

\$366,968,559



**Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 2016-65**

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, 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

- Fannie Mae MBS backed by first lien, single-family fixed-rate loans,
- Fannie Mae MBS backed by first lien, single-family adjustable-rate loans, and
- an underlying RCR certificate backed by Fannie Mae MBS.

The mortgage loans backing the underlying RCR certificate are first lien, single-family, fixed-rate loans.

Class	Group	Original Class Balance	Principal Type(1)	Interest Rate	Interest Type(1)	CUSIP Number	Final Distribution Date
AD(2) . . .	1	\$ 16,201,832	PT	1.75%	FIX	3136ATSP0	September 2046
AF(2) . . .	1	35,103,969	PT	(3)	FLT	3136ATSQ8	September 2046
AS	1	35,103,969(4)	NTL	(3)	INV/IO	3136ATSR6	September 2046
BF(2) . . .	2	41,664,258	PT	(3)	FLT	3136ATSS4	September 2046
BS	2	41,664,258(4)	NTL	(3)	INV/IO	3136ATST2	September 2046
BD(2) . . .	2	19,229,658	PT	1.75	FIX	3136ATSU9	September 2046
CF(2) . . .	3	59,438,244	PT	(3)	FLT	3136ATSV7	September 2046
CS(2) . . .	3	59,438,244(4)	NTL	(3)	INV/IO	3136ATSW5	September 2046
CD(2) . . .	3	27,433,037	PT	1.75	FIX	3136ATSX3	September 2046
JF	4	104,466,033	PT	(5)	FLT/AFC	3136ATSY1	September 2046
JS	4	104,466,033(4)	NTL	(6)	WAC/IO	3136ATSZ8	September 2046
GA(2) . . .	5	63,431,528	SC/PT	1.50	FIX	3136ATTA2	August 2038
GI(2) . . .	5	47,573,646(4)	NTL	6.00	FIX/IO	3136ATTB0	August 2038
R		0	NPR	0	NPR	3136ATTC8	September 2046

- | | |
|--|--|
| (1) See "Description of the Certificates—Class Definitions and Abbreviations" in the REMIC prospectus. | description of how their notional principal balances are calculated. |
| (2) Exchangeable classes. | (5) Based on LIBOR and subject to the limitations described on page S-13. |
| (3) Based on LIBOR. | (6) The interest rate of the JS Class is calculated as described on page S-14. |
| (4) Notional principal balances. These classes are interest only classes. See page S-7 for a | |

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 AL, CY, F, GB, GC, GD, GE, and G 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—RCR Certificates" 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 August 31, 2016.

Carefully consider the risk factors on page S-9 of this prospectus supplement and starting on page 14 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 "exempt securities" under the Securities Exchange Act of 1934.

Nomura

August 25, 2016

TABLE OF CONTENTS

	<u>Page</u>		<u>Page</u>
AVAILABLE INFORMATION	S- 3	STRUCTURING ASSUMPTIONS	S-15
SUMMARY	S- 5	<i>Pricing Assumptions</i>	S-15
ADDITIONAL RISK FACTOR	S- 9	<i>Prepayment Assumptions</i>	S-15
DESCRIPTION OF THE		YIELD TABLES AND ADDITIONAL	
CERTIFICATES	S- 9	YIELD CONSIDERATIONS	S-15
GENERAL	S- 9	<i>General</i>	S-15
<i>Structure</i>	S- 9	<i>The Inverse Floating Rate</i>	
<i>Fannie Mae Guaranty</i>	S-10	<i>Classes</i>	S-16
<i>Characteristics of Certificates</i>	S-10	<i>The Fixed Rate Interest Only</i>	
<i>Authorized Denominations</i>	S-10	<i>Class</i>	S-17
THE FIXED RATE MBS	S-10	<i>The JS Class</i>	S-18
THE ARM MBS	S-10	WEIGHTED AVERAGE LIVES OF THE	
<i>General</i>	S-11	CERTIFICATES	S-18
<i>Characteristics of the Hybrid ARM</i>		DECREMENT TABLES	S-18
<i>Loans</i>	S-11	CHARACTERISTICS OF THE RESIDUAL	
Applicable Index	S-11	CLASS	S-21
Initial Interest Only Periods	S-11	CERTAIN ADDITIONAL FEDERAL	
Initial Fixed-Rate Periods	S-11	INCOME TAX CONSEQUENCES ..	S-21
ARM Rate Changes	S-11	REMIC ELECTION AND SPECIAL TAX	
Initial ARM Rate Change Caps ...	S-12	ATTRIBUTES	S-22
Subsequent ARM Rate Change		TAXATION OF BENEFICIAL OWNERS OF	
Caps	S-12	REGULAR CERTIFICATES	S-22
Lifetime Cap and Floor	S-12	TAXATION OF BENEFICIAL OWNERS OF	
Monthly Payments	S-12	RESIDUAL CERTIFICATES	S-22
Reduced Servicing Fee	S-12	TAXATION OF BENEFICIAL OWNERS OF	
THE GROUP 5 UNDERLYING RCR		RCR CERTIFICATES	S-23
CERTIFICATE	S-12	TAX AUDIT PROCEDURES	S-23
DISTRIBUTIONS OF INTEREST	S-13	FOREIGN INVESTORS	S-23
<i>General</i>	S-13	PLAN OF DISTRIBUTION	S-24
<i>Delay Classes and No-Delay</i>		CREDIT RISK RETENTION	S-24
<i>Classes</i>	S-13	LEGAL MATTERS	S-24
<i>The JF Class</i>	S-13	EXHIBIT A-1	A- 1
<i>The JS Class</i>	S-14	EXHIBIT A-2	A- 2
DISTRIBUTIONS OF PRINCIPAL	S-14	SCHEDULE 1	A- 3

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 June 1, 2014 (the “REMIC Prospectus”);
- our Prospectus for Fannie Mae Guaranteed Pass-Through Certificates (Single-Family Residential Mortgage Loans) dated
 - June 1, 2016, for all MBS issued on or after June 1, 2016,
 - October 1, 2014, for all MBS issued on or after October 1, 2014 and prior to June 1, 2016,
 - March 1, 2013, for all MBS issued on or after March 1, 2013 and prior to October 1, 2014,
 - February 1, 2012, for all MBS issued on or after February 1, 2012 and prior to March 1, 2013,
 - July 1, 2011, for all MBS issued on or after July 1, 2011 and prior to February 1, 2012,
 - June 1, 2009, for all MBS issued on or after January 1, 2009 and prior to July 1, 2011,
 - April 1, 2008, for all MBS issued on or after June 1, 2007 and prior to January 1, 2009, or
 - January 1, 2006, for all other MBS
(as applicable, the “MBS Prospectus”);
- if you are purchasing a Group 5 Class or the R Class, the disclosure document relating to the underlying RCR certificate (the “Underlying REMIC Disclosure Document”); and
- any information incorporated by reference in this prospectus supplement as discussed below and under the heading “Incorporation by Reference” in the REMIC Prospectus.

For a description of current servicing policies generally applicable to existing Fannie Mae MBS pools, see “Yield, Maturity and Prepayment Considerations” in the MBS Prospectus dated June 1, 2016.

The MBS Prospectus and the Underlying REMIC Disclosure Document 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 800-2FANNIE).

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 Document by writing or calling the dealer at:

Nomura Securities International, Inc.
Prospectus Department
Worldwide Plaza
309 West 49th Street
New York, NY 10019-7316
(telephone 1-212-667-1578)
mbstradesupport@us.nomura.com.

SUMMARY

This summary contains only limited information about the certificates. Statistical information in this summary is provided as of August 1, 2016. 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	Group 1 MBS
2	Group 2 MBS
3	Group 3 MBS
4	Group 4 MBS
5	Class 2016-35-EG RCR Certificate

Group 1, Group 2 and Group 3 MBS

Characteristics of the Fixed Rate 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>
Group 1 MBS	\$51,305,801	5.00%	5.25% to 7.50%	195 to 360
Group 2 MBS	\$60,893,916	5.00%	5.25% to 7.50%	195 to 360
Group 3 MBS	\$86,871,281	5.00%	5.25% to 7.50%	195 to 360

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>
Group 1 MBS	\$51,305,801	360	220	119	5.576%
Group 2 MBS	\$60,893,916	360	208	124	5.591%
Group 3 MBS	\$86,871,281	360	202	145	5.560%

The actual remaining terms to maturity, loan ages and interest rates of most of the mortgage loans underlying the fixed rate MBS will differ from those shown above, and may differ significantly. See “Risk Factors—Risks Relating to Yield and Prepayment—*Yields on and weighted average lives of the certificates are affected by actual characteristics of the mortgage loans backing the series trust assets*” in the REMIC Prospectus.

Group 4 MBS

The first table in Exhibit A-1 of this prospectus supplement lists certain assumed characteristics of the mortgage loans underlying the adjustable-rate MBS in Group 4. The assumed characteristics appearing in Exhibit A-1 may not reflect the actual characteristics of the individual adjustable-rate mortgage loans included in the related pools. The actual characteristics of most of the related mortgage loans may differ from those specified in Exhibit A-1, and may differ significantly.

The second table in Exhibit A-1 of this prospectus supplement lists the pool numbers of the adjustable-rate MBS expected to be included in the Trust.

Group 5 Underlying RCR Certificate

Exhibit A-2 describes the underlying RCR certificate in Group 5, including certain information about the related mortgage loans. To learn more about the underlying RCR certificate, you should obtain from us the current class factor and the related disclosure document as described on page S-3.

Settlement Date

We expect to issue the certificates on August 31, 2016.

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.

During each interest accrual period, the JF and JS Classes will bear interest at the applicable annual rates described under “Description of the Certificates—Distributions of Interest—*The JF Class*” and “—*The JS Class*,” respectively, in this prospectus supplement.

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

<u>Class</u>	<u>Initial Interest Rate</u>	<u>Maximum Interest Rate</u>	<u>Minimum Interest Rate</u>	<u>Formula for Calculation of Interest Rate(1)</u>
AF	0.87%	6.50%	0.40%	LIBOR + 40 basis points
AS	5.63%	6.10%	0.00%	6.1% – LIBOR
BF	0.87%	6.50%	0.40%	LIBOR + 40 basis points
BS	5.63%	6.10%	0.00%	6.1% – LIBOR
CF	0.87%	6.50%	0.40%	LIBOR + 40 basis points
CS	5.63%	6.10%	0.00%	6.1% – LIBOR
F	0.87%	6.50%	0.40%	LIBOR + 40 basis points

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

Notional Classes

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

<u>Class</u>	
AS	100% of the AF Class
BS	100% of the BF Class
CS	100% of the CF Class
JS	100% of the JF Class
GI	75% of the GA 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>300%</u>	<u>500%</u>	<u>700%</u>	<u>900%</u>	<u>1100%</u>
AD, AF and AS	20.2	7.4	5.4	4.0	2.5	1.7	1.3	0.9

<u>Group 2 Classes</u>	<u>PSA Prepayment Assumption</u>							
	<u>0%</u>	<u>100%</u>	<u>200%</u>	<u>300%</u>	<u>500%</u>	<u>700%</u>	<u>900%</u>	<u>1100%</u>
BF, BS and BD	20.2	7.1	5.2	4.0	2.5	1.7	1.3	0.9

<u>Group 3 Classes</u>	<u>PSA Prepayment Assumption</u>							
	<u>0%</u>	<u>100%</u>	<u>200%</u>	<u>300%</u>	<u>500%</u>	<u>700%</u>	<u>900%</u>	<u>1100%</u>
CF, CS, CD and CY	20.2	6.9	5.1	3.9	2.5	1.7	1.3	0.9

<u>Group 4 Classes</u>	<u>CPR Prepayment Assumption</u>							
	<u>0%</u>	<u>5%</u>	<u>10%</u>	<u>15%</u>	<u>20%</u>	<u>25%</u>	<u>50%</u>	<u>75%</u>
JF and JS	11.8	8.4	6.2	4.8	3.8	3.1	1.4	0.7

<u>Group 5 Classes</u>	<u>PSA Prepayment Assumption</u>							
	<u>0%</u>	<u>100%</u>	<u>200%</u>	<u>300%</u>	<u>550%</u>	<u>800%</u>	<u>1000%</u>	<u>1200%</u>
GA, GI, GB, GC, GD, GE and G	13.6	7.9	5.6	4.2	2.3	1.5	1.1	0.8

<u>Group 1/Group 2/Group 3 Classes†</u>	<u>PSA Prepayment Assumption</u>							
	<u>0%</u>	<u>100%</u>	<u>200%</u>	<u>300%</u>	<u>500%</u>	<u>700%</u>	<u>900%</u>	<u>1100%</u>
AL and F	20.2	7.1	5.2	4.0	2.5	1.7	1.3	0.9

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

† These classes are RCR classes formed by combinations of REMIC classes in three different groups. For additional information, see Schedule 1 attached to this prospectus supplement.

ADDITIONAL RISK FACTOR

Payments on the Group 5 Classes will be affected by the applicable payment priorities governing the Group 5 Underlying RCR Certificate. If you invest in a Group 5 Class, the rate at which you receive payments will be affected by the applicable priority sequences governing principal payments on the Group 5 Underlying RCR Certificate.

As described in the related Underlying REMIC Disclosure Document, the REMIC certificates indirectly backing the Group 5 Underlying RCR Certificate may be subsequent in payment priority to certain

other classes issued from the related underlying REMIC trusts. As a result, such other classes may receive principal before principal is paid on the REMIC certificates indirectly backing the Group 5 Underlying RCR Certificate, possibly for long periods.

You may obtain additional information about the Group 5 Underlying RCR Certificate by reviewing its current class factor in light of other information available in the related Underlying REMIC Disclosure Document. You may obtain that document 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 May 1, 2010 and a supplement thereto dated as of August 1, 2016 (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 May 1, 2010 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:

- three groups of Fannie Mae Guaranteed Mortgage Pass-Through Certificates having fixed pass-through rates (the “Group 1 MBS,” “Group 2 MBS,” “Group 3 MBS,” and together, the “Fixed Rate MBS”),
- one group of Fannie Mae Guaranteed Mortgage Pass-Through Certificates having variable pass-through rates (the “Group 4 MBS” or “ARM MBS”), and
- a previously issued RCR Certificate (the “Group 5 Underlying RCR Certificate”) issued from the related Fannie Mae trust (the “Underlying Trust”), as further described in Exhibit A-2.

The Fixed Rate MBS and the ARM MBS are referred to collectively as the “Trust MBS.”

The Group 5 Underlying RCR Certificate evidences direct or indirect beneficial ownership interests in certain Fannie Mae Guaranteed Mortgage Pass-Through Certificates (together with the Trust MBS, the “MBS”).

Each MBS represents a beneficial ownership interest in a pool of first lien, one- to four-family (“single-family”), fixed-rate or adjustable 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	Trust MBS and Group 5 Underlying RCR Certificate	All Classes of REMIC Certificates other than the R Class	R

Fannie Mae Guaranty. For a description of our guaranties of the Certificates, the MBS and the Group 5 Underlying RCR Certificate, see the applicable discussions appearing under the heading “Fannie Mae Guaranty” in the REMIC Prospectus, the MBS Prospectus and the Underlying REMIC Disclosure Document. 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 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 and Inverse Floating Rate Classes	\$100,000 minimum plus whole dollar increments
All other Classes (except the R Class)	\$1,000 minimum plus whole dollar increments

The Fixed Rate MBS

The Fixed Rate MBS provide that principal and interest on the related Mortgage Loans are passed through monthly. The Mortgage Loans underlying the Fixed Rate 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.

For additional information, see “Summary—Group 1, Group 2 and Group 3 MBS—Characteristics of the Fixed Rate MBS” in this prospectus supplement and “The Mortgage Loan Pools” and Yield, Maturity and Prepayment Considerations” in the MBS Prospectus.

The ARM MBS

Unless otherwise specified, references in this section to percentages of the Hybrid ARM Loans are in each case measured by aggregate principal balance of the Hybrid ARM Loans at the Issue Date.

General

The Mortgage Loans underlying the ARM MBS in Group 4 (the “Hybrid ARM Loans”) will have the general characteristics described in the MBS Prospectus. In addition, we assume that the Hybrid ARM Loans will have the characteristics listed in the first table on Exhibit A-1 to this prospectus supplement. The ARM MBS provide that principal and interest on the Hybrid ARM Loans are passed through monthly, beginning in the month after we issue the ARM MBS. The Hybrid ARM Loans are conventional, adjustable-rate mortgage loans secured by first mortgages or deeds of trust on single-family residential properties. The Hybrid ARM Loans have original maturities of up to 30 years. See “Description of the Certificates,” “The Mortgage Loan Pools,” “The Mortgage Loans—Adjustable-Rate Mortgage Loans (ARM Loans)” and “Yield, Maturity and Prepayment Considerations” in the MBS Prospectus. See also the second table on Exhibit A-1 to this prospectus supplement for the pool numbers of the ARM MBS expected to be included in the Trust.

Characteristics of the Hybrid ARM Loans

Applicable Index

After the initial fixed-rate period, the interest rate (the “ARM Rate”) for the Hybrid ARM Loans will adjust annually, based on the One-Year WSJ LIBOR Index as available generally 45 days prior to the related interest rate adjustment date. See “The Mortgage Loans—Adjustable-Rate Mortgage Loans (ARM Loans)—*ARM Indices*” in the MBS Prospectus for a description of the index. If the index becomes unavailable, an alternative index will be determined in accordance with the terms of the related mortgage note.

Initial Interest Only Periods

The scheduled monthly payments on the Hybrid ARM Loans represented accrued interest only for periods that generally may range up to 10 years following origination. Beginning with the first monthly payment following the expiration of the applicable interest only period, the related loan documents provide that the scheduled monthly payment on each of the related Hybrid ARM Loans will be increased by an amount sufficient to pay accrued interest at the then current rate and to fully amortize the Hybrid ARM Loan by its scheduled maturity date. See “Risk Factors—Risks Relating to Yield and Prepayment—*Fixed-rate and ARM loans with long initial interest-only payment periods may be more likely to be refinanced or become delinquent than other mortgage loans*” in the MBS Prospectus dated June 1, 2016.

Initial Fixed-Rate Periods

For the following approximate percentages of the Hybrid ARM Loans, the interest rates were fixed for the initial periods from origination reflected in the following table (the “Initial Fixed Rate”):

Initial Fixed-Rate Period		
<u>5 years</u>	<u>7 years</u>	<u>10 years</u>
78%	19%	3%

ARM Rate Changes

After the initial fixed-rate period, the ARM Rate of each Hybrid ARM Loan is set annually, subject to the caps and floors described below, to equal the *sum* of (i) the applicable index value *plus* (ii) a specified percentage amount (the “ARM Margin”) that the lender established when the Hybrid ARM Loan was originated.

Initial ARM Rate Change Caps

For the interest rate adjustment immediately following the end of the initial fixed-rate period, the ARM Rate for each Hybrid ARM Loan generally may not deviate by more than 5 percentage points from the related Initial Fixed Rate.

Subsequent ARM Rate Change Caps

On each annual ARM Rate adjustment date thereafter, the ARM Rate for each Hybrid ARM Loan generally may not deviate by more than 2 percentage points from the related ARM Rate in effect immediately prior to that adjustment date.

Lifetime Cap and Floor

The ARM Rate for each Hybrid ARM Loan, when adjusted on its annual adjustment date, may not be greater than the maximum ARM Rate (lifetime rate cap) or less than its minimum ARM Rate (lifetime floor), as specified in the related mortgage note.

Monthly Payments

After the initial fixed-rate period, the amount of a borrower's monthly payment is generally subject to change on each anniversary of the date specified in the related mortgage note.

Each new monthly payment amount will be calculated to equal an amount necessary to pay interest at the new ARM Rate, adjusted as described above, and, except in the case of any loan that may still be in its initial interest only payment period, to fully amortize the outstanding principal balance of the Hybrid ARM Loan on a level debt service basis over the remainder of its term.

Reduced Servicing Fee

Approximately 12% of the Hybrid ARM Loans have a minimum annual servicing fee of 0.125%. See "Fannie Mae Purchase Program—Servicing Compensation and Payment of Certain Expenses" in the MBS Prospectus.

The Group 5 Underlying RCR Certificate

The Group 5 Underlying RCR Certificate represents beneficial ownership interests in the related Underlying Trust. The assets of that trust consist of MBS (or beneficial ownership interests in 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 Loan Pools" and "Yield, Maturity and Prepayment Considerations" in the MBS Prospectus.

In addition, the Mortgage Loans backing the Class 2008-64-AZ REMIC Certificate, which indirectly backs the Group 5 Underlying RCR Certificate, provide for interest only periods that may range from at least seven to no more than ten years following origination. See "Risk Factors—Risks Relating to Yield and Prepayment—*Fixed rate and ARM loans with long initial interest-only payment periods may be more likely to be refinanced or become delinquent than other mortgage loans*" in the MBS Prospectus dated June 1, 2016.

Distributions on the Group 5 Underlying RCR Certificate will be passed through monthly, beginning in the month after we issue the Certificates. The general characteristics of the Group 5 Underlying RCR Certificate are described in the related Underlying REMIC Disclosure Document. See Exhibit A-2 for certain additional information about the Group 5 Underlying RCR Certificate. Exhibit A-2 is provided in lieu of a Final Data Statement with respect to the Group 5 Underlying RCR Certificate.

For further information about the Group 5 Underlying RCR Certificate, telephone us at 800-2FANNIE. Additional information about the Group 5 Underlying RCR Certificate is also available at <https://mbsdisclosure.fanniemae.com/PoolTalk2/index.html>. There may have been material changes in facts and circumstances since the date we prepared the Underlying REMIC Disclosure Document. 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 that document may be limited.

Distributions of Interest

General. The Certificates will bear interest at the rates specified in this prospectus supplement. Interest to be paid on each Certificate on a Distribution Date will consist of one month’s interest on the outstanding balance of that Certificate immediately prior to that Distribution Date.

The Floating Rate and Inverse Floating Rate Classes will bear interest at interest rates based on LIBOR. We currently establish LIBOR on the basis of the “ICE Method” as generally described under “Description of the Certificates—Distributions on Certificates—*Interest Distributions—Indices for Floating Rate Classes and Inverse Floating Rate Classes*” in the REMIC Prospectus. For a description of recent developments affecting LIBOR calculations, see “Risk Factors—Risks Relating to Yield and Prepayment—*Intercontinental Exchange Benchmark Administration is the new LIBOR administrator*” in the REMIC Prospectus.

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 and the JF and JS Classes	AF, AS, BF, BS, CF, CS and F Classes

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

The JF Class.

On each Distribution Date, we will pay interest on the JF Class in an amount equal to one month’s interest at an annual rate equal to the *lesser* of

- LIBOR + 47 basis points (but in no event less than 0.47%)
- or
- the Weighted Average Group 4 MBS Pass-Through Rate.

The “Weighted Average Group 4 MBS Pass-Through Rate” for any Distribution Date is equal to the weighted average of the pass-through rates of the Group 4 MBS in effect for calculating distributions on that Distribution Date, weighted on the basis of the principal balances of the Group 4 MBS after giving effect to distributions of principal made on the immediately preceding Distribution Date.

During the initial interest accrual period, the JF Class will bear interest at an annual rate of 0.965%. Our determination of the interest rate for the JF Class will be final and binding in the absence of manifest error. You may obtain each such interest rate by telephoning us at 800-2FANNIE.

The JS Class.

On each Distribution Date, we will pay interest on the JS Class at an annual rate equal to the product of

- a fraction, expressed as a percentage, the numerator of which is the *excess*, if any, of
 - the aggregate amount of interest then paid on the Group 4 MBS
- over*
- the interest payable on the JF Class on that Distribution Date,

and the denominator of which is the notional principal balance of the JS Class immediately preceding that Distribution Date,

multiplied by

- 12.

During the initial interest accrual period, the JS Class is expected to bear interest at an annual rate of approximately 1.7749%. Our determination of the interest rate for the JS Class will be final and binding in the absence of manifest error. You may obtain each such interest rate by telephoning us at 800-2FANNIE.

Distributions of Principal

On the Distribution Date in each month, we will make payments of principal on the Classes of REMIC Certificates as described below. Following any exchange of REMIC Certificates for RCR Certificates, we will apply principal payments from the exchanged REMIC Certificates to the corresponding RCR Certificates on a pro rata basis.

- *Group 1*

The Group 1 Principal Distribution Amount to AD and AF, pro rata, until retired. } Pass-Through Classes

The “Group 1 Principal Distribution Amount” is the principal then paid on the Group 1 MBS.

- *Group 2*

The Group 2 Principal Distribution Amount to BF and BD, pro rata, until retired. } Pass-Through Classes

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

- *Group 3*

The Group 3 Principal Distribution Amount to CF and CD, pro rata, until retired. } Pass-Through Classes

The “Group 3 Principal Distribution Amount” is the principal then paid on the Group 3 MBS.

- *Group 4*

The Group 4 Principal Distribution Amount to JF until retired. } Pass-Through Class

The “Group 4 Principal Distribution Amount” is the principal then paid on the Group 4 MBS.

- *Group 5*

The Group 5 Principal Distribution Amount to GA until retired. } Structured Collateral/Pass-Through Class

The “Group 5 Principal Distribution Amount” is the principal then paid on the Group 5 Underlying RCR Certificate.

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 Group 5 Underlying RCR Certificate, the applicable priority sequences governing principal payments on the Group 5 Underlying RCR Certificate, and the following assumptions (such characteristics and assumptions, collectively, the “Pricing Assumptions”):

- the Mortgage Loans underlying the Fixed Rate MBS have the original terms to maturity, remaining terms to maturity, loan ages and interest rates specified under “Summary—Group 1, Group 2 and Group 3 MBS—Assumed Characteristics of the Underlying Mortgage Loans” in this prospectus supplement;
- the Hybrid ARM Loans have the characteristics set forth in Exhibit A-1 to this prospectus supplement;
- with respect to the Hybrid ARM Loans, the One-Year WSJ LIBOR Index value is and remains 1.432%;
- the Mortgage Loans prepay at the constant percentages of PSA or CPR, as applicable, specified in the related tables;
- the settlement date for the Certificates is August 31, 2016; and
- each Distribution Date occurs on the 25th day of a month.

The actual remaining terms to maturity, loan ages and interest rates of most of the mortgage loans underlying the Fixed Rate MBS will differ from the assumed characteristics shown in the Summary, and may differ significantly. See “Risk Factors—Risks Relating to Yield and Prepayment—*Yields on and weighted average lives of the certificates are affected by actual characteristics of the mortgage loans backing the series trust assets*” in the REMIC Prospectus.

Prepayment Assumptions. The prepayment model used in this prospectus supplement with respect to the Group 1, Group 2, Group 3 and Group 5 Classes is PSA. For a description of PSA, see “Yield, Maturity and Prepayment Considerations—Prepayment Models” in the REMIC Prospectus.

The prepayment model used in this prospectus supplement with respect to the Group 4 Classes is CPR. For a description of CPR, see “Yield, Maturity and Prepayment Considerations—Prepayment Models” in the REMIC Prospectus.

It is highly unlikely that prepayments will occur at any *constant* PSA or CPR rate, as applicable, or at any other *constant* rate.

Yield Tables and Additional Yield Considerations

General. The tables below illustrate the sensitivity of the pre-tax corporate bond equivalent yields to maturity of the applicable Classes to various constant percentages of PSA and, where specified, to changes in the Index. **The tables below are provided for illustrative purposes only and are not intended as a forecast or prediction of the actual yields on the applicable Classes.** We calculated the yields set forth in the tables by

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

- converting the monthly rates to corporate bond equivalent rates.

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

We cannot assure you that

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

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

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

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

Changes in the Index may not correspond to changes in prevailing mortgage interest rates. It is possible that lower prevailing mortgage interest rates, which might be expected to result in faster prepayments, could occur while the level of the Index increased.

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

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

<u>Class</u>	<u>Price*</u>
AS	20.50%
BS	21.00%
CS	18.00%

* 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.

In the following yield tables, the symbol * is used to represent a yield of less than (99.9)%.

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>							
	<u>50%</u>	<u>100%</u>	<u>200%</u>	<u>300%</u>	<u>500%</u>	<u>700%</u>	<u>900%</u>	<u>1100%</u>
0.235%	21.7%	18.3%	11.4%	4.2%	(11.0)%	(27.6)%	(46.1)%	(67.3)%
0.470%	20.4%	17.0%	10.1%	3.0%	(12.2)%	(28.7)%	(47.1)%	(68.1)%
2.470%	8.7%	5.5%	(1.0)%	(7.8)%	(22.2)%	(37.9)%	(55.4)%	(75.6)%
4.470%	(5.1)%	(8.1)%	(14.3)%	(20.6)%	(34.1)%	(48.9)%	(65.3)%	(84.8)%
6.100%	*	*	*	*	*	*	*	*

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>							
	<u>50%</u>	<u>100%</u>	<u>200%</u>	<u>300%</u>	<u>500%</u>	<u>700%</u>	<u>900%</u>	<u>1100%</u>
0.235%	20.3%	16.9%	10.1%	2.9%	(12.2)%	(28.7)%	(47.1)%	(68.1)%
0.470%	19.0%	15.7%	8.8%	1.7%	(13.3)%	(29.8)%	(48.0)%	(69.0)%
2.470%	7.5%	4.3%	(2.2)%	(9.0)%	(23.3)%	(38.9)%	(56.3)%	(76.3)%
4.470%	(6.5)%	(9.4)%	(15.6)%	(21.9)%	(35.3)%	(49.9)%	(66.2)%	(85.4)%
6.100%	*	*	*	*	*	*	*	*

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

<u>LIBOR</u>	<u>PSA Prepayment Assumption</u>							
	<u>50%</u>	<u>100%</u>	<u>200%</u>	<u>300%</u>	<u>500%</u>	<u>700%</u>	<u>900%</u>	<u>1100%</u>
0.235%	25.5%	22.0%	15.0%	7.7%	(7.7)%	(24.6)%	(43.3)%	(64.8)%
0.470%	24.0%	20.6%	13.6%	6.3%	(9.0)%	(25.8)%	(44.4)%	(65.8)%
2.470%	10.8%	7.5%	0.9%	(5.9)%	(20.5)%	(36.3)%	(53.9)%	(74.2)%
4.470%	(4.7)%	(7.8)%	(13.9)%	(20.3)%	(33.8)%	(48.6)%	(65.0)%	(84.1)%
6.100%	*	*	*	*	*	*	*	*

The Fixed Rate Interest Only Class. **The yield to investors in the Fixed Rate Interest Only Class 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 the Fixed Rate Interest Only Class would be 0% if prepayments of the related Mortgage Loans were to occur at the following constant rate:**

<u>Class</u>	<u>% PSA</u>
GI	379%

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 GI Class would lose money on their initial investments.

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

<u>Class</u>	<u>Price*</u>
GI	20.00%

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

Sensitivity of the GI Class to Prepayments

	<u>PSA Prepayment Assumption</u>							
	<u>50%</u>	<u>100%</u>	<u>200%</u>	<u>300%</u>	<u>550%</u>	<u>800%</u>	<u>1000%</u>	<u>1200%</u>
Pre-Tax Yields to Maturity	23.5%	20.1%	13.1%	5.9%	(13.5)%	(35.2)%	(55.1)%	(78.6)%

The JS Class. The yield to investors in the JS Class will be very sensitive to the rate of principal payments (including prepayments) of the Hybrid ARM Loans and to the level of LIBOR. The yield will also be sensitive to the weighted average interest rate of the Hybrid ARM Loans. The Hybrid ARM Loans can be prepaid at any time without penalty. In addition, the rate of principal payments (including prepayments) of the Hybrid ARM Loans is likely to vary, and may vary considerably, from pool to pool. Under certain high prepayment or high LIBOR scenarios, in particular, it is possible that investors in the JS Class would lose money on their initial investments.

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, and
- in the case of the Group 5 Classes, the applicable priority sequences affecting principal payments on the Group 5 Underlying RCR Certificate.

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

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 or CPR rates, as applicable, 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 Group 1, Group 2, Group 3 and Group 5 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 Backing Trust Assets Specified Below</u>	<u>Original Terms to Maturity</u>	<u>Remaining Terms to Maturity</u>	<u>Interest Rates</u>
Group 1 MBS	360 months	360 months	7.50%
Group 2 MBS	360 months	360 months	7.50%
Group 3 MBS	360 months	360 months	7.50%
Group 5 Underlying RCR Certificate	360 months	(1)	8.50%

(1) The Group 5 Underlying RCR Certificate is backed by the Class 2009-52-Z and Class 2006-71-ZH REMIC Certificates. The Class 2006-71-ZH REMIC Certificate is backed by the Class 2006-B1-AZ REMIC Certificate, which is assumed to have a remaining term to maturity of 238 months. The Class 2009-52-Z REMIC Certificate is backed by the following REMIC Certificates, which are assumed to have the following remaining terms to maturity:

<u>Class</u>	<u>Remaining Terms to Maturity</u>
2006-116-Z	243 months
2008-21-LZ	259 months
2008-64-AZ	263 months*
2008-65-LZ	263 months
2008-68-Z	263 months

* In addition, we have assumed that the Mortgage Loans backing the Class 2008-64-AZ REMIC Certificate have a remaining interest only period of 23 months.

It is unlikely that all of the Mortgage Loans will have the loan ages, interest rates, remaining terms to maturity or, if applicable, remaining interest only periods assumed, or that the Mortgage Loans will prepay at any *constant* PSA or CPR level, as applicable.

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 or CPR rates, as applicable, 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	AD, AF and AS† Classes								BF, BS† and BD Classes							
	PSA Prepayment Assumption								PSA Prepayment Assumption							
	0%	100%	200%	300%	500%	700%	900%	1100%	0%	100%	200%	300%	500%	700%	900%	1100%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
August 2017	99	91	85	79	68	56	45	33	99	91	85	79	68	56	44	33
August 2018	98	82	72	63	46	31	20	11	98	82	72	62	45	31	20	11
August 2019	97	75	61	49	31	18	9	4	97	74	61	49	30	17	9	3
August 2020	96	67	52	39	21	10	4	1	96	66	51	38	20	10	4	1
August 2021	95	60	43	30	14	5	2	*	95	59	42	30	13	5	2	*
August 2022	93	54	36	24	9	3	1	*	93	52	35	23	9	3	1	*
August 2023	92	47	30	18	6	2	*	*	92	46	29	18	6	2	*	*
August 2024	90	42	25	14	4	1	*	*	90	40	24	13	4	1	*	*
August 2025	89	36	20	11	3	*	*	*	89	34	19	10	2	*	*	*
August 2026	87	31	16	8	2	*	*	*	87	29	15	7	2	*	*	*
August 2027	85	27	13	6	1	*	*	*	85	24	12	5	1	*	*	*
August 2028	83	22	10	4	1	*	*	*	83	20	9	4	1	*	*	*
August 2029	80	18	8	3	*	*	*	*	80	16	7	3	*	*	*	*
August 2030	78	14	6	2	*	*	*	*	78	12	5	2	*	*	*	*
August 2031	75	10	4	1	*	*	*	*	75	8	3	1	*	*	*	*
August 2032	73	7	2	1	*	*	*	0	73	4	1	*	*	*	*	0
August 2033	70	4	1	*	*	*	0	0	70	1	*	*	*	*	*	0
August 2034	66	1	*	*	*	*	0	0	66	0	0	0	0	0	0	0
August 2035	63	0	0	0	0	0	0	0	63	0	0	0	0	0	0	0
August 2036	59	0	0	0	0	0	0	0	59	0	0	0	0	0	0	0
August 2037	55	0	0	0	0	0	0	0	55	0	0	0	0	0	0	0
August 2038	50	0	0	0	0	0	0	0	50	0	0	0	0	0	0	0
August 2039	46	0	0	0	0	0	0	0	46	0	0	0	0	0	0	0
August 2040	40	0	0	0	0	0	0	0	40	0	0	0	0	0	0	0
August 2041	35	0	0	0	0	0	0	0	35	0	0	0	0	0	0	0
August 2042	29	0	0	0	0	0	0	0	29	0	0	0	0	0	0	0
August 2043	22	0	0	0	0	0	0	0	22	0	0	0	0	0	0	0
August 2044	16	0	0	0	0	0	0	0	16	0	0	0	0	0	0	0
August 2045	8	0	0	0	0	0	0	0	8	0	0	0	0	0	0	0
August 2046	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average																
Life (years)**	20.2	7.4	5.4	4.0	2.5	1.7	1.3	0.9	20.2	7.1	5.2	4.0	2.5	1.7	1.3	0.9

Date	CF, CS†, CD and CY Classes								JF and JS† Classes							
	PSA Prepayment Assumption								CPR Prepayment Assumption							
	0%	100%	200%	300%	500%	700%	900%	1100%	0%	5%	10%	15%	20%	25%	50%	75%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
August 2017	99	91	85	79	67	56	44	33	99	94	89	84	79	74	49	25
August 2018	98	82	72	62	45	31	20	11	95	86	77	69	61	54	24	6
August 2019	97	73	60	49	30	17	9	3	92	79	67	56	47	39	11	1
August 2020	96	66	50	38	20	9	4	1	88	72	58	46	36	28	5	*
August 2021	95	58	42	29	13	5	2	*	84	65	50	37	27	20	3	*
August 2022	93	51	35	23	9	3	1	*	80	59	42	30	21	14	1	*
August 2023	92	45	28	17	6	2	*	*	76	53	36	24	16	10	1	*
August 2024	90	39	23	13	4	1	*	*	71	47	31	19	12	7	*	*
August 2025	89	33	18	10	2	*	*	*	67	42	26	15	9	5	*	*
August 2026	87	28	14	7	1	*	*	*	62	37	22	12	7	3	*	*
August 2027	85	23	11	5	1	*	*	*	57	32	18	10	5	2	*	*
August 2028	83	18	8	4	1	*	*	*	52	28	15	7	4	2	*	*
August 2029	80	14	6	2	*	*	*	*	46	24	12	6	3	1	*	0
August 2030	78	10	4	1	*	*	*	*	41	20	9	4	2	1	*	0
August 2031	75	6	2	1	*	*	*	*	35	16	7	3	1	*	*	0
August 2032	73	3	1	*	*	*	*	0	29	13	5	2	1	*	*	0
August 2033	70	0	0	0	0	0	0	0	23	10	4	1	1	*	*	0
August 2034	66	0	0	0	0	0	0	0	17	7	3	1	*	*	*	0
August 2035	63	0	0	0	0	0	0	0	10	4	1	*	*	*	*	0
August 2036	59	0	0	0	0	0	0	0	3	1	*	*	*	*	*	0
August 2037	55	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
August 2038	50	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
August 2039	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
August 2040	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
August 2041	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
August 2042	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
August 2043	22	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
August 2044	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
August 2045	8	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
August 2046	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average																
Life (years)**	20.2	6.9	5.1	3.9	2.5	1.7	1.3	0.9	11.8	8.4	6.2	4.8	3.8	3.1	1.4	0.7

* Indicates an outstanding balance greater than 0% and less than 0.5% of the original principal balance.
 ** Determined as specified 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	GA, GI†, GB, GC, GD, GE and G Classes								AL and F Classes							
	PSA Prepayment Assumption								PSA Prepayment Assumption							
	0%	100%	200%	300%	550%	800%	1000%	1200%	0%	100%	200%	300%	500%	700%	900%	1100%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
August 2017	98	92	86	80	65	51	39	27	99	91	85	79	68	56	44	33
August 2018	97	84	73	64	43	26	15	7	98	82	72	62	45	31	20	11
August 2019	94	76	62	51	28	13	6	2	97	74	61	49	30	17	9	3
August 2020	92	69	53	40	18	6	2	1	96	66	51	38	20	10	4	1
August 2021	90	62	45	31	11	3	1	*	95	59	42	30	13	5	2	*
August 2022	87	56	38	25	7	2	*	*	93	52	35	23	9	3	1	*
August 2023	84	50	31	19	5	1	*	*	92	46	29	18	6	2	*	*
August 2024	81	44	26	15	3	*	*	*	90	40	24	13	4	1	*	*
August 2025	77	39	22	11	2	*	*	*	89	34	19	10	2	*	*	*
August 2026	73	34	18	9	1	*	*	*	87	29	15	7	2	*	*	*
August 2027	69	29	14	7	1	*	*	*	85	24	12	5	1	*	*	*
August 2028	65	25	11	5	*	*	*	*	83	20	9	4	1	*	*	*
August 2029	60	21	9	4	*	*	*	0	80	16	7	3	*	*	*	*
August 2030	54	17	7	3	*	*	*	0	78	12	5	2	*	*	*	*
August 2031	48	13	5	2	*	*	*	0	75	8	3	1	*	*	*	*
August 2032	42	10	3	1	*	*	*	0	73	4	2	*	*	*	*	0
August 2033	35	7	2	1	*	*	0	0	70	1	*	*	*	*	*	0
August 2034	27	4	1	*	*	*	0	0	66	*	*	*	*	*	0	0
August 2035	19	1	*	*	*	*	0	0	63	0	0	0	0	0	0	0
August 2036	10	*	*	*	*	0	0	0	59	0	0	0	0	0	0	0
August 2037	5	*	*	*	*	0	0	0	55	0	0	0	0	0	0	0
August 2038	0	0	0	0	0	0	0	0	50	0	0	0	0	0	0	0
August 2039	0	0	0	0	0	0	0	0	46	0	0	0	0	0	0	0
August 2040	0	0	0	0	0	0	0	0	40	0	0	0	0	0	0	0
August 2041	0	0	0	0	0	0	0	0	35	0	0	0	0	0	0	0
August 2042	0	0	0	0	0	0	0	0	29	0	0	0	0	0	0	0
August 2043	0	0	0	0	0	0	0	0	22	0	0	0	0	0	0	0
August 2044	0	0	0	0	0	0	0	0	16	0	0	0	0	0	0	0
August 2045	0	0	0	0	0	0	0	0	8	0	0	0	0	0	0	0
August 2046	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average																
Life (years)**	13.6	7.9	5.6	4.2	2.3	1.5	1.1	0.8	20.2	7.1	5.2	4.0	2.5	1.7	1.3	0.9

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

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 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	300% PSA
2	300% PSA
3	300% PSA
4	15% CPR
5	300% 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 either of those rates or at 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 Combination RCR Class (a “Combination RCR Certificate”) will represent beneficial ownership of undivided interests in one or more underlying Regular Certificates. 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. 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.

Tax Audit Procedures

The Bipartisan Budget Act of 2015, which was enacted on November 2, 2015, repeals and replaces the rules applicable to certain administrative and judicial proceedings regarding a REMIC’s tax affairs, effective beginning with the 2018 taxable year. Under the new rules, a partnership, including for this purpose a REMIC, appoints one person to act as its sole representative in connection with IRS audits and related procedures. In the case of a REMIC, the representative’s actions, including the representative’s agreeing to adjustments to taxable income, will bind Residual Owners to a greater degree than would actions of the tax matters partner (“TMP”) under current rules. See “*Material Federal Income Tax Consequences—Reporting and Other Administrative Matters*” in the REMIC Prospectus for a discussion of the TMP. Further, an adjustment to the REMIC’s taxable income following an IRS audit may have to be taken into account by those Residual Owners in the year in which the adjustment is made rather than in the year to which the adjustment relates, and otherwise in different and potentially less advantageous ways than under current rules. In some cases, a REMIC could itself be liable for taxes on income adjustments, although it is anticipated that each REMIC will seek to follow procedures in the new rules to avoid entity-level liability to the extent it otherwise may be imposed. The new rules, which will apply to both existing and future REMICs, are complex and likely will be clarified and possibly revised before going into effect. Residual Owners should discuss with their own tax advisors the possible effect of the new rules on them.

Foreign Investors

In IRS Notice 2015-66, the IRS announced on September 18, 2015 its intention to push back the start date of FATCA withholding on gross proceeds from the sale or other disposition of any property of a type that can produce interest from U.S. sources. Under this published guidance, a 30-percent United States withholding tax (“FATCA withholding”) will apply to gross proceeds from the sale or other disposition of a Regular Certificate beginning on January 1, 2019 that are paid to a non-U.S. entity that is a “financial institution” and fails to comply with certain reporting and other requirements or to a non-U.S. entity that is not a “financial institution” but fails to disclose the identity of its direct or indirect “substantial U.S. owners” or to certify that it has no such owners. FATCA withholding currently applies to payments treated as interest on a Regular Certificate paid to such persons. Various exceptions may apply. You should consult your own tax advisor regarding the potential application and impact of this withholding tax based on your particular circumstances. See “Material Federal Income Tax Consequences—Foreign Investors” in the REMIC Prospectus.

PLAN OF DISTRIBUTION

We are obligated to deliver the Certificates to Nomura Securities International, Inc. (the “Dealer”) in exchange for the Trust MBS and the Group 5 Underlying RCR Certificate. 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.

CREDIT RISK RETENTION

The Certificates satisfy the requirements of the Credit Risk Retention Rule (12 C.F.R. Part 1234) jointly promulgated by the Federal Housing Finance Agency (“FHFA”), the SEC and several other federal agencies. In accordance with 12 C.F.R. 1234.8(a), (i) the Certificates are fully guaranteed as to timely payment of principal and interest by Fannie Mae and (ii) Fannie Mae is operating under the conservatorship of FHFA with capital support from the United States.

LEGAL MATTERS

Katten Muchin Rosenman LLP will provide legal representation for Fannie Mae. Cleary Gottlieb Steen & Hamilton LLP will provide legal representation for the Dealer.

**Assumed Characteristics of the Mortgage Loans Underlying the ARM MBS
(As of August 1, 2016)**

<u>Issue Date Unpaid Principal Balance</u>	<u>Net Mortgage Rate* (%)</u>	<u>Mortgage Rate (%)</u>	<u>Original Term (in months)</u>	<u>Remaining Term to Maturity (in months)</u>	<u>Loan Age (in months)</u>	<u>Margin (%)</u>	<u>Initial Rate Cap (%)</u>	<u>Periodic Rate Cap (%)</u>	<u>Lifetime Rate Cap (%)</u>	<u>Lifetime Rate Floor (%)</u>	<u>Months to Rate Change</u>	<u>Rate Reset Frequency (in months)</u>	<u>Payment Reset Frequency (in months)</u>	<u>Remaining Interest Only Period (in months)</u>	<u>Index**</u>
\$ 3,016,540.15	2.940	3.469	360	236	124	2.291	***	2.000	11.2146	2.291	8	12	12	0	WSJ 1 Year LIBOR
44,938.68	2.621	3.306	360	225	135	2.250	***	2.000	10.1304	2.250	7	12	12	0	WSJ 1 Year LIBOR
3,806,717.79	2.768	3.340	360	244	116	2.293	***	2.000	11.2221	2.293	6	12	12	3	WSJ 1 Year LIBOR
77,432,385.45	2.696	3.322	360	247	113	2.303	***	2.000	10.8993	2.303	6	12	12	9	WSJ 1 Year LIBOR
11,644,114.79	2.864	3.421	360	238	122	2.259	***	2.000	10.7415	2.259	9	12	12	5	WSJ 1 Year LIBOR
8,521,336.18	2.887	3.478	360	246	114	2.306	***	2.000	11.5008	2.306	9	12	12	7	WSJ 1 Year LIBOR

* The “Net Mortgage Rate” of a Hybrid ARM Loan is equal to its then current interest rate less the sum of the related servicing fee and our guaranty fee (expressed in each case as an annual percentage).

** For a description of the Index, see “The Mortgage Loans—Adjustable-Rate Mortgage Loans (ARM Loans)—ARM Indices” in the MBS Prospectus.

*** We have assumed that all applicable initial fixed-rate periods have expired and that all initial rate adjustments have occurred.

**Expected ARM MBS
(As of August 1, 2016)**

The pool numbers of the adjustable-rate MBS expected to be included in the Trust are listed below:

<u>Pool Number</u>	<u>Issue Date Unpaid Principal Balance</u>
745650	\$ 3,016,540.15
AA3518	44,938.68
AL1400	3,806,717.79
AL8227	77,432,385.45
AL8228	11,644,114.79
AL8229	8,521,336.18

Group 5 Underlying RCR Certificate

Underlying Trust	Class	Date of Issue	CUSIP Number	Interest Rate	Interest Type(1)	Final Distribution Date	Principal Type(1)	Original Principal Balance of Class	August 2016 Class Factor	Principal Balance in the Trust	Approximate Weighted Average WAC	Approximate Weighted Average WAM (in months)	Approximate Weighted Average WALA (in months)
2016-35	EG	May 2016	3136ASNK8	6.0%	FIX	August 2038	SC/PT	\$68,225,558	0.92973265	\$63,431,528.84	(2)	(2)	(2)

- (1) See “Description of the Certificates—Class Definitions and Abbreviations” in the REMIC Prospectus.
 (2) The Group 5 Underlying RCR Certificate is backed by the Class 2006-71-ZH and Class 2009-52-Z REMIC Certificates, which are both SC/PT Classes. The Class 2006-71-ZH REMIC Certificate is backed by the Fannie Mae REMIC Certificate listed below having the following characteristics:

Class	Interest Type	Principal Type	Approximate Weighted Average WAC	Approximate Weighted Average WAM (in months)	Approximate Weighted Average WALA (in months)
2006-B1-AZ	FIX/Z	SEQ	6.542%	219	130

The Class 2009-52-Z REMIC Certificate is backed by the Fannie Mae REMIC Certificates listed below having the following characteristics:

Class	Interest Type	Principal Type	Approximate Weighted Average WAC	Approximate Weighted Average WAM (in months)	Approximate Weighted Average WALA (in months)	Approximate Weighted Average Remaining Term to Expiration of Interest Only Period (in months)
2006-116-Z	FIX/Z	SEQ	6.558%	224	127	N/A
2008-21-LZ	FIX/Z	SEQ	6.536	248	107	N/A
2008-64-AZ	FIX/Z	SEQ	6.548	254	106	14
2008-65-LZ	FIX/Z	SEQ	6.410	239	109	N/A
2008-68-Z	FIX/Z	SEQ	6.518	227	124	N/A

Note: For any pool of Mortgage Loans backing an underlying REMIC or RCR 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.

Schedule 1

Available Recombinations(1)

<u>REMIC Certificates</u>		<u>RCR Certificates</u>						
<u>Classes</u>	<u>Original Balances</u>	<u>RCR Classes</u>	<u>Original Balances</u>	<u>Principal Type(2)</u>	<u>Interest Rate</u>	<u>Interest Type(2)</u>	<u>CUSIP Number</u>	<u>Final Distribution Date</u>
Recombination 1								
AD	\$16,201,832	AL(3)	\$ 62,864,527	PT	1.75%	FIX	3136ATTE4	September 2046
BD	19,229,658							
CD	27,433,037							
Recombination 2								
CF	59,438,244	CY	59,438,244	PT	6.50	FIX	3136ATTF1	September 2046
CS	59,438,244(4)							
Recombination 3								
AF	35,103,969	F(5)	136,206,471	PT	(6)	FLT	3136ATTG9	September 2046
BF	41,664,258							
CF	59,438,244							
Recombination 4								
GA	63,431,528	GB	63,431,528	SC/PT	1.75	FIX	3136ATTH7	August 2038
GI	2,642,980(4)							
Recombination 5								
GA	63,431,528	GC	63,431,528	SC/PT	2.00	FIX	3136ATTJ3	August 2038
GI	5,285,961(4)							
Recombination 6								
GA	63,431,528	GD	63,431,528	SC/PT	2.25	FIX	3136ATTK0	August 2038
GI	7,928,941(4)							
Recombination 7								
GA	63,431,528	GE	63,431,528	SC/PT	2.50	FIX	3136ATTL8	August 2038
GI	10,571,921(4)							

<u>REMIC Certificates</u>		<u>RCR Certificates</u>						<u>Final</u>
<u>Classes</u>	<u>Original Balances</u>	<u>RCR Classes</u>	<u>Original Balances</u>	<u>Principal Type(2)</u>	<u>Interest Rate</u>	<u>Interest Type(2)</u>	<u>CUSIP Number</u>	<u>Distribution Date</u>
Recombination 8								
GA	\$63,431,528	G	\$ 63,431,528	SC/PT	6.00%	FIX	3136ATTM6	August 2038
GI	47,573,646(4)							

- (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) The AL Class is an RCR Class formed by a combination of the AD Class in Group 1, the BD Class in Group 2 and the CD Class in Group 3.
- (4) Notional principal balances. These Classes are Interest Only Classes. See page S-7 for a description of how their notional principal balances are calculated.
- (5) The F Class is an RCR Class formed by a combination of the AF Class in Group 1, the BF Class in Group 2 and the CF Class in Group 3.
- (6) For a description of this interest rate, see “Summary—Interest Rates” in this prospectus supplement.

No one is authorized to give information or to make representations in connection with the Certificates other than the information and representations contained in or incorporated into this Prospectus Supplement and the additional Disclosure Documents. We take no responsibility for 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.

Neither the Securities and Exchange Commission nor any state securities commission has approved or disapproved the Certificates or determined if this Prospectus Supplement is truthful and complete. Any representation to the contrary is a criminal offense.

\$366,968,559



**Guaranteed REMIC
Pass-Through Certificates
Fannie Mae REMIC Trust 2016-65**

PROSPECTUS SUPPLEMENT

TABLE OF CONTENTS

	Page
Table of Contents	S- 2
Available Information	S- 3
Summary	S- 5
Additional Risk Factor	S- 9
Description of the Certificates	S- 9
Certain Additional Federal Income Tax Consequences	S-21
Plan of Distribution	S-24
Credit Risk Retention	S-24
Legal Matters	S-24
Exhibit A-1	A- 1
Exhibit A-2	A- 2
Schedule 1	A- 3

Nomura

August 25, 2016
