Prior Lawrence B III Form 4 March 23, 2007

FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF

Washington, D.C. 20549

Check this box if no longer subject to Section 16. Form 4 or

SECURITIES Form 5 obligations

may continue. See Instruction 1(b).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *

Prior Lawrence B III

(First) (Middle) (Last)

(State)

(Month/Day/Year)

1710 SAIC DRIVE

(Street)

MCLEAN, VA 22102

(City)

1.Title of

Security

(Instr. 3)

2. Issuer Name and Ticker or Trading

Symbol SAIC, Inc. [SAI]

3. Date of Earliest Transaction

(Month/Day/Year) 03/21/2007

4. If Amendment, Date Original

Filed(Month/Day/Year)

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

Execution Date, if

(Month/Day/Year)

(Zip)

2. Transaction Date 2A. Deemed

3. 4. Securities TransactionAcquired (A) or Code Disposed of (D) (Instr. 8)

(Instr. 3, 4 and 5)

Reported (A) Transaction(s)

(Instr. 3 and 4) Code V Amount (D) Price

Issuer

below)

Person

5. Amount of

Securities

Following

Owned

Beneficially

Director X_ Officer (give title

Applicable Line)

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of 3. Transaction Date 3A. Deemed 4. 5. Number

Derivative Conversion Security or Exercise

(Month/Day/Year) Execution Date, if any

Transactionof Code

6. Date Exercisable and **Expiration Date** Derivative (Month/Day/Year)

7. Title and Amount of 8. Price Underlying Securities (Instr. 3 and 4)

OMB APPROVAL

3235-0287

January 31,

2005

0.5

OMB

Number:

Expires:

response...

5. Relationship of Reporting Person(s) to

6. Individual or Joint/Group Filing(Check

6. Ownership

Form: Direct

(D) or Indirect Beneficial

X Form filed by One Reporting Person Form filed by More than One Reporting

(I)

(Instr. 4)

(Check all applicable)

below) **GROUP PRESIDENT**

10% Owner

Other (specify

7. Nature of

Ownership

(Instr. 4)

Indirect

Estimated average

burden hours per

Derivati Security

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| (Instr. 3) | Price of Derivative Security | | (Month/Day/Year) | (Instr. 8 | (I | Securi Acquir (A) or Dispos of (D) (Instr. and 5) | ired sed 0 3, 4, | | | | | (Instr. 5) |
|-----------------------------------|------------------------------------|------------|------------------|-----------|--------|---|---------------------------|---------------------|--------------------|-----------------|--|------------|
| | | | | Code V | V (| (A) | (D) | Date Exercisable | Expiration Date | Title | Amount or Number of Shares | |
| Class A Preferred Stock (1) | <u>(2)</u> | 03/21/2007 | | F | | ĺ | 331 | (2) | <u>(3)</u> | Common Stock | 331 | \$ 18 |
| Class A Preferred Stock (1) | \$ 0 (2) | | | | | | | (2) | <u>(3)</u> | Common Stock | 2,934 | |

Reporting Owners

Reporting Owner Name / Address Relationships

Director 10% Owner Officer Other

Prior Lawrence B III 1710 SAIC DRIVE MCLEAN, VA 22102

GROUP PRESIDENT

Signatures

By: N. Walker, Attorney-in-fact

**Signature of Reporting Person Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 4(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- On October 16, 2006, SAIC, Inc. became the successor to Science Applications International Corporation pursuant to a merger. The

 (1) merger resulted in SAIC, Inc. becoming the parent holding company of Science Applications International Corporation, but did not alter the proportionate interests of security holders.
- Class A Preferred Stock is convertible into Common Stock on a 1 for 1 basis on and after the following dates and in the proportionate amounts for each Series: 20% allocated to Series A-1 and convertible on January 11, 2007; 20% allocated to Series A-2 and convertible on April 11, 2007; 30% allocated to Series A-3 and convertible on July 10, 2007; 30% allocated to Series A-4 and convertible on October 8, 2007.
- (3) Class A Preferred Stock has no expiration date.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.

Reporting Owners 2