

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

SCHEDULE 13G

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

FIRST EMPIRE STATE CORPORATION
(Name of Issuer)

Common
(Title of Class of Securities)

320076102
(CUSIP Number)

Check the following box if a fee is being paid with this statement X

(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 five percent or less 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 be "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).

(Continued on following page(s))

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

OPPENHEIMER GROUP, INC.
I.R.S. NO. 13-3331657

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (a)
(b) X

3 SEC USE ONLY

4 CITIZENSHIP OR PLACE OF ORGANIZATION

DELAWARE

NUMBER OF	5	SOLE VOTING POWER
SHARE	0	

BENEFICIALLY	6	SHARED VOTING POWER
OWNED BY	415,775	

EACH	7	SOLE DISPOSITIVE POWER
REPORTING	0	

PERSON	8	SHARED DISPOSITIVE POWER
WITH	415,775	

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
415,775

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

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)
6.30%

12 TYPE OF REPORTING PERSON
HC

1	NAME OF REPORTING PERSON S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON
	OPPENHEIMER CAPITAL I.R.S. NO. 13-3413767

2	CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP	(a)
		(b) X

3	SEC USE ONLY
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4	CITIZENSHIP OR PLACE OF ORGANIZATION
	DELAWARE

NUMBER OF	5	SOLE VOTING POWER
SHARE	0	

BENEFICIALLY	6	SHARED VOTING POWER
OWNED BY	415,775	

EACH	7	SOLE DISPOSITIVE POWER
REPORTING	0	

PERSON	8	SHARED DISPOSITIVE POWER
WITH	415,775	

9	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON	
	415,775	

10	CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES
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11	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (9)	
	6.30%	

12	TYPE OF REPORTING PERSON	
	IA	

Schedule 13G
Under the Securities Exchange Act of 1934

Check the following box if a fee is being paid with this Statement X

Item 1(b) Name of Issuer: First Empire State Corporation

Item 1(b) Address of Issuer's Principal Executive Offices:

One M & T Plaza, P.O. Box 223, Buffalo, NY 14240

Item 2(a) Name of Person Filing:

Oppenheimer Group, Inc.

Item 2(b) Address of Principal Business Office:

Oppenheimer Tower, World Financial Center
New York, New York 10281

Item 2(c) Citizenship:

Inapplicable

Item 2(d) Title of Class of Securities:

Common

Item 2(e) CUSIP Number: 320076102

Item 3(g) Parent Holding Company, in accordance with

Section 240.13d - 1(b)(1)(ii)(G)
See Exhibit I hereto

Item 4(a) Amount Beneficially Owned:

Oppenheimer Group, Inc. - 415,775 *

Item 4(b) Percent of Class:

Oppenheimer Group, Inc. - 6.30% *

* Includes amount beneficially owned by Oppenheimer Capital as disclosed on Page 3 hereof.

PAGE

- Item 4(c)(i) Sole Power to Vote or to direct the vote -
Oppenheimer Group, Inc. - 0
- Item 4(c)(ii) Shared power to vote or to direct the vote -
Oppenheimer Group, Inc. - 415,775 *
- Item 4(c)(iii) Sole power to dispose or to direct the disposition of -
Oppenheimer Group, Inc. - 0
- Item 4(c)(iv) Shared power to dispose or to direct the disposition of -
Oppenheimer Group, Inc. - 415,775 *
- Item 5 Ownership to Five Percent or Less of a Class:
Inapplicable
- Item 6 Ownership of More than Five Percent on Behalf of
Another Person:

See Exhibit A hereto
- Item 7 Identification and Classification of the Subsidiary Which
Acquired the Security Being Reported on By the Parent
Holding Company:

See Exhibit II hereto
- Item 8 Identification and Classification of Members of the Group:
Inapplicable
- Item 9 Notice of Dissolution of Group:
Inapplicable
- Item 10 Certification:

By signing below I certify that, to the best of my knowledge
and belief, the securities referred to above were acquired
in the ordinary course of business and were not acquired for
the purpose of and do not have the effect of changing or
influencing the control of the issuer of such securities and
were not acquired in connection with or as a participant in
any transaction having such purpose or effect.
- SIGNATURE 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 1, 1995
- Signature: By: /s/ Robert I. Kleinberg
- Name/Title: Robert I. Kleinberg, Vice President/Secretary

* Includes amount beneficially owned by Oppenheimer Capital as disclosed
on Page 3 hereof.

PAGE

EXHIBIT A

The Managing General Partner of Oppenheimer Capital, a registered investment adviser, and certain persons to whom it has delegated the authority, have the power on behalf of Oppenheimer Capital to direct the use of dividends or proceeds of sale of more than five (5%) percent of such securities as disclosed on Page 3 hereof.

MIK8-A12

EXHIBIT I

Oppenheimer Group, Inc. ("Group") is a holding and service company owning, directly or indirectly, a variety of companies engaged in the securities business, including the companies identified on the exhibit to this Schedule 13G. 86.39% of the issued and outstanding common stock of Group is owned by Oppenheimer & Co., L.P. ("Oppenheimer LP") a Delaware limited partnership formed by the management of Oppenheimer. The general and limited partnership interests in Oppenheimer LP are owned by officers and employees of Oppenheimer & Co., Inc., an indirect wholly-owned subsidiary of Oppenheimer LP. 16.61% of Group's capital stock has been issued to certain Oppenheimer LP warrant holders upon presentation for exercise of warrants issued to various investors in Oppenheimer LP's 1986 Private Placement.

This Schedule 13G is being filed by Group as a parent holding company pursuant to the provisions of Rule 13d-1(b)(2) on behalf of Oppenheimer LP and Group's subsidiary companies and/or certain investment advisory clients or discretionary accounts of such subsidiaries named herein to report their collective beneficial ownership of 415,775 Common Stock of the Issuer aggregating more than five (5%) percent of such 6,600,000 shares outstanding. Management of the affairs of Group's subsidiaries and of certain investment advisory clients, including decisions respecting disposition and/or voting of the shares of Common Stock of the Issuer, resides in the respective officers and directors of such companies and is not directed by Group or Oppenheimer LP.

PAGE

Accordingly, the filing of this Schedule 13G by Group is not intended as, and should not be deemed, an acknowledgement of beneficial ownership or shared voting or dispositive power by Group, Oppenheimer LP or any such intermediary company of the shares of Common Stock of the Issuer owned by such subsidiaries or investment advisory clients, or by any such subsidiary of shares of Common Stock of the Issuer owned by any other such subsidiary, such beneficial ownership or attribution or shared voting or dispositive power being disclaimed.

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EXHIBIT II

The Parent Holding Company is filing on behalf of Oppenheimer Financial Corp., Oppenheimer Equities, Inc. and Oppenheimer Holdings, Inc. which would be classified as Item 3(g), and Oppenheimer Capital which would be classified as Item 3(e).

MIK8-EX-IID

EXHIBIT III

The undersigned hereby acknowledges and agrees that a report on Schedule 13G being filed by Oppenheimer Group, Inc. on or about the date hereof, relating to the common stock of First Empire State Corporation is filed on behalf of the undersigned.

DATED: February 1, 1995

OPPENHEIMER CAPITAL

By: /s/ Robert I. Kleinberg
Robert I. Kleinberg
Vice President & Secretary of
Oppenheimer Financial Corp.,
The Managing General Partner.

MIK8-FIRSTREM.195