

**PRICING SUPPLEMENT DATED September 8, 2004  
(to Offering Circular Dated April 2, 2004)**



**\$20,000,000**

**Freddie Mac**

**Step Medium-Term Notes Due September 29, 2009  
Redeemable on September 29, 2006 only**

Issue Date:	September 29, 2004
Maturity Date:	September 29, 2009
Subject to Redemption:	Yes. The Medium-Term Notes are redeemable at our option, upon notice of not less than 5 Business Days, at a price of 100% of the principal amount, plus accrued interest to the Redemption Date. We will redeem all of the Medium-Term Notes if we exercise our option.
Redemption Date(s):	On September 29, 2006 only
Interest Rate:	The Medium-Term Notes bear interest at different fixed rates, during different periods. (See "Step Interest Rates" herein.)
Frequency of Interest Payments:	Semiannually, in arrears, commencing March 29, 2005
Interest Payment Dates:	March 29 and September 29
Principal Payment:	At maturity, or upon redemption
CUSIP Number:	3128X3WW9

You should read this Pricing Supplement together with Freddie Mac's Debentures, Medium-Term Notes and Discount Notes Offering Circular, dated April 2, 2004 (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> <sup>(1)(2)</sup>	<u>Underwriting Discount</u> <sup>(2)</sup>	<u>Proceeds to Freddie Mac</u> <sup>(1)(3)</sup>
<b>Per Medium-Term Note</b>	100%	.55%	99.45%
<b>Total</b>	\$20,000,000	\$110,000	\$19,890,000

- (1) Plus accrued interest, if any, from September 29, 2004.
- (2) See "Distribution Arrangements" in the Offering Circular.
- (3) Before deducting expenses payable by Freddie Mac estimated at \$5,000.

**First Tennessee Bank N.A.**

**OFFERING:**

1. Pricing date: September 8, 2004
2. Method of Distribution:  Principal       Agent
3. Concession: .55%
4. Reallowance: .35%
5. Underwriter: First Tennessee Bank National Association

**STEP INTEREST RATES:**

3.25% per annum from September 29, 2004 to, but not including, September 29, 2006;  
5.00% per annum from September 29, 2006 to, but not including, September 29, 2009.