EQSF ADVISERS INC Form SC 13G/A January 18, 2002

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

SCHEDULE 13G/A
UNDER THE SECURITIES EXCHANGE ACT OF 1934
(AMENDMENT NO. 4)

DANIELSON HOLDING CORP.

(NAME OF ISSUER)

COMMON STOCK, \$.10 PAR VALUE PER SHARE

(TITLE OF CLASS OF SECURITIES)

236274106 -----(CUSIP NUMBER)

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

- [X] Rule 13d-1(b)
- [] Rule 13d-1(c)
- [] Rule 13d-1(d)

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).

¹ NAME OF REPORTING PERSONS

S.S. OR I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS

(EIN 13-3354359)

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP* (a) [] (b) []		
3 SEC USE ONLY		
4 CITIZENSHIP OR PLACE OF ORGANIZATION NEW YORK CORPORATION		
5 SOLE VOTING POWER		
803,669 NUMBER OF		
SHARES 6 SHARED VOTING POWER BENEFICIALLY OWNED BY NONE		
EACH 7 SOLE DISPOSITIVE POWER REPORTING PERSON 803,669		
WITH 8 SHARED DISPOSITIVE POWER		
NONE 		
9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON		
803,669		
10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES* []		
11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11) 4.12%		
12 TYPE OF REPORTING PERSON*		
IA		

1 NAME OF REPORTING PERSONS S.S. OR I.R.S. IDENTIFICATION NOS. OF ABOVE PERSON				
	M.J. WHITMAN ADVISERS, INC.			
	(EIN 13-3686379)			
 2	CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP*			
	(a) [] (b) []			
 3	SEC USE ONLY			
5	DIC OUT CHEF			
4	CITIZENSHIP OR PLACE OF ORGANIZATION			
	NEW YORK CORPORATION			
	5 SOLE VOTING POWER			
NIII	12,550			
NUMBER OF				
SHARES 6 SHARED VOTING POWER BENEFICIALLY				
0	WNED BY NONE			
	EACH 7 SOLE DISPOSITIVE POWER			
	PORTING			
PERSON 12,550				
	WITH 8 SHARED DISPOSITIVE POWER			
	NONE			
9	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON			
	12,550			
10	10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES* []			
11				
	0.06%			

12	TYPE OF REI	PORTING PERSON*
	IA	
1		PORTING PERSONS
	5.5. UR 1.1	R.S. IDENTIFICATION NOS. OF ABOVE PERSONS
	MARTI	N J. WHITMAN
 2	CHECK THE A	APPROPRIATE BOX IF A MEMBER OF A GROUP*
2	(a) [
	(b) [
3	SEC USE ON	7A
4	CITIZENSHI	P OR PLACE OF ORGANIZATION
		USA
		5 SOLE VOTING POWER
2777	MADED OF	440, 465
NU	MBER OF	449,465
		6 SHARED VOTING POWER
SHARES		O SIMINED VOTING TOWER
BENEFICIALLY		NONE
	WNED BY	
EACH		7 SOLE DISPOSITIVE POWER
REPORTING		449,465
PER	SON WITH	8 SHARED DISPOSITIVE POWER
		NONE
9	AGGREGATE A	AMOUNT BENEFICIALLY OWNED BY EACH REPORTING
	449,40	65
10		IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES
-	CERTAIN SHA	ARES*
	[]	

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

2.30%

12 TYPE OF REPORTING PERSON*

IN

ITEM 1.

(A) NAME OF ISSUER:

Danielson Holding Corporation (the "Issuer").

(B) ADDRESS OF ISSUER'S PRINCIPAL EXECUTIVE OFFICES OR, IF NONE, RESIDENCE:

767 Third Avenue, New York, NY 10017

ITEM 2.

(A) NAME OF PERSON FILING:

This schedule is being jointly filed by EQSF Advisers, Inc. ("EQSF"), M.J. Whitman Advisers, Inc. ("MJWA") and Martin J. Whitman, the Chief Executive Officer of EQSF and Chief Investment Officer of MJWA and controlling person of EQSF and MJWA. (EQSF, MJWA and Martin J. Whitman are sometimes collectively referred to hereinafter as "Filer"). Attached hereto as an exhibit is a copy of the joint Schedule 13G filing agreement among the reporting persons.

(B) ADDRESS OF PRINCIPAL BUSINESS OFFICE:

The address of the principal executive office of EQSF, MJWA and Mr. Whitman is: 767 Third Avenue, New York, New York 10017-2023.

(C) CITIZENSHIP:

The citizenship or place of organization of each of the reporting persons is as follows:

EQSF

New York State Corporation.

MJWA

New York State Corporation.

MARTIN J. WHITMAN

United States Citizen.

(D) TITLE OF CLASS OF SECURITIES:

Common Stock, \$.10 par value per share.

(E) CUSIP NUMBER:

236274106

ITEM 3. IF THIS STATEMENT IS BEING FILED PURSUANT TO RULES 13D-1(B), OR 13D-2(B), CHECK WHETHER THE PERSON FILING IS A:

(E) Investment Adviser registered under section 203 OF THE INVESTMENT ADVISERS ACT OF 1940 (EQSF and MJWA).

ITEM 4. OWNERSHIP.

- (a) & (b) EQSF beneficially owns 803,669 shares, or 4.12% of the class of securities of the issuer. MJWA beneficially owns 12,550 shares, or 0.06% of the class of securities of the issuer. Martin J. Whitman beneficially owns 449,465 shares, or 2.30% of the class of securities of the issuer.
 - (c) (i) EQSF: 803,669 MJWA: 12,550 MJW: 449,465
 - (ii) Not applicable.
 - (iii) EQSF: 803,669 MJWA: 12,550 MJW: 449,465
 - (iv) Not applicable.

Mr. Whitman disclaims beneficial ownership of EQSF and MJWA share holdings. The reporting entities did not and do not act in concert or as a group in acquiring, holding or disposing of the common stock.

ITEM 5. OWNERSHIP OF FIVE PERCENT OR LESS OF A CLASS.

If this statement is being filed to report the fact that as of the date hereof the reporting person has ceased to be the beneficial owner of more than five percent of the class of securities, check the following [].

ITEM 6. OWNERSHIP OF MORE THAN FIVE PERCENT ON BEHALF OF ANOTHER PERSON.

Third Avenue Value Fund, an investment company registered under the Investment Company Act of 1940, has the right to receive dividends from, and the proceeds from the sale of 803,669 of the shares reported by EQSF. Various clients for whom MJWA acts as investment advisor have the right to receive dividends from, and the proceeds from the sale of, the shares reported by MJWA. Martin J. Whitman has the right to receive dividends from, and the proceeds of the sale of 449,465 of the shares reported by Martin J. Whitman.

ITEM 7. IDENTIFICATION AND CLASSIFICATION OF THE SUBSIDIARY WHICH ACQUIRED THE SECURITY BEING REPORTED ON BY THE PARENT HOLDING COMPANY.

Not Applicable.

ITEM 8. IDENTIFICATION AND CLASSIFICATION OF MEMBERS OF THE GROUP.

Not applicable.

ITEM 9. NOTICE OF DISSOLUTION OF GROUP.

Not applicable.

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 purposes 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.

> January, 18, 2002 _____ (Date)

EQSF ADVISERS, INC.

BY:/S/ MARTIN J. WHITMAN

Martin J. Whitman Chairman and Chief Executive Officer

M.J. WHITMAN ADVISERS, INC.

BY:/S/ MARTIN J. WHITMAN

Martin J. Whitman Chairman and Chief Investment Officer

/S/ MARTIN J. WHITMAN ______

Martin J. Whitman, President