

**Offering Circular Supplement
(To Offering Circular Dated February 1, 2001)**

Freddie Mac

Mortgage Participation Certificates

Description of the PCs--Pooling Criteria for Mortgages with Special Characteristics

Effective February 22, 2002, Freddie Mac may begin purchasing and pooling Mortgages whose terms can be modified after they have been included in PC Pools (“Modifiable Mortgages”). Modifiable Mortgages will be pooled separately from other types of Mortgages. A Modifiable Mortgage must be repurchased from its PC Pool prior to the effective date of the modification. Once modified, a Mortgage may be re-pooled with similar Mortgages, as described in the Offering Circular, in which case the modification date will be considered its origination date.

As permitted under the PC Agreement, we are amending that Agreement to reflect the changes described in this Supplement. Capitalized terms used in this Supplement have the meanings given to them in the Offering Circular.

Offering Circular Supplement dated February 22, 2002