

INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* <u>KAPPLER ANN M</u> (Last) (First) (Middle) <u>3900 WISCONSIN AVENUE, NW</u> (Street) <u>WASHINGTON DC 20016</u> (City) (State) (Zip)	2. Date of Event Requiring Statement (Month/Day/Year) <u>02/17/2004</u>	3. Issuer Name and Ticker or Trading Symbol <u>FEDERAL NATIONAL MORTGAGE ASSOCIATION FANNIE MAE [FNM]</u>	
		4. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <u>SVP & General Counsel</u>	5. If Amendment, Date of Original Filed (Month/Day/Year) 6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
<u>Common Stock</u>	<u>8,304</u>	<u>D</u>	
<u>Common Stock</u>	<u>265</u>	<u>I</u>	<u>By ESOP</u>

Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)	4. Conversion or Exercise Price of Derivative Security	5. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Expiration Date				
<u>Employee Stock Option (right to buy)</u>	<u>01/04/2000</u>	<u>01/02/2009</u>	<u>Common Stock</u>	<u>9,000</u>	<u>72.8125</u>	<u>D</u>
<u>Employee Stock Option (right to buy)</u>	<u>11/16/2000</u>	<u>11/16/2009</u>	<u>Common Stock</u>	<u>10,040</u>	<u>71.5</u>	<u>D</u>
<u>Employee Stock Option (right to buy)</u>	<u>01/18/2004</u>	<u>01/18/2010</u>	<u>Common Stock</u>	<u>17,087</u>	<u>62.5</u>	<u>D</u>
<u>Employee Stock Option (right to buy)</u>	<u>11/21/2001⁽¹⁾</u>	<u>11/21/2010</u>	<u>Common Stock</u>	<u>11,410</u>	<u>77.095</u>	<u>D</u>
<u>Employee Stock Option (right to buy)</u>	<u>11/20/2002⁽²⁾</u>	<u>11/20/2011</u>	<u>Common Stock</u>	<u>13,080</u>	<u>80.95</u>	<u>D</u>
<u>Employee Stock Option (right to buy)</u>	<u>01/21/2004⁽³⁾</u>	<u>01/21/2013</u>	<u>Common Stock</u>	<u>31,848</u>	<u>69.43</u>	<u>D</u>
<u>Employee Stock Option (right to buy)</u>	<u>01/23/2005⁽⁴⁾</u>	<u>01/23/2014</u>	<u>Common Stock</u>	<u>37,816</u>	<u>78.315</u>	<u>D</u>

Explanation of Responses:

1. 8,557 options are currently exercisable; the balance vests on November 21, 2004.

2. 6,540 options are currently exercisable; 3,270 options vest on November 20, 2004 and November 20, 2005.

3. 7,962 options are currently exercisable; 7,962 options vest on January 21, 2005, January 21, 2006, and January 21, 2007.

4. The options vest in four annual installments as follows: 9,454 options vest on January 23, 2005, January 23, 2006, January 23, 2007, and January 23, 2008.

Remarks:

/s/ Ann M. Kappler02/20/2004

** Signature of Reporting Person

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

* If the form is filed by more than one reporting person, see Instruction 5 (b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.

LIMITED SIGNATORY POWER

By this Limited Signatory Power the undersigned authorizes and designates each of Thomas Donilon and Scott Lesmes to execute and file on behalf of the undersigned all Forms 3, 4 and 5 (including any exhibits, attachments and amendments thereto) that the undersigned may be required to file with the Securities and Exchange Commission as a result of the undersigned's ownership of or transactions in securities of Fannie Mae. The authority of Thomas Donilon and Scott Lesmes under this Limited Signatory Power shall continue until the undersigned is no longer required to file Forms 3, 4 and 5 with regard to his or her ownership of or transactions in securities of Fannie Mae, unless earlier revoked in writing. The undersigned acknowledges that Thomas Donilon and Scott Lesmes are not assuming, nor is Fannie Mae assuming, any of the undersigned's responsibilities to file Forms 3, 4 and 5 or otherwise comply with any related laws or regulations.

/s/ Ann M. Kappler

Ann M. Kappler

Date: February 20,
2004