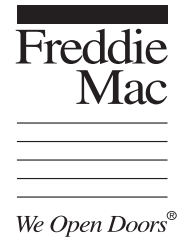


**Supplement dated June 11, 2003 to
Information Statement dated March 29, 2002**



FREDDIE MAC ANNOUNCES NEW LEADERSHIP
Gregory J. Parseghian Named Chief Executive Officer and President

McLean, VA — On June 9, 2003, Freddie Mac (NYSE:FRE) announced that the Board of Directors has elected Gregory J. Parseghian as Chief Executive Officer and President and Paul T. Peterson, Executive Vice President, as Chief Operating Officer. Martin F. Baumann, Executive Vice President—Finance, has been appointed Chief Financial Officer. The Board of Directors also elected Shaun F. O’Malley as non-executive Chairman of the Board.

Freddie Mac also announced the retirement of Leland C. Brendsel as Chairman and Chief Executive Officer and his resignation from the Board of Directors. Freddie Mac anticipates that Mr. Brendsel, 61, will continue to serve in his role as Chair of the Freddie Mac Foundation.

Parseghian said, “Freddie Mac is a company with an outstanding franchise and vital mission. Our focus going forward will be to provide excellent long-term returns on shareholder capital while maintaining our world-class risk management discipline, our unparalleled financial strength and our absolute commitment to expanding homeownership opportunities.”

“This new management team possesses the capability, vision and energy to lead Freddie Mac in fulfilling our housing mission and building shareholder value,” O’Malley said. “The Board will work closely with the executive leadership team to ensure that Freddie Mac resolves its financial reporting issues in a complete and timely manner.”

Earlier this year, the company announced a restatement of its 2002, 2001 and 2000 financial results. Freddie Mac continues to expect that the likely cumulative effect of the restatements will be to materially increase reported earnings for prior periods and materially increase the corporation’s capital surplus under its regulatory minimum capital requirements as of the end of 2002. The company further expects significant volatility in reported quarterly earnings for those periods. The company also expects that adjustments affecting its income will relate substantially to changes in the timing of income recognition, and, as a result, cumulative increases related to the adjustments will have offsetting effects in future periods. In addition, the company expects increased volatility in future periods.

The company continues to work toward completing the previously announced restatement process and releasing its restated results shortly after the end of the second quarter of 2003. However, the restatement process may not be fully concluded until later in the third quarter.

“Job number one is to get our financial statements right,” said Parseghian. “We are committed to providing re-audited financial statements to the market as soon as possible and to taking any and all steps necessary to ensure that our people, processes and controls are of the highest caliber going forward. I am today assigning responsibility for our entire restatement effort to Marty Baumann, our new Chief Financial Officer. Marty’s depth of experience and knowledge make him exactly the right person to get the job done.”

Parseghian, 42, has been Executive Vice President—Chief Investment Officer for Freddie Mac since June 2002. In that position, he was responsible for the firm's \$600 billion retained mortgage portfolio, debt and mortgage-backed securities issuance programs and asset/liability risk management strategies. Before his appointment to Executive Vice President, Parseghian was senior vice president and chief investment officer since 1996. Prior to joining Freddie Mac, Parseghian was a managing director of Salomon Brothers, a partner of BlackRock Financial Management, and a managing director of First Boston Corporation.

Peterson, 53, was previously Executive Vice President—Single Family, responsible for overseeing all Single Family division operations, a post to which he was appointed in December 1999. Peterson has been with Freddie Mac for 14 years, and his previous posts include senior vice president of the Servicer division. Prior to joining Freddie Mac, Peterson was president of Market Street Mortgage Corporation and chairman and CEO of CalAmerica Savings and Loan.

Baumann, 55, was appointed Executive Vice President—Finance in March 2003. As EVP-Finance and Chief Financial Officer, Baumann is responsible for accounting, corporate planning, taxation, shareholder relations, and market and operating risk oversight. Prior to joining Freddie Mac, Baumann served as partner, deputy chairman of the World Financial Services Practice, and as global banking leader for PricewaterhouseCoopers.

O’Malley, 67, is the Retired Chairman of Price Waterhouse LLP, where he was Chairman and Senior Partner from 1988 to 1995. He was also President of the Financial Accounting Foundation from 1990 to 1992 and served as a Chair of the Accounting Profession’s Public Oversight Board’s Panel on Audit Effectiveness in 1999-2000. O’Malley has served on Freddie Mac’s Board since 2001 and is Chair of the Board’s committee overseeing the restatement process.

On June 9, 2003, the Board also announced the resignation of Vaughn Clarke, formerly Executive Vice President—Chief Financial Officer and the termination of David Glenn, formerly President and Chief Operating Officer. Mr. Glenn was terminated because of serious questions as to the timeliness and completeness of his cooperation and candor with the Board’s Audit Committee counsel, retained in January 2003 to review the facts and circumstances surrounding the principal accounting errors identified during the restatement process. The Board’s Audit Committee has directed its counsel to review the facts and circumstances surrounding Mr. Glenn’s termination.

The corporation has informed its regulator OFHEO, the SEC and the NYSE about the matters described herein. The Board and management are fully cooperating with OFHEO, the

SEC and the NYSE and will continue to do so. As OFHEO announced on June 9, 2003, it has directed the Board and Freddie Mac to take certain actions to address the issues surrounding the restatement. The Board and management have undertaken to fully and effectively implement these actions and will diligently work with OFHEO's investigative team.

Legal Proceedings

Securities Class Action Lawsuit. On June 9, 2003, Freddie Mac and certain former executive officers were named as defendants in a securities class action lawsuit alleging violations of federal securities laws and regulations. This action is pending in the U.S. District Court for the Southern District of New York. The plaintiffs claim that the defendants disseminated materially false and misleading statements to the market and failed to disclose material information concerning, among others, the following matters: (1) the lack of adequate internal accounting controls and personnel expertise; (2) the failure to follow accounting rules that require derivative securities to be marked to market; (3) the use of accounting techniques to lower earnings results in good times and lift results when business conditions deteriorated; and (4) providing investigators with altered records to conceal improper accounting techniques. These allegations cover the period from January 27, 2003 through June 9, 2003. The plaintiffs seek unspecified compensatory damages, costs and expenses.

Freddie Mac anticipates that additional lawsuits relating to the matters described in this Information Statement Supplement will be filed.

SEC Formal Investigation. On June 11, 2003, Freddie Mac announced that it has been informed by the staff of the Securities and Exchange Commission (SEC) that the SEC has commenced a formal investigation. By doing this, the SEC is able to issue subpoenas for witnesses and documents, particularly from third parties outside the corporation. Freddie Mac received a subpoena from the SEC on June 11, 2003 requesting document production and testimony.

Shaun O'Malley, Chairman of the Board of Directors, stated, "Since January of this year, the Board of Directors has ordered full cooperation with the SEC's informal inquiry. We will continue to cooperate in all respects as the investigation continues. The Board of Directors is continuing to supervise closely the company's evaluation of all matters related to the restatement. Our Audit Committee counsel's active review, as of this date, does not indicate that any employee of Freddie Mac other than Mr. Glenn has engaged in conduct of the kind we disclosed on Monday. We can also confirm that the conduct we disclosed on Monday related to Mr. Glenn's diaries and not to the company's accounting records."

U.S. Attorney's Criminal Investigation. On June 11, 2003, Freddie Mac was informed that the U.S. Attorney's office in Alexandria, Virginia has opened a criminal investigation involving the company. Freddie Mac intends to cooperate in all respects with this investigation.

Congressional Hearings. Freddie Mac anticipates that various Congressional committees will hold hearings concerning the matters described in this Information Statement

Supplement. The Capital Markets Subcommittee of the House Financial Services Committee has announced that it will hold one or more hearings to examine accounting issues at Freddie Mac, as well as the regulatory oversight of the housing government sponsored enterprises.