

NovaStar Mortgage Funding Trust, Series 2004-4

June 26, 2006

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

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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	544,544,107.13	36,300,512.87	2,624,097.55	38,924,610.42	0.00	0.00	508,243,594.26
A1B	319,800,000.00	136,157,314.66	9,076,547.31	663,388.69	9,739,936.00	0.00	0.00	127,080,767.35
A2A	268,000,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
A2B	131,100,000.00	80,505,162.98	9,055,971.48	387,945.44	9,443,916.92	0.00	0.00	71,449,191.50
A2C	107,100,000.00	107,100,000.00	0.00	531,335.00	531,335.00	0.00	0.00	107,100,000.00
M1	95,000,000.00	95,000,000.00	0.00	481,438.89	481,438.89	0.00	0.00	95,000,000.00
M2	51,250,000.00	51,250,000.00	0.00	262,001.39	262,001.39	0.00	0.00	51,250,000.00
M3	43,750,000.00	43,750,000.00	0.00	225,604.17	225,604.17	0.00	0.00	43,750,000.00
M4	22,500,000.00	22,500,000.00	0.00	121,115.69	121,115.69	0.00	0.00	22,500,000.00
M5	32,500,000.00	32,500,000.00	0.00	174,944.88	174,944.88	0.00	0.00	32,500,000.00
M6	25,000,000.00	25,000,000.00	0.00	134,572.99	134,572.99	0.00	0.00	25,000,000.00
B1	25,000,000.00	25,000,000.00	0.00	134,572.99	134,572.99	0.00	0.00	25,000,000.00
B2	25,000,000.00	25,000,000.00	0.00	134,572.99	134,572.99	0.00	0.00	25,000,000.00
B3	25,000,000.00	25,000,000.00	0.00	181,805.56	181,805.56	0.00	0.00	25,000,000.00
B4	18,750,000.00	18,750,000.00	0.00	143,020.83	143,020.83	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	1,232,056,584.77	54,433,031.66	6,200,417.06	60,633,448.72	0.00	0.00	1,177,623,553.11
C	2,500,000,000.00	1,263,306,845.46	0.00	3,353,950.26	3,353,950.26	0.00	0.00	1,208,530,054.70

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FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CURRENT PASS-THRU RATE
A1A	66987WBN6	425.75770690	28.38194908	2.05167909	30.43362816	397.37575783	5.421250%
A1B	66987WBP1	425.75770688	28.38194906	2.07438615	30.45633521	397.37575782	5.481250%
A2A	66987WBQ9	0.00000000	0.00000000	0.00000000	0.00000000	0.00000000	5.271250%
A2B	66987WBR7	614.07446972	69.07682288	2.95915667	72.03597956	544.99764683	5.421250%
A2C	66987WBS5	1,000.00000000	0.00000000	4.96111111	4.96111111	1,000.00000000	5.581250%
M1	66987WBT3	1,000.00000000	0.00000000	5.06777779	5.06777779	1,000.00000000	5.701250%
M2	66987WBU0	1,000.00000000	0.00000000	5.11222224	5.11222224	1,000.00000000	5.751250%
M3	66987WBV8	1,000.00000000	0.00000000	5.15666674	5.15666674	1,000.00000000	5.801250%
M4	66987WBW6	1,000.00000000	0.00000000	5.38291956	5.38291956	1,000.00000000	6.055784%
M5	66987WBX4	1,000.00000000	0.00000000	5.38291939	5.38291939	1,000.00000000	6.055784%
M6	66987WBY2	1,000.00000000	0.00000000	5.38291960	5.38291960	1,000.00000000	6.055784%
B1	66987WBZ9	1,000.00000000	0.00000000	5.38291960	5.38291960	1,000.00000000	6.055784%
B2	66987WCA3	1,000.00000000	0.00000000	5.38291960	5.38291960	1,000.00000000	6.055784%
B3	66987WCB1	1,000.00000000	0.00000000	7.27222240	7.27222240	1,000.00000000	8.181250%
B4	66987WCC9	1,000.00000000	0.00000000	7.62777760	7.62777760	1,000.00000000	8.581250%
TOTALS		499.06089510	22.04882295	2.51156134	24.56038429	477.01207215	
C	66987WCE5	505.32273818	0.00000000	1.34158010	1.34158010	483.41202188	0.000000%

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	REMIC Available Funds - Group I	51,015,422.44
	REMIC Available Funds - Group II	10,549,245.29
Sec. 4.03	Principal	
	Group I Scheduled Principal	772,458.82
	Group I Prepayments in Full	43,173,906.49
	Group I Curtailments	143,447.12
	Group I Net Liquidation Proceeds	1,091,938.07
	Group I Realized Losses	746,264.12
	Group II Scheduled Principal	219,725.46
	Group II Prepayments in Full	8,589,650.61
	Group II Curtailments	10,497.38
	Group II Net Liquidation Proceeds	320,532.73
	Group II Realized Losses	206,746.47
	Total Scheduled Principal	992,184.28
	Total Prepayments in Full	51,763,557.10
	Total Curtailments	153,944.50
	Total Net Liquidation Proceeds	1,412,470.80
	Total Realized Losses	953,010.59
Sec. 4.03(a)(i)	Distributions of Principal	
	Class A-1A	36,300,512.87
	Class A-1B	9,076,547.31
	Class A-2A	0.00
	Class A-2B	9,055,971.48
	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	2,624,097.55
	Class A-1B	663,388.69
	Class A-2A	0.00
	Class A-2b	387,945.44
	Class A-2C	531,335.00
	Class M-1	481,438.89
	Class M-2	262,001.39
	Class M-3	225,604.17
	Class M-4	121,115.69
	Class M-5	174,944.88
	Class M-6	134,572.99
	Class B-1	134,572.99
	Class B-2	134,572.99
	Class B-3	181,805.56
	Class B-4	143,020.83

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Sec. 4.03(a)(iii)	Pool Balances		
	Group I Beginning Pool Balance	980,217,853.45	
	Group I Ending Pool Balance	934,602,420.04	
	Group II Beginning Pool Balance	283,088,731.32	
	Group II Ending Pool Balance	273,927,373.97	
	Total Beginning Pool Balance	1,263,306,584.77	
	Total Ending Pool Balance	1,208,529,794.01	
Sec. 4.03(a)(iv)	Mortgage Loan Information as of Determination Date		
	Number of Mortgage Loans	8,539	
	Aggregate Principal Balance of Mortgage Loans	1,208,529,794.01	
	Beginning Weighted Average Mortgage Rate	7.5823%	
	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	865,355,341.70	
	Number of 0-30 Days	6,520	
	Balance of 30-59 Days	11,569,326.12	
	Number of 30-59 Days	89	
	Balance of 60-89 Days	4,196,858.54	
	Number of 60-89 Days	34	
	Balance of 90+ Days	4,569,884.25	
	Number of 90+ Days	42	
	Contractual Bankruptcy - Group I		
	Balance of 0-30 Days	3,476,959.74	
	Number of 0-30 Days	29	
	Balance of 30-59 Days	508,388.89	

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	Number of 30-59 Days	6
	Balance of 60-89 Days	522,381.16
	Number of 60-89 Days	4
	Balance of 90+ Days	7,320,139.02
	Number of 90+ Days	59
	Legal Delinquency - Group I	
	Balance of 0-30 Days	865,355,341.70
	Number of 0-30 Days	6,520
	Balance of 30-59 Days	11,569,326.12
	Number of 30-59 Days	89
	Balance of 60-89 Days	4,196,858.54
	Number of 60-89 Days	34
	Balance of 90+ Days	4,569,884.25
	Number of 90+ Days	42
	Legal Bankruptcy - Group I	
	Balance of 0-30 Days	7,809,926.20
	Number of 0-30 Days	65
	Balance of 30-59 Days	1,265,113.90
	Number of 30-59 Days	12
	Balance of 60-89 Days	970,012.01
	Number of 60-89 Days	8
	Balance of 90+ Days	1,782,816.70
	Number of 90+ Days	13
Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group I	
	Balance of 0-30 Days	1,352,869.67
	Number of 0-30 Days	12
	Balance of 30-59 Days	44,338.19
	Number of 30-59 Days	1
	Balance of 60-89 Days	111,084.75
	Number of 60-89 Days	1

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Balance of 90+ Days	16,070,501.75
Number of 90+ Days	127
Contractual Delinquency - Group II	
Balance of 0-30 Days	257,634,179.28
Number of 0-30 Days	1,354
Balance of 30-59 Days	3,805,790.96
Number of 30-59 Days	21
Balance of 60-89 Days	170,183.59
Number of 60-89 Days	2
Balance of 90+ Days	639,252.48
Number of 90+ Days	4
Contractual Bankruptcy - Group II	
Balance of 0-30 Days	568,573.09
Number of 0-30 Days	5
Balance of 30-59 Days	0.00
Number of 30-59 Days	0
Balance of 60-89 Days	57,966.89
Number of 60-89 Days	1
Balance of 90+ Days	2,643,061.66
Number of 90+ Days	15
Legal Delinquency - Group II	
Balance of 0-30 Days	257,634,179.28
Number of 0-30 Days	1,354
Balance of 30-59 Days	3,805,790.96
Number of 30-59 Days	21
Balance of 60-89 Days	170,183.59
Number of 60-89 Days	2
Balance of 90+ Days	639,252.48
Number of 90+ Days	4

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	Legal Bankruptcy - Group II	
	Balance of 0-30 Days	1,759,807.05
	Number of 0-30 Days	13
	Balance of 30-59 Days	0.00
	Number of 30-59 Days	0
	Balance of 60-89 Days	357,848.83
	Number of 60-89 Days	3
	Balance of 90+ Days	1,151,945.76
	Number of 90+ Days	5
Sec. 4.03 (a)(v) B	Loans in Foreclosure - Group II	0.00
	Balance of 0-30 Days	537,376.04
	Number of 0-30 Days	2
	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	3,929,578.92
	Number of 90+ Days	23

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Sec. 4.03(a)(v) C

Loans in REO

REO Group Report			
Group Number	Number of Loans	Principal Balance	Percentage
1	158	19,504,346.26	2.09%
2	30	3,941,411.06	1.44%

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Sec. 4.03(a)(vi)	Principal Prepayments	
	Group I Prepayments	43,173,906.49
	Group II Prepayments	8,589,650.61
Sec. 4.03 (a)(vii)	Realized Losses	
	Group I Liquidated Loan Balance	1,525,620.98
	Group I Net Liquidation Proceeds	1,091,938.07
	Group I Current Period Realized Losses	746,264.12
	Group I Recoveries of Prior Losses	940.31
	Group I Subsequent Losses	313,521.52
	Group I Cumulative Liquidated Loan Balance	16,766,630.40
	Group I Cumulative Net Liquidation Proceeds	12,163,632.19
	Group I Cumulative Recoveries of Prior Losses	104,914.42
	Group I Cumulative Subsequent Losses	555,164.13
	Group I Cumulative Realized Losses	5,080,597.95
	Group II Liquidated Loan Balance	341,483.91
	Group II Net Liquidation Proceeds	320,532.73
	Group II Current Period Realized Losses	206,746.47
	Group II Recoveries of Prior Losses	0.00
	Group II Subsequent Losses	185,795.29
	Group II Cumulative Liquidated Loan Balance	5,188,413.98
	Group II Cumulative Net Liquidation Proceeds	4,491,194.05
	Group II Cumulative Recoveries of Prior Losses	57,077.69
	Group II Cumulative Subsequent Losses	185,963.54
	Group II Cumulative Realized Losses	829,593.76
	Total Liquidated Loan Balance	1,867,104.89

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	Total Net Liquidation Proceeds	1,412,470.80
	Total Current Period Realized Losses	953,010.59
	Total Recoveries of Prior Losses	940.31
	Total Subsequent Losses	499,316.81
	Total Cumulative Liquidated Loan Balance	21,955,044.38
	Total Cumulative Net Liquidation Proceeds	16,654,826.24
	Total Cumulative Recoveries of Prior Losses	161,992.11
	Total Cumulative Subsequent Losses	741,127.67
	Total Cumulative Realized Losses	5,910,191.71
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	31.27%

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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	5.4213%
REMIC Pass-Through Rate - A-1B	5.4813%
REMIC Pass-Through Rate - A-2A	5.2713%
REMIC Pass-Through Rate - A-2B	5.4213%
REMIC Pass-Through Rate - A-2C	5.5813%
REMIC Pass-Through Rate - M-1	5.7013%
REMIC Pass-Through Rate - M-2	5.7513%
REMIC Pass-Through Rate - M-3	5.8013%
REMIC Pass-Through Rate - M-4	6.0558%
REMIC Pass-Through Rate - M-5	6.0558%
REMIC Pass-Through Rate - M-6	6.0558%
REMIC Pass-Through Rate - B-1	6.0558%
REMIC Pass-Through Rate - B-2	6.0558%
REMIC Pass-Through Rate - B-3	8.1813%
REMIC Pass-Through Rate - B-4	8.5813%
Next REMIC Pass-Through Rate - A-1A	0.3400%
Next REMIC Pass-Through Rate - A-1B	0.4000%
Next REMIC Pass-Through Rate - A-2A	0.1900%
Next REMIC Pass-Through Rate - A-2B	0.3400%
Next REMIC Pass-Through Rate - A-2C	0.5000%
Next REMIC Pass-Through Rate - M-1	0.6200%
Next REMIC Pass-Through Rate - M-2	0.6700%
Next REMIC Pass-Through Rate - M-3	0.7200%
Next REMIC Pass-Through Rate - M-4	1.1000%
Next REMIC Pass-Through Rate - M-5	1.1500%
Next REMIC Pass-Through Rate - M-6	1.2500%
Next REMIC Pass-Through Rate - B-1	1.7000%
Next REMIC Pass-Through Rate - B-2	1.8000%
Next REMIC Pass-Through Rate - B-3	3.1000%
Next REMIC Pass-Through Rate - B-3	3.5000%

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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		1,177,623,553.11
	Swap Notional Amount		1,175,000,000.00
	Difference		2,623,553.11
	Funds paid to Swap Counterparty		-2,428,191.67

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Sec. 4.03 (a)(xvi)	Overcollateralization Amounts	
	Required Overcollateralization Amount	31,250,000.00
	Overcollateralization Amount	30,906,240.90
Sec. 4.03 (a)(xvii)	Excess Cashflow	0.00
Sec. 4.03 (a)(xxiii)	Mortgage Insurance	
	MI Premiums	641,327.77
	Insurance Proceeds	0.00