



Credit Union **UPDATE**



A Quarterly Publication of International Harvester Employee Credit Union, Inc.
"Serving Members and the Community Since 1934"

Second Quarter 2005

Sign up for eStatements before August 15 and be registered into a drawing for one of three \$100 cash prizes!!!*

*No purchase necessary. To enter the drawing, print your name, address, city, state, zip, day and evening phone numbers on a 3 x 5 card and mail in a stamped #10 envelope to 5000 Urbana Road, Springfield, OH 45502. Mail-in entries must be postmarked by August 15, 2005.

** Clarification of New Savings Fee **

In April we announced a change in the minimum balance on savings/no loan fee. This \$3 fee will only be charged to members who have less than \$100 in their combined accounts (i.e. savings 1 & 2, share draft checking, Christmas Club, Share Certificates and Money Markets) and no credit union loan.

If you have more than \$100 combined in any of these accounts, the fee will not be charged. Furthermore, if you have less than \$100 in these combined accounts but you do have an IHECU loan, then this fee will not be charged to your accounts. If you have questions about this fee, please call us at 937-390-1800. Thank you for your business.



eStatements

Privacy. Security. Convenience.

No more worrying about your statement getting lost or stolen in the mail. No more worrying about identity theft. You can now view your monthly statements online from the comfort of your home or office when it's convenient for you. And it's there when you need it at the beginning of the month.

Enroll at www.ihecu.com or ask a staff member today!




We now offer Traditional IRAs!
Please contact the credit union to set yours up today and take advantage of our great competitive rates.

International Harvester Employee Credit Union, Inc. ---- AUDIT ----

Please examine your June statement and if it is not correct, communicate directly with our auditors:
FENN ACCOUNTANTS
3455 Indianola Avenue, Columbus, OH 43214

If no differences are reported to our auditors, they will assume the statement is correct. The Supervisory Committee of your credit union is required by law to audit the credit union records periodically and such an audit is now being made. Your cooperation is greatly appreciated.

Supervisory Committee,

International Harvester Employee Credit Union, Inc.
NOTE: The above account verification is to be completed within 30 days. Any question regarding your account subsequent to the 30 days should be addressed to the credit union.

2005 Amusement Park Ticket Prices

	Gate Price	CU Discount Price
KINGS ISLAND		
ADULT (48" & over)	\$44.99	\$34.75
CHILD & SENIORS	\$26.99	\$21.50
TWO DAY	\$44.99	\$44.50
PARKING PASS	\$9.00	\$7.00
CEDAR POINT		
ADULT (48" & over)	\$44.95	\$35.00
JUNIOR & SENIORS	\$24.95	\$23.50
2 DAY RIDE & SLIDE	\$67.95	\$65.00
THE BEACH		
ADULT (48" & over)	\$26.99	\$17.00
CHILD	\$10.99	\$8.00
NEWPORT AQUARIUM		
ADULT	\$16.00	\$13.00
CHILD (3 to 12)	\$10.00	\$9.00
CHILD (2 and under)	free	free

Don't Get Snared By Cybercrooks

"Phishing" e-mails are common ways Internet thieves try to trick you into revealing your personal financial information. An e-mail that appears to be from your credit union, for example, may actually harbor a virus or direct you to a fraudulent Web site that asks for your account number and password. Or you could inadvertently download a malicious program by clicking on a link in a phony e-mail. Running a firewall plus antivirus and antispyware programs on your computer is a good way to protect yourself. Popular programs include Norton Personal Firewall, McAfee Personal Firewall Plus, Zone Alarm, Norton AntiVirus, McAfee VirusScan, Spybot - S&D and AdWare. More good rules of thumb: Ignore any e-mail that urgently requests personal information, and never go to a site by clicking on a link in an e-mail. If you want to visit the site, type the address into your browser. Also, change the passwords for your accounts frequently. International Harvester Employee Credit Union will never send you e-mails asking you to enter personal information or a credit card number. If you do receive such a message, delete it immediately.

Special Report: You Could Be Paying Too Much for Credit and Not Even Know It!

When you're shopping for a new car, a new home, or deciding on a major purchase, most people shop around. They look for the best "deal". It's a way to save hundreds, perhaps even thousands of dollars. With gasoline prices and the cost of other goods and services rising, it becomes even more important to locate the best price for your purchase.

But shouldn't you also research the best financing option for this item you've got such a great deal on? Some people could save hundreds of dollars on the financing.

Many financial institutions charge an application fee up to \$100.00 just to borrow the money. Many financial institutions also charge a "prepayment penalty" of up to \$100.00 if you pay your loan off early. When checking out financing options, most people only compare the interest rate they would be paying. But do they ask if there is a prepayment penalty or application fee?

Consider a \$1,000 loan for 12 months @ 10% interest rate. When you factor in the \$100.00 application fee, the APR suddenly jumps to 32%. That doesn't even take into consideration the early payoff fee if you pay the loan off early.

At International Harvester Employee Credit Union, there are no application fees and never a prepayment penalty. If our rate is 10% APR, it is 10% APR.

Additionally, some people can't resist a 0% APR or 3.9% APR through an auto dealer. The heavily advertised, ultra-low rates car dealers' financing packages offer can seem irresistible. That's no accident - they're designed to lure you into the showroom. But these too-good-to-be-true deals often come with serious drawbacks:

- Low-rate dealer loans often require a larger down payment or have very short terms (which means larger monthly payments).
- Dealer financing is usually limited to the autos "in stock". This means you may not be able to get the color or style and/or options you want.
- You may not even qualify for the dealer's financing package in the first place. Usually these offers are reserved for consumers with spotless credit histories.
- Very often, you'll be given the choice between a low rate or a cash-back rebate. Taking the rebate, applying it to the vehicle's purchase price and financing the balance with a credit union may be your best deal - even when the dealer's rate is lower than our rate. (Check out our loan payment calculator at www.ihecu.com to see what we mean).
- There may be "hidden" costs, such as an application fee, prepayment penalties and other hidden charges over the course of the loan.
- GAPP Insurance usually costs more. GAPP Insurance at IHECU is just \$225, whereas others charge between \$400-\$500. If you are in an accident, GAPP insurance pays the difference between what the insurance company says is the "book price" and the loan balance.
- Additionally, you should consider if you have financed your autos elsewhere. Most lenders are more reluctant to grant a personal loan when your house and autos are financed elsewhere.

Before you finance your next major purchase, we would ask that you consider your credit union first. The more members that borrow from their credit union, the lower the rates we can charge on loans and the higher the rates we can pay on savings.

If you have an auto financed elsewhere and wish to refinance with the credit union, we will reduce the rate you are currently paying by 1/2% APR down to our current lowest rate.

And remember -- always check out the "hidden costs" of credit. At IHECU, there are none!

Your Credit Union Membership Just Got More Valuable!

IHECU Rolls Out New "Relationship Pricing" Program

Whether you are looking to buy a new car, purchase a home, make an investment or save for retirement, you need a product that will fit your needs. You want the best price and the best information so you can make an informed financial decision. Relationship Pricing is our way of rewarding you, the member, for choosing International Harvester Employee Credit Union as your credit union. This program gives you special pricing on loan and deposit products, along with other free services. Based on the volume of business you have with us, Relationship Pricing will improve your investment return and reduce your borrowing costs. Review the chart below to see if you belong to one of our four reward levels.

PLATINUM – Aggregate (Combined) Deposit Balances \$25,000 and +

- FREE Checking (No minimum balance requirements)
- First box of checks free if you switch your checking from another institution
- 1 box of FREE Checks per year for age 60 and older
- FREE Official Checks
- FREE Travelers Checks
- .25% APR Discount on Consumer Loans (Excluding Mortgages & Credit Cards)

GOLD - Aggregate (Combined) Deposit Balances \$10,000 - \$24,999.99

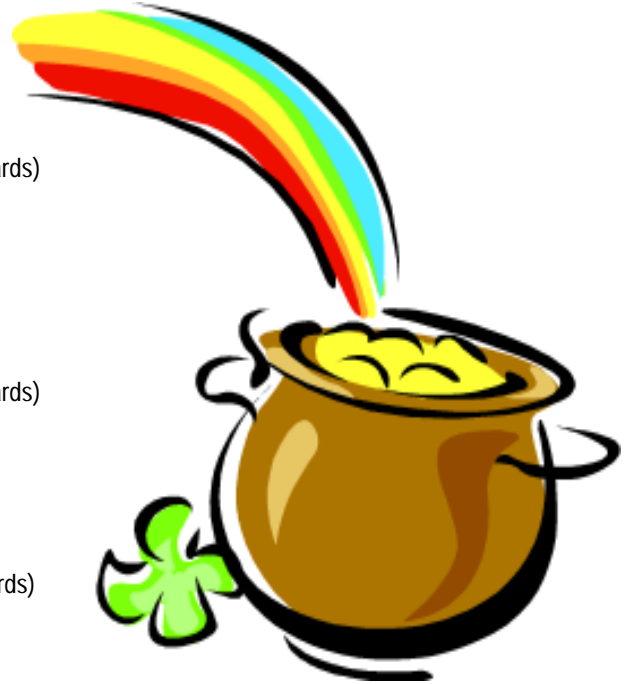
- FREE Checking – (No minimum balance requirements)
- First box of checks free if you switch your checking from another institution
- 1 box of FREE Checks per year for age 60 and older
- FREE Official Checks
- FREE Travelers Checks
- .15% APR Discount on Consumer Loans (Excluding Mortgages & Credit Cards)

SILVER - Aggregate (Combined) Deposit Balances \$5,000 - \$9,999.99

- First box of checks free if you switch your checking from another institution
- 1 Box of FREE Checks per year for age 60 and older
- FREE Official Checks
- Free Travelers Checks
- .10% APR Discount on Consumer Loans (Excluding Mortgages & Credit Cards)

BRONZE - Aggregate (Combined) Deposit Balances \$2,500 - \$4,999.99

- First box of checks free if you switch your checking from another institution
- 1 Box of FREE Checks per year for age 60 and older
- FREE Official Checks
- FREE Travelers Checks



Through this program, you can see how higher savings balances or multiple accounts turn into better rates and lower fees for you! For questions about this new service, please contact our office at 937-390-1800 or info@ihecu.com.

*Member level changes MONTHLY ON THE 1st of EACH MONTH as aggregate combined deposit balances change.

**Program may be changed or discontinued at any time without notice.



As of June 13, 2005

	Annual Dividend Rate	Annual Percentage Yield (APY)
Regular Share Savings Account, Earnie the Early Bird (Youth Savings)/Christmas Club:		
Balances \$100.00 - \$9,999.99 .....	.60%	.60%APY
Balances \$10,000.00 - \$49,999.99.....	.69%	.69%APY
Balances \$50,000.00 and higher .....	.80%	.80%APY
Share Draft Checking Account:		
Balances \$500.00 - \$2,499.99 .....	.40%	.40%APY
Balances \$2,500.00 - \$9,999.99 .....	.55%	.55%APY
Balances \$10,000.00 and higher .....	.69%	.70%APY
Money Market Share Savings Account:		
Balances \$1,000.00 - \$9,999.99 .....	.99%	1.00%APY
Balances \$10,000.00 - \$49,999.99	1.49%	1.50%APY
Balances \$50,000.00 and higher	1.98%	2.00%APY

For more information about rates and fees, contact the credit union at (937) 390-1800 or 1-800-576-4428. We may offer different rates in the future.

% LOAN RATES

As of June 13, 2005

Rates as low as...

New Autos, Trucks, Vans, Boats, RVs and Motorcycles

24 months	5.75% APR
36 months	5.75% APR
48 months	5.75% APR
60 months	6.00% APR
72 months	6.50% APR

Used Autos, Trucks, Vans, Boats, RVs and Motorcycles

24 months	6.00% APR
36 months	6.00% APR
48 months	6.00% APR
60 months	6.25% APR
72 months	6.75% APR

Unsecured Loans

\$500 - \$1,499	10.50% APR
\$1,500 & over	10.00% APR

First Mortgages (Adjustable Rate, Owner Occupied)

3.25% APR	up to 360 months (1 year adjustable)
4.25% APR	up to 360 months (3 year adjustable)

First Mortgages (Fixed Rate, Owner Occupied)

5.25% APR	up to 180 months (15 years)
5.50% APR	up to 240 months (20 years)
5.65% APR	up to 360 months (30 years)

First Mortgages (Adjustable Rate, Investment Property, Lots, Vacant Land)

5.25% APR	up to 360 months (1 year adjustable)
6.25% APR	up to 360 months (3 year adjustable)

Second Mortgages (Fixed Rate)

5.75% APR	up to 60 months (5 years)
6.00% APR	up to 120 months (10 years)
6.25% APR	up to 180 months (15 years)

Home Equity Lines of Credit (Adjustable Rate)

4.75% APR	up to 180 months (Up to 80% Loan-to-Value)
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VISA Classic Credit Card

10.9% APR

VISA Platinum Credit Card

7.9% APR

Share Secured Loans

3.00% APR	up to 36 months (\$1,000 and over)
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Share Certificate Loans

2.00% APR above certificate rate

***Rates subject to change. The actual rate and payment amount will reflect a members' individual circumstance and credit score and may be higher than the rates above.**

Restrictions may apply. Contact the credit union for details.

International Harvester
Employee Credit Union will be
closed on the following dates:

Monday, July 4th - Memorial Day

Monday, September 5th - Labor Day

Remember...

STAR® ATM Machines,
Anytime Info-Line,
Virtual Branch® Home
Banking and PayIT® are
available 24 hours-a-
day, seven-days-a-week
for your convenience.
Use them for your
simple transactions
during the holidays.



INTERNATIONAL HARVESTER EMPLOYEE CREDIT UNION, INC.

5000 Urbana Road & 145 West High Street
Springfield, OH 45502
(937) 390-1800

Toll-Free 1-800-576-IHCU
All States (4428)
Anytime Info-Line 1-800-261-2188

World Wide Web Address:
www.ihecu.com

Main Office Hours
Mon. thru Fri. 9 a.m. - 5 p.m.
Branch Hours
Mon. - Thurs. 9 a.m. - 5 p.m. &
Friday 9 a.m. - 5:30 p.m.

BOARD OF DIRECTORS

Thomas Whitacre . . . Chairman of the Board
Jack Kitchen Vice Chairman
Jim Kitchen President/Treasurer
Sue Whalen Secretary
Jeff Harshaw Director
Kim Victoria Director
Scott Hunter Director
Tommy Freeman Director

OFFICE MANAGEMENT

Jim Kitchen President/CEO/Manager
Myron Wells Exec.VP/CFO/Asst.Manager
Elaine Doane VP Finance
Sean Doane VP Information Systems
Gary Dollinger VP Loans and Operations
Veronica Van Bourgondien VP of
Human Resources
Amanda Callicoat Director of Marketing/
Business Development
Bill White Branch Manager
Robb White

OFFICE STAFF

Sue Bannert	Pam Hilton
Julie Blankenship	Rita Hughes
Judie Brewer	Debra Johnson
Tim Brown	Mary McDaniel
Crystal Bundick	Darlene McGee
Patti Callahan	Cindy Moeller
Gena Campbell	Vicky Moss
Julie Day	Sharalee Newland
Brooke Eivlizer	Kay Phelps
John Fogarty	Mary Rife
Lori Foster	Margo Shackelford
Teresa Georges	Pam Smith
Michelle Goodfellow	Cindy Spridgeon
Kate Hall	Joyce Walden
Cheri Hanson	Michelle West
Jessica Hilderbrand	Charmelle Wright



John Campbell Pam Campbell

CREDIT COMMITTEE

Jeff Harshaw Jim Kitchen
Kim Victoria Tommy Freeman

