

NOVASTAR NIM TRUST, SERIES 2004-N1

Statement to Certificateholders

May 26, 2005

DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
NOTE	156,600,000.00	20,401,678.60	6,029,480.75	75,792.24	6,105,272.99	0.00	0.00	14,372,197.85
CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	156,600,000.00	20,401,678.60	6,029,480.75	75,792.24	6,105,272.99	0.00	0.00	14,372,197.85

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
NOTE	669885AA3	130.27891826	38.50243135	0.48398621	38.98641756	91.77648691
TOTALS		130.27891826	38.50243135	0.48398621	38.98641756	91.77648691

PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
NOTE	4.458000 %
TOTALS	

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

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Section 6.04(a)(i)	Available Funds	6,105,272.99
	Underlying Trust Fund 2003-3	
	Amounts Received From Underlying Certificates - Class X	2,221,321.12
	Amounts Received From Underlying Certificates - Class P	659,322.76
	Amounts Received From Underlying Certificates - Class O	0.00
	Underlying Trust Fund 2003-4	
	Amounts Received From Underlying Certificates - Class X	2,392,955.48
	Amounts Received From Underlying Certificates - Class P	831,673.63
	Amounts Received From Underlying Certificates - Class O	0.00
Section 6.04(a)(ii)	Payment Allocable to Interest	75,792.24
	Interest Shortfall Paid	0.00
	Current Interest Shortfall	0.00
	Outstanding Interest Shortfall	0.00
Section 6.04(a)(iii)	Payment Allocable to Principal	6,029,480.75
Section 6.04(a)(iv)	Note Balance	14,372,197.85