

Ted Strickland
Governor

STATE OF OHIO
DEPARTMENT OF COMMERCE
Division of Financial Institutions
Consumer Finance

Kimberly A. Zurz
Director

In the matter of:)	Case No. M2007-137
)	
NOVASTAR MORTGAGE, INC.)	<u>DIVISION ORDER</u>
8140 Ward Parkway)	
Kansas City, MO 64114)	TERMINATION of Notice of Intent to Revoke
)	Mortgage Broker & Second Mortgage
)	Registrations

WHEREAS, the Ohio Department of Commerce, by and through the Superintendent of the Division of Financial Institutions ("Division"), on April 13, 2007, issued NovaStar Mortgage, Inc. ("Respondent") a Notice of the Division's intent to revoke Respondent's mortgage broker and second mortgage certificates of registration; and

WHEREAS, the basis for such action had been the Ohio Secretary of State's cancellation of Respondent's Articles of Incorporation/Certificate of Authority, in accordance with R.C. 5733.20; and

WHEREAS, subsequently, on or about April 18, 2007, the Division discovered that Respondent had fully resolved the matter, and that the Ohio Secretary of State had issued a Certificate of Reinstatement/Qualification to the Respondent; and

The Division finds that the basis for the intended action has been rendered moot, by virtue of such Reinstatement;

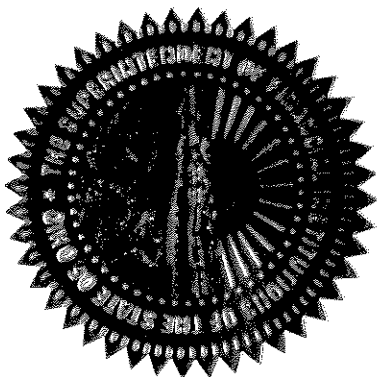
The Division hereby terminates the April 13, 2007 Notice.

IT IS SO ORDERED.

NOTICE OF RIGHT TO APPEAL

Respondent is hereby notified that pursuant to R.C. 119.12, this Order may be appealed by filing a notice of appeal with the Ohio Division of Financial Institutions setting forth the order appealed from and the grounds for the appeal. A copy of such notice of appeal must also be filed with the court of common pleas of the county in which the place of business of the Respondent is located, or the county in which the Respondent is a resident. A notice of appeal must be filed within fifteen (15) days after the date of mailing of this Order.

Signed and sealed this 25th day of April 2007.



Richard F. Keck

RICHARD F. KECK

Acting Deputy Superintendent for Consumer Finance
Division of Financial Institutions
Ohio Department of Commerce