

Federal Agricultural Mortgage Corporation
FARMERMAC
Financing Rural America
Guarantor

Farmer Mac Mortgage Securities Corporation
Depositor

\$27,202,691 Guaranteed Agricultural Mortgage-Backed Securities, Series 3/26/04

Consider carefully the risk factors beginning on page S-7 in this prospectus supplement and on page 11 in the prospectus.

This prospectus supplement does not contain complete information about this offering. There is additional information in the prospectus. You should read both this prospectus supplement and the prospectus in full. This prospectus supplement may be used to offer and sell certificates only if accompanied by the prospectus.

We will create a trust fund to hold six pools of agricultural real estate mortgage loans and issue certificates backed by those loans. The trust fund will issue—

| <u>Class Designation</u> | <u>Approximate Original Principal Amount⁽¹⁾</u> | <u>CUSIP Number</u> | <u>Approximate Initial Pass-Through Rate⁽²⁾</u> | <u>Payment Frequency</u> | <u>First Distribution Date</u> | <u>Final Distribution Date</u> |
|--------------------------|--|---------------------|--|--------------------------|--------------------------------|--------------------------------|
| ZAQS1003 | \$ 11,172,491 | 31317LAC0 | 4.628% | Semi-Annually | July 25, 2004 | July 25, 2019 |
| ZBQS1003 | \$ 3,126,160 | 31317NAC6 | 4.297% | Semi-Annually | July 25, 2004 | July 25, 2019 |
| ZCQS1001 | \$ 810,000 | 31317QAA3 | 3.554% | Semi-Annually | July 25, 2004 | July 25, 2019 |
| ZK1M1007 | \$ 6,647,662 | 31317SAG6 | 4.570% | Monthly | April 25, 2004 | March 25, 2034 |
| ZQ1S1009 | \$ 5,153,200 | 31317JAJ0 | 5.343% | Semi-Annually | July 25, 2004 | July 25, 2019 |
| ZR1M1001 | \$ 293,178 | 31317UAA4 | 4.928% | Monthly | April 25, 2004 | April 25, 2033 |

(1) May be up to 5% more or less.

(2) Will vary with the weighted average of the interest rates for the mortgage loans in each pool as described in this prospectus supplement.

The Federal Agricultural Mortgage Corporation, which is also known as Farmer Mac, guarantees the timely payment of interest on and principal of the certificates. The obligations of Farmer Mac under this guarantee are obligations solely of Farmer Mac and are not obligations of, and are not guaranteed by, the Farm Credit Administration, the United States or any agency or instrumentality of the United States other than Farmer Mac, and are not backed by the full faith and credit of the United States.

We will not list the certificates on any national securities exchange or on any automated quotation system of any registered securities association, such as NASDAQ.

Neither the Securities and Exchange Commission nor any state securities commission has approved or disapproved of these securities or passed upon the accuracy or adequacy of this prospectus supplement or the accompanying prospectus. Any representation to the contrary is a criminal offense.

The Depositor is offering the certificates directly. Proceeds to the Depositor from the sale of the certificates will be approximately 100%, 100%, 100%, 100.93%, 100% and 101.113% of the aggregate original principal amount of the Class ZAQS1003, Class ZBQS1003, Class ZCQS1001, Class ZK1M1007,

Class ZQ1S1009 and Class ZR1M1001 certificates, respectively, plus, in each case, accrued interest on the certificates from March 1, 2004, before deducting expenses payable by the Depositor estimated at \$7,500.

March 26, 2004

TABLE OF CONTENTS

| | <u>Page</u> |
|---|--------------------|
| SUMMARY OF TERMS | S-3 |
| RISK FACTORS | S-7 |
| The Mortgage Loans Are Not Subject To Yield Maintenance Charges | S-7 |
| Disproportionately Large Mortgage Loans May Adversely Affect Your Yield..... | S-7 |
| Limited Number Of Mortgage Loans In Pools ZCQS1001 and ZR1M1001 May Adversely Affect Your Yield.. | S-8 |
| The Geographic Concentration Of The Loans May Adversely Affect Your Yield..... | S-8 |
| Character Of The Mortgage Loans May Result In An Increased Likelihood of Prepayments | S-8 |
| DESCRIPTION OF THE MORTGAGE LOANS | S-8 |
| DESCRIPTION OF THE CERTIFICATES | S-9 |
| FARMER MAC | S-13 |
| FARMER MAC GUARANTEE | S-13 |
| OUTSTANDING GUARANTEES | S-13 |
| YIELD, PREPAYMENT AND MATURITY CONSIDERATIONS | S-13 |
| DESCRIPTION OF THE AGREEMENTS | S-15 |
| THE DEPOSITOR | S-16 |
| MATERIAL FEDERAL INCOME TAX CONSEQUENCES | S-17 |
| ERISA CONSIDERATIONS | S-17 |
| LEGAL INVESTMENT | S-18 |
| METHOD OF DISTRIBUTION | S-18 |
| FORWARD-LOOKING STATEMENTS | S-18 |
| INDEX OF PRINCIPAL TERMS | S-19 |
| ANNEX I: DESCRIPTION OF THE QUALIFIED LOAN POOLS | A-1 |

We provide information to you about the certificates we are offering in two separate documents that progressively provide more detail:

- the accompanying prospectus, which provides general information, some of which may not apply to your certificates; and
- this prospectus supplement, which describes the specific terms of your certificates.

If the description of your certificates varies between this prospectus supplement and the accompanying prospectus, you should rely on the information in this prospectus supplement.

SUMMARY OF TERMS

This summary highlights selected information from this document and does not contain all of the information that you need to consider in making your investment decision. To understand all of the terms of the offering of the certificates, read carefully this entire document and the accompanying prospectus.

OFFERED SECURITIES

Farmer Mac Mortgage Securities Corporation (the “Depositor”), a wholly-owned subsidiary of Farmer Mac, is forming a trust fund to issue Guaranteed Agricultural Mortgage-Backed Securities (the “Certificates”) in six classes, as listed on the front cover of this prospectus supplement. The Certificates represent beneficial ownership interests in the trust fund. The trust fund’s assets consist of:

- four pools of full-time farm agricultural real estate mortgage loans;
- two pools of part-time farm agricultural real estate mortgage loans, each of which is secured by a single-family, owner-occupied, detached residence that generally constitutes at least 30% of the total appraised value of the property and that is used as the borrower’s primary residence or second home;
- proceeds and collections on these loans; and
- a guarantee of timely payment of principal and interest on the Certificates by Farmer Mac.

Each class of Certificates will separately represent the right to receive distributions derived primarily from amounts collected on mortgage loans in a specific pool. Each class of Certificates has the same designation as the designation the Depositor has given to the related pool of mortgage loans. Therefore,

- if you hold Class ZAQS1003 Certificates, you will be entitled to receive distributions derived primarily from amounts collected on the mortgage loans in the pool designated as ZAQS1003;
- if you hold Class ZBQS1003 Certificates, you will be entitled to receive distributions derived primarily from amounts collected on the mortgage loans in the pool designated as ZBQS1003;
- if you hold Class ZCQS1001 Certificates, you will be entitled to receive distributions derived primarily from amounts collected on the mortgage loans in the pool designated as ZCQS1001;
- if you hold Class ZK1M1007 Certificates, you will be entitled to receive distributions derived primarily from amounts collected on the mortgage loans in the pool designated as ZK1M1007;

- if you hold Class ZQ1S1009 Certificates, you will be entitled to receive distributions derived primarily from amounts collected on the mortgage loans in the pool designated as ZQ1S1009; and
- if you hold Class ZR1M1001 Certificates, you will be entitled to receive distributions derived primarily from amounts collected on the mortgage loans in the pool designated as ZR1M1001.

Each class of Certificates will be issued in an original principal amount approximately equal to the original principal amount of its corresponding pool of mortgage loans, subject to a permitted variance of plus or minus 5% as described in “*Description of the Certificates — General*” in this prospectus supplement.

DISTRIBUTIONS ON THE CERTIFICATES

- Distributions on the Class ZK1M1007 and Class ZR1M1001 Certificates will be made on a monthly basis on the 25th day of each month beginning on April 25, 2004.
- Distributions on the Class ZAQS1003, Class ZBQS1003, Class ZCQS1001 and Class ZQ1S1009 Certificates will be made on a semi-annual basis. A distribution will occur for those Classes of Certificates on the 25th day of each January and July beginning on July 25, 2004.

In each case, if a distribution date falls on a day that is not a business day, the distribution will be made on the next business day.

Distributions on the Certificates will be made only to those persons in whose names the Certificates are registered on the close of business on the last business day of the month prior to the month in which the distribution date occurs.

Distributions of Interest

The Certificates of each class will accrue interest during each Interest Accrual Period at the pass-through rate described in “*Description of the Certificates — Distributions — Interest*” in this prospectus supplement. Accrued interest will be due on each distribution date.

The Interest Accrual Periods for each class will depend on the payment frequency of that class. Each “Interest Accrual Period” begins on the first day of the month in which the previous distribution date for that particular class occurred and ends on and includes the last day of the month preceding the month in which the current distribution date for that particular class occurs. However, the first Interest Accrual Period for each class will begin on March 1, 2004 and end on and include the last day of the month preceding the month in which the first distribution date for that particular class occurs.

Distributions of Principal

On each distribution date, the trustee will distribute principal on each class of Certificates in an aggregate amount equal to the sum of the following for the corresponding pool:

- the principal portion of all scheduled payments (including any balloon payments) on the mortgage loans in the pool due during the preceding Due Period;

-- plus --

- the scheduled principal balance of each mortgage loan included in the pool that was repurchased or became a liquidated mortgage loan (if Farmer Mac, as the master servicer of the mortgage loans, has determined that all amounts to be received on the mortgage loan have been recovered) during the preceding Due Period;

-- plus --

- all full or partial principal prepayments received on the mortgage loans in the pool during the preceding Due Period.

Each “Due Period” begins on the second day of the month in which the previous distribution date occurred and ends on the first day of the month in which the related distribution date occurs. However, the first Due Period for each class will begin on March 2, 2004 and end on the first day of the month in which the related distribution date occurs.

THE GUARANTEE

Farmer Mac guarantees the timely payment of interest on and principal of the Certificates (including any principal payments due as balloon payments on the related mortgage loans). Farmer Mac’s obligations are not backed by the full faith and credit of the United States.

See “Farmer Mac Guarantee” in this prospectus supplement and “Description of the Trust Funds — The Assets in Each Trust Fund — Farmer Mac’s Guarantee” in the prospectus for additional information concerning Farmer Mac’s guarantee.

THE MASTER SERVICER

Farmer Mac will act as master servicer of the mortgage loans. The mortgage loans will be directly serviced by one or more mortgage servicing institutions we call central servicers, each of which will act on behalf of Farmer Mac under a servicing contract that may be supplemented from time to time.

OPTIONAL TERMINATION

Under the conditions described in “*Description of the Agreements — Optional Termination*” in this prospectus supplement, Farmer Mac, as master servicer, has the right to terminate the trust fund and retire the Certificates.

THE TRUSTEE

The trustee for the Certificates will be U.S. Bank National Association, a national banking association organized and existing under the federal laws of the United States.

FEDERAL INCOME TAX CONSEQUENCES

The Depositor expects that the trust fund will be treated as a grantor trust for federal income tax purposes and not as an association taxable as a corporation. No election will be made to treat the trust fund as a real estate mortgage investment conduit. See “*Material Federal Income Tax Consequences*” in this prospectus supplement and in the accompanying prospectus for additional information concerning the application of federal income tax laws.

ERISA CONSIDERATIONS

Subject to important considerations described under “*ERISA Considerations*” in this prospectus supplement and in the accompanying prospectus, if you are investing assets of employee benefit plans or individual retirement accounts, you can purchase the Certificates.

LEGAL INVESTMENT

The Certificates will constitute securities guaranteed by Farmer Mac for purposes of Farmer Mac’s charter. Subject to important considerations described under “*Legal Investment*” in this prospectus supplement and in the accompanying prospectus, the Certificates will, by statute, be legal investments for some types of institutional investors.

If your investment authority is subject to legal restrictions, you should consult your own legal advisors to determine whether and the extent to which Certificates constitute legal investments for you.

OFFICES OF FARMER MAC AND THE DEPOSITOR

The principal executive offices of Farmer Mac and the Depositor are located at 1133 Twenty-First Street, N.W., Washington, D.C. 20036. The telephone number there is (202) 872-7700.

RISK FACTORS

You should carefully consider the following risks, together with the risks set forth under the heading “Risk Factors” in the prospectus, before investing in the Certificates. If any of the following risks actually occurs, your investment could be materially and adversely affected.

The Mortgage Loans Are Not Subject To Yield Maintenance Charges. None of the mortgage loans in the trust fund require the borrower to pay a charge if the borrower prepays the mortgage loan in whole or in part within a specified time. These charges are known as “Yield Maintenance Charges.” Borrowers under mortgage loans that are not subject to Yield Maintenance Charges may be more likely to prepay those mortgage loans than borrowers under mortgage loans that are subject to Yield Maintenance Charges. Prepayments on mortgage loans may adversely affect the yield to maturity on your Certificates.

Disproportionately Large Mortgage Loans May Adversely Affect Your Yield. Pools ZAQS1003, ZBQS1003, ZK1M1007 and ZQ1S1009 contain some loans that have disproportionately large outstanding principal balances as compared to the other loans in those pools. Specifically, as of March 1, 2004:

- Pool ZAQS1003 included one mortgage loan that constituted approximately 10.74% (by principal balance) of the aggregate principal balance of that pool;
- Pool ZBQS1003 included two mortgage loans that constituted approximately 26.71% and 20.79% (by principal balance), respectively, of the aggregate principal balance of that pool;
- Pool ZK1M1007 included three mortgage loans that constituted approximately 26.10%, 17.97% and 15.04% (by principal balance), respectively, of the aggregate principal balance of that pool; and
- Pool ZQ1S1009 included two mortgage loans that constituted approximately 22.32% and 14.47% (by principal balance), respectively, of the aggregate principal balance of that pool.

Because losses on individual mortgage loans result in accelerated prepayments of principal under Farmer Mac’s guarantee, those losses affect the yield on the Certificates. The effect on the yield on your Certificates may be severe if losses occur on one or more of the disproportionately large loans in Pools ZAQS1003, ZBQS1003, ZK1M1007 or ZQ1S1009. If losses result in early principal payments, and if the anticipated yield on your Certificates (taking into account the purchase price you paid) is higher than prevailing market yields when these payments occur, your overall investment return will be less than anticipated.

Principal payments include voluntary prepayments, which may be made in whole or in part at any time without penalty, and prepayments due to defaults, liquidations and otherwise. Principal payments on disproportionately large loans will have much more of an effect on the pass-through rate and, therefore, the yield of the related class of Certificates than other loans in Pools ZAQS1003, ZBQS1003, ZK1M1007 and ZQ1S1009. To the extent any disproportionately large loan bears interest at a rate, net of fees and expenses, in excess of the then applicable pass-through rate on the Certificates, principal payments on the loan will lower the pass-through rate for the related Certificates in future Interest Accrual Periods because the weighted average mortgage loan rate for the pool will decrease. If the pass-through rate decreases, you will receive less interest on your Certificates.

Limited Number of Mortgage Loans In Pools ZCQS1001 And ZR1M1001 May Adversely Affect Your Yield. As of March 1, 2004, Pool ZCQS1001 and Pool ZR1M1001 each included two mortgage loans. As is the case with mortgage loans having disproportionately large outstanding principal balances as described in the preceding risk factor, the impact of losses on individual mortgage loans will be more severe in Pools ZCQS1001 and ZR1M1001 because those pools consist of relatively few mortgage loans.

The Geographic Concentration Of The Loans May Adversely Affect Your Yield. As of March 1, 2004, approximately 21.03% and 17.27% of the principal balance of the mortgage loans in Pool ZAQS1003 is secured by property located in Minnesota and Texas, respectively. As of March 1, 2004, approximately 32.47% and 26.71% of the principal balance of the mortgage loans in Pool ZBQS1003 is secured by property located in Kansas and California, respectively. As of March 1, 2004, approximately 40.22% and 32.11% of the principal balance of the mortgage loans in Pool ZK1M1007 is secured by property located in California and New York, respectively. As of March 1, 2004, approximately 24.63% and 22.32% of the principal balance of the mortgage loans in Pool ZQ1S1009 are secured by properties located in Wisconsin and California, respectively. Properties and businesses located in California may be particularly susceptible to certain types of uninsurable hazards, such as earthquakes, floods, mudslides and other natural disasters. In addition, geographic concentration increases the risk that localized economic conditions in the named states may have a disproportionate effect on the related pools. If economic conditions in those states were to cause defaults on the applicable loans, you could receive substantial prepayments on your Certificates as a result of Farmer Mac's guarantee, which may adversely affect the yield on your Certificates.

Character Of The Mortgage Loans May Result In An Increased Likelihood of Prepayments. Each of the mortgage loans in the trust fund will have a fixed-rate term of three, five, seven or ten years followed by one-year adjustable-rate terms to the maturity date of each mortgage. The prepayment behavior of these loans may differ from that of other mortgage loans. As an adjustable-rate mortgage loan with an initial fixed-rate term approaches its initial adjustment date, the borrower may become more likely to refinance the loan to avoid periodic changes to the periodic payment amount or an increase in the interest rate after the initial fixed-rate period, even if fixed-rate loans are available only at rates that are slightly lower or even higher than the interest rate before adjustment.

DESCRIPTION OF THE MORTGAGE LOANS

The Trust Fund will consist primarily of six pools of agricultural real estate mortgage loans (collectively, the "Qualified Loans") that the Depositor will assign to the Trust Fund. For a detailed description of the characteristics of the Qualified Loans in each pool, see "*Annex I: Description of the Qualified Loan Pools*" at the end of this prospectus supplement. The aggregate outstanding principal balance of the Qualified Loans in each pool is subject to the permitted variance described in "*Description of the Certificates — General*" in this prospectus supplement. Each Qualified Loan is secured by a first lien on Agricultural Real Estate (the "Mortgaged Properties"). The principal amount of any Qualified Loan cannot exceed \$5.0 million, as adjusted for inflation; except that the principal amount of any Qualified Loan secured by Agricultural Real Estate comprised of not more than 1,000 acres may not exceed \$12 million. "Agricultural Real Estate" is a parcel or parcels of land, which may be improved by buildings and machinery, fixtures and equipment or other structures permanently affixed to the parcel or

parcels, that (1) are used for the production of one or more agricultural commodities and (2) include at least five acres *or* produce minimum annual receipts of \$5,000.

All of the Qualified Loans meet Farmer Mac's Underwriting and Appraisal Standards (the "Underwriting Standards") for newly originated loans. The Underwriting Standards are described in "*Description of the Trust Funds — Qualified Loans — General*" in the prospectus. All of the Qualified Loans in Pools ZK1M1007 and ZR1M1001 are part-time farm loans. Part-time farm loans are Qualified Loans made to borrowers who live on Agricultural Real Estate, but generally derive a significant portion of their income from off-farm employment. To qualify as a part-time farm:

- the related Agricultural Real Estate must include a single-family, owner-occupied, detached residence that generally constitutes at least 30% of the total appraised value of the property and that is used as the borrower's primary residence or second home;
- the borrower must generate sufficient income from all sources to repay all creditors, which repayment capacity is evaluated using two tests:
 - the borrower's monthly house payment-to-income ratio is generally 28% or less, and
 - the borrower's monthly debt payment-to-income ratio is generally 36% or less; and
- the borrower must demonstrate sound credit characteristics through a history of timely debt repayment, generally based on a credit report with information from national credit information repositories.

The description of the Qualified Loans and the related Mortgaged Properties is based upon each pool as constituted at the close of business on March 1, 2004 (the "Cut-off Date"), as adjusted for any scheduled principal payments due on or before that date. Before we issue the Certificates, we may remove Qualified Loans from a pool: (1) if we deem removal necessary or appropriate; (2) as a result of prepayments in full; or (3) as a result of incomplete documentation or otherwise. We may add a limited number of other Qualified Loans to any pool before we issue the Certificates unless the addition of those Qualified Loans would materially alter the characteristics of the pool as described in this prospectus supplement. The Depositor believes that the information set forth in "*Annex I: Description of the Qualified Loan Pools*" will be representative of the characteristics of each pool as it will be constituted at the time the Certificates are issued, although the range of Mortgage Interest Rates and maturities and other characteristics of the Qualified Loans in the pool may vary. Under the Sale Agreement, the related Seller has made limited representations and warranties regarding the Qualified Loans and their origination in accordance with Farmer Mac's Underwriting Standards. See "*Description of the Agreements — Representations and Warranties; Repurchases*" in the prospectus.

The information in "*Annex I: Description of the Qualified Loan Pools*" regarding the Qualified Loans will be revised to reflect any adjustments in the composition of the Trust Fund and, if revised, will be included in a Form 8-K to be filed with the SEC by April 3, 2004. The information will be available to Holders promptly after any filing through the facilities of the SEC as described under "*Where You Can Find Additional Information*" in the prospectus.

DESCRIPTION OF THE CERTIFICATES

General

The Certificates will be issued as a separate series under a Trust Agreement dated as of June 1, 1996, as supplemented by an Issue Supplement dated as of the Cut-off Date (together, the “Trust Agreement”), each among Farmer Mac, the Depositor and the Trustee. See “*Description of the Certificates*” and “*Description of the Agreements*” in the prospectus for important additional information regarding the terms and conditions of the Trust Agreement and the Certificates. The Certificates are issued as a separate series under the Trust Agreement with a series designation corresponding to the date this offering is completed. Each class of Certificates will be issued in an initial Class Certificate Balance approximately equal to the original principal amount of the related pool subject to a permitted variance of plus or minus 5% with respect to each pool.

The Certificates will evidence beneficial ownership interests in a trust fund (the “Trust Fund”) consisting primarily of (1) the Qualified Loans; (2) the Farmer Mac Guarantee; and (3) proceeds and collections on the Qualified Loans, deposited in, or held as investments in, the Collection Accounts and the Certificate Account, each as defined and described in the prospectus. Each pool of Qualified Loans is evidenced by a single class of Certificates bearing the same alphanumeric designation as the underlying pool. Distributions of interest and principal on each class of Certificates will be calculated with reference to the Qualified Loans in the related pool.

Farmer Mac has established an eight-digit alphanumeric pool numbering system to identify specific characteristics of the Qualified Loans in each pool and to facilitate Holders’ access to the factor and other loan information that Farmer Mac publishes periodically. The first four digits are “loan identifiers.” The first digit denotes the owner of a specified loan product; the second and third digits together denote the type of loan product and maximum original term to maturity of the Qualified Loans in the pool; and the fourth digit denotes the scheduled payment frequency with respect to the Qualified Loans in the pool. The last four digits sequentially designate pools with the same loan identifiers. As described in more detail in “Annex I: Description of the Qualified Loan Pools,” Pool ZK1M1007 and Pool ZR1M1001 each contains at least one Qualified Loan that has a different loan product type than the product type indicated by the pool number. The table below summarizes Farmer Mac’s current pool numbering system:

1st Digit

F=Farmer Mac
M=MONY
Z=Zions

2nd and 3rd Digits

A1=15 year fixed rate
B1=7 year fixed rate
C1=5 year conditional balloon reset
D1=1 year adjustable rate (15 year maturity)
E1=3 year adjustable rate (15 year maturity)
F1=5 year adjustable rate (15 year maturity)
G1=10 year fixed rate
H1=30 year fixed rate (part-time farm)
I1=15 year fixed rate (partial open prepay)
J1=5 year fixed/1 year adjustable rate (part-time farm; 30 year maturity)
K1=7 year fixed/1 year adjustable rate (part-time farm; 30 year maturity)
L1=10 year fixed/1 year adjustable rate (part-time farm; 30 year maturity)
M1=15 year fixed rate (part-time farm)
N1=5 year fixed/1 year adjustable rate (part-time farm; 15 year maturity)
O1=7 year fixed/1 year adjustable rate (part-time farm; 15 year maturity)
P1=10 year fixed/1 year adjustable rate (part-time farm; 15 year maturity)
Q1=10 year fixed/1 year adjustable rate (full-time farm, 15 year maturity)
R1=3 year fixed/1 year adjustable rate (part-time farm; 30 year maturity)
U1=3 year fixed/1 year adjustable rate (part-time farm; 15 year maturity)
V1=1 month LIBOR adjustable rate (15 year maturity)
Y1=5 year draw AgEquity revolver (15 year maturity)
Z1=10 year draw AgEquity revolver (10 year maturity)
AQ=7 year fixed/1 year adjustable rate (full-time farm, 15 year maturity)
BQ=5 year fixed/1 year adjustable rate (full-time farm, 15 year maturity)
CQ=3 year fixed/1 year adjustable rate (full-time farm, 15 year maturity)

4th Digit

A = Annually
S = Semi-Annually
Q = Quarterly
M = Monthly

Book-Entry Certificates

The Certificates will be issued in book-entry form, and investors will hold beneficial interests in the Certificates through the book-entry system of the Federal Reserve Banks (the “Fed book-entry system”) in minimum denominations in Certificate Balances of \$1,000 and additional increments of \$1.

The Certificates will be maintained on the Fed book-entry system in a manner that permits separate trading and ownership. Each class of Certificates has been assigned a CUSIP number and will be tradable separately under that CUSIP number. The CUSIP number for each class is specified on the front cover of this prospectus supplement.

Under the procedures established for the Fed book-entry system, the Federal Reserve Banks will maintain book-entry accounts for the Certificates and make distributions on the Certificates on behalf of Farmer Mac, as master servicer, on the applicable Distribution Dates by crediting Holders’ accounts at the Federal Reserve Banks.

Those entities whose names appear on the book-entry records of a Federal Reserve Bank as the entities for whose accounts the Certificates have been deposited are referred to as “Holders of Book-Entry Certificates.” A Holder of Book-Entry Certificates is not necessarily the beneficial owner of a Certificate. Beneficial owners will ordinarily hold Certificates through one or more financial intermediaries, such as

banks, brokerage firms and securities clearing organizations. See “*Description of the Certificates — The Fed System*” in the prospectus. The terms “Holder” and “Holders” used in this prospectus supplement refer to both Holders of Book-Entry Certificates and holders of Certificates that are not Book-Entry Certificates, unless specific reference is made only to either Holders of Book-Entry Certificates or holders of Certificates that are not Book-Entry Certificates.

Distributions

General. Distributions of principal and interest on the Certificates will be made on a semi-annual or monthly basis as specified for each class on the front cover of this prospectus supplement. The monthly Distribution Dates will occur on the 25th day of each month and the semi-annual Distribution Dates will occur on the 25th day of each January and July, beginning on the date for each class set forth on the front cover of this prospectus supplement (each, a “Distribution Date”). If any of those days is not a Business Day, distributions will be made on the next succeeding Business Day to persons in whose names the Certificates are registered on the applicable Record Date. A “Business Day” is a day other than Saturday, Sunday or a day on which the Federal Reserve Bank of New York authorizes banking institutions in the Second Federal Reserve District to be closed, or banking institutions in New York are authorized or required by law to be closed or Farmer Mac is closed. The “Record Date” for any class and related Distribution Date will be the close of business on the last Business Day of the month preceding the month in which the Distribution Date occurs.

The final Distribution Date for each class of Certificates, which is set forth on the front cover of this prospectus supplement, has been set to coincide with the latest maturing underlying Qualified Loan in the related pool.

Interest. Interest on the Certificates of each class will be distributed on each Distribution Date for that class in an aggregate amount equal to the Accrued Certificate Interest for that Distribution Date and class. “Accrued Certificate Interest” for each Distribution Date and class will equal the amount of interest accrued during the related Interest Accrual Period at the applicable Pass-Through Rate on the Class Certificate Balance of the class immediately prior to the Distribution Date. Interest on the Certificates will be calculated on the basis of a 360-day year consisting of twelve 30-day months. As of any date of determination, the “Class Certificate Balance” of any class of Certificates will equal the sum of the Certificate Balances of all Certificates of the same class, and the “Certificate Balance” of any Certificate as of any date of determination will equal its original Certificate Balance less all amounts distributed on that Certificate in respect of principal on preceding Distribution Dates.

Interest will accrue on the Certificates of each class at a variable rate per annum (the “Pass-Through Rate”) equal to the weighted average of the Net Mortgage Rates of the Qualified Loans included in the related pool. The “Net Mortgage Rate” for each Qualified Loan will equal the interest rate on the loan (the “Mortgage Interest Rate”) less a rate (the “Administrative Fee Rate”) that represents the combined fees of the applicable central servicer, Farmer Mac, as master servicer, and Farmer Mac, as guarantor. The weighted average Administrative Fee Rate as of the Cut-off Date for each pool is set forth in “*Annex I: Description of the Qualified Loan Pools.*” The Pass-Through Rate for each pool and Distribution Date is calculated by (1) multiplying the outstanding balance of each Qualified Loan in that pool by its Net Mortgage Rate to derive the Qualified Loan’s weighted interest amount (“Weighted Interest Amount”); (2) dividing the sum of all the pool’s Weighted Interest Amounts by the Class

Certificate Balance of the related class of Certificates, before giving effect to the distribution of principal on the related Distribution Date; and (3) truncating the interest rate to three decimal places.

Principal. Principal in respect of each class will be distributed on each applicable Distribution Date in an aggregate amount equal to the Principal Distribution Amount for the related pool on the Distribution Date. On each Distribution Date, the “Principal Distribution Amount” for each pool as of each applicable Distribution Date will equal the sum of (1) the principal portion of all scheduled payments (including any balloon payments) on the Qualified Loans in that pool due during the preceding Due Period, (2) the scheduled principal balance of each Qualified Loan included in that pool that was repurchased or became a Liquidated Qualified Loan during the preceding Due Period, and (3) all full or partial principal prepayments received during the preceding Due Period. A “Liquidated Qualified Loan” is generally any defaulted Qualified Loan as to which it has been determined that all amounts to be received have been recovered.

Certificate Pool Factors. As soon as practicable following the fifth Business Day of each month of a Distribution Date, Farmer Mac will make available to financial publications and electronic services for each applicable pool of Qualified Loans, among other things, the factor (carried to eight decimal places) that, when multiplied by the original Certificate Balance of a Certificate evidencing an interest in that pool, will equal the remaining principal balance of the Certificate after giving effect to the distribution of principal to be made on the Distribution Date in that month.

Advances

Under the terms of the various Servicing Contracts, some central servicers will be required to advance their own funds for delinquent Qualified Loans and other central servicers will not be required to so advance. Because Farmer Mac guarantees timely distribution of interest and principal on the Certificates (including any balloon payments), the presence or absence of an advancing obligation will not affect distributions of interest and principal to Holders.

FARMER MAC

The Federal Agricultural Mortgage Corporation, which is also known as Farmer Mac, is a federally chartered instrumentality of the United States established by Title VIII of the Farm Credit Act of 1971, as amended (the “Farmer Mac Charter”). See “*Federal Agricultural Mortgage Corporation*” in the prospectus.

FARMER MAC GUARANTEE

Pursuant to the Trust Agreement, Farmer Mac will guarantee (the “Farmer Mac Guarantee”) the timely distribution of interest accrued on the Certificates and the distribution of the full Principal Distribution Amount (including any balloon payments) for the related pool and Distribution Date. In addition, Farmer Mac is obligated to distribute on a timely basis the outstanding Class Certificate Balance of each class of Certificates in full no later than the related Final Distribution Date (as set forth on the front cover of this prospectus supplement), whether or not sufficient funds are available in the Certificate Account.

Farmer Mac’s obligations under the Farmer Mac Guarantee are obligations solely of Farmer Mac and are not backed by the full faith and credit of the United States. Furthermore, Farmer Mac anticipates that its future contingent liabilities in respect of guarantees of outstanding securities backed by agricultural mortgage loans will greatly exceed its resources, including its limited ability to borrow from the United States Treasury. See “*Outstanding Guarantees*” in this prospectus supplement and “*Risk Factors — Farmer Mac’s guarantee of the timely payment of interest on and principal of certificates is limited*” and “*Description of the Trust Funds — The Assets in Each Trust Fund*” in the prospectus.

OUTSTANDING GUARANTEES

As of the Cut-off Date, Farmer Mac had outstanding guarantees on approximately \$5.694 billion aggregate principal amount of securities (including approximately \$727 million of securities evidencing assets that are guaranteed by the Secretary of the United States Department of Agriculture). Farmer Mac is authorized to borrow up to \$1.5 billion from the Secretary of the Treasury, subject to certain conditions, to enable Farmer Mac to fulfill its guarantee obligations. See “*Federal Agricultural Mortgage Corporation*” in the prospectus. As of the Cut-off Date, Farmer Mac had not borrowed any amounts from the Secretary of the Treasury to fund guarantee payments.

YIELD, PREPAYMENT AND MATURITY CONSIDERATIONS

The rate of payment of principal on each class of Certificates and its yield to maturity will correspond directly to the rate of payments of principal on the Qualified Loans in the related pool. The rate of payments of principal of the Qualified Loans will in turn be affected by the rate of principal prepayments by borrowers, by liquidations of defaulted Qualified Loans, by repurchases as a result of defective documentation and breaches of representations and warranties or for other reasons. There is little or no historical data available to provide assistance in estimating the rate of prepayments and defaults on loans secured by Agricultural Real Estate generally or the Qualified Loans particularly.

In the case of Qualified Loans, social, economic, political, trade, geographic, climatic, demographic, legal and other factors may influence prepayments and defaults, including the age of the Qualified Loans, the geographic distribution of the related Mortgaged Properties, the payment terms of the Qualified Loans, the characteristics of the borrowers, weather, economic conditions generally and in the geographic area in which the Mortgaged Properties are located, enforceability of due-on-sale clauses, servicing decisions, the availability of mortgage funds, the extent of the borrowers’ net equity in the Mortgaged Properties, mortgage market interest rates in relation to the effective interest rates on the

Qualified Loans and other unforeseeable variables, both domestic and international, affecting particular commodity groups and the farming industry in general. Generally, if prevailing interest rates fall significantly below the interest rates on the Qualified Loans, the Qualified Loans are likely to be subject to higher prepayments than if prevailing rates remain at or above the interest rates on the Qualified Loans. Conversely, if prevailing interest rates rise above the interest rates on the Qualified Loans, the rate of prepayment would be expected to decrease. There can be no certainty as to the rate of prepayments on the Qualified Loans during any period or over the lives of the Certificates. The rate of default on the Qualified Loans will also affect the rate of payment of principal on the Qualified Loans. Prepayments, liquidations and repurchases of the Qualified Loans will result in distributions to Holders of the related class of Certificates of amounts that would otherwise be distributed over the remaining terms of the Qualified Loans.

In addition, all of the Qualified Loans include “due-on-sale” clauses; however, it is generally the policy of the central servicers not to enforce those clauses unless the transferee of the related Mortgaged Property does not meet the Underwriting Standards of Farmer Mac and the Servicing Contracts do not require any enforcement. In addition, at the request of the borrower, the applicable central servicer may allow the partial release of a Mortgaged Property provided the collateral property is reappraised and a partial prepayment is made such that the resulting loan-to-value ratio is no greater than 70% and the cash flows from the remaining property are sufficient to service the remaining debt. A partial release may result in a prepayment in part on the related Qualified Loan and a corresponding reamortization of the unpaid principal balance of the Qualified Loan to the maturity date (or the original amortization date if the Qualified Loan provides for a balloon payment) for the loan. Any Qualified Loan as to which a partial release occurs will remain in the Trust Fund.

The yield to maturity to investors in the Certificates of a class will be sensitive to the rate and timing of principal payments (including prepayments) of the Qualified Loans in the related pool, which generally can be prepaid at any time. In addition, the yield to maturity on a Certificate may vary depending on the extent to which the Certificate is purchased at a discount or premium. Investors should consider, in the case of any Certificates purchased at a discount, the risk that a slower than anticipated rate of principal payments on the related Qualified Loans could result in an actual yield that is lower than the anticipated yield and, in the case of any Certificates purchased at a premium, the risk that a faster than anticipated rate of principal payments on the related Qualified Loans could result in an actual yield that is lower than the anticipated yield.

The timing of changes in the rate of prepayments on the Qualified Loans may significantly affect an investor’s actual yield to maturity, even if the average rate of principal payments is consistent with an investor’s expectation. In general, the earlier a prepayment of principal of the related Qualified Loans, the greater the effect on an investor’s yield to maturity. The effect on an investor’s yield of principal payments occurring at a rate higher (or lower) than the rate anticipated by the investor during the period immediately following the issuance of the Certificates may not be offset by a subsequent like decrease (or increase) in the rate of principal payments. An investor must make an independent decision as to the appropriate prepayment scenario to be used in deciding whether to purchase the Certificates.

Investors should consider the risk that rapid rates of prepayments on the Qualified Loans, and therefore of principal payments on the related class of Certificates, may coincide with periods of low prevailing interest rates. During those periods, the effective interest rates on securities in which an investor may choose to reinvest amounts received as principal payments on the investor’s Certificate may

be lower than the applicable Pass-Through Rate. Conversely, slow rates of prepayments on the Qualified Loans, and therefore of principal payments on the related class of Certificates, may coincide with periods of high prevailing interest rates. During those periods, the amount of principal payments available to an investor for reinvestment at high prevailing interest rates may be relatively low.

The Pass-Through Rate for each class of Certificates will equal the weighted average of the Net Mortgage Rates of the Qualified Loans in the related pool. Prepayments of Qualified Loans with relatively higher Mortgage Interest Rates, particularly if the Qualified Loans have larger unpaid principal balances, will reduce the Pass-Through Rate for the related class of Certificates from that which would have existed in the absence of prepayments. In addition, the Qualified Loans in a pool will not prepay at the same rate or at the same time. Qualified Loans with relatively higher Mortgage Interest Rates may prepay at faster rates than Qualified Loans with relatively lower Mortgage Interest Rates in response to a given change in market interest rates. If differential prepayments were to occur, the yield on the related class of Certificates would be adversely affected.

The effective yield to the Holders will be lower than the yield otherwise produced by the applicable purchase price and Pass-Through Rate because the distributions of principal, if any, and interest will not be payable to Holders until at least the 25th day of the month following the period in which interest accrues (without any additional distribution of interest or earnings for the delay).

DESCRIPTION OF THE AGREEMENTS

The Certificates will be issued pursuant to the Trust Agreement. Farmer Mac will act as master servicer of the Qualified Loans. The Qualified Loans will be directly serviced by one or more central servicers acting on behalf of Farmer Mac, each pursuant to a Master Central Servicing Contract (as supplemented) between the central servicer and Farmer Mac (the “Servicing Contract”). See “*Description of the Agreements*” in the prospectus. For a statement of the number of Qualified Loans (and related principal balances) in each pool serviced by each central servicer, see the narrative description for each pool set forth in “*Annex I: Description of the Qualified Loan Pools*” in this prospectus supplement. Each central servicer may subcontract the performance of some of its servicing duties to a subservicer who may be the seller (the “Seller”) and/or originator of the respective Qualified Loans. In addition, each of the Sellers of the Qualified Loans has transferred and assigned its respective Qualified Loans to the Depositor pursuant to a separate Selling and Servicing Agreement or a Master Loan Sale Agreement (a “Sale Agreement”). The Sale Agreement includes limited representations and warranties of the related Seller respecting the related Qualified Loans. Farmer Mac will assign these representations and warranties and the remedies for their breach to the Trustee for the benefit of Holders under the Trust Agreement. See “*Description of the Agreements — Representations and Warranties; Repurchases*” in the prospectus.

Trustee

The trustee (the “Trustee”) for the Certificates pursuant to the Trust Agreement will be U.S. Bank National Association, a national banking association organized and existing under the federal laws of the United States with an office at 180 East Fifth Street, St. Paul, Minnesota 55101.

Servicing and Other Compensation And Payment of Expenses

Each central servicer will be paid a servicing fee calculated on a loan-by-loan basis. The central servicers may retain additional servicing compensation in the form of assumption fees or similar fees (other than late payment charges in some cases). The Depositor, Farmer Mac, as master servicer, and the central servicers are obligated to pay all expenses incurred in connection with their respective responsibilities under the Trust Agreement and the Servicing Contracts (subject to reimbursement for liquidation expenses), including the fees of the Trustee, and also including, without limitation, the various other items of expense enumerated in the prospectus. See “*Description of the Certificates*” in the prospectus.

Optional Termination

As master servicer, Farmer Mac may effect an early termination of the Trust Fund on a Distribution Date for any class when the aggregate principal balance of Qualified Loans in all of the pools in the Trust Fund is less than one percent of their aggregate principal balance as of the Cut-off Date. If Farmer Mac elects to terminate the Trust Fund, it will repurchase all the Qualified Loans and REO Property at a price equal to 100% of the unpaid principal balance of the Qualified Loans, including any Qualified Loans as to which the related property is held as part of the Trust Fund, plus accrued and unpaid interest at the applicable Mortgage Interest Rate, determined as provided in the Trust Agreement. The proceeds of this repurchase will be distributed to Holders of the then outstanding classes of Certificates on the Distribution Date whether or not that Distribution Date is a Distribution Date for all classes of Certificates. See “*Description of Certificates — Termination*” in the prospectus.

Repurchases of Qualified Loans

Under the Trust Agreement, Farmer Mac, as master servicer, will have the right (without obligation and in its discretion) to repurchase from the Trust Fund, upon payment of the purchase price provided in the Trust Agreement, any Qualified Loan at any time after the loan becomes and remains delinquent as to any scheduled payment for a period of ninety days. Farmer Mac will also have a similar right to purchase from the Trust Fund any property acquired by the Trust Fund upon foreclosure or comparable conversion of any Qualified Loan (“REO Property”). See also “*Description of the Agreements — Representations and Warranties; Repurchases*” in the prospectus.

THE DEPOSITOR

Farmer Mac Mortgage Securities Corporation, the Depositor, is a wholly-owned subsidiary of Farmer Mac and was incorporated in the State of Delaware in December 1991. The principal executive offices of the Depositor are located at 1133 Twenty-First Street, N.W., Washington, D.C. 20036. The Depositor’s telephone number is (202) 872-7700.

MATERIAL FEDERAL INCOME TAX CONSEQUENCES

The following general discussion of material anticipated federal income tax consequences of an investment in the Certificates is to be considered only in connection with the discussion in the prospectus under the caption “*Material Federal Income Tax Consequences.*”

No election will be made to treat the Trust Fund as a real estate mortgage investment conduit, or REMIC, for federal income tax purposes. The Depositor expects that (1) the Trust Fund will be treated as a grantor trust for federal income tax purposes and not as an association taxable as a corporation; (2) a Certificate owned by a real estate investment trust representing an interest in Qualified Loans will be considered to represent “loans . . . secured by an interest in real property” within the meaning of Section 7701(a)(19)(C)(v) of the Internal Revenue Code of 1986, as amended (the “Code”) and “real estate assets” within the meaning of Code Section 856(c)(4)(A), and interest income on the Qualified Loans will be considered “interest on obligations secured by mortgages on real property” within the meaning of Code Section 856(c)(3)(B), to the extent that the Qualified Loans represented by that Certificate are of a type described in that Code section; and (3) a Certificate owned by a REMIC will represent “obligation[s] . . . which [are] principally secured by an interest in real property” within the meaning of Code Section 860G(a)(3) to the extent that the Qualified Loans represented by that Certificate are of a type described in that Code section. If the value of the real property securing a Qualified Loan is lower than the amount of the Qualified Loan, that Qualified Loan may not qualify in its entirety under the foregoing Code sections. The Holders will be treated as owners of their pro rata interests in the assets of the Trust Fund with respect to the related pool. The Trust Fund intends to account for all servicing fees as reasonable servicing fees. However, if any servicing fees, determined on a Qualified Loan by Qualified Loan basis, were determined to exceed reasonable servicing fees, the Certificates could be treated as representing an interest in one or more “stripped bonds.”

Potential investors should consult their tax advisors before acquiring Certificates.

ERISA CONSIDERATIONS

The acquisition of Certificates by a plan subject to the Employee Retirement Income Security Act of 1974, as amended (“ERISA”), or any individual retirement account (“IRA”) or any other plan subject to Code Section 4975 could, in some instances, result in a prohibited transaction or other violations of the fiduciary responsibility provisions of ERISA and Code Section 4975. Exemptions from the prohibited transaction rules could, however, be applicable.

As discussed under the caption “*ERISA Considerations*” in the prospectus, Final Regulations (as defined in the prospectus) provide a plan asset exception for a Plan’s (as defined in the prospectus) purchase and holding of “guaranteed governmental mortgage pool certificates.” The Final Regulations provide that where a Plan acquires a guaranteed governmental mortgage pool certificate, the Plan’s assets include the certificate and all of its rights relating to the certificate under applicable law, but do not, solely by reason of the Plan’s holding of the certificate, include any of the mortgages underlying the certificate. The term “guaranteed governmental mortgage pool certificate” is defined as a certificate backed by, or evidencing an interest in, specified mortgages or participation interests in specified mortgages, where interest and principal payable under the certificate are guaranteed by the United States or an agency or instrumentality of the United States. The Department of Labor has advised Farmer Mac that the

Certificates satisfy the conditions set forth in the Final Regulations and thus qualify as “guaranteed governmental mortgage pool certificates.” Accordingly, none of Farmer Mac, the Trustee, the master servicer or any central servicer will be subject to ERISA standards of conduct in dealing with Qualified Loans or other assets of the Trust Fund.

Prospective Plan investors should consult with their legal advisors concerning the impact of ERISA and the Code, and the potential consequences in their specific circumstances, before they invest in the Certificates. Moreover, each Plan fiduciary should determine whether under the general fiduciary standards of investment prudence and diversification, an investment in the Certificates is appropriate for the Plan, taking into account the overall investment policy of the Plan and the composition of the Plan’s investment portfolio. See “*ERISA Considerations*” in the prospectus.

LEGAL INVESTMENT

Because the Certificates are securities guaranteed by Farmer Mac for purposes of the Farmer Mac Charter, they will, by statute, be legal investments for some types of institutional investors who are authorized to purchase, hold or invest in obligations issued by or guaranteed as to principal and interest by the United States or any agency or instrumentality of the United States. Investors whose investment authority is subject to legal restrictions should consult their own legal advisors to determine whether and the extent to which specific classes of the Certificates constitute legal investments for them.

METHOD OF DISTRIBUTION

The Certificates are being offered and sold directly by Farmer Mac. There is currently no secondary market for the Certificates of any class.

FORWARD-LOOKING STATEMENTS

Some statements in this prospectus supplement represent our expectations or projections for the certificates offered by this prospectus supplement only as of the date of this prospectus supplement. You can generally identify those statements, which are called “forward-looking statements,” by the use of the words “may,” “will,” “expect,” “intend,” “estimate,” “anticipate” or “believe” or similar language.

We believe the expectations expressed in all forward-looking statements are reasonable and accurate based on information we currently have. However, our expectations may not prove to be correct. Important factors that could cause actual results to differ from our expectations are disclosed under “*Risk Factors*” and in other parts of this prospectus supplement. You should always consider those factors in evaluating any subsequent written and oral forward-looking statements by us, or persons acting on our behalf, in connection with this offering.

We will not report to the public any changes to any forward-looking statements to reflect events, developments or circumstances that occur after the date of this prospectus supplement.

INDEX OF PRINCIPAL TERMS

Unless the context indicates otherwise, the following terms shall have the meanings set forth on the pages indicated below.

| | |
|--|------|
| Accrued Certificate Interest..... | S-11 |
| Administrative Fee Rate | S-12 |
| Agricultural Real Estate..... | S-8 |
| Balloon Payment..... | A-2 |
| Business Day | S-11 |
| Certificate Balance..... | S-11 |
| Certificates | S-3 |
| Class Certificate Balance | S-11 |
| Code..... | S-17 |
| Cut-off Date | S-9 |
| Depositor..... | S-3 |
| Distribution Date | S-11 |
| Due Period | S-5 |
| ERISA..... | S-17 |
| Farmer Mac Charter..... | S-13 |
| Farmer Mac Guarantee | S-13 |
| Fed book-entry system..... | S-10 |
| Holder(s)..... | S-11 |
| Holders of Book-Entry Certificates | S-11 |
| Interest Accrual Period | S-4 |
| IRA | S-17 |
| Liquidated Qualified Loan..... | S-12 |
| Mortgage Interest Rate | S-12 |
| Mortgaged Properties..... | S-8 |
| Net Mortgage Rate..... | S-12 |
| Pass-Through Rate..... | S-12 |
| Principal Distribution Amount..... | S-12 |
| Qualified Loans | S-8 |
| Record Date | S-11 |
| REO Property..... | S-16 |
| Sale Agreement..... | S-15 |
| Seller | S-15 |
| Servicing Contract | S-15 |
| Trust Agreement | S-9 |
| Trust Fund..... | S-9 |
| Trustee | S-16 |
| Underwriting Standards | S-9 |
| Weighted Interest Amount..... | S-12 |
| Yield Maintenance Charges..... | S-7 |
| Zions | A-2 |

ANNEX I: DESCRIPTION OF THE QUALIFIED LOAN POOLS

The description of the Qualified Loans and the related Mortgaged Properties set forth below is based upon each pool as constituted at the close of business on the Cut-off Date, as adjusted for the scheduled principal payments due before that date. Before we issue the Certificates, we may remove Qualified Loans from each pool: (1) if we deem removal necessary or appropriate; (2) as a result of prepayments in full; or (3) as a result of incomplete documentation or otherwise. We may add a limited number of other Qualified Loans to each pool before we issue the Certificates unless the addition of those Qualified Loans would materially alter the characteristics of the pool as described in this Annex I. The Depositor believes that the information set forth in this Annex I will be representative of the characteristics of the related pool as it will be constituted at the time the Certificates are issued, although the range of Mortgage Interest Rates and maturities and other characteristics of the Qualified Loans in each pool may vary.

The composition of each pool is subject to adjustment, with the amount of the variance restricted to no more than 5% of the aggregate principal balance of the Qualified Loans in the pool, as stated in this Annex I. The information set forth as to the Qualified Loans will be revised to reflect any adjustments in the composition of the Trust Fund and, if so revised, will be included in a Form 8-K to be filed with the SEC by April 3, 2004. The information will be available to Holders of Certificates promptly after any filing through the facilities of the SEC as described under "*Where You Can Find Additional Information*" in the prospectus.

Percentages and principal balances of Qualified Loans in the following tables have been rounded. Accordingly, the total of the percentages in any given column may not add to 100%, and the total of the principal balances in any given column may not add to the amount shown as the total for the column.

DESCRIPTION OF POOL ZAQS1003

As of the Cut-off Date, the Qualified Loans in Pool ZAQS1003 have individual principal balances of not less than \$84,500 and not more than \$1,200,000. The Qualified Loans in Pool ZAQS1003 have scheduled maturity dates ranging between January 1, 2019 and July 1, 2019. The Qualified Loans in Pool ZAQS1003 have a weighted average Administrative Fee Rate as of the Cut-off Date of approximately 1.645%.

None of the Qualified Loans in Pool ZAQS1003 require the payment of a Yield Maintenance Charge in connection with any principal prepayment.

Eight of the twenty-seven Qualified Loans in Pool ZAQS1003 provide for the semi-annual payment of principal and interest on a level basis to amortize fully such Qualified Loan over its stated term. All of the remaining Qualified Loans in Pool ZAQS1003 are balloon loans, each of which provides for: (1) regular semi-annual payments of principal and interest computed on the basis of an amortization term that is longer than the related term to stated maturity; and (2) payment at stated maturity of a lump sum or “balloon” payment equal to the remaining principal balance of the loan that is significantly larger than the regular scheduled payments (a “Balloon Payment”).

Each Qualified Loan in Pool ZAQS1003 is an adjustable-rate mortgage loan that has an initial interest rate that will remain fixed for seven years from the date of origination and then will adjust annually to an interest rate determined by adding the margin indicated in the following schedule to the then-current average of London interbank offered rates for deposits having a maturity of one year, or one-year LIBOR.

Fourteen Qualified Loans in Pool ZAQS1003 were processed through Fast Track. Under the Fast Track process, a loan is determined to be a Qualified Loan if it is secured by a first lien on Agricultural Real Estate, the loan is for not more than \$750,000, the loan-to-value ratio is not greater than 55% and the borrower has a credit score of at least 660.

Zions First National Bank (“Zions”) will be the central servicer for all of the Qualified Loans in Pool ZAQS1003, which have an aggregate principal balance of \$11,172,491 as of the Cut-off Date.

The following tables provide specific information for each Qualified Loan in, and certain summary data for, Pool ZAQS1003 as of the Cut-off Date.

Qualified Loan Schedule
Pool: ZAQS1003
Cut-off Date: 3/1/2004

Loan Information:

| State | Next Payment Date | Next Payment Type (1) | Cut-off Date Principal Balance | Mortgage Rate | Net Mortgage Rate | Maturity Date | Amortization Type (2) | Next Reset Date | Gross Margin | Loan-to-Value Ratio | Balloon-to-Value Ratio (3) | Total Debt Coverage Ratio (4) |
|-------|-------------------|-----------------------|--------------------------------|---------------|-------------------|---------------|-----------------------|-----------------|--------------|---------------------|----------------------------|-------------------------------|
| CA | 7/1/2004 | IO | \$630,000.00 | 6.300% | 4.610% | 7/1/2019 | F | 7/1/2011 | 3.625% | 44% | 0% | N/A |
| CA | 7/1/2004 | IO | \$112,000.00 | 5.960% | 4.360% | 7/1/2019 | F | 7/1/2011 | 3.510% | 68% | 0% | 1.53 |
| CO | 7/1/2004 | PI | \$278,200.00 | 6.710% | 4.610% | 1/1/2019 | B | 1/1/2011 | 4.010% | 65% | 40% | 1.50 |
| IL | 7/1/2004 | IO | \$495,000.00 | 5.860% | 4.610% | 7/1/2019 | B | 7/1/2011 | 3.160% | 45% | 27% | N/A |
| IL | 7/1/2004 | IO | \$328,300.00 | 5.710% | 4.360% | 7/1/2019 | B | 7/1/2011 | 3.260% | 70% | 41% | 1.37 |
| IN | 7/1/2004 | PI | \$185,000.00 | 6.090% | 4.735% | 1/1/2019 | B | 1/1/2011 | 3.265% | 42% | 25% | N/A |
| MN | 7/1/2004 | PI | \$650,000.00 | 6.640% | 4.735% | 1/1/2019 | B | 1/1/2011 | 3.815% | 52% | 32% | 1.28 |
| MN | 7/1/2004 | PI | \$600,000.00 | 6.160% | 4.860% | 1/1/2019 | B | 1/1/2011 | 3.210% | 46% | 28% | 1.35 |
| MN | 7/1/2004 | IO | \$550,000.00 | 6.390% | 4.485% | 7/1/2019 | B | 7/1/2011 | 3.815% | 38% | 23% | N/A |
| MN | 7/1/2004 | PI | \$305,471.94 | 6.250% | 4.735% | 1/1/2019 | B | 1/1/2011 | 3.425% | 48% | 29% | 2.22 |
| MN | 7/1/2004 | PI | \$244,000.00 | 6.440% | 4.735% | 1/1/2019 | F | 1/1/2011 | 3.615% | 45% | 0% | 1.33 |
| MO | 7/1/2004 | PI | \$399,000.00 | 5.950% | 4.485% | 1/1/2019 | B | 1/1/2011 | 3.375% | 55% | 33% | N/A |
| MT | 7/1/2004 | IO | \$635,000.00 | 6.000% | 4.610% | 7/1/2019 | B | 7/1/2011 | 3.300% | 48% | 29% | 1.29 |

| | | | | | | | | | | | | |
|----|----------|----|----------------|--------|--------|----------|---|----------|--------|-----|-----|------|
| MT | 7/1/2004 | PI | \$510,000.00 | 6.640% | 4.735% | 1/1/2019 | B | 1/1/2011 | 3.815% | 55% | 34% | N/A |
| MT | 7/1/2004 | IO | \$337,500.00 | 5.960% | 4.360% | 7/1/2019 | B | 7/1/2011 | 3.510% | 54% | 32% | N/A |
| NE | 7/1/2004 | PI | \$118,300.00 | 6.550% | 4.485% | 1/1/2019 | B | 1/1/2011 | 3.972% | 70% | 43% | 1.62 |
| NE | 7/1/2004 | PI | \$99,000.00 | 6.590% | 4.735% | 1/1/2019 | F | 1/1/2011 | 3.765% | 53% | 0% | N/A |
| SD | 7/1/2004 | IO | \$605,000.00 | 5.990% | 4.360% | 7/1/2019 | B | 7/1/2011 | 3.540% | 68% | 41% | 1.25 |
| SD | 7/1/2004 | IO | \$390,000.00 | 6.160% | 4.610% | 7/1/2019 | F | 7/1/2011 | 3.460% | 39% | 0% | N/A |
| SD | 7/1/2004 | PI | \$237,000.00 | 6.810% | 4.860% | 1/1/2019 | B | 1/1/2011 | 3.860% | 35% | 22% | N/A |
| SD | 7/1/2004 | PI | \$84,500.00 | 6.840% | 4.985% | 1/1/2019 | F | 1/1/2011 | 3.765% | 26% | 0% | N/A |
| TX | 7/1/2004 | PI | \$1,200,000.00 | 6.600% | 4.735% | 1/1/2019 | B | 1/1/2011 | 3.775% | 45% | 28% | 2.02 |
| TX | 7/1/2004 | IO | \$730,000.00 | 6.000% | 4.360% | 7/1/2019 | B | 7/1/2011 | 3.550% | 51% | 31% | N/A |
| WA | 7/1/2004 | IO | \$625,000.00 | 6.100% | 4.735% | 7/1/2019 | B | 7/1/2011 | 3.275% | 48% | 29% | N/A |
| WA | 7/1/2004 | PI | \$500,000.00 | 6.390% | 4.735% | 1/1/2019 | F | 1/1/2011 | 3.565% | 16% | 0% | N/A |
| WI | 7/1/2004 | PI | \$185,000.00 | 6.560% | 4.735% | 1/1/2019 | F | 1/1/2011 | 3.735% | 62% | 0% | 1.32 |
| WY | 7/1/2004 | PI | \$139,219.22 | 6.690% | 4.735% | 1/1/2019 | B | 1/1/2011 | 3.865% | 67% | 41% | 1.93 |

Total Balance: \$11,172,491

Total Number of Loans: 27

Summary Information:

| | Cut-off Date Principal Balance | Mortgage Rate | Net Mortgage Rate | Administrative Fee Rate | Maturity Date (5) | Remaining Amortization Term (6) | Next Reset Date (5) | Gross Margin | Loan-to- Value Ratio | Total Debt Coverage Ratio (4) |
|-------------------------|---|--------------------------|----------------------------------|--|------------------------------|--|------------------------------------|-------------------------|-------------------------------------|--|
| Weighted Average | \$413,795 | 6.273% | 4.628% | 1.645% | 7/1/2019 | 275 | 7/1/2011 | 3.560% | 49% | 1.55 |
| Minimum | \$84,500 | 5.710% | 4.360% | 1.250% | 1/1/2019 | 179 | 1/1/2011 | 3.160% | 16% | 1.25 |
| Maximum | \$1,200,000 | 6.840% | 4.985% | 2.100% | 7/1/2019 | 300 | 7/1/2011 | 4.010% | 70% | 2.22 |

- (1) **PI = Principal and Interest for a full period. IO = Next payment will be interest only.**
- (2) **B = Balloon Loan. F = Fully Amortizing Loan.**
- (3) **The Balloon-to-Value Ratio is the percentage of the Balloon Payment of each Qualified Loan in the Pool to the appraised value of the related Mortgaged Property.**
- (4) **Total Debt Coverage Ratio is the ratio determined by dividing the borrower's total annual net income (net of living expenses and taxes) from all sources by the borrower's total annual debt service obligations (including capital lease payments). Loans that were processed through Fast Track will have no Total Debt Coverage Ratio calculated.**
- (5) **The Weighted Average Maturity Date and the Weighted Average Next Reset Date are both rounded to the next payment date.**
- (6) **The Remaining Amortization Term represents the number of amortization periods covered in months. For example, 300 months on an annual pay loan represents 25 amortization periods.**

Distribution by Commodity Group
Pool: ZAQS1003

| Commodity Group | Number of Loans (1) | Aggregate Principal Balance As of Cut-off Date | Percentage of Aggregate Principal Balance As of Cut-off Date |
|--|--------------------------------|---|---|
| Cattle and Calves | 5 | \$1,610,870.00 | 14.4% |
| Conservation Reserve Program | 1 | \$66,768.00 | 0.6% |
| Cotton/Tobacco | 1 | \$378,000.00 | 3.4% |
| Feed Grains | 19 | \$3,699,390.58 | 33.1% |
| Food Grains | 5 | \$1,085,609.19 | 9.7% |
| Oilseeds | 13 | \$2,226,802.78 | 19.9% |
| Permanent Plantings | 1 | \$112,000.00 | 1.0% |
| Potatoes, Tomatoes, and Other Vegetables | 3 | \$466,500.00 | 4.2% |
| Sheep, Lambs and Other Livestock | 1 | \$635,000.00 | 5.7% |
| Sugarbeets, Cane and Other Crops | 4 | \$891,550.61 | 8.0% |
| Total: | | \$11,172,491.16 | 100.0% |

- (1) The number of loans in each commodity group will not equal the total number of loans in the pool because a Mortgaged Property may be used to produce multiple commodities and thus the related Mortgage Loan may be allocated to more than one commodity group. As to any Qualified Loan allocated to more than one commodity group, its principal balance is allocated among commodity groups based on the proportion of the Mortgage Property used for the production of each commodity.

DESCRIPTION OF POOL ZBQS1003

As of the Cut-off Date, the Qualified Loans in Pool ZBQS1003 have individual principal balances of not less than \$195,000 and not more than \$835,000. The Qualified Loans in Pool ZBQS1003 have scheduled maturity dates ranging from January 1, 2019 to July 1, 2019. The Qualified Loans in Pool ZBQS1003 have a weighted average Administrative Fee Rate as of the Cut-off Date of approximately 1.361%.

None of the Qualified Loans in Pool ZBQS1003 require the payment of a Yield Maintenance Charge in connection with any principal prepayment.

Three of the seven Qualified Loans in Pool ZBQS1003 provide for the semi-annual payment of principal and interest on a level basis to amortize fully the related Qualified Loan over its stated term. All of the remaining Qualified Loans in Pool ZBQS1003 are balloon loans, each of which provides for: (1) regular semi-annual payments of principal and interest computed on the basis of an amortization term that is longer than the related term to stated maturity; and (2) payment at stated maturity of a Balloon Payment.

Each Qualified Loan in Pool ZBQS1003 is an adjustable-rate mortgage loan that has an initial interest rate that will remain fixed for five years from the date of origination and then will adjust annually to an interest rate determined by adding the margin indicated in the following schedule to the then-current average of London interbank offered rates for deposits having a maturity of one year, or one-year LIBOR.

Three Qualified Loans in Pool ZBQS1003 were processed through Fast Track. Under the Fast Track process, a loan is determined to be a Qualified Loan if it is secured by a first lien on Agricultural Real Estate, the loan is for not more than \$750,000, the loan-to-value ratio is not greater than 55% and the borrower has a credit score of at least 660.

Zions will be the central servicer for all of the Qualified Loans in Pool ZBQS1003, which have an aggregate principal balance of 3,126,160 as of the Cut-off Date.

The following tables provide specific information for each Qualified Loan in, and certain summary data for, Pool ZBQS1003 as of the Cut-off Date.

Qualified Loan Schedule
Pool: ZBQS1003
Cut-off Date: 3/1/2004

Loan Information:

| State | Next Payment Date | Next Payment Type (1) | Cut-off Date Principal Balance | Mortgage Rate | Net Mortgage Rate | Maturity Date | Amortization Type (2) | Next Reset Date | Gross Margin | Loan-to-Value Ratio | Balloon-to-Value Ratio (3) | Total Debt Coverage Ratio (4) |
|-------|-------------------|-----------------------|--------------------------------|---------------|-------------------|---------------|-----------------------|-----------------|--------------|---------------------|----------------------------|-------------------------------|
| CA | 7/1/2004 | IO | \$835,000.00 | 5.140% | 3.985% | 7/1/2019 | F | 1/1/2009 | 3.065% | 32% | 0% | 3.75 |
| KS | 7/1/2004 | PI | \$650,000.00 | 5.600% | 4.360% | 1/1/2019 | F | 1/1/2009 | 3.150% | 59% | 0% | 1.56 |
| KS | 7/1/2004 | PI | \$365,000.00 | 5.750% | 4.360% | 1/1/2019 | F | 1/1/2009 | 3.300% | 63% | 0% | 1.56 |
| MI | 7/1/2004 | IO | \$195,000.00 | 6.100% | 4.310% | 7/1/2019 | B | 7/1/2009 | 3.650% | 41% | 24% | N/A |
| MN | 7/1/2004 | IO | \$340,000.00 | 5.850% | 4.360% | 7/1/2019 | B | 7/1/2009 | 3.400% | 47% | 28% | N/A |
| MO | 7/1/2004 | PI | \$400,000.00 | 5.750% | 4.360% | 1/1/2019 | B | 1/1/2009 | 3.300% | 48% | 29% | N/A |
| SD | 7/1/2004 | PI | \$341,160.00 | 6.400% | 4.735% | 1/1/2019 | B | 1/1/2009 | 3.575% | 66% | 40% | 1.81 |

Total Balance: \$3,126,160.00

Total Number of Loans: 7

Summary Information:

| | Cut-off Date Principal Balance | Mortgage Rate | Net Mortgage Rate | Administrative Fee Rate | Maturity Date (5) | Remaining Amortization Term (6) | Next Reset Date (5) | Gross Margin | Loan-to- Value Ratio | Total Debt Coverage Ratio (4) |
|-------------------------|---|--------------------------|----------------------------------|--|------------------------------|--|------------------------------------|-------------------------|-------------------------------------|--|
| Weighted Average | \$446,594 | 5.659% | 4.297% | 1.361% | 7/1/2019 | 228 | 7/1/2009 | 3.268% | 49% | 2.43 |
| Minimum | \$195,000 | 5.140% | 3.985% | 1.155% | 1/1/2019 | 179 | 1/1/2009 | 3.065% | 32% | 1.56 |
| Maximum | \$835,000 | 6.400% | 4.735% | 1.790% | 7/1/2019 | 299 | 7/1/2009 | 3.650% | 66% | 3.75 |

- (1) **PI = Principal and Interest for a full period. IO = Next payment will be interest only.**
- (2) **B = Balloon Loan. F = Fully Amortizing Loan.**
- (3) **The Balloon-to-Value Ratio is the percentage of the Balloon Payment of each Qualified Loan in the Pool to the appraised value of the related Mortgaged Property.**
- (4) **Total Debt Coverage Ratio is the ratio determined by dividing the borrower's total annual net income (net of living expenses and taxes) from all sources by the borrower's total annual debt service obligations (including capital lease payments). Loans that were processed through Fast Track will have no Total Debt Coverage Ratio calculated.**
- (5) **The Weighted Average Maturity Date and the Weighted Average Next Reset Date are both rounded to the next payment date.**
- (6) **The Remaining Amortization Term represents the number of amortization periods covered in months. For example, 300 months on an annual pay loan represents 25 amortization periods.**

Distribution by Commodity Group
Pool: ZBQS1003

| Commodity Group | Number of Loans (1) | Aggregate Principal Balance As of Cut-off Date | Percentage of Aggregate Principal Balance As of Cut-off Date |
|---------------------|------------------------|--|---|
| Feed Grains | 6 | \$1,184,680.00 | 37.9% |
| Food Grains | 2 | \$445,450.00 | 14.2% |
| Oilseeds | 4 | \$661,030.00 | 21.1% |
| Permanent Plantings | 1 | \$835,000.00 | 26.7% |
| Total: | | \$3,126,160.00 | 100.0% |

- (1) The number of loans in each commodity group will not equal the total number of loans in the pool because a Mortgaged Property may be used to produce multiple commodities and thus the related Mortgage Loan may be allocated to more than one commodity group. As to any Qualified Loan allocated to more than one commodity group, its principal balance is allocated among commodity groups based on the proportion of the Mortgage Property used for the production of each commodity.

DESCRIPTION OF POOL ZCQS1001

As of the Cut-off Date, the Qualified Loans in Pool ZCQS1001 have individual principal balances of not less than \$360,000 and not more than \$450,000. The Qualified Loans in Pool ZCQS1001 have scheduled maturity dates ranging between January 1, 2019 and July 1, 2019. The Qualified Loans in Pool ZCQS1001 have a weighted average Administrative Fee Rate as of the Cut-off Date of approximately 1.245%.

None of the Qualified Loans in Pool ZCQS1001 require the payment of a Yield Maintenance Charge in connection with any principal prepayment.

All of the Qualified Loans in Pool ZCQS1001 are balloon loans, each of which provides for: (1) regular semi-annual payments of principal and interest computed on the basis of an amortization term that is longer than the related term to stated maturity; and (2) payment at stated maturity of a Balloon Payment.

Each Qualified Loan in Pool ZCQS1001 is an adjustable-rate mortgage loan that has an initial interest rate that will remain fixed for three years from the date of origination and then will adjust annually to an interest rate determined by adding the margin indicated in the following schedule to the then-current average of London interbank offered rates for deposits having a maturity of one year, or one-year LIBOR.

None of the Qualified Loans in Pool ZCQS1001 was processed through Fast Track. Zions will be the central servicer for all of the Qualified Loans in Pool ZCQS1001, which have an aggregate principal balance of \$810,000 as of the Cut-off Date.

The following tables provide specific information for each Qualified Loan in, and certain summary data for, Pool ZCQS1001 as of the Cut-off Date.

Qualified Loan Schedule
Pool: ZCQS1001
Cut-off Date: 3/1/2004

Loan Information:

| State | Next Payment Date | Next Payment Type (1) | Cut-off Date Principal Balance | Mortgage Rate | Net Mortgage Rate | Maturity Date | Amortization Type (2) | Next Reset Date | Gross Margin | Loan-to- Value Ratio | Balloon- to-Value Ratio (3) | Total Debt Coverage Ratio (4) |
|-------|-------------------------|-----------------------------|--------------------------------------|------------------|-------------------------|------------------|--------------------------|-----------------------|-----------------|----------------------------|-----------------------------------|-------------------------------------|
| MN | 7/1/2004 | IO | \$450,000.00 | 4.560% | 3.610% | 7/1/2019 | B | 7/1/2007 | 2.860% | 49% | 27% | 2.17 |
| OK | 7/1/2004 | PI | \$360,000.00 | 5.100% | 3.485% | 1/1/2019 | B | 1/1/2007 | 3.525% | 57% | 33% | 1.98 |

Total Balance: \$810,000
Total Number of Loans: 2

Summary Information:

| | Cut-off Date Principal Balance | Mortgage Rate | Net Mortgage Rate | Administrative Fee Rate | Maturity Date (5) | Remaining Amortization Term (6) | Next Reset Date (5) | Gross Margin | Loan-to- Value Ratio | Total Debt Coverage Ratio (4) |
|-------------------------|---|--------------------------|----------------------------------|--|------------------------------|--|------------------------------------|-------------------------|-------------------------------------|--|
| Weighted Average | \$405,000 | 4.800% | 3.554% | 1.245% | 7/1/2019 | 299 | 7/1/2007 | 3.155% | 53% | 2.09 |
| Minimum | \$360,000 | 4.560% | 3.485% | 0.950% | 1/1/2019 | 299 | 1/1/2007 | 2.860% | 49% | 1.98 |
| Maximum | \$450,000 | 5.100% | 3.610% | 1.615% | 7/1/2019 | 299 | 7/1/2007 | 3.525% | 57% | 2.17 |

- (1) **PI = Principal and Interest for a full period. IO = Next payment will be interest only.**
- (2) **B = Balloon Loan. F = Fully Amortizing Loan.**
- (3) **The Balloon-to-Value Ratio is the percentage of the Balloon Payment of each Qualified Loan in the Pool to the appraised value of the related Mortgaged Property.**
- (4) **Total Debt Coverage Ratio is the ratio determined by dividing the borrower's total annual net income (net of living expenses and taxes) from all sources by the borrower's total annual debt service obligations (including capital lease payments). Loans that were processed through Fast Track will have no Total Debt Coverage Ratio calculated.**
- (5) **The Weighted Average Maturity Date and the Weighted Average Next Reset Date are both rounded to the next payment date.**
- (6) **The Remaining Amortization Term represents the number of amortization periods covered in months. For example, 300 months on an annual pay loan represents 25 amortization periods.**

Distribution by Commodity Group
Pool: ZCQS1001

| Commodity Group | Number of Loans (1) | Aggregate Principal Balance As of Cut-off Date | Percentage of Aggregate Principal Balance As of Cut-off Date |
|---------------------|------------------------|--|---|
| Cattle and Calves | 1 | \$342,000.00 | 42.2% |
| Feed Grains | 1 | \$225,000.00 | 27.8% |
| Oilseeds | 1 | \$225,000.00 | 27.8% |
| Permanent Plantings | 1 | \$18,000.00 | 2.2% |
| Total: | | \$810,000.00 | 100.0% |

- (1) The number of loans in each commodity group will not equal the total number of loans in the pool because a Mortgaged Property may be used to produce multiple commodities and thus the related Mortgage Loan may be allocated to more than one commodity group. As to any Qualified Loan allocated to more than one commodity group, its principal balance is allocated among commodity groups based on the proportion of the Mortgage Property used for the production of each commodity.

DESCRIPTION OF POOL ZK1M1007

As of the Cut-off Date, Pool ZK1M1007 included fourteen part-time farm Qualified Loans with an aggregate principal balance of approximately \$6,647,662. Thirteen of the fourteen Qualified Loans in Pool ZK1M1007 have original terms to stated maturity of 360 months. One Qualified Loan in Pool ZK1M1007 has an original term to stated maturity of 180 months. That Qualified Loan, which had a principal balance of approximately \$127,139 as of the Cut-off Date and an initial interest rate of 5.75%, would ordinarily be included in a pool with an identifier beginning with ZO1M, but has been included in Pool ZK1M1007 for administrative purposes. As of the Cut-off Date, the weighted average stated remaining term of the Qualified Loans included in Pool ZK1M1007 was approximately 352 months. Each Qualified Loan included in Pool ZK1M1007 provides for scheduled monthly payments of interest and principal, due on the first day of each month, on a level basis to amortize fully over its stated term.

Thirteen of the fourteen Qualified Loans included in Pool ZK1M1007 are adjustable-rate mortgage loans that have initial interest rates that will remain fixed for seven years from the date of origination and then will adjust annually to an interest rate determined by adding the related gross margin to then-current average of London interbank offered rates for deposits having a maturity of one year, or one-year LIBOR. One of the fourteen Qualified Loans included in Pool ZK1M1007 has an initial interest rate that will remain fixed for ten years from the date of origination and then will adjust annually to an interest rate determined by adding the related gross margin to one-year LIBOR. That Qualified Loan, which had a principal balance of approximately \$399,274.82 as of the Cut-off Date and an initial interest rate of 6.50%, would ordinarily be included in a pool with an identifier beginning with ZL1M, but has been included in Pool ZK1M1007 for administrative purposes. As of the Cut-off Date, the weighted average stated initial reset date term is approximately 81 months.

As of the Cut-off Date, each Qualified Loan included in Pool ZK1M1007 had a principal balance of at least \$112,000 and of not more than approximately \$1,735,095, and the average principal balance of the Qualified Loans was approximately \$474,833. The latest maturity date of any of the Qualified Loans was March 1, 2034; however, Mortgagors may prepay their Qualified Loans at any time without penalty. Therefore, the actual date on which any Qualified Loan is paid in full may be earlier than the stated maturity date due to unscheduled payments of principal.

As of the Cut-off Date, no Qualified Loan included in pool ZK1M1007 was delinquent and no Qualified Loan had been more than 30 days delinquent more than once during the preceding twelve months.

Each of the Qualified Loans in Pool ZK1M1007 has an Administrative Fee Rate of 0.70%. No Qualified Loan in Pool ZK1M1007 requires the borrower to pay a Yield Maintenance Charge if the borrower prepays the loan in whole or in part.

As of the Cut-off Date, no Qualified Loan included in Pool ZK1M1007 had a Loan-to-Value Ratio of more than 78%. The weighted average of the Loan-to-Value Ratios as of the Cut-off Date of the Qualified Loans was approximately 55%.

CGB Agrifinancial Services, Inc. ("CGB"), which is headquartered in Louisville, Kentucky, will be the central servicer for all of the Qualified Loans in Pool ZK1M1007.

The following tables provide summary information for the Qualified Loans in Pool ZK1M1007 as of the Cut-off Date.

Qualified Loan Purpose

Pool: ZK1M1007

| Loan Purpose | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|-----------------------|----------------------------------|--|---|
| Purchase | 2 | \$551,646.23 | 8.30% |
| Refinance - Cash Out | 8 | \$2,859,116.50 | 43.01% |
| Refinance - Rate/Term | 4 | \$3,236,900.15 | 48.69% |
| Totals: | 14 | \$6,647,662.88 | 100.00% |

Principal Balances⁽¹⁾

Pool: ZK1M1007

| Principal Balance | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|-----------------------------|----------------------------------|--|---|
| \$100,000.01 - \$150,000.00 | 4 | \$485,851.74 | 7.31% |
| \$150,000.01 - \$200,000.00 | 2 | \$332,160.08 | 5.00% |
| \$200,000.01 - \$250,000.00 | 0 | \$0.00 | 0.00% |
| \$250,000.01 - \$300,000.00 | 0 | \$0.00 | 0.00% |
| \$300,000.01 - \$400,000.00 | 4 | \$1,420,708.03 | 21.37% |
| \$400,000.01 - \$500,000.00 | 1 | \$478,971.29 | 7.21% |
| \$500,000.01 - \$600,000.00 | 0 | \$0.00 | 0.00% |
| \$600,000.01 - \$700,000.00 | 0 | \$0.00 | 0.00% |
| Greater than \$700,000.00 | 3 | \$3,929,971.74 | 59.12% |
| Totals: | 14 | \$6,647,662.88 | 100.00% |

(1) As of the Cut-off Date, the average outstanding principal balance of the Qualified Loans in pool ZK1M1007 was approximately \$474,833.

Geographical Distribution of the Mortgaged Properties
Pool: ZK1M1007

| State | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|----------------|--------------------------------------|--|---|
| Alabama | 1 | \$116,006.66 | 1.75% |
| California | 3 | \$2,673,847.29 | 40.22% |
| Minnesota | 2 | \$703,711.57 | 10.59% |
| New York | 2 | \$2,134,370.56 | 32.11% |
| Ohio | 2 | \$306,928.41 | 4.62% |
| Oregon | 1 | \$112,000.00 | 1.68% |
| South Dakota | 2 | \$448,426.98 | 6.75% |
| Wisconsin | 1 | \$152,371.41 | 2.29% |
| Totals: | 14 | \$6,647,662.88 | 100.00% |

Original Loan-to-Value Ratios⁽¹⁾
Pool: ZK1M1007

| Original Loan-to-Value Ratio | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|---|--------------------------------------|--|---|
| 40.00% or less | 2 | \$1,865,801.08 | 28.07% |
| 40.01% to 50.00% | 3 | \$758,482.44 | 11.41% |
| 50.01% to 55.00% | 0 | \$0.00 | 0.00% |
| 55.01% to 60.00% | 4 | \$2,078,079.52 | 31.26% |
| 60.01% to 65.00% | 1 | \$318,018.36 | 4.78% |
| 65.01% to 70.00% | 2 | \$1,112,000.00 | 16.73% |
| 70.01% to 75.00% | 1 | \$116,006.66 | 1.75% |
| 75.01% to 80.00% | 1 | \$399,274.82 | 6.01% |
| Totals: | 14 | \$6,647,662.88 | 100.00% |

(1) As of the Cut-off Date, the weighted average loan-to-value ratio at origination of the Qualified Loans in Pool ZK1M1007 was approximately 55%.

Mortgage Interest Rates⁽¹⁾

Pool: ZK1M1007

| Mortgage Interest Rates | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|--------------------------------|----------------------------------|--|---|
| 4.501% to 5.000% | 3 | \$3,060,677.08 | 46.04% |
| 5.001% to 5.500% | 5 | \$1,995,203.52 | 30.01% |
| 5.501% to 6.000% | 5 | \$1,192,507.46 | 17.94% |
| 6.001% to 6.500% | 1 | \$399,274.82 | 6.01% |
| Totals: | 14 | \$6,647,662.88 | 100.00% |

(1) As of the Cut-off Date, the weighted average Mortgage Interest Rate of the Qualified Loans in Pool ZK1M1007 was approximately 5.270%.

Credit Scores

Pool: ZK1M1007

| Fair Isaac Credit Scores | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|---------------------------------|----------------------------------|--|---|
| 601 to 650 | 1 | \$179,788.67 | 2.70% |
| 651 to 700 | 3 | \$924,129.39 | 13.90% |
| 701 to 750 | 4 | \$3,198,349.81 | 48.11% |
| 751 to 800 | 5 | \$2,233,395.01 | 33.60% |
| 801 to 850 | 1 | \$112,000.00 | 1.68% |
| Totals: | 14 | \$6,647,662.88 | 100.00% |

DESCRIPTION OF POOL ZQ1S1009

As of the Cut-off Date, the Qualified Loans in Pool ZQ1S1009 have individual principal balances of not less than \$68,400 and not more than \$1,150,000. The Qualified Loans in Pool ZQ1S1009 have scheduled maturity dates ranging from January 1, 2019 to July 1, 2019. The Qualified Loans in Pool ZQ1S1009 have a weighted average Administrative Fee Rate as of the Cut-off Date of approximately 1.353%.

None of the Qualified Loans in Pool ZQ1S1009 require the payment of a Yield Maintenance Charge in connection with any principal prepayment.

Five of the fourteen Qualified Loans in Pool ZQ1S1009 provide for the semi-annual payment of principal and interest on a level basis to amortize fully each such Qualified Loan over its stated term. All of the remaining Qualified Loans in Pool ZQ1S1009 are balloon loans, each of which provides for: (1) regular semi-annual payments of principal and interest computed on the basis of an amortization term that is longer than the related term to stated maturity; and (2) payment at stated maturity of a Balloon Payment.

Each Qualified Loan in Pool ZQ1S1009 is an adjustable-rate mortgage loan that has an initial interest rate that will remain fixed for ten years from the date of origination and then will adjust annually to an interest rate determined by adding the margin indicated in the following schedule to the then-current average of London interbank offered rates for deposits having a maturity of one year, or one-year LIBOR.

Six of the fourteen Qualified Loans in Pool ZQ1S1009 were processed through Fast Track. Under the Fast Track process, a loan is determined to be a Qualified Loan if it is secured by a first lien on Agricultural Real Estate, the loan is for not more than \$750,000, the loan-to-value ratio is not greater than 55% and the borrower has a credit score of at least 660.

Zions will be the central servicer for all of the Qualified Loans in Pool ZQ1S1009, which have an aggregate principal balance of \$5,153,200 as of the Cut-off Date.

The following tables provide specific information for each Qualified Loan in, and certain summary data for, Pool ZQ1S1009 as of the Cut-off Date.

Qualified Loan Schedule
Pool: ZQ1S1009
Cut-off Date: 3/1/2004

Loan Information:

| State | Next Payment Date | Next Payment Type (1) | Cut-off Date Principal Balance | Mortgage Rate | Net Mortgage Rate | Maturity Date | Amortization Type (2) | Next Reset Date | Gross Margin | Loan-to-Value Ratio | Balloon-to-Value Ratio (3) | Total Debt Coverage Ratio (4) |
|-------|-------------------|-----------------------|--------------------------------|---------------|-------------------|---------------|-----------------------|-----------------|--------------|---------------------|----------------------------|-------------------------------|
| CA | 7/1/2004 | IO | \$1,150,000.00 | 6.640% | 5.485% | 7/1/2019 | B | 7/1/2014 | 3.065% | 58% | 36% | 2.71 |
| IA | 7/1/2004 | PI | \$122,000.00 | 7.210% | 5.360% | 1/1/2019 | F | 1/1/2014 | 3.760% | 40% | 0% | 1.34 |
| ID | 7/1/2004 | PI | \$506,300.00 | 6.510% | 5.360% | 1/1/2019 | B | 1/1/2014 | 3.060% | 24% | 15% | 1.88 |
| ID | 7/1/2004 | PI | \$408,500.00 | 6.710% | 5.360% | 1/1/2019 | B | 1/1/2014 | 3.260% | 39% | 24% | 1.91 |
| KS | 7/1/2004 | IO | \$300,000.00 | 6.610% | 5.360% | 7/1/2019 | B | 7/1/2014 | 3.160% | 21% | 13% | N/A |
| MN | 7/1/2004 | IO | \$225,000.00 | 7.090% | 5.235% | 7/1/2019 | B | 7/1/2014 | 3.765% | 41% | 26% | N/A |
| MO | 7/1/2004 | IO | \$336,000.00 | 6.510% | 5.110% | 7/1/2019 | B | 7/1/2014 | 3.310% | 64% | 39% | 1.72 |
| MT | 7/1/2004 | IO | \$230,000.00 | 6.750% | 5.235% | 7/1/2019 | B | 7/1/2014 | 3.425% | 55% | 34% | N/A |
| OR | 7/1/2004 | PI | \$410,000.00 | 6.760% | 5.360% | 1/1/2019 | F | 1/1/2014 | 3.310% | 55% | 0% | 1.91 |
| SD | 7/1/2004 | IO | \$128,000.00 | 7.200% | 5.235% | 7/1/2019 | F | 7/1/2014 | 3.875% | 56% | 0% | N/A |
| SD | 7/1/2004 | PI | \$68,400.00 | 7.500% | 5.610% | 1/1/2019 | F | 1/1/2014 | 3.800% | 34% | 0% | 1.99 |
| WI | 7/1/2004 | IO | \$745,500.00 | 6.660% | 5.360% | 7/1/2019 | B | 7/1/2014 | 3.210% | 51% | 31% | N/A |
| WI | 7/1/2004 | IO | \$343,500.00 | 6.650% | 5.235% | 7/1/2019 | F | 7/1/2014 | 3.325% | 46% | 0% | N/A |
| WI | 7/1/2004 | IO | \$180,000.00 | 6.600% | 5.110% | 7/1/2019 | B | 7/1/2014 | 3.400% | 38% | 24% | N/A |

Total Balance: \$5,153,200.00
Total Number of Loans: 14

Summary Information:

| | Cut-off Date Principal Balance | Mortgage Rate | Net Mortgage Rate | Administrative Fee Rate | Maturity Date (5) | Remaining Amortization Term (6) | Next Reset Date (5) | Gross Margin | Loan-to- Value Ratio | Total Debt Coverage Ratio (4) |
|-------------------------|--------------------------------------|------------------|-------------------------|-------------------------------|----------------------|---------------------------------------|---------------------------|-----------------|----------------------------|-------------------------------------|
| Weighted Average | \$368,085 | 6.697% | 5.343% | 1.353% | 7/1/2019 | 274 | 7/1/2014 | 3.263% | 47% | 2.17 |
| Minimum | \$68,400 | 6.510% | 5.110% | 1.150% | 1/1/2019 | 178 | 1/1/2014 | 3.060% | 21% | 1.34 |
| Maximum | \$1,150,000 | 7.500% | 5.610% | 1.965% | 7/1/2019 | 300 | 7/1/2014 | 3.875% | 64% | 2.71 |

- (1) **PI = Principal and Interest for a full period. IO = Next payment will be interest only.**
- (2) **B = Balloon Loan. F = Fully Amortizing Loan.**
- (3) **The Balloon-to-Value Ratio is the percentage of the Balloon Payment of each Qualified Loan in the Pool to the appraised value of the related Mortgaged Property.**
- (4) **Total Debt Coverage Ratio is the ratio determined by dividing the borrower's total annual net income (net of living expenses and taxes) from all sources by the borrower's total annual debt service obligations (including capital lease payments). Loans that were processed through Fast Track will have no Total Debt Coverage Ratio calculated.**
- (5) **The Weighted Average Maturity Date and the Weighted Average Next Reset Date are both rounded to the next payment date.**
- (6) **The Remaining Amortization Term represents the number of amortization periods covered in months. For example, 300 months on an annual pay loan represents 25 amortization periods.**

Distribution by Commodity Group
Pool: ZQ1S1009

| Commodity Group | Number of Loans (1) | Aggregate Principal Balance As of Cut-off Date | Percentage of Aggregate Principal Balance As of Cut-off Date |
|--|------------------------|--|---|
| Cattle and Calves | 4 | \$519,275.00 | 10.1% |
| Feed Grains | 10 | \$1,244,144.00 | 24.1% |
| Food Grains | 4 | \$507,368.00 | 9.8% |
| Oilseeds | 5 | \$586,450.00 | 11.4% |
| Permanent Plantings | 3 | \$1,560,000.00 | 30.3% |
| Potatoes, Tomatoes, and Other Vegetables | 2 | \$513,238.00 | 10.0% |
| Sugarbeets, Cane and Other Crops | 3 | \$222,725.00 | 4.3% |
| Total: | | \$5,153,200.00 | 100.0% |

(1) The number of loans in each commodity group will not equal the total number of loans in the pool because a Mortgaged Property may be used to produce multiple commodities and thus the related Mortgage Loan may be allocated to more than one commodity group. As to any Qualified Loan allocated to more than one commodity group, its principal balance is allocated among commodity groups based on the proportion of the Mortgage Property used for the production of each commodity.

DESCRIPTION OF POOL ZR1M1001

As of the Cut-off Date, Pool ZR1M1001 included two part-time farm Qualified Loans with an aggregate principal balance of approximately \$293,178. One of the two Qualified Loans in Pool ZR1M1001 has an original term to stated maturity of 360 months. The other Qualified Loan in Pool ZR1M1001 has an original term to stated maturity of 180 months. That Qualified Loan, which had a principal balance of approximately \$132,427 as of the Cut-off Date and an initial interest rate of 4.875%, would ordinarily be included in a pool with an identifier beginning with ZU1M, but has been included in Pool ZR1M1001 for administrative purposes. As of the Cut-off Date, the weighted average stated remaining term of the Qualified Loans included in Pool ZR1M1001 was approximately 272 months. Each Qualified Loan included in Pool ZR1M1001 provides for scheduled monthly payments of interest and principal, due on the first day of each month, on a level basis to amortize fully over its stated term.

All of the Qualified Loans included in Pool ZR1M1001 are adjustable-rate mortgage loans that have initial interest rates that will remain fixed for three years from the date of origination and then will adjust annually to an interest rate determined by adding the related gross margin to then-current average of London interbank offered rates for deposits having a maturity of one year, or one-year LIBOR. As of the Cut-off Date, the weighted average stated initial reset date term is approximately 30 months.

As of the Cut-off Date, each Qualified Loan included in Pool ZR1M1001 had a principal balance of at least \$132,427 and of not more than approximately \$160,751, and the average principal balance of the Qualified Loans was approximately \$146,589. The latest maturity date of any of the Qualified Loans was April 1, 2033; however, Mortgagors may prepay their Qualified Loans at any time without penalty. Therefore, the actual date on which any Qualified Loan is paid in full may be earlier than the stated maturity date due to unscheduled payments of principal.

As of the Cut-off Date, no Qualified Loan included in pool ZR1M1001 was delinquent and no Qualified Loan had been more than 30 days delinquent more than once during the preceding twelve months.

Each of the Qualified Loans in Pool ZR1M1001 has an Administrative Fee Rate of 0.70%. No Qualified Loan in Pool ZR1M1001 requires the borrower to pay a Yield Maintenance Charge if the borrower prepays the loan in whole or in part.

As of the Cut-off Date, no Qualified Loan included in Pool ZR1M1001 had a Loan-to-Value Ratio of more than 70%. The weighted average of the Loan-to-Value Ratios as of the Cut-off Date of the Qualified Loans was approximately 66%.

CGB will be the central servicer for all of the Qualified Loans in Pool ZR1M1001.

The following tables provide summary information for the Qualified Loans in Pool ZR1M1001 as of the Cut-off Date.

Qualified Loan Purpose
Pool: ZR1M1001

| Loan Purpose | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|-----------------------|----------------------------------|--|---|
| Refinance - Rate/Term | 2 | \$293,178.58 | 100.00% |
| Totals: | 2 | \$293,178.58 | 100.00% |

Principal Balances⁽¹⁾
Pool: ZR1M1001

| Principal Balance | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|-----------------------------|----------------------------------|--|---|
| \$100,000.01 - \$150,000.00 | 1 | \$132,427.46 | 45.17% |
| \$150,000.01 - \$200,000.00 | 1 | \$160,751.12 | 54.83% |
| Totals: | 2 | \$293,178.58 | 100.00% |

(1) As of the Cut-off Date, the average outstanding principal balance of the Qualified Loans in pool ZR1M1001 was approximately \$146,589.

Geographical Distribution of the Mortgaged Properties
Pool: ZR1M1001

| State | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|----------------|--------------------------------------|--|---|
| Montana | 1 | \$132,427.46 | 45.17% |
| Oregon | 1 | \$160,751.12 | 54.83% |
| Totals: | 2 | \$293,178.58 | 100.00% |

Original Loan-to-Value Ratios⁽¹⁾
Pool: ZR1M1001

| Original Loan-to-Value Ratio | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|---|--------------------------------------|--|---|
| 60.01% to 65.00% | 1 | \$160,751.12 | 54.83% |
| 65.01% to 70.00% | 1 | \$132,427.46 | 45.17% |
| Totals: | 2 | \$293,178.58 | 100.00% |

(1) As of the Cut-off Date, the weighted average loan-to-value ratio at origination of the Qualified Loans in Pool ZR1M1001 was approximately 66%.

Mortgage Interest Rates⁽¹⁾

Pool: ZR1M1001

| Mortgage Interest Rates | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|--------------------------------|----------------------------------|--|---|
| 4.501% to 5.000% | 1 | \$132,427.46 | 45.17% |
| 5.001% to 5.500% | 0 | \$0.00 | 0.00% |
| 5.501% to 6.000% | 0 | \$0.00 | 0.00% |
| 6.001% to 6.500% | 1 | \$160,751.12 | 54.83% |
| Totals: | 2 | \$293,178.58 | 100.00% |

(1) As of the Cut-off Date, the weighted average Mortgage Interest Rate of the Qualified Loans in Pool ZR1M1001 was approximately 5.270%.

Credit Scores

Pool: ZR1M1001

| Fair Isaac Credit Scores | Number of Qualified Loans | Aggregate Stated Principal Balance as of Cut-off Date | % of Cut-off Date Pool Principal Balance |
|---------------------------------|----------------------------------|--|---|
| 651 to 700 | 1 | \$132,427.46 | 45.17% |
| 701 to 750 | 1 | \$160,751.12 | 54.83% |
| Totals: | 2 | \$293,178.58 | 100.00% |

\$27,202,691
Guaranteed Agricultural
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**Federal Agricultural
Mortgage Corporation**

PROSPECTUS SUPPLEMENT

March 26, 2004
