

NOVASTAR NIM TRUST, SERIES 2003-N1

Statement to Certificateholders

May 26, 2004

DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
NOTE	86,500,000.00	42,300,397.64	4,898,689.99	260,323.70	5,159,013.69	0.00	0.00	37,401,707.65
CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	86,500,000.00	42,300,397.64	4,898,689.99	260,323.70	5,159,013.69	0.00	0.00	37,401,707.65

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
NOTE	66987XCP8	489.02193803	56.63225422	3.00952254	59.64177676	432.38968382
TOTALS		489.02193803	56.63225422	3.00952254	59.64177676	432.38968382

PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
NOTE	7.385000 %

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

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Section 6.04(a)(i)	Available Funds	5,159,013.69
	Amounts Received From Underlying Certificates - Class X	4,238,610.27
	Amounts Received From Underlying Certificates - Class P	920,403.42
	Amounts Received From Underlying Certificates - Class O	0.00
	Amounts Received With Respect to Pre-Funding Reserve Account	0.00
	Amounts Received With Respect to Cap Agreements	0.00
Section 6.04(a)(ii)	Payment Allocable to Interest	260,323.70
	Interest Shortfall Paid	0.00
	Current Interest Shortfall	0.00
	Outstanding Interest Shortfall	0.00
Section 6.04(a)(iii)	Payment Allocable to Principal	4,898,689.99
Section 6.04(a)(iv)	Note Balance	37,401,707.65
Section 6.04(a)(ix)	Amounts Transferred From Pre-Funding Reserve to NovaStar Mortgage	0.00
Section 6.04(a)(ix)	Amounts on Deposit in Pre-Funding Reserve Account	0.00