

NovaStar Mortgage Funding Trust
NovaStar Home Equity Loan Asset-Backed Certificates
Series 2002-2
Statement To Bondholder

DISTRIBUTIONS IN DOLLARS								
CLASS	ORIGINAL FACE VALUE	PRIOR PRINCIPAL BALANCE	INTEREST	PRINCIPAL	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	CURRENT PRINCIPAL BALANCE
A-1	200,000,000.00	186,132,957.52	232,536.94	3,547,268.36	3,779,805.30	0.00	0.00	182,585,689.16
A-2	80,550,000.00	74,898,459.98	94,736.15	1,615,609.16	1,710,345.31	0.00	0.00	73,282,850.82
M-1	8,525,000.00	8,525,000.00	13,833.00	0.00	13,833.00	0.00	0.00	8,525,000.00
M-2	6,975,000.00	6,975,000.00	14,572.91	0.00	14,572.91	0.00	0.00	6,975,000.00
M-3	5,425,000.00	5,425,000.00	13,233.23	0.00	13,233.23	0.00	0.00	5,425,000.00
B	3,100,000.00	3,100,000.00	14,071.85	0.00	14,071.85	0.00	0.00	3,100,000.00
AIO	310,000,000.00	290,406,973.29	970,097.39	0.00	970,097.39	0.00	0.00	290,406,973.29
O	5,425,000.00	5,350,455.79	0.00	0.00	0.00	0.00	0.00	5,350,455.79
P	100.00	100.00	100,162.54	0.00	100,162.54	0.00	0.00	100.00
R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	310,000,100.00	290,406,973.29	1,453,244.01	5,162,877.52	6,616,121.53	0.00	0.00	285,244,095.77

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FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							PASS-THROUGH RATES	
CLASS	CUSIP	PRIOR PRINCIPAL BALANCE	INTEREST	PRINCIPAL	TOTAL	CURRENT PRINCIPAL BALANCE	CURRENT	NEXT
A-1	66987XBM6	930.664788	1.162685	17.736342	18.899027	912.928446	1.606250%	1.575000%
A-2	66987XBN4	929.838113	1.176116	20.057221	21.233337	909.780892	1.626250%	1.595000%
M-1	66987XBP9	1,000.000000	1.622639	0.000000	1.622639	1,000.000000	2.086250%	2.055000%
M-2	66987XBQ7	1,000.000000	2.089306	0.000000	2.089306	1,000.000000	2.686250%	2.655000%
M-3	66987XBR5	1,000.000000	2.439305	0.000000	2.439305	1,000.000000	3.136250%	3.105000%
B	66987WAM9	1,000.000000	4.539306	0.000000	4.539306	1,000.000000	5.836250%	5.805000%
AIO	66987XBS3	936.796688	3.129346	0.000000	3.129346	936.796688	4.294897%	-
P	66987XBT1	1,000.000000	#####	0.000000	#####	1,000.000000	-	-

Seller: Servicer: Record Date: Distribution Date:	NovaStar Financial, Inc. NovaStar Mortgage Corporation February 28, 2003 March 25, 2003	(Revised 10/17/02)
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Distribution Date: March 25, 2003

Aggregate Collections From the Mortgage Loans

Available Funds	7,039,752.35
Total Servicer Advances	0.00
Total Compensating Interest	0.00

Aggregate Beginning Principal Balance of Mortgage Loans	290,406,973.29
Aggregate Ending Principal Balance of Mortgage Loans	285,244,095.77
Credit Enhancement Percentage	10.29836%
Cumulative Realized Losses	74,544.21
Current Realized Losses	0.00
Difference between Swap Notional Amount and Certificates	79,893,539.98
Loan Count	2,142
Prepayment Interest Shortfalls	0.00
Principal Prepayments	4,960,996.04
Subsequent Mortgage Loans added (Number/Balance)	0 0.00
Swap Notional Amount	200,000,000.00
Weighted Average Mortgage Rate	8.86711%

Available Funds Cap Carryforward Amount A-1	0.00
Available Funds Cap Carryforward Amount A-2	0.00
Available Funds Cap Carryforward Amount M-1	0.00
Available Funds Cap Carryforward Amount M-2	0.00
Available Funds Cap Carryforward Amount M-3	0.00
Available Funds Cap Carryforward Amount B	0.00

Supplemental Interest Payment to Class A-1	0.00
Supplemental Interest Payment to Class A-2	0.00
Supplemental Interest Payment to Class M-1	0.00
Supplemental Interest Payment to Class M-2	0.00
Supplemental Interest Payment to Class M-3	0.00
Supplemental Interest Payment to Class B	0.00

Unpaid Interest Shortfall Amount to Class A-1	0.00
Unpaid Interest Shortfall Amount to Class A-2	0.00
Unpaid Interest Shortfall Amount to Class M-1	0.00
Unpaid Interest Shortfall Amount to Class M-2	0.00
Unpaid Interest Shortfall Amount to Class M-3	0.00
Unpaid Interest Shortfall Amount to Class B	0.00
Unpaid Interest Shortfall Amount to Class AIO	0.00

Swap Payment to Credit Suisse First Boston1	145,614.58
Swap Payment to Credit Suisse First Boston2	60,163.19
Swap Payment to Credit Suisse First Boston3	41,048.61
Swap Payment to Credit Suisse First Boston4	53,392.36
Swap Payment to Morgan Stanley1	67,513.19
Swap Payment to Morgan Stanley2	54,204.86

DELINQUENCY INFORMATION	30-59 DAYS	60-89 DAYS	90 + DAYS	FORECLOSURE	REO PROPERTY
DELINQUENT BALANCE	1,036,778.19	783,283.88	947,627.18	3,740,267.82	792,641.79
NUMBER OF LOANS	10	4	7	24	5