



Quarterly Funding Announcement

September 9, 2005

Freddie Mac's *Quarterly Funding Announcement* supplements our [2005 Reference Notes® calendar](#) and our Reference REMICSM calendar by providing additional details about our expected funding activity for the upcoming quarter. The company's 2005 funding calendars, which provide optional issuance dates, allow 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 funding activities.

Fourth Quarter 2005 Funding Announcement

For the fourth quarter of 2005, the company expects the following issuance activity 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 \$11 billion to \$20 billion of Reference Notes® securities during the fourth quarter. As \$5 billion of Reference Notes securities will mature during the fourth quarter, the amount of Reference Notes outstanding, excluding any repurchases, is expected to increase by \$6 billion to \$15 billion.
- We intend to use our October issuance date to borrow in the 2- or 3-year sector and the 10-year sector, our November issuance date to borrow in the 2- or 3-year sector, and our December issuance date to borrow in the 5-year sector. We may issue in the 2- or 3-year sector in December.

Reference REMICSM securities

- We will issue a Reference REMICSM security in October and no more than a total of two Reference REMIC securities in the fourth quarter.

€Reference Notes® securities

- Freddie Mac does not intend to issue €Reference Notes® securities during the fourth quarter. We will continue to monitor future portfolio funding needs, the disparity in the cost of US dollar and euro funding, the liquidity of our outstanding issues and the best interests of our €Reference Notes investors as we assess future activity on an ongoing basis.

Syndicated callable notes

- Issuance of syndicated callable notes during the fourth 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 fourth quarter.
- Additionally, the company may conduct a tender offer transaction during the fourth 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 June 14, 2005, 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 and nearly four million renters in America.

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