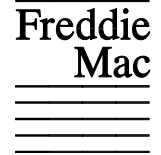


**PRICING SUPPLEMENT DATED May 21, 2003
(to Offering Circular Dated April 4, 2003)**



\$1,065,000,000

Freddie Mac

**Zero Coupon Medium-Term Notes Due June 17, 2033
Redeemable periodically, beginning June 17, 2008**

Issue Date: June 17, 2003
Maturity Date: June 17, 2033
Subject to Redemption: Yes. The Medium-Term Notes are redeemable at our option, upon notice of not less than 5 Business Days. See "Redemption" herein. We will redeem all of the Medium-Term Notes if we exercise our option.
Redemption Date(s): Semiannually, on June 17 and December 17, commencing June 17, 2008
Interest Rate: None
Principal Payment: At maturity, or upon redemption
CUSIP Number: 3128X1GZ4

There will be no periodic payments of interest on the Medium-Term Notes. The only scheduled payment that will be made to the holder of a Medium-Term Note will be made on the Maturity Date or the redemption date, as applicable, in an amount equal to the product of the call price for such redemption date and the principal amount of the Medium-Term Notes. See "Redemption" herein.

The Medium-Term Notes will be issued with original issue discount. See "Certain United States Federal Tax Consequences - U.S. Owners - Debt Obligations with Original Issue Discount" in the Offering Circular.

You should read this Pricing Supplement together with Freddie Mac's Debentures, Medium-Term Notes and Discount Notes Offering Circular, dated April 4, 2003 (the "Offering Circular"), and all documents that are incorporated by reference in the Offering Circular, which contain important detailed information about the Medium-Term Notes and Freddie Mac. See "Available Information" in the Offering Circular. Capitalized terms used in this Pricing Supplement have the meanings we gave them in the Offering Circular, unless we specify otherwise.

The Medium-Term Notes may not be suitable investments for you. You should not purchase the Medium-Term Notes unless you understand and are able to bear the redemption, yield, market, liquidity and other possible risks associated with the Medium-Term Notes. You should read and evaluate the discussion of risk factors (especially those risk factors that may be particularly relevant to this security) that appears in the Offering Circular under "Risk Factors" before purchasing any of the Medium-Term Notes.

The Medium-Term Notes, including any interest or return of discount on the Medium-Term Notes, are not guaranteed by and are not debts or obligations of the United States or any federal agency or instrumentality other than Freddie Mac.

	<u>Price to Public</u> ⁽¹⁾⁽²⁾	<u>Underwriting Discount</u> ⁽²⁾	<u>Proceeds to Freddie Mac</u> ⁽¹⁾⁽³⁾
Per Medium-Term Note	18.796497%	0.00%	18.796497%
Total	\$200,182,693	\$0.00	\$200,182,693

(1) Plus return of discount, if any, from June 17, 2003.

(2) See "Distribution Arrangements" in the Offering Circular.

(3) Before deducting expenses payable by Freddie Mac estimated at \$5,000.

Lehman Brothers

OFFERING

- | | | |
|----|-------------------------|------------------------------------------------------------------------------|
| 1. | Pricing date: | May 21, 2003 |
| 2. | Method of Distribution: | <input checked="" type="checkbox"/> Principal <input type="checkbox"/> Agent |
| 3. | Concession: | N/A |
| 4. | Reallowance: | N/A |
| 5. | Underwriter: | Lehman Brothers Inc. |

REDEMPTION

The Medium-Term Notes are subject to redemption by Freddie Mac, at its option, on the dates and at the respective call prices set forth in the following Call Price Schedule. Upon exercise of Freddie Mac's option to redeem the Medium-Term Notes, each investor will receive the product of the call price for such redemption date and the principal amount of Medium-Term Notes held by such investor.

Call Price Schedule

Redemption Date	Call Price Percentage	Redemption Date	Call Price Percentage	Redemption Date	Call Price Percentage
6/17/2008	24.834996	12/17/2016	39.878820	6/17/2025	64.035456
12/17/2008	25.536584	6/17/2017	41.005397	12/17/2025	65.844458
6/17/2009	26.257993	12/17/2017	42.163799	6/17/2026	67.704564
12/17/2009	26.999781	6/17/2018	43.354927	12/17/2026	69.617218
6/17/2010	27.762525	12/17/2018	44.579703	6/17/2027	71.583904
12/17/2010	28.546816	6/17/2019	45.839080	12/17/2027	73.606150
6/17/2011	29.353264	12/17/2019	47.134034	6/17/2028	75.685523
12/17/2011	30.182494	6/17/2020	48.465570	12/17/2028	77.823639
6/17/2012	31.035149	12/17/2020	49.834723	6/17/2029	80.022157
12/17/2012	31.911892	6/17/2021	51.242554	12/17/2029	82.282783
6/17/2013	32.813403	12/17/2021	52.690156	6/17/2030	84.607272
12/17/2013	33.740382	6/17/2022	54.178653	12/17/2030	86.997427
6/17/2014	34.693547	12/17/2022	55.709200	6/17/2031	89.455104
12/17/2014	35.673640	6/17/2023	57.282984	12/17/2031	91.982211
6/17/2015	36.681420	12/17/2023	58.901229	6/17/2032	94.580709
12/17/2015	37.717671	6/17/2024	60.565188	12/17/2032	97.252614
6/17/2016	38.783195	12/17/2024	62.276155	6/17/2033	100.00000

RISK FACTORS

An investment in the Medium-Term Notes entails certain risks not associated with an investment in conventional fixed-rate debt securities that pay interest periodically. While the Medium-Term Notes, if held to maturity or redemption, will provide return of their principal, including return of the accreted value to the optional redemption date, their market value could be adversely affected by changes in prevailing interest rates and the optional redemption feature. This effect on the market value could be magnified in a rising interest rate environment in the case of the Medium-Term Notes due to their relatively long remaining term to maturity. In such an environment, the market value of the Medium-Term Notes generally will fall, which could result in significant losses to investors whose circumstances do not permit them to hold the Medium-Term Notes until maturity. It is also unlikely that Freddie Mac would redeem the Medium-Term Notes in such an interest rate environment, when Freddie Mac's costs of borrowing would be relatively high. On the other hand, in a falling interest rate environment, in which the market value of the Medium-Term Notes generally would rise, it is likely that Freddie Mac would redeem the Medium-Term Notes, when its costs of borrowing would be relatively low; under those circumstances, it is likely that the optional redemption provision would restrict the market value that the Medium-Term Notes otherwise would have. Those factors, combined with the fact that payments on the Medium-Term Notes will be made only at maturity or upon redemption, and not periodically, also could affect the secondary market for and the liquidity of the Medium-Term Notes. Investors therefore should have the financial status and, either alone or with a financial advisor, the knowledge and experience in financial and business matters sufficient to evaluate the merits and to bear the risks of investing in the Medium-Term Notes in light of each investor's particular circumstances and should consider whether their circumstances permit them to hold the Medium-Term Notes until maturity, or otherwise to bear the risks of illiquidity, redemption and changes in interest rates. See "Risk Factors" in the Offering Circular.