

**SLM Student Loan Trust 2008-7**

**Quarterly Servicing Report**

**Distribution Date 07/25/2012**

**Collection Period 04/01/2012 - 06/30/2012**

SLM Funding LLC - *Depositor*

Sallie Mae, Inc. - *Servicer and Administrator*

Deutsche Bank National Trust Company - *Indenture Trustee*

Deutsche Bank Trust Company Americas - *Eligible Lender Trustee*

SLM Investment Corp. - *Excess Distribution Certificateholder*

I. Deal Parameters

| A | Student Loan Portfolio Characteristics          | 07/02/2008                 | 03/31/2012                 | 06/30/2012                 |
|---|---|----------------------------|----------------------------|----------------------------|
|   | Principal Balance                               | \$ 1,501,805,868.82        | \$ 1,091,548,546.19        | \$ 1,040,339,946.05        |
|   | Interest to be Capitalized Balance              | 40,325,024.93              | 21,379,106.85              | 19,857,980.73              |
|   | Pool Balance                                    | \$ 1,542,130,893.75        | \$ 1,112,927,653.04        | \$ 1,060,197,926.78        |
|   | Capitalized Interest Account Balance            | \$ 17,000,000.00           | \$ -                       | \$ -                       |
|   | Specified Reserve Account Balance               | 3,862,198.00               | 2,782,319.13               | 2,650,494.82               |
|   | <b>Adjusted Pool</b> <sup>(1)</sup>             | <b>\$ 1,562,993,091.75</b> | <b>\$ 1,115,709,972.17</b> | <b>\$ 1,062,848,421.60</b> |
|   | Weighted Average Coupon (WAC)                   | 6.14%                      | 5.79%                      | 5.80%                      |
|   | Weighted Average Remaining Term                 | 125.92                     | 121.65                     | 121.08                     |
|   | Number of Loans                                 | 369,000                    | 244,528                    | 233,450                    |
|   | Number of Borrowers                             | 177,112                    | 118,102                    | 112,704                    |
|   | Aggregate Outstanding Principal Balance - Tbill |                            | \$ 75,108,588.70           | \$ 71,100,793.92           |
|   | Aggregate Outstanding Principal Balance - LIBOR |                            | \$ 1,037,819,064.34        | \$ 989,097,132.86          |
|   | Pool Factor                                     |                            | 0.720397777                | 0.686265839                |
|   | Since Issued Constant Prepayment Rate           |                            | 1.85%                      | 2.22%                      |

<sup>(1)</sup> The Specified Reserve Account balance is included in the Adjusted Pool until the Pool Balance is less than 40% of the original pool.

| B | Debt Securities | Cusip/Isin | 04/25/2012        | 07/25/2012        |
|---|-----------------|------------|-------------------|-------------------|
|   | A2              | 78445FAB1  | \$ 445,468,775.20 | \$ 393,135,844.74 |
|   | A3              | 78445FAC9  | \$ 205,000,000.00 | \$ 205,000,000.00 |
|   | A4              | 78445FAD7  | \$ 407,582,000.00 | \$ 407,582,000.00 |
|   | B               | 78445FAE5  | \$ 46,502,000.00  | \$ 46,502,000.00  |

| C | Account Balances                     | 04/25/2012      | 07/25/2012      |
|---|--------------------------------------|-----------------|-----------------|
|   | Reserve Account Balance              | \$ 2,782,319.13 | \$ 2,650,494.82 |
|   | Capitalized Interest Account Balance | \$ -            | \$ -            |
|   | Floor Income Rebate Account          | \$ 9,082,502.21 | \$ 8,751,971.82 |
|   | Supplemental Loan Purchase Account   | \$ -            | \$ -            |

| D | Asset / Liability                                  | 04/25/2012          | 07/25/2012          |
|---|--|---------------------|---------------------|
|   | Adjusted Pool Balance + Supplemental Loan Purchase | \$ 1,115,709,972.17 | \$ 1,062,848,421.60 |
|   | Total Notes  | \$ 1,104,552,775.20 | \$ 1,052,219,844.74 |
|   | Difference   | \$ 11,157,196.97    | \$ 10,628,576.86    |
|   | Parity Ratio                                       | 1.01010             | 1.01010             |

II. Trust Activity 04/01/2012 through 06/30/2012

|          |   |                         |
|----------|---|-------------------------|
| <b>A</b> | <b>Student Loan Principal Receipts</b>                                  |                         |
|          | Borrower Principal  | 14,632,821.99           |
|          | Guarantor Principal   | 12,266,598.21           |
|          | Consolidation Activity Principal  | 32,215,205.12           |
|          | Seller Principal Reimbursement  | 2,820.06                |
|          | Servicer Principal Reimbursement  | 5,942.45                |
|          | Rejected Claim Repurchased Principal                                    | 192,392.50              |
|          | Other Principal Deposits  | 53,453.17               |
|          | <b>Total Principal Receipts</b>   | <b>\$ 59,369,233.50</b> |
| <b>B</b> | <b>Student Loan Interest Receipts</b>                                   |                         |
|          | Borrower Interest   | 5,299,661.57            |
|          | Guarantor Interest  | 334,921.35              |
|          | Consolidation Activity Interest   | 723,243.56              |
|          | Special Allowance Payments  | 148,503.51              |
|          | Interest Subsidy Payments   | 1,820,584.31            |
|          | Seller Interest Reimbursement   | 475.44                  |
|          | Servicer Interest Reimbursement   | 23,436.38               |
|          | Rejected Claim Repurchased Interest                                     | 15,354.10               |
|          | Other Interest Deposits   | 224,607.75              |
|          | <b>Total Interest Receipts</b>  | <b>\$ 8,590,787.97</b>  |
| <b>C</b> | <b>Reserves in Excess of Requirement</b>                                | <b>\$ 131,824.31</b>    |
| <b>D</b> | <b>Investment Income</b>  | <b>\$ 18,815.68</b>     |
| <b>E</b> | <b>Funds Borrowed from Next Collection Period</b>                       | <b>\$ -</b>             |
| <b>F</b> | <b>Funds Repaid from Prior Collection Period</b>                        | <b>\$ -</b>             |
| <b>G</b> | <b>Loan Sale or Purchase Proceeds</b>                                   | <b>\$ -</b>             |
| <b>H</b> | <b>Initial Deposits to Collection Account</b>                           | <b>\$ -</b>             |
| <b>I</b> | <b>Excess Transferred from Other Accounts</b>                           | <b>\$ 9,082,502.21</b>  |
| <b>J</b> | <b>Other Deposits</b>   | <b>\$ -</b>             |
| <b>K</b> | <b>Funds Released from Capitalized Interest Account</b>                 | <b>0.00</b>             |
| <b>L</b> | <b>Less: Funds Previously Remitted:</b>                                 |                         |
|          | Servicing Fees to Servicer  | \$(740,951.50)          |
|          | Floor Income Rebate Fees to Dept. of Education                          | \$(9,095,535.62)        |
|          | Funds Allocated to the Floor Income Rebate Account                      | \$(8,751,971.82)        |
| <b>M</b> | <b>AVAILABLE FUNDS</b>  | <b>\$ 58,604,704.73</b> |
| <b>N</b> | <b>Non-Cash Principal Activity During Collection Period</b>             | <b>\$(8,160,633.36)</b> |
| <b>O</b> | <b>Non-Reimbursable Losses During Collection Period</b>                 | <b>\$ 289,234.26</b>    |
| <b>P</b> | <b>Aggregate Purchased Amounts by the Depositor, Servicer or Seller</b> | <b>\$ 263,066.13</b>    |
| <b>Q</b> | <b>Aggregate Loan Substitutions</b>                                     | <b>\$ -</b>             |

III. 2008-7 Portfolio Characteristics

|              |                        | 06/30/2012        |                |                           |                | 03/31/2012        |                |                           |                |
|--------------|------------------------|-------------------|----------------|---------------------------|----------------|-------------------|----------------|---------------------------|----------------|
|              |                        | Wtd Avg<br>Coupon | # Loans        | Principal                 | % of Principal | Wtd Avg<br>Coupon | # Loans        | Principal                 | % of Principal |
| INTERIM:     | IN SCHOOL              | 6.15%             | 8,612          | \$41,299,320.01           | 3.970%         | 6.19%             | 11,285         | \$53,656,686.03           | 4.916%         |
|              | GRACE                  | 6.24%             | 3,680          | \$16,851,841.09           | 1.620%         | 6.13%             | 3,565          | \$14,581,319.38           | 1.336%         |
|              | DEFERMENT              | 5.42%             | 41,875         | \$169,733,014.70          | 16.315%        | 5.44%             | 45,614         | \$182,852,718.91          | 16.752%        |
| REPAYMENT:   | CURRENT                | 5.90%             | 112,393        | \$468,435,493.01          | 45.027%        | 5.89%             | 115,916        | \$482,388,924.58          | 44.193%        |
|              | 31-60 DAYS DELINQUENT  | 5.67%             | 10,166         | \$44,255,026.17           | 4.254%         | 5.62%             | 10,507         | \$44,757,141.58           | 4.100%         |
|              | 61-90 DAYS DELINQUENT  | 5.42%             | 6,219          | \$25,808,241.01           | 2.481%         | 5.62%             | 5,679          | \$24,683,588.60           | 2.261%         |
|              | 91-120 DAYS DELINQUENT | 5.37%             | 4,085          | \$16,034,359.64           | 1.541%         | 5.44%             | 3,143          | \$13,122,846.22           | 1.202%         |
|              | > 120 DAYS DELINQUENT  | 5.40%             | 13,090         | \$52,043,310.10           | 5.003%         | 5.28%             | 12,603         | \$49,726,293.49           | 4.556%         |
|              | FORBEARANCE            | 5.98%             | 30,736         | \$197,431,984.36          | 18.978%        | 5.96%             | 33,318         | \$215,408,810.68          | 19.734%        |
|              | CLAIMS IN PROCESS      | 5.22%             | 2,536          | \$8,223,667.44            | 0.790%         | 5.28%             | 2,807          | \$10,112,416.60           | 0.926%         |
|              | AGED CLAIMS REJECTED   | 5.52%             | 58             | \$223,688.52              | 0.022%         | 4.28%             | 91             | \$257,800.12              | 0.024%         |
| <b>TOTAL</b> |                        |                   | <b>233,450</b> | <b>\$1,040,339,946.05</b> | <b>100.00%</b> |                   | <b>244,528</b> | <b>\$1,091,548,546.19</b> | <b>100.00%</b> |

\* Percentages may not total 100% due to rounding

IV. 2008-7 Portfolio Characteristics (cont'd)

|   | 06/30/2012         | 03/31/2012         |
|---|--------------------|--------------------|
| Pool Balance                                | \$1,060,197,926.78 | \$1,112,927,653.04 |
| Total # Loans                               | 233,450            | 244,528            |
| Total # Borrowers                           | 112,704            | 118,102            |
| Weighted Average Coupon                     | 5.80%              | 5.79%              |
| Weighted Average Remaining Term             | 121.08             | 121.65             |
| Non-Reimbursable Losses                     | \$289,234.26       | \$296,046.66       |
| Cumulative Non-Reimbursable Losses          | \$4,245,442.41     | \$3,956,208.15     |
| Since Issued Constant Prepayment Rate (CPR) | 2.22%              | 1.85%              |
| Loan Substitutions                          | \$-                | \$-                |
| Cumulative Loan Substitutions               | \$-                | \$-                |
| Rejected Claim Repurchases                  | \$207,746.60       | \$67,751.04        |
| Cumulative Rejected Claim Repurchases       | \$1,102,483.09     | \$894,736.49       |
| Unpaid Primary Servicing Fees               | \$-                | \$-                |
| Unpaid Administration Fees                  | \$-                | \$-                |
| Unpaid Carryover Servicing Fees             | \$-                | \$-                |
| Note Principal Shortfall                    | \$-                | \$-                |
| Note Interest Shortfall                     | \$-                | \$-                |
| Unpaid Interest Carryover                   | \$-                | \$-                |
| Borrower Interest Accrued                   | \$13,513,573.41    | \$14,007,117.10    |
| Interest Subsidy Payments Accrued           | \$1,687,708.75     | \$1,773,684.06     |
| Special Allowance Payments Accrued          | \$146,659.79       | \$148,809.97       |

V. 2008-7 Portfolio Statistics by School and Program

| A | LOAN TYPE                         | Weighted<br>Average Coupon | # LOANS        | \$ AMOUNT                  | % *             |
|---|-----------------------------------|----------------------------|----------------|----------------------------|-----------------|
|   | - GSL <sup>(1)</sup> - Subsidized | 5.47%                      | 130,952        | \$ 434,645,581.48          | 41.779%         |
|   | - GSL - Unsubsidized              | 5.75%                      | 91,501         | 507,787,580.82             | 48.810%         |
|   | - PLUS <sup>(2)</sup> Loans       | 7.57%                      | 10,429         | 95,618,922.82              | 9.191%          |
|   | - SLS <sup>(3)</sup> Loans        | 3.38%                      | 568            | 2,287,860.93               | 0.220%          |
|   | - Consolidation Loans             | 0.00%                      | 0              | 0.00                       | 0.000%          |
|   | <b>Total</b>                      | <b>5.80%</b>               | <b>233,450</b> | <b>\$ 1,040,339,946.05</b> | <b>100.000%</b> |
| B | SCHOOL TYPE                       | Weighted<br>Average Coupon | # LOANS        | \$ AMOUNT                  | % *             |
|   | - Four Year                       | 5.83%                      | 190,989        | \$ 928,714,540.64          | 89.270%         |
|   | - Two Year                        | 5.52%                      | 35,566         | 92,877,647.98              | 8.928%          |
|   | - Technical                       | 5.68%                      | 6,888          | 18,733,438.68              | 1.801%          |
|   | - Other                           | 3.21%                      | 7              | 14,318.75                  | 0.001%          |
|   | <b>Total</b>                      | <b>5.80%</b>               | <b>233,450</b> | <b>\$ 1,040,339,946.05</b> | <b>100.000%</b> |

\*Percentages may not total 100% due to rounding.

<sup>(1)</sup> Guaranteed Stafford Loan

<sup>(2)</sup> Parent Loans for Undergraduate Students

<sup>(3)</sup> Supplemental Loans to Students. The Unsubsidized Stafford Loan program replaced the SLS program on July 1, 1994.

VI. 2008-7 Waterfall for Distributions

|  | Paid             | Remaining<br>Funds Balance |
|--|------------------|----------------------------|
| <b>Total Available Funds</b>                         |                  | <b>\$ 58,604,704.73</b>    |
| A Primary Servicing Fee                              | \$ 362,696.00    | \$ 58,242,008.73           |
| B Administration Fee                                 | \$ 20,000.00     | \$ 58,222,008.73           |
| C Class A Noteholders' Interest Distribution Amount  | \$ 3,072,487.43  | \$ 55,149,521.30           |
| D Class B Noteholders' Interest Distribution Amount  | \$ 272,197.07    | \$ 54,877,324.23           |
| E Class A Noteholders' Principal Distribution Amount | \$ 52,332,930.46 | \$ 2,544,393.77            |
| F Class B Noteholders' Principal Distribution Amount | \$ -             | \$ 2,544,393.77            |
| G Reserve Account Reinstatement                      | \$ -             | \$ 2,544,393.77            |
| H Carryover Servicing Fee                            | \$ -             | \$ 2,544,393.77            |
| I Excess Distribution Certificateholder              | \$ 2,544,393.77  | \$ -                       |

\* In the event the trust student loans are not sold on the trust auction date, on each subsequent distribution date on which the Pool Balance is equal to 10% or less of the initial Pool Balance, accelerated payments of principal on the notes will be made in place of payments to the excess distribution certificateholder.

**Waterfall Triggers**

|   |                     |
|---|---------------------|
| A Student Loan Principal Outstanding  | \$ 1,040,339,946.05 |
| B Interest to be Capitalized  | \$ 19,857,980.73    |
| C Pre-Funding Account Balance   | \$ -                |
| D Capitalized Interest Account Balance  | \$ -                |
| E Reserve Account Balance (after any reinstatement)   | \$ 2,650,494.82     |
| F Total   | \$ 1,062,848,421.60 |
| G Less: Specified Reserve Account Balance   | \$(2,650,494.82)    |
| H Total   | \$ 1,060,197,926.78 |
| I Class A Notes Outstanding (after application of available funds)  | \$ 1,005,717,844.74 |
| J Insolvency Event or Event of Default Under Indenture  | N                   |
| K Available Funds Applied to Class A Noteholders' Distribution Amount Before Any Amounts are Applied to the Class B Noteholders' Distribution Amount (I>H or J=Y) | N                   |

## Distribution Amounts

|  | A2                      | A3                      | A4                      |
|--|-------------------------|-------------------------|-------------------------|
| Cusip/Isin   | 78445FAB1               | 78445FAC9               | 78445FAD7               |
| Beginning Balance  | \$445,468,775.20        | \$205,000,000.00        | \$407,582,000.00        |
| Index  | LIBOR                   | LIBOR                   | LIBOR                   |
| Spread/Fixed Rate  | 0.50%                   | 0.65%                   | 0.90%                   |
| Record Date (Days Prior to Distribution)                             | 1 NEW YORK BUSINESS DAY | 1 NEW YORK BUSINESS DAY | 1 NEW YORK BUSINESS DAY |
| Accrual Period Begin   | 4/25/2012               | 4/25/2012               | 4/25/2012               |
| Accrual Period End   | 7/25/2012               | 7/25/2012               | 7/25/2012               |
| Daycount Fraction  | 0.25277778              | 0.25277778              | 0.25277778              |
| Interest Rate*   | 0.96565%                | 1.11565%                | 1.36565%                |
| Accrued Interest Factor  | 0.002440949             | 0.002820115             | 0.003452060             |
| Current Interest Due   | \$1,087,366.39          | \$578,123.63            | \$1,406,997.41          |
| Interest Shortfall from Prior Period Plus Accrued Interest           | \$-                     | \$-                     | \$-                     |
| Total Interest Due   | \$1,087,366.39          | \$578,123.63            | \$1,406,997.41          |
| Interest Paid  | \$1,087,366.39          | \$578,123.63            | \$1,406,997.41          |
| Interest Shortfall   | \$-                     | \$-                     | \$-                     |
| Carryover Interest Shortfall from Prior Period Plus Accrued Interest | \$-                     | \$-                     | \$-                     |
| Current Interest Carryover Due                                       | \$-                     | \$-                     | \$-                     |
| Interest Carryover Paid  | \$-                     | \$-                     | \$-                     |
| Unpaid Interest Carryover  | \$-                     | \$-                     | \$-                     |
| Principal Paid   | \$52,332,930.46         | \$-                     | \$-                     |
| Ending Principal Balance   | \$393,135,844.74        | \$205,000,000.00        | \$407,582,000.00        |
| Paydown Factor   | 0.104041611             | 0.000000000             | 0.000000000             |
| Ending Balance Factor  | 0.781582196             | 1.000000000             | 1.000000000             |

\* Pay rates for Current Distribution. For the interest rates applicable to the next distribution date, please see <http://www.salliemae.com/salliemae/investor/simtrust/extracts/abrate.txt>.

## Distribution Amounts

## B

|  |                         |
|--|-------------------------|
| Cusip/Isin   | 78445FAE5               |
| Beginning Balance  | \$46,502,000.00         |
| Index  | LIBOR                   |
| Spread/Fixed Rate  | 1.85%                   |
| Record Date (Days Prior to Distribution)                             | 1 NEW YORK BUSINESS DAY |
| Accrual Period Begin   | 4/25/2012               |
| Accrual Period End   | 7/25/2012               |
| Daycount Fraction  | 0.25277778              |
| Interest Rate*   | 2.31565%                |
| Accrued Interest Factor  | 0.005853449             |
| Current Interest Due   | \$272,197.07            |
| Interest Shortfall from Prior Period Plus Accrued Interest           | \$-                     |
| Total Interest Due   | \$272,197.07            |
| Interest Paid  | \$272,197.07            |
| Interest Shortfall   | \$-                     |
| Carryover Interest Shortfall from Prior Period Plus Accrued Interest | \$-                     |
| Current Interest Carryover Due                                       | \$-                     |
| Interest Carryover Paid  | \$-                     |
| Unpaid Interest Carryover  | \$-                     |
| Principal Paid   | \$-                     |
| Ending Principal Balance   | \$46,502,000.00         |
| Paydown Factor   | 0.00000000              |
| Ending Balance Factor  | 1.00000000              |

**VIII. 2008-7 Reconciliations**

|          |  |                         |
|----------|--|-------------------------|
| <b>A</b> | <b>Principal Distribution Reconciliation</b> |                         |
|          | Notes Outstanding Principal Balance          | \$ 1,104,552,775.20     |
|          | Adjusted Pool Balance                        | \$ 1,062,848,421.60     |
|          | Overcollateralization Percentage             | 101.01                  |
|          | Adjusted Pool / OC %                         | \$ 1,052,219,844.74     |
|          | Principal Distribution Amount                | \$ 52,332,930.46        |
|          | <b>Principal Distribution Amount Paid</b>    | <b>\$ 52,332,930.46</b> |
| <b>B</b> | <b>Reserve Account Reconciliation</b>        |                         |
|          | Beginning Period Balance                     | \$ 2,782,319.13         |
|          | Reserve Funds Utilized                       | 0.00                    |
|          | Reserve Funds Reinstated                     | 0.00                    |
|          | Balance Available                            | \$ 2,782,319.13         |
|          | Required Reserve Acct Balance                | \$ 2,650,494.82         |
|          | Release to Collection Account                | \$ 131,824.31           |
|          | Ending Reserve Account Balance               | \$ 2,650,494.82         |
| <b>C</b> | <b>Capitalized Interest Account</b>          |                         |
|          | Beginning Period Balance                     | \$ -                    |
|          | Transfers to Collection Account              | \$ -                    |
|          | Ending Balance                               | \$ -                    |
| <b>D</b> | <b>Floor Income Rebate Account</b>           |                         |
|          | Beginning Period Balance                     | \$ 9,082,502.21         |
|          | Deposits for the Period                      | \$ 8,751,971.82         |
|          | Release to Collection Account                | \$(9,082,502.21)        |
|          | Ending Balance                               | \$ 8,751,971.82         |
| <b>E</b> | <b>Supplemental Purchase Account</b>         |                         |
|          | Beginning Period Balance                     | \$ -                    |
|          | Supplemental Loan Purchases                  | \$ -                    |
|          | Transfers to Collection Account              | \$ -                    |
|          | Ending Balance                               | \$ -                    |
| <b>F</b> | <b>Prefunding Account</b>                    |                         |
|          | Beginning Period Balance                     | \$ -                    |
|          | Loans Funded                                 | \$ -                    |
|          | Transfers to Collection Account              | \$ -                    |
|          | Ending Balance                               | \$ -                    |