

PANNOVIA

Federal Credit Union

WINTER 2006

First Quarter

USA Patriot Act

You Can Help Us in the War on Terrorism

The USA Patriot Act requires credit unions to take extra security precautions to help the government fight the funding of terrorism and money laundering activities. Federal law requires all financial institutions to obtain, verify and record information that identifies each person who opens an account. These new procedures are designed to prevent crimes, such as identity theft and account fraud, that terrorists commit to finance their operations against the U.S. and its citizens.

Your Understanding and Cooperation Are Appreciated

When an account is opened or changed, you will be asked for your name, address, date of birth, and other information that will allow us

to identify you. We also ask to see your driver's license or other identifying government issued documents. The definition of an account covers a broad range of regular financial transactions such as deposit, transaction, asset, or credit accounts or other extension of credit. The required verification may be inconvenient for some but is a strong deterrent for terrorists and other criminals.

You can rest assured that we will only request the information required by the law and that we will use the information only for purposes of complying with the law. Your privacy is our top concern, and we will respect and protect it as always, consistent with the law's requirements.

Thanks for your understanding and help in this critical effort. The war on terrorism will be fought on many fronts and this is one of them.

Rainy Day Fund - Start One Today

Have you thought about what your 2006 New Year's resolution will be? Starting a savings account for emergencies (a rainy day fund) could be one of the best resolutions you ever make. If rough times ever happen to you and your family (job loss, unexpected illness, etc.), a rainy day fund can help you get through. Listed are a few ways to get you started with building your emergency fund.

1. Budget for full prices. Shop for reduced prices. Put the difference in your fund.
2. Always shop from a list at the grocery store.
3. Save all your change. Each night put your coins in a jar and add to your fund.
4. Use coupons. Pay the rainy day fund what you have saved. If you pay off a debt, act as if you haven't. Put that amount in your fund each month.
5. Look at your auto and home insurance deductibles. If you can increase them, put the savings into your fund.
6. Decide what you can afford to save — pay yourself first out of each paycheck.

There are many ways to save money. Remember, if you adhere to the "It's My Money and I'm Keeping It" credo, saving for a rainy day fund can be nearly painless. Stop by the credit union and let us help you start your rainy day fund.



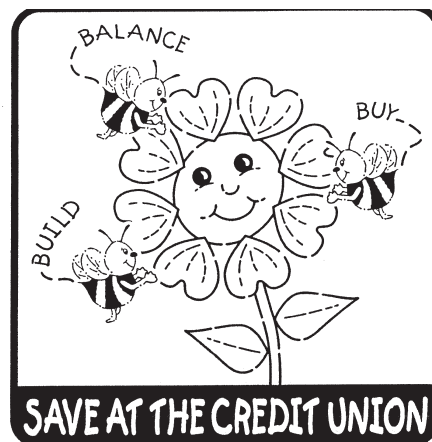
The 3 B's Of Budgeting

Some kids get a weekly allowance. Others get money for doing extra chores around the house or as a gift. No matter where you get money, here's how to make the most of it. Follow the three B's of budgeting:

1. Build up your money. Whenever you get money, even change, put at least part of it away in savings. Take it to the credit union to place in your share savings account. When you save at the credit union, your money will earn more money. This is called the power of compound interest.

2. Buy only what you need. Don't buy something just because your friend has it. Buy just the amount you need. For example, don't buy so much candy that you can't eat it all and end up throwing part of it away. That's like throwing your money away.

3. Balance your spending and saving. Sure, it's fun to spend money on things you want but saving money now lets you spend later.



Just For Laffs

Q. What do snails use to make their shells shiny?

A. Snail polish!



Money Facts

How do you know where a U.S. coin was made? Each coin has a mintmark on it showing what minting facility it was made at: "P" for Philadelphia, "D" for Denver, and "S" for San Francisco. This mark can be found to the right of the subject's head on the front side of the coin.



A Long Winter's Nap

Have you ever wondered why animals hibernate in the winter? Some animals are not adapted for life in the winter months, and when it starts to get cold, they go into a deep sleep known as hibernation. Hibernation actually means to go into a dormant or inactive state. Brought about by shorter days, cold temperatures, and shortage of food, hibernation is a sleep-like state in which the body temperature drops and the heartbeat slows down. For example, a ground squirrel's heart rate drops from a normal 150 beats per minute to 5 beats per minute. In the hibernation state, animals use stored-up fat for nourishment, and it also is a way for the animals to conserve their energy.



Animals that hibernate include chipmunks, ground squirrels, mice, woodchucks, groundhogs, hedgehogs, and some types of bats. Snakes, toads, frogs, terrapins, and newts also hibernate. Some animals (such as bears, badgers, raccoons, and opossums) are torpor hibernators. They enter into a state of prolonged sleep in the winter with little or no drop in their body temperature and can be awakened easily. This is not considered true hibernation.

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.

Not In A Row

Can you place six Xs in the grid below without having three Xs in a row?

Answers: Not In A Row

X	X			X	X
X		X		X	X
	X	X		X	X

Calendar of Events 2006

**HAPPY
2006**



**Martin Luther
King, Jr.**

Monday, January 16, 2006

**VALENTINE'S
DAY**



*Monday
February 20, 2006*

PRESIDENTS' DAY

Thanks!

As the year 2005 draws to a close, we at the credit union would like to take a minute to say "thank you" for doing business with us and staying with us. We realize the decision of where to conduct your financial business is a choice — a choice that is growing in options every week and month as new players enter the field with introductory offers.

Your credit union maintains that when you take everything into consideration — lower interest rates and fees on loans and higher interest rates on savings — that we (the credit union) provide the best overall deal on services from a financial standpoint. That, combined with our friendly, personal service and the fact that our money stays in the local community, makes your credit union shine head and shoulders above the competition. Thanks staying with us!

NEW WHEELS For The New Year?

If the thought of making it through another winter with the same old vehicle (wondering each time if it will start) is just too much to bear, maybe it's time to shop for a new car, truck, or sport utility vehicle with a loan from your credit union.

The end of the year can be a great time to shop. Dealers are always looking to trim their year-end inventory for tax purposes. With dealer and manufacturer incentives, it's not unusual to snag a vehicle at or below dealer cost.



If you're thinking of a vehicle, the first place to stop is your credit union. Let us help assess your situation. We can help narrow the choices, based on your needs. Then, let us pre-approve you for a loan. We have long maintained that you get the best overall deal by buying your vehicle from the dealer and buying your loan at the credit union. Then, with your pre-approved loan in hand, you can shop at the dealer and bargain from a position of authority. Tell them to apply any dealer and/or manufacturer incentives directly to the purchase price.

If it looks like the old set of wheels just isn't going to make it through another winter, or you just like the idea of new wheels for the new year, stop by or call your credit union today and let us get you in the right set of wheels for the right price.

HELP! Do YOU know where these people are?

If you know where we can locate any of these members, please call the Credit Union.

Eugene Caplan
Carolyn Fiermonte
Irv Flick
Robert Furman
David M. Hirsch
Nita Kauffman
M. K. Kester
Doris Levin

Maurice Mendelson
Yacov Pinhasi
Leonard Rasansky
Paul Rosner
Len Seltzer
Fay Snyder
Henrietta Weiss
Jill Zeitenberg

PANNONIA FEDERAL CREDIT UNION



**Building for The
Future...**

Partners with You

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



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

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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!