

SULLIVAN & CROMWELL

NEW YORK TELEPHONE: (212) 558-4000
TELEX: 62694 (INTERNATIONAL) 127816 (DOMESTIC)
CABLE ADDRESS: LADYCOURT, NEW YORK

125 Broad Street, New York 10004

250 PARK AVENUE, NEW YORK 10177
1775 PENNSYLVANIA AVE., WASHINGTON, D. C. 20006
444 SOUTH FLOWER STREET, LOS ANGELES, CA 90017
8, PLACE VENDOME, 75001 PARIS
9 IRONMONGER LANE, LONDON EC2V 8EY
140 WILLIAM STREET, MELBOURNE 3000 (ASSOCIATED FIRM)

August 19, 1986

Yvonne Gilmore, Esq.,
Office of General Counsel,
National Credit Union Administration,
1776 G Street, N.W.,
Washington, D.C. 20456.

*GC/YG:sg
4660
August 26, 1986*

Re: Bullock U.S. Government Income
Shares, Inc. (the "Fund")

Dear Ms. Gilmore:

Pursuant to our discussion on August 14, 1986,
enclosed please find:

- (a) Prospectus, dated April 30, 1986, of the Fund;
- (b) Statement of Additional Information ("SAI"), dated April 30, 1986, of the Fund; and
- (c) Proposed stickers for the Prospectus and SAI limiting the Fund's investment authority to investments eligible for investment by Federal Credit Unions under 12 U.S.C.A. § 1757(7) and (8).

As representatives of the Fund have previously discussed with you, the Fund would like the National Credit Union Administration to issue its written approval that the Fund's shares are eligible for investment by Federal Credit Unions.

After you have had an opportunity to review the enclosed materials, please contact me at (212) 558-3840 with any comments. Once the language of the stickers has been approved by you, the Fund has advised us that it intends to adopt them. (Since this requires action by the Fund's Board of Directors, the Fund wishes to delay formal adoption of the stickers until they are approved by your office.)

TOTAL VOL 112

Yvonne Gilmore, Esq.

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The Fund is grateful for your assistance and cooperation in this matter.

Very truly yours,

John T. Bostelman

John T. Bostelman

(Enclosures)


cc: Mr. Paul T. Summer
(Calvin Bullock, Ltd.)

This is not a recommendation by NCUA

The following investment,
Bullock v. S. Govt. Income Trusting
Trust for AT & T - Super & Stocker, dated 8/18/56
 is a LEGAL investment for FCU's.

NOT LEGAL -- not in compliance with:
 _____ § _____
 _____ § _____

Other _____

 *Steven R. Bisker*
 STEVEN R. BISKER
 Assistant General Counsel