013	6	0	0	0	0	100	96	83	71	40	168	168	168	167	167	55	50	46	43	33
May 2014	0	0	0	0	0	30	13	3	0	0	177	177	177	173	163	31	26	22	21	20
May 2015	0	0	0	0	0	17	0	0	0	0	188	184	164	158	157	28	22	20	19	19
May 2016	0	0	0	0	0	7	0	0	0	0	199	169	155	152	152	26	21	19	18	18
May 2017	0	0	0	0	0	0	0	0	0	0	202	157	147	146	146	25	19	18	18	18
May 2018	0	0	0	0	0	0	0	0	0	0	186	146	139	138	132	23	18	17	17	16
May 2019	0	0	0	0	0	0	0	0	0	0	162	124	111	97	0	20	15	13	12	0
May 2020	0	0	0	0	0	0	0	0	0	0	145	88	53	23	0	18	11	6	3	0
May 2021	0	0	0	0	0	0	0	0	0	0	126	62	25	5	0	15	7	3	1	0
May 2022	0	0	0	0	0	0	0	0	0	0	111	42	12	1	0	13	5	1	*	0
May 2023	0	0	0	0	0	0	0	0	0	0	103	30	5	*	0	13	4	1	*	0
May 2024	0	0	0	0	0	0	0	0	0	0	77	17	2	*	0	9	2	*	*	0
May 2025	0	0	0	0	0	0	0	0	0	0	69	12	1	*	0	8	1	*	*	0
May 2026	0	0	0	0	0	0	0	0	0	0	61	8	*	*	0	7	1	*	*	0
May 2027	0	0	0	0	0	0	0	0	0	0	54	5	*	*	0	7	1	*	*	0
May 2028	0	0	0	0	0	0	0	0	0	0	46	3	*	*	0	6	*	*	*	0
May 2029	0	0	0	0	0	0	0	0	0	0	38	2	*	*	0	5	*	*	*	0
May 2030	0	0	0	0	0	0	0	0	0	0	31	1	*	*	0	4	*	*	0	0
May 2031	0	0	0	0	0	0	0	0	0	0	24	1	*	0	0	3	*	*	0	0
May 2032	0	0	0	0	0	0	0	0	0	0	17	*	*	0	0	2	*	*	0	0
May 2033	0	0	0	0	0	0	0	0	0	0	8	*	*	0	0	1	*	*	0	0
May 2034	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	6.6	6.4	6.3	6.2	5.9	10.0	9.5	9.3	9.2	8.9	19.6	16.2	15.1	14.6	14.1	10.9	9.6	9.2	9.0	8.7

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

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

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

†† Assumes no prepayment before any applicable last day of call protection term.

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 Multifamily 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 Multifamily 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 Multifamily 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 Multifamily 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 adviser 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 Multifamily 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 Multifamily 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 Multifamily 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 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 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 Multifamily REMIC Prospectus.

Taxation of Beneficial Owners of Regular Certificates

The Notional Class and the Accrual Class will be issued with original issue discount (“OID”), and certain other Classes of 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 Multifamily REMIC Prospectus. In addition, certain Classes of 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 Multifamily REMIC Prospectus.

The Prepayment Assumption that will be used in determining the rate of accrual of OID will be applied on a pool-by-pool basis. 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 Multifamily REMIC Prospectus. The Prepayment Assumption that will be used for each pool will be 0% CPR until the Last Day of Call Protection Term for each such pool and 100% CPR thereafter. The Last Day of Call Protection Term dates are provided on Exhibit A. Because the Last Day of Call Protection Term for each pool is not the same, during the period beginning on the earliest Last Day of Call Protection Term of the pools and ending on the latest Last Day of Call Protection Term of the pools, the effective Prepayment Assumption will increase, from 0% CPR to 100% CPR, as each pool reaches its Last Day of Call Protection Term. No representation is made as to whether the Mortgage Loans underlying the MBS will prepay at the rate reflected in the Prepayment Assumption or any other rate. See “Description of the Certificates—Weighted Average Lives of the Certificates” in this prospectus supplement and “Description of the Certificates—Weighted Average Lives and Final Distribution Dates” in the Multifamily 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 5.48% (which is 120% of the “federal long-term rate”). See “Certain Federal Income Tax Consequences—*Taxation of Beneficial Owners of Residual Certificates*—Treatment of Excess Inclusions” and “—*Foreign Investors*—Residual Certificates” in the Multifamily 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.

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

We are obligated to deliver the Certificates to Bear, Stearns & Co. 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.

LEGAL MATTERS

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

The MBS and the Mortgage Loans

Exhibit A

Pool Number	City	State	Approximate Principal Balance at Issue Date†	MBS Pass-Thru Rate (%)	Mortgage Interest Rate (%)	Issue Date	Maturity Date	Original Amortization Term (mos.)	Remaining Amortization Term (mos.)	Remaining Yearly Maturity or Balloon (mos.)	MBS Age (mos.)	Last Day of Call Protection Term††	Remaining Call Protection Term (mos.)††
073549	Las Cruces	NM	\$ 1,285,898	7.950	9.250	7/1/1996	7/1/2021	300	206	206	94	6/2/2011	85
073581	La Mesa	CA	19,803,784	7.800	9.100	8/1/1996	8/1/2021	300	207	207	93	7/15/2011	86
073603	Dallas	TX	1,673,222	7.620	8.470	8/1/1996	8/1/2021	300	207	207	93	7/10/2011	86
073612	N. White Plains	NY	2,372,661	7.875	8.950	8/1/1996	8/1/2021	300	207	207	93	7/28/2011	86
073685(1)	Perrysburg	OH	1,943,487	8.010	9.085	9/1/1996	10/1/2021	300	209	209	92	9/15/2011	88
073691	Largo	FL	1,207,186	8.005	8.960	10/1/1996	10/1/2026	360	269	269	91	9/18/2011	88
073720(6)	Dunedin	FL	1,988,395	8.000	8.650	11/1/1996	10/1/2026	360	269	269	90	9/29/2011	88
375065(2)	Port Jefferson	NY	8,248,268	7.500	8.455	4/1/1997	4/1/2022	300	215	215	85	3/9/2012	94
380839(3)(4)*	El Paso	TX	657,355	6.120	6.870	11/1/1998	11/1/2008	360	294	54	66	8/2/2008	51
381250	Harrison	NY	468,206	6.330	6.980	1/1/1999	1/1/2029	360	296	296	64	12/13/2013	115
383398(1)(4)*	Forrestville	MD	10,941,326	6.420	6.790	3/1/2001	4/1/2011	360	323	83	38	3/14/2008	46
386245(4)*	West Chester	OH	9,988,264	5.150	5.700	6/1/2003	6/1/2013	360	349	109	11	11/13/2012	102
386438(1)(4)*	Erie	PA	593,585	5.010	6.300	8/1/2003	9/1/2014	300	292	124	9	2/28/2014	117
386529(1)	Salt Lake City	UT	2,772,666	5.960	6.680	9/1/2003	10/1/2018	360	353	173	8	3/31/2018	166
386562(2)(4)*	Chicago	IL	2,924,588	5.570	5.980	10/1/2003	10/1/2018	180	173	173	7	3/31/2018	166
386624(4)*	Laurel	MD	10,306,314	4.060	5.070	11/1/2003	8/1/2009	360	354	63	6	1/31/2009	56
386625(4)(5)*	Whiting	NJ	3,134,149	4.930	6.590	11/1/2003	4/1/2012	360	354	95	6	1/2/2012	92
386666(4)(6)*	Chicago	IL	1,238,833	4.490	4.850	12/1/2003	11/1/2010	360	354	78	5	4/30/2010	71
386754(1)(2)(4)*	New York	NY	1,992,344	5.600	6.020	12/1/2003	1/1/2034	360	356	356	5	12/31/2018	175
386785(4)*	Falmouth	ME	9,467,030	5.640	6.490	1/1/2004	1/1/2024	360	356	236	4	12/31/2018	175
386816	Phoenix	AZ	5,485,656	5.770	6.670	3/1/2004	3/1/2029	300	298	298	2	2/28/2019	177
386832(2)	Yonkers	NY	4,685,403	5.400	5.820	2/1/2004	2/1/2034	360	357	357	3	1/31/2019	176
386836(4)(6)*	Warrensville Heights (various)	OH	3,010,258	4.830	6.190	3/1/2004	9/1/2014	360	357	124	2	2/28/2014	117
386837(4)(6)*		OH	2,315,173	4.750	6.110	3/1/2004	2/1/2014	360	357	117	2	7/31/2013	110
386867	Athens	TX	1,212,754	5.360	6.400	3/1/2004	3/1/2022	360	358	214	2	2/28/2019	177
386873(1)(2)	Coram	NY	4,243,696	5.490	5.910	3/1/2004	4/1/2034	360	359	359	2	3/31/2019	178
386933(4)*	Ypsilanti	MI	999,100	4.690	6.870	5/1/2004	5/1/2013	360	360	108	0	10/31/2012	101
386935	Gaffney	SC	1,468,734	4.960	6.750	4/1/2004	4/1/2034	360	359	359	1	3/31/2019	178
386939	Edgewood	MD	12,300,000	4.985	5.395	5/1/2004	5/1/2034	360	360	360	0	4/30/2019	179
386940	Frederick	MD	9,760,000	4.985	5.395	5/1/2004	5/1/2034	360	360	360	0	4/30/2019	179
386941	Baltimore	MD	4,080,000	4.985	5.395	5/1/2004	5/1/2034	360	360	360	0	4/30/2019	179
461543	San Francisco	CA	491,935	5.580	5.830	12/1/2003	2/1/2013	360	345	105	5	1/31/2013	104
461543	Long Beach	CA	1,885,079	5.580	5.870	12/1/2003	12/1/2012	360	343	103	5	6/3/2012	97
461543	San Diego	CA	2,454,238	5.580	5.820	12/1/2003	12/1/2012	360	343	103	5	6/3/2012	97
461543	Tacoma	WA	982,840	5.580	5.850	12/1/2003	1/1/2013	360	344	104	5	12/31/2012	103
461543	Bronx	NY	517,675	5.580	5.860	12/1/2003	4/1/2013	360	347	107	5	9/5/2012	100
461543	New York	NY	4,966,505	5.580	5.840	12/1/2003	11/1/2013	360	354	114	5	5/4/2013	108
461543	Los Angeles	CA	640,941	5.580	5.870	12/1/2003	4/1/2013	360	347	107	5	10/2/2012	101
461543	Salem	OR	1,419,887	5.580	5.850	12/1/2003	4/1/2013	360	347	107	5	10/2/2012	101
461543	Santa Ana	CA	3,155,403	5.580	5.870	12/1/2003	4/1/2013	360	347	107	5	10/2/2012	101

Pool Number	City	State	Approximate Principal Balance at Issue Date	MBS Pass-Through Rate (%)	Mortgage Interest Rate (%)	Issue Date	Maturity Date	Original Amortization Term (mos.)	Remaining Amortization Term (mos.)	Remaining Term to Maturity of Balloon (mos.)	MBS Age (mos.)	Last Day of Call Protection Term (Y)	Remaining Call Protection Term (mos.)††
461543	Coronado	CA	491,720	5.580	5.870	12/1/2003	2/1/2013	360	345	105	5	8/4/2012	99
461543	Denver	CO	742,651	5.580	5.830	12/1/2003	8/1/2013	360	351	111	5	2/1/2013	105
461543	Los Angeles	CA	2,135,610	5.580	5.870	12/1/2003	10/1/2013	360	353	113	5	4/3/2013	107
461543	Los Angeles	CA	1,726,580	5.580	5.870	12/1/2003	10/1/2013	360	353	113	5	4/3/2013	107
461543	Brooklyn	NY	3,973,219	5.580	5.860	12/1/2003	11/1/2013	360	354	114	5	5/4/2013	108
461543	New York	NY	1,241,626	5.580	5.840	12/1/2003	11/1/2013	360	354	114	5	5/4/2013	108
461544	Oakland	CA	934,925	5.640	5.920	12/1/2003	2/1/2013	360	345	105	5	8/4/2012	99
461544	Los Angeles	CA	2,903,246	5.640	5.930	12/1/2003	2/1/2013	360	345	105	5	8/4/2012	99
461544	Los Angeles	CA	1,178,446	5.640	5.930	12/1/2003	12/1/2012	360	343	103	5	5/7/2012	96
461544	Los Angeles	CA	4,372,422	5.640	5.920	12/1/2003	12/1/2012	360	343	103	5	6/3/2012	97
461544	Brooklyn	NY	660,777	5.640	5.910	12/1/2003	2/1/2013	360	345	105	5	7/8/2012	98
461544	Chicago	IL	664,951	5.640	5.880	12/1/2003	3/1/2013	360	346	106	5	2/28/2013	105
461544	Forest Hills	NY	978,992	5.640	5.930	12/1/2003	5/1/2013	240	228	108	5	10/8/2012	101
461544	Goldens Bridge	NY	594,814	5.640	5.880	12/1/2003	9/1/2013	360	352	112	5	2/5/2013	105
461544	Los Angeles	CA	1,861,995	5.640	5.920	12/1/2003	3/1/2013	360	346	106	5	9/1/2012	100
461544	Los Angeles	CA	885,684	5.640	5.900	12/1/2003	2/1/2013	360	345	105	5	8/4/2012	99
461544	Portland	OR	700,233	5.640	5.930	12/1/2003	4/1/2013	360	347	107	5	3/31/2013	106
461544	Minneapolis	MN	742,001	5.640	5.920	12/1/2003	7/1/2013	360	350	110	5	1/1/2013	104
461544	El Cajon	CA	1,630,800	5.640	5.900	12/1/2003	9/1/2013	360	352	112	5	3/4/2013	106
461544	La Mesa	CA	1,754,721	5.640	5.900	12/1/2003	9/1/2013	360	352	112	5	3/4/2013	106
461544	West Covina	CA	496,190	5.640	5.880	12/1/2003	10/1/2013	360	353	113	5	4/3/2013	107
461544	Bronx	NY	3,278,229	5.640	5.910	12/1/2003	11/1/2013	360	354	114	5	5/4/2013	108
461544	Beaverton	OR	913,627	5.640	5.930	12/1/2003	10/1/2013	360	353	113	5	4/3/2013	107
461544	Denver	CO	671,142	5.640	5.880	12/1/2003	10/1/2012	360	341	101	5	9/30/2012	100
461545	Los Angeles	CA	2,001,960	5.700	5.950	12/1/2003	11/1/2012	360	342	102	5	10/31/2012	101
461545	Lynnwood	WA	1,181,401	5.700	5.940	12/1/2003	2/1/2013	360	345	105	5	8/4/2012	99
461545	Los Angeles	CA	1,231,978	5.700	5.960	12/1/2003	3/1/2013	360	346	106	5	9/1/2012	100
461545	Kew Gardens	NY	1,081,264	5.700	5.980	12/1/2003	1/1/2013	360	344	104	5	6/13/2012	97
461545	Beaverton	OR	565,495	5.700	5.950	12/1/2003	1/1/2013	360	344	104	5	12/31/2012	103
461545	Santa Monica	CA	1,513,934	5.700	5.990	12/1/2003	3/1/2013	360	346	106	5	9/1/2012	100
461545	South Gate	CA	3,100,476	5.700	5.940	12/1/2003	11/1/2013	360	354	114	5	5/4/2013	108
461545	Portland	OR	992,747	5.700	5.970	12/1/2003	10/1/2013	360	353	113	5	4/3/2013	107
461545	Alameda	CA	3,415,995	5.700	5.950	12/1/2003	11/1/2013	360	354	114	5	10/31/2013	113
461547	New York	NY	3,534,201	5.820	6.110	12/1/2003	9/1/2013	360	352	112	5	3/1/2013	106
461547	New York	NY	3,050,574	5.820	6.110	12/1/2003	9/1/2013	360	352	112	5	3/1/2013	106
461547	Minneapolis	MN	492,994	5.820	6.060	12/1/2003	3/1/2013	360	346	106	5	8/7/2012	99
461547	Tigard	OR	516,369	5.820	6.060	12/1/2003	10/1/2013	360	353	113	5	9/30/2013	112
461547	Crystal	MN	795,209	5.820	6.110	12/1/2003	11/1/2013	360	354	114	5	5/4/2013	108
461547	Brooklyn Center	MN	446,866	5.820	6.110	12/1/2003	10/1/2013	360	353	113	5	4/3/2013	107
461547	Brooklyn Center	MN	471,692	5.820	6.110	12/1/2003	10/1/2013	360	353	113	5	4/3/2013	107
461548	Long Beach	CA	1,006,573	5.880	6.170	12/1/2003	11/1/2012	360	342	102	5	5/4/2012	96
461548	Sacramento	CA	838,088	5.880	6.120	12/1/2003	3/1/2013	360	346	106	5	9/1/2012	100
461548	Belmar	NJ	515,719	5.880	6.160	12/1/2003	2/1/2013	360	345	105	5	1/31/2013	104

Pool Number	City	State	Approximate Principal Balance at Issue Date	MBS Pass-Through Rate (%)	Mortgage Interest Rate (%)	Issue Date	Maturity Date	Original Amortization Term (mos.)	Remaining Amortization Term (mos.)	Remaining Term to Maturity of Balloon (mos.)	MBS Age (mos.)	Last Day of Call Protection Term	Remaining Call Protection Term (mos.)††
461548	Red Bank	NJ	982,224	5.880	6.160	12/1/2003	2/1/2013	360	345	105	5	1/31/2013	104
461548	Belleville	NJ	662,329	5.880	6.160	12/1/2003	2/1/2013	360	345	105	5	1/31/2013	104
461548	Los Angeles	CA	1,920,841	5.880	6.160	12/1/2003	2/1/2013	360	345	105	5	8/4/2012	99
461548	Seattle	WA	1,143,003	5.880	6.160	12/1/2003	11/1/2013	360	354	114	5	10/31/2013	113
461548	Forest Hills	NY	993,914	5.880	6.150	12/1/2003	11/1/2013	360	354	114	5	4/10/2013	107
461548	Seattle	WA	964,098	5.880	6.160	12/1/2003	11/1/2013	360	354	114	5	10/31/2013	113
461549	Los Angeles	CA	2,758,413	5.950	6.190	12/1/2003	2/1/2013	360	345	105	5	8/4/2012	99
461549	Jersey City	NJ	694,430	5.950	6.190	12/1/2003	9/1/2013	360	352	112	5	3/4/2013	106
461549	Los Angeles	CA	637,931	5.950	6.230	12/1/2003	2/1/2013	360	345	105	5	8/4/2012	99
461549	Long Beach	CA	1,041,645	5.950	6.190	12/1/2003	9/1/2013	360	352	112	5	3/4/2013	106
461550	Los Angeles	CA	1,299,379	6.020	6.260	12/1/2003	1/1/2013	360	344	104	5	7/4/2012	98
461550	Bronx	NY	795,266	6.020	6.300	12/1/2003	11/1/2013	360	354	114	5	5/4/2013	108
461550	Lynn	MA	795,263	6.020	6.280	12/1/2003	11/1/2013	360	354	114	5	5/4/2013	108
461550	Minneapolis	MN	1,181,326	6.020	6.290	12/1/2003	1/1/2013	360	344	104	5	12/31/2012	103
461552	Portland	OR	1,498,785	6.220	6.460	12/1/2003	9/1/2013	360	352	112	5	8/31/2013	111
461558	La Habra	CA	712,601	5.710	5.950	12/1/2003	7/1/2013	360	350	110	5	5/1/2013	108
461560	Sacramento	CA	1,341,082	6.120	6.360	12/1/2003	10/1/2013	360	353	113	5	4/3/2013	107
461561	Los Angeles	CA	695,045	6.470	6.710	12/1/2003	9/1/2013	360	352	112	5	3/4/2013	106
461597	Seattle	WA	1,668,208	5.760	6.000	12/1/2003	11/1/2012	360	342	102	5	5/4/2012	96
461598	San Diego	CA	884,232	5.790	6.030	12/1/2003	12/1/2012	360	343	103	5	6/3/2012	97
461599	Long Beach	CA	521,314	5.800	6.040	12/1/2003	10/1/2013	360	353	113	5	3/5/2013	106
461600	Long Beach	CA	2,445,893	6.040	6.280	12/1/2003	11/1/2013	360	354	114	5	5/4/2013	108
			<u>\$247,010,193</u>	<u>5.848%</u>	<u>6.430%</u>								

† The principal balances of the MBS have been rounded to the nearest dollar, and the sum of those balances may not equal the total.

†† The MBS can prepay at any time after the “Last Day of Call Protection Term” without payment of a yield maintenance charge or prepayment premium.

* These mortgage loans bear interest based on the actual days elapsed and a year assumed to consist of 360 days.

(1) The first monthly payment on this MBS consisted of interest only.

(2) The related Mortgage Loan is secured by a cooperative apartment.

(3) The related Mortgage Loan is a defeasance loan for which defeasance is locked out until August 2, 2008.

(4) The fixed monthly payments (including principal and interest) for these pools are as follows:

<u>Pool Number</u>	<u>Payment</u>
386438	\$ 3,978.73
380839	4,627.17
386933	6,626.92
386666	6,586.53
386754	12,018.77
386837	14,086.19
386562	25,266.12
386836	18,470.83
386625	20,104.46
386785	59,994.96
386245	58,668.52
386624	56,172.27
383398	73,844.65

(5) The related Mortgage Loan is a defeasance loan for which defeasance is locked out until January 2, 2012.

(6) The related Mortgage Loan has the same first payment date as the related MBS.

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.

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\$247,010,193
(Approximate)



Guaranteed REMIC
Pass-Through Certificates
Fannie Mae Multifamily
REMIC Trust 2004-M1

PROSPECTUS SUPPLEMENT

Bear, Stearns & Co. Inc.

April 28, 2004
