Pricing Supplement Dated January 05, 2007
(To Offering Circular dated October 17, 2005)

FannieMae

Universal Debt Facility

This Pricing Supplement relates to the Debt Securities described below (the "Notes"). You should read it together with the Offering Circular dated October 17, 2005 (the "Offering Circular"), relating to the Universal Debt Facility of the Federal National Mortgage Association ("Fannie Mae"). Unless defined below, capitalized terms have the meanings we gave to them in the Offering Circular.

The Notes, together with interest thereon, are not guaranteed by the United States and do not constitute a debt or obligation of the United States or of any agency or instrumentality thereof other than Fannie Mae.

The Notes are not suitable investments for all investors, and an investment in the Notes involves certain risks not associated with an investment in conventional fixed or floating rate debt securities. It is important that you read the section titled "Additional Risk Factors" in this Pricing Supplement and the "Risk Factors" section of the Offering Circular.

Certain Securities Terms

1. Title: Variable Rate Notes Due January 24, 2017

2. Form: Fed Book-Entry Securities

3. Specified Payment Currency
   a. Interest: U.S. dollars
   b. Principal: U.S. dollars

4. Aggregate Original Principal Amount: $100,000,000.00

5. Issue Date: January 24, 2007

6. Maturity Date: January 24, 2017

Amount Payable on the Maturity Date: 100.00% of principal amount

7. Subject to Redemption Prior to Maturity Date

   __ No

   X Yes; in whole, at our option, on the 24th day of each January, April, July and October commencing January 24, 2008, at a redemption price of 100% of the principal amount redeemed, plus accrued interest thereon to the date of redemption.

8. Interest Category: Variable Rate Securities

9. Interest

   a. Frequency of Interest Payments: quarterly

   b. Interest Payment Dates: the 24th day of each January, April, July and October

   c. First Interest Payment Date: April 24, 2007

   d. Interest Rate Determination:

      (a) Interest Rate Formula (as more fully described below):
      7.20% per annum on each day during an Interest Period on which 6-Month LIBOR for U.S. dollar deposits for the relevant LIBOR Observation Day (as defined below under "Additional Interest Rate Information") is within the Range, or 0.00% on each day during an Interest Period on which 6-Month LIBOR for U.S. dollar deposits for the relevant LIBOR Observation Day is outside the Range

      (b) Index:

      (i) Index Currency: U.S. dollars
      (ii) Index Maturity: 6-Month LIBOR
      (iii) Source: See Appendix D of the Offering Circular

      (c) Spread: N/A
      (d) Multiplier: N/A
      (e) Range: 6-Month LIBOR >= 0.00% and <=7.00%

      (f) Initial Interest Rate: 7.20% per annum
      (g) Reset Frequency: Daily

      (h) Accrual method (i.e., day count convention): Actual/Actual (Accrual Basis)
      (i) Initial Calculation Agent: Fannie Mae

Additional Information Relating to the Notes

1. Identification Number(s)
   a. CUSIP: 31359M4B6
   b. ISIN: US31359M4B69
   c. Common Code: 028244193

2. Listing Application
   X No
   __ Yes

3. Eligibility for Stripping on the Issue Date
   X No
   __ Yes
   ___ Minimum Principal Amount: _____________

4. Minimum Denomination: US$100,000 (with additional increments of US$1,000)

5. Additional Tax Information: See Annex 1

6. Selling Restrictions: See Annex 2 of this Pricing Supplement and Appendix E of the Offering Circular

Offering

1. Pricing Date: January 05, 2007

2. Method of Distribution: X Principal __ Non-underwritten

3. Dealer: Greenwich Capital Markets, Inc.

4. Offering Price:
   X Fixed Offering Price: 100.00% of principal amount, plus accrued interest, if any, from the Settlement Date
   __ Variable Price Offering

5. Dealer Purchase Price: 100% of principal amount
   a. Concession: N/A
   b. Reallowance: N/A

6. Special Terms: In connection with the issuance of the Notes, Fannie Mae may enter into swaps or hedging agreements with the Dealer, one of its affiliates, or a third party. Any such agreement may provide for the payment of fees or other compensation or provide other economic benefits (including trading gains

or temporary funding) to, and will impose obligations on, the parties, but will not affect the rights of Holders of, or the obligations of Fannie Mae as to, the Notes. The existence of such an agreement may influence our decision to exercise our right to redeem the Notes.

7. Proceeds to Fannie Mae: $100,000,000.00

Settlement

1. Settlement Date: January 24, 2007
2. Settlement Basis: delivery versus payment
3. Settlement Clearing System: U.S. Federal Reserve Banks

Additional Risk Factors

The Notes are not suitable investments for all investors, and involve certain risks not associated with an investment in conventional fixed or variable rate notes. The Notes are complex structured debt securities that may not accrue interest for extended periods of time, if at all. Investors should consider the risk that the Notes could pay significantly less interest than a conventional fixed-rate debt security issued by Fannie Mae at the same time. The Notes are not a suitable investment for individuals seeking steady interest payments over time.

The secondary market for, and the market value of, the Notes will be affected by a number of factors independent of the creditworthiness of Fannie Mae, including the level and direction of interest rates, the anticipated level and potential volatility of LIBOR for the Index Currency at the Index Maturity, the time remaining to maturity on the Notes, the aggregate principal outstanding amount of the Notes, and the availability in the market of comparable instruments.

Investors should be aware that the rate level of LIBOR depends on a number of inter-related factors, including economic, financial and political events, over which Fannie Mae has no control. Investors also should be aware that any past rate levels for LIBOR, interest rates, and interest rate trends should not be taken as indicative of the future performance of rate levels of LIBOR, interest rates, or interest rate trends during the term of the Notes.

See the "Risk Factors" section of the Offering Circular for additional information related to the risks associated with investing in Fannie Mae securities.

Additional Interest Rate Information

Interest will accrue on the Notes on each day during an Interest Period on which LIBOR for the applicable Index Currency and Index Maturity calculated as of the relevant LIBOR Observation Day is within the Range. If the value for LIBOR for the Index Currency at the Index Maturity calculated on the LIBOR Observation Day is greater than or equal to 0.00% and less than or equal to 7.00%, then interest will accrue on the Notes for the applicable day at a rate of 7.20% per annum. However, if the value of LIBOR for the Index Currency at the Index Maturity calculated on the LIBOR Observation Day is less than 0.00% or greater than 7.00%, then no interest will accrue on the Notes for such day.

The term "LIBOR Observation Day" refers to:

(i) with respect to each day during the Interest Period that is a London Banking Day that does not occur during a LIBOR Suspension Period, that day; and

(ii) with respect to each day during the Interest Period that is not a London Banking Day that does not occur during a LIBOR Suspension Period, the last preceding London Banking Day; and

(iii) with respect to each day during the Interest Period that occurs during a LIBOR Suspension Period, the last London Banking Day preceding the first day of the applicable LIBOR Suspension Period.

Investors should note that typical market convention is to determine LIBOR for a specified date by reference to a "determination date" that is two business days prior to such date, and the Notes differ from this typical market convention by referencing LIBOR as of a specified LIBOR Observation Day, rather than as of the typical determination date (as set forth in greater detail above).

The term "LIBOR Suspension Period" refers to the period beginning on the sixth Business Day prior to each Interest Payment (or the Maturity Date), up to, but excluding, such Interest Payment Date (or the Maturity Date).

Historical 6-Month LIBOR Levels

The following are historical levels for 6-Month LIBOR as of a hypothetical observation date. The historical experience for 6-Month LIBOR for U.S. dollar deposits should not be taken as an indication of the future performance of 6-Month LIBOR for U.S. dollar deposits during the terms of the Notes. See "Additional Risk Factors" in this Pricing Supplement.

Historical 6-Month LIBOR

Hypothetical Observation Day	6-Month LIBOR Percentage
03/15/2004	1.150%
06/15/2004	1.919%
09/15/2004	2.056%
12/15/2004	2.710%
03/15/2005	3.286%
06/15/2005	3.620%
09/15/2005	4.010%
12/15/2005	4.660%
03/15/2006	5.070%
06/15/2006	5.516%
09/15/2006	5.438%
12/15/2006	5.380%

Recent Developments

Our safety and soundness regulator, the Office of Federal Housing Enterprise Oversight ("OFHEO"), announced in July 2003 that it was conducting a special examination of our accounting policies and practices, and in September 2004 issued a preliminary report of its findings to date. OFHEO subsequently identified additional accounting and internal control issues in February 2005, and issued its Report of the Special Examination of Fannie Mae (the "OFHEO Report") on May 23, 2006.

On December 22, 2004, we reported that the Audit Committee of our Board of Directors (the "Board") had determined that our previously filed interim and audited financial statements and the independent auditor's reports thereon for the period from January 2001 through the second quarter of 2004 should no longer be relied upon because such financial statements were prepared using accounting principles that did not comply with U.S. generally accepted accounting principles ("GAAP"). We subsequently initiated an extensive restatement and re-audit of our financial statements with our new independent auditor, Deloitte & Touche LLP.

On December 6, 2006, we filed our Annual Report on Form 10-K for the fiscal year ended December 31, 2004 ("2004 10-K"), which included consolidated financial statements for 2004 and a restatement of previously issued financial information for 2002, 2003, and the first two quarters of 2004. Restatement adjustments relating to periods prior to January 1, 2002 are presented in our 2004 10-K as adjustments to retained earnings as of December 31, 2001.

Our Board and management have initiated numerous internal and external reviews of our accounting processes and controls, our financial reporting processes, and our application of GAAP. See "Risk Factors – Ongoing Internal and External Investigations" in the Offering Circular. One of these external investigations was conducted by the law firm of Paul, Weiss, Rifkind, Wharton & Garrison LLP ("Paul Weiss"), under the direction of former U.S. Senator Warren Rudman. On February 23, 2006, the Paul Weiss report to the Special Committee of the Board was publicly released, and included numerous findings about Fannie Mae's accounting policies, practices and systems, compensation practices, corporate governance, and internal controls. On February 24, 2006, we filed a Form 8-K with the U.S. Securities and Exchange Commission (the "SEC") that includes the Paul Weiss report.

The OFHEO Report presents OFHEO's findings about Fannie Mae's corporate culture, executive compensation programs, accounting policies and internal controls, internal and external auditors, senior management, and the Board. In conjunction with the release of the OFHEO Report, Fannie Mae entered into settlement agreements with both OFHEO and the SEC on May 23, 2006. The settlement agreements require Fannie Mae to pay civil penalties totaling $400 million. In addition, the settlement agreement with OFHEO requires Fannie Mae to undertake certain remedial actions within a specified time frame to address the recommendations contained in the OFHEO Report, including an undertaking by Fannie Mae not to increase its "mortgage portfolio" assets except as permitted by a plan to be submitted by Fannie Mae for approval by OFHEO.

The settlement agreements constitute comprehensive settlements between Fannie Mae and both OFHEO and the SEC relating to the activities of Fannie Mae during the time period in question. Please refer to our Form 8-K filed with the SEC on May 30, 2006 for further information about the OFHEO Report and the settlement agreements. A complete copy of the OFHEO Report is available on OFHEO's website at www.ofheo.gov.

On July 20, 2006, the Federal Reserve Board implemented revisions to its payment systems risk policy requiring all government sponsored enterprises, including Fannie Mae, to fully fund their accounts with the Federal Reserve Banks before making payments to debt and mortgage-backed securities investors. Fannie Mae complied with this policy by entering into various funding agreements with market participants. In connection with this policy change, Fannie Mae also entered into a new fiscal agency agreement with the Federal Reserve Bank of New York. In addition, Fannie Mae, as trustee for its mortgage-backed securities, invests collections on mortgage loans underlying our mortgage-backed securities in highly rated financial instruments, which may include Fannie Mae's senior debt securities or other debt securities if certain rating requirements are satisfied.

On August 24, 2006, we announced that we had been advised by the United States Attorney's Office for the District of Columbia that it was discontinuing its investigation of Fannie Mae's accounting policies and practices, and did not plan to file charges against Fannie Mae. Please refer to our Form 8-K filed with the SEC on August 24, 2006 for further information.

We filed our 2004 10-K with the SEC on December 6, 2006. We have not filed Quarterly Reports on Form 10-Q for the first, second and third quarters of 2005, or the first, second and third quarters of 2006, nor have we filed our Annual Report on Form 10-K for the year ended December 31, 2005. See "Risk Factors – Lack of Financial Information about Fannie Mae" in the Offering Circular.

Form 8-Ks that we file with the SEC prior to the completion of the offering of the Notes are incorporated by reference in the Offering Circular. This means that we are disclosing information to you by referring you to those documents. You should refer to "Additional Information about Fannie Mae" in the Offering Circular for further details on the information that we incorporate by reference in the Offering Circular and where to find it.

ANNEX 1

To Pricing Supplement dated January 05, 2007
Issue: $100,000,000 Variable Rate Notes Due January 24, 2017

ADDITIONAL UNITED STATES TAX CONSEQUENCES

The Notes and payments thereon generally are subject to taxation. Therefore, you should consider the tax consequences of owning and receiving payments on a Note before acquiring one.

The following discussion supplements the discussion under the caption "United States Taxation" in the Offering Circular. We have engaged Dewey Ballantine LLP as special tax counsel to review these discussions. They have given us their written legal opinion that, when read together, the two discussions correctly describe the principal U.S. federal tax consequences applicable to beneficial owners of the Notes.

These two discussions do not purport to deal with all U.S. federal tax consequences applicable to all categories of beneficial owners, some of which may be subject to special rules. In addition, these discussions may not apply to your particular circumstances for one of the reasons explained in the Offering Circular. You should consult your own tax advisors regarding the U.S. federal tax consequences of purchasing, owning and disposing of Notes as well as any tax consequences arising under the laws of any state, local or foreign taxing jurisdiction.

We intend to treat the Notes as "variable rate debt instruments" ("VRDI"s) under the OID Regulations and the interest payable on the Notes as "qualified stated interest" under the VRDI rules. Accordingly, beneficial owners generally will include interest with respect to a Note as ordinary income in accordance with his or her method of accounting for U.S. federal income tax purposes. Cash basis beneficial owners, including most individuals, will include interest with respect to a Note in income in the year in which they receive an interest payment. Accrual basis beneficial owners generally will include interest with respect to a Note in income during the year in which it is earned or accrued, without regard to when an actual interest payment is received. Upon disposition of a Note by sale, exchange, redemption, or repayment of principal at maturity, a beneficial owner will generally recognize taxable gain or loss as described under "United States Taxation─U.S. Persons─Disposition or Retirement of Debt Securities" in the Offering Circular.

Although unlikely, it is possible that the Notes will be taxed in some other manner. Investors should consult their tax advisors regarding alternative treatments of the Notes, including the possible application of the contingent payment debt regulations.

ANNEX 2

Selling Restrictions

The Notes may be offered or sold only where it is legal to do so. The Dealers have represented to Fannie Mae and agreed that they will comply with all applicable laws and regulations in each jurisdiction in which they may purchase, offer, sell or deliver the Notes or distribute the Offering Circular or this Pricing Supplement. The selling restrictions applicable to the European Economic Area and other jurisdictions where the Notes may be sold are set forth in Appendix E of the Offering Circular.

The European Economic Area selling restrictions are as follows:

In relation to each Member State of the European Economic Area which has implemented the Prospectus Directive (each, a "Relevant Member State"), each Dealer has represented and agreed, and each further Dealer appointed under the Universal Debt Facility will be required to represent and agree, that with effect from and including the date on which the Prospectus Directive is implemented in that Relevant Member State (the "Relevant Implementation Date") it has not made and will not make an offer of Debt Securities to the public in that Relevant Member State except that it may, with effect from and including the Relevant Implementation Date, make an offer of Debt Securities to the public in that Relevant Member State:

(a) in (or in Germany, where the offer starts within) the period beginning on the date of publication of a prospectus in relation to those Debt Securities which has been approved by the competent authority in that Relevant Member State or, where appropriate, approved in another Relevant Member State and notified to the competent authority in that Relevant Member State, all in accordance with the Prospectus Directive and ending on the date which is 12 months after the date of such publication;

(b) at any time to legal entities which are authorized or regulated to operate in the financial markets or, if not so authorized or regulated, whose corporate purpose is solely to invest in securities;

(c) at any time to any legal entity which has two or more of (1) an average of at least 250 employees during the last financial year; (2) a total balance sheet of more than €43,000,000 and (3) an annual net turnover of more than €50,000,000, as shown in its last annual or consolidated accounts; or

(d) at any time in any other circumstances which do not require the publication by the Issuer of a prospectus pursuant to Article 3 of the Prospectus Directive.

For the purposes of this provision, the expression an "offer of Debt Securities to the public" in relation to any Debt Securities in any Relevant Member State means the communication in any form and by any means of sufficient information on the terms of the offer and the Debt Securities to be offered so as to enable an investor to decide to purchase or subscribe for the Debt Securities, as the same may be varied in that Member State by any measure implementing the Prospectus Directive in that Member State, and the expression “Prospectus Directive” means Directive 2003/71/EC and includes any relevant implementing measure in each Relevant Member State.