

\$332,500,000



FannieMae®

**Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 2007-118**

The Certificates

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

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 will pay principal at rates that may 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 available for distribution to investors on time.

The Trust and its Assets

The trust will own

- underlying REMIC certificates backed by Fannie Mae MBS and
- 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 (1)</i>	<i>Interest Rate</i>	<i>Interest Type (1)</i>	<i>CUSIP Number</i>	<i>Final Distribution Date</i>
A	1	\$100,000,000	SC/PT	5.5%	FIX	31396YBN1	June 2036
IO	1	8,333,333(2)	NLT	6.0	FIX/IO	31396YBP6	June 2036
AD(3)	2	90,814,000	SEQ	5.0	FIX	31396YBQ4	December 2033
VA(3)	2	10,352,000	SEQ/AD	5.0	FIX	31396YBR2	January 2019
VB(3)	2	5,341,000	SEQ/AD	5.0	FIX	31396YBS0	December 2022
VC(3)	2	4,045,000	SEQ/AD	5.0	FIX	31396YBT8	January 2019
VD(3)	2	2,087,000	SEQ/AD	5.0	FIX	31396YBU5	December 2022
Z(3)	2	14,281,000	SEQ	5.0	FIX/Z	31396YBV3	January 2038
ZA(3)	2	5,580,000	SEQ	5.0	FIX/Z	31396YBW1	April 2035
B	3	100,000,000	SC/PT	5.5	FIX	31396YBX9	June 2036
BI	3	8,333,333(2)	NLT	6.0	FIX/IO	31396YBY7	June 2036
R		0	NPR	0	NPR	31396YBZ4	January 2038

(1) See "Description of the Certificates—Class Definitions and Abbreviations" in the REMIC prospectus.

(2) Notional balances. These classes are interest only classes. See page S-6 for a description of how their notional balances are calculated.

(3) Exchangeable classes.

If you own certificates of certain classes, you can exchange them for certificates of the corresponding RCR classes to be delivered at the time of exchange. The VE, VG, ZB, AB, AC, AE and AG Classes are the RCR classes. For a more detailed description of the RCR classes, see Schedule 1 attached to this prospectus supplement and "Description of the Certificates—Combination and Recombination" in the REMIC prospectus.

The dealer will offer the certificates from time to time in negotiated transactions at varying prices. We expect the settlement date to be December 28, 2007.

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

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

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

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

Bear Stearns & Co. Inc.

December 20, 2007

TABLE OF CONTENTS

	<u>Page</u>		<u>Page</u>
AVAILABLE INFORMATION	S- 3	YIELD TABLES FOR THE FIXED RATE	
SUMMARY	S- 4	INTEREST ONLY CLASSES	S-11
ADDITIONAL RISK FACTOR	S- 7	WEIGHTED AVERAGE LIVES OF THE	
DESCRIPTION OF THE		CERTIFICATES	S-12
CERTIFICATES	S- 7	DECREMENT TABLES	S-13
GENERAL	S- 7	CHARACTERISTICS OF THE RESIDUAL	
<i>Structure</i>	S- 7	CLASS	S-16
<i>Fannie Mae Guaranty</i>	S- 8	CERTAIN ADDITIONAL FEDERAL	
<i>Characteristics of Certificates</i>	S- 8	INCOME TAX CONSEQUENCES ..	S-16
<i>Authorized Denominations</i>	S- 8	U.S. TREASURY CIRCULAR 230	
THE UNDERLYING REMIC		NOTICE	S-16
CERTIFICATES	S- 8	REMIC ELECTION AND SPECIAL TAX	
THE GROUP 2 MBS	S- 9	ATTRIBUTES	S-16
DISTRIBUTIONS OF INTEREST	S- 9	TAXATION OF BENEFICIAL OWNERS OF	
<i>General</i>	S- 9	REGULAR CERTIFICATES	S-16
<i>Delay Classes and No-Delay Classes</i>	S- 9	TAXATION OF BENEFICIAL OWNERS OF	
<i>Accrual Classes</i>	S- 9	RESIDUAL CERTIFICATES	S-17
DISTRIBUTIONS OF PRINCIPAL	S-10	TAXATION OF BENEFICIAL OWNERS OF	
STRUCTURING ASSUMPTIONS	S-10	RCR CERTIFICATES	S-17
<i>Pricing Assumptions</i>	S-10	PLAN OF DISTRIBUTION	S-18
<i>Prepayment Assumptions</i>	S-11	LEGAL MATTERS	S-18
		EXHIBIT A	A- 1
		SCHEDULE 1	A- 2

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 August 1, 2007 (the “REMIC Prospectus”);
- our Prospectus for Fannie Mae Guaranteed Mortgage Pass-Through Certificates (Single-Family Residential Mortgage Loans) dated January 1, 2006 (for all MBS issued prior to June 1, 2007) or dated June 1, 2007 (for all MBS issued on or after June 1, 2007) (as applicable, the “MBS Prospectus”);
- if you are purchasing any Group 1 or Group 3 Class or the R Class, the disclosure documents relating to the applicable underlying REMIC certificates (the “Underlying REMIC Disclosure Documents”); and
- any information incorporated by reference in this prospectus supplement as discussed below and under the heading “Incorporation by Reference” in the REMIC Prospectus.

The MBS Prospectus and Underlying REMIC Disclosure Documents are incorporated by reference in this prospectus supplement. This means that we are disclosing information in those documents by referring you to them. Those documents are considered part of this prospectus supplement, so you should read this prospectus supplement, and any applicable supplements or amendments, together with those documents.

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 REMIC Prospectus, the MBS Prospectus and the Underlying REMIC Disclosure Documents by writing or calling the dealer at:

Bear, Stearns & Co. Inc.
c/o Broadridge Financial Solutions
Prospectus Department
1155 Long Island Avenue
Edgewood, New York 11717
(telephone 631-254-7106).

SUMMARY

This summary contains only limited information about the certificates. Statistical information in this summary is provided as of December 1, 2007. You should purchase the certificates only after reading this prospectus supplement and each of the additional disclosure documents listed on page S-3. In particular, please see the discussion of risk factors that appears in each of those additional disclosure documents.

Assets Underlying Each Group of Classes

<u>Group</u>	<u>Assets</u>
1	Class 2007-76-PA REMIC Certificate Class 2007-76-PB REMIC Certificate Class 2007-76-PD REMIC Certificate Class 2007-76-PH REMIC Certificate Class 2007-76-PK REMIC Certificate Class 2006-102-MC REMIC Certificate
2	Group 2 MBS
3	Class 2007-76-PA REMIC Certificate Class 2007-76-PB REMIC Certificate Class 2007-76-PD REMIC Certificate Class 2007-76-PH REMIC Certificate Class 2007-76-PK REMIC Certificate

Group 1 and Group 3

Exhibit A describes the underlying REMIC certificates in Group 1 and Group 3, including certain information about the related mortgage loans. To learn more about the underlying REMIC certificates, you should obtain from us the current class factors and the related disclosure documents as described on page S-3.

Group 2

Characteristics of the MBS

<u>Approximate Principal Balance</u>	<u>Pass- Through Rate</u>	<u>Range of Weighted Average Coupons or WACs (annual percentages)</u>	<u>Range of Weighted Average Remaining Terms to Maturity or WAMs (in months)</u>
\$47,459,009*	5.00%	5.25% to 7.50%	241 to 360
\$ 5,540,991*	5.00%	5.25% to 7.50%	241 to 360
\$79,500,000	5.00%	5.25% to 7.50%	241 to 360

* As further described in this prospectus supplement, the mortgage loans underlying approximately \$47,459,009 in principal amount of the Group 2 MBS provide for interest only periods that may range from at least 7 to no more than 10 years following origination. In addition, the mortgage loans underlying approximately \$5,540,991 in principal amount of the Group 2 MBS provide for interest only periods that may range from greater than 10 to no more than 15 years following origination. The assumed remaining terms to expiration of the interest only periods for those mortgage loans are set forth below.

Assumed Characteristics of the Underlying Mortgage Loans

<u>Principal Balance</u>	<u>Original Term to Maturity (in months)</u>	<u>Remaining Term to Maturity (in months)</u>	<u>Loan Age (in months)</u>	<u>Interest Rate</u>	<u>Remaining Term to Expiration of Interest Only Period (in months)</u>
\$47,459,009	360	333	27	5.737%	93
\$ 5,540,991	360	333	27	5.737%	153
\$79,500,000	360	321	39	5.554%	N/A

The actual remaining terms to maturity, loan ages, interest rates and, if applicable, remaining terms to expiration of interest only period of most of the mortgage loans underlying the Group 2 MBS will differ from those shown above, perhaps significantly.

Settlement Date

We expect to issue the certificates on December 28, 2007.

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.

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.

Book-Entry and Physical Certificates

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 Class	R Class

Exchanging Certificates Through Combination and Recombination

If you own certificates of a class designated as “exchangeable” on the cover of this prospectus supplement, you will be able to exchange them for a proportionate interest in the related RCR certificates. Schedule 1 lists the available combinations of the certificates eligible for exchange and the related RCR certificates. You can exchange your certificates by notifying us and paying an exchange fee. We will deliver the RCR certificates upon such exchange.

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

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.

Notional Classes

The notional principal balances of the notional classes will equal the percentages of the outstanding balances specified below immediately before the related distribution date:

Classes

IO	8.3333330000% of the A Class
BI	8.3333330000% of the B Class

Distributions of Principal

For a description of the principal payment priorities, see “Description of the Certificates—Distributions of Principal” in this prospectus supplement.

Weighted Average Lives (years) *

<u>Group 1 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>200%</u>	<u>350%</u>	<u>500%</u>
A and IO	15.6	5.0	4.9	3.9	2.8
<u>Group 2 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>165%</u>	<u>350%</u>	<u>500%</u>
AD	18.0	6.1	4.1	1.9	1.3
VA	6.0	6.0	6.0	4.8	3.7
VB	13.0	13.0	12.2	7.1	5.0
VC	6.0	6.0	5.9	4.0	2.9
VD	13.0	12.8	9.9	5.1	3.5
Z	28.7	21.2	17.9	11.1	8.0
ZA	26.6	15.1	11.0	5.6	3.8
VE	6.0	6.0	6.0	4.6	3.5
VG	13.0	12.9	11.5	6.5	4.6
ZB	28.1	19.8	16.5	9.8	7.0
AB	19.0	7.1	4.8	2.3	1.6
AC	28.7	21.2	17.3	9.8	6.7
AE	26.6	15.0	10.8	5.3	3.6
AG	28.1	19.5	15.5	8.5	5.9
<u>Group 3 Classes</u>	<u>PSA Prepayment Assumption</u>				
	<u>0%</u>	<u>100%</u>	<u>200%</u>	<u>350%</u>	<u>500%</u>
B and BI	15.4	5.1	5.0	3.9	2.9

* Determined as specified under “Yield, Prepayment and Maturity Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

ADDITIONAL RISK FACTOR

Payments on the Group 1 and Group 3 Classes also will be affected by the payment priorities governing the applicable underlying REMIC certificates. If you invest in any Group 1 or Group 3 Classes, the rate at which you receive payments also will be affected by the applicable priority sequences governing principal payments on the related underlying REMIC certificates.

In particular, as described in the related underlying disclosure documents, principal payments on the underlying REMIC certificates are governed by principal balance schedules. As a result, the underlying REMIC certificates may receive principal payments at rates faster or slower than would otherwise have been the case. In some cases, the underlying REMIC certificates may receive no principal payments for extended periods. Prepayments on the related mortgage loans may have occurred at rates faster or slower than the rates initially assumed.

This prospectus supplement contains no information as to whether

- the underlying REMIC certificates have adhered to their principal balance schedules,
- any related support classes remain outstanding, or
- the underlying REMIC certificates otherwise have performed as originally anticipated.

You may obtain additional information about the underlying REMIC certificates by reviewing their current class factors in light of other information available in the related underlying disclosure documents. You may obtain those documents from us as described on page S-3.

DESCRIPTION OF THE CERTIFICATES

The material under this heading describes the principal 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”) pursuant to a trust agreement dated as of August 1, 2007 and a supplement thereto dated as of December 1, 2007 (the “Issue Date”). We will issue the Guaranteed REMIC Pass-Through Certificates (the “REMIC Certificates”) pursuant to that trust agreement and supplement. 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 August 1, 2007 and a supplement thereto dated as of the Issue Date (together with the trust agreement and supplement 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 assets of the Trust will include:

- two groups of previously issued REMIC certificates (the “Group 1 Underlying REMIC Certificates” and “Group 3 Underlying REMIC Certificates” and, together, the “Underlying REMIC Certificates”) evidencing beneficial ownership interests in the related Fannie Mae REMIC trusts (the “Underlying REMIC Trusts”) as further described in Exhibit A, and
- certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (the “Group 2 MBS”).

The assets of the Underlying REMIC Trusts evidence direct or indirect beneficial ownership interests in certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (together with the Group 2 MBS, 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.

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

The following chart contains information about the assets, the “regular interests” and the “residual interest” of the REMIC. The REMIC Certificates other than the R Class are collectively referred to as the “Regular Classes” or “Regular Certificates,” and the R Class is referred to as the “Residual Class” or “Residual Certificate.”

	<u>Assets</u>	<u>Regular Interests</u>	<u>Residual Interest</u>
REMIC	Underlying REMIC Certificates and Group 2 MBS	Group 1, Group 2 and Group 3 Classes	R

Fannie Mae Guaranty. For a description of our guaranties of the Certificates, the Underlying REMIC Certificates and the Group 2 MBS, see “Description of the Certificates—Fannie Mae Guaranty” in the REMIC Prospectus, “Description of the Certificates—Fannie Mae Guaranty” in the MBS Prospectus and “Description of the Certificates—General—*Fannie Mae Guaranty*” in the Underlying REMIC Disclosure Documents. Our guaranties are not backed by the full faith and credit of the United States.

Characteristics of Certificates. Except as specified below, we will issue the Certificates 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.”

We will issue the Residual Certificate in fully registered, certificated form. The “Holder” or “Certificateholder” of the Residual Certificate is its registered owner. The Residual 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 Residual Certificate and may require payment to cover any tax or other governmental charge. See also “—Characteristics of the Residual Class” below.

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

<u>Classes</u>	<u>Denominations</u>
Interest Only Classes	\$100,000 minimum plus whole dollar increments
All other Classes (except the R Class)	\$1,000 minimum plus whole dollar increments

The Underlying REMIC Certificates

The Underlying REMIC Certificates represent beneficial ownership interests in the related Underlying REMIC Trusts. The assets of those trusts evidence direct or indirect beneficial ownership interests in certain MBS having the general characteristics set forth in the MBS Prospectus. Each MBS evidences beneficial ownership interests in a pool of conventional, fixed-rate, fully-amortizing mortgage loans secured by first mortgages or deeds of trust on single-family residential properties, as described under “The Mortgage Pools” and “Yield, Maturity, and Prepayment Considerations” in the MBS Prospectus.

Distributions on the Underlying REMIC Certificates will be passed through monthly, beginning in the month after we issue the Certificates. The general characteristics of the Underlying REMIC Certificates are described in the applicable Underlying REMIC Disclosure Documents. See Exhibit A for certain additional information about the Underlying REMIC Certificates.

For further information about the Underlying REMIC Certificates, telephone us at 1-800-237-8627. Additional information about the Underlying REMIC Certificates is also available at <http://sls.fanniemae.com/slsSearch/Home.do>. There may have been material changes in facts and circumstances since the dates we prepared the Underlying REMIC Disclosure Documents. These may include changes in prepayment speeds, prevailing interest rates and other economic factors. As a result, the usefulness of the information set forth in those documents may be limited.

The Group 2 MBS

The Group 2 MBS provide that principal and interest on the related Mortgage Loans are passed through monthly. The Mortgage Loans underlying the Group 2 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 addition, the scheduled monthly payments on approximately 35.82% of the Mortgage Loans underlying the Group 2 MBS (by principal balance at the Issue Date) represent accrued interest only for periods that may range from at least seven to no more than ten years following origination. The scheduled monthly payments on approximately 4.18% of the Mortgage Loans underlying the Group 2 MBS (by principal balance at the Issue Date) represent accrued interest only for periods that may range from greater than ten to no more than fifteen years following origination. Beginning with the first monthly payment following the expiration of the applicable interest only period, the scheduled monthly payment on each of those Mortgage Loans will be increased by an amount sufficient to pay accrued interest and to fully amortize the Mortgage Loan by its scheduled maturity date. See “Risk Factors—Prepayment Factors—*Refinance Environment*—Fixed-rate and adjustable-rate mortgage loans with long initial interest-only periods may be more likely to be refinanced than other mortgage loans” in the MBS Prospectus.

For additional information, see “Summary—Group 2—Characteristics of the MBS” and “—Assumed Characteristics of the Underlying Mortgage Loans ” in this prospectus supplement and “The Mortgage Pools” and “Yield, Maturity, and Prepayment Considerations” in the MBS Prospectus.

Distributions of Interest

General. The certificates will bear interest at the rates specified in this prospectus supplement. 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.

Delay Classes and No-Delay Classes. The “delay” Classes and “no-delay” Classes are set forth in the following table:

<u>Delay Classes</u>	<u>No-Delay Classes</u>
Fixed Rate Classes	—

See “Description of the Certificates—Distributions on Certificates—*Interest Distributions*” in the REMIC Prospectus.

Accrual Classes. The Z, ZA 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 or on Schedule 1. However, we will not pay any interest on the Accrual Classes. Instead, interest accrued

on each Accrual Class will be added as principal to its principal balance on each Distribution Date. We will pay principal on the Accrual Classes as described under “—Distributions of Principal” below.

Distributions of Principal

On the Distribution Date in each month, we will make payments of principal on the Certificates as described below.

- *Group 1*

The Group 1 Principal Distribution Amount to A until retired.

} Structured
Collateral /
Pass-Through
Class

The “Group 1 Principal Distribution Amount” is the principal then paid on the Group 1 Underlying REMIC Certificates.

- *Group 2*

The ZA Accrual Amount to VC and VD, in that order, until retired, and thereafter to ZA.

} Accretion
Directed
Classes and
Accrual Class

The Z Accrual Amount to VA and VB, in that order, until retired, and thereafter to Z.

} Accretion
Directed
Classes and
Accrual Class

The Group 2 Cash Flow Distribution Amount to AD, VC, VD, ZA, VA, VB and Z, in that order, until retired.

} Sequential
Pay
Classes

The “Group 2 Cash Flow Distribution Amount” is the principal then paid on the Group 2 MBS.

The “ZA Accrual Amount” is any interest then accrued and added to the principal balance of the ZA Class.

The “Z Accrual Amount” is any interest then accrued and added to the principal balance of the Z Class.

- *Group 3*

The Group 3 Principal Distribution Amount to B until retired.

} Structured
Collateral /
Pass-Through
Class

The “Group 3 Principal Distribution Amount” is the principal then paid on the Group 3 Underlying REMIC Certificates.

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 each pool of Mortgage Loans backing the Underlying REMIC Certificates, the priority sequences affecting principal payments on the Underlying REMIC Certificates and the following assumptions (such characteristics and assumptions, collectively, the “Pricing Assumptions”):

- the Mortgage Loans underlying the Group 2 MBS have the original terms to maturity, remaining terms to maturity, loan ages, interest rates and remaining terms to expiration of their interest only periods specified under “Summary—Group 2—Assumed Characteristics of the Underlying Mortgage Loans” in this prospectus supplement;
- the Mortgage Loans prepay at the constant percentages of PSA specified in the related tables;

- the settlement date for the Certificates is December 28, 2007; and
- each Distribution Date occurs on the 25th day of a month.

Prepayment Assumptions. The prepayment model used in this prospectus supplement is PSA. For a description of PSA, see “Yield, Maturity and Prepayment Considerations—Prepayment Models” in the REMIC Prospectus.

Yield Tables for the Fixed Rate Interest Only Classes

The tables below illustrate the sensitivity of the pre-tax corporate bond equivalent yields to maturity of the Fixed Rate Interest Only Classes to various constant percentages of PSA. 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 Fixed Rate Interest Only 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.

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, or
- all of the Mortgage Loans will prepay at the same rate.

The yields to investors in the Fixed Rate Interest Only Classes will be very sensitive to the rate of principal payments (including prepayments) of the related Mortgage Loans. The Mortgage Loans generally can be prepaid at any time without penalty. On the basis of the assumptions described below, the yield to maturity on each Fixed Rate Interest Only Class would be 0% if prepayments of the related Mortgage Loans were to occur at the following constant rates:

<u>Classes</u>	<u>% PSA</u>
IO	446% PSA
BI	439% PSA

For either Fixed Rate Interest Only Class, if the actual prepayment rate of the related Mortgage Loans were to exceed the level specified for as little as one month while equaling that level for the remaining months, the investors in the applicable Class would lose money on their initial investments.

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

<u>Class</u>	<u>Prices*</u>
IO	18.412492%
BI	19.001213%

* 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 IO Class to Prepayments

	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>200%</u>	<u>350%</u>	<u>500%</u>
Pre-Tax Yields to Maturity	24.3%	16.1%	15.4%	8.8%	(5.3)%

Sensitivity of the BI Class to Prepayments

	<u>PSA Prepayment Assumption</u>				
	<u>50%</u>	<u>100%</u>	<u>200%</u>	<u>350%</u>	<u>500%</u>
Pre-Tax Yields to Maturity	22.2%	14.2%	13.7%	7.7%	(5.9)%

Weighted Average Lives of the Certificates

For a description of how the weighted average life of a Certificate is determined, see “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

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

- the timing of changes in the rate of principal distributions,
- the priority sequence of distributions of principal of the Group 2 Classes, and
- in the case of the Group 1 and Group 3 Classes, the priority sequences affecting principal payments on the related Underlying REMIC Certificates.

See “—Distributions of Principal” above and “Description of the Certificates—Distributions of Principal” in the Underlying REMIC Disclosure Documents.

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.

In the case of the information set forth for each Class under 0% PSA, however, we assumed that the 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 Underlying REMIC Certificates	360 months	(1)	8.50%
Group 2 MBS	360 months (2)	360 months	7.50%
Group 3 Underlying REMIC Certificates	360 months	355	8.50%

(1) The Mortgage Loans underlying the Group 1 Underlying REMIC Certificates are assumed to have the following remaining terms to maturity:

2007-76-PA REMIC Certificate	355 months
2007-76-PB REMIC Certificate	355 months
2007-76-PD REMIC Certificate	355 months
2007-76-PH REMIC Certificate	355 months
2007-76-PK REMIC Certificate	355 months
2006-102-MC REMIC Certificate	345 months

(2) We have assumed that approximately 35.82% of the Mortgage Loans underlying the Group 2 MBS have a remaining interest only period of 120 months, and approximately 4.18% of those Mortgage Loans have a remaining interest only period of 180 months.

It is unlikely that all of the Mortgage Loans will have the interest rates, loan ages, remaining terms to maturity or remaining interest only periods assumed or that the 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, even if the weighted average remaining term to maturity and the weighted average loan age of the Mortgage Loans are identical to the weighted averages specified in the Pricing Assumptions. This is the case because pools of loans with identical weighted averages are nonetheless likely to reflect differing dispersions of the related characteristics.

Percent of Original Principal Balances Outstanding

Date	A and IO† Classes					AD Class					VA Class					VB Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	200%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
December 2008	99	91	91	91	91	99	90	84	68	55	93	93	93	93	93	100	100	100	100	100
December 2009	97	80	79	79	71	98	80	70	43	24	86	86	86	86	86	100	100	100	100	100
December 2010	96	69	68	66	35	97	71	57	24	3	78	78	78	78	78	100	100	100	100	100
December 2011	94	59	58	43	16	96	63	46	8	0	70	70	70	70	70	100	100	100	100	100
December 2012	92	48	45	18	10	95	55	36	0	0	61	61	61	61	0	100	100	100	100	51
December 2013	90	33	29	15	5	94	48	27	0	0	52	52	52	52	0	100	100	100	100	0
December 2014	88	20	18	10	2	93	41	19	0	0	42	42	42	0	0	100	100	100	58	0
December 2015	86	18	16	7	0	91	34	11	0	0	32	32	32	0	0	100	100	100	0	0
December 2016	83	12	12	4	0	90	27	4	0	0	22	22	22	0	0	100	100	100	0	0
December 2017	80	9	9	1	0	88	21	0	0	0	11	11	11	0	0	100	100	100	0	0
December 2018	77	6	6	0	0	86	15	0	0	0	0	0	0	0	0	98	98	98	0	0
December 2019	74	4	4	0	0	82	9	0	0	0	0	0	0	0	0	75	75	73	0	0
December 2020	70	2	2	0	0	79	3	0	0	0	0	0	0	0	0	50	50	0	0	0
December 2021	67	1	1	0	0	76	0	0	0	0	0	0	0	0	0	24	24	0	0	0
December 2022	62	0	0	0	0	72	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2023	58	0	0	0	0	67	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2024	52	0	0	0	0	62	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2025	43	0	0	0	0	57	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2026	33	0	0	0	0	52	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2027	21	0	0	0	0	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2028	18	0	0	0	0	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2029	12	0	0	0	0	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2030	8	0	0	0	0	25	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2031	4	0	0	0	0	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2032	0	0	0	0	0	8	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2033	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2034	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2035	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2036	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
December 2037	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	15.6	5.0	4.9	3.9	2.8	18.0	6.1	4.1	1.9	1.3	6.0	6.0	6.0	4.8	3.7	13.0	13.0	12.2	7.1	5.0

Date	VC Class					VD Class					Z Class					ZA Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
December 2008	93	93	93	93	93	100	100	100	100	100	105	105	105	105	105	105	105	105	105	105
December 2009	86	86	86	86	86	100	100	100	100	100	110	110	110	110	110	110	110	110	110	110
December 2010	78	78	78	78	78	100	100	100	100	100	116	116	116	116	116	116	116	116	116	116
December 2011	70	70	70	70	0	100	100	100	100	0	122	122	122	122	122	122	122	122	122	9
December 2012	61	61	61	0	0	100	100	100	66	0	128	128	128	128	128	128	128	128	128	0
December 2013	52	52	52	0	0	100	100	100	0	0	135	135	135	135	102	135	135	135	*	0
December 2014	42	42	42	0	0	100	100	100	0	0	142	142	142	142	70	142	142	142	0	0
December 2015	32	32	32	0	0	100	100	100	0	0	149	149	149	127	48	149	149	149	0	0
December 2016	22	22	22	0	0	100	100	100	0	0	157	157	157	97	33	157	157	157	0	0
December 2017	11	11	0	0	0	100	100	19	0	0	165	165	165	74	22	165	165	165	0	0
December 2018	0	0	0	0	0	98	98	0	0	0	173	173	173	57	15	173	173	80	0	0
December 2019	0	0	0	0	0	75	75	0	0	0	182	182	182	43	10	182	182	0	0	0
December 2020	0	0	0	0	0	50	50	0	0	0	191	191	181	33	7	191	191	0	0	0
December 2021	0	0	0	0	0	24	0	0	0	0	201	201	155	25	5	201	181	0	0	0
December 2022	0	0	0	0	0	0	0	0	0	0	210	210	132	18	3	210	102	0	0	0
December 2023	0	0	0	0	0	0	0	0	0	0	210	210	112	14	2	210	29	0	0	0
December 2024	0	0	0	0	0	0	0	0	0	0	210	194	94	10	1	210	0	0	0	0
December 2025	0	0	0	0	0	0	0	0	0	0	210	169	79	7	1	210	0	0	0	0
December 2026	0	0	0	0	0	0	0	0	0	0	210	145	65	5	1	210	0	0	0	0
December 2027	0	0	0	0	0	0	0	0	0	0	210	123	53	4	*	210	0	0	0	0
December 2028	0	0	0	0	0	0	0	0	0	0	210	102	42	3	*	210	0	0	0	0
December 2029	0	0	0	0	0	0	0	0	0	0	210	83	33	2	*	210	0	0	0	0
December 2030	0	0	0	0	0	0	0	0	0	0	210	64	24	1	*	210	0	0	0	0
December 2031	0	0	0	0	0	0	0	0	0	0	210	47	17	1	*	210	0	0	0	0
December 2032	0	0	0	0	0	0	0	0	0	0	210	31	11	*	*	210	0	0	0	0
December 2033	0	0	0	0	0	0	0	0	0	0	210	16	5	*	*	196	0	0	0	0
December 2034	0	0	0	0	0	0	0	0	0	0	210	4	1	*	*	33	0	0	0	0
December 2035	0	0	0	0	0	0	0	0	0	0	154	0	0	0	0	0	0	0	0	0
December 2036	0	0	0	0	0	0	0	0	0	0	80	0	0	0	0	0	0	0	0	0
December 2037	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	6.0	6.0	5.9	4.0	2.9	13.0	12.8	9.9	5.1	3.5	28.7	21.2	17.9	11.1	8.0	26.6	15.1	11.0	5.6	3.8

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

** Determined as specific under “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

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

Date	VE Class					VG Class					ZB Class					AB Class				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
December 2008	93	93	93	93	93	100	100	100	100	100	105	105	105	105	105	99	91	86	72	60
December 2009	86	86	86	86	86	100	100	100	100	100	110	110	110	110	110	99	83	74	50	33
December 2010	78	78	78	78	78	100	100	100	100	100	116	116	116	116	116	98	75	62	33	14
December 2011	70	70	70	70	50	100	100	100	100	72	122	122	122	122	90	97	67	52	19	*
December 2012	61	61	61	44	0	100	100	100	90	37	128	128	128	128	92	96	60	43	8	0
December 2013	52	52	52	37	0	100	100	100	72	0	135	135	135	97	73	95	54	35	*	0
December 2014	42	42	42	0	0	100	100	100	42	0	142	142	142	102	50	94	48	28	0	0
December 2015	32	32	32	0	0	100	100	100	0	0	149	149	149	91	35	92	42	21	0	0
December 2016	22	22	22	0	0	100	100	100	0	0	157	157	157	70	24	91	35	15	0	0
December 2017	11	11	8	0	0	100	100	77	0	0	165	165	165	54	16	90	30	9	0	0
December 2018	0	0	0	0	0	98	98	71	0	0	173	173	147	41	11	87	24	4	0	0
December 2019	0	0	0	0	0	75	75	52	0	0	182	182	131	31	7	84	19	0	0	0
December 2020	0	0	0	0	0	50	50	0	0	0	191	191	130	24	5	82	14	0	0	0
December 2021	0	0	0	0	0	24	17	0	0	0	201	195	112	18	3	78	10	0	0	0
December 2022	0	0	0	0	0	0	0	0	0	0	210	180	95	13	2	75	6	0	0	0
December 2023	0	0	0	0	0	0	0	0	0	0	210	159	81	10	1	71	2	0	0	0
December 2024	0	0	0	0	0	0	0	0	0	0	210	140	68	7	1	67	0	0	0	0
December 2025	0	0	0	0	0	0	0	0	0	0	210	121	57	5	1	62	0	0	0	0
December 2026	0	0	0	0	0	0	0	0	0	0	210	104	47	4	*	57	0	0	0	0
December 2027	0	0	0	0	0	0	0	0	0	0	210	88	38	3	*	52	0	0	0	0
December 2028	0	0	0	0	0	0	0	0	0	0	210	73	30	2	*	46	0	0	0	0
December 2029	0	0	0	0	0	0	0	0	0	0	210	59	23	1	*	40	0	0	0	0
December 2030	0	0	0	0	0	0	0	0	0	0	210	46	17	1	*	34	0	0	0	0
December 2031	0	0	0	0	0	0	0	0	0	0	210	34	12	1	*	27	0	0	0	0
December 2032	0	0	0	0	0	0	0	0	0	0	210	23	8	*	*	19	0	0	0	0
December 2033	0	0	0	0	0	0	0	0	0	0	206	12	4	*	*	11	0	0	0	0
December 2034	0	0	0	0	0	0	0	0	0	0	160	3	1	*	*	2	0	0	0	0
December 2035	0	0	0	0	0	0	0	0	0	0	111	0	0	0	0	0	0	0	0	0
December 2036	0	0	0	0	0	0	0	0	0	0	57	0	0	0	0	0	0	0	0	0
December 2037	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	6.0	6.0	6.0	4.6	3.5	13.0	12.9	11.5	6.5	4.6	28.1	19.8	16.5	9.8	7.0	19.0	7.1	4.8	2.3	1.6

Date	AC Class					AE Class					AG Class					B and BI [†] Classes				
	PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption					PSA Prepayment Assumption				
	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	165%	350%	500%	0%	100%	200%	350%	500%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
December 2008	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	99	90	90	90	90
December 2009	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	97	77	76	76	67
December 2010	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	95	65	64	62	35
December 2011	100	100	100	100	100	100	100	100	100	4	100	100	100	100	73	93	54	52	39	23
December 2012	100	100	100	100	70	100	100	100	73	0	100	100	100	92	50	91	42	41	24	14
December 2013	100	100	100	100	48	100	100	100	*	0	100	100	100	72	35	89	32	30	23	5
December 2014	100	100	100	78	33	100	100	100	0	0	100	100	100	56	24	87	23	23	16	*
December 2015	100	100	100	60	23	100	100	100	0	0	100	100	100	43	17	84	23	23	9	0
December 2016	100	100	100	46	16	100	100	100	0	0	100	100	100	33	11	81	21	19	3	0
December 2017	100	100	100	35	11	100	100	82	0	0	100	100	95	25	8	78	14	14	*	0
December 2018	100	100	100	27	7	100	100	38	0	0	100	100	83	19	5	74	9	9	0	0
December 2019	100	100	100	21	5	100	100	0	0	0	100	100	72	15	3	71	4	4	0	0
December 2020	100	100	86	16	3	100	100	0	0	0	100	100	62	11	2	67	1	1	0	0
December 2021	100	100	74	12	2	100	86	0	0	0	100	96	53	8	2	62	*	*	0	0
December 2022	100	100	63	9	1	100	49	0	0	0	100	86	45	6	1	57	0	0	0	0
December 2023	100	100	53	7	1	100	14	0	0	0	100	76	38	5	1	52	0	0	0	0
December 2024	100	92	45	5	1	100	0	0	0	0	100	66	32	3	*	46	0	0	0	0
December 2025	100	80	38	4	*	100	0	0	0	0	100	58	27	3	*	39	0	0	0	0
December 2026	100	69	31	3	*	100	0	0	0	0	100	50	22	2	*	32	0	0	0	0
December 2027	100	59	25	2	*	100	0	0	0	0	100	42	18	1	*	24	0	0	0	0
December 2028	100	49	20	1	*	100	0	0	0	0	100	35	14	1	*	23	0	0	0	0
December 2029	100	39	16	1	*	100	0	0	0	0	100	28	11	1	*	22	0	0	0	0
December 2030	100	31	12	1	*	100	0	0	0	0	100	22	8	*	*	15	0	0	0	0
December 2031	100	23	8	*	*	100	0	0	0	0	100	16	6	*	*	6	0	0	0	0
December 2032	100	15	5	*	*	100	0	0	0	0	100	11	4	*	*	0	0	0	0	0
December 2033	100	8	3	*	*	94	0	0	0	0	98	6	2	*	*	0	0	0	0	0
December 2034	100	2	1	*	*	16	0	0	0	0	76	2	*	*	*	0	0	0	0	0
December 2035	73	0	0	0	0	0	0	0	0	0	53	0	0	0	0	0	0	0	0	0
December 2036	38	0	0	0	0	0	0	0	0	0	27	0	0	0	0	0	0	0	0	0
December 2037	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average Life (years)**	28.7	21.2	17.3	9.8	6.7	26.6	15.0	10.8	5.3	3.6	28.1	19.5	15.5	8.5	5.9	15.4	5.1	5.0	3.9	2.9

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

** Determined as specific under “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

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

Characteristics of the Residual Class

A Residual Certificate will be subject to certain transfer restrictions. See “Description of the Certificates—Special Characteristics of the Residual Certificates” and “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates” in the REMIC Prospectus.

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. A Residual Certificate will constitute a noneconomic residual interest under the Regulations. Having a significant purpose to impede the assessment or collection of tax means that the transferor of a Residual Certificate had “improper knowledge” at the time of the transfer. See “Description of the Certificates—Special Characteristics of the Residual Certificates” in the REMIC Prospectus. You should consult your own tax advisor regarding the application of the Regulations to a transfer of a Residual Certificate.

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 “Material 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.

U.S. Treasury Circular 230 Notice

The tax discussions contained in the REMIC Prospectus (including the sections entitled “Material Federal Income Tax Consequences” and “ERISA Considerations”) and this prospectus supplement were not intended or written to be used, and cannot be used, for the purpose of avoiding United States federal tax penalties. These discussions were written to support the promotion or marketing of the transactions or matters addressed in this prospectus supplement. You should seek advice based on your particular circumstances from an independent tax advisor.

REMIC Election and Special Tax Attributes

We will make a REMIC election with respect to the REMIC set forth in the table under “Description of the Certificates—General—*Structure*.” The Regular Classes will be designated as “regular interests” and the Residual Class will be designated as the “residual interest” in the REMIC as set forth in that table. Thus, 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 Residual Class, as “qualified mortgages” for other REMICs. See “Material Federal Income Tax Consequences—REMIC Election and Special Tax Attributes” in the REMIC Prospectus.

Taxation of Beneficial Owners of Regular Certificates

The Notional 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 “Material 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 “Material 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	200% PSA
2	165% PSA
3	200% PSA

See “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Treatment 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 “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

Taxation of Beneficial Owners of Residual Certificates

The Holder of a Residual Certificate will be considered to be the holder of the “residual interest” in the related REMIC. Such Holder generally will be required to report its daily portion of the taxable income or net loss of the REMIC to which that Certificate relates. In certain periods, a Holder of a Residual Certificate may be required to recognize taxable income without being entitled to receive a corresponding amount of cash. Pursuant to the Trust Agreement, we will be obligated to provide to the Holder of a Residual Certificate (i) information necessary to enable it to prepare its federal income tax returns and (ii) any reports regarding the Residual Class that may be required under the Code. See “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates” in the REMIC Prospectus.

Taxation of Beneficial Owners of RCR Certificates

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 Regular Certificates that are exchanged for RCR Certificates set forth in Schedule 1 (including any exchanges effective on the Settlement Date) will be the assets of the trust, and the RCR Certificates will represent an ownership interest of the underlying Regular Certificates. For a general discussion of the federal income tax treatment of beneficial owners of Regular Certificates, see “Material Federal Income Tax Consequences” in the REMIC Prospectus.

Generally, the ownership interest represented by an RCR certificate will be one of two types. A certificate of a Strip RCR Class (a “Strip RCR Certificate”) will represent the right to receive a disproportionate part of the principal or interest payments on one or more underlying Regular Certificates. A certificate of a Combination RCR Class (a “Combination RCR Certificate”) will represent beneficial ownership of undivided interests in two or more underlying Regular Certificates. All of the RCR Certificates are Combination RCR Certificates. See “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of RCR Certificates” in the REMIC Prospectus for a general discussion of the federal income tax treatment of beneficial owners of RCR Certificates.

PLAN OF DISTRIBUTION

We are obligated to deliver the Certificates to Bear, Stearns & Co., Inc. (the “Dealer”) in exchange for the Underlying REMIC Certificates and the Group 2 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 LLP will provide legal representation for Fannie Mae. Stroock & Stroock & Lavan LLP will provide legal representation for the Dealer.

Group 1 Underlying REMIC Certificates

Underlying REMIC Trust	Class	Date of Issue	CUSIP Number	Interest Rate	Interest Type (1)	Final Distribution Date	Principal Type (1)	Original Principal Balance of Class	December 2007 Class Factor	Principal Balance in the Trust	Approximate Weighted Average WAC	Approximate Weighted Average WAM (in months)	Approximate Weighted Average WALA (in months)
2007-076	PA	July 2007	31396WV60	6.00%	FIX	May 2028	PAC	\$158,468,000	0.94577969	\$47,250,000	6.532%	343	14
2007-076	PB	July 2007	31396WV78	6.00	FIX	July 2031	PAC	59,398,000	1.00000000	30,750,000	6.532	343	14
2007-076	PD	July 2007	31396WV94	6.00	FIX	March 2036	PAC	70,621,000	1.00000000	100,000	6.532	343	14
2007-076	PH	July 2007	31396WX27	6.00	FIX	May 2032	PAC	32,303,000	1.00000000	400,000	6.538	351	7
2007-076	PK	July 2007	31396WX35	6.00	FIX	June 2036	PAC	28,437,000	1.00000000	16,340,000	6.538	351	7
2006-102	MC	September 2006	31396LKH2	6.00	FIX	November 2032	PAC	26,910,000	1.00000000	5,160,000	6.459	337	19

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

Group 3 Underlying REMIC Certificates

Underlying REMIC Trust	Class	Date of Issue	CUSIP Number	Interest Rate	Interest Type (1)	Final Distribution Date	Principal Type (1)	Original Principal Balance of Class	December 2007 Class Factor	Principal Balance in the Trust	Approximate Weighted Average WAC	Approximate Weighted Average WAM (in months)	Approximate Weighted Average WALA (in months)
2007-076	PA	July 2007	31396WV60	6.00%	FIX	May 2028	PAC	\$158,468,000	0.94577969	\$53,402,000	6.532%	343	14
2007-076	PB	July 2007	31396WV78	6.00	FIX	July 2031	PAC	59,398,000	1.00000000	21,348,000	6.532	343	14
2007-076	PD	July 2007	31396WV94	6.00	FIX	March 2036	PAC	70,621,000	1.00000000	20,850,000	6.532	343	14
2007-076	PH	July 2007	31396WX27	6.00	FIX	May 2032	PAC	32,303,000	1.00000000	2,303,000	6.538	351	7
2007-076	PK	July 2007	31396WX35	6.00	FIX	June 2036	PAC	28,437,000	1.00000000	2,097,000	6.538	351	7

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

Note: For any pool of Mortgage Loans backing an Underlying REMIC Certificate, if a preliminary calculation indicated that the sum of the WAM and WALA for that pool exceeded the longest original term to maturity of any Mortgage Loan in the pool, the WALA used in determining the information shown in the related table was reduced as necessary to insure that the sum of the WAM and WALA does not exceed such original term to maturity.

Available Recombinations (1)

REMIC Certificates		RCR Certificates						
Classes	Original Balances	RCR Classes	Original Balances	Principal Type (2)	Interest Rate	Interest Type (2)	CUSIP Number	Final Distribution Date
Recombination 1								
VC	\$ 4,045,000	VE	\$ 14,397,000	SEQ/AD	5.0%	FIX	31396YCE0	January 2019
VA	10,352,000							
Recombination 2								
VD	2,087,000	VG	7,428,000	SEQ/AD	5.0	FIX	31396YCF7	December 2022
VB	5,341,000							
Recombination 3								
ZA	5,580,000	ZB	19,861,000	SEQ	5.0	FIX /Z	31396YCG5	January 2038
Z	14,281,000							
Recombination 4								
AD	90,814,000	AB (3)	102,526,000	SEQ	5.0	FIX	31396YCC4	April 2035
VC	4,045,000							
VD	2,087,000							
ZA	5,580,000							
Recombination 5								
VA	10,352,000	AC (3)	29,974,000	SEQ	5.0	FIX	31396YCB6	January 2038
VB	5,341,000							
Z	14,281,000							
Recombination 6								
VC	4,045,000	AE (3)	11,712,000	SEQ	5.0	FIX	31396YCA8	April 2035
VD	2,087,000							
ZA	5,580,000							
Recombination 7								
VC	4,045,000	AG (3)	41,686,000	SEQ	5.0	FIX	31396YCD2	January 2038
VD	2,087,000							
ZA	5,580,000							
VA	10,352,000							
VB	5,341,000							
Z	14,281,000							

(1) REMIC Certificates and RCR Certificates in each Recombination may be exchanged only in the proportions of *original* principal or notional principal balances for the related Classes shown in this Schedule 1 (disregarding any retired Classes). For example, if a particular Recombination includes two REMIC Classes and one RCR Class whose *original* principal balances shown in the schedule reflect a 1:1:2 relationship, the same 1:1:2 relationship among the *original* principal balances of those REMIC and RCR Classes must be maintained in any exchange. This is true even if, as a result of the applicable payment priority sequence, the relationship between their *current* principal balances has changed over time. Moreover, if as a result of a proposed exchange, a Certificateholder would hold a REMIC Certificate or RCR Certificate of a Class in an amount less than the applicable minimum denomination for that Class, the Certificateholder will be unable to effect the proposed exchange. See "Description of the Certificates—General—Authorized Denominations" in this prospectus supplement.

(2) See "Description of the Certificates—Class Definitions and Abbreviations" in the REMIC Prospectus.

(3) Principal payments on the REMIC Certificates in Recombinations 4, 5, 6 and 7 from the ZA Accrual Amount or 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.

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.

\$332,500,000



**Guaranteed REMIC
Pass-Through Certificates
Fannie Mae REMIC Trust 2007-118**

PROSPECTUS SUPPLEMENT

TABLE OF CONTENTS

	Page
Table of Contents	S- 2
Available Information	S- 3
Summary	S- 4
Additional Risk Factor	S- 7
Description of the Certificates	S- 7
Certain Additional Federal Income Tax Consequences	S-16
Plan of Distribution	S-18
Legal Matters	S-18
Exhibit A	A- 1
Schedule 1	A- 2

Bear, Stearns & Co. Inc.

December 20, 2007
