

SCHEDULE 13D

Under the Securities Exchange Act of 1934  
(Amendment No. 9)

The Sabine Royalty Trust

-----  
(Name of Issuer)

Units of Beneficial Interest

-----  
(Title of Class of Securities)

785688102

-----  
(CUSIP Number)

Michael S. Paquette  
Vice President and Chief Accounting Officer  
Fund American Enterprises Holdings, Inc.  
The 1820 House,  
Main Street,  
Norwich, Vermont 05055-0850  
(802) 649-3633

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

December 29, 1994

-----  
(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 which is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(b)(3) or (4), check the following box \_\_\_\_.

Check the following box if a fee is being paid with this statement \_\_\_\_\_. (A fee is not required only if the reporting person: (1) has a previous statement on file reporting beneficial ownership of more than five percent of the class of securities described in Item 1; and (2) has filed no amendment subsequent thereto re-ported beneficial ownership of five percent or less of such class. See Rule 13d-7.)

NOTE: Six copies of this statement, including all exhibits, should be filed with the Commission. See Rule 13d-1(a) for other parties to whom copies are to be sent.

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(1) Name of Reporting Person. S.S. or I.R.S. Identification No. of Above Person

Fund American Enterprises Holdings, Inc.  
94-2708455

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(2) Check the Appropriate Box if a Member of a Group (See Instructions) (a) \_\_\_\_\_  
(b) \_\_\_\_\_

(3) (SEC Use Only)

-----  
(4) Source of Funds (See Instructions)

-----  
(5) Check if Disclosure of Legal Proceedings is Required Pursuant to Items 2(d) or 2(e)

-----  
(6) Citizenship or Place of Organization Delaware  
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Number of Units  
Beneficially Owned  
by Each Reporting  
Person With

(7) Sole Voting Power  
-----

(8) Shared Voting Power  
-----  
999,200

(9) Sole Dispositive Power  
-----

(10) Shared Dispositive Power  
-----  
999,200

(11) Aggregate Amount Beneficially Owned by Each Reporting Person  
999,200

-----  
(12) Check if the Aggregate Amount in Row (11) Excludes Certain Units (See Instructions)

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(13) Percent of Class Represented by Amount in Row (11)  
Approximately 6.9%

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(14) Type of Reporting Person (See Instructions) HC, CO

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(1) Name of Reporting Person. S.S. or I.R.S. Identification No. of Above Person

Fund American Enterprises, Inc.  
51-0328932

-----  
(2) Check the Appropriate Box if a Member of a Group (See Instructions) (a) \_\_\_\_\_  
(b) \_\_\_\_\_

(3) (SEC Use Only)

-----  
(4) Source of Funds (See Instructions)

-----  
(5) Check if Disclosure of Legal Proceedings is Required Pursuant to Items 2(d) or 2(e)

-----  
(6) Citizenship or Place of Organization Delaware  
-----

Number of Units  
Beneficially Owned  
by Each Reporting  
Person With

(7) Sole Voting Power  
-----

(8) Shared Voting Power  
-----  
999,200

(9) Sole Dispositive Power  
-----

(10) Shared Dispositive Power  
-----  
999,200

(11) Aggregate Amount Beneficially Owned by Each Reporting Person  
999,200

-----  
(12) Check if the Aggregate Amount in Row (11) Excludes Certain Units (See Instructions)

-----  
(13) Percent of Class Represented by Amount in Row (11)  
Approximately 6.9%

-----  
(14) Type of Reporting Person (See Instructions) C0

ONLY ITEMS REPORTED IN THIS AMENDMENT NO. 9 TO SCHEDULE 13D ARE AMENDED FROM THE FILING ON SCHEDULE 13D FILED WITH THE SECURITIES AND EXCHANGE COMMISSION ON DECEMBER 20, 1990, AS AMENDED BY AMENDMENT NO. 1 DATED SEPTEMBER 29, 1992, AMENDMENT NO. 2 DATED MARCH 8, 1993, AMENDMENT NO. 3 DATED JUNE 23, 1993, AMENDMENT NO. 4 DATED OCTOBER 4, 1993, AMENDMENT NO. 5 DATED APRIL 7, 1994, AMENDMENT NO. 6 DATED JUNE 3, 1994, AMENDMENT NO. 7 DATED JULY 22, 1994 AND AMENDMENT NO. 8 DATED NOVEMBER 9, 1994. ALL OTHER ITEMS REMAIN UNCHANGED. UNLESS OTHERWISE SPECIFIED, ALL DEFINED TERMS USED HEREIN HAVE THE MEANING PREVIOUSLY ASCRIBED TO THEM IN THE SCHEDULE 13D.

Item 1. Security and Issuer.  
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Item 2. Identity and Background.  
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Item 3. Source and Amount of Funds or Other Consideration.  
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Item 4. Purpose of Transaction.  
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Sales by FAE outlined in Schedule II attached hereto, which is incorporated herein by reference, were made in the ordinary course of business and not for the purpose or effect of changing or influencing the control of the Issuer or in connection with, or as a participant in, any transaction having such purpose or effect.

Item 5. Interest in Securities of the Issuer.

(a)&(b) FAEH owns all 999,200 Units indirectly through FAE. The aggregate number of Units and the corresponding percentage of the outstanding Units such number represents is as follows:

| Person | Units<br>Beneficially<br>Owned | Percentage of<br>Units<br>Beneficially<br>Owned |
|--------|--------------------------------|---|
| FAEH   | 999,200                        | 6.9%  |
| FAE    | 999,200                        | 6.9%  |

FAEH shares voting power and dispositive power with respect to its 999,200 Units with FAE.

SIGNATURE

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

Dated: January 3, 1995

FUND AMERICAN ENTERPRISES HOLDINGS, INC.

BY: \_\_\_\_\_ /S/

-----  
Name: Michael S. Paquette  
Title: Vice President and  
Chief Accounting Officer

FUND AMERICAN ENTERPRISES, INC.

BY: \_\_\_\_\_ /S/

-----  
Name: Terry L. Baxter  
Title: President and Secretary

SCHEDULE II TO SCHEDULE 13D

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Sales of Units of Beneficial Interest of The Sabine Royalty Trust by the Reporting Persons and by persons listed in Schedule I, attached hereto, within the last 60 days.

| Sold by<br>----- | Date<br>---- | Number Sold<br>----- | Unit Price<br>----- |
|------------------|--------------|----------------------|---------------------|
| FAE              | 11-02-94     | 4,000                | \$12.875            |
| FAE              | 11-04-94     | 6,000                | \$12.7854           |
| FAE              | 11-09-94     | 15,000               | \$12.545            |
| FAE              | 11-16-94     | 33,900               | \$12.4856           |
| FAE              | 11-30-94     | 22,000               | \$12.00             |
| FAE              | 12-01-94     | 5,500                | \$11.875            |
| FAE              | 12-05-94     | 2,100                | \$11.50             |
| FAE              | 12-09-94     | 10,000               | \$11.1688           |
| FAE              | 12-14-94     | 19,500               | \$11.00             |
| FAE              | 12-15-94     | 10,000               | \$11.125            |
| FAE              | 12-21-94     | 6,000                | \$10.8688           |
| FAE              | 12-29-94     | 88,400               | \$10.00             |