

(Print or Type

UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

OMB APPROVAL

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Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person*			2. Date of Event	3. Issuer Name and Ticker or Trading Symbol				
BACON	KENNETH	J	Requiring Statemen (Month/Day/Year)	FEDERAL NATIONAL MORTGAGE ASSOCIATION (FANNIE MAE) FNM				
(Last) 3900 WISCONSIN AVENUE, N	(First)	(Middle)	01/03/2005	4. Relationship of R (Check all applicable) Director	Reporting Person to Issu	uer(s)	5. If Amendment, Date Original Filed (Month/Day/Year)	
(Street) WASHINGTON	DC	20016		X Officer (give title below) SVP & Interim Head of HCD		Other (specify below)	6. Individual or Joint/Group Filing x (Check applicable line) Form filed by One Reporting Person Form filed by More than One Reporting Person	
(City)	(State)	(Zip)	Table I Non-Derivative Securities Beneficially Owned					
1. Title of Security (Instr. 4)			Ben	ount of Securities eficially Owned tr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect (Instr. 5)	ct Beneficial Ownership	
Common Stock			8942		D			
Common Stock			918.076		1	By ESOP		

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

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

SEC 1473 (7-02)



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

FORM 3 (continued)

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/Dav/Year)		3. Title and Amount of Securities Underlying Derivative Securities (Instr. 4)		4. Conversion or Exercise Price of	5. Ownership Form of Derivative	6. Nature of Indirect Beneficial Ownership
	Date Exercisable	Expiration Date	Title	Amount or Number of Shares	Derivative Security	Security: Direct (D) or Indirect (I) (Instr. 5)	(Instr. 5)
Employee Stock Option (right to buy)	11/18/1998 (1)	11/16/2007	Common Stock	11310	\$51.7188	D	
Employee Stock Option (right to buy)	11/17/1999 (1)	11/17/2008	Common Stock	10230	\$69.3125	D	
Employee Stock Option (right to buy)	11/16/2000 (1)	11/16/2009	Common Stock	9220	\$71.50	D	
Employee Stock Option (right to buy)	01/23/2004	01/18/2010	Common Stock	16536	\$62.50	D	
Employee Stock Option (right to buy)	11/21/2001 (1)	11/21/2010	Common Stock	11410	\$77.095	D	
Employee Stock Option (right to buy)	11/20/2002 (1)	11/20/2011	Common Stock	13080	\$80.95	D	
Employee Stock Option (right to buy)	01/21/2004 (1)	01/21/2013	Common Stock	25478	\$69.43	D	
Employee Stock Option (right to buy)	01/23/2005 (1)	01/23/2014	Common Stock	27622	\$78.315	D	

Explanation of Responses:	See attached footnote page.			
	nissions of facts constitute Federal Criminal Violations.	/s/ Kenneth J. Bacon	01/13/2005	
see 18 U.S.C. 1001 and 15 U.S.	C. 78ff(a)	** Signature of Reporting Person	Date	



Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

FORM 3 (continued) FOOTNOTES

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The option vests in four equal annual installments beginning on the date shown.

LIMITED SIGNATORY POWER

By this Limited Signatory Power the undersigned authorizes and designates each of Ann Kappler 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 Ann Kappler 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 Ann Kappler 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/ Kenneth J. Bacon
Kenneth J. Bacon

Date: January 11, 2005