

PANNOVIA

Federal Credit Union

WINTER 2004

First Quarter

7 Ways to Start the New Year Off Right

- 1 Make the Credit Union Your Primary Financial Institution.** Move your financial services to the Credit Union, and experience the difference. Share with us what you need and we'll help you with a financial plan to beat all previous New Year's resolutions!
- 2 Pay Yourself First.** We offer special tools that help you get the best use of your paycheck. Utilize direct deposit to force regular savings habits and to save time on payday.
- 3 Spot-Budget for 2005.** Target challenge areas such as clothing or entertainment, and build a budget around them. Get a book that will allow you to save receipts for these categories and take notes on how well the budget is working.
- 4 Check Your Credit Report.** Make a ritual of checking your "slate" at the beginning of the year to be sure it's clean. If you are unsure of how to obtain a copy of your credit report, contact the Credit Union.
- 5 Take Care of Any Charged Holiday Expenses Early.** Put a cap on holiday charges. If consolidating your credit cards at a lower rate is in order, handle it soon after the new year. We always have valuable tools to help you manage your debt.
- 6 Create an emergency fund.** Start by returning unwanted gifts quickly so that you don't get stuck with a reduced price, or go to eBay to auction off those items you'll never use. Having the money in an account is far more practical than saving those items for next year's white elephant or re-gifting!
- 7 Be Realistic with your Resolutions.** Those that are not based on reality often end up broken within the first week of the new year. Think about your habits and break down your resolution into small tasks or behavioral changes. You're more likely to succeed in making a change, and will be able to look back on 2005 with satisfaction.

The CU Difference People Over Profits

Did you know that credit unions, unlike other banking institutions, are owned and operated by its members? The Credit Union Board of Directors, which gives direction and sets operating policy, is made up of volunteers elected from and by the membership.

Credit unions return profits to members (shareholders) after required reserve requirements are set aside, in the form of better rates on savings and loans, new financial products, and easier access to accounts.

Your Credit Union is committed to improving the lives of its members by encouraging regular savings, counseling about credit, providing pertinent information about personal finances, and continuing to respond to your financial needs.

We invite you and your family to take advantage of the many financial benefits of credit union membership. For more information regarding services and family membership, or to become more active in your own credit union membership, please contact the Credit Union. We look forward to serving you!

Our Solar System: Fact Or Fiction

Are the following statements about our Solar System true or false?

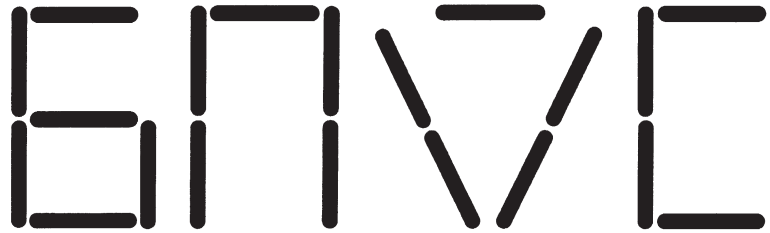
- The only star in our Solar System is the Sun.
- Earth is not perfectly round. It bulges at the equator and is flatter at the poles.
- The Moon travels around Earth at 22,900 miles per hour.
- Pluto is the smallest planet and farthest from the Sun.
- Mercury is the closest planet to the Sun.
- Venus rotates backwards on its axis compared to Earth.
- There is a band of asteroids between Mars and Jupiter.
- Uranus is known as the planet-on-its-side. Its axis tips almost 98 degrees.
- Neptune is a ball of hydrogen, helium, and methane.
- Saturn has no solid surface.

(Answers: All true)



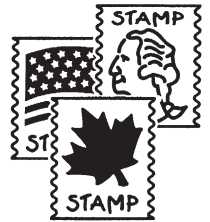
Pick-Up Sticks

Move two of the sticks to another location to find out what you should do with your money.



Collecting For Fun And Profit

Do you enjoy collecting things? Many kids — and grownups, too — collect things like stamps or dolls. It's exciting to find new items for your collection. Sometimes, for your birthday or at the holidays, someone will give you just the piece you have been wanting. That's fun, too.



Some collections can be quite valuable, for example, a coin collection. Others, like a sticker collection, are still fun to have but may not be worth a lot of money. Some collectibles are popular but then people lose interest in them. When fewer people are interested, they are worth less. If you are building a collection to make money off of it, you will want to stick with things like stamps and coins. These collections don't go in and out of fashion, like others might. The best place to start is at the library. There you'll find the books you need to learn more about collecting.

Make The Most Of Your Holiday Cash

If you get gifts of cash at the holidays, you have choices about what to do. You can spend it all or divide it up three ways: Money to spend; money to save; money to share.

Many stores put items on sale after the holidays. These sales mean you can still get the things you want and have money left over. If you save some of the money in your credit union share savings account, it will be there to use later for something else. You also can share some of your money with those in need. Ask your parents how you can make a donation. You'll feel great when you spend some, save some, and share some.

HEY KIDS!

It's a good habit to save money regularly at your Credit Union!



Calendar of Events 2005



MARTIN LUTHER KING, JR. DAY

Monday, January 17, 2005



Monday, February 14, 2005



Monday, February 21, 2005

Thanks for Using Your Credit Union

As 2004 draws to a close, your Credit Union would like to take a moment to say a big "thank you" for doing business with us this past year. We recognize that when it comes to financial services, you have many choices as to where you do your business.

You've stuck with us because you understand that your credit union is the better deal - we operate not-for-profit, but for the benefit of our members. We thank you for your business and look forward to continue serving you in 2005 and beyond.

FACT Act Information for Our Members

The Fair and Accurate Credit Act (FACT Act) of 2003 provides consumers with increased protection from identity theft and a better understanding of their credit reports and rights. The Act affects both consumers and financial institutions.

Under the FACT Act, as a consumer, you will have free annual access to credit reports and scores. You will also have better information about opting out of prescreened credit offers.

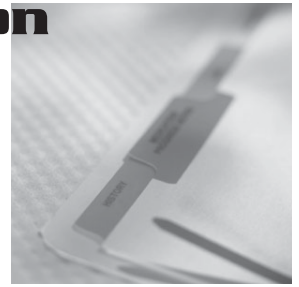
Notice to Members:

Under the FACT Act, credit unions are required to notify members if the credit union gives negative information to a credit reporting agency regarding credit extended to the member. You will receive a written notice from the credit union no later than 30 days after we provide such information to the credit reporting agency. We may or may not inform you of subsequent reports on the same credit account.

Credit unions offering mortgage loans based on credit scores are required to provide applicants with their credit scores.

For more information about the FACT Act and how it will affect you, please contact the credit union.

We may report information about your account to credit bureaus. Late payments, missed payments, or other defaults on your account may be reflected in your credit report.



*The office staff of Pannonia Federal Credit Union extends
a Mazel Tov to Chairman of the Board
and his wife, Albert J. and Gladys Mendel,
on the birth of their first granddaughter Mackenzie Cayla.
The proud parents are William and Laurie Hart.
Mazel Tov*



PANNONIA FEDERAL CREDIT UNION



**Building for The
Future...**

Partners with You



** FINANCE UP TO 80% OF PROPERTY VALUE. Rates subject to change and financing is subject to availability of funds.

- ** First Mortgage
 - ** Home Equity
 - Unsecured
 - New Car
 - Share Secured
 - Used Car
 - Ballloon Mortgages are available
- 80% of Market Value
80% of Market Value minus 1st mortgage
(Maximum 5 years) Personal Loan
(Maximum 5 years) 20% down



Join today so you and your family members can begin to realize the many benefits of Credit Union membership.

Pannonia Federal Credit Union
90 Bustleton Pike
Feasterville, PA 19053-6343

Pannonia Federal Credit Union

Credit Union Hours and Location

90 Bustleton Pike
Feasterville, PA 19053-6343
Phone: (215) 364-9900
Fax: (215) 364-8286
www.pannoniafcu.org

WINDOW HOURS

9:00 a.m. to 3:30 p.m.
Monday through Friday

Products and Services Available to You as a member of Pannonia Federal Credit Union

- Savings Accounts
- U.S. Savings Bonds
- Direct Deposit
- Wire Transfers
- Notary Services
- Loans:
 - Signature/Personal
 - Mortgage (Maximum 12 years)
 - Home Equity (Maximum 12 years)
 - New and Used Vehicle
 - Share Secured

Join today so you and your family members can begin to realize the many benefits of Credit Union membership including GREAT loan rates!