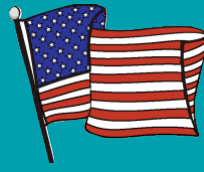


FIRST CLASS[®]

FEDERAL CREDIT UNION



Have a Safe and Happy Summer!

CENT\$IBLE TIMES

"Where Service and Value Meet"[®]

2nd Quarter 2010

What it means to be an

American...

To believe

in the promise of a better tomorrow, and stand united in our efforts to give a peaceful nation to our children...

To honor

each other's differences and cherish the richness of our history, even as it continues to unfold from sea to shining sea...

To love

deeply our friends and family, day by day, and never take for granted the privilege of calling ourselves American.

America -

we are more than a people, we are a family.

~ Author unknown

Lower Your Expenses

Money is tight for many Americans now-a-days... If you need to lower your expenses, the credit union may be able to help.



We offer Signature Loans that may be used to:

- **Consolidate your bills** — If you have a number of outstanding debts, it may make sense to consolidate them into one loan. With a consolidation loan, your payments are usually lower, and you pay less in total interest charges.
- **Refinance** — You can refinance your current loans and get lower rates at your credit union.
- **Low-Cost Services** — If you have a checking account or use other banking services at another institution, check out the same services with us. Chances are the rates, fees and terms will be better.

Talk to the loan officer and/or Member Service Representative today!

When "0%" Sounds Too Good to Be True

You've seen the ads. Zero percent financing, 2.9 percent financing. The automobile manufacturers' rates seem great. What could be wrong with them? Plenty, if you take a look at the fine print.



Your best deal could come from skipping the low dealer rate, taking the rebate the dealer is offering, and financing your vehicle through First Class FCU. Why?

- You start off with a lower loan amount if you take the rebate, saving you money in finance costs.
- You could get lower monthly payments with your credit union, because low auto loan rates are available for loans with longer terms as well as short ones.
- You may save money on the total cost of the loan, because credit unions don't charge application fees or prepayment penalties, and they charge simple interest, meaning you pay down your principal balance at a faster rate.

Come to First Class FCU before you sign any financing agreement a dealership offers you!

Visit us online at:

www.firstclass.org



If you haven't already, *sign up now* for First Class...
Anywhere! our Online Banking System!

Audio Response System
24 Hours & Toll Free
(610) 776-7470 or
1-888-587-2834

Check out the Security Fraud Alert link on www.firstclass.org for the latest fraud alerts!

Key\$ to Financial \$uccess For Your \$tudent

Getting your student ready for college? Don't forget to prepare them for financial success!

We offer special advantages for our 16 & 17 year old Youth Members -

Share draft (checking) account and VISA Check Card access for sixteen (16) and seventeen (17) years old, with a parent as a joint owner/co-signer.

They can also apply for a VISA Credit Card, with a parent co-signer, and begin to learn financial responsibility. This will help build credit in their name but with a reasonable credit limit and a monthly payment that they can afford. This card will also be good to have if planning to go away to college.

See a Member Service Representative for more information.

“EXTRA” SAVINGS ACCOUNT

Want to save for a rainy day or financial goal? We offer an EXTRA savings account to help you! This savings account can be opened under your existing savings account and does not require another \$50.25 to open it. The minimum balance for this account may be \$0.00 and the suffix would be “58”. In order for this account to be opened, members need to complete an account card and sign it. Contact the Main Office for more details.

Coverdell Education Savings Account

Formerly the Education IRA

Seeing a child work toward a college degree is a parent's dream. But with rapidly escalating costs of higher education, this dream can become a financial nightmare. A Coverdell Education Savings Account (ESA) can help parents sleep at night.

What is a Coverdell Education Savings Account (ESA)?

The Taxpayer Relief Act of 1997 created the Education IRA, now known as the Coverdell ESA. Its sole purpose is to help you pay for your child's education expenses, such as tuition, fees, books, supplies, equipment, and in some cases, room and board and computers. These options were improved by the Economic Growth and Tax Relief Reconciliation Act of 2001.

The main benefits of a Coverdell ESA include:

Unlike state 529 plans, Coverdell ESA's can be used to pay for qualified elementary and secondary education expenses.

Earnings grow tax-free if distributions are used for qualified education expenses.

Remember, it's never too late to start planning for your child's education. For more information or to setup your Coverdell Education Savings Account, call and speak to a MSR today!

FIRST CLASS®

FEDERAL CREDIT UNION

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Edward Schmidt, Vice Chairman
Neal Benner, Secretary
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Joseph Marushak, Emeritus
Ron Fulmer
James Krupka
John Krupka
Glenn Pearson
Herman Smith

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Angela Bashaw
Beverly Butz
Annette Easley
Leeann Edinger
Frank "Joey" Gibiser
Donna Greene
Kristin Hunt
Mary Muster
Elizabeth Todaro

Locations

Main Office

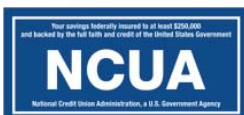
510 Business Park Lane
Allentown, PA 18109-9114
M-W 9AM-5PM
TH & F 9AM-6PM
(610) 439-4102
TOLL FREE 1-888-458-7332
FAX (610)439-1323

Easton Office

650 S. Greenwood Ave.
Easton, PA 18042
M-W 9AM-5PM
TH&F 9AM-5:30PM
Closed 12PM-1PM (Lunch)

WEBSITE

www.firstclass.org



SHARE RATES (As of July 1, 2010)

	<u>RATES</u>	<u>APY*</u>
Regular Share Account The most convenient deposit account available	.60%	.60%
Big Buck's Account Fun & easy for kids to save.	.60%	.60%
I.R.A.'s (Roth, Traditional & Coverdell)	3.20%	3.25%
Tax Share Account	.60%	.60%
"Other" Share Account	.60%	.60%
Dividend calculated on average daily balance and paid monthly		
Christmas Club	.60%	.60%
Funds transferred first week in Nov., no penalty for early withdrawal.		
Vacation Club	.60%	.60%
Funds transferred first week in May, no penalty for early withdrawal.		
*Annual Percentage Yield		

LOAN RATES (As of July 1, 2010)

Lower rates apply to those members who use the Credit Union as their Primary Financial Institution (PFI) & will be determined by the loan officer.

	<u>NON ACTIVE</u>	<u>ACTIVE DRAFT</u>
New Auto (100% Financing)		
36 months	5.74%	5.24%
48 months	5.99%	5.49%
60 months	6.24%	5.74%
72 months*	6.74%	6.24%
New Auto (80% Financing)		
36 months	5.24%	4.74%
48 months	5.49%	4.99%
60 months	5.74%	5.24%
72 months*	6.24%	5.74%
*Available on loan amounts greater than \$25,000.		
Used Auto (Based on NADA average retail value)		
60 months ('05-'09)	6.74%	5.74%
60 months ('02-'04)	7.74%	6.74%
Signature (Maximum \$10,000)		
36 months	13.50%	12.50%
60 months	14.50%	13.50%
Quickdraw (\$1,000-\$10,000)	13.50%	12.50%
Line of Credit		
Share Secured (Maximum \$10,000)		
60 months	8.50%	8.00%
Vacation/Holiday Loan (Maximum \$1,200)		
12 months	10.99%	9.99%
VISA* (Maximum \$10,000)	12.90%	

HOME EQUITY PRODUCTS

Home Equity Line of Credit (Variable Rate)		
60 months	7.25%	5.25%
Fixed Home Equity Rate		
60 months	6.24%	5.24%
120 months	6.99%	6.49%
HOMEFLEX Equity Loan		
5 yr. Balloon	6.24%	5.24%
(Maximum payment schedule up to 30 yrs.)		

Interest Rates subject to change without notice!

*VISA is a Registered Trademark of VISA International Service Association. Used by permission.