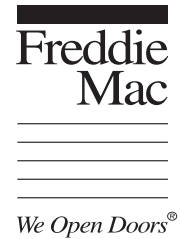


**Supplement dated December 10, 2003 to  
Information Statement dated March 29, 2002**



## **RECENT EVENTS**

### **Legal Proceedings**

#### *OFHEO Investigation*

Freddie Mac today announced that it has entered into a consent order and settlement resolving matters with the Office of Federal Housing Enterprise Oversight (“OFHEO”) relating to Freddie Mac’s restatement of prior financial results. The company released restated and revised financial statements for the years 2000 through 2002 on November 21, 2003.

Under the terms of the consent order, the company is undertaking remedial actions relating to governance, corporate culture, internal controls, accounting practices, disclosure and oversight. In addition, the company will pay a civil money penalty in the amount of \$125 million.

Freddie Mac’s consent to the order was made in the interest of resolving this matter with OFHEO expeditiously and in the best interests of all the company’s stakeholders. In agreeing to the consent order and settling these matters, the company has made no admission regarding any wrongdoing or any asserted or implied findings. The company is pleased that potential OFHEO enforcement action against it has been resolved.

Separately, OFHEO released its staff report on its investigation of matters relating to the restatement. The report is not part of the consent order, and Freddie Mac did not consent to any part of the report. The report represents OFHEO’s interpretation of the facts, and Freddie Mac had no opportunity to provide input into the text of the report. There are characterizations, findings and conclusions in the report with which the company strongly disagrees.

The text of the Consent Order detailing the remediation steps agreed to with OFHEO is available on Freddie Mac’s website, [www.freddiemac.com](http://www.freddiemac.com).