

FREDDIE MAC
CONSOLIDATED BALANCE SHEETS

	December 31,	
	2008	2007
	(in millions, except share-related amounts)	
Assets		
Cash and cash equivalents	\$ 45,326	\$ 8,574
Restricted cash	953	96
Federal funds sold and securities purchased under agreements to resell	10,150	6,562
<i>Investments in securities:</i>		
Available-for-sale, at fair value (includes \$21,302 and \$17,010, respectively, pledged as collateral that may be repledged)	458,898	650,766
Trading, at fair value	190,361	14,089
<i>Total investments in securities</i>	649,259	664,855
<i>Mortgage loans:</i>		
Held-for-sale, at lower-of-cost-or-fair-value (except \$401 at fair value at December 31, 2008)	16,247	3,685
Held-for-investment, at amortized cost (net of allowances for loan losses of \$690 and \$256, respectively)	91,344	76,347
<i>Total mortgage loans, net</i>	107,591	80,032
Accounts and other receivables, net	6,337	4,927
Derivative assets, net	955	827
Guarantee asset, at fair value	4,847	9,591
Real estate owned, net	3,255	1,736
Deferred tax assets, net	15,351	10,304
Low-income housing tax credit partnerships equity investments	4,145	4,568
Other assets	2,794	2,296
<i>Total assets</i>	<u>\$ 850,963</u>	<u>\$ 794,368</u>
Liabilities and stockholders' equity (deficit)		
Accrued interest payable	\$ 6,504	\$ 7,864
<i>Debt, net:</i>		
Short-term debt (includes \$1,638 at fair value at December 31, 2008)	435,114	295,921
Long-term debt (includes \$11,740 at fair value at December 31, 2008)	407,907	442,636
<i>Total debt, net</i>	843,021	738,557
Guarantee obligation	12,098	13,712
Derivative liabilities, net	2,277	582
Reserve for guarantee losses on Participation Certificates	14,928	2,566
Other liabilities	2,772	4,187
<i>Total liabilities</i>	881,600	767,468
Commitments and contingencies		
Minority interests in consolidated subsidiaries	94	176
<i>Stockholders' equity (deficit)</i>		
Senior preferred stock, at redemption value	14,800	-
Preferred stock, at redemption value	14,109	14,109
Common stock, \$0.00 and \$0.21 par value, 4,000,000,000 and 806,000,000 shares authorized, 725,863,886 shares issued and 647,260,293 shares and 646,266,701 shares outstanding, respectively	-	152
Additional paid-in capital	19	871
Retained earnings (accumulated deficit)	(23,191)	26,909
<i>Accumulated other comprehensive income (loss), or AOCI, net of taxes, related to:</i>		
Available-for-sale securities	(28,510)	(7,040)
Cash flow hedge relationships	(3,678)	(4,059)
Defined benefit plans	(169)	(44)
<i>Total AOCI, net of taxes</i>	(32,357)	(11,143)
Treasury stock, at cost, 78,603,593 shares and 79,597,185 shares, respectively	(4,111)	(4,174)
<i>Total stockholders' equity (deficit)</i>	(30,731)	26,724
<i>Total liabilities and stockholders' equity (deficit)</i>	<u>\$ 850,963</u>	<u>\$ 794,368</u>

The Notes to Consolidated Financial Statements included in our Annual Report on Form 10-K dated March 11, 2009 are an integral part of these consolidated financial statements.