

## NovaStar Mortgage Funding Trust Series 2003-4

## Statement to Certificateholders

July 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	528,597,088.84	38,483,842.51	1,514,763.09	39,998,605.60	0.00	0.00	490,113,246.33
A2A	52,000,000.00	8,049,295.04	2,535,259.00	22,127.21	2,557,386.21	0.00	0.00	5,514,036.04
A2B	25,101,000.00	25,101,000.00	0.00	75,444.29	75,444.29	0.00	0.00	25,101,000.00
A2C	77,102,000.00	33,150,725.01	2,535,291.88	94,997.68	2,630,289.56	0.00	0.00	30,615,433.13
A3	64,688,000.00	25,113,515.81	3,080,341.77	74,309.94	3,154,651.71	0.00	0.00	22,033,174.04
M1	75,000,000.00	75,000,000.00	0.00	234,755.50	234,755.50	0.00	0.00	75,000,000.00
M2	60,000,000.00	60,000,000.00	0.00	230,504.40	230,504.40	0.00	0.00	60,000,000.00
M3	15,000,000.00	15,000,000.00	0.00	60,251.10	60,251.10	0.00	0.00	15,000,000.00
B1	15,000,000.00	15,000,000.00	0.00	67,834.43	67,834.43	0.00	0.00	15,000,000.00
B2	15,000,000.00	15,000,000.00	0.00	76,584.43	76,584.43	0.00	0.00	15,000,000.00
B3	8,250,000.00	8,250,000.00	0.00	45,329.77	45,329.77	0.00	0.00	8,250,000.00
P	100.00	100.00	0.00	926,310.76	926,310.76	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>826,261,724.70</b>	<b>46,634,735.16</b>	<b>3,423,212.60</b>	<b>50,057,947.76</b>	<b>0.00</b>	<b>0.00</b>	<b>779,626,989.54</b>
X	1,500,000,000.00	826,261,724.70	0.00	2,331,864.76	2,331,864.76	0.00	0.00	779,626,989.54

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							PASS-THROUGH RATES	
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CLASS	CURRENT PASS-THRU RATE
A1	66987XDE2	491.78272577	35.80361937	1.40926679	37.21288616	455.97910640	A1	3.684380 %
A2A	66987XDF9	154.79413538	48.75498077	0.42552327	49.18050404	106.03915462	A2A	3.534380 %
A2B	66987XDG7	1,000.00000000	0.00000000	3.00562886	3.00562886	1,000.00000000	A2B	3.864380 %
A2C	66987XDH5	429.95933971	32.88231019	1.23210397	34.11441415	397.07702952	A2C	3.684380 %
A3	66987XDJ1	388.22526295	47.61844191	1.14874382	48.76718572	340.60682105	A3	3.804380 %
M1	66987XDK8	1,000.00000000	0.00000000	3.13007333	3.13007333	1,000.00000000	M1	4.024380 %
M2	66987XDL6	1,000.00000000	0.00000000	3.84174000	3.84174000	1,000.00000000	M2	4.939380 %
M3	66987XDM4	1,000.00000000	0.00000000	4.01674000	4.01674000	1,000.00000000	M3	5.164380 %
B1	66987XDN2	1,000.00000000	0.00000000	4.52229533	4.52229533	1,000.00000000	B1	5.814380 %
B2	66987XDP7	1,000.00000000	0.00000000	5.10562867	5.10562867	1,000.00000000	B2	6.564380 %
B3	66987XDU6	1,000.00000000	0.00000000	5.49451758	5.49451758	1,000.00000000	B3	7.064380 %
P	66987XDQ5	1,000.00000000	0.00000000	9,263,107.60000000	9,263,107.60000000	1,000.00000000	P	0.000000 %
O	66987XDT9	1,000.00555559	0.00000000	0.00000000	0.00000000	1,000.00555559	O	0.000000 %
<b>TOTALS</b>		<b>550.84114980</b>	<b>31.08982344</b>	<b>2.28214173</b>	<b>33.37196517</b>	<b>519.75132636</b>		

## NovaStar Mortgage Funding Trust Series 2003-4

## Statement to Certificateholders

July 25, 2005

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							PASS-THROUGH RATES	
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CLASS	CURRENT PASS-THRU RATE
X	66987XDS1	550.84114980	0.00000000	1.55457651	1.55457651	519.75132636	X	3.628526 %

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

Ariella Kaminer  
 JPMorgan Chase Bank, N.A. - Structured Finance Services  
 4 New York Plaza, Floor 6,  
 New York, New York 10004  
 Tel: (212) 623-5431 / Fax: (212) 623-5931  
 Email: ariella.x.kaminer@jpmchase.com

## NovaStar Mortgage Funding Trust Series 2003-4

July 25, 2005

	REMIC Available Funds - Group I	42,862,385.30
	REMIC Available Funds - Group II	5,672,255.05
	REMIC Available Funds - Group III	3,337,710.04
Sec. 4.03	Principal	
	Group I Scheduled Principal	773,006.23
	Group I Prepayments in Full	36,533,372.78
	Group I Curtailments	77,717.27
	Group I Net Liquidation Proceeds	895,782.06
	Group I Realized Losses	168,699.50
	Group II Scheduled Principal	99,653.10
	Group II Prepayments in Full	4,945,411.61
	Group II Curtailments	5,253.77
	Group II Net Liquidation Proceeds	0.00
	Group II Realized Losses	0.00
	Group III Scheduled Principal	42,235.51
	Group III Prepayments in Full	2,979,968.09
	Group III Curtailments	5,698.65
	Group III Net Liquidation Proceeds	40,148.41
	Group III Realized Losses	17,381.36

**NovaStar Mortgage Funding Trust Series 2003-4**  
**July 25, 2005**

Total Scheduled Principal	914,894.84
Total Prepayments in Full	44,458,752.48
Total Curtailments	88,669.69
Total Net Liquidation Proceeds	935,930.47
Total Realized Losses	186,080.86

Sec. 4.03(a)(i)

Distributions of Principal

Class A-1	38,483,842.51
Class A-2A	2,535,259.00
Class A-2B	0.00
Class A-2C	2,535,291.88
Class A-3	3,080,341.77
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	1,514,763.09
Class A-2A	22,127.21
Class A-2B	75,444.29
Class A-2C	94,997.68
Class A-3	74,309.94
Class M-1	234,755.50
Class M-2	230,504.40
Class M-3	60,251.10
Class B-1	67,834.43
Class B-2	76,584.43

**NovaStar Mortgage Funding Trust Series 2003-4**  
**July 25, 2005**

		Class B-3	45,329.77
		Class I	0.00
		Class P - Prepay Penalty	926,310.76
Sec. 4.03(a)(iii)	Pool Balances		
		Group I Beginning Pool Balance	700,305,521.67
		Group I Ending Pool Balance	661,806,537.01
		Group II Beginning Pool Balance	90,957,957.08
		Group II Ending Pool Balance	85,907,638.60
		Group III Beginning Pool Balance	34,998,245.95
		Group III Ending Pool Balance	31,912,813.93
		Total Beginning Pool Balance	826,261,724.70
		Total Ending Pool Balance	779,626,989.54
Sec. 4.03(a)(iv)	Mortgage Loan Information as of Determination Date		
		Number of Mortgage Loans	5,992
		Aggregate Principal Balance of Mortgage Loans	779,626,989.54
		Beginning Weighted Average Mortgage Rate	7.3479%
		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	634,173,766.57
		Number of 0-30 Days	4,865
		Balance of 30-59 Days	4,664,875.38
		Number of 30-59 Days	42
		Balance of 60-89 Days	1,077,049.64
		Number of 60-89 Days	11
		Balance of 90+ Days	1,401,125.30

**NovaStar Mortgage Funding Trust Series 2003-4**  
**July 25, 2005**

Number of 90+ Days	9
Contractual Bankruptcy - Group I	
Balance of 0-30 Days	4,547,787.10
Number of 0-30 Days	38
Balance of 30-59 Days	160,187.58
Number of 30-59 Days	2
Balance of 60-89 Days	1,036,782.43
Number of 60-89 Days	8
Balance of 60-89 Days	2,708,271.11
Number of 60-89 Days	21
Legal Delinquency - Group I	
Balance of 0-30 Days	634,173,766.57
Number of 0-30 Days	4,865
Balance of 30-59 Days	4,664,875.38
Number of 30-59 Days	42
Balance of 60-89 Days	1,077,049.64
Number of 60-89 Days	11
Balance of 60-89 Days	1,401,125.30
Number of 60-89 Days	9
Legal Bankruptcy - Group I	
Balance of 0-30 Days	6,134,451.77
Number of 0-30 Days	52
Balance of 30-59 Days	346,564.51
Number of 30-59 Days	2
Balance of 60-89 Days	678,220.77
Number of 60-89 Days	6
Balance of 60-89 Days	1,293,791.17
Number of 60-89 Days	9

Sec. 4.03 (a)(v) B

Loans in Foreclosure - Group I

**NovaStar Mortgage Funding Trust Series 2003-4**

**July 25, 2005**

	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	262,297.71
	Number of 60-89 Days	1
	Balance of 60-89 Days	7,185,186.25
	Number of 60-89 Days	64
Section 4.03(a)(v) A	Loans Delinquent	
	Contractual Delinquency - Group II	
	Balance of 0-30 Days	80,477,660.25
	Number of 0-30 Days	374
	Balance of 30-59 Days	996,195.40
	Number of 30-59 Days	9
	Balance of 60-89 Days	157,138.20
	Number of 60-89 Days	2
	Balance of 90+ Days	0.00
	Number of 90+ Days	0
	Contractual Bankruptcy - Group II	
	Balance of 0-30 Days	334,094.86
	Number of 0-30 Days	1
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0
	Balance of 60-89 Days	663,129.16
	Number of 60-89 Days	3
	Balance of 60-89 Days	859,097.94
	Number of 60-89 Days	6
	Legal Delinquency - Group II	
	Balance of 0-30 Days	80,477,660.25
	Number of 0-30 Days	374

NovaStar Mortgage Funding Trust Series 2003-4

July 25, 2005

Balance of 30-59 Days	996,195.40
Number of 30-59 Days	9
Balance of 60-89 Days	157,138.20
Number of 60-89 Days	2
Balance of 60-89 Days	0.00
Number of 60-89 Days	0

Legal Bankruptcy - Group II

Balance of 0-30 Days	760,444.22
Number of 0-30 Days	4
Balance of 30-59 Days	0.00
Number of 30-59 Days	0
Balance of 60-89 Days	882,624.20
Number of 60-89 Days	4
Balance of 60-89 Days	213,253.54
Number of 60-89 Days	2

Sec. 4.03 (a)(v) B

Loans in Foreclosure - Group II

Balance of 0-30 Days	149,919.90
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	1,780,868.06
Number of 60-89 Days	12

Section 4.03(a)(v) A

Loans Delinquent  
Contractual Delinquency - Group III

Balance of 0-30 Days	30,888,228.65
Number of 0-30 Days	457
Balance of 30-59 Days	178,068.51
Number of 30-59 Days	4

**NovaStar Mortgage Funding Trust Series 2003-4**

**July 25, 2005**

Balance of 60-89 Days	119,874.39
Number of 60-89 Days	2
Balance of 90+ Days	0.00
Number of 90+ Days	0
 Contractual Bankruptcy - Group III	
Balance of 0-30 Days	185,605.80
Number of 0-30 Days	7
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	158,567.32
Number of 60-89 Days	4
 Legal Delinquency - Group III	
Balance of 0-30 Days	30,888,228.65
Number of 0-30 Days	457
Balance of 30-59 Days	178,068.51
Number of 30-59 Days	4
Balance of 60-89 Days	119,874.39
Number of 60-89 Days	2
Balance of 60-89 Days	0.00
Number of 60-89 Days	0
 Legal Bankruptcy - Group III	
Balance of 0-30 Days	310,679.65
Number of 0-30 Days	10
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	33,493.47

NovaStar Mortgage Funding Trust Series 2003-4

July 25, 2005

		Number of 60-89 Days	1
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	26,345.61
		Number of 60-89 Days	1
		Balance of 60-89 Days	59,070.69
		Number of 60-89 Days	2
Sec. 4.03(a)(v) C	Loans in REO		

**NovaStar Mortgage Funding Trust Series 2003-4**  
**July 25, 2005**

REO by Group			
Group Number	Number of Loans	Principal Balance	Percentage
1	35	4,589,207.94	0.69%
2	4	489,534.83	0.57%
3	7	297,052.96	0.93%

Sec. 4.03(a)(vi)	Principal Prepayments		
	Group I Prepayments		36,533,372.78
	Group II Prepayments		4,945,411.61
	Group III Prepayments		2,979,968.09
Sec. 4.03 (a)(vii)	Realized Losses		
	Group I Liquidated Loan Balance		1,114,888.38
	Group I Net Liquidation Proceeds		895,782.06
	Group I Recoveries of Prior Losses		50,406.82
	Group I Subsequent Losses		0.00
	Group I Current Period Realized Losses		168,699.50
	Group I Cumulative Liquidated Loan Balance		9,300,548.43
	Group I Cumulative Net Liquidation Proceeds		7,514,631.07
	Group I Cumulative Recoveries of Prior Losses		134,953.82
	Group I Cumulative Subsequent Losses		2,461.05
	Group I Cumulative Realized Losses		1,653,424.60
	Group II Liquidated Loan Balance		0.00
	Group II Net Liquidation Proceeds		0.00
	Group II Recoveries of Prior Losses		0.00
	Group II Subsequent Losses		0.00

## NovaStar Mortgage Funding Trust Series 2003-4

July 25, 2005

Group II Current Period Realized Losses	0.00
Group II Cumulative Liquidated Loan Balance	1,067,825.85
Group II Cumulative Net Liquidation Proceeds	889,721.80
Group II Cumulative Recoveries of Prior Losses	654.25
Group II Cumulative Subsequent Losses	0.00
Group II Cumulative Realized Losses	177,449.80
Group III Liquidated Loan Balance	57,529.77
Group III Net Liquidation Proceeds	40,148.41
Group III Recoveries of Prior Losses	0.00
Group III Subsequent Losses	0.00
Group III Current Period Realized Losses	17,381.36
Group III Cumulative Liquidated Loan Balance	758,908.67
Group III Cumulative Net Liquidation Proceeds	189,538.25
Group III Cumulative Recoveries of Prior Losses	0.00
Group III Cumulative Subsequent Losses	758.25
Group III Cumulative Realized Losses	620,296.41
Total Liquidated Loan Balance	1,172,418.15
Total Net Liquidation Proceeds	935,930.47
Total Recoveries of Prior Losses	50,406.82
Total Subsequent Losses	0.00
Total Current Period Realized Losses	186,080.86
Total Cumulative Liquidated Loan Balance	11,127,282.95
Total Cumulative Net Liquidation Proceeds	8,593,891.12
Total Cumulative Recoveries of Prior Losses	135,608.07
Total Cumulative Subsequent Losses	3,219.30
Total Cumulative Realized Losses	2,451,170.81

**NovaStar Mortgage Funding Trust Series 2003-4**  
**July 25, 2005**

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	24.96%
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
	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

NovaStar Mortgage Funding Trust Series 2003-4

July 25, 2005

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	3.6844%
REMIC Pass-Through Rate - A-2A	3.5344%
REMIC Pass-Through Rate - A-2B	3.8644%
REMIC Pass-Through Rate - A-2C	3.6844%
REMIC Pass-Through Rate - A-3	3.8044%
REMIC Pass-Through Rate - M-1	4.0244%
REMIC Pass-Through Rate - M-2	4.9394%
REMIC Pass-Through Rate - M-3	5.1644%
REMIC Pass-Through Rate - B-1	5.8144%
REMIC Pass-Through Rate - B-2	6.5644%
REMIC Pass-Through Rate - B-3	7.0644%
Next REMIC Pass-Through Rate - A-1	3.8300%
Next REMIC Pass-Through Rate - A-2A	3.6800%
Next REMIC Pass-Through Rate - A-2B	4.0100%
Next REMIC Pass-Through Rate - A-2C	3.8300%
Next REMIC Pass-Through Rate - A-3	3.9500%
Next REMIC Pass-Through Rate - M-1	4.1700%
Next REMIC Pass-Through Rate - M-2	5.0850%
Next REMIC Pass-Through Rate - M-3	5.3100%
Next REMIC Pass-Through Rate - B-1	5.9600%

## NovaStar Mortgage Funding Trust Series 2003-4

July 25, 2005

	Next REMIC Pass-Through Rate - B-2	6.7100%
	Next REMIC Pass-Through Rate - B-3	7.2100%
Sec. 4.03 (a)(xiv)	Supplemental Interest Payment	
	Supplemental Interest Payment - A-1	0.00
	Supplemental Interest Payment - A-2A	0.00
	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	406.86
Sec. 4.03 (a)(xv)	Swap Notional Amount and the Underwritten Certificates Principal Balance	
	Underwritten Certificates Principal Balance	761,626,989.54
	Beginning Swap Notional Amount	800,000,000.00
	Ending Swap Notional Amount	755,000,000.00
	Difference	6,626,989.54
	Funds paid to Swap Counterparty	-521,135.06

**NovaStar Mortgage Funding Trust Series 2003-4**  
**July 25, 2005**

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	1,997,217.42