



Quarterly Funding Announcement

February 28, 2005

Freddie Mac's *Quarterly Funding Announcement* supplements our [2005 Reference Notes® calendar](#) by providing additional details about our expected funding activity for the upcoming quarter. The company's 2005 funding calendar, which provides optional issuance dates, allows Freddie Mac to offer the marketplace securities at the right size and maturity, with clarity around timing. Additionally, by publishing the *Quarterly Funding Announcement* before each quarter begins, the market can better anticipate upcoming issuances, thereby increasing the transparency and predictability of Freddie Mac's debt funding activities.

Second Quarter 2005 Funding Announcement

For the second quarter of 2005, the company expects the following issuance levels under its funding programs. All of these activities are subject to market conditions and the company's needs:

Reference Notes® securities

- Freddie Mac expects to offer \$6 to \$8 billion of Reference Notes® securities during the second quarter. As \$7.4 billion of Reference Notes securities will mature during the second quarter, the amount of Reference Notes outstanding, excluding any repurchases, is expected to change by -\$1.4 billion to \$0.6 billion.
- We intend to use the 2-/3-year issuance date in May and the 5-year issuance date in June. We will forego any 2-/3-year issuance and 10-year issuance in April and any 2-/3-year issuance in June.
- As previously announced on January 14, 2005, Freddie Mac changed the Reference Notes dates in April and July. An updated Reference Notes calendar reflecting these changes is available on Freddie Mac's Web site at www.FreddieMac.com/debt. However, as announced above, Freddie Mac does not intend to issue Reference Notes securities in April.

€Reference Notes® securities

- During the second quarter, €4.3 billion of €Reference Notes will mature. Freddie Mac will continue to monitor euro market conditions and as previously stated in our December 10, 2004 *Quarterly Funding Announcement*, does not expect the amount of €Reference Notes outstanding by year-end 2005 to differ significantly from its current level of €33.4 billion.

Syndicated callable notes

- Issuance of syndicated callable notes during the second quarter will depend on market conditions, investor demand and asset-liability management considerations.

Repurchase activity

- Depending on market conditions and asset-liability management considerations, we may conduct one or more periodic repurchase operations involving Reference Notes and/or €Reference Notes securities during the second quarter.
- Additionally, the company may conduct a tender offer transaction during the second quarter for securities with an expired European-style call option.

This announcement is neither an offer to sell nor a solicitation of offers to buy any of these securities. Any such offering will be made only by an offering circular and pricing supplement.

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Freddie Mac's press releases sometimes contain forward-looking statements. A description of factors that could cause actual results to differ materially from the expectations expressed in these and other forward-looking statements can be found in the company's Information Statement dated September 24, 2004, which is available on the Investor Relations Web page of the company's Web site: www.FreddieMac.com/investors.

Freddie Mac is a stockholder-owned company established by Congress in 1970 to support homeownership and rental housing. Freddie Mac fulfills its mission by purchasing residential mortgages and mortgage-related securities, which it finances primarily by issuing mortgage-related securities and debt instruments in the capital markets. Over the years, Freddie Mac has made home possible for one in six homebuyers in America.

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