

COMMUNICATOR

Do Bills Have You Cornered?



PROBLEM

Are you overwhelmed with just too many bills each month? Did you use high-rate credit cards for your holiday shopping and now you have to face the reality of managing that debt? You could be paying up to 22% interest on some of those department store credit cards and paying just the minimum payments each month could take you a long time to pay them off.

SOLUTION

The solution to this problem is right here at Michigan Columbus Federal Credit Union. You have the option of refinancing your existing mortgage with the credit union, and obtaining cash out...or take advantage of the equity in your home with a credit union home equity loan.

Home Mortgages

Choose from a wide range of programs to meet your needs. For more information and to apply for your credit union mortgage, call Clay Burke, our mortgage representative at Member Mortgage Services, at 800-945-4506.

Home Equity Loans

Take advantage of the equity in your home with a credit union home equity loan. Use it for home improvement, debt consolidation, college expenses, a great vacation, and much more. Check out these benefits:

- Prime Rate LESS 1/4%
- No Fees
- Limits up to 80% of the appraised value of your home (less mortgage and liens)
- Credit limits from \$5,000 to \$100,000
- Interest may be tax deductible (consult with your tax advisor)

Call or stop by the credit union office to apply for your home equity loan today.



Get More For Your Money At MCFCU!

If you have money on deposit at other financial institutions, bring that money to your credit union where we offer a wide range of certificate programs.

Certificates of Deposit (\$500 Minimum Deposit)	APY*	Compounded
3-Month	3.45%	Monthly
6-Month	3.80%	Monthly
12-Month	4.50%	Monthly
24-Month	4.65%	Monthly
36-Month	4.80%	Monthly
48-Month	4.90%	Monthly
60-Month	5.00%	Monthly

*APY = Annual Percentage Yield. Rates as of December 20, 2005, subject to change.

Holiday Loan

You can still take advantage of this low-rate Holiday Loan because this offer is available until February 28, 2006! If you used high-rate department store credit cards for your holiday shopping, you could be paying up to 22% interest for those cards. Pay them off with a 6.99% Holiday Loan.

As Low As
6.99%
Fixed APR*

If you took advantage of deferred payment programs for new furniture, carpeting, etc., and that amount is coming due soon, pay it off with a Holiday Loan. You don't want to forget to pay that amount off because you'll pay high interest from the time you made your purchase.

A Holiday Loan is also a great way to get extra cash for home improvements, car repairs, winter vacations, and more. Choose from these amounts:

\$1,000 | **\$1,500** | **\$2,500**
12 Months @ \$86.53 | 24 Months @ \$67.16 | 36 Months @ \$77.19

Apply soon before this offer ends. Complete and mail the application on page 3 of this newsletter, or bring it to the credit union office.

*APR = Annual Percentage Rate, subject to change.

Winter Rush Auto Sales Event



Michigan Columbus Federal Credit Union is pleased to offer this Auto Sales Event. Each member making a vehicle purchase at this event, and financing with MCFCU from now until February 28th, will receive a \$250 VISA Gift Card.



Warm up to a cool value with Enterprise and finance your vehicle with MCFCU today!

Visit any of these Enterprise locations:

33543 Gratiot Avenue
Clinton Township, MI 48035
586-791-4990

2232 Eureka Road
Wyandotte, MI 48192
734-246-1436

29301 Grand River Avenue
Farmington Hills, MI 48336
248-426-1432



*VISA gift card offered on vehicles purchased from Enterprise and financed by MCFCU. Offer void when 7-day Repurchase Agreement is activated. No cash advances. Replacement cards available only prior to activation. Card cannot be replaced if lost or stolen. Cards will be issued within 30 business days of purchase. Not valid with any other Enterprise Car Sales offer. Vehicles must be purchased by February 28, 2006. Certain restrictions apply. Contact your local Enterprise Car Sales office for more details.

Roth IRA

Plan For A Comfortable Retirement

The Roth IRA is very versatile program when planning for your retirement and other special circumstances.

- Earnings grow tax-free provided you hold the account for at least 5 years and don't make withdrawals until you're at least age 59 1/2
- Contributions are with after-tax dollars
- Distributions may be tax free
- Anyone with earned income is eligible
- Early withdrawals are permitted for special circumstances, such as a first home (limits apply)
- Make a lump sum contribution or make deposits throughout the year
- Contribute through direct deposit or payroll deduction

Consult with your tax advisor regarding your IRA eligibility. For additional information on MCFCU IRA programs, including the Traditional and Coverdell ESA accounts, visit our web site at www.mcfcu.net.



Skip-A-Payment

Keep Extra Cash In Your Pocket

After the hustle and bustle of the holiday season, we feel our members deserve a break from making monthly loan payments. That's why in January of each year we offer the Skip-A-Payment program.

You may be eligible to postpone the payments on our loans and have extra cash for other things. If you have payroll deduction, any funds in your account will be available for you to withdraw, provided you have arranged for Skip-A-Payment.*

To request Skip-A-Payment, call the loan department at 734-425-5080, or stop by the credit union office.

*Members must qualify and may only skip one payment on each loan per year. Loans not eligible are: mortgages, home equity loans, and VISA credit cards. Finance charges will continue to accrue on your outstanding loan balances. A fee of \$20.00 will be charged for each loan payment skipped. Ask for details.



Annual Meeting Scheduled Mark Your Calendar

Mark your calendar to attend this year's Annual Meeting.

Sunday, April 2, 2006
George F. Monaghan
Knights of Columbus
19801 Farmington Road
Livonia, MI

Meeting: 2:00 p.m.
Dinner & Refreshments

MCFCU Holiday Loan Application



To apply, complete sections 1 and 2 and return this application to your credit union office. We'll process your request right away. Apply soon because this offer ends February 28, 2006.

TRUTH-IN-LENDING DISCLOSURE

\$1,000.00	
ANNUAL PERCENTAGE RATE: (The cost of your credit as a yearly rate.)	6.99%
Amount Financed: (Amount borrowed)	\$ 1,000.00
TOTAL FINANCE CHARGE:* (The dollar amount the credit will cost you.)	\$ 38.33
Total of Payments:* (The amount you will have paid after you have made all payments as scheduled.)	\$ 1,038.33
12 Monthly Payments:*	\$ 86.53

\$1,500.00	
ANNUAL PERCENTAGE RATE: (The cost of your credit as a yearly rate.)	6.99%
Amount Financed: (Amount borrowed)	\$ 1,500.00
TOTAL FINANCE CHARGE:* (The dollar amount the credit will cost you.)	\$ 111.75
Total of Payments:* (The amount you will have paid after you have made all payments as scheduled.)	\$ 1,611.75
24 Monthly Payments:*	\$ 67.16

\$2,500.00	
ANNUAL PERCENTAGE RATE: (The cost of your credit as a yearly rate.)	6.99%
Amount Financed: (Amount borrowed)	\$ 2,500.00
TOTAL FINANCE CHARGE:* (The dollar amount the credit will cost you.)	\$ 278.74
Total of Payments:* (The amount you will have paid after you have made all payments as scheduled.)	\$ 2,778.75
36 Monthly Payments:*	\$ 77.19

If your payment is 10 days or more late, you may be charged 20% of the interest due. You are giving a security interest in your credit union accounts in accordance with the "Pledge of Savings" on the reverse side. For additional information, refer to the Note. Asterisk (*) means estimate.

Finance charge may vary with loan date, and your last payment may be less than previous payments. Approval is subject to our normal credit standards and criteria, and you must apply by February 28, 2006 to qualify for the MCFCU Holiday Loan.

INCOME VERIFICATION: MCFCU may require income verification for all loans.

Credit Union Use Only Loan Approved Loan Denied
 Loan Officer _____ Date _____
 Comments _____
 D/I Ratio: _____ Note Mailed _____ by _____

1

MCFCU Account # _____

Name _____
 Spouse's Name _____
 Address _____
 City _____ State _____ Zip _____
 () ()
 Home Phone # _____ Work Phone # _____
 \$ _____ \$ _____ \$ _____
 Mortgage/Rent Monthly Payment Checking Balance Savings Balance
 Social Security Number _____ Date of Birth _____
 Employer _____ \$ _____
 Position _____ Monthly Salary (Gross) _____ Years There _____
 Previous Employer _____ Years There _____

Amount you wish to borrow:

\$1,000.00 \$1,500.00 \$2,500.00

Purpose of the loan: _____

Deposit the funds into my:

Checking Savings Mail a check



How do you wish to repay your loan?

Transfer from checking Transfer from savings
 By mail or in person

2

By signing below, I (we) apply to Michigan Columbus Federal Credit Union for a Holiday Loan and agree to be bound by the terms outlined under Note on the reverse side. I (We) authorize MCFCU to request and obtain all credit and employment information necessary to process this application.

X _____
 Applicant's Signature Date

X _____
 Spouse's Signature (if applicable) Date

The Credit Union reserves the right to request additional information, if necessary. First-time borrowers are required to complete additional applications. Call the Loan Department for details. This loan cannot be used to pay on existing loans at MCFCU.



Apply Today!



Michigan Columbus
 FEDERAL CREDIT UNION

NOTE ↩

MCFCU HOLIDAY LOAN NOTE

You promise to pay the Credit Union the principal amount plus interest on the unpaid balance according to the payment schedule and rate listed on the reverse side. The rest of the terms and conditions of this Note are listed herein. You also pledge your account in the Credit Union in accordance with the "Pledge of Savings." However, if payments on this loan are up-to-date, Borrower(s) can withdraw shares and/or deposits in excess of the outstanding amount.

- A. Prepayment: You can repay all or any part of this loan at any time without penalty.
- B. If a payment is 10 days or more late, you may be charged 20% of the interest due.
- C. Default: You are in default if you fail to make a payment on this loan on time. You are also in default under this Note if you are in default under the "Security Agreement" (if applicable) or under any security agreement or real estate mortgage securing this loan.
- D. Acceleration: If you are in default, any part of this loan then unpaid and any other amounts you owe under the "Security Agreement" if applicable or under any other security agreement or real estate mortgage securing this loan are due and payable in full without notice to you (unless such a mortgage provides otherwise), at the Credit Union's option.
- E. Waiver of Security: The Credit Union waives any security for this loan or for any refinancing of all or part of this loan or for any sum owing under any security agreement or real estate mortgage securing this loan, other than the security

granted by the "Pledge of Savings" in paragraph G, by any security agreement or real estate mortgage securing this loan and security provided by statute.

- F. Completing Note: You authorize the Credit Union to complete this Note in any necessary respect if it is executed while incomplete.
- G. Pledge of Savings: As security for all amounts owing under this Note and under any security agreement and/or real estate mortgage securing this loan, you pledge all shares and/or deposits (including earnings and additions) you now or in the future have in this Credit Union, but only up to the total of such amounts unpaid from time to time. If you default, you authorize the Credit Union to apply such shares and/or deposits to payment of these amounts. This pledge does not apply to shares and/or deposits in an Individual Retirement Account (IRA) Keogh Plan. Regardless of this pledge, if payments on this loan are up-to-date, Borrower(s) can withdraw shares and/or deposits to the extent indicated on this form.
- H. Insurance Eligibility: A Debtor or Co-Debtor is eligible for insurance hereunder provided he or she is not over the Maximum Age specified in the Schedule for the coverage applied for on each Loan Date. In addition, for disability insurance, the Debtor must be actively and physically present at work in an occupation or employment for wages or profit on a full-time basis for at least 30 hours per week for a period of not less than fourteen days immediately prior to the Effective Date of this certificate. The Co-Debtor is not eligible for disability insurance.

Notice Of Privacy Practices from MCFCU

Important Information About The Personal Data Your Credit Union Collects, And How It Is Used

To assure the continued privacy and confidentiality of your personal financial information, your credit union observes these practices and procedures:

Information We Collect

We collect non-public information about you from some or all of the following sources:

- Information we receive from you on applications or other forms;
- Information about your transactions with us, our affiliates, or others; and,
- Information we receive from a consumer reporting agency.

Information We Disclose

We do not disclose any non-public personal information about our members and former members to affiliates or non-affiliated third parties except as permitted by law.

Our Security Measures

We restrict access to non-public information about you to those employees who need to know that information to provide products or services to you. We maintain physical, electronic and procedural safeguards that comply with Federal regulations to guard your non-public personal information.

This notification meets the notification requirements of the National Credit Union Administration regulation on privacy of consumer information, Part 716.

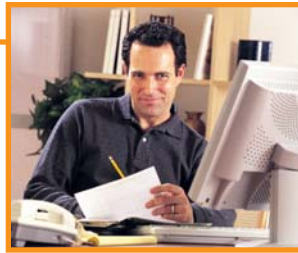
FREE Credit Reports

Each year you are entitled to a free credit report. It's important to review your report each year to protect yourself from identify theft. To obtain your report, contact:

Equifax - visit www.equifax.com or call 800-685-1111

Experian - visit www.experian.com or call 888-397-3742

TransUnion - visit www.transunion.com or call 800-888-4213



Happy New Year

All of us at Michigan Columbus Federal Credit Union join in wishing you and your family a very happy, healthy and prosperous New Year. Thank you for your support and participation in credit union services. We look forward to meeting your financial needs throughout 2006 and for many years to come.

Holiday Closings

Martin Luther King, Jr. Day
Monday, January 16, 2006

Presidents' Day
Monday, February 20, 2006

Good Friday
April 14, 2006 - Closing At Noon



Michigan Columbus
FEDERAL CREDIT UNION

30419 W. Six Mile Road

Livonia, MI 48152

734-425-5080

Fax: 734-425-1181

800-452-5094

E-Mail: rmullins@mcfcu.net

Web Site: www.mcfcu.net

OFFICE HOURS

Monday: 9:30 a.m. – 5:30 p.m.

Tuesday, Wednesday &

Thursday: 9:30 a.m. – 5:00 p.m.

Friday: 9:30 a.m. – 6:30 p.m.

Closed Saturday & Sunday

MANAGEMENT

David Busdeker, President

Barb Bennett, Vice President

BOARD OF DIRECTORS

Jim Molloy, Chairman

Pat Kinney, Vice Chairman

Patrick Casey, Treasurer

John P. O'Brien, Secretary

Frank Sheridan, Director

Frank Urban, Director

Larry Vendal, Director

