SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Schedule 13G

Under the Securities Exchange Act of 1934
(Amendment No. )

Gray Communications Systems, Inc.

(Name of Issuer)

Common Stock

(Title of Class of Securities)

389190 20 8

(CUSIP Number)

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Check the following box if a fee is being paid with this statement [X]. (A fee is not required only if the filing person: (1) has a previous statement on file reporting beneficial ownership of more than five percent of the class of securities described in Item 1; and (2) has filed no amendment subsequent thereto reporting beneficial ownership of five percent or less of such class.) (See Rule 13d-7.)

*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).

(Continued on following page(s))

Page 1 of 6 Pages

CUSIP No. 389190 20 8                  13G                 Page 2 of 6 Pages

1    NAME OF REPORTING PERSON

S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

Citicorp                  13-2614988

2    CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP *

(a)_______

(b)_______

3    SEC USE ONLY

4    CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

5    SOLE VOTING POWER
NUMBER OF SHARES

6 SHARED VOTING POWER

BENEFICIALLY OWNED BY

7 SOLE DISPOSITIVE POWER

EACH REPORTING PERSON

8 SHARED DISPOSITIVE POWER

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

None, except through its wholly-owned subsidiary, Citibank, N.A.

CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES *

PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9

See Line 9, above

TYPE OF REPORTING PERSON *

HC

* SEE INSTRUCTION BEFORE FILLING OUT!
1. NAME OF REPORTING PERSON
   S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON
   CIITIBANK, N.A. 13-5266470

2. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP *
   (a)_______
   (b)_______

3. SEC USE ONLY

4. CITIZENSHIP OR PLACE OF ORGANIZATION
   National association organized under the laws of the United States.

5. SOLE VOTING POWER
   NUMBER OF SHARES
   115,505

6. SHARED VOTING POWER
   BENEFICIALLY OWNED BY
   125,335

7. SOLE DISPOSITIVE POWER
   EACH REPORTING PERSON
   31,155

8. SHARED DISPOSITIVE POWER
   WITH
   311,103

9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
   372,258

10. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES *

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9
   11.26%

12. TYPE OF REPORTING PERSON *
   BK

* SEE INSTRUCTION BEFORE FILLING OUT!

* Formerly known as Citicorp Investments, Inc.
SCHEDULE 13G

Item 1(a) Name of Issuer:  
Gray Communications Systems, Inc.

Item 1(b) Address of Issuer's Principal  
126 North Washington St.
Albany, GA 31701

Item 2(a) Names of Persons:  
Citicorp and its wholly-owned subsidiary, Citibank, N.A.

Item 2(b) Address of Principal Business Office:  
Citicorp
Citicorp
399 Park Avenue
New York, N.Y. 10043

Item 2(c) Citizenship:  
Citicorp: Delaware;
Citibank, N.A.: A national banking association organized under the laws of the United States.

Item 2(d) Title of Class of Securities:  
Common Stock

Item 2(e) CUSIP Number:  
389190 20 8

Item 3 The persons filing this Schedule pursuant to either Rule 13d-1(b) or Rule 13d-2(b) are:

Citicorp:  
(g) Parent Holding Company, in accordance with ss.240.13d-1 (b) (ii) (G).

Citibank, N.A.:  
(b) Bank as defined in ss.3 (a)(6) of the Act;
Item 4  Ownership

(a)  Total Amount Beneficially Owned:  372,258
(b)  Percent of Class:                 11.26%
(c)  Total Number of Shares as to which such persons have:
    (i) sole power to vote or to direct the vote  
        115,505
    (ii) shared power to vote or to direct
         125,335
    (iii) sole power to dispose or to direct
          the disposition of
           31,155
    (iv) shared power to dispose or to
         direct the disposition of
           341,103

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

[x] Not applicable.

[...] This statement is being filed to report the fact that as of December 31, 1997, the reporting persons had ceased to be the beneficial owners of more than five percent of the securities described.

Item 6  Ownership of More than Five Percent on Behalf of Another Person: None

Item 7  Identification and Classification of the Subsidiary Which Acquired the Security Being Reported on by the Parent Holding Company:
See Items 2(a) and 3.

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. NOTE: Signatures below are for Citicorp and Citibank, N.A., and those subsidiaries holding the issue, indicated by check below. All data shown is as of December 31, 1997.

FEBRUARY 10, 1998       CITICORP
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DATE

By /s/George E. Seegers
George E. Seegers
Assistant Secretary, Citicorp

CITIBANK, N.A.

By /s/George E. Seegers
George E. Seegers
Vice President, Citibank N.A.

CITIBANK, N.A.

By /s/ Marjorie L. Levy
Marjorie L. Levy
Vice President
Citibank N.A.

Copies to:
Corporate Secretary