

**Student Loan Backed Reporting**  
**Quarterly Distribution Report**

<b>Issuer</b>	Vermont Student Assistance Corporation
<b>Deal Name</b>	2008 C
<b>Distribution Date</b>	6/30/2012
<b>Collection Period</b>	4/1/12 - 6/30/12
<b>Contact Email</b>	<a href="mailto:investorrelations@vsac.org">investorrelations@vsac.org</a>
<b>Website</b>	<a href="http://www.vsac.org">www.vsac.org</a>

Notes/Bonds											
Class	CUSIP	IRS Status	Rate(a)	Original Balance	Beg Princ Bal	Interest Accrued	Principal Paid	End Princ Bal	Bal after Waterfall	% of Securities	Maturity
2008 C1	92428C FK 5	Exempt	0.160%	\$12,000,000	\$0	\$0	\$0	\$0	\$0	0.00%	12/15/2025
2008 C1	92428C FK 5	Exempt	0.160%	\$20,625,000	\$16,625,000	\$1,000	\$3,400,000	\$13,225,000	\$13,225,000	8.20%	12/15/2032
2008 C1	92428C FK 5	Exempt	0.160%	\$25,000,000	\$25,000,000	\$1,890	\$0	\$25,000,000	\$25,000,000	15.51%	12/15/2034
2008 C1	92428C FK 5	Exempt	0.160%	\$12,500,000	\$12,500,000	\$945	\$0	\$12,500,000	\$12,500,000	7.75%	12/15/2036
2008 C1	92428C FK 5	Exempt	0.160%	\$29,875,000	\$29,875,000	\$2,259	\$0	\$29,875,000	\$29,875,000	18.53%	12/15/2040
2008 C2	92428C FL 3	Exempt	0.170%	\$12,000,000	\$0	\$0	\$0	\$0	\$0	0.00%	12/15/2025
2008 C2	92428C FL 3	Exempt	0.170%	\$20,625,000	\$16,625,000	\$1,058	\$3,400,000	\$13,225,000	\$13,225,000	8.20%	12/15/2032
2008 C2	92428C FL 3	Exempt	0.170%	\$25,000,000	\$25,000,000	\$2,000	\$0	\$25,000,000	\$25,000,000	15.51%	12/15/2034
2008 C2	92428C FL 3	Exempt	0.170%	\$12,500,000	\$12,500,000	\$1,000	\$0	\$12,500,000	\$12,500,000	7.75%	12/15/2036
2008 C2	92428C FL 3	Exempt	0.170%	\$29,875,000	\$29,875,000	\$2,390	\$0	\$29,875,000	\$29,875,000	18.53%	12/15/2040
<b>Total</b>				<b>\$200,000,000</b>	<b>\$168,000,000</b>	<b>\$12,543</b>	<b>\$6,800,000</b>	<b>\$161,200,000</b>	<b>\$161,200,000</b>	<b>100.00%</b>	

(a) Footnotes Last result in period  
(b) Footnotes

Funds and Accounts - Trust			
	Beg Balance	Activity	End Balance
Debt Service Account	\$1,740,000	(\$128,000)	\$1,612,000
Capitalized Interest Account	\$0	\$0	\$0
Reserve Amt Required	\$2,000,000	\$0	\$2,000,000
Capitalized Interest Amt Required	\$0	\$0	\$0
Rehab Default Reserve	\$0	\$0	\$0
Revenue Fund	\$478,452	\$162,948	\$641,400
Loan Acquisition Fund	\$4,873,682	\$1,487,629	\$6,361,312
<b>Total Accounts Balance</b>	<b>\$7,092,134</b>	<b>\$1,522,578</b>	<b>\$8,614,712</b>

(a) Footnotes  
(b) Footnotes

Balance Sheet and Parity - Trust			
	Beg Balance	Activity	End Balance
<b>Assets</b>			
Loans Receivable	\$172,070,378	(\$8,386,916)	\$163,683,462
Allowance for Bad Debt	(\$356,412)	\$50,489	(\$305,923)
Student Loan Accrued Interest and Subsidy	\$1,262,780	(\$139,481)	\$1,123,299
Accrued Interest on Investment	\$896	(\$123)	\$773
Student Loan Fees	\$15,822	(\$15,822)	\$0
Total Accounts/Funds Balance	\$7,092,134	\$1,522,578	\$8,614,712
Deferred Bond Issuance Costs	\$1,011,439	(\$1,011,439)	\$0
Prepaid Expenses	\$0	\$0	\$0
<b>Total Assets</b>	<b>\$181,097,037</b>	<b>(\$7,980,714)</b>	<b>\$173,116,323</b>
<b>Assets to Exclude for Parity</b>			
Non-Guaranteed FFEL Loans (b)	\$131	\$3,683	\$3,814
<b>Liabilities</b>			
Bonds Payable	\$168,000,000	(\$6,800,000)	\$161,200,000
Accrued Interest on Senior Bonds	\$71,435	(\$58,892)	\$12,543
Excess SAP due to the Department (a)	\$0	\$0	\$0
Borrower Benefit Rebates Payable	\$410,733	(\$410,733)	\$0
Accrued Yield and Rebate - US Treasury	\$0	\$0	\$0
Due to US Dept. of Ed	\$0	\$0	\$0
Accounts Payable and Other Liabilities	\$0	\$353,223	\$353,223
Due To/From Operations	\$79,194	(\$158,005)	(\$78,811)
<b>Total Liabilities</b>	<b>\$168,561,361</b>	<b>(\$7,074,407)</b>	<b>\$161,486,954</b>
Senior Parity %	107.04%		107.39%
Total Parity %	107.04%		107.39%

(a) Footnotes Effective 3/31/12 Student Loan Accrued Interest and Subsidy is shown net of Excess SAP due to the Dept.  
(b) Footnotes Effective 3/31/12 Non-Guaranteed FFEL loans are excluded from Total Assets for Parity

Portfolio Summary - FFELP			
	Beg Balance	Activity	End Balance
Principal Balance	\$172,070,378	(\$8,386,916)	\$163,683,462
Accrued Interest	\$2,585,689	(\$183,597)	\$2,402,092
<b>Total Pool Balance</b>	<b>\$174,656,068</b>	<b>(\$8,570,513)</b>	<b>\$166,085,554</b>
Weighted Average Coupon (WAC)	5.37%		5.36%
Weighted Average Maturity (WAM) (in months)	170.7		169.6
Number of Loans	27,913	(1,221)	26,692
Number of Borrowers	18,767	(794)	17,973
Average Borrower Indebtedness	\$9,307	(\$66)	\$9,241

(a) Footnotes  
(b) Footnotes

Student Loans Receivable Activity	
<b>Beginning Balance</b>	\$172,070,378
Interest Caps	\$515,278
Borrower Payments	(\$3,635,966)
Claim Payments	(\$1,855,471)
Consolidation Payments	(\$2,890,732)
Disbursements	\$0
Refunds to Borrower	\$27,986
Borrower Benefit Rebates	(\$507,992)
School Refunds	\$0
Write-offs	(\$40,019)
Miscellaneous Adjustments	\$0
<b>Ending Balance</b>	<b>\$163,683,462</b>

Weighted Average Payments Made			
	Principal	% of Pool	W.A. Time until (a)
In School	\$3,377,581	2.1%	Conversion to Repayment
Grace	\$3,177,000	1.9%	(26.0) months
<b>Total Not Converted</b>	<b>\$6,554,581</b>	<b>4.0%</b>	<b>(4.6) months</b>
	Principal	% of Pool	W.A. Time since
Repayment	\$127,098,719	77.6%	Conversion to Repayment
Reduced Payment	\$1,645,720	1.0%	69.3 months
Forbearance	\$6,778,123	4.1%	65.7 months
Deferment	\$20,716,055	12.7%	60.7 months
Claim Filed	\$890,265	0.5%	58.7 months
<b>Total Converted</b>	<b>\$157,128,881</b>	<b>96.0%</b>	
<b>Total Portfolio</b>	<b>\$163,683,462</b>	<b>100%</b>	

(a) Footnotes W.A. Time until Conversion to Repayment includes Grace period

**Student Loan Backed Reporting**  
**Quarterly Distribution Report**

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<b>Deal Name</b>	2008 C
<b>Distribution Date</b>	6/30/2012
<b>Collection Period</b>	4/1/12 - 6/30/12
<b>Contact Email</b>	<a href="mailto:investorrelations@vsac.org">investorrelations@vsac.org</a>
<b>Website</b>	<a href="http://www.vsac.org">www.vsac.org</a>

Portfolio by Loan Status - FFELP						
	# of Loans		Principal Balance		% of Balance	
	Beginning	Ending	Beginning	Ending	Beginning	Ending
In School	1,863	1,058	\$6,172,921	\$3,377,581	3.6%	2.1%
Repayment	19,934	19,777	\$129,191,066	\$127,098,719	75.1%	77.6%
Reduced Payment	283	234	\$2,086,177	\$1,645,720	1.2%	1.0%
In Grace	503	939	\$1,608,206	\$3,177,000	0.9%	1.9%
Forbearance	804	746	\$7,386,090	\$6,778,123	4.3%	4.1%
Deferment	4,303	3,762	\$23,786,946	\$20,716,055	13.8%	12.7%
Claim Filed	223	176	\$1,838,974	\$890,265	1.1%	0.5%
<b>Total Portfolio</b>	<b>27,913</b>	<b>26,692</b>	<b>\$172,070,378</b>	<b>\$163,683,462</b>	<b>100%</b>	<b>100%</b>

(a) Footnotes  
(b) Footnotes

Delinquency Status - FFELP						
	# of Loans		Principal Balance		% of Balance	
	Beginning	Ending	Beginning	Ending	Beginning	Ending
Current	16,871	16,643	\$107,911,046	\$104,772,806	82.2%	81.4%
1-29 Days Delinquent	1,038	1,510	\$8,902,547	\$11,137,305	6.8%	8.7%
30-59 Days Delinquent	921	309	\$5,831,135	\$2,974,391	4.4%	2.3%
60-89 Days Delinquent	171	422	\$1,401,635	\$3,188,073	1.1%	2.5%
90-119 Days Delinquent	270	321	\$1,581,873	\$1,710,109	1.2%	1.3%
120-149 Days Delinquent	282	203	\$1,709,281	\$1,434,745	1.3%	1.1%
150-179 Days Delinquent	209	159	\$1,259,994	\$884,459	1.0%	0.7%
180-209 Days Delinquent	136	139	\$944,553	\$834,318	0.7%	0.6%
210-239 Days Delinquent	89	144	\$660,309	\$708,166	0.5%	0.6%
240-269 Days Delinquent	106	110	\$453,035	\$795,122	0.3%	0.6%
270+ Days Delinquent	124	51	\$622,836	\$304,944	0.5%	0.2%
<b>Total Repayment (a)</b>	<b>20,217</b>	<b>20,011</b>	<b>\$131,277,243</b>	<b>\$128,744,438</b>	<b>100%</b>	<b>100%</b>

(a) Footnotes Total Repayment includes Reduced Payment Loans  
(b) Footnotes

Portfolio by Loan Type - FFELP						
	# of Loans		Principal Balance		% of Balance	
	Beginning	Ending	Beginning	Ending	Beginning	Ending
Unsubsidized Stafford Loans	5,108	4,837	\$17,486,511	\$16,417,241	10.2%	10.0%
Subsidized Stafford Loans	12,241	11,659	\$39,092,328	\$36,493,007	22.7%	22.3%
Grad / PLUS Loans	801	746	\$4,798,402	\$4,490,784	2.8%	2.7%
Consolidation Loans	9,762	9,446	\$110,693,006	\$106,278,616	64.3%	64.9%
Non-Guaranteed FFEL	1	4	\$131	\$3,814	0.0%	0.0%
<b>Total Portfolio</b>	<b>27,913</b>	<b>26,692</b>	<b>\$172,070,378</b>	<b>\$163,683,462</b>	<b>100%</b>	<b>100%</b>

(a) Footnotes  
(b) Footnotes

Portfolio by School Type - FFELP						
	# of Loans		Principal Balance		% of Balance	
	Beginning	Ending	Beginning	Ending	Beginning	Ending
2 Year	4,022	3,844	\$14,745,091	\$14,006,389	8.6%	8.6%
4 Year	20,542	19,655	\$126,651,303	\$120,505,603	73.6%	73.6%
Foreign	156	152	\$1,992,840	\$1,972,355	1.2%	1.2%
Proprietary	788	743	\$3,637,975	\$3,409,538	2.1%	2.1%
Vocational	688	651	\$4,853,596	\$4,565,759	2.8%	2.8%
Other / Unknown (a)	1,717	1,647	\$20,189,573	\$19,223,817	11.7%	11.7%
<b>Total Portfolio</b>	<b>27,913</b>	<b>26,692</b>	<b>\$172,070,378</b>	<b>\$163,683,462</b>	<b>100%</b>	<b>100%</b>

(a) Footnotes Includes Consolidation loans for which no School Code is maintained  
(b) Footnotes

**Student Loan Backed Reporting Mixed Deal  
Monitoring Waterfall and Collections**

<b>Distribution Date</b>	6/30/2012
<b>Collection Period</b>	4/1/12 - 6/30/12

**Collection Activity**

Collection Account	6/30/2012
<b>Available Funds at Beginning of Period (a)</b>	\$5,352,134
Collection Amount Received	\$7,826,142
Recoveries	\$0
Reserve Account	\$1,740,000
Capitalized Interest Account	\$0
Payments from Guarantor	\$1,947,068
Sale Proceeds	\$0
Investment Income	\$2,578
Loan Purchases and Originations	\$0
All Fees	\$0
Other Amounts Received in Collection	\$17,969
Consolidation Rebate Fee paid to Dept. of Ed	(\$285,012)
Excess Interest returned to Dept. of Ed	(\$669,202)
Excess Earnings Rebate paid to IRS	\$0
<b>Total Available Funds</b>	<b>\$15,931,677</b>

(a) Footnotes:  
(b) Footnotes

Fees and Program Expenses Due for Current Period	6/30/2012
Indenture Trustee Fees	\$3,600
Remarketing Fees	\$6,178
Credit Enhancement Fees	\$0
Arbitrage Analysis Fees	\$2,500
Servicing Fees	\$367,710
Other Fees	\$0
<b>Total Fees and Program Expenses</b>	<b>\$379,988</b>

Cumulative Default Rate	6/30/2012
Current Period Defaults and Write-offs	\$1,947,068
Cumulative Defaults and Write-offs	\$14,692,963
Loans for which claims have been filed as of Distribution Date	\$4,257,908
<b>Cumulative Default Rate</b>	<b>7.70%</b>
Cumulative Recoveries (including reimbursements and collections)	
Payments from Guarantor	\$14,633,347
Borrower Recoveries	\$0
<b>Recovery Rate</b>	<b>77.22%</b>
Cumulative Net Loss	\$4,317,523
<b>Cumulative Net Loss</b>	<b>1.75%</b>

(a) Footnotes

**Waterfall Activity**

Waterfall for Distribution	Amount Due	Amount Remaining
<b>Total Available Funds</b>		\$15,931,677
<b>First:</b> Fees and Program Expenses transferred to Operating Account	\$379,988	\$15,551,689
<b>Second:</b> Semi-Annual Interest Due transferred to Debt Service - Interest Account 2008 C	\$133,626	\$15,418,064
<b>Third:</b> For the 12 months preceding a stated maturity, equal installments of maturity amount transferred to Debt Service - Principal Account 2008 C	\$0	\$15,418,064
<b>Fourth:</b> Transfer to Debt Service Reserve Account if necessary to increase to minimum required	\$0	\$15,418,064
<b>Fifth:</b> Transfer to Retirement Account for non-scheduled retirement of bond principal and interest	\$6,803,352	\$8,614,712
<b>Remaining Amount Released to Corporation if parity conditions met</b>		<b>\$8,614,712</b>

(a) Footnotes  
(b) Footnotes

Principal and Interest Distributions	As of Date	6/30/2012
Interest Accrued		\$149,520
Interest Due		\$136,977
Interest Paid		\$136,977
Interest Shortfall	N/A	
Accrued Interest Carryover		\$12,543
Interest Carryover Due		\$0
Interest Carryover Paid		\$0
Interest Carryover		\$12,543
Periodic Principal Distribution Amount Due		\$0
Periodic Principal Paid (a)		\$6,800,000
Principal Shortfall	N/A	
<b>Total Distribution Amount</b>		<b>\$6,936,977</b>

(a) Footnotes: Principal Distributions are voluntary early retirements  
(b) Footnotes

# Vermont Student Assistance Corporation

## 2008 C Indenture

### Balance Sheet

	<b>2008 C</b>	<b>2008 C</b>
	<b>3/31/2012</b>	<b>6/30/2012</b>
<b>Assets</b>		
Cash and Equivalents		
Operating	\$0.00	\$0.00
Revenue	\$478,451.76	\$641,400.17
Loan Acquisition	\$4,873,682.44	\$6,361,311.78
Debt Service Reserve	\$1,740,000.00	\$1,612,000.00
Cap Int	\$0.00	\$0.00
Rehab Default Reserve	\$0.00	\$0.00
<b>Total Cash and Equivalents</b>	<b>\$7,092,134.20</b>	<b>\$8,614,711.95</b>
Receivables		
Investment Interest	\$895.82	\$772.95
Student Loans	\$172,070,378.11	\$163,683,461.86
Allowance for Bad Debt	(\$356,412.09)	(\$305,922.97)
Contra SLR - Alt Fees	\$0.00	\$0.00
Deferred Subsidized Fees	\$15,821.74	\$0.00
Student Loan Interest	\$2,585,689.42	\$2,402,092.30
FIB	\$682,767.40	\$622,249.40
SAP	(\$2,005,677.26)	(\$1,901,042.77)
<b>Total Receivables</b>	<b>\$172,993,463.14</b>	<b>\$164,501,610.77</b>
Other Assets		
Def Bond Issuance, Net	\$1,011,439.28	\$0.00
Prepaid Expenses	\$0.00	\$0.00
<b>Total Other Assets</b>	<b>\$1,011,439.28</b>	<b>\$0.00</b>
<b>Total Assets</b>	<b>\$181,097,036.62</b>	<b>\$173,116,322.72</b>
<b>Liabilities and Net Assets</b>		
Liabilities		
Senior Bonds Payable	\$168,000,000.00	\$161,200,000.00
Bond Interest Payable	\$71,434.71	\$12,542.68
VT Value Rebates Payable	\$410,733.05	\$0.00
Accrued Yield - US Treasury	\$0.00	\$0.00
Accrued Rebates - US Treasury	\$0.00	\$0.00
Due To US Department of Education	\$0.00	\$0.00
Accounts Payable and Other Liabilities	\$0.00	\$353,222.78
Due To/From Other Funds	\$79,193.53	(\$78,811.15)
<b>Total Liabilities</b>	<b>\$168,561,361.29</b>	<b>\$161,486,954.31</b>
Net Assets		
Restricted by Bond Resolution	\$12,535,675.33	\$11,629,368.41
<b>Total Net Assets</b>	<b>\$12,535,675.33</b>	<b>\$11,629,368.41</b>
<b>Total Liabilities and Net Assets</b>	<b>\$181,097,036.62</b>	<b>\$173,116,322.72</b>

# Vermont Student Assistance Corporation

## 2008C Trust

### Quarterly Income Statement

	<b>2008C Trust</b>
	<b><u>4/1/2012- 6/30/2012</u></b>
Bond Direct Contribution	
Revenue	
Federal Interest Benefits	\$300,535.13
Special Allowance Payments	\$4,178.87
Interest on Investments	\$2,455.38
Interest and Fees/Student Loans	\$1,946,396.55
Other Income	\$0.00
Total Revenue	<u>\$2,253,565.93</u>
Bond Expenses	
Bond/Note Interest	\$78,085.45
Lender Fees and Consolidation Fees	\$285,011.95
SAP Int Returned to DOE	\$929,799.26
VT Value Rebate Expense	\$149,792.24
Fees Paid on Borrower Behalf	\$15,821.74
Yield Exp - US Treasury	\$0.00
Yield Analysis	\$1,250.00
Rebate Exp - US Treasury	\$0.00
Rebate Analysis	\$1,250.00
Bad Debt Expense	(\$28,439.78)
Credit Enhancement	\$353,222.78
Auction Agent	\$0.00
Remarketing	\$6,177.87
Trustee Fees	\$3,600.00
Rating Agency Fees	\$0.00
Total Interest Expenses	<u>\$1,795,571.51</u>
Total Direct Contribution	<u>\$457,994.42</u>
Administrative Expense	
Salaries and Benefits	\$180,263.00
Other General and Admin	\$1,109.00
Other Loan Finance Expense	\$52,174.90
Amortization of Bond Issuance	\$1,026,461.44
Subsidy Transfer to Ops	\$104,293.00
Total Administrative	<u>\$1,364,301.34</u>
Transfers	\$0.00
<b>BEGINNING NET ASSETS</b>	<b>\$12,535,675.33</b>
<b>NET SURPLUS/(DEFICIT)</b>	<b>(\$906,306.92)</b>
<b>ENDING NET ASSETS</b>	<b><u>\$11,629,368.41</u></b>