

**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

Date of Report (Date of earliest event reported): February 7, 2006

SAXON CAPITAL, INC.

(Exact name of registrant as specified in its charter)

Maryland
(State or other jurisdiction of Incorporation)

001-32447
(Commission File Number)

30-0228584
(I.R.S. Employer Identification No.)

4860 Cox Road, Suite 300
Glen Allen, Virginia
(Address of principal executive offices)

23060
(Zip Code)

Registrant's telephone number, including area code **(804) 967-7400**

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:

- ☐ 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))
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Item 7.01. Regulation FD Disclosure

Saxon Capital, Inc. (the "Company") is furnishing the text of presentation materials, included as Exhibit 99.1 to this report, pursuant to the Securities and Exchange Commission's Regulation FD. The materials also will be posted to the Company's website at www.saxonmortgage.com. The presentation materials were prepared to be used by Company management beginning on February 7, 2006 in meetings with investors. This information is furnished pursuant to Item 7.01 of Form 8-K and shall not be deemed to be "filed" for the purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to liability under that section, nor shall it be deemed incorporated by reference into any filing under the Securities Act of 1933, as amended, except as shall be expressly set forth by specific reference in such filing. By filing this report on Form 8-K and furnishing this information, the Company makes no admission as to the materiality of any information in this report that is required to be disclosed solely by reason of Regulation FD.

Item 9.01. Financial Statements and Exhibits

(c) Exhibits

99.1 Text of presentation materials

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 hereunto duly authorized.

SAXON CAPITAL, INC.

By: /s/ Carrie Pettitt

Carrie Pettitt
Vice President, Controller

Date: February 7, 2006

INDEX TO EXHIBITS

Exhibits

Exhibit 99.1 Text of presentation materials.



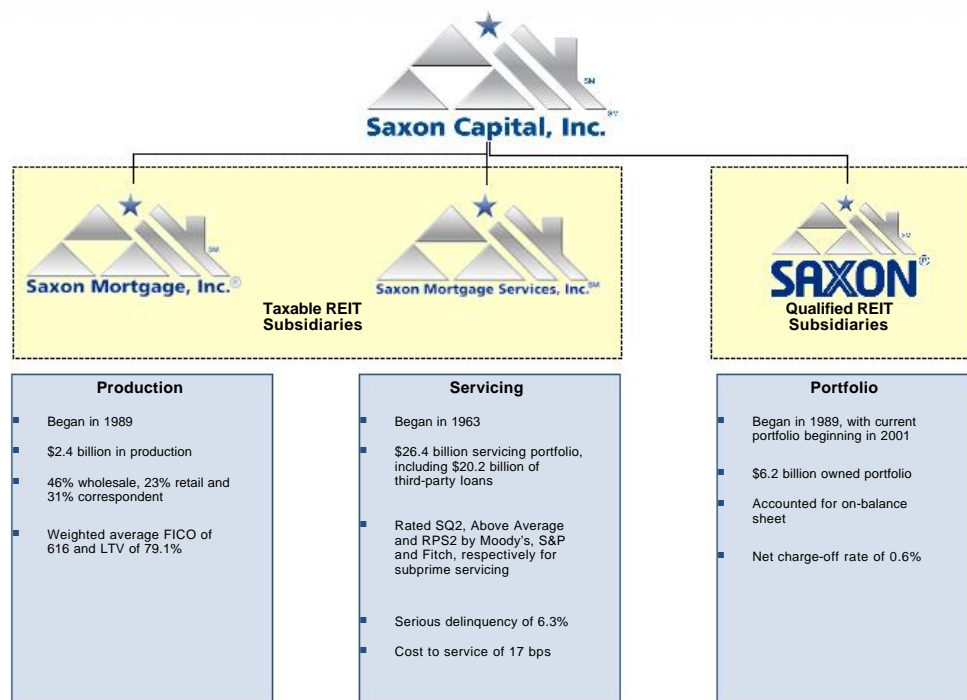
Investor Presentation



Forward Looking Statements

Certain information contained herein, reflecting our future plans and strategies, may constitute "forward-looking statements" that are based on current expectations and assumptions. These expectations and assumptions are subject to risks and uncertainty, which could affect our future plans. Saxon's actual results and the timing and occurrence of expected events could differ materially from our plans and expectations due to a number of factors, such as changes in overall economic conditions and interest rates, and changes in the applicable legal and regulatory environment. Saxon undertakes no duty to update any forward-looking statement to conform the statement to actual results or changes in the company's expectations.

Who We Are



Note: As of or for the nine months ended September 30, 2005

What We Do

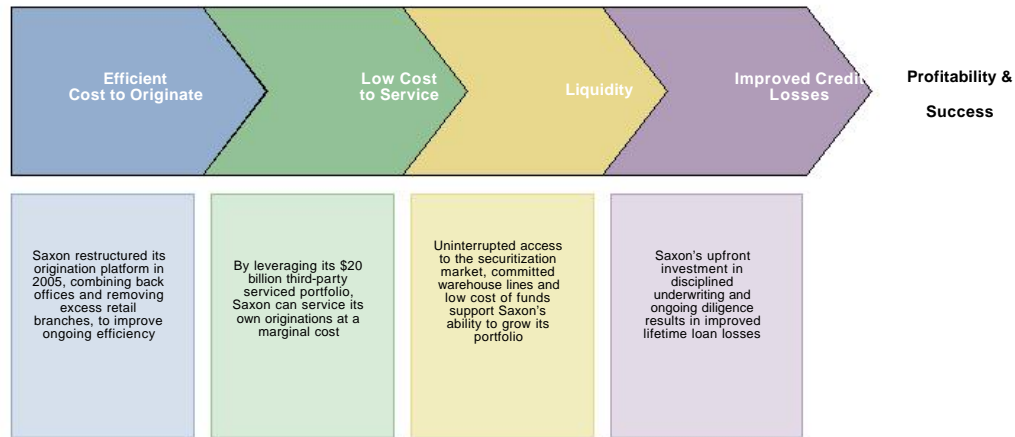
- We are a REIT that originates, purchases, securitizes and services non-conforming, subprime residential mortgage loans
- Mortgage loan production
 - Originate and purchase loans through wholesale, correspondent and retail channels
 - For nine months ended September 30, 2005, we originated \$2.4 billion in mortgage loans
- Portfolio
 - Loans not sold on a whole loan basis are pooled together and sold into securitization trusts
 - Allows us to earn an interest spread over the life of the loans
 - As of September 30, 2005, our owned mortgage loan portfolio was \$6.2 billion
- Mortgage Loan Servicing
 - We service our owned mortgage loan portfolio as well as loans owned by third parties
 - We collect a fee for this service averaging approximately 65 bps annually per loan
 - As of September 30, 2005, our servicing portfolio was \$26.4 billion, of which \$6.2 billion was owned by us and \$20.2 billion were loans owned by third parties

Customer and origination profile (As of 9/30/05)

■ Average principal balance per loan	\$144,000
■ Average FICO score	617
■ Combined weighted average initial Loan to Value ("LTV")	78.28%
■ Percentage of fixed rate mortgages	32.24%
■ Percentage of adjustable rate mortgages	67.76%
■ Borrower purpose	
■ Cash-out refinance	71.18%
■ Purchase	21.31%
■ Rate or term refinance	7.51%

The Key Drivers of Success in Subprime Mortgage

Saxon Perspective on Factors Driving Profitability



Competitive Landscape

Mortgage Production

- \$840 billion market *
- Key Competitors
 - Ameriquest, New Century, Countrywide and Option One
 - Intense price competition began among top competitors as interest rate cycle began to turn
 - Resulted in margin compression in Q3 and Q4 2005
- Saxon's Competitiveness
 - Achievement of economies of scale from recently-completed restructuring of wholesale and retail lending platforms
 - Centralized back-office and underwriting
 - Drives down cost to originate while maintaining credit discipline
 - Shifted from advertising methodology to marketing strategy
 - Identified sales process "fallout"
 - Migrated branding of retail channel to "Saxon" naming convention
 - Introduced a lead blend strategy

Mortgage Servicing

- Key Competitors
 - Ocwen, Litton Loan Servicing, Countrywide and Chase Manhattan Mortgage
- Saxon's Competitiveness
 - Rated "Above Average" or equivalent subprime mortgage servicer by all three rating agencies
 - Highly respected name by bond investors
 - Strong business relationships through Capital Markets & Treasury
 - Feedback to sellers on any loans with detected fraud
 - Ever-increasing economies of scale
 - Cost structure based on dollar amount per loan rather than as a percent of principal balance, which results in Saxon tending to win higher average balance pools
- Current Market Trends
 - Originators creating their own servicing companies (First Franklin)
 - Wall Street firms purchasing servicing companies (Merrill Lynch bought Wilshire)
 - Need for immediate access of information on loan portfolios

Source: National Mortgage News

Trends in the industry

Trends in the Subprime Mortgage Industry

- Interest rates create cyclical
- Less focus on credit and underwriting
- More focus on origination growth and market share
- Irrational pricing from mid-2004 through Q4 2005

- New affordability products bring outsized credit risk

- Mortgage banking model vs. portfolio model

- Focus on increasing efficiency in cost to originate

What Saxon Has Done

- Saxon has not sacrificed underwriting discipline and has maintained pricing discipline
- Continued upfront investment in credit and fraud detection

- I/Os are priced and viewed from a strict credit perspective

- No options ARMs or negative amortization products

- Control servicing quality of owned portfolio internally

- Technology investments

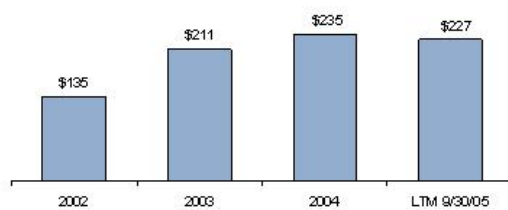
2006

- Significant amount of ARM product resets provides opportunity for volume recapture
- Return to credit and pricing rationalization
- Changes to ABS market and ratings forced in Q4 2005 take full effect

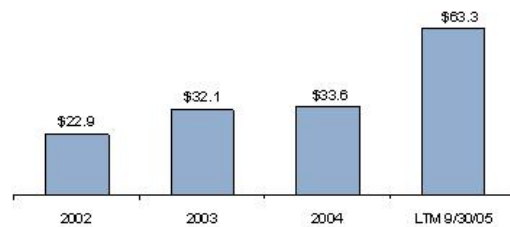
- **Compete through overall return, not just cost to originate**
- **Manage Company for the long-term**
- **Goal is to be the highest long-term value Company in the sector**

Saxon's Proven Track Record

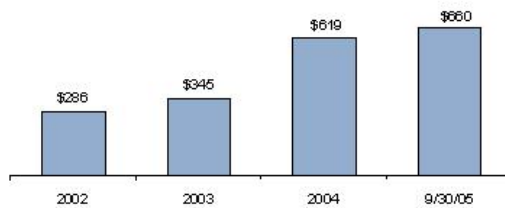
Total Net Revenue (In Millions)



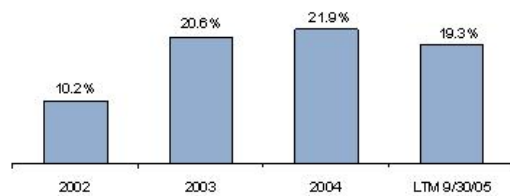
Net Servicing Income (In Millions)



Shareholders' Equity

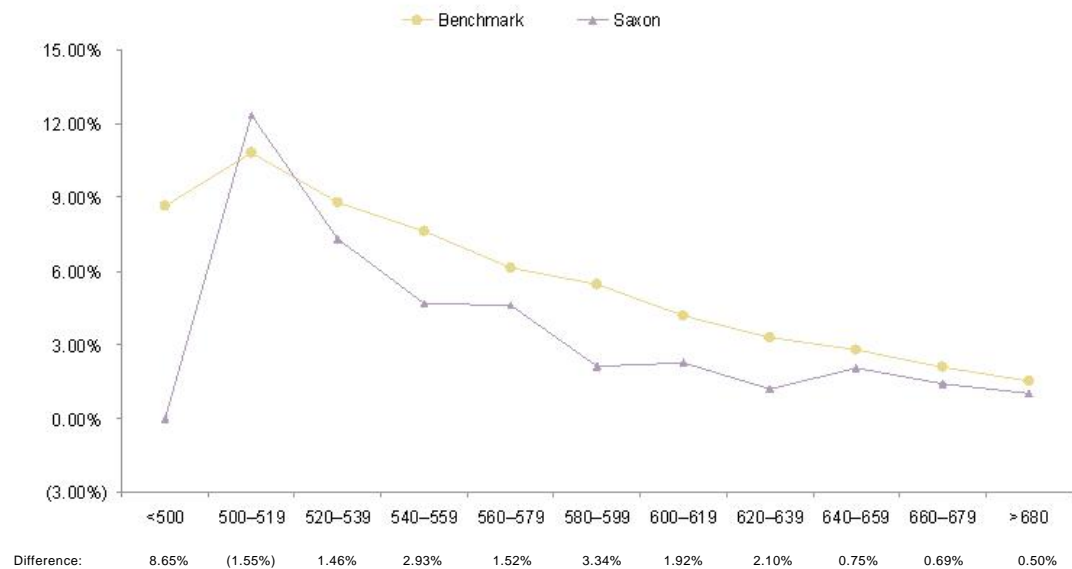


Return on Average Equity



Saxon Consistently Beats Benchmark in Credit Performance

Delinquency By FICO Band (Vintage 2004)¹



¹60+ day delinquency using OTS method

Note: Benchmark securities consist of ABFC, ABS, ACE, Ameriquest, ARC, Argent, Bear Stearns, C-Bass, Centex, Chase Funding, Countrywide, CSFB, Delta, DLJ, Equicredit, Equity One, Fieldstone, First Franklin, Fremont, GSAMP/GSMPS, Long Beach, MASTR, Merrill Lynch, Morgan Stanley, New Century, Option One, Park Place, RFC Ramp, RFC RASC, SAIL, SASCO

Graph created by Saxon using information from TrueStandings, a product of LoanPerformance

Production Overview

Production (\$ Millions)

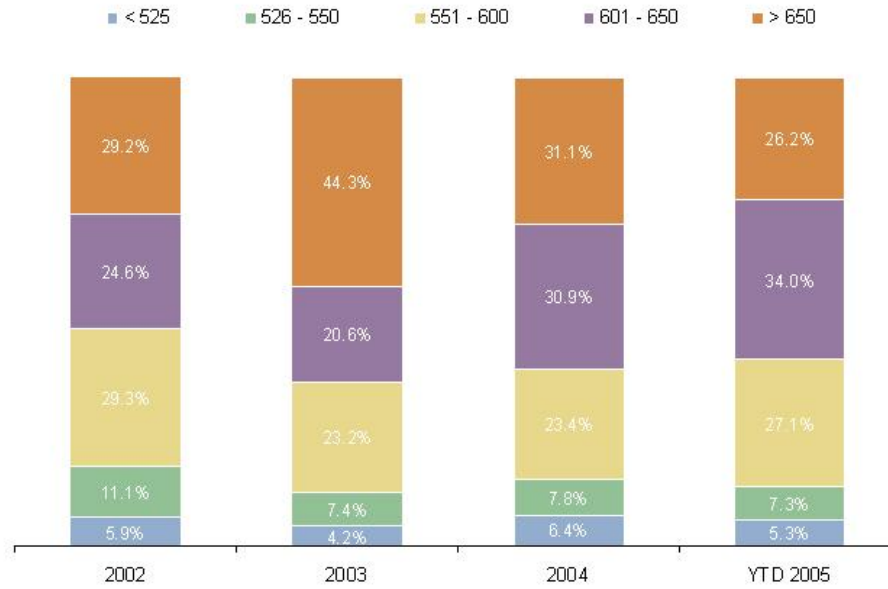


Change in Strategy in 2005

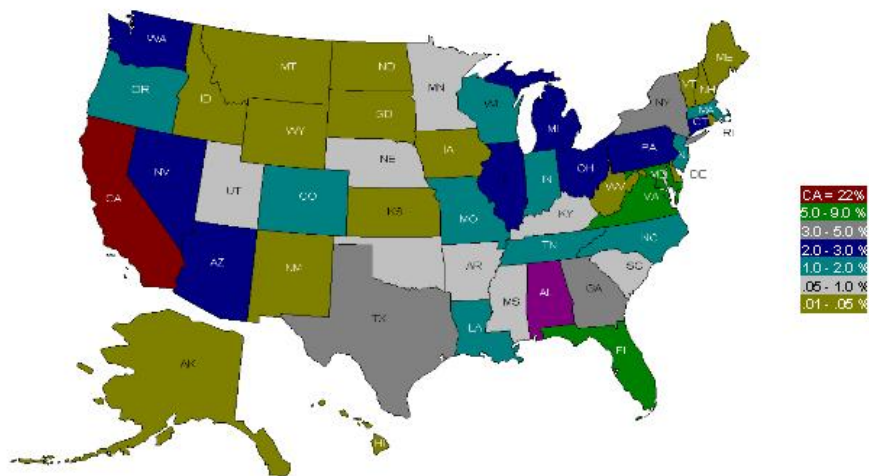
- Restructured retail business platform
- Successfully merged wholesale and retail operations
- Completed implementation of score based lending
- Increased volume per FTE across all channels
- Significant progress in upgrading production staff
- Expanded and integrated new marketing function
- Outsourced loan document compliance and delivery
- Enhanced utilization of technology
- Successfully introduced a variety of new products
- Shifted from advertising methodology to marketing strategy

Production by Credit Score

Credit Score Migration (As of September 30, 2005)



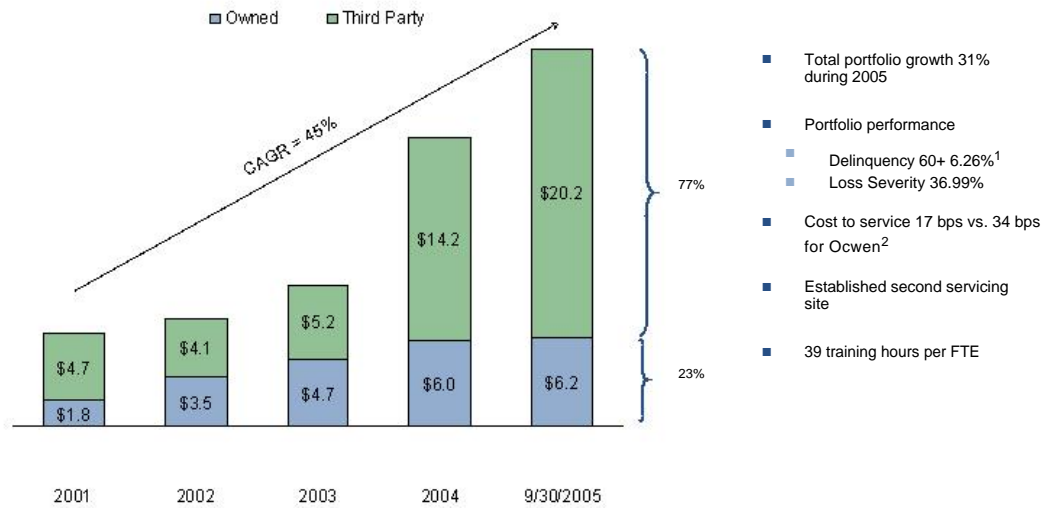
Portfolio Geographic Dispersion



Note: As of September 30, 2005

Mortgage Loan Servicing

Serviced Portfolio (\$ Billions)

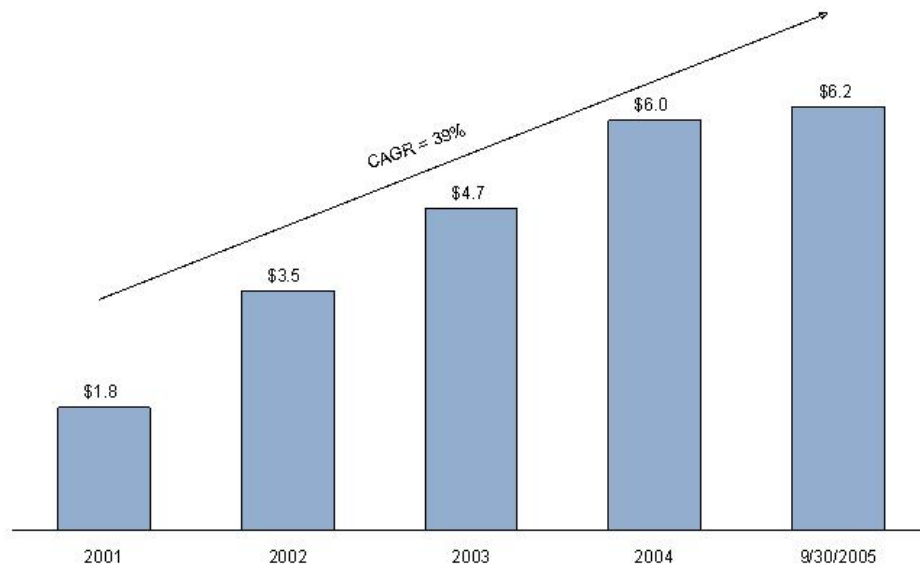


¹ MBA method

² Source: Ocwen public filings for Residential Mortgage Servicing segment for the nine months ended September 30, 2005

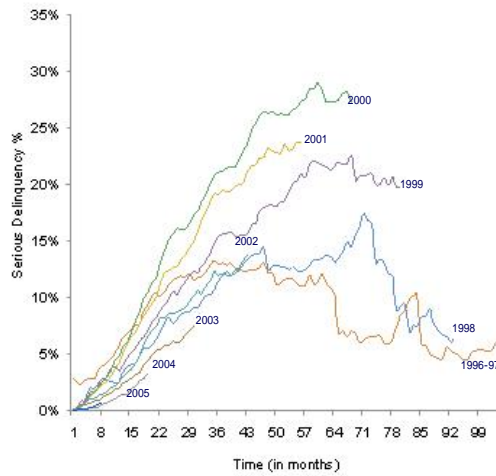
Owned Mortgage Loan Portfolio

(\$ Billions)



Performance: Static Pool Delinquency and Losses

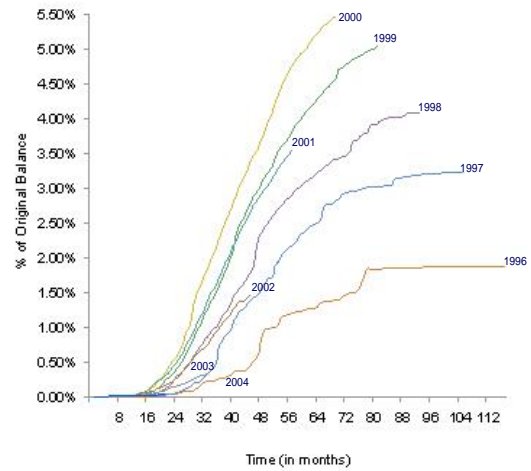
Static Pool Delinquency By Year of Origination



Outstanding Portfolio Balance by Year:

1996 – 2000 = 8.0%	2003 = 14.8%
2001 = 4.8%	2004 = 33.6%
2002 = 7.3%	2005 = 31.5%

Static Pool Losses By Year of Origination

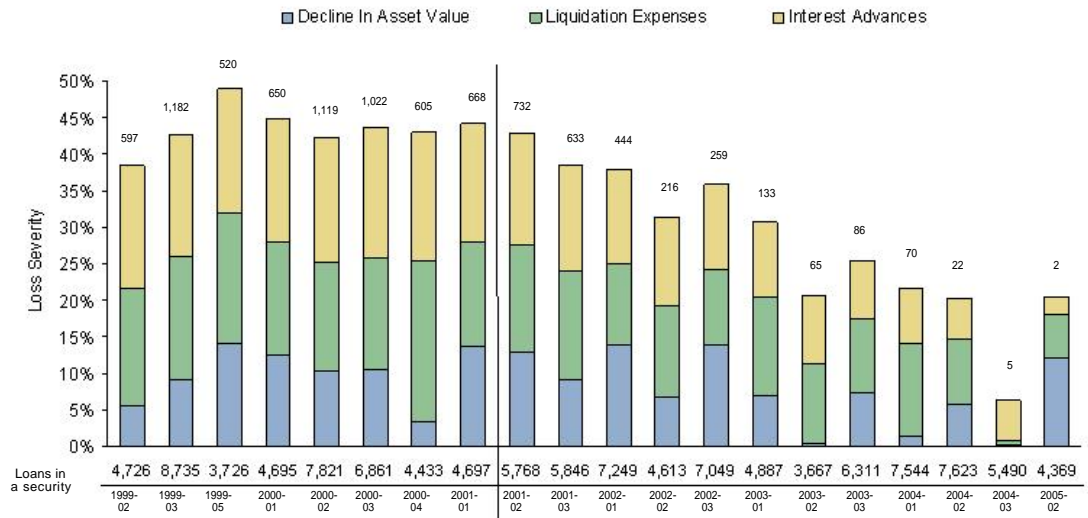


Total Cumulative Losses:

1998 = 4.08%	2001 = 3.56%	2004 = 0.04%
1999 = 5.05%	2002 = 1.47%	
2000 = 5.47%	2003 = 0.34%	

Note: All information is as of September 30, 2005

Loss Severity



Note: As of September 30, 2005

Summary

