

PANNOVIA

Federal Credit Union

Summer 2009

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.

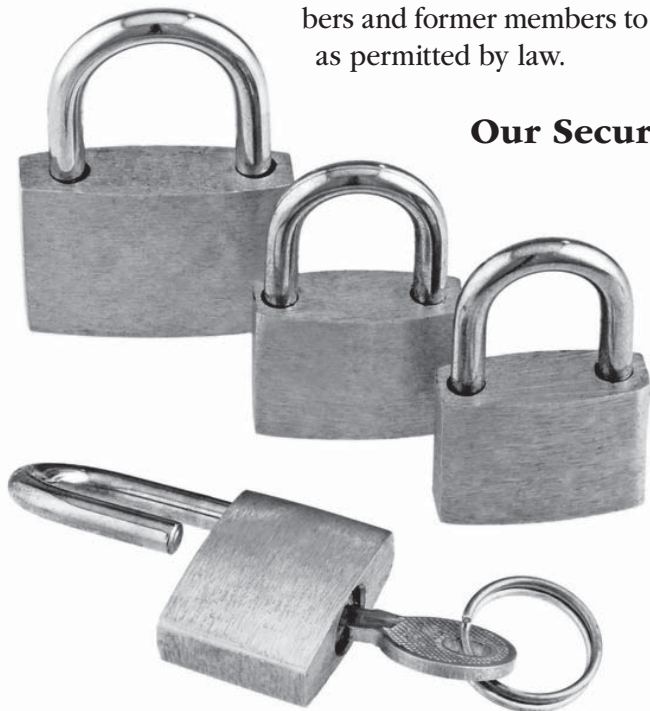
Information We Disclose

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 Promise to Members

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.

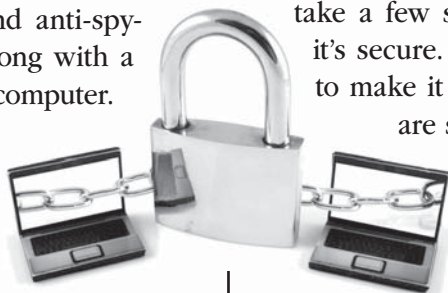
Credit Union members and the public may receive copies of this notice of privacy practices by contacting the Credit Union.



Protect Yourself Against Identity Theft By Way Of Your Computer

According to the Federal Trade Commission, approximately 9 million people fall victim each year to identity theft. An easy way for thieves to target you is through your computer and online activities. Your credit union offers these tips to help you secure your personal information:

- Use anti-virus and anti-spyware software along with a firewall on your computer.
- Install software updates and fixes as soon as they become available.
- Never, never enter private (personal) information on public computers (hotel, airport, library, etc.). These computers may be infected with a keylogger or spyware that captures everything you type.
- Protect passwords. Use at least seven characters and have your passwords contain numbers and upper/lowercase letters.
- Never click on e-mail messages that contain hyperlinks to websites. Close the e-mail and manually type in the address.
- Be careful about opening any attachments or downloading any files from e-mails.
- Don't e-mail personal or financial information. E-mail is not a secure method of transmitting personal information.
- If you initiate an online transaction that contains personal or financial information through an organization's website, always make sure



that the site is secure. There should be a lock icon on the browser's status bar and the URL for the Web site should begin with "https:" — the "s" stands for secure.

Securing Your Home While on Vacation

The last thing you want to worry about while on your much-needed vacation is your home. If your home will be vacant while you're away, take a few steps to ensure that it's secure. Here are a few tips to make it look as though you are still at home:

- Make it appear that you're at home — use timers to turn on interior lights at normal intervals and use a timer to turn on and off a radio.
- Never leave a message on your phone voicemail saying that you will be away.
- Ensure all windows are locked and secure. Place a strip of wood in sliding window tracks and sliding glass doors for extra security. Also, always lock the door to your attached garage.
- If you normally park a car in your driveway, ask a neighbor to park their car there.
- Have someone mow your lawn.
- Cancel the newspaper and suspend mail delivery for the time you're away by filling out a simple form with the post office and calling the newspaper circulation department. Make sure you give several days notice.
- Don't leave a key hidden outside your house. Instead, leave it with

a trusted family member, friend, or neighbor. Have this person check your house regularly. Let this person know how long you'll be gone and when you'll be returning. Also, leave information about how you can be contacted in case of an emergency.

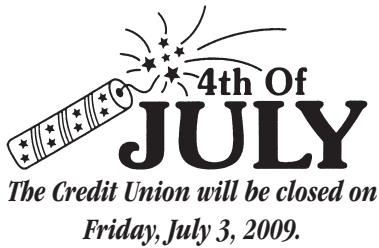
Home Equity Loan: Still A Smart Way to Borrow

The housing bubble may have burst, but that doesn't necessarily mean you've lost all the equity



in your home. While the value of many houses has dropped, if you have lived in your home for a few years and are current on your mortgage payments, you will likely have built up some equity. And if you need money for major home repairs or renovations, a new vehicle, or other productive purpose, tapping that equity can be a smart way to borrow. That's because the interest on your home equity loan may be tax deductible; consult your tax advisor for more information. In addition to potential tax savings, a home equity loan can provide you with more favorable terms than other loans or sources of credit. For example, if you are planning to replace your leaky roof or your drafty windows, a home equity loan will certainly cost you less than running up charges on your credit card at the home improvement center. If you need cash, a home equity loan may be just the ticket. So stop by or call the credit union today to find out more.

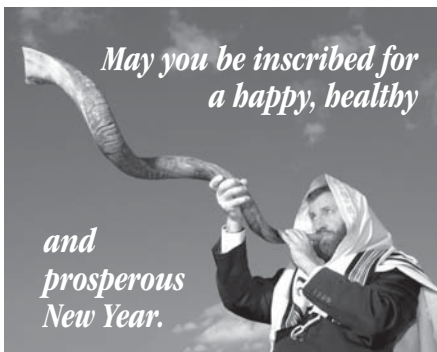
Calendar of Events 2009



LABOR DAY

Monday, September 7, 2009

The Credit Union will be closing
at noon on Friday, September 18, 2009



The Credit Union will be closed
on Monday, September 28, 2009 in
observance of Yom Kippur. Have an
easy fast.

The Last Word
Families are like fudge...
mostly sweet with
a few nuts.

Your Savings
At The Credit Union
Are Insured To At Least
\$250,000



PANNONIA FEDERAL CREDIT UNION FINANCIAL STATEMENT - DECEMBER 31, 2008

| ASSETS | | LIABILITIES SAVINGS EQUITY | |
|---------------------------------|---------------------|----------------------------|--------------|
| Loans | \$7,413,481 | Accounts Payable | \$29,112 |
| Less: Allowance for Loan Losses | (6,477) | Shares | 6,776,196 |
| Cash in Bank | 2,111,240 | Regular Reserve | 901,362 |
| Shares, Other Credit Unions | 858,483 | Undivided Earnings | 3,544,835 |
| Common Trust Investments | 26,625 | TOTAL LIABILITIES | |
| Furniture and Fixtures | 25,045 | SAVINGS EQUITY | \$11,251,505 |
| Land & Building | 753,263 | | |
| All Other Assets | 69,845 | | |
| TOTAL ASSETS | \$11,251,505 | | |

Loans made during 2008..... 55 for \$2,605,723
Loans made since organization 67,044 for \$38,106,225
Total dividends paid in 2008 \$155,700

Teach Your Children To Save

It's said that charity begins at home. But as important as it is to teach your kids about sharing with those less fortunate, an equally vital lesson is the benefit of saving. Many money management experts recommend using an allowance as the primary teaching tool. An allowance provides a hands-on method of teaching your children both how to spend and how to save.

An allowance for a child is the same as a paycheck for an adult. Both involve the need for planning and decision-making. By using their own funds, their limit becomes real and tangible to them. When they only get a certain amount each week — rather than treating your wallet like an unlimited cash machine — it will quickly become clear they can't have everything they want. Your kids should understand why they are receiving an allowance and what expenses they are supposed to cover with it, including setting some of the money aside in savings. Help your children decide on a sensible amount to save each week — at least 10 percent of their allowance or total income.

Show them how by saving money from each week's allowance, they will eventually be able to purchase items they want but can't afford right now. Also stress the benefit of saving for long-term goals, like a car or college. Bring your kids to the Credit Union and help them make deposits in their very own share savings accounts. The sooner you can help get your kids into the savings habit, the better.



Keep Us Current with Your Address

Don't forget to let us know of your change of address if you move. We need your current address for our mailings. Keep your account safe by being sure it is going to your address and not the new occupants of your old house. And remember, once a member, always a member. So if you move out of state, you can continue being a member of the Credit Union.

We do business in accordance with the
Federal Fair Housing Law and the
Equal Housing Opportunity Act.



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

Ballroom Mortgages are available

Used Car

Share Secured

New Car

Unsecured

** Home Equity

** First Mortgage

(Maximum 5 years) 20% down

(Maximum 5 years) Personal Loan

80% of Market Value minus 1st mortgage

80% of Market Value

*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
- Wire Transfers
- Notary Services
- Direct Deposit

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