

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

() Check this box if no longer subject to Section 16.
 Form 4 or Form 5 obligations may continue. See Instructions 1(b).

- Name and Address of Reporting Person
 MURPHY, MICHAEL E
 20 SOUTH CLARK STREET SUITE 2222
 CHICAGO, IL 60603
 USA
- Issuer Name and Ticker or Trading Symbol
 BASSETT FURNITURE INDUSTRIES, INC.
 BSET
- IRS or Social Security Number of Reporting Person (Voluntary)
- Statement for Month/Year
 July 9, 2001
- If Amendment, Date of Original (Month/Year)
- Relationship of Reporting Person(s) to Issuer (Check all applicable)
 (X) Director () 10% Owner () Officer (give title below) () Other
 (specify below)
- Individual or Joint/Group Filing (Check Applicable Line)
 (X) Form filed by One Reporting Person
 () Form filed by More than One Reporting Person

Table I -- Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security	2. Transaction Date	3. Code	4. Securities Acquired (A) or Disposed of (D)			5. Amount of Securities Beneficially Owned at End of Month	6. Direct (D) or Indirect (I)	7. Nature of Indirect Beneficial Ownership
			Amount	A/D	Price			
COMMON STOCK	6-22-01	G*	V	4,980	D	0	D	
	6-22-01	G*	V	4,980	A	4,980	I	LIMITED PARTNERSHIP
*SHARES TRANSFERRED FROM DIRECT OWNERSHIP TO								
LIMITED PARTNERSHIP IN WHICH REPORTING PERSON & SPOUSE								
ARE GENERAL PARTNERS.								

Table II -- Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Derivative Security	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date	4. Code	5. Number of Derivative Securities Acquired (A) or Disposed of (D)	6. Date Exercisable and Expiration Date	7. Title and Amount of Underlying Securities	8. Price of Derivative Security	9. Number of Derivative Securities Beneficially Owned at End of Month	10. Direct (D) or Indirect (I)	11. Nature of Indirect Beneficial Ownership
*OPTION (RIGHT TO BUY)	27.75				5-07-98 11-06-07	COMMON 2,500		2,500	D	
*OPTION (RIGHT TO BUY)	30.75				10-01-98 3-31-08	COMMON 1,000		1,000	D	
*OPTION (RIGHT TO BUY)	23.00				10-01-99 3-31-09	COMMON 1000		1000	D	
*OPTION (RIGHT TO BUY)	14.00				10-03-00 4-02-10	COMMON 1000		1000	D	
*OPTION (RIGHT TO BUY)	12.5625				10-02-01 4-01-11	COMMON 1000		1000	D	

Explanation of Responses:
 *GRANTED UNDER THE 1993 STOCK PLAN FOR NON-EMPLOYEE DIRECTORS.
 SIGNATURE OF REPORTING PERSON
 MICHAEL E MURPHY
 DATE
 JULY 9, 2001