

Newsline



Great Loans to Help the Holidazed!

Have post-holiday bills left you in a daze? No problem! Here are two great loans from EFCU to refinance that debt... and restore your clear thinking!

■ **An open-end Line of Credit as low as 11% APR.*** Great for consolidating post-holiday bills now, and other costs throughout 2003!

■ **OR, an unsecured, closed-end Signature Loan as low as 10.25% APR,*** with a variety of payment terms available!

■ Use the funds to pay taxes, left-over holiday bills, you name it!

■ Payroll Deduction available for easy, automatic payments.



To apply, download an application from www.edwardsfcu.org, pick one up in person at any EFCU office, or ask us to mail you one by calling:

**(661) 258-4407 • (661) 945-6626
or (877) 256-3300 toll-free**

*APR=Annual Percentage Rate. Above rates are 1/2% higher for cash payments. All loans subject to credit approval. Your loan rate may vary from the rates above, subject to your credit profile. Rates are subject to change without notice.

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- CLIC Online Banking
- Electronic Tax Filing

holiday closings

Martin Luther King, Jr. Day
Monday, January 20, 2003

Presidents' Day
Monday, February 17, 2003

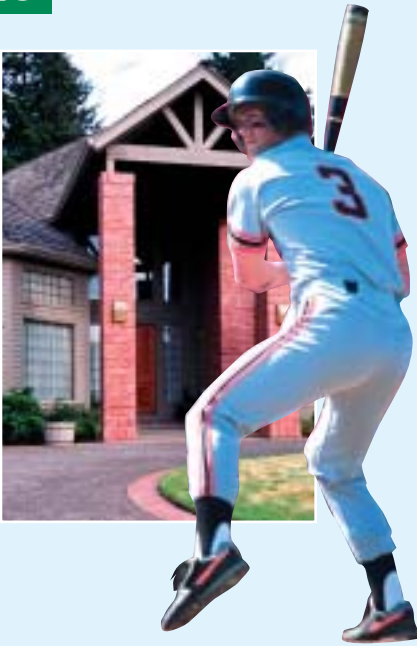
Longer Hours for Lancaster Office!

Please note these new hours for our Lancaster office:

Lobby: 9:00 a.m. - 6:00 p.m., Monday - Friday
9:00 a.m. - 2:00 p.m., Saturday

Drive Thru: 8:30 a.m. - 6:00 p.m., Monday - Friday
8:30 a.m. - 2:00 p.m., Saturday





Score a Home Run: With an Affordable EFCU Mortgage Loan!

Ready for home ownership? Let us cover your bases. We can help make your dream come true with our exceptional 1st Trust Deed Mortgage Loan Program. And with interest rates at a thirty-year low, the values have never been better.

EFCU's real estate department can help you reach your goals with a variety of great financing options:

- 15-year 1st Trust Deeds
- 30-Year 1st Trust Deeds
- New purchases as well as REFI's

Today's low rates won't last forever! Let our friendly, knowledgeable loan specialists guide you through the financing options available, so you can make the best decision about how to make your home ownership dream a reality.

(888) 567-6989

www.membersloanservices.com

EFCU & the CO-OP Network... Member Access to Nationwide ATM Deposits

Your EFCU membership is now more valuable than ever as a result of our recent acceptance for membership in the nationwide CO-OP Network Deposit Program. For those of you unfamiliar with the CO-OP Network, it is a credit union ATM network that enables credit union members to make deposits at over 1,700 ATMs nationwide, 24 hours a day, seven days a week (at most locations) across the country.

Starting mid-February, you will be able to use your EFCU ATM or Visa® Check Card, to make deposits at any ATMs displaying a CO-OP Network logo. Many CO-OP Network ATMs are conveniently located at retail outlets and various stores such as COSTCO, Albertson's, Max Foods, Price Club, Stater Bros and HomeBase locations throughout California and Arizona.

Using a CO-OP Network ATM is easy. Just make your deposit as usual...as if you were using your EFCU ATM. Follow the simple ATM instructions and verify that the deposited amount appears on your receipt. Deposited checks are subject to the usual EFCU hold periods, if any, not those of the institution where you are making your deposit. What could be more simple, convenient and easy?

Ease of Access is Everything!

To locate a CO-OP Network ATM, take your pick of the following options below:

- Ask for a CO-OP Network ATM directory on your next visit to one of our offices or,
- Visit the CO-OP Network online at <http://www.co-opnetwork.org>
- Or, phone (888) 748-3266 toll-free for automated locations.

Just look for these signs. With them, you can take your EFCU branch almost any place you travel across the nation. Now that's what we call convenience!



April 9, 2003 – 41st Annual Meeting

Wednesday, April 9, 2003 is the scheduled date of EFCU's 41st Annual Membership Meeting. This year's meeting will be held from 5:30 p.m. – 9:00 p.m. at the Park Plaza (formerly Essex house) in Lancaster, CA, to fill vacant and/or expired positions on our Board of Directors. Financial reports will be presented, along with details of new products and services planned for 2003. Your attendance will help us celebrate the strength of members, credit unions and people everywhere.

Nomination to the Board by Petition

A Board selected Nominating Committee has nominated two candidates to fill Board vacancies, including expired Board terms.

However, other interested parties may still run for any vacant position by submitting a petition signed by 1% of EFCU's members, with a minimum of 20 signatures and a maximum of 500. As of November 30, 2002, 206 members represented 1% of the membership.

All nominees must provide a written statement of qualifications, biographical data, and a signed statement indicating that they are agreeable to nomination, and will serve if elected to office. Petitions and written documentation must be completed and returned to an EFCU office by 5:00 p.m. on Thursday, February 27, 2003. The petitions and associated documentation will be forwarded to Martin O'Brien, Secretary of the Board of Directors.

Elections:

All elections are determined by plurality vote and will be by ballot except where there is only one nominee for each position to be filled. If such is the case, nominees will be elected by general consent. However, if balloting is necessary, it will occur on the following dates:

Edwards

March 19, 20 & 21

9:00 a.m. – 5:00 p.m.

Lancaster

March 26, 27, & 28

9:00 a.m. – 6:00 p.m.

Annual Meeting – April 9

5:30 p.m. – 6:30 p.m.

Candidates' Statements

Ardith Richardson

Ms Richardson has been a member of the Edwards Federal Credit Union Board of Directors for the past 3 years. She has served on the Loan Review Committee and the Supervisory Committee, for a combination of over 12 years of volunteer service with EFCU. And, she has been a continuous member of the Credit Union since 1969. Ms Richardson is currently a Program Control Specialist in the Joint Program Management Office (JPMO) at the Air Force Flight Test Center (AFFTC), Edwards AFB. She also is active in several volunteer organizations in our community.

"I am proud to be a member of the Edwards Federal Credit Union Team. As a member of your Board of Directors, I will welcome comments and suggestions from fellow members and will work toward a common goal to make your Credit Union the best it can be. I hope to have the opportunity to continue representing the members' interest on the Board of Directors for EFCU. Thank you for your support."

Bob Large

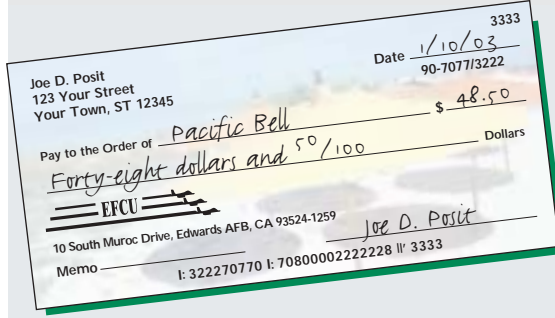
Mr. Large was first elected to the Edwards Federal Credit Union Board of Directors in 1994, following previous service as an appointed Board member. He has served in various capacities on the Board, most recently as Treasurer and Chairman of the Asset/Liability Management and Technology Committees. His prior volunteer activities have included Supervisory Committee, Loan Committee, and Loan Officer. He has been a continuous member of EFCU since 1963, one year after it was founded.

He is employed by TYBRIN Corporation as a Senior Strategic Planner, supporting the Flight Test Center Advanced Planning Division (AFFTC/XPD) in long-range planning. He has more than 28 years experience at the AFFTC in a combination of active

duty and contractor time in a career spanning 40 years of Air Force weapon system development and support activities. He also serves as Council Member and Secretary of The Lakes Town Council, serving Lake Hughes and Elizabeth Lake.

"We have laid a solid technical foundation for efficient and secure delivery of expanded services to a growing membership. Continuing challenges in market dynamics and increasing information attacks on the Nation's financial infrastructure make it imperative that we develop and maintain a vigilant and agile culture. I believe my long experience with, and dedication to, EFCU can help meet these challenges. I again ask your support in allowing me to continue to serve."

Online Banking Made Easy: Just Point & CLIC!



Use "CLIC" to View Your Cancelled Share Drafts (Checks)

Many of you have told us that you'd like quicker access to copies of your paid/cancelled checks. We are pleased to tell you that this service is currently a work in progress through CLIC Online Banking. Actually, those of you who opened your account prior to our December 2001 in-house computer system upgrade can now use this service if you have CLIC Online Banking. No fees involved and no more waiting to receive a fax copy from us, just pull up your checking account and click on any of your blue underlined check numbers to see a front and back copy of that particular check. Saves money and precious time!

If you opened your account prior to the December 2001 date and currently use CLIC Online Banking, we will need to change the MICR line number on your checks before this free service will work for you. The MICR line number is the set of numbers on the bottom of your check that identifies your checking account with us. Please contact us at your earliest convenience so we can implement the MICR line change. In most cases, this will be as simple as ordering new checks with new MICR line information.

We're pretty excited about online check copies and all the other great benefits of CLIC Online Banking, and hope you are too. We look forward to answering any questions you may have.

Want to bank faster and easier in 2003? Well, you can do just that with our CLIC Online Banking service. All you need to get started is a Personal Computer, Internet access and CLIC Online Banking, and you'll be able to view your accounts around the clock, transfer funds, verify checks that have cleared and deposits that have posted, and pull up a history of your transactions. You can even download your financial information into Quicken® or Microsoft Money®, email service questions to us, and more!

Protection & Security – For your protection and peace of mind, CLIC Online Banking is confidential and safe – all transmissions are encrypted (converted into code) so no one else can read your personal, sensitive information. Best of all, this service is absolutely FREE!

Getting Started – Visit our secure web site at www.edwardsfcu.org and use your CALL-24 Personal Identification Number (PIN) for access. After signing in, you will be prompted to change your PIN for security reasons. If you don't have CALL-24 access, please give us a call so we can tell you how to access CLIC Online Banking. Convenience, easy banking, fast service, privacy, safety, and your own personal teller await you. So what are *You* waiting for? Get connected to CLIC Online Banking today!



Want Help Getting Started? Make an Appointment!

Like what you've read about CLIC Online Banking so far, but you're a little apprehensive about the whole online banking thing? Well, don't be. Using CLIC Online Banking is as easy as 1-2-3! And we're so convinced that you'll enjoy using this service, we'll help you get started! *Just give us a call and request to schedule an appointment for your own personal in-office training session!* You'll learn something new and have fun while doing it.

Electronic Check Conversion Notice

When you authorize a merchant to electronically debit your share draft (checking) account, the transaction is considered an electronic fund transfer and subject to our Electronic Fund Transfers Disclosure which you have already received. However, copies are available at any EFCU office, should you require another one.

Financial Bits & Pieces

Ready for Your Close-Up?

In order to protect your identity and further ensure your account security, EFCU will include a picture of you in your member file.



Called "Member ID Manager," these images will be used for ID purposes only, and will only be available to EFCU staff members. We'll take the picture at the branch...all you have to do is smile!

EFCU's Routing Transit Number for Tax Purposes
3222 7077 0

Online Access to EFCU
www.edwardsfcu.coop
www.edwardsfcu.net
www.edwardsfcu.org

To Report Lost or Stolen Visa® Cards:

Call toll-free IMMEDIATELY, 24 Hours
Visa Credit Card (800) 453-4270
Visa Check Card (800) 472-3272



At Tax Time... File Electronically!

This year, e-file your tax returns and get your refunds fast by using QuickFile USA. Easy to use, QuickFile offers simple access to electronic tax filing along with a choice of two filing methods – electronic filing kits or Quicken® Turbo Tax® for the Websm.

Electronic Filing Kits – QuickFile USA has already mailed you an electronic filing kit if you used their services last year. Just mail your completed return back to QuickFile USA, where it will be checked by a tax professional, computerized and filed electronically with the appropriate tax agency. Otherwise, just pick up a filing kit from either one of our offices. Filing fees are only \$30 for Federal and \$15 for State returns, and can be deducted from your EFCU account upon request.

Quicken Turbo Tax for the Web – File your taxes directly online with Quicken Turbo Tax for the Web. It keeps track of the latest tax laws and forms, calculates accurately and makes tax filing as simple as pointing and clicking. To use the service and get more information about fees and other details, visit our web site at www.edwardsfcu.org and click on the Quicken Turbo Tax link.

For fast refunds, have your money direct deposited to your EFCU share draft (checking) or savings!

LOAN RATE CORNER

Rates shown below are EFCU's best rates based on approved credit and with automatic payment (with the exception of Visa® Classic, Share (Savings) Secured and Certificate Secured Loans). Your rate may be higher depending upon your individual credit profile. For a complete listing of current rates and terms, visit an EFCU office or our web site at www.edwardsfcu.org.

New & Used Autos

Financing	Term	APR* "as low as"
100%	12 – 84 mos. 72 mos. = \$20,000+ 84 mos. = \$30,000+	4.99%
Line of Credit/Overdraft Protection	open-end	11.00%
Signature Loan (closed-end)	12 – 60 mos.	10.25%
Visa Classic Credit Card	open-end	12.50%**
Share (Savings) Secured	open-end	share rate + 2.00%**
Certificate Secured	open-end	certificate rate + 2.00%**
Home Equity, Closed-End	120 mos.	9.00%

Loan Rates effective @ 12/13/02

*APR=Annual Percentage Rate. With the exception of Visa Classic, Share (Savings) Secured and Certificate Secured Loans, the above automatic payment rates are 1/2% higher for cash payment.

**The maximum amount of unsecured credit cannot exceed 15% of your gross annual income, or \$25,000, whichever is less, and may be divided between your Visa, Signature Loan or Line of Credit/Overdraft Protection.

***Non-automatic payment rates – no reductions apply.

Financing for new and used autos include 100% of the dealer's purchase price, plus tax, license and extended warranty. For private party purchases, used auto financing based on Kelley Blue Book retail value plus tax, license and options.



We Do Business in Accordance with Federal Fair Lending and Equal Opportunity Laws.

Office Locations

Edwards AFB **Lancaster**
 10 South Muroc Drive 44288 N. 10th Street West
 Edwards, CA 93524-1259 Lancaster, CA 93534-4199

Office Hours

Edwards AFB

Lobby: 9:00 a.m. - 5:00 p.m., Mon. - Fri.
 Walk-Up: 8:00 a.m. - 9:00 a.m., Mon. - Fri.
 5:00 p.m. - 5:30 p.m., Mon., Fri.
 & Military Paydays
 ATM: 24-Hours A Day

Lancaster

Lobby: 9:00 a.m. - 6:00 p.m., Mon. - Fri.
 9:00 a.m. - 2:00 p.m., Sat.
 Drive-Thru: 8:30 a.m. - 6:00 p.m., Mon. - Fri.
 8:30 a.m. - 2:00 p.m., Sat.
 ATM: 24-Hours A Day

Telephone Transactions & Inquiries

Hours: 7:00 a.m. - 6:00 p.m., Mon. - Fri.
 9:00 a.m. - 2:00 p.m., Sat.

Phone: (661) 258-4407 or (661) 945-6626
 or toll-free, (877) 256-3300

Fax: Edwards - (661) 258-7244
 Lancaster - (661) 942-3573

CALL-24 Audio Response Service (24-Hour Service)

Web Site

www.edwardsfcu.org

E-Mail Address

president@edwardsfcu.org

Newsline is published quarterly for the members
 of Edwards Federal Credit Union.

Jan Fourr..... President/CEO
 Noriece Johnson..... Editor

Written and produced by The Vivid Group, Inc.

Board of Directors

Ron Davino..... Chairman
 Ardith L. Richardson..... Vice Chairman
 Martin O'Brien..... Secretary
 Robert W. Large..... Treasurer
 Jerry André Director
 Lora Counts..... Director

Supervisory Committee

Shauna Sanchez..... Member
 Bob Gare Member
 Mike King..... Member
 Jeanette J. White Member



Your share savings in this Credit Union are insured up to \$100,000 by NCUA, a U.S. Government Agency, and up to \$250,000 by ASI, a private insurer, for a total up to \$350,000...the highest combination of federal and private share insurance available.

Dividend News

The following dividend rates and annual percentage yields (APYs) for share and certificate accounts were approved by the Board of Directors for the month of December, and are accurate as of December 12, 2002

Accounts	Rates	Yields
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Share Savings, Organizational, Holiday, Elf/Gift-to-Minor Accounts

(Minimum Balance: \$25)	1.55%	1.56%
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IRA Accounts

(Minimum Balance: \$50)	1.70%	1.71%
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Money Market Share Draft (Checking) Accounts*

(Minimum Balance: \$2,500)

\$2,500 - \$9,999.99	1.90%	1.92%
\$10,000	2.10%	2.12%

Share Certificates Rates effective @ 12/16/02

(Minimum Balance: \$1,000)

6 Months	2.05%	2.07%
1 Year	2.30%	2.32%
2 Years	3.00%	3.03%

IRA Certificates Rates effective @ 12/16/02

(Minimum Balance: \$1,000)

6 Months	2.20%	2.22%
1 Year	2.45%	2.47%
2 Years	3.15%	3.19%

Share Starter Certificates** Rates effective @ 12/16/02

(Minimum Balance: \$250)

18 Months	1.65%	1.66%
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Share Plus Certificates*** Rates effective @ 12/16/02

(Minimum Balance: \$1,000)

1 Year	1.80%	1.81%
2 Years	2.50%	2.52%

Share Plus IRA Certificates*** Rates effective @ 12/16/02

(Minimum Balance: \$1,000)

1 Year	1.95%	1.96%
2 Years	2.65%	2.68%

*Balances below \$2,500 will earn the Share Savings rate stated above. Up to six (6) withdrawals per month permitted - three (3) of which can be made by check.

** Automatic transfers of \$20/bi-weekly, \$22.50/semi-monthly or \$40 monthly required. No automatic renewal. Funds transferred to shares at maturity.

***\$200 minimum add-on deposits.

Dividend rates and annual percentage yields for share accounts are subject to change at any time after account opening, as determined by the Board of Directors. For all certificates, the annual percentage yield assumes that the principal remains on deposit until maturity. Withdrawal of principal prior to maturity will break the certificate and reduce its earnings. Please contact us for additional information on fees and terms.