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SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

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SCHEDULE 13G

Under the Securities Exchange Act of 1934  
(Amendment No. 3)

FUND AMERICAN ENTERPRISES HOLDINGS, INC.  
(Name of Issuer)

Common Stock  
(Title of Class of Securities)

360768 10 5  
(CUSIP Number)

Check the following box if a fee is being paid with this statement .  
(A fee is not required only if the filing 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 reporting beneficial ownership of less than five percent of such class.)  
(See Rule 13d-7.)

\* 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 the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to the "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).

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1 NAME OF REPORTING PERSON  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

John J. Byrne  
###-##-####

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2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a)   
(b)

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3 SEC USE ONLY

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4 CITIZENSHIP OR PLACE OF ORGANIZATION

United States

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NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	5	SOLE VOTING POWER 1,499,882**
	6	SHARED VOTING POWER 146,500**
	7	SOLE DISPOSITIVE POWER 1,499,882**
	8	SHARED DISPOSITIVE POWER 146,500**

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9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
1,646,382\*\*

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10 CHECK IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES

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11 PERCENT OF CLASS REPRESENTED  
BY AMOUNT IN ROW (9)

20.8%\*\*

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12 TYPE OF REPORTING PERSON

IN

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\*\* For additional information, see Schedule A hereto.

Item 1(a). Name of Issuer:  
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Fund American Enterprises Holdings, Inc.

Item 1(b). Address of Issuer's Principal Executive Offices:  
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80 South Main Street  
Hanover NH 03755

Item 2(a). Name of Person Filing:  
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John J. Byrne

Item 2(b). Address of Principal Business Office:  
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80 South Main Street  
Hanover NH 03755

Item 2(c). Citizenship:  
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United States

Item 2(d). Title of Class of Securities:  
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Common stock

Item 2(e). CUSIP Number:  
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360768 10 5

Item 3. If this Statement is Filed Pursuant to Rules 13d-1(b), or 13d-  
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2(b), Check Whether the Person Filing is a:  
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Not applicable.

Item 4. Ownership.  
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(a) Amount Beneficially Owned:  
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See Schedule A hereto.

(b) Percent of Class:  
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See Schedule A hereto.

- (c) Number of shares as to which person filing this Schedule 13G  
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has (i) sole power to vote or to direct the vote; (ii) shared  
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power to vote or to direct the vote; (iii) sole power to  
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dispose or to direct the disposition of; or (iv) shared power  
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to dispose or to direct the disposition of.  
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See Schedule A hereto.

- Item 5. Ownership of Five Percent or Less of a Class.  
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Not applicable.

- Item 6. Ownership of More than Five Percent on Behalf of Another  
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Person.  
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Not applicable.

- Item 7. Identification and Classification of the Subsidiary Which  
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Acquired the Security Being Reported on by the Parent Holding Company.  
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Not applicable.

- Item 8. Identification and Classification of Members of the Group.  
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Not applicable.

- Item 9. Notice of Dissolution of Group.  
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Not applicable.

- Item 10. Certification.  
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Not applicable.

SIGNATURE

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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.

Date: February 10, 1997

By: /s/ John J. Byrne

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Name: John J. Byrne

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BENEFICIAL OWNERSHIP OF COMMON STOCK

The 20.8% of the common stock of Fund American Enterprises Holdings, Inc. (the "Company") shown in the foregoing Schedule 13G as beneficially owned by John J. Byrne ("Mr. Byrne") was calculated using the sum of (i) the 6,905,263 shares of common stock of the Company outstanding on December 31, 1996, as shown in the official records of the Company and (ii) the 1,000,000 common stock purchase warrants described below.

The 1,646,382 shares of common stock of the Company shown in the foregoing Schedule 13G as beneficially owned by Mr. Byrne represent (a) 498,158 shares held directly by Mr. Byrne; (b) 1,000,000 currently exercisable common stock purchase warrants held directly by Mr. Byrne; (c) 1,724 shares held in an Individual Retirement Account as to which Mr. Byrne has sole voting and dispositive power; (d) 96,000 shares held by the Byrne Foundation, as to which Mrs. Byrne, as a cotrustee, shares voting and dispositive power; and (e) 50,500 shares held by Memorial Sloan-Kettering Cancer Center ("MSK") pursuant to a letter agreement between MSK and Mr. and Mrs. Byrne dated December 30, 1992, as to which Mrs. Byrne shares voting and dispositive power.

\* Mr. Byrne disclaims beneficial ownership of the shares listed in (c), (d), and (e) above.