

**NovaStar CAPS Trust
NovaStar CAPS Notes
Series 2002-C1**

Statement to Note Holder

DISTRIBUTIONS IN DOLLARS									
CLASS	ORIGINAL FACE VALUE	PRIOR PRINCIPAL BALANCE	INTEREST	PRINCIPAL	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	CURRENT PRINCIPAL BALANCE	
Notes	68,000,000.00	42,161,765.72	251,213.85	4,781,824.34	5,033,038.19	0.00	0.00	37,379,941.38	
TOTALS	68,000,000.00	42,161,765.72	251,213.85	4,781,824.34	5,033,038.19	0.00	0.00	37,379,941.38	
<u>Underlying Certificates</u>									
AIO Certificate (2001-1) Beginning Balance								230,904,092.95	
AIO Certificate (2001-1) Ending Balance								216,775,354.58	
AIO Certificate (2001-2) Beginning Balance								0.00	
AIO Certificate (2001-2) Ending Balance								0.00	
P Certificate (2001-1) Beginning Balance								0.00	
P Certificate (2001-1) Ending Balance								0.00	
P Certificate (2001-2) Beginning Balance								100.00	
P Certificate (2001-2) Ending Balance								100.00	
<u>Collections</u>									
AIO Certificate (2001-1) Available Interest								1,347,822.60	
AIO Certificate (2001-2) Available Interest								2,941,712.44	
AIO Certificate (2001-1) Available Principal								0.00	
AIO Certificate (2001-2) Available Principal								0.00	
P Certificate (2001-1) Available Interest								119,838.49	
P Certificate (2001-2) Available Interest								623,664.66	
P Certificate (2001-1) Available Principal								0.00	
P Certificate (2001-2) Available Principal								0.00	
Trustee Fee								0.00	
Available Funds								5,033,038.19	
<u>Additional Information</u>									
Unpaid Interest Shortfall								0.00	
Pay taxes, assessments and governmental charges levied upon the Issuer								0.00	
Distribution To Owner Trust Certificate Holders								0.00	
FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							PASS-THROUGH RATES		
CLASS	CUSIP	PRIOR PRINCIPAL BALANCE	INTEREST	PRINCIPAL	TOTAL	CURRENT PRINCIPAL BALANCE	CURRENT		
Notes	66988DAB4	1,612.835678	3.694321	70.320946	74.015268	549.705020	7.150000%		
Seller:	NovaStar Financial, Inc.								
Servicer:	NovaStar Mortgage Corporation								
Record Date:	March 31, 2003								
Distribution Date:	April 28, 2003								