



**Supplement dated October 5, 2005 to
Information Statement dated June 14, 2005**

RECENT EVENTS

FREDDIE MAC ANNOUNCES AUTHORIZATION TO REPURCHASE COMMON STOCK AND ISSUE PREFERRED STOCK

The board of directors of Freddie Mac (NYSE: FRE) today authorized the company to repurchase up to \$2 billion of outstanding shares of Freddie Mac's common stock and issue up to \$2 billion of non-cumulative, perpetual preferred stock, in each case, from time to time depending on market conditions.

"This is a first step in managing our capital position to generate better value for shareholders, while at all times remaining well capitalized and well positioned to take advantage of market opportunities," said Richard F. Syron, Freddie Mac chairman and chief executive officer. "As we move forward, the board and management will continue to focus closely on the company's capital management."

Completion of the authorized capital transactions will have no material impact on Freddie Mac's regulatory capital surplus, including the 30 percent target set in January 2004 by the Office of Federal Housing Enterprise Oversight (OFHEO), the company's safety and soundness regulator. In accordance with the existing capital monitoring framework established by OFHEO in January 2004, Freddie Mac has obtained OFHEO's approval for this common stock repurchase.

The repurchase authorization announced today replaces all unused repurchase authority remaining under the common stock repurchase plan approved by the board of directors in September 1997.

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Freddie Mac's press releases and Information Statement Supplements sometimes contain forward-looking statements pertaining to management's current expectations as to our future business plans, results of operations and/or financial condition. Management's expectations for the company's future necessarily involve a number of assumptions and estimates, and various factors could cause actual results to differ materially from these expectations. These assumptions and factors are discussed in our Information Statement dated June 14, 2005 and the Information Statement Supplements dated August 31, 2005 and October 4, 2005, which are available on the Investor Relations page of our Web site at www.FreddieMac.com/investors.