

NovaStar Mortgage Funding Trust, Series 2006-MTA1

December 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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Overcollateralization Detail

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DISTRIBUTION IN DOLLARS								
CLASS	ORIGINAL FACE VALUE	BEGINNING PRINCIPAL BALANCE	PRINCIPAL	INTEREST	TOTAL	REALIZED LOSSES	DEFERRED INTEREST	ENDING PRINCIPAL BALANCE
IA1	518,700,000.00	471,196,924.90	16,860,623.52	2,097,153.54	18,957,777.06	0.00	0.00	454,336,301.38
IIA1A	331,740,000.00	289,788,629.96	12,828,827.32	1,286,259.03	14,115,086.35	0.00	0.00	276,959,802.64
IIA1B	138,225,000.00	120,748,279.56	5,345,478.28	540,818.13	5,886,296.41	0.00	0.00	115,402,801.28
IIA1C	82,935,000.00	72,450,053.88	3,207,335.05	326,246.62	3,533,581.67	0.00	0.00	69,242,718.83
M1	40,200,000.00	40,224,785.74	0.00	184,050.74	184,050.74	0.00	0.00	40,224,785.74
M2	19,200,000.00	19,212,029.97	0.00	88,215.24	88,215.24	0.00	0.00	19,212,029.97
M3	11,400,000.00	11,407,256.79	0.00	52,562.10	52,562.10	0.00	0.00	11,407,256.79
M4	9,600,000.00	9,606,590.98	0.00	45,038.90	45,038.90	0.00	0.00	9,606,590.98
M5	6,600,000.00	6,604,696.30	0.00	31,231.04	31,231.04	0.00	0.00	6,604,696.30
M6	6,000,000.00	6,004,419.36	0.00	28,634.41	28,634.41	0.00	0.00	6,004,419.36
M7	6,000,000.00	6,004,569.36	0.00	28,876.97	28,876.97	0.00	0.00	6,004,569.36
M8	6,000,000.00	6,006,519.36	0.00	32,031.43	32,031.43	0.00	0.00	6,006,519.36
M9	6,000,000.00	6,007,869.36	0.00	34,216.48	34,216.48	0.00	0.00	6,007,869.36
M10	6,000,000.00	6,007,869.36	0.00	34,216.48	34,216.48	0.00	0.00	6,007,869.36
TRUST_CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	1,188,600,000.00	1,071,270,494.88	38,242,264.17	4,809,551.11	43,051,815.28	0.00	0.00	1,033,028,230.71
X	1,061,223,414.00	1,082,670,494.88	0.00	992,447.95	992,447.95	0.00	0.00	1,044,428,230.70
C	11,400,000.00	11,400,000.00	0.00	1,334,490.27	1,334,490.27	0.00	0.00	11,400,000.00

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FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CURRENT PASS-THRU RATE
IA1	66988UAA8	908.41897995	32.50553985	4.04309532	36.54863517	875.91344010	5.525000%
IIA1A	66988UAB6	873.54141786	38.67133092	3.87731064	42.54864156	834.87008694	5.510000%
IIA1B	66988UAC4	873.56324514	38.67229720	3.91259273	42.58488993	834.89094795	5.560000%
IIA1C	66988UAD2	873.57634147	38.67287695	3.93376283	42.60663978	834.90346452	5.590000%
M1	66988UAF7	1,000.61656070	0.00000000	4.57837662	4.57837662	1,000.61656070	5.680000%
M2	66988UAG5	1,000.62656094	0.00000000	4.59454375	4.59454375	1,000.62656094	5.700000%
M3	66988UAH3	1,000.63656053	0.00000000	4.61071053	4.61071053	1,000.63656053	5.720000%
M4	66988UAJ9	1,000.68656042	0.00000000	4.69155208	4.69155208	1,000.68656042	5.820000%
M5	66988UAK6	1,000.71156061	0.00000000	4.73197576	4.73197576	1,000.71156061	5.870000%
M6	66988UAL4	1,000.73656000	0.00000000	4.77240167	4.77240167	1,000.73656000	5.920000%
M7	66988UAM2	1,000.76156000	0.00000000	4.81282833	4.81282833	1,000.76156000	5.970000%
M8	66988UAN0	1,001.08656000	0.00000000	5.33857167	5.33857167	1,001.08656000	6.620000%
M9	66988UAP5	1,001.31156000	0.00000000	5.70274667	5.70274667	1,001.31156000	7.070000%
M10	66988UAQ3	1,001.31156000	0.00000000	5.70274667	5.70274667	1,001.31156000	7.070000%
TOTALS		901.28764503	32.17420846	4.04640006	36.22060851	869.11343657	
X	66988UAE0	1,020.20976978	0.00000000	0.93519229	0.93519229	984.17375354	1.100000%
C	66988UAR1	1,000.00000000	0.00000000	117.06055000	117.06055000	1,000.00000000	*****

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Available Funds - Group I	20,462,699.64
Available Funds - Group II	24,916,053.89

Collateral Principal Detail

Group I Scheduled Principal	0.00
Group I Prepayments in Full	17,928,295.22
Group I Curtailments	744,901.69
Group I Net Liquidation Proceeds	0.00
Group I Realized Losses	0.00
Group I Negative Amortization	1,812,573.39
Group II Scheduled Principal	417.05
Group II Prepayments in Full	23,018,967.66
Group II Curtailments	200,201.93
Group II Net Liquidation Proceeds	0.00
Group II Realized Losses	0.00
Group II Negative Amortization	1,837,945.97
Total Scheduled Principal	417.05
Total Prepayments in Full	40,947,262.88
Total Curtailments	945,103.62
Total Net Liquidation Proceeds	0.00
Total Realized Losses	0.00
Total Negative Amortization	3,650,519.36

NovaStar Mortgage Funding Trust, Series 2006-MTA1**December 26, 2006****Collateral Interest Detail**

Group I Gross Interest	3,631,686.79
Group I Servicing Fee	191,223.06
Group I Custodian Fee	392.20
Group I Trustee Fee	1,555.42
Group I MI Premium	21,378.61
Group II Gross Interest	3,632,205.16
Group II Servicing Fee	172,631.80
Group II Custodian Fee	197.00
Group II Trustee Fee	1,602.12
Group II MI Premium	8,016.88
Total Gross Interest	7,263,891.95
Total Servicing Fee	363,854.86
Total Custodian Fee	589.20
Total Trustee Fee	3,157.79
Total MI Premium	29,395.49

Collateral Prepay Penalty Detail

Group I Prepay Penalty	184,938.28
Group II Prepay Penalty	84,655.68
Total Prepay Penalty	269,593.96

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Distributions of Principal

Class A-1A	16,860,623.52
Class A-2A	12,828,827.32
Class A-2B	5,345,478.28
Class A-2C	3,207,335.05
Class M-1	-0.00
Class M-4	0.00
Class M-5	0.00
Class M-6	0.00
Class M-2	0.00
Class M-3	0.00
Class M7	0.00
Class M8	0.00
Class M9	0.00
Class M10	0.00

Accrued Note Interest

Class A-1A	2,097,153.54
Class A-2A	1,286,259.03
Class A-2b	540,818.13
Class A-2C	326,246.62
Class M-1	184,050.74
Class M-2	88,215.24
Class M-3	52,562.10
Class M-4	45,038.90
Class M-5	31,231.04
Class M-6	28,634.41
Class M-7	28,876.97
Class M-8	32,031.43
Class M-9	32,944.91
Class M-10	32,944.91

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Distributions of Interest

Class A-1A	2,097,153.54
Class A-2A	1,286,259.03
Class A-2b	540,818.13
Class A-2C	326,246.62
Class M-1	184,050.74
Class M-2	88,215.24
Class M-3	52,562.10
Class M-4	45,038.90
Class M-5	31,231.04
Class M-6	28,634.41
Class M-7	28,876.97
Class M-8	32,031.43
Class M-9	34,216.48
Class M-10	34,216.48

Unpaid Interest Shortfall Amounts

Unpaid Interest Shortfall - A-1A	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 - M7	0.00
Unpaid Interest Shortfall - M8	0.00
Unpaid Interest Shortfall - M9	0.00
Unpaid Interest Shortfall - M10	0.00

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Pool Balances

Group I Beginning Pool Balance	533,308,961.66
Group I Ending Pool Balance	516,448,338.15
Group II Beginning Pool Balance	549,361,533.22
Group II Ending Pool Balance	527,979,892.55
Total Beginning Pool Balance	1,082,670,494.88
Total Ending Pool Balance	1,044,428,230.70

Mortgage Loan Information as of Determination Date

Number of Mortgage Loans	2,842
Aggregate Principal Balance of Mortgage Loans	1,044,428,230.70
Beginning Weighted Average Mortgage Rate	7.6111%
Remaining Weighted Average Maturity	366.54

Total Balance of Pre-Funding Account	0.00
Group I Balance of Pre-Funding Account	0.00
Group II Balance of Pre-Funding Account	0.00
Interest Earned on Pre-Funding Amount	0.52

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Loans Delinquent

Contractual Delinquency - Group I

Balance of 0-30 Days	513,045,617.90
Number of 0-30 Days	1,886
Balance of 30-59 Days	1,243,196.56
Number of 30-59 Days	4
Balance of 60-89 Days	1,198,437.16
Number of 60-89 Days	4
Balance of 90+ Days	374,376.74
Number of 90+ Days	1

Contractual Bankruptcy - Group I

Balance of 0-30 Days	381,656.78
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	0.00
Number of 90+ Days	0

Legal Delinquency - Group I

Balance of 0-30 Days	513,045,617.90
Number of 0-30 Days	1,886
Balance of 30-59 Days	1,243,196.56
Number of 30-59 Days	4
Balance of 60-89 Days	1,198,437.16
Number of 60-89 Days	4
Balance of 90+ Days	374,376.74
Number of 90+ Days	1

Legal Bankruptcy - Group I

Balance of 0-30 Days	381,656.78
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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	0.00
Number of 90+ Days	0
Loans in Foreclosure - Group I	
Balance of 0-30 Days	0.00
Number of 0-30 Days	0
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	0.00
Number of 90+ Days	0
Contractual Delinquency - Group II	
Balance of 0-30 Days	521,621,882.97
Number of 0-30 Days	934
Balance of 30-59 Days	1,459,605.49
Number of 30-59 Days	3
Balance of 60-89 Days	2,071,785.92
Number of 60-89 Days	3
Balance of 90+ Days	495,775.53
Number of 90+ Days	1
Contractual Bankruptcy - Group II	
Balance of 0-30 Days	0.00
Number of 0-30 Days	0
Balance of 30-59 Days	0.00
Number of 30-59 Days	0

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Balance of 60-89 Days	0.00
Number of 60-89 Days	0
Balance of 90+ Days	0.00
Number of 90+ Days	0
Legal Delinquency - Group II	
Balance of 0-30 Days	521,621,882.97
Number of 0-30 Days	934
Balance of 30-59 Days	1,459,605.49
Number of 30-59 Days	3
Balance of 60-89 Days	2,071,785.92
Number of 60-89 Days	3
Balance of 90+ Days	495,775.53
Number of 90+ Days	1
Legal Bankruptcy - Group II	
Balance of 0-30 Days	0.00
Number of 0-30 Days	0
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	0.00
Number of 90+ Days	0
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	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	2,330,842.64

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Number of 90+ Days

4

Loans in REO

REO Loans			
Group Number	Number of Loans	Principal Balance	Percentage
1	1	205,053.01	0.04%
2	0	0.00	0.00%

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Principal Prepayments

Group I Prepayments	17,928,295.22
Group II Prepayments	23,018,967.66

Realized Losses

Group I Liquidated Loan Balance	0.00
Group I Net Liquidation Proceeds	0.00
Group I Current Period Realized Losses	0.00
Group I Recoveries of Prior Losses	0.00
Group I Subsequent Losses	0.00

Group I Cumulative Liquidated Loan Balance	0.00
Group I Cumulative Net Liquidation Proceeds	0.00
Group I Cumulative Recoveries of Prior Losses	0.00
Group I Cumulative Subsequent Losses	0.00
Group I Cumulative Realized Losses	0.00

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	0.00
Group II Cumulative Net Liquidation Proceeds	0.00
Group II Cumulative Recoveries of Prior Losses	0.00
Group II Cumulative Subsequent Losses	0.00
Group II Cumulative Realized Losses	0.00

Prepayment Interest Shortfalls not covered by the Servicer	0.00
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Credit Enhancement Percentage	11.86%
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Available Funds Cap Shortfall Amount

Current Period Available Funds Cap Shortfall Amount - A-1A	0.00
Current Period Available Funds Cap Shortfall Amount - A-2A	0.00
Current Period Available Funds Cap Shortfall Amount - A-2B	0.00
Current Period Available Funds Cap Shortfall Amount - A-2C	0.00
Current Period Available Funds Cap Shortfall Amount - M-1	0.00
Current Period Available Funds Cap Shortfall Amount - M-2	0.00
Current Period Available Funds Cap Shortfall Amount - M-3	0.00
Current Period Available Funds Cap Shortfall Amount - M-4	0.00
Current Period Available Funds Cap Shortfall Amount - M-5	0.00
Current Period Available Funds Cap Shortfall Amount - M-6	0.00
Current Period Available Funds Cap Shortfall Amount - M7	0.00
Current Period Available Funds Cap Shortfall Amount - M8	0.00
Current Period Available Funds Cap Shortfall Amount - M9	1,271.57
Current Period Available Funds Cap Shortfall Amount - M10	1,271.57
Available Funds Cap Shortfall Amount Repaid This Period- A-1A	0.00
Available Funds Cap Shortfall Amount Repaid This Period- A-2A	0.00
Available Funds Cap Shortfall Amount Repaid This Period- A-2B	0.00
Available Funds Cap Shortfall Amount Repaid This Period- A-2C	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-1	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-2	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-3	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-4	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-5	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M-6	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M7	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M8	0.00
Available Funds Cap Shortfall Amount Repaid This Period- M9	1,271.57
Available Funds Cap Shortfall Amount Repaid This Period- M10	1,271.57

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Remaining Available Funds Cap Shortfall Amount - A-1A	0.00
Remaining Available Funds Cap Shortfall Amount - A-2A	0.00
Remaining Available Funds Cap Shortfall Amount - A-2B	0.00
Remaining Available Funds Cap Shortfall Amount - A-2C	0.00
Remaining Available Funds Cap Shortfall Amount - M-1	0.00
Remaining Available Funds Cap Shortfall Amount - M-2	0.00
Remaining Available Funds Cap Shortfall Amount - M-3	0.00
Remaining Available Funds Cap Shortfall Amount - M-4	0.00
Remaining Available Funds Cap Shortfall Amount - M-5	0.00
Remaining Available Funds Cap Shortfall Amount - M-6	0.00
Remaining Available Funds Cap Shortfall Amount - M7	0.00
Remaining Available Funds Cap Shortfall Amount - M8	0.00
Remaining Available Funds Cap Shortfall Amount - M9	0.00
Remaining Available Funds Cap Shortfall Amount - M10	0.00

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REMIC Pass-Thru Rate

REMIC Pass-Thru Rate - A-1A	5.5250%
REMIC Pass-Thru Rate - A-2A	5.5100%
REMIC Pass-Thru Rate - A-2B	5.5600%
REMIC Pass-Thru Rate - A-2C	5.5900%
REMIC Pass-Thru Rate - M-1	5.6800%
REMIC Pass-Thru Rate - M-2	5.7000%
REMIC Pass-Thru Rate - M-3	5.7200%
REMIC Pass-Thru Rate - M-4	5.8200%
REMIC Pass-Thru Rate - M-5	5.8700%
REMIC Pass-Thru Rate - M-6	5.9200%
REMIC Pass-Thru Rate - M7	5.9700%
REMIC Pass-Thru Rate - M8	6.6200%
REMIC Pass-Thru Rate - M9	7.0700%
REMIC Pass-Thru Rate - M10	7.0700%
Next REMIC Pass-Thru Rate - A-1A	5.5550%
Next REMIC Pass-Thru Rate - A-2A	5.5400%
Next REMIC Pass-Thru Rate - A-2B	5.5900%
Next REMIC Pass-Thru Rate - A-2C	5.6200%
Next REMIC Pass-Thru Rate - M-1	5.7100%
Next REMIC Pass-Thru Rate - M-2	5.7300%
Next REMIC Pass-Thru Rate - M-3	5.7500%
Next REMIC Pass-Thru Rate - M-4	5.8500%
Next REMIC Pass-Thru Rate - M-5	5.9000%
Next REMIC Pass-Thru Rate - M-6	5.9500%
Next REMIC Pass-Thru Rate - M-7	6.0000%
Next REMIC Pass-Thru Rate - M-8	6.6500%
Next REMIC Pass-Thru Rate - M-9	7.1000%
Next REMIC Pass-Thru Rate - M-10	7.1000%

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Underwritten Noteholders Principal Balance	1,033,028,230.70
Overcollateralization Amounts	
Required Overcollateralization Amount	11,400,000.00
Overcollateralization Amount	11,400,000.00
Excess Cashflow	1,337,033.41
Mortgage Insurance	
MI Premiums	29,395.49
Insurance Proceeds	0.00