

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

December 27, 2010

\*\*\*RESTATEMENT 3/23/11\*\*\*

**Table of Contents**

<b>Distribution Report</b>	-----	<b>3</b>
<b>Factor Report</b>	-----	<b>4</b>
<b>Principal and Interest Distribution</b>	-----	<b>5</b>
<b>Loan Count</b>	-----	<b>6</b>
<b>Contractual Delinquency</b>	-----	<b>6</b>
<b>Contractual Bankruptcy</b>	-----	<b>7</b>
<b>Legal Delinquency</b>	-----	<b>7</b>
<b>Loans in Foreclosure</b>	-----	<b>7</b>
<b>Legal Bankruptcy</b>	-----	<b>8</b>
<b>Total Delinquency Report</b>	-----	<b>8</b>

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

Alexander Tonge

The Bank of New York Mellon Corporation - Structured Finance Services

101 Barclay Street, 4th Floor West

New York, New York 10286

Tel: (212) 815-8179 / Fax: (212) 815-8093

Email: alexander.tonge@bnymellon.com



**NovaStar Mortgage Funding Trust, Series 2006-MTA1****December 27, 2010****\*\*\*RESTATEMENT 3/23/11\*\*\*****Table of Contents**

<b>Current Period Realized Losses</b>	-----	<b>9</b>
<b>Cumulative Losses</b>	-----	<b>9</b>
<b>Realized Loss Report</b>	-----	<b>9</b>
<b>Realized Loss Graph</b>	-----	<b>10</b>
<b>REMIC Pass Through Rates</b>	-----	<b>11</b>
<b>Allocated Loss Interest</b>	-----	<b>11</b>

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

Alexander Tonge  
The Bank of New York Mellon Corporation - Structured Finance Services  
101 Barclay Street, 4th Floor West  
New York, New York 10286  
Tel: (212) 815-8179 / Fax: (212) 815-8093  
Email: alexander.tonge@bnymellon.com



## NovaStar Mortgage Funding Trust, Series 2006-MTA1

December 27, 2010

\*\*\*RESTATEMENT 3/23/11\*\*\*

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	228,728,793.95	1,216,090.67	90,294.76	1,306,385.43	0.00	0.00	227,512,703.28
IIA1A	331,740,000.00	128,037,161.87	374,704.02	84,688.81	459,392.83	0.00	0.00	127,662,457.85
IIA1B	138,225,000.00	53,350,150.48	156,130.58	22,668.83	178,799.41	0.00	0.00	53,194,019.90
IIA1C	82,935,000.00	32,010,570.18	93,679.75	14,428.44	108,108.19	1,235,025.49	0.00	30,681,864.94
M1	40,200,000.00	1,063,733.82	0.00	21,328.20	21,328.20	1,063,733.82	0.00	0.00
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	443,190,410.30	1,840,605.02	233,409.04	2,074,014.06	2,298,759.31	0.00	439,051,045.97
X	1,061,223,414.00	443,190,410.30	0.00	426,182.74	426,182.74	0.00	0.00	434,822,433.34
C	11,400,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

December 27, 2010

\*\*\*RESTATEMENT 3/23/11\*\*\*

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CURRENT PASS-THRU RATE
IA1	66988UAA8	440.96547899	2.34449715	0.17407897	2.51857611	438.62098184	0.458440%
IIA1A	66988UAB6	385.95635700	1.12951112	0.25528670	1.38479782	384.82684587	0.768123%
IIA1B	66988UAC4	385.96600094	1.12953937	0.16399949	1.29353887	384.83646157	0.493440%
IIA1C	66988UAD2	385.97178730	1.12955628	0.17397287	1.30352915	369.95074384	0.523440%
M1	66988UAF7	26.46104030	0.00000000	0.53055224	0.53055224	0.00000000	23.284239%
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		372.86758396	1.54854873	0.19637308	1.74492181	369.38502942	
X	66988UAE0	417.62215614	0.00000000	0.40159568	0.40159568	409.73693909	0.546845%
C	66988UAR1	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	0.000000%

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

December 27, 2010

\*\*\*RESTATEMENT 3/23/11\*\*\*

## Principal and Interest Distribution

	Principal Distribution	Accrued Note Interest	Interest Distribution	Unpaid Interest Shortfall Amount	Repaid Interest Shortfalls	Remaining AFC Carryforward Amount
Class A1A	1,216,090.67	90,294.76	90,294.76	0.00	0.00	0.00
Class A2A	374,704.02	48,891.13	84,688.81	0.00	35,797.68	0.00
Class A2B	156,130.58	22,668.83	22,668.83	0.00	0.00	0.00
Class A2C	93,679.75	14,428.44	14,428.44	0.00	0.00	0.00
Class M1	0.00	561.91	21,328.20	0.00	20,766.29	0.00
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

0.24002%

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

**December 27, 2010**

**\*\*\*RESTATEMENT 3/23/11\*\*\***

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	800	410	1,210
Ending Loan Count	787	406	1,193

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

**Loans Delinquent**

Contractual Delinquency

	Group I	Group II
Balance of 0 to 29 Days	120,673,298.07	121,665,583.47
Number of 0 to 29 Days	480	225
Balance of 30 to 59 Days	5,054,162.95	7,605,737.94
Number of 30 to 59 Days	20	12
Balance of 60 to 89 Days	2,711,753.90	1,524,787.84
Number of 60 to 89 Days	9	4
Balance of 90 Plus Days	12,740,557.31	16,592,697.07
Number of 90 Plus Days	44	31

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

December 27, 2010

\*\*\*RESTATEMENT 3/23/11\*\*\*

## Contractual Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	855,227.32	3,127,273.62
Number of 0 to 29 Days	5	4
Balance of 30 to 59 Days	0.00	1,149,294.52
Number of 30 to 59 Days	0	3
Balance of 60 to 89 Days	547,470.94	644,183.46
Number of 60 to 89 Days	1	1
Balance of 90 Plus Days	4,535,224.86	9,692,189.90
Number of 90 Plus Days	16	17

## Legal Delinquency

	Group I	Group II
Balance of 0 to 29 Days	120,673,298.07	121,665,583.47
Number of 0 to 29 Days	480	225
Balance of 30 to 59 Days	5,054,162.95	7,605,737.94
Number of 30 to 59 Days	20	12
Balance of 60 to 89 Days	2,711,753.90	1,524,787.84
Number of 60 to 89 Days	9	4
Balance of 90 Plus Days	12,740,557.31	16,592,697.07
Number of 90 Plus Days	44	31

## 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	2,455,385.15	3,729,389.73
Number of 60 to 89 Days	9	7
Balance of 90 Plus Days	38,220,528.67	43,287,647.99

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

**December 27, 2010**

**\*\*\*RESTATEMENT 3/23/11\*\*\***

Number of 90 Plus Days	130	70
------------------------	-----	----

Legal Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	857,465.47	3,137,803.88
Number of 0 to 29 Days	5	4
Balance of 30 to 59 Days	0.00	1,159,187.70
Number of 30 to 59 Days	0	3
Balance of 60 to 89 Days	547,386.39	650,905.61
Number of 60 to 89 Days	1	1
Balance of 90 Plus Days	4,587,364.27	9,796,162.42
Number of 90 Plus Days	16	17

Total Delinquency Report

	Contractual Delinquency	Contractual Bankruptcy	Legal Delinquency	Loans in Foreclosure	Legal Bankruptcy
Balance of 0 to 29 Days	242,338,881.54	3,982,500.94	242,338,881.54	0.00	3,995,269.35
Number of 0 to 29 Days	705	9	705	0	9
Balance of 30 to 59 Days	12,659,900.89	1,149,294.52	12,659,900.89	0.00	1,159,187.70
Number of 30 to 59 Days	32	3	32	0	3
Balance of 60 to 89 Days	4,236,541.74	1,191,654.40	4,236,541.74	6,184,774.88	1,198,292.00
Number of 60 to 89 Days	13	2	13	16	2
Balance of 90 Plus Days	29,333,254.38	14,227,414.76	29,333,254.38	81,508,176.66	14,383,526.69
Number of 90 Plus Days	75	33	75	200	33
Total Aggregate Principal Amount	288,568,578.55	20,550,864.62	288,568,578.55	87,692,951.54	20,736,275.74
Total Number of Mortgage Loans	825	47	825	216	47

Class A-1A

0.00

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

December 27, 2010

\*\*\*RESTATEMENT 3/23/11\*\*\*

Sec. 4.03 (a)(vii)

## Realized Losses

## Current Period Realized Losses

	Group I	Group II	Total
Liquidated Loan Balance	3,116,679.26	2,168,640.55	5,285,319.81
Net Liquidation Proceeds	694,423.83	935,351.30	1,629,775.13
Recoveries of Prior Losses	221.07	0.00	221.07
Subsequent Losses	1,586.48	1,736.24	3,322.72
Current Period Non Recoverables	8,091.28	0.00	8,091.28
Realized Losses	2,431,712.12	0.00	3,666,737.61

## Cumulative Losses

	Group I	Group II	Total
Liquidated Loan Balance	133,285,834.36	127,748,035.24	261,033,869.60
Net Liquidation Proceeds	46,246,420.41	62,564,084.85	108,810,505.26
Recoveries of Prior Losses	961,684.21	1,039,630.32	2,001,314.53
Subsequent Losses	2,119,232.54	1,151,306.00	3,270,538.54
Non Recoverables Advances	59,945.67	6,828.62	66,774.29
Realized Losses	88,256,907.95	65,302,454.69	153,559,362.64

## Realized Loss Report

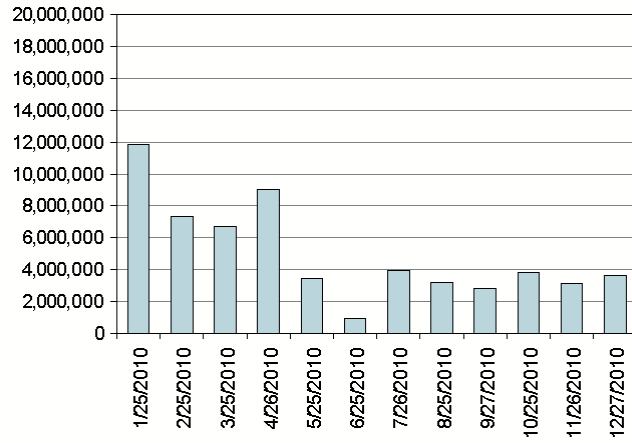
	Total Current Loss	Total Cumulative Loss
Liquidated Loan Balance	5,285,319.81	261,033,869.60
Net Liquidation Proceeds	1,629,775.13	108,810,505.26
Recoveries of Prior Losses	221.07	2,001,314.53
Subsequent Losses	3,322.72	3,270,538.54
Non Recoverable Advances	8,091.28	66,774.29
Realized Losses	3,666,737.61	153,559,362.64

NovaStar Mortgage Funding Trust, Series 2006-MTA1

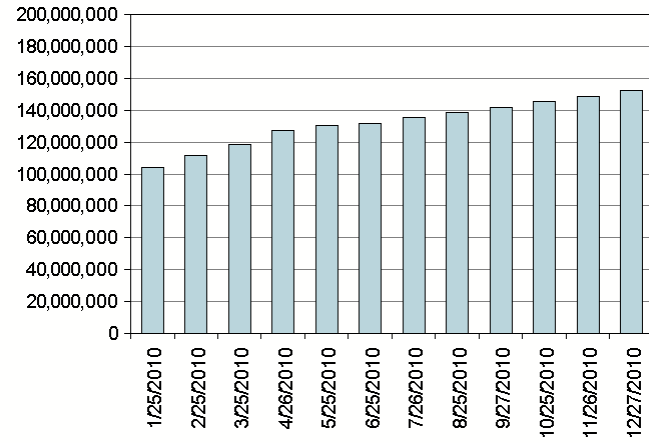
December 27, 2010

\*\*\*RESTATEMENT 3/23/11\*\*\*

Current Loss



Cummulative Loss



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

**December 27, 2010**

**\*\*\*RESTATEMENT 3/23/11\*\*\***

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	0.4584%	0.4650%
Class A2A	0.4434%	0.4500%
Class A2B	0.4934%	0.5000%
Class A2C	0.5234%	0.5300%
Class M1	0.6134%	0.6200%
Class M2	0.6334%	0.6400%
Class M3	0.6534%	0.6600%
Class M4	0.7534%	0.7600%
Class M5	0.8034%	0.8100%
Class M6	0.8534%	0.8600%
Class M7	0.9034%	0.9100%
Class M8	1.5534%	1.5600%
Class M9	2.0034%	2.0100%
Class M10	2.0034%	2.0100%

Allocated Loss Interest

	Deferred Interest Related to Allocated Loss Amount
Class A2B	0.00
Class A2C	0.00
Class M1	20,686.43
Class M2	10,479.44
Class M3	6,418.69
Class M4	6,232.71
Class M5	4,569.47
Class M6	4,412.69
Class M7	4,671.33
Class M8	8,034.83
Class M9	10,366.96
Class M10	10,366.96

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

**December 27, 2010**

**\*\*\*RESTATEMENT 3/23/11\*\*\***

**Overcollateralization Amounts**

Required Overcollateralization Amount	11,400,000.00
Overcollateralization Amount	0.00

Excess Cashflow	86,463.16
-----------------	-----------

**Mortgage Insurance**

MI Premiums	11,716.37
Insurance Proceeds	0.00

**Trigger Event Reporting**

3 Month Rolling Average Delinquency %	41.29174%
Senior Enhancement Percentage	0.06300%
Does the Delinquency Average % Exceed the Senior Enhancement Percentage?	YES

Aggregate Losses as a % of Initial Collateral Balance	12.79661%
Current Loss Threshold	1.10000%
Does the Aggregate Loss % Exceed the Loss Threshold?	YES

Deal Code: NOVA06MTA1  
Distribution Date: 12/25/2010  
Pay Date: 12/27/2010

NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN  
ASSET-BACKED NOTES  
2006-MTA1

**Table of Contents**

	<b>Page Number</b>
Collateral Information Summary	<b>1</b>
Pipeline Snapshot	<b>4</b>
General Trends - Total	<b>5</b>
Prepayment Rates / Trends - CPR, SMM, CDR	<b>6</b>
Prepayment Rates / Trends - MDR, WAS, PSA	<b>7</b>
Prepayments and Liquidations - Summary	<b>8</b>
Prepayments and Liquidations - Details	<b>10</b>
Delinquency Summary - Total	<b>11</b>
Delinquency Trends - Total	<b>12</b>
Delinquency Summary - by Groups	<b>13</b>
Delinquency Trends - by Groups	<b>15</b>
Delinquency Summary - by Loan Type	<b>16</b>
Delinquency Trends - by Loan Type	<b>17</b>
Losses - Details	<b>18</b>
Losses - Trends	<b>20</b>
Distribution by Note Rate	<b>21</b>
Distribution by Ending Scheduled Balance	<b>22</b>
Distribution by Loan Type, by Property Type, by Amortization Type	<b>23</b>
Top 10 State Concentration	<b>24</b>
Modifications, Extensions, Waivers	<b>25</b>



Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Collateral Information - Summary

**Total**

Interest Collections	
Scheduled Interest	959,973.10
Prepay Interest Excess / Shortfall	0.00
Interest Adjustment	0.00
Servicer Provided Fee (DAD)	0.00
Servicer Stop Advance	0.00
<b>Total Interest Collected</b>	<b>959,973.10</b>

Fee Summary	
Servicer Fee (1)	110,949.06
Servicer Fee (2)	0.00
Trustee Fee	1,292.64
Primary Mortgage Insurance Fee	14,602.84
Other Fees	0.00
<b>Total Fees</b>	<b>126,844.54</b>
<b>Total Fees (Withheld)</b>	<b>110,949.06</b>

Other Interest Adjustment	
Relief Act (Soldiers_Sailors)	0.00
Servicer Compensating Int Deduct	0.00
DAD Fees	0.00
Loan Modification ARM	0.00
Late Fees	0.00
Legal Fees	(4,971.00)
Lender Paid Mortgage Insurance	(11,716.37)
Pool Level Servicer Fee	0.00
Pre-Securitization Int. Arrearage	0.00
Loan Modification Loss	0.00
Modification Adjustment	0.00
NonRecoverable Servicer Advance	(76,656.06)
<b>Total Other Interest Adjust.</b>	<b>(93,343.43)</b>

Summary	
(+) Total Principal Collected	5,412,788.18
(-) Total Losses	3,666,737.61
(+) Total Interest Collected	959,973.10
(+) Total Other Interest Adjust. Collected	(93,343.43)
(-) Total Fees (Withheld)	110,949.06
(+) Prepayment Penalty	0.00
<b>Total Available Funds from Collection</b>	<b>2,501,731.18</b>

Summary		
	Balance	Count
Beginning Pool	443,190,410.31	1,210
Scheduled Principal	611,977.92	
UnScheduled Principal	4,800,810.26	
Ending Pool	434,822,433.34	1,193

Characteristics	
Weighted Average Coupon Rate (WAC)	3.3610195
Weighted Average Net Rate (NetWAC)	2.9429802
Weighted Average Remaining Term	313

Advances by Servicer	
Current P and I	1,980,353.77
Outstanding P and I	16,746,505.20

Other Considerations for Losses	
Balance Due Trust	5,285,319.81
Net Liquidation Proceeds	1,629,775.13
Recovered Delinquency	0.00
Delinquency Advances	0.00

Scheduled Principal	
Scheduled Principal	611,977.92
<b>Total Scheduled Principal</b>	<b>611,977.92</b>

UnScheduled Principal	
(+) Curtailments	2,012,533.56
(+) Curtailment Adjustment	(29.66)
(+) Principal Payoff	5,680,012.60
(+) Principal Adjustment	14,138.80
(-) Negative Amortization	(49,343.75)
(+) Servicer Stop Advance	(2,955,188.79)
<b>Total UnScheduled Principal</b>	<b>4,800,810.26</b>

Losses	
(+) Initial (Current) Loss	3,655,544.68
(+) Non-Recoverable Advances	8,091.28
(+) Subsequent Loss	3,322.72
(-) Subsequent Gain	221.07
<b>Total Losses</b>	<b>3,666,737.61</b>
<b>Cumulative Losses</b>	<b>153,559,362.64</b>

Principal Payoff		
	Balance	Count
Bankruptcy	0.00	0
Discount	0.00	0
Foreclosure	0.00	0
Insurance	0.00	0
Liquidation	0.00	0
Prepay In Full	5,680,012.60	17
REO Disposal	0.00	0
Repurchase	0.00	0
Others	0.00	0
<b>Total Principal Payoff</b>	<b>5,680,012.60</b>	<b>17</b>

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Collateral Information - Summary

**Group 1**

Interest Collections	
Scheduled Interest	434,167.14
Prepay Interest Excess / Shortfall	0.00
Interest Adjustment	0.00
Servicer Provided Fee (DAD)	0.00
Servicer Stop Advance	0.00
<b>Total Interest Collected</b>	<b>434,167.14</b>

Fee Summary	
Servicer Fee (1)	48,807.05
Servicer Fee (2)	0.00
Trustee Fee	622.89
Primary Mortgage Insurance Fee	10,739.84
Other Fees	0.01
<b>Total Fees</b>	<b>60,169.79</b>
<b>Total Fees (Withheld)</b>	<b>48,807.05</b>

Other Interest Adjustment	
Relief Act (Soldiers_Sailors)	0.00
Servicer Compensating Int Deduct	0.00
DAD Fees	0.00
Loan Modification ARM	0.00
Late Fees	0.00
Legal Fees	(3,367.00)
Lender Paid Mortgage Insurance	(10,535.11)
Pool Level Servicer Fee	0.00
Pre-Securitization Int. Arrearage	0.00
Loan Modification Loss	0.00
Modification Adjustment	0.00
NonRecoverable Servicer Advance	(30,952.43)
<b>Total Other Interest Adjust.</b>	<b>(44,854.54)</b>

Summary	
(+) Total Principal Collected	3,582,736.53
(-) Total Losses	2,431,712.12
(+) Total Interest Collected	434,167.14
(+) Total Other Interest Adjust. Collected	(44,854.54)
(-) Total Fees (Withheld)	48,807.05
(+) Prepayment Penalty	0.00
<b>Total Available Funds from Collection</b>	<b>1,491,529.96</b>

Summary		
	Balance	Count
Beginning Pool	213,562,738.95	800
Scheduled Principal	265,588.84	
UnScheduled Principal	3,317,147.69	
Ending Pool	208,966,636.48	787

Characteristics	
Weighted Average Coupon Rate (WAC)	3.4942311
Weighted Average Net Rate (NetWAC)	3.0553843
Weighted Average Remaining Term	311

Advances by Servicer	
Current P and I	967,931.88
Outstanding P and I	8,099,929.59

Other Considerations for Losses	
Balance Due Trust	3,116,679.26
Net Liquidation Proceeds	694,423.83
Recovered Delinquency	0.00
Delinquency Advances	0.00

Scheduled Principal	
Scheduled Principal	265,588.84
<b>Total Scheduled Principal</b>	<b>265,588.84</b>

UnScheduled Principal	
(+) Curtailments	773,793.83
(+) Curtailment Adjustment	4.13
(+) Principal Payoff	3,511,372.05
(+) Principal Adjustment	9,606.08
(-) Negative Amortization	(35,737.54)
(+) Servicer Stop Advance	(1,013,365.94)
<b>Total UnScheduled Principal</b>	<b>3,317,147.69</b>

Losses	
(+) Initial (Current) Loss	2,422,255.43
(+) Non-Recoverable Advances	8,091.28
(+) Subsequent Loss	1,586.48
(-) Subsequent Gain	221.07
<b>Total Losses</b>	<b>2,431,712.12</b>
<b>Cumulative Losses</b>	<b>88,256,907.95</b>

Principal Payoff		
	Balance	Count
Bankruptcy	0.00	0
Discount	0.00	0
Foreclosure	0.00	0
Insurance	0.00	0
Liquidation	0.00	0
Prepay In Full	3,511,372.05	13
REO Disposal	0.00	0
Repurchase	0.00	0
Others	0.00	0
<b>Total Principal Payoff</b>	<b>3,511,372.05</b>	<b>13</b>

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Collateral Information - Summary

**Group 2**

Interest Collections	
Scheduled Interest	525,805.96
Prepay Interest Excess / Shortfall	0.00
Interest Adjustment	0.00
Servicer Provided Fee (DAD)	0.00
Servicer Stop Advance	0.00
<b>Total Interest Collected</b>	<b>525,805.96</b>

Fee Summary	
Servicer Fee (1)	62,142.01
Servicer Fee (2)	0.00
Trustee Fee	669.75
Primary Mortgage Insurance Fee	3,863.00
Other Fees	(0.01)
<b>Total Fees</b>	<b>66,674.75</b>
<b>Total Fees (Withheld)</b>	<b>62,142.01</b>

Other Interest Adjustment	
Relief Act (Soldiers_Sailors)	0.00
Servicer Compensating Int Deduct	0.00
DAD Fees	0.00
Loan Modification ARM	0.00
Late Fees	0.00
Legal Fees	(1,604.00)
Lender Paid Mortgage Insurance	(1,181.26)
Pool Level Servicer Fee	0.00
Pre-Securitization Int. Arrearage	0.00
Loan Modification Loss	0.00
Modification Adjustment	0.00
NonRecoverable Servicer Advance	(45,703.63)
<b>Total Other Interest Adjust.</b>	<b>(48,488.89)</b>

Summary	
(+) Total Principal Collected	1,830,051.65
(-) Total Losses	1,235,025.49
(+) Total Interest Collected	525,805.96
(+) Total Other Interest Adjust. Collected	(48,488.89)
(-) Total Fees (Withheld)	62,142.01
(+) Prepayment Penalty	0.00
<b>Total Available Funds from Collection</b>	<b>1,010,201.22</b>

Summary		
	Balance	Count
Beginning Pool	229,627,671.36	410
Scheduled Principal	346,389.08	
UnScheduled Principal	1,483,662.57	
Ending Pool	225,855,796.86	406

Characteristics	
Weighted Average Coupon Rate (WAC)	3.2371275
Weighted Average Net Rate (NetWAC)	2.8384400
Weighted Average Remaining Term	315

Advances by Servicer	
Current P and I	1,012,421.89
Outstanding P and I	8,646,575.61

Other Considerations for Losses	
Balance Due Trust	2,168,640.55
Net Liquidation Proceeds	935,351.30
Recovered Delinquency	0.00
Delinquency Advances	0.00

Scheduled Principal	
Scheduled Principal	346,389.08
<b>Total Scheduled Principal</b>	<b>346,389.08</b>

UnScheduled Principal	
(+) Curtailments	1,238,739.73
(+) Curtailment Adjustment	(33.79)
(+) Principal Payoff	2,168,640.55
(+) Principal Adjustment	4,532.72
(-) Negative Amortization	(13,606.21)
(+) Servicer Stop Advance	(1,941,822.85)
<b>Total UnScheduled Principal</b>	<b>1,483,662.57</b>

Losses	
(+) Initial (Current) Loss	1,233,289.25
(+) Non-Recoverable Advances	0.00
(+) Subsequent Loss	1,736.24
(-) Subsequent Gain	0.00
<b>Total Losses</b>	<b>1,235,025.49</b>
<b>Cumulative Losses</b>	<b>65,302,454.69</b>

Principal Payoff		
	Balance	Count
Bankruptcy	0.00	0
Discount	0.00	0
Foreclosure	0.00	0
Insurance	0.00	0
Liquidation	0.00	0
Prepay In Full	2,168,640.55	4
REO Disposal	0.00	0
Repurchase	0.00	0
Others	0.00	0
<b>Total Principal Payoff</b>	<b>2,168,640.55</b>	<b>4</b>

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Pipeline Snapshot

Distribution	Delinquencies			Loan Status			Cumulative Losses		Other		
	Payment 1	Payment 2	Payment 3+	Foreclosure	REO	Bankruptcy	Amount	Percent	Pool Factor	CPR	CDR
Nov 2009	3.77%	3.10%	48.30%	34.03%	5.22%	3.38%	82,239,820.68	14.26%	0.4807302	14.26953%	33.68544%
Dec 2009	4.13%	2.85%	48.40%	33.63%	5.16%	3.47%	91,934,696.32	16.39%	0.4675072	10.95120%	27.16519%
Jan 2010	3.74%	3.00%	47.92%	34.42%	4.46%	3.17%	103,733,910.97	19.32%	0.4474188	22.11280%	34.62807%
Feb 2010	3.78%	2.45%	47.50%	32.92%	4.53%	3.10%	110,844,945.20	21.20%	0.4356980	13.21077%	23.05125%
Mar 2010	2.86%	2.64%	46.05%	30.96%	4.85%	3.25%	117,437,155.36	23.03%	0.4249625	12.21926%	22.21567%
Apr 2010	2.68%	1.93%	45.22%	29.56%	4.72%	4.40%	126,495,217.50	25.66%	0.4108556	15.77308%	30.09787%
May 2010	3.07%	2.00%	43.35%	29.43%	3.76%	4.44%	129,710,278.26	27.06%	0.3994731	21.46011%	14.93383%
Jun 2010	2.85%	1.57%	43.50%	10.66%	4.27%	4.77%	133,244,186.16	27.94%	0.3975041	-4.55485%	3.33647%
Jul 2010	3.45%	1.54%	43.32%	8.67%	4.60%	5.15%	137,111,231.64	29.19%	0.3915242	6.64194%	12.89701%
Aug 2010	3.22%	1.31%	43.33%	13.19%	5.05%	4.99%	140,322,567.08	30.22%	0.3869193	4.38305%	11.67491%
Sep 2010	2.63%	1.94%	42.45%	19.26%	6.16%	4.64%	143,062,509.78	31.22%	0.3819366	7.54845%	12.96643%
Oct 2010	2.48%	1.49%	40.86%	19.57%	6.87%	4.69%	146,760,514.56	32.59%	0.3752674	9.26820%	14.89927%
Nov 2010	2.69%	1.74%	39.61%	16.90%	7.91%	4.97%	149,892,625.03	33.82%	0.3693521	8.84703%	11.44640%
Dec 2010	3.18%	2.67%	37.50%	20.17%	8.74%	4.73%	153,559,362.64	35.32%	0.3623783	10.54111%	13.40842%

*Percentages of Ending Scheduled Balance*

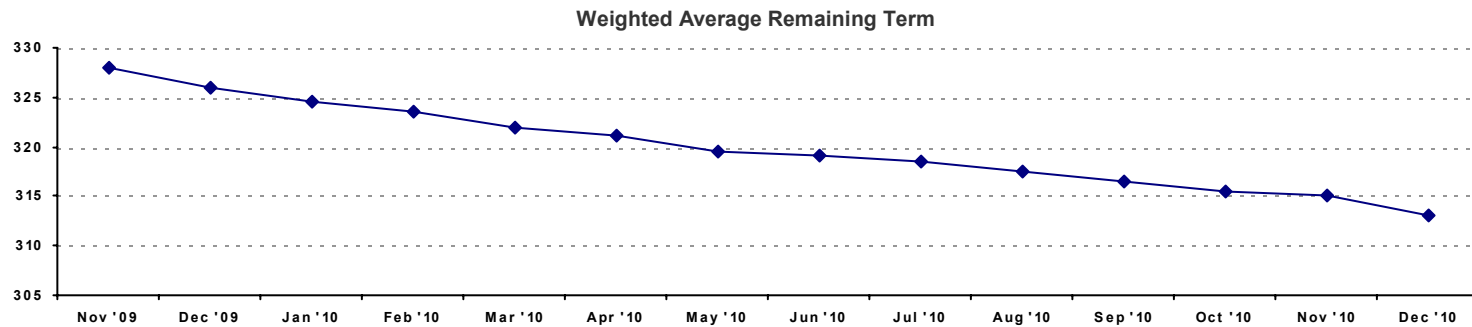
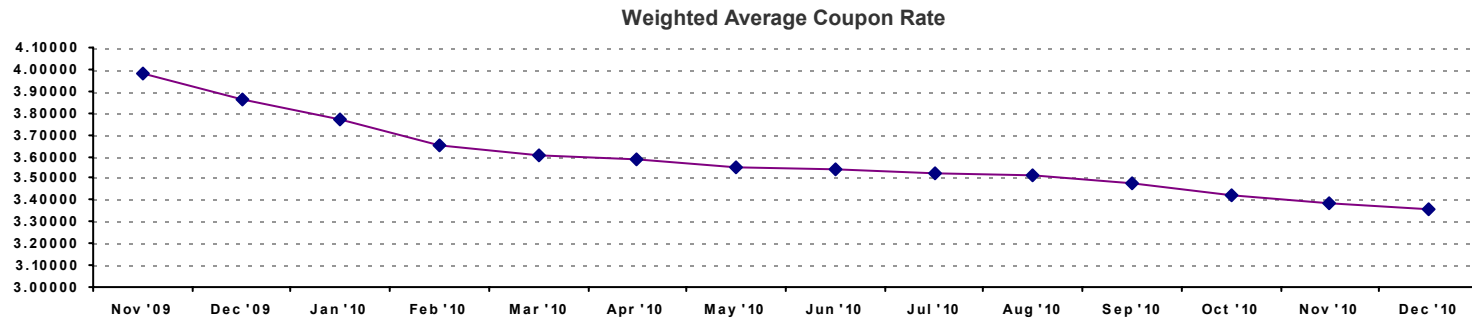
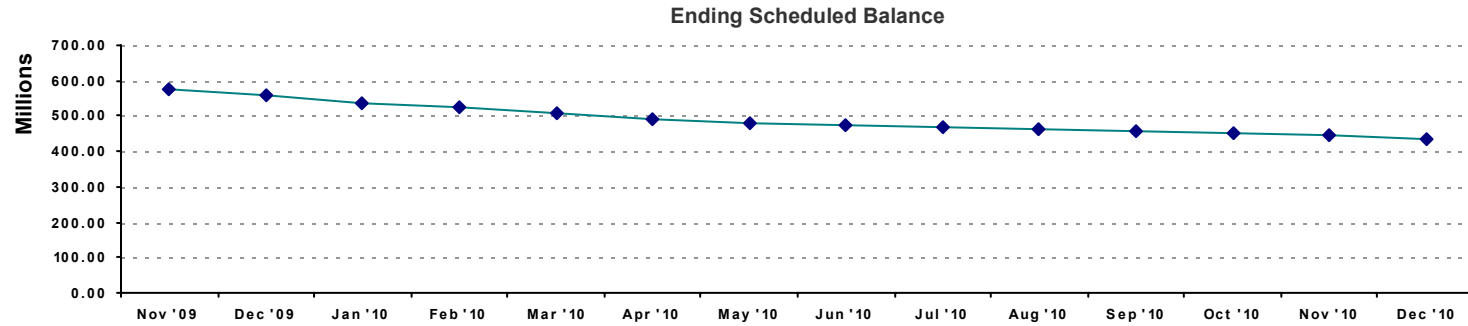
### Calculation Methodology:

MDR - Monthly Default Rate	Balance Due Trust / Beginning Scheduled Balance
CDR - Conditional Default Rate	$1 - ((1 - \text{MDR})^{12})$
SMM - Single Month Mortality Rate	(All Prepayments + Repurchases - Gross Losses) / (Beginning Scheduled Balance - Scheduled Principal)
CPR - Conditional Prepayment Rate	$1 - ((1 - \text{SMM})^{12})$
WAS - Weighted Average Seasoning	$\text{sum}((\text{Original Term} - \text{Remaining Term}) * (\text{Current Scheduled Balance} / \text{Deal Scheduled Principal Balance}))$
PSA - PSA Standard Prepayment Model	$100 * \text{CPR} / (0.2 * \min(30, \text{WAS}))$

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## General Trends - Total

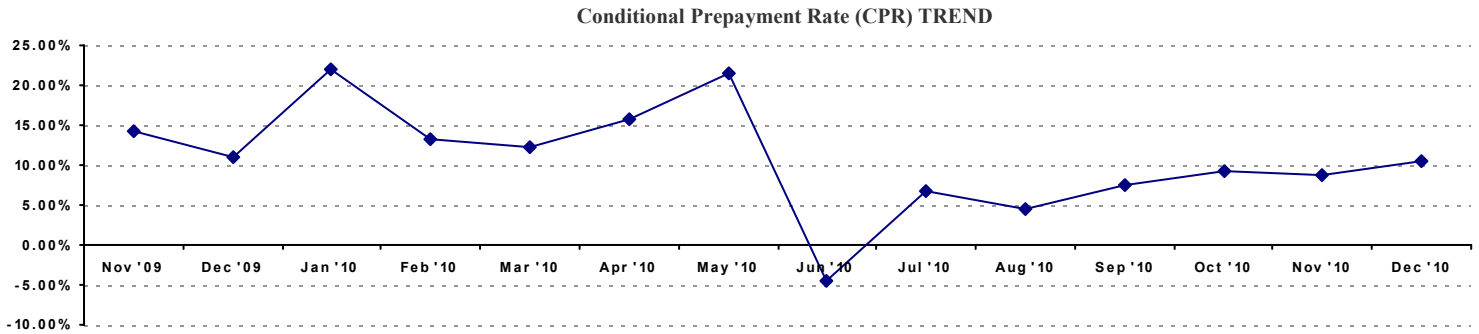


Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

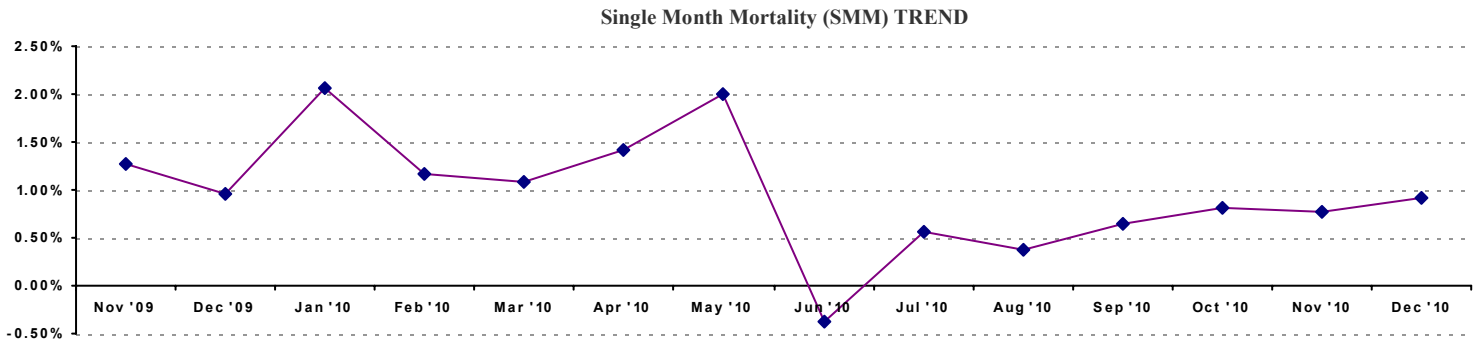
# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Prepayments - Rates

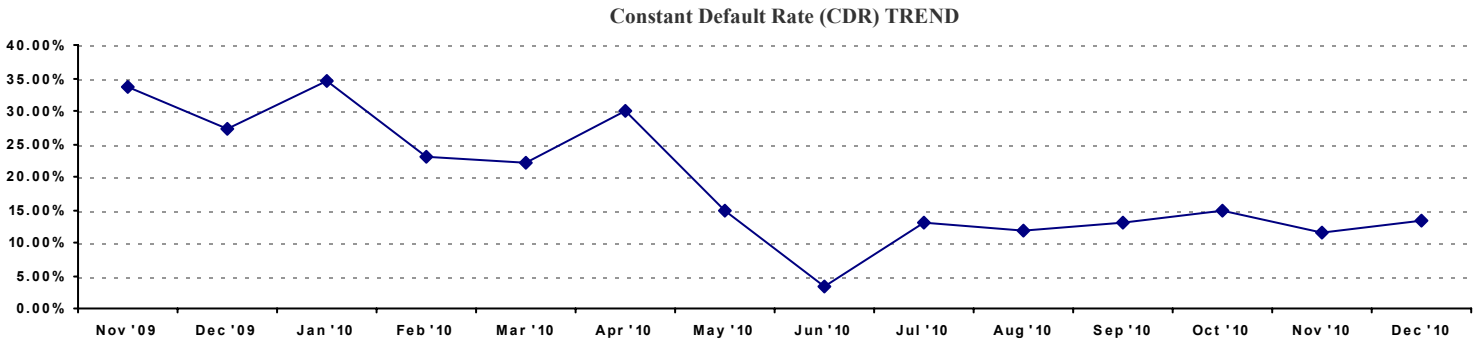
Conditional Prepayment Rate (CPR)	Value
Current Period	10.54111%
3-Month Average	9.55211%
6-Month Average	7.87163%
12-Month Average	10.62091%
Average Since Cut-off	13.62095%



Single Month Mortality (SMM)	Value
Current Period	0.92396%
3-Month Average	0.83339%
6-Month Average	0.68266%
12-Month Average	0.95436%
Average Since Cut-off	1.27388%



Constant Default Rate (CDR)	Value
Current Period	13.40842%
3-Month Average	13.25136%
6-Month Average	12.88207%
12-Month Average	17.12963%

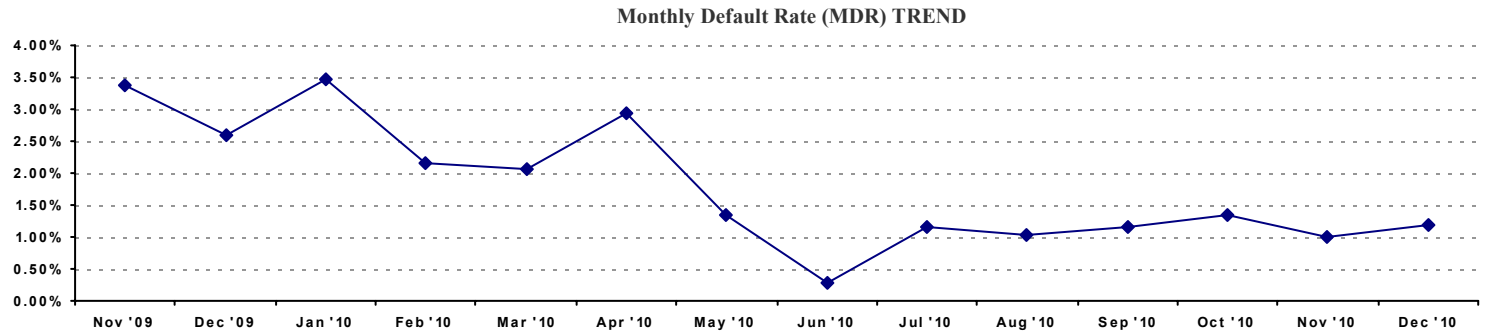


Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

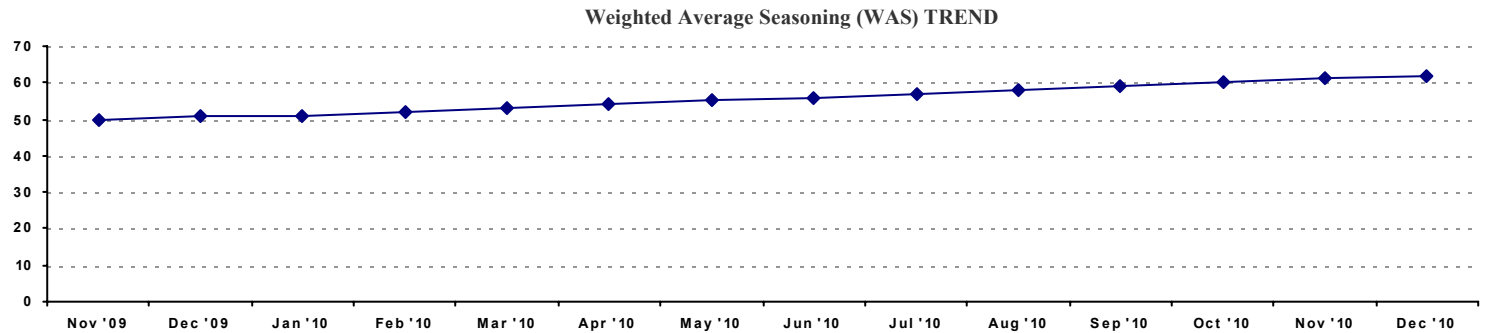
# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Prepayments - Rates

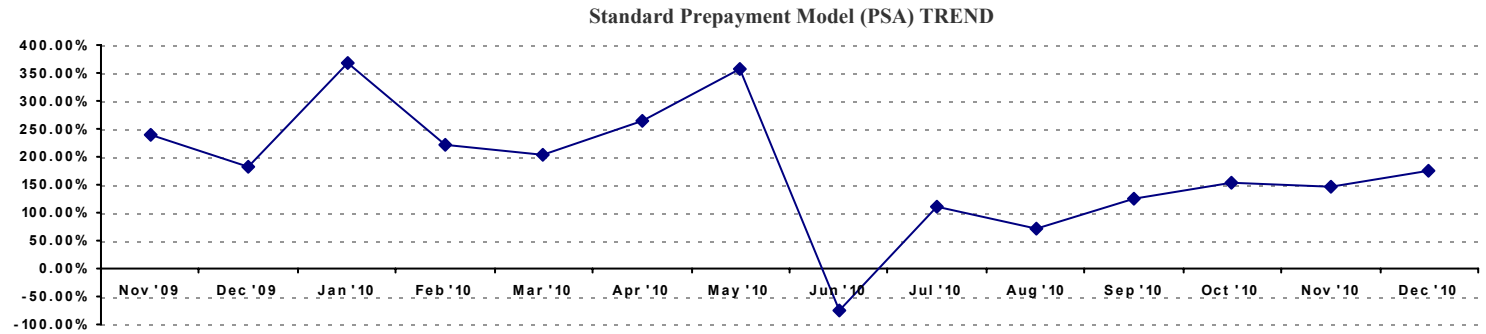
Monthly Default Rate (MDR)	Value
Current Period	1.19256%
3-Month Average	1.17864%
6-Month Average	1.14331%
12-Month Average	1.59441%



Weighted Average Seasoning (WAS)	Value
Current Period	62.00
3-Month Average	61.00
6-Month Average	59.50
12-Month Average	56.50



Standard Prepayment Model (PSA)	Value
Current Period	175.69%
3-Month Average	159.20%
6-Month Average	131.19%
12-Month Average	177.02%



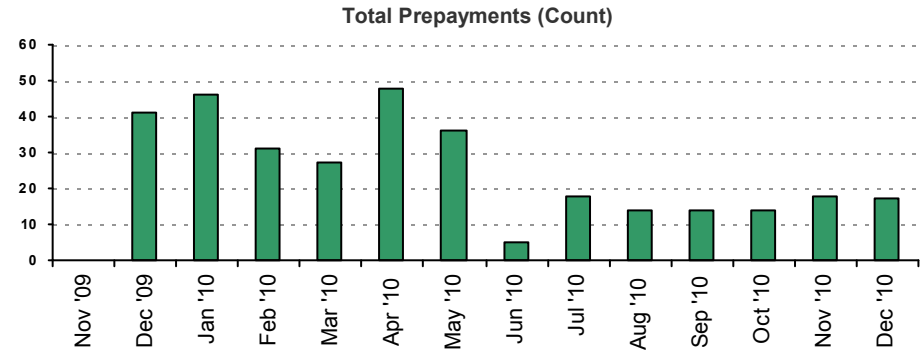
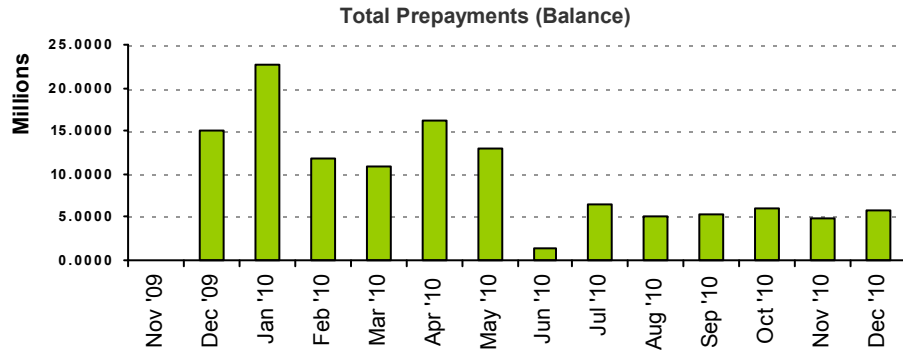
Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Prepayments and Liquidations - Summary

Group	Prepayment In Full		Liquidation		Add'l Liquidation		Repurchase		Others		Total Prepayments	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
1	13	3,511,372.05	0	0.00	0	0.00	0	0.00	0	0.00	13	3,511,372.05
2	4	2,168,640.55	0	0.00	0	0.00	0	0.00	0	0.00	4	2,168,640.55
<b>TOTAL</b>	<b>17</b>	<b>5,680,012.60</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0.00</b>	<b>17</b>	<b>5,680,012.60</b>

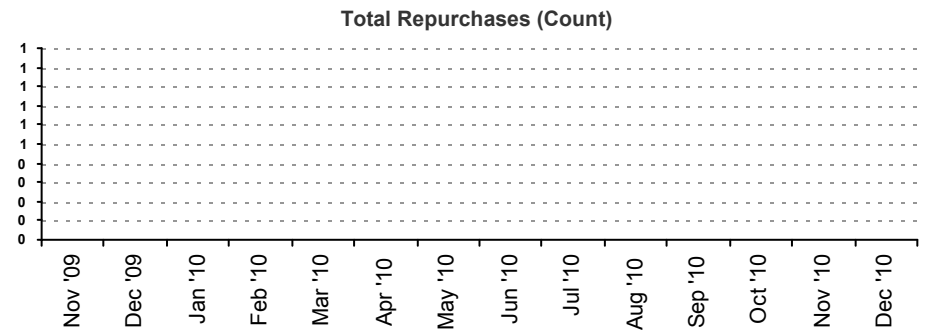
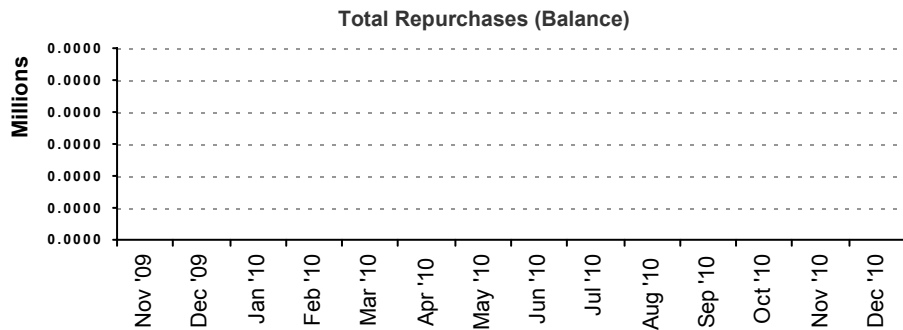
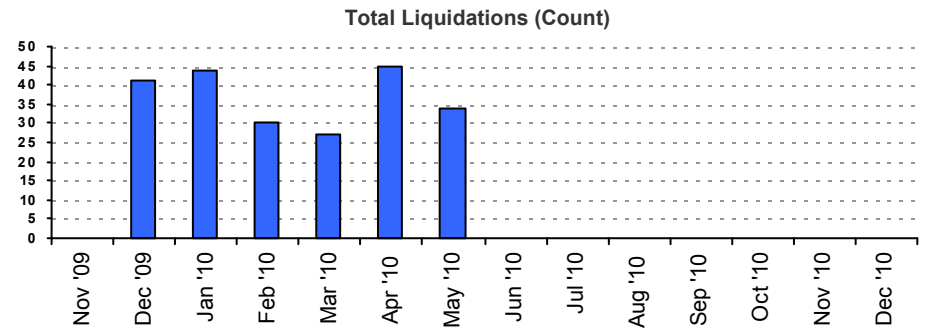
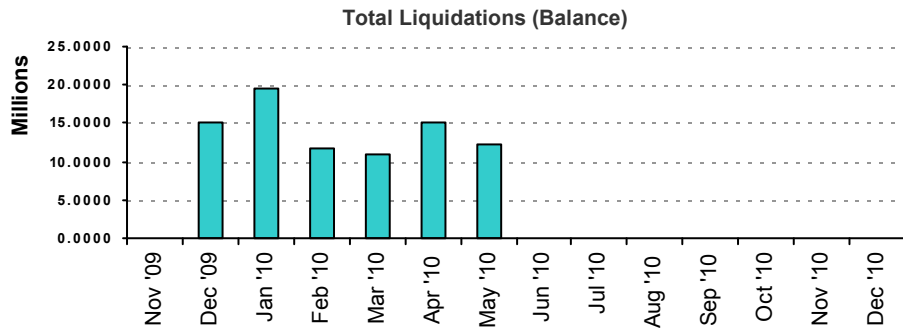
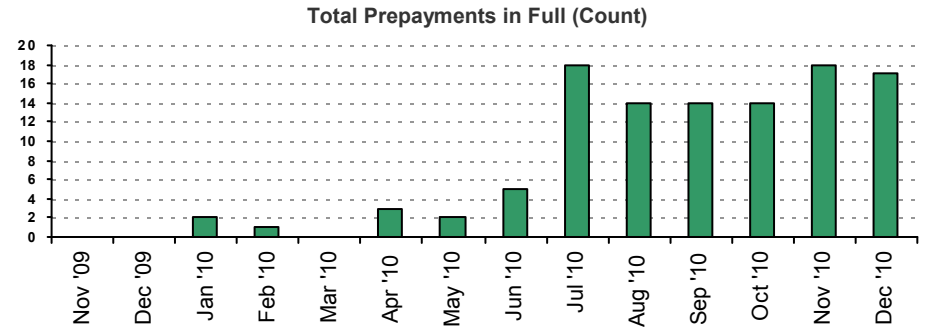
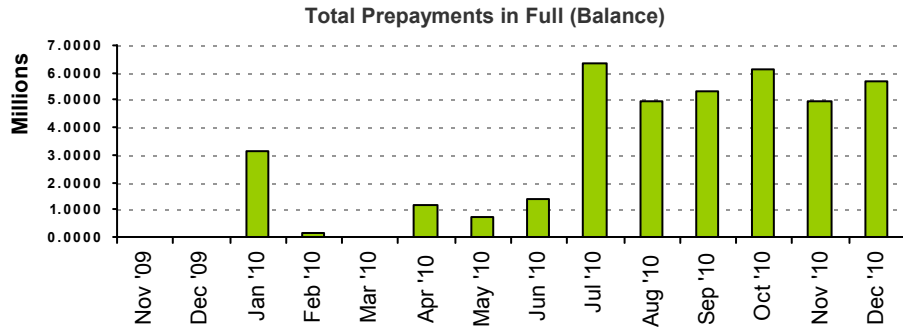
ADDITIONAL LIQUIDATIONS - Foreclosure Sale, Bankruptcy Sale, REO Disposal, Disposition



Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Prepayments and Liquidations - Summary



Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

## NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

### Prepayment and Liquidations - Details

Group	State	Loan Number	Original Loan Balance	Prepayment Amount	Prepayment Type	Paid Through Date	Current Note Rate
1	AZ	438812	200,800.00	211,968.88	Prepayment	12-01-2010	4.3750
1	AZ	5503610	196,650.00	196,396.72	Prepayment	12-01-2010	3.5000
1	CA	40446892	360,000.00	401,885.94	Prepayment	12-01-2010	3.7500
1	CA	443002	393,600.00	419,120.45	Prepayment	12-01-2010	3.2500
1	CA	5321741	180,000.00	191,394.89	Prepayment	12-01-2010	3.6250
1	CA	9514539	367,500.00	394,692.79	Prepayment	12-01-2010	3.8417
1	FL	4571376	123,500.00	128,997.30	Prepayment	12-01-2010	4.7500
1	FL	4723267	253,132.00	274,626.23	Prepayment	12-01-2010	4.8750
1	FL	5114922	299,250.00	325,820.10	Prepayment	12-01-2010	3.8750
1	FL	5546618	248,000.00	269,178.54	Prepayment	12-01-2010	3.6250
1	FL	5686974	144,000.00	155,230.43	Prepayment	12-01-2010	3.8750
1	MI	5546319	144,000.00	144,524.62	Prepayment	12-01-2010	3.6250
1	NV	3905050062	349,600.00	397,535.16	Prepayment	12-01-2010	3.6250
TOTAL Group 1		13	3,260,032.00	3,511,372.05			

Group	State	Loan Number	Original Loan Balance	Prepayment Amount	Prepayment Type	Paid Through Date	Current Note Rate
2	CA	438135	740,000.00	765,038.58	Prepayment	12-01-2010	3.7500
2	CA	5757995	419,150.00	443,951.28	Prepayment	12-01-2010	4.8750
2	CA	9514363	560,000.00	589,418.97	Prepayment	12-01-2010	3.0000
2	FL	5601396	342,000.00	370,231.72	Prepayment	12-01-2010	4.2500
TOTAL Group 2		4	2,061,150.00	2,168,640.55			

<b>TOTAL</b>		17	5,321,182.00	5,680,012.60			
--------------	--	----	--------------	--------------	--	--	--

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

**NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN  
 ASSET-BACKED NOTES  
 2006-MTA1**

**Delinquency Summary - Total**

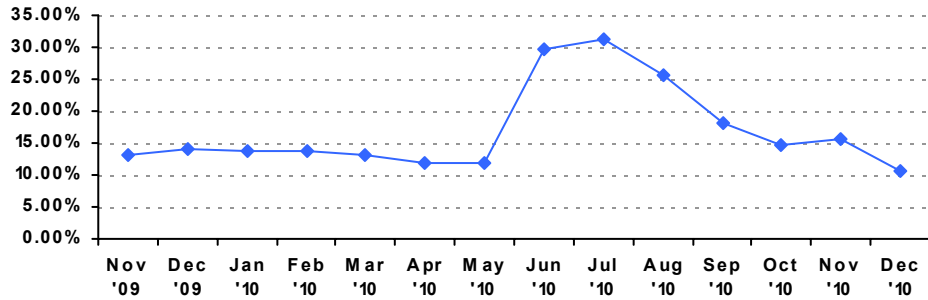
Distribution	General		Foreclosure		REO		Bankruptcy		Forebearance		TOTAL	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
<b>Current</b>	705	242,338,881.54	0	0.00	0	0.00	9	3,982,500.94	0	0.00	714	246,321,382.48
	59.09%	55.73%	0.00%	0.00%	0.00%	0.00%	0.75%	0.92%	0.00%	0.00%	59.85%	56.65%
<b>Payment 1</b>	32	12,659,900.89	0	0.00	0	0.00	3	1,149,294.52	0	0.00	35	13,809,195.41
	2.68%	2.91%	0.00%	0.00%	0.00%	0.00%	0.25%	0.26%	0.00%	0.00%	2.93%	3.18%
<b>Payment 2</b>	13	4,236,541.74	16	6,184,774.88	0	0.00	2	1,191,654.40	0	0.00	31	11,612,971.02
	1.09%	0.97%	1.34%	1.42%	0.00%	0.00%	0.17%	0.27%	0.00%	0.00%	2.60%	2.67%
<b>Payment 3+</b>	75	29,333,254.38	200	81,508,176.66	105	38,010,038.63	33	14,227,414.76	0	0.00	413	163,078,884.43
	6.29%	6.75%	16.76%	18.75%	8.80%	8.74%	2.77%	3.27%	0.00%	0.00%	34.62%	37.50%
<b>TOTAL</b>	825	288,568,578.55	216	87,692,951.54	105	38,010,038.63	47	20,550,864.62	0	0.00	1,193	434,822,433.34
	69.15%	66.36%	18.11%	20.17%	8.80%	8.74%	3.94%	4.73%	0.00%	0.00%	100.00%	100.00%

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

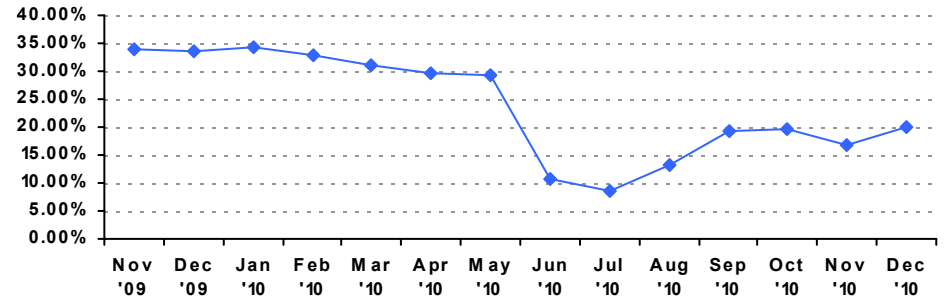
# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Delinquency Trends - Summary

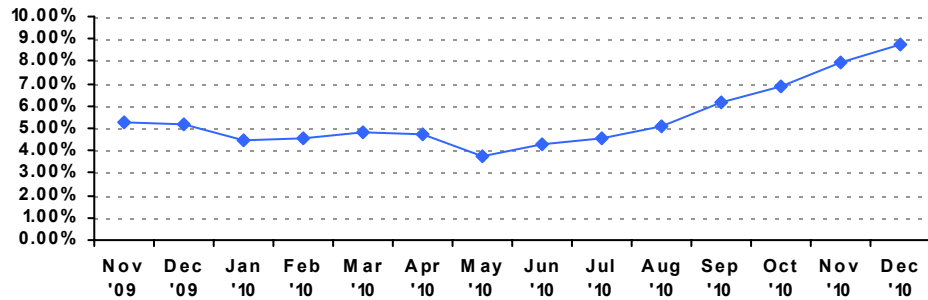
**Delinquent (% of Amount)**



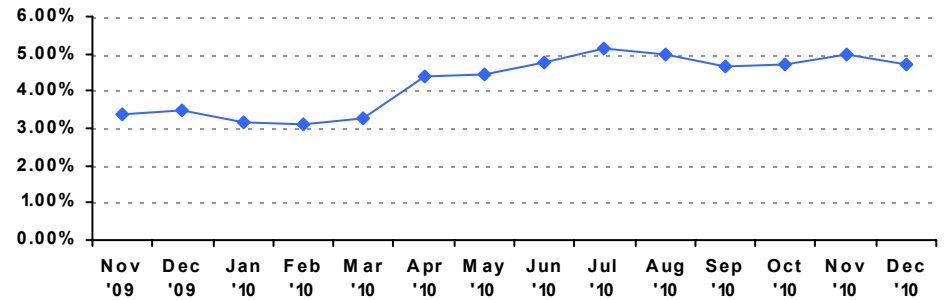
**Foreclosure (% of Amount)**



**REO (% of Amount)**



**Bankruptcy (% of Amount)**



Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

**NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN  
 ASSET-BACKED NOTES  
 2006-MTA1**

**Delinquency Summary - Group 1**

Distribution	General		Foreclosure		REO		Bankruptcy		Forebearance		TOTAL	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
<b>Current</b>	480	120,673,298.07	0	0.00	0	0.00	5	855,227.32	0	0.00	485	121,528,525.39
	60.99%	57.75%	0.00%	0.00%	0.00%	0.00%	0.64%	0.41%	0.00%	0.00%	61.63%	58.16%
<b>Payment 1</b>	20	5,054,162.95	0	0.00	0	0.00	0	0.00	0	0.00	20	5,054,162.95
	2.54%	2.42%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	2.54%	2.42%
<b>Payment 2</b>	9	2,711,753.90	9	2,455,385.15	0	0.00	1	547,470.94	0	0.00	19	5,714,609.99
	1.14%	1.30%	1.14%	1.18%	0.00%	0.00%	0.13%	0.26%	0.00%	0.00%	2.41%	2.73%
<b>Payment 3+</b>	44	12,740,557.31	130	38,220,528.67	73	21,173,027.31	16	4,535,224.86	0	0.00	263	76,669,338.15
	5.59%	6.10%	16.52%	18.29%	9.28%	10.13%	2.03%	2.17%	0.00%	0.00%	33.42%	36.69%
<b>TOTAL</b>	553	141,179,772.23	139	40,675,913.82	73	21,173,027.31	22	5,937,923.12	0	0.00	787	208,966,636.48
	70.27%	67.56%	17.66%	19.47%	9.28%	10.13%	2.80%	2.84%	0.00%	0.00%	100.00%	100.00%

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

**NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN  
 ASSET-BACKED NOTES  
 2006-MTA1**

**Delinquency Summary - Group 2**

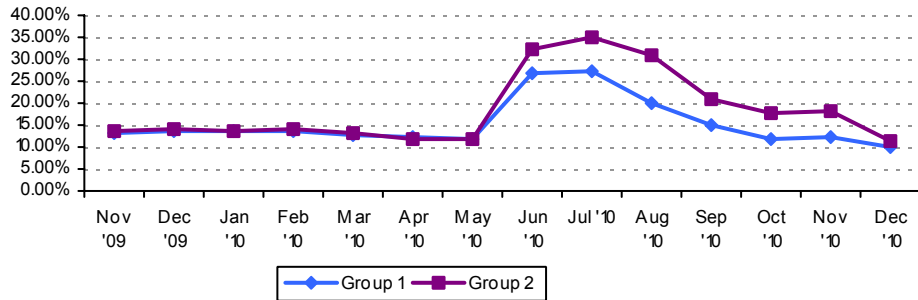
Distribution	General		Foreclosure		REO		Bankruptcy		Forebearance		TOTAL	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
<b>Current</b>	225	121,665,583.47	0	0.00	0	0.00	4	3,127,273.62	0	0.00	229	124,792,857.09
	55.42%	53.87%	0.00%	0.00%	0.00%	0.00%	0.99%	1.38%	0.00%	0.00%	56.40%	55.25%
<b>Payment 1</b>	12	7,605,737.94	0	0.00	0	0.00	3	1,149,294.52	0	0.00	15	8,755,032.46
	2.96%	3.37%	0.00%	0.00%	0.00%	0.00%	0.74%	0.51%	0.00%	0.00%	3.69%	3.88%
<b>Payment 2</b>	4	1,524,787.84	7	3,729,389.73	0	0.00	1	644,183.46	0	0.00	12	5,898,361.03
	0.99%	0.68%	1.72%	1.65%	0.00%	0.00%	0.25%	0.29%	0.00%	0.00%	2.96%	2.61%
<b>Payment 3+</b>	31	16,592,697.07	70	43,287,647.99	32	16,837,011.32	17	9,692,189.90	0	0.00	150	86,409,546.28
	7.64%	7.35%	17.24%	19.17%	7.88%	7.45%	4.19%	4.29%	0.00%	0.00%	36.95%	38.26%
<b>TOTAL</b>	272	147,388,806.32	77	47,017,037.72	32	16,837,011.32	25	14,612,941.50	0	0.00	406	225,855,796.86
	67.00%	65.26%	18.97%	20.82%	7.88%	7.45%	6.16%	6.47%	0.00%	0.00%	100.00%	100.00%

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

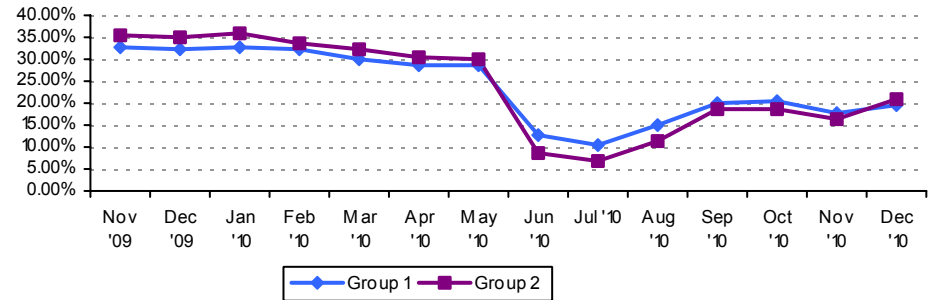
# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Delinquency Trends - By Groups

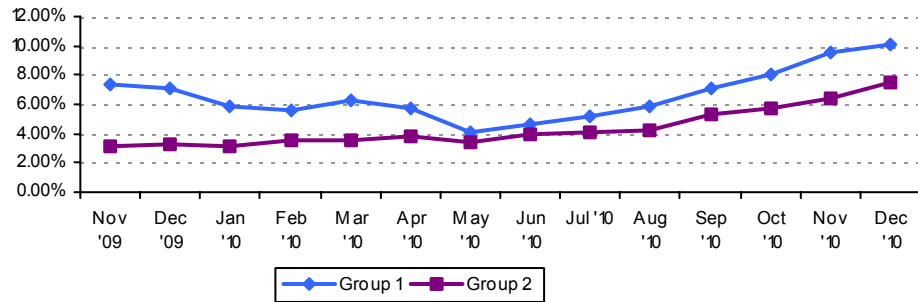
**Delinquent (% of Amount)**



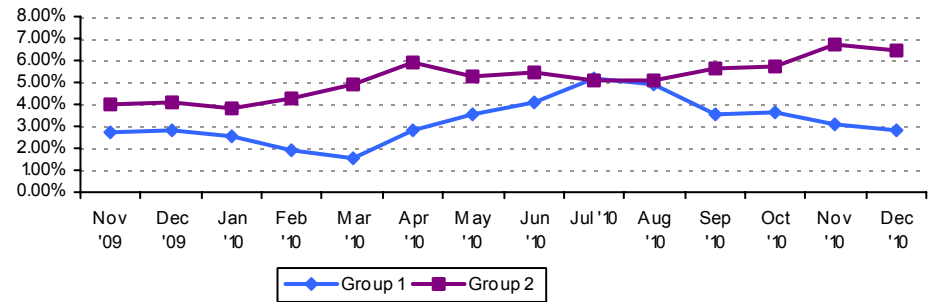
**Foreclosure (% of Amount)**



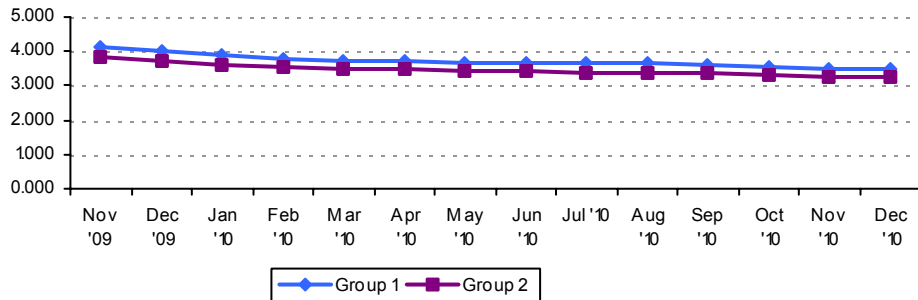
**REO (% of Amount)**



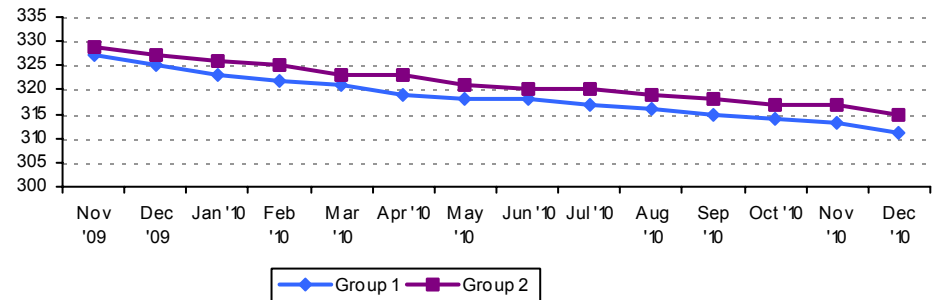
**Bankruptcy (% of Amount)**



**Weighted Average Coupon Rate**



**Weighted Average Remaining Term**



Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

**NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN  
 ASSET-BACKED NOTES  
 2006-MTA1**

**Delinquency Summary - ARM**

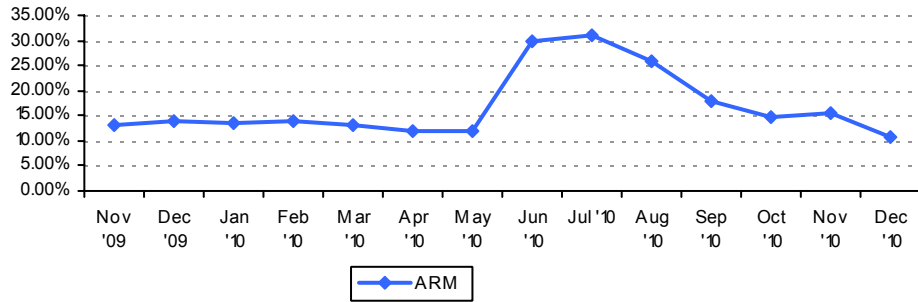
Distribution	General		Foreclosure		REO		Bankruptcy		Forebearance		TOTAL	
	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount	Count	Amount
<b>Current</b>	705	242,338,881.54	0	0.00	0	0.00	9	3,982,500.94	0	0.00	714	246,321,382.48
	59.09%	55.73%	0.00%	0.00%	0.00%	0.00%	0.75%	0.92%	0.00%	0.00%	59.85%	56.65%
<b>Payment 1</b>	32	12,659,900.89	0	0.00	0	0.00	3	1,149,294.52	0	0.00	35	13,809,195.41
	2.68%	2.91%	0.00%	0.00%	0.00%	0.00%	0.25%	0.26%	0.00%	0.00%	2.93%	3.18%
<b>Payment 2</b>	13	4,236,541.74	16	6,184,774.88	0	0.00	2	1,191,654.40	0	0.00	31	11,612,971.02
	1.09%	0.97%	1.34%	1.42%	0.00%	0.00%	0.17%	0.27%	0.00%	0.00%	2.60%	2.67%
<b>Payment 3+</b>	75	29,333,254.38	200	81,508,176.66	105	38,010,038.63	33	14,227,414.76	0	0.00	413	163,078,884.43
	6.29%	6.75%	16.76%	18.75%	8.80%	8.74%	2.77%	3.27%	0.00%	0.00%	34.62%	37.50%
<b>TOTAL</b>	825	288,568,578.55	216	87,692,951.54	105	38,010,038.63	47	20,550,864.62	0	0.00	1,193	434,822,433.34
	69.15%	66.36%	18.11%	20.17%	8.80%	8.74%	3.94%	4.73%	0.00%	0.00%	100.00%	100.00%

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

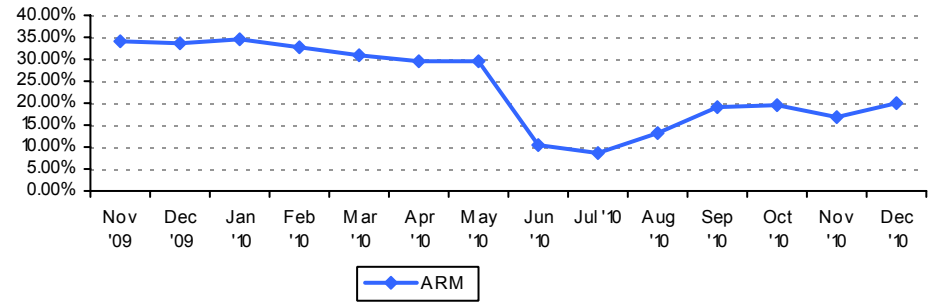
# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Delinquency Trends - By Loan Type

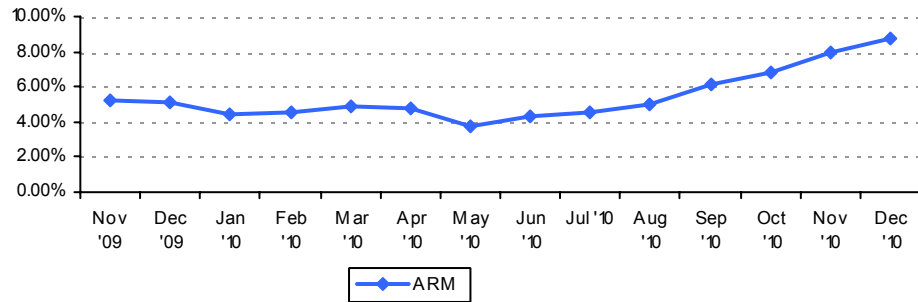
**Delinquent (% of Amount)**



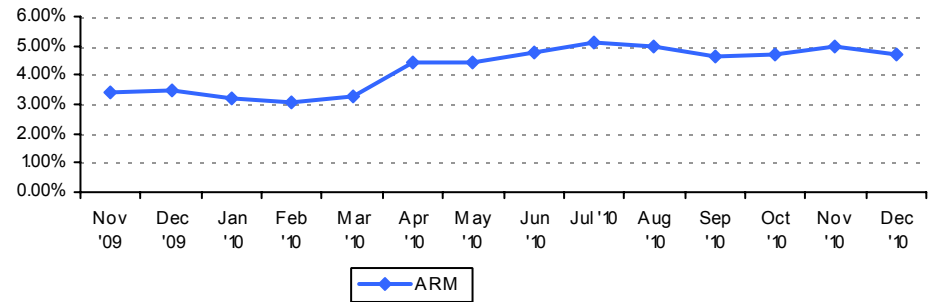
**Foreclosure (% of Amount)**



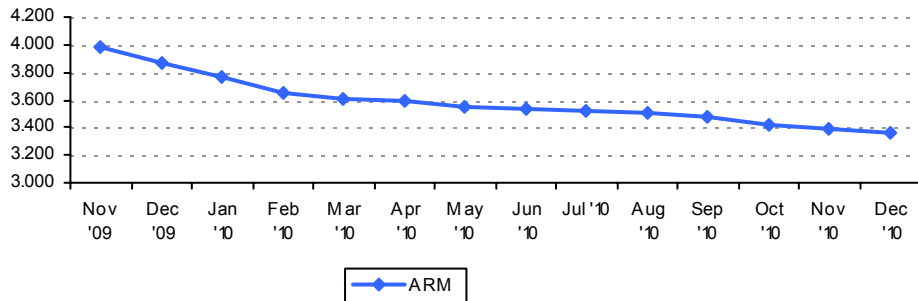
**REO (% of Amount)**



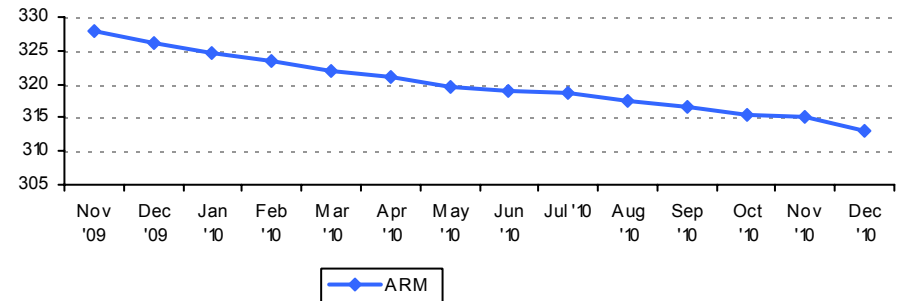
**Bankruptcy (% of Amount)**



**Weighted Average Coupon Rate**



**Weighted Average Remaining Term**



Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

## NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

### Losses - Details

Group	State	Loan Number	Beginning Balance	Scheduled Principal	Initial Loss	Severity	Subsequent Loss	Subsequent Recovery	Non-Recoverables	Net Liq. Proceeds
1	AZ	438812	211,968.88	0.00	168,929.55	79.70%			0.00	43,039.33
1	AZ	5503610	196,799.83	403.11	167,646.76	85.36%			0.00	28,749.96
1	CA	40446892	401,885.94	0.00	281,829.47	70.13%			0.00	120,056.47
1	CA	405076					32.09		0.00	0.00
1	CA	443002	419,120.45	0.00	362,770.62	86.56%			0.00	56,349.83
1	CA	450981						51.32	0.00	0.00
1	CA	451369					181.81		0.00	0.00
1	CA	5321741	191,394.89	0.00	166,977.77	87.24%			0.00	24,417.12
1	CA	6011173					31.46		0.00	0.00
1	FL	4571376	128,997.30	0.00	119,252.06	92.45%			0.00	9,745.24
1	FL	4723267	274,626.23	0.00	156,596.43	57.02%			0.00	118,029.80
1	FL	4920177					25.00		0.00	0.00
1	FL	5114922	325,820.10	0.00	280,650.76	86.14%			0.00	45,169.34
1	FL	5403388					900.00		0.00	0.00
1	FL	5546618	269,520.98	342.44	169,019.61	62.79%			0.00	100,158.93
1	FL	5614594						169.75	0.00	0.00
1	FL	5686974	155,230.43	0.00	155,230.43	100.00%			8,091.28	0.00
1	ID	5546317					40.00		0.00	0.00
1	MI	40450953					38.77		0.00	0.00
1	MI	5546319	144,831.83	307.21	137,056.71	94.83%			0.00	7,467.91
1	NV	359172047					17.35		0.00	0.00
1	NV	3905050062	397,535.16	0.00	256,295.26	64.47%			0.00	141,239.90
1	OH	5606113					300.00		0.00	0.00
1	OH	5702243					20.00		0.00	0.00
<b>TOTAL Group 1</b>		<b>24</b>	<b>3,117,732.02</b>	<b>1,052.76</b>	<b>2,422,255.43</b>		<b>1,586.48</b>	<b>221.07</b>	<b>8,091.28</b>	<b>694,423.83</b>

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

**NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN  
 ASSET-BACKED NOTES  
 2006-MTA1**

**Losses - Details**

Group	State	Loan Number	Beginning Balance	Scheduled Principal	Initial Loss	Severity	Subsequent Loss	Subsequent Recovery	Non-Recoverables	Net Liq, Proceeds
2	CA	438135	765,703.93	665.35	484,128.84	63.28%			0.00	280,909.74
2	CA	5757995	444,676.48	725.20	267,850.07	60.33%			0.00	176,101.21
2	CA	9438659					1,402.40		0.00	0.00
2	CA	9514363	590,721.95	1,302.98	153,219.98	26.00%			0.00	436,198.99
2	FL	5601396	370,231.72	0.00	328,090.36	88.62%			0.00	42,141.36
2	FL	5841370					333.84		0.00	0.00
<b>TOTAL Group 2</b>		<b>6</b>	<b>2,171,334.08</b>	<b>2,693.53</b>	<b>1,233,289.25</b>		<b>1,736.24</b>		<b>0.00</b>	<b>935,351.30</b>

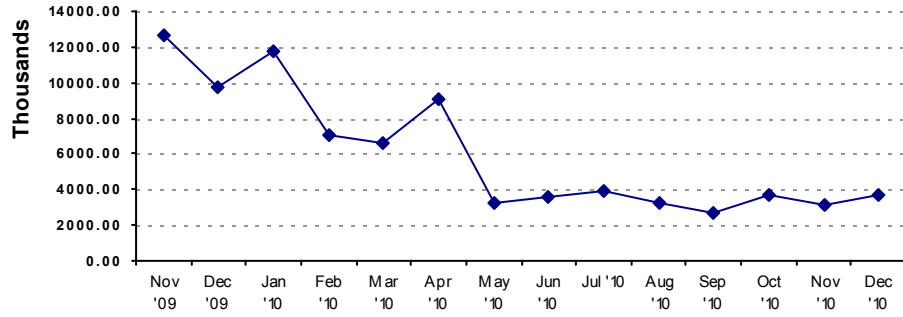
<b>TOTAL</b>	<b>30</b>	<b>5,289,066.10</b>	<b>3,746.29</b>	<b>3,655,544.68</b>		<b>3,322.72</b>	<b>221.07</b>	<b>8,091.28</b>	<b>1,629,775.13</b>
--------------	-----------	---------------------	-----------------	---------------------	--	-----------------	---------------	-----------------	---------------------

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

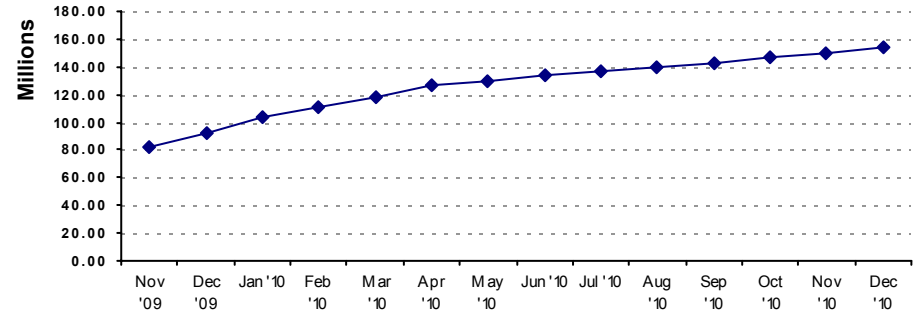
# NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

## Losses Trends

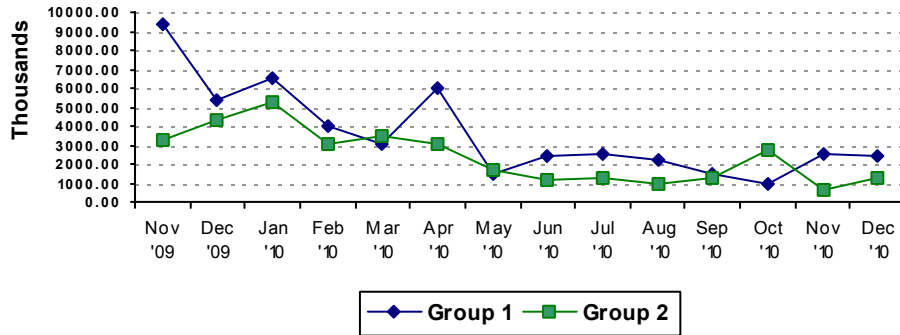
**Total Net Losses**



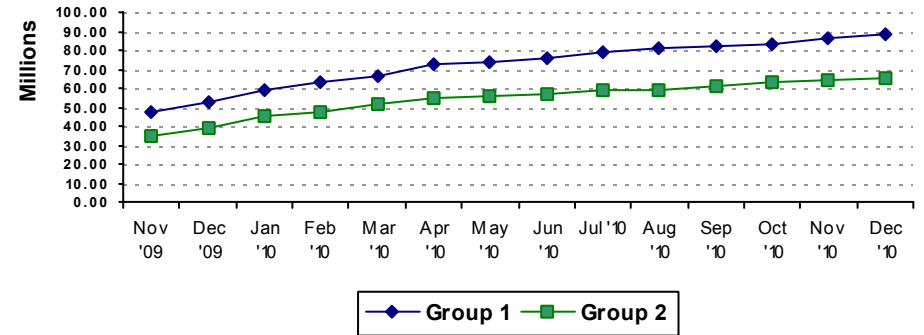
**Cumulative Net Losses**



**Total Net Losses - By Group**



**Cumulative Net Losses - By Group**



Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

**NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN  
 ASSET-BACKED NOTES  
 2006-MTA1**

**Distribution by Note Rate (Current)**

Range of Rates	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
Less than 5.5000	1,184	431,619,137.78	99.263%	313	3.34%
5.5000 to less than 5.7500	2	366,458.97	0.084%	300	5.63%
5.7500 to less than 6.0000	1	816,107.18	0.188%	417	5.75%
6.0000 to less than 6.2500	6	2,020,729.41	0.465%	349	6.02%
6.2500 to less than 6.5000	0	0.00	0.000%	0	0.00%
6.5000 to less than 6.7500	0	0.00	0.000%	0	0.00%
6.7500 to less than 7.0000	0	0.00	0.000%	0	0.00%
7.0000 to less than 7.2500	0	0.00	0.000%	0	0.00%
7.2500 to less than 7.5000	0	0.00	0.000%	0	0.00%
7.5000 to less than 7.7500	0	0.00	0.000%	0	0.00%
7.7500 to less than 8.0000	0	0.00	0.000%	0	0.00%
8.0000 to less than 8.2500	0	0.00	0.000%	0	0.00%
8.2500 to less than 8.5000	0	0.00	0.000%	0	0.00%
8.5000 to less than 8.7500	0	0.00	0.000%	0	0.00%
8.7500 to less than 9.0000	0	0.00	0.000%	0	0.00%
9.0000 to less than 9.2500	0	0.00	0.000%	0	0.00%
9.2500 to less than 9.5000	0	0.00	0.000%	0	0.00%
9.5000 to less than 9.7500	0	0.00	0.000%	0	0.00%
9.7500 to less than 10.0000	0	0.00	0.000%	0	0.00%
10.0000 to less than 10.2500	0	0.00	0.000%	0	0.00%
10.2500 to less than 10.5000	0	0.00	0.000%	0	0.00%
10.5000 to less than 10.7500	0	0.00	0.000%	0	0.00%
10.7500 to less than 11.0000	0	0.00	0.000%	0	0.00%
11.0000 to less than 11.2500	0	0.00	0.000%	0	0.00%
11.2500 to less than 11.5000	0	0.00	0.000%	0	0.00%
11.5000 to less than 11.7500	0	0.00	0.000%	0	0.00%
11.7500 to less than 12.0000	0	0.00	0.000%	0	0.00%
Greater than; equal to 12.0000	0	0.00	0.000%	0	0.00%
<b>TOTAL</b>	<b>1,193</b>	<b>434,822,433.34</b>			

**Distribution by Note Rate (Cut-off)**

Range of Rates	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
Less than 5.5000	23	5,583,900.00	0.526%	360	1.92%
5.5000 to less than 5.7500	0	0.00	0.000%	0	0.00%
5.7500 to less than 6.0000	8	6,043,392.62	0.569%	372	5.85%
6.0000 to less than 6.2500	32	14,076,004.91	1.326%	378	6.19%
6.2500 to less than 6.5000	115	48,228,504.09	4.545%	355	6.41%
6.5000 to less than 6.7500	319	135,200,533.20	12.740%	372	6.63%
6.7500 to less than 7.0000	597	255,725,935.71	24.097%	378	6.87%
7.0000 to less than 7.2500	538	198,856,131.10	18.738%	376	7.13%
7.2500 to less than 7.5000	545	201,264,003.02	18.965%	378	7.36%
7.5000 to less than 7.7500	256	87,156,259.26	8.213%	378	7.62%
7.7500 to less than 8.0000	196	59,794,812.70	5.635%	382	7.84%
8.0000 to less than 8.2500	79	22,935,892.08	2.161%	376	8.13%
8.2500 to less than 8.5000	63	16,678,325.10	1.572%	376	8.36%
8.5000 to less than 8.7500	17	4,873,271.45	0.459%	362	8.56%
8.7500 to less than 9.0000	12	3,920,904.80	0.369%	372	8.84%
9.0000 to less than 9.2500	4	885,544.88	0.083%	350	9.12%
9.2500 to less than 9.5000	0	0.00	0.000%	0	0.00%
9.5000 to less than 9.7500	0	0.00	0.000%	0	0.00%
9.7500 to less than 10.0000	0	0.00	0.000%	0	0.00%
10.0000 to less than 10.2500	0	0.00	0.000%	0	0.00%
10.2500 to less than 10.5000	0	0.00	0.000%	0	0.00%
10.5000 to less than 10.7500	0	0.00	0.000%	0	0.00%
10.7500 to less than 11.0000	0	0.00	0.000%	0	0.00%
11.0000 to less than 11.2500	0	0.00	0.000%	0	0.00%
11.2500 to less than 11.5000	0	0.00	0.000%	0	0.00%
11.5000 to less than 11.7500	0	0.00	0.000%	0	0.00%
11.7500 to less than 12.0000	0	0.00	0.000%	0	0.00%
Greater than; equal to 12.0000	0	0.00	0.000%	0	0.00%
<b>TOTAL</b>	<b>2,804</b>	<b>1,061,223,414.92</b>			

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

**NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN  
 ASSET-BACKED NOTES  
 2006-MTA1**

**Distribution by Ending Scheduled Balance (Current)**

Range of Balances	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
Less than 20,000.00	0	0.00	0.000%	0	0.00%
20,000.00 to less than 40,000.0	0	0.00	0.000%	0	0.00%
40,000.00 to less than 60,000.0	0	0.00	0.000%	0	0.00%
60,000.00 to less than 80,000.0	4	301,171.38	0.068%	297	2.51%
80,000.00 to less than 100,000.	8	733,360.49	0.165%	299	3.46%
100,000.00 to less than 120,00	29	3,178,600.29	0.717%	301	3.78%
120,000.00 to less than 140,00	31	4,046,660.21	0.913%	313	3.67%
140,000.00 to less than 160,00	35	5,255,169.90	1.186%	309	3.72%
160,000.00 to less than 180,00	73	12,409,454.47	2.800%	303	3.53%
180,000.00 to less than 200,00	55	10,482,896.10	2.365%	308	3.47%
200,000.00 to less than 220,00	69	14,537,650.77	3.280%	312	3.65%
220,000.00 to less than 240,00	64	14,765,401.15	3.332%	309	3.54%
240,000.00 to less than 260,00	62	15,462,391.22	3.489%	317	3.68%
260,000.00 to less than 280,00	66	17,830,850.95	4.023%	304	3.57%
280,000.00 to less than 300,00	54	15,626,545.14	3.526%	303	3.45%
300,000.00 to less than 320,00	45	13,939,394.30	3.145%	308	3.51%
320,000.00 to less than 340,00	53	17,554,947.05	3.961%	300	3.55%
340,000.00 to less than 360,00	54	18,808,944.23	4.244%	311	3.23%
360,000.00 to less than 380,00	53	19,609,412.09	4.425%	313	3.42%
380,000.00 to less than 400,00	38	14,794,604.12	3.338%	318	3.48%
400,000.00 to less than 420,00	43	17,595,088.27	3.970%	312	3.11%
420,000.00 to less than 440,00	37	15,872,556.98	3.581%	316	3.26%
440,000.00 to less than 460,00	28	12,579,237.62	2.838%	288	3.33%
460,000.00 to less than 480,00	29	13,640,538.10	3.078%	312	3.28%
480,000.00 to less than 500,00	20	9,786,916.77	2.208%	312	2.99%
500,000.00 to less than 520,00	25	12,733,081.05	2.873%	328	3.23%
520,000.00 to less than 540,00	30	15,893,548.28	3.586%	301	3.16%
Greater than; equal to 540,000.	188	137,384,012.41	30.999%	323	3.24%
<b>TOTAL</b>	<b>1,193</b>	<b>434,822,433.34</b>			

**Distribution by Ending Scheduled Balance (Cut-off)**

Range of Balances	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
Less than 20,000.00	0	0.00	0.000%	0	0.00%
20,000.00 to less than 40,000.0	0	0.00	0.000%	0	0.00%
40,000.00 to less than 60,000.0	1	59,929.23	0.000%	351	7.21%
60,000.00 to less than 80,000.0	4	273,679.74	0.000%	351	7.02%
80,000.00 to less than 100,000.	16	1,500,273.77	0.000%	353	7.27%
100,000.00 to less than 120,00	51	5,529,983.44	0.000%	357	7.52%
120,000.00 to less than 140,00	64	8,359,488.02	0.000%	363	7.36%
140,000.00 to less than 160,00	91	13,744,891.73	0.000%	358	7.28%
160,000.00 to less than 180,00	115	19,674,822.05	0.000%	360	7.24%
180,000.00 to less than 200,00	102	19,327,814.73	0.000%	360	7.32%
200,000.00 to less than 220,00	137	28,679,436.33	0.000%	368	7.21%
220,000.00 to less than 240,00	130	29,837,539.13	0.000%	374	7.10%
240,000.00 to less than 260,00	133	33,217,576.44	0.000%	371	7.23%
260,000.00 to less than 280,00	137	36,867,081.06	0.000%	367	7.11%
280,000.00 to less than 300,00	132	38,308,502.32	0.000%	370	7.11%
300,000.00 to less than 320,00	144	44,458,421.12	0.000%	371	7.06%
320,000.00 to less than 340,00	134	44,234,363.59	0.000%	378	7.25%
340,000.00 to less than 360,00	140	48,908,436.42	0.000%	377	7.19%
360,000.00 to less than 380,00	118	43,586,236.77	0.000%	376	7.23%
380,000.00 to less than 400,00	109	42,603,801.42	0.000%	373	7.07%
400,000.00 to less than 420,00	124	50,526,928.66	0.000%	372	7.12%
420,000.00 to less than 440,00	81	34,764,487.39	0.000%	363	7.15%
440,000.00 to less than 460,00	83	37,314,185.45	0.000%	372	7.07%
460,000.00 to less than 480,00	64	30,082,664.40	0.000%	379	7.12%
480,000.00 to less than 500,00	83	40,607,152.83	0.000%	378	7.04%
500,000.00 to less than 520,00	74	37,634,417.26	0.000%	389	7.17%
520,000.00 to less than 540,00	67	35,436,505.88	0.000%	371	7.04%
Greater than; equal to 540,000.	470	335,684,795.74	0.000%	383	7.00%
<b>TOTAL</b>	<b>2,804</b>	<b>1,061,223,414.92</b>			

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

## NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

### Distribution by Loan Type Characteristics (Current)

	Loan Type	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
1	ARM - First Mortgage	1,193	434,822,433.34	40.974%	313	3.36%
	<b>TOTAL</b>	<b>1,193</b>	<b>434,822,433.34</b>			

### Distribution by Property Type Characteristics (Current)

	Property Type	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
1	Single-Family	736	277,460,471.23	26.145%	313	3.30%
2	Plan Unit Development (PU)	260	90,252,665.75	8.505%	309	3.39%
3	High Rise Condo	126	38,671,174.95	3.644%	311	3.57%
4	Multi-Family ( including 3 or	69	28,148,340.26	2.652%	334	3.50%
5	Townhouse	2	289,781.15	0.027%	299	3.50%
	<b>TOTAL</b>	<b>1,193</b>	<b>434,822,433.34</b>			

### Distribution by Amortization Characteristics (Current)

	Loan Type	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
1	Fully Amortizing	1,193	434,822,433.34	40.974%	313	3.36%
	<b>TOTAL</b>	<b>1,193</b>	<b>434,822,433.34</b>			

### Distribution by Loan Type Characteristics (Cut-off)

	Loan Type	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
1	ARM - First Mortgage	2,804	1,061,223,414.92	100.000%	376	7.10%
	<b>TOTAL</b>	<b>2,804</b>	<b>1,061,223,414.92</b>			

### Distribution by Property Type Characteristics (Cut-off)

	Property Type	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
1	Single-Family	1,831	706,617,627.53	66.585%	374	7.07%
2	Plan Unit Development (PU)	515	193,536,454.43	18.237%	376	7.09%
3	High Rise Condo	285	87,611,661.31	8.256%	372	7.15%
4	Multi-Family ( including 3 or	169	72,860,025.06	6.866%	394	7.37%
5	Townhouse	4	597,646.59	0.056%	354	6.90%
	<b>TOTAL</b>	<b>2,804</b>	<b>1,061,223,414.92</b>			

### Distribution by Amortization Characteristics (Cut-off)

	Loan Type	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
1	Fully Amortizing	2,804	1,061,223,414.92	100.000%	376	7.10%
	<b>TOTAL</b>	<b>2,804</b>	<b>1,061,223,414.92</b>			

Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

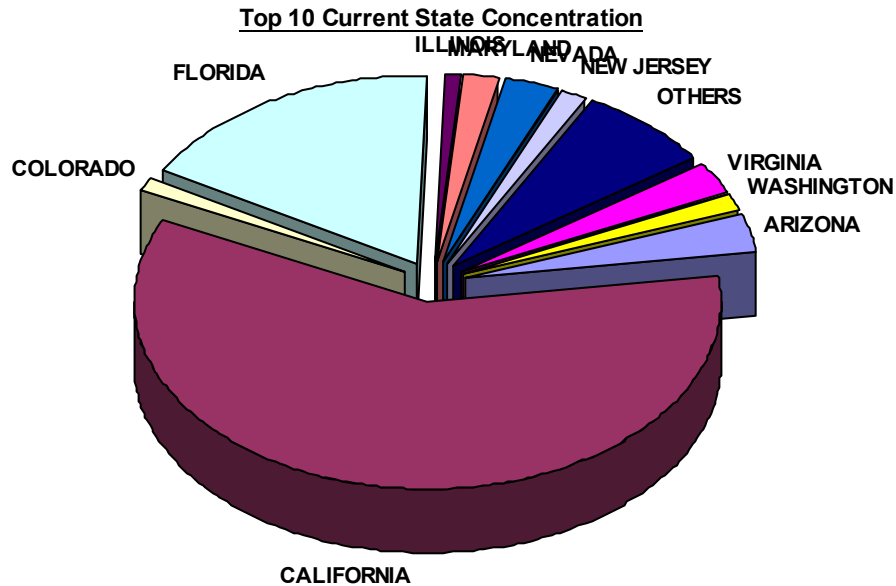
## NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN ASSET-BACKED NOTES 2006-MTA1

### Top 10 State Concentration (Current)

	States	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
1	CALIFORNIA	568	258,652,120.16	59.485%	321	3.21%
2	FLORIDA	282	75,383,748.89	17.337%	303	3.82%
3	ARIZONA	53	14,461,174.93	3.326%	303	3.24%
4	NEVADA	45	13,060,901.11	3.004%	306	3.27%
5	VIRGINIA	32	12,063,777.83	2.774%	286	3.28%
6	MARYLAND	24	8,337,638.80	1.917%	302	3.37%
7	NEW JERSEY	16	6,023,501.07	1.385%	303	3.63%
8	WASHINGTON	19	5,901,743.89	1.357%	316	3.20%
9	COLORADO	16	4,127,983.74	0.949%	341	3.72%
10	ILLINOIS	12	4,046,588.13	0.931%	299	2.92%
	OTHERS	126	32,763,254.79	7.535%	302	3.53%
	<b>TOTAL</b>	<b>1,193</b>	<b>434,822,433.34</b>			

### Top 10 State Concentration (Cut-off)

	States	Loan Count	Ending Scheduled Balance	Percent of Pool	WAM	WAC
1	CALIFORNIA	1,769	779,139,619.92	73.419%	381	7.06%
2	FLORIDA	316	74,571,506.82	7.027%	354	7.42%
3	ARIZONA	112	31,869,851.55	3.003%	361	7.06%
4	NEVADA	103	31,392,812.75	2.958%	372	7.22%
5	VIRGINIA	78	27,269,529.41	2.570%	353	7.21%
6	MARYLAND	47	15,413,816.27	1.452%	354	6.78%
7	WASHINGTON	48	14,332,027.23	1.351%	386	7.22%
8	COLORADO	43	12,594,163.12	1.187%	399	7.24%
9	NEW YORK	19	8,878,726.16	0.837%	353	6.87%
10	ILLINOIS	21	6,031,868.99	0.568%	353	6.82%
	OTHERS	248	59,729,492.70	5.628%	355	7.26%
	<b>TOTAL</b>	<b>2,804</b>	<b>1,061,223,414.92</b>			



Deal Code: NOVA06MTA1  
 Distribution Date: 12/25/2010  
 Pay Date: 12/27/2010

**NOVASTAR MORTGAGE FUNDING TRUST HOME EQUITY LOAN  
 ASSET-BACKED NOTES  
 2006-MTA1**

**Modifications, Extensions, Waivers**

Group	State	Loan Number	Modification Date	Modification Type	Current Loan Balance	Current Note Rate	Remaining Term	Modification Comments
1	PA	40440363	11/1/2010	Other	344,241.70	4.00000	300	MD
1	CA	40445085	12/1/2010	Other	224,979.30	2.00000	299	MD
1	CA	421651	1/1/2011	Other	208,702.80	2.00000	418	MD
1	AZ	448951	12/1/2010	Other	162,551.94	2.00000	299	MD
1	VA	4552516	12/1/2010	Other	361,090.88	2.62500	294	MD
1	CA	5403589	12/1/2010	Other	337,849.68	2.00000	302	MD
1	WI	5546397	12/1/2010	Other	222,216.42	2.75000	296	MD
1	CO	5546612	12/1/2010	Other	97,367.24	2.50000	296	MD
1	NJ	5574439	12/1/2010	Other	315,954.34	4.37500	304	MD
1	CA	5598987	12/1/2010	Other	239,780.17	4.32000	306	MD
1	CA	5850823	12/1/2010	Other	187,152.06	4.00000	308	MD
1	CA	7506138	12/1/2010	Other	263,505.33	4.37000	296	MD
2	CA	05-27312	11/1/2010	Other	374,604.12	2.00000	299	MD
2	CA	16013654	12/1/2010	Other	364,180.16	3.12500	295	MD
2	CA	333061	12/1/2010	Other	1,082,281.62	2.87000	299	MD
2	CA	40440161	12/1/2010	Other	450,700.81	3.32000	300	MD
2	CA	40443165	12/1/2010	Other	473,684.47	2.87500	300	MD
2	CA	40444439	12/1/2010	Other	474,879.89	3.87000	300	MD
2	CA	40448236	10/1/2010	Other	467,754.08	2.00000	299	MD
2	CA	40455585	12/1/2010	Other	343,740.46	3.82000	300	MD
2	CA	40464952	12/1/2010	Other	488,906.17	2.00000	300	MD
2	CA	431213	11/1/2010	Other	490,540.45	2.00000	417	MD
2	CA	444620	12/1/2010	Other	341,354.26	4.32000	418	MD
2	CA	450635	12/1/2010	Other	673,977.43	2.00000	299	MD
2	CA	4885237	11/1/2010	Other	423,066.73	2.94000	297	MD
2	FL	5323582	12/1/2010	Other	366,795.25	2.37500	302	MD
2	CA	5546421	10/1/2010	Other	390,173.33	2.00000	296	MD
2	CA	5687974	1/1/2011	Other	343,583.99	3.75000	307	MD
2	CA	9341294	12/1/2010	Other	555,196.25	3.50000	300	MD