



OFFICE OF FEDERAL HOUSING ENTERPRISE OVERSIGHT
1700 G STREET NW WASHINGTON DC 20552 (202) 414-3800
Office of the Director

June 12, 2003

Shaun F. O'Malley
Chairman of the Board
Freddie Mac
8200 Jones Branch Drive
McLean, VA 22102

Via Facsimile

Dear Mr. O'Malley:

We are in receipt of the compensation packages for Messrs. Leland Brendsel, David Glenn and Vaughn Clarke.

OFHEO has begun its review including preliminary meetings with Freddie Mac staff. OFHEO will inform you of its views regarding the packages once its investigation is complete.

Please be reminded that these benefits are not to be provided until we have completed our review and a determination is provided to you.

Thank you for your cooperation.

Sincerely,

[signed Armando Falcon, Jr.]

Armando Falcon, Jr.
Director

Copy to: Gregory J. Parseghian
Chief Executive Officer
Freddie Mac