

# FEDERAL RESERVE BANK OF NEW YORK

NEW YORK, N.Y. 10045

AREA CODE 212-720-5000

November 28, 1988  
Clearing Memo #147

Memorandum to Institutions Maintaining  
Direct Wire Facilities with the Federal Reserve  
Bank of New York For Securities Transfer:

RE: Expansion of Book-Entry Services for the Federal  
Home Loan Mortgage Corporation

The Federal Home Loan Mortgage Corporation (Freddie Mac) will begin issuing floating rate debenture securities in book-entry form on December 5, 1988. The Federal Reserve Bank of New York (FRBNY) has been named Fiscal Agent with respect to these securities.

The Freddie Mac transactions will be handled by FRBNY's securities transfer system. Transfers of Freddie Mac obligations will be governed by the same procedures and prices applicable to transfers of other non-Treasury book-entry securities. The obligations will be transferable nationwide upon issuance.

A. CUSIP Number/Security Description

The security will be assigned a unique nine character CUSIP number. The security description field (line 8 of the securities message) will include the alpha mnemonic (FMFR), floating rate reference instrument (e.g., 03TB, 3 month Treasury Bill), the series and year of maturity. An example of this is "FMFR 03TB A 12/01/88".

B. Denominations

The minimum and multiple denominations will be announced with the issue.

C. Original Issue

On the original issue settlement date, Freddie Mac will transmit the securities through the securities transfer system to depository institutions (DIs). The original issue will be effected by sending a type code 25 message (Reversal Code 2502) which will transfer the securities against payment to the purchaser's account from the Freddie Mac's issuer account.

D. Secondary Market Transactions

These transfers will be effected using the standard type code 20 message, and will be governed by the same procedures and prices applicable to transfers of other non-Treasury book-entry securities.

E. Principal and/or Interest Payment

The principal and/or interest payments for the securities will be automated. On the payment date, FRBNY will wire proceeds via type codes 89 and 8906 respectively, to book-entry account holders. The procedures for processing these payments will be the same as those presently in place for effecting payments for other book-entry non-Treasury securities.

Questions regarding this announcement should be directed to Pat Hilt-Lupack, Manager, Securities Transfer Department, on (212) 720-5379.

Sincerely,



Carol W. Barrett  
Vice President