SECURITIES AND EXCHANGE COMMISSION WASHINGTON, D.C. 20549 Schedule 13G Under the Securities Exchange Act of 1934 SunSource Inc. (Name of Issuer) Common Stock (Title of Class of Securities) 867948101000 (CUSIP Number) Check the following box if a fee is being paid with this statement. The information required in the remainder of this cover page (except any items to which the form provides a cross-reference) 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. CUSTP No. 867948101000 Names of Reporting Person Lehman Brothers Holdings Inc. S.S. or I.R.S. Identification No. of Above Person Check the Appropriate box if a Member of a Group (a) (X) Sole (b) () Joint Filing 3) SEC Use Only Citizenship or Place of Organization 4) Delaware Number of Shares Beneficially Owned by Each Reporting Person With: Sole Voting Power -0-Shared Voting Power 7) Sole Dispositive Power Shared Dispositive Power 9) Aggregate Amount Beneficially Owned by Each Reporting Person 10) Check if the Aggregate Amount in Row (9) Excludes Certain Shares Percent of Class Represented by Amount in Row 9 11) Type of Reporting Person HC/CO Item 1(a). Name of Issuer: SunSource Inc.

3000 One Logan Square Philadelphia, PA 19103

tem 2(b). Address of Principal Business Office:
3 World Financial Center
New York, NY 10285

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

- Item 2(c). Citizenship or Place of Organization: See Item 4 of cover pages
- Item 2(d). Title of Class of Securities: Common Stock
- Item 2(e). CUSIP Number: 867948101000
- Item 3. Information if statement is filed pursuant to Rules 13d-1(b) or 13d-2(b):

The person filing this statement is Lehman Brothers Holdings Inc., a parent holding company in accordance with Section 240.13d1(b)(ii)(G).

Item 4. Ownership

- (a) Amount Beneficially Owned as of July 31, 1998 See Item 9 of cover pages
- (b) Percent of Class: See Item 11 of cover pages
- (c) Number of shares as to which such person has: (i) sole power to vote or to direct the vote (ii) shared power to vote or to direct the vote (iii) sole power to dispose or to direct the disposition (iv) shared power to dispose or to direct the disposition

See Items 5-8 of cover pages

Item 5. Ownership of Five Percent or Less of a Class

This statement is being filed to report that as of July 31, 1998, the Reporting Person has ceased to be the beneficial owner of more than 5% of the class of securities covered by this report.

- Ownership of More than Five Percent on Behalf of Another Person Item 6. Not Applicable.
- Identification and Classification of the Subsidiary Item 7. which Acquired the Security being reported on by the Parent Holding Company

The relevant subsidiary is Lehman Brothers Inc., a Broker/Dealer registered under Section 15 of the Securities Exchange Act of 1934.

- 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.

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

Dated: July 31, 1998

LEHMAN BROTHERS HOLDINGS INC.

By: /s/ Jennifer Marre _____ Name: Jennifer Marre

Title: Vice President and Secretary