



January 2008

2007 in Review

The past year at INOVA Federal Credit Union was an exciting one. Here are some highlights to remember. In January, INOVA Federal Credit Union was chosen as a new name for the credit union to reflect innovation, expansion and growth. Celebrations were held in March and June in which members were treated to refreshments in the lobbies and on the lawn. A live jazz band “BED” entertained Indiana area members eating picnic fare while children had their faces painted.

In the true credit union spirit of “People Helping People”, INOVA employees and members joined community groups and Habitat for Humanity of Elkhart County to build a home for the Canen family. The volunteer crew had a chance to work in typical Indiana weather, from cool and rainy to blazing hot, but the home was completed by the designated date in June.

The Lifetime Achievement Award for INOVA Federal Credit Union was created in 2007 and bestowed on two individuals, Ben Kopinski and Mary Sproull. The award was created to recognize individuals

who have demonstrated outstanding service and dedication to the credit union and commitment to the “credit union movement” over their lifetime.

Mary Sproull had served INOVA Federal Credit Union (formerly Bayer FCU, formerly Miles FCU) with distinction as a member of the Board of Directors and in other vital roles from 1946 until 1995. In her capacity as a member of the Board, she served faithfully on various standing committees of the Board and in our formative years as a volunteer employee of the credit union.

Benedict (Ben) Kopinski had served INOVA Federal Credit Union (formerly Bayer FCU, formerly Michiana FCU) with distinction as a member of the Board of Directors, Credit Union Manager, and in other vital roles from 1955 until 1999. In his capacity as a member of the Board and Management, he served faithfully on various standing committees of the Board and as the managing employee of the Credit Union from 1964 until 1981. He also contributed greatly to the growth and

expansion of the credit union through his many talents and leadership.

Current INOVA employees had an opportunity to show their leadership through donations to the community during many events this year. From sharing a personal gift during our blood drive to financial literacy programs and Toys for Tots, INOVA plays an integral part in the communities we serve.



Preventing Credit Card Fraud

Over the past 20 years, the credit card industry has grown tremendously. Unfortunately, this rapid growth has created many new opportunities for credit card fraud. However, you can protect yourself from credit card fraud by being aware of the risks and following these simple guidelines.

- Just carry the cards you’ll need. Think of them as cash. Never loan your cards to anyone and don’t let your card out of your sight during transactions.
- Destroy expired cards.
- Sign new cards immediately.
- If your card is lost or stolen, report it immediately.
- Memorize your PIN. Never keep your PIN with your card.
- Destroy all financial information before throwing it away.
- Verify transactions on your credit card statement.
- Keep a record of your credit card account number, expiration date and the toll-free number to call.
- Do not use your credit card to “validate” a check or any other transaction.



Look What's Coming in 2008

Visa Buxx

This is a different kind of debit card for teens. Visa Buxx is a prepaid card that you can load online or over the phone and monitor spending. Help your teens learn responsible spending with VISA Buxx.

Visa TravelMoney

This reloadable, prepaid Visa debit card offers travelers a safe and convenient alternative to cash and traveler’s checks. It’s easy to use. Watch for more information!

In the Headlines

January 2008

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Toys for Tots <i>INOVA members and staff contribute to this worthy cause.</i>	2



As a valued member, you can now discover just how easy tax preparation can be – for FREE – with TurboTax® OnlineSM Free Edition, which includes:

- A step-by-step interview with easy-to-understand questions.
- Forms automatically filled out using your answers.
- 100% accurate calculations guarantee*
- FREE federal e-file, plus a faster refund

Or choose TurboTax Online Deluxe to maximize your deductions and save 10%. Try TurboTax today. Simply go to www.inovafcu.org or call 1-800-613-4406 for more information.

*If you pay an IRS or state penalty or interest because of a TurboTax calculation error, Intuit - the maker of TurboTax products - will reimburse you the penalty and interest.



Toys for Tots

Your Credit Union serves our community in many ways. During the holiday season we participate in Toys for Tots. As a result of this year's toy drive, the members and staff of INOVA Federal Credit Union were able to collect toys for needy children. Thank you for your help with this very worthy cause.

Board Election

One of the unique benefits of belonging to our credit union is the election of the Board of Directors. Board members are elected by YOU, our members! Board members are volunteers and they work hard to make sure INOVA runs at the highest level of safety and soundness.

This year, there are two board candidates up for election at the Annual Meeting. The Annual Meeting will be held April 24, 2008 at 5:30 PM at the Corporate Office, 358 S. Elkhart Avenue, Elkhart, IN. The Nominating Committee has slated one candidate for each of the open positions. Any eligible member not slated by the Nominating Committee may have their name placed on the ballot by obtaining a petition signed by 1% of the membership of INOVA FCU. This petition must contain at least 293 member signatures, along with their address and telephone number. To be recognized for election, a nomination form and

petition must be submitted to the Nominating Committee no later than February 15th, 2008. The election will not be conducted by ballot and there will be no nominations from the floor when there is only one nominee for each position to be filled. To receive a nomination form, please contact the Corporate Service Center at 800-645-3732, extension 7109.

The following candidates have been slated by the Nominating Committee:

Charles M. Walker

Charlie has been employed in a management position at Bayer Healthcare for 39 years. He has served on the INOVA Supervisory Committee for five years and has held the position of Chairman for four years. Charlie also serves our community as a member of the IVY Tech Community College Advisory Board and as a Trustee for St. James A.M.E. Church. He has completed specialized training in Management, Quality, and SAP.



Could you use a little extra cash after the holidays? Then skip your loan payment with our Passport Program! Passport allows you to take a break from your loan payment and gives you many other great benefits. Ask for complete details. For more information on how to enroll in this program, give us a call today at 800-826-5465 or visit our website at www.inovafcu.org.

Passport

For \$50* annually, you can skip one loan payment and take advantage of many other great benefits.

Passport Gold

For \$75* annually, you skip multiple loan payments and receive terrific benefits!

*Enrollment fee is non-refundable and enrollment is only valid for the current calendar year. Only one deferment per loan per calendar year. You may not skip your first payment or consecutive payments, regardless of the calendar year. Business loans and real estate payments are not eligible for deferment.



Stephen P. Phillips

Steve has been employed with Sullair Corporation in Michigan City for the past 33 years and is currently a Senior International Sales Technician for the aftermarket division. He is also a customer associate at Tommy Hilfiger located at Light House Place Outlets in Michigan City, Indiana. Currently, he is a volunteer board member and is also a member of the supervisory committee for the credit union. He has served as board chairman, second vice-chairman, and also on the nominating committee. He holds a position of vice-chairman on the volunteer board of the Dunes Chapter area of credit unions for LaPorte County. Steve is a mentor for students at Neiman Elementary School in Michigan City, Indiana. He also volunteers as a mentor for the ESL program for the El Puente Community Center of LaPorte County for the Hispanic Community of LaPorte. He has also taken studies through the college of Purdue University continuing studies program.



**An accident
may stop you,
but it won't
stop your bills.**

That's why there's Supplemental Accident Insurance.
You can use it to help pay for stuff
your health insurance can't.
Like food, rent and transportation if you can't work.

Call your agent, Jeff Bilier, today.

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Services**
877-792-7267



DIVIDEND UPDATE for JANUARY 2008



Regular or IRA Financial Management Account (FMA)

Tiers	Dividend Rates	APY*
\$0 - \$10,000.00	1.09%	1.10%
\$10,001.00 - \$25,000.00	1.59%	1.60%
\$25,001.00 - \$50,000.00	2.08%	2.10%
\$50,001.00 - \$100,000.00	2.47%	2.50%
\$100,000 or greater	3.06%	3.10%

*The Annual Percentage Yield (APY) is a percentage rate that reflects the total amount of dividends to be paid based on the Dividend Rate and frequency of compounding for an annual period. The Dividend Period is the calendar month, the Dividend Frequency is monthly, and the Dividends are compounded monthly. The anticipated dividend rates above are for the Regular or IRA Financial Management Accounts for the month ending December 31, 2007. Fees may reduce earnings. Rates subject to change.

Featured Certificate

**7 Month Certificate
4.55% APY***

*The Annual Percentage Yield (APY) is a percentage rate that reflects the total amount of dividends to be paid based on the Dividend Rate and frequency of compounding for an annual period. The Dividend Period is the calendar month, the Dividend Frequency is monthly, and the Dividends are compounded monthly. Substantial penalty for early withdrawal. The above APY is available for a limited time. Rate is accurate as of 12/31/07 and is subject to change. Fees may reduce earnings. Minimum \$200 deposit. Relationship pricing applies to this rate and a requirement of seven or more services is necessary to obtain it.

Membership Savings		Christmas Club		Vacation and Special Savings		Powerpac Dividend Checking <small>Min. avg. daily balance \$1,000</small>		IRA Money Market Savings (IRA)		Money Market Savings	
Dividend Rate	APY*	Dividend Rate	APY*	Dividend Rate	APY*	Dividend Rate	APY*	Dividend Rate	APY*	Dividend Rate	APY*
.30%	.30%	.99%	1.00%	.25%	.25%	.20%	.20%	1.09%	1.10%	.99%	1.00%

*The Annual Percentage Yield (APY) is a percentage rate that reflects the total amount of dividends paid on an account or sub-account (based on the dividend rate), and monthly compounding for an annual period. The anticipated rates above are for the account and sub-accounts for the month ending December 31, 2007. The minimum opening deposit and minimum balance for the Money Market Savings sub-account is \$10,000.00. Christmas Club savings must maintain a minimum daily balance of \$100.00 or deposit at least \$5.00 each month to remain open, a \$10.00 transaction fee will accompany any withdrawal or transfer prior to the annual distribution on November 1. The Dividend Period is the calendar month, the Dividend Frequency is monthly, and the Dividends are compounded monthly. Fees may reduce earnings. Rates effective December 31, 2007 and are subject to change without notice.

Member in Good Standing

As a financial cooperative, INOVA Federal Credit Union exists to meet our members' financial needs. Our mission is to improve our members' financial well-being. We return our "profits" to our members in the form of lower loan rates, higher savings rates, and low-cost financial services. Unfortunately, one unnecessary expense that can work against our credit union is account fraud. Fraud can increase our expenses, thus hurting our membership. In an effort to protect our members, we have updated our definition of "Member in Good Standing." This definition helps to protect you and the credit union, along with the level of service you enjoy today.

At INOVA Federal Credit Union, we have the right to suspend the benefit of any Credit Union service at any time for reasonable cause. Account services are available to those members in good standing with the Credit Union. We reserve the right to cancel or suspend services to a member who is not in good standing, which includes members that have:

- A delinquent loan.
- A savings balance below the \$15.00 minimum.
- An unresolved deposited returned check.
- An unpaid and uncollected credit union fee.
- A negative balance on an account.
- Caused a financial loss to the credit union.
- Committed any fraudulent activity.


Funds Availability Policy changes effective February 11, 2008:

Our general policy is to make funds from Your deposits available to you on the *first business day after* We receive Your deposit. Your deposit was available on the *same business day* we received it.

The first \$100 of Your deposit will be available on the *first business day after* We receive Your deposit. The first \$100 of Your deposit was available on the *same business day* we received it.

We have added a section in regards to **Holds on Other Funds**. This hold may be applied if we cash a check for You that is drawn on another institution, We may withhold the availability of corresponding amount of funds that are already in your account.

For a complete copy of the new Funds Availability Policy, please contact the credit union.



INOVA Federal Credit Union will be closed in observance of the following holidays:

- Monday, January 21st for Martin Luther King Jr. Day
- Monday, February 18th for Presidents Day
- Friday, March 21st for Good Friday

Fee Schedule Update

The following fee changes will go into effect as of 2/11/08.

Check Collection Fee	\$25.00
Deposit/Loan Return	\$25.00
Wire Transfer Fee <i>Outgoing - Foreign</i>	\$50.00

Member Check Cashing Fees	
Dollar Amount of Check	Member Check Cashing Fee
Checks less than \$500.99, per check	\$3.00
Checks \$501 to \$999.99, per check	\$6.00
Checks \$1,000 to \$4,999.99, per check	\$15.00
Checks \$5,000 and over, per check	\$50.00

Special Note: We will no longer be able to cash checks for Non-Members.

These account changes and fees above are accurate and effective for accounts as of the Effective Date indicated. If you have any questions or would like current account, fee, or rate information, please call the Credit Union at 800-826-5465. You may also request a new Truth in Savings agreement from any branch location.



Corporate Office
358 S. Elkhart Ave. Elkhart, IN 46516
574/294-6553 800/645-3732
www.inovafcu.org

3110 Old US Hwy. 20 Elkhart, IN 574/296-7945	185 Boston Post Road Orange, CT 203/799-0365
121 E. Grove Street Mishawaka, IN 574/259-1939	800 Dwight Way Berkeley, CA 510/705-5091
430 S. Beiger Street Mishawaka, IN 574/256-2520	511 Benedict Ave. Tarrytown, NY 914/524-2283
1025 S. Carroll Ave. Michigan City, IN 219/874-9493	127 Pony Farm Road Clayton, NC 919/359-2400
36 Columbia Road Moristown, NJ 973/408-8202	619 CR 6 East Elkhart, IN 574/206-2150
661 CR 17 Elkhart, IN 574/970-1337	

We have over 2,100 Credit Union Shared Service Center locations nationwide. Call 800/826-5465 for the location nearest you.



