

Mail Stop 4561

May 1, 2006

Mr. John V. Winfield
President and Chief Executive Officer
Santa Fe Financial Corporation
820 Moraga Drive
Los Angeles, CA 90049

Re: Santa Fe Financial Corporation
Form 10-KSB for Fiscal Year Ended June 30, 2005
Filed October 18, 2005
Form 10-QSB for Fiscal Quarter Ended September 30, 2005
Filed November 10, 2005
File No. 0-06877

Dear Mr. Winfield:

We have completed our review of your Form 10-KSB and related filings and do not, at this time, have any further comments.

Sincerely,

Steven Jacobs
Accounting Branch Chief