

TRANSCONTINENTAL REALTY INVESTORS INC
Form SC 13D/A
April 19, 2001

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SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

SCHEDULE 13D

Under the Securities Exchange Act of 1934

(Amendment No. 35)

TRANSCONTINENTAL REALTY INVESTORS, INC.

(Name of Issuer)

Common Stock, par value \$0.01 per share

(Title of Class of Securities)

893617-20-9

(CUSIP Number)

Robert A. Waldman
1800 Valley View Lane, Suite 300
Dallas, Texas 75234
(469) 522-4200

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

April 9, 2001

(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 Rules 13d-1(b)(3) or (4), check the following box [] .

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.

*The remainder of this cover page shall be filled out for a reporting persons's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on 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).

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CUSIP No. 893617-20-9

1) Names of Reporting Persons I.R.S. Identification Nos. of Above Persons (entities only)

American Realty Trust, Inc., FEI No. 54-0697989

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) WC

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

6) Citizenship or Place of Organization Georgia

Table with 2 columns: Description of Voting/Dispositive Power and Amount. Rows include Sole Voting Power (2,119,400), Shared Voting Power (-0-), Sole Dispositive Power (2,119,400), and Shared Dispositive Power (-0-).

11) Aggregate Amount Beneficially Owned by Each Reporting Person 2,119,400

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

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 13) Percent of Class Represented by Amount in Row (11) 24.5%

 14) Type of Reporting Person (See Instructions) CO

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CUSIP No. 893617-20-9

 1) Names of Reporting Persons I.R.S. Identification Nos. of Above Persons
 (entities only)

 ART Holdings, Inc., FEI No. 75-2663476

 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) WC

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

 6) Citizenship or Place of Organization Nevada

 Number of
 Shares Bene-
 ficially
 Owned by
 Each Report-
 ing Person
 With

7)	Sole Voting Power	16,000
8)	Shared Voting Power	-0-
9)	Sole Dispositive Power	16,000

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-0-

10) Shared Dispositive Power

16,000

11) Aggregate Amount Beneficially Owned by Each Reporting Person

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

0.2%

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

CO

14) Type of Reporting Person (See Instructions)

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CUSIP No. 893617-20-9

1) Names of Reporting Persons I.R.S. Identification Nos. of Above Persons
(entities only)

Basic Capital Management, Inc., FEI No. 75-2261065

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

3) SEC Use Only

WC

4) Source of Funds (See Instructions)

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

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Nevada

6) Citizenship or Place of Organization

		1,163,676
Number of Shares Bene- ficially Owned by Each Report- ing Person With	7) Sole Voting Power	
		-0-
	8) Shared Voting Power	
		1,163,676
	9) Sole Dispositive Power	
		-0-
	10) Shared Dispositive Power	

11) Aggregate Amount Beneficially Owned by Each Reporting Person 1,163,676

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

13) Percent of Class Represented by Amount in Row (11) 13.5%

14) Type of Reporting Person (See Instructions) CO

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CUSIP No. 893517-20-9

1) Names of Reporting Persons I.R.S. Identification Nos. of Above Persons (entities only)

The Gene E. Phillips Children's Trust, I.D. No. 13-6599759

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

3) SEC Use Only

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4) Source of Funds (See Instructions) N/A

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

6) Citizenship or Place of Organization Texas

Number of Shares Beneficially Owned by Each Reporting Person With
7) Sole Voting Power 1,827

8) Shared Voting Power -0-

9) Sole Dispositive Power 1,827

10) Shared Dispositive Power -0-

11) Aggregate Amount Beneficially Owned by Each Reporting Person 1,827

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

13) Percent of Class Represented by Amount in Row (11) 0.02%

14) Type of Reporting Person (See Instructions) 00
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1) Names of Reporting Persons I.R.S. Identification Nos. of Above Persons (entities only)

Syntek Asset Management, L.P., FEI No. 75-2311348

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) N/A

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

6) Citizenship or Place of Organization Delaware

		26,475
Number of Shares Bene- ficially Owned by Each Report- ing Person With	7) Sole Voting Power	
	8) Shared Voting Power	-0-
	9) Sole Dispositive Power	26,475
	10) Shared Dispositive Power	-0-

11) Aggregate Amount Beneficially Owned by Each Reporting Person 26,475

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

13) Percent of Class Represented by Amount in Row (11) 0.3%

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PN

14) Type of Reporting Person (See Instructions)

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CUSIP No. 893617-20-9

1) Names of Reporting Persons I.R.S. Identification Nos. of Above Persons (entities only)

Income Opportunity Realty Investors, Inc., FEI No. 75-2615944

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

(a) (b)

3) SEC Use Only

WC

4) Source of Funds (See Instructions)

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

Nevada

6) Citizenship or Place of Organization

		-0-
	7) Sole Voting Power	
Number of Shares Bene- ficially Owned by Each Report- ing Person With		-0-
	8) Shared Voting Power	
		-0-
	9) Sole Dispositive Power	
		-0-
	10) Shared Dispositive Power	

11) Aggregate Amount Beneficially Owned by Each Reporting Person

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

13) Percent of Class Represented by Amount in Row (11) -0-%

14) Type of Reporting Person (See Instructions) CO

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CUSIP No. 893617-20-9

1) Names of Reporting Persons I.R.S. Identification Nos. of Above Persons
(entities only)
American Realty Investors, Inc., FEI No. 75-2847135

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) WC

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

6) Citizenship or Place of Organization Nevada

7) Sole Voting Power -0-
Number of

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Shares Beneficially Owned by Each Reporting Person With			-0-
	8)	Shared Voting Power	

			-0-
	9)	Sole Dispositive Power	

			-0-
	10)	Shared Dispositive Power	

-0-

11) Aggregate Amount Beneficially Owned by Each Reporting Person

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

-0-%

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

CO

14) Type of Reporting Person (See Instructions)

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CUSIP No. 893617-20-9

1) Names of Reporting Persons I.R.S. Identification Nos. of Above Persons
(entities only)

EQK Holdings, Inc., FEI No. 75-Applied For

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

(a)

(b)

3) SEC Use Only

WC

4) Source of Funds (See Instructions)

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

6) Citizenship or Place of Organization Nevada

 7) Sole Voting Power 1,858,900

Number of Shares Beneficially Owned by Each Reporting Person With
 8) Shared Voting Power -0-

9) Sole Dispositive Power 1,858,900

10) Shared Dispositive Power -0-

11) Aggregate Amount Beneficially Owned by Each Reporting Person -0-

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

13) Percent of Class Represented by Amount in Row (11) 21.5%

14) Type of Reporting Person (See Instructions) CO

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ITEM 1. SECURITY AND ISSUER

This Amendment No. 35 to Statement on Schedule 13D relates to the shares of Common Stock, par value \$0.01 per share (the "Shares") of TRANSCONTINENTAL REALTY INVESTORS, INC., a Nevada corporation ("TCI" or the "Issuer") and further amends the original Statement on Schedule 13D as amended by Amendment Nos. 1 through 34 thereof (the "Amended Statement") filed by and on behalf of the "Reporting Persons" described below. The principal executive offices of TCI are located at 1800 Valley View Lane, Suite 300, Dallas, Texas 75234. The CUSIP number of the Shares is 893617-20- 9.

This Amendment No. 35 to Schedule 13D is being filed due to an increase in the total percentage of outstanding Shares owned by one of the Reporting

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Persons through April 16, 2001, due to the exercise of a previously reported option and the purchase of all shares covered thereof.

ITEM 2. IDENTITY AND BACKGROUND

Item 2 of the Amended Statement is hereby further amended as follows:

This Amendment is being filed on behalf of American Realty Trust, Inc., a Georgia corporation ("ART"), Basic Capital Management, Inc., a Nevada corporation ("BCM"), ART Holdings, Inc., a Nevada corporation ("AHI"), The Gene E. Phillips Children's Trust (the "GEP Trust"), Syntek Asset Management, L.P., a Delaware limited partnership ("SAM LP"), Income Opportunity Realty Investors, Inc., a Nevada corporation ("IORI"), American Realty Investors, Inc., a Nevada corporation ("ARL") and EQK Holdings, Inc., a Nevada corporation ("EQK"), each of which have their principal executive offices located at 1800 Valley View Lane, Suite 300, Dallas, Texas 75234 from and after October 2, 2000. All of ART, BCM, AHI, the GEP Trust, SAM LP, IORI, ARL and EQK are collectively referred to as the "Reporting Persons." The Reporting Persons may be deemed to constitute a "person" within the meaning of Section 13(d) of the Securities Exchange Act of 1934, as amended, because Gene E. Phillips is a general partner of SAM LP, BCM is beneficially owned by a trust for the benefit of Mr. Phillips' children; BCM serves as Advisor to IORI and ARL, and Mr. Phillips' son, Ryan T. Phillips, serves as a director of BCM and is a beneficiary of the GEP Trust. AHI is a wholly-owned subsidiary of ART and ART is a wholly-owned subsidiary of ARL. EQK is a wholly-owned subsidiary of EQK Realty Investors, I, a Massachusetts Trust of which ARL owns all of the shares of beneficial interest. On October 19, 2001, IORI assigned all of its rights under the Option described in Item 6 below to ARL and thereby ceased to be a "Reporting Person."

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I. ART is a real estate investment company organized and existing as a Georgia corporation engaged in the business of investing in and originating mortgage loans and investing in real estate. On August 3, 2000, ART became a wholly-owned subsidiary of ARL. ART's principal business activities include investments in real estate and in other business ventures. The name, business address and capacity with ART of each of the executive officers or directors of ART are set forth on Schedule 1 attached hereto. Each of the individuals listed on Schedule 1 is a citizen of the United States of America.

II. AHI is a corporation organized and existing under the laws of the State of Nevada. AHI is a wholly-owned subsidiary of ART. AHI's principal business activity is the holding of record ownership of Shares beneficially owned by ART. The name, business address and capacity with AHI of each of the executive officers or directors of AHI are set forth on Schedule 2 attached hereto. Each of the individuals listed on Schedule 2 is a citizen of the United States of America.

III. BCM is a corporation organized and existing under the laws of the State of Nevada. BCM's principal business activity is the provision of advisory services for real estate and investment trusts and other real estate entities. The name, business address and capacity with BCM of each of the executive officers or directors of BCM are set forth on Schedule 3 attached hereto. Each of the individuals listed on Schedule 3 is a citizen of the United States of America.

IV. SAM LP is a Delaware limited partnership engaged in the business of investing in real estate and real estate related assets. SAM LP has no officers or directors. The general partners of SAM LP are Gene E. Phillips and Syntek Asset Management, Inc., a Texas corporation ("SAMI"). SAMI is a wholly-owned

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subsidiary of BCM. SAMI's principal business activities include investment in real estate and other business ventures. From and after October 2, 2000, SAMI's principal place of business and principal office is located at 1800 Valley View Lane, Suite 300, Dallas, Texas 75234. The name, business address and capacity with SAMI of each of the executive officers or directors of SAMI are set forth on Schedule 4 attached hereto. Each of the individuals listed on Schedule 4 is a citizen of the United States of America.

Mr. Gene E. Phillips' business address is 1800 Valley View Lane, Suite 300, Dallas, Texas 75234. Mr. Gene E. Phillips' present principal occupation is Chief Executive Officer and President of Syntek West, Inc. Mr. Gene E. Phillips is a citizen of the United States of America.

V. The GEP Trust is a trust formed under the laws of the state of Texas for the benefit of the children of Mr. Gene E.

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Phillips. The trustee of the GEP Trust is Mr. Gene E. Phillips' brother, Donald W. Phillips. Donald W. Phillips' business address is 1800 Valley View Lane, Suite 160, Dallas, Texas 75234. Mr. Donald W. Phillips present principal occupation is President and owner of Big D Oil Field Equipment Sales. Mr. Donald W. Phillips is a citizen of the United States of America.

VI. IORI is a corporation organized and existing under the laws of the State of Nevada engaged in the business of investing in and originating mortgage loans and investing in real estate and real estate related assets. IORI is a real estate investment trust. The name, business address and capacity with IORI of each of the executive officers or directors of IORI are set forth on Schedule 5 attached hereto. Each of the individuals listed on Schedule 5 is a citizen of the United States of America.

VII. ARL is a Nevada corporation, formed pursuant to the terms of an Agreement and Plan of Reorganization dated November 3, 1999, among ARL, National Realty, L.P., a Delaware limited partnership ("NRLP") and ART. Consolidation was effectuated following a vote of the security holders of NRLP and ART by closing on August 3, 2000, of separate mergers of ART and NRLP with and into wholly-owned subsidiaries of ARL with the result that ART and NRLP became wholly-owned subsidiaries of ARL with the securities of ART and NRLP converted into securities of ARL. ART and NRLP each continue business operations as wholly-owned subsidiaries of ARL. ARL's outstanding securities are listed and traded on the New York Stock Exchange ("NYSE"). The name, business address and capacity with ARL of each of the executive officers or directors of ARL are set forth on Schedule 6 attached hereto. Each of the individuals listed on Schedule 6 is a citizen of the United States of America.

VIII. EQK is a corporation organized and existing under the laws of the State of Nevada. EQK is an indirect subsidiary of ARL and was formed to own and hold the 1,858,900 Shares of TCI Common Stock purchased from Gotham by exercise of the Option described in Items 5 and 6 below. The name, business address and capacity with EQK of each of the executive officers or directors of EQK are set forth on Schedule 7 attached hereto. Each of the individuals listed on Schedule 7 is a citizen of the United States of America.

Individuals whose names are not listed on Schedules 1, 2, 3, 4, 5 or 6 who may have previously been referred to as executive officers or directors of ART, AHI, BCM, SAMI, IORI or ARL, respectively in Amendment No. 34 to Schedule 13D no longer occupy those positions, each having resigned or been removed prior to the date of this Amendment.

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(d) During the last five years, none of ART, BCM, AHI, SAM LP, the GEP Trust, IORI, ARL or EQK, nor any of their respective executive officers or directors, general partners or trustees has

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been convicted in a criminal proceeding (excluding traffic violations and/or similar misdemeanors).

(e) During the last five years, none of ART, BCM, AHI, SAM LP, the GEP Trust, IORI, ARL, or EQK, nor any of their respective executive officers or directors, general partners or trustees has been a party to any civil proceeding of a judicial or administrative body of competent jurisdiction which resulted in a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

ITEM 3. SOURCE AND AMOUNT OF FUNDS OR OTHER CONSIDERATION

The consideration paid to purchase the Shares described in Item 5 below is from working capital of each of the Reporting Persons and no part of the purchase price is represented by funds or other consideration borrowed or otherwise obtained for the purpose of acquiring, holding, trading or voting the Shares. Each of the Reporting Persons have in the past and may in the future, utilized margin accounts with various brokerage firms which accounts may, from time to time, have debit balances and include certain of the Shares. Since other securities are held in such accounts, it may be impracticable at any time to determine the amounts, if any, borrowed with respect to the Shares and interest costs vary with applicable costs and account balances.

ITEM 5. INTEREST IN SECURITIES OF THE ISSUER

Item 5 of the Amended Statement is hereby further amended as follows:

(a) According to the latest information available from the Issuer, as of April 9, 2001, the total number of issued and outstanding Shares was 8,636,354 Shares. As of April 16, 2001, the following Shares were owned directly and beneficially by the Reporting Persons set forth below:

Name ----	No. of Units Owned Directly -----	Approxim -----
ART	2,119,400	
BCM	1,163,676	
AHI	16,000	
GEP Trust	1,827	0
SAM LP	26,475	
IORI	-0-	
ARL	-0-	
EQK	1,858,900	

Totals:	5,174,878	5
	=====	

Pursuant to Rule 13d-3 under the Securities Exchange Act of 1934 (the "Exchange Act"), each of the directors of ART may be

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deemed to beneficially own the number of Shares owned by ART described above; each of the directors of BCM may be deemed to beneficially own the Shares held directly by BCM; each of the directors of SAMI and the other General Partner of SAM LP may be deemed to beneficially own the Shares held by SAM LP; each of the directors of AHI may be deemed to beneficially own the Shares held directly by AHI; and each of the directors of EQK may be deemed to beneficially own the Shares held directly by EQK. Those individuals and the number of Shares deemed beneficially owned pursuant to Rule 13d-3, and the approximate percent of the class, as well as the relationship, are set forth in the following table:

Name of Director or General Partner -----	Entity -----	No. of Shares Beneficially Owned -----
Karl L. Blaha	ART, AHI and EQK	3,994,300
Ryan T. Phillips	BCM(a)	1,165,503
Mickey Ned Phillips	BCM	1,163,676
Donald W. Phillips	GEP Trust	1,827
Gene E. Phillips	SAM LP	26,475
SAMI	SAM LP	26,475
Robert A. Waldman	AHI and EQK	1,874,900

Total Units beneficially owned by Reporting Persons and individuals listed above:		5,174,878 =====

(a) Also beneficiary of the GEP Trust

(b) Each of the directors of ART share voting and dispositive power over the 2,119,400 Shares held by ART. The directors of BCM have shared voting and dispositive power over the 1,163,676 Shares held by BCM. Each of the directors of AHI share voting and dispositive power over the 16,000 Shares held by AHI. Each of the directors of EQK share voting and dispositive power over the 1,858,900 Shares held by EQK. The two General Partners of SAM LP each have shared voting and dispositive power over the 26,475 Shares by SAM LP. The Trustee of the GEP Trust has the sole voting and dispositive power over the 1,827 Shares held by the GEP Trust.

(c) On October 3, 2000, pursuant to a Stock Option Agreement dated October 3, 2000, Gotham Partners, LP and Gotham Partners III, LP (both New York limited partnerships) and Gotham Partners International, Ltd., a Canadian Island company (all collectively "Gotham") granted to ARL and IORI, jointly, an Option to purchase 1,858,900 Shares of TCI Common Stock (the "Option") at an exercise price of \$12 per share (a total price of \$22,306,800). Such Option became exercisable on January 1, 2001 through 5:00 p.m., central standard time on April 4, 2001 (the "Option Period") and was only to be exercised as to the whole of such Option (not in part). As a fee for the Option, ARL and IORI paid to Gotham an initial Option

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Fee of \$5,576,700 (\$3 per Share) at the time of execution of the Option Agreement and were obligated to pay Gotham on or before December 15, 2000, the remaining portion of the Option Fee of \$2,788,350 (\$1.50 per Share), which was not paid but became an obligation payable at the time of exercise of such Option. On October 19, 2000, IORI assigned all of its right, title and interest in and to the Option Agreement to ARL. On April 4, 2001, ARL gave notice of exercise of the Option in accordance with the terms of the Option Agreement and paid to Gotham in cash the balance of the Option Fee of \$2,788,350; within three business days thereafter, Gotham delivered the 1,858,900 Shares of TCI Common Stock to a brokerage account of EQK, and ARL paid the full exercise price of \$22,306,800 into EQK's brokerage account which was then paid to Gotham.

Except for the transaction described above, the Reporting Persons and their executive officers, directors, partners and trustees, as the case may be, did not engage in any transaction in the Shares or any other equity interest derivative thereof during the sixty (60) calendar day period ending April 16, 2001.

(d) No person other than the Reporting Persons or its respective Board of Directors, General Partners or Trustee is known to have the right to receive or the power to direct receipt of dividends from, or the proceeds of sale of, the Shares held by each of the Reporting Persons, subject to the matters set forth in Item 6 below.

(e) Not applicable.

ITEM 6. CONTRACTS, ARRANGEMENTS, UNDERSTANDINGS OR RELATIONSHIPS WITH RESPECT TO SECURITIES OF THE ISSUER

Item 6 of the Amended Statement is hereby further amended to read as follows:

ART has pledged 152,212 Shares to United Pacific Bank pursuant to a loan agreement with such lender. ART has also pledged 249,191 Shares to Preferred Bank pursuant to a loan agreement with such lender. ART has pledged 867,978 Shares to Dynamic Finance Corporation as collateral for a guaranty of indebtedness of an affiliate of ART under a loan agreement with such lender. The remaining 850,019 Shares owned by ART may be deemed to be "collateral" for borrowings pursuant to margin or other account arrangements with banks and brokerage firms relating to accounts of ART. Such arrangements are standard arrangements involving margin securities of up to a specified percentage of the market value of the Shares and bear interest at varying rates and contain only standard default and similar provisions, the operation of any of which should not give any other person immediate voting power or investment power over such securities. Such arrangements exist

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with the Shares and other securities held in such accounts, and it is impracticable at any given time to determine the amounts, if any, with respect to the Shares and interest costs under such arrangements vary with applicable costs and account balances.

BCM has pledged 898,207 Shares to Consolidated National Corp. pursuant to a loan agreement with such lender. BCM has also pledged 48,711 Shares to Dynamic Finance Corporation as collateral for a guaranty of indebtedness of an affiliate of BCM under a loan agreement with such lender. The remaining 216,758 Shares owned by BCM may be deemed to be "collateral" for borrowings pursuant to margin or other account arrangements with bankers and brokerage firms relating

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to accounts of BCM. Such arrangements are standard arrangements involving margin securities of up to a specified percentage of the market value of the Shares and bear interest at varying rates and contain only standard default and similar provisions, the operation of any of which should not give any other person immediate voting power or investment power over such securities. Such arrangements exist with the Shares and other securities held in such accounts, and it is impracticable at any given time to determine the amounts, if any, with respect to the Shares and interest costs under such arrangements vary with applicable costs and account balances.

All 16,000 Shares owned by AHI may be deemed to be "collateral" for borrowings pursuant to margin or other account arrangements with a brokerage firm relating to an account of AHI. Such arrangements with such brokerage firm is a standard arrangement involving margin securities of up to a specified percentage of the market value of the Shares, as well as other securities in such account, and bears interest at varying rates and contains only standard default and similar provisions, the operation of which should not give any other person immediate voting power or investment power over the 16,000 Shares.

All 26,475 Shares owned by SAM LP may be deemed to be "collateral" for borrowings pursuant to margin or other account arrangements with Bear Stearns relating to an account of SAM LP. Such arrangement with such brokerage firm is a standard arrangement involving margin securities of up to a specified percentage of the market value of all securities in such account, including the Shares, and bears interest at varying rates and contains only standard default and similar provisions, the operation of which should not give any other person immediate voting power or investment power over such securities.

All 1,827 Shares owned by the GEP Trust may be deemed to be "collateral" for borrowings pursuant to margin or other account arrangements with a brokerage firm relating to an account of the GEP Trust. Such arrangements are standard arrangements involving margin securities of up to a specified percentage of the market

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value of the Shares and bear interest at varying rates and contain only standard default and similar provisions, the operation of any of which should not give any other person immediate voting power or investment power over such securities. Such arrangements exist with the Shares and other securities held in such account, and it is impracticable at any given time to determine the amount, if any, with respect to the Shares and interest cost under such arrangements vary with applicable costs and account balances.

See Item 5(c) above with respect to the exercise of an Option under an Option Agreement by ARL and various matters relating to Gotham as the seller of such securities. Pursuant to the original Option Agreement, Gotham agreed to a "standstill" for a period of two years from the date of the Option Agreement and agreed not to purchase directly or indirectly any security issued by ARL, TCI or IORI, provided, however, the standstill was to terminate if the additional Option Fee was not made or paid on or before December 15, 2000, or if the Option was not exercised prior to April 4, 2001. Such Option was exercised prior to April 4, 2001, and the additional Option Fee was paid. Gotham had also executed a proxy covering the Shares (a total of 1,858,900 Shares) in favor of ARL to attend to the Annual Meeting of Stockholders of TCI on October 10, 2000, to represent, vote, execute consents and otherwise act for Gotham only in approving the four proposals set forth in TCI's Proxy Statement for such Annual Meeting dated December 11, 2000. No other agreement or arrangement exists among Gotham and ARL and IORI with respect to any securities of TCI or the giving or withholding of proxies.

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Except as set forth in the preceding paragraphs, the Reporting Persons do not have any contracts, arrangements, understandings or relationships (legal or otherwise) with any person with respect to any securities of the Issuer including finder's fees, joint ventures, loan or option arrangements, puts or calls, guaranties of profits, division of profits or loss, or the giving or withholding of proxies.

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SIGNATURES

After reasonable inquiry and to the best of their respective knowledge and belief, the undersigned certify that the information set forth in this Amendment No. 35 to Statement on Schedule 13D is true, complete and correct.

Dated: April 16, 2001.

SYNTEK ASSET MANAGEMENT, LP, a
Delaware limited partnership

By: Syntek Asset Management,
Inc., General Partner

By: /s/ Karl L. Blaha

Karl L. Blaha, President

AMERICAN REALTY TRUST, INC.

By: /s/ Karl L. Blaha

Karl L. Blaha, President

INCOME OPPORTUNITY REALTY
INVESTORS, INC.

By: /s/ Karl L. Blaha

Karl L. Blaha, President

EQK HOLDINGS, INC.

By: /s/ Karl L. Blaha

Karl L. Blaha, President

AMERICAN REALTY INVESTORS, INC.

By: /s/ Karl L. Blaha

Karl L. Blaha, President

BASIC CAPITAL MANAGEMENT, INC.

By: /s/ Karl L. Blaha

Karl L. Blaha, President

ART HOLDINGS, INC.

By: /s/ Karl L. Blaha

Karl L. Blaha, President

THE GENE E. PHILLIPS CHILDREN'S
TRUST

By: /s/ Donald W. Phillips,

Donald W. Phillips,
Trustee

SCHEDULE 1

EXECUTIVE OFFICERS AND DIRECTORS OF
AMERICAN REALTY TRUST, INC.

NAME AND CAPACITY WITH AMERICAN REALTY TRUST, INC.	BUSINESS ADDRESS	PRESENT BU WHICH EMPL CONDUCC
Karl L. Blaha, Director, Chief Executive Officer and President	1800 Valley View Lane Suite 300 Dallas, Texas 75234	President, Capital Ma Inc.
Mark W. Branigan, Executive Vice President and Chief Financial Officer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive President, Capital Ma Inc.
Bruce A. Endendyk, Executive Vice President	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive President, Capital Ma Inc.
David W. Starowicz, Executive Vice President - Commercial Asset Management	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive President, Capital Ma Inc.
Robert A. Waldman, Senior Vice President, Secretary and General Counsel	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Senior Vic General Co Secretary, Capital Ma Inc.
Kelly Stracener, Treasurer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Treasurer, Capital Ma Inc.

SCHEDULE 2

EXECUTIVE OFFICERS AND DIRECTORS OF
ART HOLDINGS, INC.

NAME AND CAPACITY WITH ART HOLDINGS, INC.	BUSINESS ADDRESS	PRESENT BUSINESS WHICH EMPLOYMENT CONDUCTED
Karl L. Blaha, President and Director	1800 Valley View Lane Suite 300 Dallas, Texas 75234	President, Basic Management, Inc.

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Robert A. Waldman, Director and Secretary	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Senior Vice President, General Counsel and Secretary, Basic Capital Management, Inc.
Mark W. Branigan, Vice President and Chief Financial Officer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice President and Chief Financial Officer, Basic Capital Management, Inc.
Kelly Stracener, Treasurer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Treasurer, Basic Capital Management, Inc.

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SCHEDULE 3

EXECUTIVE OFFICERS AND DIRECTORS OF
BASIC CAPITAL MANAGEMENT, INC.

NAME AND CAPACITY WITH BASIC CAPITAL MANAGEMENT, INC.	BUSINESS ADDRESS	PRESENT BUSINESS WHICH EMPLOYMENT CONDUCTED
Ryan T. Phillips, Director	1800 Valley View Lane Suite 300 Dallas, Texas 75234	President, Signal Asset Management,
Mickey Ned Phillips, Director	264 Rolling Hills Circle Gaffney, SC 29340	President, Ned Ph Construction Comp
Karl L. Blaha, President	1800 Valley View Lane Suite 300 Dallas, Texas 75234	President, Basic Capital Management, Inc.
Mark W. Branigan, Executive Vice President and Chief Financial Officer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice President, Basic Capital Management, Inc.
Bruce A. Endendyk, Executive Vice President	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice President, Basic Capital Management, Inc.
David W. Starowicz, Executive Vice President - Acquisition, Sales and Construction	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice President, Basic Capital Management, Inc.
Rick Conley, Executive Vice President - Marketing and Promotions	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice President, Basic Capital Management, Inc.
Robert A. Waldman, Senior Vice President, Secretary and General Counsel	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Senior Vice President, General Counsel and Secretary, Basic Capital Management, Inc.

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Kelly Stracener,
Treasurer

1800 Valley View Lane
Suite 300
Dallas, Texas 75234

Treasurer, Basic
Management, Inc.

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SCHEDULE 4

EXECUTIVE OFFICERS AND DIRECTORS OF
SYNTEK ASSET MANAGEMENT, INC.

NAME AND CAPACITY WITH SYNTEK ASSET MANAGEMENT, INC.	BUSINESS ADDRESS	PRESENT BUSINESS WHICH EMPLOYMENT CONDUCTED
Karl L. Blaha, President	1800 Valley View Lane Suite 300 Dallas, Texas 75234	President, Basic Management, Inc.
Mark W. Branigan, Executive Vice President and Chief Financial Officer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice President, Basic Management, Inc.
Bruce A. Endendyk, Executive Vice President	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice President, Basic Management, Inc.
David W. Starowicz, Executive Vice President - Acquisitions, Sales and Construction	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice President, Basic Management, Inc.
Robert A. Waldman, Senior Vice President, Secretary and General Counsel	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Senior Vice Presi General Counsel a Secretary, Basic Management, Inc.
Kelly Stracener, Treasurer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Treasurer, Basic Management, Inc.

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SCHEDULE 5

EXECUTIVE OFFICERS AND DIRECTORS OF
INCOME OPPORTUNITY REALTY INVESTORS, INC.

NAME AND CAPACITY WITH
INCOME OPPORTUNITY REALTY

PRESENT BUSINESS I

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INVESTORS, INC.	BUSINESS ADDRESS	EMPLOYMENT IS CON
Ted P. Stokely, Chairman of the Board of Directors	1800 Valley View Lane Suite 160 Dallas, Texas 75234	General Manager, and Elderly Housi Assistance Founda Inc.
R. Douglas Leonhard, Director Martin L. White, Director	13230 Hunters Lark San Antonio, Texas 78230 8051 Coach Drive Oakland, California 94605	Retired. Chairman of the B Chief Executive O Community Based Developers, Inc. General Partner, Zampa & Company
Edward G. Zampa	No. Fifty Osgood Place Suite 110 San Francisco, California 94133	General Partner, Zampa & Company
Karl L. Blaha, President	1800 Valley View Lane Suite 300 Dallas, Texas 75234	President, Basic Management, Inc.
Mark W. Branigan, Executive Vice President and Chief Financial Officer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice Pr Basic Capital Man Inc.
Bruce A. Endendyk, Executive Vice President	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice Pr Basic Capital Man Inc.
David W. Starowicz, Executive Vice President - Acquisitions, Sales and Construction	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice Pr Basic Capital Man Inc.
Robert A. Waldman, Senior Vice President, Secretary and General Counsel	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Senior Vice Presi General Counsel a Secretary, Basic Management, Inc.
Kelly Stracener, Treasurer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Treasurer, Basic Management, Inc.

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SCHEDULE 6

EXECUTIVE OFFICERS AND DIRECTORS OF
AMERICAN REALTY INVESTORS, INC.

NAME AND CAPACITY WITH AMERICAN REALTY INVESTORS, INC.	BUSINESS ADDRESS	PRESENT BUSINESS EMPLOYMENT IS C
Karl L. Blaha, Director and President	1800 Valley View Lane Suite 300	President, Basi Management, Inc

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	Dallas, Texas 75234	
Roy E. Bode, Director	2435 E. F.M. 879 Palmer, Texas 75152	Vice President Affairs, Univer Texas Southwest Medical Center
Collene C. Currie, Director	6617 Ridgeview Circle Dallas, Texas 75240	Assistant Direc Cambridge Techn Partners (CATP:
Cliff Harris, Director	2838 Woodside Street Dallas, Texas 75204	President, Ener Transfer Group,
Joseph Mizrachi, Director	6971 North Federal Hwy. Suite 203 Boca Raton, Florida 33487	President, PAZ Securities, Inc Chairman of the Third Millenniu Properties, Inc
Richard D. Morgan, Director	5910 North Central Expressway Dallas, Texas 75206	President, Tara Inc.
Mark W. Branigan, Director, Executive Vice President and Chief Financial Officer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice Basic Capital M Inc.
Bruce A. Endendyk, Executive Vice President	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice Basic Capital M Inc.
David W. Starowicz, Executive Vice President - Acquisitions, Sales and Construction	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice Basic Capital M Inc.
Robert A. Waldman, Senior Vice President, Secretary and General Counsel	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Senior Vice Pre General Counsel Secretary, Basi Management, Inc
Kelly Stracener, Treasurer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Treasurer, Basi Management, Inc

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SCHEDULE 7

EXECUTIVE OFFICERS AND DIRECTORS OF

EQK HOLDINGS, INC.

NAME AND CAPACITY WITH EQK HOLDINGS, INC.	BUSINESS ADDRESS	PRESENT BUSINESS WHICH EMPLOYMENT CONDUCTED
Karl L. Blaha, President	1800 Valley View Lane	President, Basic

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and Director	Suite 300 Dallas, Texas 75234	Management, Inc.
Robert A. Waldman, Director and Secretary	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Senior Vice Presi General Counsel a Secretary, Basic Management, Inc.
Mark W. Branigan, Vice President and Chief Financial Officer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Executive Vice Pr and Chief Financi Officer, Basic Ca Management, Inc.
Kelly Stracener, Treasurer	1800 Valley View Lane Suite 300 Dallas, Texas 75234	Treasurer, Basic Management, Inc.