

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

October 25, 2010

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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

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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	231,013,028.86	429,148.59	27,562.25	456,710.84	0.00	0.00	230,583,880.27
IIA1A	331,740,000.00	129,329,407.00	737,133.10	15,370.94	752,504.04	0.00	0.00	128,592,273.90
IIA1B	138,225,000.00	53,888,599.41	307,146.47	13,430.07	320,576.54	0.00	0.00	53,581,452.94
IIA1C	82,935,000.00	32,333,644.38	184,290.64	8,058.16	192,348.80	0.00	0.00	32,149,353.74
M1	40,200,000.00	11,725,941.10	0.00	0.00	0.00	6,344,678.10	0.00	5,381,263.00
M2	19,200,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M3	11,400,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M4	9,600,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M5	6,600,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M6	6,000,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M7	6,000,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M8	6,000,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M9	6,000,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
M10	6,000,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TRUST_CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	1,188,600,000.00	458,290,620.75	1,657,718.80	64,421.42	1,722,140.22	6,344,678.10	0.00	450,288,223.85
X	1,061,223,414.00	458,290,620.75	0.00	0.00	0.00	0.00	0.00	450,288,223.85
C	11,400,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

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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	445.36924785	0.82735414	0.05313717	0.88049131	444.54189372	0.153399%
IIA1A	66988UAB6	389.85171218	2.22202056	0.04633430	2.26835486	387.62969163	0.152809%
IIA1B	66988UAC4	389.86145350	2.22207611	0.09716093	2.31923704	387.63937739	0.320425%
IIA1C	66988UAD2	389.86729825	2.22210936	0.09716236	2.31927172	387.64518888	0.320425%
M1	66988UAF7	291.69007711	0.00000000	0.00000000	0.00000000	133.86226368	0.000000%
M2	66988UAG5	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%
M3	66988UAH3	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%
M4	66988UAJ9	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%
M5	66988UAK6	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%
M6	66988UAL4	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%
M7	66988UAM2	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%
M8	66988UAN0	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%
M9	66988UAP5	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%
M10	66988UAQ3	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%
TOTALS		385.57178256	1.39468181	0.05419941	1.44888122	378.83915855	
X	66988UAE0	431.85121503	0.00000000	0.00000000	0.00000000	424.31048723	0.000000%
C	66988UAR1	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%

## 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	Repaid Interest Shortfalls	Remaining AFC Carryforward Amount
Class A1A	429,148.59	82,875.92	27,562.25	55,313.68		55,313.68
Class A2A	737,133.10	44,888.08	15,370.94	29,517.14	0.00	90,234.09
Class A2B	307,146.47	20,799.50	13,430.07	7,369.44	0.00	35,042.93
Class A2C	184,290.64	13,234.34	8,058.16	5,176.18	0.00	22,635.23
Class M1	0.00	5,620.31	0.00	5,620.31	0.00	20,897.08
Class M2	0.00	0.00	0.00	0.00	0.00	0.00
Class M3	0.00	0.00	0.00	0.00	0.00	0.00
Class M4	0.00	0.00	0.00	0.00	0.00	0.00
Class M5	0.00	0.00	0.00	0.00	0.00	0.00
Class M6	0.00	0.00	0.00	0.00	0.00	0.00
Class M7	0.00	0.00	0.00	0.00	0.00	0.00
Class M8	0.00	0.00	0.00	0.00	0.00	0.00
Class M9	0.00	0.00	0.00	0.00	0.00	0.00
Class M10	0.00	0.00	0.00	0.00	0.00	0.00

Senior Credit Enhancement Percentage

2.55863%

**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

Loan Count

	Group I	Group II	Total
Beginning Loan Count	821	421	1,242
Ending Loan Count	816	412	1,228

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

**Loans Delinquent**

Contractual Delinquency

	Group I	Group II
Balance of 0 to 29 Days	122,915,949.48	120,667,101.60
Number of 0 to 29 Days	484	217
Balance of 30 to 59 Days	5,357,848.15	4,997,744.98
Number of 30 to 59 Days	17	9
Balance of 60 to 89 Days	1,027,944.26	1,786,623.84
Number of 60 to 89 Days	5	4
Balance of 90 Plus Days	19,120,147.12	34,257,491.22
Number of 90 Plus Days	66	61

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

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## Contractual Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	1,004,512.64	3,838,479.34
Number of 0 to 29 Days	4	6
Balance of 30 to 59 Days	0.00	819,994.52
Number of 30 to 59 Days	0	2
Balance of 60 to 89 Days	782,475.04	224,895.80
Number of 60 to 89 Days	2	1
Balance of 90 Plus Days	6,120,968.97	8,342,898.88
Number of 90 Plus Days	21	13

## Legal Delinquency

	Group I	Group II
Balance of 0 to 29 Days	122,915,949.48	120,667,101.60
Number of 0 to 29 Days	484	217
Balance of 30 to 59 Days	5,357,848.15	4,997,744.98
Number of 30 to 59 Days	17	9
Balance of 60 to 89 Days	1,027,944.26	1,786,623.84
Number of 60 to 89 Days	5	4
Balance of 90 Plus Days	19,120,147.12	34,257,491.22
Number of 90 Plus Days	66	61

## 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	1,821,981.62	1,069,768.82
Number of 60 to 89 Days	7	2
Balance of 90 Plus Days	42,802,246.47	42,414,814.98
Number of 90 Plus Days	148	72

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

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## Legal Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	1,007,916.00	3,859,108.75
Number of 0 to 29 Days	4	6
Balance of 30 to 59 Days	0.00	825,797.27
Number of 30 to 59 Days	0	2
Balance of 60 to 89 Days	783,774.36	224,770.40
Number of 60 to 89 Days	2	1
Balance of 90 Plus Days	6,174,088.03	8,432,019.66
Number of 90 Plus Days	21	13

## Total Delinquency Report

	Contractual Delinquency	Contractual Bankruptcy	Legal Delinquency	Loans in Foreclosure	Legal Bankruptcy
Balance of 0 to 29 Days	243,583,051.08	4,842,991.98	243,583,051.08	0.00	4,867,024.75
Number of 0 to 29 Days	701	10	701	0	10
Balance of 30 to 59 Days	10,355,593.13	819,994.52	10,355,593.13	0.00	825,797.27
Number of 30 to 59 Days	26	2	26	0	2
Balance of 60 to 89 Days	2,814,568.10	1,007,370.84	2,814,568.10	2,891,750.44	1,008,544.76
Number of 60 to 89 Days	9	3	9	9	3
Balance of 90 Plus Days	53,377,638.34	14,463,867.85	53,377,638.34	85,217,061.45	14,606,107.69
Number of 90 Plus Days	127	34	127	220	34
Total Aggregate Principal Amount	310,130,850.65	21,134,225.19	310,130,850.65	88,108,811.89	21,307,474.47
Total Number of Mortgage Loans	863	49	863	229	49

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

**October 25, 2010**

**Sec. 4.03 (a)(vii)**

**Realized Losses**

Current Period Realized Losses

	Group I	Group II	Total
Liquidated Loan Balance	1,307,101.16	4,813,173.66	6,120,274.82
Net Liquidation Proceeds	354,876.60	1,961,384.26	2,316,260.86
Recoveries of Prior Losses	12,104.41	90,940.89	103,045.30
Subsequent Losses	2,073.50	485.92	2,559.42
Current Period Non Recoverables	-5,523.30	0.00	-5,523.30
Realized Losses	936,670.35	2,761,334.43	3,698,004.78

Cumulative Losses

	Group I	Group II	Total
Liquidated Loan Balance	126,586,381.47	124,623,695.79	251,210,077.26
Net Liquidation Proceeds	44,490,236.98	61,270,178.82	105,760,415.80
Recoveries of Prior Losses	959,115.54	1,032,805.03	1,991,920.57
Subsequent Losses	2,113,465.15	1,145,152.64	3,258,617.79
Non Recoverables Advances	37,327.26	6,828.62	44,155.88
Realized Losses	83,287,821.36	63,472,693.20	146,760,514.56

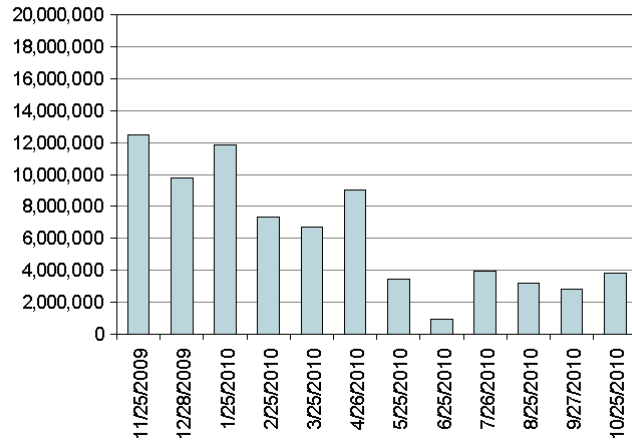
Realized Loss Report

	Total Current Loss	Total Cumulative Loss
Liquidated Loan Balance	6,120,274.82	251,210,077.26
Net Liquidation Proceeds	2,316,260.86	105,760,415.80
Recoveries of Prior Losses	103,045.30	1,991,920.57
Subsequent Losses	2,559.42	3,258,617.79
Non Recoverable Advances	-5,523.30	44,155.88
Realized Losses	3,698,004.78	146,760,514.56

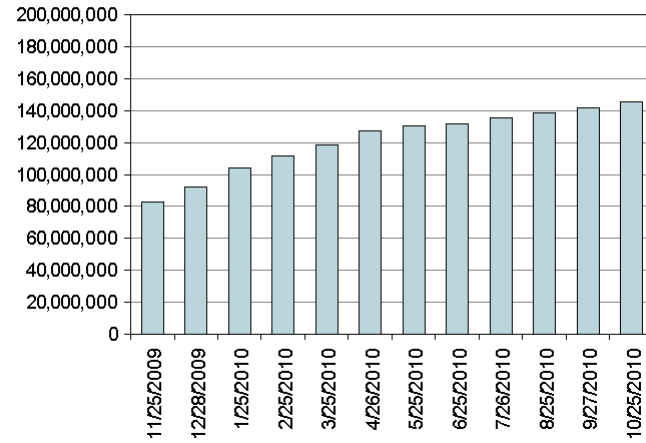
### NovaStar Mortgage Funding Trust, Series 2006-MTA1

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Current Loss



Cummulative Loss



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

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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	0.4613%	0.4613%
Class A2A	0.4463%	0.4463%
Class A2B	0.4963%	0.4963%
Class A2C	0.5263%	0.5263%
Class M1	0.6163%	0.6163%
Class M2	0.6363%	0.6363%
Class M3	0.6563%	0.6563%
Class M4	0.7563%	0.7563%
Class M5	0.8063%	0.8063%
Class M6	0.8563%	0.8563%
Class M7	0.9063%	0.9063%
Class M8	1.5563%	1.5563%
Class M9	2.0063%	2.0063%
Class M10	2.0063%	2.0063%

Allocated Loss Interest

	Deferred Interest Related to Allocated Loss Amount
Class A2B	0.00
Class A2C	0.00
Class M1	272,298.01
Class M2	1,487,731.57
Class M3	2,301,592.82
Class M4	5,001,722.46
Class M5	5,610,543.08
Class M6	9,622,103.14
Class M7	20,500,417.07
Class M8	68,779,259.97
Class M9	213,614,386.34
Class M10	505,650,620.64

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

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### Overcollateralization Amounts

Required Overcollateralization Amount	11,400,000.00
Overcollateralization Amount	0.00
Excess Cashflow	-7,977.65

### Mortgage Insurance

MI Premiums	14,881.21
Insurance Proceeds	0.00

### Trigger Event Reporting

3 Month Rolling Average Delinquency %	43.80535%
Senior Enhancement Percentage	0.67164%
Does the Delinquency Average % Exceed the Senior Enhancement Percentage?	YES
Aggregate Losses as a % of Initial Collateral Balance	12.23004%
Current Loss Threshold	1.03333%
Does the Aggregate Loss % Exceed the Loss Threshold?	YES