

PANNONIA

Federal Credit Union

SUMMER 2005

Third Quarter

NOTICE OF PRIVACY PRACTICES FOR CREDIT UNION MEMBERS

IMPORTANT INFORMATION ABOUT THE PERSONAL DATA YOUR CREDIT UNION COLLECTS, AND HOW IT IS USED

To assure the continued privacy and confidentiality of your personal financial information, your Credit Union observes these practices and procedures:

Information We Collect

We collect nonpublic information about you from some or all of the following sources:

- Information we receive from you on applications or other forms;
- Information about your transactions with us, our affiliates, or others; and
- Information we receive from a consumer reporting agency.

Information We Disclose

We do not disclose any nonpublic personal information about our members and former members to affiliates or non-affiliated third parties except as permitted by law.

Our Security Measures

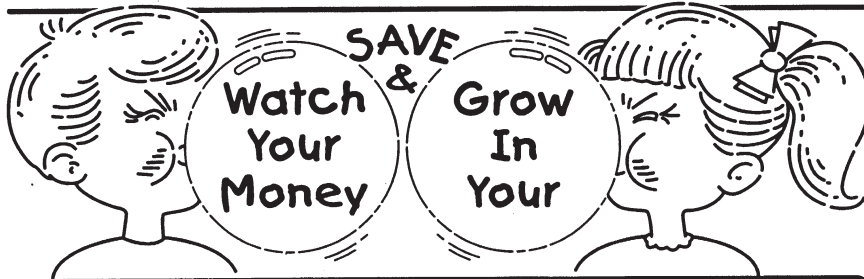
We restrict access to nonpublic information about you to those employees who need to know that information to provide products or services to you. We maintain physical, electronic and procedural safeguards that comply with the Federal regulations to guard your nonpublic personal information.

Credit Union members and the public may receive copies of this notice of privacy practices by contacting the Credit Union.

The Board of Directors and the employees of Pannonia Federal Credit Union extend hearty good wishes for health and happiness to Shirley Gilarsky who has retired after almost 30 years of service.

Shirley and her husband Ben plan to spend some time with their daughter Diane MacLean and her family in Charlotte, North Carolina and their son Dr. Bruce Gilarsky and his family in Sparks, Maryland.



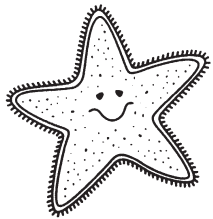


Credit Union Share Account!

Watch Your Money Grow

Do you get an allowance? Or do you earn money for doing extra chores around the house? Or maybe you received cash as a gift on your birthday. Whenever you get money, it's fun to spend it. But plan to save some of it, too. By putting part of your money in your share account at the credit union, you will have money to spend later. Plus, you will get more money back than you put in. That's because the credit union pays you for keeping your money there. The money you earn in your credit union account is called a dividend. The sooner you start, the more you'll make. You'll earn extra because of the magic of compound interest. You make money on what you deposit, and you also make money on the dividends that you've earned. For example, say you have \$100 in savings that's earning 1.5% interest and if you add \$10 per month for 12 months, next year you will have \$222 in your account. So start saving today and watch your money grow.

Starfish Facts



- ✓ Sea star is the real name for the starfish.
- ✓ A starfish is not actually a fish. It has no gills or fins, and it also doesn't

have a skeleton.

- ✓ Starfish usually have five or more arms (called rays). These are used for movement and to capture it's prey.
- ✓ Starfish have five orange eyespots (one at the end of each arm). The starfish can't see but uses its eyespots to sense light and dark.
- ✓ Starfish can move in any direction without turning. Underneath each arm are hundreds of tiny suction cup feet that the starfish uses to propel itself.
- ✓ The starfish's diet can include mussels, clams, snails, barnacles, and sea urchins.
- ✓ In order to eat, the starfish shoves its stomach completely out of its body through its mouth and over the food. The meal is eaten and digested before its stomach is pulled back inside.
- ✓ Starfish can grow back arms that have been damaged or removed.

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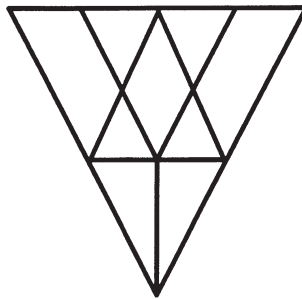
Fun Facts

- ★ Did you know that WOW turned upside down spells MOM?
- ★ A clock ticks off 86,400 seconds each day.



★ ★ Brain Teaser ★ ★

How many triangles can you find?



Five Ways To Earn Extra Money This Summer

School is out and that means it's a great time to earn extra money. Here are five ideas. Pick one or more to make some moolah.



1. **Yard or garden work.** Mowing lawns and weeding gardens are time-honored ways to earn money in the summertime. Ask if you can have a little space in the garden. Then grow your own vegetables or flowers and sell them to neighbors.
2. **Basement or garage cleaning.** Most grownups hate cleaning — especially big jobs. They will likely be glad to pay for your assistance.
3. **Garage or yard sale.** Do you have toys you never play with or clothes you've outgrown? Check with your parents to see if you can sell them. Team up with friends so there is a bigger selection to attract buyers.
4. **Walking dogs.** Offer to walk your neighbors' dogs this summer.
5. **Party assistance.** Check with neighbors or family friends to see if you can help with entertaining, for example, decorating or cleaning up before, during, and after the party.

Answer: There are 12 triangles.

Just For Laffs

- Q. What starts with P, ends with E, and has thousands of letters in it?
- A. Post Office!



Calendar of Events 2005



Monday, July 4, 2005



Monday, September 5, 2005

Vacation Dreams...

Summertime is vacation time for many families, with the kids off from school and warm weather beckoning from virtually all corners of America and beyond. If you need a little (or a lot) of financial help in making your travel dreams come true, visit your Credit Union.

We have a variety of loan products available that can be tailored to your individual situation - all with convenient terms and low interest rates. Many people put their travel expenses on a credit card, but this may not always be a smart way to go. With high interest rates combined with making minimum payments, you could be paying for that vacation for years to come. So, go ahead and plan your vacation, but when it comes time to pay, leave that credit card in your wallet and come see your Credit Union for financing.

PANNONIA FEDERAL CREDIT UNION

FINANCIAL STATEMENT - DECEMBER 31, 2004

ASSETS

Loans	\$ 7,171,570
Less: Allowance for Loan Losses	(79,124)
Cash in Bank	637,317
Shares, Deposits in Banks, S&L's	827,139
Shares, Other Credit Union	1,119,553
Common Trust Investments	1,677,960
Furniture and Fixtures	47,109
Land & Building	745,851
All Other Assets	95,828

TOTAL ASSETS..... \$12,243,203

Loans made during 2004	90 for \$2,784,536
Loans made since organization	67,790 for \$28,761,930
Total dividends paid in 2004	\$94,813

LIABILITIES SAVINGS EQUITY

Accounts Payable	25,078
Shares	7,907,298
Regular Reserve	901,362
Undivided Earnings	3,409,465

TOTAL LIABILITIES

SAVINGS EQUITY..... \$ 12,243,203

Get Pre-Approved For a Vehicle Loan at Your Credit Union

If you're thinking of buying a new or used vehicle this summer, your Credit Union urges you to get pre-approved first - then visit the dealer. Getting pre-approved costs nothing. It simply tells you the amount of money you can borrow on a moment's notice on a vehicle. Then, you can shop from a position of authority, knowing that you have virtually instant access to any amount of money up to your approved limit.



With a pre-approved loan from the Credit Union, you can bargain from a position of authority, knowing that you have the financing already in place. If you do a little research, you can find whether the vehicle of your choice comes with any factory or dealer incentives. Request that any incentives (plus whatever discounts you are able to negotiate on your own) be applied to the purchase price rather than "lumped in" with dealer financing. The dealer financing is generally over-priced to begin with, negating any savings you have earned from the incentives programs. Once you have your "bottom line" price, contact the Credit Union.

PANNONIA FEDERAL CREDIT UNION



Building for The Future...

Partners with You

Joan C. Eliason, President
e-mail: pannonia@pannoniafcu.org



Office: (215) 364-9900
Fax: (215) 364-8286

**** First Mortgage**
**** Home Equity**
Unsecured
New Car
Share Secured
Used Car
Balloon Mortgages are available
**** 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

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!