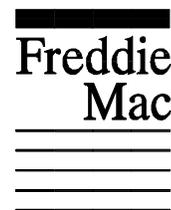


**PRICING SUPPLEMENT  
(to Offering Circular Dated  
June 25, 1999)**



**\$150,000,000**

**Freddie Mac**

**7.39% Fixed Rate Debentures Due 2006**

**Redeemable at the option of Freddie Mac, on August 16, 2001 only**

The 7.39% Fixed Rate Debentures Due 2006 (the "Debentures") are unsecured general obligations of the Federal Home Loan Mortgage Corporation ("Freddie Mac") offered pursuant to Freddie Mac's Debentures, Medium-Term Notes and Discount Notes Offering Circular dated June 25, 1999 (the "Offering Circular"). The Debentures will have the terms and characteristics set forth in the Offering Circular and in this Pricing Supplement. Capitalized terms used herein and not otherwise defined herein have the meanings given them in the Offering Circular.

The Debentures may be redeemed by Freddie Mac, in whole but not in part, at 100% of their principal amount plus accrued interest, on August 16, 2001 only.

This Pricing Supplement should be read in conjunction with the Offering Circular and with Freddie Mac's Information Statement dated March 31, 1999, its Information Statement Supplement dated May 14, 1999 and any other supplements to such Information Statement.. See "Available Information" in the Offering Circular.

	<b>Price to Public (1)(2)</b>	<b>Underwriting Discount (2)</b>	<b>Proceeds to Freddie Mac (1)(3)</b>
<b>Per Debenture</b> . . . . .	100%	.135%	99.865%
<b>Total</b> . . . . .	\$150,000,000	\$202,500	\$149,797,500

- (1) Plus accrued interest, if any, from August 16, 1999.
- (2) See "Distribution Arrangements" in this Pricing Supplement and in the Offering Circular for additional information concerning price to public and underwriting compensation.
- (3) Before deducting expenses payable by Freddie Mac estimated at \$5,000.

It is expected that the Debentures, in book-entry form, will be available for deposit at any Federal Reserve Bank on or about August 16, 1999, against payment therefor in immediately available funds.

**THE DEBENTURES ARE NOT SUITABLE INVESTMENTS FOR ALL INVESTORS. IN PARTICULAR, NO INVESTOR SHOULD PURCHASE THE DEBENTURES UNLESS THE INVESTOR UNDERSTANDS AND IS ABLE TO BEAR THE ASSOCIATED REDEMPTION, MARKET, LIQUIDITY AND YIELD RISKS. SEE "RISK FACTORS" IN THIS PRICING SUPPLEMENT AND IN THE OFFERING CIRCULAR.**

**THE DEBENTURES ARE OBLIGATIONS OF FREDDIE MAC ONLY. THE DEBENTURES, INCLUDING ANY INTEREST THEREON, ARE NOT GUARANTEED BY THE UNITED STATES AND DO NOT CONSTITUTE DEBTS OR OBLIGATIONS OF THE UNITED STATES OR ANY AGENCY OR INSTRUMENTALITY OF THE UNITED STATES OTHER THAN FREDDIE MAC. INCOME ON THE DEBENTURES HAS NO EXEMPTION UNDER FEDERAL LAW FROM FEDERAL, STATE OR LOCAL TAXATION. THE DEBENTURES ARE EXEMPT FROM THE REGISTRATION REQUIREMENTS OF THE SECURITIES ACT OF 1933 AND ARE "EXEMPTED SECURITIES" WITHIN THE MEANING OF THE SECURITIES EXCHANGE ACT OF 1934.**

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**Morgan Keegan & Company, Inc.**

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Pricing Supplement Dated August 6, 1999

## DESCRIPTION OF THE DEBENTURES

<b>Principal Amount:</b>	<b>\$150,000,000</b>
<b>Issue Date:</b>	<b>August 16, 1999</b>
<b>Maturity Date:</b>	<b>August 16, 2006</b>
<b>Optional Redemption:</b>	<b>On August 16, 2001 only, Freddie Mac may, at its option, upon notice of not less than 10 Business Days, redeem all (but not less than all) of the Debentures at 100% of their principal amount plus accrued interest to the date of redemption</b>
<b>Interest Rate:</b>	<b>7.39% per annum</b>
<b>Payment of Interest:</b>	<b>Semiannually, in arrears, on each February 16 and August 16, commencing February 16, 2000</b>
<b>Payment of Principal:</b>	<b>At maturity, or upon redemption</b>
<b>Minimum Principal Amounts:</b>	<b>Debentures will be issued and must be maintained and transferred in minimum original principal amounts of \$1,000 and additional increments of \$1,000</b>
<b>CUSIP Number:</b>	<b>3134A3C95</b>

## RISK FACTORS

The Debentures entail certain risks. See "Risk Factors" in the Offering Circular. Investors 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 Debentures in light of each investor's particular circumstances.

Investors should note that Freddie Mac may redeem the Debentures on August 16, 2001 only. Freddie Mac is most likely to redeem the Debentures when prevailing interest rates and Freddie Mac's costs of borrowing are relatively low. If Freddie Mac redeems the Debentures, investors may not be able to reinvest the redemption proceeds in comparable securities with similar yields. Prospective investors should consider this reinvestment risk in deciding between purchasing the Debentures and purchasing instruments that are not similarly redeemable.

The ability of Freddie Mac to redeem the Debentures at its option is likely to restrict the market value of the Debentures. In particular, on or prior to the optional redemption date, the market value of the Debentures may not significantly exceed the redemption price.

Prospective investors should consult their own tax and legal advisors as to the tax consequences of holding, owning and disposing of the Debentures, and whether and to what extent the Debentures constitute legal investments for such investors. See "Certain United States Federal Tax Consequences" and "Legal Investment Considerations" in the Offering Circular.

## **DISTRIBUTION ARRANGEMENTS**

Subject to the terms and conditions set forth in the Underwriting Agreement between Freddie Mac and Morgan Keegan & Company, Inc. (the "Underwriter"), Freddie Mac has agreed to sell, and the Underwriter has agreed to purchase, all of the Debentures offered hereby, if any are sold and purchased.

Freddie Mac has been advised by the Underwriter that it proposes initially to offer the Debentures to the public at the offering price set forth on the cover page of this Pricing Supplement. After the initial public offering, the public offering price and may be changed by the Underwriter. See "Distribution Arrangements" in the Offering Circular.

In connection with this offering, the Underwriter may engage in certain transactions that stabilize, maintain or otherwise affect the market price of the Debentures. Such transactions may include bids or purchases for the purpose of pegging, fixing or maintaining the market price of the Debentures and the purchase of Debentures to cover short positions.

The Underwriter may create a short position in the Debentures in connection with the offering by selling Debentures with a principal amount greater than that set forth on the cover of this Pricing Supplement, and may reduce that short position by purchasing Debentures in the open market. In general, purchases of a security for the purpose of stabilization or to reduce a short position could cause the price of the security to be higher than it might be in the absence of such purchases.

Neither Freddie Mac nor the Underwriter makes any representation or prediction as to the direction or magnitude of any effect that the transactions described above may have on the price of the Debentures. In addition, neither Freddie Mac nor the Underwriter makes any representation that the Underwriter will engage in such transactions or that such transactions, if commenced, will be continued.

## **CAPITALIZATION**

Freddie Mac's capitalization as of March 31, 1999 is set forth in a capitalization table in Freddie Mac's Information Statement Supplement dated May 14, 1999 to its Information Statement dated March 31, 1999. See "Capitalization" in the Offering Circular.