



NATIONAL CREDIT UNION ADMINISTRATION
Washington, D.C. 20516

GC/YG:ccl
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5/23/86

Office of General Counsel

John L. Davenport, Esq.
Associate General Counsel
Liberty Financial Services
Federal Reserve Plaza
Boston, MA 02210

Dear Mr. Davenport:

This responds to your letter dated April 14, 1986, concerning the permissibility of Federal credit union (FCU) investment in the Liberty Mutual U.S. Government Guaranteed Securities Income Trust (Trust), Prospectus and Statement of Additional Information dated February 7, 1986, Supplement to Statement of Additional Information dated April 10, 1986.

We have reviewed the Supplement to the Statement of Additional Information and find that the changes made satisfactorily address the concerns expressed to you in our letter of April 1, 1986.

In light of the changes, it is now the opinion of this Office that the above Trust is a legal investment for FCU's. This should not, however, be interpreted or represented as NCUA's endorsement, recommendation, or approval of the Liberty Mutual U.S. Government Guaranteed Securities Income Trust. It is merely our opinion that the investment is legal for FCU's. Any communication with Federal credit unions concerning our opinion must clearly state this distinction.

I hope we have been of assistance.

Sincerely,

(Signature)
STEVEN R. BISKER
Assistant General Counsel

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