

**Offering Circular Supplement
(To Offering Circular dated April 23, 2015)**

**Freddie Mac
Mortgage Participation Certificates**

The Offering Circular is being amended, effective immediately, as follows:

1. The third sentence of the first paragraph in the section entitled “**Description of the Mortgages – Adjustable Rate Mortgages (ARMs)**,” is hereby amended by substituting “(the “**Mortgage Margin**”) in place of (“**Margin**”).”

2. Following the first paragraph in the section entitled “**Description of the Mortgages – Adjustable Rate Mortgages (ARMs)**,” the following language is added as the second paragraph:

“Effective June 29, 2016, Freddie Mac and Fannie Mae are implementing a new uniform ARM note, which will institute a mandatory lifetime floor equal to the Mortgage Margin applicable to the ARM. We will encourage all sellers to use the new ARM note on or after that date; provided, that we will require sellers to use the new ARM note for any ARMs with note dates on or after October 1, 2016.”

3. The first sentence of the first paragraph of the section entitled “**Description of the PCs – Payments of Interest – ARM PCs**,” is hereby deleted in its entirety and replaced with the following sentence:

“ARM PCs have PC Coupons that are based on the weighted average of the interest rates of each Mortgage in the related PC Pool, less the rate equivalent to the servicing fees and management and guarantee fees applicable to each such Mortgage.”

4. At the end of the second paragraph of the section entitled “**Description of the PCs – Payments of Interest – ARM PCs**,” the following sentence is added:

“The minimum PC Coupon for an ARM PC as of any Payment Date is the “**PC Margin**,” which equals the weighted average of the Net Margins of the ARMs backing such ARM PC. The “**Net Margin**” of an ARM means the Mortgage Margin of such ARM less the rate equivalent to the servicing fees and management and guarantee fees applicable to such ARM. The “**Mortgage Margin**” of an ARM means the number of percentage points that is added to the current Index value to establish the new interest rate at each interest adjustment date for such ARM.”

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5. In Appendix IV, the definition of the term “PC Margin” is hereby deleted in its entirety and replaced with the following definition:

“The weighted average of the Net Margins of the ARMs backing an ARM PC as of any Payment Date. For purposes of these definitions, (i) the “**Net Margin**” of an ARM means the Mortgage Margin of such ARM, less the rate equivalent to the servicing fees and management and guarantee fees applicable to such ARM and (ii) the “**Mortgage Margin**” of an ARM means the number of percentage points that is added to the current Index value to establish the new interest rate at each interest adjustment date for such ARM.”

6. In Appendix IV, the definitions of the terms “PC Lifetime Ceiling”, “PC Lifetime Floor”, “Component Coupon”, “Component Coupon Low”, “Component Coupon High”, “Component Lifetime Ceiling”, “Component Lifetime Ceiling Low”, “Component Lifetime Ceiling High”, “Component Lifetime Floor”, “Component Lifetime Floor Low” and “Component Lifetime Floor High” are amended so that the phrase “net of servicing, management and guarantees fees” included in each such definition is hereby deleted and replaced with the phrase “less the rate equivalent to the servicing fees and management and guarantee fees applicable to such Mortgages”.

7. In Appendix IV, the definitions of the terms “Component Margin”, “Component Margin Low”, “Component Margin High”, are amended so that the phrase “net of servicing, management and guarantees fees” included in each such definition is hereby deleted and replaced with the phrase “less the rate equivalent to the servicing fees and management and guarantee fees applicable to the related Mortgages”.

Capitalized terms used in this Supplement that are not defined in this Supplement shall have the meanings given to them in the Offering Circular.