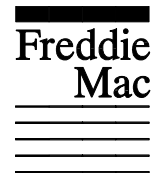


**PRICING SUPPLEMENT DATED May 21, 2003
(to Offering Circular Dated April 4, 2003)**



\$1,000,000,000

Freddie Mac

**Zero Coupon Medium-Term Notes Due June 23, 2033
Redeemable periodically, beginning June 23, 2004**

Issue Date: June 23, 2003
Maturity Date: June 23, 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 23 and December 23, commencing June 23, 2004
Interest Rate: None
Principal Payment: At maturity, or upon redemption
CUSIP Number: 3128X1HD2

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.

Citigroup Global Markets Inc. (the "Underwriter") has agreed to purchase the Medium-Term Notes from Freddie Mac at 16.627946% of their principal amount (\$166,279,460 aggregate proceeds to Freddie Mac, before deducting expenses payable by Freddie Mac estimated at \$5,000), plus accrued interest, if any, from June 23, 2003, subject to the terms and conditions of the Underwriting Agreement between Freddie Mac and the Underwriter. The Underwriter proposes to offer the Medium-Term Notes from time to time for sale in one or more negotiated transactions, at prices to be determined, in each case, at the time of sale. See "Distribution Arrangements" in the Offering Circular.

Citigroup Global Markets Inc.

OFFERING

1. Pricing date: May 21, 2003
2. Method of Distribution: Principal Agent
3. Concession: N/A
4. Reallowance: N/A
5. Underwriter: Citigroup Global Markets Inc.

OTHER SPECIAL TERMS

- None
 Yes; as follows:

In connection with the issuance of the Medium-Term Notes, the Underwriter may receive compensation in connection with a related swap transaction Freddie Mac has entered into with an affiliate of the Underwriter. See "Distribution Arrangements" in the Offering Circular.

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	Call Price Amount	Redemption Date	Call Price Percentage	Call Price Amount
6/23/2004	17.755293	\$177,552,930	6/23/2019	43.411676	\$434,116,760
12/23/2004	18.292391	\$182,923,910	12/23/2019	44.724879	\$447,248,790
6/23/2005	18.845736	\$188,457,360	6/23/2020	46.077807	\$460,778,070
12/23/2005	19.415819	\$194,158,190	12/23/2020	47.471660	\$474,716,600
6/23/2006	20.003148	\$200,031,480	6/23/2021	48.907678	\$489,076,780
12/23/2006	20.608243	\$206,082,430	12/23/2021	50.387135	\$503,871,350
6/23/2007	21.231643	\$212,316,430	6/23/2022	51.911346	\$519,113,460
12/23/2007	21.873900	\$218,739,000	12/23/2022	53.481664	\$534,816,640
6/23/2008	22.535585	\$225,355,850	6/23/2023	55.099485	\$550,994,850
12/23/2008	23.217287	\$232,172,870	12/23/2023	56.766244	\$567,662,440
6/23/2009	23.919610	\$239,196,100	6/23/2024	58.483423	\$584,834,230
12/23/2009	24.643178	\$246,431,780	12/23/2024	60.252546	\$602,525,460
6/23/2010	25.388634	\$253,886,340	6/23/2025	62.075186	\$620,751,860
12/23/2010	26.156640	\$261,566,400	12/23/2025	63.952960	\$639,529,600
6/23/2011	26.947878	\$269,478,780	6/23/2026	65.887537	\$658,875,370
12/23/2011	27.763052	\$277,630,520	12/23/2026	67.880635	\$678,806,350
6/23/2012	28.602884	\$286,028,840	6/23/2027	69.934025	\$699,340,250
12/23/2012	29.468121	\$294,681,210	12/23/2027	72.049529	\$720,495,290
6/23/2013	30.359532	\$303,595,320	6/23/2028	74.229027	\$742,290,270
12/23/2013	31.277908	\$312,779,080	12/23/2028	76.474455	\$764,744,550
6/23/2014	32.224065	\$322,240,650	6/23/2029	78.787807	\$787,878,070
12/23/2014	33.198842	\$331,988,420	12/23/2029	81.171139	\$811,711,390
6/23/2015	34.203107	\$342,031,070	6/23/2030	83.626565	\$836,265,650
12/23/2015	35.237751	\$352,377,510	12/23/2030	86.156269	\$861,562,690
6/23/2016	36.303693	\$363,036,930	6/23/2031	88.762496	\$887,624,960
12/23/2016	37.401880	\$374,018,800	12/23/2031	91.447562	\$914,475,620
6/23/2017	38.533287	\$385,332,870	6/23/2032	94.213850	\$942,138,500
12/23/2017	39.698919	\$396,989,190	12/23/2032	97.063819	\$970,638,190
6/23/2018	40.899811	\$408,998,110	6/23/2033	100.000000	\$1,000,000,000
12/23/2018	42.137031	\$421,370,310			

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.