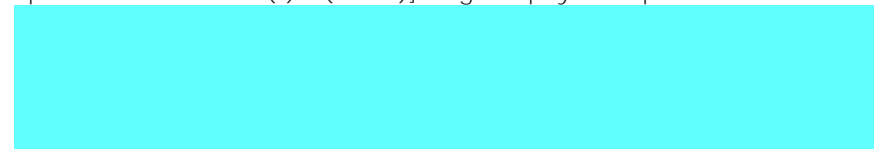


Withdrawal Policy: Students who plan to withdraw from Grace College should meet with the financial aid office, the registrar, and student affairs to (1) understand the possible financial aid, academic, or other implications before making the decision to withdraw and (2) determine the withdrawal procedures.

1.0 Federal Aid Refund Policy-both Undergraduate and Graduate:

The Financial Aid Office is required by federal law to determine how much financial aid was earned by students who withdraw, drop out, or are dismissed prior to completing 60% of a payment period or semester. (t)-5(h Percentage of payment period or term completed = the number of days co



to the withdrawal date divided by the total days in the payment period or term. (Any break of five days or more is not counted as part of the days in the term.) This percentage is also the percentage of earned aid.

1.2 Funds are returned to the appropriate federal program based on the percentage of unearned aid using the following formula:

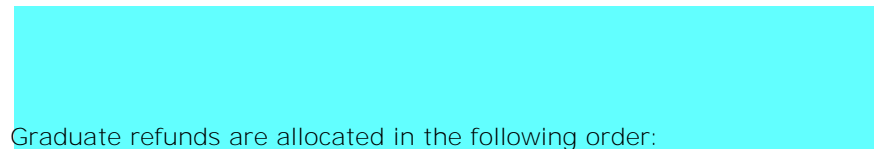
Aid to be returned = (100% of the aid that could be disbursed minus the percentage of earned aid) multiplied by the total amount of aid that could have been disbursed during the payment period or term.)

1.3 If a student earned less aid than was disbursed, the institution would be required to return a portion of the funds and the student would be required to return a portion of the funds. Keep in mind that when Title IV funds are returned, the student borrower may owe a balance to the institution.

1.4 The institution must return the amount of Title IV funds for which it is responsible no later than 45 days after the date of the determination of the date of the student's withdrawal.

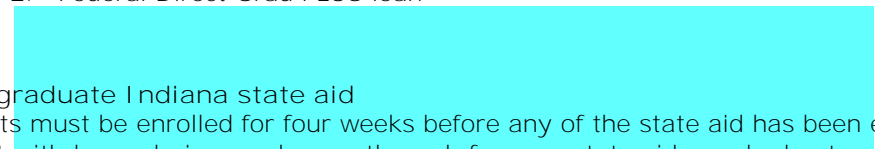
1.5 Undergraduate Refunds are allocated in the following order:

1. Unsubsidized Federal Direct Loan
2. Subsidized Federal Direct Loan



Graduate refunds are allocated in the following order:

1. Unsubsidized Stafford Loan
2. Federal Direct Grad PLUS loan



2.0 Undergraduate Indiana state aid

Students must be enrolled for four weeks before any of the state aid has been earned. If a student withdraws during weeks one through four, no state aid may be kept and will have to

