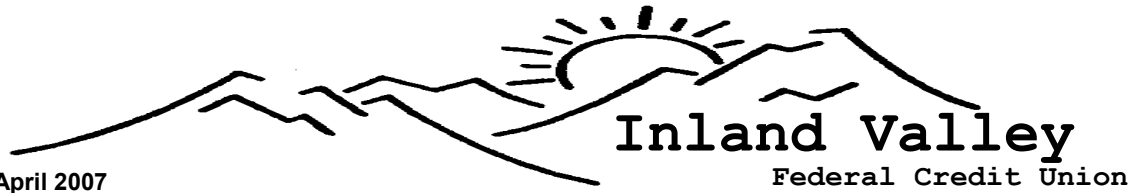


Credit Union Chatter



April 2007

59th Annual Meeting May 18, 2007

Inland Valley Federal Credit Union's 59th annual membership meeting will be held on Friday, May 18th, 2007, in the California Steel Industries Cafeteria at 9400 Cherry Avenue, Fontana. The business meeting will begin promptly at 6:00 p.m.. We will present reports related to the progress of your credit union, and those attending will participate in the Board elections for 2007. After the meeting, numerous door prizes will be given away, and refreshments will be served. Please join us in celebrating our 59 years of member service.

Visa Program Expands

In addition to our Value Visa Card, Inland Valley Federal Credit Union now offers Platinum Visa cards to borrowers with top Risk Based Lending Scores. Platinum Cards offer a lower annual percentage rate and also feature the benefit of Primary Auto Rental Car Insurance.

Another change to IVFCU's Visa program is that members may choose a reduced annual percentage rate in lieu of accumulating ScoreCard points with each purchase. ScoreCard Points can be used to earn free travel and/or merchandise. Visit www.scorecardrewards.com to learn more about this benefit or to check a point balance on an existing card.

During the next few months, current IVFCU Visa Card holders will receive a letter detailing the changes and outlining their choices.

All IVFCU Visa card programs include a multitude of benefits such as, \$250,000 Travel/Accident Insurance, Travel Reservation Service with Cash Rebates, Identity Theft Insurance and Assistance, 90-Day Product Protection, Extended Warranty and Price Guarantee.

For more information and details about IVFCU's credit card choices, please contact a loan officer at (909) 822-1810 or visit our website at www.ivfcu.org.

We now have two programs for our younger members:

Kirby Kangaroo Club

and

CU Succeed - Teen Financial Network

*Log on to www.ivfcu.org for more information
on how to improve your child's financial literacy.*

Home Loan Options Home Equity Line of Credit

Inland Valley Federal Credit Union is pleased to announce the addition of Home Equity Lines of Credit (HELOC) to members. This new product provides members an alternative to our traditional fixed rate second mortgage.

There are two main differences between a HELOC and a second mortgage. The first is the manner in which money is disbursed. With a second mortgage, money is disbursed in a lump sum at the beginning of the loan and then paid back over a specific term. Whereas, an IVFCU HELOC has a ten year draw period where funds can be borrowed in amounts up to the credit line any time during the initial ten years of the loan. The second difference is how the interest is calculated. A second mortgage has a fixed rate that is set at the loan funding and continues throughout the life of the loan. An IVFCU HELOC has a variable rate which adjusts quarterly with the Prime Rate. This means a HELOC rate and corresponding payment can move either up or down during the life of the loan.

Determining the best way to borrow against home equity largely depends on how the money will be used and the individual borrower's tolerance for risk. A HELOC offers more flexibility, as the funds can be accessed over a ten year period. However, a second mortgage may offer greater peace of mind, because the rate and payment remain constant throughout the loan term.

At IVFCU, our HELOC program was designed to remove as much risk as possible with only four rate adjustments per year. In addition, there are limits on individual and yearly adjustments with no negative amortization. Moreover, we offer multiple ways to lower your rate including the following: reduced rates for borrowers with top Risk Based Lending scores, discounts for lower than 80% total home loans to appraised value, and discounts for members who have a first mortgage with IVFCU and/or maintain active checking or Visa accounts with IVFCU. Lastly, compared to a second mortgage, a HELOC has a lower starting cost due to the difference in title insurance.

These two loan types do have one major benefit in common: in many cases, the interest paid on a HELOC or second mortgage is tax deductible. Consulting a tax advisor or the IRS is always advisable to determine individual deductibility.

For more information and details about either equity program, please contact a loan officer at (909) 822-1810 or visit our website at www.ivfcu.org.

Membership Expansion

In the mid-1980s, the closing of Kaiser Steel became the catalyst for the credit union's evolution. Our name was changed to Inland Valley FCU (IVFCU), and we began to add employees from select employee groups to our field of eligible members. In May of 2004, the credit union moved to its current location away from the steel company grounds. After evaluating the future financial landscape for credit unions, IVFCU petitioned the National Credit Union Administration (NCUA) for an additional charter expansion. We began the application process in 2005, and the NCUA has now granted us the ability to increase our field of membership through an "underserved" charter. Through this charter, persons who live, work, worship or attend school in Fontana, Bloomington, Rialto and parts of other surrounding cities such as, Colton, San Bernardino and Rancho Cucamonga can now join IVFCU. The NCUA grants this type of charter expansion to federal credit unions in areas where large groups of residents do not have access to a federal credit union via other eligibility methods such as, their employers. Now, residents of these areas have greater choice when conducting financial business. Moreover, IVFCU will compete for business on a level playing field with banks, thrifts, and state chartered credit unions.

Holiday Schedule

The Credit Union's Fontana Office will be closed on:

Monday, May 28 Memorial Day
 Wednesday, July 4 Independence Day

I.V.F.C.U. Savings Rates

Regular Share & Club Savings Accts	Dividend Rate	Annual Percentage Yield
\$0 to \$49	0.00%	0.00%
\$50 to \$2,999	1.48%	1.48%
\$3,000 to \$19,999	1.92%	1.93%
\$20,000 to \$49,999	2.14%	2.15%
\$50,000 and over	2.36%	2.38%
Share Drafts	0.75%	0.75%
Share Certificates	3.95%	4.00%
	to 5.25%	to 5.35%
IRA Shares	2.60%	2.62%
IRA Certificates	4.50%	4.57%
	to 5.25%	to 5.35%

All dividend rates are declared by the Board of Directors at the end of each Quarter and are paid from available earnings. All rates are per annum. Accounts that are closed before the end of a quarter will not earn dividends for that quarter. Listed Certificate rates are current when this publication went to print, current rates may vary. Certificates have early withdrawal penalties, please call the credit union for all fees, terms & current rates.

CEO Corner

There are four important articles in the *Chatter* this quarter. The first provides information about the Annual Meeting. In the financial landscape, the ability of individual members to vote for a volunteer Board of Directors is unique. Exercise your right to help shape the future of the credit union.

Speaking of the credit union's future, I would like to share how the Board and management make decisions for the credit union. In every case, the overall welfare of current members is the number one concern. We evaluate what benefits a new program will offer the current membership and decide if it makes sense. If we can't guarantee that the product beats the alternatives the majority of the time, that program will not be initiated.

This brings me to the remaining three articles: Membership Expansion, VISA Program Expands, New Home Loan Options. Membership expansion creates new avenues for credit union growth. Economies of scale are important in financial institutions, and this will enable a more efficient overall cost structure. The Visa program changes include the addition of Platinum Cards and provide the membership with more choices. Lastly, the HELOC program offers a quality alternative for members who have a need to use the equity in their homes without requiring refinancing a low-rate first mortgage.

Chuck Papenfus

Have a question? Email ChuckP@ivfcu.org. It may be used in an upcoming article.

Remember to log on to www.ivfcu.org to check current rates and to take advantage of our internet-based, time saving features:
CU On-Line, CU Bill Pay, & E-Statement

I.V.F.C.U. Loan Rates

Secured (against shares)	3.75%	to	6.00%
New & Used Autos	4.39%	to	12.09%
New & Used RVs	4.59%	to	14.89%
New & Used Boats	4.59%	to	14.89%
New & Used Motorcycles	4.39%	to	12.09%
Signature	8.29%	to	14.79%
Visa Card	9.96%	to	13.92%
15 Year 1st Mortgage (fixed)	5.49%	to	8.09%
30 Year 1st Mortgage (fixed)	5.79%	to	8.39%
2nd Mortgage (fixed rate)	7.09%	to	9.39%

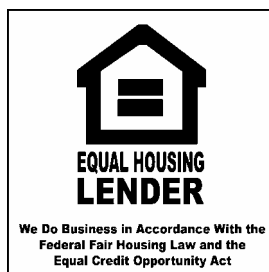
IVFCU utilizes a Risk Based Lending System. Rates are adjusted based on a combination of the applicant's Experian FICO score and MDS Bankruptcy Score. Rates are subject to change by the Board of Directors. All loan rates are annual percentage rates (APR). Daily periodic rates and other terms and conditions are available by calling the credit union. First & second trust deed loans are 10-12-15-20-30 year terms, contact the credit union office for more details on loan to value limits.

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 PO Box 547
 Fontana, CA 92334-0547

Main Office: (909) 822-1810
 Fax: (909) 357-3005
 Call 24: (909) 822-0369

Office Hours: Mon-Fri 7:00 am—5:00 pm

CU On-Line:
www.ivfcu.org



ATM Locations
 (888)Site Coop (748-3266)
www.co-opnetwork.org/public/find_atm/index.cfm

Service Center Branch Locations:
 (888)CuSwirl (287-9475)
www.creditunion.net/

