



NATIONAL CREDIT UNION ADMINISTRATION

WASHINGTON, D.C. 20456

April 23, 1990

Ms. Maria B. Diaz  
Rogers & Wells  
200 Park Avenue  
New York, NY 10166

Re: NCUA Policy Concerning Mutual  
Funds (Your April 17, 1990, Letter)

Dear Ms. Diaz:

This is the written confirmation you requested with respect to NCUA policy concerning permissible mutual fund investments for Federal credit unions. The policy would require a mutual fund's Prospectus or Statement of Additional Information to provide that the type of investments that the fund will make and the fund's investment practices may only be changed if authorized by majority shareholder vote. Although NCUA has considered adopting such a policy and considers it a prudent one, it has never been formally adopted.

Sincerely,

Hattie M. Ulan  
Associate General Counsel

GC/HMU:sg  
SSIC 4460

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