



Salomon Brothers Mortgage Securities VII, Inc Mortgage Pass-Through Certificates Series 1997-HUD2

Report for Distribution dated Sep 25, 2019



Salomon Brothers Mortgage Securities VII, Inc
Mortgage Pass-Through Certificates Series 1997-HUD2

DISTRIBUTION PACKAGE

Distribution Date: Sep 25, 2019



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DATES

First Distribution Date: December 26, 1997

Settlement Date: November 25, 1997

Cutoff Date: November 01, 1997

PARTIES TO THE TRANSACTION

Servicer(s): Bank of America Home Loans Servicing; Bank of America, National Association

Certificate Insurer(s):

Underwriter(s):

ADMINISTRATOR

Name: Guadalupe Gannett

Title: Account Administrator

Phone: 651-466-5011

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Address: 60 Livingston Ave Suite 800, St. Paul, MN 55107

Website: <http://pivot.usbank.com/>

The Trustee, at the direction of the Depositor, and based upon information provided in the Mortgage Loan Schedule or by the Servicer, is furnishing this information to each Certificateholder. The Depositor and/or the Servicer may discontinue the furnishing of this Supplemental Report (other than the Payment Date Statement), or may change its format, at any time and without notice to any Certificateholder. While the above parties have undertaken efforts to ensure the reasonable accuracy of this information, this information has not been audited and the parties make no representation as to the accuracy or completeness of the information.





Salomon Brothers Mortgage Securities VII, Inc
Mortgage Pass-Through Certificates Series 1997-HUD2

STATEMENT TO CERTIFICATEHOLDERS

Distribution Date: Sep 25, 2019



Determination Date: 13-Sep-19
Record Date: 30-Aug-19

Class	Original Certificate Face Value	Beginning Certificate Balance	Principal Distribution	Interest Distribution	Total Distribution	Applied Realized Loss Amount (1)	Ending Certificate Balance
A-1	143,824,000.00	0.00	0.00	0.00	0.00	0.00	0.00
A-2	18,410,000.00	0.00	0.00	0.00	0.00	0.00	0.00
A-3	29,302,000.00	0.00	0.00	0.00	0.00	0.00	0.00
A-4	62,806,000.00	564,716.47	28,693.58	3,411.83	32,105.41	0.00	536,022.89
IO	367,525,466.74	4,365,197.78	0.00	4,965.41	4,965.41	0.00	4,221,025.02
A-WAC	66,681,956.00	517,794.71	0.00	0.00	0.00	0.00	517,794.71
B-1	28,295,000.00	1,772,628.00	78,305.64	10,340.33	88,645.97	0.00	1,694,322.36
B-2	17,413,000.00	1,457,878.41	37,173.54	8,504.29	45,677.83	0.00	1,420,704.86
B-3	17,413,000.00	569,974.90	0.00	3,324.85	3,324.85	0.00	569,974.90
B-4	11,971,000.00	0.00	0.00	0.00	0.00	0.00	0.00
B-5	8,706,000.00	0.00	0.00	0.00	0.00	0.00	0.00
B-6	29,385,466.74	0.00	0.00	0.00	0.00	0.00	0.00
R-III	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	434,207,422.74	4,882,992.49	144,172.76	30,546.71	174,719.47	0.00	4,738,819.73

AMOUNTS PER \$1,000 UNIT

Class	Cusip	Beginning Certificate Balance	Principal Distribution	Interest Distribution	Total Distribution	Allocable Loss Amount	Ending Certificate Balance
A-1	79548KXJ2	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000
A-2	79548KXK9	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000
A-3	79548KXL7	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000
A-4	79548KXM5	8.99144142	0.45686049	0.05432331	0.51118380	0.00000000	8.53458093
IO	79548KXN3	11.87726613	0.00000000	0.01351038	0.01351038	0.00000000	11.48498648
A-WAC	79548KXP8	7.76513979	0.00000000	0.00000000	0.00000000	0.00000000	7.76513979
B-1	79548KXQ6	62.64810045	2.76747268	0.36544725	3.13291993	0.00000000	59.88062777
B-2	79548KXR4	83.72356328	2.13481552	0.48838741	2.62320293	0.00000000	81.58874777
B-3	79548KXS2	32.73272268	0.00000000	0.19094068	0.19094068	0.00000000	32.73272268
B-4	9ABSA962	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000
B-5	9ABSA963	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000
B-6	9ABSA964	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000
R-III	9ABSA967	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000

Class	Current Pass Through Interest Rate	Interest Accrued @ PT Rate (2)	Allocation of Net PPIS & Relief Act	Deferred Amount Paid	Total Interest Paid	Cumulative Interest Shortfall	Next Pass Through Interest Rate
A-1	6.59000%	0.00	0.00	0.00	0.00	0.00	6.59000%
A-2	6.75000%	0.00	0.00	0.00	0.00	0.00	6.75000%
A-3	6.85000%	0.00	0.00	0.00	0.00	0.00	6.85000%
A-4	7.25000%	3,411.83	0.00	0.00	3,411.83	0.00	7.25000%
IO	1.36500%	4,965.41	0.00	0.00	4,965.41	0.00	1.36500%
A-WAC	0.00000%	0.00	0.00	0.00	0.00	0.00	0.00000%
B-1	7.00000%	10,340.33	0.00	0.00	10,340.33	0.00	7.00000%
B-2	7.00000%	8,504.29	0.00	0.00	8,504.29	0.00	7.00000%
B-3	7.00000%	3,324.85	0.00	0.00	3,324.85	0.00	7.00000%
B-4	7.00000%	0.00	0.00	0.00	0.00	0.00	7.00000%
B-5	7.00000%	0.00	0.00	0.00	0.00	0.00	7.00000%
B-6	7.00000%	0.00	0.00	0.00	0.00	0.00	7.00000%

Due to the conversion of systems, the layout of this monthly report has changed. All required reporting items will continue to be included on the report.

(1) Includes Extraordinary Trust Fund Expenses and Realized Loss

(2) Includes interest shortfalls from previous payment dates



Salomon Brothers Mortgage Securities VII, Inc
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STATEMENT TO CERTIFICATEHOLDERS

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ACCOUNT ACTIVITY

Miscellaneous:	
Arrearage	
Beginning Arrearage Balance	685,159.00
Less: Arrearage Paid in Current Period	0.00
Less: Arrearage Loss in the Current Period	0.00
Ending Arrearage Balance	685,159.00
Extraordinary Trust Fund Expenses	
Prior Extraordinary Trust Fund Expenses	1,905.56
Add: Current Period Extraordinary Trust Fund Expenses	0.00
Cumulative Extraordinary Trust Fund Expenses	1,905.56
Realized Loss*	
Prior Realized Loss	46,596,502.24
Add: Current Period Realized Loss	(1,264.40)
Cumulative Realized Loss	46,595,237.84
Weighted Average Term to Maturity	13.34
Current Advances	Not Provided
Outstanding Advances	Not Provided
Beginning Legal Balance of the Mortgage Loans:	3,865,040.68
Ending Legal Balance of the Mortgage Loans:	3,703,468.99
A-WAC Certificate Beginning Notional Balance:	4,365,197.78
A-WAC Certificate Ending Notional Balance:	4,221,025.02

Reconciliation:	
Available funds (A):	
Remittance/Collection Account Beginning Balance	174,762.15
	<u>174,762.15</u>
Distributions (B):	
Trustee Fee	42.68
Extraordinary Expense and Legal Fees	0.00
Total Interest distributed	30,546.71
Total Principal distributed	144,172.76
	<u>174,762.15</u>
(A)-(B):	0.00

Trustee Fees:	
Trustee Fee	42.68
Carryover Trustee Fee	0.00

Unpaid Extraordinary Trust Expense	0.00
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* The reported Cumulative Realized Losses are adjusted to account for certain isolated variances related to the aggregation of mortgage loan losses. This reporting-only adjustment has no impact on other loan level reporting and no impact on losses previously applied to certificates as set forth in prior reports.



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COLLATERAL / REMITTANCE SUMMARY

	TOTAL
<u>POOL BALANCE INFORMATION:</u>	
Beginning Balance	3,179,881.68
Less: Principal Remittance	162,836.09
Plus: Negative Amortization	0.00
Plus: Draws (If Applicable)	0.00
Less: Net Realized Losses	(1,264.40)
Ending Balance	3,018,309.99
<u>PRINCIPAL REMITTANCE:</u>	
Scheduled Principal	43,271.15
Prepayments	113,536.68
Curtailments	4,763.86
Net Liquidation Proceeds	1,264.40
Repurchase Principal	0.00
Total Principal Remittance (A)	162,836.09
<u>INTEREST REMITTANCE:</u>	
Gross Interest	17,725.82
Less: Total Retained Fees	1,166.91
Less: Deferred Interest	0.00
Less: Relief Act Interest Shortfall	0.00
Less: Net Prepayment Interest Shortfall	0.00
Less: Net Nonrecoverable Advances	4,632.85
Less: Interest Loss	0.00
Net Interest Remittance From Servicer(s) (B)	11,926.06
Prepayment Premiums (C)	0.00
Arrearage Funds (D)	0.00
<u>REMITTANCE TO TRUST (A+B+C+D):</u>	<u>174,762.15</u>
<u>OTHER INFORMATION:</u>	
Beginning Loan Count	154.00
Ending Loan Count	150.00
Ending Pool Factor	0.01
Weighted Average Coupon	8.0040701%
Weighted Average Net Coupon	7.4708201%
Weighted Average Maximum Net Coupon	7.4708201%
Liquidated Loans - Balance	0.00
Negative Amortization - Count	
Negative Amortization - Balance	
Substitution In Loans	0.00
Substitution Out Loans	0.00
Substitution Adjustment - Principal	0.00
Loans w/ Prepayment Penalties - Balance	0.00
Loans w/ Prepayment Penalties - Count	0.00
Repurchase Loans - Count	0.00
Subsequent Recoveries	1,264.40
<u>NON-RETAINED FEES:</u>	
Excess Servicing Fee	0.00
<u>RETAINED FEES:</u>	
Scheduled Servicing Fee	1,166.91
LPMI	0.00
Special Servicing Fee	0.00
Additional Master Servicing Fee	0.00
Backup Servicing Fee	0.00
Supplemental Insurance Fee	0.00



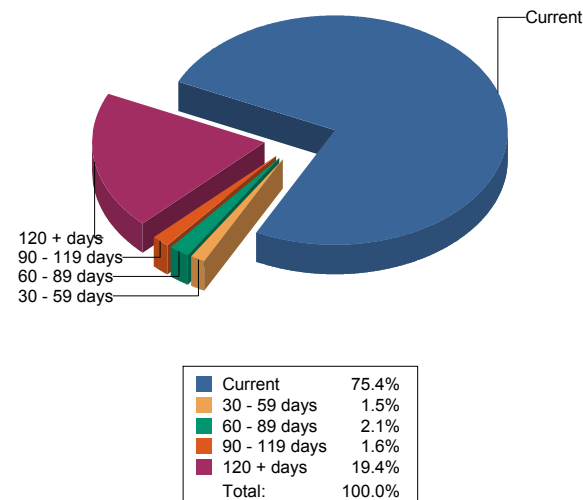
Salomon Brothers Mortgage Securities VII, Inc Mortgage Pass-Through Certificates Series 1997-HUD2

DELINQUENCY SUMMARY REPORT

Distribution Date: Sep 25, 2019

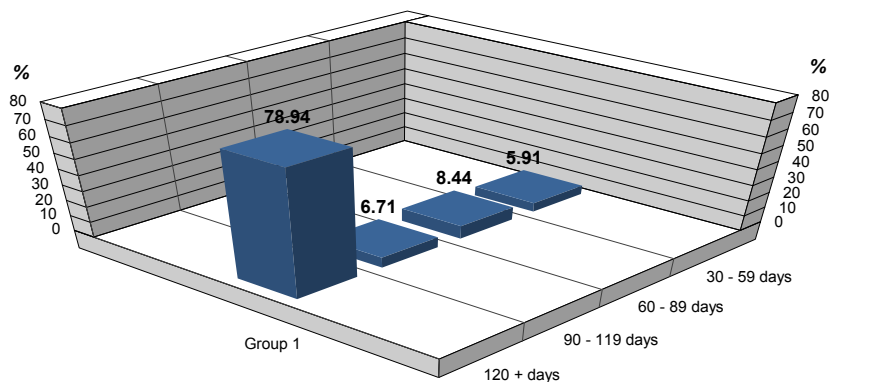


		Current	30 - 59 days	60 - 89 days	90 - 119 days	120 + days	TOTAL
Delinquent	Loan Count	114	4	2	3	3	126
	Sched Bal	2,258,429.51	27,059.09	62,575.48	49,766.64	129,288.36	2,527,119.08
	Percentage*	74.82%	0.90%	2.07%	1.65%	4.28%	83.73%
	Arrearage	431,197.61	6,890.03	11,666.27	6,280.69	51,833.57	507,868.17
Bankruptcy	Loan Count	3	1	0	0	8	12
	Sched Bal	18,639.10	16,724.54	0.00	0.00	134,556.26	169,919.90
	Percentage*	0.62%	0.55%	0.00%	0.00%	4.46%	5.63%
	Arrearage	5,158.74	0.00	0.00	0.00	37,307.82	42,466.56
Foreclosure	Loan Count	0	0	0	0	8	8
	Sched Bal	0.00	0.00	0.00	0.00	203,359.36	203,359.36
	Percentage*	0.00%	0.00%	0.00%	0.00%	6.74%	6.74%
	Arrearage	0.00	0.00	0.00	0.00	104,985.00	104,985.00
REO	Loan Count	0	0	0	0	4	4
	Sched Bal	0.00	0.00	0.00	0.00	117,911.65	117,911.65
	Percentage*	0.00%	0.00%	0.00%	0.00%	3.91%	3.91%
	Arrearage	0.00	0.00	0.00	0.00	29,839.27	29,839.27
TOTAL	Loan Count	117	5	2	3	23	150
	Sched Bal	2,277,068.61	43,783.63	62,575.48	49,766.64	585,115.63	3,018,309.99
	Percentage*	75.44%	1.45%	2.07%	1.65%	19.39%	100.00%
	Arrearage	436,356.35	6,890.03	11,666.27	6,280.69	223,965.66	685,159.00

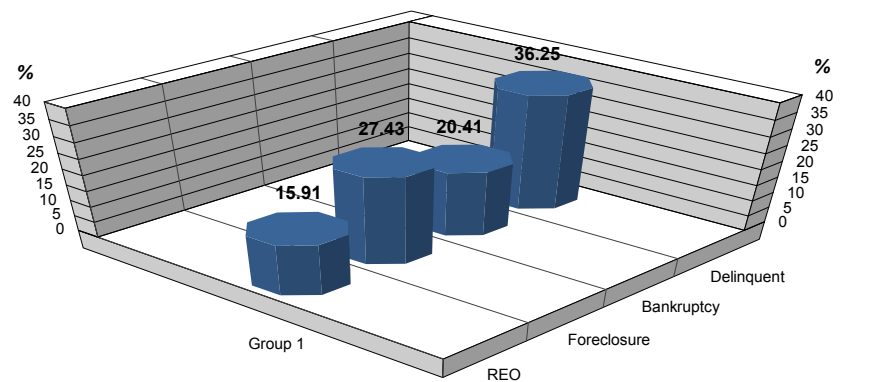


* Percentages are based on scheduled balance as a percent of total pool scheduled balance.

	30 - 59 days			60 - 89 days			90 - 119 days			120 + days			TOTAL		
	Count	Balance (\$)	% of Bal*	Count	Balance (\$)	% of Bal*	Count	Balance (\$)	% of Bal*	Count	Balance (\$)	% of Bal*	Count	Balance (\$)	% of Bal*
Delinquent	4	27,059.09	3.65%	2	62,575.48	8.44%	3	49,766.64	6.71%	3	129,288.36	17.44%	12	268,689.57	36.25%
Bankruptcy	1	16,724.54	2.26%	0	0.00	0.00%	0	0.00	0.00%	8	134,556.26	18.15%	9	151,280.80	20.41%
Foreclosure	0	0.00	0.00%	0	0.00	0.00%	0	0.00	0.00%	8	203,359.36	27.43%	8	203,359.36	27.43%
REO	0	0.00	0.00%	0	0.00	0.00%	0	0.00	0.00%	4	117,911.65	15.91%	4	117,911.65	15.91%
TOTAL	5	43,783.63	5.91%	2	62,575.48	8.44%	3	49,766.64	6.71%	23	585,115.63	78.94%	33	741,241.38	100.00%



Distribution of Delinquencies By Group and Days. (total 100%)



Distribution of Delinquencies By Group and Status Type. (total 100%)

* Percentages are based on scheduled balance as a percent of total pool scheduled balance.



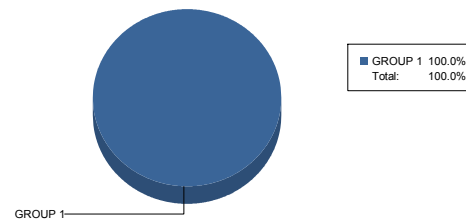
Salomon Brothers Mortgage Securities VII, Inc
Mortgage Pass-Through Certificates Series 1997-HUD2

REO LOAN DETAIL REPORT

Distribution Date: Sep 25, 2019



REO						
Count	All (\$)	%	Count	New (\$)	%	
4	117,911.65	100.00%	1	49,979.38	100.00%	



Loan Number	Original Balance	Ending Balance	Ending Arrearage	Rate %	Next Due Date	Orig Term	New REO?	Book Value	State	Lien	Scheduled Principal	REO Date	Actual Ending Balance (UPB)
23055575	56,363.00	31,096.53	18,104.18	11.00%	12/01/2014	360		Not Available	NY	1	0.00	Not Available	31,096.53
23055817	48,350.00	21,392.36	186.91	9.50%	12/01/2017	360		Not Available	NY	1	0.00	Not Available	21,861.17
23055823	47,750.00	15,443.38	0.00	6.88%	09/01/2016	360		Not Available	PR	1	0.00	Not Available	17,199.41
23055844	71,400.00	49,979.38	11,548.18	10.50%	03/01/2009	360	Yes	Not Available	LA	1	0.00	Not Available	54,102.77
Total:	4	223,863.00	117,911.65	29,839.27									

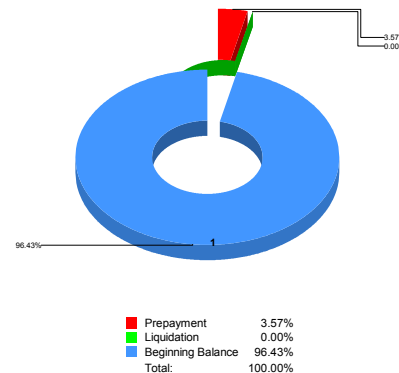


Salomon Brothers Mortgage Securities VII, Inc
Mortgage Pass-Through Certificates Series 1997-HUD2
PREPAYMENT & LIQUIDATION LOAN DETAIL REPORT

Distribution Date: Sep 25, 2019



	Count	Original Balance	Prepayment	Liquidation	Group Begin Balance
	5	296,361.93	113,536.68	0.02	3,179,881.68



Loan Num	Original Balance	Beginning Balance	Beginning Arrearage	Scheduled Principal	Prepayments Incl Curtail	Liquidation Proceeds	Loss	Add'l Loss	Payoff Description	Paid Off Date	Add'l Loss Date	Loan Rate	Loss Severity	Prepay Penalty	State	Lien
22772921	31,661.93	2,722.99	0.00	259.24	2,463.75	0.00	0.00	0.00	Voluntary PIF	08/27/2019		10.000%		0.00	TX	1
23055641	99,000.00	54,105.06	0.00	559.26	53,545.80	0.00	0.00	0.00	Voluntary PIF	08/09/2019		6.500%		0.00	GA	1
23055799	89,050.00	32,767.14	0.00	527.87	32,239.27	0.00	0.00	0.00	Voluntary PIF	08/21/2019		10.500%		0.00	MD	1
23069473	39,250.00	25,482.95	0.00	195.09	25,287.86	0.00	0.00	0.00	Voluntary PIF	08/22/2019		9.500%		0.00	MS	1
22772697	37,400.00	0.00	0.00	0.00	0.00	0.02	0.00	-0.02	Liquidation			0.000%		0.00	PA	1
Total:	5	296,361.93	115,078.14	0.00	1,541.46	113,536.68	0.02	0.00	-0.02					0.00		