

Mail Stop 4561

August 15, 2008

Chevis C. Swetman
Chairman, President and CEO
Peoples Financial Corporation
Lameuse and Howard Avenues
Biloxi, MS 39533

**Re: Peoples Financial Corporation
Form 10-K
Filed March 17, 2008
and Documents Incorporated by Reference
File No. 001-12103**

Dear Mr. Swetman:

We have completed our review of your Form 10-K and related filings and have no further comments at this time.

Sincerely,

Christian Windsor
Special Counsel