

60

At IAS Part ~~kx~~ of the Supreme Court of the State of New York, held in and for the County of New York, at the Courthouse located at 60 Centre Street, New York, New York on the 18th day of Jan., 2023

SUPREME COURT OF THE STATE OF NEW YORK  
COUNTY OF NEW YORK

In the matter of the application of

U.S. BANK NATIONAL ASSOCIATION, WELLS FARGO BANK, NATIONAL ASSOCIATION, WILMINGTON TRUST, NATIONAL ASSOCIATION, WILMINGTON TRUST COMPANY, and CITIBANK, N.A. (as Trustees, Indenture Trustees, Securities Administrators, Paying Agents, and/or Calculation Agents of Certain Residential Mortgage-Backed Securitization Trusts),

Petitioners,

For Judicial Instructions under CPLR Article 77 on the Administration and Distribution of a Settlement Payment.

Index No. 651625/2018

Crane, J.

~~PROPOSED~~ PARTIAL SEVERANCE ORDER AND PARTIAL FINAL JUDGMENT (SASCO 2004-17XS)

MS 12

WHEREAS, the Petitioners identified in the above case caption commenced this proceeding under CPLR Article 77 by filing a petition (the "Petition") seeking judicial instructions concerning the administration and distribution of settlement payments (the "Settlement Payments") for residential mortgage-backed securities trusts identified in Exhibit A to the Petition (the "Subject Settlement Trusts") under a Covered Loan Settlement Agreement dated as of November 30, 2016 and modified as of March 17, 2017 and a Transferor Loan Settlement Agreement dated September 5, 2017 and executed and accepted on October 13, 2017 (together with the Covered Loan Settlement Agreement, the "Settlement Agreements"); and

WHEREAS, all capitalized terms used and not otherwise defined herein shall have the meanings ascribed to such terms in the Petition; and

WHEREAS, pursuant to the Settlement Agreements the Settlement Payments are to be apportioned among the Settlement Trusts; and

WHEREAS, by Order to Show Cause dated April 20, 2018 (the "Order to Show Cause") and Interim Order dated May 30, 2018 (collectively, the "Escrow Orders"), the Court authorized and directed the Petitioners to place the Allocable Shares for the Subject Settlement Trusts in escrow; and

WHEREAS, the Court has been advised that the escrow provisions of the Escrow Orders have been complied with and that the Allocable Shares for the Subject Settlement Trusts, plus any investment earnings thereon, are currently invested as directed in the Escrow Orders; and

WHEREAS, under the Order to Show Cause, the Court directed the Petitioners to provide notice of this proceeding pursuant to the notice program described in the Order to Show Cause (the "Notice Program"), and the Court found that the Notice Program was the best notice practicable, was reasonably calculated to put interested persons on notice of the proceeding, and constituted due and sufficient notice of the proceeding in satisfaction of federal and state due process requirements and other applicable laws; and

WHEREAS, the Notice Program directed that interested persons respond to the Petition on or before May 30, 2018; and

WHEREAS, no party has asserted an interest in this case in the Subject Settlement Trust listed in Exhibit A to the Petition as SASCO 2004-17XS (the "Undisputed Trust"); and

WHEREAS this ~~proposed~~ Partial Severance Order and Partial Final Judgment (the "Order") resolves the issues for which judicial instruction was sought concerning the administration and distribution of the Allocable Shares for the Undisputed Trust (the "Subject Allocable Shares"); and

WHEREAS, U.S. Bank National Association (“U.S. Bank” or the “Subject Petitioner”) served as the trustee and the securities administrator, paying agent, and/or calculation agent for the Undisputed Trust; and

WHEREAS the Undisputed Trust was terminated on or about June 25, 2019 (the “Termination Date”) according to the terms of its trust Governing Agreement;

WHEREAS, in connection with the termination of the Undisputed Trust, the party terminating the trust (the “Terminating Party”) paid an amount equal to or exceeding the Undisputed Trust’s Allocable Share for distribution to trust beneficiaries in respect of the Undisputed Trust’s Allocable Share (the “Terminating Party Payment”);

WHEREAS, in connection with the termination of the Trust and the payment of amounts by the Terminating Party of the Terminating Party Payment, the Subject Petitioner agreed that, upon resolution of this matter with respect to the Undisputed Trust, it would distribute the Undisputed Trust’s Allocable Share to the Terminating Party unless otherwise directed by the Court;

WHEREAS, as used herein, the term “Judgment Entry Date” means the first date on which counsel of record to the parties hereto receive a copy of this Order signed by the Court by email or NYSCEF service, without regard to when the Court actually signs or the Clerk actually enters this Order; and

WHEREAS, as used herein, the term “AS Distribution Date” means the 20 business days after the Judgment Entry Date; and

WHEREAS, as used herein, the term “Transfer Target Date” means ten days prior to the AS Distribution Date (or, if occurring on a day that is not a business day, the immediately preceding business day); and

unopposed

NOW, THEREFORE, on the motion of U.S. Bank, it is hereby

ORDERED, ADJUDGED and DECREED that, on or before the Transfer Target Date, the Subject Petitioner is to (i) cause escrowed assets to be liquidated to cash with a value equal to the Settlement Payment for the Undisputed Trust (the "Subject Allocable Share") plus any investments earnings thereon, and (ii) cause the Subject Allocable Share and investment earnings thereon to be deposited in an account with the Subject Petitioner available for holding such amount. From the time of the aforescribed deposit, the amount so deposited shall be deemed the Subject Allocable Shares for the Undisputed Trust for all purposes under the Settlement Agreements and this Order; and it is further

ORDERED, ADJUDGED and DECREED that sums representing investment earnings accrued on the Subject Allocable Share not received at the time escrowed assets are liquidated to cash pursuant to the immediately preceding paragraph ("Trailing Interest") shall be distributed to the Terminating Party 20 business days following receipt by the Subject Petitioner of such Trailing Interest. Any Trailing Interest shall be deemed a Subject Allocable Share for the Undisputed Trust, and any Trailing Interest shall be administered and distributed as a Subject Allocable Share subject to the terms of the Settlement Agreements and this Order; and

ORDERED, ADJUDGED and DECREED that, on or after the AS Distribution Date, the Subject Petitioner shall distribute the Subject Allocable Share to the Terminating Party, net of any unreimbursed expenses of the Subject Petitioner incurred in connection with this matter on behalf of the Subject Trust; and it is further

ORDERED, ADJUDGED and DECREED that any aspects of the administration and distribution of the Subject Allocable Shares not expressly addressed in this Order shall be

performed as provided for in the Governing Agreements and the Settlement Agreement; and it is further

ORDERED, ADJUDGED and DECREED that this Order is not applicable to, and shall be without prejudice to and shall have no precedential effect on, (i) any argument of any party concerning the appropriate administration and distribution of the Settlement Payment where there is a dispute among the parties regarding how the Settlement Payment should be administered and distributed; (ii) the Settlement Trusts for which no investors have appeared in this proceeding or any trust, indenture, or other securitization other than the Undisputed Trusts, or (iii) any applications to certificate balances (e.g., write-ups) or distributions of payments or funds other than the Subject Allocable Shares; and it is further

ORDERED, ADJUDGED and DECREED that certificateholders, noteholders, and any other parties claiming rights or interests in the Undisputed Trust are barred from asserting claims against the Subject Petitioner with respect to any conduct taken to implement and comply with the terms of this Order and with respect to the Subject Petitioner's administration and distribution of the Settlement Payment with respect to the Undisputed Trust, so long as such conduct is performed in accordance with the terms of this Order; and it is further

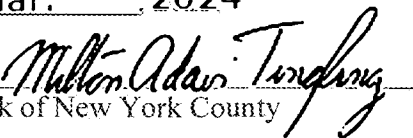
ORDERED that the Clerk of New York County be, and hereby is, directed to enter this Order forthwith and without delay.

Dated: New York, New York  
January 18, 2024 ~~2023~~

ENTER:

  
\_\_\_\_\_  
Hon. Melissa A. Crane, J.S.C.

Judgment signed and entered this 14 th day of, Mar., 2024

  
\_\_\_\_\_  
Clerk of New York County

**FILED**  
**MAR 14 2024**  
AT 03:00 P M  
N.Y. CO. CLK'S OFFICE

**FILED**  
**Mar 14 2024**  
NEW YORK  
COUNTY CLERK'S OFFICE