

NovaStar NIM Trust, Series 2004-N3

September 26, 2006

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

Daniel Stinfil

JPMorgan Chase Bank, N.A. - Structured Finance Services

4 New York Plaza, Floor 6

Tel: (212) 623-5431 / Fax: (212) 623-5930

Email: Daniel.s.stinfil@jpmorgan.com

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DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
N3	201,000,000.00	156,549.66	156,549.66	517.53	157,067.19	0.00	0.00	0.00
CERT	0.00	0.00	0.00	3,923,457.56	3,923,457.56	0.00	0.00	0.00
TOTALS	201,000,000.00	156,549.66	156,549.66	3,923,975.09	4,080,524.75	0.00	0.00	0.00

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CURRENT PASS-THRU RATE
N3	669885AC9	0.77885403	0.77885403	0.00257478	0.78142881	0.00000000	3.967000%
TOTALS		0.77885403	0.77885403	19.52226413	20.30111816	0.00000000	

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Section 6.04(a)(i)	Available Funds	4,080,524.75
	Underlying Trust Fund 2004-3	
	Amounts Received From Underlying Certificates - Class C	1,571,719.65
	Underlying Trust Fund 2004-4	
	Amounts Received From Underlying Certificates - Class C	2,508,805.10
Section 6.04(a)(ii)	Payment Allocable to Interest	517.53
	Interest Shortfall Paid	0.00
	Current Interest Shortfall	0.00
	Outstanding Interest Shortfall	0.00
Section 6.04(a)(iii)	Payment Allocable to Principal	156,549.66
Section 6.04(an3 Balance		0.00