

SECURITIES AND EXCHANGE COMMISSION
Washington D.C. 20549

FORM 8-K

Current Report

Pursuant to Section 13 or 15(d) of the
Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): January 27, 1998

ETHAN ALLEN INTERIORS INC.
(Exact name of registrant as specified in its charter)

Delaware (State or other jurisdiction of incorporation)	1-11806 (Commission File Number)	06-1275288 (I.R.S. Employer Identification No.)
---	-------------------------------------	---

Ethan Allen Drive Post Office Box 1966 Danbury, Connecticut (Address of principal executive offices)	06813-1966 (Zip Code)
---	--------------------------

Registrant's telephone number, including area code: (203) 743-8000

Not Applicable
(Former name or former address, if changed since last report)

INFORMATION TO BE INCLUDED IN REPORT

Item 1. Changes in Control of Registrant.

Not Applicable.

Item 2. Acquisition or Disposition of Assets.

Not Applicable.

Item 3. Bankruptcy or Receivership.

Not Applicable.

Item 4. Changes in Registrant's Certifying Accountant.

Not Applicable.

Item 5. Other Events.

On January 27, 1998, the Board of Directors of Ethan Allen Inc. ("Company"), the wholly-owned subsidiary of Ethan Allen Interiors Inc., approved the redemption ("Redemption"), on March 15, 1998 ("Redemption Date"), of all of the Company's outstanding 8 3/4% Senior Notes Due 2001 ("Notes"). Each \$1,000 principal amount of Notes will be redeemed for \$1058.33 ("Redemption Amount") in cash, which includes a redemption premium of \$14.58 and accrued interest of \$43.75. The Redemption Amount, as a percentage of the principal amount of the Notes, is 101.458%. The principal amount of the outstanding Notes to be redeemed is \$52,404,000. No amounts will be paid to the holders of the Notes prior to the Redemption Date. The principal amount of Notes held by the Company is \$22,596,000, all of which will be retired on the Redemption Date. The Notes were issued pursuant to an Indenture ("Indenture"), dated as of March 23, 1993 and amended March 23, 1995, between the Company and The First National Bank of Boston (now known as BankBoston, N.A.).

State Street Bank and Trust Company in New York City, the Successor Trustee under the Indenture, will act as paying agent in connection with the Redemption.

Notice of the Redemption was given to the New York Stock Exchange on January 27, 1998 and a press release was issued on the same date. The terms of the Redemption are further described in the press release attached as an exhibit hereto.

2

Item 6. Resignations of Registrant's Directors.

Not Applicable.

Item 7. Financial Statements, Pro Forma Financial Information and Exhibits.

Not Applicable.

Item 8. Change in Fiscal Year.

Not Applicable.

Item 9. Sales of Equity Securities Pursuant to Regulation S.

Not Applicable.

3

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

ETHAN ALLEN INTERIORS INC.

Date: February 11, 1998

By: /s/ M. Farooq Kathwari

Name: M. Farooq Kathwari
Title: Chairman, President and
Chief Executive Officer

EXHIBIT INDEX

Exhibit Number	Description
- -----	-----
99	Press release issued by the Company

ETHAN
ALLEN
NEWS RELEASE

For immediate release
- -----

Contact: Ed Schade
Ethan Allen Interiors Inc.
(203) 743-8294

ETHAN ALLEN INC.
ANNOUNCES REDEMPTION OF
8 3/4% SENIOR NOTES DUE 2001

DANBURY, CT, January 27, 1998 -- Ethan Allen Interiors Inc. (NYSE:ETH), today announced that its wholly owned subsidiary, Ethan Allen Inc., is calling all of its outstanding 8 3/4% Senior Notes Due 2001 for redemption on March 15, 1998. Each \$1,000 principal amount of the Senior Notes will be redeemed for \$1,058.33 in cash, which includes a redemption premium of \$14.58 and accrued interest of \$43.75. Approximately \$52.4 million principal amount of the Senior Notes is presently outstanding.

State Street Bank and Trust Company, 61 Broadway, New York, New York 10006 will act as the paying agent.

"Over the past few years we have made progress in both the manufacturing and retail sides of our business," commented M. Farooq Kathwari, Chairman and Chief Executive Officer of Ethan Allen Interiors Inc. "Because of our strong operating results and cash flow, we believe that it makes good business sense to redeem the 8 3/4% Senior Notes at this point in time."

Ethan Allen Interiors Inc., a leading manufacturer and retailer of quality home furnishings, sells a full range of furniture products and decorative accents through an exclusive retail network of 306 retail stores, 65 of which are Company-owned. Retail stores are located in the United States, Canada and Mexico with 20 located abroad. Ethan Allen has 21 manufacturing facilities and 3 sawmills throughout the United States. Ethan Allen can be found on the internet at <http://www.ethanallen.com>.

###