

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

August 25, 2008

**Table of Contents**

<b>Distribution Report</b>	-----	<b>3</b>
<b>Factor Report</b>	-----	<b>4</b>
<b>Principal and Interest Distribution</b>	-----	<b>5</b>
<b>Contractual Delinquency</b>	-----	<b>6</b>
<b>Contractual Bankruptcy</b>	-----	<b>6</b>
<b>Legal Delinquency</b>	-----	<b>7</b>
<b>Loans in Foreclosure</b>	-----	<b>7</b>
<b>Legal Bankruptcy</b>	-----	<b>7</b>
<b>Total Delinquency Report</b>	-----	<b>8</b>
<b>Current Period Realized Losses</b>	-----	<b>9</b>

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

Alexander Tonge

The Bank of New York Mellon Corporation - Structured Finance Services

101 Barclay Street, 4th Floor West

New York, New York 10286

Tel: (212) 815-8179 / Fax: (212) 815-8093

Email: alexander.tonge@bnymellon.com



THE BANK OF NEW YORK MELLON

## NovaStar Mortgage Funding Trust, Series 2006-MTA1

August 25, 2008

**Table of Contents**

<b>Cumulative Losses</b>	-----	<b>9</b>
<b>Realized Loss Report</b>	-----	<b>9</b>
<b>Realized Loss Graph</b>	-----	<b>10</b>
<b>REMIC Pass Through Rates</b>	-----	<b>11</b>

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

Alexander Tonge

The Bank of New York Mellon Corporation - Structured Finance Services

101 Barclay Street, 4th Floor West

New York, New York 10286

Tel: (212) 815-8179 / Fax: (212) 815-8093

Email: [alexander.tonge@bnymellon.com](mailto:alexander.tonge@bnymellon.com)



THE BANK OF NEW YORK MELLON

**NovaStar Mortgage Funding Trust, Series 2006-MTA1**  
**August 25, 2008**

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	299,293,705.37	2,865,993.14	687,159.64	3,553,152.78	0.00	0.00	296,427,712.23
IIA1A	331,740,000.00	179,429,844.24	1,960,430.23	409,642.07	2,370,072.30	0.00	0.00	177,469,414.01
IIA1B	138,225,000.00	74,764,303.19	816,866.34	173,907.48	990,773.82	0.00	0.00	73,947,436.85
IIA1C	82,935,000.00	44,859,254.43	490,127.15	105,504.92	595,632.07	0.00	0.00	44,369,127.28
M1	40,200,000.00	40,224,785.74	0.00	97,722.49	97,722.49	0.00	0.00	40,224,785.74
M2	19,200,000.00	19,212,029.97	0.00	47,004.77	47,004.77	0.00	0.00	19,212,029.97
M3	11,400,000.00	11,407,256.79	0.00	28,105.82	28,105.82	0.00	0.00	11,407,256.79
M4	9,600,000.00	9,606,590.98	0.00	24,496.47	24,496.47	0.00	0.00	9,606,590.98
M5	6,600,000.00	6,604,696.30	0.00	17,126.12	17,126.12	0.00	0.00	6,604,696.30
M6	6,000,000.00	6,004,419.36	0.00	15,828.11	15,828.11	0.00	0.00	6,004,419.36
M7	6,000,000.00	6,004,569.36	0.00	16,087.03	16,087.03	0.00	0.00	6,004,569.36
M8	6,000,000.00	6,006,519.36	0.00	19,454.24	19,454.24	0.00	0.00	6,006,519.36
M9	6,000,000.00	6,007,869.36	0.00	21,786.66	21,786.66	0.00	0.00	6,007,869.36
M10	6,000,000.00	6,007,869.36	0.00	21,786.66	21,786.66	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	715,433,713.81	6,133,416.86	1,685,612.48	7,819,029.34	0.00	0.00	709,300,296.95
X	1,061,223,414.00	726,833,713.81	0.00	423,986.33	423,986.33	0.00	0.00	720,600,547.20
C	11,400,000.00	11,400,000.00	0.00	0.00	0.00	0.00	0.00	11,300,250.25



## NovaStar Mortgage Funding Trust, Series 2006-MTA1

August 25, 2008

FACTOR INFORMATION PER \$1000 OF ORIGINAL FACE							
CLASS	CUSIP	BEGINNING PRINCIPAL	PRINCIPAL	INTEREST	TOTAL	ENDING PRINCIPAL	CURRENT PASS-THRU RATE
IA1	66988UAA8	577.00733636	5.52533862	1.32477278	6.85011139	571.48199774	2.666250%
IIA1A	66988UAB6	540.87491481	5.90953828	1.23482869	7.14436697	534.96537653	2.651250%
IIA1B	66988UAC4	540.88842966	5.90968595	1.25814780	7.16783375	534.97874372	2.701250%
IIA1C	66988UAD2	540.89653862	5.90977452	1.27213987	7.18191439	534.98676409	2.731250%
M1	66988UAF7	1,000.61656070	0.00000000	2.43090771	2.43090771	1,000.61656070	2.821250%
M2	66988UAG5	1,000.62656094	0.00000000	2.44816510	2.44816510	1,000.62656094	2.841250%
M3	66988UAH3	1,000.63656053	0.00000000	2.46542281	2.46542281	1,000.63656053	2.861250%
M4	66988UAJ9	1,000.68656042	0.00000000	2.55171563	2.55171563	1,000.68656042	2.961250%
M5	66988UAK6	1,000.71156061	0.00000000	2.59486667	2.59486667	1,000.71156061	3.011250%
M6	66988UAL4	1,000.73656000	0.00000000	2.63801833	2.63801833	1,000.73656000	3.061250%
M7	66988UAM2	1,000.76156000	0.00000000	2.68117167	2.68117167	1,000.76156000	3.111250%
M8	66988UAN0	1,001.08656000	0.00000000	3.24237333	3.24237333	1,001.08656000	3.761250%
M9	66988UAP5	1,001.31156000	0.00000000	3.63111000	3.63111000	1,001.31156000	4.211250%
M10	66988UAQ3	1,001.31156000	0.00000000	3.63111000	3.63111000	1,001.31156000	4.211250%
TOTALS		601.91293439	5.16020264	1.41814949	6.57835213	596.75273174	
X	66988UAE0	684.90169386	0.00000000	0.39952599	0.39952599	679.02812706	0.700000%
C	66988UAR1	1,000.00000000	0.00000000	0.00000000	0.00000000	991.25002193	0.000000%



## NovaStar Mortgage Funding Trust, Series 2006-MTA1

August 25, 2008

## Principal and Interest Distribution

	Principal Distribution	Accrued Note Interest	Interest Distribution	Unpaid Interest Shortfall Amount	AFC Carryforward Amount	Remaining AFC Carryforward Amount
Class A1A	2,865,993.14	687,159.64	687,159.64	0.00	0.00	0.00
Class A2A	1,960,430.23	409,642.07	409,642.07	0.00	0.00	0.00
Class A2B	816,866.34	173,907.48	173,907.48	0.00	0.00	0.00
Class A2C	490,127.15	105,504.92	105,504.92	0.00	0.00	0.00
Class M1	0.00	97,722.49	97,722.49	0.00	0.00	0.00
Class M2	0.00	47,004.77	47,004.77	0.00	0.00	0.00
Class M3	0.00	28,105.82	28,105.82	0.00	0.00	0.00
Class M4	0.00	24,496.47	24,496.47	0.00	0.00	0.00
Class M5	0.00	17,126.12	17,126.12	0.00	0.00	0.00
Class M6	0.00	15,828.11	15,828.11	0.00	0.00	0.00
Class M7	0.00	16,087.03	16,087.03	0.00	0.00	0.00
Class M8	0.00	19,454.24	19,454.24	0.00	0.00	0.00
Class M9	0.00	21,786.66	21,786.66	0.00	0.00	0.00
Class M10	0.00	21,786.66	21,786.66	0.00	0.00	0.00

Credit Enhancement Percentage

17.67%



**NovaStar Mortgage Funding Trust, Series 2006-MTA1**

**August 25, 2008**

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	0.00

**Section 4.03(a)(v) A      Loans Delinquent**

Contractual Delinquency

	Group I	Group II
Balance of 0 to 29 Days	254,154,082.74	247,736,546.53
Number of 0 to 29 Days	914	423
Balance of 30 to 59 Days	12,099,897.82	12,683,981.38
Number of 30 to 59 Days	42	23
Balance of 60 to 89 Days	10,158,019.27	14,605,365.18
Number of 60 to 89 Days	34	25
Balance of 90 Plus Days	55,901,388.00	60,575,327.64
Number of 90 Plus Days	173	104

Contractual Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	1,179,346.48	1,172,074.01
Number of 0 to 29 Days	4	3
Balance of 30 to 59 Days	0.00	0.00
Number of 30 to 59 Days	0	0
Balance of 60 to 89 Days	0.00	536,626.23
Number of 60 to 89 Days	0	1
Balance of 90 Plus Days	2,503,562.53	1,726,314.82
Number of 90 Plus Days	8	3



## NovaStar Mortgage Funding Trust, Series 2006-MTA1

August 25, 2008

## Legal Delinquency

	Group I	Group II
Balance of 0 to 29 Days	254,154,082.74	247,736,546.53
Number of 0 to 29 Days	914	423
Balance of 30 to 59 Days	12,099,897.82	12,683,981.38
Number of 30 to 59 Days	42	23
Balance of 60 to 89 Days	10,158,019.27	14,605,365.18
Number of 60 to 89 Days	34	25
Balance of 90 Plus Days	55,901,388.00	60,575,327.64
Number of 90 Plus Days	173	104

## Loans in Foreclosure

	Group I	Group II
Balance of 0 to 29 Days	0.00	0.00
Number of 0 to 29 Days	0	0
Balance of 30 to 59 Days	0.00	0.00
Number of 30 to 59 Days	0	0
Balance of 60 to 89 Days	0.00	0.00
Number of 60 to 89 Days	0	0
Balance of 90 Plus Days	16,477,428.82	12,748,758.05
Number of 90 Plus Days	51	21

## Legal Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	1,451,524.88	1,700,748.03
Number of 0 to 29 Days	5	4
Balance of 30 to 59 Days	0.00	536,626.23
Number of 30 to 59 Days	0	1
Balance of 60 to 89 Days	339,303.65	0.00
Number of 60 to 89 Days	1	0
Balance of 90 Plus Days	1,892,080.48	1,197,640.80
Number of 90 Plus Days	6	2



## NovaStar Mortgage Funding Trust, Series 2006-MTA1

August 25, 2008

## Total Delinquency Report

	Contractual Delinquency	Contractual Bankruptcy	Legal Delinquency	Loans in Foreclosure	Legal Bankruptcy
Balance of 0 to 29 Days	501,890,629.27	2,351,420.49	501,890,629.27	0.00	3,152,272.91
Number of 0 to 29 Days	1,337	7	1,337	0	9
Balance of 30 to 59 Days	24,783,879.20	0.00	24,783,879.20	0.00	536,626.23
Number of 30 to 59 Days	65	0	65	0	1
Balance of 60 to 89 Days	24,763,384.45	536,626.23	24,763,384.45	0.00	339,303.65
Number of 60 to 89 Days	59	1	59	0	1
Balance of 90 Plus Days	116,476,715.64	4,229,877.35	116,476,715.64	29,226,186.87	3,089,721.28
Number of 90 Plus Days	277	11	277	72	8
Total Aggregate Principal Amount	667,914,608.56	7,117,924.07	667,914,608.56	29,226,186.87	7,117,924.07
Total Number of Mortgage Loans	1,738	19	1,738	72	19



**NovaStar Mortgage Funding Trust, Series 2006-MTA1**

**August 25, 2008**

**Sec. 4.03 (a)(vii)**

**Realized Losses**

Current Period Realized Losses

	Group I	Group II	Total
Liquidated Loan Balance	1,828,571.76	1,894,441.09	3,723,012.85
Net Liquidation Proceeds	870,124.47	1,182,133.03	2,052,257.50
Recoveries of Prior Losses	0.00	471.50	471.50
Subsequent Losses	4,835.50	9,559.50	14,395.00
Current Period Non Recoverables	0.00	0.00	0.00
Realized Losses	963,282.79	721,396.06	1,684,678.85

Cumulative Losses

	Group I	Group II	Total
Liquidated Loan Balance	5,966,425.12	15,065,572.81	21,031,997.93
Net Liquidation Proceeds	3,422,883.95	9,579,888.64	13,002,772.59
Recoveries of Prior Losses	133,973.28	11,287.50	145,260.78
Subsequent Losses	105,115.19	36,547.00	141,662.19
Non Recoverables Advances	0.00	0.00	0.00
Realized Losses	2,514,683.08	5,510,943.67	8,025,626.75

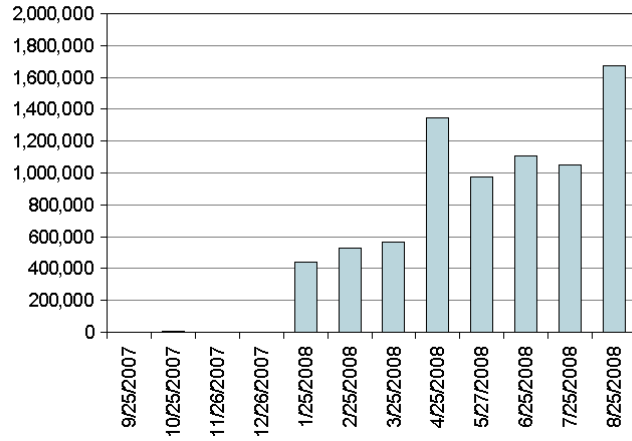
Realized Loss Report

	Total Current Loss	Total Cumulative Loss
Liquidated Loan Balance	3,723,012.85	21,031,997.93
Net Liquidation Proceeds	2,052,257.50	13,002,772.59
Recoveries of Prior Losses	471.50	145,260.78
Subsequent Losses	14,395.00	141,662.19
Non Recoverable Advances	0.00	0.00
Realized Losses	1,684,678.85	8,025,626.75

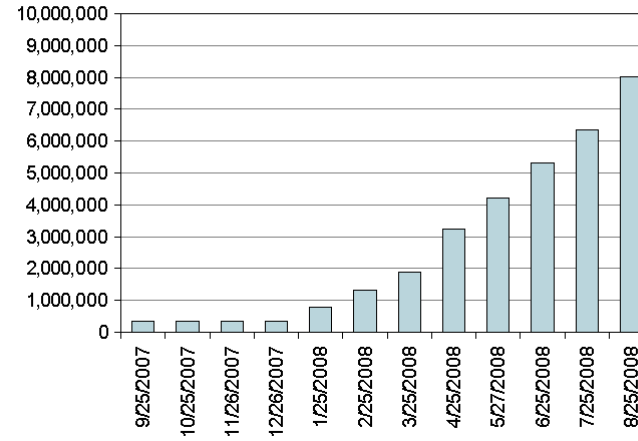
### NovaStar Mortgage Funding Trust, Series 2006-MTA1

August 25, 2008

Current Loss



Cummulative Loss



**NovaStar Mortgage Funding Trust, Series 2006-MTA1**

**August 25, 2008**

REMIC Pass Through Rates

	LIBOR Certificate Uncapped Pass Through Rate for Current Distribution Date	LIBOR Certificates Uncapped Pass Through Rate for Next Distribution Date
Class A1A	2.6663%	2.6769%
Class A2A	2.6513%	2.6619%
Class A2B	2.7013%	2.7119%
Class A2C	2.7313%	2.7419%
Class M1	2.8213%	2.8319%
Class M2	2.8413%	2.8519%
Class M3	2.8613%	2.8719%
Class M4	2.9613%	2.9719%
Class M5	3.0113%	3.0219%
Class M6	3.0613%	3.0719%
Class M7	3.1113%	3.1219%
Class M8	3.7613%	3.7719%
Class M9	4.2113%	4.2219%
Class M10	4.2113%	4.2219%



**NovaStar Mortgage Funding Trust, Series 2006-MTA1**

**August 25, 2008**

**Overcollateralization Amounts**

Required Overcollateralization Amount	11,400,000.00
Overcollateralization Amount	11,300,250.25

Excess Cashflow	0.00
-----------------	------

**Mortgage Insurance**

MI Premiums	24,067.65
Insurance Proceeds	0.00

**Trigger Event Reporting**

3 Month Rolling Average Delinquency %	24.7364%
Senior Enhancement Percentage	4.6378%
Does the Delinquency Average % Exceed the Senior Enhancement Percentage?	YES

Aggregate Losses as a % of Initial Collateral Balance	0.6688%
Current Loss Threshold	0.2250%
Does the Aggregate Loss % Exceed the Loss Threshold?	YES

