



**Supplement dated March 8, 2007 to
Information Statement dated June 28, 2006**

RECENT EVENTS

Executive Compensation Actions

On March 3, 2007, the Compensation and Human Resources Committee (the “CHRC”) of the Board of Directors took the following actions with respect to the company’s executive officers: approved cash bonuses and long-term incentive awards for the 2006 performance year; established base salaries for 2007; and set the cash bonus and long-term incentive award targets for the 2007 performance year.

The table below provides information on the actions taken by the CHRC with respect to each of the executive officers listed therein. The long-term incentive awards for the 2006 performance year will be made in the form of restricted stock units (“RSUs”) that will vest over a four year period. One quarter of each executive’s RSUs will be subject to an additional vesting requirement based on certain 2007 performance criteria. Except where noted in the table below, the executives’ cash bonus and long-term incentive award targets for the 2007 performance year were unchanged as compared to their targets for the 2006 performance year. The executives’ base salaries for 2007 are the same as for 2006.

Name and Position	Performance Year 2006 (paid/granted in 2007)		2007 Base Salary	Performance Year 2007 (paid/granted in 2008)	
	Bonus	Long-Term Incentive Award (1)		Bonus Target (2)	Long-Term Incentive Award Target (3)
Richard F. Syron, Chairman of the Board and Chief Executive Officer	\$2,400,000	\$8,600,000	\$1,100,000	240%	\$8,800,000
Eugene M. McQuade, President and Chief Operating Officer	\$1,500,000	\$5,725,000	\$900,000	180%	\$6,000,000
Anthony S. Piszal, Executive Vice President and Chief Financial Officer	\$600,000	\$3,000,000	\$650,000	155%	\$3,000,000
Patricia L. Cook, Executive Vice President – Investments and Capital Markets	\$2,300,000	\$2,763,000	\$600,000	333%	\$2,600,000 *
Joseph A. Smialowski, Executive Vice President – Operations and Technology	\$975,000	\$2,233,000	\$550,000	209% *	\$2,100,000 *

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* Represents an increase as compared to the comparable target for the 2006 performance year. Ms. Cook's 2006 long-term incentive award target was \$2,400,000, and Mr. Smialowski's 2006 cash bonus and long-term incentive award targets were 155% and \$1,800,000, respectively.

- (1) The 2006 performance year long-term incentive awards will be made in the form of RSUs and are expressed as the dollar value of the RSU award on the effective date of grant. The RSU awards for Messrs. Syron and McQuade will be based on the terms of their respective employment agreements and related memoranda, which will be available on the investor relations page of the company's website at www.FreddieMac.com/investors. The number of RSUs awarded will be based on the dollar value of the RSU award divided by the closing price of our common stock on the effective date of grant. The CHRC has determined that the effective date of grant of the RSU awards will be the fourth business day following the release of our Information Statement and Annual Report to Stockholders for the fiscal year ended December 31, 2006. Except as noted in the next sentence, the RSU awards will vest in four equal annual installments beginning on the first anniversary of the effective date of grant. One quarter of each executive's RSUs will be subject to an additional vesting requirement based on certain 2007 performance criteria; if the CHRC determines that such criteria are achieved, such RSUs will vest in four equal annual installments beginning on the first anniversary of the effective date of grant. RSUs have dividend equivalent rights that entitle the grantee to dividend equivalents on each share of common stock subject to the grant in the amount of dividends per share payable on our outstanding shares of common stock. More detailed information regarding the RSU awards may be found in the executives' respective Forms 4, which will be available on the investor relations page of the company's website at www.FreddieMac.com/investors by the end of the second business day following the effective date of grant.
- (2) The 2007 performance year cash bonus targets for (i) Messrs. Syron and McQuade are expressed as a percentage of the executive's respective base salary and (ii) Mr. Smialowski and Ms. Cook are expressed as a percentage of the executive's respective bonus eligible earnings. Pursuant to his employment agreement, Mr. Pizsel's 2007 performance year cash bonus will be not less than \$1,007,500, which equates to 155% of his 2007 base salary. The 2007 performance year cash bonus targets for Messrs. Syron and McQuade are based on the terms of their respective employment agreements and related memoranda, which will be available on the investor relations page of the company's website at www.FreddieMac.com/investors. Absent CHRC approval, the 2007 performance year cash bonus for each executive cannot exceed two times his or her respective target bonus.
- (3) The 2007 performance year long-term incentive award targets are expressed as the targeted dollar value of the award on the effective date of grant.

The cash bonuses for the 2006 performance year and the cash bonus targets for the 2007 performance year were established by the CHRC in accordance with the company's short-term cash incentive program, which provides cash awards to eligible officers. Bonus pool funding is based on the CHRC's assessment of Freddie Mac's performance against the corporate performance objectives as well as other achievements. The allocation of these funds to individuals is based on an assessment of individual performance against annual objectives and, in some cases, the terms of individual agreements.

The long-term incentive awards of RSUs were made under Freddie Mac's 2004 Stock Compensation Plan, which was included in the company's proxy statement for the annual meeting of stockholders held on November 4, 2004 and was approved by the stockholders at that meeting.

**Base Salaries for 2007, Bonus Targets for the 2007 Performance Year and Long-Term
Incentive Award Targets for the 2007 Performance Year**

The CHRC determined the base salaries for 2007 and the cash bonus targets and long-term incentive award targets for the 2007 performance year for the company's executive officers in accordance with individual agreements, individual performance, future potential, ease of replacement / retention risk, individual strategic impact to Freddie Mac's performance, scope of responsibilities, individual experience and competitive compensation practices.

Cash bonus payments for the 2007 performance year will be based in part on performance against the company's 2007 objectives, which are:

- **Mission**, which focuses on meeting the company's increased affordable housing goals and subgoals;
- **Accounting and Controls**, which focuses on returning to quarterly financial reporting and improving our internal controls;
- **Shareholder Value**, which focuses on achieving objectives relating to short- and long-term fair value growth, conventional conforming market share, returns on new business, business volumes and funding costs;
- **Risk Management**, which focuses on enhancements in Freddie Mac's risk management processes;
- **External Reputation**, which focuses on managing the company's external reputation;
- **Touch More Loans**, which focuses on expanding mortgage product capabilities;
- **Employee Engagement**, which focuses on developing and retaining critical talent; and
- **Efficiency**, which focuses on managing the company's administrative expenses.

Long-term incentive awards for the 2007 performance year will be based in part on performance against the company's 2007 objectives as well as other factors such as individual performance, criticality of skills, retention and, where applicable, the terms of individual agreements.