

## NovaStar Mortgage Funding Trust Series 2003-4

## Statement to Certificateholders

December 27, 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	808,800,608.82	46,201,980.68	1,775,991.34	47,977,972.02	0.00	0.00	762,598,628.14
A2A	52,000,000.00	26,415,487.45	2,307,687.96	54,592.01	2,362,279.97	0.00	0.00	24,107,799.49
A2B	25,101,000.00	25,101,000.00	0.00	59,008.27	59,008.27	0.00	0.00	25,101,000.00
A2C	77,102,000.00	51,517,155.61	2,307,717.89	113,123.09	2,420,840.98	0.00	0.00	49,209,437.72
A3	64,688,000.00	44,564,011.59	3,514,744.81	102,460.09	3,617,204.90	0.00	0.00	41,049,266.78
M1	75,000,000.00	75,000,000.00	0.00	186,645.83	186,645.83	0.00	0.00	75,000,000.00
M2	60,000,000.00	60,000,000.00	0.00	196,591.67	196,591.67	0.00	0.00	60,000,000.00
M3	15,000,000.00	15,000,000.00	0.00	52,054.17	52,054.17	0.00	0.00	15,000,000.00
B1	15,000,000.00	15,000,000.00	0.00	60,450.00	60,450.00	0.00	0.00	15,000,000.00
B2	15,000,000.00	15,000,000.00	0.00	70,137.50	70,137.50	0.00	0.00	15,000,000.00
B3	8,250,000.00	8,250,000.00	0.00	42,127.71	42,127.71	0.00	0.00	8,250,000.00
P	100.00	100.00	0.00	924,395.19	924,395.19	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
<b>TOTALS</b>	<b>1,500,000,000.00</b>	<b>1,162,648,363.47</b>	<b>54,332,131.34</b>	<b>3,637,576.87</b>	<b>57,969,708.21</b>	<b>0.00</b>	<b>0.00</b>	<b>1,108,316,232.13</b>
<b>X</b>	<b>1,500,000,000.00</b>	<b>1,162,648,363.47</b>	<b>0.00</b>	<b>3,618,922.96</b>	<b>3,618,922.96</b>	<b>0.00</b>	<b>0.00</b>	<b>1,108,316,232.12</b>

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## FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
A1	66987XDE2	752.47135561	42.98422461	1.65230169	44.63652630	709.48713100
A2A	66987XDF9	507.99014327	44.37861462	1.04984635	45.42846096	463.61152865
A2B	66987XDG7	1,000.00000000	0.00000000	2.35083343	2.35083343	1,000.00000000
A2C	66987XDH5	668.16886216	29.93071373	1.46718749	31.39790122	638.23814843
A3	66987XDJ1	688.90693158	54.33379931	1.58391185	55.91771117	634.57313227
M1	66987XDK8	1,000.00000000	0.00000000	2.48861107	2.48861107	1,000.00000000
M2	66987XDL6	1,000.00000000	0.00000000	3.27652783	3.27652783	1,000.00000000
M3	66987XDM4	1,000.00000000	0.00000000	3.47027800	3.47027800	1,000.00000000
B1	66987XDN2	1,000.00000000	0.00000000	4.03000000	4.03000000	1,000.00000000
B2	66987XDP7	1,000.00000000	0.00000000	4.67583333	4.67583333	1,000.00000000
B3	66987XDU6	1,000.00000000	0.00000000	5.10638909	5.10638909	1,000.00000000
P	66987XDQ5	1,000.00000000	0.00000000	9,243,951.90000000	9,243,951.90000000	1,000.00000000
O	66987XDT9	1,000.00555559	0.00000000	0.00000000	0.00000000	1,000.00555559
<b>TOTALS</b>		775.09890898	36.22142089	2.42505125	38.64647214	738.87748809
X	66987XDS1	775.09890898	0.00000000	2.41261531	2.41261531	738.87748808

## PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
A1	2.550000 %
A2A	2.400000 %
A2B	2.730000 %
A2C	2.550000 %
A3	2.670000 %
M1	2.890000 %
M2	3.805000 %
M3	4.030000 %
B1	4.680000 %
B2	5.430000 %
B3	5.930000 %
P	.000000 %
O	.000000 %
X	3.614696 %

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	52,286,542.04
	REMIC Available Funds - Group II	5,359,655.44
	REMIC Available Funds - Group III	3,932,031.07
Sec. 4.03	Principal	
	Group I Scheduled Principal	990,346.37
	Group I Prepayments in Full	44,249,117.49
	Group I Curtailments	348,753.30
	Group I Net Liquidation Proceeds	560,813.07
	Group I Realized Losses	44,965.36
	Group II Scheduled Principal	125,346.24
	Group II Prepayments in Full	4,476,090.88
	Group II Curtailments	8,679.18
	Group II Net Liquidation Proceeds	0.00
	Group II Realized Losses	0.00
	Group III Scheduled Principal	55,357.64
	Group III Prepayments in Full	3,376,192.74
	Group III Curtailments	43,738.36
	Group III Net Liquidation Proceeds	35,427.95
	Group III Realized Losses	17,302.77

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Total Scheduled Principal	1,171,050.25
Total Prepayments in Full	52,101,401.11
Total Curtailments	401,170.84
Total Net Liquidation Proceeds	596,241.02
Total Realized Losses	62,268.13

Sec. 4.03(a)(i)

## Distributions of Principal

Class A-1	46,201,980.68
Class A-2A	2,307,687.96
Class A-2B	0.00
Class A-2C	2,307,717.89
Class A-3	3,514,744.81
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	1,775,991.34
Class A-2A	54,592.01

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Class A-2B	59,008.27
Class A-2C	113,123.09
Class A-3	102,460.09
Class M-1	186,645.83
Class M-2	196,591.67
Class M-3	52,054.17
Class B-1	60,450.00
Class B-2	70,137.50
Class B-3	42,127.71
Class I	115,703.00
Class P - Prepay Penalty	924,395.19

## Sec. 4.03(a)(iii) Pool Balances

Group I Beginning Pool Balance	980,295,216.70
Group I Ending Pool Balance	934,101,221.11
Group II Beginning Pool Balance	127,569,430.78
Group II Ending Pool Balance	122,959,314.48
Group III Beginning Pool Balance	54,783,715.99
Group III Ending Pool Balance	51,255,696.53
Total Beginning Pool Balance	1,162,648,363.47
Total Ending Pool Balance	1,108,316,232.12

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

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Number of Mortgage Loans	8,221
Aggregate Principal Balance of Mortgage Loans	1,108,316,232.12
Beginning Weighted Average Mortgage Rate	7.4073 %
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	907,457,640.29
Number of 0-30 Days	6,704
Balance of 30-59 Days	4,881,171.57
Number of 30-59 Days	37
Balance of 60-89 Days	1,962,580.85
Number of 60-89 Days	15
Balance of 90+ Days	2,096,671.18
Number of 90+ Days	15

Contractual Bankruptcy - Group I

Balance of 0-30 Days	3,303,224.88
Number of 0-30 Days	27
Balance of 30-59 Days	381,240.83
Number of 30-59 Days	5
Balance of 60-89 Days	600,729.73
Number of 60-89 Days	5

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	Balance of 60-89 Days	2,408,260.56
	Number of 60-89 Days	15
	Legal Delinquency - Group I	
	Balance of 0-30 Days	907,457,640.29
	Number of 0-30 Days	6,704
	Balance of 30-59 Days	4,881,171.57
	Number of 30-59 Days	37
	Balance of 60-89 Days	1,962,580.85
	Number of 60-89 Days	15
	Balance of 60-89 Days	2,096,671.18
	Number of 60-89 Days	15
	Legal Bankruptcy - Group I	
	Balance of 0-30 Days	5,899,390.32
	Number of 0-30 Days	47
	Balance of 30-59 Days	353,632.15
	Number of 30-59 Days	3
	Balance of 60-89 Days	0.00
	Number of 60-89 Days	0
	Balance of 60-89 Days	440,433.53
	Number of 60-89 Days	2
Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group I	
	Balance of 0-30 Days	725,074.93

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	Number of 0-30 Days	4
	Balance of 30-59 Days	113,393.11
	Number of 30-59 Days	1
	Balance of 60-89 Days	519,309.54
	Number of 60-89 Days	4
	Balance of 60-89 Days	6,307,268.49
	Number of 60-89 Days	43
Section 4.03(a)(v) A	Loans Delinquent	
	Contractual Delinquency - Group II	
	Balance of 0-30 Days	117,876,618.85
	Number of 0-30 Days	524
	Balance of 30-59 Days	1,408,648.52
	Number of 30-59 Days	10
	Balance of 60-89 Days	373,865.94
	Number of 60-89 Days	2
	Balance of 90+ Days	437,776.03
	Number of 90+ Days	3
	Contractual Bankruptcy - Group II	
	Balance of 0-30 Days	205,525.16
	Number of 0-30 Days	2
	Balance of 30-59 Days	594,873.33
	Number of 30-59 Days	2
	Balance of 60-89 Days	139,491.28

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Number of 60-89 Days	1
Balance of 60-89 Days	767,197.66
Number of 60-89 Days	4
Legal Delinquency - Group II	
Balance of 0-30 Days	117,876,618.85
Number of 0-30 Days	524
Balance of 30-59 Days	1,408,648.52
Number of 30-59 Days	10
Balance of 60-89 Days	373,865.94
Number of 60-89 Days	2
Balance of 60-89 Days	437,776.03
Number of 60-89 Days	3
Legal Bankruptcy - Group II	
Balance of 0-30 Days	1,580,204.83
Number of 0-30 Days	8
Balance of 30-59 Days	126,882.60
Number of 30-59 Days	1
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	150,393.75
Number of 0-30 Days	1
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	878,028.73
Number of 60-89 Days	6

Section 4.03(a)(v) A

Loans Delinquent

Contractual Delinquency - Group III

Balance of 0-30 Days	50,110,305.49
Number of 0-30 Days	738
Balance of 30-59 Days	267,260.94
Number of 30-59 Days	6
Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Balance of 90+ Days	192,181.19
Number of 90+ Days	3

Contractual Bankruptcy - Group III

Balance of 0-30 Days	24,901.26
Number of 0-30 Days	1
Balance of 30-59 Days	41,761.05
Number of 30-59 Days	1



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Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Balance of 60-89 Days	114,365.11
Number of 60-89 Days	3
Legal Delinquency - Group III	
Balance of 0-30 Days	50,110,305.49
Number of 0-30 Days	738
Balance of 30-59 Days	267,260.94
Number of 30-59 Days	6
Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Balance of 60-89 Days	192,181.19
Number of 60-89 Days	3
Legal Bankruptcy - Group III	
Balance of 0-30 Days	119,186.19
Number of 0-30 Days	4
Balance of 30-59 Days	61,841.23
Number of 30-59 Days	1
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

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Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group III		
	Balance of 0-30 Days		51,949.86
	Number of 0-30 Days		1
	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		90,625.12
	Number of 60-89 Days		2

Sec. 4.03(a)(v) C      Loans in REO

Group 1		
Number	Principal Balance	Percentage
25	3,344,655.15	0.36 %

  

Group 2		
Number	Principal Balance	Percentage
2	126,895.23	0.10 %

  

Group 3		
Number	Principal Balance	Percentage
9	362,346.51	0.71 %

Sec. 4.03(a)(vi)	Principal Prepayments		
	Group I Prepayments		44,249,117.49
	Group II Prepayments		4,476,090.88
	Group III Prepayments		3,376,192.74

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Sec. 4.03 (a)(vii)	Realized Losses	
	Group I Liquidated Loan Balance	605,778.43
	Group I Net Liquidation Proceeds	560,813.07
	Group I Current Period Realized Losses	44,965.36
	Group I Recoveries of Prior Losses	0.00
	Group I Subsequent Losses	0.00
	Group I Cumulative Liquidated Loan Balance	2,854,015.87
	Group I Cumulative Net Liquidation Proceeds	2,340,948.05
	Group I Cumulative Recoveries of Prior Losses	308.33
	Group I Cumulative Subsequent Losses	1,083.28
	Group I Cumulative Realized Losses	513,842.78
	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	867,857.91
	Group II Cumulative Net Liquidation Proceeds	721,370.40
	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	146,487.51
Group III Liquidated Loan Balance	52,730.72
Group III Net Liquidation Proceeds	35,427.95
Group III Current Period Realized Losses	17,302.77
Group III Recoveries of Prior Losses	0.00
Group III Subsequent Losses	0.00
Group III Cumulative Liquidated Loan Balance	285,070.98
Group III Cumulative Net Liquidation Proceeds	130,415.41
Group III Cumulative Recoveries of Prior Losses	0.00
Group III Cumulative Subsequent Losses	0.00
Group III Cumulative Realized Losses	154,655.57
Total Liquidated Loan Balance	658,509.15
Total Net Liquidation Proceeds	596,241.02
Total Current Period Realized Losses	62,268.13
Total Recoveries of Prior Losses	0.00
Total Subsequent Losses	0.00
Total Cumulative Liquidated Loan Balance	4,006,944.76
Total Cumulative Net Liquidation Proceeds	3,192,733.86
Total Cumulative Recoveries of Prior Losses	308.33
Total Cumulative Subsequent Losses	1,083.28

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	Total Cumulative Realized Losses	814,985.86
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	0.01
Sec. 4.03 (a)(x)	Prepayment Interest Shortfalls not covered by the Servicer	0.00
Sec. 4.03 (a)(xi)	Credit Enhancement Percentage	17.74 %
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	2.5500 %
REMIC Pass-Through Rate - A-2A	2.4000 %



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REMIC Pass-Through Rate - A-2B	2.7300 %
REMIC Pass-Through Rate - A-2C	2.5500 %
REMIC Pass-Through Rate - A-3	2.6700 %
REMIC Pass-Through Rate - M-1	2.8900 %
REMIC Pass-Through Rate - M-2	3.8050 %
REMIC Pass-Through Rate - M-3	4.0300 %
REMIC Pass-Through Rate - B-1	4.6800 %
REMIC Pass-Through Rate - B-2	5.4300 %
REMIC Pass-Through Rate - B-3	5.9300 %
Next REMIC Pass-Through Rate - A-1	2.7875 %
Next REMIC Pass-Through Rate - A-2A	2.6375 %
Next REMIC Pass-Through Rate - A-2B	2.9675 %
Next REMIC Pass-Through Rate - A-2C	2.7875 %
Next REMIC Pass-Through Rate - A-3	2.9075 %
Next REMIC Pass-Through Rate - M-1	3.1275 %
Next REMIC Pass-Through Rate - M-2	4.0425 %
Next REMIC Pass-Through Rate - M-3	4.2675 %
Next REMIC Pass-Through Rate - B-1	4.9175 %
Next REMIC Pass-Through Rate - B-2	5.6675 %
Next REMIC Pass-Through Rate - B-3	6.1675 %

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	1,090,316,232.12
	Swap Notional Amount	900,000,000.00
	Difference	190,316,232.12
	Funds paid to Swap Counterparty	-15,509.08

**NovaStar Mortgage Funding Trust Series 2003-4**  
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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		3,549,979.00