

External Parties

Seller

Novastar Mortgage, Inc.

Underwriter(s)

Deutsche Bank Securities

Table of Contents

| | Page |
|-------------------------------|------|
| 1. Certificate Payment Report | 2 |
| 2. Collection Account Report | 4 |

Total Number of Pages 5

Dates

| | |
|--------------------------|------------------|
| Cut-Off Date: | January 01, 1900 |
| Close Date: | April 12, 2007 |
| First Distribution Date: | April 26, 2007 |
| | |
| Distribution Date: | August 28, 2007 |
| | |
| Record Date: | July 31, 2007 |
| | August 27, 2007 |

Contacts

Michael Boyle
Administrator
(714) 247-6273
michael-l.boyle@db.com
Address:
1761 E.Saint Andrew Pl, Santa Ana, CA 92705

Factor Information: (800) 735-7777
Main Phone Number: (714) 247-6000

<https://www.tss.db.com/invr>

Net Interest Margin Trust

August 28, 2007 Distribution

Certificate Payment Report

| Current Period Distribution - | | | | | | | | | |
|-------------------------------|------------|-----------------------|-------------------------|--------------------|----------------------|----------------------|---------------|-------------------|---------------------------|
| Class | Class Type | Original Face Value | Prior Principal Balance | Interest | Principal | Total Distribution | Realized Loss | Deferred Interest | Current Principal Balance |
| | | | (1) | (2) | (3) | (4)=(2)+(3) | (5) | (6) | (7)=(1)-(3)-(5)+(6) |
| N-1 OWNER | SR RES | 47,000,000.00 0.00 | 33,486,602.10 0.00 | 181,385.76 0.00 | 3,072,018.09 0.00 | 3,253,403.85 0.00 | 0.00 0.00 | 0.00 0.00 | 30,414,584.01 0.00 |
| Total | | 47,000,000.00 | 33,486,602.10 | 181,385.76 | 3,072,018.09 | 3,253,403.85 | 0.00 | 0.00 | 30,414,584.01 |

| Interest Accrual Detail | | | | | | | | | | |
|--|-----------------|---------------|----------|-----------|---|-------------------------|----------|-----------|--------------------|---------------------------|
| Current Period Factor Information per \$1,000 of Original Face Value | | | | | | | | | | |
| Class | Period Starting | Period Ending | Method | Cusip | Orig. Principal (with Notional) Balance | Prior Principal Balance | Interest | Principal | Total Distribution | Current Principal Balance |
| | | | | | (1) | (1) | (2) | (3) | (4)=(2)+(3) | (5) |
| N-1 OWNER | 07/26/07 | 08/25/07 | F-30/360 | 66989DAA5 | 47,000,000.00 | 712.480896 | 3.859271 | 65.362087 | 69.221359 | 647.118809 |
| | 07/26/07 | 08/25/07 | A-30/360 | | 0.00 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 |

Net Interest Margin Trust

August 28, 2007 Distribution

| Distribution to Date - | | | | | | | | | |
|------------------------|-----------------------|--------------------|-----------------------|---------------------|-----------------------|-----------------------|---------------|-------------------|---------------------------|
| Class | Original Face Value | Interest | Unscheduled Principal | Scheduled Principal | Total Principal | Total Distribution | Realized Loss | Deferred Interest | Current Principal Balance |
| | (1) | (2) | (3) | (4) | (5)=(3)+(4) | (6)=(2)+(5) | (7) | (8) | (9)=(1)-(5)-(7)+(8) |
| N-1 OWNER | 47,000,000.00 0.00 | 954,189.85 0.00 | 0.00 0.00 | 0.00 0.00 | 16,585,415.99 0.00 | 17,539,605.84 0.00 | 0.00 0.00 | 0.00 0.00 | 30,414,584.01 0.00 |
| Total | 47,000,000.00 | 954,189.85 | 0.00 | 0.00 | 16,585,415.99 | 17,539,605.84 | 0.00 | 0.00 | 30,414,584.01 |

| Interest Detail - | | | | | | | | | |
|-------------------|----------------------|---|--------------------|---------------------------|-----------------------|---------------------------------|---------------------|---------------------------|-------------------------|
| Class | Pass Through Rate | Prior Principal (with Notional) Balance | Accrued Interest | Non-Supported Interest SF | Prior Unpaid Interest | Unscheduled Interest Adjustment | Optimal Interest | Paid or Deferred Interest | Current Unpaid Interest |
| | | | (1) | (2) | (3) | (4) | (5)=(1)-(2)+(3)+(4) | (6) | (7)=(5)-(6) |
| N-1 OWNER | 6.50000% 0.00000% | 33,486,602.10 0.00 | 181,385.76 0.00 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 | 181,385.76 0.00 | 181,385.76 0.00 | 0.00 0.00 |
| Total | | 33,486,602.10 | 181,385.76 | 0.00 | 0.00 | 0.00 | 181,385.76 | 181,385.76 | 0.00 |

Collection Account Report

| SUMMARY | |
|--|--------------|
| | Total |
| Principal Collections | 0.00 |
| TOTAL NET PRINCIPAL | 0.00 |
| Interest Collections | 3,253,403.85 |
| Interest Other Accounts | 0.00 |
| Interest Fees | 0.00 |
| TOTAL NET INTEREST | 3,253,403.85 |
| TOTAL AVAILABLE FUNDS FOR DISTRIBUTION | 3,253,403.85 |

| PRINCIPAL - COLLECTIONS | |
|--------------------------------|--------------|
| | Total |
| Principal Received on Class CA | 0.00 |
| TOTAL PRINCIPAL COLLECTED | 0.00 |

| PRINCIPAL - WITHDRAWALS | |
|---------------------------------------|--|
| <i>SPACE INTENTIONALLY LEFT BLANK</i> | |

| PRINCIPAL - OTHER ACCOUNTS | |
|---------------------------------------|--|
| <i>SPACE INTENTIONALLY LEFT BLANK</i> | |

| INTEREST - COLLECTIONS | |
|-------------------------------|--------------|
| | Total |
| Interest Received on Class CA | 3,253,403.85 |
| Interest Received on Class CB | 0.00 |
| TOTAL INTEREST COLLECTED | 3,253,403.85 |

| INTEREST - WITHDRAWALS |
|---------------------------------------|
| <i>SPACE INTENTIONALLY LEFT BLANK</i> |

| INTEREST - OTHER ACCOUNTS |
|---------------------------------------|
| <i>SPACE INTENTIONALLY LEFT BLANK</i> |

| INTEREST FEES | Total |
|------------------------|-------|
| Transaction Fees | 0.00 |
| Administration Fees | 0.00 |
| Indenture Trustee Fees | 0.00 |
| TOTAL INTEREST FEES | 0.00 |