

Saul Centers, Inc.

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Saul Centers, Inc. Closes on New Unsecured Credit Facility

July 27, 2000, Chevy Chase, MD.

Saul Centers, Inc. (NYSE: BFS), an equity real estate investment trust (REIT), announced it has closed on a new three-year \$70 million unsecured revolving credit line, a \$10 million increase over the previous line. Outstanding borrowings currently total \$24 million leaving \$46 million of uncommitted availability. The availability provides the Company with capital to pursue new redevelopment, renovation, and expansion opportunities within its portfolio of community and neighborhood shopping centers and office properties.

The credit facility includes three lenders, with the Agent and lead bank being U. S. Bank National Association. The interest rate floats at 1.625% to 1.875% over LIBOR, depending upon certain covenant tests. The facility provides the Company, at its option, a one-year term extension. Approximately 85% of the Company's debt is fixed rate mortgages and the weighted average maturity of total debt is 10.5 years, with no debt maturing prior to 2002.

Saul Centers, Inc. operates and manages a real estate portfolio of 33 community and neighborhood shopping center and office properties totaling approximately 6.1 million square feet of gross leasable area, with over 80% of the cash flow generated from properties in the metropolitan Washington, D.C./Baltimore area.

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Visit the Company's web site at SaulCenters.com