

## NOVASTAR NIM TRUST, SERIES 2004-N2

## Statement to Certificateholders

January 26, 2005

## DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
N2	157,500,000.00	93,585,922.88	9,671,428.05	347,671.70	10,019,099.75	0.00	0.00	83,914,494.83
CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTALS</b>	157,500,000.00	93,585,922.88	9,671,428.05	347,671.70	10,019,099.75	0.00	0.00	83,914,494.83

## FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
N2	669885AB1	594.19633575	61.40589238	2.20743937	63.61333175	532.79044337
<b>TOTALS</b>		594.19633575	61.40589238	2.20743937	63.61333175	532.79044337

## PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
N2	4.458000 %

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

Indira A. Javier  
 JPMorgan Chase Bank, N.A. - Structured Finance Services  
 JPMorgan Chase Bank, ITS, 6th Floor  
 New York, New York 10004  
 Tel: (212) 623-5430  
 Email: [indira.javier@chase.com](mailto:indira.javier@chase.com)

## NOVASTAR NIM TRUST, SERIES 2004-N2

January 26, 2005

Section 6.04(a)(i)	Available Funds	10,019,099.75
	Underlying Trust Fund 2004-1	
	Amounts Received From Underlying Certificates - Class X	4,535,553.52
	Amounts Received From Underlying Certificates - Class P	1,030,750.57
	Amounts Received From Underlying Certificates - Class O	0.00
	Underlying Trust Fund 2004-2	
	Amounts Received From Underlying Certificates - Class X	3,720,964.40
	Amounts Received From Underlying Certificates - Class P	731,831.26
	Amounts Received From Underlying Certificates - Class O	0.00
Section 6.04(a)(ii)	Payment Allocable to Interest	347,671.70
	Interest Shortfall Paid	0.00
	Current Interest Shortfall	0.00
	Outstanding Interest Shortfall	0.00
Section 6.04(a)(iii)	Payment Allocable to Principal	9,671,428.05
Section 6.04(a)(iv)	Balance	83,914,494.83