

papit fam'olu

GOVERNMENT OF GUAM EMPLOYEES
FEDERAL CREDIT UNION



George A. Santos
Chairman

THE GAS STATION

Words from the Gas Man

The Paradox of our Time

By Dr. Bob Moorehead

(NOT written by George A. Santos)

The paradox of our time in history is that we have taller buildings, but shorter tempers; wider freeways, but narrower viewpoints; we spend more, but have less; we buy more, but enjoy it less.

We have bigger houses and smaller families; more conveniences, but less time; we have more degrees, but less sense; more knowledge, but less judgment; more experts, but more problems; more medicine, but less wellness.

We drink too much, smoke too much, spend too recklessly, laugh too little, drive too fast, get angry too quickly, stay up too late, get up too tired, read too seldom, watch TV too much, and pray too seldom.

We have multiplied our possessions, but reduced our values. We talk too much, love too seldom, and hate too often. We've learned how to make a living, but not a life; we've added years to life, not life to years.

We've been all the way to the moon and back, but have trouble crossing the street to meet the new neighbor. We've conquered outer space, but not inner space; we've done larger things, but not better things.

We've cleaned up the air, but polluted the soul; we've split the atom, but not our prejudice.

We write more, but learn less; we plan more, but accomplish less. We've learned to rush, but not to wait; we have higher incomes, but lower morals; we have more food, but less appeasement; we build more computers to hold more information to produce more copies than ever, but have less communication; we've become long on quantity, but short on quality.

These are the times of fast foods and slow digestion; tall men, and short character; steep profits, and shallow relationships. These are the times of world peace, but domestic warfare; more leisure, but less fun; more kinds of food, but less nutrition.

These are days of two incomes, but more divorce; of fancier houses, but broken homes. These are days of quick trips, disposable diapers, throw away morality, one-night stands, overweight bodies, and pills that do everything from cheer to quiet to kill.

It is a time when there is much in the show window and nothing in the stockroom; a time when technology has brought this letter to you, and a time when you can choose either to make a difference, or to just hit "Skip Ahead"..

**GET A CARD
WITH
YOUR NAME
ON IT, SIGN UP
FOR
JR VARSITY
TODAY!**



Third Quarter Newsletter | July - September '08

The steps toward the future, began in the past

Over the years, the Credit Union has played a major role in supporting and meeting the financial needs of the growing membership and the changing times. As the community has grown, so has the Credit Union. We highlight two of our founders who embrace these exciting new changes. They are a testament that with the courage to change, the rewards can be plentiful.

In 1962 Joseph 'Joe' T. San Agustin, Jose 'Ping' Duenas and 18 other Government of Guam employees bravely deposited \$250



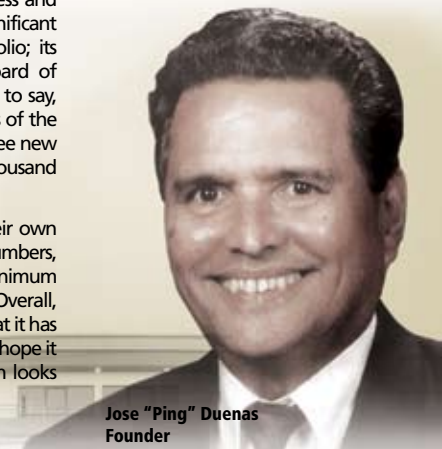
Joe T. San Agustin,
Founder

each in assets to become the Government of Guam Employees Federal Credit Union charter members. In the early 1960s San Agustin, Duenas and the other founders recognized the importance of individual savings plans and set out on a campaign to educate Government of Guam employees. The founding principles of reliability, leadership and community have allowed this local institution to enjoy decades of growth, stability and success that continues to this day. With a methodical approach to growth and strong leadership the Credit Union has expanded its asset base to provide greater opportunities to the people of Guam. "We never dreamed the Credit Union would be offering car loans," says San Agustin. Soon the Credit Union was able to offer other types of loans, and as profits grew, to insure deposits. The broader range of services boosted membership as it drew the attention of higher level government employees, who had previously gravitated toward traditional banks. "It never dawned on me that the Credit Union would become what it is today," adds Jose Duenas.

Currently the Credit Union has grown from 20 founding members to over 40,000 members. "We never dreamed the Credit Union would have grown to over 40,000 members, with assets of more than \$152 million," says San Agustin. Guam has seen lots of changes from the 1960s to today. Many other financial institutions have come and gone, and the wants and needs of the people of Guam have grown significantly. Despite these changes, the Credit Union remains steadfast in its commitment to the people of Guam and pride in its services.

The future of the Credit Union is very exciting to these two founders. "The Credit Union has a good investment portfolio, it is experiencing continued growth and success and that is very exciting," says San Agustin. He also attributes the success and significant expansion plans on the horizon to the Credit Union's solid investment portfolio; its conservative, methodical approach to growth; and the leadership of its board of directors. Of course, members are paramount in the formula, Duenas went on to say, taking pride in their ownership and ability to vote in board elections, regardless of the size of their accounts. "Whenever I go into the Credit Union for withdrawals, I see new faces. It makes me feel good because what we began a long time ago for a few thousand employees, has helped so many more" says Duenas.

Duenas says that the Credit Union founders built the institution by putting their own money on the line, and reaching out to the workers of GovGuam – like the plumbers, electricians, carpenters and mechanics – offering membership for 25 cents, a minimum deposit of \$5, and an equal vote on the issues directing their own Credit Union. Overall, San Agustin is proud of how the Credit Union has grown over the years. "I feel that it has succeeded. The members and the board of directors are to be commended, and I hope it continues for 40, 80 years," says San Agustin. "The future of the Credit Union looks brighter than ever."



Jose "Ping" Duenas
Founder

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John Arroyo
President/CEO

THANK YOU *for your participation!*

2008 BOARD OF DIRECTORS

Accountable to the members it serves, the Board is responsible for strategic planning and ensures that the Credit Union remains prosperous and progressive.

Dear Valued Member,

Over the past several months, your Credit Union has been working extremely hard to upgrade and improve many of our products, systems and services. Most recently, we went through a major upgrade of our main computer system, enhancing and adding a higher level of security. Overall, these improvements saved the Credit Union money and enhanced many of our products and services for you – our members.

Providing financial solutions to meet the needs of our members is paramount. A few months ago we conducted several focus groups and an islandwide benchmark study to help gauge the wants and needs of current and potential GGEFCU members. I am proud to report that GGEFCU is an institution our members can trust and depend on, with highly-rated customer service and favorable rates. The survey results also reiterated that easy, convenient access to your accounts continues to be a priority for you so we continue to work on streamlining and upgrading our current processes to make this happen. Yet another milestone in this direction is our new headquarters building.

As you know, we recently announced the groundbreaking for our new Maite headquarters scheduled for November of this year. We are excited about the changes and what this new facility will mean for members. We have occupied our present location for many years and it has served us well. However, with the growth that has occurred over the past years, it is now time to make some changes. These changes are designed to serve you better and more efficiently.

This is an exciting and evolutionary time for your credit union. It's not just our "face" that you will see change, but the "branding and image" of your Credit Union. Soon the marketing team of GGEFCU will introduce the new image direction in all marketing, advertising and promotional activities – an image that will permeate the Credit Union and the community in which we serve. What's important is that there is an overall commonly-accepted view that the Credit Union is strong enough to weather change and provide strong leadership, but flexible enough to recover, and adapt as the market changes. We hope that you will be as excited as we are. Stay tuned as we unveil this new image in the coming weeks!

Congratulations to our 2008 newly elected Board of Directors and Credit Committee; we thank you for your continued dedication and commitment. Our board is active and continues to plan for our future; we are fortunate to have their expertise in such an exciting and strategic time for your Credit Union. We invite you to join us in giving your thoughts and ideas – your credit union would have never made it this far without you!

We encourage you to take advantage of the many offers and tips in the pages of your newsletter. From the best in breakthrough e-services like Online Bill Pay, awesome personal loan rates, the latest in CU Varsity and Coindexter accounts, to the most competitive club accounts, we have everything you need – all under one roof! Visit any one of our convenient member centers for more information.

The next few months will bring about many changes, all focused on one goal – making your experience with the Credit Union a convenient and rewarding one. Our sincere thanks to our members, employees and Board of Directors, who continue to serve the needs of our members. It is our privilege to be your financial services provider.

John Arroyo, President/CEO



VICE CHAIRMAN
Vicente M. Concepcion



CHAIRMAN
George A. Santos



TREASURER
Matthew P. Quinata



SECRETARY
Paul D. Leon Guerrero



MEMBER
John P. Taitano



MEMBER
Linda P. Reyes



MEMBER
Pedro R. Martinez

CREDIT COMMITTEE



Ignacio C. Santos



Felix C. Mansapit



Joseph C. Pereda



William P. Taitingfong



Jose S. Calvo

Community NEWS

Coindexter Quarterly Redemption: June, 29th at the Micronesia Mall. Coindexter members enjoy entertainment with Piggy Banks, Jingles the Clown, Ryan, the Magician and Birdy from McDonald's. Plus, great prizes were given away!



GGEFCU participates in Fragfest, Guam's biggest gaming tournament – April 19. Youth members enjoyed live music, a photo booth, and games like Guitar Hero, Rock Band and Halo 3.



Jr. Varsity Quarterly Redemption: June 29th at the Micronesia Mall. Jr. Varsity youth members enter for a chance to win a Wii, a Sony Playstation or an Xbox 360.



GGEFCU & U'Zeum: The Discovery Group of Guam working to raise funds for U'ZEUM, the Children's Discovery Museum of Guam, held its kick-off fund-raiser "Coconut Jams: Art in the Park and Music Festival". GGEFCU was present to sign up new youth members. Piggy Banks made an appearance to hand out prizes.

STRESS LESS

with a Holiday Club Account



Yields as high as

1.80%
*APY**

Do you always scramble to pay for presents and other holiday items when the season arrives? One way to relieve your holiday finance anxiety is to open a Holiday Club Account at GGEFCU. Our CU Holiday Club Account can be opened anytime during the year. With GGEFCU's record of having **THE BEST RATES ON ISLAND**, where can you go wrong?

Figure out approximately how much you spent last year, and put this amount into your account monthly. You also can arrange to have that amount automatically deducted from your paycheck.

For more information, talk to any of your CU representative or call us at 477-8736

*APY (Annual Percentage Yield) Christmas Club is accurate as of the date of this publication and is subject to change without notice. Yields are effective 04/01/08. Penalty will be assessed for early withdrawals. Other restrictions apply. See Credit Union representative for details.

IMPORTANT REMINDER ABOUT YOUR STATEMENTS

A friendly reminder to all our members! Every quarter, we mail our members their quarterly paper statement. It is during this time that dividends are paid, and all members with a regular-share account receive a paper statement. Members with an active checking account or Electronic Funds Transfer activities will receive their statements monthly. With each quarterly statement, we prepare a quarterly newsletter, Papit Famolu. But if you want to get your statement and newsletter within minutes, for FREE and at the same time help Mother Earth, then sign up for E-statements. Go paperless, go green! Call us at 477-8736 and be a credit union eco partner today!

CREDIT UNION DEBIT CARDS BRIDGE CASH AND CREDIT GAP FOR TEENS

Cash: Teens hate asking for it and you hate doling it out. You want your child to have access to funds, but you're not sure if your teen is responsible enough to handle a credit card. A debit card could be the answer.



Unlike a credit card, which is essentially a loan to be paid later, a debit card works the same as a check or cash, and deducts money from your share draft/checking account immediately. Everyone wins: Teens learn to be responsible money managers, and you won't have to drain your wallet every time they need cash.

GGEFCU can start you off the right track with our Jr. Varsity Checking Account that offers a FREE debit card to our young members who are ready to learn about money management. Call 477-8736 and ask us about it. Now is the perfect time to teach our teens about financial responsibility, get them a card with their name on it today!

GGEFCU Introduces Bill Pay!



Sign up and get two months free. No more licking stamps or stuffing envelopes! With GGEFCU Bill Pay you can access your account 24 hours a day, 7 days a week via the Internet to:

- Pay bills with the click of a button
- Make multiple payments on a single screen
- Schedule future and recurring payments
- Keep track of your payment history
- View pending payments

GGEFCU offers more eServices for your convenience

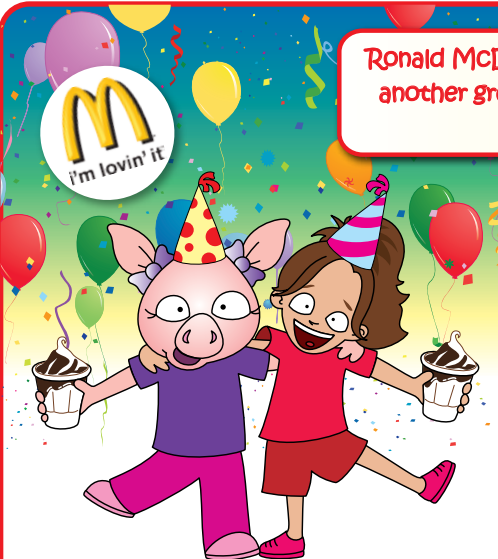


Designed to provide you with secure and easy access to your accounts over the Internet. CU WEB BRANCH is open 24 hours a day, 7 days a week.



Access your account information by phone any time with CU by Phone. With your touch tone phone and your assigned personal access code.

Ronald McDonald and the Coindexer Gang give you another great reason to BECOME A MEMBER OF our Coindexer Kid's Club!



Members of GGEFCU's Coindexer Kids Club will now receive a FREE coupon from McDonald's for an ice cream sundae on their birthday. Simply look out for your special birthday postcard from GGEFCU and clip the coupon. Redeem it with a purchase at any McDonald's on Guam. PLUS you get all the other great benefits of being a Coindexer Kid – including great prizes when you redeem your CU buck points every quarter!

Call 477 8736 for more information.

It pays to be a Coindexer Kid!

Limit one per person per visit. Not valid with any other promotional offers or discount. Price and participation may vary. Good at any McDonald's on Guam. Cash value 1/20 cent. Coupon may not be transferred, copied or duplicated in any way or transmitted via electronic media. ©2008 McDonald's USA, LLC

Share Rates

Share Programs

APY*

CU Share Savings (minimum \$5 processing fee; \$25 min. to establish account)	1.30%
CU Advantage Free Checking	.10%
CU Club Accounts	1.80%
CU Time Shares* (minimum \$500 required to earn dividends)	
3 months	2.80%
6 months	2.85%
9 months	2.95%
12 months	3.00%
18 months	3.10%
24 months	3.20%
36 months	3.25%
48 months	3.30%
60 months	3.35%
CU Jumbo Time Shares* (minimum \$100,000 required to earn dividends)	
3 months	2.90%
6 months	3.00%
9 months	3.10%
12 months	3.20%
18 months	3.25%
24 months	3.30%
36 months	3.35%
48 months	3.40%
60 months	3.45%
IRAs: Time Share Traditional, ROTH & Coverdell ESA	
12 months	3.00%
24 months	3.20%
36 months	3.25%
48 months	3.30%
60 months	3.35%
IRAs: Jumbo Time Share Traditional, ROTH & Coverdell ESA	
12 months	3.20%
24 months	3.30%
36 months	3.35%
48 months	3.40%
60 months	3.45%
CU Money Fund Plus (minimum \$2,500 required to establish account)	
\$2,500 to \$49,999.99	2.45%
\$50,000 to \$99,999.99	3.15%
\$100,000 to \$199,999.99	4.00%
\$200,000 and over	4.50%

*All rates are expressed as Annual Percentage Yields and are subject to change without notice. Yields are effective July 7, 2008. Minimum amount required to open the following accounts are: CU Time Shares \$500.00, CU Jumbo Time Shares \$100,000.00, IRA \$25.00, CU Money Fund Plus \$2,500.00. Early withdrawal penalties apply. Applicable fees may reduce the earnings of the accounts. Products and services offered and available for qualified members.

Loan Programs

New APR*

CU At Home**	<i>Now Available</i>
1st Mortgage	<i>Now Available</i>
Construction	<i>Now Available</i>
Refinance	<i>Now Available</i>
Home Equity	<i>Now Available</i>
Personal Loans	As low as 7.99%
Line of Credit	As low as 8.99%
Shared Secured Loans	As low as 2% above dividend rate
New Motorcycle Loans	As low as 7.99%
Used Motorcycle Loans	As low as 9.99%
New Auto Loans	As low as 5.99%
Used Auto Loans	As low as 6.99%

*APR = Annual Percentage Rate. Rate as of April 1, 2008, Financing for up to 84 months. 100% financing available only to approved buyers. Auto loans up to five model years or newer. Autos purchased within the last 6 months may be considered as New Auto. Rates and conditions are determined by the Asset and Liability Committee (ALCO) and are subject to change without notice. Subject to credit approval. Certain restrictions apply, call 477-8736 or contact us at www.ggefco.com. Direct deposit payment highly recommended.

**Specific loan programs may have qualifying areas; such as income, credit, loan to value ratios, length of employment, property type, etc. Rates and program guidelines are subject to change without notice. There is no guarantee that all loans meeting published guidelines will be approved. Certain restrictions may apply. Call 477-8736 for more details.

IMPORTANT DATES

Friday, July 4TH Independence Day
OBSERVED

Monday, July 21ST Liberation Day
OBSERVED

Monday, Sept 1ST Labor Day
OBSERVED



Other Products and Services

CU Express ATM Card

CU by Phone

CU Web Branch

Online Banking at ggefco.com. Click... Connect... Done.

Free AMEX Travelers Checks

CU Direct Deposit

CU Express Drop Box

Notary Service

Available at all member center locations. Please call ahead. Notaries are not attorneys and cannot give advice concerning legal matters.

ATM Locations



Circle K Stores

Agat
Airport Road
Anigua
Barrigada
Dededo
Fountain Plaza

The "Circle K" brand and logo are owned by Alimentation Couche-Tard, Inc. SPPC is an official franchisee of Circle K Stores.

GovGuam Agencies
A.B. Won Pat International
Airport Guam
Guam Memorial Hospital

Agana Shopping Center
2 Locations - across from Pay-Less entrance & next to MPULSE store

Guam Premier Outlets
Fiesta Court

GCC Student Center

Micronesia Mall
2 Locations in the Food Court

UOG - Student Center

UR Market

Your Credit Union
Maite • Harmon • Tamuning



GGEFCU Member Center Locations Hours of Operation & Contact Info

Call Center: 477-8736

MAIN OFFICE MAITE MEMBER CENTER

121 Robat Street
Maite, Guam 96910
Fax: 477-1155

BUSINESS HOURS

Mon.-Thurs. 9 a.m. - 5 p.m.
Friday 9 a.m. - 6 p.m.
Saturday 9 a.m. - 1 p.m.
Sunday CLOSED

HARMON MEMBER CENTER

Route 16
Guam Business Center, Suite 105
Harmon, Guam 96912
Fax: 646-0470

CU WEB BRANCH

Online Banking
click • connect • done
Available 24 hours
www.ggefco.com

NEW TAMUNING MEMBER CENTER

541 S. Marine Corps Drive
Paul's Plaza, Suite 105
Tamuning, Guam 96913
Fax: 647-0082

CU by Phone

Available 24 hours
Phone: 477-1148



Your savings Federally Insured to at least \$100,000 and
backed by the full faith and credit of the United States Government.
National Credit Union Administration, a U.S. Government Agency