

NovaStar Mortgage Funding Trust Series 2003-4

Statement to Certificateholders

July 26, 2004

DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
A1	1,074,859,000.00	993,130,930.08	31,769,558.13	1,428,177.45	33,197,735.58	0.00	0.00	961,361,371.95
A2A	52,000,000.00	40,928,235.03	3,129,002.42	53,570.51	3,182,572.93	0.00	0.00	37,799,232.61
A2B	25,101,000.00	25,101,000.00	0.00	39,987.29	39,987.29	0.00	0.00	25,101,000.00
A2C	77,102,000.00	66,030,091.43	3,129,043.00	94,954.94	3,223,997.94	0.00	0.00	62,901,048.43
A3	64,688,000.00	57,989,227.81	2,242,513.17	89,383.95	2,331,897.12	0.00	0.00	55,746,714.64
M1	75,000,000.00	75,000,000.00	0.00	129,812.50	129,812.50	0.00	0.00	75,000,000.00
M2	60,000,000.00	60,000,000.00	0.00	151,125.00	151,125.00	0.00	0.00	60,000,000.00
M3	15,000,000.00	15,000,000.00	0.00	40,687.50	40,687.50	0.00	0.00	15,000,000.00
B1	15,000,000.00	15,000,000.00	0.00	49,083.33	49,083.33	0.00	0.00	15,000,000.00
B2	15,000,000.00	15,000,000.00	0.00	58,770.83	58,770.83	0.00	0.00	15,000,000.00
B3	8,250,000.00	8,250,000.00	0.00	35,876.04	35,876.04	0.00	0.00	8,250,000.00
P	100.00	100.00	0.00	621,748.00	621,748.00	0.00	0.00	100.00
O	17,999,900.00	18,000,000.00	0.00	0.00	0.00	0.00	0.00	18,000,000.00
R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	1,500,000,000.00	1,389,429,584.35	40,270,116.72	2,793,177.34	43,063,294.06	0.00	0.00	1,349,159,467.63
X	1,500,000,000.00	1,389,429,584.34	0.00	4,780,967.37	4,780,967.37	0.00	0.00	1,349,159,467.63

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FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
A1	66987XDE2	923.96391534	29.55695410	1.32871144	30.88566554	894.40696124
A2A	66987XDF9	787.08144288	60.17312346	1.03020212	61.20332558	726.90831942
A2B	66987XDG7	1,000.00000000	0.00000000	1.59305566	1.59305566	1,000.00000000
A2C	66987XDH5	856.39920404	40.58316256	1.23154964	41.81471220	815.81604148
A3	66987XDJ1	896.44490184	34.66660231	1.38177019	36.04837250	861.77829953
M1	66987XDK8	1,000.00000000	0.00000000	1.73083333	1.73083333	1,000.00000000
M2	66987XDL6	1,000.00000000	0.00000000	2.51875000	2.51875000	1,000.00000000
M3	66987XDM4	1,000.00000000	0.00000000	2.71250000	2.71250000	1,000.00000000
B1	66987XDN2	1,000.00000000	0.00000000	3.27222200	3.27222200	1,000.00000000
B2	66987XDP7	1,000.00000000	0.00000000	3.91805533	3.91805533	1,000.00000000
B3	66987XDU6	1,000.00000000	0.00000000	4.34861091	4.34861091	1,000.00000000
P	66987XDQ5	1,000.00000000	0.00000000	6,217,480.00000000	6,217,480.00000000	1,000.00000000
O	66987XDT9	1,000.00555559	0.00000000	0.00000000	0.00000000	1,000.00555559
TOTALS		926.28638957	26.84674448	1.86211823	28.70886271	899.43964509
X	66987XDS1	926.28638956	0.00000000	3.18731158	3.18731158	899.43964509

PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
A1	1.670000 %
A2A	1.520000 %
A2B	1.850000 %
A2C	1.670000 %
A3	1.790000 %
M1	2.010000 %
M2	2.925000 %
M3	3.150000 %
B1	3.800000 %
B2	4.550000 %
B3	5.050000 %
P	.000000 %
O	.000000 %
X	3.995950 %

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

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	REMIC Available Funds - Group I	38,548,698.04
	REMIC Available Funds - Group II	7,212,170.70
	REMIC Available Funds - Group III	2,756,082.57
Sec. 4.03	Principal	
	Group I Scheduled Principal	1,118,220.86
	Group I Prepayments in Full	30,143,041.55
	Group I Curtailments	305,596.71
	Group I Net Liquidation Proceeds	181,517.23
	Group I Realized Losses	26,849.37
	Group II Scheduled Principal	144,849.29
	Group II Prepayments in Full	6,093,967.74
	Group II Curtailments	15,055.95
	Group II Net Liquidation Proceeds	0.00
	Group II Realized Losses	0.00
	Group III Scheduled Principal	63,108.52
	Group III Prepayments in Full	2,169,832.67
	Group III Curtailments	8,076.83
	Group III Net Liquidation Proceeds	0.00
	Group III Realized Losses	0.00

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Total Scheduled Principal	1,326,178.67
Total Prepayments in Full	38,406,841.96
Total Curtailments	328,729.49
Total Net Liquidation Proceeds	181,517.23
Total Realized Losses	26,849.37

Sec. 4.03(a)(i)

Distributions of Principal

Class A-1	31,769,558.13
Class A-2A	3,129,002.42
Class A-2B	0.00
Class A-2C	3,129,043.00
Class A-3	2,242,513.17
Class M-1	0.00
Class M-2	0.00
Class M-3	0.00
Class B-1	0.00
Class B-2	0.00
Class B-3	0.00
Class P	0.00

Sec. 4.03(a)(ii)

Distributions of Interest

Class A-1	1,428,177.45
Class A-2A	53,570.51

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Class A-2B	39,987.29
Class A-2C	94,954.94
Class A-3	89,383.95
Class M-1	129,812.50
Class M-2	151,125.00
Class M-3	40,687.50
Class B-1	49,083.33
Class B-2	58,770.83
Class B-3	35,876.04
Class I	666,979.17
Class P - Prepay Penalty	621,748.00

Sec. 4.03(a)(iii) Pool Balances

Group I Beginning Pool Balance	1,164,478,184.83
Group I Ending Pool Balance	1,132,702,959.12
Group II Beginning Pool Balance	156,648,526.90
Group II Ending Pool Balance	150,394,653.92
Group III Beginning Pool Balance	68,302,872.61
Group III Ending Pool Balance	66,061,854.59
Total Beginning Pool Balance	1,389,429,584.34
Total Ending Pool Balance	1,349,159,467.63

Sec. 4.03(a)(iv) Mortgage Loan Information as of Determination Date

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Number of Mortgage Loans	9,697
Aggregate Principal Balance of Mortgage Loans	1,349,159,467.63
Beginning Weighted Average Mortgage Rate	7.4277 %
Number of Subsequent Mortgage Loans Added during Prepayment Period	0
Balance of Subsequent Mortgage Loans Added during Prepayment Period	0.00
Balance of Pre-Funding Account	0.00

Section 4.03(a)(v) A

Loans Delinquent

Contractual Delinquency - Group I

Balance of 0-30 Days	1,118,139,109.07
Number of 0-30 Days	7,995
Balance of 30-59 Days	2,544,610.19
Number of 30-59 Days	19
Balance of 60-89 Days	1,129,527.52
Number of 60-89 Days	8
Balance of 90+ Days	860,350.15
Number of 90+ Days	7

Contractual Bankruptcy - Group I

Balance of 0-30 Days	4,655,990.15
Number of 0-30 Days	36
Balance of 30-59 Days	218,717.21
Number of 30-59 Days	2
Balance of 60-89 Days	137,844.69
Number of 60-89 Days	1

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	Balance of 60-89 Days	237,155.38
	Number of 60-89 Days	3
	Legal Delinquency - Group I	
	Balance of 0-30 Days	1,118,139,109.07
	Number of 0-30 Days	7,995
	Balance of 30-59 Days	2,544,610.19
	Number of 30-59 Days	19
	Balance of 60-89 Days	1,129,527.52
	Number of 60-89 Days	8
	Balance of 60-89 Days	860,350.15
	Number of 60-89 Days	7
	Legal Bankruptcy - Group I	
	Balance of 0-30 Days	4,984,861.68
	Number of 0-30 Days	39
	Balance of 30-59 Days	264,845.75
	Number of 30-59 Days	3
	Balance of 60-89 Days	0.00
	Number of 60-89 Days	0
	Balance of 60-89 Days	0.00
	Number of 60-89 Days	0
Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group I	
	Balance of 0-30 Days	612,199.79

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	Number of 0-30 Days	4
	Balance of 30-59 Days	252,364.71
	Number of 30-59 Days	1
	Balance of 60-89 Days	605,145.45
	Number of 60-89 Days	5
	Balance of 60-89 Days	2,353,706.27
	Number of 60-89 Days	18
Section 4.03(a)(v) A	Loans Delinquent	
	Contractual Delinquency - Group II	
	Balance of 0-30 Days	146,516,126.47
	Number of 0-30 Days	628
	Balance of 30-59 Days	676,760.46
	Number of 30-59 Days	6
	Balance of 60-89 Days	659,782.00
	Number of 60-89 Days	3
	Balance of 90+ Days	271,941.60
	Number of 90+ Days	2
	Contractual Bankruptcy - Group II	
	Balance of 0-30 Days	1,025,571.93
	Number of 0-30 Days	3
	Balance of 30-59 Days	139,828.07
	Number of 30-59 Days	1
	Balance of 60-89 Days	0.00

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Number of 60-89 Days	0
Balance of 60-89 Days	376,800.66
Number of 60-89 Days	1
Legal Delinquency - Group II	
Balance of 0-30 Days	146,516,126.47
Number of 0-30 Days	628
Balance of 30-59 Days	676,760.46
Number of 30-59 Days	6
Balance of 60-89 Days	659,782.00
Number of 60-89 Days	3
Balance of 60-89 Days	271,941.60
Number of 60-89 Days	2
Legal Bankruptcy - Group II	
Balance of 0-30 Days	1,542,200.66
Number of 0-30 Days	5
Balance of 30-59 Days	0.00
Number of 30-59 Days	0
Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Balance of 60-89 Days	0.00
Number of 60-89 Days	0

Sec. 4.03 (a)(v) B

Loans in Foreclosure - Group II

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	Balance of 0-30 Days	103,431.24
	Number of 0-30 Days	1
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0
	Balance of 60-89 Days	97,159.81
	Number of 60-89 Days	1
	Balance of 60-89 Days	191,804.18
	Number of 60-89 Days	2
Section 4.03(a)(v) A	Loans Delinquent	
	Contractual Delinquency - Group III	
	Balance of 0-30 Days	64,598,389.09
	Number of 0-30 Days	927
	Balance of 30-59 Days	87,896.08
	Number of 30-59 Days	2
	Balance of 60-89 Days	34,446.12
	Number of 60-89 Days	1
	Balance of 90+ Days	471,200.00
	Number of 90+ Days	3
	Contractual Bankruptcy - Group III	
	Balance of 0-30 Days	151,198.68
	Number of 0-30 Days	4
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0

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Balance of 60-89 Days	69,530.60
Number of 60-89 Days	1
Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Legal Delinquency - Group III	
Balance of 0-30 Days	64,598,389.09
Number of 0-30 Days	927
Balance of 30-59 Days	87,896.08
Number of 30-59 Days	2
Balance of 60-89 Days	34,446.12
Number of 60-89 Days	1
Balance of 60-89 Days	471,200.00
Number of 60-89 Days	3
Legal Bankruptcy - Group III	
Balance of 0-30 Days	151,198.68
Number of 0-30 Days	4
Balance of 30-59 Days	0.00
Number of 30-59 Days	0
Balance of 60-89 Days	69,530.60
Number of 60-89 Days	1
Balance of 60-89 Days	0.00
Number of 60-89 Days	0

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Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group III		
	Balance of 0-30 Days		52,099.62
	Number of 0-30 Days		1
	Balance of 30-59 Days		0.00
	Number of 30-59 Days		0
	Balance of 60-89 Days		21,563.11
	Number of 60-89 Days		1
	Balance of 60-89 Days		457,861.33
	Number of 60-89 Days		3

Sec. 4.03(a)(v) C Loans in REO

Group 1		
Number	Principal Balance	Percentage
5	956,238.54	0.08 %

Group 2		
Number	Principal Balance	Percentage
1	335,447.50	0.22 %

Group 3		
Number	Principal Balance	Percentage
1	117,669.96	0.18 %

Sec. 4.03(a)(vi)	Principal Prepayments		
	Group I Prepayments		30,143,041.55
	Group II Prepayments		6,093,967.74
	Group III Prepayments		2,169,832.67

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Sec. 4.03 (a)(vii)	Realized Losses	
	Group I Liquidated Loan Balance	208,366.60
	Group I Net Liquidation Proceeds	181,517.23
	Group I Current Period Realized Losses	26,849.37
	Group I Recoveries of Prior Losses	0.00
	Group I Subsequent Losses	0.00
	Group I Cumulative Liquidated Loan Balance	724,075.25
	Group I Cumulative Net Liquidation Proceeds	665,482.87
	Group I Cumulative Recoveries of Prior Losses	0.00
	Group I Cumulative Subsequent Losses	0.00
	Group I Cumulative Realized Losses	58,592.38
	Group II Liquidated Loan Balance	0.00
	Group II Net Liquidation Proceeds	0.00
	Group II Current Period Realized Losses	0.00
	Group II Recoveries of Prior Losses	0.00
	Group II Subsequent Losses	0.00
	Group II Cumulative Liquidated Loan Balance	151,830.81
	Group II Cumulative Net Liquidation Proceeds	149,888.70
	Group II Cumulative Recoveries of Prior Losses	0.00
	Group II Cumulative Subsequent Losses	0.00

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Group II Cumulative Realized Losses	1,942.11
Group III Liquidated Loan Balance	0.00
Group III Net Liquidation Proceeds	0.00
Group III Current Period Realized Losses	0.00
Group III Recoveries of Prior Losses	0.00
Group III Subsequent Losses	0.00
Group III Cumulative Liquidated Loan Balance	0.00
Group III Cumulative Net Liquidation Proceeds	0.00
Group III Cumulative Recoveries of Prior Losses	0.00
Group III Cumulative Subsequent Losses	0.00
Group III Cumulative Realized Losses	0.00
Total Liquidated Loan Balance	208,366.60
Total Net Liquidation Proceeds	181,517.23
Total Current Period Realized Losses	26,849.37
Total Recoveries of Prior Losses	0.00
Total Subsequent Losses	0.00
Total Cumulative Liquidated Loan Balance	875,906.06
Total Cumulative Net Liquidation Proceeds	815,371.57
Total Cumulative Recoveries of Prior Losses	0.00
Total Cumulative Subsequent Losses	0.00

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	Total Cumulative Realized Losses	60,534.49
Sec. 4.03 (a)(ix)	Unpaid Interest Shortfall Amounts	
	Unpaid Interest Shortfall - A-1	0.00
	Unpaid Interest Shortfall - A-2A	0.00
	Unpaid Interest Shortfall - A-2B	0.00
	Unpaid Interest Shortfall - A-2C	0.00
	Unpaid Interest Shortfall - A-3	0.00
	Unpaid Interest Shortfall - M-1	0.00
	Unpaid Interest Shortfall - M-2	0.00
	Unpaid Interest Shortfall - M-3	0.00
	Unpaid Interest Shortfall - B-1	0.00
	Unpaid Interest Shortfall - B-2	0.00
	Unpaid Interest Shortfall - B-2	0.00
	Unpaid Interest Shortfall - I	0.00
Sec. 4.03 (a)(x)	Prepayment Interest Shortfalls not covered by the Servicer	0.00
Sec. 4.03 (a)(xi)	Credit Enhancement Percentage	14.84 %
Sec. 4.03 (a)(xii)	Available Funds Cap Carryforward Amount	
	Available Funds Cap Carryforward Amount - A-1	0.00
	Available Funds Cap Carryforward Amount - A-2A	0.00
	Available Funds Cap Carryforward Amount - A-2B	0.00

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

Sec. 4.03 (a)(xiii)

REMIC Pass-Through Rates

REMIC Pass-Through Rate - A-1	1.6700 %
REMIC Pass-Through Rate - A-2A	1.5200 %

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REMIC Pass-Through Rate - A-2B	1.8500 %
REMIC Pass-Through Rate - A-2C	1.6700 %
REMIC Pass-Through Rate - A-3	1.7900 %
REMIC Pass-Through Rate - M-1	2.0100 %
REMIC Pass-Through Rate - M-2	2.9250 %
REMIC Pass-Through Rate - M-3	3.1500 %
REMIC Pass-Through Rate - B-1	3.8000 %
REMIC Pass-Through Rate - B-2	4.5500 %
REMIC Pass-Through Rate - B-3	5.0500 %
Next REMIC Pass-Through Rate - A-1	1.8200 %
Next REMIC Pass-Through Rate - A-2A	1.6700 %
Next REMIC Pass-Through Rate - A-2B	2.0000 %
Next REMIC Pass-Through Rate - A-2C	1.8200 %
Next REMIC Pass-Through Rate - A-3	1.9400 %
Next REMIC Pass-Through Rate - M-1	2.1600 %
Next REMIC Pass-Through Rate - M-2	3.0750 %
Next REMIC Pass-Through Rate - M-3	3.3000 %
Next REMIC Pass-Through Rate - B-1	3.9500 %
Next REMIC Pass-Through Rate - B-2	4.7000 %
Next REMIC Pass-Through Rate - B-3	5.2000 %

Sec. 4.03 (a)(xiv)

Supplemental Interest Payment

Supplemental Interest Payment - A-1	0.00
Supplemental Interest Payment - A-2A	0.00

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Supplemental Interest Payment - A-2B	0.00
Supplemental Interest Payment - A-2C	0.00
Supplemental Interest Payment - A-3	0.00
Supplemental Interest Payment - M-1	0.00
Supplemental Interest Payment - M-2	0.00
Supplemental Interest Payment - M-3	0.00
Supplemental Interest Payment - B-1	0.00
Supplemental Interest Payment - B-2	0.00
Supplemental Interest Payment - B-3	0.00

Sec. 4.03 (a)(xv)

Swap Notional Amount and the Underwritten Certificates Principal Balance

Underwritten Certificates Principal Balance	1,331,159,467.63
Swap Notional Amount	900,000,000.00
Difference	431,159,467.63
Funds paid to Swap Counterparty	666,979.17

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Sec. 4.03 (a)(xvi)	Overcollateralization Amounts		
		Required Overcollateralization Amount	18,000,000.00
		Overcollateralization Amount	18,000,000.00
Sec. 4.03 (a)(xvi)	Excess Cashflow		4,807,816.74