

Saul Centers, Inc.

7501 Wisconsin Avenue, Suite 1500
Bethesda, Maryland 20814-6522
(301) 986-6200

Saul Centers Announces Public Offering of Preferred Stock

October 23, 2003

For Immediate Release

BETHESDA, MARYLAND - Saul Centers, Inc. (NYSE: BFS), an equity real estate investment trust (REIT), today announced that it plans to sell 3,000,000 depositary shares, each representing 1/100th of a share of Series A Cumulative Redeemable Preferred Stock, pursuant to an effective shelf registration statement previously filed with the Securities and Exchange Commission. The company also intends to grant an option to the underwriters to purchase up to an additional 450,000 depositary shares. All of the shares are being sold by Saul Centers.

The offering is underwritten by Friedman, Billings, Ramsey & Co., Inc. and Ferris, Baker Watts, Incorporated.

The securities may not be sold nor may offers to buy be accepted prior to the time that the prospectus supplement is final. This communication shall not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction.

Copies of the preliminary prospectus supplement relating to this offering may be obtained from Friedman, Billings, Ramsey & Co., Inc., 1001 19th Street North, Arlington, VA 22209, Telephone: (703) 312-9500.

This press release contains "forward-looking" statements. For this purpose, any statements contained in this press release that are not statements of historical fact may be deemed to be forward-looking statements. Words such as "believes," "anticipates," "plans," "expects," "will," "intends" and similar expressions are intended to identify forward-looking statements. Saul Centers does not undertake any obligation to update forward-looking statements.

Contact: Scott V. Schneider
(301) 986-6220

Saul Centers

www.SaulCenters.com