

(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

Name and Address of Report	ting Person*	2. Date of Event	Date of Event 3. Issuer Name and Ticker or Trading Symbol						
KAPPLER	ANN	М.	Requiring Statement (Month/Day/Year)	FEDERAL NATIONAL MORTGAGE ASSOCIATION (FANNIE MAE) FNM					
(Last) 3900 WISCONSIN AVENUE	(First) (Middle)		02/17/2004	4. Relationship of Reporting Person to Issuer(s) (Check all applicable) Director 10% Owner		5. If Amendment, Date Original Filed (Month/Day/Year)			
(Street) WASHINGTON	DC	20016		X Officer (gi	ve below)	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)				nt of Securities icially Owned 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indire (Instr. 5)	ct Beneficial Ownership		
Common Stock			8304.0000	8304.0000					
Common Stock			265.0000	265.0000		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)	01/04/2000	01/02/2009	Common Stock	9000.0000	\$72.8125	D	
Employee Stock Option (right to buy)	11/16/2000	11/16/2009	Common Stock	10040.0000	\$71.50	D	
Employee Stock Option (right to buy)	01/18/2004	01/18/2010	Common Stock	17087.0000	\$62.50	D	
Employee Stock Option (right to buy)	11/21/2001	11/21/2010	Common Stock	11410.0000	\$77.0950	D	
Employee Stock Option (right to buy)	11/20/2002 (2)	11/20/2011	Common Stock	13080.0000	\$80.95	D	
Employee Stock Option (right to buy)	01/21/2004	01/21/2013	Common Stock	31848.0000	\$69.43	D	
Employee Stock Option (right to buy)	01/23/2005 (4)	01/23/2014	Common Stock	37816.0000	\$78.3150	D	

Explanation of Responses:

See attached footnote page.

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.

^{**} Intentional misstatements or omissions of facts constitute Federal Criminal Violations.

see 18 U.S.C. 1001 and 15 U.S.C. 78ff(a)

** Signature of Reporting Person

Date

FORM 3 (continued)	FOOTNOTES
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.

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