

NovaStar NIM Trust, Series 2005-1

Statement to Certificateholders

June 28, 2005

DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
NOTE	130,875,000.00	130,875,000.00	5,388,181.62	69,363.75	5,457,545.37	0.00	0.00	125,486,818.38
REIT CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TRS CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	130,875,000.00	130,875,000.00	5,388,181.62	69,363.75	5,457,545.37	0.00	0.00	125,486,818.38

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
NOTE	669885AD7	1,000.00000000	41.17044218	0.53000000	41.70044218	958.82955782
TOTALS		1,000.00000000	41.17044218	0.53000000	41.70044218	958.82955782

PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
NOTE	4.770000 %

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	5,457,545.37
	Underlying Trust Fund 2005-1	
	Amounts Received From Underlying Certificates - Class C	5,441,142.16
	Underlying Trust Fund 2005-2	
	Amounts Received From Underlying Certificates - Class C	16,403.21
Section 6.04(a)(ii)	Payment Allocable to Interest	69,363.75
	Interest Shortfall Paid	0.00
	Current Interest Shortfall	0.00
	Outstanding Interest Shortfall	0.00
Section 6.04(a)(iii)	Payment Allocable to Principal	5,388,181.62
Section 6.04(a)(iv)	NOTE Balance	125,486,818.38