



Credit Union News

International Airline Employees Federal Credit Union

3rd Quarter 2004

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COLLEGE BOUND

Sign up your sons and daughters now for an IAEFCU VISA CARD!

IAEFCU Mission Statement:

Our Financial Institution was founded on the principles of:

- Confidential, personalized service
- Low loan rates and high savings rates
- Education of our members in building financial security
- Conservative management to preserve our members' assets
- Promoting a cooperative work environment for our employees.

The IAEFCU 43rd Annual Meeting Results

91 Credit Union Members showed up on June 8th 2004 to participate in our 43rd annual meeting held at La Maganette Restaurant, located in Manhattan, New York. We had members from Air France, Finnair, KLM, Kuwait, Sabena, SAS, Swiss International, and the Credit Union. Each was greeted at the door, was signed in and presented with a Ballot and a Door Prize Ticket. An hour reception was followed by a buffet dinner, desert, elections, official reports and the door prize raffle.

Highlight of the official's reports are as follows:

- **Supervisory Committee Chairman, Diego Franco**, stated that the annual check on all members' accounts turned up no discrepancies or errors. Likewise our annual internal audit showed everything in good order. Our last NCUA examination gave us the top grade for excellence in management and financial soundness and the next exam is due by the end of the year.
- **Treasurer Bob Kramer** contrasted the Credit Union of 25 years ago when we had fewer than 800 members and \$1.7 million in assets with the position today with over 2500 members and assets of \$28 million. This has been a remarkable period of growth far outstripping that of many corporations. It was also a reflection of the services we provide for our members. Our solid financial reserves of over 14% of assets gives us the strength to respond to our members' needs and to continue to expand our range of services and add to our fields of membership.
- **President John Harrison** welcomed new members from Kuwait Airways, SN Brussels Airlines, and Club ABC Tours. We were now seeing renewed growth at the rate of 10 to 20 new members a month, mostly younger members who were borrowing for a college education, or getting married, or starting new families. That is very welcome as assuring the CU's future, and providing an outlet for the savings of older members. AJH also pointed out that we do not rely on fees to generate income as many banks now do for overdrafts, which the banks encourage with the approval of the Federal Reserve. For instance, we transfer funds from savings to checking without charge to meet checking overdrafts. Likewise we charge no fee to receive wire transfers unlike many banks which charge \$40 for this service.
- **CEO Regina Kaler** spoke to internet banking and other services we offer members, notably Visa Platinum Cards with many valuable services, which we issue without charge. We charge no fees for cash advances or transfers, and there are no annual fees or over-the-limit fees. Regina then read our Mission Statement (which you will find elsewhere in this newsletter) and introduced our CU Staff: Phillip Chan – Loan officer; Sonja Flagg – Operations Supervisor; Yvette Simeon-Colquhoun – Member Services Rep; and Marcus Gardner – Member Service Rep & Website Administrator. Regina encouraged the membership to use all the resources available on our expanded web site and thanked members for their continued support.

Many thanks to the following IAEFCU Board of Directors who generously volunteer their time to govern Int'l Airline EFCU and were re-elected to serve:

James P. Brennan, Vice President – 1 year term **Manfred P. Schlarb**, Director – 3 year term
Gerald J. Pinola, Director – 3 year term

Thank you to the following IAEFCU Board of Directors who continue to serve out their terms:

Om P. Bhambri, Director – 2 year term **Regina M. Kaler**, Director – 1 year term
A. John Harrison, President – 2 year term **Robert Kramer**, Treasurer/Secretary – 1 year term

Continued on page 2...

Annual Meeting

...Continued from page 1

Thanks also to our Supervisory Committee who also volunteer their time and efforts to our Credit Union:

Franco Diego – Chairman
Raymond Maurer

Virginia Gollin
Barbara Orenstein

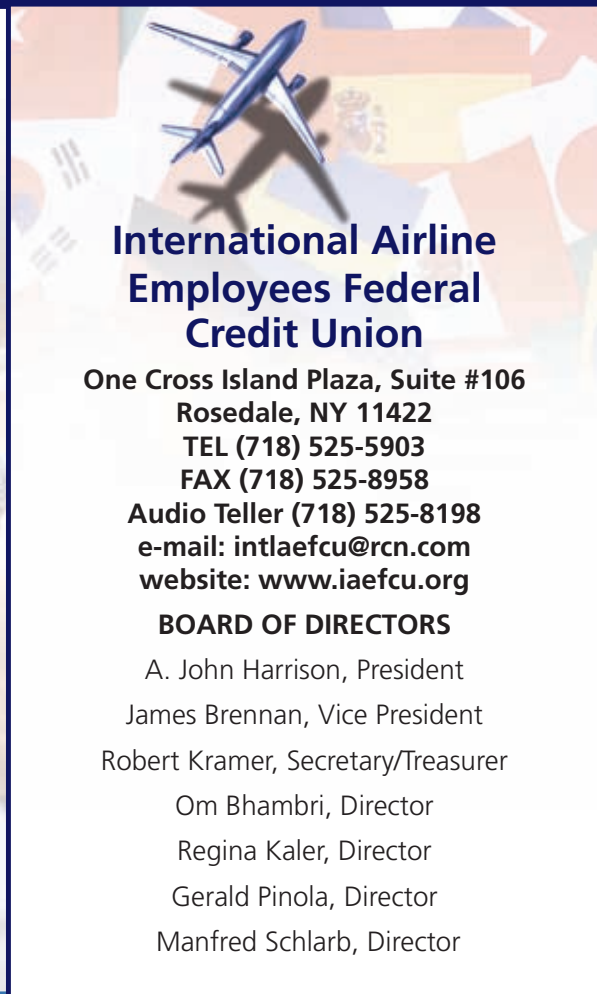
Congratulations to Yvonne Garino and Eva Schell who each won 2 SAS Tickets, to Margareta Flink who won 2 Kuwait Airways Tickets and to Asa Stevenson who won 2 Swiss International Tickets. A big THANK YOU to each of the Airlines for donating these tickets.

Congratulations to Rino Hily for winning the \$100 cash prize, to Angela Schollossmacher for winning the \$75 cash prize, to Sophia Chan for winning the \$50 cash prize and also to Kate Madrick to winning the \$25 cash prize.

Congratulations to the following members for winning our many door prizes that were so generously supplied from SAS, Swiss International, Kuwait Airways and the Credit Union.

James Brennan, TJ Bryan, Edletraud Buchholdz, Emily Campbell, Phillip Chan, Alice Connelly, Sonja Flagg, Diego Franco, Marcus Gardner, Regina Giacobbe, Gerry Goldring, Janet Gonzales, Fred Harbich, Alice Harrison, John Harrison, Cheryl Herzog, Marlene Hill, Grace Hily, Kathy Hoey, Brian Katz, Marien Klushin, Jennifer Kramer, Robert Kramer, Edith Kunz, Annemarie Laidlaw, Joanne Landi, Emma Lucas, Rina Madia, Mary O'Connor, Elizabeth Porco, Maureen Ryan, Fanny Santos, Manfred Schlarb, Juanita Simeon, Elisabeth Sousa, Pamela Van De Berg, Patricia Voila, Margaret Warner, and Corinne Woo.

On leaving at the end of the meeting, each attendee received a little memento of the occasion — an elegant little quartz desk clock with IAEFCU phone number and email address, and also IAEFCU luggage tags.



International Airline Employees Federal Credit Union

**One Cross Island Plaza, Suite #106
Rosedale, NY 11422
TEL (718) 525-5903
FAX (718) 525-8958**

**Audio Teller (718) 525-8198
e-mail: intlaefcu@rcn.com
website: www.iaefcu.org**

BOARD OF DIRECTORS

A. John Harrison, President
James Brennan, Vice President
Robert Kramer, Secretary/Treasurer
Om Bhambri, Director
Regina Kaler, Director
Gerald Pinola, Director
Manfred Schlarb, Director

VISA Platinum Card Info

Did you know that your IAEFCU Visa Platinum Card gets you 1 Point for every \$1 you spend at NO EXTRA CHARGE to you!

You can redeem your valuable points for airline travel, tour packages, premium merchandise and more. For more information simply go to our website www.iaefcu.org and click on the tab "Scorecard Rewards," or give our office a call.

As always there is NO Annual Fee charged for any of our Visa Cards as well as NO Cash Advance Fees, NO Over the limit Fees and NO Balance Transfer fees.

Other features that come when you use your IAEFCU Platinum card at no charge to you are:

- **\$1 million in Travel Accident Insurance**
- **Concierge Service**
- **Extended Warranty on most merchandise**
- **Travel & Emergency Assistance**
- **Letter Checks that you can use for anything with no cash advance fee**

If you don't already have a IAEFCU Visa Card, please accept this invitation to apply either by contacting us for an application, or by applying through our website www.iaefcu.org.

So Much To Do, So Little Time

Visit our Most Convenient Location — www.iaefcu.org — Anytime/Anywhere!

Let our website www.iaefcu.org help you! We have expanded our website to better serve you and to help you manage your time. On our website you can:

- Print out Membership Applications
- Print out Loan Applications or apply on-line
- Print out Checking Account Applications and order (or re-order) your checking account checks on line.
- Check out our latest loan and savings rates
- View your account balances, transfer funds between accounts, view your history, send yourself a check, pay your bills through our online banking service
- View your Visa transactions and make a payment
- Check your Visa scorecard reward points
- Found out what services we offer
- Find out who can join our credit union
- View our past and present newsletters
- Use our online calculators to help you calculate both real estate and personal loans
- Check out our latest Annual Report
- Print out Stop Payment Forms, Deposit & Withdrawal Slips
- Find out useful information concerning Insurance, IRA accounts, IAEFCU Privacy Statement and much more...



Credit Union Holiday Closings:

Please note that we will be closed in observance of the following holidays:

- **Labor Day, September 6, 2004**
- **Columbus Day, October 11, 2004**

SUMMER HOURS – Now through Labor Day 9/6/04:

Monday–Thursday 9:00 am–5:00 pm
Friday 9:00 am–1:00 pm

Protect Yourself from Identity Theft

According to the Federal Trade Commission, 27.3 million Americans have been victims of identity theft in the last 5 years. In addition, identity theft cost US businesses and financial institutions nearly \$48 billion in 2002.

While a large majority of identity theft is for the purpose of setting up accounts, obtaining credit and making fraudulent purchases, the FTC reported that personal information is also being misused in non-financial ways, including obtaining government documents, using the victim's name when stopped by law enforcement, or when caught committing a crime.

Using everyday items such as a driver's license or social security number, a skilled thief can:

- Open a new account and write bad checks
- Establish new credit card accounts and not pay bills
- Obtain personal or car loans
- Get cash advances
- Set up a cell phone or utility service and run up bills
- Change credit card mailing addresses and charge on other accounts
- Obtain employment
- Rent an apartment, but avoid the rent payments

There are several actions you can take to protect your personal information: Follow these do's and don'ts to help minimize your risk of identity theft.

DO...

- Shred everything! All personal and financial information — such as bills, ATM receipts, and credit card offers should do in the shredder before being thrown away.
- Keep personal documentation in a secure place.
- Call the post office immediately if you are not receiving your mail. To get the personal information needed to use your identity, a thief can forge your signature and have your mail forwarded.
- Be aware of your surroundings when using your PIN at an ATM or retail check out.
- Limit the number of credit cards and other personal information that you carry in your wallet or purse.

- Report lost or stolen credit cards immediately and cancel all inactive credit card accounts.
- Keep track of all credit cards applied for and if the card is not received in a timely manner, immediately notify the issuer.
- Closely monitor the expiration dates on your credit cards. Contact the credit issuer if the replacement card is not received prior to your credit card's expiration date.
- Sign all credit cards upon receipt.
- Review your credit reports annually.
- Avoid using obvious passwords on your ATM cards, bank accounts, e-mail accounts, phone cards etc.
- Match your credit card receipts against monthly bills to make sure there are no unauthorized charges.

DON'T...

- Volunteer any personal information when you use your credit card.
- Give your social security number, credit card number, or any account details over the phone unless you have initiated the call and know that the business that you are dealing with is reputable.
- Leave receipts at ATMs, retail stores or service stations.
- Leave envelopes containing your credit card payments or checks in your home mailbox for postal carrier pickup.
- Record your social security number or passwords on paper and store them in your wallet or purse. Instead, memorize your number and/or passwords.
- Disclose bank account numbers, credit card numbers, and other personal financial data on any web site or online service location, unless you receive a secured authentication key from your provider shown on the bottom of the web page.

Some helpful sites:

Federal Trade Commission: www.consumer.gov/idtheft

Social Security Administration: www.ssa.gov

US Postal Inspection Service: www.usps.gov/postalinspectors

Experian: www.experian.com, 888-397-3742

Equifax: www.equifax.com, 800-685-1111

Trans Union: www.transunion.com, 800-916-8800



DON'T GET LURED IN BY PHISHING SCAMSTERS

Hundreds of consumers have found themselves the victims of an e-mail scam known as "phishing." It involves high-tech fraudsters who pretend to be a legitimate financial institution or credit card company. Hiding behind the anonymity of the Internet, the fraudsters send out "official-looking" e-mails designed to trick the consumer into divulging financial and personal information such as account numbers, passwords, user names, social security numbers and other sensitive data. In most cases, the e-mail claims there is an account problem or warns of a possible fraud threat. Either way — the whole idea is to convince the consumer there is an immediate need to update their financial information.

Please note that IAFCU will NEVER ask you via e-mail for any confidential or financial information. If you do get such a suspicious e-mail please contact us immediately at **718-525-5903** or via e-mail at intlaefcu@rcn.com.

7.25% Personal Loans!

...For What You Need Cash For!

Take Advantage our Great Rates, starting at just 7.25% for an unsecured personal Loan. For just about any reason you can think of, you can get cash.

- ✓ Vacations
- ✓ Graduation Expenses
- ✓ Furniture/Merchandise
- ✓ Home Improvement
- ✓ Pay off High Interest Credit Card Debt
- ✓ Tuition Expenses
- ✓ Debt Consolidation
- ✓ Wedding Expenses
- ✓ Refinance a higher interest Personal Loan

To apply for a loan you can call us at 718-525-5903, fax us your application at 718-525-8958 or apply online through our secure website www.iaefcu.org. We work hard at making this process quick, easy and as painless as possible for you.



Place Stamp Here

INTERNATIONAL AIRLINE EMPLOYEES FEDERAL CREDIT UNION
One Cross Island Plaza, Suite #106
Rosedale, NY 11422

Who is eligible to Join IAEFCU?

If you are already a member of IAEFCU you can continue your membership for life. Your immediate family members (spouse, children, siblings, parents, grandparents, stepchildren, step siblings, and adoptive relationships) are also all eligible to join our credit union. Your "household " members (defined as persons living in the same residence maintaining a single economic unit) can join the credit union too. You can also join the Credit Union if you work for, or are a retiree of the following companies:

- ✈ Air France
- ✈ Aries International Inc.
- ✈ Austrian Airlines
- ✈ Brookville Plaza Management, Inc.
- ✈ Bvlgari Corporation of America
- ✈ Cargo Airport Services, LLC
- ✈ Club ABC Tours
- ✈ Finnair
- ✈ Inter-Jet Systems, Inc.
- ✈ Inter-Jet Customhouse Brokers, Inc.
- ✈ KLM Royal Dutch Airlines
- ✈ Kuwait Airways
- ✈ Mindpearl US, INC.
- ✈ Scandinavian Airlines System
- ✈ Schenker Inc.
- ✈ SN Brussels Airlines
- ✈ Swiss International
- ✈ Thai Airways International

LOAN APPLICATION

International Airline EFCU
718-525-5903 • intlaefcu@rcn.com (e-mail)

① Apply via our website by entering **www.iaefcu.org**

② Complete the loan application below and fax to (718) 525-8958

③ Complete the loan application below, fold, tape and drop in the mail or hand it into our Loan Department.

MEMBER Account #	Amount Requested	Purpose of Loan	Collateral
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PROOF OF INCOME REQUIRED.

NOTICE: Married Applicants may apply for a separate account. Check the appropriate box below to indicate the type of credit for which you are applying.

Individual Credit: Complete Applicant section. Complete the Co-Applicant section as follows: (1) Information about your spouse if you live in a community property state (AZ, CA, ID, LA, NM, NV, TX, WA, WI) or (2) If your spouse will use the Account.

Joint Credit: Provide information about both of you by completing Applicant and Co-Applicant sections.

I am applying for type of loan or credit:

Personal New Auto Used Auto

Share - Secured Debt Consolidation

Visa® Card Other _____

Applicant (If additional space is needed, please use a separate sheet of paper. All income must be listed if it is to be considered.)

Last Name		First	Middle	Social Security #
Street Address		Apt. #	City	State
Employer		Employer Address		Start Date
Position	Notice: Alimony, child support, or separate maintenance income need not be revealed if you do not choose to have it considered. Other Source: _____ \$ _____ Per _____			<input type="checkbox"/> Gross Monthly Income <input type="checkbox"/> Net Monthly Income \$ _____
Home Phone ()	Work Phone ()	<input type="checkbox"/> Own <input type="checkbox"/> Rent	Monthly Payment	Mother's Maiden Name

Co-Applicant (If co-applicant is not a spouse, use separate application except for VISA.)

Last Name		First	Middle	Social Security #
Street Address		Apt. #	City	State
Employer		Employer Address		Start Date
Position	Notice: Alimony, child support, or separate maintenance income need not be revealed if you do not choose to have it considered. Other Source: _____ \$ _____ Per _____			<input type="checkbox"/> Gross Monthly Income <input type="checkbox"/> Net Monthly Income \$ _____
Work Phone ()	Home Phone ()	<input type="checkbox"/> Own <input type="checkbox"/> Rent	Monthly Payment	Mother's Maiden Name

Please Sign Here (Both signatures required for Joint Credit)

A consumer credit report may be required in connection with this application and with any renewals, updates or extensions of any new credit extended as a result of this application. The Credit Union is relying on what you stated in this application and you acknowledge that everything you have stated is true. If a credit card is issued to you and you use the card (or its account number) or authorize its use, you agree that such use will constitute your agreement to the terms of the cardholder agreement that you receive from the Credit Union.

Applicant Signature	Date	Co-Applicant Signature	Date
X _____		X _____	

For Debt Consolidation Loans, list the loans you wish to pay off:

Name of Creditor	Present Balance	Monthly Payments
1.	\$	\$
2.	\$	\$
3.	\$	\$

The information about the cost of the card described in this application is accurate as of 07/04. This information may have changed after that date. To find out what may have changed, call or write to us at the number or location listed above.

Annual percentage rate for purchases	Grace period for repayment of the balance for purchases	Method of computing the balance for purchases and cash advances	Minimum Finance Charge	Transaction fee for purchases	Annual Fee	Other Fees
10.90%	25 days	Average Daily Balance (including new purchases)	\$0.50	None	None	Late Payment Fee\$10.00 Return Check Fee\$15.00
9.80%						

New York residents may contact the New York state banking department to obtain a comparative listing of credit card rates, fees and grace periods by calling 1-800-522-3330.

Application for Credit Disability Insurance

Check if Credit Disability Insurance is desired. The Credit Union will disclose the actual cost of this voluntary insurance to you. Yes, I want Credit Disability Insurance No, I don't want Credit Disability Insurance

Signature	Date
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FOR CREDIT UNION USE ONLY

Approved Declined

Credit Limit _____

Credit Card Account # _____

Loan Officer Signature _____

**International Airline Employees Federal Credit Union
Loan Rates Effective 7/1/04**

Loan Type	Max. Amt.\$	Term	Rate/APR%
Personal	15,000	60 mos	8.50%
	10,000	48 mos	8.00%
	5,000	24 mos	*7.25%
Share-secured	Amount on deposit	72 mos	5.00%
VISA Classic	10,000	Revolving	10.90%
Visa Platinum	15,000	Revolving	9.80%
New Cars	100% financing	36 mos	*5.50%
		48 mos	*5.75%
		60-72 mos	*6.25%
New Cars	80% financing	36 mos	*5.25%
		48 mos	*5.50%
		60-72 mos	*6.00%
Used Cars	NADA Book	36 mos	*5.75%
		48 mos	*6.00%
		60 mos	*6.50%
Boats	80% financing	72 mos	10.00%
		10 Years	10.50%
Tuition	15,000	48 Mos	8.10%
Tax Payer	8,000	24 mos	7.55%
Debt consolidation	5,000	48 mos	8.25%
Home Equity Line of Credit	5-year draw; no closing fees	15-year repayment; one year adjustable	**Prime rate
Second Mortgage	No closing fees	15-year repayment; one year adjustable	**Prime rate
Mini Home Equity (fees apply)	100,000	1 - 5 years	6.25%
	100,000	6 - 10 years	6.75%
	100,000	11 - 15 years	7.00%
(no fees)	100,000	1 - 5 years	6.75%
	100,000	6 - 10 years	7.00%
	100,000	11 - 15 years	7.25%

* With automatic payments, .25% higher if not on automatic payment.

** Home Equity and Second Mortgage Loans: No Fees, except state-required mortgage tax, if applicable. Prime rate currently at 4.00%.

Prospective Dividend Rates for 7/1/04 – 9/30/04

Account	Terms	APR	APY	Credited
All Share Savings & IRA Share Savings Accounts	\$100 - \$5,000	1.00%	1.004%	Quarterly
	\$5,001 - \$50,000	1.25%	1.256%	
	\$50,001 +	1.75%	1.762%	
Holiday Clubs	\$5+	1.75%	1.750%	Annually
Interest Checking*	\$500 +	1.00%	1.005%	Monthly
Basic Checking**	No minimum	0%	0%	
Money Market Checking***	\$2,500 +	1.50%	1.510%	Monthly
All Regular Share & IRA Certificates	6 Months	2.00%	2.015%	Quarterly
	1 Year	2.25%	2.269%	
	2 Years	2.75%	2.778%	
	3 Years	3.25%	3.290%	
	4 Years	3.50%	3.546%	

* Interest Checking has a minimum balance requirement of \$500.00 to avoid a \$3 monthly fee.

** Basic Checking has no minimum balance fees.

*** Money Market checking has a minimum balance of \$2500.00 to avoid a \$3 monthly fee.

Dividend Rates are calculated on simple interest, day of deposit, day of withdrawal. Fees or other conditions could reduce earnings. APY are calculated as of 7/1/04. Penalties may apply for early withdrawal of funds.

All rates are subject to change without notice.