

**NovaStar CAPS Trust  
NovaStar CAPS Notes  
Series 2002-C1**

\*Revised Statement To Noteholder as of February 9, 2003

DISTRIBUTIONS IN DOLLARS								
CLASS	ORIGINAL FACE VALUE	PRIOR PRINCIPAL BALANCE	INTEREST	PRINCIPAL	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	CURRENT PRINCIPAL BALANCE
Notes	68,000,000.00	57,327,534.08	341,576.56	5,147,860.48	5,489,437.04	0.00	0.00	52,179,673.60
<b>TOTALS</b>	<b>68,000,000.00</b>	<b>57,327,534.08</b>	<b>341,576.56</b>	<b>5,147,860.48</b>	<b>5,489,437.04</b>	<b>0.00</b>	<b>0.00</b>	<b>52,179,673.60</b>
<b><u>Underlying Certificates</u></b>								
AIO Certificate (2001-1) Beginning Balance								265,136,391.38
AIO Certificate (2001-1) Ending Balance								254,664,370.88
AIO Certificate (2001-2) Beginning Balance								0.00
AIO Certificate (2001-2) Ending Balance								0.00
P Certificate (2001-1) Beginning Balance								0.00
P Certificate (2001-1) Ending Balance								0.00
P Certificate (2001-2) Beginning Balance								100.00
P Certificate (2001-2) Ending Balance								100.00
<b><u>Collections</u></b>								
AIO Certificate (2001-1) Available Interest								1,518,849.22
AIO Certificate (2001-2) Available Interest								3,181,437.02
AIO Certificate (2001-1) Available Principal								0.00
AIO Certificate (2001-2) Available Principal								0.00
P Certificate (2001-1) Available Interest								195,851.57
P Certificate (2001-2) Available Interest								593,299.23
P Certificate (2001-1) Available Principal								0.00
P Certificate (2001-2) Available Principal								0.00
<b>Trustee Fee</b>								<b>0.00</b>
<b>Available Funds</b>								<b>5,489,437.04</b>
<b><u>Additional Information</u></b>								
Unpaid Interest Shortfall								0.00
Pay taxes, assessments and governmental charges levied upon the Issuer								0.00
Distribution To Owner Trust Certificate Holders								0.00
<b>FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE</b>							<b>PASS-THROUGH RATES</b>	
CLASS	CUSIP	PRIOR PRINCIPAL BALANCE	INTEREST	PRINCIPAL	TOTAL	CURRENT PRINCIPAL BALANCE	CURRENT	
Notes	66988DAB4	1,186.166492	5.023185	75.703831	80.727015	767.348141	7.150000%	
Seller:	NovaStar Financial, Inc.							
Servicer:	NovaStar Mortgage Corporation							
Record Date:	January 31, 2003							
Distribution Date:	January 28, 2003							