

NovaStar Mortgage Funding Trust, Series 2003-2

Statement to Certificateholders

March 25, 2005

DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
A_1	1,000,000,000.00	503,025,113.55	22,514,988.87	1,156,119.39	23,671,108.26	0.00	0.00	480,510,124.68
A_2	320,000,000.00	140,753,160.37	7,043,952.38	327,329.29	7,371,281.67	0.00	0.00	133,709,207.99
M_1	63,750,000.00	63,750,000.00	0.00	168,583.33	168,583.33	0.00	0.00	63,750,000.00
M_2	52,500,000.00	52,500,000.00	0.00	183,750.00	183,750.00	0.00	0.00	52,500,000.00
M_3	15,000,000.00	15,000,000.00	0.00	57,166.67	57,166.67	0.00	0.00	15,000,000.00
B_1	15,000,000.00	15,000,000.00	0.00	67,666.67	67,666.67	0.00	0.00	15,000,000.00
B_2	15,000,000.00	15,000,000.00	0.00	75,833.33	75,833.33	0.00	0.00	15,000,000.00
O	18,750,001.00	18,750,001.25	0.00	0.00	0.00	0.00	0.00	18,750,001.25
P	100.00	100.00	0.00	570,090.97	570,090.97	0.00	0.00	100.00
TOTALS	1,500,000,101.00	823,778,375.17	29,558,941.25	2,606,539.65	32,165,480.90	0.00	0.00	794,219,433.92
X_1	1,500,000,100.00	823,778,375.17	0.00	1,977,386.34	1,977,386.34	0.00	0.00	794,219,433.92
X_2	400,502,570.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

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FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
A_1	66987WAP2	503.02511355	22.51498887	1.15611939	23.67110826	480.51012468
A_2	66987WAQ0	439.85362616	22.01235119	1.02290403	23.03525522	417.84127497
M_1	66987WAR8	1,000.00000000	0.00000000	2.64444439	2.64444439	1,000.00000000
M_2	66987WAS6	1,000.00000000	0.00000000	3.50000000	3.50000000	1,000.00000000
M_3	66987WAT4	1,000.00000000	0.00000000	3.81111133	3.81111133	1,000.00000000
B_1	66987WAU1	1,000.00000000	0.00000000	4.51111133	4.51111133	1,000.00000000
B_2	66987WAV9	1,000.00000000	0.00000000	5.05555533	5.05555533	1,000.00000000
O	66987XCN3	1,000.00001333	0.00000000	0.00000000	0.00000000	1,000.00001333
P	66987XCL7	1,000.00000000	0.00000000	5,700,909.70000000	5,700,909.70000000	1,000.00000000
TOTALS		549.18554647	19.70595951	1.73769298	21.44365249	529.47958696
X_1	66987XCM5	549.18554683	0.00000000	1.31825747	1.31825747	529.47958731
X_2	66987XCM5	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000

PASS-THROUGH RATES

CLASS	CURRENT PASS-THRU RATE
A_1	2.955000 %
A_2	2.990000 %
M_1	3.400000 %
M_2	4.500000 %
M_3	4.900000 %
B_1	5.800000 %
B_2	6.500000 %
O	.000000 %
P	.000000 %
X_1	3.086211 %
X_2	.000000 %

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	25,904,886.89
	REMIC Available Funds - Group II	8,039,990.58
Sec. 4.03	Principal	
	Group I Scheduled Principal	720,703.38
	Group I Prepayments in Full	20,577,229.89
	Group I Curtailments	90,938.26
	Group I Net Liquidation Proceeds	831,020.82
	Group I Realized Losses	332,455.24
	Group II Scheduled Principal	213,651.11
	Group II Prepayments in Full	6,541,294.40
	Group II Curtailments	13,109.19
	Group II Net Liquidation Proceeds	181,418.15
	Group II Realized Losses	74,666.81
	Total Scheduled Principal	934,354.49
	Total Prepayments in Full	27,118,524.29
	Total Curtailments	104,047.45
	Total Net Liquidation Proceeds	1,012,438.97
	Total Realized Losses	389,576.02

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Sec. 4.03(a)(i)	Distributions of Principal	
	Class A-1	22,514,988.87
	Class A-2	7,043,952.38
	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 P	0.00
Sec. 4.03(a)(ii)	Distributions of Interest	
	Class A-1	1,156,119.39
	Class A-2	327,329.29
	Class M-1	168,583.33
	Class M-2	183,750.00
	Class M-3	57,166.67
	Class B-1	67,666.67
	Class B-2	75,833.33
	Class I	3,583.33
	Class P - Prepay Penalty	570,090.97

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Sec. 4.03(a)(iii)	Pool Balances		
		Group I Beginning Pool Balance	639,364,069.48
		Group I Ending Pool Balance	616,823,248.80
		Group II Beginning Pool Balance	184,414,305.69
		Group II Ending Pool Balance	177,396,185.12
		Total Beginning Pool Balance	823,778,375.17
		Total Ending Pool Balance	794,219,433.92
Sec. 4.03(a)(iv)	Mortgage Loan Information as of Determination Date		
		Number of Mortgage Loans	6,070
		Aggregate Principal Balance of Mortgage Loans	794,219,433.92
		Beginning Weighted Average Mortgage Rate	7.1763 %
		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	588,983,743.72
		Number of 0-30 Days	4,742
		Balance of 30-59 Days	2,756,746.78
		Number of 30-59 Days	25
		Balance of 60-89 Days	2,459,502.78

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Number of 60-89 Days	19
Balance of 90+ Days	1,197,356.51
Number of 90+ Days	7
Contractual Bankruptcy - Group I	
Balance of 0-30 Days	4,192,976.45
Number of 0-30 Days	39
Balance of 30-59 Days	62,339.38
Number of 30-59 Days	1
Balance of 60-89 Days	83,027.21
Number of 60-89 Days	1
Balance of 90+ Days	5,218,343.48
Number of 90+ Days	43
Legal Delinquency - Group I	
Balance of 0-30 Days	588,983,743.72
Number of 0-30 Days	4,742
Balance of 30-59 Days	2,756,746.78
Number of 30-59 Days	25
Balance of 60-89 Days	2,459,502.78
Number of 60-89 Days	19
Balance of 90+ Days	1,197,356.51
Number of 90+ Days	7
Legal Bankruptcy - Group I	

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	Balance of 0-30 Days	6,796,566.89
	Number of 0-30 Days	61
	Balance of 30-59 Days	1,342,132.53
	Number of 30-59 Days	11
	Balance of 60-89 Days	347,683.94
	Number of 60-89 Days	3
	Balance of 90+ Days	1,070,303.16
	Number of 90+ Days	9
Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group I	
	Balance of 0-30 Days	355,764.54
	Number of 0-30 Days	3
	Balance of 30-59 Days	155,457.66
	Number of 30-59 Days	1
	Balance of 60-89 Days	126,318.48
	Number of 60-89 Days	2
	Balance of 90+ Days	6,200,425.27
	Number of 90+ Days	57
Section 4.03(a)(v) A	Loans Delinquent	
	Contractual Delinquency - Group II	
	Balance of 0-30 Days	170,795,734.54
	Number of 0-30 Days	1,033
	Balance of 30-59 Days	521,437.79
	Number of 30-59 Days	6

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Balance of 60-89 Days	492,216.99
Number of 60-89 Days	3
Balance of 90+ Days	233,677.03
Number of 90+ Days	2
Contractual Bankruptcy - Group II	
Balance of 0-30 Days	740,105.35
Number of 0-30 Days	7
Balance of 30-59 Days	83,454.11
Number of 30-59 Days	1
Balance of 60-89 Days	278,193.64
Number of 60-89 Days	2
Balance of 90+ Days	1,158,920.67
Number of 90+ Days	7
Legal Delinquency - Group II	
Balance of 0-30 Days	170,795,734.54
Number of 0-30 Days	1,033
Balance of 30-59 Days	521,437.79
Number of 30-59 Days	6
Balance of 60-89 Days	492,216.99
Number of 60-89 Days	3
Balance of 90+ Days	233,677.03
Number of 90+ Days	2

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Legal Bankruptcy - Group II

Balance of 0-30 Days	1,959,900.56
Number of 0-30 Days	14
Balance of 30-59 Days	102,090.17
Number of 30-59 Days	1
Balance of 60-89 Days	198,683.04
Number of 60-89 Days	2
Balance of 90+ Days	0.00
Number of 90+ Days	0

Sec. 4.03 (a)(v) B

Loans in Foreclosure - Group II

Balance of 0-30 Days	84,244.23
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 90+ Days	1,554,766.60
Number of 90+ Days	14

Sec. 4.03(a)(v) C

Group I and Group II Loans in REO

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Group 1		
Number	Principal Balance	Percentage
44	5,031,246.54	0.82 %

Group 2		
Number	Principal Balance	Percentage
10	1,453,434.17	0.82 %

Sec. 4.03(a)(vi)	Principal Prepayments		
	Group I Prepayments		20,577,229.89
	Group II Prepayments		6,541,294.40
Sec. 4.03 (a)(vii)	Realized Losses		
	Group I Liquidated Loan Balance		1,151,949.12
	Group I Net Liquidation Proceeds		831,020.82
	Group I Recoveries of Prior Losses		0.00
	Group I Subsequent Losses		1,120.00
	Group I Current Period Net Realized Losses		332,455.24
	Group I Cumulative Liquidated Loan Balance		7,952,366.66
	Group I Cumulative Net Liquidation Proceeds		6,086,033.27
	Group I Cumulative Recoveries of Prior Losses		53,765.85
	Group I Cumulative Subsequent Losses		280,558.05
	Group I Cumulative Realized Losses		2,103,532.53

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Group II Liquidated Loan Balance	250,065.87
Group II Net Liquidation Proceeds	181,418.15
Group II Recoveries of Prior Losses	1,806.37
Group II Subsequent Losses	0.00
Group II Current Period Net Realized Losses	74,666.81
Group II Cumulative Liquidated Loan Balance	1,926,488.38
Group II Cumulative Net Liquidation Proceeds	1,378,512.87
Group II Cumulative Recoveries of Prior Losses	52,808.37
Group II Cumulative Subsequent Losses	159,456.52
Group II Cumulative Realized Losses	662,449.12
Total Liquidated Loan Balance	1,402,014.99
Total Net Liquidation Proceeds	1,012,438.97
Total Recoveries of Prior Losses	1,806.37
Total Subsequent Losses	1,120.00
Total Current Period Net Realized Losses	407,122.05
Total Cumulative Liquidated Loan Balance	9,878,855.04
Total Cumulative Net Liquidation Proceeds	7,464,546.14
Total Cumulative Recoveries of Prior Losses	106,574.22
Total Cumulative Subsequent Losses	440,014.57
Total Cumulative Realized Losses	2,765,981.65

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Sec. 4.03 (a)(ix)	Unpaid Interest Shortfall Amounts	
	Unpaid Interest Shortfall - A-1	0.00
	Unpaid Interest Shortfall - A-2	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 - 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	21.85 %
Sec. 4.03 (a)(xii)	Available Funds Cap Carryforward Amount	
	Available Funds Cap Carryforward Amount Paid - A-1	0.00
	Available Funds Cap Carryforward Amount Paid - A-2	0.00
	Available Funds Cap Carryforward Amount Paid - M-1	0.00
	Available Funds Cap Carryforward Amount Paid - M-2	0.00
	Available Funds Cap Carryforward Amount Paid - M-3	0.00
	Available Funds Cap Carryforward Amount Paid - B-1	0.00
	Available Funds Cap Carryforward Amount Paid - B-2	0.00
	Remaining Available Funds Cap Carryforward Amount - A-1	0.00

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Remaining Available Funds Cap Carryforward Amount - A-2	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

Sec. 4.03 (a)(xiii)

REMIC Pass-Through Rates

REMIC Pass-Through Rate - A-1	2.9550 %
REMIC Pass-Through Rate - A-2	2.9900 %
REMIC Pass-Through Rate - M-1	3.4000 %
REMIC Pass-Through Rate - M-2	4.5000 %
REMIC Pass-Through Rate - M-3	4.9000 %
REMIC Pass-Through Rate - B-1	5.8000 %
REMIC Pass-Through Rate - B-2	6.5000 %
Next REMIC Pass-Through Rate - A-1	3.1550 %
Next REMIC Pass-Through Rate - A-2	3.1900 %
Next REMIC Pass-Through Rate - M-1	3.6000 %
Next REMIC Pass-Through Rate - M-2	4.7000 %
Next REMIC Pass-Through Rate - M-3	5.1000 %
Next REMIC Pass-Through Rate - B-1	6.0000 %
Next REMIC Pass-Through Rate - B-2	6.7000 %

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Sec. 4.03 (a)(xiv)	Supplemental Interest payment		
	Supplemental Interest payment - A-1		0.00
	Supplemental Interest payment - A-2		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
Sec. 4.03 (a)(xv)	Swap Notional Amount and the Underwritten Certificates Principal Balance		
	Underwritten Certificates Principal Balance		775,469,432.67
	Ending Swap Notional Amount		725,000,000.00
	Difference		50,469,432.67
	Funds paid to Swap Counterparty		-200,618.06
Sec. 4.03 (a)(xvi)	Overcollateralization Amounts		
	Required Overcollateralization Amount		18,750,001.25
	Overcollateralization Amount		18,750,001.25
Sec. 4.03 (a)(xvi)	Excess Cashflow		2,165,657.96