

NovaStar NIM Trust, Series 2005-N1

Statement to Certificateholders

October 26, 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	98,302,470.79	8,692,217.61	391,325.75	9,083,543.36	0.00	0.00	89,610,253.18
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	98,302,470.79	8,692,217.61	391,325.75	9,083,543.36	0.00	0.00	89,610,253.18

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CLASS	CURRENT PASS- THRU RATE
NOTE	669885AD7	751.11725532	66.41618040	2.99007259	69.40625299	684.70107492	NOTE	4.777000 %
TOTALS		751.11725532	66.41618040	2.99007259	69.40625299	684.70107492		

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 NIM Trust, Series 2005-N1

October 26, 2005

Section 6.04(a)(i)	Available Funds	9,083,543.36
	Underlying Trust Fund 2005-1	
	Amounts Received From Underlying Certificates - Class C	5,299,822.00
	Underlying Trust Fund 2005-2	
	Amounts Received From Underlying Certificates - Class C	3,783,721.36
Section 6.04(a)(ii)	Payment Allocable to Interest	391,325.75
	Interest Shortfall Paid	0.00
	Current Interest Shortfall	0.00
	Outstanding Interest Shortfall	0.00
Section 6.04(a)(iii)	Payment Allocable to Principal	8,692,217.61
Section 6.04(a)NOTE Balance		89,610,253.18