



**\$175,000,000**

**Freddie Mac**

**Zero Coupon Medium-Term Notes Due August 27, 2026**

**Redeemable periodically, beginning August 27, 2002**

Issue Date:	August 27, 2001
Maturity Date:	August 27, 2026
Subject to Redemption:	Yes. The Medium-Term Notes are redeemable at our option, upon notice of not less than 5 Business Days. See "Redemption" herein. We will redeem all of the Medium-Term Notes if we exercise our option.
Redemption Date(s):	On any semi-annual Interest Payment Date on or after August 27, 2002
Interest Rate Per Annum:	None
Principal Payment:	At maturity, or upon redemption
CUSIP Number:	312924BQ5

There will be no periodic payments of interest on the Medium-Term Notes. The only scheduled payment that will be made to the holder of a Medium-Term Note will be made on the Maturity Date or the redemption date, as applicable, in an amount equal to the then principal amount of the Medium-Term Notes. See "Redemption" herein.

The Medium-Term Notes will be issued with original issue discount. See "Certain United States Federal Tax Consequences - U.S. Owners - Debt Obligations with Original Issue Discount" in the Offering Circular.

You should read this Pricing Supplement together with Freddie Mac's Debentures, Medium-Term Notes and Discount Notes Offering Circular, dated January 18, 2001 (the "Offering Circular"), and all documents that are incorporated by reference in the Offering Circular, which contain important detailed information about the Medium-Term Notes and Freddie Mac. See "Available Information" in the Offering Circular. Capitalized terms used in this Pricing Supplement have the meanings we gave them in the Offering Circular, unless we specify otherwise.

**The Medium-Term Notes may not be suitable investments for you. You should not purchase the Medium-Term Notes unless you understand and are able to bear the redemption, yield, market, liquidity and other possible risks associated with the Medium-Term Notes. You should read and evaluate the discussion of risk factors (especially those risk factors that may be particularly relevant to this security) that appears in the Offering Circular under "Risk Factors" before purchasing any of the Medium-Term Notes.**

**The Medium-Term Notes, including any interest or return of discount on the Medium-Term Notes, are not guaranteed by and are not debts or obligations of the United States or any federal agency or instrumentality other than Freddie Mac.**

	Price to Public (1)(2)	Underwriting Discount (2)	Proceeds to Freddie Mac (1)(3)
Per Medium-Term Notes	14.071262%	.05%	14.02126%
Total	\$24,624,709	\$87,500	\$24,537,209

- (1) Plus return of discount, if any, from August 27, 2001.
- (2) See "Distribution Arrangements" in the Offering Circular for additional information concerning price to public and underwriting compensation.
- (3) Before deducting expenses payable by Freddie Mac estimated at \$5,000.

**NBC Capital Markets Group Inc.**

**OFFERING**

1. Pricing date: August 3, 2001
2. Method of Distribution: ☒ Principal ☐ Agent
3. Concession: N/A
4. Reallowance: N/A
5. Underwriter: NBC Capital Markets Group Inc.

**OTHER SPECIAL TERMS**

- ☒ None  
☐ Yes; as follows:

**REDEMPTION**

The Medium-Term Notes are subject to redemption by Freddie Mac, at its option, on the dates and at the respective call prices set forth in the following Call Price Schedule. Upon exercise of Freddie Mac's option to redeem the Medium-Term Notes, each investor will receive the product of the call price for such redemption date and the principal amount of Medium-Term Notes held by such investor.

**Call Price Schedule**

Redemption Date	Call Price %
8/27/2002	15.219476
2/27/2003	15.828256
8/27/2003	16.461386
2/27/2004	17.119841
8/27/2004	17.804635
2/27/2005	18.516820
8/27/2005	19.257493
2/27/2006	20.027793
8/27/2006	20.828904
2/27/2007	21.662061
8/27/2007	22.528543
2/27/2008	23.429685
8/27/2008	24.366872
2/27/2009	25.341547
8/27/2009	26.355209
2/27/2010	27.409417
8/27/2010	28.505794

Redemption Date	Call Price %
2/27/2011	29.646026
8/27/2011	30.831867
2/27/2012	32.065141
8/27/2012	33.347747
2/27/2013	34.681657
8/27/2013	36.068923
2/27/2014	37.511680
8/27/2014	39.012147
2/27/2015	40.572633
8/27/2015	42.195539
2/27/2016	43.883360
8/27/2016	45.638695
2/27/2017	47.464242
8/27/2017	49.362812
2/27/2018	51.337325
8/27/2018	53.390818
2/27/2019	55.526450

Redemption Date	Call Price %
8/27/2019	57.747508
2/27/2020	60.057409
8/27/2020	62.459705
2/27/2021	64.958093
8/27/2021	67.556417
2/27/2022	70.258674
8/27/2022	73.069021
2/27/2023	75.991781
8/27/2023	79.031453
2/27/2024	82.192711
8/27/2024	85.480419
2/27/2025	88.899636
8/27/2025	92.455621
2/27/2026	96.153846
8/27/2026	100.000000

**RISK FACTORS**

An investment in the Medium-Term Notes entails certain risks not associated with an investment in conventional fixed-rate debt securities that pay interest periodically. While the Medium-Term Notes, if held to maturity or redemption, will provide return of their principal, including return of the accreted value to the optional redemption date, their market value could be adversely affected by changes in prevailing interest rates and the optional redemption feature. This effect on the market value could be magnified in a rising interest rate environment in the case of the Medium-Term Notes due to their relatively long remaining term to maturity. In such an environment, the market value of the Medium-Term Notes generally will fall, which could result in significant losses to investors whose circumstances do not permit them to hold the Medium-Term Notes until maturity. It is also unlikely that Freddie Mac would redeem the Medium-Term Notes in such an interest rate environment, when Freddie Mac's costs of borrowing would be

relatively high. On the other hand, in a falling interest rate environment, in which the market value of the Medium-Term Notes generally would rise, it is likely that Freddie Mac would redeem the Medium-Term Notes, when its costs of borrowing would be relatively low; under those circumstances, it is likely that the optional redemption provision would restrict the market value that the Medium-Term Notes otherwise would have. Those factors, combined with the fact that payments on the Medium-Term Notes will be made only at maturity or upon redemption, and not periodically, also could affect the secondary market for and the liquidity of the Medium-Term Notes. Investors therefore should have the financial status and, either alone or with a financial advisor, the knowledge and experience in financial and business matters sufficient to evaluate the merits and to bear the risks of investing in the Medium-Term Notes in light of each investor's particular circumstances and should consider whether their circumstances permit them to hold the Medium-Term Notes until maturity, or otherwise to bear the risks of illiquidity, redemption and changes in interest rates. See "Risk Factors" in the Offering Circular.

**OTHER SPECIAL TERMS**

<u>x</u>	None
—	Yes; as follows: