

**Offering Circular Supplement
(To Offering Circular dated April 23, 2015)**

**Freddie Mac
Mortgage Participation Certificates**

The Offering Circular is being amended, effective immediately, as follows:

Following the seventh paragraph in the section entitled “**Description of the Mortgages – Mortgage Purchase and Servicing Standards – Mortgage Repurchases,**” the following language is added:

“For Mortgages purchased by us on or after January 1, 2016, at the direction of FHFA, we implemented a new ‘remedies framework’ for the categorization of origination defects identified by us after a full quality control review of the documentation for a Mortgage. The remedies framework is intended to provide greater clarity regarding our process for categorizing origination defects, seller corrections of such defects and our available remedies. After completing a full quality control review, we will categorize Mortgage origination defects in one of three ways – findings, price-adjusted Mortgages and significant defects. In the case of ‘findings,’ the defect does not result in the Mortgage being unacceptable under our purchase standards or in any correction or price adjustment. However, we may require the seller to update the data associated with the Mortgage. Origination defects associated with the ‘price-adjustment’ category may require the payment of a delivery fee by the seller. Mortgages with ‘significant defects,’ such as defects in the underwriting of the borrower’s creditworthiness or of the mortgaged property, which would have disqualified the Mortgage for purchase by us had the defects been known at the time of our purchase, will result in a repurchase request or a repurchase alternative, such as recourse or indemnification.”

Capitalized terms used in this Supplement have the meanings given to them in the Offering Circular.

Offering Circular Supplement dated January 12, 2016