

## NovaStar Mortgage Funding Trust Series 2003-4

## Statement to Certificateholders

January 25, 2005

## 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	762,598,628.14	50,332,868.41	1,712,404.63	52,045,273.04	0.00	0.00	712,265,759.73
A2A	52,000,000.00	24,107,799.49	4,267,431.14	51,220.70	4,318,651.84	0.00	0.00	19,840,368.35
A2B	25,101,000.00	25,101,000.00	0.00	60,003.59	60,003.59	0.00	0.00	25,101,000.00
A2C	77,102,000.00	49,209,437.72	4,267,486.49	110,499.11	4,377,985.60	0.00	0.00	44,941,951.23
A3	64,688,000.00	41,049,266.78	3,625,385.39	96,143.65	3,721,529.04	0.00	0.00	37,423,881.39
M1	75,000,000.00	75,000,000.00	0.00	188,953.13	188,953.13	0.00	0.00	75,000,000.00
M2	60,000,000.00	60,000,000.00	0.00	195,387.50	195,387.50	0.00	0.00	60,000,000.00
M3	15,000,000.00	15,000,000.00	0.00	51,565.63	51,565.63	0.00	0.00	15,000,000.00
B1	15,000,000.00	15,000,000.00	0.00	59,419.79	59,419.79	0.00	0.00	15,000,000.00
B2	15,000,000.00	15,000,000.00	0.00	68,482.29	68,482.29	0.00	0.00	15,000,000.00
B3	8,250,000.00	8,250,000.00	0.00	40,988.18	40,988.18	0.00	0.00	8,250,000.00
P	100.00	100.00	0.00	1,163,633.27	1,163,633.27	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>1,108,316,232.13</b>	<b>62,493,171.43</b>	<b>3,798,701.47</b>	<b>66,291,872.90</b>	<b>0.00</b>	<b>0.00</b>	<b>1,045,823,060.70</b>
X	1,500,000,000.00	1,108,316,232.12	0.00	3,312,145.01	3,312,145.01	0.00	0.00	1,045,823,060.70

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## FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
A1	66987XDE2	709.48713100	46.82741495	1.59314350	48.42055845	662.65971605
A2A	66987XDF9	463.61152865	82.06598346	0.98501346	83.05099692	381.54554519
A2B	66987XDG7	1,000.00000000	0.00000000	2.39048604	2.39048604	1,000.00000000
A2C	66987XDH5	638.23814843	55.34858356	1.43315491	56.78173848	582.88956486
A3	66987XDJ1	634.57313227	56.04417187	1.48626716	57.53043903	578.52896039
M1	66987XDK8	1,000.00000000	0.00000000	2.51937507	2.51937507	1,000.00000000
M2	66987XDL6	1,000.00000000	0.00000000	3.25645833	3.25645833	1,000.00000000
M3	66987XDM4	1,000.00000000	0.00000000	3.43770867	3.43770867	1,000.00000000
B1	66987XDN2	1,000.00000000	0.00000000	3.96131933	3.96131933	1,000.00000000
B2	66987XDP7	1,000.00000000	0.00000000	4.56548600	4.56548600	1,000.00000000
B3	66987XDU6	1,000.00000000	0.00000000	4.96826424	4.96826424	1,000.00000000
P	66987XDQ5	1,000.00000000	0.00000000	11,636,332.70000000	11,636,332.70000000	1,000.00000000
O	66987XDT9	1,000.00555559	0.00000000	0.00000000	0.00000000	1,000.00555559
<b>TOTALS</b>		738.87748809	41.66211429	2.53246765	44.19458193	697.21537380
<b>X</b>	66987XDS1	738.87748808	0.00000000	2.20809667	2.20809667	697.21537380

## PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
A1	2.787500 %
A2A	2.637500 %
A2B	2.967500 %
A2C	2.787500 %
A3	2.907500 %
M1	3.127500 %
M2	4.042500 %
M3	4.267500 %
B1	4.917500 %
B2	5.667500 %
B3	6.167500 %
P	.000000 %
O	.000000 %
<b>X</b>	3.709797 %

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	56,196,886.80
	REMIC Available Funds - Group II	9,321,903.84
	REMIC Available Funds - Group III	4,011,895.72
Sec. 4.03	Principal	
	Group I Scheduled Principal	957,575.36
	Group I Prepayments in Full	48,330,913.36
	Group I Curtailments	117,828.34
	Group I Net Liquidation Proceeds	773,507.45
	Group I Realized Losses	92,538.23
	Group II Scheduled Principal	122,380.88
	Group II Prepayments in Full	8,379,470.27
	Group II Curtailments	7,114.91
	Group II Net Liquidation Proceeds	0.00
	Group II Realized Losses	0.00
	Group III Scheduled Principal	53,407.47
	Group III Prepayments in Full	3,535,489.42
	Group III Curtailments	6,490.59
	Group III Net Liquidation Proceeds	1,675.34
	Group III Realized Losses	114,779.80

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Total Scheduled Principal	1,133,363.71
Total Prepayments in Full	60,245,873.05
Total Curtailments	131,433.84
Total Net Liquidation Proceeds	770,968.71
Total Realized Losses	211,532.11

Sec. 4.03(a)(i)

## Distributions of Principal

Class A-1	50,332,868.41
Class A-2A	4,267,431.14
Class A-2B	0.00
Class A-2C	4,267,486.49
Class A-3	3,625,385.39
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	1,712,404.63
Class A-2A	51,220.70

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Class A-2B	60,003.59
Class A-2C	110,499.11
Class A-3	96,143.65
Class M-1	188,953.13
Class M-2	195,387.50
Class M-3	51,565.63
Class B-1	59,419.79
Class B-2	68,482.29
Class B-3	40,988.18
Class I	95,503.82
Class P - Prepay Penalty	1,163,633.27

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

Group I Beginning Pool Balance	934,101,221.11
Group I Ending Pool Balance	883,828,858.37
Group II Beginning Pool Balance	122,959,314.48
Group II Ending Pool Balance	114,450,348.42
Group III Beginning Pool Balance	51,255,696.53
Group III Ending Pool Balance	47,543,853.91
Total Beginning Pool Balance	1,108,316,232.12
Total Ending Pool Balance	1,045,823,060.70

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

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Number of Mortgage Loans	7,803
Aggregate Principal Balance of Mortgage Loans	1,045,823,060.70
Beginning Weighted Average Mortgage Rate	7.3973 %
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	857,894,322.41
Number of 0-30 Days	6,367
Balance of 30-59 Days	5,133,571.65
Number of 30-59 Days	44
Balance of 60-89 Days	1,678,097.78
Number of 60-89 Days	15
Balance of 90+ Days	1,975,652.90
Number of 90+ Days	15

Contractual Bankruptcy - Group I

Balance of 0-30 Days	2,773,454.44
Number of 0-30 Days	23
Balance of 30-59 Days	137,787.22
Number of 30-59 Days	1
Balance of 60-89 Days	361,507.21
Number of 60-89 Days	4

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	Balance of 60-89 Days	3,072,732.13
	Number of 60-89 Days	21
	Legal Delinquency - Group I	
	Balance of 0-30 Days	857,894,322.41
	Number of 0-30 Days	6,367
	Balance of 30-59 Days	5,133,571.65
	Number of 30-59 Days	44
	Balance of 60-89 Days	1,678,097.78
	Number of 60-89 Days	15
	Balance of 60-89 Days	1,975,652.90
	Number of 60-89 Days	15
	Legal Bankruptcy - Group I	
	Balance of 0-30 Days	4,169,886.03
	Number of 0-30 Days	35
	Balance of 30-59 Days	1,272,982.08
	Number of 30-59 Days	9
	Balance of 60-89 Days	172,138.77
	Number of 60-89 Days	1
	Balance of 60-89 Days	730,474.12
	Number of 60-89 Days	4
Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group I	
	Balance of 0-30 Days	325,545.32

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	Number of 0-30 Days	3
	Balance of 30-59 Days	149,843.44
	Number of 30-59 Days	1
	Balance of 60-89 Days	480,993.60
	Number of 60-89 Days	3
	Balance of 60-89 Days	5,776,406.44
	Number of 60-89 Days	40
Section 4.03(a)(v) A	Loans Delinquent	
	Contractual Delinquency - Group II	
	Balance of 0-30 Days	109,262,994.94
	Number of 0-30 Days	495
	Balance of 30-59 Days	1,124,407.90
	Number of 30-59 Days	9
	Balance of 60-89 Days	723,032.80
	Number of 60-89 Days	5
	Balance of 90+ Days	386,901.40
	Number of 90+ Days	2
	Contractual Bankruptcy - Group II	
	Balance of 0-30 Days	321,347.19
	Number of 0-30 Days	3
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0
	Balance of 60-89 Days	594,363.84

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Number of 60-89 Days	2
Balance of 60-89 Days	1,038,333.86
Number of 60-89 Days	6
Legal Delinquency - Group II	
Balance of 0-30 Days	109,262,994.94
Number of 0-30 Days	495
Balance of 30-59 Days	1,124,407.90
Number of 30-59 Days	9
Balance of 60-89 Days	723,032.80
Number of 60-89 Days	5
Balance of 60-89 Days	386,901.40
Number of 60-89 Days	2
Legal Bankruptcy - Group II	
Balance of 0-30 Days	958,829.16
Number of 0-30 Days	8
Balance of 30-59 Days	375,120.55
Number of 30-59 Days	1
Balance of 60-89 Days	620,095.18
Number of 60-89 Days	2
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	150,327.83
	Number of 0-30 Days	1
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0
	Balance of 60-89 Days	0.00
	Number of 60-89 Days	0
	Balance of 60-89 Days	482,268.33
	Number of 60-89 Days	4
Section 4.03(a)(v) A	Loans Delinquent	
	Contractual Delinquency - Group III	
	Balance of 0-30 Days	45,301,731.68
	Number of 0-30 Days	681
	Balance of 30-59 Days	1,449,389.47
	Number of 30-59 Days	6
	Balance of 60-89 Days	22,113.49
	Number of 60-89 Days	1
	Balance of 90+ Days	0.00
	Number of 90+ Days	0
	Contractual Bankruptcy - Group III	
	Balance of 0-30 Days	35,711.87
	Number of 0-30 Days	1
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0

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Balance of 60-89 Days	41,745.34
Number of 60-89 Days	1
Balance of 60-89 Days	114,326.37
Number of 60-89 Days	3
Legal Delinquency - Group III	
Balance of 0-30 Days	45,301,731.68
Number of 0-30 Days	681
Balance of 30-59 Days	1,449,389.47
Number of 30-59 Days	6
Balance of 60-89 Days	22,113.49
Number of 60-89 Days	1
Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Legal Bankruptcy - Group III	
Balance of 0-30 Days	101,205.39
Number of 0-30 Days	3
Balance of 30-59 Days	90,578.19
Number of 30-59 Days	2
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

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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	0.00
		Number of 60-89 Days	0
		Balance of 60-89 Days	165,910.05
		Number of 60-89 Days	4

Sec. 4.03(a)(v) C      Loans in REO

Group 1		
Number	Principal Balance	Percentage
29	4,068,943.83	0.46 %

  

Group 2		
Number	Principal Balance	Percentage
4	366,370.33	0.32 %

  

Group 3		
Number	Principal Balance	Percentage
9	412,925.64	0.87 %

Sec. 4.03(a)(vi)	Principal Prepayments		
		Group I Prepayments	48,330,913.36
		Group II Prepayments	8,379,470.27
		Group III Prepayments	3,535,489.42

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Sec. 4.03 (a)(vii)	Realized Losses		
		Group I Liquidated Loan Balance	866,045.68
		Group I Net Liquidation Proceeds	773,507.45
		Group I Current Period Realized Losses	92,538.23
		Group I Recoveries of Prior Losses	21,513.17
		Group I Subsequent Losses	0.00
		Group I Cumulative Liquidated Loan Balance	3,720,061.55
		Group I Cumulative Net Liquidation Proceeds	3,092,942.33
		Group I Cumulative Recoveries of Prior Losses	21,821.50
		Group I Cumulative Subsequent Losses	1,083.28
		Group I Cumulative Realized Losses	606,381.01
		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 Liquidated Loan Balance	867,857.91
		Group II Cumulative Net Liquidation Proceeds	721,370.40
		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	146,487.51
Group III Liquidated Loan Balance	116,455.14
Group III Net Liquidation Proceeds	1,675.34
Group III Current Period Realized Losses	114,779.80
Group III Recoveries of Prior Losses	0.00
Group III Subsequent Losses	0.00
Group III Cumulative Liquidated Loan Balance	401,526.12
Group III Cumulative Net Liquidation Proceeds	149,389.84
Group III Cumulative Recoveries of Prior Losses	0.00
Group III Cumulative Subsequent Losses	0.00
Group III Cumulative Realized Losses	252,136.28
Total Liquidated Loan Balance	982,500.82
Total Net Liquidation Proceeds	770,968.71
Total Current Period Realized Losses	211,532.11
Total Recoveries of Prior Losses	21,513.17
Total Subsequent Losses	0.00
Total Cumulative Liquidated Loan Balance	4,989,445.58
Total Cumulative Net Liquidation Proceeds	3,963,702.57
Total Cumulative Recoveries of Prior Losses	21,821.50
Total Cumulative Subsequent Losses	1,083.28

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	Total Cumulative Realized Losses	1,005,004.80
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	18.61 %
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	2.7875 %
REMIC Pass-Through Rate - A-2A	2.6375 %



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REMIC Pass-Through Rate - A-2B	2.9675 %
REMIC Pass-Through Rate - A-2C	2.7875 %
REMIC Pass-Through Rate - A-3	2.9075 %
REMIC Pass-Through Rate - M-1	3.1275 %
REMIC Pass-Through Rate - M-2	4.0425 %
REMIC Pass-Through Rate - M-3	4.2675 %
REMIC Pass-Through Rate - B-1	4.9175 %
REMIC Pass-Through Rate - B-2	5.6675 %
REMIC Pass-Through Rate - B-3	6.1675 %
Next REMIC Pass-Through Rate - A-1	2.9000 %
Next REMIC Pass-Through Rate - A-2A	2.7500 %
Next REMIC Pass-Through Rate - A-2B	3.0800 %
Next REMIC Pass-Through Rate - A-2C	2.9000 %
Next REMIC Pass-Through Rate - A-3	3.0200 %
Next REMIC Pass-Through Rate - M-1	3.2400 %
Next REMIC Pass-Through Rate - M-2	4.1550 %
Next REMIC Pass-Through Rate - M-3	4.3800 %
Next REMIC Pass-Through Rate - B-1	5.0300 %
Next REMIC Pass-Through Rate - B-2	5.7800 %
Next REMIC Pass-Through Rate - B-3	6.2800 %

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	1,027,823,060.70
	Swap Notional Amount	900,000,000.00
	Difference	127,823,060.70
	Funds paid to Swap Counterparty	-78,208.33

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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		3,328,451.80