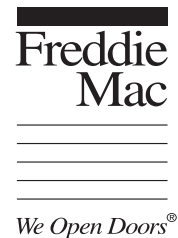


**Supplement dated December 18, 2003 to  
Information Statement dated March 29, 2002**



**RECENT EVENTS**

**Legal Proceedings**

*OFHEO Investigation.* As previously disclosed, on September 4, 2003, OFHEO announced that it was initiating a regulatory process intended to lead to the termination for cause of Leland Brendsel and Vaughn Clarke, who had originally resigned from their management positions at Freddie Mac. On December 17, 2003, OFHEO issued notices of charges against Messrs. Brendsel and Clarke and the company seeking the termination of Mr. Brendsel for cause, the termination of Mr. Clarke for loss of confidence and a prohibition of any payments by Freddie Mac to Messrs. Brendsel and Clarke in excess of payments to which they would be entitled based on such termination. The notices of charges against Messrs. Brendsel and Clarke also seek the restitution to Freddie Mac of certain bonus payments previously made by the company to them, as well as the imposition of civil money penalties.

*Shareholder Derivative Lawsuits.* As previously disclosed, on July 1, 2003, certain former and current members of the Board of Directors of Freddie Mac were named as defendants in a shareholder derivative action alleging breach of fiduciary duty and abuse of trust. The current members of the Board of Directors were subsequently dismissed as defendants from this lawsuit with the consent of the plaintiff. The individual defendants in this suit are Mr. Brendsel and David Glenn (the former Chairman and Vice Chairman, respectively), Vaughn Clarke and John Gibbons (both former Chief Financial Officers) and Greg Parseghian. Freddie Mac is named as a nominal defendant in that action, which is still pending in the U.S. District Court for the Southern District of New York. A similar lawsuit was filed against the same defendants in the U.S. District Court for the Eastern District of Virginia on December 11, 2003.