

**PRICING SUPPLEMENT DATED July 9, 2002
(to Offering Circular Dated May 7, 2002)**



\$230,000,000

Freddie Mac

**Zero Coupon Medium-Term Notes Due July 30, 2032
Redeemable periodically, beginning July 30, 2003**

Issue Date: July 30, 2002
Maturity Date: July 30, 2032
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): Semiannually, January 30 and July 30, commencing July 30, 2003
Interest Rate: None
Principal Payment: At maturity, or upon redemption
CUSIP Number: 312925ZB9

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 product of the call price for such redemption date and the 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 May 7, 2002 (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 Note	10.982815%	.05%	10.932815%
Total	\$25,260,475	\$115,000	\$25,145,475

- (1) Plus return of discount, if any, from July 30, 2002.
(2) See "Distribution Arrangements" in the Offering Circular.
(3) Before deducting expenses payable by Freddie Mac estimated at \$5,000.

First Tennessee Bank N.A.

OFFERING

1. Pricing date: July 9, 2002
2. Method of Distribution: ☒ Principal ☐ Agent
3. Concession: N/A
4. Reallowance: N/A
5. Underwriter: First Tennessee Bank National Association

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

Date	Call Price	Call Amount
07/30/03	11.821971%	\$27,190,533
01/30/04	12.265295%	\$28,210,179
07/30/04	12.725243%	\$29,268,059
01/30/05	13.202440%	\$30,365,612
07/30/05	13.697532%	\$31,504,324
01/30/06	14.211189%	\$32,685,735
07/30/06	14.744109%	\$33,911,451
01/30/07	15.297013%	\$35,183,130
07/30/07	15.870651%	\$36,502,497
01/30/08	16.465800%	\$37,871,340
07/30/08	17.083268%	\$39,291,516
01/30/09	17.723890%	\$40,764,947
07/30/09	18.388536%	\$42,293,633
01/30/10	19.078106%	\$43,879,644
07/30/10	19.793535%	\$45,525,131
01/30/11	20.535793%	\$47,232,324
07/30/11	21.305885%	\$49,003,536
01/30/12	22.104855%	\$50,841,167
07/30/12	22.933788%	\$52,747,712
01/30/13	23.793805%	\$54,725,752
07/30/13	24.686072%	\$56,777,966
01/30/14	25.611800%	\$58,907,140
07/30/14	26.572242%	\$61,116,157
01/30/15	27.568702%	\$63,408,015
07/30/15	28.602528%	\$65,785,814
01/30/16	29.675123%	\$68,252,783
07/30/16	30.787940%	\$70,812,262
01/30/17	31.942487%	\$73,467,720
07/30/17	33.140331%	\$76,222,761
01/30/18	34.383093%	\$79,081,114

Date	Call Price	Call Amount
07/30/18	35.672459%	\$82,046,656
01/30/19	37.010176%	\$85,123,405
07/30/19	38.398058%	\$88,315,533
01/30/20	39.837985%	\$91,627,366
07/30/20	41.331910%	\$95,063,393
01/30/21	42.881856%	\$98,628,269
07/30/21	44.489926%	\$102,326,830
01/30/22	46.158298%	\$106,164,085
07/30/22	47.889234%	\$110,145,238
01/30/23	49.685080%	\$114,275,684
07/30/23	51.548271%	\$118,561,023
01/30/24	53.481331%	\$123,007,061
07/30/24	55.486881%	\$127,619,826
01/30/25	57.567639%	\$132,405,570
07/30/25	59.726426%	\$137,370,780
01/30/26	61.966167%	\$142,522,184
07/30/26	64.289898%	\$147,866,765
01/30/27	66.700769%	\$153,411,769
07/30/27	69.202048%	\$159,164,710
01/30/28	71.797125%	\$165,133,388
07/30/28	74.489517%	\$171,325,889
01/30/29	77.282874%	\$177,750,610
07/30/29	80.180981%	\$184,416,256
01/30/30	83.187768%	\$191,331,866
07/30/30	86.307310%	\$198,506,813
01/30/31	89.543834%	\$205,950,818
07/30/31	92.901727%	\$213,673,972
01/30/32	96.385542%	\$221,686,747
07/30/32	100.000000%	\$230,000,000

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 investors 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.