

**ADDITIONAL SUPPLEMENT dated March 17, 1997 to the Mortgage Participation Certificates
(Guaranteed) Offering Circular dated September 1, 1995**

This Additional Supplement describes the Mortgages contained in the PC Pools identified by the Prefix P2 (Mortgages with 30-year terms) and P3 (Mortgages with 15-year terms) and supplements the information set forth in the Offering Circular. Capitalized terms used but not defined in this Additional Supplement have the meanings given them in the Offering Circular. Offerees should purchase PCs only after reading this Additional Supplement, the Pool Supplement and the Offering Circular, which incorporates by reference Freddie Mac's most recent Information Statement and any supplements thereto. Neither the delivery of this Additional Supplement or the Offering Circular nor any sale of the PCs made hereunder is intended to imply that the information provided in this Additional Supplement or in the Offering Circular is correct at any time subsequent to their respective dates.

THE MORTGAGES

The terms of each of the Mortgages in PC Pools designated by the Prefixes P2 and P3 require the borrower to pay a premium (the "Prepayment Premium") with respect to certain principal prepayments on the Mortgages. The Prepayment Premium applies to prepayments made during the first five years of the Mortgage term when such prepayments in the aggregate exceed 20 percent of the original principal balance of the Mortgage; with respect to some Mortgages, the Prepayment Premium applies only if such prepayments are made within a single 12 month period. Servicers may or may not enforce the payment of a Prepayment Premium if the prepayment results from a sale of the property securing the Mortgage, but otherwise will enforce the payment of each Prepayment Premium according to the terms of the Mortgage and applicable law. Any Prepayment Premium paid with respect to a Mortgage will be retained by the servicer and will not be remitted to Freddie Mac or passed through to Holders. The Prepayment Premium assessed is six months' interest on the prepaid amount that exceeds the 20 percent limitation. See "Mortgage Purchase and Servicing Standards--Mortgage Servicing--Prepayments" and "--Fees" in the Offering Circular. In addition to those factors generally affecting the payment behavior of a PC Pool, the payment behavior of mortgages subject to a Prepayment Premium may vary from the payment behavior of a PC Pool comprised solely of similar mortgages without such provisions. Freddie Mac makes no representation as to the likelihood of prepayment of principal of any Mortgage.

PC AGREEMENT

The Federal Home Loan Mortgage Corporation Mortgage Participation Certificate Agreement, dated as of September 1, 1995, is hereby amended by restating the final sentence of Section 3.07 entitled "Amounts Retained by Servicers" in Article III as follows:

"The servicer is entitled to retain any incidental fees and prepayment premiums with respect to a mortgage."