

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Table of Contents

<i>Distribution Report</i>	3
<i>Factor Report</i>	4
<i>Available Remittance Amounts</i>	5
<i>Distributions of Principal and Interest</i>	7
<i>Pool Balances Detail</i>	9
<i>Loans Delinquent</i>	10
<i>REO Loans</i>	13
<i>Prepayments and Realized Losses Detail</i>	14
<i>Available Interest Shortfall Detail</i>	14
<i>Note Rates</i>	17

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

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NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Table of Contents

Overcollateralization Detail

18

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NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

DISTRIBUTION IN DOLLARS								
CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
IA1	518,700,000.00	495,683,891.78	10,680,985.71	2,286,341.95	12,967,327.66	0.00	0.00	485,002,906.07
IIA1A	331,740,000.00	314,078,183.74	10,256,436.90	1,444,759.65	11,701,196.55	0.00	0.00	303,821,746.84
IIA1B	138,225,000.00	130,869,179.86	4,273,622.16	607,451.11	4,881,073.27	0.00	0.00	126,595,557.70
IIA1C	82,935,000.00	78,522,685.10	2,564,211.74	366,439.20	2,930,650.94	0.00	0.00	75,958,473.36
M1	40,200,000.00	40,224,785.74	0.00	190,732.53	190,732.53	0.00	0.00	40,224,785.74
M2	19,200,000.00	19,212,029.97	0.00	91,417.24	91,417.24	0.00	0.00	19,212,029.97
M3	11,400,000.00	11,407,256.79	0.00	54,469.65	54,469.65	0.00	0.00	11,407,256.79
M4	9,600,000.00	9,606,590.98	0.00	46,672.02	46,672.02	0.00	0.00	9,606,590.98
M5	6,600,000.00	6,604,696.30	0.00	32,363.01	32,363.01	0.00	0.00	6,604,696.30
M6	6,000,000.00	6,004,419.36	0.00	29,671.84	29,671.84	0.00	0.00	6,004,419.36
M7	6,000,000.00	6,004,569.36	0.00	29,922.77	29,922.77	0.00	0.00	6,004,569.36
M8	6,000,000.00	6,006,519.36	0.00	33,186.02	33,186.02	0.00	0.00	6,006,519.36
M9	6,000,000.00	6,007,869.36	0.00	35,446.43	35,446.43	0.00	0.00	6,007,869.36
M10	6,000,000.00	6,007,869.36	0.00	35,446.43	35,446.43	0.00	0.00	6,007,869.36
TRUST_CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	1,188,600,000.00	1,136,240,547.06	27,775,256.51	5,284,319.85	33,059,576.36	0.00	0.00	1,108,465,290.55
X	1,061,223,414.00	1,147,640,547.05	0.00	1,052,003.83	1,052,003.83	0.00	0.00	1,119,865,290.55
C	11,400,000.00	11,400,000.00	0.00	1,061,190.92	1,061,190.92	0.00	0.00	11,400,000.00

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CURRENT PASS-THRU RATE
IA1	66988UAA8	955.62732173	20.59183673	4.40783102	24.99966775	935.03548500	5.535000%
IIA1A	66988UAB6	946.76006433	30.91709441	4.35509631	35.27219072	915.84296992	5.520000%
IIA1B	66988UAC4	946.78372118	30.91786696	4.39465444	35.31252140	915.86585422	5.570000%
IIA1C	66988UAD2	946.79791524	30.91833050	4.41839031	35.33672081	915.87958474	5.600000%
M1	66988UAF7	1,000.61656070	0.00000000	4.74459030	4.74459030	1,000.61656070	5.690000%
M2	66988UAG5	1,000.62656094	0.00000000	4.76131458	4.76131458	1,000.62656094	5.710000%
M3	66988UAH3	1,000.63656053	0.00000000	4.77803947	4.77803947	1,000.63656053	5.730000%
M4	66988UAJ9	1,000.68656042	0.00000000	4.86166875	4.86166875	1,000.68656042	5.830000%
M5	66988UAK6	1,000.71156061	0.00000000	4.90348636	4.90348636	1,000.71156061	5.880000%
M6	66988UAL4	1,000.73656000	0.00000000	4.94530667	4.94530667	1,000.73656000	5.930000%
M7	66988UAM2	1,000.76156000	0.00000000	4.98712833	4.98712833	1,000.76156000	5.980000%
M8	66988UAN0	1,001.08656000	0.00000000	5.53100333	5.53100333	1,001.08656000	6.630000%
M9	66988UAP5	1,001.31156000	0.00000000	5.90773833	5.90773833	1,001.31156000	7.080000%
M10	66988UAQ3	1,001.31156000	0.00000000	5.90773833	5.90773833	1,001.31156000	7.080000%
TOTALS		955.94863458	23.36804351	4.44583531	27.81387882	932.58059107	
X	66988UAE0	1,081.43161177	0.00000000	0.99131231	0.99131231	1,055.25874738	1.100000%
C	66988UAR1	1,000.00000000	0.00000000	93.08692281	93.08692281	1,000.00000000	*****

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Available Funds - Group I	14,356,516.24
Available Funds - Group II	20,816,254.87

Collateral Principal Detail

Group I Scheduled Principal	0.00
Group I Prepayments in Full	12,119,650.30
Group I Curtailments	370,296.27
Group I Net Liquidation Proceeds	0.00
Group I Realized Losses	0.00
Group I Negative Amortization	1,808,960.89
Group II Scheduled Principal	0.00
Group II Prepayments in Full	18,732,047.56
Group II Curtailments	266,934.27
Group II Net Liquidation Proceeds	0.00
Group II Realized Losses	0.00
Group II Negative Amortization	1,904,711.08
Total Scheduled Principal	0.00
Total Prepayments in Full	30,851,697.86
Total Curtailments	637,230.54
Total Net Liquidation Proceeds	0.00
Total Realized Losses	0.00
Total Negative Amortization	3,713,671.97

NovaStar Mortgage Funding Trust, Series 2006-MTA1**October 25, 2006****Collateral Interest Detail**

Group I Gross Interest	3,684,100.89
Group I Servicing Fee	174,994.38
Group I Custodian Fee	413.20
Group I Trustee Fee	1,626.84
Group I MI Premium	22,018.80
Group II Gross Interest	3,793,128.41
Group II Servicing Fee	172,672.95
Group II Custodian Fee	212.60
Group II Trustee Fee	1,720.19
Group II MI Premium	8,451.72
Total Gross Interest	7,477,229.30
Total Servicing Fee	347,667.33
Total Custodian Fee	625.80
Total Trustee Fee	3,347.28
Total MI Premium	30,470.52

Collateral Prepay Penalty Detail

Group I Prepay Penalty	189,649.92
Group II Prepay Penalty	111,473.24
Total Prepay Penalty	301,123.16

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Distributions of Principal

Class A-1A	10,680,985.71
Class A-2A	10,256,436.90
Class A-2B	4,273,622.16
Class A-2C	2,564,211.74
Class M-1	0.00
Class M-4	0.00
Class M-5	0.00
Class M-6	0.00
Class M-2	0.00
Class M-3	0.00
Class M7	0.00
Class M8	0.00
Class M9	0.00
Class M10	0.00

Accrued Note Interest

Class A-1A	2,286,341.95
Class A-2A	1,444,759.65
Class A-2b	607,451.11
Class A-2C	366,439.20
Class M-1	190,732.53
Class M-2	91,417.24
Class M-3	54,469.65
Class M-4	46,672.02
Class M-5	32,363.01
Class M-6	29,671.84
Class M-7	29,922.77
Class M-8	31,952.50
Class M-9	31,959.69
Class M-10	31,959.69

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Distributions of Interest

Class A-1A	2,286,341.95
Class A-2A	1,444,759.65
Class A-2b	607,451.11
Class A-2C	366,439.20
Class M-1	190,732.53
Class M-2	91,417.24
Class M-3	54,469.65
Class M-4	46,672.02
Class M-5	32,363.01
Class M-6	29,671.84
Class M-7	29,922.77
Class M-8	33,186.02
Class M-9	35,446.43
Class M-10	35,446.43

Unpaid Interest Shortfall Amounts

Unpaid Interest Shortfall - A-1A	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 - M-1	0.00
Unpaid Interest Shortfall - M-2	0.00
Unpaid Interest Shortfall - M-3	0.00
Unpaid Interest Shortfall - M-4	0.00
Unpaid Interest Shortfall - M-5	0.00
Unpaid Interest Shortfall - M-6	0.00
Unpaid Interest Shortfall - M7	0.00
Unpaid Interest Shortfall - M8	0.00
Unpaid Interest Shortfall - M9	0.00
Unpaid Interest Shortfall - M10	0.00

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Pool Balances

Group I Beginning Pool Balance	557,795,928.52
Group I Ending Pool Balance	547,114,942.84
Group II Beginning Pool Balance	589,844,618.46
Group II Ending Pool Balance	572,750,347.71
Total Beginning Pool Balance	1,147,640,546.98
Total Ending Pool Balance	1,119,865,290.55

Mortgage Loan Information as of Determination Date

Number of Mortgage Loans	3,047
Aggregate Principal Balance of Mortgage Loans	1,119,865,290.55
Beginning Weighted Average Mortgage Rate	7.4202%
Remaining Weighted Average Maturity	368.43

Total Balance of Pre-Funding Account	0.00
Group I Balance of Pre-Funding Account	0.00
Group II Balance of Pre-Funding Account	0.00
Interest Earned on Pre-Funding Amount	1,272.90

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Loans Delinquent

Contractual Delinquency - Group I

Balance of 0-30 Days	543,218,945.74
Number of 0-30 Days	2,004
Balance of 30-59 Days	3,005,248.79
Number of 30-59 Days	11
Balance of 60-89 Days	127,001.83
Number of 60-89 Days	1
Balance of 90+ Days	0.00
Number of 90+ Days	0

Contractual Bankruptcy - Group I

Balance of 0-30 Days	560,006.54
Number of 0-30 Days	2
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 90+ Days	203,739.94
Number of 90+ Days	1

Legal Delinquency - Group I

Balance of 0-30 Days	543,218,945.74
Number of 0-30 Days	2,004
Balance of 30-59 Days	3,005,248.79
Number of 30-59 Days	11
Balance of 60-89 Days	127,001.83
Number of 60-89 Days	1
Balance of 90+ Days	0.00
Number of 90+ Days	0

Legal Bankruptcy - Group I

Balance of 0-30 Days	560,006.54
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NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Number of 0-30 Days	2
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 90+ Days	203,739.94
Number of 90+ Days	1

Loans in Foreclosure - Group I

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	0.00
Number of 60-89 Days	0
Balance of 90+ Days	0.00
Number of 90+ Days	0

Contractual Delinquency - Group II

Balance of 0-30 Days	565,203,392.06
Number of 0-30 Days	1,013
Balance of 30-59 Days	4,252,147.70
Number of 30-59 Days	9
Balance of 60-89 Days	1,001,423.96
Number of 60-89 Days	2
Balance of 90+ Days	1,408,743.34
Number of 90+ Days	2

Contractual Bankruptcy - Group II

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

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Balance of 90+ Days	0.00
Number of 90+ Days	0
Legal Delinquency - Group II	
Balance of 0-30 Days	565,203,392.06
Number of 0-30 Days	1,013
Balance of 30-59 Days	4,252,147.70
Number of 30-59 Days	9
Balance of 60-89 Days	1,001,423.96
Number of 60-89 Days	2
Balance of 90+ Days	1,408,743.34
Number of 90+ Days	2
Legal Bankruptcy - Group II	
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	0.00
Number of 60-89 Days	0
Balance of 90+ Days	0.00
Number of 90+ Days	0
Loans in Foreclosure - Group II	0.00
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	0.00
Number of 60-89 Days	0
Balance of 90+ Days	884,640.65

NovaStar Mortgage Funding Trust, Series 2006-MTA1
October 25, 2006

Number of 90+ Days

2

Loans in REO

REO Loans			
Group Number	Number of Loans	Principal Balance	Percentage
1	0	0.00	0.00%
2	0	0.00	0.00%

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Principal Prepayments

Group I Prepayments	12,119,650.30
Group II Prepayments	18,732,047.56

Realized Losses

Group I Liquidated Loan Balance	0.00
Group I Net Liquidation Proceeds	0.00
Group I Current Period Realized Losses	0.00
Group I Recoveries of Prior Losses	0.00
Group I Subsequent Losses	0.00

Group I Cumulative Liquidated Loan Balance	0.00
Group I Cumulative Net Liquidation Proceeds	0.00
Group I Cumulative Recoveries of Prior Losses	0.00
Group I Cumulative Subsequent Losses	0.00
Group I Cumulative Realized Losses	0.00

Group II Liquidated Loan Balance	0.00
Group II Net Liquidation Proceeds	0.00
Group II Current Period Realized Losses	0.00
Group II Recoveries of Prior Losses	0.00
Group II Subsequent Losses	0.00

Group II Cumulative Liquidated Loan Balance	0.00
Group II Cumulative Net Liquidation Proceeds	0.00
Group II Cumulative Recoveries of Prior Losses	0.00
Group II Cumulative Subsequent Losses	0.00
Group II Cumulative Realized Losses	0.00

Prepayment Interest Shortfalls not covered by the Servicer	0.00
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NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Credit Enhancement Percentage	11.19%
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Available Funds Cap Shortfall Amount

Current Period Available Funds Cap Shortfall Amount - A-1A	0.00
Current Period Available Funds Cap Shortfall Amount - A-2A	0.00
Current Period Available Funds Cap Shortfall Amount - A-2B	0.00
Current Period Available Funds Cap Shortfall Amount - A-2C	0.00
Current Period Available Funds Cap Shortfall Amount - M-1	0.00
Current Period Available Funds Cap Shortfall Amount - M-2	0.00
Current Period Available Funds Cap Shortfall Amount - M-3	0.00
Current Period Available Funds Cap Shortfall Amount - M-4	0.00
Current Period Available Funds Cap Shortfall Amount - M-5	0.00
Current Period Available Funds Cap Shortfall Amount - M-6	0.00
Current Period Available Funds Cap Shortfall Amount - M7	0.00
Current Period Available Funds Cap Shortfall Amount - M8	1,233.51
Current Period Available Funds Cap Shortfall Amount - M9	3,486.74
Current Period Available Funds Cap Shortfall Amount - M10	3,486.74
Available Funds Cap Shortfall Amount Repaid This Period- A-1A	0.00
Available Funds Cap Shortfall Amount Repaid This Period- A-2A	0.00
Available Funds Cap Shortfall Amount Repaid This Period- A-2B	0.00
Available Funds Cap Shortfall Amount Repaid This Period- A-2C	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-1	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-2	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-3	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-4	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-5	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-6	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M7	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M8	1,233.51
Available Funds Cap Shortfall Amount Repaid This Period- M9	3,486.74
Available Funds Cap Shortfall Amount Repaid This Period- M10	3,486.74

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Remaining Available Funds Cap Shortfall Amount - A-1A	0.00
Remaining Available Funds Cap Shortfall Amount - A-2A	0.00
Remaining Available Funds Cap Shortfall Amount - A-2B	0.00
Remaining Available Funds Cap Shortfall Amount - A-2C	0.00
Remaining Available Funds Cap Shortfall Amount - M-1	0.00
Remaining Available Funds Cap Shortfall Amount - M-2	0.00
Remaining Available Funds Cap Shortfall Amount - M-3	0.00
Remaining Available Funds Cap Shortfall Amount - M-4	0.00
Remaining Available Funds Cap Shortfall Amount - M-5	0.00
Remaining Available Funds Cap Shortfall Amount - M-6	0.00
Remaining Available Funds Cap Shortfall Amount - M7	0.00
Remaining Available Funds Cap Shortfall Amount - M8	0.00
Remaining Available Funds Cap Shortfall Amount - M9	0.00
Remaining Available Funds Cap Shortfall Amount - M10	0.00

NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2006

Note Rates

Note Rate - A-1A	5.5350%
Note Rate - A-2A	5.5200%
Note Rate - A-2B	5.5700%
Note Rate - A-2C	5.6000%
Note Rate - M-1	5.6900%
Note Rate - M-2	5.7100%
Note Rate - M-3	5.7300%
Note Rate - M-4	5.8300%
Note Rate - M-5	5.8800%
Note Rate - M-6	5.9300%
Note Rate - M7	5.9800%
Note Rate - M8	6.6300%
Note Rate - M9	7.0800%
Note Rate - M10	7.0800%
Next Note Rate - A-1A	5.5250%
Next Note Rate - A-2A	5.5100%
Next Note Rate - A-2B	5.5600%
Next Note Rate - A-2C	5.5900%
Next Note Rate - M-1	5.6800%
Next Note Rate - M-2	5.7000%
Next Note Rate - M-3	5.7200%
Next Note Rate - M-4	5.8200%
Next Note Rate - M-5	5.8700%
Next Note Rate - M-6	5.9200%
Next Note Rate - M-7	5.9700%
Next Note Rate - M-8	6.6200%
Next Note Rate - M-9	7.0700%
Next Note Rate - M-10	7.0700%

NovaStar Mortgage Funding Trust, Series 2006-MTA1
October 25, 2006

Underwritten Noteholders Principal Balance	1,108,465,290.55
Overcollateralization Amounts	
Required Overcollateralization Amount	11,400,000.00
Overcollateralization Amount	11,400,000.00
Excess Cashflow	1,069,397.92
Mortgage Insurance	
MI Premiums	30,470.52
Insurance Proceeds	0.00