



Making Home Possible in Alaska

Over the past decade, Freddie Mac has invested **\$8.5 billion** in home loans, helping **58,178 Alaskan families**.

	Freddie Mac Investment	Homeowners Served	Renters Served	Total Families Served
2006	\$1.2 billion	6,727	234	6,961
Past 10 Years	\$8.5 billion	57,365	813	58,178

In 2006 Freddie Mac:

- Enabled 952 Alaskan homebuyers to purchase their first home.
- Financed loans for 3,446 low- and moderate-income Alaskan families.
- Helped 89 Alaskan families avoid foreclosure.
- Funded residential loans with an average mortgage of \$172,907.

- Since 2000, Freddie Mac funded \$137.5 million in mortgage revenue bonds, providing low-cost mortgages to Alaskan families.
- Since 1998, Freddie Mac has invested \$33.5 million in low-income housing tax credits, creating 583 affordable homes for Alaskan families.

Working with our partners, Freddie Mac helps make home possible for Alaskan families every step of the way through the homebuying process.

Creating opportunities for successful homeownership through a comprehensive set of borrower education and outreach programs

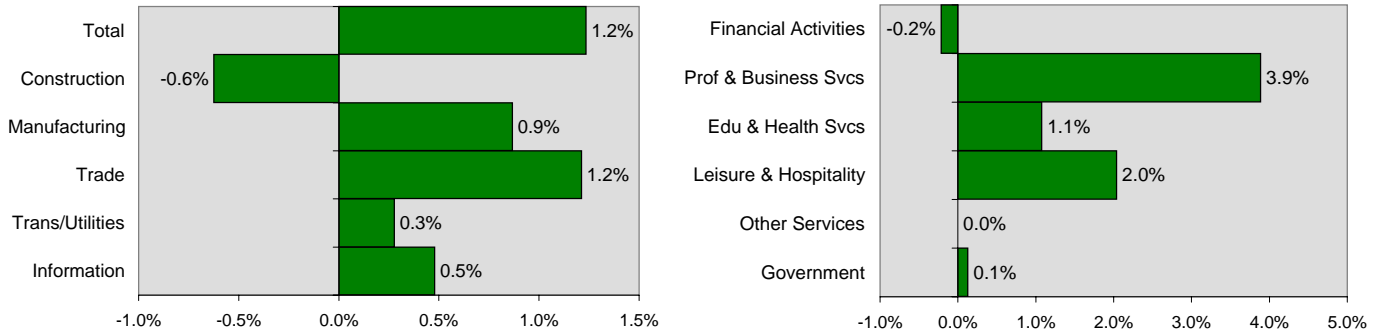
Realizing possibilities by continually evolving our mortgage solutions to meet the individual needs of today's diverse borrowers

Preserving dreams by providing essential tools and education to help keep more of America's families in homes they can afford and keep

Don't Borrow Trouble® Anti-Predatory Lending Campaigns in Anchorage and Fairbanks:

To help families avoid abusive lending practices, such as exorbitant interest rates, excessive fees and pressuring tactics, Freddie Mac launched consumer education campaigns in Anchorage and Fairbanks. The campaigns include consumer education, financial literacy seminars for young parents, as well as a combination of ads, brochures, websites, and public service announcements in English and Spanish. A key participant in the Anchorage initiative is Anchorage Neighborhood Housing Services. Key participants in the Fairbanks initiative include Fairbanks Neighborhood Housing Services, City of Fairbanks, Fairbanks

Employment growth in Alaska was strongest in the business and professional services sector in 2007

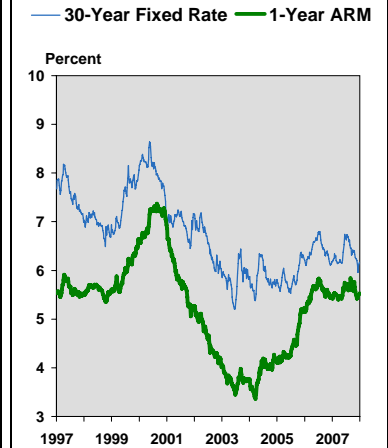


Source: Bureau of Labor Statistics, % change year ago

Indicators	2002	2003	2004	2005	2006
Gross State Product, C\$B	28,022	27,402	28,558	29,112	29,314
% Change	8.8	-2.2	4.2	1.9	0.7
Total Non-Farm Employment (ths.)	295.0	299.4	304.3	309.8	315.0
% Change	2.0	1.5	1.6	1.8	1.7
Unemployment Rate (%)	7.1	7.7	7.4	6.9	6.7
Personal Income Growth (%)	3.4	2.2	6.0	8.2	6.5
Population (ths.)	640.5	647.7	656.8	663.3	670.1
Single-Family Permits	1,702	1,740	1,771	1,653	1,612
Multifamily Permits	1,301	1,791	1,362	1,232	1,127
Existing Median Home Sales Price (ths.)	178.1	173.1	179.5	223.0	240.0
Mortgage Originations (# of SF loans)	27,591	38,083	25,932	26,983	25,227
Personal Bankruptcies (total ch. 7 & 13)	1,359	1,388	1,442	2,214	579
Existing Home Sales (ths.)	17.3	18.5	23.1	24.9	30.4
30-Year Fixed Mortgage Rate Average (%)	6.53	5.83	5.84	5.87	6.41
Rental Vacancy Rate (%)	5.9	8.6	7.0	7.9	8.5
Serious Mortgage Delinquency (% All Loans)	0.71	0.61	0.67	0.68	0.78
Foreclosure Rate (% All Loans)	0.25	0.20	0.25	0.23	0.30
Homeownership Rate (%)	64.2	62.4	65.5	63.0	64.5

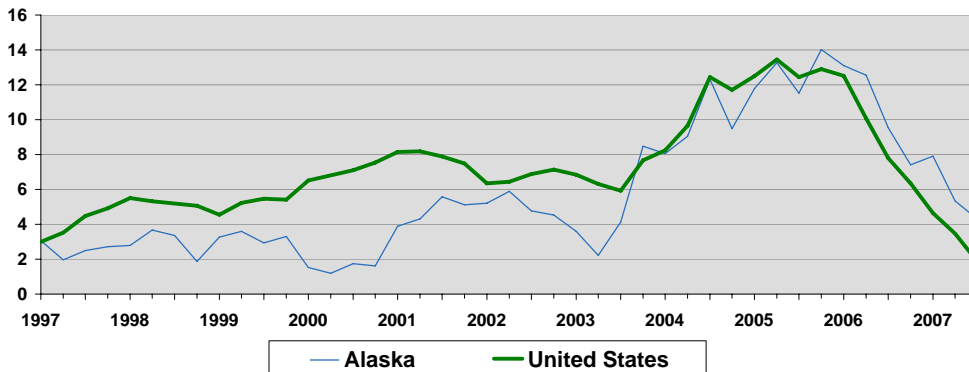
Sources: Moody's Economy.com, Bureau of Economic Analysis, Bureau of Labor Statistics, US Census Bureau, Federal Housing Finance Board, US District Courts, National Association of Realtors, First American CoreLogic, Federal Financial Institutions Examination Council, Freddie Mac

National Weekly Average Mortgage Interest Rates from Freddie Mac's Primary Mortgage Market Survey®



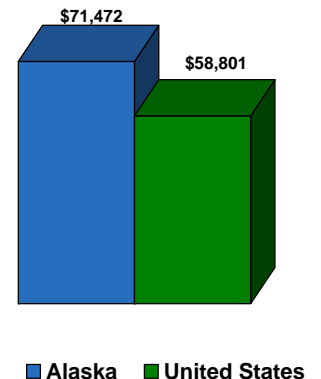
Source: Freddie Mac, Primary Mortgage Market Survey®

Annual % Change in House Prices



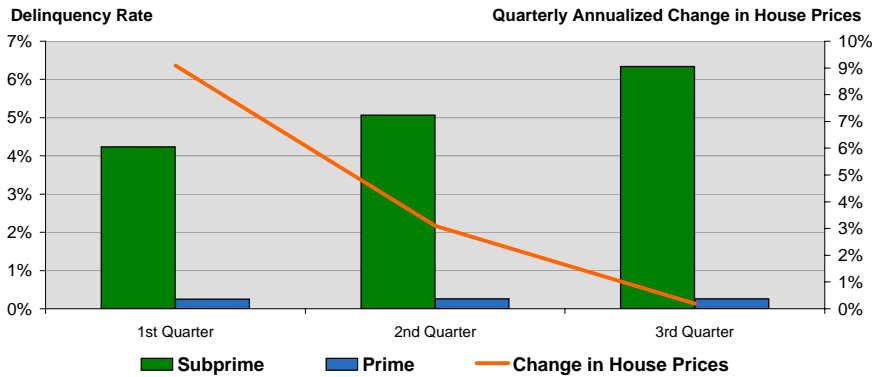
Source: Freddie Mac's Conventional Mortgage Home Price Index

2006 Median Family Income



Source: US Census Bureau, Moody's Economy.com

Serious mortgage delinquencies are rising among subprime borrowers in 2007 and are exacerbated by slowing growth in house prices in AK



Source: First American CoreLogic and Freddie Mac

National Rankings

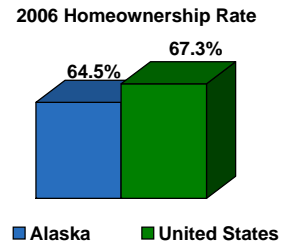
Homeownership Rate	45
1 = Highest	
Mortgage Delinquency Rate	36
1 = Most Delinquent	
Median Family Income	5
1 = Highest	
Adjustable Rate Mortgage Share	25
1 = Highest Share	
Housing Affordability	26
1 = Most Affordable	
Employment Growth	4
1 = Highest Growth	

Homeownership Rates by Race and Ethnicity in Alaska

	Homeownership Rate in 2006	Homeownership Rate Gap Relative to All Households
All Households	64.5%	--
White, Non-hispanic	68.4%	3.9%
Black	35.4%	-29.1%
Hispanic	45.7%	-18.8%
Asian or Pacific Islander	58.5%	-6.0%

Source: US Census Bureau - American Community Survey

Homeownership in AK is lower than the national average



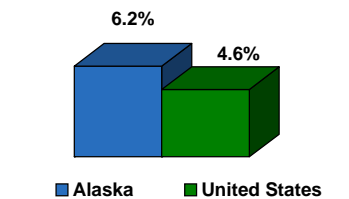
Source: US Census Bureau

Characteristics of Subprime Mortgage Originations by Year

Alaska	2002	2003	2004	2005	2006
Adjustable Rate Mortgages (%)	51%	54%	68%	75%	76%
Non-Traditional Mortgages (%)	0%	1%	10%	26%	26%
Non-Owner Share (%)	24%	22%	15%	18%	20%
Share of Low-No Documentation	27%	33%	38%	43%	45%
Debt-to-Income Ratio	37%	38%	40%	41%	41%
Average Loan-to-Value	88%	88%	86%	84%	83%
Average Fico Credit Score	662	671	669	671	670

Source: First American CoreLogic. First liens only; by dollar amount. Negative amortization shares are not available.

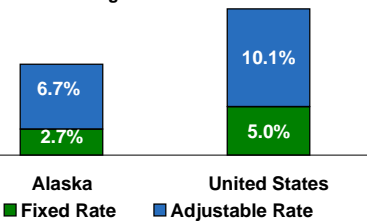
The unemployment rate is higher in AK



Source: Bureau of Labor Statistics

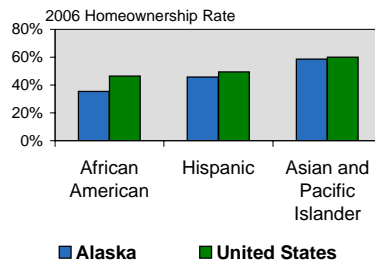
The Subprime Picture

Subprime dollar share of all loans outstanding as of October 2007



Source: First American CoreLogic

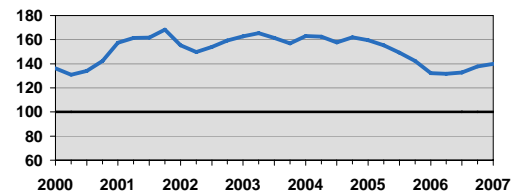
Homeownership is low among minority groups



Source: US Census Bureau - American Community Survey

State Housing Affordability Index Alaska

Share of the median-priced home affordable to the median-income family with a 30-year fixed-rate mortgage and 20% downpayment.



Source: Moody's Economy.com