



NATIONAL CREDIT UNION ADMINISTRATION
Washington, D.C. 20456

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August 12, 1987

Office of General Counsel

John A. Cooney, Esq.
Dorsey & Whitney
2200 First Bank Place East
Minneapolis, Minnesota 55402

Dear Mr. Cooney:

This is in response to your letters of May 4, 1987, and June 26, 1987, regarding the permissibility of Federal credit union (FCU) investment in the AMEV U.S. Government Securities Fund and the Carnegie Government Securities Trust.

As you know, in the past this Office has, at the request of members of the public, including brokers, credit unions and law firms, reviewed prospectuses of mutual funds and made a determination as to whether a particular mutual fund constitutes a permissible investment for FCU's. This Office has temporarily suspended this service, and is considering a new policy in which it would no longer review prospectuses for the public, but would leave the responsibility of determining whether a particular mutual fund is a legal investment for FCU's to the individual credit unions. You had requested a determination by this Office as to the legality of the above-referenced mutual funds. Such a determination will not be made until a decision is rendered with respect to whether this Office will continue reviewing prospectuses of mutual funds for the public. We anticipate that this decision will be made shortly.

Sincerely,

STEVEN R. BISKER
Assistant General Counsel

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FOIA Vol. I, E, 2 Mutual Funds