

NovaStar Mortgage Funding Trust, Series 2006-MTA1

December 26, 2008

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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
IA1	518,700,000.00	292,878,270.20	1,539,469.49	403,521.17	1,942,990.66	0.00	0.00	291,338,800.71
IIA1A	331,740,000.00	172,396,426.98	1,406,864.89	235,297.18	1,642,162.07	0.00	0.00	170,989,562.09
IIA1B	138,225,000.00	71,833,639.45	586,208.35	101,135.78	687,344.13	0.00	0.00	71,247,431.10
IIA1C	82,935,000.00	43,100,829.82	351,730.28	61,795.81	413,526.09	0.00	0.00	42,749,099.54
M1	40,200,000.00	40,224,785.74	0.00	60,789.71	60,789.71	0.00	0.00	40,224,785.74
M2	19,200,000.00	19,212,029.97	0.00	29,365.05	29,365.05	0.00	0.00	19,212,029.97
M3	11,400,000.00	11,407,256.79	0.00	17,632.13	17,632.13	0.00	0.00	11,407,256.79
M4	9,600,000.00	9,606,590.98	0.00	15,676.09	15,676.09	0.00	0.00	9,606,590.98
M5	6,600,000.00	6,604,696.30	0.00	11,061.95	11,061.95	0.00	0.00	6,604,696.30
M6	6,000,000.00	6,004,419.36	0.00	10,315.09	10,315.09	0.00	0.00	6,004,419.36
M7	6,000,000.00	6,004,569.36	0.00	10,573.88	10,573.88	0.00	0.00	6,004,569.36
M8	6,000,000.00	6,006,519.36	0.00	13,939.30	13,939.30	0.00	0.00	6,006,519.36
M9	6,000,000.00	6,009,187.35	0.00	16,274.05	16,274.05	0.00	0.00	6,009,187.35
M10	6,000,000.00	6,009,187.35	0.00	16,274.05	16,274.05	0.00	0.00	6,009,187.35
TRUST_CERT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTALS	1,188,600,000.00	697,298,409.01	3,884,273.01	1,003,651.24	4,887,924.25	0.00	0.00	693,414,136.00
X	1,061,223,414.00	704,812,439.94	0.00	411,140.59	411,140.59	0.00	0.00	700,578,851.56
C	11,400,000.00	7,514,030.93	0.00	0.00	0.00	0.00	0.00	7,164,715.57

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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	564.63904029	2.96793810	0.77794712	3.74588521	561.67110220	1.600000%
IIA1A	66988UAB6	519.67331941	4.24086601	0.70928191	4.95014792	515.43245340	1.585000%
IIA1B	66988UAC4	519.68630458	4.24097197	0.73167502	4.97264699	515.44533261	1.635000%
IIA1C	66988UAD2	519.69409562	4.24103551	0.74511135	4.98614686	515.45306011	1.665000%
M1	66988UAF7	1,000.61656070	0.00000000	1.51218184	1.51218184	1,000.61656070	1.755000%
M2	66988UAG5	1,000.62656094	0.00000000	1.52942969	1.52942969	1,000.62656094	1.775000%
M3	66988UAH3	1,000.63656053	0.00000000	1.54667807	1.54667807	1,000.63656053	1.795000%
M4	66988UAJ9	1,000.68656042	0.00000000	1.63292604	1.63292604	1,000.68656042	1.895000%
M5	66988UAK6	1,000.71156061	0.00000000	1.67605303	1.67605303	1,000.71156061	1.945000%
M6	66988UAL4	1,000.73656000	0.00000000	1.71918167	1.71918167	1,000.73656000	1.995000%
M7	66988UAM2	1,000.76156000	0.00000000	1.76231333	1.76231333	1,000.76156000	2.045000%
M8	66988UAN0	1,001.08656000	0.00000000	2.32321667	2.32321667	1,001.08656000	2.695000%
M9	66988UAP5	1,001.53122500	0.00000000	2.71234167	2.71234167	1,001.53122500	3.145000%
M10	66988UAQ3	1,001.53122500	0.00000000	2.71234167	2.71234167	1,001.53122500	3.145000%
TOTALS		586.65523221	3.26793960	0.84439781	4.11233741	583.38729261	
X	66988UAE0	664.15085706	0.00000000	0.38742133	0.38742133	660.16151012	0.700000%
C	66988UAR1	659.12552018	0.00000000	0.00000000	0.00000000	628.48382193	0.000000%

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Principal and Interest Distribution

	Principal Distribution	Accrued Note Interest	Interest Distribution	Unpaid Interest Shortfall Amount	AFC Carryforward Amount	Remaining AFC Carryforward Amount
Class A1A	1,539,469.49	403,521.17	403,521.17	0.00	0.00	0.00
Class A2A	1,406,864.89	235,297.18	235,297.18	0.00	0.00	0.00
Class A2B	586,208.35	101,135.78	101,135.78	0.00	0.00	0.00
Class A2C	351,730.28	61,795.81	61,795.81	0.00	0.00	0.00
Class M1	0.00	60,789.71	60,789.71	0.00	0.00	0.00
Class M2	0.00	29,365.05	29,365.05	0.00	0.00	0.00
Class M3	0.00	17,632.13	17,632.13	0.00	0.00	0.00
Class M4	0.00	15,676.09	15,676.09	0.00	0.00	0.00
Class M5	0.00	11,061.95	11,061.95	0.00	0.00	0.00
Class M6	0.00	10,315.09	10,315.09	0.00	0.00	0.00
Class M7	0.00	10,573.88	10,573.88	0.00	0.00	0.00
Class M8	0.00	13,939.30	13,939.30	0.00	0.00	0.00
Class M9	0.00	16,274.05	16,274.05	0.00	0.00	0.00
Class M10	0.00	16,274.05	16,274.05	0.00	0.00	0.00

Credit Enhancement Percentage

17.67%

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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	198,672,259.37	193,504,739.11
Number of 0 to 29 Days	734	334
Balance of 30 to 59 Days	21,866,505.87	11,010,377.67
Number of 30 to 59 Days	66	19
Balance of 60 to 89 Days	11,792,630.56	19,379,596.89
Number of 60 to 89 Days	39	32
Balance of 90 Plus Days	68,468,770.87	81,543,106.66
Number of 90 Plus Days	212	136

Contractual Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	484,273.13	1,028,939.43
Number of 0 to 29 Days	2	2
Balance of 30 to 59 Days	228,468.12	0.00
Number of 30 to 59 Days	1	0
Balance of 60 to 89 Days	1,270,349.38	520,018.35
Number of 60 to 89 Days	3	1
Balance of 90 Plus Days	3,535,996.33	4,541,146.20
Number of 90 Plus Days	13	7

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Legal Delinquency

	Group I	Group II
Balance of 0 to 29 Days	198,672,259.37	193,504,739.11
Number of 0 to 29 Days	734	334
Balance of 30 to 59 Days	21,866,505.87	11,010,377.67
Number of 30 to 59 Days	66	19
Balance of 60 to 89 Days	11,792,630.56	19,379,596.89
Number of 60 to 89 Days	39	32
Balance of 90 Plus Days	68,468,770.87	81,543,106.66
Number of 90 Plus Days	212	136

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	765,183.66	0.00
Number of 60 to 89 Days	2	0
Balance of 90 Plus Days	36,266,324.50	28,339,327.81
Number of 90 Plus Days	121	52

Legal Bankruptcy

	Group I	Group II
Balance of 0 to 29 Days	484,273.13	1,028,939.43
Number of 0 to 29 Days	2	2
Balance of 30 to 59 Days	228,468.12	0.00
Number of 30 to 59 Days	1	0
Balance of 60 to 89 Days	1,270,349.38	520,018.35
Number of 60 to 89 Days	3	1
Balance of 90 Plus Days	3,535,996.33	4,541,146.20
Number of 90 Plus Days	13	7

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Total Delinquency Report

	Contractual Delinquency	Contractual Bankruptcy	Legal Delinquency	Loans in Foreclosure	Legal Bankruptcy
Balance of 0 to 29 Days	392,176,998.48	1,513,212.56	392,176,998.48	0.00	1,513,212.56
Number of 0 to 29 Days	1,068	4	1,068	0	4
Balance of 30 to 59 Days	32,876,883.54	228,468.12	32,876,883.54	0.00	228,468.12
Number of 30 to 59 Days	85	1	85	0	1
Balance of 60 to 89 Days	31,172,227.45	1,790,367.73	31,172,227.45	765,183.66	1,790,367.73
Number of 60 to 89 Days	71	4	71	2	4
Balance of 90 Plus Days	150,011,877.53	8,077,142.53	150,011,877.53	64,605,652.31	8,077,142.53
Number of 90 Plus Days	348	20	348	173	20
Total Aggregate Principal Amount	606,237,987.00	11,609,190.94	606,237,987.00	65,370,835.97	11,609,190.94
Total Number of Mortgage Loans	1,572	29	1,572	175	29

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Sec. 4.03 (a)(vii)

Realized Losses

Current Period Realized Losses

	Group I	Group II	Total
Liquidated Loan Balance	1,973,779.61	1,422,271.21	3,396,050.82
Net Liquidation Proceeds	721,723.96	698,632.00	1,420,355.96
Recoveries of Prior Losses	0.00	2,431.25	2,431.25
Subsequent Losses	25,292.48	10,547.74	35,840.22
Current Period Non Recoverables	0.00	0.00	0.00
Realized Losses	1,277,348.13	731,755.70	2,009,103.83

Cumulative Losses

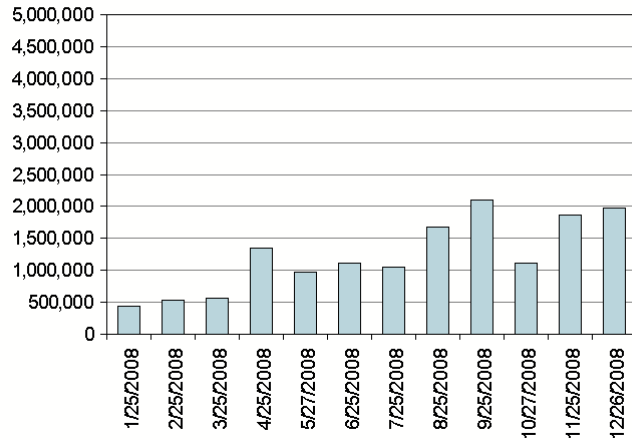
	Group I	Group II	Total
Liquidated Loan Balance	11,248,460.38	24,430,910.05	35,679,370.43
Net Liquidation Proceeds	5,771,595.79	14,828,947.69	20,600,543.48
Recoveries of Prior Losses	136,044.78	32,255.74	168,300.52
Subsequent Losses	143,052.67	64,037.33	207,090.00
Non Recoverables Advances	0.00	0.00	0.00
Realized Losses	5,483,872.48	9,633,743.95	15,117,616.43

Realized Loss Report

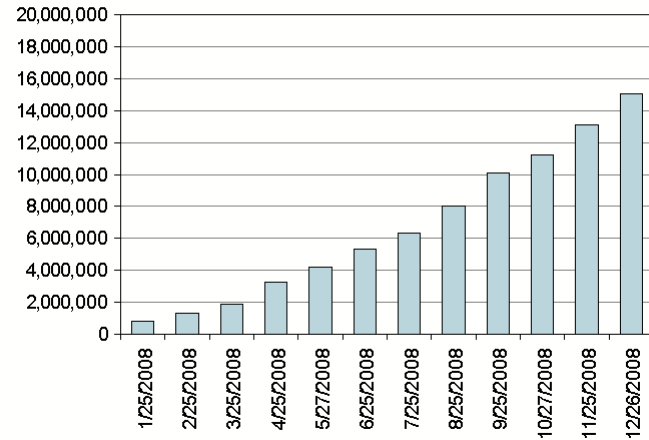
	Total Current Loss	Total Cumulative Loss
Liquidated Loan Balance	3,396,050.82	35,679,370.43
Net Liquidation Proceeds	1,420,355.96	20,600,543.48
Recoveries of Prior Losses	2,431.25	168,300.52
Subsequent Losses	35,840.22	207,090.00
Non Recoverable Advances	0.00	0.00
Realized Losses	2,009,103.83	15,117,616.43

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Current Loss



Cummulative Loss



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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	1.6000%	0.6763%
Class A2A	1.5850%	0.6613%
Class A2B	1.6350%	0.7113%
Class A2C	1.6650%	0.7413%
Class M1	1.7550%	0.8313%
Class M2	1.7750%	0.8513%
Class M3	1.7950%	0.8713%
Class M4	1.8950%	0.9713%
Class M5	1.9450%	1.0213%
Class M6	1.9950%	1.0713%
Class M7	2.0450%	1.1213%
Class M8	2.6950%	1.7713%
Class M9	3.1450%	2.2213%
Class M10	3.1450%	2.2213%

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Overcollateralization Amounts

Required Overcollateralization Amount	11,400,000.00
Overcollateralization Amount	7,164,715.57

Excess Cashflow	0.00
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Mortgage Insurance

MI Premiums	23,802.49
Insurance Proceeds	0.00

Trigger Event Reporting

3 Month Rolling Average Delinquency %	35.0654%
Senior Enhancement Percentage	4.6380%
Does the Delinquency Average % Exceed the Senior Enhancement Percentage?	YES

Aggregate Losses as a % of Initial Collateral Balance	1.2598%
Current Loss Threshold	0.2250%
Does the Aggregate Loss % Exceed the Loss Threshold?	YES