

## NovaStar Mortgage Funding Trust Series 2003-4

## Statement to Certificateholders

October 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	887,257,956.40	42,741,534.18	1,525,097.84	44,266,632.02	0.00	0.00	844,516,422.22
A2A	52,000,000.00	32,376,119.42	3,137,000.55	51,873.74	3,188,874.29	0.00	0.00	29,239,118.87
A2B	25,101,000.00	25,101,000.00	0.00	46,659.97	46,659.97	0.00	0.00	25,101,000.00
A2C	77,102,000.00	57,477,864.90	3,137,041.24	98,798.06	3,235,839.30	0.00	0.00	54,340,823.66
A3	64,688,000.00	49,187,612.18	1,761,305.78	89,138.88	1,850,444.66	0.00	0.00	47,426,306.40
M1	75,000,000.00	75,000,000.00	0.00	148,750.00	148,750.00	0.00	0.00	75,000,000.00
M2	60,000,000.00	60,000,000.00	0.00	161,700.00	161,700.00	0.00	0.00	60,000,000.00
M3	15,000,000.00	15,000,000.00	0.00	43,050.00	43,050.00	0.00	0.00	15,000,000.00
B1	15,000,000.00	15,000,000.00	0.00	50,633.33	50,633.33	0.00	0.00	15,000,000.00
B2	15,000,000.00	15,000,000.00	0.00	59,383.33	59,383.33	0.00	0.00	15,000,000.00
B3	8,250,000.00	8,250,000.00	0.00	35,869.17	35,869.17	0.00	0.00	8,250,000.00
P	100.00	100.00	0.00	963,306.64	963,306.64	0.00	0.00	100.00
O	17,999,900.00	18,000,000.00	0.00	0.00	0.00	0.00	0.00	18,000,000.00
R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTALS</b>	<b>1,500,000,000.00</b>	<b>1,257,650,652.90</b>	<b>50,776,881.75</b>	<b>3,274,260.96</b>	<b>54,051,142.71</b>	<b>0.00</b>	<b>0.00</b>	<b>1,206,873,771.15</b>
X	1,500,000,000.00	1,257,650,652.90	0.00	4,092,717.07	4,092,717.07	0.00	0.00	1,206,873,771.16

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## FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
A1	66987XDE2	825.46450874	39.76478234	1.41888177	41.18366411	785.69972640
A2A	66987XDF9	622.61768115	60.32693365	0.99757192	61.32450558	562.29074750
A2B	66987XDG7	1,000.00000000	0.00000000	1.85888889	1.85888889	1,000.00000000
A2C	66987XDH5	745.47826126	40.68689839	1.28139426	41.96829265	704.79136287
A3	66987XDJ1	760.38233026	27.22770498	1.37798170	28.60568668	733.15462528
M1	66987XDK8	1,000.00000000	0.00000000	1.98333333	1.98333333	1,000.00000000
M2	66987XDL6	1,000.00000000	0.00000000	2.69500000	2.69500000	1,000.00000000
M3	66987XDM4	1,000.00000000	0.00000000	2.87000000	2.87000000	1,000.00000000
B1	66987XDN2	1,000.00000000	0.00000000	3.37555533	3.37555533	1,000.00000000
B2	66987XDP7	1,000.00000000	0.00000000	3.95888867	3.95888867	1,000.00000000
B3	66987XDU6	1,000.00000000	0.00000000	4.34777818	4.34777818	1,000.00000000
P	66987XDQ5	1,000.00000000	0.00000000	9,633,066.40000000	9,633,066.40000000	1,000.00000000
O	66987XDT9	1,000.00555559	0.00000000	0.00000000	0.00000000	1,000.00555559
<b>TOTALS</b>		838.43376860	33.85125450	2.18284064	36.03409514	804.58251410
<b>X</b>	66987XDS1	838.43376860	0.00000000	2.72847805	2.72847805	804.58251411

## PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
A1	2.210000 %
A2A	2.060000 %
A2B	2.390000 %
A2C	2.210000 %
A3	2.330000 %
M1	2.550000 %
M2	3.465000 %
M3	3.690000 %
B1	4.340000 %
B2	5.090000 %
B3	5.590000 %
P	.000000 %
O	.000000 %
<b>X</b>	4.184043 %

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	49,185,392.76
	REMIC Available Funds - Group II	7,131,995.60
	REMIC Available Funds - Group III	2,218,451.54
Sec. 4.03	Principal	
	Group I Scheduled Principal	1,048,346.29
	Group I Prepayments in Full	41,319,967.18
	Group I Curtailments	68,366.64
	Group I Net Liquidation Proceeds	204,895.41
	Group I Realized Losses	45,950.71
	Group II Scheduled Principal	134,312.68
	Group II Prepayments in Full	5,869,411.27
	Group II Curtailments	8,049.71
	Group II Net Liquidation Proceeds	247,595.17
	Group II Realized Losses	11,701.18
	Group III Scheduled Principal	58,147.96
	Group III Prepayments in Full	1,630,533.14
	Group III Curtailments	45,618.08
	Group III Net Liquidation Proceeds	22,887.47
	Group III Realized Losses	61,098.85

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Total Scheduled Principal	1,240,806.93
Total Prepayments in Full	48,819,911.59
Total Curtailments	122,034.43
Total Net Liquidation Proceeds	475,378.05
Total Realized Losses	118,750.74

Sec. 4.03(a)(i)

## Distributions of Principal

Class A-1	42,741,534.18
Class A-2A	3,137,000.55
Class A-2B	0.00
Class A-2C	3,137,041.24
Class A-3	1,761,305.78
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 B-3	0.00
Class P	0.00

Sec. 4.03(a)(ii)

## Distributions of Interest

Class A-1	1,525,097.84
Class A-2A	51,873.74

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Class A-2B	46,659.97
Class A-2C	98,798.06
Class A-3	89,138.88
Class M-1	148,750.00
Class M-2	161,700.00
Class M-3	43,050.00
Class B-1	50,633.33
Class B-2	59,383.33
Class B-3	35,869.17
Class I	398,701.39
Class P - Prepay Penalty	963,306.64

## Sec. 4.03(a)(iii) Pool Balances

Group I Beginning Pool Balance	1,058,626,072.08
Group I Ending Pool Balance	1,015,938,545.85
Group II Beginning Pool Balance	139,560,131.17
Group II Ending Pool Balance	133,289,061.16
Group III Beginning Pool Balance	59,464,449.65
Group III Ending Pool Balance	57,646,164.15
Total Beginning Pool Balance	1,257,650,652.90
Total Ending Pool Balance	1,206,873,771.16

## Sec. 4.03(a)(iv) Mortgage Loan Information as of Determination Date

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Number of Mortgage Loans	8,856
Aggregate Principal Balance of Mortgage Loans	1,206,873,771.16
Beginning Weighted Average Mortgage Rate	7.4152 %
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

Loans Delinquent

Contractual Delinquency - Group I

Balance of 0-30 Days	990,023,348.88
Number of 0-30 Days	7,224
Balance of 30-59 Days	6,429,940.28
Number of 30-59 Days	52
Balance of 60-89 Days	3,759,352.79
Number of 60-89 Days	25
Balance of 90+ Days	1,265,569.72
Number of 90+ Days	8

Contractual Bankruptcy - Group I

Balance of 0-30 Days	3,586,388.26
Number of 0-30 Days	30
Balance of 30-59 Days	289,995.28
Number of 30-59 Days	1
Balance of 60-89 Days	457,425.54
Number of 60-89 Days	4

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	Balance of 60-89 Days	1,305,448.63
	Number of 60-89 Days	10
	Legal Delinquency - Group I	
	Balance of 0-30 Days	990,023,348.88
	Number of 0-30 Days	7,224
	Balance of 30-59 Days	6,429,940.28
	Number of 30-59 Days	52
	Balance of 60-89 Days	3,759,352.79
	Number of 60-89 Days	25
	Balance of 60-89 Days	1,265,569.72
	Number of 60-89 Days	8
	Legal Bankruptcy - Group I	
	Balance of 0-30 Days	4,883,991.36
	Number of 0-30 Days	38
	Balance of 30-59 Days	255,832.57
	Number of 30-59 Days	2
	Balance of 60-89 Days	167,412.86
	Number of 60-89 Days	2
	Balance of 60-89 Days	332,020.92
	Number of 60-89 Days	3
Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group I	
	Balance of 0-30 Days	694,186.19

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	Number of 0-30 Days	5
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0
	Balance of 60-89 Days	270,007.12
	Number of 60-89 Days	2
	Balance of 60-89 Days	5,440,399.16
	Number of 60-89 Days	39
Section 4.03(a)(v) A	Loans Delinquent	
	Contractual Delinquency - Group II	
	Balance of 0-30 Days	128,774,177.00
	Number of 0-30 Days	568
	Balance of 30-59 Days	1,086,804.23
	Number of 30-59 Days	6
	Balance of 60-89 Days	299,406.63
	Number of 60-89 Days	4
	Balance of 90+ Days	455,813.92
	Number of 90+ Days	2
	Contractual Bankruptcy - Group II	
	Balance of 0-30 Days	619,003.10
	Number of 0-30 Days	2
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0
	Balance of 60-89 Days	139,627.69

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Number of 60-89 Days	1
Balance of 60-89 Days	502,988.84
Number of 60-89 Days	2
Legal Delinquency - Group II	
Balance of 0-30 Days	128,774,177.00
Number of 0-30 Days	568
Balance of 30-59 Days	1,086,804.23
Number of 30-59 Days	6
Balance of 60-89 Days	299,406.63
Number of 60-89 Days	4
Balance of 60-89 Days	455,813.92
Number of 60-89 Days	2
Legal Bankruptcy - Group II	
Balance of 0-30 Days	1,134,599.66
Number of 0-30 Days	4
Balance of 30-59 Days	127,019.97
Number of 30-59 Days	1
Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Balance of 60-89 Days	0.00
Number of 60-89 Days	0

Sec. 4.03 (a)(v) B

Loans in Foreclosure - Group II

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	Balance of 0-30 Days	0.00
	Number of 0-30 Days	0
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0
	Balance of 60-89 Days	140,725.91
	Number of 60-89 Days	1
	Balance of 60-89 Days	813,368.26
	Number of 60-89 Days	6
Section 4.03(a)(v) A	Loans Delinquent	
	Contractual Delinquency - Group III	
	Balance of 0-30 Days	56,158,885.79
	Number of 0-30 Days	820
	Balance of 30-59 Days	685,357.88
	Number of 30-59 Days	7
	Balance of 60-89 Days	164,430.25
	Number of 60-89 Days	3
	Balance of 90+ Days	0.00
	Number of 90+ Days	0
	Contractual Bankruptcy - Group III	
	Balance of 0-30 Days	46,968.25
	Number of 0-30 Days	2
	Balance of 30-59 Days	41,792.02
	Number of 30-59 Days	1

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Balance of 60-89 Days	23,511.83
Number of 60-89 Days	1
Balance of 60-89 Days	61,882.85
Number of 60-89 Days	1
Legal Delinquency - Group III	
Balance of 0-30 Days	56,158,885.79
Number of 0-30 Days	820
Balance of 30-59 Days	685,357.88
Number of 30-59 Days	7
Balance of 60-89 Days	164,430.25
Number of 60-89 Days	3
Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Legal Bankruptcy - Group III	
Balance of 0-30 Days	150,643.12
Number of 0-30 Days	4
Balance of 30-59 Days	0.00
Number of 30-59 Days	0
Balance of 60-89 Days	23,511.83
Number of 60-89 Days	1
Balance of 60-89 Days	0.00
Number of 60-89 Days	0

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Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group III		
	Balance of 0-30 Days		0.00
	Number of 0-30 Days		0
	Balance of 30-59 Days		0.00
	Number of 30-59 Days		0
	Balance of 60-89 Days		92,851.58
	Number of 60-89 Days		2
	Balance of 60-89 Days		123,643.24
	Number of 60-89 Days		4

Sec. 4.03(a)(v) C      Loans in REO

Group 1		
Number	Principal Balance	Percentage
15	2,416,484.00	0.24 %

  

Group 2		
Number	Principal Balance	Percentage
2	457,145.58	0.34 %

  

Group 3		
Number	Principal Balance	Percentage
6	246,840.46	0.43 %

Sec. 4.03(a)(vi)	Principal Prepayments		
	Group I Prepayments		41,319,967.18
	Group II Prepayments		5,869,411.27
	Group III Prepayments		1,630,533.14



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Sec. 4.03 (a)(vii)	Realized Losses	
	Group I Liquidated Loan Balance	250,846.12
	Group I Net Liquidation Proceeds	204,895.41
	Group I Current Period Realized Losses	45,950.71
	Group I Recoveries of Prior Losses	0.00
	Group I Subsequent Losses	0.00
	Group I Cumulative Liquidated Loan Balance	1,440,751.67
	Group I Cumulative Net Liquidation Proceeds	1,282,632.43
	Group I Cumulative Recoveries of Prior Losses	308.33
	Group I Cumulative Subsequent Losses	840.03
	Group I Cumulative Realized Losses	158,650.95
	Group II Liquidated Loan Balance	259,296.35
	Group II Net Liquidation Proceeds	247,595.17
	Group II Current Period Realized Losses	11,701.18
	Group II Recoveries of Prior Losses	0.00
	Group II Subsequent Losses	0.00
	Group II Cumulative Liquidated Loan Balance	411,127.16
	Group II Cumulative Net Liquidation Proceeds	397,483.87
	Group II Cumulative Recoveries of Prior Losses	0.00
	Group II Cumulative Subsequent Losses	0.00

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Group II Cumulative Realized Losses	13,643.29
Group III Liquidated Loan Balance	83,986.32
Group III Net Liquidation Proceeds	22,887.47
Group III Current Period Realized Losses	61,098.85
Group III Recoveries of Prior Losses	0.00
Group III Subsequent Losses	0.00
Group III Cumulative Liquidated Loan Balance	201,516.16
Group III Cumulative Net Liquidation Proceeds	94,987.46
Group III Cumulative Recoveries of Prior Losses	0.00
Group III Cumulative Subsequent Losses	0.00
Group III Cumulative Realized Losses	106,528.70
Total Liquidated Loan Balance	594,128.79
Total Net Liquidation Proceeds	475,378.05
Total Current Period Realized Losses	118,750.74
Total Recoveries of Prior Losses	0.00
Total Subsequent Losses	0.00
Total Cumulative Liquidated Loan Balance	2,053,394.99
Total Cumulative Net Liquidation Proceeds	1,775,103.76
Total Cumulative Recoveries of Prior Losses	308.33
Total Cumulative Subsequent Losses	840.03

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	Total Cumulative Realized Losses	278,822.94
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)(xi)	Credit Enhancement Percentage	16.40 %
Sec. 4.03 (a)(xii)	Available Funds Cap Carryforward Amount	
	Available Funds Cap Carryforward Amount - A-1	0.00
	Available Funds Cap Carryforward Amount - A-2A	0.00
	Available Funds Cap Carryforward Amount - A-2B	0.00

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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

REMIC Pass-Through Rate - A-1	2.2100 %
REMIC Pass-Through Rate - A-2A	2.0600 %

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REMIC Pass-Through Rate - A-2B	2.3900 %
REMIC Pass-Through Rate - A-2C	2.2100 %
REMIC Pass-Through Rate - A-3	2.3300 %
REMIC Pass-Through Rate - M-1	2.5500 %
REMIC Pass-Through Rate - M-2	3.4650 %
REMIC Pass-Through Rate - M-3	3.6900 %
REMIC Pass-Through Rate - B-1	4.3400 %
REMIC Pass-Through Rate - B-2	5.0900 %
REMIC Pass-Through Rate - B-3	5.5900 %
Next REMIC Pass-Through Rate - A-1	2.3020 %
Next REMIC Pass-Through Rate - A-2A	2.1520 %
Next REMIC Pass-Through Rate - A-2B	2.4820 %
Next REMIC Pass-Through Rate - A-2C	2.3020 %
Next REMIC Pass-Through Rate - A-3	2.4220 %
Next REMIC Pass-Through Rate - M-1	2.6420 %
Next REMIC Pass-Through Rate - M-2	3.5570 %
Next REMIC Pass-Through Rate - M-3	3.7820 %
Next REMIC Pass-Through Rate - B-1	4.4320 %
Next REMIC Pass-Through Rate - B-2	5.1820 %
Next REMIC Pass-Through Rate - B-3	5.6820 %

Sec. 4.03 (a)(xiv)

Supplemental Interest Payment

Supplemental Interest Payment - A-1	0.00
Supplemental Interest Payment - A-2A	0.00

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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	1,188,873,771.16
Swap Notional Amount	900,000,000.00
Difference	288,873,771.16
Funds paid to Swap Counterparty	386,479.17

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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		4,199,245.59