
Robin Henry
Partner
Boies Schiller Flexner
333 Main Street
Armonk, NY 10504

April 26, 2017

Subject: Allocation of Settlement Payment

Dear Ms. Henry,

Reference is made to the Verified Petition dated December 12, 2016. As contemplated by paragraphs 67 through 69 of the Verified Petition, Duff & Phelps has been asked to calculate an illustrative allocation of the Settlement Proceeds among the Primary Trusts, assuming Settlement Proceeds of \$695 million and additional reimbursable trustee expenses of \$5 million. Results are contained in Exhibit A (Corrected) which provide such loss calculations as of March 31, 2017 along with a proposed net allocation of the amounts to be received under the Settlement Agreement at issue in the Petition among the Primary Trusts based on those losses, taking into account the prior expenses to be reimbursed as provided by counsel.

Duff & Phelps conducted this analysis based on its methodology for computing actual and expected future losses as outlined in Exhibit B.

Sincerely,



Jennifer Press
Managing Director

Exhibit A
To
April 26, 2017 Letter from J. Press to R. Henry

Exhibit A (Corrected)

Duff & Phelps, LLC
as of March 31, 2017

Bloomberg Deal Name	Group	Original Group Collateral Balance	Current Group Collateral Balance	Group Losses to Date (\$)	Group Projected Losses (\$)	Prior Expenses to be Reimbursed	Additional Reimbursable Trustee Expenses	Net Allocation
ABSLB 2000-LB1	1	\$375,000,000	\$10,364,603	\$43,227,255	\$722,357	\$418,194	\$12,286	\$1,910,433
ABSLB 2000-LB1	2	\$1,125,000,000	\$14,503,182	\$101,641,608	\$1,810,860	\$984,383	\$28,920	\$4,496,946
COSL 1992-1	0	\$374,106,547	\$2,888,994	\$6,610,253	\$2,336	\$2,570	\$1,849	\$227,089
GSAMP 2005-S2	0	\$432,954,843	\$3,721,516	\$36,018,505	\$444,626	\$465,439	\$10,193	\$1,703,486
GSAMP 2006-S1	0	\$516,812,865	\$12,510,067	\$287,999,804	\$2,921,396	\$555,091	\$81,327	\$10,432,856
LBMLT 2000-1	1	\$72,998,895	\$2,219,743	\$6,732,021	\$312,613	\$96,426	\$1,969	\$335,615
LBMLT 2000-1	2	\$927,001,700	\$13,314,992	\$69,500,512	\$1,585,899	\$973,021	\$19,872	\$3,386,646
LBMLT 2001-1	1	\$555,349,844	\$14,511,115	\$54,183,627	\$2,473,911	\$706,646	\$15,839	\$2,630,362
LBMLT 2001-1	2	\$170,116,645	\$1,468,872	\$4,865,244	\$739,780	\$69,907	\$1,567	\$260,217
LBMLT 2001-2	2	\$468,760,232	\$5,263,159	\$15,306,384	\$2,415,045	\$188,632	\$4,954	\$790,335
LBMLT 2001-2	1	\$1,125,593,429	\$28,890,729	\$137,051,017	\$3,953,671	\$1,518,451	\$39,418	\$6,306,040
LBMLT 2001-3	2	\$317,661,939	\$3,132,457	\$16,460,155	\$783,169	\$206,186	\$4,820	\$791,655
LBMLT 2001-3	1	\$683,344,207	\$17,313,966	\$69,296,438	\$3,173,540	\$866,554	\$20,259	\$3,327,156
LBMLT 2001-4	1	\$1,378,000,000	\$39,277,565	\$139,357,163	\$7,006,534	\$1,797,788	\$40,916	\$6,767,333
LBMLT 2001-4	2	\$622,000,000	\$4,998,058	\$25,591,390	\$2,330,462	\$342,965	\$7,806	\$1,291,006
LBMLT 2002-1	2	\$600,000,000	\$4,031,751	\$15,254,951	\$1,001,710	\$297,630	\$4,545	\$849,599
LBMLT 2002-1	1	\$1,000,000,000	\$29,553,052	\$29,095,326	\$4,219,295	\$1,415,493	\$21,613	\$4,040,587
LBMLT 2002-2	1	\$587,675,000	\$17,372,372	\$41,050,957	\$3,271,147	\$695,483	\$12,390	\$2,200,369
LBMLT 2002-2	2	\$412,325,000	\$5,533,641	\$22,095,078	\$1,878,477	\$376,182	\$6,702	\$1,190,166
LBMLT 2002-5	1	\$619,930,946	\$19,816,639	\$39,228,390	\$3,077,002	\$809,442	\$11,827	\$2,245,854
LBMLT 2002-5	2	\$380,069,666	\$8,822,144	\$13,422,446	\$282,587	\$262,223	\$3,831	\$727,555
LBMLT 2003-1	2	\$800,000,069	\$11,455,229	\$17,604,101	\$730,288	\$483,261	\$5,125	\$1,105,776
LBMLT 2003-1	1	\$1,200,000,101	\$36,546,889	\$58,049,864	\$4,833,679	\$1,657,496	\$17,579	\$3,792,606
LBMLT 2003-2	1	\$62,115,543	\$2,434,439	\$2,471,354	\$130,313	\$48,751	\$727	\$137,087
LBMLT 2003-2	2	\$864,255,396	\$22,395,996	\$46,229,472	\$4,158,701	\$944,196	\$14,086	\$2,655,046
LBMLT 2003-3	0	\$900,000,216	\$24,446,567	\$46,300,702	\$1,792,810	\$964,754	\$13,445	\$2,597,693
LBMLT 2003-4	1	\$1,551,132,618	\$66,311,932	\$74,289,235	\$7,406,708	\$1,935,751	\$22,838	\$4,709,606
LBMLT 2003-4	2	\$648,867,687	\$11,769,892	\$16,338,027	\$1,337,994	\$418,826	\$4,941	\$1,018,987
LBMLT 2004-1	2	\$1,601,812,776	\$56,171,378	\$35,493,999	\$6,112,882	\$1,342,192	\$11,631	\$2,754,887
LBMLT 2004-1	1	\$2,898,187,243	\$117,737,911	\$97,540,481	\$10,067,027	\$3,471,300	\$30,082	\$7,124,941
LBMLT 2004-2	1	\$1,155,699,744	\$63,303,689	\$58,239,621	\$6,450,408	\$1,365,221	\$18,084	\$3,561,667
LBMLT 2004-2	2	\$363,439,509	\$12,813,418	\$9,754,071	\$2,634,615	\$261,451	\$3,463	\$682,089
LBMLT 2004-3	1	\$1,416,252,735	\$75,295,977	\$74,602,307	\$7,172,105	\$1,736,118	\$22,860	\$4,512,638
LBMLT 2004-3	2	\$583,130,676	\$21,487,073	\$16,450,044	\$2,578,174	\$403,980	\$5,319	\$1,050,053
LBMLT 2004-4	1	\$1,830,111,407	\$92,830,173	\$118,231,569	\$13,165,094	\$2,329,825	\$36,732	\$6,791,189
LBMLT 2004-4	2	\$889,216,680	\$36,130,363	\$26,418,698	\$6,289,768	\$579,962	\$9,144	\$1,690,525
LBMLT 2004-5	1	\$712,106,897	\$39,869,687	\$35,117,162	\$4,177,549	\$905,969	\$10,985	\$2,240,159
LBMLT 2004-5	2	\$303,300,196	\$9,960,135	\$7,144,421	\$756,669	\$182,166	\$2,209	\$450,434
LBMLT 2004-6	1	\$591,296,046	\$37,403,716	\$47,867,218	\$5,714,157	\$756,676	\$14,979	\$2,575,946
LBMLT 2004-6	2	\$513,001,487	\$14,471,537	\$26,787,635	\$3,412,842	\$426,491	\$8,443	\$1,451,900
LBMLT 2005-1	1	\$2,384,632,472	\$147,513,728	\$242,490,715	\$22,557,536	\$2,897,457	\$74,095	\$11,896,747
LBMLT 2005-1	2	\$1,115,370,529	\$47,940,993	\$64,925,485	\$12,549,703	\$846,944	\$21,658	\$3,477,490
LBMLT 2005-2	1	\$1,575,792,704	\$96,741,248	\$237,891,752	\$18,972,428	\$1,895,529	\$71,807	\$10,616,942
LBMLT 2005-2	2	\$924,210,028	\$47,744,598	\$95,535,468	\$10,132,671	\$779,778	\$29,540	\$4,367,571
LBMLT 2005-3	1	\$712,402,118	\$56,681,417	\$172,798,905	\$7,341,039	\$876,357	\$50,358	\$6,992,721
LBMLT 2005-3	2	\$815,417,455	\$61,896,860	\$147,812,711	\$8,326,128	\$759,595	\$43,649	\$6,061,040
LBMLT 2005-WL1	"1_1"	\$1,777,781,923	\$113,726,503	\$294,839,351	\$21,237,944	\$1,820,965	\$88,360	\$12,552,865
LBMLT 2005-WL1	"1_2"	\$1,005,851,231	\$60,571,674	\$152,225,653	\$17,857,943	\$979,875	\$47,547	\$6,754,792
LBMLT 2005-WL1	"THREE"	\$185,125,837	\$11,975,676	\$29,220,526	\$1,623,077	\$177,694	\$8,622	\$1,224,940
LBMLT 2005-WL2	1	\$452,866,268	\$44,963,104	\$77,142,032	\$6,926,289	\$476,901	\$23,501	\$3,331,306
LBMLT 2005-WL2	3	\$1,429,321,730	\$95,568,677	\$257,682,555	\$16,483,957	\$1,555,285	\$76,644	\$10,864,171
LBMLT 2005-WL2	2	\$873,528,670	\$78,068,468	\$150,713,142	\$10,848,681	\$916,504	\$45,165	\$6,402,077
LBMLT 2005-WL3	2	\$942,315,382	\$85,107,140	\$213,712,861	\$15,267,180	\$912,058	\$64,012	\$8,686,709
LBMLT 2005-WL3	1	\$1,248,941,626	\$121,888,136	\$340,454,665	\$19,355,549	\$1,433,171	\$100,585	\$13,649,952
LBMLT 2006-1	1	\$1,097,336,179	\$159,264,205	\$322,486,978	\$32,668,474	\$1,104,686	\$99,284	\$13,163,422

Exhibit A (Corrected)

Duff & Phelps, LLC
as of March 31, 2017

Bloomberg Deal Name	Group	Original Group Collateral Balance	Current Group Collateral Balance	Group Losses to Date (\$)	Group Projected Losses (\$)	Prior Expenses to be Reimbursed	Additional Reimbursable Trustee Expenses	Net Allocation
LBMLT 2006-1	2	\$1,402,651,724	\$136,432,977	\$481,853,175	\$23,095,192	\$1,570,606	\$141,159	\$18,715,321
LBMLT 2006-10	1	\$359,010,423	\$92,297,350	\$139,642,003	\$17,803,050	\$350,914	\$44,014	\$5,696,709
LBMLT 2006-10	2	\$649,189,451	\$106,168,975	\$309,278,543	\$18,034,282	\$729,516	\$91,501	\$11,842,900
LBMLT 2006-11	1	\$505,320,599	\$130,846,861	\$196,583,745	\$19,597,272	\$488,044	\$60,434	\$7,828,125
LBMLT 2006-11	2	\$994,679,323	\$189,844,296	\$462,854,197	\$32,442,643	\$1,118,167	\$138,461	\$17,935,180
LBMLT 2006-2	1	\$1,376,504,380	\$193,071,985	\$427,442,707	\$33,683,602	\$1,350,048	\$128,909	\$17,006,855
LBMLT 2006-2	2	\$1,627,294,790	\$150,818,422	\$612,756,565	\$23,870,831	\$1,863,865	\$177,970	\$23,479,531
LBMLT 2006-3	1	\$646,009,772	\$106,189,730	\$196,049,320	\$15,781,827	\$583,351	\$59,218	\$7,775,739
LBMLT 2006-3	2	\$1,097,786,363	\$109,396,687	\$449,127,750	\$16,947,415	\$1,283,501	\$130,292	\$17,108,338
LBMLT 2006-4	1	\$1,000,213,787	\$149,698,960	\$375,708,198	\$25,936,255	\$1,039,395	\$112,280	\$14,676,590
LBMLT 2006-4	2	\$922,464,979	\$100,411,919	\$372,571,543	\$21,075,525	\$1,018,699	\$110,045	\$14,384,356
LBMLT 2006-5	1	\$800,876,590	\$145,552,405	\$262,816,067	\$24,735,318	\$771,223	\$80,385	\$10,534,571
LBMLT 2006-5	2	\$1,124,124,587	\$145,842,765	\$448,495,840	\$32,241,151	\$1,289,354	\$134,391	\$17,612,010
LBMLT 2006-6	1	\$529,120,942	\$93,973,255	\$197,983,947	\$14,802,274	\$523,705	\$59,485	\$7,748,521
LBMLT 2006-6	2	\$1,158,986,492	\$159,179,958	\$496,676,160	\$24,866,097	\$1,283,610	\$145,798	\$18,991,744
LBMLT 2006-7	1	\$445,437,863	\$92,140,003	\$176,778,641	\$16,783,741	\$469,398	\$54,111	\$7,041,500
LBMLT 2006-7	2	\$1,151,173,147	\$194,788,998	\$476,406,376	\$34,963,995	\$1,240,098	\$142,954	\$18,602,862
LBMLT 2006-8	1	\$449,707,060	\$96,425,241	\$164,831,809	\$15,562,877	\$424,080	\$50,430	\$6,549,094
LBMLT 2006-8	2	\$931,020,002	\$134,875,350	\$427,319,323	\$21,291,716	\$1,054,616	\$125,410	\$16,286,487
LBMLT 2006-9	1	\$522,230,395	\$114,770,172	\$214,898,466	\$20,025,617	\$514,239	\$65,671	\$8,490,711
LBMLT 2006-9	2	\$997,855,789	\$176,557,672	\$474,795,452	\$33,868,670	\$1,113,445	\$142,198	\$18,384,323
LBMLT 2006-9	0	\$532,619,586	\$11,270,197	\$393,032,902	\$2,685,937	\$571,990	\$110,624	\$14,007,991
LBMLT 2006-WL1	1	\$742,799,340	\$83,791,375	\$184,821,932	\$15,039,087	\$708,997	\$55,871	\$7,494,959
LBMLT 2006-WL1	2	\$1,166,310,878	\$106,859,088	\$357,133,448	\$17,435,134	\$1,328,763	\$104,711	\$14,046,641
LBMLT 2006-WL2	1	\$565,459,171	\$59,315,188	\$141,158,888	\$8,312,252	\$581,685	\$41,785	\$5,656,738
LBMLT 2006-WL2	2	\$1,343,491,589	\$125,903,209	\$352,361,541	\$23,248,989	\$1,461,733	\$105,002	\$14,214,988
LBMLT 2006-WL3	1	\$537,835,279	\$53,670,651	\$139,622,228	\$6,444,978	\$562,882	\$40,833	\$5,522,360
LBMLT 2006-WL3	2	\$1,380,038,954	\$123,999,938	\$366,229,527	\$20,443,564	\$1,490,076	\$108,095	\$14,618,943
MSAC 2000-1	0	\$360,107,789	\$3,417,854	\$26,578,213	\$321,260	\$387,559	\$7,520	\$1,300,887
WAMU 2000-1	0	\$6,701,536,869						
WAMU 2001-7	0	\$1,051,032,556	\$4,877,797	\$196,895	\$226,704	\$0	\$118	\$14,383
WAMU 2001-AR3	1	\$765,997,521	\$5,459,003	\$732,074	\$202,777	\$0	\$261	\$31,741
WAMU 2001-AR3	2	\$401,352,812	\$3,734,158	\$618,147	\$8,841	\$0	\$175	\$21,288
WAMU 2002-AR12	0	\$998,724,014	\$1,808,140	\$255,755	\$1,013	\$0	\$72	\$8,718
WAMU 2002-AR13	0	\$801,901,921	\$2,307,904	\$487,907	\$0	\$0	\$136	\$16,566
WAMU 2002-AR14	0	\$1,028,589,782	\$3,070,171	\$554,330	\$6,982	\$0	\$157	\$19,058
WAMU 2002-AR15	0	\$1,975,024,800	\$4,845,551	\$706,029	\$43,520	\$0	\$210	\$25,450
WAMU 2002-AR16	0	\$1,030,719,968	\$2,582,405	\$935,540	\$5,715	\$0	\$263	\$31,959
WAMU 2002-AR17	1	\$954,171,743	\$14,978,023	\$2,382,691	\$25,305	\$0	\$673	\$81,760
WAMU 2002-AR17	2	\$187,666,746	\$2,984,898	\$258,154	\$74,242	\$0	\$93	\$11,286
WAMU 2002-AR18	0	\$1,995,977,878	\$12,008,206	\$893,753	\$23,464	\$0	\$256	\$31,143
WAMU 2002-AR19	0	\$1,999,854,039	\$14,671,601	\$805,707	\$153,602	\$0	\$268	\$32,572
WAMU 2002-AR2	0	\$846,869,197	\$30,001,773	\$45,590	\$531,447	\$0	\$161	\$19,592
WAMU 2002-AR6	0	\$976,270,151	\$10,143,783	\$1,083,379	\$154,540	\$0	\$346	\$42,032
WAMU 2002-AR9	1	\$872,554,785	\$10,720,391	\$997,315	\$13,585	\$0	\$283	\$34,324
WAMU 2002-AR9	2	\$624,678,624	\$6,173,220	\$493,407	\$134,824	\$0	\$176	\$21,331
WAMU 2003-AR1	0	\$1,929,958,306	\$21,979,846	\$1,525,371	\$85,037	\$0	\$450	\$54,679
WAMU 2003-AR10	0	\$2,149,945,639	\$134,393,718	\$7,026,540	\$1,850,422	\$0	\$2,482	\$301,403
WAMU 2003-AR11	0	\$569,335,006	\$33,876,634	\$1,417,453	\$139,180	\$0	\$435	\$52,853
WAMU 2003-AR12	0	\$624,366,308	\$30,360,310	\$1,650,454	\$204,758	\$0	\$519	\$62,991
WAMU 2003-AR2	0	\$453,072,397	\$2,692,495	\$486,254	\$4,866	\$0	\$137	\$16,675
WAMU 2003-AR3	0	\$1,498,678,348	\$19,644,527	\$1,797,874	\$46,273	\$0	\$516	\$62,615
WAMU 2003-AR4	0	\$1,248,537,578	\$23,071,607	\$969,307	\$49,762	\$0	\$285	\$34,601
WAMU 2003-AR5	0	\$1,497,993,406	\$47,085,057	\$542,148	\$287,859	\$0	\$232	\$28,182
WAMU 2003-AR6	0	\$1,817,570,226	\$52,298,887	\$1,372,377	\$82,425	\$0	\$407	\$49,395

Exhibit A (Corrected)

Duff & Phelps, LLC
as of March 31, 2017

Bloomberg Deal Name	Group	Original Group Collateral Balance	Current Group Collateral Balance	Group Losses to Date (\$)	Group Projected Losses (\$)	Prior Expenses to be Reimbursed	Additional Reimbursable Trustee Expenses	Net Allocation
WAMU 2003-AR7	0	\$1,782,734,145	\$59,407,472	\$3,097,598	\$393,022	\$0	\$976	\$118,518
WAMU 2003-AR8	0	\$1,249,964,134	\$67,864,944	\$1,818,716	\$96,605	\$0	\$535	\$65,032
WAMU 2003-AR9	1	\$1,191,166,030	\$68,226,438	\$5,148,990	\$1,005,450	\$0	\$1,720	\$208,964
WAMU 2003-AR9	2	\$308,795,464	\$18,114,217	\$204,431	\$131,571	\$0	\$94	\$11,408
WAMU 2004-AR1	0	\$549,954,684	\$35,244,680	\$2,422,872	\$1,250,967	\$0	\$1,027	\$124,739
WAMU 2004-AR10	0	\$1,264,666,963	\$80,427,027	\$19,090,598	\$3,500,821	\$0	\$6,315	\$767,056
WAMU 2004-AR12	0	\$1,784,625,920	\$103,616,795	\$31,441,542	\$4,315,450	\$0	\$9,996	\$1,214,072
WAMU 2004-AR13	0	\$1,539,705,677	\$110,491,629	\$26,217,568	\$7,745,263	\$0	\$9,494	\$1,153,154
WAMU 2004-AR2	0	\$607,568,701	\$23,475,691	\$4,969,542	\$1,848,812	\$0	\$1,906	\$231,506
WAMU 2004-AR3	0	\$1,199,094,713	\$114,530,304	\$4,947,657	\$500,158	\$0	\$1,523	\$184,972
WAMU 2004-AR4	0	\$999,949,640	\$106,816,961	\$6,070,539	\$488,779	\$0	\$1,834	\$222,711
WAMU 2004-AR5	0	\$499,897,607	\$55,016,962	\$3,831,463	\$144,127	\$0	\$1,111	\$134,985
WAMU 2004-AR6	0	\$694,961,494	\$42,575,137	\$6,010,523	\$3,432,512	\$0	\$2,640	\$320,623
WAMU 2004-AR7	0	\$899,173,380	\$89,336,563	\$5,652,658	\$2,217,345	\$0	\$2,200	\$267,213
WAMU 2004-AR8	0	\$763,824,538	\$49,001,220	\$10,001,355	\$1,615,393	\$0	\$3,247	\$394,428
WAMU 2005-AR1	0	\$2,971,414,173	\$233,436,565	\$67,162,558	\$6,332,995	\$0	\$20,546	\$2,495,424
WAMU 2005-AR11	0	\$3,201,069,295	\$375,182,023	\$153,701,644	\$23,192,105	\$0	\$49,451	\$6,006,145
WAMU 2005-AR13	0	\$3,901,265,905	\$517,398,265	\$242,105,894	\$19,168,369	\$0	\$73,040	\$8,871,150
WAMU 2005-AR16	1	\$824,418,904	\$155,653,924	\$40,786,366	\$4,421,999	\$0	\$12,638	\$1,534,978
WAMU 2005-AR16	2	\$99,966,283	\$14,243,794	\$5,876,984	\$237,613	\$0	\$1,709	\$207,611
WAMU 2005-AR18	1	\$799,962,028	\$163,696,168	\$42,387,315	\$3,877,168	\$0	\$12,933	\$1,570,837
WAMU 2005-AR18	2	\$74,550,669	\$18,443,799	\$6,127,517	\$225,855	\$0	\$1,776	\$215,719
WAMU 2005-AR18	3	\$125,103,075	\$18,431,069	\$7,833,969	\$178,054	\$0	\$2,240	\$272,035
WAMU 2005-AR2	1	\$508,375,477	\$59,100,677	\$33,445,588	\$3,919,776	\$0	\$10,446	\$1,268,681
WAMU 2005-AR2	2	\$2,759,030,295	\$258,151,167	\$100,630,004	\$26,295,588	\$0	\$35,482	\$4,309,556
WAMU 2005-AR4	0	\$750,504,106	\$107,444,878	\$16,850,680	\$874,949	\$0	\$4,955	\$601,845
WAMU 2005-AR6	1	\$240,617,489	\$33,880,586	\$14,484,779	\$1,246,216	\$0	\$4,398	\$534,121
WAMU 2005-AR6	2	\$2,926,566,689	\$292,406,539	\$121,183,896	\$26,964,492	\$0	\$41,415	\$5,030,142
WAMU 2005-AR8	1	\$665,166,406	\$59,817,332	\$25,807,157	\$1,793,427	\$0	\$7,716	\$937,134
WAMU 2005-AR8	2	\$2,364,433,011	\$247,938,959	\$95,701,241	\$16,244,688	\$0	\$31,295	\$3,800,945
WAMU 2005-AR9	0	\$1,505,402,999	\$120,030,597	\$48,710,344	\$4,546,102	\$0	\$14,888	\$1,808,238
WAMU 2006-AR1	1	\$209,843,074	\$43,914,367	\$37,449,581	\$2,218,673	\$0	\$11,089	\$1,346,872
WAMU 2006-AR1	2	\$1,306,345,684	\$186,146,904	\$116,058,779	\$10,568,044	\$0	\$35,399	\$4,299,411
WAMU 2006-AR3	0	\$1,019,582,771	\$165,356,415	\$120,134,532	\$20,916,730	\$0	\$39,431	\$4,789,170
WAMU 2006-AR4	2	\$94,528,739	\$13,349,948	\$9,403,406	\$458,130	\$0	\$2,757	\$334,833
WAMU 2006-AR4	"1A"	\$734,460,368	\$119,492,579	\$73,579,445	\$11,476,772	\$0	\$23,778	\$2,887,948
WAMU 2006-AR4	"1B"	\$103,098,456	\$10,270,433	\$10,328,572	\$54,143	\$0	\$2,903	\$352,529
WAMU 2006-AR5	0	\$796,522,189	\$148,981,491	\$122,420,520	\$6,657,283	\$0	\$36,084	\$4,382,631
WAMU 2006-OA1 ¹	0	\$2,736,034,893	\$436,633,876	\$139,060,875	N/A	\$0	\$38,875	\$4,721,590
WAMU 2007-FLEX1 ¹	0	\$5,199,147,686	\$1,263,462,026	\$100,495,471	N/A	\$0	\$28,094	\$3,412,163
Washington Mutual Home Equity Trust 2006-1 ¹	0	\$5,389,459,150	\$534,163,305	\$12,895,351	N/A	\$0	\$3,605	\$437,841
WMHE 2007-HE1	1	\$460,857,616	\$129,542,810	\$177,276,941	\$19,977,908	\$1,490,097	\$55,143	\$8,187,570
WMHE 2007-HE1	2	\$932,936,636	\$192,813,168	\$413,492,612	\$30,875,711	\$3,356,835	\$124,224	\$18,444,651
Total				\$16,673,212,335	\$1,212,583,561	\$82,716,381	\$5,000,000	\$690,000,000

¹For the purposes of this illustration, forward loss projections were not calculated. To the extent necessary information becomes available prior to the final allocation, the analysis will be updated accordingly.

Exhibit B
To
April 26, 2017 Letter from J. Press to R. Henry

Duff & Phelps Proposed Method for Computing Actual Losses and Expected Future Losses

Actual Losses

1. We included past losses for each collateral that have accrued from the closing date through March 31, 2017.

Collateral Performance Projections

2. We have derived the cash flow modeling assumptions as of **March 31, 2017** (the “Calculation Date”).
3. In connection with performance projections for the RMBS tranches of the Trusts as of the Calculation Date, we use a standard assumption-setting methodology accepted in the securitization industry: forming assumptions based upon both recent collateral performance for the Trust, performance of other similar collateral, and the current composition of the collateral, i.e. delinquency status.
4. Specifically, we subdivide the collateral into various performance related categories, or ‘buckets’ (thirty days delinquent, sixty days delinquent, ninety days delinquent, and so on), and use historical performance data to project the rate at which the collateral will transition from one performance bucket to the next (known as a “roll rate” methodology). The roll rates – the rates at which the collateral transitions from one delinquency status to another and ultimately into default over time – and overall delinquency pipeline of the collateral backing the Trust, are the key drivers of expected performance.
5. The analysis of the delinquency pipeline is done to determine both (a) expected lifetime collateral liquidations for any Trust and (b) the expected timing of those liquidations. For example, we would expect deals with high percentages of defaulted collateral in foreclosure and REO to liquidate sooner than if the collateral pool had greater percentages of loans sixty or less days delinquent. For this exercise, projections were set at the collateral group level.¹
6. Further, we supplement our analysis with current mortgage industry research to further support the basis for the assumptions used in determining the cash flow projections, as well as to benchmark the results to industry expectations.
7. The other key projection assumption sets for each mortgage pool predominantly pertain to several variables (as explained in more detail in paragraph 7 below), including (i) the rate

¹ Collateral is often grouped within trusts where the performance of certain tranches would track the collateral performance of its group and other tranches within the trust would track the performance of a separate group of loans.

at which borrowers voluntarily prepay their mortgages, (ii) the rate at which borrowers that are current on their mortgages ultimately default, (iii) the severity of losses upon the occurrence of defaults, (iv) the rate at which servicers advance principal and interest payments to the Trust on delinquent loans and (v) forward interest rates.

Explanations of Key Collateral Assumptions

8. The key inputs that we used to derive the projections of future performance of the Subject Transactions include:

- Constant rate of reduction (“CRR”): CRR is the rate at which there are unscheduled declines in the outstanding collateral balance due to voluntary prepayments in excess of scheduled amounts due; CRR is expressed as a compound annual rate. For example, a CRR of 10% means that 10% of the outstanding collateral loan balance is projected to voluntarily prepay over a one year period.
- Constant default rate (“CDR”): CDR is the rate at which there are unscheduled declines in the outstanding collateral balance due to loan defaults; CDR is expressed as a compound annual rate. For example, a CDR of 10% means that 10% of the outstanding collateral loan balance is projected to default over a one year period.
- Loss severity: Loss severity is the percentage of the loan balance that is projected to be written off when a mortgage is liquidated. For example, if a lender is projected to receive \$300,000 in net proceeds (after foreclosure costs, servicer reimbursements, and other various expenses) from the sale of a property collateralizing a \$400,000 mortgage, the loss amount would be \$100,000 and the loss severity would equal 25%.
- Servicer Advance Percentage: The servicer advance percentage is the rate at which servicing companies make principal and interest payments to the Trust, on behalf of the borrower in instances where the borrower fails to pay, with the expectation that these advanced amounts will be recovered in the future. The servicer advance assumption we use is derived from the reported servicer advance percentage for delinquent loans in each trust and that percentage is applied to the percentage of 60+ delinquencies in each trust.²
 - 60+ Delinquency Rate: The 60+ delinquency rate is the percentage of all loans for which no monthly payment has been made for at least 60 days. This statistic also includes loans that are in foreclosure and real estate owned (“REO,” or bank-owned).

² As calculated by Intex.

- Forward Interest Rates: standard market forward interest rate curves are used to calculate future floating rate portions of the coupons for both the mortgage collateral and the securities issued in the transactions.