February 16, 1996
Clearing Memo #193

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

FROM: H. F. Wiener, Vice President
Electronic Payments Function

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

The Federal Home Loan Mortgage Corporation (Freddie Mac) will
begin issuing Optional Principal Redemption and Amortizing
securities in book-entry form in the near future.

These securities will be handled in the same manner as
existing securities of these types issued by the Federal Farm
Credit Banks, the Federal Home Loan Banks, the Student Loan
Marketing Association and the Federal National Mortgage
Association.

As described earlier, in Clearing Memo #184, the Optional
Principal Redemption securities will be identified by the alpha
mnemonic "OR" in the security description and the Amortizing
securities will be identified by the alpha mnemonic "AS" in the
security description. An example of this is: "5.00 FMOR A 97-02"
or "5.50 FMAS B 98-03".

Questions regarding this announcement should be directed to
Gail Armendinger, Staff Director, Securities Transfer Division on
(212) 720-7980.