



Connecticut Avenue Securities, Series 2017-C06
CONFIDENTIAL PRELIMINARY TERM SHEET



Fannie Mae
Issuer

Connecticut Avenue Securities, Series 2017-C06

\$1,069,435,000
(Approximate)
Confidential Term Sheet

August 9, 2017

Wells Fargo Bank, N.A.
Global Agent and Exchange Administrator





THE SECURITIES ARE BEING ISSUED BY FANNIE MAE AND ARE OBLIGATIONS OF FANNIE MAE ONLY. THE SECURITIES ARE NOT GUARANTEED BY, AND ARE NOT DEBTS OR OBLIGATIONS OF, THE UNITED STATES OR ANY AGENCY OR INSTRUMENTALITY OF THE UNITED STATES OTHER THAN FANNIE MAE. THE SECURITIES HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, OR THE LAWS OF ANY OTHER STATE OR JURISDICTION. This document has been prepared by Barclays Capital Inc. ("Barclays") for information purposes only. This document is an indicative summary of the terms and conditions of the securities described herein and may be amended, superseded or replaced by subsequent summaries, and will be superseded by the applicable offering document(s), which will set out the final terms and conditions of the securities.

This document shall not constitute an underwriting commitment, an offer of financing, an offer to sell or the solicitation of an offer to buy any securities described herein, which shall be subject to the internal approvals of Barclays, Morgan Stanley & Co. LLC ("Morgan Stanley"), Goldman Sachs & Co. LLC ("Goldman Sachs"), J.P. Morgan Securities LLC ("J.P. Morgan"), Merrill Lynch, Pierce, Fenner & Smith Incorporated ("BofA Merrill") and Nomura Securities International, Inc. ("Nomura" and, together with Barclays, Morgan Stanley, Goldman Sachs, J.P. Morgan and BofA Merrill, the "Dealers"). No transaction or services related thereto is contemplated without the Dealers' subsequent formal agreement. The Dealers are not acting as fiduciaries, advisors or agents. Prior to entering into any transaction, you should determine, without reliance upon the Dealers or their affiliates, the economic risks and merits, as well as the legal, tax and accounting characterizations and consequences of the transaction, and independently determine that you are able to assume these risks. The Dealers accept no liability whatsoever for any consequential losses arising from the use of this document or reliance on the information contained herein.

Neither the Dealers nor Fannie Mae guarantees the accuracy or completeness of information which is contained in this document and which is stated to have been obtained from or is based upon trade and statistical services or other third party sources. Any data on past performance, modeling or back-testing contained herein is no indication of future performance. No representation is made as to the reasonableness of the assumptions made within or the accuracy or completeness of any modeling or back-testing or any other information contained herein. All opinions and estimates are given as of the date hereof and are subject to change and neither the Dealers nor Fannie Mae assumes any obligation to update this document to reflect any such changes. The value of any investment may fluctuate as a result of market changes. The information herein is not intended to predict actual results and no assurances are given with respect thereto. Nothing herein shall be deemed to constitute investment, legal, tax, financial, accounting or other advice.

The Dealers, their affiliates and the individuals associated therewith may (in various capacities) have positions or deal in transactions or securities (or related derivatives) identical or similar to those described herein.

Notwithstanding anything herein to the contrary, each recipient hereof (and their employees, representatives, and other agents) may disclose to any and all persons, without limitation of any kind from the commencement of discussions, the U.S. federal and state income tax treatment and *This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.*



tax structure of the proposed transaction described herein and all materials of any kind (including opinions or other tax analyses) that are provided relating to such tax treatment and tax structure. For this purpose, "tax structure" is limited to facts relevant to the U.S. federal and state income tax treatment of the proposed transaction described herein and does not include information relating to the identity of the parties, their affiliates, agents or advisors.

THIS DOCUMENT DOES NOT DISCLOSE ALL THE RISKS AND OTHER SIGNIFICANT ISSUES RELATED TO AN INVESTMENT IN THE SECURITIES. PRIOR TO INVESTING IN THE SECURITIES, POTENTIAL INVESTORS SHOULD READ THE FINAL PROSPECTUS ISSUED BY FANNIE MAE RELATING TO THE SECURITIES AND ENSURE THAT THEY FULLY UNDERSTAND THE TERMS OF THE SECURITIES AND ANY APPLICABLE RISKS.

This document is confidential, and no part of it may be reproduced, distributed or transmitted without the prior written permission of the Dealers.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Connecticut Avenue Securities, Series 2017-C06
CONFIDENTIAL PRELIMINARY TERM SHEET

**CLASS 1M-1, CLASS 1M-2, CLASS 1B-1,
CLASS 2M-1, CLASS 2M-2 AND CLASS 2B-1 NOTES***
\$1,069,435,000 (Approximate)**

Class	Group	Approximate Initial Class Principal Balance or Class Notional Amount (\$) ⁽¹⁾		Expected Initial Credit Support (%)	Interest Rate ⁽²⁾	Expected Ratings (Fitch/KBRA)	Expected WAL (yrs) ⁽¹⁾	Principal Payment Window (mos) ⁽¹⁾	Interest Accrual Basis	Maturity Date ⁽³⁾	Class Type
		Amount Issued	Reference Tranches								
1A-H ⁽⁴⁾	1	Reference Tranche Only	\$15,862,354,897	3.80%							Senior
1M-1 ⁽⁵⁾	1	\$156,644,000		2.80%	1mL + ___%	BBB-sf/BBB+ (sf)	1.22	1 - 30	Actual/360	February 2030	Mezzanine
1M-1H ⁽⁴⁾	1	Reference Tranche Only	\$8,245,344	2.80%							Mezzanine
1M-2A ⁽⁵⁾⁽⁷⁾	1	\$93,986,000		2.20%	1mL + ___%	BB+sf/BBB (sf)	3.42	30 - 53	Actual/360	February 2030	Mezzanine
1M-AH ⁽⁴⁾	1	Reference Tranche Only	\$4,947,606	2.20%							Mezzanine
1M-2B ⁽⁵⁾⁽⁷⁾	1	\$93,986,000		1.60%	1mL + ___%	BB-sf/BB+ (sf)	5.57	53 - 82	Actual/360	February 2030	Mezzanine
1M-BH ⁽⁴⁾	1	Reference Tranche Only	\$4,947,606	1.60%							Mezzanine
1M-2C ⁽⁵⁾⁽⁷⁾	1	\$93,986,000		1.00%	1mL + ___%	Bsf/BB (sf)	8.45	82 - 120	Actual/360	February 2030	Mezzanine
1M-CH ⁽⁴⁾	1	Reference Tranche Only	\$4,947,606	1.00%							Mezzanine
1M-2 ⁽⁷⁾	1	\$281,958,000		1.00%	1mL + ___%	Bsf/BB (sf)	5.81	30 - 120	Actual/360	February 2030	RCR/Mezzanine
1B-1 ⁽⁵⁾	1	\$78,322,000		0.50%	1mL + ___%	NR/NR	10.01	120 - 120	Actual/360	February 2030	Subordinate
1B-1H ⁽⁴⁾	1	Reference Tranche Only	\$4,122,672	0.50%							Subordinate
1B-2H ⁽⁴⁾	1	Reference Tranche Only	\$82,444,672	0.00%	1mL + 11.00% ⁽⁸⁾						Subordinate
2A-H ⁽⁴⁾⁽⁶⁾	2	Reference Tranche Only	\$14,850,014,032	4.25% ⁽⁶⁾							Senior
2M-1 ⁽⁵⁾	2	\$117,869,000		3.45%	1mL + ___%	BBB-sf/BBB (sf)	1.35	1 - 27	Actual/360	February 2030	Mezzanine
2M-1H ⁽⁴⁾	2	Reference Tranche Only	\$6,204,224	3.45%							Mezzanine
2M-2A ⁽⁵⁾⁽⁷⁾	2	\$119,342,000		2.64%	1mL + ___%	BBsf/BBB- (sf)	3.25	27 - 52	Actual/360	February 2030	Mezzanine
2M-AH ⁽⁴⁾	2	Reference Tranche Only	\$6,282,140	2.64%							Mezzanine
2M-2B ⁽⁵⁾⁽⁷⁾	2	\$120,816,000		1.82%	1mL + ___%	BB-sf/BB (sf)	5.71	52 - 87	Actual/360	February 2030	Mezzanine
2M-BH ⁽⁴⁾	2	Reference Tranche Only	\$6,359,055	1.82%							Mezzanine
2M-2C ⁽⁵⁾⁽⁷⁾	2	\$120,816,000		1.00%	1mL + ___%	Bsf/B+ (sf)	8.99	87 - 120	Actual/360	February 2030	Mezzanine
2M-CH ⁽⁴⁾	2	Reference Tranche Only	\$6,359,055	1.00%							Mezzanine
2M-2 ⁽⁷⁾	2	\$360,974,000		1.00%	1mL + ___%	Bsf/B+ (sf)	6.00	27 - 120	Actual/360	February 2030	RCR/Mezzanine
2B-1 ⁽⁵⁾	2	\$73,668,000		0.50%	1mL + ___%	NR/NR	10.01	120 - 120	Actual/360	February 2030	Subordinate
2B-1H ⁽⁴⁾	2	Reference Tranche Only	\$3,877,765	0.50%							Subordinate
2B-2H ⁽⁴⁾	2	Reference Tranche Only	\$77,545,765	0.00%	1mL + 11.00% ⁽⁸⁾						Subordinate
Total:		\$1,069,435,000**	\$30,928,652,439								

* Offered on the Closing Date (the "Offered Notes").

** Including only Offered Notes.

Holder of certain Classes may exchange them for Classes of the corresponding Classes of Related Combinable and Recombinable Notes (the "RCR Notes") to be delivered at the time of exchange. The Classes of RCR Notes are the Class 1M-2, Class 1A-II, Class

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Connecticut Avenue Securities, Series 2017-C06
CONFIDENTIAL PRELIMINARY TERM SHEET

1A-I2, Class 1A-I3, Class 1A-I4, Class 1E-A1, Class 1E-A2, Class 1E-A3, Class 1E-A4, Class 1B-I1, Class 1B-I2, Class 1B-I3, Class 1B-I4, Class 1E-B1, Class 1E-B2, Class 1E-B3, Class 1E-B4, Class 1C-I1, Class 1C-I2, Class 1C-I3, Class 1C-I4, Class 1E-C1, Class 1E-C2, Class 1E-C3, Class 1E-C4, Class 1E-D1, Class 1E-D2, Class 1E-D3, Class 1E-D4, Class 1E-D5, Class 1E-F1, Class 1E-F2, Class 1E-F3, Class 1E-F4, Class 1E-F5, Class 1-X1, Class 1-X2, Class 1-X3, Class 1-X4, Class 1-Y1, Class 1-Y2, Class 1-Y3, Class 1-Y4, Class 2M-2, Class 2A-I1, Class 2A-I2, Class 2A-I3, Class 2A-I4, Class 2E-A1, Class 2E-A2, Class 2E-A3, Class 2E-A4, Class 2B-I1, Class 2B-I2, Class 2B-I3, Class 2B-I4, Class 2E-B1, Class 2E-B2, Class 2E-B3, Class 2E-B4, Class 2C-I1, Class 2C-I2, Class 2C-I3, Class 2C-I4, Class 2E-C1, Class 2E-C2, Class 2E-C3, Class 2E-C4, Class 2E-D1, Class 2E-D2, Class 2E-D3, Class 2E-D4, Class 2E-D5, Class 2E-F1, Class 2E-F2, Class 2E-F3, Class 2E-F4, Class 2E-F5, Class 2-X1, Class 2-X2, Class 2-X3, Class 2-X4, Class 2-Y1, Class 2-Y2, Class 2-Y3 and Class 2-Y4 Notes. For a more detailed description of the RCR Notes, see Schedule I hereto.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Connecticut Avenue Securities, Series 2017-C06
CONFIDENTIAL PRELIMINARY TERM SHEET

Information is preliminary and subject to final collateral and legal review. The analyses, calculations and valuations herein are based on certain assumptions and data provided by third parties that may vary from the actual characteristics of the final collateral. Investors should rely on the information contained in the final prospectus.

- (1) The principal amounts and notional amounts presented in this term sheet are approximate and subject to a +/- 5% variance. Weighted average lives and principal payment windows (if applicable) with respect to the Class 1M-1 Notes, Class 1M-2A Notes, Class 1M-2B Notes, Class 1M-2C Notes, Class 1M-2 Notes, Class 1B-1 Notes, Class 2M-1 Notes, Class 2M-2A Notes, Class 2M-2B Notes, Class 2M-2C Notes, Class 2M-2 Notes and Class 2B-1 Notes (together with the additional Classes of RCR Notes set forth on Schedule I hereto, the "Notes") assume that no Credit Events or Modification Events occur, prepayments occur at the pricing speed of 10% CPR (calculated from the Closing Date), the Notes pay on the 25th day of each month beginning in September 2017 and the Early Redemption Option is exercised on the Payment Date in August 2027.
- (2) Each Class of Offered Notes will be sold at a price of par.
- (3) The Class Principal Balance of any outstanding Group 1 Notes will be paid in full on the earlier to occur of the Group 1 Early Redemption Date, if any, and the Maturity Date. Similarly, the Class Principal Balance of any outstanding Group 2 Notes will be paid in full on the earlier to occur of the Group 2 Early Redemption Date, if any, and the Maturity Date.
- (4) The Class 1A-H Reference Tranche, Class 1M-1H Reference Tranche, Class 1M-AH Reference Tranche, Class 1M-BH Reference Tranche, Class 1M-CH Reference Tranche, Class 1B-1H Reference Tranche, Class 1B-2H Reference Tranche, Class 2A-H Reference Tranche, Class 2M-1H Reference Tranche, Class 2M-AH Reference Tranche, Class 2M-BH Reference Tranche, Class 2M-CH Reference Tranche, Class 2B-1H Reference Tranche and Class 2B-2H Reference Tranche will not have corresponding Notes and will be referenced only in connection with making calculations of payments required to be made by Fannie Mae and reductions and increases in the principal amounts of the Notes.
- (5) The Class 1M-1 Notes, Class 1M-2A Notes, Class 1M-2B Notes, Class 1M-2C Notes, Class 1B-1 Notes, Class 2M-1 Notes, Class 2M-2A Notes, Class 2M-2B Notes, Class 2M-2C Notes and Class 2B-1 Notes will have corresponding Reference Tranches for the purpose of making calculations of principal payments required to be made by Fannie Mae and reductions and increases in the principal amounts of the Notes.
- (6) The Class 2A-H Reference Tranche will have an initial subordination percentage of 4.25%, with a required subordination percentage of 4.50%.
- (7) The Holders of the Class 1M-2 Notes may exchange all or part of that Class for proportionate interests in the Class 1M-2A, Class 1M-2B and Class 1M-2C Notes (together, the "Group 1 Exchangeable Notes"), and vice versa. Additionally, the Holders of the Class 1M-2A, Class 1M-2B and Class 1M-2C Notes may exchange all or part of those Classes for proportionate interests in the Classes of Related Combinable and Recombinable Notes (the "Group 1 RCR Notes") in the applicable combinations set forth on

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Fannie Mae™

Connecticut Avenue Securities, Series 2017-C06
CONFIDENTIAL PRELIMINARY TERM SHEET

Schedule I hereto, and vice versa. The Holders of the Class 2M-2 Notes may exchange all or part of that Class for proportionate interests in the Class 2M-2A, Class 2M-2B and Class 2M-2C Notes (together, the "Group 2 Exchangeable Notes" and, together with the Group 1 Exchangeable Notes, the "Exchangeable Notes"), and vice versa. Additionally, the Holders of the Class 2M-2A, Class 2M-2B and Class 2M-2C Notes may exchange all or part of those Classes for proportionate interests in the Classes of Related Combinable and Recombinable Notes (the "Group 2 RCR Notes" and, together with the Group 1 RCR Notes, the "RCR Notes") in the applicable combinations set forth on Schedule I hereto, and vice versa. Holders of certain Classes of RCR Notes may further exchange all or part of those Classes for proportionate interests in other RCR Notes in the applicable combinations set forth on Schedule I hereto, and vice versa. Of the Exchangeable Notes and the RCR Notes, only the Class 1M-2 and Class 2M-2 Notes are Offered Notes.

- (8) The Class 1B-2H Reference Tranche and the Class 2B-2H Reference Tranche are each assigned a class coupon solely for purposes of calculations in connection with the allocation of Modification Loss Amounts to the Mezzanine and Subordinate Reference Tranches in the related Group.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Transaction Overview

The Notes will be unsecured general obligations of Fannie Mae, or the "Issuer", and will be subject to the credit and principal payment risk of the related portion of a certain pool (the "Reference Pool") of residential mortgage loans (the "Reference Obligations") held in various Fannie Mae-guaranteed MBS. The transaction is designed to furnish credit protection to Fannie Mae with respect to Reference Obligations that experience losses relating to Credit Events and Modification Events. The actual cash flows from the Reference Obligations will never be paid to the holders of the Notes (the "Noteholders" or "Holders," and each, a "Noteholder" or a "Holder"). Fannie Mae will make monthly payments of accrued interest and periodic payments of principal to the Noteholders. The Notes will be issued at par and, except for the Interest Only RCR Notes (as defined herein), will be 12.5-year, uncapped LIBOR-based floaters.

On the Termination Date for a Group, the Class Principal Balances of all outstanding Notes in that Group will be paid in full. If there are unrecovered losses on any Notes as of the Termination Date, holders of those Notes will be entitled to certain projected recovery payments on that date.

The Reference Obligations will be divided into two "Loan Groups". The Class 1M-1 Notes, Class 1M-2A Notes, Class 1M-2B Notes, Class 1M-2C Notes and Class 1B-1 Notes (collectively with the Group 1 RCR Notes, the "Group 1 Classes" or "Group 1 Notes") relate to the Reference Obligations in "Loan Group 1". The Class 2M-1 Notes, Class 2M-2A Notes, Class 2M-2B Notes, Class 2M-2C Notes and Class 2B-1 Notes (collectively with the Group 2 RCR Notes, the "Group 2 Classes" or "Group 2 Notes"; the Group 1 Notes and Group 2 Notes are referred to herein as "Groups") relate to the Reference Obligations in "Loan Group 2". The "Offered Notes" consist of the Class 1M-1, Class 1M-2, Class 1B-1, Class 2M-1, Class 2M-2 and Class 2B-1 Notes. The transaction is structured to provide credit protection to Fannie Mae with respect to Reference Obligations as to which certain credit and modification events occur. This credit protection is achieved in part by allowing Fannie Mae to reduce the outstanding class principal balances of the Notes related to the designated Credit Events and Modification Events on the Reference Obligations in the related Loan Group. The occurrence of certain Credit Events or Modification Events on the Reference Obligations could result in write-downs of the class principal balances of the Notes to the extent losses are realized on such Reference Obligations as a result of these events. In addition, the interest entitlement of the Notes may be subject to reduction based on the occurrence of Modification Events on these Reference Obligations to the extent losses are realized with respect thereto. All cash flow calculations performed with respect to Loan Group 1 will affect the Group 1 Classes only, and all cash flow calculations performed with respect to Loan Group 2 will affect the Group 2 Classes only.

Although the Notes will be unsecured general obligations of Fannie Mae, and Fannie Mae alone will make all of the principal and interest payments on the Notes, the transaction has been structured so that the capital structure and cash flow allocations relative to principal payments of the Notes are reflective of private label senior/subordinate residential mortgage backed securities. Accordingly, subordinate interests will not receive allocations in respect of unscheduled principal unless target credit enhancement and delinquency percentages have been maintained. However, unlike securities in some senior/subordinate private label residential mortgage-backed securitizations, the principal payments required to be paid by Fannie Mae on the Notes will be based in part on the principal that is actually collected on the Reference

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Fannie Mae

Connecticut Avenue Securities, Series 2017-C06
CONFIDENTIAL PRELIMINARY TERM SHEET

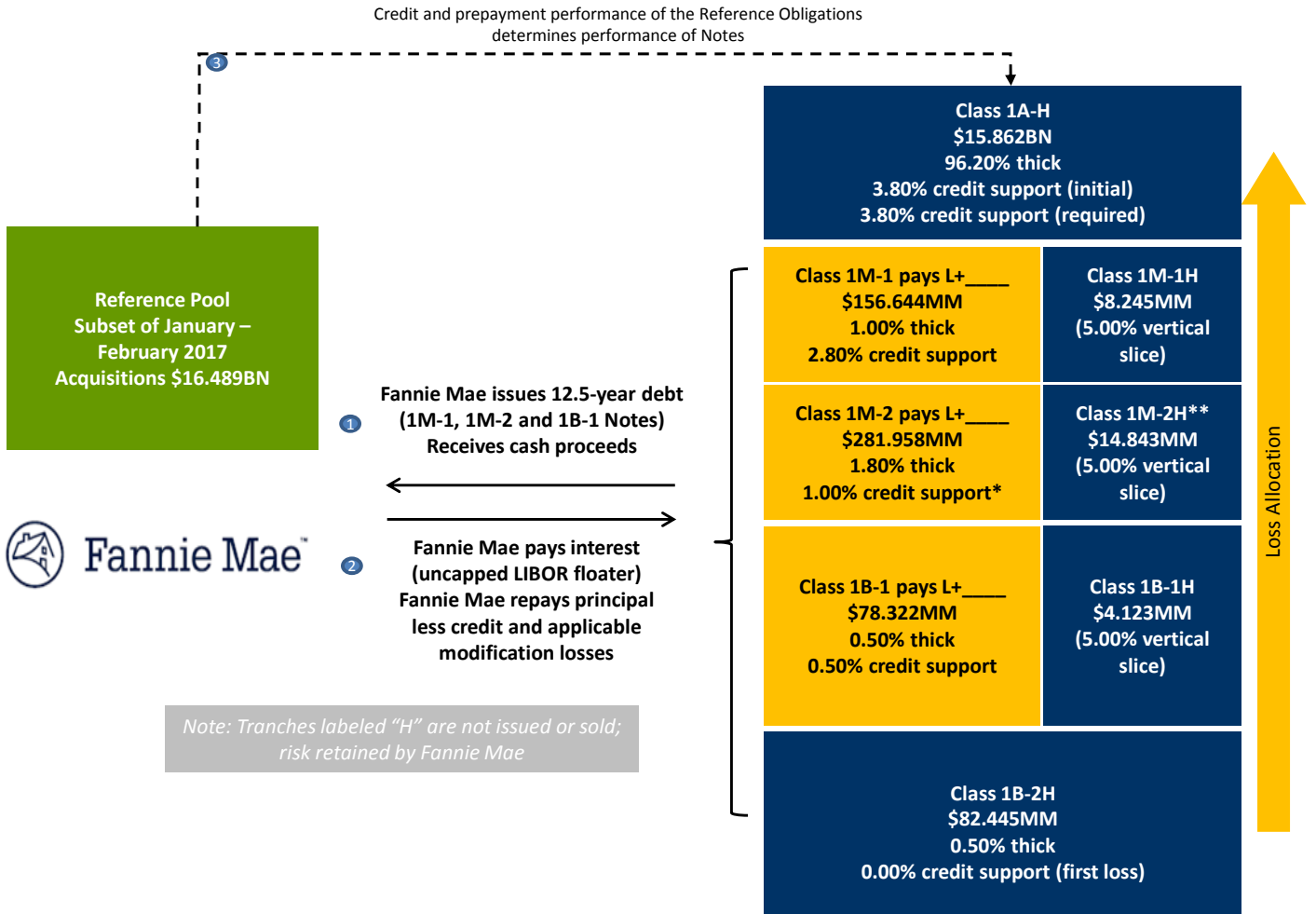
Obligations in the related Loan Group, rather than on the entire amount of scheduled payments due on those Reference Obligations as further described herein.

Capitalized terms used in this term sheet are defined when first used or in the "*GLOSSARY OF CERTAIN DEFINED TERMS*."

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 1



*Initial credit support will be 2.20% for the Class 1M-2A Notes, 1.60% for the Class 1M-2B Notes and 1.00% for the Class 1M-2C Notes.

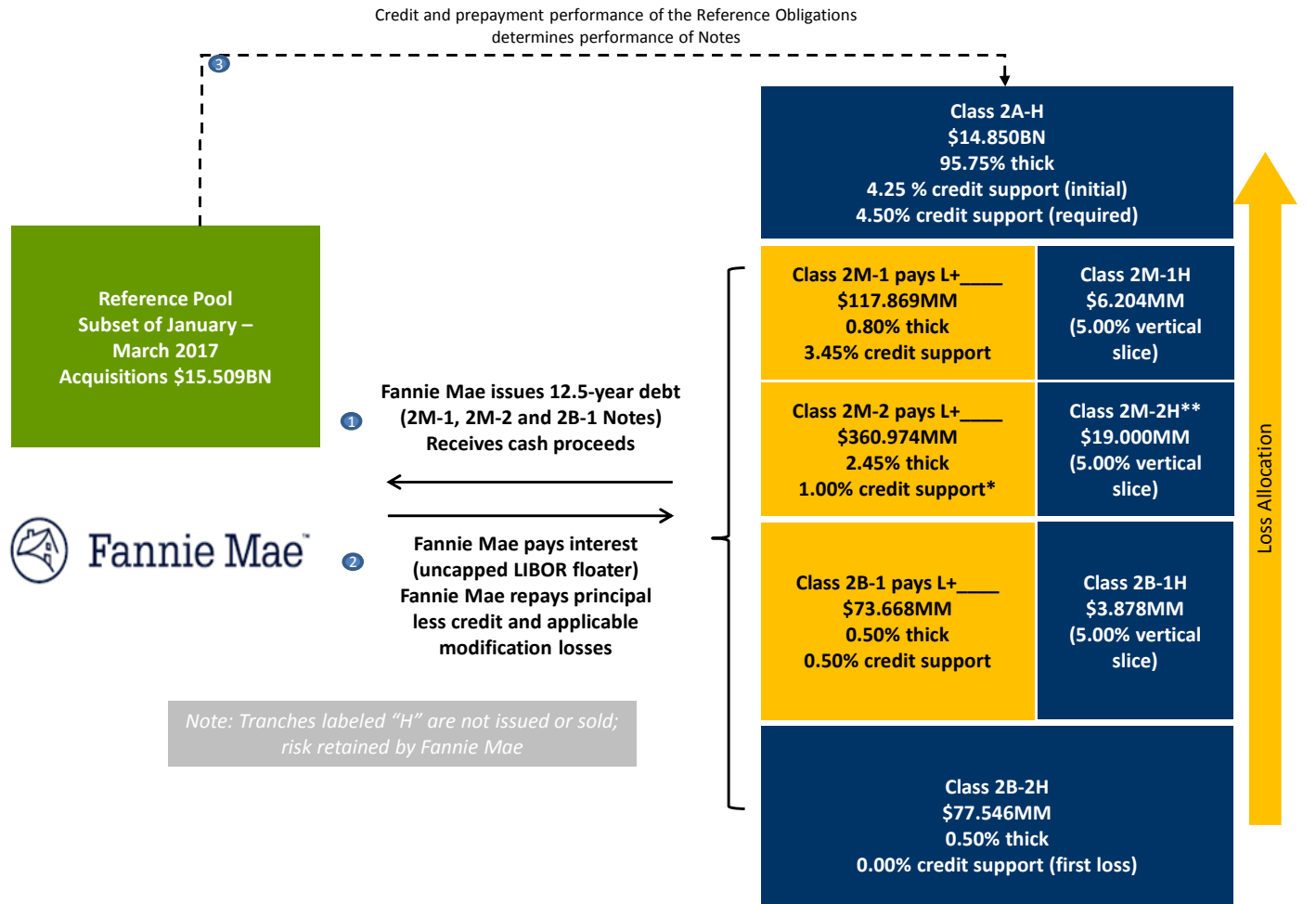
**Shown for illustrative purposes only.

Represents the sum of the Class Notional Amounts of the Class 1M-CH, Class 1M-BH and Class 1M-AH Reference Tranches. Losses are allocated to such Reference Tranches in that order.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 2



Note: Tranches labeled "H" are not issued or sold; risk retained by Fannie Mae

*Initial credit support will be 2.64% for the Class 2M-2A Notes, 1.82% for the Class 2M-2B Notes and 1.00% for the Class 2M-2C Notes.

**Shown for illustrative purposes only. Represents the sum of the Class Notional Amounts of the Class 2M-CH, Class 2M-BH and Class 2M-AH Reference Tranches. Losses are allocated to such Reference Tranches in that order.



GENERAL INFORMATION

Issuer	Fannie Mae
Title of Series	Connecticut Avenue Securities ("CAS"), Series 2017-C06
Offered Notes	Class 1M-1, Class 1M-2, Class 1B-1, Class 2M-1, Class 2M-2 and Class 2B-1 Notes.
Global Agent	Wells Fargo Bank, N.A., as the Global Agent of Fannie Mae, will perform certain reporting and administrative functions with respect to the Notes, including calculating payments on the Notes. Fees and expenses of the Global Agent will be paid by the Issuer.
Exchange Administrator	Wells Fargo Bank, N.A. will act as the Exchange Administrator for the RCR Notes and the Exchangeable Notes. The Exchange Administrator will, among other duties, administer all exchanges of RCR Notes for Exchangeable Notes and vice versa, which will include receiving notices of requests for such exchanges from Noteholders, accepting the Notes to be exchanged, and giving notice to the Global Agent of all such exchanges.
Master Servicer	Fannie Mae
Lead Managers and Joint Bookrunners	Barclays Capital Inc. ("Barclays") (Structuring Lead) and Morgan Stanley & Co. LLC ("Morgan Stanley") (Co-Lead Manager)
Co-Managers	Goldman Sachs & Co. LLC ("Goldman Sachs"), J.P. Morgan Securities LLC ("J.P. Morgan"), Merrill Lynch, Pierce, Fenner & Smith Incorporated ("BofA Merrill") and Nomura Securities International, Inc. ("Nomura")
Selling Group Members	Multi-Bank Securities, Inc. and Great Pacific Securities
Cut-off Date	For this term sheet and for the prospectus, June 30, 2017
Closing Date	On or about August 23, 2017
Payment Date	The 25 th day of each calendar month (or, if not a business day, the following business day), commencing in September 2017.
Accrual Period	With respect to each Payment Date, the period beginning on and including the prior Payment Date (or, in the case of the first Payment Date, the Closing Date) and ending on and including the day preceding such Payment Date. Interest will be

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



calculated based on the actual number of days in an Accrual Period and a 360-day year.

Note Rate

The Note Rate on each Class of Notes for any Accrual Period will be equal to the floating or fixed per annum rate specified for such class as set forth in the final prospectus.

Legal Status

The Notes will be unsecured general obligations having the same priority as all of Fannie Mae's other unsecured debt. The RCR Notes represent interests in (i) the Class 1M-2A Notes, Class 1M-2B Notes and/or Class 1M-2C Notes or (ii) the Class 2M-2A Notes, Class 2M-2B Notes and/or Class 2M-2C Notes, as applicable. **The United States does not guarantee the Notes or any interest or return of discount on the Notes. The Notes are not debts or obligations of the United States or any agency or instrumentality of the United States other than Fannie Mae.**

Group 1 Notes

The Class 1M-1 Notes, Class 1M-2 Notes (together with the Class 1M-2A Notes, Class 1M-2B Notes, Class 1M-2C Notes and the additional Group 1 RCR Notes set forth on Schedule I hereto) and Class 1B-1 Notes.

The Class 1M-2A, Class 1M-2B and Class 1M-2C Notes are the "Group 1 Exchangeable Notes." The Notes will receive principal payments, if entitled to receive principal, and will be allocated reductions and increases in Class Principal Balance or Class Notional Amount, as applicable, in accordance with such allocations to the related Reference Tranches.

Group 2 Notes

The Class 2M-1 Notes, Class 2M-2 Notes (together with the Class 2M-2A Notes, Class 2M-2B Notes, Class 2M-2C Notes and the additional Group 2 RCR Notes set forth on Schedule I hereto) and Class 2B-1 Notes.

The Class 2M-2A, Class 2M-2B and Class 2M-2C Notes are the "Group 2 Exchangeable Notes." The Notes will receive principal payments, if entitled to receive principal, and will be allocated reductions and increases in Class Principal Balance or Class Notional Amount, as applicable, in accordance with such allocations to the related Reference Tranches.

RCR Notes

The Group 1 Related Combinable and Recombinable Notes, or "Group 1 RCR Notes" and the Group 2 Related Combinable and Recombinable Notes, or "Group 2 RCR Notes", are set forth on Schedule I hereto. At any time, Holders of Class 1M-2 Notes or Class 2M-2 Notes may exchange all or part of those

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Notes for proportionate interests in the related Exchangeable Notes, and vice versa. Additionally, Holders of Class 1M-2A, Class 1M-2B, Class 1M-2C, Class 2M-2A, Class 2M-2B and Class 2M-2C Notes may further exchange all or part of those Exchangeable Notes for proportionate interests in the related RCR Notes, and vice versa. Certain Classes of related RCR Notes may further be exchanged for other Classes of RCR Notes as set forth on Schedule I hereto, and vice versa. Exchanges may occur repeatedly. Schedule I attached hereto sets forth the available combinations (the "Combinations") and characteristics of the RCR Notes. RCR Notes that are held by Holders will receive interest payments that are allocable to the related Exchangeable Notes, calculated at the applicable class coupon rate, and all principal amounts that are payable by Fannie Mae on the related Exchangeable Notes will be allocated to and payable to the related RCR Notes entitled to principal. In addition, all Tranche Write-down Amounts that are allocable to Exchangeable Notes will be allocated to reduce the Class Principal Balance or Class Notional Amount, as applicable, of the related RCR Notes. Further, all Tranche Write-up Amounts that are allocable to Exchangeable Notes will be allocated to increase the Class Principal Balance or Class Notional Amount, as applicable, of the related RCR Notes.

Certain of the RCR Notes set forth on Schedule I hereto are interest only RCR Notes (the "Interest Only RCR Notes"). The Interest Only RCR Notes are not entitled to receive payments of principal. Each Class of Interest Only RCR Notes has a "Class Notional Amount" as of any Payment Date equal to a specified percentage of the outstanding Class Principal Balance of the related Class of Exchangeable Notes or RCR Notes, as the case may be.

Reference Tranches

Group 1

The Class 1A-H Reference Tranche, Class 1M-1 Reference Tranche, Class 1M-1H Reference Tranche, Class 1M-2A Reference Tranche, Class 1M-AH Reference Tranche, Class 1M-2B Reference Tranche, Class 1M-BH Reference Tranche, Class 1M-2C Reference Tranche, Class 1M-CH Reference Tranche, Class 1B-1 Reference Tranche, Class 1B-1H Reference Tranche and Class 1B-2H Reference Tranche (collectively, the "Group 1 Reference Tranches"), which are described solely for the purpose of calculating principal payments required to be made on the Group 1 Notes by Fannie Mae, any reductions or increases of principal on the Notes as a result of Credit Events on the Reference Obligations in Loan

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 1 and any reductions in the interest or principal entitlements of the Group 1 Notes as a result of Modification Events on the Reference Obligations in Loan Group 1. Only the Class 1M-1 Reference Tranche, Class 1M-2A Reference Tranche, Class 1M-2B Reference Tranche, Class 1M-2C Reference Tranche and Class 1B-1 Reference Tranche will have corresponding Classes of Notes on the Closing Date.

Group 2

The Class 2A-H Reference Tranche, Class 2M-1 Reference Tranche, Class 2M-1H Reference Tranche, Class 2M-2A Reference Tranche, Class 2M-AH Reference Tranche, Class 2M-2B Reference Tranche, Class 2M-BH Reference Tranche, Class 2M-2C Reference Tranche, Class 2M-CH Reference Tranche, Class 2B-1 Reference Tranche, Class 2B-1H Reference Tranche and Class 2B-2H Reference Tranche (collectively, the "Group 2 Reference Tranches"), which are described solely for the purpose of calculating principal payments required to be made on the Group 2 Notes by Fannie Mae, any reductions or increases of principal on the Notes as a result of Credit Events on the Reference Obligations in Loan Group 2 and any reductions in the interest or principal entitlements of the Group 2 Notes as a result of Modification Events on the Reference Obligations in Loan Group 2. Only the Class 2M-1 Reference Tranche, Class 2M-2A Reference Tranche, Class 2M-2B Reference Tranche, Class 2M-2C Reference Tranche and Class 2B-1 Reference Tranche will have corresponding Classes of Notes on the Closing Date.

Senior Reference Tranche

Group 1

The Class 1A-H Reference Tranche (the "Group 1 Senior Reference Tranche").

Group 2

The Class 2A-H Reference Tranche (the "Group 2 Senior Reference Tranche").

Mezzanine Reference Tranches

Group 1

The Class 1M-1 Reference Tranche, Class 1M-1H Reference Tranche, Class 1M-2A Reference Tranche, Class 1M-AH Reference Tranche, Class 1M-2B Reference Tranche, Class 1M-BH Reference Tranche, Class 1M-2C Reference Tranche and Class 1M-CH Reference Tranche (collectively, the "Group

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



1 Mezzanine Reference Tranches").

Group 2

The Class 2M-1 Reference Tranche, Class 2M-1H Reference Tranche, Class 2M-2A Reference Tranche, Class 2M-AH Reference Tranche, Class 2M-2B Reference Tranche, Class 2M-BH Reference Tranche, Class 2M-2C Reference Tranche and Class 2M-CH Reference Tranche (collectively, the "Group 2 Mezzanine Reference Tranches").

Subordinate Reference Tranches

Group 1

The Group 1 Mezzanine Reference Tranches, Class 1B-1 Reference Tranche, Class 1B-1H Reference Tranche and Class 1B-2H Reference Tranche (collectively, the "Group 1 Subordinate Reference Tranches").

Group 2

The Group 2 Mezzanine Reference Tranches, Class 2B-1 Reference Tranche, Class 2B-1H Reference Tranche and Class 2B-2H Reference Tranche (collectively, the "Group 2 Subordinate Reference Tranches").

Class Notional Amount of Reference Tranches

Group 1

As of any Payment Date and with respect to each Group 1 Reference Tranche, a notional amount equal to the initial Class Notional Amount of such Group 1 Reference Tranche, minus the aggregate amount of Group 1 Senior Reduction Amounts or Group 1 Subordinate Reduction Amounts allocated to such Group 1 Reference Tranche on such Payment Date and all prior Payment Dates, minus the aggregate amount of Tranche Write-down Amounts allocated to reduce the Class Notional Amount of such Group 1 Reference Tranche on such Payment Date and on all prior Payment Dates, and plus the aggregate amount of Tranche Write-up Amounts allocated to increase the Class Notional Amount of such Group 1 Reference Tranche on such Payment Date and on all prior Payment Dates. For the avoidance of doubt, no Tranche Write-up Amount or Tranche Write-down Amount will be applied twice on the same Payment Date.

Group 2

As of any Payment Date and with respect to each Group 2 Reference Tranche, a notional amount equal to the initial Class

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Notional Amount of such Group 2 Reference Tranche, minus the aggregate amount of Group 2 Senior Reduction Amounts or Group 2 Subordinate Reduction Amounts allocated to such Group 2 Reference Tranche on such Payment Date and all prior Payment Dates, minus the aggregate amount of Tranche Write-down Amounts allocated to reduce the Class Notional Amount of such Group 2 Reference Tranche on such Payment Date and on all prior Payment Dates, and plus the aggregate amount of Tranche Write-up Amounts allocated to increase the Class Notional Amount of such Group 2 Reference Tranche on such Payment Date and on all prior Payment Dates. For the avoidance of doubt, no Tranche Write-up Amount or Tranche Write-down Amount will be applied twice on the same Payment Date.

Settlement

The Notes will settle with no accrued interest.

Form of Offering

Exempt from registration with the SEC under the Securities Act. The Notes are being offered only to "Qualified Institutional Buyers" (as defined in Rule 144A under the Securities Act).

Ratings/Rating Agencies

The Issuer has engaged Fitch Ratings Inc. ("Fitch") and Kroll Bond Rating Agency, Inc. ("KBRA") to rate the Class 1M-1 Notes, Class 1M-2A Notes, Class 1M-2B Notes, Class 1M-2C Notes, Class 1M-2 Notes, Class 2M-1 Notes, Class 2M-2A Notes, Class 2M-2B Notes, Class 2M-2C Notes, Class 2M-2 Notes and certain additional Classes of RCR Notes set forth on Schedule I hereto on the Closing Date. No rating agency has been engaged to rate the Class 1B-1 Notes or the Class 2B-1 Notes on the Closing Date.

Reporting Period

The second calendar month preceding the month of each Payment Date. The delinquency status of each Reference Obligation will be determined as of the close of business on the last day of the related Reporting Period.

Maturity Date

On the Payment Date in February 2030, the Issuer will be obligated to retire the Notes by paying an amount equal to their full remaining Class Principal Balances, plus accrued and unpaid interest. However, the Group 1 Notes or the Group 2 Notes may be paid in full prior to the Maturity Date on (a) the Payment Date on which the Early Redemption Option, if any, is exercised with respect to such Notes or (b) the Payment Date on which the aggregate Class Principal Balance of all outstanding Group 1 Notes or Group 2 Notes, as applicable, is otherwise reduced to zero. If on the Maturity Date a Class of RCR Notes

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



is outstanding, all amounts payable on the Exchangeable Notes that were exchanged for such RCR Notes will be allocated to and payable on the applicable RCR Notes entitled to receive those amounts.

Early Redemption Option*Group 1*

The Issuer may redeem the Class 1M-1 Notes, Class 1M-2A Notes, Class 1M-2B Notes, Class 1M-2C Notes and Class 1B-1 Notes on any Payment Date on or after the earlier to occur of (i) the Payment Date on which the aggregate unpaid principal balance of the Reference Obligations in Loan Group 1 is less than or equal to 10% of the Loan Group 1 Cut-off Date Balance or (ii) the Payment Date occurring in August 2027, by paying an amount equal to the outstanding Class Principal Balance of the Class 1M-1 Notes, Class 1M-2A Notes, Class 1M-2B Notes, Class 1M-2C Notes and Class 1B-1 Notes, plus accrued and unpaid interest and related unpaid fees and expenses of the Global Agent. If on the Group 1 Early Redemption Date a Class of Group 1 RCR Notes is outstanding, all principal amounts that are payable by Fannie Mae on the Group 1 Exchangeable Notes that were exchanged for such Group 1 RCR Notes will be allocated to and payable on the applicable Group 1 RCR Notes entitled to receive principal.

Group 2

The Issuer may redeem the Class 2M-1 Notes, Class 2M-2A Notes, Class 2M-2B Notes, Class 2M-2C Notes and Class 2B-1 Notes on any Payment Date on or after the earlier to occur of (i) the Payment Date on which the aggregate unpaid principal balance of the Reference Obligations in Loan Group 2 is less than or equal to 10% of the Loan Group 2 Cut-off Date Balance or (ii) the Payment Date occurring in August 2027, by paying an amount equal to the outstanding Class Principal Balance of the Class 2M-1 Notes, Class 2M-2A Notes, Class 2M-2B Notes, Class 2M-2C Notes and Class 2B-1 Notes, plus accrued and unpaid interest and related unpaid fees and expenses of the Global Agent. If on the Group 2 Early Redemption Date a Class of Group 2 RCR Notes is outstanding, all principal amounts that are payable by Fannie Mae on the Group 2 Exchangeable Notes that were exchanged for such Group 2 RCR Notes will be allocated to and payable on the applicable Group 2 RCR Notes entitled to receive principal.

Group 1 Early Redemption

The Payment Date, if any, on which the Group 1 Notes are redeemed by the Issuer pursuant to the Early Redemption

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Date	Option for the Group 1 Notes.
Group 2 Early Redemption Date	The Payment Date, if any, on which the Group 2 Notes are redeemed by the Issuer pursuant to the Early Redemption Option for the Group 2 Notes.
Group 1 Termination Date	<p>The Group 1 Notes will no longer be outstanding upon the date which is the earliest of:</p> <ol style="list-style-type: none">(1) the Maturity Date;(2) the Group 1 Early Redemption Date; and(3) the Payment Date on which the aggregate initial Class Principal Balance (without giving effect to any allocations of Tranche Write-down Amounts or Tranche Write-up Amounts related to the Group 1 Notes on such Payment Date and all prior Payment Dates) and accrued and unpaid interest due on the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C and Class 1B-1 Notes plus related unpaid fees and expenses of the Global Agent have otherwise been paid in full.
Group 2 Termination Date	<p>The Group 2 Notes will no longer be outstanding upon the date which is the earliest of:</p> <ol style="list-style-type: none">(1) the Maturity Date;(2) the Group 2 Early Redemption Date; and(3) the Payment Date on which the aggregate initial Class Principal Balance (without giving effect to any allocations of Tranche Write-down Amounts or Tranche Write-up Amounts related to the Group 2 Notes on such Payment Date and all prior Payment Dates) and accrued and unpaid interest due on the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C and Class 2B-1 Notes plus related unpaid fees and expenses of the Global Agent have otherwise been paid in full.
Transaction Termination Date	The transaction will terminate on the date which is the later of the Group 1 Termination Date and the Group 2 Termination Date.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



**Expected Credit
Enhancement**

Group 1

Notes/Tranches	Tranche Size	Initial Credit Support
Class 1A-H	96.20%	3.80%
Class 1M-1 and Class 1M-1H	1.00%	2.80%
Class 1M-2 ⁽¹⁾ and Class 1M-2H ⁽²⁾	1.80%	1.00%
Class 1B-1 and Class 1B-1H	0.50%	0.50%
Class 1B-2H	0.50%	0.00%

⁽¹⁾ Initial credit support will be 2.20% for the Class 1M-2A Notes, 1.60% for the Class 1M-2B Notes and 1.00% for the Class 1M-2C Notes.

⁽²⁾ Shown for illustrative purposes only. Represents the sum of the Class 1M-AH, Class 1M-BH and Class 1M-CH Reference Tranches.

The Group 1 Subordinate Reference Tranches are subordinate to, and provide credit enhancement for, the Group 1 Senior Reference Tranche and for each Class of more senior Group 1 Subordinate Reference Tranches.

Group 2

Notes/Tranches	Tranche Size	Initial Credit Support
Class 2A-H	95.75%	4.25% ⁽¹⁾
Class 2M-1 and Class 2M-1H	0.80%	3.45%
Class 2M-2 ⁽²⁾ and Class 2M-2H ⁽³⁾	2.45%	1.00%
Class 2B-1 and Class 2B-1H	0.50%	0.50%
Class 2B-2H	0.50%	0.00%

⁽¹⁾ Required credit support for the Class 2A-H Reference Tranche will be 4.50%.

⁽²⁾ Initial credit support will be 2.64% for the Class 2M-2A Notes, 1.82% for the Class 2M-2B Notes and 1.00% for the Class 2M-2C Notes.

⁽³⁾ Shown for illustrative purposes only. Represents the sum of the Class 2M-AH, Class 2M-BH and Class 2M-CH Reference Tranches.

The Group 2 Subordinate Reference Tranches are subordinate to, and provide credit enhancement for, the Group 2 Senior

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Reference Tranche and for each Class of more senior Group 2 Subordinate Reference Tranches.

Fannie Mae Retention of Minimum 5% of Underlying Credit Risk

Fannie Mae will retain at least 5% of the underlying credit risk corresponding to a vertical slice of each of the Group 1 Reference Tranches and Group 2 Reference Tranches. Moreover, Fannie Mae will retain 100% of the underlying credit risk corresponding to the Class 1B-2H Reference Tranche and the Class 2B-2H Reference Tranche.

Notes Acquired by Fannie Mae

Fannie Mae may from time to time acquire any of the Notes at any price in the open market or otherwise.

STRUCTURAL FEATURES

Scheduled Principal

With respect to each Payment Date and Loan Group, the sum of all monthly scheduled payments of principal on the Reference Obligations in that Loan Group that were collected by the related servicer during the related Reporting Period as reported to Fannie Mae. Once a Reference Obligation is removed from the related MBS, all subsequent principal collections will be treated as Unscheduled Principal.

Unscheduled Principal

With respect to each Payment Date and Loan Group:

- (a) all partial principal prepayments on the related Reference Obligations in the related Loan Group collected during the related Reporting Period, *plus*
- (b) the aggregate unpaid principal balance of all related Reference Obligations that became subject to Reference Pool Removals during the related Reporting Period (excluding (i) Credit Event Reference Obligations and (ii) the portions of any prepayments in full that consist of scheduled principal collections), *plus*
- (c) decreases in the unpaid principal balance of all Reference Obligations in the related Loan Group as the result of loan modification or data corrections, *plus*
- (d) all scheduled principal collections, if any, for any Reference Obligations in the related Loan Group that have been removed from the related MBS, *minus*
- (e) increases in the unpaid principal balances of all Reference Obligations in the related Loan Group as the result of loan modifications, reinstatements due to error, or data corrections.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



In the event that (e) above exceeds the sum of (a) through (d), the Unscheduled Principal for such Payment Date with the respect to the related Loan Group will be zero, and the Class 1A-H Notional Amount or the Class 2A-H Notional Amount, as applicable, will be increased by the amount of such excess. In April 2016, at the direction of its regulator and conservator FHFA, Fannie Mae announced a program that permits principal forgiveness as a loss mitigation alternative for a limited number of loans that were 90 days or more delinquent and underwater as of March 2016. No Reference Obligations are eligible for inclusion in this program. While there is no indication that this program will be extended or replicated, if any similar program of principal reduction were to be employed in the future that affected the Reference Obligations, any principal that was forgiven with respect to a Reference Obligation would decrease the unpaid principal balance of such Reference Obligation pursuant to clause (c) above.

Recovery Principal

With respect to each Payment Date and Loan Group, the sum of:

- (a) the excess, if any, of the related Credit Event Amount for such Payment Date over the related Tranche Write-down Amount for such Payment Date; *plus*
- (b) the related Tranche Write-up Amount for such Payment Date.

Senior Reduction Amount

With respect to each Payment Date, if either of the Minimum Credit Enhancement Test or the Delinquency Test for a Loan Group is not satisfied, the sum of:

- (a) the Senior Percentage of the Scheduled Principal for such Payment Date and Loan Group;
- (b) 100% of the Unscheduled Principal for such Payment Date and Loan Group; and
- (c) 100% of the Recovery Principal for such Payment Date and Loan Group.

As noted above, for Loan Group 2, the Minimum Credit Enhancement Test will not be satisfied at issuance and may not be satisfied for an indefinite period thereafter.

With respect to each Payment Date, if the Minimum Credit Enhancement Test and the Delinquency Test for a Loan Group are satisfied, the sum of:

- (a) the Senior Percentage of the Scheduled Principal for such Payment Date and Loan Group;

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



- (b) the Senior Percentage of the Unscheduled Principal for such Payment Date and Loan Group; and
- (c) 100% of the Recovery Principal for such Payment Date and Loan Group.

The "Senior Percentage" for a Payment Date and Loan Group is the percentage equivalent to a fraction, the numerator of which is the Class Notional Amount of the related Senior Reference Tranche immediately prior to such Payment Date and the denominator of which is the aggregate unpaid principal balance of the Reference Obligations in that Loan Group at the end of the previous Reporting Period.

Subordinate Reduction Amount

With respect to each Payment Date and Loan Group, the sum of the Scheduled Principal, Unscheduled Principal and Recovery Principal for such Payment Date and Loan Group, less the Senior Reduction Amount for such Loan Group.

Allocation of Senior Reduction Amount

Group 1

On each Payment Date prior to the Group 1 Termination Date, the Senior Reduction Amount with respect to Loan Group 1 will be allocated to the Group 1 Senior Reference Tranche until its Class Notional Amount is reduced to zero, and then to the Group 1 Subordinate Reference Tranches, in order of seniority, per "*Allocation of Subordinate Reduction Amount—Group 1*".

Because the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C and Class 1B-1 Notes correspond to the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C and Class 1B-1 Reference Tranches, respectively, any portion of the Senior Reduction Amount that is allocated to the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C or Class 1B-1 Reference Tranche will result in a corresponding reduction in the Class Principal Balance of the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C or Class 1B-1 Notes, as applicable. Such reductions in the Class Principal Balance of the Class 1M-2A, Class 1M-2B or Class 1M-2C Notes will result in a corresponding reduction in the Class Principal Balance or Class Notional Amount, as applicable, of the related RCR Notes.

Group 2

On each Payment Date prior to the Group 2 Termination Date, the Senior Reduction Amount with respect to Loan Group 2 will be allocated to the Group 2 Senior Reference Tranche until its Class Notional Amount is reduced to zero, and then to the Group 2

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Subordinate Reference Tranches, in order of seniority, per "*Allocation of Subordinate Reduction Amount—Group 2*".

Because the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C and Class 2B-1 Notes correspond to the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C and Class 2B-1 Reference Tranches, respectively, any portion of the Senior Reduction Amount that is allocated to the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C or Class 2B-1 Reference Tranche will result in a corresponding reduction in the Class Principal Balance of the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C or Class 2B-1 Notes, as applicable. Such reductions in the Class Principal Balance of the Class 2M-2A, Class 2M-2B or Class 2M-2C Notes will result in a corresponding reduction in the Class Principal Balance or Class Notional Amount, as applicable, of the related RCR Notes.

Allocation of Subordinate Reduction Amount *Group 1*

On each Payment Date prior to the Group 1 Termination Date, the Subordinate Reduction Amount with respect to Loan Group 1 will be allocated to the Group 1 Subordinate Reference Tranches:

- (i) *first*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 1M-1 and Class 1M-1H Reference Tranches until their Class Notional Amounts have been reduced to zero;
- (ii) *second*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 1M-2A and Class 1M-AH Reference Tranches until their Class Notional Amounts have been reduced to zero;
- (iii) *third*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 1M-2B and Class 1M-BH Reference Tranches until their Class Notional Amounts have been reduced to zero;
- (iv) *fourth*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 1M-2C and Class 1M-CH Reference Tranches until their Class Notional Amounts have been reduced to zero;
- (v) *fifth*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 1B-1 and Class 1B-1H Reference Tranches until their Class Notional Amounts have been reduced to zero; and
- (vi) *sixth*, to the Class 1B-2H Reference Tranche until its Class Notional Amount has been reduced to zero.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Any Subordinate Reduction Amount with respect to Loan Group 1 remaining after the allocation in the immediately preceding sentence will be allocated to reduce the Class Notional Amount of the Class 1A-H Reference Tranche.

Because the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C and Class 1B-1 Notes correspond to the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C and Class 1B-1 Reference Tranches, respectively, any portion of the Subordinate Reduction Amount with respect to Loan Group 1 that is allocated to the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C or Class 1B-1 Reference Tranche will result in a corresponding reduction in the Class Principal Balance of the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C or Class 1B-1 Notes, as applicable. The Class 1B-2H Reference Tranche will not have corresponding Notes.

If any Group 1 RCR Notes are held by Holders, any Subordinate Reduction Amount that is allocable in the *second*, *third* or *fourth* priority above on any Payment Date to the related Group 1 Exchangeable Notes will be allocated to reduce the Class Principal Balance or Class Notional Amount, as applicable, of the related Group 1 RCR Notes.

Group 2

On each Payment Date prior to the Group 2 Termination Date, the Subordinate Reduction Amount with respect to Loan Group 2 will be allocated to the Group 2 Subordinate Reference Tranches:

- (i) *first*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 2M-1 and Class 2M-1H Reference Tranches until their Class Notional Amounts have been reduced to zero;
- (ii) *second*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 2M-2A and Class 2M-AH Reference Tranches until their Class Notional Amounts have been reduced to zero;
- (iii) *third*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 2M-2B and Class 2M-BH Reference Tranches until their Class Notional Amounts have been reduced to zero;
- (iv) *fourth*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 2M-2C and Class 2M-CH Reference Tranches until their Class Notional Amounts have been reduced to zero;

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



- (v) *fifth*, concurrently, on a pro rata basis based on their Class Notional Amounts, to the Class 2B-1 and Class 2B-1H Reference Tranches until their Class Notional Amounts have been reduced to zero; and
- (vi) *sixth*, to the Class 2B-2H Reference Tranche until its Class Notional Amount has been reduced to zero.

Any Subordinate Reduction Amount with respect to Loan Group 2 remaining after the allocation in the immediately preceding sentence will be allocated to reduce the Class Notional Amount of the Class 2A-H Reference Tranche.

Because the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C and Class 2B-1 Notes correspond to the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C and Class 2B-1 Reference Tranches, respectively, any portion of the Subordinate Reduction Amount with respect to Loan Group 2 that is allocated to the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C or Class 2B-1 Reference Tranche will result in a corresponding reduction in the Class Principal Balance of the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C or Class 2B-1 Notes, as applicable. The Class 2B-2H Reference Tranche will not have corresponding Notes.

If any Group 2 RCR Notes are held by Holders, any Subordinate Reduction Amount that is allocable in the *second*, *third* or *fourth* priority above on any Payment Date to the related Group 2 Exchangeable Notes will be allocated to reduce the Class Principal Balance or Class Notional Amount, as applicable, of the related Group 2 RCR Notes.

Loss Allocation Framework

General

Upon the occurrence of Modification Events affecting the Reference Obligations in Loan Group 1 and to the extent that losses are realized with respect thereto, the interest entitlements of the Group 1 Notes will be subject to reduction and the Class Principal Balances thereof will be subject to write-downs as further described under "*Allocation of Modification Loss Amounts—Group 1*" below. Similarly, upon the occurrence of Modification Events affecting the Reference Obligations in Loan Group 2 and to the extent that losses are realized with respect thereto, the interest entitlements of the Group 2 Notes will be subject to reduction and the Class Principal Balances thereof will be subject to write-downs as further described under "*Allocation of Modification Loss Amounts—Group 2*" below.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Any such reductions or write-downs will be applied first to the most subordinate Class of Notes in the related Group of Notes with an outstanding Class Principal Balance (once the Class Notional Amount of the Class 1B-2H Reference Tranche or the Class Notional Amount of the Class 2B-2H Reference Tranche have been reduced to zero, as applicable).

Upon the occurrence of Credit Events affecting the Reference Obligations in Loan Group 1 and to the extent that losses are realized with respect thereto, the Class Principal Balances of the Group 1 Notes will be subject to write-downs as further described under "*Allocation of Tranche Write-down Amounts—Group 1*" below. Similarly, upon the occurrence of Credit Events affecting the Reference Obligations in Loan Group 2 and to the extent that losses are realized with respect thereto, the Class Principal Balances of the Group 2 Notes will be subject to write-downs as further described under "*Allocation of Tranche Write-down Amounts—Group 2*" below. Any such reductions or write-downs will be allocated first to the most subordinate Class of Notes in the related Group of Notes with an outstanding Class Principal Balance (once the Class Notional Amount of the Class 1B-2H Reference Tranche or the Class 2B-2H Reference Tranche have been reduced to zero, as applicable).

Modifications

Reference Obligations that undergo a temporary or permanent modification will not be removed from the Reference Pool unless they otherwise meet the criteria for Reference Pool Removal.

In the event that a program of principal forgiveness were implemented that impacted the Reference Obligations, any reduction in the principal balance of a Reference Obligation as the result of principal forgiveness would be treated as Unscheduled Principal. However, if the Reference Obligation subsequently became a Credit Event Reference Obligation, the related negative adjustment would be included in the Credit Event Net Loss for the Reference Obligation.

Modification Event

With respect to any Reference Obligation, a forbearance or certain mortgage rate modifications relating to such Reference Obligation. It is noted that in the absence of a forbearance or certain mortgage rate modifications, a term extension on a Reference Obligation will not constitute a Modification Event.



Modification Loss Amount

With respect to each Payment Date and any Reference Obligation that has experienced a Modification Event, the *excess*, if any, of:

- (i) one-twelfth of the Original Accrual Rate *multiplied by* the unpaid principal balance of such Reference Obligation, *over*
- (ii) one-twelfth of the Current Accrual Rate *multiplied by* the interest bearing unpaid principal balance of such Reference Obligation.

Allocation of Modification Loss Amounts

Group 1

On each Payment Date on or prior to the Group 1 Termination Date, the Preliminary Principal Loss Amount, Preliminary Tranche Write-down Amount, Preliminary Tranche Write-up Amount and Preliminary Class Notional Amount for Group 1 will be computed prior to the Allocation of the Modification Loss Amount with respect to Loan Group 1.

On each Payment Date on or prior to the Group 1 Termination Date, the Modification Loss Amount, if any, for such Payment Date and Loan Group 1 will be allocated in the following order of priority:

first, to the Class 1B-2H Reference Tranche, until the amount allocated to the Class 1B-2H Reference Tranche is equal to the Class 1B-2H Reference Tranche Interest Accrual Amount;

second, to the Class 1B-2H Reference Tranche, until the aggregate amount allocated to the Class 1B-2H Reference Tranche is equal to the aggregate of the Preliminary Class Notional Amount of the Class 1B-2H Reference Tranche for such Payment Date;

third, to the Class 1B-1 and Class 1B-1H Reference Tranches, pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 1B-1 Reference Tranche is equal to the Class 1B-1 Notes Interest Accrual Amount;

fourth, to the Class 1B-1 and Class 1B-1H Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 1B-1 and Class 1B-1H Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



1B-1 and Class 1B-1H Reference Tranches for such Payment Date;

fifth, to the Class 1M-2C and Class 1M-CH Reference Tranches, pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 1M-2C Reference Tranche is equal to the Class 1M-2C Notes Interest Accrual Amount;

sixth, to the Class 1M-2B and Class 1M-BH Reference Tranches, pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 1M-2B Reference Tranche is equal to the Class 1M-2B Notes Interest Accrual Amount;

seventh, to the Class 1M-2A and Class 1M-AH Reference Tranches, pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 1M-2A Reference Tranche is equal to the Class 1M-2A Notes Interest Accrual Amount;

eighth, to the Class 1M-2C and Class 1M-CH Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 1M-2C and Class 1M-CH Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class 1M-2C and Class 1M-CH Reference Tranches for such Payment Date;

ninth, to the Class 1M-2B and Class 1M-BH Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 1M-2B and Class 1M-BH Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class 1M-2B and Class 1M-BH Reference Tranches for such Payment Date;



tenth, to the Class 1M-2A and Class 1M-AH Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 1M-2A and Class 1M-AH Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class 1M-2A and Class 1M-AH Reference Tranches for such Payment Date;

eleventh, to the Class 1M-1 and Class 1M-1H Reference Tranches, pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 1M-1 Reference Tranche is equal to the Class 1M-1 Notes Interest Accrual Amount; and

twelfth, to the Class 1M-1 and Class 1M-1H Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 1M-1 and Class 1M-1H Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class 1M-1 and Class 1M-1H Reference Tranches for such Payment Date.

Any amounts allocated to the Class 1B-1, Class 1M-2C, Class 1M-2B, Class 1M-2A or Class 1M-1 Reference Tranches in the *third*, *fifth*, *sixth*, *seventh* or *eleventh* priority above will result in a corresponding reduction of the Interest Payment Amount of the Class 1B-1, Class 1M-2C, Class 1M-2B, Class 1M-2A or Class 1M-1 Notes, as applicable (without regard to any exchanges of Group 1 Exchangeable Notes for Group 1 RCR Notes for such Payment Date). The Class 1B-2H Reference Tranche is assigned a class coupon solely for purposes of calculations in connection with the allocation of Modification Loss Amounts to the Group 1 Subordinate Reference Tranches, and any amounts allocated to the Class 1B-2H Reference Tranche in the *first* priority above will not result in a corresponding reduction of the Interest Payment Amount of any Class of Notes.

Any amounts allocated to the Class 1B-2H, Class 1B-1, Class 1M-2C, Class 1M-2B, Class 1M-2A or Class 1M-1 Reference Tranches in the *second*, *fourth*, *eighth*, *ninth*, *tenth* or *twelfth* priority above will be included in the calculation of the Principal Loss Amount for Loan Group 1.

If any Group 1 RCR Notes are held by Holders, any Modification Loss Amount that is allocable in the *fifth*, *sixth* or *seventh* priority above on any Payment Date to the related Group 1 Exchangeable Notes will be allocated to reduce the Interest Payment Amount of

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



the applicable Group 1 RCR Notes in accordance with the exchange proportions applicable to the related Combination.

Group 2

On each Payment Date on or prior to the Group 2 Termination Date, the Preliminary Principal Loss Amount, Preliminary Tranche Write-down Amount, Preliminary Tranche Write-up Amount and Preliminary Class Notional Amount for Group 2 will be computed prior to the Allocation of the Modification Loss Amount with respect to Loan Group 2.

On each Payment Date on or prior to the Group 2 Termination Date, the Modification Loss Amount, if any, for such Payment Date and Loan Group 2 will be allocated in the following order of priority:

first, to the Class 2B-2H Reference Tranche, until the amount allocated to the Class 2B-2H Reference Tranche is equal to the Class 2B-2H Reference Tranche Interest Accrual Amount;

second, to the Class 2B-2H Reference Tranche, until the aggregate amount allocated to the Class 2B-2H Reference Tranche is equal to the aggregate of the Preliminary Class Notional Amount of the Class 2B-2H Reference Tranche for such Payment Date;

third, to the Class 2B-1 and Class 2B-1H Reference Tranches, pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 2B-1 Reference Tranche is equal to the Class 2B-1 Notes Interest Accrual Amount;

fourth, to the Class 2B-1 and Class 2B-1H Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 2B-1 and Class 2B-1H Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class 2B-1 and Class 2B-1H Reference Tranches for such Payment Date;

fifth, to the Class 2M-2C and Class 2M-CH Reference Tranches, pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 2M-2C Reference Tranche is equal to the Class 2M-2C Notes Interest Accrual Amount;

sixth, to the Class 2M-2B and Class 2M-BH Reference Tranches,

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 2M-2B Reference Tranche is equal to the Class 2M-2B Notes Interest Accrual Amount;

seventh, to the Class 2M-2A and Class 2M-AH Reference Tranches, pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 2M-2A Reference Tranche is equal to the Class 2M-2A Notes Interest Accrual Amount;

eighth, to the Class 2M-2C and Class 2M-CH Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 2M-2C and Class 2M-CH Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class 2M-2C and Class 2M-CH Reference Tranches for such Payment Date;

ninth, to the Class 2M-2B and Class 2M-BH Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 2M-2B and Class 2M-BH Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class 2M-2B and Class 2M-BH Reference Tranches for such Payment Date;

tenth, to the Class 2M-2A and Class 2M-AH Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 2M-2A and Class 2M-AH Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class 2M-2A and Class 2M-AH Reference Tranches for such Payment Date;

eleventh, to the Class 2M-1 and Class 2M-1H Reference Tranches, pro rata, based on their Class Notional Amounts immediately prior to such Payment Date, until the amount allocated to the Class 2M-1 Reference Tranche is equal to the Class 2M-1 Notes Interest Accrual Amount; and

twelfth, to the Class 2M-1 and Class 2M-1H Reference Tranches, pro rata, based on their Preliminary Class Notional Amounts for such Payment Date, until the aggregate amount allocated to the Class 2M-1 and Class 2M-1H Reference Tranches is equal to the aggregate of the Preliminary Class Notional Amounts of the Class 2M-1 and Class 2M-1H Reference Tranches for such Payment

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Date.

Any amounts allocated to the Class 2B-1, Class 2M-2C, Class 2M-2B, Class 2M-2A or Class 2M-1 Reference Tranches in the *third, fifth, sixth, seventh* or *eleventh* priority above will result in a corresponding reduction of the Interest Payment Amount of the Class 2B-1, Class 2M-2C, Class 2M-2B, Class 2M-2A or Class 2M-1 Notes, as applicable (without regard to any exchanges of Group 2 Exchangeable Notes for Group 2 RCR Notes for such Payment Date). The Class 2B-2H Reference Tranche is assigned a class coupon solely for purposes of calculations in connection with the allocation of Modification Loss Amounts to the Group 2 Subordinate Reference Tranches, and any amounts allocated to the Class 2B-2H Reference Tranche in the *first* priority above will not result in a corresponding reduction of the Interest Payment Amount of any Class of Notes.

Any amounts allocated to the Class 2B-2H, Class 2B-1, Class 2M-2C, Class 2M-2B, Class 2M-2A or Class 2M-1 Reference Tranches in the *second, fourth, eighth, ninth, tenth* or *twelfth* priority above will be included in the calculation of the Principal Loss Amount for Loan Group 2.

If any Group 2 RCR Notes are held by Holders, any Modification Loss Amount that is allocable in the *fifth, sixth* or *seventh* priority above on any Payment Date to the related Group 2 Exchangeable Notes will be allocated to reduce the Interest Payment Amount of the applicable Group 2 RCR Notes in accordance with the exchange proportions applicable to the related Combination.



Principal Loss Amount With respect to any Payment Date and Loan Group, the sum of:

(a) the aggregate amount of Credit Event Net Losses for all Credit Event Reference Obligations in such Loan Group for the related Reporting Period;

(b) the aggregate amount of court-approved principal reductions ("cramdowns") on the Reference Obligations in such Loan Group in the related Reporting Period;

(c) subsequent losses on any Reference Obligation in such Loan Group that became a Credit Event Reference Obligation on a prior Payment Date and with respect to which Net Liquidation Proceeds have already been determined; and

(d) amounts included in the *second, fourth, eighth, ninth, tenth and twelfth* priorities under "*Allocation of Modification Loss Amount—Group 1*" or "*Allocation of Modification Loss Amount—Group 2*" above, as applicable.

Principal Recovery Amount

With respect to any Payment Date and Loan Group, the sum of:

(a) the aggregate amount of Credit Event Net Losses for all Reversed Credit Event Reference Obligations in such Loan Group for the related Reporting Period;

(b) subsequent recoveries on any Reference Obligation in such Loan Group that became a Credit Event Reference Obligation on a prior Payment Date and with respect to which Net Liquidation Proceeds have already been determined;

(c) the aggregate amount of the Credit Event Net Gains of all Credit Event Reference Obligations such Loan Group for the related Reporting Period;

(d) the Rep and Warranty Settlement Amount; and

(e) the related Projected Recovery Amount on the Termination Date for the related Group.

Credit Event

With respect to any Payment Date on or before the Termination Date for the related Group of Notes and any Reference Obligation in the related Loan Group, the first to occur of any of the following events during the related Reporting Period, as reported by the servicer to Fannie Mae, if applicable: (i) a short sale is settled, (ii) the related mortgaged property is sold to a third party during the foreclosure process, (iii) an REO disposition occurs, (iv) a mortgage note sale is executed on a loan that is 12 or more months

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



delinquent when offered for sale or (v) the related mortgage note is charged off. With respect to any Credit Event Reference Obligation, there can only be one occurrence of a Credit Event; *provided*, that one additional separate Credit Event can occur with respect to each instance of such Credit Event Reference Obligation becoming a Reversed Credit Event Reference Obligation.

**Credit Event
Reference Obligation**

With respect to each Payment Date, any Reference Obligation in the Reference Pool for which a Credit Event has occurred and is reported during the related Reporting Period.

**Tranche
Write-down Amount**

With respect to each Payment Date and Loan Group, the excess, if any, of the Principal Loss Amount for such Payment Date and Loan Group over the Principal Recovery Amount for such Payment Date and Loan Group.

With respect to each Payment Date, the Class Notional Amount of each Senior Reference Tranche will be increased by the excess, if any, of the Tranche Write-down Amount for the related Loan Group for such Payment Date over the Credit Event Amount for the related Loan Group for such Payment Date.

**Tranche
Write-up Amount**

With respect to each Payment Date and Loan Group, the excess, if any, of the Principal Recovery Amount for such Payment Date and Loan Group over the Principal Loss Amount for such Payment Date and Loan Group.

**Allocation of Tranche
Write-down Amounts**

Group 1

On each Payment Date on or prior to the Group 1 Termination Date, after allocation of the related Senior Reduction Amount and Subordinate Reduction Amount with respect to Loan Group 1, the Tranche Write-down Amount for Loan Group 1, if any, for such Payment Date will be allocated, *first*, to reduce any Overcollateralization Amount for such Payment Date, until such Overcollateralization Amount is reduced to zero and, *second*, to reduce the Class Notional Amount of each Group 1 Reference Tranche in the following order of priority, in each case until its Class Notional Amount is reduced to zero:

- (i) *first*, to the Class 1B-2H Reference Tranche,
- (ii) *second*, to the Class 1B-1 and Class 1B-1H Reference Tranches, pro rata, based on their Class Notional Amounts,
- (iii) *third*, to the Class 1M-2C and Class 1M-CH Reference Tranches, pro rata, based on their Class Notional Amounts,

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



- (iv) *fourth*, to the Class 1M-2B and Class 1M-BH Reference Tranches, pro rata, based on their Class Notional Amounts,
- (v) *fifth*, to the Class 1M-2A and Class 1M-AH Reference Tranches, pro rata, based on their Class Notional Amounts,
- (vi) *sixth*, to the Class 1M-1 and Class 1M-1H Reference Tranches, pro rata, based on their Class Notional Amounts, and
- (vii) *seventh*, to the Class 1A-H Reference Tranche.

Because the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C and Class 1B-1 Notes correspond to the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C and Class 1B-1 Reference Tranches, respectively, any Tranche Write-down Amounts allocated to the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C or Class 1B-1 Reference Tranche will result in a corresponding reduction in the Class Principal Balance of the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C or Class 1B-1 Notes, as applicable (without regard to any exchanges of Group 1 Exchangeable Notes for Group 1 RCR Notes for such Payment Date). If any Group 1 RCR Notes are held by Holders, any Tranche Write-down Amount that is allocable to the related Group 1 Exchangeable Notes will be allocated to reduce the Class Principal Balance or Class Notional Amount, as applicable, of the related Group 1 RCR Notes. The Class 1B-2H Reference Tranche will not have corresponding Notes.

Group 2

On each Payment Date on or prior to the Group 2 Termination Date, after allocation of the related Senior Reduction Amount and Subordinate Reduction Amount with respect to Loan Group 2, the Tranche Write-down Amount for Loan Group 2, if any, for such Payment Date will be allocated, *first*, to reduce any Overcollateralization Amount for such Payment Date, until such Overcollateralization Amount is reduced to zero and, *second*, to reduce the Class Notional Amount of each Group 2 Reference Tranche in the following order of priority, in each case until its Class Notional Amount is reduced to zero:

- (i) *first*, to the Class 2B-2H Reference Tranche,
- (ii) *second*, to the Class 2B-1 and Class 2B-1H Reference Tranches, pro rata, based on their Class Notional Amounts,
- (iii) *third*, to the Class 2M-2C and Class 2M-CH Reference Tranches, pro rata, based on their Class Notional

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



- Amounts,
- (iv) *fourth*, to the Class 2M-2B and Class 2M-BH Reference Tranches, pro rata, based on their Class Notional Amounts,
 - (v) *fifth*, to the Class 2M-2A and Class 2M-AH Reference Tranches, pro rata, based on their Class Notional Amounts,
 - (vi) *sixth*, to the Class 2M-1 and Class 2M-1H Reference Tranches, pro rata, based on their Class Notional Amounts, and
 - (vii) *seventh*, to the Class 2A-H Reference Tranche.

Because the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C and Class 2B-1 Notes correspond to the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C and Class 2B-1 Reference Tranches, respectively, any Tranche Write-down Amounts allocated to the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C or Class 2B-1 Reference Tranche will result in a corresponding reduction in the Class Principal Balance of the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C or Class 2B-1 Notes, as applicable (without regard to any exchanges of Group 2 Exchangeable Notes for Group 2 RCR Notes for such Payment Date). If any Group 2 RCR Notes are held by Holders, any Tranche Write-down Amount that is allocable to the related Group 2 Exchangeable Notes will be allocated to reduce the Class Principal Balance or Class Notional Amount, as applicable, of the related Group 2 RCR Notes. The Class 2B-2H Reference Tranche will not have corresponding Notes.

Allocation of Tranche Write-up Amounts

Group 1

On each Payment Date on or prior to the Group 1 Termination Date, after allocation of the related Senior Reduction Amount and Subordinate Reduction Amount and Tranche Write-down Amounts, the related Tranche Write-up Amount, if any, for such Payment Date will be allocated to increase the Class Notional Amount of each Group 1 Reference Tranche in the following order of priority until the cumulative Tranche Write-up Amount so allocated is equal to the cumulative Tranche Write-down Amount previously allocated to such Group 1 Reference Tranche on or prior to such Payment Date:

- (i) *first*, to the Class 1A-H Reference Tranche,
- (ii) *second*, to the Class 1M-1 and Class 1M-1H Reference Tranches, pro rata, based on their Class Notional Amounts,
- (iii) *third*, to the Class 1M-2A and Class 1M-AH Reference

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



- Tranches, pro rata, based on their Class Notional Amounts,
- (iv) *fourth*, to the Class 1M-2B and Class 1M-BH Reference Tranches, pro rata, based on their Class Notional Amounts,
 - (v) *fifth*, to the Class 1M-2C and Class 1M-CH Reference Tranches, pro rata, based on their Class Notional Amounts,
 - (vi) *sixth*, to the Class 1B-1 and Class 1B-1H Reference Tranches, pro rata, based on their Class Notional Amounts, and
 - (vii) *seventh*, to the Class 1B-2H Reference Tranche.

Because the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C and Class 1B-1 Notes correspond to the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C and Class 1B-1 Reference Tranches, respectively, any Tranche Write-up Amounts allocated to the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C or Class 1B-1 Reference Tranche will result in a corresponding increase in the Class Principal Balance of the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C or Class 1B-1 Notes, as applicable (without regard to any exchanges of Group 1 Exchangeable Notes for Group 1 RCR Notes for such Payment Date). If any Group 1 RCR Notes are held by Holders, any Tranche Write-up Amount that is allocable to the related Group 1 Exchangeable Notes will be allocated to increase the Class Principal Balance or Class Notional Amount, as applicable, of the related Group 1 RCR Notes. The Class 1B-2H Reference Tranche will not have corresponding Notes.

Group 2

On each Payment Date on or prior to the Group 2 Termination Date, after allocation of the related Senior Reduction Amount and Subordinate Reduction Amount and Tranche Write-down Amounts, the related Tranche Write-up Amount, if any, for such Payment Date will be allocated to increase the Class Notional Amount of each Group 2 Reference Tranche in the following order of priority until the cumulative Tranche Write-up Amount so allocated is equal to the cumulative Tranche Write-down Amount previously allocated to such Group 2 Reference Tranche on or prior to such Payment Date:

- (i) *first*, to the Class 2A-H Reference Tranche,
- (ii) *second*, to the Class 2M-1 and Class 2M-1H Reference Tranches, pro rata, based on their Class Notional

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



- Amounts,
- (iii) *third*, to the Class 2M-2A and Class 2M-AH Reference Tranches, pro rata, based on their Class Notional Amounts,
 - (iv) *fourth*, to the Class 2M-2B and Class 2M-BH Reference Tranches, pro rata, based on their Class Notional Amounts,
 - (v) *fifth*, to the Class 2M-2C and Class 2M-CH Reference Tranches, pro rata, based on their Class Notional Amounts,
 - (vi) *sixth*, to the Class 2B-1 and Class 2B-1H Reference Tranches, pro rata, based on their Class Notional Amounts, and
 - (vii) *seventh*, to the Class 2B-2H Reference Tranche.

Because the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C and Class 2B-1 Notes correspond to the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C and Class 2B-1 Reference Tranches, respectively, any Tranche Write-up Amounts allocated to the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C or Class 2B-1 Reference Tranche will result in a corresponding increase in the Class Principal Balance of the Class 2M-1, Class 2M-2A, Class 2M-2B, Class 2M-2C or Class 2B-1 Notes, as applicable (without regard to any exchanges of Group 2 Exchangeable Notes for Group 2 RCR Notes for such Payment Date). If any Group 2 RCR Notes are held by Holders, any Tranche Write-up Amount that is allocable to the related Group 2 Exchangeable Notes will be allocated to increase the Class Principal Balance or Class Notional Amount, as applicable, of the related Group 2 RCR Notes. The Class 2B-2H Reference Tranche will not have corresponding Notes.

To the extent that the Tranche Write-up Amount for a Loan Group on any Payment Date exceeds the Tranche Write-up Amount allocated to such Loan Group on such Payment Date, the excess (the "Write-up Excess") will be available as overcollateralization to offset any Tranche Write-down Amounts for such Loan Group on future Payment Dates prior to the allocation of such Tranche Write-down Amounts to reduce the Class Notional Amounts of the related Reference Tranches. On each Payment Date, the "Overcollateralization Amount" for a Loan Group equals (a) the aggregate amount of Write-up Excesses for such Loan Group for such Payment Date and all prior Payment Dates, minus (b) the aggregate amount of Overcollateralization Amounts used to offset Tranche Write-down Amounts for such Loan Group on all prior Payment Dates.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Credit Event Reversals and Reference Pool Removals

**Reversed Credit
Event Reference
Obligation**

With respect to any Payment Date and Loan Group, a Reference Obligation in the related Loan Group that was formerly in the Reference Pool and that became a Credit Event Reference Obligation in a prior Reporting Period and (i) that is repurchased by the lender or with respect to which the lender agrees to a full indemnification of Fannie Mae or provides a fee in lieu of repurchase for any identified Eligibility Defect, (ii) with respect to which the party responsible for the representations and warranties and/or servicing obligations or liabilities with respect to the Reference Obligation (A) has declared bankruptcy or has been put into receivership or (B) has otherwise been relieved of such obligations or liabilities by operation of law or by agreement, and an Eligibility Defect is identified that could otherwise have resulted in a repurchase or (iii) with respect to which a violation of certain specified Eligibility Criteria is discovered as a result of a data correction.

**Reference Pool
Removals**

A Reference Obligation will be removed (a "Reference Pool Removal") from the Reference Pool upon the occurrence of any of the following:

- (1) the Reference Obligation becomes a Credit Event Reference Obligation;
- (2) the Reference Obligation is paid in full;
- (3) the Reference Obligation is seized pursuant to an eminent domain proceeding with respect to the underlying mortgage loan;
- (4) the lender repurchases the Reference Obligation, agrees to a full indemnification agreement or fee in lieu of repurchase for the Reference Obligation;
- (5) Fannie Mae elects to sell (a) a delinquent Reference Obligation that is less than 12 months delinquent at the time it is offered for sale or (b) a Reference Obligation that previously had been seriously delinquent and is current at the time it is offered for sale;
- (6) the discovery of any of certain specified violations of the Eligibility Criteria for such Reference Obligation as a result of data correction; or
- (7) the party responsible for the representations and warranties and/or servicing obligations or liabilities with respect to the Reference Obligation (A) has declared bankruptcy or has been put into receivership or (B) has otherwise been relieved of such obligations or liabilities by operation of law or by agreement, and an Eligibility Defect is identified

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



that could otherwise have resulted in a repurchase.

A Reference Obligation will be removed from the Reference Pool or will become a Reversed Credit Event Reference Obligation if a loan data change occurs that causes the Reference Obligation to no longer meet one or more of the criteria set forth in clauses (a), (e), (f), (i), (j), (k) and (l) of the definition of Eligibility Criteria.

A Reference Obligation that becomes subject to an Origination Rep and Warranty Settlement subsequent to the Cut-off Date may be removed, at its respective unpaid principal balance as of such date, from the Reference Pool by Fannie Mae at any time in its sole discretion, provided that the aggregate unpaid principal balance of the Reference Obligations so removed during any Reporting Period does not result in a reduction of the Class Notional Amount of any Reference Tranche in excess of 1.00% of the Class Notional Amount thereof immediately prior to such reduction. The removal of any Reference Obligation from the Reference Pool as described above will be treated as a "Reference Pool Removal".

Rep and Warranty Settlement Allocation

Origination Rep and Warranty Settlement

A settlement relating to claims arising from breaches of loan representations and warranties that Fannie Mae enters into with a seller or servicer in lieu of requiring such seller or servicer to repurchase a specified pool of Mortgage Loans that includes one or more Reference Obligations, whereby Fannie Mae has received the agreed-upon settlement proceeds from such seller or servicer.

Rep and Warranty Settlement Amount

For each Reference Obligation that is part of an Origination Rep and Warranty Settlement (including any Reference Obligation that may previously have been removed from the Reference Pool due to a Credit Event), the portion of the settlement amount determined to be attributable to such Reference Obligation. The determination will be made by Fannie Mae at or about the time of the settlement and will be verified by an independent third party as described below.

After completion of an Origination Rep and Warranty Settlement that includes any Reference Obligations, Fannie Mae will engage an independent third party to conduct an annual review to validate that the Rep and Warranty Settlement Amount corresponding to each Reference Obligation matches Fannie Mae's records for such settlement.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



MORTGAGE LOANS IN REFERENCE POOL

Reference Obligations

The Reference Pool consists of mortgage loans acquired by Fannie Mae (i) for Loan Group 1, between January 1, 2017 and February 28, 2017 and (ii) for Loan Group 2, between January 1, 2017 and March 31, 2017 that meet the Eligibility Criteria, as defined below. The Reference Pool summary attached to this term sheet provides additional details about the Reference Obligations in the Reference Pool.

Reference Pool Eligibility Criteria

Each mortgage loan in the Reference Pool must satisfy the following criteria (the "Eligibility Criteria"):

- (a) is a fully amortizing, fixed rate, first lien Mortgage Loan secured by a one- to four-unit property, town house, individual condominium unit, individual unit in a planned unit development, individual cooperative unit or manufactured home, with an original term of 241 to 360 months;
- (b) (i) with respect to Reference Obligations in Loan Group 1 only, was acquired by Fannie Mae between January 1, 2017 and February 28, 2017 and (ii) with respect to Reference Obligations in Loan Group 2 only, was acquired by Fannie Mae between January 1, 2017 and March 31, 2017;
- (c) has not been 30 or more days delinquent from the date of acquisition to the Cut-off Date;
- (d) was not originated under Fannie Mae's Refi Plus program (Fannie Mae's Refi Plus program includes but is not limited to the Home Affordable Refinance Program);
- (e) has an original combined loan-to-value ratio less than or equal to 97%;
- (f) is not subject to any form of risk sharing with the loan seller or servicer (other than limited seller or servicer indemnification or limited future loss protection settlements in certain cases);
- (g) was not originated under certain non-standard programs;
- (h) is a conventional loan (i.e. is not guaranteed by the Federal Housing Administration or the U.S. Department of Veterans Affairs);
- (i) with respect to Reference Obligations in Loan Group 1 only, has an original loan-to-value ratio that is (i) greater than 60% and (ii) less than or equal to 80%;
- (j) with respect to Reference Obligations in Loan Group 1 only, is not covered by mortgage or pool insurance;
- (k) with respect to Reference Obligations in Loan Group 2 only, has an original loan-to-value ratio that is (i) greater

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



- (l) than 80% and (ii) less than or equal to 97%; and with respect to Reference Obligations in Loan Group 2 only, (i) is not covered by pool insurance and (ii) is covered by private mortgage insurance as of the Cut-off Date or was covered by private mortgage insurance at the time of acquisition that has since been cancelled or otherwise eliminated by the borrower as permitted under Fannie Mae's Servicing Guide or in the case of certain Reference Obligations secured by mortgaged properties in the State of New York, was not covered by private mortgage insurance at the time of acquisition as permitted under Fannie Mae's Selling Guide.

**Reference Pool
Selection Process**

Fannie Mae determined the composition of the Reference Pool utilizing the multi-step process described below.

Group 1

- All mortgage loans that Fannie Mae acquired between January 1, 2017 and February 28, 2017 (other than mortgage loans that were included as reference obligations in a previous Fannie Mae risk sharing transaction) were divided into two segments on a random basis.
- Loans that were included in the first segment were made available for potential selection for the Reference Pool. From the first segment, Fannie Mae identified all of the loans meeting the Eligibility Criteria that Fannie Mae acquired in January 2017, together with a random selection of 50% (by loan count) of all of the Loans meeting the Eligibility Criteria that Fannie Mae acquired during February 2017 (such loans, the "Group 1 Available Loans").
- The loans included in the second segment were made available for potential selection for one or more unrelated Fannie Mae credit risk transactions and will not be included in the Reference Pool.

Group 2

- All mortgage loans that Fannie Mae acquired between January 1, 2017 and March 31, 2017 (other than mortgage loans that were included as reference obligations in a previous Fannie Mae risk sharing transaction) were available for potential selection for the Reference Pool. Fannie Mae then identified those loans that met the Eligibility Criteria (such loans, the "Group 2 Available Loans," and, together with the Group 1

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Available Loans, the "Available Loans").

The "Initial Cohort Pool" represents all of the Available Loans that met the Eligibility Criteria at the time of their acquisition by Fannie Mae (other than those Eligibility Criteria that are determined as of the Cut-off Date). The table below summarizes the loan count, original unpaid principal balance and key attributes of the mortgage loans included in the Initial Cohort Pool.

<u>Category</u>	<u>Loan Count</u>	<u>Aggregate Original Loan Balance</u>
Initial Cohort Pool	139,347	\$ 33,207,526,000
less loans that did not satisfy the delinquency criteria set forth in clause (c) of the Eligibility Criteria, less loans that paid in full, less quality control removals	<u>3,491</u>	<u>\$858,798,000</u>
Reference Pool	135,856	\$32,348,728,000

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 1

The table below summarizes the loans in the Initial Cohort Pool having original loan-to-value ratios greater than 60% and less than or equal to 80% and which were excluded from the Reference Pool due to failure to satisfy the delinquency-related Eligibility Criteria, payoffs and quality control removals.

Worst DQ Status Since Acquisition	Current Status ⁽¹⁾											Total
	Current	30	60	90	120	150	180	>180	Paid in Full	QC Removal	Repurchase	
Current	6 ⁽²⁾	0	0	0	0	0	0	0	1,069	3	0	1,078
30	783	243	0	0	0	0	0	0	11	2	0	1,039
60	32	4	12	0	0	0	0	0	1	0	0	49
90	8	1	0	5	0	0	0	0	0	0	0	14
120	1	0	0	0	3	0	0	0	0	0	0	4
150	0	0	0	0	0	0	0	0	0	0	0	0
180	0	0	0	0	0	0	0	0	0	0	0	0
>180	0	0	0	0	0	0	0	0	0	0	0	0
Total	830	248	12	5	3	0	0	0	1,081	5	0	2,184

(1) The above table takes into account acquisition eligibility criteria prior to the consideration of delinquency and other Cut-off Date eligibility requirements, which could understate such Cut-off Date eligibility exclusions.

(2) Defects identified, but the loans remain subject to the rebuttal process as of July 25, 2017 and therefore excluded from eligibility.

Group 2

The table below summarizes the loans in the Initial Cohort Pool having original loan-to-value ratios greater than 80% and less than or equal to 97% and which were excluded from the Reference Pool due to failure to satisfy the delinquency-related Eligibility Criteria, payoffs and quality control removals.

Worst DQ Status Since Acquisition	Current Status ⁽¹⁾											Total
	Current	30	60	90	120	150	180	>180	Paid in Full	QC Removal	Repurchase	
Current	16 ⁽²⁾	0	0	0	0	0	0	0	549	2	0	567
30	473	190	0	0	0	0	0	0	6	0	0	669
60	20	1	27	0	0	0	0	0	2	0	0	50
90	5	0	0	12	0	0	0	0	0	0	0	17
120	0	0	0	0	3	0	0	0	0	0	0	3
150	0	0	0	0	0	1	0	0	0	0	0	1
180	0	0	0	0	0	0	0	0	0	0	0	0
>180	0	0	0	0	0	0	0	0	0	0	0	0
Total	514	191	27	12	3	1	0	0	557	2	0	1,307

(1) The above table takes into account acquisition eligibility criteria prior to the consideration of delinquency and other Cut-off Date eligibility requirements, which could understate such Cut-off Date eligibility exclusions.

(2) Defects identified, but the loans remain subject to the rebuttal process as of July 25, 2017 and therefore excluded from eligibility.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Loan Acquisition Practices

All of the Reference Obligations were acquired from and serviced by loan sellers and servicers who are approved by Fannie Mae to conduct business with Fannie Mae. Fannie Mae relies on loan sellers to comply with Fannie Mae's standards and make underwriting decisions that result in investment quality loans. To protect Fannie Mae from acquiring loans that do not meet Fannie Mae's prescribed underwriting standards, loan sellers are required to make representations and warranties as to certain facts and circumstances concerning the loan sellers themselves and the mortgage loans they are selling. Representations and warranties required by Fannie Mae are described in the Mortgage Selling and Servicing Contract, the Fannie Mae Single-Family Selling Guide (the "Selling Guide"), the Fannie Mae Single-Family Servicing Guide (the "Servicing Guide") and other lender contracts (collectively, the "Lender Contract"). Violation of any representation and warranty is a breach of the Lender Contract, entitling Fannie Mae to pursue certain remedies, including a loan repurchase request.

Underwriting Standards

Fannie Mae's Selling Guide establishes the baseline credit standards for mortgage loans that Fannie Mae acquires from Fannie Mae's approved loan sellers. In evaluating a borrower's willingness and ability to repay the mortgage loan, the loan seller must include documentation in the loan file that confirms that information provided by the borrower as part of the loan application is accurate and documents the loan seller's assessment of the borrower's credit history, employment, income, assets and other financial information. In addition, the loan seller must conduct a comprehensive risk assessment of each mortgage loan application prior to approving it. The loan seller is also responsible for the accuracy and completeness of the appraisal and its assessment of the marketability of the property as well as underwriting the appraisal report to determine whether the property presents adequate collateral for the mortgage loan.

Desktop Underwriter

Approximately 85.72% of the Reference Obligations in Loan Group 1 and 87.46% of the Reference Obligations in Loan Group 2, by unpaid principal balance, were underwritten through Fannie Mae's Desktop Underwriter® ("DU") system. DU is a proprietary automated underwriting system that evaluates mortgage delinquency risk and arrives at an underwriting recommendation by conducting a comprehensive examination of the primary and contributory

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



risk factors in a mortgage application. DU analyzes the information in the loan case file to reach an overall credit risk assessment to determine eligibility for delivery to Fannie Mae. In addition, DU outlines certain steps necessary for the loan seller to complete the processing of the loan file, including the required documentation necessary to verify borrower income, assets, and property value. All loans delivered to Fannie Mae must meet the documentation requirements stated in the Selling Guide or as required by DU as of the date of origination.

Servicing Practices

The servicing of the mortgage loans that are held in Fannie Mae's mortgage portfolio or that back Fannie Mae's MBS is performed by servicers on Fannie Mae's behalf, with Fannie Mae retaining servicing control. Each servicer is required to service the applicable Reference Obligations in accordance with Fannie Mae's servicing guidelines as stated in Fannie Mae's Servicing Guide and related announcements, including applicable contract variances. Fannie Mae's servicing guidelines may be revised from time to time at Fannie Mae's sole discretion.

Fannie Mae's QC Process

General

Fannie Mae conducts several different types of QC reviews on a sample basis with respect to mortgage loans, including post-purchase reviews, early payment default reviews, servicing reviews and post-foreclosure reviews. Fannie Mae reviews a statistically valid random sample of newly acquired performing mortgage loans, and augments this random sample with targeted, discretionary sampling employing a number of technology tools and internal models to more accurately identify loans with characteristics that merit further scrutiny in discretionary reviews.

During the course of its post-purchase QC reviews, Fannie Mae may identify the following:

- significant eligibility violations;
- breaches of selling representations or warranties, including instances of fraud or misrepresentation or that a selling warranty the lender made is untrue;
- breaches of the terms of applicable contract provisions; or
- servicing deficiencies that have had a materially adverse effect on the value of the

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



mortgage loan or the acquired property.

If Fannie Mae identifies any of the foregoing, Fannie Mae may require the immediate repurchase of a mortgage loan. Fannie Mae refers to defects that ultimately give rise to a repurchase obligation as "Eligibility Defects." In certain circumstances, Fannie Mae may provide the loan seller with an alternative to the immediate repurchase of a mortgage loan that does not meet Fannie Mae's requirements.

Under Fannie Mae's lender selling representations and warranties framework, lenders are relieved of certain selling representations and warranties that relate to the underwriting of loans delivered to Fannie Mae, provided that those loans have achieved an acceptable payment history or a successful full-file quality control review by Fannie Mae. Nonetheless, lenders will not be relieved from Fannie Mae's enforcement with respect to certain "life of loan representations and warranties," including, but not limited to, fraud and misrepresentation, validity of title and Fannie Mae Charter violations.

Any limitations on Fannie Mae's ability to require the repurchase of a mortgage loan is likely to reduce the rate of lender repurchases following certain breaches and thus may increase the exposure of investors to credit losses.

Delinquent Mortgage Loans

Fannie Mae's current quality control process requires completion of an automated analysis of all defaulted loans that remain subject to loan seller repurchase obligations at the time of default. The objective is to determine the likelihood that a defect exists that will result in a repurchase by the loan seller. This automated analysis triggers referral to a specialist for a detailed review. The analysis takes into account the nature and circumstances of the borrower default, the timing and prior payment history of the borrower, the current status of the loan and/or property and other data elements that, based on Fannie Mae's experience, indicate that the default is correlated with a potential loan seller breach requiring a repurchase.

Fannie Mae's QC policies and procedures are generally subject to revision over time as a result of changes in the economic environment as well as changes in regulatory policies and requirements, including implementation of the

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



"Single Security Initiative", among other factors. Further, Fannie Mae may at any time modify our servicing requirements and other procedures in light of our evolving business needs and to minimize losses to taxpayers and our shareholders, among other purposes. These changes may be adopted without regard to investors and in some cases may have a negative impact on Noteholders.

Fannie Mae QC Results

Fannie Mae's post-purchase QC process is designed to evaluate the eligibility of the loans Fannie Mae acquires. In connection with Fannie Mae's post-purchase QC reviews for mortgage loans with LTV ratios greater than 60% and less than or equal to 80% that Fannie Mae acquired for the period from January 1, 2017 through February 28, 2017, Fannie Mae reviewed 2,737 mortgage loans out of the eligible production for the period January 1, 2017 through February 28, 2017, an approximate 3.81% sample, of which 2,630 are in the Reference Pool. Of the 2,737 mortgage loans, approximately 58.31% (or 1,596 mortgage loans) remain subject to Fannie Mae's post-purchase QC process as of July 25, 2017.

In connection with Fannie Mae's post-purchase QC reviews for mortgage loans with LTV ratios greater than 80% and less than or equal to 97% that Fannie Mae acquired for the period January 1, 2017 through March 31, 2017, Fannie Mae reviewed 1,951 mortgage loans out of the eligible production for the period January 1, 2017 through March 31, 2017, an approximate 2.85% sample, of which 1,872 are in the Reference Pool. Of the 1,951 mortgage loans, approximately 39.01% (or 761 mortgage loans) remain subject to Fannie Mae's post-purchase QC process as of July 25, 2017.

The following summary is preliminary based on the most current information available as of July 25, 2017. The prospectus will contain additional information about the results of Fannie Mae's post purchase QC reviews.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Type of Sample	Number of Loans Reviewed*	Loans With Eligibility Defects	Share of Sample with Eligibility Defects
Loan Group 1 Randomly Selected	1,016	5	0.49%
Loan Group 2 Randomly Selected	<u>1,052</u>	<u>8</u>	<u>0.76%</u>
Total Reference Pool Randomly Selected	2,068	13	0.63%
Loan Group 1 Discretionary Selections	1,721	8	0.46%
Loan Group 2 Discretionary Selections	<u>899</u>	<u>14</u>	<u>1.56%</u>
Total Reference Pool Discretionary Selections	<u>2,620</u>	<u>22</u>	<u>0.84%</u>
Total	4,688	35	0.75%

*2,357 loans remain subject to the discretionary post-purchase review process as of July 25, 2017, some of which may be determined to have eligibility defects.

None of the loans determined by Fannie Mae to have Eligibility Defects as of July 25, 2017 were included in the Reference Pool.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



**Quarterly Due
Diligence Review**

In connection with the issuance from time to time of Connecticut Avenue Securities, Fannie Mae engages third-party diligence providers (each, a "Diligence Provider") to conduct limited reviews of mortgage loans that Fannie Mae acquires in a specified calendar quarter and includes in fully-guaranteed MBS. Each Diligence Provider selects for review a statistically valid, random sample of mortgage loan files (each, a "Diligence Sample") from a broader population of loans that were acquired in the applicable calendar quarter and that received full credit and appraisal reviews (and a portion of which received compliance reviews) as part of Fannie Mae's random QC Process.

In its review of first quarter 2017 acquisitions, the relevant Diligence Provider selected a Diligence Sample of 999 mortgage loan files from a broader population of 4,321 loans (all of which met the Preliminary Eligibility Criteria). The related Diligence Sample included 449 Reference Obligations that were included in the final selection of the Reference Pool (228 Reference Obligations from Loan Group 1 and 221 Reference Obligations from Loan Group 2). The results of the first quarter 2017 review are described more fully in the related sections set forth under "*The Reference Obligations*" in the prospectus.

The "Preliminary Eligibility Criteria" are the Eligibility Criteria other than the criteria specified in clauses (b), (c) and (f) of the definition thereof.

THE NOTES

Debt Agreement

The Notes will be issued pursuant to a debt agreement. The permissible Combinations of RCR Notes that may be issued in exchange for Exchangeable Notes are set forth on Schedule I hereto.

**Class Principal
Balance**

Group 1

As of any Payment Date and for the Group 1 Notes (in each case without regard to any exchange of Group 1 Exchangeable Notes for Group 1 RCR Notes):

- (a) the maximum dollar amount of principal to which the Holders of each related Class of Notes are then entitled, with such amount being equal to the initial Class Principal Balance of such Class of Notes, *minus*
- (b) the aggregate amount of principal paid by Fannie Mae on such Class of Notes on such Payment Date and all prior Payment Dates, *minus*
- (c) the aggregate amount of related Tranche Write-down

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



- Amounts allocated to reduce the Class Principal Balance of such Class of Notes on such Payment Date and on all prior Payment Dates, and *plus*
- (d) the aggregate amount of related Tranche Write-up Amounts allocated to increase the Class Principal Balance of such Class of Notes on such Payment Date and on all prior Payment Dates.

The Class Principal Balance of each Class of Group 1 Notes (other than Group 1 RCR Notes) will at all times equal the Class Notional Amount of the Group 1 Reference Tranche that corresponds to such Class of Notes. For the avoidance of doubt, no Tranche Write-up Amount or Tranche Write-down Amount will be applied twice on the same Payment Date. The Class Principal Balance of each outstanding Class of Group 1 RCR Notes entitled to principal will be equal to the outstanding Class Principal Balance of the Exchangeable Notes that were exchanged for such Group 1 RCR Notes.

Group 2

As of any Payment Date and for the Group 2 Notes (in each case without regard to any exchange of Group 2 Exchangeable Notes for Group 2 RCR Notes):

- (a) the maximum dollar amount of principal to which the Holders of each related Class of Notes are then entitled, with such amount being equal to the initial Class Principal Balance of such Class of Notes, *minus*
- (b) the aggregate amount of principal paid by Fannie Mae on such Class of Notes on such Payment Date and all prior Payment Dates, *minus*
- (c) the aggregate amount of related Tranche Write-down Amounts allocated to reduce the Class Principal Balance of such Class of Notes on such Payment Date and on all prior Payment Dates, and *plus*
- (d) the aggregate amount of related Tranche Write-up Amounts allocated to increase the Class Principal Balance of such Class of Notes on such Payment Date and on all prior Payment Dates.

The Class Principal Balance of each Class of Group 2 Notes (other than Group 2 RCR Notes) will at all times equal the Class Notional Amount of the Group 2 Reference Tranche that corresponds to such Class of Notes. For the avoidance of doubt, no Tranche Write-up Amount or Tranche Write-down Amount will be applied twice on the same Payment Date. The Class Principal Balance of each outstanding Class of Group 2 RCR Notes entitled to principal will be equal to the

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



outstanding Class Principal Balance of the Exchangeable Notes that were exchanged for such Group 2 RCR Notes.

Interest Accrual Amount

With respect to each outstanding Class of Notes (and, solely for purposes of calculating allocations of any Modification Loss Amounts, the Class 1B-2H Reference Tranche and the Class 2B-2H Reference Tranche) and any Payment Date, an amount equal to the accrued interest at the class coupon on the Class Principal Balance or Class Notional Amount, as applicable, of each Class of Notes immediately prior to such Payment Date.

Interest Payment Amount

With respect to each outstanding Class of Notes and any Payment Date, the amount that Noteholders thereof will be entitled to receive from the Interest Accrual Amount for such Class of Notes, less any Modification Loss Amount for such Payment Date allocated to reduce such amount for such Class of Notes. In each case, interest amounts that are payable by Fannie Mae on the related Exchangeable Notes will be allocated to and payable on any outstanding RCR Notes.

Principal Payment

Group 1

Except as described below, on each Payment Date, Fannie Mae will pay principal to Holders of each outstanding Class of Group 1 Notes (without regard to any exchanges of Group 1 Exchangeable Notes for Group 1 RCR Notes) in an amount equal to the portion of the related Senior Reduction Amount or Subordinate Reduction Amount, as applicable, allocated to the corresponding Group 1 Reference Tranche on such Payment Date. No payments of principal will be made to the Group 1 Reference Tranches.

On the earlier to occur of (x) the Group 1 Early Redemption Date, if any, and (y) the Maturity Date, Fannie Mae will pay 100% of the outstanding Class Principal Balance to Holders of each Class of Group 1 Notes, after allocations of the related Tranche Write-down Amount and the Tranche Write-up Amount for such Payment Date (without regard to any exchanges of Group 1 Exchangeable Notes for Group 1 RCR Notes).

In each case, principal amounts that are payable by Fannie Mae on the related Group 1 Exchangeable Notes will be allocated to and payable on any outstanding Group 1 RCR Notes that are entitled to principal.

In addition, on the Group 1 Termination Date, the Group 1 Projected Recovery Amount will be included in the calculation of the Principal Recovery Amount for Loan Group 1.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 2

Except as described below, on each Payment Date, Fannie Mae will pay principal to Holders of each outstanding Class of Group 2 Notes (without regard to any exchanges of Group 2 Exchangeable Notes for Group 2 RCR Notes) in an amount equal to the portion of the related Senior Reduction Amount or Subordinate Reduction Amount, as applicable, allocated to the corresponding Group 2 Reference Tranche on such Payment Date. No payments of principal will be made to the Group 2 Reference Tranches.

On the earlier to occur of (x) the Group 2 Early Redemption Date, if any, and (y) the Maturity Date, Fannie Mae will pay 100% of the outstanding Class Principal Balance to Holders of each Class of Group 2 Notes, after allocations of the related Tranche Write-down Amount and the Tranche Write-up Amount for such Payment Date (without regard to any exchanges of Group 2 Exchangeable Notes for Group 2 RCR Notes).

In each case, principal amounts that are payable by Fannie Mae on the related Group 2 Exchangeable Notes will be allocated to and payable on any outstanding Group 2 RCR Notes that are entitled to principal.

In addition, on the Group 2 Termination Date, the Group 2 Projected Recovery Amount will be included in the calculation of the Principal Recovery Amount for Loan Group 2.

Event of Default

An "Event of Default" for a Group of the Notes under the Debt Agreement will consist of:

- (a) any failure by Fannie Mae to pay principal or interest on a related Note that continues unremedied for 30 days;
- (b) any failure by Fannie Mae to perform in any material respect any other obligation under the Debt Agreement if the failure continues unremedied for 60 days after Fannie Mae receives notification by the Holders of at least 25% of the outstanding Class Principal Balance of the related Notes (with the outstanding Class Principal Balances of the Exchangeable Notes to be determined without regard to any exchanges for RCR Notes); or
- (c) specified events of bankruptcy, insolvency or similar proceedings involving Fannie Mae.

Holders of RCR Notes will be entitled to exercise all the voting or direction rights that are otherwise allocated to the related Exchangeable Notes; provided, however, that Holders of any outstanding RCR Notes (other than the Interest Only RCR Notes) will

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



be entitled to exercise their pro rata shares of 99% of the voting or direction rights that are otherwise allocated to the related Exchangeable Notes, and Holders of any outstanding Interest Only RCR Notes will be entitled to exercise 1% of the voting or direction rights that are otherwise allocated to the related Exchangeable Notes.

The appointment of a conservator (or other similar official) by a regulator having jurisdiction over Fannie Mae, whether or not Fannie Mae consents to such appointment, will not constitute an Event of Default.

Rights Upon Event of Default

If an Event of Default under the Debt Agreement continues unremedied, Holders of not less than 50% of the Class Principal Balance amount of each Class of Notes (with the outstanding Class Principal Balances of Exchangeable Notes to be determined without regard to any exchanges for RCR Notes) to which such Event of Default relates may, by written notice to Fannie Mae, declare such Notes due and payable.

No Noteholder has any right under the Debt Agreement to institute any action or proceeding at law or in equity or in bankruptcy or otherwise, or for the appointment of a receiver or trustee, or for any other remedy, unless:

- (a) the Noteholder has previously given Fannie Mae written notice of an Event of Default and of the continuance thereof;
- (b) the Holders of not less than 50% of the outstanding Class Principal Balance of each Class of Notes to which such Event of Default relates (with the outstanding Class Principal Balances of the Exchangeable Notes to be determined without regard to any exchanges for RCR Notes) have given Fannie Mae written notice of the Event of Default; and
- (c) the Event of Default continues uncured for 60 days following such notice.

The Holders of not less than 50% of the outstanding Class Principal Balance of each Class of Notes (with the outstanding Class Principal Balances of the Exchangeable Notes to be determined without regard to any exchanges for RCR Notes) to which an Event of Default relates may waive, rescind or annul such Event of Default as it relates to such Class at any time.

Holders of such RCR Notes will be entitled to exercise all the voting or direction rights otherwise allocable to the related Exchangeable Notes as further described in the prospectus.

Exchange

Under the Global Agency Agreement, the Exchange Administrator

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Administration

will be engaged by Fannie Mae to perform certain administrative functions with respect to exchanging Exchangeable Notes for RCR Notes and vice versa. The Exchange Administrator will, among other duties set forth in the Global Agency Agreement, administer all exchanges of Exchangeable Notes for RCR Notes and vice versa, which will include receiving notices of requests for such exchanges from Noteholders, accepting the Notes to be exchanged, and giving notice to the Global Agent of all such exchanges. The Exchange Administrator will notify the Global Agent with respect to any exchanges of Exchangeable Notes for RCR Notes (and vice versa) at the time of such exchange, and the Global Agent will make all subsequent payments in accordance with such notice, unless notified of a subsequent exchange by the Exchange Administrator.

INVESTMENT CONSIDERATIONS

**United States Federal
Tax
Consequences**

Fannie Mae expects to receive an opinion from Hunton & Williams LLP that, although the matter is not free from doubt, each of the Class 1M-1, Class 1M-2A, Class 1M-2B, Class 1M-2C, Class 2M-1, Class 2M-2A, Class 2M-2B and Class 2M-2C Notes sold on the Closing Date (including through a sale of RCR Notes) to a person unrelated to Fannie Mae will be characterized as indebtedness for U.S. federal income tax purposes. Fannie Mae and each Holder of such a Note, by acceptance of such Note, will agree to treat such Note as indebtedness of Fannie Mae for all U.S. federal income tax purposes unless otherwise required by law. The arrangement under which the RCR Notes are created will be classified as a grantor trust for U.S. federal income tax purposes. The RCR Notes represent beneficial ownership interests in the applicable Exchangeable Notes for U.S. federal income tax purposes.

The Class 1B-1 and Class 2B-1 Notes could be characterized as derivatives, guarantee contracts, debt instruments or equity instruments for U.S. federal income tax purposes. While the characterization is not entirely clear, Fannie Mae intends to take the position that each Class 1B-1 and Class 2B-1 Note will be treated as a notional principal contract for U.S. federal income tax purposes (other than for purposes of U.S. federal withholding tax).

Because the U.S. federal income tax characterization of the Class 1B-1 and Class 2B-1 Notes is uncertain, the characterization of payments on the Class 1B-1 and Class 2B-1 Notes for U.S. withholding tax purposes is also uncertain. As a result, to the extent that Fannie Mae makes payments to a beneficial owner not exempt from withholding with respect to a Class 1B-1 or Class 2B-1 Note, Fannie Mae and its paying agent intend to withhold U.S. federal income tax on the entire amount of each class coupon payment (as adjusted as a result of any

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Modification Events) with respect to such Class 1B-1 or Class 2B-1 Note. Further, Fannie Mae expects that other withholding agents making such payments to a non-U.S. beneficial owner will also withhold on such payments. Fannie Mae will not gross up for such withheld amounts. Accordingly, potential investors that are not U.S. persons should consult with their tax advisors regarding the suitability of the Class 1B-1 and Class 2B-1 Notes for investment.

ERISA Considerations Subject to the terms and considerations in the prospectus, the Notes are eligible to be purchased by employee benefit plans and entities holding the assets of any such plan.

Legal Investment The Notes will not be "mortgage related securities" for purposes of the Secondary Mortgage Market Enhancement Act of 1984, as amended ("SMMEA"). No representation is or will be made as to the proper characterization of the Notes for legal investment or other purposes, the ability of particular investors to purchase Notes for legal investment or other purposes or the ability of particular investors to purchase the Notes under applicable legal investment or other restrictions.

EU Risk Retention In connection with Article 405(1) of EU Regulation 575/2013, Fannie Mae will retain a material net economic interest in the exposure related to the Notes issuance transaction of not less than 5%.

Notes Not Listed At the time of issuance, the Notes are not expected to be listed on any national securities exchange or traded on any automated quotation systems of any registered securities association.

Registration and Denomination The Notes will be issuable in book-entry form through DTC, Euroclear and Clearstream in minimum denominations of \$10,000 with integral multiples of \$1 in excess thereof. The Notes are being offered only to "Qualified Institutional Buyers" (as defined in Rule 144A under the Securities Act).

Record Date The business day preceding a Payment Date, with respect to beneficial interests in book-entry Notes and the last business day of the preceding month of a Payment Date, with respect to definitive Notes.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



EXAMPLE OF PAYMENTS

The following sets forth an example of reporting of principal payments from borrowers on the Reference Obligations and payments on the Notes for the Payment Date in September 2017:

July 1 through July 31	Reporting Period	The Master Servicer will report principal payments on the Reference Obligations in each Loan Group received during the related Reporting Period (July 1 through July 31) from borrowers including scheduled principal and full and partial principal prepayments.
July 31	Delinquency Determination Date	The Master Servicer will report the MBA delinquency status on the Reference Obligations in each Loan Group determined as of the Delinquency Determination Date (July 31).
September 13	Master Servicer Remittance Date	Master Servicer will provide remittance file in respect of the Reference Obligations in each Loan Group to the Global Agent on or prior to the 8th business day of each month.
September 22	Record Date	Distributions on each Payment Date will be made to Holders of record for all classes of Notes as of the business day immediately preceding such Payment Date.
September 25	Payment Date	On the 25 th day of each month (or if the 25 th day is not a business day, the next business day), the Issuer will make payments to Noteholders.

Succeeding months will follow the same pattern.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



SCHEDULE I

**CONNECTICUT AVENUE SECURITIES, SERIES 2017-C06
RCR NOTES
AVAILABLE COMBINATIONS AND RECOMBINATIONS**

Combination	Class of Exchangeable or RCR Note	Original Balance (\$)	Exchange Proportions (%) ⁽¹⁾	Class of RCR Note	Maximum Original Balance / Notional Amount (\$)	Exchange Proportions (%) ⁽¹⁾	Class Coupon (%) ⁽²⁾	Expected Ratings (Fitch/KBRA)
1	1M-2A	\$93,986,000	33.3333333333%	1M-2	\$281,958,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
	1M-2B	\$93,986,000	33.3333333333%					
	1M-2C	\$93,986,000	33.3333333333%					
2	1M-2A	\$93,986,000	100.0000000000%	1E-A1	\$93,986,000	100.0000000000%	1mL + ___%	BB+sf/BBB (sf)
				1A-I1	\$93,986,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁴⁾	BB+sf/BBB (sf)
3	1M-2A	\$93,986,000	100.0000000000%	1E-A2	\$93,986,000	100.0000000000%	1mL + ___%	BB+sf/BBB (sf)
				1A-I2	\$93,986,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁴⁾	BB+sf/BBB (sf)
4	1M-2A	\$93,986,000	100.0000000000%	1E-A3	\$93,986,000	100.0000000000%	1mL + ___%	BB+sf/BBB (sf)
				1A-I3	\$93,986,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁴⁾	BB+sf/BBB (sf)
5	1M-2A	\$93,986,000	100.0000000000%	1E-A4	\$93,986,000	100.0000000000%	1mL + ___%	BB+sf/BBB (sf)
				1A-I4	\$93,986,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁴⁾	BB+sf/BBB (sf)
6	1M-2B	\$93,986,000	100.0000000000%	1E-B1	\$93,986,000	100.0000000000%	1mL + ___%	BB-sf/BB+ (sf)
				1B-I1	\$93,986,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁴⁾	BB-sf/BB+ (sf)
7	1M-2B	\$93,986,000	100.0000000000%	1E-B2	\$93,986,000	100.0000000000%	1mL + ___%	BB-sf/BB+ (sf)
				1B-I2	\$93,986,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁴⁾	BB-sf/BB+ (sf)
8	1M-2B	\$93,986,000	100.0000000000%	1E-B3	\$93,986,000	100.0000000000%	1mL + ___%	BB-sf/BB+ (sf)
				1B-I3	\$93,986,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁴⁾	BB-sf/BB+ (sf)
9	1M-2B	\$93,986,000	100.0000000000%	1E-B4	\$93,986,000	100.0000000000%	1mL + ___%	BB-sf/BB+ (sf)
				1B-I4	\$93,986,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁴⁾	BB-sf/BB+ (sf)
10	1M-2C	\$93,986,000	100.0000000000%	1E-C1	\$93,986,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
				1C-I1	\$93,986,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁴⁾	Bsf/BB (sf)
11	1M-2C	\$93,986,000	100.0000000000%	1E-C2	\$93,986,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
				1C-I2	\$93,986,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁴⁾	Bsf/BB (sf)
12	1M-2C	\$93,986,000	100.0000000000%	1E-C3	\$93,986,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
				1C-I3	\$93,986,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁴⁾	Bsf/BB (sf)
13	1M-2C	\$93,986,000	100.0000000000%	1E-C4	\$93,986,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
				1C-I4	\$93,986,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁴⁾	Bsf/BB (sf)
14	1E-A1	\$93,986,000	50.0000000000%	1E-D1	\$187,972,000	100.0000000000%	1mL + ___%	BB-sf/BB+ (sf)
	1E-B1	\$93,986,000	50.0000000000%					
15	1E-A2	\$93,986,000	50.0000000000%	1E-D2	\$187,972,000	100.0000000000%	1mL + ___%	BB-sf/BB+ (sf)
	1E-B2	\$93,986,000	50.0000000000%					
16	1E-A3	\$93,986,000	50.0000000000%	1E-D3	\$187,972,000	100.0000000000%	1mL + ___%	BB-sf/BB+ (sf)
	1E-B3	\$93,986,000	50.0000000000%					
17	1E-A4	\$93,986,000	50.0000000000%	1E-D4	\$187,972,000	100.0000000000%	1mL + ___%	BB-sf/BB+ (sf)
	1E-B4	\$93,986,000	50.0000000000%					
18	1M-2A	\$93,986,000	50.0000000000%	1E-D5	\$187,972,000	100.0000000000%	1mL + ___%	BB-sf/BB+ (sf)
	1M-2B	\$93,986,000	50.0000000000%					
19	1E-B1	\$93,986,000	50.0000000000%	1E-F1	\$187,972,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
	1E-C1	\$93,986,000	50.0000000000%					
20	1E-B2	\$93,986,000	50.0000000000%	1E-F2	\$187,972,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
	1E-C2	\$93,986,000	50.0000000000%					
21	1E-B3	\$93,986,000	50.0000000000%	1E-F3	\$187,972,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
	1E-C3	\$93,986,000	50.0000000000%					

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Combination	Class of Exchangeable or RCR Note	Original Balance (\$)	Exchange Proportions (%) ⁽¹⁾	Class of RCR Note	Maximum Original Balance / Notional Amount (\$)	Exchange Proportions (%) ⁽¹⁾	Class Coupon (%) ⁽²⁾	Expected Ratings (Fitch/KBRA)
22	1E-B4	\$93,986,000	50.0000000000%	1E-F4	\$187,972,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
	1E-C4	\$93,986,000	50.0000000000%					
23	1M-2B	\$93,986,000	50.0000000000%	1E-F5	\$187,972,000	100.0000000000%	1mL + ___%	Bsf/BB (sf)
	1M-2C	\$93,986,000	50.0000000000%					
24	1A-I1	\$93,986,000 ⁽³⁾	50.0000000000%	1-X1	\$187,972,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁵⁾	BB-sf/BB+ (sf)
	1B-I1	\$93,986,000 ⁽³⁾	50.0000000000%					
25	1A-I2	\$93,986,000 ⁽³⁾	50.0000000000%	1-X2	\$187,972,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁵⁾	BB-sf/BB+ (sf)
	1B-I2	\$93,986,000 ⁽³⁾	50.0000000000%					
26	1A-I3	\$93,986,000 ⁽³⁾	50.0000000000%	1-X3	\$187,972,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁵⁾	BB-sf/BB+ (sf)
	1B-I3	\$93,986,000 ⁽³⁾	50.0000000000%					
27	1A-I4	\$93,986,000 ⁽³⁾	50.0000000000%	1-X4	\$187,972,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁵⁾	BB-sf/BB+ (sf)
	1B-I4	\$93,986,000 ⁽³⁾	50.0000000000%					
28	1B-I1	\$93,986,000 ⁽³⁾	50.0000000000%	1-Y1	\$187,972,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁵⁾	Bsf/BB (sf)
	1C-I1	\$93,986,000 ⁽³⁾	50.0000000000%					
29	1B-I2	\$93,986,000 ⁽³⁾	50.0000000000%	1-Y2	\$187,972,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁵⁾	Bsf/BB (sf)
	1C-I2	\$93,986,000 ⁽³⁾	50.0000000000%					
30	1B-I3	\$93,986,000 ⁽³⁾	50.0000000000%	1-Y3	\$187,972,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁵⁾	Bsf/BB (sf)
	1C-I3	\$93,986,000 ⁽³⁾	50.0000000000%					
31	1B-I4	\$93,986,000 ⁽³⁾	50.0000000000%	1-Y4	\$187,972,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁵⁾	Bsf/BB (sf)
	1C-I4	\$93,986,000 ⁽³⁾	50.0000000000%					
32	2M-2A	\$119,342,000	33.0611068941%	2M-2	\$360,974,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
	2M-2B	\$120,816,000	33.4694465529%					
	2M-2C	\$120,816,000	33.4694465529%					
33	2M-2A	\$119,342,000	100.0000000000%	2E-A1	\$119,342,000	100.0000000000%	1mL + ___%	BBsf/BBB- (sf)
		2A-I1	\$119,342,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁴⁾	BBsf/BBB- (sf)		
34	2M-2A	\$119,342,000	100.0000000000%	2E-A2	\$119,342,000	100.0000000000%	1mL + ___%	BBsf/BBB- (sf)
		2A-I2	\$119,342,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁴⁾	BBsf/BBB- (sf)		
35	2M-2A	\$119,342,000	100.0000000000%	2E-A3	\$119,342,000	100.0000000000%	1mL + ___%	BBsf/BBB- (sf)
		2A-I3	\$119,342,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁴⁾	BBsf/BBB- (sf)		
36	2M-2A	\$119,342,000	100.0000000000%	2E-A4	\$119,342,000	100.0000000000%	1mL + ___%	BBsf/BBB- (sf)
		2A-I4	\$119,342,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁴⁾	BBsf/BBB- (sf)		
37	2M-2B	\$120,816,000	100.0000000000%	2E-B1	\$120,816,000	100.0000000000%	1mL + ___%	BB-sf/BB (sf)
		2B-I1	\$120,816,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁴⁾	BB-sf/BB (sf)		
38	2M-2B	\$120,816,000	100.0000000000%	2E-B2	\$120,816,000	100.0000000000%	1mL + ___%	BB-sf/BB (sf)
		2B-I2	\$120,816,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁴⁾	BB-sf/BB (sf)		
39	2M-2B	\$120,816,000	100.0000000000%	2E-B3	\$120,816,000	100.0000000000%	1mL + ___%	BB-sf/BB (sf)
		2B-I3	\$120,816,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁴⁾	BB-sf/BB (sf)		
40	2M-2B	\$120,816,000	100.0000000000%	2E-B4	\$120,816,000	100.0000000000%	1mL + ___%	BB-sf/BB (sf)
		2B-I4	\$120,816,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁴⁾	BB-sf/BB (sf)		
41	2M-2C	\$120,816,000	100.0000000000%	2E-C1	\$120,816,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
		2C-I1	\$120,816,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁴⁾	Bsf/B+ (sf)		
42	2M-2C	\$120,816,000	100.0000000000%	2E-C2	\$120,816,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
		2C-I2	\$120,816,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁴⁾	Bsf/B+ (sf)		
43	2M-2C	\$120,816,000	100.0000000000%	2E-C3	\$120,816,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
		2C-I3	\$120,816,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁴⁾	Bsf/B+ (sf)		
44	2M-2C	\$120,816,000	100.0000000000%	2E-C4	\$120,816,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
		2C-I4	\$120,816,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁴⁾	Bsf/B+ (sf)		
45	2E-A1	\$119,342,000	49.6931186969%	2E-D1	\$240,158,000	100.0000000000%	1mL + ___%	BB-sf/BB (sf)
	2E-B1	\$120,816,000	50.3068813031%					
46	2E-A2	\$119,342,000	49.6931186969%	2E-D2	\$240,158,000	100.0000000000%	1mL + ___%	BB-sf/BB (sf)
	2E-B2	\$120,816,000	50.3068813031%					

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Combination	Class of Exchangeable or RCR Note	Original Balance (\$)	Exchange Proportions (%) ⁽¹⁾	Class of RCR Note	Maximum Original Balance / Notional Amount (\$)	Exchange Proportions (%) ⁽¹⁾	Class Coupon (%) ⁽²⁾	Expected Ratings (Fitch/KBRA)
47	2E-A3	\$119,342,000	49.6931186969%	2E-D3	\$240,158,000	100.0000000000%	1mL + ___%	BB-sf/BB (sf)
	2E-B3	\$120,816,000	50.3068813031%					
48	2E-A4	\$119,342,000	49.6931186969%	2E-D4	\$240,158,000	100.0000000000%	1mL + ___%	BB-sf/BB (sf)
	2E-B4	\$120,816,000	50.3068813031%					
49	2M-2A	\$119,342,000	49.6931186969%	2E-D5	\$240,158,000	100.0000000000%	1mL + ___%	BB-sf/BB (sf)
	2M-2B	\$120,816,000	50.3068813031%					
50	2E-B1	\$120,816,000	50.0000000000%	2E-F1	\$241,632,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
	2E-C1	\$120,816,000	50.0000000000%					
51	2E-B2	\$120,816,000	50.0000000000%	2E-F2	\$241,632,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
	2E-C2	\$120,816,000	50.0000000000%					
52	2E-B3	\$120,816,000	50.0000000000%	2E-F3	\$241,632,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
	2E-C3	\$120,816,000	50.0000000000%					
53	2E-B4	\$120,816,000	50.0000000000%	2E-F4	\$241,632,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
	2E-C4	\$120,816,000	50.0000000000%					
54	2M-2B	\$120,816,000	50.0000000000%	2E-F5	\$241,632,000	100.0000000000%	1mL + ___%	Bsf/B+ (sf)
	2M-2C	\$120,816,000	50.0000000000%					
55	2A-I1	\$119,342,000 ⁽³⁾	49.6931186969%	2-X1	\$240,158,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁵⁾	BB-sf/BB (sf)
	2B-I1	\$120,816,000 ⁽³⁾	50.3068813031%					
56	2A-I2	\$119,342,000 ⁽³⁾	49.6931186969%	2-X2	\$240,158,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁵⁾	BB-sf/BB (sf)
	2B-I2	\$120,816,000 ⁽³⁾	50.3068813031%					
57	2A-I3	\$119,342,000 ⁽³⁾	49.6931186969%	2-X3	\$240,158,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁵⁾	BB-sf/BB (sf)
	2B-I3	\$120,816,000 ⁽³⁾	50.3068813031%					
58	2A-I4	\$119,342,000 ⁽³⁾	49.6931186969%	2-X4	\$240,158,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁵⁾	BB-sf/BB (sf)
	2B-I4	\$120,816,000 ⁽³⁾	50.3068813031%					
59	2B-I1	\$120,816,000 ⁽³⁾	50.0000000000%	2-Y1	\$241,632,000 ⁽³⁾	100.0000000000%	1.80% ⁽⁵⁾	Bsf/B+ (sf)
	2C-I1	\$120,816,000 ⁽³⁾	50.0000000000%					
60	2B-I2	\$120,816,000 ⁽³⁾	50.0000000000%	2-Y2	\$241,632,000 ⁽³⁾	100.0000000000%	1.40% ⁽⁵⁾	Bsf/B+ (sf)
	2C-I2	\$120,816,000 ⁽³⁾	50.0000000000%					
61	2B-I3	\$120,816,000 ⁽³⁾	50.0000000000%	2-Y3	\$241,632,000 ⁽³⁾	100.0000000000%	1.00% ⁽⁵⁾	Bsf/B+ (sf)
	2C-I3	\$120,816,000 ⁽³⁾	50.0000000000%					
62	2B-I4	\$120,816,000 ⁽³⁾	50.0000000000%	2-Y4	\$241,632,000 ⁽³⁾	100.0000000000%	0.60% ⁽⁵⁾	Bsf/B+ (sf)
	2C-I4	\$120,816,000 ⁽³⁾	50.0000000000%					

- (1) Exchange proportions are constant proportions of the original Class Principal Balances or Class Notional Amounts, as applicable, of the Class or Classes of Exchangeable or RCR Notes being exchanged. In accordance with the exchange proportions, Holders of Exchangeable Notes may exchange those Notes for RCR Notes, and vice versa. In addition, Holders of certain Classes of RCR Notes may exchange those Notes for other Classes of RCR Notes, and vice versa.
- (2) The class coupons shown for the Classes of Interest Only RCR Notes are preliminary and are shown for illustrative purposes only. The final class coupons for the Classes of Interest Only RCR Notes will be determined on the pricing date for the Notes and will be set forth in the final prospectus.
- (3) This Class is an interest only class with a Class Notional Amount as of any Payment Date equal to a specified percentage of the outstanding Class Principal Balance of the related Exchangeable or RCR Note or Notes.
- (4) The interest payment on each of these Classes of Interest Only RCR Notes for a Payment Date represents a portion of the interest payment on the Class of Exchangeable Notes included in the related Combination for that Payment Date. For any Payment Date for which One-Month LIBOR is less than the applicable value set forth below (the "Negative LIBOR Trigger"), the interest payment on the specified Class of Interest Only RCR Notes will be calculated as the lesser of (x) the amount calculated based on the Class Coupon set forth above for that Class and (y) the excess of (i) the interest amount payable on the related Class of Exchangeable Notes for that Payment Date over (ii) the interest amount payable on the Class of floating rate RCR Notes included in the same Combination for that Payment Date.

Class of Interest Only RCR Notes	Negative LIBOR Trigger
Class 1A-I1 Notes	-0.60%
Class 1A-I2 Notes	-1.00%
Class 1A-I3 Notes	-1.40%
Class 1A-I4 Notes	-1.80%
Class 1B-I1 Notes	-0.60%
Class 1B-I2 Notes	-1.00%
Class 1B-I3 Notes	-1.40%

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Class 1B-I4 Notes	-1.80%
Class 1C-I1 Notes	-0.60%
Class 1C-I2 Notes	-1.00%
Class 1C-I3 Notes	-1.40%
Class 1C-I4 Notes	-1.80%
Class 2A-I1 Notes	-0.60%
Class 2A-I2 Notes	-1.00%
Class 2A-I3 Notes	-1.40%
Class 2A-I4 Notes	-1.80%
Class 2B-I1 Notes	-0.60%
Class 2B-I2 Notes	-1.00%
Class 2B-I3 Notes	-1.40%
Class 2B-I4 Notes	-1.80%
Class 2C-I1 Notes	-0.60%
Class 2C-I2 Notes	-1.00%
Class 2C-I3 Notes	-1.40%
Class 2C-I4 Notes	-1.80%

(5) The interest payment on each of these Classes of Interest Only RCR Notes for a Payment Date represents a portion of the interest payments on the Classes of RCR Notes included in the related Combination for that Payment Date. For any Payment Date for which One-Month LIBOR is less than the applicable Negative LIBOR Trigger set forth below, the interest payment on the specified Class of Interest Only RCR Notes will be calculated as the lesser of (x) the amount calculated based on the Class Coupon set forth above for that Class and (y) the aggregate of the interest amounts payable on the Classes of RCR Notes included in the same Combination that were exchanged for the specified Class of Interest Only RCR Notes for that Payment Date.

<u>Class of Interest Only RCR Notes</u>	<u>Negative LIBOR Trigger</u>
Class 1-X1 Notes	-0.60%
Class 1-X2 Notes	-1.00%
Class 1-X3 Notes	-1.40%
Class 1-X4 Notes	-1.80%
Class 1-Y1 Notes	-0.60%
Class 1-Y2 Notes	-1.00%
Class 1-Y3 Notes	-1.40%
Class 1-Y4 Notes	-1.80%
Class 2-X1 Notes	-0.60%
Class 2-X2 Notes	-1.00%
Class 2-X3 Notes	-1.40%
Class 2-X4 Notes	-1.80%
Class 2-Y1 Notes	-0.60%
Class 2-Y2 Notes	-1.00%
Class 2-Y3 Notes	-1.40%
Class 2-Y4 Notes	-1.80%

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.

**GLOSSARY OF CERTAIN DEFINED TERMS**

"Credit Event Amount" means, with respect to each Payment Date and Loan Group, the aggregate amount of the Credit Event UPB of all Credit Event Reference Obligations for the related Reporting Period with respect to that Loan Group.

"Credit Event Net Gain" means, with respect to any Credit Event Reference Obligation, an amount equal to the *excess*, if any, of:

- (a) the related Net Liquidation Proceeds, over
- (b) the *sum* of:
 - (i) the related Credit Event UPB;
 - (ii) the total amount of prior principal forgiveness modifications, if any, on the related Credit Event Reference Obligation; and
 - (iii) delinquent accrued interest thereon, calculated at the applicable Current Accrual Rate from the related last-paid interest date through the date such Reference Obligation has been reported as a Credit Event Reference Obligation.

"Credit Event Net Loss" means, with respect to any Credit Event Reference Obligation, an amount equal to the *excess*, if any, of:

- (a) the sum of:
 - (i) the related Credit Event UPB;
 - (ii) the total amount of prior principal forgiveness modifications, if any, on the related Credit Event Reference Obligation; and
 - (iii) delinquent accrued interest thereon, calculated at the related Current Accrual Rate from the related last paid interest date through the date such Reference Obligation has been reported as a Credit Event Reference Obligation, *over*
- (b) the related Net Liquidation Proceeds.

As indicated below, the Net Liquidation Proceeds for any Credit Event Reference Obligation will be determined based on the proceeds received (net of related expenses and credits) during the period including the month in which such Reference Obligation became a Credit Event Reference Obligation together with the immediately following three-month period. Any proceeds or expenses received or incurred thereafter with respect to such Credit Event Reference Obligation will be determined on a monthly basis for inclusion in the calculation of the Principal Recovery Amount or Principal Loss Amount, as applicable, for the related Loan Group.

"Credit Event Reference Obligation" means, with respect to any Payment Date, any Reference Obligation with respect to which a Credit Event has occurred.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



"Credit Event UPB" means, with respect to each Credit Event Reference Obligation, the unpaid principal balance of such Reference Obligation as of the end of the Reporting Period related to the Payment Date that it became a Credit Event Reference Obligation.

"Current Accrual Rate" means, with respect to each Payment Date and any Reference Obligation, the current mortgage rate, less the greater of (i) the related servicing fee rate and (ii) 35 basis points.

"Delinquency Test" means, for any Payment Date and Loan Group, a test that will be satisfied if:

- (a) the sum of the Distressed Principal Balance for such Loan Group for the current Payment Date and each of the preceding five Payment Dates, divided by six, is less than
- (b) 40% of the excess of (i) the product of (x) the Subordinate Percentage for such Loan Group and (y) the aggregate unpaid principal balance of the Reference Obligations in such Loan Group as of the preceding Payment Date over (ii) the Principal Loss Amount for such Loan Group for the current Payment Date.

"Distressed Principal Balance" means, for any Payment Date and Loan Group, the aggregate unpaid principal balance of the Reference Obligations in that Loan Group that are 90 days or more delinquent or are otherwise in foreclosure, bankruptcy or REO status.

"Group 1 Projected Recovery Amount" means the Projected Recovery Amount, if any, for the Group 1 Notes.

"Group 1 Senior Percentage" means, with respect to each Payment Date and Group 1, the percentage equivalent of a fraction, the numerator of which is the Class Notional Amount of the Group 1 Senior Reference Tranche immediately prior to such Payment Date and the denominator of which is the aggregate unpaid principal balance of the Reference Obligations in Loan Group 1 at the end of the previous Reporting Period.

"Group 1 Subordinate Percentage" means, with respect to each Payment Date and the Group 1 Notes, 100% minus the Group 1 Senior Percentage for such Payment Date.

"Group 2 Projected Recovery Amount" means the Projected Recovery Amount, if any, for the Group 2 Notes.

"Group 2 Senior Percentage" means, with respect to each Payment Date and Group 2, the percentage equivalent of a fraction, the numerator of which is the Class Notional Amount of the Group 2 Senior Reference Tranche immediately prior to such Payment Date and the denominator of which is the aggregate unpaid principal balance of the Reference Obligations in Loan Group 2 at the end of the previous Reporting Period.

"Group 2 Subordinate Percentage" means, with respect to each Payment Date and the Group 2 Notes, 100% minus the Group 2 Senior Percentage for such Payment Date.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



"Group of Notes" or "Group" means the Group 1 Notes or the Group 2 Notes, as applicable.

"Minimum Credit Enhancement Test" means, with respect to any Payment Date and Loan Group, a test that will be satisfied if:

- (a) in the case of Loan Group 1, the Group 1 Subordinate Percentage (solely for purposes of such test, rounded to the sixth decimal place) is greater than or equal to 3.800000%, and
- (b) in the case of Loan Group 2, the Group 2 Subordinate Percentage (solely for purposes of such test, rounded to the sixth decimal place) is greater than or equal to 4.500000%.

"Mortgage Insurance Credit Amount" means, with respect to any Credit Event Reference Obligation the full amount, if any, that may be claimed as contractual proceeds of any mortgage insurance covering such Reference Obligation at the time such Reference Obligation became a Credit Event Reference Obligation, without regard to whether such amount or any portion thereof is actually received by or reimbursed to Fannie Mae from the applicable mortgage insurer, servicer or any other source. For the avoidance of doubt, the "Mortgage Insurance Credit Amount" will not include amounts that otherwise may have been claimed to the extent the related mortgage insurance coverage has been rescinded or has been denied or curtailed due to origination or servicing breaches.

"Net Liquidation Proceeds" means, with respect to any Credit Event Reference Obligation, the sum of the related liquidation proceeds, any Mortgage Insurance Credit Amount and any proceeds received from the related servicer in connection with such Credit Event Reference Obligation, less related expenses and credits, including but not limited to taxes and insurance, legal costs, maintenance and preservation costs, in each case during the period including the month in which such Reference Obligation became a Credit Event Reference Obligation together with the immediately following three-month period.

"Original Accrual Rate" means, with respect to any Reference Obligation, the mortgage rate as of the Cut-off Date, less the greater of (i) the related servicing fee and (ii) 35 basis points.

"Preliminary Class Notional Amount" means, for a Payment Date and Reference Tranche, an amount equal to the Class Notional Amount of a Reference Tranche immediately prior to such Payment Date after the application of the Preliminary Tranche Write-down Amount for the related Loan Group in accordance with the priorities set forth in the Allocation of Tranche Write-down Amount for the related Group of Notes and after the application of the Preliminary Tranche Write-up Amount for such Loan Group in accordance with the priorities set forth in the Allocation of Tranche Write-up Amount for the related Group.

"Preliminary Principal Loss Amount" means, for a Payment Date and Loan Group, an amount equal to the Principal Loss Amount for such Loan Group computed without giving effect to clause (d) of the definition of Principal Loss Amount.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



"Preliminary Tranche Write-down Amount" means, for a Payment Date and Loan Group, an amount equal to the Tranche Write-down Amount for such Loan Group computed using the Preliminary Principal Loss Amount instead of the Principal Loss Amount.

"Preliminary Tranche Write-up Amount" means, for a Payment Date and Loan Group, an amount equal to the Tranche Write-up Amount for such Loan Group computed using the Preliminary Principal Loss Amount instead of the Principal Loss Amount.

"Projected Recovery Amount" means, as of the Termination Date for either Group of Notes, the aggregate amount of subsequent recoveries, net of expenses and credits, projected to be received on the related Loan Group, calculated based on a formula to be derived by Fannie Mae from the actual net recovery experience for that Loan Group during the 30-month period immediately preceding such Termination Date, plus any additional amount determined by Fannie Mae in its sole discretion to be appropriate for purposes of the foregoing projection in light of then-current market conditions. Information regarding the formula and results of the related calculations will be provided to Holders through Payment Date Statements in advance of the Termination Date, if any. In the absence of manifest error, Fannie Mae's determination of the Projected Recovery Amount shall be final.

The prospectus will contain further information regarding the Projected Recovery Amount.

"Subordinate Percentage" means the Group 1 Subordinate Percentage and the Group 2 Subordinate Percentage, as applicable.



Weighted Average Life and Modeling Assumptions

Weighted average life of a Class of Notes refers to the average amount of time that will elapse from the date of issuance of such Class of Notes until each dollar is distributed and any Tranche Write-down Amount is allocated in reduction of its principal balance. The weighted average lives of the Notes will be influenced by, among other things, the rate at which principal of the mortgage loans that are Reference Obligations in the related Loan Group is paid, which may be in the form of scheduled amortization, prepayments or liquidations and the timing and rate of allocation of Tranche Write-down Amounts and Tranche Write-Up Amounts.

Prepayments on mortgage loans are commonly measured relative to a constant prepayment standard or model. The model used in this term sheet for the Reference Obligations in the related Loan Group is a Constant Prepayment Rate (or "CPR"). CPR assumes that the outstanding principal balance of a pool of mortgage loans prepays at a specified constant annual rate. In projecting monthly cashflows, this rate is converted to an equivalent monthly rate. CPR does not purport to be either a historical description of the prepayment experience of mortgage loans or a prediction of the anticipated rate of prepayment of any mortgage loans, including the Reference Obligations. The percentages of CPR in the tables below do not purport to be historical description of relative prepayment experience of the Reference Obligations in either Loan Group or predictions of the anticipated relative rate of prepayment of the Reference Obligations in such Loan Group. Variations in the prepayment experience and the principal balance of the Reference Obligations in a Loan Group that prepay may increase or decrease the percentages of initial Class Principal Balance (and weighted average lives) shown in the following tables. Such variations may occur even if the average prepayment experience of all such Reference Obligations in a Loan Group equals any of the specified percentages of CPR.

The Weighted Average Life Tables, Declining Balances Tables, Credit Event Sensitivity Tables, Cumulative Note Write-down Amount Tables and Yield Tables below were prepared based on the following assumptions (collectively, the "Modeling Assumptions"):

- (1) the initial Class Principal Balances or Class Notional Amounts are as set forth in the table on page 4;
- (2) the scheduled monthly payment for each Reference Obligation is based on its outstanding principal balance, current mortgage rate and remaining amortization term to maturity so that it will fully amortize in amounts sufficient for the repayment thereof over its remaining amortization term to maturity;
- (3) each monthly payment of scheduled principal and interest on the Reference Obligations is timely received on the first day of each month commencing in August 2017;
- (4) other than with respect to the Declining Balances Tables, the Reference Obligations in each Loan Group experience Credit Events at the indicated CDR percentages and there is no lag between the related Credit Event Amounts and the application of any related Recovery Principal; the Principal Loss Amount is equal to 25% of the Credit Event Amount with respect to Loan Group 1 and 15% of the Credit Event Amount with respect to Loan Group 2; in the case of the Declining Balances Tables, it is assumed that no Credit Events occur;
- (5) the Delinquency Test is satisfied for each Payment Date and Loan Group;

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



- (6) principal prepayments in full on the Reference Obligations are received on the last day of each month beginning in the calendar month prior to the month in which the first Payment Date occurs;
- (7) there are no partial principal prepayments on the Reference Obligations;
- (8) the Reference Obligations in each Loan Group prepay at the indicated CPR percentages;
- (9) except as specified in the tables, there are no defaults or delinquencies on the Reference Obligations;
- (10) Payment Dates occur on the 25th day of each month commencing in September 2017;
- (11) there are no purchases, removals, reinstatements, or substitutions of Reference Obligations;
- (12) there are no Modification Events or data corrections in connection with the Reference Obligations;
- (13) the Maturity Date is the Payment Date in February 2030;
- (14) there is no Early Redemption Option exercised (except in the case of Weighted Average Life in Years (to Early Redemption Option));
- (15) the Closing Date is August 23, 2017;
- (16) one-month LIBOR stays constant at 1.22889%;
- (17) the Reference Obligations in each Loan Group are aggregated into the assumed mortgage loans having the characteristics as described in "Assumed Characteristics of Loan Group 1 as of the Cut-off Date" and "Assumed Characteristics of Loan Group 2 as of the Cut-off Date", as applicable;
- (18) there are no Reversed Credit Event Reference Obligations;
- (19) the Projected Recovery Amount for each Loan Group is zero;
- (20) there are no Originator Rep and Warranty Settlements; and
- (21) the Class 1M-1 margin is equal 0.65%, the Class 1M-2 margin is equal to 2.40%, the Class 1B-1 margin is equal to 3.80%, the Class 2M-1 margin is equal to 0.65%, the Class 2M-2 margin is equal to 2.40% and the Class 2B-1 margin is equal to 4.00%.

The following default sensitivity tables assume a constant rate of Reference Obligations becoming Credit Event Reference Obligations in each Loan Group each month relative to the then outstanding aggregate principal balance of Reference Obligations in such Loan Group. This credit event rate (or "CDR") does not purport to be either an historical description of the default experience of the Reference Obligations or a prediction of the anticipated rate of defaults on the Reference Obligations. The rate and extent of actual defaults experienced on the Reference Obligations are likely to differ from those assumed and may differ significantly. A rate of 1.0% CDR assumes Reference Obligations become Credit Event Reference Obligations at an annual rate of 1.0% which remains in effect through the remaining lives of such Reference Obligations. Further, it is unlikely the Reference Obligations will become Credit Event Reference Obligations at any specified percentage of CDR.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Assumed Characteristics of the Reference Obligations in Loan Group 1 as of the Cut-off Date

Assumed Reference Obligation Group Number	Outstanding Principal Balance (\$)	Remaining Term to Maturity (months)	Original Term to Maturity (months)	Current Mortgage Rate (%)
1	402,052.51	354	360	2.750
2	5,765,205.14	354	360	2.875
3	9,309,638.87	354	360	3.000
4	21,177,950.91	354	360	3.125
5	169,222,662.45	353	359	3.250
6	651,545,070.53	353	359	3.374
7	1,575,128,615.71	353	359	3.499
8	1,216,806,357.47	353	358	3.624
9	1,726,572,352.37	353	358	3.749
10	1,790,526,342.65	353	359	3.874
11	1,120,778,541.06	354	359	3.995
12	1,299,414,576.81	355	359	4.124
13	1,712,793,828.06	355	359	4.247
14	1,301,083,705.55	355	359	4.374
15	1,447,090,693.42	355	360	4.499
16	829,464,634.72	355	360	4.623
17	560,799,974.37	355	360	4.750
18	481,596,347.85	355	360	4.874
19	314,279,419.59	355	360	4.997
20	141,905,329.22	355	360	5.124
21	76,322,886.77	355	360	5.249
22	21,212,137.36	355	359	5.375
23	10,297,198.83	355	359	5.500
24	4,987,301.00	355	359	5.625
25	451,581.44	356	360	5.750

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Assumed Characteristics of the Reference Obligations in Loan Group 2 as of the Cut-off Date

Assumed Reference Obligation Group Number	Outstanding Principal Balance (\$)	Remaining Term to Maturity (months)	Original Term to Maturity (months)	Current Mortgage Rate (%)
1	214,569.03	354	360	2.500
2	468,814.80	354	360	2.625
3	473,448.18	355	360	2.750
4	3,438,998.81	355	360	2.875
5	7,479,278.08	354	360	3.000
6	9,040,334.62	354	360	3.125
7	50,291,674.41	355	360	3.250
8	184,673,771.63	354	360	3.374
9	582,237,641.74	354	360	3.499
10	629,263,801.37	354	359	3.624
11	963,183,951.77	354	359	3.750
12	772,577,401.82	355	359	3.875
13	1,047,210,640.36	356	360	3.997
14	1,611,310,546.65	356	360	4.124
15	2,619,058,611.83	356	360	4.248
16	2,110,008,650.76	356	360	4.374
17	1,937,952,225.95	356	360	4.499
18	1,152,319,821.25	356	360	4.623
19	685,441,306.77	356	360	4.749
20	486,668,921.86	356	360	4.874
21	301,772,309.81	356	360	4.997
22	141,098,005.15	356	360	5.124
23	121,685,709.38	356	360	5.250
24	48,979,820.09	356	360	5.375
25	18,582,337.94	356	360	5.500
26	14,618,191.38	356	360	5.625
27	3,802,069.92	356	360	5.750
28	2,084,176.76	356	360	5.875
29	2,128,709.92	357	360	6.000
30	1,087,294.24	356	360	6.125

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Declining Balances Tables

Percentages of Original Class Principal Balances Outstanding and Weighted Average Lives

Date	Class 1M-1 CPR Prepayment Assumption							
	<u>0%</u>	<u>5%</u>	<u>10%</u>	<u>15%</u>	<u>20%</u>	<u>25%</u>	<u>30%</u>	<u>35%</u>
Closing Date	100	100	100	100	100	100	100	100
August 25, 2018	93	75	56	37	19	0	0	0
August 25, 2019	86	50	17	0	0	0	0	0
August 25, 2020	79	28	0	0	0	0	0	0
August 25, 2021	71	6	0	0	0	0	0	0
August 25, 2022	63	0	0	0	0	0	0	0
August 25, 2023	55	0	0	0	0	0	0	0
August 25, 2024	46	0	0	0	0	0	0	0
August 25, 2025	37	0	0	0	0	0	0	0
August 25, 2026	28	0	0	0	0	0	0	0
August 25, 2027	18	0	0	0	0	0	0	0
August 25, 2028	8	0	0	0	0	0	0	0
August 25, 2029	0	0	0	0	0	0	0	0
August 25, 2030	0	0	0	0	0	0	0	0
Weighted Average Life (years) to Maturity	6.37	2.11	1.22	0.85	0.65	0.52	0.44	0.37
Weighted Average Life (years) to Early Redemption Date*	6.20	2.11	1.22	0.85	0.65	0.52	0.44	0.37

* The Early Redemption Date occurs on the first eligible Payment Date.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Class 1M-2
CPR Prepayment Assumption

Date	<u>0%</u>	<u>5%</u>	<u>10%</u>	<u>15%</u>	<u>20%</u>	<u>25%</u>	<u>30%</u>	<u>35%</u>
Closing Date	100	100	100	100	100	100	100	100
August 25, 2018	100	100	100	100	100	100	90	79
August 25, 2019	100	100	100	91	75	59	44	30
August 25, 2020	100	100	90	67	46	29	13	0
August 25, 2021	100	100	72	46	24	6	0	0
August 25, 2022	100	92	57	29	7	0	0	0
August 25, 2023	100	81	43	15	0	0	0	0
August 25, 2024	100	71	31	3	0	0	0	0
August 25, 2025	100	61	20	0	0	0	0	0
August 25, 2026	100	52	11	0	0	0	0	0
August 25, 2027	100	43	2	0	0	0	0	0
August 25, 2028	100	35	0	0	0	0	0	0
August 25, 2029	98	28	0	0	0	0	0	0
August 25, 2030	0	0	0	0	0	0	0	0
Weighted Average Life (years) to Maturity	12.49	9.17	5.82	4.06	3.07	2.44	2.00	1.68
Weighted Average Life (years) to Early Redemption Date*	10.01	8.33	5.81	4.06	3.07	2.44	2.00	1.68

* The Early Redemption Date occurs on the first eligible Payment Date.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Class 1B-1
CPR Prepayment Assumption

Date	<u>0%</u>	<u>5%</u>	<u>10%</u>	<u>15%</u>	<u>20%</u>	<u>25%</u>	<u>30%</u>	<u>35%</u>
Closing Date	100	100	100	100	100	100	100	100
August 25, 2018	100	100	100	100	100	100	100	100
August 25, 2019	100	100	100	100	100	100	100	100
August 25, 2020	100	100	100	100	100	100	100	97
August 25, 2021	100	100	100	100	100	100	69	25
August 25, 2022	100	100	100	100	100	63	15	0
August 25, 2023	100	100	100	100	75	19	0	0
August 25, 2024	100	100	100	100	37	0	0	0
August 25, 2025	100	100	100	73	6	0	0	0
August 25, 2026	100	100	100	42	0	0	0	0
August 25, 2027	100	100	100	17	0	0	0	0
August 25, 2028	100	100	80	0	0	0	0	0
August 25, 2029	100	100	56	0	0	0	0	0
August 25, 2030	0	0	0	0	0	0	0	0
Weighted Average Life (years) to Maturity	12.51	12.51	11.89	8.87	6.75	5.37	4.40	3.69
Weighted Average Life (years) to Early Redemption Date*	10.01	10.01	10.01	8.80	6.75	5.37	4.40	3.69

**The Early Redemption Date occurs on the first eligible Payment Date.*

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Class 2M-1
CPR Prepayment Assumption

Date	<u>0%</u>	<u>5%</u>	<u>10%</u>	<u>15%</u>	<u>20%</u>	<u>25%</u>	<u>30%</u>	<u>35%</u>
Closing Date	100	100	100	100	100	100	100	100
August 25, 2018	91	91	68	44	19	0	0	0
August 25, 2019	81	60	10	0	0	0	0	0
August 25, 2020	71	26	0	0	0	0	0	0
August 25, 2021	61	0	0	0	0	0	0	0
August 25, 2022	50	0	0	0	0	0	0	0
August 25, 2023	39	0	0	0	0	0	0	0
August 25, 2024	27	0	0	0	0	0	0	0
August 25, 2025	15	0	0	0	0	0	0	0
August 25, 2026	2	0	0	0	0	0	0	0
August 25, 2027	0	0	0	0	0	0	0	0
August 25, 2028	0	0	0	0	0	0	0	0
August 25, 2029	0	0	0	0	0	0	0	0
August 25, 2030	0	0	0	0	0	0	0	0
Weighted Average Life (years) to Maturity	4.91	2.31	1.35	0.98	0.77	0.61	0.48	0.43
Weighted Average Life (years) to Early Redemption Date*	4.91	2.31	1.35	0.98	0.77	0.61	0.48	0.43

**The Early Redemption Date occurs on the first eligible Payment Date.*

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Class 2M-2
CPR Prepayment Assumption

Date	<u>0%</u>	<u>5%</u>	<u>10%</u>	<u>15%</u>	<u>20%</u>	<u>25%</u>	<u>30%</u>	<u>35%</u>
Closing Date	100	100	100	100	100	100	100	100
August 25, 2018	100	100	100	100	100	97	86	78
August 25, 2019	100	100	100	89	75	60	46	35
August 25, 2020	100	100	86	67	50	34	19	8
August 25, 2021	100	98	71	49	30	14	*	0
August 25, 2022	100	88	58	34	15	0	0	0
August 25, 2023	100	79	46	21	3	0	0	0
August 25, 2024	100	70	35	11	0	0	0	0
August 25, 2025	100	62	26	2	0	0	0	0
August 25, 2026	100	54	17	0	0	0	0	0
August 25, 2027	96	46	10	0	0	0	0	0
August 25, 2028	92	39	3	0	0	0	0	0
August 25, 2029	87	32	0	0	0	0	0	0
August 25, 2030	0	0	0	0	0	0	0	0
Weighted Average Life (years) to Maturity	12.26	9.22	6.08	4.27	3.26	2.58	2.08	1.77
Weighted Average Life (years) to Early Redemption Date**.....	9.99	8.28	6.00	4.27	3.26	2.58	2.08	1.77

* Indicates a number that is greater than 0.0% but less than 0.5%.

**The Early Redemption Date occurs on the first eligible Payment Date.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Class 2B-1
CPR Prepayment Assumption

Date	<u>0%</u>	<u>5%</u>	<u>10%</u>	<u>15%</u>	<u>20%</u>	<u>25%</u>	<u>30%</u>	<u>35%</u>
Closing Date	100	100	100	100	100	100	100	100
August 25, 2018	100	100	100	100	100	100	100	100
August 25, 2019	100	100	100	100	100	100	100	100
August 25, 2020	100	100	100	100	100	100	100	100
August 25, 2021	100	100	100	100	100	100	100	51
August 25, 2022	100	100	100	100	100	96	37	0
August 25, 2023	100	100	100	100	100	44	0	0
August 25, 2024	100	100	100	100	66	5	0	0
August 25, 2025	100	100	100	100	29	0	0	0
August 25, 2026	100	100	100	72	*	0	0	0
August 25, 2027	100	100	100	41	0	0	0	0
August 25, 2028	100	100	100	16	0	0	0	0
August 25, 2029	100	100	88	0	0	0	0	0
August 25, 2030	0	0	0	0	0	0	0	0
Weighted Average Life (years) to Maturity	12.51	12.51	12.40	9.84	7.52	5.97	4.87	4.10
Weighted Average Life (years) to Early Redemption Date**.....	10.01	10.01	10.01	9.48	7.52	5.97	4.87	4.10

* Indicates a number that is greater than 0.0% but less than 0.5%.

**The Early Redemption Date occurs on the first eligible Payment Date.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Loan Group 1 Credit Event Sensitivity Table

Cumulative Credit Events (as % of the Cut-off Date Balance)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.25%	2.68%	2.02%	1.55%	1.22%	0.98%	0.80%	0.66%	0.56%
0.50%	5.29%	4.00%	3.08%	2.42%	1.94%	1.59%	1.32%	1.12%
0.75%	7.83%	5.92%	4.57%	3.59%	2.89%	2.37%	1.97%	1.67%
1.00%	10.31%	7.81%	6.03%	4.75%	3.82%	3.13%	2.61%	2.21%
1.50%	15.06%	11.44%	8.86%	7.00%	5.65%	4.64%	3.88%	3.29%
2.00%	19.55%	14.90%	11.58%	9.18%	7.42%	6.12%	5.12%	4.35%
3.00%	27.84%	21.35%	16.69%	13.31%	10.82%	8.96%	7.53%	6.42%

Loan Group 2 Credit Event Sensitivity Table

Cumulative Credit Events (as % of the Cut-off Date Balance)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.25%	2.69%	2.03%	1.56%	1.22%	0.98%	0.80%	0.67%	0.56%
0.50%	5.32%	4.01%	3.09%	2.42%	1.94%	1.59%	1.32%	1.12%
0.75%	7.87%	5.95%	4.58%	3.61%	2.90%	2.37%	1.97%	1.67%
1.00%	10.35%	7.84%	6.05%	4.77%	3.83%	3.14%	2.62%	2.22%
1.50%	15.12%	11.48%	8.89%	7.02%	5.66%	4.65%	3.89%	3.30%
2.00%	19.64%	14.96%	11.62%	9.21%	7.44%	6.13%	5.13%	4.36%
3.00%	27.95%	21.43%	16.74%	13.35%	10.85%	8.97%	7.54%	6.43%

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 1 Classes Cumulative Note Write-down Amount Tables

Class 1M-1 Cumulative Write-down Amount (as % of Class 1M-1 Original Class Principal Balance)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.25%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.75%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1.50%	58.65%	5.93%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2.00%	70.17%	62.48%	9.42%	0.00%	0.00%	0.00%	0.00%	0.00%
3.00%	80.87%	77.17%	72.04%	52.71%	0.00%	0.00%	0.00%	0.00%

Class 1M-2 Cumulative Write-down Amount (as % of Class 1M-2 Original Class Principal Balance)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.25%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.50%	17.97%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.75%	53.26%	26.72%	7.88%	0.00%	0.00%	0.00%	0.00%	0.00%
1.00%	87.61%	52.86%	28.16%	10.43%	0.00%	0.00%	0.00%	0.00%
1.50%	100.00%	100.00%	67.49%	41.72%	22.91%	8.94%	0.00%	0.00%
2.00%	100.00%	100.00%	100.00%	71.93%	47.55%	29.39%	15.60%	4.89%
3.00%	100.00%	100.00%	100.00%	100.00%	94.72%	68.83%	49.05%	33.61%

Class 1B-1 Cumulative Write-down Amount (as % of Class 1B-1 Original Class Principal Balance)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.25%	34.13%	1.10%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.50%	100.00%	99.81%	53.82%	20.89%	0.00%	0.00%	0.00%	0.00%
0.75%	100.00%	100.00%	100.00%	79.74%	44.39%	18.26%	0.00%	0.00%
1.00%	100.00%	100.00%	100.00%	100.00%	91.10%	56.70%	30.72%	10.67%
1.50%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	94.07%	64.59%
2.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
3.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 2 Classes Cumulative Note Write-down Amount Tables

Class 2M-1 Cumulative Write-down Amount (as % of Class 2M-1 Original Class Principal Balance)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.25%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.75%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
3.00%	45.66%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Class 2M-2 Cumulative Write-down Amount (as % of Class 2M-2 Original Class Principal Balance)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.25%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.50%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.75%	7.37%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1.00%	22.57%	7.16%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1.50%	51.77%	29.48%	13.61%	2.19%	0.00%	0.00%	0.00%	0.00%
2.00%	79.41%	50.75%	30.30%	15.54%	4.74%	0.00%	0.00%	0.00%
3.00%	100.00%	90.36%	61.69%	40.89%	25.59%	14.13%	5.37%	0.00%

Class 2B-1 Cumulative Write-down Amount (as % of Class 2B-1 Original Class Principal Balance)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.25%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.50%	59.53%	20.36%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
0.75%	100.00%	78.42%	37.49%	8.16%	0.00%	0.00%	0.00%	0.00%
1.00%	100.00%	100.00%	81.45%	42.96%	14.95%	0.00%	0.00%	0.00%
1.50%	100.00%	100.00%	100.00%	100.00%	69.90%	39.59%	16.65%	0.00%
2.00%	100.00%	100.00%	100.00%	100.00%	100.00%	83.86%	53.95%	30.76%
3.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	92.87%

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 1 Classes Yield Tables

Class 1M-1 Pre-Tax Yield to Maturity (Price = 100.00000%)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
0.25%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
0.50%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
0.75%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
1.00%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
1.50%	(12.40)%	1.24%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
2.00%	(23.01)%	(14.97)%	0.85%	1.89%	1.89%	1.89%	1.89%	1.89%
3.00%	(44.85)%	(36.85)%	(27.04)%	(7.96)%	1.89%	1.89%	1.89%	1.89%

Class 1M-2 Pre-Tax Yield to Maturity (Price = 100.00000%)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%
0.25%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%
0.50%	2.34%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%
0.75%	(1.57)%	1.50%	2.97%	3.66%	3.66%	3.66%	3.66%	3.66%
1.00%	(9.85)%	(1.68)%	0.92%	2.46%	3.66%	3.66%	3.66%	3.66%
1.50%	(35.55)%	(24.94)%	(4.60)%	(1.79)%	0.06%	2.02%	3.66%	3.66%
2.00%	(52.97)%	(43.18)%	(29.82)%	(6.83)%	(4.36)%	(2.27)%	(0.02)%	2.36%
3.00%	(84.71)%	(76.62)%	(66.60)%	(53.11)%	(17.87)%	(11.46)%	(8.95)%	(6.42)%

Class 1B-1 Pre-Tax Yield to Maturity (Price = 100.00000%)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	5.08%	5.08%	5.08%	5.08%	5.08%	5.08%	5.08%	5.08%
0.25%	2.54%	5.02%	5.08%	5.08%	5.08%	5.08%	5.08%	5.08%
0.50%	(24.75)%	(15.59)%	(0.10)%	3.52%	5.08%	5.08%	5.08%	5.08%
0.75%	(47.19)%	(38.76)%	(28.12)%	(6.05)%	0.59%	3.27%	5.08%	5.08%
1.00%	(68.50)%	(60.84)%	(51.58)%	(39.55)%	(11.97)%	(2.16)%	1.09%	3.64%
1.50%	*	(99.15)%	(92.19)%	(83.80)%	(73.20)%	(58.49)%	(16.34)%	(6.76)%
2.00%	*	*	*	*	*	*	(89.12)%	(70.16)%
3.00%	*	*	*	*	*	*	*	*

* Indicates a yield less than (99.99)%.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 2 Classes Yield Tables

Class 2M-1 Pre-Tax Yield to Maturity (Price = 100.00000%)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
0.25%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
0.50%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
0.75%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
1.00%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
1.50%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
2.00%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%
3.00%	(8.80)%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%	1.89%

Class 2M-2 Pre-Tax Yield to Maturity (Price = 100.00000%)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%
0.25%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%
0.50%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%
0.75%	3.15%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%
1.00%	1.90%	3.12%	3.66%	3.66%	3.66%	3.66%	3.66%	3.66%
1.50%	(1.48)%	1.11%	2.29%	3.40%	3.66%	3.66%	3.66%	3.66%
2.00%	(7.21)%	(1.51)%	0.32%	1.58%	2.92%	3.66%	3.66%	3.66%
3.00%	(33.02)%	(12.43)%	(4.11)%	(2.44)%	(0.97)%	0.62%	2.34%	3.66%

Class 2B-1 Pre-Tax Yield to Maturity (Price = 100.00000%)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	5.29%	5.29%	5.29%	5.29%	5.29%	5.29%	5.29%	5.29%
0.25%	5.29%	5.29%	5.29%	5.29%	5.29%	5.29%	5.29%	5.29%
0.50%	(0.19)%	3.90%	5.29%	5.29%	5.29%	5.29%	5.29%	5.29%
0.75%	(19.31)%	(4.19)%	2.20%	4.76%	5.29%	5.29%	5.29%	5.29%
1.00%	(32.55)%	(23.78)%	(5.70)%	1.36%	4.11%	5.29%	5.29%	5.29%
1.50%	(58.65)%	(50.61)%	(40.74)%	(27.16)%	(3.68)%	0.84%	3.38%	5.29%
2.00%	(82.50)%	(75.50)%	(67.08)%	(56.60)%	(42.06)%	(8.73)%	(2.52)%	0.67%
3.00%	*	*	*	*	(94.81)%	(83.67)%	(67.56)%	(17.17)%

* Indicates a yield less than (99.99)%.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 1 Classes Weighted Average Life Tables

Class 1M-1 Weighted Average Life to Maturity (in Years)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	6.37	2.11	1.22	0.85	0.65	0.52	0.44	0.37
0.25%	6.79	2.70	1.42	0.96	0.73	0.60	0.51	0.44
0.50%	7.23	3.67	1.64	1.05	0.77	0.61	0.51	0.44
0.75%	7.67	5.67	1.96	1.16	0.82	0.64	0.52	0.44
1.00%	8.11	7.68	2.43	1.30	0.89	0.67	0.54	0.46
1.50%	7.35	8.40	4.97	1.75	1.06	0.76	0.59	0.49
2.00%	5.94	7.03	8.49	2.80	1.34	0.87	0.65	0.52
3.00%	4.22	4.69	5.49	7.37	3.50	1.35	0.83	0.63

Class 1M-2 Weighted Average Life to Maturity (in Years)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	12.49	9.17	5.82	4.06	3.07	2.44	2.00	1.68
0.25%	12.51	10.67	7.13	4.70	3.44	2.68	2.17	1.81
0.50%	12.19	11.88	8.51	5.58	3.87	2.93	2.33	1.91
0.75%	10.65	11.70	9.69	6.79	4.49	3.25	2.52	2.04
1.00%	8.72	10.25	9.93	7.68	5.47	3.69	2.76	2.18
1.50%	5.62	6.91	8.73	7.90	6.32	4.96	3.60	2.60
2.00%	4.15	4.75	5.88	7.37	6.33	5.18	4.21	3.37
3.00%	2.72	2.95	3.28	3.80	5.10	5.01	4.29	3.63

Class 1B-1 Weighted Average Life to Maturity (in Years)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	12.51	12.51	11.89	8.87	6.75	5.37	4.40	3.69
0.25%	11.88	12.50	12.51	11.11	8.19	6.25	4.99	4.10
0.50%	6.55	8.24	10.37	11.82	10.44	7.66	5.80	4.61
0.75%	4.27	4.86	5.86	8.03	9.74	9.09	7.36	5.39
1.00%	3.17	3.47	3.90	4.61	6.38	7.94	7.52	6.55
1.50%	2.10	2.22	2.37	2.58	2.86	3.33	4.72	5.54
2.00%	1.58	1.64	1.72	1.81	1.93	2.09	2.33	2.73
3.00%	1.06	1.08	1.11	1.15	1.19	1.24	1.30	1.38

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Group 2 Classes Weighted Average Life Tables

Class 2M-1 Weighted Average Life to Maturity (in Years)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	4.91	2.31	1.35	0.98	0.77	0.61	0.48	0.43
0.25%	5.04	2.52	1.42	0.98	0.77	0.61	0.52	0.43
0.50%	5.18	2.79	1.50	1.02	0.78	0.61	0.54	0.43
0.75%	5.35	3.12	1.59	1.06	0.79	0.62	0.56	0.43
1.00%	5.54	3.55	1.69	1.10	0.82	0.64	0.56	0.44
1.50%	6.06	4.83	1.95	1.20	0.87	0.68	0.56	0.47
2.00%	6.67	6.31	2.29	1.31	0.92	0.71	0.58	0.49
3.00%	6.79	7.32	3.68	1.64	1.05	0.78	0.61	0.50

Class 2M-2 Weighted Average Life to Maturity (in Years)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	12.26	9.22	6.08	4.27	3.26	2.58	2.08	1.77
0.25%	12.32	9.83	6.64	4.53	3.38	2.66	2.19	1.81
0.50%	12.38	10.42	7.22	4.86	3.56	2.77	2.25	1.87
0.75%	12.35	10.97	7.78	5.27	3.77	2.90	2.32	1.93
1.00%	11.88	11.36	8.34	5.76	4.01	3.03	2.41	1.99
1.50%	10.41	11.14	8.97	6.73	4.69	3.37	2.61	2.11
2.00%	8.72	10.04	8.95	7.03	5.42	3.90	2.87	2.26
3.00%	5.73	7.20	8.29	6.95	5.62	4.54	3.66	2.77

Class 2B-1 Weighted Average Life to Maturity (in Years)

CDR	<u>0% CPR</u>	<u>5% CPR</u>	<u>10% CPR</u>	<u>15% CPR</u>	<u>20% CPR</u>	<u>25% CPR</u>	<u>30% CPR</u>	<u>35% CPR</u>
0.00%	12.51	12.51	12.40	9.84	7.52	5.97	4.87	4.10
0.25%	12.51	12.51	12.51	10.99	8.23	6.42	5.19	4.34
0.50%	10.92	12.17	12.51	11.92	9.24	7.01	5.57	4.57
0.75%	7.41	9.47	11.26	12.32	10.47	7.80	6.03	4.86
1.00%	5.43	6.49	8.59	10.58	11.00	9.00	6.66	5.23
1.50%	3.56	3.95	4.55	5.69	8.07	8.79	7.99	6.56
2.00%	2.65	2.85	3.13	3.53	4.23	6.22	6.99	6.59
3.00%	1.76	1.84	1.94	2.07	2.24	2.47	2.87	4.11

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Reference Pool Summary

Loan Group 1

Statistics for the Reference Obligations listed below are based on statistical Cut-off Date information as of June 30, 2017.

Collateral Summary				
	<u>Aggregate</u>	<u>Weighted Average</u>	<u>Minimum</u>	<u>Maximum</u>
Number of Reference Obligations	69,367	-	-	-
Aggregate Original Principal Balance	\$16,688,002,000	\$240,576 ⁽¹⁾	\$12,000	\$1,223,000
Aggregate Scheduled Principal Balance	\$16,488,934,405	\$237,706 ⁽¹⁾	\$5,253	\$1,217,692
Gross Mortgage Rate	-	4.078%	2.750%	5.750%
Remaining Term to Stated Maturity	-	354 Months	236 Months	357 Months
Original Term	-	359 Months	241 Months	360 Months
Loan Age	-	5 Months	3 Months	8 Months
Original Loan-to-Value Ratio	-	74.91%	61.00%	80.00%
Original Combined Loan-to-Value Ratio	-	75.64%	61.00%	97.00%
Debt-to-Income Ratio	-	34.59%	0.77%	50.00%
Credit Score	-	746	620	850
% Refinance	55.02%			
% Owner Occupied	84.87%			
% SFR/PUD	89.57%			
Top Five Geographic Concentration of Mortgage Loans				
CA	21.78%			
TX	7.32%			
FL	5.79%			
CO	4.69%			
WA	4.32%			

(1) Average

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Product Type of the Mortgage Loans</i>							
Product Type	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Fixed Rate	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

<i>Unpaid Principal Balances as of the Origination Date</i>							
Range of Unpaid Principal Balance (\$)	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
0.01 - 25,000.00	17	366,080	*	4.489	731	77.98	77.98
25,000.01 - 50,000.00	561	23,519,373	0.14	4.588	741	76.47	76.68
50,000.01 - 75,000.00	2,084	132,615,663	0.80	4.463	741	75.61	75.75
75,000.01 - 100,000.00	4,171	370,253,939	2.25	4.354	741	74.79	74.97
100,000.01 - 125,000.00	5,844	656,406,712	3.98	4.265	742	75.17	75.40
125,000.01 - 150,000.00	6,192	847,162,322	5.14	4.220	743	75.40	75.58
150,000.01 - 200,000.00	11,820	2,060,247,189	12.49	4.144	744	75.09	75.35
200,000.01 - 250,000.00	10,339	2,302,310,771	13.96	4.089	744	75.16	75.42
250,000.01 - 300,000.00	8,677	2,363,867,351	14.34	4.032	746	75.32	75.60
300,000.01 - 350,000.00	6,408	2,060,296,134	12.50	3.998	747	75.37	75.71
350,000.01 - 400,000.00	5,473	2,034,312,548	12.34	3.958	749	75.43	76.17
400,000.01 - 450,000.00	4,450	1,832,142,038	11.11	3.999	747	73.37	76.27
450,000.01 - 500,000.00	1,067	501,511,529	3.04	4.125	745	74.18	74.98
500,000.01 - 550,000.00	821	426,991,022	2.59	4.107	748	74.08	74.93
550,000.01 - 600,000.00	711	406,671,273	2.47	4.117	748	74.62	75.78
600,000.01 - 650,000.00	625	383,810,434	2.33	4.148	745	73.08	75.83
650,000.01 - 700,000.00	21	14,119,972	0.09	4.297	747	72.08	72.08
700,000.01 - 750,000.00	23	16,509,065	0.10	4.205	759	72.26	73.99
750,000.01 - 800,000.00	23	17,677,076	0.11	4.309	761	69.89	70.20
800,000.01 - 850,000.00	14	11,328,090	0.07	4.329	744	71.83	72.32
850,000.01 - 900,000.00	2	1,720,080	0.01	3.812	761	75.00	75.00
900,000.01 or greater	24	25,095,744	0.15	4.462	757	71.15	71.15
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Average (\$)	240,575.52						

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.

*Unpaid Principal Balances as of the Cut-off Date*

Range of Unpaid Principal Balance (\$)	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
0.01 - 25,000.00	39	635,820	*	4.395	755	76.54	76.90
25,000.01 - 50,000.00	604	25,192,698	0.15	4.553	744	76.48	76.70
50,000.01 - 75,000.00	2,140	136,889,681	0.83	4.452	742	75.58	75.72
75,000.01 - 100,000.00	4,255	379,535,082	2.30	4.348	742	74.80	74.98
100,000.01 - 125,000.00	5,967	673,832,330	4.09	4.261	743	75.20	75.43
125,000.01 - 150,000.00	6,199	853,227,744	5.17	4.216	743	75.38	75.56
150,000.01 - 200,000.00	11,837	2,076,332,009	12.59	4.142	744	75.11	75.37
200,000.01 - 250,000.00	10,422	2,340,597,142	14.19	4.083	744	75.18	75.43
250,000.01 - 300,000.00	8,565	2,353,182,931	14.27	4.033	746	75.30	75.58
300,000.01 - 350,000.00	6,458	2,095,067,882	12.71	3.995	747	75.41	75.76
350,000.01 - 400,000.00	5,357	2,009,541,817	12.19	3.957	749	75.33	76.11
400,000.01 - 450,000.00	4,261	1,767,455,807	10.72	4.006	747	73.34	76.28
450,000.01 - 500,000.00	1,054	499,121,084	3.03	4.123	745	74.22	75.00
500,000.01 - 550,000.00	831	435,985,994	2.64	4.109	748	74.09	74.96
550,000.01 - 600,000.00	693	398,971,296	2.42	4.116	748	74.66	75.83
600,000.01 - 650,000.00	579	357,545,032	2.17	4.161	744	72.96	75.84
650,000.01 - 700,000.00	22	14,818,979	0.09	4.289	748	72.45	72.45
700,000.01 - 750,000.00	23	16,670,305	0.10	4.178	758	71.54	73.26
750,000.01 - 800,000.00	28	21,752,434	0.13	4.370	758	70.05	70.56
800,000.01 - 850,000.00	7	5,762,514	0.03	4.215	745	73.32	73.32
850,000.01 - 900,000.00	3	2,585,066	0.02	4.042	747	71.99	71.99
900,000.01 or greater	23	24,230,758	0.15	4.461	759	71.34	71.34
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Average (\$)	237,705.74						

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Gross Mortgage Rates of the Mortgage Loans as of the Cut-off Date</i>							
Range of Gross Mortgage Rates (%)	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
2.501 - 2.750	2	402,053	*	2.750	776	80.00	80.00
2.751 - 3.000	61	15,074,844	0.09	2.952	768	73.84	73.84
3.001 - 3.250	668	190,400,613	1.15	3.236	772	74.57	74.91
3.251 - 3.500	8,029	2,226,673,686	13.50	3.462	770	74.28	74.81
3.501 - 3.750	11,732	2,943,378,710	17.85	3.697	759	74.28	75.06
3.751 - 4.000	11,562	2,911,304,884	17.66	3.921	749	74.70	75.60
4.001 - 4.250	12,488	3,012,208,405	18.27	4.194	748	75.20	75.94
4.251 - 4.500	12,464	2,748,174,399	16.67	4.440	733	75.41	76.21
4.501 - 4.750	6,603	1,390,264,609	8.43	4.674	719	75.37	76.15
4.751 - 5.000	4,310	795,875,767	4.83	4.923	707	75.76	76.17
5.001 - 5.250	1,254	218,228,216	1.32	5.168	701	76.01	76.23
5.251 - 5.500	164	31,509,336	0.19	5.416	681	76.66	76.66
5.501 - 5.750	30	5,438,882	0.03	5.635	700	75.78	75.78
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Weighted Average (%)	4.078						

*Indicates a number that is greater than 0.000% but less than 0.005%.

<i>Seasoning of the Mortgage Loans as of the Cut-off Date</i>							
Seasoning (months)	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
3	2,932	648,389,757	3.93	4.433	744	75.32	75.90
4	17,207	3,893,284,563	23.61	4.340	742	75.00	75.66
5	32,876	7,892,031,216	47.86	4.066	745	74.90	75.64
6	13,424	3,305,828,775	20.05	3.798	750	74.79	75.61
7	2,434	619,079,341	3.75	3.776	750	74.63	75.42
8	494	130,320,752	0.79	3.816	750	74.48	75.20
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Weighted Average (months)	4.98						

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Original Loan-to-Value Ratio of the Mortgage Loans at Origination</i>							
Range of Original LTV (%)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
60.01 - 65.00	6,291	1,534,274,573	9.30	3.971	747	63.31	64.88
65.01 - 70.00	10,404	2,581,956,050	15.66	4.047	740	68.44	69.59
70.01 - 75.00	16,835	4,018,915,602	24.37	4.124	748	73.91	74.68
75.01 - 80.00	35,837	8,353,788,181	50.66	4.086	747	79.52	79.94
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Weighted Average (%)	74.91						

<i>Combined Loan-to-Value Ratio of the Mortgage Loans at Origination</i>							
Range of Combined LTV (%)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
60.01 - 65.00	5,884	1,388,196,149	8.42	3.977	747	63.30	63.31
65.01 - 70.00	9,891	2,397,134,329	14.54	4.050	740	68.39	68.45
70.01 - 75.00	16,316	3,832,650,565	23.24	4.124	748	73.79	73.91
75.01 - 80.00	35,260	8,206,680,699	49.77	4.079	747	79.30	79.52
80.01 - 85.00	393	122,732,062	0.74	4.000	741	72.74	83.75
85.01 - 90.00	1,193	413,182,219	2.51	4.154	743	75.10	89.41
90.01 - 95.00	406	124,262,863	0.75	4.157	742	76.11	94.34
95.01 - 97.00	24	4,095,520	0.02	4.082	727	76.48	96.77
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Weighted Average (%)	75.64						

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Credit Scores of the Mortgage Loans at Origination</i>							
Credit Scores at Origination	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
620	74	15,851,598	0.10	4.637	620	73.78	74.18
621 - 640	1,487	315,830,873	1.92	4.561	631	74.10	74.51
641 - 660	2,444	528,183,291	3.20	4.534	651	74.16	74.62
661 - 680	3,905	879,151,250	5.33	4.441	671	74.46	75.05
681 - 700	5,885	1,353,696,367	8.21	4.275	691	74.81	75.57
701 - 720	7,212	1,729,244,440	10.49	4.179	710	75.12	76.07
721 - 740	8,051	1,951,610,964	11.84	4.065	730	75.08	76.14
741 - 760	9,323	2,279,951,863	13.83	3.999	751	75.06	75.95
761 - 780	10,953	2,677,873,260	16.24	3.973	771	74.99	75.75
781 - 800	12,693	3,083,669,321	18.70	3.940	790	74.94	75.52
801 - 820	7,234	1,652,020,463	10.02	3.930	807	74.79	75.14
821 - 840	105	21,773,536	0.13	3.961	824	73.35	73.63
841 - 850	1	77,180	*	4.375	850	80.00	80.00
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Weighted Average	746						

*Indicates a number that is greater than 0.000% but less than 0.005%.

<i>Debt-to-Income Ratio of the Mortgage Loans at Origination</i>							
Range of Debt-to-Income Ratios (%)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
0.001 - 20.000	5,312	1,132,098,320	6.87	3.951	766	74.59	74.95
20.001 - 25.000	6,910	1,575,927,516	9.56	3.973	760	74.86	75.38
25.001 - 30.000	9,605	2,273,826,081	13.79	4.009	753	75.03	75.67
30.001 - 35.000	11,574	2,757,394,277	16.72	4.066	747	75.08	75.97
35.001 - 40.000	13,474	3,221,155,516	19.54	4.114	741	75.05	75.92
40.001 - 45.000	17,438	4,274,950,772	25.93	4.161	733	74.90	75.79
45.001 - 50.000	5,054	1,253,581,923	7.60	4.106	748	74.32	74.51
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Weighted Average (%)	34.59						

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Occupancy Status of the Mortgage Loans as of the Cut-off Date</i>							
Occupancy Status	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Owner-Occupied	56,311	13,994,956,995	84.87	4.027	744	75.00	75.84
Investment Property	9,502	1,724,567,710	10.46	4.543	756	73.67	73.68
Second Home	3,554	769,409,699	4.67	3.971	763	76.01	76.24
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

<i>Loan Purpose of the Mortgage Loans</i>							
Loan Purpose	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Purchase	32,074	7,416,945,554	44.98	4.076	754	76.91	77.87
Cash-Out Refinance	20,630	4,786,837,996	29.03	4.246	731	73.64	73.72
No Cash-Out Refinance	16,663	4,285,150,855	25.99	3.895	747	72.85	73.90
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

<i>Property Type of the Mortgage Loans as of the Cut-off Date</i>							
Property Type	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
1-4 Family Dwelling Unit	42,197	9,811,197,186	59.50	4.103	743	74.68	75.29
PUD	19,457	4,957,414,875	30.07	4.033	748	75.39	76.41
Condo	6,947	1,582,499,256	9.60	4.075	754	74.75	75.31
Co-op	388	87,253,717	0.53	3.776	759	75.44	75.44
Manufactured Housing	378	50,569,371	0.31	4.404	744	76.05	76.20
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Geographic Concentration of the Mortgage Loans</i>							
State or Territory	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
California	10,568	3,590,765,334	21.78	4.167	739	73.41	74.14
Texas	5,611	1,206,488,149	7.32	4.133	742	75.83	76.88
Florida	4,829	954,455,754	5.79	4.172	743	75.47	76.00
Colorado	2,901	773,407,286	4.69	4.073	746	74.22	74.99
Washington	2,581	712,307,422	4.32	4.122	746	74.40	74.92
New York	2,227	638,358,264	3.87	3.983	748	75.09	75.36
Virginia	1,832	503,401,678	3.05	3.954	755	74.97	76.22
Arizona	2,457	495,985,251	3.01	4.197	745	75.44	76.23
New Jersey	1,769	483,437,038	2.93	3.977	750	75.26	75.63
Illinois	2,248	461,111,955	2.80	4.001	749	75.61	76.42
Georgia	2,101	437,442,880	2.65	4.031	747	75.50	76.48
North Carolina	2,110	433,429,061	2.63	3.988	753	75.66	76.58
Oregon	1,643	408,241,295	2.48	4.134	747	74.55	75.15
Massachusetts	1,391	397,903,802	2.41	3.983	745	74.20	74.81
Pennsylvania	1,850	369,757,416	2.24	3.942	753	75.85	76.84
Maryland	1,336	366,468,199	2.22	3.970	752	75.24	76.19
Michigan	1,997	347,393,425	2.11	4.084	748	75.76	76.13
Minnesota	1,511	322,378,115	1.96	3.949	755	75.89	76.96
Utah	1,209	283,099,590	1.72	4.117	747	75.37	75.94
Tennessee	1,354	267,282,755	1.62	4.035	748	75.65	76.82
Wisconsin	1,380	254,576,687	1.54	3.931	756	75.60	76.36
Nevada	1,082	232,849,928	1.41	4.261	739	75.36	75.70
Ohio	1,434	221,532,873	1.34	3.988	749	76.35	76.81
South Carolina	1,109	211,747,729	1.28	4.056	751	75.49	76.07
Missouri	1,194	207,218,108	1.26	4.032	748	75.98	76.60
Indiana	906	142,869,362	0.87	4.131	747	75.89	76.29
Alabama	718	127,073,017	0.77	3.954	752	75.90	76.37
Connecticut	552	126,537,447	0.77	3.950	746	75.89	76.38
Louisiana	639	125,740,184	0.76	4.114	738	75.60	76.07
Iowa	638	112,018,482	0.68	3.863	755	76.29	77.60
Hawaii	269	105,641,146	0.64	4.061	740	73.42	74.43
Idaho	539	99,796,475	0.61	4.105	750	75.73	76.38
Kentucky	546	94,453,884	0.57	4.091	747	75.56	76.46
Oklahoma	536	92,288,428	0.56	4.134	749	75.78	76.71
Nebraska	502	91,813,753	0.56	3.915	755	76.39	77.00
District of Columbia	216	82,304,517	0.50	3.962	753	73.42	74.88
Arkansas	445	76,595,377	0.46	3.951	747	76.11	76.37
Montana	336	74,476,590	0.45	4.017	751	75.36	75.97
Kansas	353	66,434,584	0.40	3.985	744	75.38	76.08
New Mexico	343	62,445,495	0.38	4.204	745	75.45	76.24
Delaware	270	60,943,575	0.37	3.959	758	75.85	76.12
New Hampshire	277	60,485,104	0.37	4.032	743	75.93	76.05
Mississippi	298	54,168,261	0.33	3.876	741	75.49	76.63
Rhode Island	220	47,973,869	0.29	3.941	748	74.79	75.68
South Dakota	170	33,661,378	0.20	3.859	756	75.91	77.24
North Dakota	144	31,995,678	0.19	3.937	747	75.71	76.24
Maine	172	31,912,114	0.19	4.014	748	75.87	76.19
Wyoming	137	30,314,539	0.18	4.016	744	74.81	76.07
Alaska	112	27,475,815	0.17	4.126	748	74.93	75.00
Vermont	88	18,049,548	0.11	3.953	746	75.33	75.77
West Virginia	118	17,208,856	0.10	4.071	743	75.62	75.71
Puerto Rico	90	10,807,096	0.07	4.274	743	75.80	76.53
Virgin Islands	8	2,240,143	0.01	4.728	704	75.30	75.30
Guam	1	169,693	*	4.250	661	80.00	80.00
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Geographic Concentration of the Mortgage Loans (Top 10 Metropolitan Statistical Areas ("MSA"))*</i>							
Top 10 MSAs	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Los Angeles-Long Beach-Anaheim, CA	3,018	1,169,133,619	7.09	4.177	739	73.16	73.81
Non-Metro	5,781	1,046,426,804	6.35	4.061	747	75.52	75.93
New York-Newark-Jersey City, NY-NJ-PA	3,018	948,441,618	5.75	3.985	748	74.97	75.25
Washington-Arlington-Alexandria, DC-VA-MD-WV	1,668	566,646,786	3.44	3.935	753	74.61	75.95
Dallas-Fort Worth-Arlington, TX	2,217	491,304,755	2.98	4.147	742	75.61	76.63
Denver-Aurora-Lakewood, CO	1,755	486,707,792	2.95	4.083	744	74.16	74.98
Seattle-Tacoma-Bellevue, WA	1,479	465,143,590	2.82	4.117	747	74.12	74.72
San Francisco-Oakland-Hayward, CA	1,032	455,159,730	2.76	4.145	743	72.27	73.39
Riverside-San Bernardino-Ontario, CA	1,568	412,143,457	2.50	4.187	732	74.21	74.92
Chicago-Naperville-Elgin, IL-IN-WI	1,800	403,814,500	2.45	3.989	751	75.47	76.22
Other	46,031	10,044,011,754	60.91	4.076	747	75.22	75.97
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

*Definitions of Metropolitan Statistical Areas (MSA) are updated periodically by the United States Office of Management and Budget. Fannie Mae seeks to update its loan level disclosure from time to time to reflect corresponding changes.

<i>Geographic Concentration of the Mortgage Loans (Top 10 Zip Codes)</i>							
Top 10 Zip Codes	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
75035	82	23,628,558	0.14	4.046	739	74.66	77.14
80134	71	22,963,550	0.14	3.996	749	74.86	75.97
75070	84	21,856,861	0.13	4.054	748	76.12	77.71
80016	64	21,729,359	0.13	3.982	746	73.81	75.07
80602	60	18,821,953	0.11	4.022	739	74.38	75.03
20148	43	18,421,157	0.11	3.758	766	75.92	78.78
85383	62	17,428,171	0.11	4.122	749	76.76	76.76
92880	46	16,971,558	0.10	4.024	740	75.05	75.89
95630	43	15,921,487	0.10	4.112	742	73.06	73.32
80015	59	15,655,487	0.09	3.984	743	75.65	76.29
Other	68,753	16,295,536,264	98.83	4.079	746	74.90	75.63
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Original Term to Maturity of the Mortgage Loans</i>							
Original Term to Maturity (months)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
241 - 259	2	521,511	*	4.112	775	68.63	68.63
260 - 279	25	5,309,092	0.03	3.904	754	69.61	70.48
280 - 299	39	8,987,656	0.05	3.819	765	71.11	71.82
300 - 319	743	165,996,957	1.01	3.927	748	73.08	73.51
320 - 339	459	113,719,315	0.69	3.808	762	72.26	72.93
340 - 359	268	70,360,011	0.43	3.763	753	74.46	74.74
360	67,831	16,124,039,864	97.79	4.083	746	74.95	75.68
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Weighted Average (months)	359						

*Indicates a number that is greater than 0.000% but less than 0.005%.

<i>Remaining Term to Maturity of the Mortgage Loans as of the Cut-off Date</i>							
Remaining Term to Maturity (months)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
236 - 240	1	283,774	*	4.625	793	70.00	70.00
241 - 250	1	237,737	*	3.500	753	67.00	67.00
251 - 260	6	1,016,307	0.01	4.094	736	70.99	70.99
261 - 270	8	1,509,955	0.01	3.896	723	69.90	71.51
271 - 280	14	3,566,816	0.02	3.822	775	70.69	71.77
281 - 290	33	7,687,066	0.05	3.818	765	70.60	71.22
291 - 300	711	158,018,139	0.96	3.930	748	72.98	73.41
301 - 357	68,593	16,316,614,611	98.95	4.080	746	74.93	75.66
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Weighted Average (months)	354						

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Seller of the Mortgage Loans</i>							
Seller	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Wells Fargo Bank, N.A.	13,317	3,430,656,775	20.81	3.893	750	75.02	75.83
Quicken Loans Inc.	4,855	1,130,618,960	6.86	4.178	734	74.06	74.34
SunTrust Mortgage Inc.	2,762	727,461,943	4.41	3.833	753	74.77	75.69
JP Morgan Chase Bank, NA	2,185	509,450,575	3.09	3.752	759	74.90	75.17
United Shore Financial Services LLC	1,281	364,153,540	2.21	4.239	754	74.70	75.02
loanDepot.com, LLC	1,276	352,882,905	2.14	4.177	726	74.24	75.24
Freedom Mortgage Corp.	1,398	349,009,162	2.12	3.897	753	73.72	74.58
Franklin American Mortgage Company	1,199	274,060,352	1.66	3.936	751	75.67	76.35
Flagstar Bank, FSB	916	229,265,310	1.39	4.136	740	75.01	75.74
PennyMac Corp.	968	223,119,673	1.35	4.103	749	74.70	76.00
Other	39,210	8,898,255,209	53.97	4.175	744	75.04	75.80
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Servicers of the Mortgage Loans as of the Cut-off Date</i>							
Servicer	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Wells Fargo Bank, N.A.	13,317	3,430,656,775	20.81	3.893	750	75.02	75.83
Quicken Loans Inc.	4,853	1,130,279,376	6.85	4.178	734	74.06	74.34
Matrix Financial Services Corporation	3,315	772,858,500	4.69	4.257	745	75.36	76.19
SunTrust Mortgage Inc.	2,762	727,461,943	4.41	3.833	753	74.77	75.69
Pingora Loan Servicing, LLC	2,360	618,882,049	3.75	4.237	748	75.24	76.06
JP Morgan Chase Bank, NA	2,185	509,450,575	3.09	3.752	759	74.90	75.17
Freedom Mortgage Corp.	1,644	410,287,392	2.49	3.940	754	73.94	74.87
United Shore Financial Services LLC	1,281	364,153,540	2.21	4.239	754	74.70	75.02
Franklin American Mortgage Company	1,199	274,060,352	1.66	3.936	751	75.67	76.35
loanDepot.com, LLC	984	269,428,101	1.63	4.246	721	74.55	75.57
Other	35,467	7,981,415,802	48.40	4.157	744	74.96	75.72
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

<i>Origination Channel of the Mortgage Loans</i>							
Origination Channel	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Retail	40,762	9,323,279,807	56.54	4.124	744	74.85	75.46
Correspondent	22,146	5,398,113,485	32.74	3.951	749	75.16	76.15
Broker	6,459	1,767,541,113	10.72	4.228	745	74.45	74.99
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

<i>Mortgage Loans with Subordinate Financing at Origination</i>							
Mortgage Loans with Subordinate Financing at Origination	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
No	66,491	15,526,326,777	94.16	4.080	746	75.04	75.04
Yes	2,876	962,607,627	5.84	4.050	742	72.74	85.24
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>First Payment Date of the Mortgage Loans</i>							
First Payment Date	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
November 2016	494	130,320,752	0.79	3.816	750	74.48	75.20
December 2016	2,434	619,079,341	3.75	3.776	750	74.63	75.42
January 2017	13,424	3,305,828,775	20.05	3.798	750	74.79	75.61
February 2017	32,876	7,892,031,216	47.86	4.066	745	74.90	75.64
March 2017	17,207	3,893,284,563	23.61	4.340	742	75.00	75.66
April 2017	2,932	648,389,757	3.93	4.433	744	75.32	75.90
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

<i>Maturity Date of the Mortgage Loans</i>							
Maturity Date (year)	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
2037	1	283,774	*	4.625	793	70.00	70.00
2038	4	730,182	*	3.801	745	68.67	68.67
2039	11	2,033,816	0.01	3.983	725	70.55	71.74
2040	25	6,518,884	0.04	3.783	773	69.94	70.53
2041	227	51,526,033	0.31	3.742	754	72.22	72.62
2042	516	113,990,322	0.69	4.009	746	73.31	73.78
2043	59	14,394,953	0.09	3.799	759	72.39	73.03
2044	319	77,834,355	0.47	3.784	764	72.18	72.94
2045	248	64,874,713	0.39	3.785	757	73.82	74.08
2046	15,987	3,966,732,021	24.06	3.798	750	74.82	75.64
2047	51,970	12,190,015,352	73.93	4.176	744	74.99	75.70
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.

*First Time Homebuyer*

	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
First Time Homebuyer							
No	60,071	14,320,485,870	86.85	4.087	746	74.50	75.18
Yes	9,296	2,168,448,535	13.15	4.020	744	77.56	78.66
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

Number of Borrowers

	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Number of Borrowers							
1	36,047	7,928,007,605	48.08	4.103	747	74.98	75.59
2 or More	33,320	8,560,926,800	51.92	4.056	745	74.84	75.68
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

Number of Units

	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Number of Units							
1	67,187	15,918,076,918	96.54	4.066	746	74.99	75.74
2	1,523	358,568,813	2.17	4.387	748	73.05	73.22
3	316	98,692,694	0.60	4.475	748	71.82	71.82
4	341	113,595,980	0.69	4.540	758	71.51	71.51
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

Mortgage Insurance Coverage

	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Mortgage Insurance Coverage							
None	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

Delinquency Status of the Mortgage Loans as of the Cut-off Date

	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Delinquency Status							
Current	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



*Historical Delinquency of the Mortgage Loans Since Acquisition**

Delinquency Status Since Acquisition*	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Never Delinquent	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

* Mortgage Loans Acquired by Fannie Mae during the period from January 1, 2017 through February 28, 2017.

HomeReady Indicator

HomeReady Indicator	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
No	68,387	16,312,692,752	98.93	4.080	746	74.89	75.62
Yes	980	176,241,653	1.07	3.972	731	76.12	76.72
Total:	69,367	16,488,934,405	100.00	4.078	746	74.91	75.64

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Reference Pool Summary

Loan Group 2

Statistics for the Reference Obligations listed below are based on statistical Cut-off Date information as of June 30, 2017.

Collateral Summary				
	<u>Aggregate</u>	<u>Weighted Average</u>	<u>Minimum</u>	<u>Maximum</u>
Number of Reference Obligations	66,489	-	-	-
Aggregate Original Principal Balance	\$15,660,726,000	\$235,539 ⁽¹⁾	\$15,000	\$786,000
Aggregate Scheduled Principal Balance	\$15,509,153,036	\$233,259 ⁽¹⁾	\$5,707	\$783,717
Gross Mortgage Rate	-	4.256%	2.500%	6.125%
Remaining Term to Stated Maturity	-	356 Months	248 Months	358 Months
Original Term	-	360 Months	252 Months	360 Months
Loan Age	-	4 Months	2 Months	8 Months
Original Loan-to-Value Ratio	-	92.21%	81.00%	97.00%
Original Combined Loan-to-Value Ratio	-	92.24%	81.00%	97.00%
Debt-to-Income Ratio	-	35.62%	0.92%	50.00%
Credit Score	-	743	620	833
% Refinance	14.04%			
% Owner Occupied	96.09%			
% SFR/PUD	89.55%			
Top Five Geographic Concentration of Mortgage Loans				
CA	11.16%			
TX	8.36%			
FL	6.56%			
AZ	4.08%			
WA	4.06%			

(1) Average

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Product Type of the Mortgage Loans</i>							
Product Type	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Fixed Rate	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

<i>Unpaid Principal Balances as of the Origination Date</i>							
Range of Unpaid Principal Balance (\$)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
0.01 - 25,000.00	10	215,741	*	4.881	737	92.72	92.72
25,000.01 - 50,000.00	462	19,546,545	0.13	4.481	724	93.01	93.05
50,000.01 - 75,000.00	1,861	119,075,083	0.77	4.445	728	92.88	92.93
75,000.01 - 100,000.00	3,241	283,931,061	1.83	4.386	733	92.95	93.00
100,000.01 - 125,000.00	4,815	544,223,220	3.51	4.327	738	92.74	92.80
125,000.01 - 150,000.00	6,015	825,461,409	5.32	4.303	739	92.84	92.91
150,000.01 - 200,000.00	12,447	2,154,326,928	13.89	4.282	741	92.80	92.83
200,000.01 - 250,000.00	11,232	2,500,777,190	16.12	4.249	745	92.50	92.53
250,000.01 - 300,000.00	8,910	2,421,292,761	15.61	4.231	745	92.27	92.29
300,000.01 - 350,000.00	6,822	2,189,396,581	14.12	4.226	743	92.27	92.30
350,000.01 - 400,000.00	5,155	1,907,391,452	12.30	4.210	743	92.14	92.16
400,000.01 - 450,000.00	3,235	1,337,072,428	8.62	4.237	742	91.17	91.21
450,000.01 - 500,000.00	816	384,706,684	2.48	4.323	750	91.06	91.06
500,000.01 - 550,000.00	632	328,295,930	2.12	4.265	751	90.60	90.62
550,000.01 - 600,000.00	494	281,604,236	1.82	4.301	751	90.58	90.65
600,000.01 - 650,000.00	330	203,490,839	1.31	4.333	750	89.90	89.96
650,000.01 - 700,000.00	7	4,638,174	0.03	4.179	749	90.96	90.96
700,000.01 - 750,000.00	3	2,148,256	0.01	4.459	768	88.33	88.33
750,000.01 - 800,000.00	2	1,558,519	0.01	5.190	703	85.00	85.00
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Average (\$)	235,538.60						

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Unpaid Principal Balances as of the Cut-off Date

Range of Unpaid Principal Balance (\$)	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
0.01 - 25,000.00	24	402,869	*	4.538	749	92.23	92.23
25,000.01 - 50,000.00	482	20,222,048	0.13	4.463	728	92.96	92.99
50,000.01 - 75,000.00	1,922	123,205,944	0.79	4.440	730	92.87	92.92
75,000.01 - 100,000.00	3,272	287,300,606	1.85	4.383	733	92.95	93.00
100,000.01 - 125,000.00	4,892	554,618,579	3.58	4.320	738	92.70	92.77
125,000.01 - 150,000.00	6,070	836,669,160	5.39	4.302	739	92.86	92.93
150,000.01 - 200,000.00	12,475	2,170,410,032	13.99	4.281	741	92.78	92.81
200,000.01 - 250,000.00	11,357	2,544,480,106	16.41	4.246	745	92.50	92.52
250,000.01 - 300,000.00	8,867	2,429,457,326	15.66	4.230	745	92.29	92.31
300,000.01 - 350,000.00	6,821	2,209,462,348	14.25	4.224	743	92.25	92.28
350,000.01 - 400,000.00	4,983	1,861,930,338	12.01	4.213	743	92.14	92.15
400,000.01 - 450,000.00	3,092	1,286,761,802	8.30	4.244	742	91.16	91.20
450,000.01 - 500,000.00	803	381,177,581	2.46	4.312	750	90.99	90.99
500,000.01 - 550,000.00	638	333,894,814	2.15	4.265	752	90.64	90.66
550,000.01 - 600,000.00	473	271,527,290	1.75	4.302	750	90.44	90.51
600,000.01 - 650,000.00	307	189,936,509	1.22	4.355	750	89.91	89.98
650,000.01 - 700,000.00	6	3,988,910	0.03	4.127	751	90.30	90.30
700,000.01 - 750,000.00	3	2,148,256	0.01	4.459	768	88.33	88.33
750,000.01 - 800,000.00	2	1,558,519	0.01	5.190	703	85.00	85.00
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Average (\$)	233,258.93						

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Gross Mortgage Rates of the Mortgage Loans as of the Cut-off Date</i>							
Range of Gross Mortgage Rates (%)	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
2.251 - 2.500	2	214,569	*	2.500	730	95.00	95.95
2.501 - 2.750	6	942,263	0.01	2.688	706	95.56	95.56
2.751 - 3.000	55	10,918,277	0.07	2.961	754	92.87	92.87
3.001 - 3.250	248	59,332,009	0.38	3.231	762	91.44	91.47
3.251 - 3.500	3,000	766,911,413	4.94	3.469	762	91.42	91.43
3.501 - 3.750	6,545	1,592,447,753	10.27	3.700	754	91.32	91.34
3.751 - 4.000	7,493	1,819,788,042	11.73	3.945	753	91.59	91.63
4.001 - 4.250	17,881	4,230,369,158	27.28	4.201	754	92.13	92.15
4.251 - 4.500	17,690	4,047,960,877	26.10	4.434	741	92.49	92.51
4.501 - 4.750	8,127	1,837,761,128	11.85	4.670	722	92.86	92.91
4.751 - 5.000	3,656	788,441,232	5.08	4.922	705	92.99	93.05
5.001 - 5.250	1,319	262,783,715	1.69	5.182	704	93.67	93.68
5.251 - 5.500	346	67,562,158	0.44	5.409	704	94.06	94.07
5.501 - 5.750	88	18,420,261	0.12	5.651	689	93.96	94.00
5.751 - 6.000	22	4,212,887	0.03	5.938	641	96.37	96.37
6.001 - 6.250	11	1,087,294	0.01	6.125	685	92.89	92.89
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Weighted Average (%)	4.256						

*Indicates a number that is greater than 0.000% but less than 0.005%.

<i>Seasoning of the Mortgage Loans as of the Cut-off Date</i>							
Seasoning (months)	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
2	7,913	1,813,106,171	11.69	4.405	742	92.45	92.47
3	18,056	4,238,068,216	27.33	4.401	743	92.35	92.37
4	19,905	4,615,516,450	29.76	4.339	743	92.15	92.19
5	14,967	3,512,712,239	22.65	4.074	744	92.06	92.10
6	4,963	1,164,535,289	7.51	3.786	747	91.97	92.01
7	577	138,372,129	0.89	3.768	740	91.98	92.05
8	108	26,842,541	0.17	3.745	750	92.27	92.41
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Weighted Average (months)	3.90						

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Original Loan-to-Value Ratio of the Mortgage Loans at Origination</i>							
Range of Original LTV (%)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
80.01 - 85.00	7,575	1,890,579,054	12.19	4.186	744	84.27	84.42
85.01 - 90.00	18,020	4,428,311,676	28.55	4.211	746	89.47	89.51
90.01 - 95.00	31,346	7,350,700,631	47.40	4.270	743	94.70	94.70
95.01 - 97.00	9,548	1,839,561,676	11.86	4.375	738	96.98	96.98
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Weighted Average (%)	92.21						

<i>Combined Loan-to-Value Ratio of the Mortgage Loans at Origination</i>							
Range of Combined LTV (%)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
80.01 - 85.00	7,418	1,855,717,311	11.97	4.184	744	84.28	84.28
85.01 - 90.00	17,940	4,415,862,265	28.47	4.211	746	89.46	89.48
90.01 - 95.00	31,470	7,378,031,930	47.57	4.271	743	94.66	94.70
95.01 - 97.00	9,661	1,859,541,530	11.99	4.374	738	96.91	96.98
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Weighted Average (%)	92.24						

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Credit Scores of the Mortgage Loans at Origination</i>							
Credit Scores at Origination	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
620	34	7,369,743	0.05	4.626	620	91.20	91.20
621 - 640	866	179,215,703	1.16	4.752	631	92.27	92.29
641 - 660	1,855	376,974,686	2.43	4.676	651	92.28	92.33
661 - 680	3,240	679,529,939	4.38	4.559	671	92.34	92.39
681 - 700	6,450	1,453,262,564	9.37	4.408	691	92.45	92.48
701 - 720	8,312	1,899,307,405	12.25	4.337	710	92.24	92.28
721 - 740	9,551	2,241,376,762	14.45	4.247	730	92.39	92.42
741 - 760	10,458	2,509,714,975	16.18	4.184	751	92.35	92.38
761 - 780	11,160	2,688,552,880	17.34	4.160	770	92.14	92.17
781 - 800	10,155	2,469,922,287	15.93	4.147	790	91.99	92.02
801 - 820	4,373	997,210,220	6.43	4.149	807	91.60	91.62
821 - 840	35	6,715,872	0.04	4.187	824	89.92	89.92
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Weighted Average	743						

<i>Debt-to-Income Ratio of the Mortgage Loans at Origination</i>							
Range of Debt-to-Income Ratios (%)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
0.001 - 20.000	2,580	494,471,186	3.19	4.154	759	91.05	91.06
20.001 - 25.000	5,355	1,133,071,864	7.31	4.160	755	91.63	91.65
25.001 - 30.000	8,914	2,000,279,392	12.90	4.198	752	91.95	91.97
30.001 - 35.000	12,352	2,862,300,153	18.46	4.231	746	92.17	92.21
35.001 - 40.000	14,958	3,544,296,364	22.85	4.266	741	92.34	92.37
40.001 - 45.000	20,819	5,074,106,895	32.72	4.319	735	92.51	92.54
45.001 - 50.000	1,511	400,627,182	2.58	4.228	751	91.80	91.81
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Weighted Average (%)	35.62						

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.*This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.*



<i>Occupancy Status of the Mortgage Loans as of the Cut-off Date</i>							
Occupancy Status	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Owner-Occupied	63,322	14,902,567,428	96.09	4.253	743	92.34	92.37
Second Home	2,791	552,649,786	3.56	4.265	754	89.38	89.38
Investment Property	376	53,935,822	0.35	4.993	759	84.97	84.97
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

<i>Loan Purpose of the Mortgage Loans</i>							
Loan Purpose	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Purchase	57,767	13,331,095,653	85.96	4.278	743	92.90	92.92
No Cash-Out Refinance	8,722	2,178,057,384	14.04	4.120	744	87.97	88.07
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

<i>Property Type of the Mortgage Loans as of the Cut-off Date</i>							
Property Type	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
1-4 Family Dwelling Unit	38,709	8,545,551,310	55.10	4.241	743	92.21	92.24
PUD	20,005	5,343,645,992	34.45	4.249	743	92.20	92.23
Condo	6,926	1,499,355,840	9.67	4.350	746	92.24	92.27
Manufactured Housing	690	92,730,077	0.60	4.549	737	92.38	92.38
Co-op	159	27,869,818	0.18	3.961	749	89.36	89.40
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Geographic Concentration of the Mortgage Loans</i>							
State or Territory	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
California	4,886	1,730,897,485	11.16	4.369	742	91.16	91.21
Texas	5,693	1,295,824,651	8.36	4.247	740	92.53	92.54
Florida	4,533	1,017,834,033	6.56	4.341	737	92.43	92.48
Arizona	2,795	632,618,902	4.08	4.487	737	92.66	92.75
Washington	2,196	630,076,190	4.06	4.281	743	92.46	92.48
Georgia	2,536	555,421,156	3.58	4.220	743	92.45	92.45
North Carolina	2,458	543,942,695	3.51	4.207	746	92.48	92.51
Virginia	1,857	539,145,232	3.48	4.203	753	91.92	91.96
Colorado	1,875	525,692,579	3.39	4.332	748	92.44	92.45
Illinois	2,360	462,107,240	2.98	4.224	741	92.20	92.28
Pennsylvania	2,206	453,214,280	2.92	4.139	747	92.32	92.33
New York	1,697	433,812,528	2.80	4.097	746	91.57	91.60
Maryland	1,458	430,280,756	2.77	4.194	752	91.83	91.91
Michigan	2,487	419,435,940	2.70	4.261	741	92.59	92.61
New Jersey	1,461	400,357,092	2.58	4.176	746	91.53	91.54
Massachusetts	1,423	396,034,302	2.55	4.194	740	92.17	92.19
Minnesota	1,705	362,102,193	2.33	4.130	746	92.38	92.44
Ohio	2,050	342,729,907	2.21	4.177	743	92.59	92.61
Utah	1,208	313,368,523	2.02	4.261	751	92.21	92.23
Tennessee	1,430	309,857,232	2.00	4.221	747	92.37	92.40
Nevada	1,218	293,182,217	1.89	4.595	729	92.99	93.01
Wisconsin	1,552	280,428,751	1.81	4.133	745	91.95	92.00
Oregon	1,024	270,985,744	1.75	4.269	744	92.37	92.38
South Carolina	1,335	270,614,684	1.74	4.250	745	92.53	92.54
Missouri	1,394	257,128,264	1.66	4.185	746	92.30	92.33
Indiana	1,461	241,812,546	1.56	4.261	741	92.69	92.71
Alabama	967	189,467,228	1.22	4.206	746	92.58	92.59
Louisiana	826	172,644,864	1.11	4.258	739	92.33	92.37
Connecticut	732	170,523,763	1.10	4.034	744	92.26	92.27
Iowa	821	135,470,786	0.87	4.088	741	92.24	92.27
Oklahoma	700	132,011,465	0.85	4.254	743	92.65	92.65
Idaho	606	122,427,784	0.79	4.225	738	93.16	93.16
Kentucky	615	114,599,565	0.74	4.263	745	91.93	92.00
Nebraska	615	110,964,090	0.72	4.063	746	92.78	92.79
Arkansas	532	97,641,272	0.63	4.175	746	92.22	92.22
Kansas	537	95,889,948	0.62	4.159	745	92.51	92.51
New Mexico	419	85,840,799	0.55	4.322	739	92.92	92.92
New Hampshire	313	73,969,248	0.48	4.239	742	92.04	92.06
District of Columbia	180	71,936,404	0.46	4.157	762	90.75	90.84
Delaware	286	70,998,113	0.46	4.212	746	92.04	92.09
Hawaii	167	68,109,545	0.44	4.335	744	91.64	91.64
Mississippi	324	61,625,268	0.40	4.186	738	92.01	92.02
Montana	244	54,156,271	0.35	4.163	741	92.41	92.41
Rhode Island	216	48,814,755	0.31	4.164	750	91.96	92.00
South Dakota	258	48,566,964	0.31	4.071	745	92.70	92.75
Wyoming	141	33,040,595	0.21	4.174	740	92.30	92.42
Maine	160	32,811,653	0.21	4.221	744	92.37	92.37
West Virginia	168	29,448,414	0.19	4.143	736	92.53	92.53
Alaska	104	26,875,590	0.17	4.165	752	92.76	92.82
North Dakota	122	26,520,336	0.17	4.102	749	92.38	92.38
Vermont	74	15,338,287	0.10	4.012	741	91.48	91.68
Puerto Rico	64	10,554,907	0.07	4.354	753	93.65	93.65
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Geographic Concentration of the Mortgage Loans (Top 10 Metropolitan Statistical Areas ("MSA"))*</i>							
Top 10 MSAs	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Non-Metro	6,071	1,036,714,695	6.68	4.233	740	92.13	92.15
New York-Newark-Jersey City, NY-NJ-PA	1,955	611,943,323	3.95	4.142	746	91.14	91.16
Washington-Arlington-Alexandria, DC-VA-MD-WV	1,620	578,468,775	3.73	4.191	755	91.57	91.64
Phoenix-Mesa-Scottsdale, AZ	2,238	524,720,939	3.38	4.511	735	92.81	92.88
Los Angeles-Long Beach-Anaheim, CA	1,175	495,110,035	3.19	4.375	747	90.71	90.76
Dallas-Fort Worth-Arlington, TX	1,974	480,450,937	3.10	4.263	741	92.62	92.62
Atlanta-Sandy Springs-Roswell, GA	1,848	428,669,453	2.76	4.229	743	92.56	92.57
Chicago-Naperville-Elgin, IL-IN-WI	1,911	406,855,691	2.62	4.231	742	92.09	92.17
Seattle-Tacoma-Bellevue, WA	1,174	386,245,797	2.49	4.303	744	92.32	92.34
Denver-Aurora-Lakewood, CO	1,050	307,159,870	1.98	4.346	749	92.53	92.54
Other	45,473	10,252,813,523	66.11	4.247	743	92.31	92.34
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

*Definitions of Metropolitan Statistical Areas (MSA) are updated periodically by the United States Office of Management and Budget. Fannie Mae seeks to update its loan level disclosure from time to time to reflect corresponding changes.

<i>Geographic Concentration of the Mortgage Loans (Top 10 Zip Codes)</i>							
Top 10 Zip Codes	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
85383	74	23,100,411	0.15	4.329	740	91.96	92.00
34787	75	21,987,452	0.14	4.259	732	92.57	92.57
98012	46	20,326,885	0.13	4.185	744	91.59	91.59
85142	76	19,844,504	0.13	4.537	717	92.39	92.39
84096	62	19,074,137	0.12	4.249	758	92.28	92.28
30040	62	18,816,632	0.12	4.212	740	91.56	91.56
75070	56	17,145,078	0.11	4.068	746	92.03	92.03
80134	45	16,197,362	0.10	4.299	755	90.49	90.49
20148	33	15,546,704	0.10	4.080	755	91.05	91.17
95747	36	14,449,867	0.09	4.329	736	91.32	91.39
Other	65,924	15,322,664,003	98.80	4.256	743	92.21	92.24
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Original Term to Maturity of the Mortgage Loans</i>							
Original Term to Maturity (months)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
241 - 259	1	152,838	*	4.625	702	89.00	89.00
260 - 279	7	1,425,823	0.01	4.288	781	87.79	87.79
280 - 299	6	1,131,839	0.01	4.002	734	85.67	85.67
300 - 319	244	52,345,461	0.34	4.153	748	87.74	87.80
320 - 339	187	46,505,368	0.30	3.951	760	86.57	86.64
340 - 359	133	36,557,550	0.24	3.823	751	88.47	88.48
360	65,911	15,371,034,158	99.11	4.258	743	92.25	92.28
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Weighted Average (months)	360						

*Indicates a number that is greater than 0.000% but less than 0.005%.

<i>Remaining Term to Maturity of the Mortgage Loans as of the Cut-off Date</i>							
Remaining Term to Maturity (months)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
248 - 250	1	152,838	*	4.625	702	89.00	89.00
251 - 260	2	441,422	*	4.227	755	91.18	91.18
261 - 270	1	184,729	*	4.500	790	84.00	84.00
271 - 280	4	799,673	0.01	4.273	793	86.80	86.80
281 - 290	5	1,015,743	0.01	4.017	731	86.21	86.21
291 - 300	232	49,458,177	0.32	4.153	748	87.78	87.84
301 - 358	66,244	15,457,100,455	99.66	4.256	743	92.22	92.25
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Weighted Average (months)	356						

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Seller of the Mortgage Loans</i>							
Seller	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Wells Fargo Bank, N.A.	11,332	2,806,059,871	18.09	4.111	744	92.33	92.35
JP Morgan Chase Bank, NA	3,205	771,778,952	4.98	3.943	757	91.48	91.49
Quicken Loans Inc.	2,567	661,445,171	4.26	4.333	741	90.50	90.57
Amerihome Mortgage Company, LLC	1,841	447,251,830	2.88	4.479	742	92.71	92.72
SunTrust Mortgage Inc.	1,483	363,323,414	2.34	4.043	748	91.46	91.47
Movement Mortgage, LLC	1,411	335,315,961	2.16	4.429	743	92.90	92.90
Fairway Independent Mortgage Corporation	1,331	319,471,272	2.06	4.370	744	92.53	92.54
U.S. Bank N.A.	1,628	311,032,883	2.01	4.707	728	93.80	94.21
United Shore Financial Services LLC	1,213	310,320,273	2.00	4.531	744	92.54	92.54
Franklin American Mortgage Company	1,290	287,917,499	1.86	4.166	748	92.37	92.38
Other	39,188	8,895,235,912	57.35	4.287	742	92.25	92.28
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Servicers of the Mortgage Loans as of the Cut-off Date</i>							
Servicer	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Wells Fargo Bank, N.A.	11,332	2,806,059,871	18.09	4.111	744	92.33	92.35
Matrix Financial Services Corporation	3,629	845,950,728	5.45	4.397	743	92.50	92.51
JP Morgan Chase Bank, NA	3,205	771,778,952	4.98	3.943	757	91.48	91.49
Quicken Loans Inc.	2,567	661,445,171	4.26	4.333	741	90.50	90.57
Pingora Loan Servicing, LLC	2,431	649,903,787	4.19	4.345	746	91.94	91.95
Amerihome Mortgage Company, LLC	1,841	447,251,830	2.88	4.479	742	92.71	92.72
Roundpoint Mortgage Servicing Corporation	1,486	380,133,618	2.45	4.329	744	92.57	92.58
SunTrust Mortgage Inc.	1,483	363,323,414	2.34	4.043	748	91.46	91.47
U.S. Bank N.A.	1,628	311,032,883	2.01	4.707	728	93.80	94.21
United Shore Financial Services LLC	1,213	310,320,273	2.00	4.531	744	92.54	92.54
Other	35,674	7,961,952,511	51.34	4.274	742	92.28	92.31
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

<i>Origination Channel of the Mortgage Loans</i>							
Origination Channel	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Retail	37,400	8,593,651,613	55.41	4.274	743	92.12	92.15
Correspondent	24,001	5,573,509,596	35.94	4.192	744	92.39	92.43
Broker	5,088	1,341,991,827	8.65	4.405	743	91.98	92.00
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

<i>Mortgage Loans with Subordinate Financing at Origination</i>							
Mortgage Loans with Subordinate Financing at Origination	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
No	66,113	15,430,635,996	99.49	4.256	743	92.23	92.23
Yes	376	78,517,040	0.51	4.268	735	87.01	93.23
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>First Payment Date of the Mortgage Loans</i>							
First Payment Date	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
November 2016	108	26,842,541	0.17	3.745	750	92.27	92.41
December 2016	577	138,372,129	0.89	3.768	740	91.98	92.05
January 2017	4,963	1,164,535,289	7.51	3.786	747	91.97	92.01
February 2017	14,967	3,512,712,239	22.65	4.074	744	92.06	92.10
March 2017	19,905	4,615,516,450	29.76	4.339	743	92.15	92.19
April 2017	18,056	4,238,068,216	27.33	4.401	743	92.35	92.37
May 2017	7,913	1,813,106,171	11.69	4.405	742	92.45	92.47
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

<i>Maturity Date of the Mortgage Loans</i>							
Maturity Date (year)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
2038	1	152,838	*	4.625	702	89.00	89.00
2039	3	626,151	*	4.307	766	89.06	89.06
2040	4	799,673	0.01	4.273	793	86.80	86.80
2041	29	6,675,853	0.04	3.792	759	87.20	87.20
2042	210	44,402,750	0.29	4.206	746	87.76	87.82
2043	19	4,282,385	0.03	4.053	745	86.05	86.05
2044	131	33,205,559	0.21	3.942	759	87.00	87.11
2045	123	32,371,022	0.21	3.842	760	87.10	87.12
2046	5,633	1,326,449,287	8.55	3.785	746	92.01	92.06
2047	60,336	14,060,187,519	90.66	4.302	743	92.27	92.30
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.

*First Time Homebuyer*

	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
First Time Homebuyer							
No	34,195	8,359,728,735	53.90	4.220	746	91.06	91.09
Yes	32,294	7,149,424,301	46.10	4.297	740	93.55	93.58
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

Number of Borrowers

	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Number of Borrowers							
1	37,905	8,135,574,215	52.46	4.260	747	92.37	92.40
2 or More	28,584	7,373,578,821	47.54	4.251	739	92.03	92.05
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

Number of Units

	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Number of Units							
1	66,232	15,443,264,808	99.58	4.256	743	92.23	92.26
2	244	62,587,966	0.40	4.291	746	85.89	85.96
3	12	3,088,080	0.02	4.168	739	92.67	92.67
4	1	212,183	*	4.125	796	95.00	95.00
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

*Indicates a number that is greater than 0.000% but less than 0.005%.

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Mortgage Insurance Coverage</i>							
Mortgage Insurance Coverage	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
6	116	19,853,138	0.13	4.284	732	84.39	87.44
8	1	309,737	*	4.000	747	84.00	84.00
12	7,917	1,966,733,214	12.68	4.187	743	84.48	84.64
16	1,112	217,054,560	1.40	4.666	721	94.86	94.92
17	1	119,163	*	4.125	668	89.00	89.00
18	1,323	247,785,240	1.60	4.389	731	96.95	96.95
20	2	443,587	*	4.125	738	89.21	89.21
25	24,060	5,580,375,105	35.98	4.236	744	90.97	90.99
30	28,518	6,771,458,729	43.66	4.259	744	94.74	94.74
35	3,439	705,020,564	4.55	4.400	742	96.99	96.99
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

*Indicates a number that is greater than 0.000% but less than 0.005%.

<i>Mortgage Insurance (Lender - or Borrower-Paid)</i>							
Mortgage Insurance (Lender - or Borrower-Paid)	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Borrower-Paid	59,096	13,483,638,704	86.94	4.222	742	92.21	92.25
Lender-Paid	7,393	2,025,514,332	13.06	4.479	749	92.16	92.18
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

<i>Mortgage Insurance Cancellation Indicator</i>							
Mortgage Insurance Cancellation Indicator	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
No	66,185	15,448,766,466	99.61	4.257	743	92.21	92.24
Yes	304	60,386,570	0.39	4.060	763	91.23	91.25
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

<i>Delinquency Status of the Mortgage Loans as of the Cut-off Date</i>							
Delinquency Status	Number of Mortgage Loans	Unpaid Principal Balance (\$)⁽¹⁾	Unpaid Principal Balance (%)⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Current	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



<i>Historical Delinquency of the Mortgage Loans Since Acquisition*</i>							
Delinquency Status Since Acquisition*	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
Never Delinquent	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

*Mortgage Loans Acquired by Fannie Mae during the period from January 1, 2017 through March 31, 2017.

<i>HomeReady Indicator</i>							
HomeReady Indicator	Number of Mortgage Loans	Unpaid Principal Balance (\$) ⁽¹⁾	Unpaid Principal Balance (%) ⁽¹⁾	W.A. Mortgage Rate (%)	W.A. Original Credit Score	W.A. Original LTV Ratio (%)	W.A. Original CLTV Ratio (%)
No	59,434	14,241,553,812	91.83	4.253	744	92.01	92.04
Yes	7,055	1,267,599,224	8.17	4.286	738	94.37	94.41
Total:	66,489	15,509,153,036	100.00	4.256	743	92.21	92.24

⁽¹⁾ Amounts may not add up to the totals shown due to rounding.

This is a Confidential Preliminary Term Sheet. All terms and statements are subject to change.



Contact Information

Barclays Capital Inc.

RMBS Banking Team

Joseph O'Doherty	(212) 528-7482	joseph.o'doherty@barclays.com
Anthony Beshara	(212) 526-7454	anthony.beshara@barclays.com
Courtney Henry	(212) 528-7370	courtney.henry@barclays.com
Siddharth Kaundinya	(212) 526-8177	siddharth.kaundinya@barclays.com
Michael Gebauer	(212) 526-3215	michael.gebauer@barclays.com
Tommy Wilson	(212) 526-2547	tommy.wilson@barclays.com
Kenneth Thomas	(212) 526-7484	kenneth.thomas@barclays.com

Structuring Team

Ravi Suresh	(212) 528-7144	ravi.suresh@barclays.com
-------------	----------------	--------------------------

Distribution & Trading Team

Chris Haid	(212) 412-6935	christopher.haid@barclays.com
Oren Benzaquen	(212) 412-6935	oren.benzaquen@barclays.com

Syndicate Team

Brian J. Wiele	(212) 412-5780	brian.wiele@barclays.com
Kenny Rosenberg	(212) 412-5780	kenneth.rosenberg@barclays.com
Sean Foley	(212) 412-5780	sean.foley@barclays.com



Contact Information

Morgan Stanley & Co. LLC

Global Capital Markets

Yared Yawand-Wossen	(212) 761-1973	Yared.Yawand-Wossen@morganstanley.com
Trevor Moffitt	(212) 761-9995	Trevor.Moffitt@morganstanley.com
Rahul Anand	(212) 761-7345	Rahul.A.Anand@morganstanley.com
Alex Li	(212) 761-3891	Alex.Li@morganstanley.com

Structuring

Martin Calles	(212) 761-1352	Martin.Calles@morganstanley.com
---------------	----------------	---------------------------------

Trading

Rebecca Dorrian	(212) 761-2102	Rebecca.Hogan@morganstanley.com
Nick Rhodes	(212) 761-4728	Nick.Rhodes@morganstanley.com

Syndicate

Rachel Russell	(212) 761-2832	Rachel.Russell@morganstanley.com
Rachel Mohabir	(212) 761-2288	Rachel.Mohabir@morganstanley.com