

Tricorp Enhances Its Overnight Account and Creates a New Premium Overnight Investment Account

On January 17, 2006, Tricorp implemented some exciting enhancements to its Overnight Account. In addition, it created a competitive investment account called the Premium Overnight Investment Account.

❖ **Overnight Settlement Account now a two-tiered product**

On balances in your overnight account of less than \$5 million, there will be *no change in structure* to your current rate. If you have \$5 million or more in this account, *an additional yield* will be paid on the entire balance each day that your overnight balance is \$5 million or more. The features and benefits of the Overnight Account include:

- You will not have to manage your balances or move funds between the two tiers.
- The account allows for settlement of any type of payment activity.
- Funds are available for immediate withdrawal anytime.
- Daily access to your funds for wire transfers until 3 p.m. and for all other transactions until 4:30 p.m.

❖ **Premium Overnight Investment Account**

For balances of \$10 million or more, Tricorp is also pleased to announce the creation of its Premium Overnight Investment Account. This account is designed for those liquid funds that are not needed to cover settlement activity and will pay a *rate that is closely correlated to the Fed Funds target rate*. Money can move in and out of the account daily, but a balance of \$10 million must be maintained in order to earn the premium rate. If the account balance falls below the \$10 million minimum, the remaining funds will simply be moved to the appropriate Overnight Account tier. The features and benefits of the Premium Overnight Investment Account include:

- Premium rate targeted to the Fed Funds paid on balances of \$10 million or more.
- Strictly an investment account.
- Unlimited withdrawals - no daily, weekly or monthly limitations.
- Daily access to your funds until 4:30 p.m.

We will be providing a daily "indicated rate" along with the prior day's rate for the both accounts on the "Daily Rates" page of our web site. Visit www.tricorp.org for our competitive overnight rates. If you have any questions on these new accounts, please call us at 800-346-1936.



Web Site Contest Winners!

Congratulations go out to the following winners of Tricorp's web site contest that was held on January 3, 2006.

- 1st Place** – 26-inch Dell Flat Screen LCD HD-ready Television.
Terry Clukey of Howland/Enfield FCU
- 2nd Place** – 60 GB Video IPOD.
Karen Theriault from The County FCU
- 3rd Place** – 1-year Subscription to NETFLIX.
Jennifer Soper from Franklin County FCU

Tricorp would like to thank all of you who participated in our web site contest. We had over 10,000 hits on our web site that day so we know that many of you were very busy working on the contest! Thank you for your continued support of Tricorp.



New Enhancements Rolled Out!

Tricorp introduced several new enhancements to Open Door on January 3, 2006. The enhancements include the ability for users to maintain their own PIN, place stop payments on corporate share drafts, order currency on Open Door and the discontinuation of E-forms.

Stop Payments:

Stop payments may now be placed, viewed, and updated online by you, the credit union. No longer will you have to mail a form back to Tricorp.

FRB Currency:

You can now place your Currency Orders on Open Door, giving you the ability to review your orders and change them if the order has not yet been processed.

PINS:

You will now have the ability to maintain your own PIN every six months and will no longer be receiving an assigned PIN from Tricorp. We will continue to send a temporary PIN to new users and will continue to verify your identity for foreign wire requests by asking your test question.

E-Forms Users:

As a result of the enhancements, E-forms will no longer be necessary or available.

These enhancements are designed to improve the efficiency of your operational staff and to improve their interactions with Tricorp. Please do not hesitate to contact us for more information on any of these changes. Making your daily financial interaction with Tricorp, safe, easy and effective is our goal.

Holiday Schedule

Washington's Birthday	February 20
Memorial Day	May 29
Independence Day	July 4
Labor Day	September 4
Columbus Day	October 9
Veterans Day	November 11
Thanksgiving Day	November 23
Christmas Day	December 25

Prior Month Average Rates

Overnight Account	3.87%
MCSD Account	3.35%
Premium Line of Credit	4.22%

Tricorp Certificates - A Source of Liquidity?!

This past year, loan demand at Tricorp has achieved record levels. With the combination of slow deposit growth and strong loan demand, credit unions have been exploring alternate sources of liquidity. The most obvious solution to your liquidity needs is to utilize one or more of Tricorp's diverse loan programs. But did you know that you can also utilize your Tricorp certificates as a source of liquidity?



Tricorp certificates can be redeemed prior to maturity at a market price. Tricorp obtains that market price, (based on current rates), for the certificate from US Central Credit Union. There is no penalty fee for redeeming early, but keep in mind that the price may be at, above, or below par dependant on the marketplace. You will then receive the market price of the certificate plus an all accrued dividends.

If the price of the certificate is such that the loss is not acceptable to your credit union, then you can pledge the certificates as collateral and borrow against the certificates out to the maturity of the pledged certificate. This type of secured borrowing affords your credit union a liquidity source that is over and above your line of credit.

For more information regarding the early redemption of a Tricorp certificate or for information about utilizing a Tricorp certificate as collateral, please contact Fred Johnson at ext. 209 or Steve Roy at ext. 208.

If its liquidity you need we have a solution!

Snapshot of Balance Sheet

Assets	12/31/2005	12/31/2004
Loans	\$ 50,069,499	\$ 25,261,085
Investments	\$ 380,773,129	\$ 395,277,260
All Other Assets	\$ 4,995,853	\$ 5,487,353
Total	\$ 435,838,481	\$ 426,025,698
Liabilities and Equity		
Member Shares	\$ 406,900,499	\$ 397,962,067
Retained Earnings	\$ 16,651,473	\$ 16,036,793
All Other Liabilities	\$ 12,286,509	\$ 12,026,838
Total	\$ 435,838,481	\$ 426,025,698