

October 5, 2006

Mail Stop 4561

VIA U.S. MAIL AND FAX (301) 986-6079

Mr. Scott V. Schneider  
Senior Vice President, Treasurer and Secretary  
Saul Centers, Inc.  
7501 Wisconsin Avenue, Suite 1500  
Bethesda, MD 20814

Re: **Saul Centers, Inc.**  
**Form 10-K for the year ended December 31, 2005**  
**Filed March 13, 2006**  
**Response letter dated September 27, 2006**  
**File No. 1-12254**

Dear Mr. Schneider:

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

Sincerely,

Daniel L. Gordon  
Accounting Branch Chief