Other liabilities consisted of the following

(in thousands)

DECEMBER 31,

	1996	1995
Casualty reserves	$ 10,718	$ 11,583
Employee benefits and other compensation	75,005	72,916
Indemnification reserve and other tax reserves (see Note 9)	15,900	15,900
VSR obligation	13,797	-
Other	51,810	56,451
	$167,230	$156,850

8. LONG-TERM DEBT

	(in thousands) DECEMBER 31,	
	1996	1995
Consolidated Cigar:		
Bank Borrowings (a)	$ 7,500	$ 20,600
Senior Subordinated Notes (b)	90,000	90,000
Mafco Worldwide(c).		
Senior Credit:		
Tranche A Term Loans	$ -	$ 14,000
Tranche B Term Loans	-	19,800
11 7/8% Senior Subordinated Notes Due 2002	-	84,510
	97,500	228,910
Less: current portion	-	(10,232)
	$ 97,500	$218,678

(a) Represents borrowings under a credit agreement (the "Cigar Credit Agreement") with Chase dated February 23, 1993, which provides for a revolving credit facility (the "Revolving Credit Facility") and a working capital facility (the "Working Capital Facility") The Revolving Credit Facility and the Working Capital Facility have final maturities on April 3, 1999 The Revolving Credit Facility was subject to quarterly commitment reductions of $2 5 million through the end of 1996 The Cigar Credit Agreement was amended on February 3, 1997 to reduce the amount of various interest rate margins charged against outstanding borrowings and waive any further scheduled amortization of the commitment on the Revolving Credit Facility.

The maximum borrowings under the Cigar Credit Agreement, as amended, at the end of December 31,