

**FREDDIE MAC**  
**SUMMARY OF SELECTED FINANCIAL INFORMATION**  
**TABLE 1**  
**(unaudited)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b><u>Net Income (dollars in millions, except share-related amounts):</u></b>					
1	\$ 771	\$ 793	\$ 761	\$ 774	\$ 798
2	(77)	1,549	117	(1,395)	731
3	<u>(1,224)</u>	<u>(1,519)</u>	<u>(3,070)</u>	<u>(3,457)</u>	<u>(2,103)</u>
4	(530)	823	(2,192)	(4,078)	(574)
5	<u>397</u>	<u>(94)</u>	<u>954</u>	<u>1,626</u>	<u>423</u>
6	<b>\$ (133)</b>	<b>\$ 729</b>	<b>\$ (1,238)</b>	<b>\$ (2,452)</b>	<b>\$ (151)</b>
7	<b>\$ (230)</b>	<b>\$ 632</b>	<b>\$ (1,342)</b>	<b>\$ (2,565)</b>	<b>\$ (424)</b>
8	661,376	655,784	647,377	646,110	646,338
9	<b>\$ (0.35)</b>	<b>\$ 0.96</b>	<b>\$ (2.07)</b>	<b>\$ (3.97)</b>	<b>\$ (0.66)</b>
10	<u>\$ 335</u>	<u>\$ 328</u>	<u>\$ 326</u>	<u>\$ 163</u>	<u>\$ 164</u>
11	<u>661,554</u>	<u>650,138</u>	<u>646,065</u>	<u>646,267</u>	<u>646,722</u>
12	<u>75%</u>	<u>11%</u>	<u>44%</u>	<u>40%</u>	<u>74%</u>
<b><u>Regulatory Capital (period end, dollars in millions):</u></b>					
13	\$ 28,539	\$ 24,528	\$ 25,483	\$ 26,724	\$ 16,024
14	<u>(6,964)</u>	<u>(11,045)</u>	<u>(9,189)</u>	<u>(11,143)</u>	<u>(22,296)</u>
15	35,503	35,573	34,672	37,867	38,320
16	<u>26,112</u>	<u>26,355</u>	<u>26,001</u>	<u>26,473</u>	<u>26,937</u>
17	<u>\$ 9,391</u>	<u>\$ 9,218</u>	<u>\$ 8,671</u>	<u>\$ 11,394</u>	<u>\$ 11,383</u>

- (1) For additional information about effective tax rates and our provision for income taxes see “Management’s Discussion and Analysis of Financial Condition and Results of Operations — Consolidated Results of Operations” in our Information Statement Supplement dated May 14, 2008.
- (2) Net income (loss) available to common stockholders and diluted earnings (loss) per common share are computed independently for each of the quarters presented; therefore, cumulative amounts will not equal the aggregate of quarterly amounts.
- (3) Core capital consists of the par value of outstanding common stock (common stock issued less common stock held in treasury), the par value of outstanding non-cumulative perpetual preferred stock, additional paid-in capital and retained earnings, as determined in accordance with GAAP.
- (4) OFHEO is the authoritative source of the capital calculations that underlie our capital classifications. In January 2004, OFHEO directed us to maintain a mandatory target capital surplus of 30% of our statutory minimum capital requirement. Our estimated surplus in excess of the 30% mandatory target capital surplus was approximately \$1.6 billion, \$1.3 billion, \$0.9 billion and \$3.5 billion at March 31, June 30, September 30, and December 31, 2007, respectively. In March 2008, OFHEO reduced the mandatory target capital surplus to 20% of our statutory minimum capital requirement. Our estimated surplus in excess of the 20% mandatory target capital surplus was approximately \$6.0 billion at March 31, 2008.

**FREDDIE MAC**  
**NET INTEREST YIELD ANALYSIS**  
**TABLE 2A**  
**(unaudited)**  
**(dollars in millions)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b>Net Interest Income:</b>					
Interest income:					
1 Mortgage loans	\$ 1,066	\$ 1,075	\$ 1,103	\$ 1,205	\$ 1,243
2 Mortgage-related securities	8,551	8,784	8,943	8,615	8,133
3 Total retained portfolio	9,617	9,859	10,046	9,820	9,376
4 Investments <sup>(1)</sup>	623	634	592	436	399
5 Securities purchased under agreements to resell and federal funds sold	349	332	367	235	121
6 Total income on interest-earning assets	10,589	10,825	11,005	10,491	9,896
Interest expense:					
7 Short-term debt	(2,208)	(2,249)	(2,292)	(2,167)	(2,044)
8 Long-term debt	(7,176)	(7,331)	(7,521)	(7,120)	(6,725)
9 Total interest expense on debt securities	(9,384)	(9,580)	(9,813)	(9,287)	(8,769)
10 Due to Participation Certificate investors	(103)	(121)	(98)	(96)	—
11 Total expense on interest-bearing liabilities	(9,487)	(9,701)	(9,911)	(9,383)	(8,769)
12 Expense related to derivatives	(331)	(331)	(333)	(334)	(329)
13 Total funding of interest-earning assets	(9,818)	(10,032)	(10,244)	(9,717)	(9,098)
14 Net interest income	771	793	761	774	798
15 Fully taxable-equivalent adjustments <sup>(2)</sup>	95	99	98	100	107
16 Net interest income (fully taxable-equivalent basis)	\$ 866	\$ 892	\$ 859	\$ 874	\$ 905
<b>Average Balances:</b>					
17 Mortgage loans <sup>(3)</sup>	\$ 66,583	\$ 67,994	\$ 71,163	\$ 77,821	\$ 84,291
18 Mortgage-related securities <sup>(4)</sup>	643,853	648,023	655,215	636,283	628,721
19 Total retained portfolio	710,436	716,017	726,378	714,104	713,012
20 Investments <sup>(1)(4)</sup>	48,741	49,106	44,135	33,657	39,456
21 Securities purchased under agreements to resell and federal funds sold	26,482	24,887	27,046	19,463	14,435
22 Total interest-earning assets	785,659	790,010	797,559	767,224	766,903
23 Short-term debt	171,249	172,592	175,407	178,426	204,650
24 Long-term debt	580,146	581,482	588,936	557,328	538,295
25 Total debt securities	751,395	754,074	764,343	735,754	742,945
26 Due to Participation Certificate investors	7,667	9,061	7,401	7,149	—
27 Total interest-bearing liabilities	759,062	763,135	771,744	742,903	742,945
28 Net non-interest-bearing funding	26,597	26,875	25,815	24,321	23,958
29 Total funding of interest-earning assets	\$785,659	\$790,010	\$797,559	\$767,224	\$766,903
<b>Yield/Cost:</b>					
30 Mortgage loans	6.40%	6.32%	6.20%	6.19%	5.90%
31 Mortgage-related securities	5.31	5.42	5.46	5.42	5.17
32 Total retained portfolio	5.41	5.51	5.53	5.50	5.26
33 Investments	5.11	5.11	5.25	5.06	4.01
34 Securities purchased under agreements to resell and federal funds sold	5.28	5.33	5.42	4.85	3.34
35 Yield on total interest-earning assets	5.39	5.47	5.51	5.46	5.16
36 Short-term debt	(5.16)	(5.16)	(5.12)	(4.75)	(3.95)
37 Long-term debt	(4.95)	(5.04)	(5.10)	(5.10)	(4.99)
38 Total debt securities	(5.00)	(5.07)	(5.10)	(5.02)	(4.70)
39 Due to Participation Certificate investors	(5.37)	(5.32)	(5.31)	(5.41)	—
40 Cost of interest-bearing liabilities	(5.00)	(5.07)	(5.10)	(5.02)	(4.70)
41 Expense related to derivatives	(0.17)	(0.17)	(0.17)	(0.18)	(0.18)
42 Impact of net non-interest-bearing funding	0.17	0.18	0.17	0.17	0.15
43 Total funding of interest-earning assets	(5.00)	(5.06)	(5.10)	(5.03)	(4.73)
44 Net interest yield	0.39	0.41	0.41	0.43	0.43
45 Fully taxable-equivalent adjustments <sup>(2)</sup>	0.05	0.05	0.05	0.05	0.05
46 Net interest yield (fully taxable-equivalent basis)	0.44%	0.46%	0.46%	0.48%	0.48%

(1) Consist of cash and cash equivalents and non-mortgage-related securities.

(2) The determination of net interest income/yield (fully taxable-equivalent basis), which reflects fully taxable-equivalent adjustments to interest income, involves the conversion of tax-exempt sources of interest income to the equivalent amounts of interest income that would be necessary to derive the same net return if the investments had been subject to income taxes using our federal statutory tax rate of 35%.

(3) Non-performing loans, where interest income is recognized when collected, are included in average balances.

(4) For securities in our retained and investment portfolio, we calculate average balances based on their unpaid principal balance plus their associated deferred fees and costs (e.g., premiums and discounts), but exclude the effects of mark-to-fair-value changes.

**FREDDIE MAC**  
**NET INTEREST INCOME**  
**TABLE 2B**  
**(unaudited)**  
**(dollars in millions)**

Line:

	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b>Net Interest Income:</b>					
1 Contractual amounts of net interest income	\$1,575	\$1,483	\$1,526	\$1,454	\$1,511
Amortization expense, net: <sup>(1)</sup>					
2 Asset-related amortization expense, net	(150)	(17)	(81)	(20)	(58)
3 Long-term debt-related amortization expense, net	<u>(323)</u>	<u>(342)</u>	<u>(351)</u>	<u>(326)</u>	<u>(326)</u>
4 Total amortization expense, net	(473)	(359)	(432)	(346)	(384)
Expense related to derivatives:					
5 Amortization of deferred balances in AOCI <sup>(2)</sup>	(331)	(331)	(333)	(334)	(327)
Accrual of periodic settlements of derivatives: <sup>(3)</sup>					
6 Pay-fixed swaps	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>(2)</u>
7 Total accrual of periodic settlements of derivatives	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>(2)</u>
8 Total expense related to derivatives	<u>(331)</u>	<u>(331)</u>	<u>(333)</u>	<u>(334)</u>	<u>(329)</u>
9 Net interest income	771	793	761	774	798
10 Fully taxable-equivalent adjustments	<u>95</u>	<u>99</u>	<u>98</u>	<u>100</u>	<u>107</u>
11 Net interest income (fully taxable-equivalent basis)	\$ 866	\$ 892	\$ 859	\$ 874	\$ 905

- (1) Represents amortization related to premiums, discounts, deferred fees and other adjustments to the carrying value of our financial instruments and the reclassification of previously deferred balances from AOCI for certain derivatives in cash flow hedge relationships related to individual debt issuances and mortgage purchase transactions.
- (2) Represents changes in fair value of derivatives in cash flow hedge relationships that were previously deferred in AOCI and have been reclassified to earnings as the associated hedged forecasted issuance of debt and mortgage purchase transactions affect earnings.
- (3) Reflects the accrual of periodic cash settlements of all derivatives in qualifying hedge accounting relationships.

**FREDDIE MAC**  
**NON-INTEREST INCOME (LOSS)**  
**TABLE 3**  
**(unaudited)**  
**(dollars in millions)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b>Non-Interest Income (Loss):</b>					
1	\$ 628	\$ 591	\$ 718	\$ 698	\$ 789
2	(523)	820	(465)	(1,316)	(1,394)
3	430	474	473	528	1,169
Derivative gains (losses):					
Foreign-currency denominated derivatives gains (losses) <sup>(1)</sup> :					
4	198	332	1,155	656	1,237
5	(106)	(394)	157	8	193
6	(655)	286	(1,612)	(2,261)	(1,330)
7	39	94	112	87	(345)
8	(524)	318	(188)	(1,510)	(245)
Gains (losses) on investment activity:					
9	27	22	272	219	1,291
10	17	3	19	(25)	71
11	34	(249)	228	219	215
12	(2)	(2)	(15)	(17)	(307)
13	(56)	(294)	(1)	(12)	(84)
14	(2)	(20)	(25)	(46)	33
15	18	(540)	478	338	1,219
Unrealized gains (losses) on foreign-currency denominated debt recorded at fair value <sup>(1)</sup> :					
16	—	—	—	—	(1,214)
17	—	—	—	—	(171)
18	—	—	—	—	(1,385)
19	7	89	91	158	305
20	35	72	125	273	226
21	(197)	(333)	(1,162)	(656)	—
22	49	58	47	92	47
23	\$ (77)	\$ 1,549	\$ 117	\$(1,395)	\$ 731

(1) We adopted Statement of Financial Accounting Standards, SFAS, No. 159, "The Fair Value Option for Financial Assets and Financial Liabilities, Including an Amendment of FASB Statement No. 115," on January 1, 2008. We elected the fair value option for our foreign-currency denominated debt. Because of this election, foreign currency exposure became an input when estimating the fair value of our foreign-currency denominated debt, and, therefore, is now a component of Unrealized gains (losses) on foreign-currency denominated debt recorded at fair value. Prior to that date, translation gains and losses on our foreign-currency denominated debt were reported in Foreign-currency gains (losses), net in our consolidated statements of income. Because SFAS 159 is prospective, prior period amounts have not been reclassified. Beginning in 2008, we use a combination of foreign-currency swaps and receive-fixed swaps — foreign-currency to foreign-currency to hedge the changes in fair value of our foreign-currency denominated debt related to fluctuations in exchange rates and interest rates.

**FREDDIE MAC**  
**MANAGEMENT AND GUARANTEE INCOME & RELATED INFORMATION**  
**TABLE 4**  
**(unaudited)**  
**(dollars in millions)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b>Management and Guarantee Income:</b>					
1 Contractual management and guarantee fees	\$ 598	\$ 629	\$ 657	\$ 707	\$ 757
2 Amortization of credit and buy-down fees included in other liabilities <sup>(1)</sup>	30	(38)	61	(9)	32
3 Total management and guarantee income	<u>\$ 628</u>	<u>\$ 591</u>	<u>\$ 718</u>	<u>\$ 698</u>	<u>\$ 789</u>
4 Contractual management and guarantee fees (annualized rate)	15.9 bp	16.1 bp	16.2 bp	16.8 bp	17.4 bp
5 Amortization of credit and buy-down fees included in other liabilities (annualized rate)	0.8	(1.0)	1.5	(0.2)	0.8
6 Total management and guarantee income (annualized rate)	<u>16.7 bp</u>	<u>15.1 bp</u>	<u>17.7 bp</u>	<u>16.6 bp</u>	<u>18.2 bp</u>
7 Unamortized balance of credit and buy-down fees received included in other liabilities, at period end	\$ 412	\$ 451	\$ 390	\$ 410	\$ 379
<b>Gains (Losses) on Guarantee Asset:</b>					
8 Management and guarantee fees due	\$ (523)	\$ (553)	\$ (585)	\$ (627)	\$ (689)
9 Portion of management and guarantee fees due related to imputed interest income	127	130	138	154	215
10 Return of investment on guarantee asset	(396)	(423)	(447)	(473)	(474)
11 Change in fair value of future management and guarantee fees	(127)	1,243	(18)	(843)	(920)
12 Gains (losses) on guarantee asset	<u>\$ (523)</u>	<u>\$ 820</u>	<u>\$ (465)</u>	<u>\$ (1,316)</u>	<u>\$ (1,394)</u>
<b>Changes in Guarantee Asset, at Fair Value:</b>					
13 Beginning balance	\$ 7,389	\$ 7,602	\$ 9,299	\$ 9,867	\$ 9,591
14 Additions, net	736	877	1,033	1,040	937
15 Gains (losses) on guarantee asset	(523)	820	(465)	(1,316)	(1,394)
16 Ending balance	<u>\$ 7,602</u>	<u>\$ 9,299</u>	<u>\$ 9,867</u>	<u>\$ 9,591</u>	<u>\$ 9,134</u>
<b>Guarantee Obligation:</b>					
17 Beginning balance	\$ 9,482	\$10,097	\$10,852	\$11,888	\$13,712
18 Transfer-out to the loan loss reserve <sup>(2)</sup>	—	—	(1)	(6)	(6)
19 Deferred guarantee income of newly-issued guarantees <sup>(3)</sup>	1,045	1,229	1,510	2,358	1,132
Amortization income:					
20 Static effective yield	(377)	(414)	(432)	(483)	(580)
21 Cumulative catch-up	(53)	(60)	(41)	(45)	(589)
22 Income on guarantee obligation <sup>(4)</sup>	<u>(430)</u>	<u>(474)</u>	<u>(473)</u>	<u>(528)</u>	<u>(1,169)</u>
23 Ending balance	<u>\$10,097</u>	<u>\$10,852</u>	<u>\$11,888</u>	<u>\$13,712</u>	<u>\$13,669</u>

(1) Amortization of credit and buy-down fees incurred since 2003 is recorded in income on guarantee obligation.

(2) Represents portions of the guarantee obligation that correspond to incurred credit losses reclassified to reserve for guarantee losses on PCs.

(3) Beginning January 1, 2008, we adopted Statement of Financial Accounting Standards, or SFAS, No. 157, "Fair Value Measurements," or SFAS 157. This did not result in an immediate impact to our financial statements upon adoption; however, we began estimating the fair value of newly-issued guarantee obligations as an amount equal to the fair value of compensation received in the related securitization transaction as a practical expedient. As a result, we no longer record deferred gains nor immediate "day one" losses on most newly-issued guarantees. All unamortized amounts recorded prior to January 1, 2008 will remain deferred and amortized.

(4) Includes amortization related to deferred credit and buy-down fees received from counterparties in guarantor swap and similar transactions ("upfront fees") of \$170 million and \$104 million for the first quarters of 2008 and 2007, respectively.

**FREDDIE MAC**  
**DERIVATIVES NOT IN HEDGE ACCOUNTING RELATIONSHIPS**  
**TABLE 5A**  
**(unaudited)**  
**(dollars in millions)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b><u>Derivative Gains (Losses):</u></b>					
1 Purchased call swaptions	\$ (553)	\$ (1,168)	\$ 1,657	\$ 2,536	\$ 3,240
2 Written call swaptions	2	48	(16)	(155)	(6)
3 Purchased put swaptions	(8)	244	(70)	(170)	(125)
4 Written put swaptions	(2)	(144)	27	47	3
5 Receive-fixed swaps <sup>(1)</sup>	259	(3,500)	3,183	3,963	9,696
6 Pay-fixed swaps	(478)	4,531	(6,513)	(8,902)	(15,133)
7 Futures	19	(70)	105	88	647
8 Foreign-currency swaps <sup>(2)</sup>	198	332	1,155	656	1,237
9 Forward purchase and sale commitments	(5)	(66)	185	331	511
10 Other <sup>(3)</sup>	5	17	(13)	9	30
11 Subtotal	(563)	224	(300)	(1,597)	100
Accrual of periodic settlements:					
12 Receive-fixed swaps <sup>(4)</sup>	(58)	(37)	(66)	(166)	73
13 Pay-fixed swaps	148	155	182	218	(477)
14 Foreign-currency swaps	(52)	(25)	(5)	34	57
15 Other	1	1	1	1	2
16 Total accrual of periodic settlements	39	94	112	87	(345)
17 Total derivative gains (losses)	\$ (524)	\$ 318	\$ (188)	\$ (1,510)	\$ (245)
<b><u>Notional or Contractual Amounts (period end):</u></b>					
18 Purchased call swaptions	\$194,772	\$236,752	\$ 262,802	\$ 259,272	\$ 242,022
19 Written call swaptions	7,500	3,400	1,000	1,900	3,500
20 Purchased put swaptions	19,325	19,325	18,325	18,725	29,675
21 Written put swaptions	500	2,600	1,000	2,650	7,150
22 Receive-fixed swaps	270,053	214,657	282,070	301,649	326,247
23 Pay-fixed swaps	251,391	284,927	380,370	409,682	421,650
24 Futures	95,140	113,000	109,848	196,270	134,633
25 Foreign-currency swaps	23,854	22,709	23,842	20,118	15,441
26 Forward purchase and sale commitments	8,915	54,783	61,800	72,662	77,597
27 Other <sup>(3)</sup>	34,650	35,719	62,159	39,953	84,590
28 Total notional or contractual amounts	\$906,100	\$987,872	\$1,203,216	\$1,322,881	\$1,342,505

(1) Includes gains (losses) on foreign-currency denominated receive-fixed swaps of \$(106) million, \$(394) million, \$157 million, \$8 million and \$193 million for the quarter ended March 31, 2007, June 30, 2007, September 30, 2007, December 31, 2007 and March 31, 2008, respectively.

(2) Foreign-currency swaps are defined as swaps in which one leg is settled in a foreign currency and the other leg is settled in U.S. dollars.

(3) Consists of basis swaps, certain option-based contracts (including written options), interest-rate caps, swap guarantee derivatives and credit derivatives.

(4) Includes imputed interest on zero-coupon swaps.

**FREDDIE MAC**  
**TOTAL DERIVATIVE PORTFOLIO**  
**TABLE 5B**  
**(unaudited)**  
**(dollars in millions)**

Line:	December 31, 2007		March 31, 2008	
	Notional or Contractual Amount	Fair Value <sup>(1)</sup>	Notional or Contractual Amount	Fair Value <sup>(1)</sup>
Interest-rate swaps:				
1 Receive-fixed	\$ 301,649	\$ 3,648	\$ 326,247	\$ 8,913
2 Pay-fixed	409,682	(11,492)	425,450	(21,020)
3 Basis (floating to floating)	498	—	17,988	1
4 Total interest-rate swaps	<u>711,829</u>	<u>(7,844)</u>	<u>769,685</u>	<u>(12,106)</u>
Option-based:				
5 Purchased call swaptions	259,272	7,134	242,022	9,684
6 Written call swaptions	1,900	(27)	3,500	(70)
7 Purchased put swaptions	18,725	631	29,675	641
8 Written put swaptions	2,650	(74)	7,150	(190)
9 Other option-based derivatives	30,486	(23)	56,330	(34)
10 Total option-based	<u>313,033</u>	<u>7,641</u>	<u>338,677</u>	<u>10,031</u>
11 Futures	196,270	92	134,633	172
12 Foreign-currency swaps	20,118	4,568	15,441	4,836
13 Forward purchase and sale commitments	72,662	327	77,597	411
14 Credit derivatives	7,667	10	8,858	15
15 Swap guarantee derivatives	1,302	(4)	1,414	(4)
16 Subtotal	1,322,881	4,790	1,346,305	3,355
17 Derivative interest receivable (payable), net		1,659		1,400
18 Trade/settle receivable (payable), net		—		(420)
19 Derivative collateral (held) posted, net <sup>(2)</sup>		(6,204)		(4,201)
20 Total derivative portfolio, net	<u>\$1,322,881</u>	<u>\$ 245</u>	<u>\$1,346,305</u>	<u>\$ 134</u>

(1) The fair value by derivative type presented in this table is shown prior to netting by counterparty. The value of derivatives presented on our consolidated balance sheets, however, is netted by counterparty and includes net derivative-related receivable or payable, and is net of cash collateral held or posted, and is reported in the derivative assets, net and derivative liabilities, net captions. The total fair value of the derivative portfolio, net presented in this table equals the difference between the value of the derivative assets and derivative liabilities presented on our consolidated balance sheets. The fair values for futures are directly derived from quoted market prices. Fair values of other derivatives are derived primarily from valuation models using market data inputs.

(2) Includes the related accrued interest (payable) receivable, net on derivative collateral positions.

**FREDDIE MAC**  
**NON-INTEREST EXPENSE**  
**TABLE 6**  
**(unaudited)**  
**(dollars in millions)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008	
<b><u>Non-Interest Expense:</u></b>						
Administrative expenses:						
1	\$ 228	\$ 243	\$ 234	\$ 191	\$ 245	
2	108	117	113	105	77	
3	14	16	17	17	15	
4	Other administrative expenses <sup>(1)</sup>	53	66	88	60	
5	Total administrative expenses	403	442	401	397	
6	Provision for credit losses	248	447	1,372	787	1,240
7	Real estate owned operations expense	14	16	51	125	208
8	Losses on certain credit guarantees <sup>(2)</sup>	177	150	392	1,269	15
9	Losses on loans purchased <sup>(3)</sup>	216	264	649	736	51
10	Low-income housing tax credit partnerships	108	135	111	115	117
11	Minority interests in earnings of consolidated subsidiaries	9	9	4	(30)	3
12	Other expenses	49	56	63	54	72
13	Total non-interest expense	\$1,224	\$1,519	\$3,070	\$3,457	\$2,103

(1) Other administrative expenses are presented net of deferred expenses, including those relating to capitalized software development activities.

(2) Consist of losses recognized upon issuance of a PC when the fair value of the guarantee obligation exceeds the fair value of the guarantee asset (including upfront fees paid or received). Beginning January 1, 2008, we began estimating the fair value of newly-issued guarantee obligations as an amount equal to the fair value of compensation received in the related securitization transaction. As a result, we no longer record deferred gains nor do we record immediate "day one," losses on most newly-issued guarantees.

(3) Represent losses on non-performing loans purchased out of our guaranteed PC and Structured Securities, when the unpaid principal balance, net of our loan loss reserve exceeds the estimated fair market value of the loan purchased. Effective December 2007, we made certain operational changes for purchasing delinquent loans from PC pools, which reduced the amount of our losses on loans purchased during the first quarter of 2008.

**FREDDIE MAC**  
**CONSOLIDATED FAIR VALUE BALANCE SHEETS<sup>(1)</sup>**

**TABLE 7**  
**(unaudited)**  
**(dollars in billions)**

Line:	2007								2008		
	March 31,		June 30,		September 30,		December 31,		March 31,		
	Carrying Amount <sup>(2)</sup>	Fair Value <sup>(3)</sup>	Carrying Amount <sup>(2)</sup>	Fair Value <sup>(3)</sup>	Carrying Amount <sup>(2)</sup>	Fair Value <sup>(3)</sup>	Carrying Amount <sup>(2)</sup>	Fair Value <sup>(3)</sup>	Carrying Amount <sup>(2)</sup>	Fair Value <sup>(3)</sup>	
<b>Assets:</b>											
1	Mortgage loans	\$ 66.7	\$ 65.6	\$ 68.3	\$ 66.1	\$ 71.6	\$ 68.8	\$ 80.0	\$ 76.8	\$ 86.5	\$ 83.9
2	Mortgage-related securities	645.0	645.0	634.4	634.4	634.3	634.3	629.8	629.8	601.1	601.1
3	Retained portfolio	711.7	710.6	702.7	700.5	705.9	703.1	709.8	706.6	687.6	685.0
4	Cash and cash equivalents	10.0	10.0	11.8	11.8	12.2	12.2	8.6	8.6	8.3	8.3
5	Investments	31.9	31.9	41.7	41.7	21.3	21.3	35.1	35.1	48.2	48.2
6	Securities purchased under agreements to resell and federal funds sold	34.2	34.2	27.5	27.5	17.3	17.3	6.6	6.6	17.2	17.2
7	Derivative assets, net	0.3	0.3	0.5	0.5	0.7	0.7	0.8	0.8	1.0	1.0
8	Guarantee asset <sup>(4)</sup>	7.6	8.5	9.3	10.2	9.9	10.7	9.6	10.4	9.1	9.9
9	Other assets <sup>(5)</sup>	17.7	16.2	20.6	16.8	19.6	20.9	23.9	31.8	31.6	42.5
10	Total assets	\$813.4	\$811.7	\$814.1	\$809.0	\$786.9	\$786.2	\$794.4	\$799.9	\$803.0	\$812.1
<b>Liabilities and Minority Interests:</b>											
11	Total debt securities, net	\$750.2	\$749.8	\$751.4	\$744.4	\$726.9	\$728.9	\$738.6	\$749.3	\$759.8	\$778.6
12	Guarantee obligation	10.1	7.3	10.9	7.7	11.9	14.2	13.7	26.2	13.7	29.3
13	Derivative liabilities, net	0.2	0.2	0.4	0.4	0.2	0.2	0.6	0.6	0.9	0.9
14	Reserve for guarantee losses on PCs	0.7	—	1.0	—	2.1	—	2.6	—	3.5	—
15	Other liabilities	23.2	22.0	25.6	24.4	20.0	18.8	12.0	11.0	9.0	8.3
16	Minority interests in consolidated subsidiaries	0.5	0.5	0.3	0.2	0.3	0.3	0.2	0.2	0.1	0.2
17	Total liabilities and minority interests	784.9	779.8	789.6	777.1	761.4	762.4	767.7	787.3	787.0	817.3
<b>Net Assets Attributable to Stockholders:</b>											
18	Preferred stockholders	6.6	6.5	7.1	6.8	8.1	7.4	14.1	12.3	14.1	11.7
19	Common stockholders	21.9	25.4	17.4	25.1	17.4	16.4	12.6	0.3	1.9	(16.9)
20	Total net assets	28.5	31.9	24.5	31.9	25.5	23.8	26.7	12.6	16.0	(5.2)
21	Total liabilities, minority interests and net assets	\$813.4	\$811.7	\$814.1	\$809.0	\$786.9	\$786.2	\$794.4	\$799.9	\$803.0	\$812.1

- (1) The consolidated fair value balance sheets do not purport to present our net realizable, liquidation or market value as a whole. Furthermore, amounts we ultimately realize from the disposition of assets or settlement of liabilities may vary significantly from the fair values presented.
- (2) Carrying amounts equal the amounts reported on our GAAP consolidated balance sheets.
- (3) Methodologies employed to calculate fair values are periodically changed on a prospective basis to reflect improvements in the underlying estimation processes. The estimated impact of these improvements resulted in net after-tax changes to the fair value of total net assets of approximately \$0.1 billion, \$0.2 billion, \$(0.2) billion and \$0.1 billion at March 31, 2007, June 30, 2007, September 30, 2007 and December 31, 2007, respectively. At March 31, 2008, our fair value results were impacted by several changes in our approach for estimating the fair value of certain financial instruments, primarily related to our valuation of our guarantee obligation as a result of our adoption of SFAS 157 on January 1, 2008. These changes resulted in a net increase in the fair value of total net assets of approximately \$4.6 billion (after tax).
- (4) The fair value of the guarantee asset reported exceeds the carrying value primarily because the fair value includes the guarantee asset related to PCs that were issued prior to the implementation of FIN 45 in 2003 and thus are not recognized on our GAAP consolidated balance sheets.
- (5) Fair values include estimated income taxes calculated using the 35% federal statutory rate on the difference between the consolidated fair value balance sheets net assets, including deferred taxes from our GAAP consolidated balance sheets, and the GAAP consolidated balance sheets equity attributable to common stockholders.

**FREDDIE MAC**  
**MORTGAGE PORTFOLIO ACTIVITY BASED ON UNPAID PRINCIPAL BALANCES<sup>(1)(2)(3)</sup>**  
**TABLE 8A**  
**(unaudited)**  
**(dollars in millions)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b><u>Total Mortgage Portfolio:</u></b>					
1	\$1,826,720	\$1,892,132	\$1,952,949	\$2,021,935	\$2,102,676
2	146,463	149,401	145,185	136,642	134,416
3	10	(893)	(2,725)	(38)	(972)
4	(81,061)	(87,691)	(73,474)	(55,863)	(86,431)
5	65,412	60,817	68,986	80,741	47,013
6	\$1,892,132	\$1,952,949	\$2,021,935	\$2,102,676	\$2,149,689
7	14%	13%	14%	16%	9%
8	18%	19%	15%	11%	16%
<b><u>Total Guaranteed PCs and Structured Securities:</u></b>					
9	\$1,477,023	\$1,536,525	\$1,592,524	\$1,664,776	\$1,738,833
10	114,365	118,008	125,093	113,510	115,974
11	(54,863)	(62,009)	(52,841)	(39,453)	(70,730)
12	59,502	55,999	72,252	74,057	45,244
13	\$1,536,525	\$1,592,524	\$1,664,776	\$1,738,833	\$1,784,077
14	16%	15%	18%	18%	10%
15	15%	16%	13%	9%	16%

- (1) Excludes mortgage loans and mortgage-related securities traded, but not yet settled. Also excludes credit-related impairments on mortgage-related securities within our retained portfolio.
- (2) See our Monthly Volume Summary, or MVS, in the Investor Relations section of our website for definitions of certain captions used in this table.
- (3) Effective December 2007, we established securitization trusts for the underlying assets of our guaranteed PCs and Structured Securities issued. As a result, we adjusted the reported balance of our mortgage portfolios to reflect the publicly-available security balances of guaranteed PCs and Structured Securities. Previously we reported these balances based on the unpaid principal balance of the underlying mortgage loans.

**FREDDIE MAC**  
**MORTGAGE PORTFOLIO ACTIVITY BASED ON UNPAID PRINCIPAL BALANCES<sup>(1)(2)(3)</sup>**  
**TABLE 8B**  
**(unaudited)**  
**(dollars in millions)**

Line:

	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b><u>Retained Portfolio:</u></b>					
1	\$ 703,959	\$ 714,454	\$ 712,136	\$ 713,164	\$ 720,813
2	59,173	60,632	67,201	60,768	39,986
3	(8,255)	(19,490)	(29,402)	(24,321)	(18,856)
4	(40,423)	(43,460)	(36,771)	(28,798)	(29,481)
5	10,495	(2,318)	1,028	7,649	(8,351)
6	\$ 714,454	\$ 712,136	\$ 713,164	\$ 720,813	\$ 712,462
7	6%	(1%)	1%	4%	(5%)
8	23%	24%	21%	16%	16%
9	38%	36%	35%	34%	33%
<b><u>Retained Portfolio Components (at period end):</u></b>					
10	\$ 358,847	\$ 351,711	\$ 356,005	356,970	\$ 346,850
11	288,471	291,382	284,132	281,685	277,278
12	67,136	69,043	73,027	82,158	88,334
13	\$ 714,454	\$ 712,136	\$ 713,164	\$ 720,813	\$ 712,462
<b><u>Guaranteed PCs and Structured Securities Held by Third Parties:</u></b>					
14	\$1,122,761	\$1,177,678	\$1,240,813	\$1,308,771	\$1,381,863
15	114,365	118,008	125,093	113,510	115,974
16	(27,075)	(29,239)	(47,109)	(37,636)	(21,544)
17	9,638	20,565	29,423	27,153	18,456
18	(42,011)	(46,199)	(39,449)	(29,935)	(57,522)
19	54,917	63,135	67,958	73,092	55,364
20	\$1,177,678	\$1,240,813	\$1,308,771	\$1,381,863	\$1,437,227
21	20%	21%	22%	22%	16%
22	15%	16%	13%	9%	17%

(1) Excludes mortgage loans and mortgage-related securities traded, but not yet settled. Also excludes credit-related impairments on mortgage-related securities within our retained portfolio.

(2) See our MVS in the Investor Relations section of our website for definitions of certain captions used in this table.

(3) Effective December 2007, we established securitization trusts for the underlying assets of our guaranteed PCs and Structured Securities issued. As a result, we adjusted the reported balance of our mortgage portfolios to reflect the publicly-available security balances of guaranteed PCs and Structured Securities. Previously we reported these balances based on the unpaid principal balance of the underlying mortgage loans.

**FREDDIE MAC**  
**CHARACTERISTICS OF MORTGAGE LOANS AND MORTGAGE-RELATED SECURITIES IN THE RETAINED PORTFOLIO**  
**TABLE 9**  
**(unaudited)**  
**(dollars in millions)**

Line:	December 31, 2007			March 31, 2008		
	Fixed-Rate	Variable-Rate	Total	Fixed-Rate	Variable-Rate	Total
Single-family <sup>(1)</sup>						
Conventional: <sup>(2)</sup>						
1    Interest-only	\$ 246	\$ 1,434	\$ 1,680	\$ 311	\$ 985	\$ 1,296
2    Amortizing	20,461	1,266	21,727	23,649	1,345	24,994
3    Total conventional	20,707	2,700	23,407	23,960	2,330	26,290
4    RHS / FHA / VA	1,182	—	1,182	1,206	—	1,206
5    Total single-family	21,889	2,700	24,589	25,166	2,330	27,496
6    Multifamily <sup>(3)</sup>	53,114	4,455	57,569	56,429	4,409	60,838
7    Total mortgage loans	75,003	7,155	82,158	81,595	6,739	88,334
PCs and Structured Securities: <sup>(1)(4)</sup>						
8    Single-family	269,896	84,415	354,311	257,795	86,399	344,194
9    Multifamily	2,522	137	2,659	269	2,387	2,656
10   Total PCs and Structured Securities	272,418	84,552	356,970	258,064	88,786	346,850
Non-Freddie Mac mortgage-related securities: <sup>(1)</sup>						
Agency mortgage-related securities: <sup>(5)</sup>						
Fannie Mae:						
11      Single-family	23,140	23,043	46,183	23,072	29,745	52,817
12      Multifamily	759	163	922	692	156	848
Ginnie Mae:						
13      Single-family	468	181	649	449	172	621
14      Multifamily	82	—	82	63	—	63
15    Total agency mortgage-related securities	24,449	23,387	47,836	24,276	30,073	54,349
Non-agency mortgage-related securities:						
Single-family:						
16        Subprime <sup>(6)</sup>	498	100,827	101,325	479	92,590	93,069
17        Alt-A and other <sup>(7)</sup>	3,762	47,551	51,313	3,604	46,136	49,740
18        Commercial mortgage backed securities	25,709	39,095	64,804	25,360	39,141	64,501
19        Mortgage revenue bonds <sup>(8)</sup>	14,870	65	14,935	14,135	50	14,185
20        Manufactured housing <sup>(9)</sup>	1,250	222	1,472	1,222	212	1,434
21    Total non-agency mortgage-related securities <sup>(10)</sup>	46,089	187,760	233,849	44,800	178,129	222,929
22   Total unpaid principal balance of retained portfolio	\$417,959	\$302,854	720,813	\$408,735	\$303,727	712,462
23   Premiums, discounts, deferred fees, impairments of unpaid principal balances and other basis adjustments			(655)			240
24   Net unrealized (losses) on mortgage-related securities, pre-tax			(10,116)			(24,762)
25   Allowance for loan losses on mortgage loans held-for-investment			(256)			(356)
26   Total retained portfolio per consolidated balance sheets			\$709,786			\$687,584

- (1) Variable-rate single-family mortgage loans and mortgage-related securities include those with a contractual coupon rate that, prior to contractual maturity, is either scheduled to change or is subject to change based on changes in the composition of the underlying collateral. Single-family mortgage loans also include mortgages with balloon/reset provisions.
- (2) Includes \$2.2 billion and \$1.9 billion as of December 31, 2007 and March 31, 2008, respectively, of mortgage loans categorized as Alt-A due solely to reduced documentation standards at the time of loan origination. Although we do not categorize our single-family loans into prime or subprime, we recognize that certain of the mortgage loans in our retained portfolio exhibit higher risk characteristics. Total single-family loans include \$1.3 billion at both December 31, 2007 and March 31, 2008, of loans with higher-risk characteristics, which we define as loans with original LTV ratios greater than 90% and borrower credit scores less than 620 at the time of loan origination.
- (3) Variable-rate multifamily mortgage loans include only those loans that, as of the reporting date, have a contractual coupon rate that is subject to change.
- (4) For PCs and Structured Securities, we are subject to the credit risk associated with the underlying mortgage loan collateral.
- (5) Agency mortgage-related securities are generally not separately rated by nationally recognized statistical rating organizations, but are viewed as having a level of credit quality at least equivalent to non-agency mortgage-related securities AAA-rated or equivalent.
- (6) Single-family non-agency mortgage-related securities backed by subprime residential loans include significant credit enhancements, particularly through subordination, and approximately 57% of these securities held at March 31, 2008 were AAA-rated at May 5, 2008.
- (7) Single-family non-agency mortgage-related securities backed by Alt-A and other mortgage loans include significant credit enhancements, particularly through subordination, and approximately 97% of these securities held at March 31, 2008 were AAA-rated at May 5, 2008.
- (8) Consist of obligations of states and political subdivisions. Approximately 67% and 63% of these securities were AAA-rated at December 31, 2007 and March 31, 2008, respectively.
- (9) At December 31, 2007 and March 31, 2008, 34% and 33%, respectively, of mortgage-related securities backed by manufactured housing bonds were rated BBB- or above. For the same dates, 93% of manufactured housing bonds had credit enhancements, including primary monoline insurance that covered 24% of the manufactured housing bonds. At both December 31, 2007 and March 31, 2008, we had secondary insurance on 72% of these bonds that were not covered by the primary monoline insurance. Approximately 28% and 27% of these securities were AAA-rated at December 31, 2007 and March 31, 2008, respectively.
- (10) Credit ratings for most non-agency mortgage-related securities are designated by no fewer than two nationally recognized statistical rating organizations. At December 31, 2007 and March 31, 2008, approximately 96% and 84%, respectively, of total non-agency mortgage-related securities were AAA-rated.

**FREDDIE MAC**  
**CREDIT QUALITY INDICATORS**  
**TABLE 10**  
**(unaudited)**  
**(dollars in millions)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b>Credit Enhancements:</b>					
1	14%	18%	22%	28%	25%
2	16%	16%	16%	17%	17%
<b>Delinquencies (at period end):<sup>(1)(2)</sup></b>					
Single-family:					
<i>Non-credit-enhanced portfolio</i>					
3	0.25%	0.26%	0.34%	0.45%	0.54%
4	23,173	25,307	32,823	44,948	54,923
<i>Credit-enhanced portfolio</i>					
5	1.18%	1.17%	1.34%	1.62%	1.81%
6	22,285	22,602	27,123	34,621	39,942
<i>Total Single-family Portfolio</i>					
7	0.40%	0.42%	0.51%	0.65%	0.77%
8	45,458	47,909	59,946	79,569	94,865
Multifamily:					
9	0.06%	0.05%	0.06%	0.02%	0.04%
10	\$ 32	\$ 30	\$ 32	\$ 10	\$ 27
<b>REO Balances (at period end):</b>					
11	\$ 871	\$ 1,014	\$ 1,321	\$ 1,736	\$ 2,214
12	7	6	—	—	—
13	\$ 878	\$ 1,020	\$ 1,321	\$ 1,736	\$ 2,214
<b>REO Inventory (number of units):</b>					
14	8,785	9,650	10,260	11,916	14,394
15	4,638	5,013	5,905	7,284	9,939
16	(3,773)	(4,403)	(4,249)	(4,806)	(5,914)
17	9,650	10,260	11,916	14,394	18,419
<b>REO Operations Income (Expense):</b>					
18	\$ (14)	\$ (16)	\$ (50)	\$ (125)	\$ (208)
19	—	—	(1)	—	—
20	\$ (14)	\$ (16)	\$ (51)	\$ (125)	\$ (208)
<b>Loan Loss Reserves:<sup>(3)</sup></b>					
21	\$ 619	\$ 803	\$ 1,138	\$ 2,312	\$ 2,822
22	248	447	1,372	787	1,240
23	(30)	(36)	(32)	(36)	(163)
24	—	—	(2)	(1)	—
25	(34)	(76)	(165)	(246)	(33)
26	—	—	1	6	6
27	\$ 803	\$ 1,138	\$ 2,312	\$ 2,822	\$ 3,872
<b>Total Credit Losses:<sup>(6)</sup></b>					
28	\$ 58	\$ 79	\$ 126	\$ 236	\$ 528
29	1.5 bp	2.0 bp	3.0 bp	5.4 bp	11.6 bp

(1) Based on the total mortgage portfolio, excluding Freddie Mac Structured Transactions, non-Freddie Mac mortgage-related securities and that portion of Structured Securities that is backed by Ginnie Mae Certificates.

(2) Single-family delinquencies are based on the number of mortgages 90 days or more delinquent or in foreclosure while multifamily delinquencies are based on net carrying value of mortgages 60 days or more delinquent or in foreclosure. Includes delinquencies on mortgage loans where the lender or third party retains the largest portion of the default risk. Delinquencies exclude mortgage loans whose original contractual terms have been modified under an agreement with the borrower as long as the borrower complies with the modified contractual terms.

(3) Loan loss reserves equals the sum of allowance for loan losses (consolidated balance sheets — Line 1) and reserve for guarantee losses on Participation Certificates (consolidated balance sheets — Line 26).

(4) Provision (benefit) for credit losses includes our provision for losses incurred on our mortgage loans held for investment, which are a component of our retained portfolio, and our provision for guarantee losses incurred on mortgage loans underlying our issued PCs and Structured Securities.

(5) Represents transfers of a portion of the guarantee obligation associated with credit losses reclassified to the reserve for guaranteed losses on PCs.

(6) Equal to REO operations income (expense) (Line 20) plus Charge-offs, net (Lines 23 and 24) plus amounts previously transferred to reduce the carrying value of loans purchased under financial guarantees. The previously transferred reserves totaled \$14 million and \$157 million the three months ended March 31, 2007 and 2008, respectively.

(7) Calculated using the average total mortgage portfolio, excluding non-Freddie Mac mortgage-related securities and that portion of Structured Securities that is backed by Ginnie Mae Certificates.

**FREDDIE MAC**  
**SINGLE-FAMILY NON-CREDIT-ENHANCED DELINQUENCY AND FORECLOSURE ACTIVITY BY REGION<sup>(1)</sup>**

**TABLE 11**  
**(unaudited)**

	1Q 2007		2Q 2007		3Q 2007		4Q 2007		1Q 2008		
	Number of Loans (in thousands)	Percent <sup>(3)</sup>	Number of Loans (in thousands)	Percent <sup>(3)</sup>	Number of Loans (in thousands)	Percent <sup>(3)</sup>	Number of Loans (in thousands)	Percent <sup>(3)</sup>	Number of Loans (in thousands)	Percent <sup>(3)</sup>	
Line:										(Not yet available)	
<u>Northeast<sup>(2)</sup></u>											
1	Total number of loans										
		2,138		2,174		2,208		2,310		2,340	
2	Delinquent three or more payments	2	0.11%	3	0.12%	4	0.16%	4	0.19%	4	0.19%
3	Foreclosures approved and in-process	3	0.13%	3	0.13%	3	0.15%	5	0.20%	6	0.26%
4	Total delinquent loans	<u>5</u>	<u>0.24%</u>	<u>6</u>	<u>0.25%</u>	<u>7</u>	<u>0.31%</u>	<u>9</u>	<u>0.39%</u>	<u>10</u>	<u>0.45%</u>
<u>Southeast<sup>(2)</sup></u>											
5	Total number of loans	1,773		1,818		1,856		1,937		1,971	
6	Delinquent three or more payments	3	0.15%	3	0.17%	4	0.22%	6	0.28%	6	0.30%
7	Foreclosures approved and in-process	2	0.14%	3	0.16%	4	0.21%	6	0.31%	9	0.46%
8	Total delinquent loans	<u>5</u>	<u>0.29%</u>	<u>6</u>	<u>0.33%</u>	<u>8</u>	<u>0.43%</u>	<u>12</u>	<u>0.59%</u>	<u>15</u>	<u>0.76%</u>
<u>North Central<sup>(2)</sup></u>											
9	Total number of loans	2,271		2,290		2,304		2,312		2,313	
10	Delinquent three or more payments	3	0.12%	3	0.13%	4	0.17%	5	0.21%	5	0.21%
11	Foreclosures approved and in-process	4	0.19%	4	0.20%	5	0.22%	6	0.27%	7	0.31%
12	Total delinquent loans	<u>7</u>	<u>0.31%</u>	<u>7</u>	<u>0.33%</u>	<u>9</u>	<u>0.39%</u>	<u>11</u>	<u>0.48%</u>	<u>12</u>	<u>0.52%</u>
<u>Southwest<sup>(2)</sup></u>											
13	Total number of loans	1,252		1,278		1,302		1,368		1,393	
14	Delinquent three or more payments	2	0.13%	2	0.12%	2	0.15%	2	0.17%	2	0.15%
15	Foreclosures approved and in-process	1	0.12%	1	0.11%	2	0.12%	2	0.15%	3	0.18%
16	Total delinquent loans	<u>3</u>	<u>0.25%</u>	<u>3</u>	<u>0.23%</u>	<u>4</u>	<u>0.27%</u>	<u>4</u>	<u>0.32%</u>	<u>5</u>	<u>0.33%</u>
<u>West<sup>(2)</sup></u>											
17	Total number of loans	1,938		2,003		2,053		2,121		2,169	
18	Delinquent three or more payments	1	0.06%	1	0.08%	2	0.12%	4	0.19%	5	0.23%
19	Foreclosures approved and in-process	2	0.08%	2	0.09%	3	0.14%	5	0.23%	8	0.36%
20	Total delinquent loans	<u>3</u>	<u>0.14%</u>	<u>3</u>	<u>0.17%</u>	<u>5</u>	<u>0.26%</u>	<u>9</u>	<u>0.42%</u>	<u>13</u>	<u>0.59%</u>
<u>Total</u>											
21	Total number of loans	9,372		9,563		9,723		10,048		10,186	
22	Delinquent three or more payments	11	0.11%	12	0.12%	16	0.16%	21	0.21%	22	0.22%
23	Foreclosures approved and in-process	12	0.14%	13	0.14%	17	0.18%	24	0.24%	33	0.32%
24	Total delinquent loans	<u>23</u>	<u>0.25%</u>	<u>25</u>	<u>0.26%</u>	<u>33</u>	<u>0.34%</u>	<u>45</u>	<u>0.45%</u>	<u>55</u>	<u>0.54%</u>
25	90-day or more delinquency to REO, transition rate <sup>(4)</sup>		11.0%		13.8%		15.1%		15.9%		17.6%

(1) Includes Single-family non-credit-enhanced mortgage loans in our retained portfolio and those underlying our total guaranteed PCs and Structured Securities issued, but excluding Structured Transactions and that portion of Structured Securities backed by Ginnie Mae Certificates.

(2) Region Designation: Northeast (CT, DE, DC, MA, ME, MD, NH, NJ, NY, PA, RI, VT, VA, WV); Southeast (AL, FL, GA, KY, MS, NC, PR, SC, TN, VI); North Central (IL, IN, IA, MI, MN, ND, OH, SD, WI); Southwest (AR, CO, KS, LA, MO, NE, NM, OK, TX, WY); West (AK, AZ, CA, GU, HI, ID, MT, NV, OR, UT, WA).

(3) Percentages are calculated based on loan counts.

(4) Calculated based on all loans that have been reported as 90 days or more delinquent or in foreclosure in the preceding year, which have transitioned to REO. The rate does not reflect other loss events, such as short-sales and deed-in-lieu transactions.

**FREDDIE MAC**  
**REAL ESTATE OWNED (REO) ACTIVITY**  
**TABLE 12**  
**(unaudited)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b>Property Units, by Region:<sup>(1)</sup></b>					
Northeast					
1	622	702	828	1,118	1,474
2	396	492	644	804	1,267
3	(316)	(366)	(354)	(448)	(622)
4	<u>702</u>	<u>828</u>	<u>1,118</u>	<u>1,474</u>	<u>2,119</u>
Southeast					
5	1,753	1,896	1,960	2,243	2,686
6	987	1,123	1,276	1,556	1,983
7	(844)	(1,059)	(993)	(1,113)	(1,410)
8	<u>1,896</u>	<u>1,960</u>	<u>2,243</u>	<u>2,686</u>	<u>3,259</u>
North Central					
9	4,466	4,871	5,065	5,540	6,121
10	2,078	2,137	2,376	2,584	3,137
11	(1,673)	(1,943)	(1,901)	(2,003)	(2,145)
12	<u>4,871</u>	<u>5,065</u>	<u>5,540</u>	<u>6,121</u>	<u>7,113</u>
Southwest					
13	1,741	1,833	1,867	1,987	2,230
14	957	940	951	1,129	1,370
15	(865)	(906)	(831)	(886)	(1,055)
16	<u>1,833</u>	<u>1,867</u>	<u>1,987</u>	<u>2,230</u>	<u>2,545</u>
West					
17	203	348	540	1,028	1,883
18	220	321	658	1,211	2,182
19	(75)	(129)	(170)	(356)	(682)
20	<u>348</u>	<u>540</u>	<u>1,028</u>	<u>1,883</u>	<u>3,383</u>
Total					
21	8,785	9,650	10,260	11,916	14,394
22	4,638	5,013	5,905	7,284	9,939
23	(3,773)	(4,403)	(4,249)	(4,806)	(5,914)
24	<u>9,650</u>	<u>10,260</u>	<u>11,916</u>	<u>14,394</u>	<u>18,419</u>
25	Average Holding Period <sup>(2)</sup> (in days)	170	169	165	164
<b>REO Balance (dollars in millions)</b>					
Single-family property, by region <sup>(1)</sup> :					
26	\$ 84	\$ 114	\$ 170	\$ 247	\$ 358
27	148	174	226	293	330
28	405	436	490	542	619
29	169	173	198	233	253
30	65	117	237	421	654
31	<u>871</u>	<u>1,014</u>	<u>1,321</u>	<u>1,736</u>	<u>2,214</u>
32	7	6	—	—	—
33	<u>\$ 878</u>	<u>\$ 1,020</u>	<u>\$ 1,321</u>	<u>\$ 1,736</u>	<u>\$ 2,214</u>

(1) Region Designation: Northeast (CT, DE, DC, MA, ME, MD, NH, NJ, NY, PA, RI, VT, VA, WV); Southeast (AL, FL, GA, KY, MS, NC, PR, SC, TN, VI); North Central (IL, IN, IA, MI, MN, ND, OH, SD, WI); Southwest (AR, CO, KS, LA, MO, NE, NM, OK, TX, WY); West (AK, AZ, CA, GU, HI, ID, MT, NV, OR, UT, WA).

(2) Represents weighted average holding period for single-family and multifamily properties based on number of REO properties.

**FREDDIE MAC**  
**SEGMENT EARNINGS — CONSOLIDATED TABLE<sup>(1)</sup>**  
**TABLE 13**  
**(unaudited)**  
**(dollars in millions)**

Line:

	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b><u>Segment Earnings:</u></b>					
1	\$ 514	\$ 571	\$ 503	\$ 440	\$ 113
2	224	129	(483)	(126)	(458)
3	125	84	83	106	98
4	(16)	(43)	(45)	1	(4)
5	847	741	58	421	(251)
<b><u>Reconciliation to GAAP Net Income:</u></b>					
6	(1,082)	(471)	(1,725)	(2,389)	(1,194)
7	(502)	831	(925)	(2,672)	(174)
8	69	(379)	659	638	1,525
9	(93)	(97)	(98)	(100)	(110)
10	(1,608)	(116)	(2,089)	(4,523)	47
11	628	104	793	1,650	53
12	(980)	(12)	(1,296)	(2,873)	100
13	<u>\$ (133)</u>	<u>\$ 729</u>	<u>\$(1,238)</u>	<u>\$(2,452)</u>	<u>\$ (151)</u>

(1) See “Management’s Discussion and Analysis of Financial Condition and Results of Operations,” or MD&A, and “NOTE 15: SEGMENT REPORTING” in our Information Statement dated February 28, 2008, the Core Tables accompanying our February 28, 2008 earnings release as well as MD&A and “NOTE 16: SEGMENT REPORTING” in our Information Statement Supplement dated May 14, 2008 for more information regarding Segment Earnings and our segments, including reconciliations to GAAP results for certain quarterly and annual periods.

**FREDDIE MAC**  
**SEGMENT EARNINGS — INVESTMENTS<sup>(1)</sup>**  
**TABLE 14**  
**(unaudited)**  
**(dollars in millions)**

Line:

	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b>Segment Earnings:</b>					
1 Net interest income	\$ 902	\$ 990	\$ 909	\$ 825	\$ 299
2 Non-interest income (loss)	24	30	(4)	(10)	15
Non-interest expense:					
3 Administrative expenses	(128)	(133)	(125)	(129)	(131)
4 Other non-interest expense	(7)	(8)	(7)	(9)	(9)
5 Total non-interest expense	(135)	(141)	(132)	(138)	(140)
6 Segment Earnings before income tax expense	791	879	773	677	174
7 Income tax expense	(277)	(308)	(270)	(237)	(61)
8 Segment Earnings, net of taxes	514	571	503	440	113
<b>Reconciliation to GAAP Net Income (Loss):</b>					
9 Derivative- and foreign-currency denominated debt-related adjustments	(1,081)	(464)	(1,719)	(2,394)	(1,183)
10 Credit guarantee-related adjustments	1	—	1	—	—
11 Investment sales, debt retirements and fair value-related adjustments	69	(379)	659	638	1,525
12 Fully taxable-equivalent adjustments	(93)	(97)	(98)	(100)	(110)
13 Tax-related adjustments	448	394	469	715	(12)
14 Total reconciling items, net of taxes	(656)	(546)	(688)	(1,141)	220
15 Net income (loss) — GAAP basis	\$ (142)	\$ 25	\$ (185)	\$ (701)	\$ 333
16 Net interest yield — Segment Earnings	50 bp	57 bp	53 bp	51 bp	19 bp

(1) See “Management’s Discussion and Analysis of Financial Condition and Results of Operations”, or MD&A, and “NOTE 15: SEGMENT REPORTING” in our Information Statement dated February 28, 2008, the Core Tables accompanying our February 28, 2008 earnings release as well as MD&A and “NOTE 16: SEGMENT REPORTING” in our Information Statement Supplement dated May 14, 2008 for more information regarding Segment Earnings and our segments, including reconciliations to GAAP results for certain quarterly and annual periods.

**FREDDIE MAC**  
**SEGMENT EARNINGS — SINGLE-FAMILY GUARANTEE<sup>(1)</sup>**  
**TABLE 15**  
**(unaudited)**  
**(dollars in millions)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b>Segment Earnings:</b>					
1 Net interest income <sup>(2)</sup>	\$ 168	\$ 179	\$ 181	\$ 175	\$ 77
Non-interest income (loss):					
2 Management and guarantee income	677	704	738	770	895
3 Other non-interest income <sup>(2)</sup>	22	28	27	40	104
4 Total non-interest income (loss)	699	732	765	810	999
Non-interest expense:					
5 Administrative expenses	(199)	(209)	(203)	(195)	(204)
6 Provision for credit losses	(289)	(469)	(1,417)	(839)	(1,349)
7 REO operations expense	(14)	(16)	(50)	(125)	(208)
8 Other non-interest expense	(21)	(19)	(18)	(20)	(19)
9 Total non-interest expense	(523)	(713)	(1,688)	(1,179)	(1,780)
10 Segment Earnings (loss) before income tax expense	344	198	(742)	(194)	(704)
11 Income tax (expense) benefit	(120)	(69)	259	68	246
12 Segment Earnings (loss), net of taxes	224	129	(483)	(126)	(458)
<b>Reconciliation to GAAP Net Income:</b>					
13 Credit guarantee-related adjustments	(503)	833	(927)	(2,673)	(174)
14 Tax-related adjustments	176	(293)	325	936	61
15 Total reconciling items, net of taxes	(327)	540	(602)	(1,737)	(113)
16 Net income (loss) — GAAP basis	<u>\$ (103)</u>	<u>\$ 669</u>	<u>\$ (1,085)</u>	<u>\$ (1,863)</u>	<u>\$ (571)</u>
17 Contractual management and guarantee fees (annualized rate)	15.5 bp	15.5 bp	15.6 bp	15.9 bp	16.1 bp
18 Amortization of credit fees (annualized rate)	2.4 bp	2.4 bp	2.5 bp	2.2 bp	4.3 bp
19 Total Segment Earnings management and guarantee income (annualized rate)	17.9 bp	17.9 bp	18.1 bp	18.1 bp	20.4 bp

(1) See “Management’s Discussion and Analysis of Financial Condition and Results of Operations”, or MD&A, and “NOTE 15: SEGMENT REPORTING” in our Information Statement dated February 28, 2008, the Core Tables accompanying our February 28, 2008 earnings release as well as MD&A and “NOTE 16: SEGMENT REPORTING” in our Information Statement Supplement dated May 14, 2008 for more information regarding Segment Earnings and our segments, including reconciliations to GAAP results for certain quarterly and annual periods.

(2) In connection with the use of securitization trusts for the underlying assets of our PCs and Structured Securities in December 2007, we began recording trust management income in non-interest income. Trust management income represents the fees we earn as administrator, issuer and trustee. Previously, the benefit derived from interest earned on principal and interest cash flows between the time they were remitted to us by servicers and the date of distribution to our PC and Structured Securities holders was recorded to net interest income.

**FREDDIE MAC**  
**SEGMENT EARNINGS — MULTIFAMILY<sup>(1)</sup>**  
**TABLE 16**  
**(unaudited)**  
**(dollars in millions)**

Line:	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
<b><u>Segment Earnings:</u></b>					
1 Net interest income	\$ 123	\$ 94	\$ 88	\$ 121	\$ 75
Non-interest income (loss):					
2 Management and guarantee income	14	16	14	15	17
3 Other non-interest income	<u>4</u>	<u>5</u>	<u>7</u>	<u>8</u>	<u>8</u>
4 Total non-interest income (loss)	18	21	21	23	25
Non-interest expense:					
5 Administrative expenses	(45)	(49)	(48)	(47)	(49)
6 Provision for credit losses	(3)	(1)	(16)	(18)	(9)
7 REO operations expense	—	—	(1)	—	—
8 Low-income housing tax credit partnerships	(108)	(135)	(111)	(115)	(117)
9 Other non-interest expense	<u>(4)</u>	<u>(8)</u>	<u>(4)</u>	<u>(5)</u>	<u>(4)</u>
10 Total non-interest expense	<u>(160)</u>	<u>(193)</u>	<u>(180)</u>	<u>(185)</u>	<u>(179)</u>
11 Segment Earnings loss before income tax expense	(19)	(78)	(71)	(41)	(79)
12 Low-income housing tax credit partnerships tax benefit	138	135	129	132	149
13 Income tax benefit	<u>6</u>	<u>27</u>	<u>25</u>	<u>15</u>	<u>28</u>
14 Segment Earnings, net of taxes	125	84	83	106	98
<b><u>Reconciliation to GAAP Net Income:</u></b>					
15 Derivative- and foreign-currency denominated debt-related adjustments	(1)	(7)	(6)	5	(11)
16 Credit guarantee-related adjustments	—	(2)	1	1	—
17 Tax-related adjustments	<u>1</u>	<u>3</u>	<u>1</u>	<u>(3)</u>	<u>4</u>
18 Total reconciling items, net of taxes	<u>—</u>	<u>(6)</u>	<u>(4)</u>	<u>3</u>	<u>(7)</u>
19 Net income — GAAP basis	<u>\$ 125</u>	<u>\$ 78</u>	<u>\$ 79</u>	<u>\$ 109</u>	<u>\$ 91</u>

(1) See “Management’s Discussion and Analysis of Financial Condition and Results of Operations”, or MD&A, and “NOTE 15: SEGMENT REPORTING” in our Information Statement dated February 28, 2008, the Core Tables accompanying our February 28, 2008 earnings release as well as MD&A and “NOTE 16: SEGMENT REPORTING” in our Information Statement Supplement dated May 14, 2008 for more information regarding Segment Earnings and our segments, including reconciliations to GAAP results for certain quarterly and annual periods.

**FREDDIE MAC**  
**SEGMENT EARNINGS — ALL OTHER<sup>(1)(2)</sup>**  
**TABLE 17**  
**(unaudited)**  
**(dollars in millions)**

Line:

**Segment Earnings:**

1	Net interest income
2	Non-interest income (loss)
	Non-interest expense:
3	Administrative expenses
4	Other non-interest expense
5	Total non-interest expense
6	Segment Earnings (loss) before income tax expense
7	Income tax (expense) benefit
8	Segment Earnings (loss), net of taxes

**Reconciliation to GAAP Net Income:**

9	Tax-related adjustments
10	Total reconciling items, net of taxes
11	Net income (loss) — GAAP basis

	1Q 2007	2Q 2007	3Q 2007	4Q 2007	1Q 2008
	\$ (1)	\$ —	\$ 1	\$ (1)	\$ —
	3	(1)	5	4	4
	(31)	(51)	(52)	(30)	(13)
	<u>(9)</u>	<u>(8)</u>	<u>(17)</u>	<u>30</u>	<u>(3)</u>
	<u>(40)</u>	<u>(59)</u>	<u>(69)</u>	<u>—</u>	<u>(16)</u>
	(38)	(60)	(63)	3	(12)
	<u>22</u>	<u>17</u>	<u>18</u>	<u>(2)</u>	<u>8</u>
	(16)	(43)	(45)	1	(4)
	<u>3</u>	<u>—</u>	<u>(2)</u>	<u>2</u>	<u>—</u>
	<u>3</u>	<u>—</u>	<u>(2)</u>	<u>2</u>	<u>—</u>
	<u><u>\$(13)</u></u>	<u><u>\$(43)</u></u>	<u><u>\$(47)</u></u>	<u><u>\$ 3</u></u>	<u><u>\$( 4)</u></u>

(1) See “Management’s Discussion and Analysis of Financial Condition and Results of Operations”, or MD&A, and “NOTE 15: SEGMENT REPORTING” in our Information Statement dated February 28, 2008, the Core Tables accompanying our February 28, 2008 earnings release as well as MD&A and “NOTE 16: SEGMENT REPORTING” in our Information Statement Supplement dated May 14, 2008 for more information regarding Segment Earnings and our segments, including reconciliations to GAAP results for certain quarterly and annual periods.

(2) All Other includes corporate-level expenses not allocated to any of our reportable segments such as costs associated with remediating our internal controls and near-term restructuring costs, costs related to the resolution of certain legal matters and certain income tax items. For more information, see our Information Statement Supplement dated May 14, 2008.