

NovaStar NIM Trust, Series 2005-N1
Statement to Certificateholders
January 26, 2006

DISTRIBUTION IN DOLLARS

CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
NOTE	130,875,000.00	73,997,834.74	7,656,381.83	294,573.05	7,950,954.88	0.00	0.00	66,341,452.91
REIT CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TRS CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	130,875,000.00	73,997,834.74	7,656,381.83	294,573.05	7,950,954.88	0.00	0.00	66,341,452.91

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE

CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL
NOTE	669885AD7	565.40847939	58.50148485	2.25079694	60.75228180	506.90699454
TOTALS		565.40847939	58.50148485	2.25079694	60.75228180	506.90699454

PASS-THROUGH RATES

CLASS	CURRENT PASS- THRU RATE
NOTE	4.777000 %

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

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Section 6.04(a)(i)	Available Funds	7,950,954.88
	Underlying Trust Fund 2005-1	
	Amounts Received From Underlying Certificates - Class C	4,532,377.40
	Underlying Trust Fund 2005-2	
	Amounts Received From Underlying Certificates - Class C	3,418,577.48
Section 6.04(a)(ii)	Payment Allocable to Interest	294,573.05
	Interest Shortfall Paid	0.00
	Current Interest Shortfall	0.00
	Outstanding Interest Shortfall	0.00
Section 6.04(a)(iii)	Payment Allocable to Principal	7,656,381.83
Section 6.04(a)NOTE Balance		66,341,452.91