

**FRANKLIN  
GROUP OF FUNDS**

777 Mariners Island Blvd.  
San Mateo, CA 94404  
415/570-3000



July 18, 1986

GC/SRB:sg  
4660  
July 30, 1986

Hattie Ulan, Esq.  
Office of General Counsel  
National Credit Union Association  
1776 G Street, N.W.  
Washington, D.C. 20456

Re: Franklin Custodian Funds, Inc. -  
U. S. Government Securities Series

Dear Ms. Ulan:

Enclosed is a copy of the amended Statement of Additional Information for the above-captioned fund which, at page 11, incorporates the language we have been discussing.

We understand that your office will issue a final letter of approval upon receipt of this final document.

Please accept our appreciation for your assistance with this matter.

Sincerely yours,

Sandra Peterson  
Legal Assistant


SP:jls

Enclosure

The following investment,  
U.S. Gov't. Securities Series of  
Franklin Custodian Funds - Prospectus dated  
is a LEGAL investment for FCU's. 2/1/86

NOT LEGAL -- not in compliance with:  
\_\_\_\_\_ § \_\_\_\_\_  
\_\_\_\_\_ § \_\_\_\_\_

Other \_\_\_\_\_

  
STEVEN R. BISKER  
Assistant General Counsel

*7/2/86*

FOIA Vol I.E.2.