

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

July 25, 2008

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

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THE BANK OF NEW YORK MELLON

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THE BANK OF NEW YORK MELLON

**NovaStar Mortgage Funding Trust, Series 2006-MTA1**  
**July 25, 2008**

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	302,502,503.32	3,208,797.95	677,479.56	3,886,277.51	0.00	0.00	299,293,705.37
IIA1A	331,740,000.00	181,704,619.42	2,274,775.18	404,671.33	2,679,446.51	0.00	0.00	179,429,844.24
IIA1B	138,225,000.00	75,712,149.87	947,846.68	171,771.94	1,119,618.62	0.00	0.00	74,764,303.19
IIA1C	82,935,000.00	45,427,970.96	568,716.53	104,200.41	672,916.94	0.00	0.00	44,859,254.43
M1	40,200,000.00	40,224,785.74	0.00	95,282.46	95,282.46	0.00	0.00	40,224,785.74
M2	19,200,000.00	19,212,029.97	0.00	45,828.70	45,828.70	0.00	0.00	19,212,029.97
M3	11,400,000.00	11,407,256.79	0.00	27,401.18	27,401.18	0.00	0.00	11,407,256.79
M4	9,600,000.00	9,606,590.98	0.00	23,876.38	23,876.38	0.00	0.00	9,606,590.98
M5	6,600,000.00	6,604,696.30	0.00	16,690.62	16,690.62	0.00	0.00	6,604,696.30
M6	6,000,000.00	6,004,419.36	0.00	15,423.85	15,423.85	0.00	0.00	6,004,419.36
M7	6,000,000.00	6,004,569.36	0.00	15,674.43	15,674.43	0.00	0.00	6,004,569.36
M8	6,000,000.00	6,006,519.36	0.00	18,933.05	18,933.05	0.00	0.00	6,006,519.36
M9	6,000,000.00	6,007,869.36	0.00	21,190.26	21,190.26	0.00	0.00	6,007,869.36
M10	6,000,000.00	6,007,869.36	0.00	21,190.26	21,190.26	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	722,433,850.15	7,000,136.34	1,659,614.43	8,659,750.77	0.00	0.00	715,433,713.81
X	1,061,223,414.00	734,077,658.56	0.00	428,211.97	428,211.97	0.00	0.00	726,833,713.81
C	11,400,000.00	11,643,808.40	0.00	1,396,055.86	1,396,055.86	0.00	0.00	11,400,000.00



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FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CURRENT PASS-THRU RATE
IA1	66988UAA8	583.19356723	6.18623087	1.30611058	7.49234145	577.00733636	2.687500%
IIA1A	66988UAB6	547.73201730	6.85710249	1.21984485	8.07694734	540.87491481	2.672500%
IIA1B	66988UAC4	547.74570353	6.85727387	1.24269807	8.09997193	540.88842966	2.722500%
IIA1C	66988UAD2	547.75391524	6.85737662	1.25641056	8.11378718	540.89653862	2.752500%
M1	66988UAF7	1,000.61656070	0.00000000	2.37021045	2.37021045	1,000.61656070	2.842500%
M2	66988UAG5	1,000.62656094	0.00000000	2.38691146	2.38691146	1,000.62656094	2.862500%
M3	66988UAH3	1,000.63656053	0.00000000	2.40361228	2.40361228	1,000.63656053	2.882500%
M4	66988UAJ9	1,000.68656042	0.00000000	2.48712292	2.48712292	1,000.68656042	2.982500%
M5	66988UAK6	1,000.71156061	0.00000000	2.52888182	2.52888182	1,000.71156061	3.032500%
M6	66988UAL4	1,000.73656000	0.00000000	2.57064167	2.57064167	1,000.73656000	3.082500%
M7	66988UAM2	1,000.76156000	0.00000000	2.61240500	2.61240500	1,000.76156000	3.132500%
M8	66988UAN0	1,001.08656000	0.00000000	3.15550833	3.15550833	1,001.08656000	3.782500%
M9	66988UAP5	1,001.31156000	0.00000000	3.53171000	3.53171000	1,001.31156000	4.232500%
M10	66988UAQ3	1,001.31156000	0.00000000	3.53171000	3.53171000	1,001.31156000	4.232500%
TOTALS		607.80233060	5.88939621	1.39627665	7.28567287	601.91293439	
X	66988UAE0	691.72772564	0.00000000	0.40350784	0.40350784	684.90169386	0.700000%
C	66988UAR1	1,021.38670175	0.00000000	122.46104035	122.46104035	1,000.00000000	*****



## NovaStar Mortgage Funding Trust, Series 2006-MTA1

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## Principal and Interest Distribution

	Principal Distribution	Accrued Note Interest	Interest Distribution	Unpaid Interest Shortfall Amount	AFC Carryforward Amount	Remaining AFC Carryforward Amount
Class A1A	3,208,797.95	677,479.56	677,479.56	0.00	0.00	0.00
Class A2A	2,274,775.18	404,671.33	404,671.33	0.00	0.00	0.00
Class A2B	947,846.68	171,771.94	171,771.94	0.00	0.00	0.00
Class A2C	568,716.53	104,200.41	104,200.41	0.00	0.00	0.00
Class M1	0.00	95,282.46	95,282.46	0.00	0.00	0.00
Class M2	0.00	45,828.70	45,828.70	0.00	0.00	0.00
Class M3	0.00	27,401.18	27,401.18	0.00	0.00	0.00
Class M4	0.00	23,876.38	23,876.38	0.00	0.00	0.00
Class M5	0.00	16,690.62	16,690.62	0.00	0.00	0.00
Class M6	0.00	15,423.85	15,423.85	0.00	0.00	0.00
Class M7	0.00	15,674.43	15,674.43	0.00	0.00	0.00
Class M8	0.00	18,933.05	18,933.05	0.00	0.00	0.00
Class M9	0.00	21,190.26	21,190.26	0.00	0.00	0.00
Class M10	0.00	21,190.26	21,190.26	0.00	0.00	0.00

Credit Enhancement Percentage

17.53%



**NovaStar Mortgage Funding Trust, Series 2006-MTA1**  
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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	0.00

**Section 4.03(a)(v) A      Loans Delinquent**

Contractual Delinquency

	Group I	Group II
Balance of 0 to 29 Days	263,063,671.38	255,521,625.13
Number of 0 to 29 Days	945	439
Balance of 30 to 59 Days	13,275,643.00	15,801,340.67
Number of 30 to 59 Days	44	27
Balance of 60 to 89 Days	13,395,745.48	16,199,917.45
Number of 60 to 89 Days	41	27
Balance of 90 Plus Days	46,527,544.63	53,535,289.35
Number of 90 Plus Days	145	91

Contractual Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	1,177,819.63	922,070.46
Number of 0 to 29 Days	4	2
Balance of 30 to 59 Days	0.00	0.00
Number of 30 to 59 Days	0	0
Balance of 60 to 89 Days	272,422.93	0.00
Number of 60 to 89 Days	1	0
Balance of 90 Plus Days	2,916,989.82	1,724,571.32
Number of 90 Plus Days	9	3

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Legal Delinquency

	Group I	Group II
Balance of 0 to 29 Days	263,063,671.38	255,521,625.13
Number of 0 to 29 Days	945	439
Balance of 30 to 59 Days	13,275,643.00	15,801,340.67
Number of 30 to 59 Days	44	27
Balance of 60 to 89 Days	13,395,745.48	16,199,917.45
Number of 60 to 89 Days	41	27
Balance of 90 Plus Days	46,527,544.63	53,535,289.35
Number of 90 Plus Days	145	91

Loans in Foreclosure

	Group I	Group II
Balance of 0 to 29 Days	0.00	0.00
Number of 0 to 29 Days	0	0
Balance of 30 to 59 Days	0.00	0.00
Number of 30 to 59 Days	0	0
Balance of 60 to 89 Days	0.00	463,451.79
Number of 60 to 89 Days	0	1
Balance of 90 Plus Days	15,704,216.90	13,938,799.91
Number of 90 Plus Days	50	23

Legal Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	1,450,242.56	1,449,973.82
Number of 0 to 29 Days	5	3
Balance of 30 to 59 Days	338,610.33	0.00
Number of 30 to 59 Days	1	0
Balance of 60 to 89 Days	0.00	0.00
Number of 60 to 89 Days	0	0
Balance of 90 Plus Days	2,578,379.49	1,196,667.96
Number of 90 Plus Days	8	2



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Total Delinquency Report

	Contractual Delinquency	Contractual Bankruptcy	Legal Delinquency	Loans in Foreclosure	Legal Bankruptcy
Balance of 0 to 29 Days	518,585,296.51	2,099,890.09	518,585,296.51	0.00	2,900,216.38
Number of 0 to 29 Days	1,384	6	1,384	0	8
Balance of 30 to 59 Days	29,076,983.67	0.00	29,076,983.67	0.00	338,610.33
Number of 30 to 59 Days	71	0	71	0	1
Balance of 60 to 89 Days	29,595,662.93	272,422.93	29,595,662.93	463,451.79	0.00
Number of 60 to 89 Days	68	1	68	1	0
Balance of 90 Plus Days	100,062,833.98	4,641,561.14	100,062,833.98	29,643,016.81	3,775,047.45
Number of 90 Plus Days	236	12	236	73	10
Total Aggregate Principal Amount	677,320,777.09	7,013,874.16	677,320,777.09	30,106,468.60	7,013,874.16
Total Number of Mortgage Loans	1,759	19	1,759	74	19



## NovaStar Mortgage Funding Trust, Series 2006-MTA1

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Sec. 4.03 (a)(vii)

## Realized Losses

## Current Period Realized Losses

	Group I	Group II	Total
Liquidated Loan Balance	596,364.98	2,265,607.16	2,861,972.14
Net Liquidation Proceeds	308,100.54	1,505,178.70	1,813,279.24
Recoveries of Prior Losses	133,179.79	7,790.00	140,969.79
Subsequent Losses	0.00	0.00	0.00
Current Period Non Recoverables	0.00	0.00	0.00
Realized Losses	155,084.65	752,638.46	907,723.11

## Cumulative Losses

	Group I	Group II	Total
Liquidated Loan Balance	4,137,853.36	13,171,131.72	17,308,985.08
Net Liquidation Proceeds	2,552,759.48	8,397,755.61	10,950,515.09
Recoveries of Prior Losses	133,973.28	10,816.00	144,789.28
Subsequent Losses	100,279.69	26,987.50	127,267.19
Non Recoverables Advances	0.00	0.00	0.00
Realized Losses	1,551,400.29	4,789,547.61	6,340,947.90

## Realized Loss Report

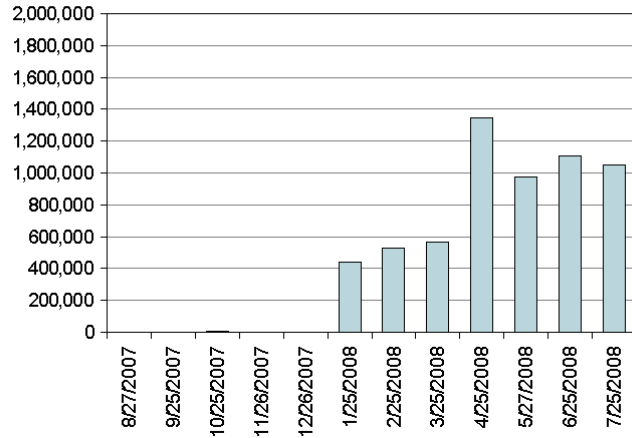
	Total Current Loss	Total Cumulative Loss
Liquidated Loan Balance	2,861,972.14	17,308,985.08
Net Liquidation Proceeds	1,813,279.24	10,950,515.09
Recoveries of Prior Losses	140,969.79	144,789.28
Subsequent Losses	0.00	127,267.19
Non Recoverable Advances	0.00	0.00
Realized Losses	907,723.11	6,340,947.90



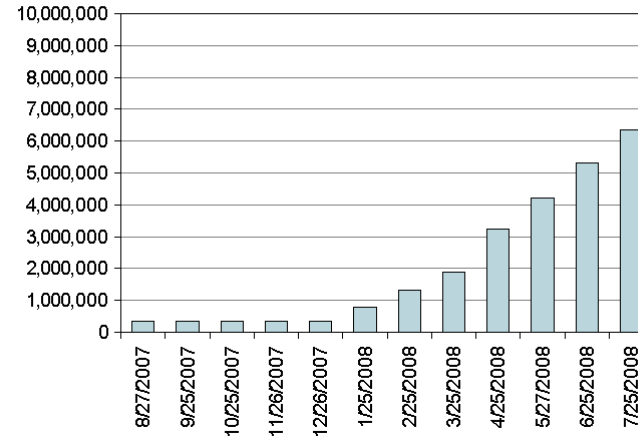
### NovaStar Mortgage Funding Trust, Series 2006-MTA1

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Current Loss



Cummulative Loss



## NovaStar Mortgage Funding Trust, Series 2006-MTA1

July 25, 2008

## REMIC Pass Through Rates

	LIBOR Certificate Uncapped Pass Through Rate for Current Distribution Date	LIBOR Certificates Uncapped Pass Through Rate for Next Distribution Date
Class A1A	2.6875%	2.6663%
Class A2A	2.6725%	2.6513%
Class A2B	2.7225%	2.7013%
Class A2C	2.7525%	2.7313%
Class M1	2.8425%	2.8213%
Class M2	2.8625%	2.8413%
Class M3	2.8825%	2.8613%
Class M4	2.9825%	2.9613%
Class M5	3.0325%	3.0113%
Class M6	3.0825%	3.0613%
Class M7	3.1325%	3.1113%
Class M8	3.7825%	3.7613%
Class M9	4.2325%	4.2113%
Class M10	4.2325%	4.2113%



**NovaStar Mortgage Funding Trust, Series 2006-MTA1**

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**Overcollateralization Amounts**

Required Overcollateralization Amount	11,400,000.00
Overcollateralization Amount	11,400,000.00

Excess Cashflow	1,396,055.86
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**Mortgage Insurance**

MI Premiums	24,459.34
Insurance Proceeds	0.00

**Trigger Event Reporting**

3 Month Rolling Average Delinquency %	22.6420%
Senior Enhancement Percentage	4.6007%
Does the Delinquency Average % Exceed the Senior Enhancement Percentage?	YES

**EFFECTIVE JUNE 2009**

Aggregate Losses as a % of Initial Collateral Balance	0.5284%
Current Loss Threshold	0.2250%
Does the Aggregate Loss % Exceed the Loss Threshold?	YES

