

NOVASTAR FINANCIAL INC  
Form 8-K  
May 24, 2006  
UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

PURSUANT TO SECTION 13 OR 15(d) OF THE  
SECURITIES EXCHANGE ACT OF 1934

May 23, 2006

Date of Report (Date of earliest event reported)

NOVASTAR FINANCIAL, INC.

(Exact name of registrant as specified in its charter)

Maryland	001-13533	74-2830661
(State or other jurisdiction of incorporation or organization)	(Commission File Number)	(I.R.S. Employer Identification No.)

8140 Ward Parkway, Suite 300, Kansas City, MO 64114

(Address of principal executive offices)

(Zip Code)

(816) 237-7000

## Edgar Filing: NOVASTAR FINANCIAL INC - Form 8-K

(Registrant's telephone number, including area code)

Not Applicable

(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

**INFORMATION TO BE INCLUDED IN THE REPORT**

**Item 7.01 Regulation FD Disclosure**

On May 23, 2006, NovaStar Capital, Inc., the mortgage warehouse lending business of NovaStar Financial, Inc. (NYSE: NFI), announced the acquisition of the warehouse lending customer relationships of nBank, N.A., based in Commerce, Georgia. NovaStar Capital will acquire nBank's warehouse relationships with approximately 40 mortgage lenders, who funded a total of approximately \$1.8 billion in loans in the past year. In addition, NovaStar Capital will hire some of the key members of the bank's warehouse lending team.

A copy of the press release announcing this acquisition is included as Exhibit 99 and is incorporated herein by reference. References to the registrant's website in the press release do not incorporate by reference the information on the registrant's website into this Current Report and the registrant disclaims any such incorporation by reference.

**Item 9.01 Financial Statements and Exhibits**

(c) Exhibits

99 NovaStar Capital, Inc. Acquires Warehouse Lending Customers of nBank, N.A. Expands Service and Relationships with Mortgage Lenders

**SIGNATURE**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

DATE: May 24, 2006

NOVASTAR FINANCIAL, INC.

/s/ Gregory S. Metz  
Gregory S. Metz  
Chief Financial Officer

**Exhibit Index**

Exhibit

Number

99 NovaStar Capital, Inc. Acquires Warehouse Lending Customers of nBank, N.A. Expands Service and Relationships with Mortgage Lenders