

NovaStar Mortgage Funding Trust, Series 2003-2

Statement to Certificateholders

April 26, 2004

DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
A_1	1,000,000,000.00	877,636,139.31	31,573,832.41	1,088,268.81	32,662,101.22	0.00	0.00	846,062,306.90
A_2	320,000,000.00	267,376,953.67	12,778,309.78	339,865.82	13,118,175.60	0.00	0.00	254,598,643.89
M_1	63,750,000.00	63,750,000.00	0.00	104,266.67	104,266.67	0.00	0.00	63,750,000.00
M_2	52,500,000.00	52,500,000.00	0.00	137,200.00	137,200.00	0.00	0.00	52,500,000.00
M_3	15,000,000.00	15,000,000.00	0.00	44,533.33	44,533.33	0.00	0.00	15,000,000.00
B_1	15,000,000.00	15,000,000.00	0.00	56,533.33	56,533.33	0.00	0.00	15,000,000.00
B_2	15,000,000.00	15,000,000.00	0.00	65,866.67	65,866.67	0.00	0.00	15,000,000.00
O	18,750,001.00	18,750,001.25	0.00	0.00	0.00	0.00	0.00	18,750,001.25
P	100.00	100.00	0.00	759,611.16	759,611.16	0.00	0.00	100.00
TOTALS	1,500,000,101.00	1,325,013,194.23	44,352,142.19	2,596,145.79	46,948,287.98	0.00	0.00	1,280,661,052.04
X_1	1,500,000,100.00	1,325,013,194.23	0.00	4,004,832.51	4,004,832.51	0.00	0.00	1,280,661,052.04
X_2	400,502,570.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

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FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
A_1	66987WAP2	877.63613931	31.57383241	1.08826881	32.66210122	846.06230690
A_2	66987WAQ0	835.55298022	39.93221806	1.06208069	40.99429875	795.62076216
M_1	66987WAR8	1,000.00000000	0.00000000	1.63555561	1.63555561	1,000.00000000
M_2	66987WAS6	1,000.00000000	0.00000000	2.61333333	2.61333333	1,000.00000000
M_3	66987WAT4	1,000.00000000	0.00000000	2.96888867	2.96888867	1,000.00000000
B_1	66987WAU1	1,000.00000000	0.00000000	3.76888867	3.76888867	1,000.00000000
B_2	66987WAV9	1,000.00000000	0.00000000	4.39111133	4.39111133	1,000.00000000
O	66987XCN3	1,000.00001333	0.00000000	0.00000000	0.00000000	1,000.00001333
P	66987XCL7	1,000.00000000	0.00000000	7,596,111.60000000	7,596,111.60000000	1,000.00000000
TOTALS		883.34207001	29.56809280	1.73076374	31.29885655	853.77397721
X_1	66987XCM5	883.34207060	0.00000000	2.66988816	2.66988816	853.77397778
X_2	66987XCM5	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000

PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
A_1	1.395000 %
A_2	1.430000 %
M_1	1.840000 %
M_2	2.940000 %
M_3	3.340000 %
B_1	4.240000 %
B_2	4.940000 %
O	.000000 %
P	.000000 %
X_1	3.400296 %
X_2	.000000 %

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	37,193,437.59
	REMIC Available Funds - Group II	14,430,021.33
Sec. 4.03	Principal	
	Group I Scheduled Principal	1,008,468.92
	Group I Prepayments in Full	29,071,736.03
	Group I Curtailments	170,963.08
	Group I Net Liquidation Proceeds	1,073,965.46
	Group I Realized Losses	255,690.27
	Group II Scheduled Principal	311,023.38
	Group II Prepayments in Full	12,265,318.10
	Group II Curtailments	43,514.82
	Group II Net Liquidation Proceeds	57,802.03
	Group II Realized Losses	93,660.10
	Total Scheduled Principal	1,319,492.30
	Total Prepayments in Full	41,337,054.13
	Total Curtailments	214,477.90
	Total Net Liquidation Proceeds	1,131,767.49
	Total Realized Losses	349,350.37

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Sec. 4.03(a)(i)	Distributions of Principal		
	Class A-1		31,573,832.41
	Class A-2		12,778,309.78
	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 P		0.00
Sec. 4.03(a)(ii)	Distributions of Interest		
	Class A-1		1,088,268.81
	Class A-2		339,865.82
	Class M-1		104,266.67
	Class M-2		137,200.00
	Class M-3		44,533.33
	Class B-1		56,533.33
	Class B-2		65,866.67
	Class I		664,923.61
	Class P - Prepay Penalty		759,611.16

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Sec. 4.03(a)(iii)	Pool Balances		
	Group I Beginning Pool Balance		1,013,994,494.31
	Group I Ending Pool Balance		982,413,670.55
	Group II Beginning Pool Balance		311,018,699.92
	Group II Ending Pool Balance		298,247,381.49
	Total Beginning Pool Balance		1,325,013,194.23
	Total Ending Pool Balance		1,280,661,052.04

Sec. 4.03(a)(iv)	Mortgage Loan Information as of Determination Date		
	Number of Mortgage Loans		9,291
	Aggregate Principal Balance of Mortgage Loans		1,280,661,052.04
	Beginning Weighted Average Mortgage Rate		7.2409 %
	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

Section 4.03(a)(v) A Group I and Group II Loans Delinquent

Group 1			
Period	Number	Principal Balance	Percentage
30-59 days	21	1,554,294.46	0.16 %
60-89 days	6	593,859.89	0.06 %
90+days	24	2,752,932.92	0.28 %
Total	51	4,901,087.27	0.50 %

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Group 2			
Period	Number	Principal Balance	Percentage
30-59 days	6	1,031,712.93	0.35 %
60-89 days	4	318,030.90	0.11 %
90+days	4	467,672.63	0.16 %
Total	14	1,817,416.46	0.62 %

Sec. 4.03 (a)(v) B

Group I and Group II Loans in foreclosure

Group 1		
Number	Principal Balance	Percentage
36	5,096,363.96	0.52 %

Group 2		
Number	Principal Balance	Percentage
13	2,395,660.63	0.80 %

Sec. 4.03(a)(v) C

Group I and Group II Loans in REO

Group 1		
Number	Principal Balance	Percentage
17	2,203,386.69	0.22 %

Group 2		
Number	Principal Balance	Percentage
3	439,825.89	0.15 %

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Sec. 4.03(a)(vi)	Principal Prepayments		
	Group I Prepayments		29,071,736.03
	Group II Prepayments		12,265,318.10
Sec. 4.03 (a)(vii)	Realized Losses		
	Group I Liquidated Loan Balance		1,329,655.73
	Group I Net Liquidation Proceeds		1,073,965.46
	Group I Current Period Realized Losses		255,690.27
	Group I Recoveries of Prior Losses		0.00
	Group I Subsequent Losses		0.00
	Group I Cumulative Liquidated Loan Balance		1,735,636.94
	Group I Cumulative Net Liquidation Proceeds		1,373,242.96
	Group I Cumulative Recoveries of Prior Losses		9,359.34
	Group I Cumulative Subsequent Losses		6,606.85
	Group I Cumulative Realized Losses		359,641.49
	Group II Liquidated Loan Balance		151,462.13
	Group II Net Liquidation Proceeds		57,802.03
	Group II Current Period Realized Losses		93,660.10
	Group II Recoveries of Prior Losses		0.00
	Group II Subsequent Losses		0.00

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Group II Cumulative Liquidated Loan Balance	218,280.13
Group II Cumulative Net Liquidation Proceeds	89,196.77
Group II Cumulative Recoveries of Prior Losses	0.00
Group II Cumulative Subsequent Losses	0.00
Group II Cumulative Realized Losses	129,083.36
Total Liquidated Loan Balance	1,481,117.86
Total Net Liquidation Proceeds	1,131,767.49
Total Current Period Realized Losses	349,350.37
Total Recoveries of Prior Losses	0.00
Total Subsequent Losses	0.00
Total Cumulative Liquidated Loan Balance	1,953,917.07
Total Cumulative Net Liquidation Proceeds	1,462,439.73
Total Cumulative Recoveries of Prior Losses	9,359.34
Total Cumulative Subsequent Losses	6,606.85
Total Cumulative Realized Losses	488,724.85

Sec. 4.03 (a)(ix)

Unpaid Interest Shortfall Amounts

Unpaid Interest Shortfall - A-1	0.00
Unpaid Interest Shortfall - A-2	0.00
Unpaid Interest Shortfall - M-1	0.00
Unpaid Interest Shortfall - M-2	0.00
Unpaid Interest Shortfall - M-3	0.00

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	Unpaid Interest Shortfall - B-1	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)(xi)	Credit Enhancement Percentage	13.58 %
Sec. 4.03 (a)(xii)	Available Funds Cap Carryforward Amount	
	Available Funds Cap Carryforward Amount Paid - A-1	0.00
	Available Funds Cap Carryforward Amount Paid - A-2	0.00
	Available Funds Cap Carryforward Amount Paid - M-1	0.00
	Available Funds Cap Carryforward Amount Paid - M-2	0.00
	Available Funds Cap Carryforward Amount Paid - M-3	0.00
	Available Funds Cap Carryforward Amount Paid - B-1	0.00
	Available Funds Cap Carryforward Amount Paid - B-2	0.00
	Remaining Available Funds Cap Carryforward Amount - A-1	0.00
	Remaining Available Funds Cap Carryforward Amount - A-2	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

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Sec. 4.03 (a)(xiii)	REMIC Pass-Through Rates		
	REMIC Pass-Through Rate - A-1		1.3950 %
	REMIC Pass-Through Rate - A-2		1.4300 %
	REMIC Pass-Through Rate - M-1		1.8400 %
	REMIC Pass-Through Rate - M-2		2.9400 %
	REMIC Pass-Through Rate - M-3		3.3400 %
	REMIC Pass-Through Rate - B-1		4.2400 %
	REMIC Pass-Through Rate - B-2		4.9400 %
	Next REMIC Pass-Through Rate - A-1		0.3050 %
	Next REMIC Pass-Through Rate - A-2		0.3400 %
	Next REMIC Pass-Through Rate - M-1		0.7500 %
	Next REMIC Pass-Through Rate - M-2		1.8500 %
	Next REMIC Pass-Through Rate - M-3		2.2500 %
	Next REMIC Pass-Through Rate - B-1		3.1500 %
	Next REMIC Pass-Through Rate - B-2		3.8500 %

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Sec. 4.03 (a)(xiv)	Supplemental Interest payment		
	Supplemental Interest payment - A-1		0.00
	Supplemental Interest payment - A-2		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
Sec. 4.03 (a)(xv)	Swap Notional Amount and the Underwritten Certificates Principal Balance		
	Underwritten Certificates Principal Balance		1,261,911,050.79
	Swap Notional Amount		850,000,000.00
	Difference		411,911,050.79
	Funds paid to Swap Counterparty		664,923.61
Sec. 4.03 (a)(xvi)	Overcollateralization Amounts		
	Required Overcollateralization Amount		18,750,001.25
	Overcollateralization Amount		18,750,001.25
Sec. 4.03 (a)(xvi)	Excess Cashflow		4,354,182.88