

**Supplement dated March 31, 2004 to
Information Statement dated February 27, 2004**



**FREDDIE MAC HOLDS ANNUAL STOCKHOLDERS' MEETING
Stockholders Elect Board of Directors; Re-appoint Independent Auditor**

Freddie Mac Chairman and CEO Richard F. Syron today during the company's annual stockholders' meeting reaffirmed Freddie Mac's unwavering commitment to making homeownership more affordable for all American families and underscored the proactive steps the company is taking to restore public and investor confidence.

During the meeting, Freddie Mac's stockholders elected 13 directors to the company's Board of Directors, and ratified the re-appointment of PricewaterhouseCoopers LLP (PwC) as the company's independent auditor for 2003. Each director was elected to office by at least 92 percent of the votes cast. The re-appointment of PwC as Freddie Mac's independent auditor for 2003 was ratified by 98 percent of the votes cast.

Chairman and CEO Syron's Remarks

"As a GSE (Government Sponsored Enterprise), Freddie Mac has special privileges, but with special privileges come special responsibilities," Syron told the meeting. "It is our privilege to act as a public policy instrument to house this nation. It is our responsibility to keep the company safe and sound and to fulfill our mission. Our job is too essential not to get it right."

Freddie Mac is rebuilding the company's entire accounting and financial reporting systems, Syron noted. In addition, the company has adopted new corporate governance guidelines, established a plan for an orderly rotation of the Board of Directors, and recently filled several key executive positions. At the same time, Freddie Mac is focusing sharply on its mission.

"You have my commitment that we will fix what is wrong, and we will do more that is right," Syron said. "All this will require some amount of change. When change is necessary, it must happen. And at Freddie Mac, change is here to stay."

Board of Directors

At the beginning of the meeting, Syron announced that the board learned this morning that Donald J. Schuenke, a Freddie Mac Director since 1990 and the Non-Executive Chairman of Allen-Edmonds Shoe Company, died last night. Syron reflected on Schuenke's dedication as a Freddie Mac director, and noted his 31-year career with Northwestern Mutual, where Schuenke served as CEO for 10 years.

The Board named a substitute nominee, William I. Ledman, Freddie Mac Senior Vice President, Information Systems and Services, to replace Schuenke. Ledman joined Freddie Mac in 1994, and is responsible for developing and upgrading an effective system infrastructure and for ongoing support for supporting corporate business initiatives.

In addition to Richard Syron and William Ledman, the other directors elected to Freddie Mac's Board of Directors are:

- Joan Donoghue, Vice President and Acting General Counsel, Freddie Mac.
- Michelle Engler, Attorney and Trustee of the JNL Investor Series Trust.
- Richard Karl Goeltz, Retired Vice Chairman, Chief Financial Officer and Member of the Office of the Chief Executive, American Express Company.
- George D. Gould, Vice Chairman of Klingenstein, Fields & Company.
- Henry Kaufman, President of Henry Kaufman & Company.
- John B. McCoy, Retired Chairman of Bank One Corporation.
- Shaun F. O'Malley, Retired Chairman of Price Waterhouse LLP.
- Ronald F. Poe, President of Ronald F. Poe & Associates.
- Stephen A. Ross, Franco Modigliani Professor of Finance and Economics at the Massachusetts Institute of Technology.
- Christina Seix, Chairman, Chief Executive Officer and Chief Investment Officer of Seix Investment Advisors Inc.
- William J. Turner, Co-Manager of Signature Capital Inc.

In a meeting of the Board of Directors immediately following the stockholders' meeting, Syron was re-elected as Chairman of the Board of Freddie Mac and Shaun O'Malley was elected Lead Director, a position he has held since Syron became Chairman and CEO on December 31, 2003.

The Board of Directors also made the following Board committee appointments:

- **Audit Committee:** Richard Goeltz, chairman; Shaun O'Malley, Stephen Ross, and William Turner, members.
- **Mission and Sourcing Committee:** Ronald Poe, chairman; Michelle Engler, George Gould, Henry Kaufman, John McCoy and Christina Seix, members.
- **Governance and Nominating Committee:** George Gould, chairman; Richard Goeltz, Henry Kaufman, John McCoy, Shaun O'Malley and Ronald Poe, members.

- **Finance and Capital Deployment Committee:** Henry Kaufman, chairman; Richard Goeltz, George Gould, Stephen Ross, Christina Seix and William Turner, members.
- **Compensation and Human Resources Committee:** John McCoy, chairman; Michelle Engler, Shaun O'Malley, and Ronald Poe, members.

FREDDIE MAC QUARTERLY DIVIDEND DELAYED

Due to an operational delay, Freddie Mac's regular payment of quarterly dividends to common and preferred shareholders will be made on April 1, 2004, rather than on March 31, 2004, as originally scheduled. The wire transfer was received by the paying agent on March 31st, but not in time for the paying agent to process distribution on that date. Investors will receive the full dividend, plus one day's interest calculated at an overnight rate.

RECENT EVENTS

Meeting Of Stockholders

Freddie Mac's 2003 Annual Meeting of Stockholders (the "Meeting") was held today. The following matters were presented for stockholder vote at the Meeting: (i) election of 13 members to Freddie Mac's Board of Directors each for a term ending on the date of the next annual meeting of Freddie Mac's stockholders; and (ii) ratification of the appointment of PricewaterhouseCoopers LLP as Freddie Mac's independent auditors for 2003. Of the 688,470,936 shares of common stock outstanding on the record date for the Meeting, 608,812,644 shares were present in person or by proxy at the Meeting. At the Meeting, the following persons were elected to the Board of Directors of Freddie Mac by the respective votes indicated:

	<u>Votes For</u>	<u>Votes Withheld</u>
Joan E. Donoghue	<u>579,380,702</u>	<u>29,431,942</u>
Michelle Engler	<u>561,069,106</u>	<u>47,743,538</u>
Richard Karl Goeltz	<u>581,996,065</u>	<u>26,816,579</u>
George D. Gould	<u>569,699,329</u>	<u>39,113,315</u>
Henry Kaufman	<u>569,717,530</u>	<u>39,095,114</u>
William Ledman	<u>568,247,086</u>	<u>40,565,558</u>
John B. McCoy	<u>568,278,696</u>	<u>40,533,948</u>
Shaun F. O'Malley	<u>571,604,456</u>	<u>37,208,188</u>
Ronald F. Poe	<u>567,206,260</u>	<u>41,606,384</u>
Stephen A. Ross	<u>572,639,329</u>	<u>36,173,315</u>
Christina Seix	<u>569,819,767</u>	<u>38,992,877</u>
Richard F. Syron	<u>577,412,690</u>	<u>31,399,954</u>
William J. Turner	<u>567,089,459</u>	<u>41,723,185</u>

The appointment of PricewaterhouseCoopers LLP was ratified at the Meeting by the following votes:

Votes for
596,988,834

Votes Against
8,697,063

Abstentions
3,126,747

Management

Ralph Boyd, Jr. was appointed as Executive Vice President and General Counsel, effective April 1, 2004. Mr. Boyd was previously a senior partner with the law firm Alston & Bird LLP since July 2003 and was U.S. assistant attorney general and head of the Justice Department's Civil Rights Division from July 2001 through June 2003. From 1997 to 2001, Mr. Boyd was a partner with Goodwin Procter LLP, and before that, he served for six years as an assistant U.S. attorney in Boston. He also was an associate at the law firm of Ropes & Gray in Boston from 1987 to 1991.