

Refunds of One Time FHA MIP

IP Refunds: HUD will refund to the mortgagor unearned Mortgage Insurance Premium (MIP) if the contract of insurance is terminated before maturity of the mortgage. Listed below are percentages of one-time Mortgage Insurance Premiums (MIP) refunded to FHA mortgagors when contract insurance is terminated (5-year schedule in effect for loans endorsed after January 1, 2001 and 3-year schedule in effect for loans endorsed after December 8, 2004).

Insurance Terminated at the End of the Policy Year	7 Years	Percentage of MIP Refunded 5 Years	3 Years
1	90%	75%	58%
2	80%	55%	34%
3	60.2%	35%	10%
4	38.6%	17.5%	
5	21.8%	0%	
6	8.4%		
7	0%		