

NovaStar Mortgage Funding Trust Series 2003-4

Statement to Certificateholders

February 25, 2004

DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
A1	1,074,859,000.00	1,070,768,365.66	5,480,373.10	1,311,691.25	6,792,064.35	0.00	0.00	1,065,287,992.56
A2A	52,000,000.00	50,782,305.33	622,189.03	55,860.54	678,049.57	0.00	0.00	50,160,116.30
A2B	25,101,000.00	25,101,000.00	0.00	34,513.88	34,513.88	0.00	0.00	25,101,000.00
A2C	77,102,000.00	75,884,289.53	622,197.09	92,958.25	715,155.34	0.00	0.00	75,262,092.44
A3	64,688,000.00	63,488,647.07	201,425.11	84,122.46	285,547.57	0.00	0.00	63,287,221.96
M1	75,000,000.00	75,000,000.00	0.00	113,125.00	113,125.00	0.00	0.00	75,000,000.00
M2	60,000,000.00	60,000,000.00	0.00	136,250.00	136,250.00	0.00	0.00	60,000,000.00
M3	15,000,000.00	15,000,000.00	0.00	36,875.00	36,875.00	0.00	0.00	15,000,000.00
B1	15,000,000.00	15,000,000.00	0.00	45,000.00	45,000.00	0.00	0.00	15,000,000.00
B2	15,000,000.00	15,000,000.00	0.00	54,375.00	54,375.00	0.00	0.00	15,000,000.00
B3	8,250,000.00	8,250,000.00	0.00	33,343.75	33,343.75	0.00	0.00	8,250,000.00
P	100.00	100.00	0.00	44,192.75	44,192.75	0.00	0.00	100.00
O	17,999,900.00	18,000,000.01	0.00	0.00	0.00	0.00	-0.01	18,000,000.00
R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	1,500,000,000.00	1,492,274,707.60	6,926,184.33	2,042,307.88	8,968,492.21	0.00	-0.01	1,485,348,523.26
X	1,500,000,000.00	1,492,274,707.60	0.00	5,532,755.71	5,532,755.71	0.00	0.00	1,485,348,523.26

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FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
A1	66987XDE2	996.19425958	5.09869025	1.22033797	6.31902822	991.09556934
A2A	66987XDF9	976.58279481	11.96517365	1.07424115	13.03941481	964.61762115
A2B	66987XDG7	1,000.00000000	0.00000000	1.37500020	1.37500020	1,000.00000000
A2C	66987XDH5	984.20649957	8.06979183	1.20565290	9.27544474	976.13670774
A3	66987XDJ1	981.45942169	3.11379406	1.30043377	4.41422783	978.34562763
M1	66987XDK8	1,000.00000000	0.00000000	1.50833333	1.50833333	1,000.00000000
M2	66987XDL6	1,000.00000000	0.00000000	2.27083333	2.27083333	1,000.00000000
M3	66987XDM4	1,000.00000000	0.00000000	2.45833333	2.45833333	1,000.00000000
B1	66987XDN2	1,000.00000000	0.00000000	3.00000000	3.00000000	1,000.00000000
B2	66987XDP7	1,000.00000000	0.00000000	3.62500000	3.62500000	1,000.00000000
B3	66987XDU6	1,000.00000000	0.00000000	4.04166667	4.04166667	1,000.00000000
P	66987XDQ5	1,000.00000000	0.00000000	441,927.50000000	441,927.50000000	1,000.00000000
O	66987XDT9	1,000.00555614	0.00000000	0.00000000	0.00000000	1,000.00555559
TOTALS		994.84980507	4.61745622	1.36153859	5.97899481	990.23234884
X	66987XDS1	994.84980507	0.00000000	3.68850381	3.68850381	990.23234884

PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
A1	1.470000 %
A2A	1.320000 %
A2B	1.650000 %
A2C	1.470000 %
A3	1.590000 %
M1	1.810000 %
M2	2.725000 %
M3	2.950000 %
B1	3.600000 %
B2	4.350000 %
B3	4.850000 %
P	.000000 %
O	.000000 %
X	4.449118 %

IF THERE ARE ANY QUESTIONS OR PROBLEMS WITH THIS STATEMENT, PLEASE CONTACT THE ADMINISTRATOR LISTED BELOW:

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REMIC Available Funds - Group I	12,381,439.80
REMIC Available Funds - Group II	2,250,767.63
REMIC Available Funds - Group III	724,971.31

Sec. 4.03

Principal

Group I Scheduled Principal	1,143,024.89
Group I Prepayments in Full	4,001,071.49
Group I Curtailments	69,348.65
Group I Net Liquidation Proceeds	0.00
Group I Realized Losses	0.00
Group II Scheduled Principal	155,059.75
Group II Prepayments in Full	1,000,972.65
Group II Curtailments	87,722.58
Group II Net Liquidation Proceeds	0.00
Group II Realized Losses	0.00
Group III Scheduled Principal	64,520.29
Group III Prepayments in Full	127,495.84
Group III Curtailments	9,362.73
Group III Net Liquidation Proceeds	0.00
Group III Realized Losses	0.00

Sec. 4.03(a)(i)

Distributions of Principal

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Class A-1	5,480,373.10
Class A-2A	622,189.03
Class A-2B	0.00
Class A-2C	622,197.09
Class A-3	201,425.11
Class M-1	0.00
Class M-2	0.00
Class M-3	0.00
Class B-1	0.00
Class B-2	0.00
Class B-3	0.00
Class P	0.00

Sec. 4.03(a)(ii)

Distributions of Interest

Class A-1	1,311,691.25
Class A-2A	55,860.54
Class A-2B	34,513.88
Class A-2C	92,958.25
Class A-3	84,122.46
Class M-1	113,125.00
Class M-2	136,250.00
Class M-3	36,875.00
Class B-1	45,000.00

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	Class B-2	54,375.00
	Class B-3	33,343.75
	Class I	849,479.16
	Class P - Prepay Penalty	44,192.75
Sec. 4.03(a)(iii)	Pool Balances	
	Group I Beginning Pool Balance	1,241,855,711.30
	Group I Ending Pool Balance	1,236,642,266.27
	Group II Beginning Pool Balance	176,350,688.55
	Group II Ending Pool Balance	175,106,933.57
	Group III Beginning Pool Balance	73,800,702.28
	Group III Ending Pool Balance	73,599,323.42
	Total Beginning Pool Balance	1,492,007,102.13
	Total Ending Pool Balance	1,485,348,523.26
Sec. 4.03(a)(iv)	Mortgage Loan Information as of Determination Date	
	Number of Mortgage Loans	10,465
	Aggregate Principal Balance of Mortgage Loans	1,485,348,523.26
	Beginning Weighted Average Mortgage Rate	7.4331 %
	Number of Subsequent Mortgage Loans Added during Prepayment Period	0
	Balance of Subsequent Mortgage Loans Added during Prepayment Period	0.00
	Balance of Pre-Funding Account	0.00

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Section 4.03(a)(v) A

Loans Delinquent

Group 1			
Period	Number	Principal Balance	Percentage
30-59 days	3	376,851.18	0.03 %
60-89 days	1	291,686.84	0.02 %
90+days	0	0.00	0.00 %
Total	4	668,538.02	0.05 %

Group 2			
Period	Number	Principal Balance	Percentage
30-59 days	2	685,856.05	0.39 %
60-89 days	1	140,151.10	0.08 %
90+days	0	0.00	0.00 %
Total	3	826,007.15	0.47 %

Group 3			
Period	Number	Principal Balance	Percentage
30-59 days	0	0.00	0.00 %
60-89 days	0	0.00	0.00 %
90+days	0	0.00	0.00 %
Total	0	0.00	0.00 %

Sec. 4.03 (a)(v) B

Loans in Foreclosure

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Group 1		
Number	Principal Balance	Percentage
9	1,273,228.69	0.10 %

Group 2		
Number	Principal Balance	Percentage
1	103,751.74	0.06 %

Group 3		
Number	Principal Balance	Percentage
1	58,671.23	0.08 %

Sec. 4.03(a)(v) C

Loans in REO

Group 1		
Number	Principal Balance	Percentage
0	0.00	0.00 %

Group 2		
Number	Principal Balance	Percentage
0	0.00	0.00 %

Group 3		
Number	Principal Balance	Percentage
1	118,011.23	0.16 %

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Sec. 4.03(a)(vi)	Principal Prepayments		
	Group I Prepayments		4,001,071.49
	Group II Prepayments		1,000,972.65
	Group III Prepayments		127,495.84
Sec. 4.03 (a)(vii)	Realized Losses		
	Group I Liquidated Loan Balance		0.00
	Group I Net Liquidation Proceeds		0.00
	Group I Current Period Realized Losses		0.00
	Group I Cumulative Realized Losses		0.00
	Group I Subsequent Losses		0.00
	Group I Recoveries of Prior Losses		0.00
	Group II Liquidated Loan Balance		0.00
	Group II Net Liquidation Proceeds		0.00
	Group II Current Period Realized Losses		0.00
	Group II Recoveries of Prior Losses		0.00
	Group II Subsequent Losses		0.00
	Group II Cumulative Realized Losses		0.00
	Group III Liquidated Loan Balance		0.00
	Group III Net Liquidation Proceeds		0.00
	Group III Current Period Realized Losses		0.00

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	Group III Recoveries of Prior Losses	0.00
	Group III Subsequent Losses	0.00
	Group III Cumulative Realized Losses	0.00
Sec. 4.03 (a)(ix)	Unpaid Interest Shortfall Amounts	
	Unpaid Interest Shortfall - A-1	0.00
	Unpaid Interest Shortfall - A-2A	0.00
	Unpaid Interest Shortfall - A-2B	0.00
	Unpaid Interest Shortfall - A-2C	0.00
	Unpaid Interest Shortfall - A-3	0.00
	Unpaid Interest Shortfall - M-1	0.00
	Unpaid Interest Shortfall - M-2	0.00
	Unpaid Interest Shortfall - M-3	0.00
	Unpaid Interest Shortfall - B-1	0.00
	Unpaid Interest Shortfall - B-2	0.00
	Unpaid Interest Shortfall - B-2	0.00
	Unpaid Interest Shortfall - I	0.00
Sec. 4.03 (a)(x)	Prepayment Interest Shortfalls not covered by the Servicer	0.00
Sec. 4.03 (a)(xii)	Available Funds Cap Carryforward Amount	
	Available Funds Cap Carryforward Amount - A-1	0.00

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Available Funds Cap Carryforward Amount - A-2A	0.00
Available Funds Cap Carryforward Amount - A-2B	0.00
Available Funds Cap Carryforward Amount - A-2C	0.00
Available Funds Cap Carryforward Amount - A-3	0.00
Available Funds Cap Carryforward Amount - M-1	0.00
Available Funds Cap Carryforward Amount - M-2	0.00
Available Funds Cap Carryforward Amount - M-3	0.00
Available Funds Cap Carryforward Amount - B-1	0.00
Available Funds Cap Carryforward Amount - B-2	0.00
Available Funds Cap Carryforward Amount - B-3	0.00
Remaining Available Funds Cap Carryforward Amount - A-1	0.00
Remaining Available Funds Cap Carryforward Amount - A-2A	0.00
Remaining Available Funds Cap Carryforward Amount - A-2B	0.00
Remaining Available Funds Cap Carryforward Amount - A-2C	0.00
Remaining Available Funds Cap Carryforward Amount - A-3	0.00
Remaining Available Funds Cap Carryforward Amount - M-1	0.00
Remaining Available Funds Cap Carryforward Amount - M-2	0.00
Remaining Available Funds Cap Carryforward Amount - M-3	0.00
Remaining Available Funds Cap Carryforward Amount - B-1	0.00
Remaining Available Funds Cap Carryforward Amount - B-2	0.00
Remaining Available Funds Cap Carryforward Amount - B-3	0.00

Sec. 4.03 (a)(xiii)

REMIC Pass-Through Rates

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REMIC Pass-Through Rate - A-1	1.4700 %
REMIC Pass-Through Rate - A-2A	1.3200 %
REMIC Pass-Through Rate - A-2B	1.6500 %
REMIC Pass-Through Rate - A-2C	1.4700 %
REMIC Pass-Through Rate - A-3	1.5900 %
REMIC Pass-Through Rate - M-1	1.8100 %
REMIC Pass-Through Rate - M-2	2.7250 %
REMIC Pass-Through Rate - M-3	2.9500 %
REMIC Pass-Through Rate - B-1	3.6000 %
REMIC Pass-Through Rate - B-2	4.3500 %
REMIC Pass-Through Rate - B-3	4.8500 %
Next REMIC Pass-Through Rate - A-1	1.4600 %
Next REMIC Pass-Through Rate - A-2A	1.3100 %
Next REMIC Pass-Through Rate - A-2B	1.6400 %
Next REMIC Pass-Through Rate - A-2C	1.4600 %
Next REMIC Pass-Through Rate - A-3	1.5800 %
Next REMIC Pass-Through Rate - M-1	1.8000 %
Next REMIC Pass-Through Rate - M-2	2.7150 %
Next REMIC Pass-Through Rate - M-3	2.9400 %
Next REMIC Pass-Through Rate - B-1	3.5900 %
Next REMIC Pass-Through Rate - B-2	4.3400 %
Next REMIC Pass-Through Rate - B-3	4.8400 %

Sec. 4.03 (a)(xiv)

Supplemental Interest Payment

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Supplemental Interest Payment - A-1	0.00
Supplemental Interest Payment - A-2A	0.00
Supplemental Interest Payment - A-2B	0.00
Supplemental Interest Payment - A-2C	0.00
Supplemental Interest Payment - A-3	0.00
Supplemental Interest Payment - M-1	0.00
Supplemental Interest Payment - M-2	0.00
Supplemental Interest Payment - M-3	0.00
Supplemental Interest Payment - B-1	0.00
Supplemental Interest Payment - B-2	0.00
Supplemental Interest Payment - B-3	0.00

Sec. 4.03 (a)(xv)

Swap Notional Amount and the Underwritten Certificates Principal Balance

Underwritten Certificates Principal Balance	1,467,348,523.26
Swap Notional Amount	900,000,000.00
Difference	567,348,523.26
Funds paid to Swap Counterparty	849,479.17

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Sec. 4.03 (a)(xvi)	Overcollateralization Amounts		
		Required Overcollateralization Amount	18,000,000.00
		Overcollateralization Amount	18,000,000.00
Sec. 4.03 (a)(xvi)	Excess Cashflow		5,532,755.72
Sec. 4.03 (a)(xi)	Credit Enhancement Percentage		13.82 %