

SAUL CENTERS INC  
Form SC 13D/A  
December 22, 2006

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

**Washington, D.C. 20549**

**SCHEDULE 13D**

**(Rule 13d-101)**

**Under the Securities Exchange Act of 1934**

**(Amendment No. 25)\***

Saul Centers, Inc.

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**(Name of Issuer)**

Common Stock, \$.01 par value per share

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**(Title of Class of Securities)**

804395 10 1

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**(CUSIP Number)**

William F Anhut, Jr.

7501 Wisconsin Avenue, Suite 1500

Bethesda, Maryland 20814

(301) 986-6108

Edgar Filing: SAUL CENTERS INC - Form SC 13D/A

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(Name, Address and Telephone Number of Person Authorized to Receive Notices and Communications)

December 20, 2006

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(Date of Event Which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(e), 13d-1(f) or 13d-1(g), check the following box " ".

\* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page. The information required on the remainder of this cover page shall not be deemed to be filed for the purpose of Section 18 of the Securities Exchange Act of 1934 ( Act ) or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

Page 1 of 27 Pages

1. NAMES OF REPORTING PERSONS

B. Francis Saul II

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) ..

(b) ..

3. SEC USE ONLY

4. SOURCE OF FUNDS

SC, OO

5. CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) ..

6. CITIZENSHIP OR PLACE OF ORGANIZATION

United States of America

7. SOLE VOTING POWER (See Item 6)

NUMBER OF  
SHARES

31,856

8. SHARED VOTING POWER (See Item 6)

BENEFICIALLY

OWNED BY  
EACH

7,332,003

9. SOLE DISPOSITIVE POWER (See Item 6)

REPORTING

PERSON  
WITH

31,856

10. SHARED DISPOSITIVE POWER (See Item 6)

7,332,003

11. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

7,363,859

12. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES ..

13. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

43.0%

14. TYPE OF REPORTING PERSON

IN

1. NAMES OF REPORTING PERSONS

B. F. Saul Property Company (formerly Franklin Property Company)

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) ..

(b) ..

3. SEC USE ONLY

4. SOURCE OF FUNDS

SC

5. CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) ..

6. CITIZENSHIP OR PLACE OF ORGANIZATION

Maryland

7. SOLE VOTING POWER (See Item 6)

NUMBER OF SHARES 253,946

8. SHARED VOTING POWER (See Item 6)

BENEFICIALLY

OWNED BY EACH 0

9. SOLE DISPOSITIVE POWER (See Item 6)

REPORTING PERSON 253,946

10. SHARED DISPOSITIVE POWER (See Item 6)

WITH

0

11. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

253,946

12. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES ..

13. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

1.5%

14. TYPE OF REPORTING PERSON

CO

1. NAMES OF REPORTING PERSONS

Westminster Investing Corporation

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) ..

(b) ..

3. SEC USE ONLY

4. SOURCE OF FUNDS

SC

5. CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) ..

6. CITIZENSHIP OR PLACE OF ORGANIZATION

New York

7. SOLE VOTING POWER (See Item 6)

NUMBER OF SHARES 397,039

8. SHARED VOTING POWER (See Item 6)

BENEFICIALLY

OWNED BY EACH 0

9. SOLE DISPOSITIVE POWER (See Item 6)

REPORTING PERSON 397,039

10. SHARED DISPOSITIVE POWER (See Item 6)

WITH

0

11. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

397,039

12. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES ..

13. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

2.3%

14. TYPE OF REPORTING PERSON

CO

1. NAMES OF REPORTING PERSONS

Van Ness Square Corporation

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) ..

(b) ..

3. SEC USE ONLY

4. SOURCE OF FUNDS

SC

5. CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) ..

6. CITIZENSHIP OR PLACE OF ORGANIZATION

Maryland

7. SOLE VOTING POWER (See Item 6)

NUMBER OF 18,872

SHARES

8. SHARED VOTING POWER (See Item 6)

BENEFICIALLY

OWNED BY 0

EACH

9. SOLE DISPOSITIVE POWER (See Item 6)

REPORTING

PERSON 18,872

WITH

10. SHARED DISPOSITIVE POWER (See Item 6)

0

11. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

18,872

12. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES ..

13. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0.1%

14. TYPE OF REPORTING PERSON

CO

1. NAMES OF REPORTING PERSONS

B.F. Saul Company

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) ..

(b) ..

3. SEC USE ONLY

4. SOURCE OF FUNDS

SC, WC

5. CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) ..

6. CITIZENSHIP OR PLACE OF ORGANIZATION

District of Columbia

7. SOLE VOTING POWER (See Item 6)

NUMBER OF 219,342

SHARES

8. SHARED VOTING POWER (See Item 6)

BENEFICIALLY

OWNED BY 5,186,043

EACH

9. SOLE DISPOSITIVE POWER (See Item 6)

REPORTING 219,342

PERSON

10. SHARED DISPOSITIVE POWER (See Item 6)

WITH

5,186,043

11. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

5,405,385

12. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES ..

13. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

31.6%

14. TYPE OF REPORTING PERSON

CO

1. NAMES OF REPORTING PERSONS

B.F. Saul Real Estate Investment Trust

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) ..

(b) ..

3. SEC USE ONLY

4. SOURCE OF FUNDS

SC, WC

5. CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) ..

6. CITIZENSHIP OR PLACE OF ORGANIZATION

Maryland

7. SOLE VOTING POWER (See Item 6)

NUMBER OF SHARES 4,556,920

8. SHARED VOTING POWER (See Item 6)

BENEFICIALLY

OWNED BY EACH 375,177

9. SOLE DISPOSITIVE POWER (See Item 6)

REPORTING PERSON 4,556,920

10. SHARED DISPOSITIVE POWER (See Item 6)

WITH

375,177

11. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

4,932,097

12. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES ..

13. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

28.8%

14. TYPE OF REPORTING PERSON

OO



1. NAMES OF REPORTING PERSONS

Avenel Executive Park Phase II, L.L.C.

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) ..

(b) ..

3. SEC USE ONLY

4. SOURCE OF FUNDS

SC

5. CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) ..

6. CITIZENSHIP OR PLACE OF ORGANIZATION

Maryland

7. SOLE VOTING POWER (See Item 6)

NUMBER OF 350

SHARES

8. SHARED VOTING POWER (See Item 6)

BENEFICIALLY

OWNED BY 0

EACH

9. SOLE DISPOSITIVE POWER (See Item 6)

REPORTING 350

PERSON

10. SHARED DISPOSITIVE POWER (See Item 6)

WITH

0

11. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

350

12. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES ..

13. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

0%

14. TYPE OF REPORTING PERSON

OO

1. NAMES OF REPORTING PERSONS

Dearborn, L.L.C.

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) ..

(b) ..

3. SEC USE ONLY

4. SOURCE OF FUNDS

SC

5. CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) ..

6. CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

7. SOLE VOTING POWER (See Item 6)

NUMBER OF SHARES 374,827

8. SHARED VOTING POWER (See Item 6)

BENEFICIALLY

OWNED BY 0

9. SOLE DISPOSITIVE POWER (See Item 6)

EACH

REPORTING PERSON 374,827

10. SHARED DISPOSITIVE POWER (See Item 6)

PERSON

WITH

0

11. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

374,827

12. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES ..

13. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

2.2%

14. TYPE OF REPORTING PERSON

OO

**AMENDMENT NO. 25**

**TO**

**SCHEDULE 13D**

**ITEM 1. Security and Issuer.**

This statement on Schedule 13D, as amended from time to time (the Schedule 13D ) is being filed with respect to the Common Stock, par value \$.01 per share (the Common Stock ) of Saul Centers, Inc., a Maryland corporation ( Saul Centers ), whose principal executive offices are located at 7501 Wisconsin Avenue, Suite 1500, Bethesda, Maryland 20814.

**ITEM 2. Identity and Background.**

Item 2 is amended in its entirety to read as follows:

This statement is filed by (1) B. Francis Saul II, (2) B. F. Saul Property Company (formerly Franklin Property Company), (3) Westminster Investing Corporation, (4) Van Ness Square Corporation, (5) B. F. Saul Company (the Saul Company ), (6) B. F. Saul Real Estate Investment Trust (the Saul Trust ), (7) Avenel Executive Park Phase II, L.L.C. and (8) Dearborn, L.L.C., all or some of whom may be considered a group for the purposes of Rule 13d-1. B.F. Saul Property Company, Westminster Investing Corporation, Van Ness Square Corporation, the Saul Company, the Saul Trust, Avenel Executive Park Phase II, L.L.C. and Dearborn, L.L.C are hereinafter referred to collectively as the Saul Entities.

B. Francis Saul II is Chairman of the Board, a Director and Chief Executive Officer of (i) Saul Centers, (ii) the Saul Company, (iii) the Saul Trust, and (iv) Chevy Chase Bank, F.S.B. ( Chevy Chase ). The business address for Mr. Saul, Saul Centers, Saul Company, the Saul Trust and Chevy Chase is 7501 Wisconsin Avenue, Bethesda, Maryland 20814. The principal business of each of the foregoing entities (except for Chevy Chase, which is a federally chartered savings bank) is the development, ownership and management of real estate, directly or through subsidiary entities. The Saul Company is a corporation organized and existing under the laws of the District of Columbia. The Saul Trust, a real estate investment trust organized and existing under Maryland law, is a majority owned subsidiary of the Saul Company. Chevy Chase is a majority owned subsidiary of the Saul Trust.

B. F. Saul Property Company, a Maryland corporation, and a wholly owned subsidiary of the Saul Company, is a company principally engaged in real estate management.

Westminster Investing Corporation, a New York corporation, is a company formerly engaged in the ownership and development of real estate and currently principally engaged in the ownership of equity interests in affiliated entities.

Van Ness Square Corporation, a Maryland corporation, is a company formerly engaged in the ownership and development of real estate and currently principally engaged in the ownership of equity interests in affiliated entities.

Avenel Executive Park Phase II, L.L.C., a Maryland limited liability company, is a company engaged in the ownership of equity interests in affiliated entities. The Saul Trust is the sole member of Avenel Executive Park Phase II, L.L.C.

Dearborn, L.L.C., a Delaware limited liability company, is a company engaged in the ownership and development of real estate and the ownership of equity interests in affiliated entities. The Saul Trust is the sole member of Dearborn, L.L.C.

The address of the principal business and principal office of each of the Saul Entities is 7501 Wisconsin Avenue, Bethesda, Maryland 20814.

Information about the directors and/or executive officers of each of the Saul Entities is set forth in the following tables. B. Francis Saul II is ultimately in control of each of the Saul Entities.

**B. F. Saul Property Company**

| <b>Name<sup>1</sup></b> | <b>Position with Company and Present Principal Occupation if Different</b>  |
|-------------------------|---|
| B. Francis Saul III     | Chairman of the Board and President; Vice Chairman, Chevy Chase Bank, F.S.B., President and Director, Saul Centers, Inc.  |
| Ross E. Heasley         | Vice President and Director; Vice President and Assistant Secretary, Saul Centers, Inc.   |
| Thomas H. McCormick     | Senior Vice President and Director; Executive Vice President and General Counsel, Chevy Chase Bank, F.S.B.; Senior Vice President and General Counsel, Saul Centers, Inc. |
| Jessica L. Parker       | Secretary and Director; Group Vice President, Chevy Chase Bank, F.S.B.  |
| Steven N. Corey         | Senior Vice President Office Leasing  |
| Henry C. Parrish III    | Senior Vice President   |
| Mark G. Carrier         | Senior Vice President   |

<sup>1</sup> The business address of each person is 7501 Wisconsin Avenue, Bethesda, Maryland 20814.

|                       |                                  |
|-----------------------|----------------------------------|
| Kenneth D. Shoop      | Treasurer and Vice President     |
| James P. Sprouse      | Vice President                   |
| Merle F. Sustersich   | Vice President                   |
| Bryon S. Barlow       | Vice President Office Management |
| Enio P. Guerra        | Vice President                   |
| Barbara I. Reifsnider | Vice President                   |
| Alison B. Rubin       | Vice President                   |
| Kenneth F. Kovach     | Vice President                   |
| Donald A. Hachey      | Vice President                   |
| Mark A. Hardy         | Vice President                   |
| Mary Lou Mayer        | Vice President                   |
| David B. Newcome      | Vice President                   |
| Daniel A. Rigaux      | Vice President                   |

**Westminster Investing Corporation**

| <b>Name<sup>2</sup></b>            | <b>Position with Company and Present Principal Occupation if Different</b>  |
|------------------------------------|---|
| B. Francis Saul II                 | Chairman of the Board and President; Chairman of the Board and Chief Executive Officer, Saul Centers, Inc. and Chevy Chase Bank, F.S.B. |
| B. Francis Saul III                | Executive Vice President and Director; Vice Chairman, Chevy Chase Bank, F.S.B.; President and Director, Saul Centers, Inc.              |
| George M. Rogers, Jr. <sup>3</sup> | Director; Senior Counsel, Pillsbury Winthrop Shaw Pittman LLP.; Director, Chevy Chase Bank, F.S.B.                                      |

<sup>2</sup> The business address of each person is 7501 Wisconsin Avenue, Bethesda, Maryland 20814 unless otherwise indicated.

<sup>3</sup> Mr. Rogers' business address is Pillsbury Winthrop Shaw Pittman LLP, 2300 N Street, N.W., Washington, D.C. 20037.

|                     |   |
|---------------------|---|
| Ross E. Heasley     | Treasurer; Vice President and Assistant Secretary, Saul Centers, Inc. |
| Merle F. Sustersich | Secretary   |
| Patrick T. Connors  | Vice President  |

**Van Ness Square Corporation**

| <b>Name<sup>4</sup></b> | <b>Position with Company and Present Principal Occupation if Different</b>   |
|-------------------------|--|
| B. Francis Saul II      | Chairman; Chairman of the Board and Chief Executive Officer, Saul Centers, Inc. and Chevy Chase Bank, F.S.B.           |
| B. Francis Saul III     | President, Secretary and Director; Vice Chairman, Chevy Chase Bank, F.S.B.; President and Director, Saul Centers, Inc. |
| William F. Anhut, Jr.   | Vice President, Treasurer and Director; Vice President, Saul Centers, Inc.   |

**B. F. Saul Company**

| <b>Name<sup>5</sup></b>            | <b>Position with Company and Present Principal Occupation if Different</b>   |
|------------------------------------|--|
| B. Francis Saul II                 | Chairman of the Board and President; Chairman of the Board and Chief Executive Officer, Saul Centers, Inc. and Chevy Chase Bank, F.S.B.  |
| B. Francis Saul III                | Executive Vice President and Director; Vice Chairman, Chevy Chase Bank, F.S.B.   |
| Thomas H. McCormick                | General Counsel, Senior Vice President and Director; Executive Vice President and General Counsel, Chevy Chase Bank, F.S.B.; Senior Vice President and General Counsel, Saul Centers, Inc. |
| George M. Rogers, Jr. <sup>6</sup> | Director; Senior Counsel, Pillsbury Winthrop Shaw Pittman LLP; Director, Chevy Chase Bank, F.S.B.  |

<sup>4</sup> The business address of each person is 7501 Wisconsin Avenue, Bethesda, Maryland 20814 unless otherwise indicated.

<sup>5</sup> The business address of each person is 7501 Wisconsin Avenue, Bethesda, Maryland 20814.

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|                               |   |
|-------------------------------|---|
| John R. Whitmore <sup>7</sup> | Director; Senior Advisor to The Bessemer Group, Inc.; Director, Saul Centers, Inc.; Director, Chevy Chase Bank, F.S.B.            |
| Stephen R. Halpin, Jr.        | Senior Vice President and Chief Financial Officer; Executive Vice President and Chief Financial Officer, Chevy Chase Bank, F.S.B. |
| Mark G. Carrier               | Senior Vice President   |
| Patrick T. Connors            | Senior Vice President   |
| Steven N. Corey               | Senior Vice President Office Leasing  |
| William Hoy                   | Senior Vice President Construction  |
| Jessica L. Parker             | Assistant Vice President and Secretary; Group Vice President, Chevy Chase Bank, F.S.B.  |
| Robert Adler                  | Vice President  |
| Scott G. Armstrong            | Vice President  |
| Bryon S. Barlow               | Vice President Office Management  |
| Steven W. Brand               | Vice President  |
| Joan E. Cerimele              | Vice President  |
| Steve Coe                     | Vice President  |
| Tricia Culpepper              | Vice President; Vice President, Saul Centers, Inc.  |
| Clyde R. Dismukes             | Vice President  |
| Deborah D. Gault              | Vice President  |
| Enio P. Guerra                | Vice President  |
| Donald A. Hachey              | Vice President  |
| Craig J. Hamilton             | Vice President  |

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<sup>6</sup> Mr. Rogers' business address is Pillsbury Winthrop Shaw Pittman LLP, 2300 N Street, N.W., Washington, D.C. 20037.

<sup>7</sup> Mr. Whitmore's business address is The Bessemer Group, Incorporated, 630 Fifth Avenue, New York, New York 10111.

|                       |   |
|-----------------------|---|
| Mark A. Hardy         | Vice President  |
| Burke F. Hayes        | Vice President  |
| Ross E. Heasley       | Vice President; Vice President and Assistant Secretary, Saul Centers, Inc.                    |
| Kenneth F. Kovach     | Vice President  |
| David J. Makarsky     | Vice President  |
| David B. Newcome      | Vice President  |
| Henry C. Parrish III  | Vice President  |
| Victoria A. Perkins   | Vice President  |
| Barbara C. Phillips   | Vice President; Vice President, Saul Centers, Inc.  |
| Henry Ravenel, Jr.    | Vice President  |
| Barbara I. Reifsnider | Vice President  |
| Daniel A. Rigaux      | Vice President  |
| Mark L. Rigsby        | Vice President  |
| Alison B. Rubin       | Vice President  |
| Sandra A. Seely       | Vice President  |
| Kenneth D. Shoop      | Vice President and Treasurer; Vice President and Chief Accounting Officer, Saul Centers, Inc. |
| John A. Spain         | Vice President  |
| James P. Sprouse      | Vice President  |
| Merle F. Sustersich   | Vice President  |

**B. F. Saul Real Estate Investment Trust**

| <u>Name</u> <sup>8</sup> | Position with Company and Present Principal Occupation if Different |
|--------------------------|---|
|--------------------------|---|

<sup>8</sup> The business address of each person is 7501 Wisconsin Avenue, Bethesda, Maryland 20814 unless otherwise indicated.



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|                                     |   |
|-------------------------------------|---|
| B. Francis Saul II                  | Trustee and Chairman; Chairman of the Board and Chief Executive Officer, Saul Centers, Inc. and Chevy Chase Bank, F.S.B.  |
| Gilbert M. Grosvenor <sup>9</sup>   | Trustee; Chairman of the Board of Trustees, National Geographic Society; Director, Saul Centers, Inc.; Director, Chevy Chase Bank, F.S.B.                                 |
| George M. Rogers, Jr. <sup>10</sup> | Trustee; Senior Counsel, Pillsbury Winthrop Shaw Pittman LLP.; Director, Chevy Chase Bank, F.S.B.   |
| John R. Whitmore <sup>11</sup>      | Trustee; Senior Advisor to The Bessemer Group, Inc.; Director, Saul Centers, Inc.; Director, Chevy Chase Bank, F.S.B.   |
| Philip D. Caraci                    | Trustee; Vice Chairman, Saul Centers, Inc.  |
| B. Francis Saul III                 | Trustee, Senior Vice President and Secretary; Vice Chairman, Chevy Chase Bank, F.S.B.; President and Director, Saul Centers, Inc.   |
| Stephen R. Halpin, Jr.              | Vice President and Chief Financial Officer; Executive Vice President and Chief Financial Officer, Chevy Chase Bank, F.S.B.  |
| Thomas H. McCormick                 | Vice President and General Counsel; Executive Vice President and General Counsel, Chevy Chase Bank, F.S.B.; Senior Vice President and General Counsel, Saul Centers, Inc. |
| Kenneth D. Shoop                    | Vice President, Treasurer and Chief Accounting Officer; Vice President and Chief Accounting Officer, Saul Centers, Inc.   |
| Bryon S. Barlow                     | Vice President  |
| Patrick T. Connors                  | Vice President  |
| Ross E. Heasley                     | Vice President; Vice President and Assistant Secretary, Saul Centers, Inc.  |

<sup>9</sup> Mr. Grosvenor's business address is National Geographic Society, 17th and M Streets, N.W., Washington, D.C. 20009.

<sup>10</sup> Mr. Rogers' business address is Pillsbury Winthrop Shaw Pittman LLP, 2300 N Street, N.W., Washington, D.C. 20037

<sup>11</sup> Mr. Whitmore's business address is The Bessemer Group, Incorporated, 630 Fifth Avenue, New York, New York 10111.

|                      |                |
|----------------------|----------------|
| Henry Ravenel, Jr.   | Vice President |
| Mark G. Carrier      | Vice President |
| Steven N. Corey      | Vice President |
| William S. Hoy       | Vice President |
| Henry C. Parrish III | Vice President |
| John A. Spain        | Vice President |
| Merle F. Sustersich  | Vice President |

**Avenel Executive Park Phase II, L.L.C.**

| <b>Name<sup>12</sup></b> | <b>Position with Company and Present Principal Occupation if Different</b>                     |
|--------------------------|--|
| B. Francis Saul III      | President; Vice Chairman, Chevy Chase Bank, F.S.B.; President and Director, Saul Centers, Inc. |
| Kenneth D. Shoop         | Vice President and Treasurer; Vice President and Chief Accounting Officer, Saul Centers, Inc.  |
| Ross E. Heasley          | Vice President; Vice President and Assistant Secretary, Saul Centers, Inc.                     |
| Patrick T. Connors       | Vice President   |
| William S. Hoy           | Vice President   |
| Merle F. Sustersich      | Secretary  |

**Dearborn, L.L.C.**

| <b>Name<sup>13</sup></b> | <b>Position with Company and Present Principal Occupation if Different</b>  |
|--------------------------|---|
| B. Francis Saul II       | Chief Executive Officer; Chairman of the Board and Chief Executive Officer, Saul Centers, Inc. and Chevy Chase Bank, F.S.B. |

<sup>12</sup> The business address of each person is 7501 Wisconsin Avenue, Bethesda, Maryland 20814.

<sup>13</sup> The business address of each person is 7501 Wisconsin Avenue, Bethesda, Maryland 20814.

|                      |  |
|----------------------|--|
| B. Francis Saul III  | President; Vice Chairman, Chevy Chase Bank, F.S.B.; President and Director, Saul Centers, Inc. |
| Ross E. Heasley      | Vice President; Vice President and Assistant Secretary, Saul Centers, Inc.                     |
| Kenneth D. Shoop     | Vice President and Treasurer; Vice President and Chief Accounting Officer, Saul Centers, Inc.  |
| Patrick T. Connors   | Vice President   |
| William S. Hoy       | Vice President   |
| Henry C. Parrish III | Vice President   |
| Merle F. Sustersich  | Secretary  |

None of the persons filing this statement has been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors) during the last five years from the date of this Amendment. To the best of the knowledge and belief of the Saul Entities, none of the directors and/or executive officers of the Saul Entities has been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors) during the last five years from the date of this Amendment.

None of the persons filing this statement was a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceeding was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws during the last five years from the date of this Amendment.

To the best of the knowledge and belief of the Saul Entities, none of the directors and/or executive officers of the Saul Entities was a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceeding was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violations with respect to such laws during the last five years from the date of this Amendment.

All individuals named in this Schedule 13D are citizens of the United States of America.

**ITEM 3. Source and Amount of Funds or Other Consideration.**

Item 3 is amended in its entirety to read as follows:

Saul Centers instituted a Dividend Reinvestment and Stock Purchase Plan in December 1995 (the "DRIP") through which holders of Common Stock and holders of

limited partnership interests in Saul Holdings Limited Partnership may choose to have some or all of their cash dividends or cash distributions automatically reinvested in shares of Common Stock. Since the filing of Amendment Number 24 to this Schedule 13D, Saul Centers has issued Common Stock pursuant to the DRIP on October 31, 2006. The Saul Trust, B. F. Saul Property Company, Van Ness Square Corporation, Avenel Executive Park Phase II, L.L.C., Dearborn, L.L.C. and Saul Company all participated in the DRIP and, consequently, were issued additional shares of Common Stock in lieu of receiving cash payments. The total amount reinvested and the number of shares acquired by such entities are as follows:

**Saul Trust**

| <b>Date of DRIP Reinvestment</b> | <b>Amount reinvested</b> | <b>Price per share</b> | <b>Number of shares purchased</b> |
|----------------------------------|--------------------------|------------------------|-----------------------------------|
| October 31, 2006                 | \$ 2,904,656.31          | \$ 47.142              | 61,615.042                        |

**B. F. Saul Property Company**

| <b>Date of DRIP Reinvestment</b> | <b>Amount reinvested</b> | <b>Price per share</b> | <b>Number of shares purchased</b> |
|----------------------------------|--------------------------|------------------------|-----------------------------------|
| October 31, 2006                 | \$ 199,167.03            | \$ 47.142              | 4,224.832                         |

**Van Ness Square Corporation**

| <b>Date of DRIP Reinvestment</b> | <b>Amount reinvested</b> | <b>Price per share</b> | <b>Number of shares purchased</b> |
|----------------------------------|--------------------------|------------------------|-----------------------------------|
| October 31, 2006                 | \$ 246,811.33            | \$ 47.142              | 5,235.487                         |

**Avenel Executive Park Phase II, L.L.C.**

| <b>Date of DRIP Reinvestment</b> | <b>Amount reinvested</b> | <b>Price per share</b> | <b>Number of shares purchased</b> |
|----------------------------------|--------------------------|------------------------|-----------------------------------|
| October 31, 2006                 | \$ 4,678.28              | \$ 47.142              | 99.238                            |

**Dearborn, L.L.C.**

| <b>Date of DRIP Reinvestment</b> | <b>Amount reinvested</b> | <b>Price per share</b> | <b>Number of shares purchased</b> |
|----------------------------------|--------------------------|------------------------|-----------------------------------|
| October 31, 2006                 | \$ 911,965.76            | \$ 47.142              | 19,345.080                        |

**Saul Company**

| <b>Date of DRIP Reinvestment</b> | <b>Amount reinvested</b> | <b>Price per share</b> | <b>Number of shares purchased</b> |
|----------------------------------|--------------------------|------------------------|-----------------------------------|
| October 31, 2006                 | \$ 91,310.00             | \$ 47.142              | 1,936.914                         |

**B. F. Saul Company Employees Profit Sharing Retirement Trust**

The B. F. Saul Company Employees Profit Sharing Retirement Trust (the Plan) is a profit sharing retirement plan for the benefit of the employees of the Saul Company, its subsidiaries and other participating companies that invests its assets for the benefit of the employees of such companies. The Plan is intended to qualify under Section 401(a) of the Internal Revenue Code and is subject to the Employee Retirement Income Security Act of 1974, as amended (ERISA). The Plan is administered by four trustees: B. Francis Saul II, Alexander R.M. Boyle, Stephen R. Halpin, Jr. and Thomas H. McCormick. Because B. Francis Saul II shares the power to vote and to dispose of the shares of Common Stock acquired by the Plan, the acquisition of such shares is being reported in this Schedule 13D. B. Francis Saul II disclaims beneficial ownership of the shares held by the Plan that exceed his pecuniary interest in the Plan.

The Plan participated in the DRIP and reinvested the following amounts for shares of Common Stock:

| <b>Date of DRIP Reinvestment</b> | <b>Amount reinvested</b> | <b>Price per share</b> | <b>Number of shares purchased</b> |
|----------------------------------|--------------------------|------------------------|-----------------------------------|
| October 31, 2006                 | \$ 600,137.60            | \$ 47.142              | 12,730.423                        |

Beginning in 1999, pursuant to a Deferred Compensation Plan for Directors, 100 shares of Common Stock were awarded annually as additional compensation to each person serving on the Board of Directors of Saul Centers as of the record date for the annual meeting of stockholders. In April 2004, the shareholders of Saul Centers approved the adoption of the 2004 Stock Plan and, as a result, the Board of Directors of Saul Centers terminated the Deferred Compensation Plan for Directors. In its place, pursuant to the 2004 Stock Plan, in 2004 and each following year the Board of Directors approved an annual award of 200 shares of Common Stock to each person serving on the Board of Directors of Saul Centers as of the record date for the annual meeting of stockholders. B. Francis Saul II has elected to participate in the DRIP with respect to these shares. In addition, under the 2004 Stock Plan, Mr. Saul receives an annual grant of an option to purchase 2,500 shares. Options to purchase 7,500 shares are exercisable within 60 days of this Amendment. The total amount reinvested and the number of shares acquired by B. Francis Saul II is as follows:

**B. Francis Saul II**

| <b>Date of DRIP Reinvestment</b> | <b>Amount reinvested</b> | <b>Price per share</b> | <b>Number of shares purchased</b> |
|----------------------------------|--------------------------|------------------------|-----------------------------------|
| October 31, 2006                 | \$ 558.49                | \$ 47.142              | 11.847                            |

In addition, Mrs. Patricia E. Saul, the wife of B. Francis Saul II, has participated in the DRIP. The additional shares of Common Stock issued pursuant to the DRIP to Mrs. Patricia E. Saul are being reported in this Schedule 13D because B. Francis Saul II, by reason of his possible influence over his wife, has or might be deemed to have sole or shared voting and dispositive power over such shares. Mr. Saul disclaims beneficial ownership of all shares held by Mrs. Patricia E. Saul.

The amounts reinvested and the number of shares issued pursuant to the DRIP are listed below:

**Patricia E. Saul (Mrs.)**

| <b>Date of DRIP Reinvestment</b> | <b>Amount reinvested</b> | <b>Price per share</b> | <b>Number of shares purchased</b> |
|----------------------------------|--------------------------|------------------------|-----------------------------------|
| October 31, 2006                 | \$ 28,756.57             | \$ 47.142              | 609.999                           |

**ITEM 4. Purpose of Transaction.**

Item 4 is amended in its entirety to read as follows:

The purpose of the acquisition of shares of Common Stock by the Saul Entities, the Plan, the Trusts (as defined in Item 5(b) below), B. Francis Saul II and Patricia E. Saul is investment. The Saul Entities, the Plan, the Trusts, B. Francis Saul II and Patricia E. Saul may purchase additional shares of Common Stock from time to time for the purpose of investment, subject to ownership limitations set forth in the Articles of Incorporation, as amended, of Saul Centers.

**ITEM 5. Interest in Securities of the Issuer.**

Item 5 is amended in its entirety to read as follows:

a. The number and percentage of Common Shares beneficially owned by the reporting persons are set forth in the following table:

| <b>Reporting Person</b>                 | <b>Number of Shares</b>   | <b>Percentage</b>   |
|---|---------------------------|---------------------|
|   | <b>Beneficially Owned</b> | <b>Of Class (%)</b> |
| B. Francis Saul II                      | 7,363,859(1)              | 43.0                |
| B. F. Saul Company                      | 5,405,385(2)              | 31.6                |
| B. F. Saul Real Estate Investment Trust | 4,932,097(3)              | 28.8                |
| Westminster Investing Corp.             | 397,039                   | 2.3                 |
| Avenel Executive Park Phase II, L.L.C.  | 350                       | 0.0                 |
| Dearborn, L.L.C.                        | 374,827                   | 2.2                 |
| B. F. Saul Property Company             | 253,946                   | 1.5                 |
| Van Ness Square Corporation             | 18,872                    | 0.1                 |

- (1) Includes all of the shares of Common Stock acquired by the Saul Entities, the Plan, the Trusts and Mrs. Patricia E. Saul. B. Francis Saul II owns 1,342 shares of Common Stock directly and owns options to purchase 7,500 shares of Common Stock that are exercisable within 60 days. Pursuant to Rule 13d-1 under the Securities Exchange Act of 1934, as amended, the shares of Common Stock described above are considered to be beneficially owned by Mr. Saul because he has or may be deemed to have sole or shared voting and/or investment power in respect thereof. Mr. Saul disclaims beneficial ownership of 23,014 shares held by the Trusts, 69,078 shares held by Mrs. Patricia E. Saul, and certain shares held by the Plan that exceed his pecuniary interest in the Plan.
- (2) Includes all of the shares of Common Stock acquired by B. F. Saul Property Company, the Saul Trust, Avenel Executive Park Phase II, L.L.C. and Dearborn, L.L.C. B. F. Saul Company owns 219,342 shares of Common Stock directly. Pursuant to Rule 13d-1 under the Securities Exchange Act of 1934, as amended, the shares of Common Stock described above are considered to be beneficially owned by the Saul Company because it has or may be deemed to have sole or shared

voting and/or investment power in respect thereof.

- (3) Includes all of the shares of Common Stock acquired by Avenel Executive Park Phase II, L.L.C. and Dearborn, L.L.C. The Saul Trust owns 4,556,920 shares of Common Stock directly. Pursuant to Rule 13d-1 under the Securities Exchange Act of 1934, as amended, the shares of Common Stock described above are considered to be beneficially owned by the Saul Trust because it has or may be deemed to have sole or shared voting and/or investment power in respect thereof.

The number of Common Shares beneficially owned collectively by the reporting persons and other affiliates of B. Francis Saul II excludes 5,416,415 units of limited partnership interest in Saul Holdings Limited Partnership, a Delaware limited partnership (the Partnership), which units, in general, are convertible into shares of Common Stock on a one-for-one basis. However, under the terms of the limited partnership agreement of the Partnership, at the current time, these 5,416,415 units may not be converted into shares of Common Stock because such conversion would cause the reporting persons and other affiliates of Mr. Saul to beneficially own collectively greater than 24.9% of the outstanding shares of Common Stock.

b. The Saul Entities have the sole power to vote or to direct the vote and to dispose or to direct the disposition of the shares of Common Stock directly owned by each. The Saul Company shares the power to vote or to direct the vote and to dispose or to direct the disposition of shares of Common Stock owned by the Saul Trust, B. F. Saul Property Company, Avenel Executive Park Phase II, L.L.C. and Dearborn, L.L.C. The Saul Trust shares the power to vote or to direct the vote and to dispose or to direct the disposition of shares of Common Stock owned by Avenel Executive Park Phase II, L.L.C. and Dearborn, L.L.C. B. Francis Saul II shares the power to vote or to direct the vote and to dispose or to direct the disposition of shares of Common Stock owned by the Saul Entities and the Plan with the other directors, trustees or general partners of the Saul Entities, and the other trustees of the Plan, respectively. The information required by Item 2 with respect to the other directors, trustees and general partners of the Saul Entities is set forth in Item 2 above. The information required by Item 2 with respect to the other Plan trustees is set forth in the following table:

| <b>Name</b>            | <b>Principal Occupation</b>   |
|------------------------|---|
| Alexander R. M. Boyle  | Vice Chairman, Chevy Chase Bank, F.S.B.   |
| Stephen R. Halpin, Jr. | Executive Vice President and Chief Financial Officer, Chevy Chase Bank, F.S.B.; Vice President and Chief Financial Officer, B. F. Saul Real Estate Investment Trust; Vice President and Chief Financial Officer, B. F. Saul Company |
| Thomas H. McCormick    | Executive Vice President and General Counsel, Chevy Chase Bank, F.S.B.; Senior Vice President and General Counsel, Saul Centers, Inc.   |

The business address of Messrs. Boyle, Halpin and McCormick is 7501 Wisconsin Avenue, Bethesda, Maryland 20814.

B. Francis Saul II, as sole trustee of the Sharon Elizabeth Saul Trust, the Elizabeth Willoughby Saul Trust, the Andrew M. Saul Trust, and the Patricia English Saul Trust (collectively, the Trusts), has the sole power to vote and the sole power to direct the

disposition of 23,014 shares of Common Stock held by these Trusts. Because of his possible influence over the trustees and beneficiaries of the trusts named below and over his wife, Mrs. Patricia E. Saul, Mr. Saul might be deemed to have shared voting or dispositive power over the shares of Common Stock owned by such trusts and by Mrs. Saul as indicated by the following table:

| <b>Owner</b>   | <b>Number of Shares</b> |
|--|-------------------------|
| Bank of America, N.A., Trustee FBO Francis   | 24,500                  |
| Saul III & Andrew M. Saul II u/a w/B. Francis  |                         |
| Saul II dated 12/30/76<br>Bank of America, N.A., Trustee u/w Andrew M. Saul FBO                        | 1,000                   |
| Elizabeth W. Saul<br>Trust FBO Elizabeth W. Saul   | 8,621                   |
| u/a dated 12/31/70, George M. Rogers, Jr.,<br><br>Successor Trustee<br>Trust FBO Andrew M. Saul II     | 6,121                   |
| u/a dated 12/31/70, George M. Rogers, Jr.,<br><br>Successor Trustee<br>Trust FBO Patricia English Saul | 8,321                   |
| u/a dated 12/15/71, George M. Rogers, Jr.,<br><br>Successor Trustee<br>Trust FBO Sharon Elizabeth Saul | 3,000                   |
| u/a dated 12/31/70, George M. Rogers, Jr.,<br><br>Successor Trustee<br>Patricia E. Saul (Mrs.)         | 69,078                  |

Because Mr. Saul is not the beneficial owner of the shares held by the trusts listed above, these shares are not included in Mr. Saul's holdings in Item 5(a) above. However, because Mr. Saul has an indirect pecuniary interest in the shares held by his wife, Mrs. Patricia E. Saul, these shares are included in Mr. Saul's holdings in Item 5(a) above.

The information with respect to the trustees of these trusts and with respect to Mrs. Saul required by Item 2 is as follows.

Bank of America, N.A. is a national banking association with its principal business address and the address of its principal office at 1501 Pennsylvania Avenue, N.W., Washington, D.C. 20013.

George M. Rogers, Jr. is an attorney at law, whose principal occupation is as a senior counsel in the law firm of Pillsbury Winthrop Shaw Pittman LLP, 2300 N Street, N.W., Washington, D.C. 20037, which is also Mr. Rogers' business address.

Patricia E. Saul is the wife of B. Francis Saul II. She resides at One Quincy Street, Chevy Chase, Maryland 20815. Her principal occupation is that of housewife.

To the best of the information and belief of the persons filing this statement, during the past five years from the date of this Amendment, neither Bank of America, N.A., nor Mr. Rogers, nor Mrs. Saul, nor any of the Plan trustees has been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors) or been party to a civil proceeding of a judicial or administrative body of competent jurisdiction as a



result of which

proceeding any of them was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws. Mr. Rogers, Mrs. Saul and the Plan trustees are citizens of the United States of America.

c. Other than as described in Item 3 above, the following are the only transactions known to the persons filing this statement since the filing of Amendment No. 24 to this Schedule 13D.

The Saul Trust acquired shares of Common Stock in the open market on the dates, in the amounts and for the total cost indicated in the following table:

| <b>Date of Purchase</b> | <b>Number of Shares</b> | <b>Price per Share</b> | <b>Total Cost</b> |
|-------------------------|-------------------------|------------------------|-------------------|
| November 9, 2006        | 6,500                   | \$ 49.66               | \$ 322,786.10     |
| November 10, 2006       | 3,400                   | \$ 48.49               | \$ 164,866.00     |
| November 14, 2006       | 2,200                   | \$ 50.72               | \$ 111,584.00     |
| November 15, 2006       | 4,700                   | \$ 53.96               | \$ 253,625.16     |
| November 16, 2006       | 2,900                   | \$ 53.73               | \$ 155,819.90     |
| November 17, 2006       | 6,000                   | \$ 53.71               | \$ 322,270.20     |
| November 20, 2006       | 4,300                   | \$ 54.46               | \$ 234,159.08     |
| November 21, 2006       | 1,600                   | \$ 55.22               | \$ 88,344.00      |
| November 22, 2006       | 5,500                   | \$ 56.07               | \$ 308,366.85     |
| November 27, 2006       | 8,500                   | \$ 54.48               | \$ 463,098.70     |
| November 28, 2006       | 900                     | \$ 54.21               | \$ 48,785.04      |
| November 29, 2006       | 2,300                   | \$ 56.46               | \$ 129,849.03     |
| November 30, 2006       | 3,200                   | \$ 56.11               | \$ 179,560.00     |
| December 1, 2006        | 4,500                   | \$ 56.30               | \$ 253,330.20     |
| December 4, 2006        | 3,100                   | \$ 56.83               | \$ 176,159.05     |
| December 5, 2006        | 4,500                   | \$ 56.60               | \$ 254,700.90     |
| December 6, 2006        | 6,300                   | \$ 56.48               | \$ 355,847.31     |
| December 7, 2006        | 3,000                   | \$ 56.59               | \$ 169,775.10     |
| December 8, 2006        | 6,000                   | \$ 56.49               | \$ 338,926.20     |
| December 11, 2006       | 5,700                   | \$ 56.23               | \$ 320,533.23     |
| December 12, 2006       | 10,200                  | \$ 56.04               | \$ 571,640.64     |
| December 13, 2006       | 2,900                   | \$ 55.60               | \$ 161,249.86     |
| December 14, 2006       | 4,800                   | \$ 56.14               | \$ 269,452.80     |
| December 15, 2006       | 4,400                   | \$ 56.21               | \$ 247,302.88     |
| December 18, 2006       | 9,500                   | \$ 56.05               | \$ 532,429.40     |
| December 19, 2006       | 5,700                   | \$ 55.37               | \$ 315,627.24     |
| December 20, 2006       | 7,800                   | \$ 56.15               | \$ 437,977.02     |

d. Beneficiaries of the Plan, beneficiaries of the Trusts, and Mrs. Patricia E. Saul have the right to receive dividends from, and the proceeds from the sale of, the shares of Common Stock acquired by the Plan, the Trusts, and Mrs. Saul, respectively. The interest of no such beneficiary, or Mrs. Patricia E. Saul, relates to more than five percent of the Common Stock.

e. Not applicable.

**ITEM 6. Contracts, Arrangements, Understandings or Relationships With Respect to Securities of the Issuer.**

None.

**ITEM 7. Material to be Filed as Exhibits.**

Exhibit 1. Joint Filing Agreement dated as of September 6, 2005, incorporated by reference to Exhibit 1 to Amendment No. 23 to the Schedule 13D, filed with the Securities and Exchange Commission on September 8, 2005.

**SIGNATURES**

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

December 21, 2006

/s/ B. Francis Saul II  
B. Francis Saul II

B. F. SAUL COMPANY

December 21, 2006

By: /s/ B. Francis Saul II  
B. Francis Saul II, President

B. F. SAUL PROPERTY COMPANY

December 21, 2006

By: /s/ Ross E. Heasley  
Ross E. Heasley, Vice President

WESTMINSTER INVESTING CORPORATION

December 21, 2006

By: /s/ B. Francis Saul II  
B. Francis Saul II,

Chairman and President

VAN NESS SQUARE CORPORATION

December 21, 2006

By: /s/ B. Francis Saul II  
B. Francis Saul II,

Chairman

AVENEL EXECUTIVE PARK PHASE II, L.L.C.

By: B.F. SAUL REAL ESTATE INVESTMENT TRUST, its sole member

December 21, 2006

By: /s/ B. Francis Saul II  
B. Francis Saul II,

Chairman

DEARBORN, L.L.C.

By: B.F. SAUL REAL ESTATE INVESTMENT TRUST, its sole member

December 21, 2006

By: /s/ B. Francis Saul II  
B. Francis Saul II,

Chairman

B. F. SAUL REAL ESTATE INVESTMENT TRUST

December 21, 2006

By: /s/ B. Francis Saul II  
B. Francis Saul II,

Chairman