

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

(Mark One)

[X] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 1996

OR

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

For the transition period from ____ to ____

Commission file number 1-12378

NVR, Inc.

(Exact name of registrant as specified in its charter)

Virginia

54-1394360

(State or other jurisdiction of
incorporation or organization)

(IRS employer identification
number)

7601 Lewinsville Road, Suite 300
McLean, Virginia 22102
(703) 761-2000

(Address, including zip code, and telephone number, including
area code, of registrant's principal executive offices)

(Not Applicable)

(Former name, former address, and former fiscal year
if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports
required to be filed by Section 13 or 15(d) of the Securities Exchange Act
of 1934 during the preceding 12 months (or for such shorter period that the
registrant was required to file such reports), and (2) has been subject to
such filing requirements for the past 90 days.

Yes No

As of July 18, 1996 there were 14,259,358 total shares of common stock
outstanding.

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY PROCEEDINGS
DURING THE PRECEDING FIVE YEARS

Indicate by check mark whether the registrant has filed all documents and
reports required to be filed by Sections 12, 13, or 15 (d) of the Securities
Exchange Act of 1934 subsequent to the distribution of securities under a plan
confirmed by a court. Yes No

NVR, INC.
FORM 10-Q
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PART I

ITEM 1.

NVR, INC.
Consolidated Balance Sheets
(dollars in thousands, except share data)

ASSETS	JUNE 30, 1996 ----- (UNAUDITED)	DECEMBER 31, 1995 -----
HOMEBUILDING:		
Cash and cash equivalents	\$ 41,920	\$ 51,911
Receivables	10,516	7,894
Inventory:		
Lots and housing units, covered under sales agreements with customers	153,770	116,140
Unsold lots and housing units	24,811	33,399
Manufacturing materials and other	6,709	5,174
	-----	-----
	185,290	154,713
Property, plant and equipment, net	17,415	16,882
Reorganization value in excess of amounts allocable to identifiable assets, net	86,345	89,867
Other assets	48,117	47,308
	-----	-----
	389,603	368,575
	-----	-----
FINANCIAL SERVICES:		
Cash and cash equivalents	5,249	3,656
Mortgage loans held for sale, net	105,144	96,311
Mortgage servicing rights, net	17,342	18,017
Property and equipment, net	1,277	1,708
Reorganization value in excess of amounts allocable to identifiable assets, net	13,332	13,877
Other assets	5,219	10,452
	-----	-----
	147,563	144,021
	-----	-----
LIMITED-PURPOSE FINANCING SUBSIDIARIES:		
Mortgage-backed securities, net	66,086	94,403
Funds held by trustee	3,908	2,534
Other assets	3,482	4,338
	-----	-----
	73,476	101,275
	-----	-----
TOTAL ASSETS	\$ 610,642 =====	\$ 613,871 =====

See notes to consolidated financial statements.

NVR, INC.
Consolidated Balance Sheets
(dollars in thousands, except share data)

	JUNE 30, 1996	DECEMBER 31, 1995
	-----	-----
	(UNAUDITED)	
LIABILITIES AND SHAREHOLDERS' EQUITY		
HOMEBUILDING:		
Accounts payable	\$ 54,486	\$ 49,679
Accrued expenses and other liabilities	88,492	88,943
Notes payable	1,090	93
Other term debt	14,041	14,025
Senior notes	120,000	120,000
	-----	-----
	278,109	272,740
	-----	-----
FINANCIAL SERVICES:		
Accounts payable and other liabilities	5,850	7,501
Notes payable	103,061	87,177
	-----	-----
	108,911	94,678
	-----	-----
LIMITED-PURPOSE FINANCING SUBSIDIARIES:		
Accrued expenses and other liabilities	1,781	1,724
Bonds payable	71,613	98,549
	-----	-----
	73,394	100,273
	-----	-----
Total liabilities	460,414	467,691
	-----	-----
COMMITMENTS AND CONTINGENCIES		
SHAREHOLDERS' EQUITY:		
Common stock, \$0.01 par value; 60,000,000 shares authorized; 18,397,545 and 18,384,083 shares issued as of June 30, 1996 and December 31, 1995, respectively	184	184
Additional paid-in-capital	142,451	144,072
Retained earnings	34,136	21,626
Less treasury stock at cost -3,796,787 and 3,170,721 shares at June 30, 1996 and December 31, 1995 respectively	(26,543)	(19,702)
	-----	-----
Total shareholders' equity	150,228	146,180
	-----	-----
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 610,642	\$ 613,871
	=====	=====

See notes to consolidated financial statements.

NVR, INC.
Consolidated Statements of Operations
(dollars in thousands, except per share data)
(unaudited)

	THREE MONTHS ENDED JUNE 30,		SIX MONTHS ENDED JUNE 30,	
	1996	1995	1996	1995
HOMEBUILDING:				
Revenues	\$ 283,532	\$ 207,322	\$ 483,767	\$ 351,391
Other income	120	261	525	977
Cost of sales	(245,357)	(177,514)	(419,202)	(302,860)
Selling, general and administrative	(16,116)	(13,047)	(30,165)	(25,077)
Amortization of reorganization value in excess of amounts allocable to identifiable assets	(1,761)	(1,761)	(3,522)	(3,522)
Operating income	20,418	15,261	31,403	20,909
Interest expense	(4,240)	(4,243)	(8,400)	(8,504)
Homebuilding income	16,178	11,018	23,003	12,405
FINANCIAL SERVICES:				
Mortgage banking fees	6,819	4,949	12,818	9,651
Interest income	1,241	1,074	2,404	1,783
General and administrative	(6,108)	(5,230)	(11,930)	(10,181)
Amortization of reorganization value in excess of amounts allocable to identifiable assets	(272)	(272)	(544)	(544)
Interest expense	(525)	(435)	(1,029)	(599)
Operating income	1,155	86	1,719	110
LIMITED-PURPOSE FINANCING SUBSIDIARIES:				
Operating income (loss)	(2)	10	1	22
TOTAL SEGMENT INCOME				
Income tax expense	(8,561)	(6,018)	(12,213)	(6,788)
Income before extraordinary gain	8,770	5,096	12,510	5,749
Extraordinary gain: (net of tax expense of \$(115) and \$(645) for the three and six months ended June 30, 1995, respectively)	-	165	-	927
NET INCOME	\$ 8,770	\$ 5,261	\$ 12,510	\$ 6,676
EARNINGS PER SHARE:				
Income before extraordinary gain	\$ 0.54	\$ 0.33	\$ 0.77	\$ 0.37
Extraordinary gain	-	0.01	-	0.06
Earnings per share	\$ 0.54	\$ 0.34	\$ 0.77	\$ 0.43

See notes to consolidated financial statements.

NVR, INC.
Consolidated Statements of Cash Flows
(dollars in thousands, except share data)
(unaudited)

	SIX MONTHS ENDED JUNE 30,	
	----- 1996 -----	----- 1995 -----
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net income	\$ 12,510	\$ 6,676
Adjustments to reconcile net income to net cash used by operating activities:		
Extraordinary (gain) - extinguishment of debt		(1,572)
Depreciation and amortization	7,368	7,016
Interest accrued and added to bond principal	395	1,343
Mortgage loans closed	(611,023)	(400,336)
Proceeds from sales of mortgage loans	603,937	366,234
Gain (loss) on sale of mortgage servicing rights	-	(1,999)
Gain on sale of loans	(7,119)	(2,050)
Net change in assets and liabilities:		
Increase in inventories	(30,577)	(57,206)
Decrease (increase) in receivables	(1,971)	1,660
(Decrease) increase in accounts payable and accrued expenses	2,879	(1,126)
Other, net	(1,053)	(2,623)
Net cash used by operating activities	----- (24,654) -----	----- (83,983) -----
CASH FLOWS FROM INVESTING ACTIVITIES:		
Decrease in marketable securities	-	5,000
Decrease (increase) in funds held by trustee	(1,374)	377
Proceeds from sales of mortgage-backed securities	17,814	1,069
Purchase of property, plant and equipment	(2,026)	(2,032)
Principal payments on mortgage-backed securities	11,569	6,880
Proceeds from sales of mortgage servicing rights	8,150	5,057
Purchases of mortgage servicing rights	(112)	(9,729)
Other, net	1,483	(325)
Net cash provided by investing activities	----- 35,504 -----	----- 6,297 -----
CASH FLOWS FROM FINANCING ACTIVITIES:		
Redemption of bonds	(27,562)	(8,953)
Net borrowings under notes payable	16,776	65,357
Purchases of treasury stock	(8,551)	(871)
Repurchase of Senior Notes	-	(12,962)
Other	89	(42)
Net cash provided (used) by financing activities	----- (19,248) -----	----- 42,529 -----
Net decrease in cash	(8,398)	(35,157)
Cash, beginning of the period	55,567	71,476
Cash, end of period	----- \$ 47,169 =====	----- \$ 36,319 =====
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:		
Interest paid during the period	\$ 12,324 =====	\$ 12,393 =====
Income taxes paid, net of refunds	\$ 12,112 =====	\$ 7,033 =====

See notes to consolidated financial statements.

NVR, INC.
Notes to Consolidated Financial Statements
(dollars in thousands, except share data)

1. BASIS OF PRESENTATION

The accompanying unaudited, consolidated financial statements include the accounts of NVR, Inc. ("NVR" or the "Company") and its subsidiaries. Intercompany accounts and transactions have been eliminated in consolidation. The statements have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions to Form 10-Q and Regulation S-X. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. Because the accompanying condensed financial statements do not include all of the information and footnotes required by generally accepted accounting principles, they should be read in conjunction with the financial statements and notes thereto included in the Company's 1995 Annual Report on Form 10-K. In the opinion of management, all adjustments (consisting only of normal recurring accruals) considered necessary for a fair presentation have been included. Operating results for the six month period ended June 30, 1996 are not necessarily indicative of the results that may be expected for the year ending December 31, 1996.

2. ADOPTION OF NEW ACCOUNTING PRINCIPLE

During the quarter ended March 31, 1996, the Company adopted Statement of Financial Accounting Standards ("SFAS") No. 121, ACCOUNTING FOR THE IMPAIRMENT OF LONG-LIVED ASSETS AND FOR LONG-LIVED ASSETS TO BE DISPOSED OF. SFAS No. 121 requires that long-lived assets and certain identifiable intangibles be reviewed for impairment whenever events or changes in circumstances based on future expected cash flows indicate that the carrying amount may not be recoverable. Such adoption did not have a material impact on the Company's financial condition or results of operations.

3. SHAREHOLDERS' EQUITY

A summary of changes in Shareholders' equity is presented below:

	COMMON STOCK -----	ADDITIONAL PAID-IN CAPITAL -----	RETAINED EARNINGS -----	TREASURY STOCK -----
BALANCE, DECEMBER 31, 1995	\$ 184	\$ 144,072	\$ 21,626	\$ (19,702)
Net income	-	-	12,510	-
Option activity	-	85	-	-
Warrant activity	-	4	-	-
Purchases of treasury stock	-	-	-	(8,551)
Performance share activity	-	(1,710)	-	1,710
	-----	-----	-----	-----
BALANCE, JUNE 30, 1996	\$ 184	\$ 142,451	\$ 34,136	\$ (26,543)
	=====	=====	=====	=====

During the second quarter of 1996, the Company repurchased 800,000 shares of its common stock at an aggregate purchase price of \$8,551. The repurchase was made under the previously announced 2,163,000 share equity repurchase program. Subsequent to June 30, 1996, the Company repurchased an additional 341,400 shares at an aggregate purchase price of \$3,638 under the same program.

NVR, INC.
Notes to Consolidated Financial Statements
(dollars in thousands, except share data)

4. DEBT

In May 1996, the Company amended and restated its working capital revolving credit facility (the "Facility") for a three year term expiring on May 31, 1999 under an agreement with a syndicate of financial institutions. The Facility provides for borrowings up to \$60,000. The amended Facility resulted in a more favorable borrowing rate and a reduction in certain fees. The other terms and conditions are substantially the same as those under the facility in effect at December 31, 1995.

In June 1996, NVR Mortgage Finance, Inc. ("NVR Finance") renewed its mortgage warehouse facility for one year with more favorable pricing and an increase in the available borrowing limit to \$105,000. The other terms and conditions are substantially the same as under the previous facility.

During the first quarter of 1996, NVR Finance entered into an annually renewable, uncommitted gestation mortgage-backed security repurchase agreement (the "Repo Facility"). The maximum amount available under the Repo Facility is \$50,000, and amounts outstanding thereunder accrue interest at various rates tied to the federal funds rate, depending on the type of collateral. Borrowings outstanding under the Repo Facility are collateralized by gestation mortgage-backed securities. The covenants under the Repo Facility are consistent with NVR Finance's mortgage warehouse credit facility.

5. STOCK OPTION PLANS

During the second quarter of 1996, the Company's Shareholders approved the Board of Directors' adoption of the Management Long-Term Stock Option Plan (the "Stock Option Plan") and the Directors' Long-Term Stock Option Plan (the "Directors' Plan").

Under the Stock Option Plan, awards of non-qualified stock options ("Options") to purchase 2,000,000 Shares of the Company's common stock ("Shares") may be granted to executive officers and other key management personnel. Each Option will be granted for a period of ten (10) years from the date of grant. As of June 30, 1996, 1,564,000 Options have been granted under the Stock Option Plan at an exercise price of \$10.63, which was equal to the fair market value of the Company's Shares on the date of grant. The Options granted will vest as to thirty-three and one-third percent (33 1/3 %) of the underlying Shares on each of December 31, 2000, 2001, and 2002, with vesting based upon continued employment.

Also as of June 30, 1996, the 192,000 Options authorized under the Directors' Plan were granted to the Company's outside directors at an exercise price of \$10.25, which was equal to the fair market value of the Company's Shares on the date of grant. The Options were granted for a ten (10) year period beginning from the date of grant, and vest as to thirty three and one-third percent (33 1/3%) of the underlying Shares on each of December 31, 1999, 2000, and 2001.

ITEM 2.

NVR, INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS
OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS
(dollars in thousands)

NVR, Inc. ("NVR" or the "Company") is a holding company that operates in two business segments: homebuilding and financial services. Holding company general and administrative expenses are fully allocated to the homebuilding and financial services segments in the information presented below.

HOMEBUILDING SEGMENT

THREE MONTHS ENDED JUNE 30, 1996 AND 1995

During the second quarter of 1996, homebuilding operations generated revenues of \$283,532 compared to revenues of \$207,322 in the second quarter of 1995. The change in revenues is primarily due to a 33.9% increase in the number of homes settled from 1,162 in 1995 to 1,556 in 1996. The increase in settlements was a direct result of the higher backlog at the beginning of the 1996 quarter as compared to the same 1995 quarter. New orders of 1,801 during the second quarter of 1996 were substantially the same as the 1,807 new orders during the same 1995 period.

Gross profit margins in the second quarter of 1996 decreased to 13.5% compared to 14.4% for the same 1995 quarter. The decrease in gross profit margins from the prior year quarter was primarily due to additional costs incurred in the construction of homes as a result of severe winter weather conditions in NVR's principal markets during the first quarter of 1996, higher lumber costs and to a lesser extent, more competitive market conditions in certain of the Company's markets.

SG&A expenses for the second quarter of 1996 increased \$3,069 as compared to the same 1995 period but as a percentage of revenues decreased 0.6%. The increase in SG&A dollars was primarily due to increased costs that corresponded to the aforementioned increase in revenues.

Backlog units and dollars were 3,101 and \$563,948, respectively, at June 30, 1996 compared to 2,655 and \$479,001, respectively, at June 30, 1995. The increase in backlog units and dollars is due primarily to an 11.9% increase in new orders over the six month period ended June 30, 1996 compared to the same 1995 period.

The Company believes that earnings before interest, taxes, depreciation and amortization ("EBITDA") provides a more meaningful comparison of operating performance of the homebuilding segment than operating income because it excludes the amortization of certain intangible assets. Although the Company believes the calculation is helpful in understanding the performance of the homebuilding segment, EBITDA should not be considered a substitute for net income or cash flow as indicators of the Company's financial performance or its ability to generate liquidity.

CALCULATION OF EBITDA:

	THREE MONTHS ENDED JUNE 30,	
	1996	1995
Operating income	\$ 20,418	\$ 15,261
Depreciation	685	526
Amortization of excess reorganization value	1,761	1,761
HOMEBUILDING EBITDA	\$ 22,864	\$ 17,548
	=====	=====
% OF HOMEBUILDING REVENUES	8.1%	8.5%

Homebuilding EBITDA in the second quarter of 1996 was \$5,316 or 30.3% higher than in the second quarter of 1995, but as a percentage of revenue decreased from 8.5% to 8.1%.

FINANCIAL SERVICES SEGMENT

THREE MONTHS ENDED JUNE 30, 1996 AND 1995

Operating income from the financial services segment was \$1,155 for the second quarter of 1996 compared to \$86 during the same period in 1995. Loan closings were \$321,795 and \$253,571 during the respective quarters of 1996 and 1995, representing an increase of 27%. The increase in operating income is primarily attributable to the higher gain on sale of loans resulting from increased loan closings during the current period. This result was achieved despite continued strong price competition and fewer operating branch offices during the current three month period as compared to the prior year period.

Mortgage banking fees had a net increase of \$1,870 when comparing the second quarter of 1996 to the second quarter of 1995. The increase is attributed to the higher gain on sale of loans resulting from the increased loan closings. A summary of mortgage banking fees for the three month period ended June 30, 1996 and 1995 is noted below:

MORTGAGE BANKING FEES:	1996	1995
	-----	-----
Net gain on sale of loans	\$ 3,859	\$ 1,320
Servicing	1,348	1,822
Title services	948	704
Gain on sale of servicing rights	-	539
Other	664	564
	-----	-----
	\$ 6,819	\$ 4,949
	=====	=====

HOMEBUILDING SEGMENT

SIX MONTHS ENDED JUNE 30, 1996 AND 1995

During the first six months of 1996, homebuilding operations generated revenues of \$483,767 compared to revenues of \$351,391 in the first six months of 1995. The increase in revenues was primarily due to a 32.4% increase in the number of homes settled from 2,011 in 1995 to 2,663 in 1996, and to a 4.3% increase in the average settlement price from \$173.3 in 1995 to \$180.8 in 1996. The increase in settlements was a direct result of a higher backlog at the beginning of 1996 and throughout the first three months of 1996 when compared to the same 1995 period. New orders increased by 11.9% to 3,293 during the first six months of 1996 compared with 2,944 during the first six months of 1995.

Gross profit margins decreased to 13.3% in the first six months of 1996 compared to 13.8% in the first six months of 1995. The decrease in gross profit margins from the prior year was primarily attributable to additional costs incurred in the construction of homes as a result of severe winter weather conditions in NVR's principal markets during the first quarter of 1996 and to a lesser extent, more competitive market conditions in certain of the Company's markets.

SG&A expenses for 1996 increased \$5,088 as compared to the same 1995 period, but as a percentage of revenues decreased 0.9%. The increase in SG&A dollars was primarily due to increased costs that correspond to the aforementioned increase in revenues.

CALCULATION OF HOMEBUILDING EBITDA:

	SIX MONTHS ENDED JUNE 30,	
	1996	1995
Operating income	\$ 31,403	\$ 20,909
Depreciation	1,403	1,049
Amortization of excess reorganization value	3,522	3,522
HOMEBUILDING EBITDA	\$ 36,328	\$ 25,480
% OF HOMEBUILDING REVENUES	7.5%	7.3%

Homebuilding EBITDA for the first six months of 1996 was \$10,848 or 42.6% higher than the first six months of 1995, and as a percentage of revenues increased from 7.3% to 7.5%.

FINANCIAL SERVICES SEGMENT

SIX MONTHS ENDED JUNE 30, 1996 AND 1995

Operating income from the financial services segment was \$1,719 compared to \$110 during the same period in 1995. Loan closings were \$611,023 and \$400,336 during the respective first halves of 1996 and 1995, representing an increase of 53%. The increase in operating income is primarily attributable to the higher gain on sale of loans resulting from increased loan closings during the first six months of 1996. This result was achieved despite continued strong price competition and fewer operating branch offices during the current six month period as compared to the prior year period.

Mortgage banking fees had a net increase of \$3,167 when comparing the first half of 1996 to the first half of 1995. The increase is primarily attributed to the higher gain on sale of loans resulting from the increased loan closings, partially offset by a lower gain on sale of mortgage servicing rights. A summary of mortgage banking fees for the six month period ended June 30, 1996 and 1995 is noted below:

MORTGAGE BANKING FEES:	1996	1995
Net gain on sale of loans	\$ 7,119	\$ 2,050
Servicing	2,807	3,435
Title services	1,677	1,168
Gain on sale of servicing rights	-	1,999
Other	1,215	999
	\$ 12,818	\$ 9,651

OTHER ELEMENTS IMPACTING RESULTS OF OPERATIONS

SUPPLEMENTAL DISCLOSURE OF NET INCOME PER SHARE

The Company is amortizing the reorganization value in excess of amounts allocable to identifiable assets on a straight-line basis over a fifteen year period beginning in the fourth quarter of 1993. Because this non-cash expense significantly impacts net income, the following is presented for additional analysis. Although the Company believes the calculation is helpful in assessing the financial results of the Company, it should not be considered a substitute for earnings per share as presented on the face of the statements of operations on the accompanying financial statements.

	THREE MONTHS ENDED JUNE 30,		SIX MONTHS ENDED JUNE 30,	
	1996	1995	1996	1995
WEIGHTED AVERAGE SHARES OUTSTANDING:				
Weighted average number of shares of common stock and common stock equivalents outstanding	16,373,538	15,364,599	16,148,296	15,395,300
SUPPLEMENTAL INFORMATION:				
Reported net income	\$ 8,770	\$ 5,261	\$ 12,510	\$ 6,676
Plus:				
Amortization of reorganization value in excess of amounts allocable to identifiable assets	2,033	2,033	4,066	4,066
Less:				
Extraordinary gain - net of taxes	-	(165)	-	(927)
Income before extraordinary gain and amortization of reorganization value in excess of amounts allocable to identifiable assets	\$ 10,803	\$ 7,129	\$ 16,576	\$ 9,815
EARNINGS PER SHARE before extraordinary gain and amortization of reorganization value in excess of amounts allocable to identifiable assets				
	\$ 0.66	\$ 0.46	\$ 1.03	\$ 0.64

LIQUIDITY AND CAPITAL RESOURCES

NVR's homebuilding segment generally provides for its working capital cash requirements using cash generated from operations and a short-term credit facility. The homebuilding segment has available a \$60,000 Working Capital Revolving Credit facility (the "facility") to fund its working capital needs, under which \$1,000 was outstanding at June 30, 1996.

NVR's financial services segment provides for its mortgage origination and other operating activities using cash generated from operations as well as various short-term credit facilities. NVR Mortgage Finance, Inc. ("NVR Finance") has available a \$105,000 mortgage warehouse facility to fund its mortgage origination activities, under which \$93,150 was outstanding at June 30, 1996.

In addition, during the quarter ended March 31, 1996, NVR Finance entered into an annually renewable, uncommitted gestation mortgage-backed security repurchase agreement (the "Repo Facility"). The maximum amount available under the Repo Facility is \$50,000, and amounts outstanding thereunder accrue interest at various rates tied to the federal funds rate, depending on the type of collateral. Borrowings outstanding under the Repo Facility are collateralized by gestation mortgage-backed securities. The covenants under the Repo Facility are consistent with NVR Finance's mortgage warehouse credit facility. There was \$9,911 outstanding under this facility at June 30, 1996.

The Company believes that internally generated cash and borrowings available under credit facilities will be sufficient to satisfy near term cash requirements for working capital in both its homebuilding and mortgage banking operations.

OTHER ELEMENTS IMPACTING LIQUIDITY

During the second quarter of 1996, the Company repurchased 800,000 shares of its common stock at an aggregate purchase price of \$8,551. The repurchase was made under the previously announced 2,163,000 share equity repurchase program. Subsequent to June 30, 1996, the Company repurchased an additional 341,400 shares at an aggregate purchase price of \$3,638 under the same program.

PART II

ITEM 4. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS

NVR held its Annual Meeting of Shareholders on May 7, 1996. Four matters were voted upon at the Annual Meeting:

MATTER	VOTES FOR	WITHHELD AUTHORITY TO VOTE		
-----	-----	-----	-----	-----
1. Election of three directors to serve three year terms:				
Dwight C. Schar	13,966,318	381,520		
George E. Slye	13,970,905	376,933		
Frederick W. Zuckerman	13,968,403	379,435		
	VOTES FOR	VOTES AGAINST	ABSTENTIONS	NOT VOTED
	-----	-----	-----	-----
2. Adoption of the Management Long-Term Stock Option Plan	8,930,646	2,338,319	608,312	3,488,847
3. Adoption of the Directors Long-Term Stock Option Plan	9,219,025	2,089,530	618,259	3,439,310
4. Ratification of appointment of KPMG Peat Marwick LLP as independent auditors for NVR	13,945,800	367,265	34,773	1,018,286

ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

- a. 11. Computation of Earnings per Share.
- b. 27. Financial Data Schedule.
- c. The Company did not file any reports on Form 8-K during the quarter ended June 30, 1996.

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.

July 25, 1996

NVR, Inc.

By: /s/ Paul C. Saville

Paul C. Saville
Senior Vice President Finance and
Chief Financial Officer

EXHIBIT INDEX

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EXHIBIT 11

NVR, INC.
 Computation of Earnings Per Share
 (amounts in thousands, except per share amounts)

	THREE MONTHS ENDED JUNE 30,		SIX MONTHS ENDED JUNE 30,	
	1996	1995	1996	1995
1. Net income	\$ 8,770 =====	\$ 5,261 =====	\$ 12,510 =====	\$ 6,676 =====
2. Weighted average number of shares outstanding	15,198	15,365	15,240	15,316
3. Shares issuable upon exercise of dilutive options, warrants and subscriptions outstanding during period, based on average market price	1,176 -----	- -----	908 -----	79 -----
4. Shares issuable upon exercise of dilutive options, warrants and subscriptions outstanding during period, based on higher of average or end of period market price	1,176 -----	- -----	908 -----	79 -----
5. Weighted average number of shares and share equivalents outstanding (2 + 3)	16,374 =====	15,365 =====	16,148 =====	15,395 =====
6. Weighted average number of shares outstanding assuming full dilution (2 + 4)	16,374 =====	15,365 =====	16,148 =====	15,395 =====
7. Net income per share and share equivalents (1/5)	\$ 0.54 =====	\$ 0.34 =====	\$ 0.77 =====	\$ 0.43 =====
8. Net income per share, assuming full dilution (1/6)	\$ 0.54 =====	\$ 0.34 =====	\$ 0.77 =====	\$ 0.43 =====

THIS SCHEDULE CONTAINS SUMMARY FINANCIAL INFORMATION EXTRACTED FROM NVR, INC.'S CONSOLIDATED FINANCIAL STATEMENTS INCLUDED IN FORM 10-Q FOR THE QUARTERLY PERIOD ENDED JUNE 30, 1996 AND IS QUALIFIED IN ITS ENTIRETY BY REFERENCE TO SUCH FINANCIAL STATEMENTS.

1,000

6-MOS	
	DEC-31-1996
	JAN-01-1996
	JUN-30-1996
	47,169
	0
	10,516
	0
	185,290
	0
	18,692
	0
	610,642
0	0
	191,613
0	0
	184
	150,044
610,642	483,767
	499,515
	419,202
	42,095
	4,066
	0
	9,429
	24,723
	12,213
12,510	0
	0
	0
	0
	12,510
	0.77
	0.77

ITEM REPRESENTS THE NON-CASH AMORTIZATION OF EXCESS REORGANIZATION VALUE.