



Credit Lines

Winter 2006

Our 73rd Annual Meeting is Almost Here!



All shareholders are invited to the 73rd Annual Meeting of International Harvester Employee Credit Union.

Date: Saturday, January 27, 2007

Time: 2:00 p.m.

Place: International Harvester Employee Credit Union, 5000 Urbana Road, Springfield

Business to be conducted at this meeting will include annual reports and the election of directors.

Your Board of Directors Announce GREAT NEWS for Borrowers & Savers

Year-End Rebate and Bonus Dividend Declared. The decision has been made once again by the Board of Directors to extend a year-end interest rebate and bonus dividend to the members of the International Harvester Employee Credit Union, Inc. The Board has announced the following: A 1.60% per annum dividend for December 2006 on Share Accounts #01 and #02 (.60% regular plus 1% bonus). A 6% interest rebate paid of loans in 2006 to qualified shareholders on eligible loans.

Ask Questions to Avoid Fake Check Scams

Fake checks are making it tougher to tell if someone is offering you a real deal or just another scam. The crooks that are creating the latest fake checks often call or e-mail victims to tell them they have won a sweepstakes or inherited money. The crooks invent an excuse to explain why the check is written for an amount larger than the total owed to the recipient. To get faster access to the funds, the crook advises the recipient to accept the too-large check and wire back the "excess" amount.

Ask yourself how you could have won the Canadian or British lottery if you didn't even play it! And then ask yourself that if you did in fact win the lottery, why are they sending you a check for much less than they say you won and then ask you to wire them money back for taxes, handling, etc. It just isn't so. There is no free lunch. Do not try to cash a check such as this because it is counterfeit.

Because the check appears real, some financial institutions let the recipient withdraw funds immediately. The recipient then wires the "excess" funds to the crook. When the scam is discovered, the financial institution typically withdraws the amount of the check from the victim's account. Meanwhile, the victim loses the amount sent by wire transfer, often thousands of dollars.

Three key questions will protect you from many scams.

1. Why would anyone send you more money than you're due? Just asking the question is a reminder that you rarely get something for nothing.
2. Why do you need that information? When anyone asks for personal information - check routing numbers, driver's license numbers, Social Security Numbers, or other data - ask why it is required. Unless you're convinced by the answer, refuse to provide it. Never provide information when someone else originates the transaction or requests for information.
3. Is this check genuine? Even cashier's checks can be faked. Ask a professional at International Harvester Employee Credit Union to examine any questionable check before selling property or withdrawing funds.



Inside this issue:

- Online Banking Security Enhanced
- Year-End Statement Information
- IRAs - A Winning Formula
- Get Your IHECU Auto Loan from the Dealer
- State & Federal Income Tax Return Information
- "VISHING" Scams on Rise
- "En" "VISHING" Scams on State & Federal Income Tax Return Information

INTRODUCING PREMIUM CHECKING



Get more for your money with our Premium Checking. Earn higher rates than our Preferred Checking and watch your money grow. Open an account with as little as \$50.00 and maintain a minimum balance of \$2,500 to avoid fees. Contact the credit union for details.

Visit our website at www.ihecu.com!

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Volume 2, Issue 4

Board of Directors

Chairman

Thomas Whitacre

Vice Chairman

Jack Kitchen

President/Treasurer

James E. Kitchen

Secretary

Sue Whalen

Director

Jeff Harshaw

Director

Kim Victoria

Director

Scott Hunter

Director

Tommy Freeman

Administration

President and CEO

James E. Kitchen

Executive VP and CFO

Robb White

VP Information Systems

Sean Doane

VP Finance

Elaine Doane

VP Loans & Operations

Gary Dollinger

VP Human Resources

Veronica VanBourgonchien

Branch Manager

Bill White

Office Staff

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

Credit Committee

Jeff Harshaw	James Kitchen
Kim Victoria	Tommy Freeman



John Campbell

Pam Campbell

State & Federal Income Tax Return Information

When you are getting ready to fill out your income tax returns, and want any refund money deposited into your credit union account, here is what you need to know:

1. If there is a place for you to put your account number on the form, please only include the account number you were assigned when you applied to become a member. For example, if your account number is 12345, you will mark 12345 on the form. Adding the specific account number such as "-01" for savings or "-75" for checking is not needed. Including this number to the end of your account number makes it invalid, and the transfer of funds returned may not be processed correctly.

2. You will also need the routing number of the International Harvester Employee Credit Union, if you wish to have funds directly deposited here. Our routing number is 242279068.

For further questions regarding these instructions, please contact the credit union at 937-390-1800.



YEAR-END STATEMENT

Important tax information is on your December 31, 2006 statement. Credit union dividends are considered interest income for tax purposes. A 2006 Year-To-Date Financial Summary appears at the end of your statement which shows "Dividends Paid." You should use this figure when reporting interest income to the IRS. This figure shows all interest including that paid on Regular Shares, Christmas Club Shares, Money Market Shares, Share Draft and Special Share Certificates.

If you received \$10.00 or more in dividends in 2006, you will receive, under separate mailing, a 1099-INT form. This form will include all Regular Share, Christmas Club Share, Money Market Share, Share Draft and Special Share Certificate dividends. The information on the 1099-INT form is reported to the IRS as required.

Information on 2006 Consumer Loan and Mortgage Loan interest is also provided on the year-end statement. This information is also shown in the Year-to-Date Financial Summary section. Consumer Loan interest paid is shown under "Mortgage Finance Charge." You must, however, check the tax laws to determine the amount you can deduct on your income tax return.

If you paid \$600.00 or more in mortgage interest in 2006, you will receive, under separate mailing, a 1098 form. The information on the 1098 form is reported to the IRS as required.

Online Banking Security Enhanced!

At IHECU, we take online security seriously. Therefore, we are introducing "Enhanced Authentication" for your IHECU Virtual Branch Home Banking and/or Bill Payment account.

√ What is it?

It is a new tool that provides extra protection for your online data and helps guard against fraudulent online activities like phishing scams (malicious requests for personal information) and identity theft.

√ Do I have to use it?

Yes, everyone will be required to use "Enhanced Authentication". However, there will be a Grace Period - a period of time during which you can log in as usual until you are ready to enroll. The sixty(60) day grace period began November 8th and all users of Virtual Branch must be enrolled by January 8, 2007.

√ How does it work?

In addition to your Logon ID and Security Code, the system recognizes your computer and usage patterns. If a questionable logon attempt is detected, the system will require additional verification before allowing access.

√ How does it protect me against phishing?

When you enroll in "Enhanced Authentication", you choose a secret image and phrase combination. You will see this image and phrase each time you log on. When you see your secret image and phrase, you can be reassured that you are logging on to your actual Internet Banking or Bill Payment site.

For more information go to www.ihecu.com and click on virtual branch and then click on "click here for more information. It's one more way IHECU is doing to keep your finances secure!

IRA's and IHECU: A Winning Formula

"Winning is never accidental. To win consistently, you must have a clear plan and intense motivation." --Lou Holtz, legendary football coach

Great advice, especially when it comes to retirement. A retirement plan and determination will take you where you want to go - traveling, golfing, or relaxing by a lake.



Whatever you have in mind for your golden years, an International Harvester Employee Credit Union Individual Retirement Account (IRA) is a safe harbor for your retirement funds. There are more IRA types, and more maturity options than ever (6, 12, 18, 24, 30, 48, or 60 months), so funds are available when you need them, now or later.

Financial institutions notify you when a certificate comes due, but keep track of due dates. Along with terms, such as grace period, due dates are spelled out in the contract and are worth checking out. If you do nothing when an IRA certificate matures, it automatically will renew at the same terms, but not necessarily the same rate.

Because you don't have to keep your IRA in the same account forever, it pays to shop around. IRA rules permit you to transfer, tax free, IRA assets to different financial institutions or brokers. And, if you leave an employer, you may be able to move accumulated pension benefits to an IRA. If you're switching jobs, you also can use an IRA as a holding account for moving funds to your new employer's plan.

And if you need some, but not all, of your IRA assets, it's possible to move part of the withdrawal tax-free into another IRA and keep the rest of it. Of course, the amount you keep generally will be taxable and may be subject to the 10% early federal withdrawal penalty, and, in some states, an additional state penalty. Shifts are subject to certain rules to avoid penalties, so check with your tax adviser to be sure.

When you're ready for a change, contact International Harvester Employee Credit Union about rolling over established IRA funds, adding funds to, or putting new money into an IRA. We have attractive savings rates and offer a safe place for your retirement funds.

Borrow From the Credit Union -- Right at the Dealership!

Now you can have the best of both worlds--borrow from the credit union when you choose your vehicle at the dealer. Our lending program for new and used cars and trucks--right at the dealership offers genuine benefits for financing:

- Quick turnaround time on applications
- A variety of financing options
- Great credit union rates
- Arrange financing right at the dealership, including evenings & weekends



It's easy - Whether you're car shopping in the Springfield area or even in Dayton or Columbus, just inform the dealer that you would like financing through the International Harvester Employee Credit Union and the dealer will take it from there. No need to come to the credit union.

Unlock the door. When it comes to auto loans, we hold the key.

"VISHING" SCAMS ON THE RISE!

What is "Vishing"? It is like "phishing" but it is designed to trick consumers into giving out account numbers. But instead of using e-mail, vishing uses telephone calls generated from automated random dialers. Here's how it works: someone calls and says that your credit card has been used illegally. The caller gives you an 800 number to call to "verify" the theft of your card information and "confirm" your account number. Of course, the 800 number will be answered by an accomplice who will use your account information fraudulently. You need to know:



- ✓ These phone calls are becoming more common.
- ✓ The caller may be very persuasive or intimidating.
- ✓ It is not rude to hang up if you think you are being scammed.
- ✓ You can not rely on Caller ID. It's easy for people to "spoof" their caller ID information.

Your credit union will never contact a member by phone or e-mail, asking for account information.

IHECU Locations & Hours

Main Office

5000 Urbana Road
Springfield, OH 45502
(937) 390-1800

Monday - Friday 9 a.m. - 5 p.m.

Branch Office

145 West High Street
Springfield, OH 45502

Monday - Thursday 9 a.m. - 5 p.m.

Friday 9 a.m. - 5:30 p.m.

Toll Free

1-800-576-IHECU (4428)

Anytime Info-Line

1-800-261-2188

World Wide Web

www.ihecu.com

ATM

Locations

5000 Urbana Road
Springfield, OH 45502

145 West High Street
Springfield, OH 45502

International Truck & Engine Plant

(non-public access)
5125 Urbana Road
Springfield, OH 45502

Marathon

3880 East National Road
Springfield, OH 45505

Clark County Fairgrounds
4401 South Charleston Pike
Springfield, OH 45502

Community Hospital
2615 East High Street
Springfield, OH 45505



Deposit Rates

*As of December 11, 2006

Regular Savings Account, Earnie the Early Bird (Youth Savings)/Christmas Club:

	Annual Dividend Rate	Annual Percentage Yield (APY)
Balances \$100.00 - \$9,999.99	.60%	.60%APY
Balances \$10,000 - \$49,999.99	.69%	.69%APY
Balances \$50,000 and higher	.80%	.80%APY

Preferred Checking Account:

Balances \$500.00 - \$2,499.99	.40%	.40%APY
Balances \$2,500 - \$9,999.99	.55%	.55%APY
Balances \$10,000 and higher	.69%	.70%APY

Premium Checking Account:

Balances \$2,500.00 - \$4,999.99	.60%	.60%APY
Balances \$5,000 - \$9,999.99	.69%	.70%APY
Balances \$10,000 - \$49,999.99	1.69%	1.70%APY
Balances \$50,000 and higher	1.98%	2.00%APY

Money Market Account:

Balances \$1,000.00 - \$9,999.99	1.47%	1.50%APY
Balances \$10,000 - \$49,999.99	2.57%	2.60%APY
Balances \$50,000 - \$74,999.99	3.05%	3.10%APY
Balances \$75,000 and higher	3.15%	3.20%APY

Loan Rates

*As of December 11, 2006. Rates As Low As...

Members with qualifying deposits may receive up to a 0.25% APR discount on consumer loans. Contact the credit union for details.

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

24 months	6.75% APR
36 months	6.75% APR
48 months	6.75% APR
60 months	6.75% APR
72 months	7.50% APR

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

24 months	7.00% APR
36 months	7.00% APR
48 months	7.00% APR
60 months	7.00% APR
72 months	7.75% APR

First Mortgages (Fixed Rate & Adjustable):

Call (937)390-1800 extension 135 or Extension 134 for rates and terms.

Second Mortgages (Fixed Rate):

7.25% APR up to 60 months (5 years)
7.25% APR up to 120 months (10 years)
7.50% APR up to 360 months (15 years)

Home Equity Lines of Credit (Adjustable Rate):

6.75% APR up to 180 months (Up to 80% Loan-to-Value)
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Unsecured Loans:

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

Visa Classic Credit Card:

12.9% APR

Visa Platinum Credit Card:

9.9% APR

Share Secured Loans:

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

Share Certificate Loans:

2.00% APR above certificate rate

*Rates are subject to change. The actual rate and payment amount will reflect a member's 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 is an Equal Opportunity Lender, and a member of the National Credit Union Administration.

Holiday Closings

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

Monday, January 15th
Martin Luther King, Jr. Day
Monday, February 19th
President's Day



SHARED BRANCHING

Credit Unions have come together and created Shared Branch locations across the country. So the next time you are out-of-town, look for the swirl logo and transact your business at one of the 2000+ Shared Branches throughout the United States.



For the Shared Branch location near you, visit www.cuservicecenters.com or www.ihecu.com.

Remember...

STAR @ ATM Machines, Anytime Info-Line, Virtual Branch @ Home Banking and PayIT @ are available 24/7 for your convenience. Use them for simple transactions during the holidays!