

NovaStar Mortgage Funding Trust, Series 2004-4

Statement to Certificateholders

August 25, 2005

DISTRIBUTION IN DOLLARS								
CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
A1A	1,279,000,000.00	1,046,731,117.84	55,286,149.49	3,425,136.82	58,711,286.31	0.00	0.00	991,444,968.35
A1B	319,800,000.00	261,723,699.35	13,823,698.68	869,940.50	14,693,639.18	0.00	0.00	247,900,000.67
A2A	268,000,000.00	145,593,927.61	25,648,394.75	457,609.80	26,106,004.55	0.00	0.00	119,945,532.86
A2B	131,100,000.00	131,100,000.00	0.00	428,988.33	428,988.33	0.00	0.00	131,100,000.00
A2C	107,100,000.00	107,100,000.00	0.00	365,211.00	365,211.00	0.00	0.00	107,100,000.00
M1	95,000,000.00	95,000,000.00	0.00	333,766.67	333,766.67	0.00	0.00	95,000,000.00
M2	51,250,000.00	51,250,000.00	0.00	182,264.93	182,264.93	0.00	0.00	51,250,000.00
M3	43,750,000.00	43,750,000.00	0.00	157,475.69	157,475.69	0.00	0.00	43,750,000.00
M4	22,500,000.00	22,500,000.00	0.00	88,350.00	88,350.00	0.00	0.00	22,500,000.00
M5	32,500,000.00	32,500,000.00	0.00	129,015.97	129,015.97	0.00	0.00	32,500,000.00
M6	25,000,000.00	25,000,000.00	0.00	101,395.83	101,395.83	0.00	0.00	25,000,000.00
B1	25,000,000.00	25,000,000.00	0.00	111,083.33	111,083.33	0.00	0.00	25,000,000.00
B2	25,000,000.00	25,000,000.00	0.00	113,236.11	113,236.11	0.00	0.00	25,000,000.00
B3	25,000,000.00	25,000,000.00	0.00	141,222.22	141,222.22	0.00	0.00	25,000,000.00
B4	18,750,000.00	18,750,000.00	0.00	112,375.00	112,375.00	0.00	0.00	18,750,000.00
R	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	2,468,750,000.00	2,055,998,744.80	94,758,242.92	7,017,072.20	101,775,315.12	0.00	0.00	1,961,240,501.88
C	2,500,000,000.00	2,087,249,005.49	0.00	6,179,060.15	6,179,060.15	0.00	0.00	1,992,490,762.57

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							PASS-THROUGH RATES	
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CLASS	CURRENT PASS-THRU RATE
A1A	66987WBN6	818.39805930	43.22607466	2.67798031	45.90405497	775.17198464	A1A	3.800000 %
A1B	66987WBP1	818.39805926	43.22607467	2.72026423	45.94633890	775.17198458	A1B	3.860000 %
A2A	66987WBQ9	543.26092392	95.70296549	1.70749925	97.41046474	447.55795843	A2A	3.650000 %
A2B	66987WBR7	1,000.00000000	0.00000000	3.27222220	3.27222220	1,000.00000000	A2B	3.800000 %
A2C	66987WBS5	1,000.00000000	0.00000000	3.41000000	3.41000000	1,000.00000000	A2C	3.960000 %
M1	66987WBT3	1,000.00000000	0.00000000	3.51333337	3.51333337	1,000.00000000	M1	4.080000 %
M2	66987WBU0	1,000.00000000	0.00000000	3.55638888	3.55638888	1,000.00000000	M2	4.130000 %
M3	66987WBV8	1,000.00000000	0.00000000	3.59944434	3.59944434	1,000.00000000	M3	4.180000 %
M4	66987WBW6	1,000.00000000	0.00000000	3.92666667	3.92666667	1,000.00000000	M4	4.560000 %
M5	66987WBX4	1,000.00000000	0.00000000	3.96972215	3.96972215	1,000.00000000	M5	4.610000 %
M6	66987WBY2	1,000.00000000	0.00000000	4.05583320	4.05583320	1,000.00000000	M6	4.710000 %
B1	66987WBZ9	1,000.00000000	0.00000000	4.44333320	4.44333320	1,000.00000000	B1	5.160000 %

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FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							PASS-THROUGH RATES	
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CLASS	CURRENT PASS-THRU RATE
B2	66987WCA3	1,000.00000000	0.00000000	4.52944440	4.52944440	1,000.00000000	B2	5.260000 %
B3	66987WCB1	1,000.00000000	0.00000000	5.64888880	5.64888880	1,000.00000000	B3	6.560000 %
B4	66987WCC9	1,000.00000000	0.00000000	5.99333333	5.99333333	1,000.00000000	B4	6.960000 %
TOTALS		832.80961815	38.38308574	2.84235836	41.22544410	794.42653241		
C	66987WCE5	834.89960220	0.00000000	2.47162406	2.47162406	796.99630503	C	0.000000 %

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	78,808,697.73
	REMIC Available Funds - Group II	28,490,847.79
Sec. 4.03	Principal	
	Group I Scheduled Principal	1,131,108.86
	Group I Prepayments in Full	67,269,382.41
	Group I Curtailments	230,946.63
	Group I Net Liquidation Proceeds	275,070.19
	Group I Realized Losses	278,804.64
	Group II Scheduled Principal	321,698.41
	Group II Prepayments in Full	25,145,032.75
	Group II Curtailments	106,199.00
	Group II Net Liquidation Proceeds	0.00
	Group II Realized Losses	0.00
	Total Scheduled Principal	1,452,807.27
	Total Prepayments in Full	92,414,415.16
	Total Curtailments	337,145.63
	Total Net Liquidation Proceeds	275,070.19
	Total Realized Losses	278,804.64
Sec. 4.03(a)(i)	Distributions of Principal	
	Class A-1A	55,286,149.49
	Class A-1B	13,823,698.68
	Class A-2A	25,648,394.75
	Class A-2B	0.00
	Class A-2C	0.00
	Class M-1	0.00
	Class M-4	0.00
	Class M-5	0.00

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Class M-6	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 B-4	0.00

Sec. 4.03(a)(ii)

Distributions of Interest

Class A-1A	3,425,136.82
Class A-1B	869,940.50
Class A-2A	457,609.80
Class A-2b	428,988.33
Class A-2C	365,211.00
Class M-1	333,766.67
Class M-2	182,264.93
Class M-3	157,475.69
Class M-4	88,350.00
Class M-5	129,015.97
Class M-6	101,395.83
Class B-1	111,083.33
Class B-2	113,236.11
Class B-3	141,222.22
Class B-4	112,375.00

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Sec. 4.03(a)(iii)	Pool Balances		
		Group I Beginning Pool Balance	1,608,475,883.63
		Group I Ending Pool Balance	1,539,290,570.87
		Group II Beginning Pool Balance	478,772,861.17
		Group II Ending Pool Balance	453,199,931.01
		Total Beginning Pool Balance	2,087,248,744.80
		Total Ending Pool Balance	1,992,490,501.88
Sec. 4.03(a)(iv)	Mortgage Loan Information as of Determination Date		
		Number of Mortgage Loans	13,191
		Aggregate Principal Balance of Mortgage Loans	1,992,490,501.88
		Beginning Weighted Average Mortgage Rate	7.6154%
		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	1,485,637,374.99
		Number of 0-30 Days	10,496
		Balance of 30-59 Days	11,513,812.75
		Number of 30-59 Days	98
		Balance of 60-89 Days	5,461,907.42
		Number of 60-89 Days	42
		Balance of 90+ Days	3,154,698.74
		Number of 90+ Days	24
	Contractual Bankruptcy - Group I		
		Balance of 0-30 Days	5,365,227.75
		Number of 0-30 Days	40
		Balance of 30-59 Days	400,099.44

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	Number of 30-59 Days	3
	Balance of 60-89 Days	1,115,690.89
	Number of 60-89 Days	10
	Balance of 60-89 Days	3,872,721.20
	Number of 60-89 Days	35
	Legal Delinquency - Group I	
	Balance of 0-30 Days	1,485,637,374.99
	Number of 0-30 Days	10,496
	Balance of 30-59 Days	11,513,812.75
	Number of 30-59 Days	98
	Balance of 60-89 Days	5,461,907.42
	Number of 60-89 Days	42
	Balance of 60-89 Days	3,154,698.74
	Number of 60-89 Days	24
	Legal Bankruptcy - Group I	
	Balance of 0-30 Days	8,427,272.57
	Number of 0-30 Days	68
	Balance of 30-59 Days	879,370.14
	Number of 30-59 Days	6
	Balance of 60-89 Days	968,215.56
	Number of 60-89 Days	9
	Balance of 60-89 Days	478,881.01
	Number of 60-89 Days	5
Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group I	
	Balance of 0-30 Days	941,281.64
	Number of 0-30 Days	7
	Balance of 30-59 Days	65,310.83
	Number of 30-59 Days	2
	Balance of 60-89 Days	665,804.18
	Number of 60-89 Days	7

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Balance of 60-89 Days	15,766,408.11
Number of 60-89 Days	113
Contractual Delinquency - Group II	
Balance of 0-30 Days	437,542,477.93
Number of 0-30 Days	2,195
Balance of 30-59 Days	3,209,585.60
Number of 30-59 Days	17
Balance of 60-89 Days	1,677,028.67
Number of 60-89 Days	9
Balance of 90+ Days	1,532,993.81
Number of 90+ Days	6
Contractual Bankruptcy - Group II	
Balance of 0-30 Days	861,083.04
Number of 0-30 Days	5
Balance of 30-59 Days	257,851.99
Number of 30-59 Days	3
Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Balance of 90+ Days	1,455,039.03
Number of 90+ Days	7
Legal Delinquency - Group II	
Balance of 0-30 Days	437,542,477.93
Number of 0-30 Days	2,195
Balance of 30-59 Days	3,209,585.60
Number of 30-59 Days	17
Balance of 60-89 Days	1,677,028.67
Number of 60-89 Days	9
Balance of 90+ Days	1,532,993.81
Number of 90+ Days	6

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	Legal Bankruptcy - Group II	
	Balance of 0-30 Days	1,534,304.24
	Number of 0-30 Days	8
	Balance of 30-59 Days	257,851.99
	Number of 30-59 Days	3
	Balance of 60-89 Days	0.00
	Number of 60-89 Days	0
	Balance of 90+ Days	781,817.83
	Number of 90+ Days	4
Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group II	0.00
	Balance of 0-30 Days	0.00
	Number of 0-30 Days	0
	Balance of 30-59 Days	135,141.40
	Number of 30-59 Days	1
	Balance of 60-89 Days	442,428.13
	Number of 60-89 Days	2
	Balance of 90+ Days	5,084,171.03
	Number of 90+ Days	22

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Sec. 4.03(a)(v) C

Loans in REO

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REO by Group			
Group Number	Number of Loans	Principal Balance	Percentage
1	42	5,330,232.93	0.35%
2	5	1,002,130.38	0.22%

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Sec. 4.03(a)(vi)	Principal Prepayments		
		Group I Prepayments	67,269,382.41
		Group II Prepayments	25,145,032.75
Sec. 4.03 (a)(vii)	Realized Losses		
		Group I Liquidated Loan Balance	553,874.83
		Group I Net Liquidation Proceeds	275,070.19
		Group I Current Period Realized Losses	278,804.64
		Group I Recoveries of Prior Losses	0.00
		Group I Subsequent Losses	0.00
		Group I Cumulative Liquidated Loan Balance	1,745,808.82
		Group I Cumulative Net Liquidation Proceeds	1,293,940.64
		Group I Cumulative Recoveries of Prior Losses	840.09
		Group I Cumulative Subsequent Losses	0.00
		Group I Cumulative Realized Losses	451,028.09
		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	550,914.70
		Group II Cumulative Net Liquidation Proceeds	546,020.50
		Group II Cumulative Recoveries of Prior Losses	521.02
		Group II Cumulative Subsequent Losses	66.25
		Group II Cumulative Realized Losses	4,439.43
		Total Liquidated Loan Balance	553,874.83

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Total Net Liquidation Proceeds	275,070.19
Total Current Period Realized Losses	278,804.64
Total Recoveries of Prior Losses	0.00
Total Subsequent Losses	0.00
Total Cumulative Liquidated Loan Balance	2,296,723.52
Total Cumulative Net Liquidation Proceeds	1,839,961.14
Total Cumulative Recoveries of Prior Losses	1,361.11
Total Cumulative Subsequent Losses	66.25
Total Cumulative Realized Losses	455,467.52

Sec. 4.03 (a)(ix)

Unpaid Interest Shortfall Amounts

Unpaid Interest Shortfall - A-1A	0.00
Unpaid Interest Shortfall - A-1B	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 - M-1	0.00
Unpaid Interest Shortfall - M-2	0.00
Unpaid Interest Shortfall - M-3	0.00
Unpaid Interest Shortfall - M-4	0.00
Unpaid Interest Shortfall - M-5	0.00
Unpaid Interest Shortfall - M-6	0.00
Unpaid Interest Shortfall - B-1	0.00
Unpaid Interest Shortfall - B-2	0.00
Unpaid Interest Shortfall - B-3	0.00
Unpaid Interest Shortfall - B-4	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

18.92%

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Sec. 4.03 (a)(xii)

Available Funds Cap Carryforward Amount

Available Funds Cap Carryforward Amount - A-1A	0.00
Available Funds Cap Carryforward Amount - A-1B	0.00
Available Funds Cap Carryforward Amount - A-2A	0.00
Available Funds Cap Carryforward Amount - A-2B	0.00
Available Funds Cap Carryforward Amount - A-2C	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 - M-4	0.00
Available Funds Cap Carryforward Amount - M-5	0.00
Available Funds Cap Carryforward Amount - M-6	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
Available Funds Cap Carryforward Amount - B-4	0.00
Remaining Available Funds Cap Carryforward Amount - A-1A	0.00
Remaining Available Funds Cap Carryforward Amount - A-1B	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 - 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 - M-4	0.00
Remaining Available Funds Cap Carryforward Amount - M-5	0.00
Remaining Available Funds Cap Carryforward Amount - M-6	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
Remaining Available Funds Cap Carryforward Amount - B-4	0.00

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Sec. 4.03 (a)(xiii)

REMIC Pass-Through Rates

REMIC Pass-Through Rate - A-1A	3.8000%
REMIC Pass-Through Rate - A-1B	3.8600%
REMIC Pass-Through Rate - A-2A	3.6500%
REMIC Pass-Through Rate - A-2B	3.8000%
REMIC Pass-Through Rate - A-2C	3.9600%
REMIC Pass-Through Rate - M-1	4.0800%
REMIC Pass-Through Rate - M-2	4.1300%
REMIC Pass-Through Rate - M-3	4.1800%
REMIC Pass-Through Rate - M-4	4.5600%
REMIC Pass-Through Rate - M-5	4.6100%
REMIC Pass-Through Rate - M-6	4.7100%
REMIC Pass-Through Rate - B-1	5.1600%
REMIC Pass-Through Rate - B-2	5.2600%
REMIC Pass-Through Rate - B-3	6.5600%
REMIC Pass-Through Rate - B-4	6.9600%
Next REMIC Pass-Through Rate - A-1A	3.9813%
Next REMIC Pass-Through Rate - A-1B	4.0413%
Next REMIC Pass-Through Rate - A-2A	3.8313%
Next REMIC Pass-Through Rate - A-2B	3.9813%
Next REMIC Pass-Through Rate - A-2C	4.1413%
Next REMIC Pass-Through Rate - M-1	4.2613%
Next REMIC Pass-Through Rate - M-2	4.3113%
Next REMIC Pass-Through Rate - M-3	4.3613%
Next REMIC Pass-Through Rate - M-4	4.7413%
Next REMIC Pass-Through Rate - M-5	4.7913%
Next REMIC Pass-Through Rate - M-6	4.8913%
Next REMIC Pass-Through Rate - B-1	5.3413%
Next REMIC Pass-Through Rate - B-2	5.4413%
Next REMIC Pass-Through Rate - B-3	6.7413%
Next REMIC Pass-Through Rate - B-3	7.1413%

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Sec. 4.03 (a)(xiv)	Supplemental Interest Payment		
	Supplemental Interest Payment - A-1A		0.00
	Supplemental Interest Payment - A-1B		0.00
	Supplemental Interest Payment - A-2A		0.00
	Supplemental Interest Payment - A-2B		0.00
	Supplemental Interest Payment - A-2C		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 - M-4		0.00
	Supplemental Interest Payment - M-5		0.00
	Supplemental Interest Payment - M-6		0.00
	Supplemental Interest Payment - B-1		0.00
	Supplemental Interest Payment - B-2		0.00
	Supplemental Interest Payment - B-3		0.00
	Supplemental Interest Payment - B-4		0.00
Sec. 4.03 (a)(xv)	Swap Notional Amount and the Underwritten Certificates Principal Balance		
	Underwritten Certificates Principal Balance		1,961,240,501.88
	Swap Notional Amount		1,435,000,000.00
	Difference		526,240,501.88
	Funds paid to Swap Counterparty		-663,652.78

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Sec. 4.03 (a)(xvi)	Overcollateralization Amounts	
	Required Overcollateralization Amount	31,250,000.00
	Overcollateralization Amount	31,250,000.00
Sec. 4.03 (a)(xvii)	Excess Cashflow	0.00
Sec. 4.03 (a)(xxiii)	Mortgage Insurance	
	MI Premiums	1,118,282.02
	Insurance Proceeds	0.00