

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 11-K

(Mark One)

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934

For the fiscal year ended December 31, 1998

OR

TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission file number 033-64499

A. Full title of the plan and address of the plan, if different from
that of the insurer named below:

Crown Crafts, Inc. 401(k) Retirement Savings Plan

B. Name of issuer of the securities held pursuant to the plan and the
address of its principal executive office:

Crown Crafts, Inc.
1600 RiverEdge Parkway
Suite 200
Atlanta, Georgia 30328

THE CROWN CRAFTS, INC. 401(k)

RETIREMENT SAVINGS PLAN

FINANCIAL STATEMENTS AND AUDIT REPORT

DECEMBER 31, 1998

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

CONTENTS

<TABLE>

<S>

<C>

REPORT OF INDEPENDENT ACCOUNTANTS 1

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
WITH FUND INFORMATION 2/6

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE
FOR BENEFITS WITH FUND INFORMATION 7/10

NOTES TO FINANCIAL STATEMENTS 11/15

SUPPLEMENTAL SCHEDULES

Schedule of Assets Held for Investment Purposes	17
Schedule of Reportable Transactions	18/20

</TABLE>

A GEORGIA LIMITED LIABILITY COMPANY

<TABLE>

<S>	<C>	<C>
PRIVATE COMPANIES PRACTICE SECTION	MEMBER AICPA DIVISION FOR CPA FIRMS	SEC PRACTICE SECTION

</TABLE>

REPORT OF INDEPENDENT ACCOUNTANTS

The Administrative Committee
The Crown Crafts, Inc. 401(k) Retirement Savings Plan
Atlanta, Georgia

We have audited the statements of net assets available for benefits with fund information of The Crown Crafts, Inc. 401(k) Retirement Savings Plan (the Plan) as of December 31, 1998 and 1997, and the related statement of changes in net assets available for benefits with fund information for the year ended December 31, 1998. These financial statements are the responsibility of the Administrative Committee. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 1998 and 1997, and the changes in its net assets available for benefits for the year ended December 31, 1998, in conformity with generally accepted accounting principles.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedules of assets held for investment purposes and of reportable transactions are presented for purposes of additional analysis and are not a required part of the basic financial statements but are supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. The supplemental schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

JOSEPH DECOSIMO AND COMPANY, LLP
A GEORGIA LIMITED LIABILITY COMPANY

Atlanta, Georgia
July 9, 1999

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS

WITH FUND INFORMATION

DECEMBER 31, 1998

<TABLE>
<CAPTION>

	ASSET DIVERSIFIED INCOME TRUST	ASSET ALLOCATION CONSERVATIVE PORTFOLIO	ASSET ALLOCATION BALANCED PORTFOLIO	ASSET ALLOCATION GROWTH PORTFOLIO
<S>	<C>	<C>	<C>	<C>
ASSETS				
Investments, at fair value -				
Short-Term Investments	\$ --	\$ --	\$ --	\$ --
Crown Crafts, Inc. Common Stock	--	--	--	--
Mutual Funds	10,884	427,902	823,540	2,383,466
Participant Loans	--	--	--	--
	-----	-----	-----	-----
	10,884	427,902	823,540	2,383,466
Receivables -				
Sponsor's Contributions	--	--	--	--
Participants' Contributions	--	--	--	--
	-----	-----	-----	-----
NET ASSETS AVAILABLE FOR BENEFITS	<u>\$ 10,884</u>	<u>\$ 427,902</u>	<u>\$ 823,540</u>	<u>\$ 2,383,466</u>

</TABLE>

2

<TABLE>
<CAPTION>

	INTERNATIONAL GROWTH FUND	VOYAGER FUND	NEW OPPORTUNITIES FUND	STABLE FUND	CROWN CRAFTS, VALUE INC. COMMON STOCK
<S>	<C>	<C>	<C>	<C>	<C>
ASSETS					
Investments, at fair value -					
Short-Term Investments	\$ --	\$ --	\$ --	\$ --	\$ 22,672
Crown Crafts, Inc. Common Stock	--	--	--	--	159,548
Mutual Funds	30,400	70,863	2,070,803	652,203	--
Participant Loans	--	--	--	--	--
	-----	-----	-----	-----	-----
	30,400	70,863	2,070,803	652,203	182,220
Receivables -					
Sponsor's Contributions	--	--	--	--	--
Participants' Contributions	--	--	--	--	--
	-----	-----	-----	-----	-----
NET ASSETS AVAILABLE FOR BENEFITS	<u>\$30,400</u>	<u>\$ 70,863</u>	<u>\$2,070,803</u>	<u>\$652,203</u>	<u>\$182,220</u>

</TABLE>

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS

WITH FUND INFORMATION

DECEMBER 31, 1998

<TABLE>
<CAPTION>

	PARTICIPANT LOANS	OTHER	TOTAL
<S>	<C>	<C>	<C>
ASSETS			
Investments, at fair value -			
Short-Term Investments	\$ --	\$ --	\$ 22,672
Crown Crafts, Inc.			
Common Stock	--	--	159,548
Mutual Funds	--	--	6,470,061
Participant Loans	59,947	--	59,947
	-----	-----	-----
	59,947	--	6,712,228
Receivables -			
Sponsor's Contributions	--	295,099	295,099
Participants' Contributions	--	236,046	236,046
	-----	-----	-----
NET ASSETS AVAILABLE FOR BENEFITS	\$59,947	\$531,145	\$7,243,373
	=====	=====	=====

</TABLE>

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS

WITH FUND INFORMATION

DECEMBER 31, 1997

<TABLE>
<CAPTION>

	AGGRESSIVE GROWTH PORTFOLIO	CROWN CRAFTS INC. COMMON STOCK	LIFE STAGE I PORTFOLIO	LIFE STAGE II PORTFOLIO
<S>	<C>	<C>	<C>	<C>
ASSETS				
Investments, at fair value -				
Short-Term Investments	\$ 770	\$ 2,581	\$ 3,174	\$ 3,701
Crown Crafts, Inc.				
Common Stock	--	189,703	--	--
Mutual Funds	893,931	--	621,729	608,304
Participant Loans	--	--	--	--
	-----	-----	-----	-----
	894,701	192,284	624,903	612,005
Receivables -				
Sponsor's Contributions	29,269	5,532	27,028	24,957
Participants' Contributions	22,851	7,428	28,429	24,532

Accrued Interest and Dividends	184,336	20	30,463	28,478
	-----	-----	-----	-----
Total Assets	1,131,157	205,264	710,823	689,972
LIABILITIES				
Due to Brokers	183,306	--	30,426	28,444
	-----	-----	-----	-----
NET ASSETS AVAILABLE FOR BENEFITS	\$ 947,851	\$205,264	\$680,397	\$661,528
	=====	=====	=====	=====

</TABLE>

The accompanying notes are an integral part of the financial statements.

5

<TABLE>
<CAPTION>

	LIFE STAGE III PORTFOLIO	LIFE STAGE IV PORTFOLIO	STABLE VALUE PORTFOLIO	PARTICIPANT LOANS	TOTAL
<S>	<C>	<C>	<C>	<C>	<C>
ASSETS					
Investments, at fair value -					
Short-Term Investments	\$ 461	\$ 2,665	\$ 2,710	\$ 4	\$ 16,066
Crown Crafts, Inc. Common Stock	--	--	--	189,703	
Mutual Funds	420,942	261,802	519,135	--	3,325,843
Participant Loans	--	--	17,655	17,655	
	-----	-----	-----	-----	-----
	421,403	264,467	521,845	17,659	3,549,267
Receivables -					
Sponsor's Contributions	12,674	9,514	7,871	--	116,845
Participants' Contributions	14,391	4,209	7,005	--	108,845
Accrued Interest and Dividends	18,813	10,904	12	--	273,026
	-----	-----	-----	-----	-----
Total Assets	467,281	289,094	536,733	17,659	4,047,983
LIABILITIES					
Due to Brokers	18,793	10,889	--	--	271,858
	-----	-----	-----	-----	-----
NET ASSETS AVAILABLE FOR BENEFITS	\$448,488	\$278,205	\$536,733	\$17,659	\$3,776,125
	=====	=====	=====	=====	=====

</TABLE>

6

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
WITH FUND INFORMATION
YEAR ENDED DECEMBER 31, 1998

<TABLE>
<CAPTION>

	ASSET DIVERSIFIED INCOME TRUST	ASSET ALLOCATION CONSERVATIVE PORTFOLIO	ASSET ALLOCATION BALANCED PORTFOLIO	ALLOCATION GROWTH PORTFOLIO
<S>	<C>	<C>	<C>	<C>
ADDITIONS				
Investment Income - Net Appreciation (Depreciation) in Fair Value of Investments	\$ (25)	\$ 21,760	\$ 89,988	\$ 314,101
Interest and Dividends	24	10,358	14,643	54,302
	-----	-----	-----	-----
	(1)	32,118	104,631	368,403
	-----	-----	-----	-----
Contributions - Sponsor's	--	15,303	52,480	161,558
Rollovers	3,725	7,802	8,357	3,803
Participants'	7,160	28,319	58,696	125,836
	-----	-----	-----	-----
	10,885	51,424	119,533	291,197
	-----	-----	-----	-----
Total Additions	10,884	83,542	224,164	659,600
	-----	-----	-----	-----
DEDUCTIONS				
Benefits Paid to Participants	--	--	--	--
Administrative Expenses	--	--	--	--
	-----	-----	-----	-----
Total Deductions	--	--	--	--
	-----	-----	-----	-----
NET INCREASE BEFORE INTERFUND TRANSFERS	10,884	83,542	224,164	659,600
Interfund Transfers	--	344,360	599,376	1,723,866
	-----	-----	-----	-----
NET INCREASE (DECREASE)	10,884	427,902	823,540	2,383,466
NET ASSETS AVAILABLE FOR BENEFITS BEGINNING OF YEAR				
	--	--	--	--
	-----	-----	-----	-----
END OF YEAR	\$ 10,884	\$427,902	\$823,540	\$2,383,466
	=====	=====	=====	=====

</TABLE>

The accompanying notes are an integral part of the financial statements.

<TABLE>
<CAPTION>

	INTERNATIONAL GROWTH FUND	VOYAGER FUND	NEW OPPORTUNITIES FUND	STABLE FUND	AGGRESSIVE VALUE PORTFOLIO	GROWTH
<S>	<C>	<C>	<C>	<C>	<C>	<C>
ADDITIONS						
Investment Income -						

Net Appreciation (Depreciation) in Fair Value of Investments	\$ 948	\$ 2,496	\$ 429,333	\$ --	\$ 41,064	
Interest and Dividends	487	4,860	64,171	2,179	866	
	-----	-----	-----	-----	-----	
	1,435	7,356	493,504	2,179	41,930	
	-----	-----	-----	-----	-----	
Contributions - Sponsor's	--	--	89,404	43,473	52,589	
Rollovers	6,942	3,640	7,136	6,647	63,788	
Participants'	22,023	59,867	86,543	48,671	330,776	
	-----	-----	-----	-----	-----	
	28,965	63,507	183,083	98,791	447,153	
	-----	-----	-----	-----	-----	
Total Additions	30,400	70,863	676,587	100,970	489,083	
	-----	-----	-----	-----	-----	
DEDUCTIONS						
Benefits Paid to Participants	--	--	3	--	120,929	
Administrative Expenses	--	--	--	--	9,029	
	-----	-----	-----	-----	-----	
Total Deductions	--	--	3	--	129,958	
	-----	-----	-----	-----	-----	
NET INCREASE BEFORE INTERFUND TRANSFERS		30,400	70,863	676,584	100,970	359,125
Interfund Transfers	--	--	1,394,219	551,233	(1,306,976)	
	-----	-----	-----	-----	-----	
NET INCREASE (DECREASE)		30,400	70,863	2,070,803	652,203	(947,851)
NET ASSETS AVAILABLE FOR BENEFITS BEGINNING OF YEAR		--	--	--	--	947,851
	-----	-----	-----	-----	-----	-----
END OF YEAR	\$30,400	\$ 70,863	\$2,070,803	\$652,203	\$ --	
	=====	=====	=====	=====	=====	=====

</TABLE>

8

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

WITH FUND INFORMATION

YEAR ENDED DECEMBER 31, 1998

<TABLE>
<CAPTION>

	CROWN CRAFTS, INC. COMMON STOCK	LIFE STAGE I PORTFOLIO	LIFE STAGE II PORTFOLIO	LIFE STAGE III PORTFOLIO	PORTFOLIO
	<C>	<C>	<C>	<C>	
ADDITIONS					
Investment Income - Net Appreciation (Depreciation) in Fair Value of Investments	\$(118,992)	\$ 45,209	\$ 49,233	\$ 28,849	
Interest and Dividends	2,188	8,870	15,758	14,128	
	-----	-----	-----	-----	
	(116,804)	54,079	64,991	42,977	
	-----	-----	-----	-----	
Contributions -					

Sponsor's	7,261	33,929	28,533	22,228	
Rollovers	14,678	26,393	35,914	15,468	
Participants'	88,760	196,755	183,394	138,580	
	-----	-----	-----	-----	
	110,699	257,077	247,841	176,276	
	-----	-----	-----	-----	
Total Additions	(6,105)	311,156	312,832	219,253	
	-----	-----	-----	-----	
DEDUCTIONS					
Benefits Paid to Participants	37,822	68,323	41,560	26,047	
Administrative Expenses	1,676	5,930	5,805	3,932	
	-----	-----	-----	-----	
Total Deductions	39,498	74,253	47,365	29,979	
	-----	-----	-----	-----	
NET INCREASE BEFORE INTERFUND TRANSFERS					
		(45,603)	236,903	265,467	189,274
Interfund Transfers	22,559	(917,300)	(926,995)	(637,762)	
	-----	-----	-----	-----	
NET INCREASE (DECREASE)		(23,044)	(680,397)	(661,528)	(448,488)
NET ASSETS AVAILABLE FOR BENEFITS					
BEGINNING OF YEAR		205,264	680,397	661,528	448,488
	-----	-----	-----	-----	-----
END OF YEAR	\$ 182,220	\$ --	\$ --	\$ --	
	=====	=====	=====	=====	=====

</TABLE>

The accompanying notes are an integral part of the financial statements.

9

<TABLE>
<CAPTION>

	LIFE STAGE IV PORTFOLIO	STABLE VALUE PORTFOLIO	PARTICIPANT LOANS	OTHER	TOTAL
<S>	<C>	<C>	<C>	<C>	
ADDITIONS					
Investment Income - Net Appreciation (Depreciation) in Fair Value of Investments	\$ 15,242	\$ 11,071	\$ --	\$ --	\$ 930,277
Interest and Dividends	10,972	1,314	--	--	205,120
	-----	-----	-----	-----	-----
	26,214	12,385	--	--	1,135,397
	-----	-----	-----	-----	-----
Contributions -					
Sponsor's	10,329	23,152	--	295,099	835,338
Rollovers	15,263	518	--	--	220,074
Participants'	75,348	97,138	--	236,046	1,783,912
	-----	-----	-----	-----	-----
	100,940	120,808	--	531,145	2,839,324
	-----	-----	-----	-----	-----
Total Additions	127,154	133,193	--	531,145	3,974,721
	-----	-----	-----	-----	-----
DEDUCTIONS					
Benefits Paid to Participants	43,428	136,293	--	--	474,405

Administrative Expenses	2,415	4,281	--	--	33,068
	-----	-----	-----	-----	
Total Deductions	45,843	140,574	--	--	507,473
	-----	-----	-----	-----	
NET INCREASE BEFORE INTERFUND TRANSFERS	81,311	(7,381)	--	531,145	3,467,248
Interfund Transfers	(359,516)	(529,352)	42,288	--	--
	-----	-----	-----	-----	
NET INCREASE (DECREASE)	(278,205)	(536,733)	42,288	531,145	3,467,248
NET ASSETS AVAILABLE FOR BENEFITS					
BEGINNING OF YEAR	278,205	536,733	17,659	--	3,776,125
	-----	-----	-----	-----	
END OF YEAR	\$ --	\$ --	\$59,947	\$531,145	\$7,243,373
	=====	=====	=====	=====	=====

</TABLE>

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

NOTES TO FINANCIAL STATEMENTS

PLAN DESCRIPTION

The following description of The Crown Crafts, Inc. 401(k) Retirement Savings Plan provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

The Plan is a defined contribution retirement savings plan with a cash or deferred arrangement covering substantially all employees of Crown Crafts, Inc. and affiliates (the sponsor) meeting minimum age and service requirements. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA). The Plan was established effective January 1, 1996, and initial contributions were made into the trust fund in January, 1996. The Plan was amended on September 22, 1997, to provide for the entry of employees of acquired and affiliated companies.

The Plan allows contributions by participating employees of an amount equal to not less than 1% and not greater than 15% of their eligible compensation. Matching contributions are made at the discretion of the sponsor. The sponsor matches participants' elective contributions at the rate of 100% of the first 2% and 50% of the next 1% of compensation deferred by each participant. The participants direct their elective contributions and related matching contributions to several investment options. All contributions are limited to the maximum amount deductible under the applicable provisions of the Internal Revenue Code of 1986 (the Code).

Each participant's account is credited with the participant's contribution, the sponsor's matching contribution, and earnings thereon less administrative expenses. Each participant has a fully vested, nonforfeitable right to all amounts credited to his account under the elective salary reduction portion of the Plan. Each participant's right in sponsor contributions vests ratably over a five year period. Forfeitures are applied to reduce the sponsor's matching contribution.

Upon service or disability retirement, death or termination, the participant or beneficiary will receive a lump-sum amount equal to the value of the participant's vested account.

Although it has not expressed any intent to do so, the sponsor has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination,

participants will become 100% vested in their accounts.

On October 1, 1998, the Plan changed trustees and as of December 31, 1998, it offers participants nine investment options which consist of shares of the sponsor's common stock and eight portfolios of mutual funds managed by Putnam Investments:

CROWN CRAFTS, INC. COMMON STOCK - Funds are invested in common stock of Crown Crafts, Inc.

PUTNAM DIVERSIFIED INCOME TRUST - Invests in bonds of U.S. and foreign governments and the bonds of U.S. and foreign companies to seek the highest level of current income while preserving capital.

PUTNAM ASSET ALLOCATION: CONSERVATIVE PORTFOLIO - The Fund seeks to maximize investment return while preserving capital by investing approximately 35% of total assets in common stocks of U.S. and foreign companies and the remaining assets in both U.S. and foreign government bonds and corporate bonds.

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

NOTES TO FINANCIAL STATEMENTS

PLAN DESCRIPTION - continued

PUTNAM ASSET ALLOCATION: BALANCED PORTFOLIO - The Fund seeks to maximize investment return by investing approximately 65% of total assets in common stocks of U.S. and foreign companies and the remaining assets in both U.S. and foreign government bonds and corporate bonds.

PUTNAM ASSET ALLOCATION: GROWTH PORTFOLIO - The Fund seeks capital appreciation by investing approximately 80% of total assets in common stocks of U.S. and foreign companies and the remaining assets in both U.S. and foreign government bonds and corporate bonds.

PUTNAM INTERNATIONAL GROWTH FUND - The Fund seeks capital appreciation by investing total assets mainly in the common stocks of medium and large-sized companies in developed countries.

PUTNAM VOYAGER FUND - The Fund seeks capital appreciation by investing total assets in the common stocks of U.S. and foreign companies.

PUTNAM NEW OPPORTUNITIES FUND - Invests primarily in common stocks of companies in particular sectors of the economy and seeks long-term capital appreciation.

PUTNAM STABLE VALUE FUND - The Fund seeks high current income while preserving capital and liquidity by investing total assets primarily in guaranteed investment contracts issued by insurance companies, banks and other financial institutions.

Prior to October 1, 1998, the plan offered participants seven investment options consisting of shares of the sponsor's common stock and six portfolios of mutual funds managed by an investment advisor:

AGGRESSIVE GROWTH PORTFOLIO - Diverse growth-oriented portfolio invested in the stocks of large U.S. companies, small-medium companies and international companies.

LIFE STAGE I PORTFOLIO - Invests in common stock of large U.S. companies, small-medium companies and international companies.

LIFE STAGE II PORTFOLIO - Invests in common stocks and bonds of small, medium and large U.S. and international companies.

LIFE STAGE III PORTFOLIO - Invests in common stock of large U.S. companies, small-medium companies and international companies.

LIFE STAGE IV PORTFOLIO - Invests in medium term bonds and the common stocks of small, medium and large U.S. and international companies.

STABLE VALUE PORTFOLIO - Invests in a mixture of contracts with major banks and insurance companies which, in turn, invest in high grade bonds.

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

NOTES TO FINANCIAL STATEMENTS

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and practices followed by the Plan are as follows:

BASIS OF ACCOUNTING - The financial statements of the Plan are prepared under the accrual method of accounting.

INVESTMENT VALUATION AND INCOME RECOGNITION - The Plan's investments are stated at fair value. Shares of registered investment companies are valued at quoted market prices which represent the net asset value of shares held by the Plan at year end. The company stock is valued at its quoted market price. Participant loans are valued at cost which approximates par value.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date.

NET APPRECIATION (DEPRECIATION) IN THE FAIR VALUE OF INVESTMENTS - The Plan presents in the statements of changes in net assets available for benefits the net appreciation (depreciation) in the fair value of its investments, which consists of the realized gains (losses) and the unrealized appreciation (depreciation) on those investments.

PARTICIPANT LOANS - Participants may borrow from their fund accounts a minimum of \$1,000, or such lesser amount as established by the Administrative Committee, up to a maximum equal to the lesser of \$50,000 or 50% of their account balance. Loan transactions are treated as a transfer to (from) the investment funds from (to) Participant Loans. Loan terms range up to 5 years or up to 10 years for the purchase of a primary residence. The loans are secured by the balance in the participant's account and bear interest at a rate commensurate with local prevailing rates as determined by the Administrative Committee. Principal and interest are paid ratably through monthly payroll deductions.

RISKS AND UNCERTAINTIES - The Plan provides for various investment options in a combination of mutual funds and other investment securities. Investment securities are exposed to various risks, such as interest rate, market and credit. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect participants' account balances and the amounts reported in the statement of net assets available for benefits and the statement of changes in net assets available for benefits.

PAYMENT OF BENEFITS - Benefits are recorded when paid. As of December 31, 1998, \$175,890 has been allocated to participants who have elected to withdraw from the Plan but have not been paid.

FORFEITED ACCOUNTS - As of December 31, 1998, forfeited nonvested accounts totaled \$0. These accounts are used to reduce future sponsor contributions.

ESTIMATES - The preparation of financial statements in conformity with generally accepted accounting principles requires the Administrative Committee to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

NOTES TO FINANCIAL STATEMENTS

TAX STATUS

The Administrative Committee for the sponsor believes the Plan meets the requirements for tax qualification described in Section 401(a) of the Internal Revenue Code of 1986 (the Code). Accordingly, the Plan's related trust is exempt from tax under Section 501(a) of the Code. A favorable determination letter has been received from the Internal Revenue Service on the tax qualification of the Plan as amended through September 22, 1997. Continued qualification of the Plan will depend upon its operation in accordance with applicable requirements of the Code.

INVESTMENTS

The following table presents the fair value of investments as of December 31, 1998 and 1997:

<TABLE>
<CAPTION>

	1998		1997		
	NUMBER OF	FAIR VALUE	NUMBER OF	FAIR VALUE	
	SHARES/UNITS		SHARES/UNITS		
<S>	<C>	<C>	<C>	<C>	
SHORT-TERM INVESTMENTS					
Atlanta Money Market	--	\$ --	16,066	\$ 16,066	--
TBC Inc. Daily Liquidity Fund	22,672		22,672		--
	-----		-----		
	22,672		16,066		
	-----		-----		
COMMON STOCKS					
Crown Crafts, Inc.	25,786	159,548	12,141	189,703	
	-----		-----		
MUTUAL FUNDS					
Diversified Income Trust	950	10,884	--	--	
Asset Allocation Conservative					
Portfolio	41,343	427,902	--	--	
Asset Allocation Balanced					
Portfolio	68,686	823,540	--	--	
Asset Allocation Growth					
Portfolio	176,684	2,383,466	--	--	
International Growth Fund	1,590	30,400	--	--	--
Voyager Fund	3,311	70,863	--	--	--

</TABLE>

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

NOTES TO FINANCIAL STATEMENTS

INVESTMENTS - continued

<TABLE>

<S>	<C>	<C>	<C>	<C>	
New Opportunities Fund	36,203	\$2,070,803	--	\$	--
Stable Value Fund	652,203	652,203	--	--	
EuroPacific Growth Fund	--	--	10,899	283,584	
Federated Max-Cap Fund	--	--	40,879	825,750	
Federated Mini-Cap Fund	--	--	11,934	181,875	
Stable Value Fund	--	--	27,592	519,135	
Dreyfus MidCap Index Fund	--	--	7,375	189,085	
PIMCO Total Return	--	--	40,800	432,484	
Twentieth Century Ultra	--	--	32,745	893,930	
	-----		-----		
	6,470,061		3,325,843		
	-----		-----		
PARTICIPANT LOANS		59,947		17,655	
	-----		-----		
	\$6,712,228		\$3,549,267		
	=====		=====		

</TABLE>

RELATED PARTY TRANSACTIONS

The Plan sponsor paid \$56,824 and \$74,315 of administrative expenses incurred by the Plan during 1998 and 1997, respectively.

SUPPLEMENTAL SCHEDULES

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

SCHEDULE OF ASSETS HELD FOR INVESTMENT PURPOSES

ITEM 27a OF FORM 5500

DECEMBER 31, 1998

EMPLOYER IDENTIFICATION NUMBER: 58-0678148 PLAN NUMBER: 334

<TABLE>
<CAPTION>

IDENTITY OF ISSUER	DESCRIPTION OF INVESTMENT	CURRENT	COST	VALUE
<S>	<C>	<C>	<C>	<C>
	SHORT-TERM INVESTMENTS			
Putnam Investments	TCB Inc. Daily Liquidity Fund		\$ 22,672	\$ 22,672
		-----	-----	
	COMMON STOCKS			
Crown Crafts, Inc.	Common Stock		158,443	159,548
		-----	-----	
	MUTUAL FUNDS			
Putnam Investments	Putnam Diversified Income Trust		10,900	10,884
Putnam Investments	Putnam Asset Allocation:			
	Conservative Portfolio		404,946	427,902

Putnam Investments	Putnam Asset Allocation: Balanced Portfolio	732,355	823,540	
Putnam Investments	Putnam Asset Allocation: Growth Portfolio	2,179,340	2,383,466	
Putnam Investments	Putnam International Growth Fund		29,452	30,400
Putnam Investments	Putnam Voyager Fund		68,367	70,863
Putnam Investments	Putnam New Opportunities Fund		1,751,448	2,070,803
Putnam Investments	Putnam Stable Value Fund		651,007	652,203
		-----	-----	
		5,827,815	6,470,061	
		-----	-----	

PARTICIPANT LOANS

Participant Loans	9.5% Notes Receivable from Participants	--	59,947
		-----	-----

TOTAL INVESTMENTS		=====	=====
		\$6,008,930	\$6,712,228

</TABLE>

17

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

SCHEDULE OF REPORTABLE TRANSACTIONS

ITEM 27d OF FORM 5500

YEAR ENDED DECEMBER 31, 1998

EMPLOYER IDENTIFICATION NUMBER: 58-0678148 PLAN NUMBER: 334

<TABLE>
<CAPTION>

IDENTITY OF PARTY INVOLVED	DESCRIPTION OF ASSET	PURCHASE PRICE	CURRENT VALUE OF ASSET SELLING PRICE	NET COST OF PRICE	ON TRANSACTION ASSET DATE	GAIN (LOSS)
<S>	<C>	<C>	<C>	<C>	<C>	
American Century Investments	Twentieth Century Ultra	\$ 452,000		\$ 452,000	\$ 452,000	
American Century Investments	Twentieth Century Ultra		\$1,398,822	\$1,362,737	\$1,398,822	\$ 36,085
American Century Investments	Twentieth Century Ultra		\$ 51,000	\$ 46,021	\$ 51,000	\$ 4,979
The American Funds Group	EuroPacific Growth Fund	\$ 134,577		\$ 134,577	\$ 134,577	
The American Funds Group	EuroPacific Growth Fund		\$ 374,018	\$ 422,554	\$ 374,018	\$(48,536)
Federated Investors	Federated Mini-Cap Fund	\$ 134,903	\$ 134,903	\$ 134,903		
Federated Investors	Federated Mini-Cap Fund		\$ 264,033	\$ 310,885	\$ 264,033	\$(46,852)
Federated Investors	Federated Max-Cap Fund	\$ 353,301		\$ 353,301	\$ 353,301	
Federated Investors	Federated Max-Cap Fund		\$ 520,136	\$ 440,693	\$ 520,136	\$ 79,443
Federated Investors	Federated Max-Cap Fund		\$ 397,032	\$ 331,480	\$ 397,032	\$ 65,552

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

SCHEDULE OF REPORTABLE TRANSACTIONS

ITEM 27d OF FORM 5500

YEAR ENDED DECEMBER 31, 1998

EMPLOYER IDENTIFICATION NUMBER: 58-0678148 PLAN NUMBER: 334

<TABLE>
 <CAPTION>

IDENTITY OF PARTY INVOLVED	DESCRIPTION OF ASSET	PURCHASE PRICE	CURRENT VALUE OF ASSET NET		ON TRANSACTION ASSET DATE	GAIN (LOSS)
			SELLING PRICE	COST OF PRICE		
<S> PIMCO	<C> PIMCO Total Return	<C> \$ 231,982	<C>	<C> \$ 231,982	<C> \$ 231,982	
PIMCO	PIMCO Total Return		\$ 259,208	\$ 247,386	\$ 259,208	\$ 11,822
PIMCO	PIMCO Total Return		\$ 226,711	\$ 216,684	\$ 226,711	\$ 10,027
PIMCO	PIMCO Total Return		\$ 203,423	\$ 194,958	\$ 203,423	\$ 8,465
	Peoples S&P Midcap Fund	\$ 57,000		\$ 57,000	\$ 57,000	
	Peoples S&P Midcap Fund		\$ 230,331	\$ 223,637	\$ 230,331	\$ 6,694
Putnam Investments	Putnam Asset Allocation: Balanced Portfolio	\$ 227,518		\$ 227,518	\$ 227,518	
Putnam Investments	Putnam Asset Allocation: Balanced Portfolio	\$ 335,408		\$ 335,408	\$ 335,408	
Putnam Investments	Putnam Asset Allocation: Conservative Portfolio	\$ 266,136		\$ 266,136	\$ 266,136	
Putnam Investments	Putnam Asset Allocation: Growth Portfolio	\$ 1,246,963		\$ 1,246,963	\$ 1,246,963	
Putnam Investments	Putnam Asset Allocation: Growth Portfolio	\$ 434,426		\$ 434,426	\$ 434,426	

</TABLE>

THE CROWN CRAFTS, INC. 401(k) RETIREMENT SAVINGS PLAN

SCHEDULE OF REPORTABLE TRANSACTIONS

ITEM 27d OF FORM 5500

YEAR ENDED DECEMBER 31, 1998

EMPLOYER IDENTIFICATION NUMBER: 58-0678148 PLAN NUMBER: 334

<TABLE>
 <CAPTION>

CURRENT VALUE

IDENTITY OF PARTY INVOLVED	DESCRIPTION OF ASSET	PURCHASE PRICE	OF ASSET SELLING PRICE	NET COST OF PRICE	ON TRANSACTION ASSET	DATE	GAIN (LOSS)
<S>	<C>	<C>	<C>	<C>	<C>	<C>	
Putnam Investments	Putnam Asset Allocation: Growth Portfolio	\$ 332,979	\$ 332,979	\$ 323,979			
Putnam Investments	Putnam New Opportunities Fund		\$ 1,348,012	\$ 1,348,012	\$ 1,348,012		
Putnam Investments	Putnam New Opportunities Fund		\$ 247,641	\$ 247,641	\$ 247,641		
Putnam Investments	Stable Value Fund	\$ 524,983	\$ 524,983	\$ 524,983			

</TABLE>

20

SIGNATURES

The Plan. Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees (or other persons who administer the employee benefit plan) have duly caused this annual report to be signed on its behalf by the undersigned hereunto duly authorized.

CROWN CRAFT, INC. 401(k)
RETIREMENT SAVINGS PLAN

By: /s/ DAVID S. FRASER

David S. Fraser

By: /s/ ROGER D. CHITTUM

Roger D. Chittum

By: /s/ BONNIE WASDIN

Bonnie Wasdin

Date: July 30, 1999

(Each Member of the Administrative
Committee appointed under and
Pursuant to the Crown Crafts, Inc.
401(k) Retirement Savings Plan)

CONSENT OF INDEPENDENT ACCOUNTANTS

We consent to the incorporation by reference in the Registration Statement (Form S-8 No. 33-64499) pertaining to The Crown Crafts, Inc. 401(k) Retirement Savings Plan of our report dated July 9, 1999, with respect to the financial statements and schedules of The Crown Crafts, Inc. 401(k) Retirement Savings Plan included in this Annual Report (Form 11-K) for the year ended December 31, 1998.

July 30, 1999

JOSEPH DECOSIMO AND COMPANY
A GEORGIA LIMITED LIABILITY PARTNERSHIP