



**Office of Federal Housing Enterprise Oversight
(OFHEO)**

STATEMENT

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**Statement of OFHEO Director Armando Falcon, Jr.
on Freddie Mac Restatement**

"The completion of the audit work for 2001 and 2002 represents significant progress toward accurate and certified financial statements. However, more remains to be done by Freddie Mac, including completion of the 2003 quarterly financial statements and timely quarterly disclosures going forward.

"The necessity of this restatement and the magnitude of the accounting improprieties and management misconduct reinforce the need for remediation and enforcement actions by OFHEO. The circumstances that gave rise to this restatement are the subject of our ongoing investigation and will be fully addressed in our forthcoming report. "

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OFHEO's mission is to promote housing and a strong national housing finance system by ensuring the safety and soundness of Fannie Mae and Freddie Mac.