

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549
SCHEDULE 13G
Under the Securities Exchange Act of 1934
(Amendment No. _____) *

Data Race, Inc.

(Name of Issuer)

Common Stock

(Title of Class of Securities)

237842109

(CUSIP Number)

* 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).

CUSIP No. 237842109

13G

Page 2 of 5 Pages

-
- 1) Names of Reporting Persons
SS or IRS Identification
Number of Above Persons: Capital Southwest Corporation
75-1072796
-
- 2) Check the Appropriate Box (a)
if a Member of a Group: (b)
(See Instructions) Not Applicable
-
- 3) SEC Use Only
-
- 4) Citizenship or Place of
Organization:

United States

5)	Number of Shares Beneficially Owned by Each Reporting Person With:	5) Sole Voting Power: 211,612 6) Shared Voting Power: 99,845 7) Sole Dispositive Power: 211,612 8) Shared Dispositive Power: 99,845
9)	Aggregate Amount Beneficially Owned by Each Reporting Person:	311,457
10)	Check if the Aggregate Amount in Row (9) Excludes Certain Shares: (See Instructions)	Not applicable.
11)	Percent of Class Represented by Amount in Row 9:	6.4%
12)	Type of Reporting Person: (See Instructions)	CO

Item 1(a).

Name of Issuer: Data Race, Inc.

Item 1(b).

Address of Issuer's Principal Executive Offices:

12400 Network Blvd., San Antonio, TX 78249

Item 2(a).

Name of Person Filing: Capital Southwest Corporation

Item 2(b).

Address of Principal Business Office or, if None, Residence:

12900 Preston Road, Suite 700, Dallas, TX 75230

Item 2(c).

Citizenship: United States

Item 2(d).

Title of Class of Securities: Common Stock

Item 2(e).

CUSIP No.: 237842109

Item 3.

If this statement is filed pursuant to Rule 13d-1(b), or 13d-2(b), check whether the person filing is a:

- (a) Broker or Dealer registered under Section 15 of the Act
- (b) Bank as defined in Section 3(a)(6) of the Act
- (c) Insurance Company as defined in Section 3(a)(19) of the Act
- (d) Investment Company registered under Section 8 of the Investment Company Act
- (e) Investment Advisor registered under Section 203 of the Investment Advisers Act of 1940
- (f) Employee Benefit Plan, Pension Fund which is subject to the provisions of the Employee Retirement Income Security Act of 1974 or Endowment Fund; see 240.13d-1(b)(1)(ii)(F)
- (g) Parent Holding Company, in accordance with 240.13d-1(b)(1)(ii)(G) (Note: See Item 7)
- (h) Group, in accordance with 240.13d-1(b)(1)(ii)(H)

Item 4.

Ownership.

If the percent of the class owned, as of December 31 of the year covered by the statement, or as of the last day of any month described in Rule 13d-1(b)(2), if applicable, exceeds five percent, provide the following information as of that date and identify those shares which there is a right to acquire.

(a) Amount Beneficially Owned:	311,457
(b) Percent of Class:	6.4%
(c) Number of shares as to which such person has:	
(i) sole power to vote or to direct the vote:	211,612
(ii) shared power to vote or to direct the vote:	99,845
(iii) sole power to dispose or to direct the disposition of:	211,612
(iv) shared power to dispose or to direct the disposition of:	99,845

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 [].

Not applicable.

Item 6.

Ownership of More than Five Percent on Behalf of Another Person.

Not applicable.

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 and 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.

February 7, 1997

Date

/s/ Patrick F. Hamner

Signature

Patrick F. Hamner
Vice President

Name and Title

Capital Southwest Corporation
12900 Preston Road, Suite 700
Dallas, TX 75230

(972) 233-8242 Telephone

Fax (972) 233-7362

February 7, 1997

Securities and Exchange Commission
450 5th Street, N.W.
Judiciary Plaza
Washington, DC 20549

Gentlemen:

Pursuant to regulations of the Securities and Exchange Commission, submitted for filing on behalf of Capital Southwest Corporation is Schedule 13-G for Data Race, Inc.

This filing is being effected by direct transmission to the Commission's EDGAR System.

Sincerely,

/s/ Susan Patterson

Susan Patterson
Controller