

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) June 2, 1995

CULP, INC.

(Exact name of registrant as specified in its charter)

North Carolina	0-12781	56-1001967
(State or other jurisdiction of incorporation)	(Commission File No.)	(IRS Employer Identification No.)

101 South Main Street
High Point, North Carolina 27260
(Address of principal executive offices)
(910) 889-5161
(Registrant's telephone number, including area code)

(Former name or former address, if changed since last report)

Item 5. Other Events

See Press Release related to fourth quarter earnings dated June 2,
1995 (attached).

See Financial Information Release (attached).

SIGNATURES

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

CULP, INC.
(Registrant)

By: Franklin N. Saxon
Franklin N. Saxon
Vice President and
Chief Financial Officer

By: Stephen T. Hancock

Stephen T. Hancock
General Accounting Manager

Dated: June 2, 1995

CULP, INC. FINANCIAL INFORMATION RELEASE
CONSOLIDATED INCOME STATEMENTS
FOR THE THREE MONTHS & YEARS ENDED APRIL 30, 1995 AND MAY 1, 1994

(Amounts in Thousands, Except for Per Share Data)

	THREE MONTHS ENDED (UNAUDITED)			Percent of Sales	
	Amounts	May 1 1994	% Over (Under)	1995	1994
	April 30, 1995				
Net sales	85,441	77,232	10.6 %	100.0 %	100.0 %
Cost of sales	69,039	62,491	10.5 %	80.8 %	80.9 %
Gross profit	16,402	14,741	11.3 %	19.2 %	19.1 %
Selling, general and administrative expenses	9,205	8,455	8.9 %	10.8 %	10.9 %
Income from operations	7,197	6,286	14.5 %	8.4 %	8.1 %
Interest expense	1,374	884	55.4 %	1.6 %	1.1 %
Interest income	(3)	(23)	(87.0)%	(0.0)%	(0.0)%
Other expense (income), net	470	425	10.6 %	0.6 %	0.6 %
Income before income taxes	5,356	5,000	7.1 %	6.3 %	6.5 %
Income taxes *	1,931	1,800	7.3 %	36.1 %	36.0 %
Net income	3,425	3,200	7.0 %	4.0 %	4.1 %
Average shares outstanding	11,205	11,174	0.3 %		
Income per share	\$0.31	\$0.29	6.9 %		
Dividends per share	\$0.025	\$0.020	25.0 %		

	YEARS ENDED (AUDITED)			Percent of Sales	
	Amounts	May 1, 1994	% Over (Under)	1995	1994
	April 30, 1995				
Net sales	308,026	245,049	25.7 %	100.0 %	100.0 %
Cost of sales	253,345	202,426	25.2 %	82.2 %	82.6 %
Gross profit	54,681	42,623	28.3 %	17.8 %	17.4 %
Selling, general and administrative expenses	33,432	27,858	20.0 %	10.9 %	11.4 %
Income from operations	21,249	14,765	43.9 %	6.9 %	6.0 %
Interest expense	4,715	2,515	87.5 %	1.5 %	1.0 %
Interest income	(64)	(79)	(19.0)%	(0.0)%	(0.0)%
Other expense (income), net	1,082	350	**	0.4 %	0.1 %
Income before income taxes	15,516	11,979	29.5 %	5.0 %	4.9 %
Income taxes *	5,741	4,314	33.1 %	37.0 %	36.0 %
Net income	9,775	7,665	27.5 %	3.2 %	3.1 %
Average shares	11,203	11,076	1.1 %		
Income per share	\$0.87	\$0.69	26.1 %		
Dividends per share	\$0.10	\$0.08	25.0 %		

* Percent of sales column is calculated as a % of income before income taxes.

** Measurement is not meaningful.

CULP, INC. FINANCIAL INFORMATION RELEASE
CONSOLIDATED BALANCE SHEETS
APRIL 30, 1995 AND MAY 1, 1994

(Audited, Amounts in Thousands)

	Amounts		Increase (Decrease)	
	April 30, 1995	May 1, 1994	Dollars	Percent
Current assets				
Cash and cash investments	1,393	2,693	(1,300)	(48.3)%
Accounts receivable	44,252	36,743	7,509	20.4%
Inventories	45,771	36,596	9,175	25.1%
Other current assets	3,194	2,227	967	43.4%
Total current assets	94,610	78,259	16,351	20.9%
Restricted investments	795	2,923	(2,128)	(72.8)%
Property, plant & equipment, net	75,805	64,004	11,801	18.4%
Goodwill	22,600	18,706	3,894	20.8%
Other assets	1,189	1,056	133	12.6%
Total assets	194,999	164,948	30,051	18.2%
Current Liabilities				
Current maturities of long-term debt	11,555	3,050	8,505	278.9%
Accounts payable	32,250	28,466	3,784	13.3%
Accrued expenses	11,532	8,158	3,374	41.4%
Income taxes payable	661	636	25	3.9%
Total current liabilities	55,998	40,310	15,688	38.9%
Long-term debt	62,187	58,512	3,675	6.3%
Deferred income taxes	5,418	3,477	1,941	55.8%
Total liabilities	123,603	102,299	21,304	20.8%
Shareholders' equity	71,396	62,649	8,747	14.0%
Total liabilities and stockholders' equity	194,999	164,948	30,051	18.2%
Shares outstanding	11,205	11,177	28	0.2%

** Measurement is not meaningful.

CULP, INC. FINANCIAL INFORMATION RELEASE
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED APRIL 30, 1995 AND MAY 1, 1994
(Audited, Amounts in Thousands)

	YEARS ENDED	
	Amounts	
	April 30, 1995	May 1, 1994
Cash flows from operating activities:		
Net income	9,775	7,665
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation	11,257	8,497
Amortization of intangible assets	628	344
Provision for deferred income taxes	1,373	1,118
Changes in assets and liabilities:		
Accounts receivable	(5,515)	(1,839)
Inventories	(7,281)	(4,330)
Other current assets	(310)	(304)
Other assets	(518)	(389)
Accounts payable	2,319	7,023
Accrued expenses	2,180	539
Income taxes payable	25	(401)
Net cash provided by (used in) operating activities	13,933	17,923
Cash flows from investing activities:		
Capital expenditures	(18,058)	(16,764)
Purchases of restricted investments	(57)	(3,593)
Proceeds from sale of restricted investments	2,185	670
Businesses acquired	(10,455)	(38,205)
Net cash provided by (used in) investing activities	(26,385)	(57,892)
Cash flows from financing activities:		
Proceeds from issuance of long-term debt	23,455	49,203
Principal payments on long-term debt	(11,275)	(14,223)
Net increase (decrease) in bank overdrafts	0	0
Dividends paid	(1,120)	(887)
Proceeds from sale of common stock	92	1,350
Net cash provided by (used in) financing activities	11,152	35,443
Increase (decrease) in cash and cash investments	(1,300)	(4,526)
Cash and cash investments at beginning of period	2,693	7,219
Cash and cash investments at end of period	1,393	2,693

CULP, INC. FINANCIAL INFORMATION RELEASE
FINANCIAL ANALYSIS
APRIL 30, 1995

	FISCAL 94 Q4	Q1	FISCAL 95 Q2	Q3	Q4
INVENTORIES					
Inventory turns	6.6	5.8	6.2	6.0	6.1
RECEIVABLES					
Days sales in receivables	43	42	50	44	47
Percent current & less than 30 days past due (Trade only)	99.0%	98.5%	99.4%	98.9%	98.7%
WORKING CAPITAL					
Current ratio	1.9	2.3	2.0	2.1	1.7
Working capital turnover	5.7	5.7	5.8	5.5	5.6
Working capital	\$37,949	\$43,164	\$42,964	\$46,399	\$38,612
Working capital as a % of sales	12.3%	16.3%	13.7%	14.9%	11.3%
PROPERTY, PLANT & EQUIPMENT					
Depreciation rate	9.2%	8.9%	8.8%	9.2%	9.0%
Percent property, plant & equipment are depreciated	43.3%	43.6%	44.0%	45.0%	43.6%
Capital expenditures	\$16,764 (1)	\$5,153	\$5,031	\$3,422	\$3,481
PROFITABILITY					
Net profit margin	4.1%	2.2%	3.6%	2.7%	4.0%
Gross profit margin	19.1%	16.7%	18.1%	16.7%	19.2%
Operating income margin	8.1%	5.3%	7.4%	6.1%	8.4%
SG & A expenses/net sales	10.9%	11.4%	10.7%	10.7%	10.8%
Return on beginning capital employed	15.8%	4.8%	9.2%	6.9%	11.3%
Return on beginning equity	23.5%	9.3%	17.9%	13.4%	21.9%
Earnings per share	\$0.29	\$0.13	\$0.25	\$0.19	\$0.31
LEVERAGE (3)					
Interest & dividend coverage	5.0	2.5	4.0	3.2	4.1
Total liabilities/equity	158.6%	154.1%	166.1%	160.1%	172.0%
Long-term debt/equity	88.7%	97.0%	93.1%	93.9%	86.0%
Funded debt/equity	93.6%	104.0%	102.1%	102.9%	102.2%
Funded debt/capital employed	48.3%	51.0%	50.5%	50.7%	50.5%
Funded debt	\$58,639	\$66,493	\$67,846	\$70,209	\$72,947
Funded debt/EBITDA (LTM)	3.97	2.55	2.28	2.26	2.28
OTHER					
Book value per share	\$5.60	\$5.70	\$5.93	\$6.09	\$6.37
Employees at quarter end	2,537	2,579	2,604	2,656	2,762
Sales per employee (annualized)	\$124,000	\$104,000	\$121,000	\$118,000	\$126,000
Capital employed (3)	\$121,288	\$130,405	\$134,277	\$138,460	\$144,343
Effective income tax rate	36.0%	37.0%	37.8%	37.5%	36.1%
EBITDA (2)	\$8,681	\$6,112	\$8,500	\$7,523	\$9,917
EBITDA/net sales	11.2%	9.2%	10.8%	9.7%	11.6%

(1) Expenditures for entire year

(2) Earnings before interest, income taxes, and depreciation & amortization.

(3) Total liabilities, long-term debt, funded debt and capital employed are all net of restricted investments.

CULP, INC. FINANCIAL INFORMATION RELEASE
 SALES BY BUSINESS UNIT
 FOR THREE MONTHS AND YEARS ENDED APRIL 30, 1995
 AND MAY 1, 1994

(Amounts in thousands)

THREE MONTHS ENDED (UNAUDITED)

Business Units	Amounts		% Over (Under)	Percent of Total Sales	
	April 30, 1995	May 1, 1994		1995	1994
Upholstery Fabrics					
Flat Wovens					
Existing Culp	21,738	21,127	2.9 %	25.4 %	27.4 %
Rossville/Chromatex	16,470	16,717	(1.5)%	19.3 %	21.6 %
	38,208	37,844	1.0 %	44.7 %	49.0 %
Velvets/Prints					
	31,413	27,916	12.5 %	36.8 %	36.1 %
	69,621	65,760	5.9 %	81.5 %	85.1 %
Mattress Ticking					
	15,820	11,472	37.9 %	18.5 %	14.9 %
	85,441	77,232	10.6 %	100.0 %	100.0 %

YEARS ENDED (AUDITED)

Business Units	Amounts		% Over (Under)	Percent of Total Sales	
	April 30, 1995	May 1, 1994		1995	1994
Upholstery Fabrics					
Flat Wovens					
Existing Culp	85,125	78,317	8.7 %	27.6 %	32.0 %
Rossville/Chromatex	63,765	31,047	N/A	20.7 %	N/A
	148,890	109,364	36.1 %	48.3 %	44.6 %
Velvets/Prints					
	106,803	97,036	10.1 %	34.7 %	39.6 %
	255,693	206,400	23.9 %	83.0 %	84.2 %
Mattress Ticking					
	52,333	38,649	35.4 %	17.0 %	15.8 %
	308,026	245,049	25.7 %	100.0 %	100.0 %

CULP, INC. FINANCIAL INFORMATION RELEASE
EXPORT SALES BY GEOGRAPHIC AREA
FOR THREE MONTHS AND YEARS ENDED APRIL 30, 1995
AND MAY 1, 1994

(Amounts in thousands)

THREE MONTHS ENDED (UNAUDITED)

Geographic Area	Amounts		% Over (Under)	Percent of Total Sales	
	April 30, 1995	May 1, 1994		1995	1994
North America (Excluding USA)	4,681	4,051	15.6 %	24.5 %	28.2 %
Europe	5,872	5,376	9.2 %	30.7 %	37.4 %
South America	574	331	73.4 %	3.0 %	2.3 %
Far East & Asia	2,838	1,716	65.4 %	14.9 %	12.0 %
Middle East	1,547	545	183.9 %	8.1 %	3.8 %
All other areas	3,588	2,346	52.9 %	18.8 %	16.3 %
	19,100	14,365	33.0 %	100.0 %	100.0 %

YEARS ENDED (AUDITED)

Geographic Area	Amounts		% Over (Under)	Percent of Total Sales	
	April 30, 1995	May 1, 1994		1995	1994
North America (Excluding USA)	14,024	12,128	15.6 %	25.0 %	27.5 %
Europe	18,579	17,334	7.2 %	33.1 %	39.4 %
South America	2,213	1,248	77.3 %	3.9 %	2.8 %
Far East & Asia	8,838	5,529	59.8 %	15.8 %	12.5 %
Middle East	5,986	1,740	244.0 %	10.7 %	4.0 %
All other areas	6,459	6,059	6.6 %	11.5 %	13.8 %
	56,099	44,038	27.4 %	100.0 %	100.0 %

CULP, INC. FINANCIAL INFORMATION RELEASE
FINANCIAL NARRATIVE

for the three and twelve month periods ended April 30, 1995

INCOME STATEMENT COMMENTS

(Bullet) NET SALES - Upholstery fabric sales increased 5.9% to \$69.6 million and mattress ticking sales increased 37.9% to \$15.8 million for the quarter. All business units [Flat Wovens (includes Rossville/Chromatex), Mattress Ticking and Velvets/Prints] reported sales gains for the quarter, including a strong increase in Mattress Ticking. Comments on current backlogs and incoming order rates versus last year are as follows: Mattress Ticking - up significantly; Flat Wovens - down significantly overall, with strength in the Rossville doobby product line and significant weakness in the Culp doobby line ; and in Velvets/Prints - up slightly, with particular strength in the wet prints product line. While sales and profitability of the Velvets/Prints business unit continued to be below target levels in the fourth quarter, results were improved from the first and second quarters.

Export sales were up 33.0% for the quarter and 27.4% for the twelve months, with strength in all areas. Sales into Europe were up 9.2% for the quarter, a continuation of the positive trend that began in the second quarter. The majority of the export growth is coming from the Flat Wovens (including Rossville/Chromatex) business unit, with particular strength in the jacquard product lines. The outlook for export sales gains remains good.

The U.S. residential furniture industry has softened considerably during the last several months, and is finally affecting our U.S. upholstery fabric business, particularly in the Flat Woven business unit. The company believes this softening is temporary and that business will be significantly better, beginning with our second fiscal quarter. The trend of interest rates has clearly turned downward, with mortgage rates becoming much more attractive.

(Bullet) GROSS PROFIT - The gross profit increase of 11.3% for the quarter reflects a continuation of the significant improvement from Mattress Ticking and slight improvements in Velvets/Prints and Flat Wovens. In the first quarter of fiscal 1996, overall gross profit margins will be affected by the sales weakness in our Flat Wovens business unit, the significant sales gains in the Mattress Ticking business unit (including products out of Rayonese) and moderate sales gains in the Velvets/Prints business unit.

(Bullet) S,G & A EXPENSES - S,G&A expenses for the quarter were down as a percentage of sales to 10.8% from 10.9% and for the year were down to 10.9% from 11.4%.

(Bullet) INTEREST EXPENSE - The increase for the quarter is due to additional borrowings related to the Rayonese acquisition, capital expenditures and higher levels of working capital necessary to support sales growth, and to higher interest rates. During April and May 1995, the company entered into two interest rate swap agreements that effectively provide for (1) a fixed rate of 7.34% for five years on \$15.0 million of its bank borrowings; and (2) a fixed rate of 6.85% for seven years on \$5.0 million of its bank borrowings.

(Bullet) OTHER EXPENSE (INCOME), NET - This expense includes several items: amortization related to the Rossville/Chromatex and Rayonese goodwill (\$500,000); amortization of debt issue costs (\$126,000); and other miscellaneous items.

(Bullet) INCOME TAXES - The effective tax rate for the year increased slightly due to the higher level of pretax income.

(Bullet) EBITDA - EBITDA for the quarter increased \$1.2 million, or 14.2%, from last year's fourth quarter, and represented 11.6% of net sales compared with 11.2% of net sales last year.

CULP, INC. FINANCIAL INFORMATION RELEASE
 FINANCIAL NARRATIVE - continued
 for the three and twelve month periods ended April 30, 1995

BALANCE SHEET COMMENTS

(Bullet) RESTRICTED INVESTMENTS - Restricted Investments reflect unspent Industrial Revenue Bond (IRB) funds. As the funds are spent on the capital projects, these restricted investments are reduced. The remaining balance will be drawn down in the first quarter of fiscal 1996.

(Bullet) PROPERTY, PLANT AND EQUIPMENT, NET - Capital expenditures were \$18.1 million and depreciation expense was \$11.3 million for the twelve months. For fiscal 1996, the capital budget is \$10.0 million. Of this total, \$2.5 million of capital expenditures relates to Rayonese. Depreciation expense for fiscal 1996 is expected to be approximately \$13.5.

(Bullet) LONG-TERM DEBT - At April 30, 1995, the company had \$15.8 million in IRB borrowings, \$10.0 million in borrowings under its revolving credit facility, \$41.5 million in a term facility, \$1.0 million in a subordinated note payable and \$5.5 million in a convertible note payable. The current maturities of \$11.6 includes \$6.0 million repayment of the term loan, \$100,000 repayment of IRBs and \$5.5 million of the convertible note payable because the note is callable by the holder, beginning March 6, 1996.

(Bullet) RAYONESE TEXTILE INC. PURCHASE - On March 6, 1995, the company completed the acquisition of Rayonese Textile Inc. ("Rayonese"). (See Form 8-K, dated December 23, 1994, for more detailed information about the purchase.) The transaction has a preliminary estimated value of approximately \$10.5 million and includes the purchase of 100% of the Rayonese common stock and the assumption of Rayonese's funded debt. The acquisition will be accounted for as a purchase, and accordingly, the purchase price will be allocated to the assets acquired and liabilities assumed based on their estimated fair values at the date of acquisition. The preliminary estimated fair values of assets and retained liabilities acquired are summarized below:

(dollars in thousands)	March 6, 1995
Accounts receivable, net	\$ 1,994
Inventories	1,894
Other current assets	89
Property, plant and equipment	5,000
Goodwill	4,137
Accounts payable and accrued liabilities	<2,659>
	\$ 10,455

The operating results of this acquisition are included in the company's results of operations from the date of acquisition.

(Culp logo appears here)

NEWS RELEASE

Contact:
Frank Saxon
Vice President
Chief Financial Officer

FOR IMMEDIATE RELEASE

CULP REPORTS RECORD SALES AND EARNINGS FOR FISCAL 1995

EARNINGS UP FOR SIXTH CONSECUTIVE YEAR

HIGH POINT, North Carolina (June 2, 1995---Culp, Inc. (Nasdaq/NM:CULP) today reported record sales and earnings for the fourth quarter and fiscal year ended April 30, 1995.

Net sales for the quarter increased 11% to \$85.4 million compared with \$77.2 million a year ago. Net income for the quarter rose 7% to \$3.4 million, or \$0.31 per share, compared with \$3.2 million, or \$0.29 per share, in the fourth quarter of fiscal 1994.

For the 1995 fiscal year, net sales totaled \$308.0 million, up 26% from \$245.3 million in fiscal 1994. Net income for the year rose 28% to \$9.8 million, or \$0.87 per share, up from \$7.7 million, or \$0.69 per share, in fiscal 1994.

"Fiscal 1995 marked a solid return on the strategic actions we have taken over the past several years to achieve a superior performance," said Robert G. Culp, III, chief executive officer. "Each quarter during the year included record sales and earnings for the respective periods. We are especially pleased that this accomplishment included not only positive contributions from acquired operations but also sound gains in our existing product categories."

Culp continued, "For the year as a whole, sales of mattress ticking and exports of upholstery fabrics were especially strong. The inclusion of the Rossville/Chromatex division for a full year provided particular impetus to the year-to-year gains. Our most recent acquisition, Rayonese Textile, was included for most of the fourth quarter; and that incremental business aided growth in the final period.

"We recognize that reaching new highs in sales and earnings for fiscal 1995 was helped by strong retail demand for home furnishings. More recent industry reports confirm that a slowing has developed in consumer purchases of furniture. This pattern, and the concern that this trend may persist for several quarters, has caused furniture manufacturers to become more cautious about forward commitments. We experienced tangible evidence

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of this industry-wide slowdown in the fourth quarter, and this softness in incoming orders has carried over into the early part of fiscal 1996."

Culp concluded, "It is interesting that similar concern was present a year ago when we released the financial results for fiscal 1994. The apparent slowing in consumer spending, in part due to rising interest rates, proved temporary. Although the current environment is affecting our short-term results, our fundamental approach continues to be positioning Culp strongly as a leading supplier of fabrics for the home furnishings industry. We have maintained a sound financial position while investing the funds necessary to build competitive leadership and pursuing attractive acquisitions. Acknowledging the near-term uncertainty that exists, we remain confident about the company's longer term prospects."

Culp, Inc. is a leading manufacturer and marketer of fabrics for the furniture, bedding and institutional furnishings markets.

CULP, INC.
Condensed Financial Highlights

	Three Months Ended	
	April 30, 1995	May 1 1994
Net Sales	\$ 85,441,000	\$ 77,232,000
Net Income	3,425,000	3,200,000
Earnings per share	\$ 0.31	\$ 0.29

	Fiscal Year Ended	
	April 30, 1995	May 1 1994
Net Sales	\$ 308,026,000	\$ 245,049,000
Net Income	9,775,000	7,665,000
Earnings per share	\$ 0.87	\$ 0.69

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