

FRIEDMANS INC  
Form 4  
April 22, 2005

**FORM 4**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

OMB APPROVAL

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

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
**HARBERT DISTRESSED INVESTMENT MASTER FUND LTD**

(Last) (First) (Middle)

**C/O INTERNATIONAL FUND SERVICES, THIRD FL BISHOP SQUARE REDMONDS HILL**

(Street)

**DUBLIN IRELAND, L2 00000**

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
**FRIEDMANS INC [FRDMQ]**

3. Date of Earliest Transaction (Month/Day/Year)  
**04/20/2005**

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

\_\_\_ Director \_\_\_X\_\_\_ 10% Owner  
\_\_\_ Officer (give title below) \_\_\_ Other (specify below)

6. Individual or Joint/Group Filing(Check Applicable Line)

\_\_\_ Form filed by One Reporting Person  
\_X\_ Form filed by More than One Reporting Person

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

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price
Common Stock	04/20/2005		P		292,500	A	\$ 1.19
					2,936,425 <sup>(1)</sup>	D	
Common Stock	04/20/2005		P		0	A	\$ 0
					2,936,425 <sup>(2)</sup>	I	
Common Stock	04/20/2005		P		7,500	A	\$ 1.19
					74,175 <sup>(3)</sup>	I	

By Harbert Distressed Investment Fund, Ltd.

By Alpha US Sub Fund VI, LLC

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Common Stock	04/20/2005		P	48,000	A	\$ 1.13	2,984,425 <sup>(1)</sup>	D	
									By Harbert Distressed Investment Master Fund, Ltd.
Common Stock	04/20/2005		P	0	A	\$ 0	2,984,425 <sup>(2)</sup>	I	
									By Alpha US Sub Fund VI, LLC
Common Stock	04/20/2005		P	2,000	A	\$ 1.13	76,175 <sup>(3)</sup>	I	
									By Harbert Distressed Investment Master Fund, Ltd.
Common Stock	04/20/2005		P	120,400	A	\$ 1.1	3,104,825 <sup>(1)</sup>	D	
									By Harbert Distressed Investment Master Fund, Ltd.
Common Stock	04/20/2005		P	0	A	\$ 0	3,104,825 <sup>(2)</sup>	I	
									By Alpha US Sub Fund VI, LLC
Common Stock	04/20/2005		P	3,100	A	\$ 1.1	79,275 <sup>(3)</sup>	I	
									By Alpha US Sub Fund VI, LLC
Common Stock	04/21/2005		P	219,400	A	\$ 1	3,324,225 <sup>(1)</sup>	D	
									By Harbert Distressed Investment Master Fund, Ltd.
Common Stock	04/21/2005		P	0	A	\$ 0	3,324,225 <sup>(2)</sup>	I	
									By Alpha US Sub Fund VI, LLC
Common Stock	04/21/2005		P	5,600	A	\$ 1	84,875 <sup>(3)</sup>	I	

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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(9-02)

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned**  
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities	8. Price of Derivative Security (Instr. 5)	9. Net Derivative Security Beneficially Owned
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Derivative Security	Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares	(Instr. 3 and 4)

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
HARBERT DISTRESSED INVESTMENT MASTER FUND LTD C/O INTERNATIONAL FUND SERVICES THIRD FL BISHOP SQUARE REDMONDS HILL DUBLIN IRELAND, L2 00000		X		
HMC DISTRESSED INVESTMENT OFFSHORE MANAGER LLC ONE RIVERCHASE PARKWAY SOUTH BIRMINGHAM, AL 35244		X		
HMC INVESTORS LLC ONE RIVERCHASE PARKWAY SOUTH BIRMINGHAM, AL 35244		X		
FALCONE PHILIP 555 MADISON AVE 16TH FLOOR NEW YORK, NY 10022		X		
HARBERT RAYMOND J ONE RIVERCHASE PARKWAY SOUTH BIRMINGHAM, AL 35244		X		
LUCE MICHAEL D ONE RIVERCHASE PARKWAY SOUTH BIRMINGHAM, AL 35244		X		

## Signatures

Harbert Distressed Investment Master Fund, Ltd., HMC Distressed Investment Offshore Manager, LLC, By: HMC Investors, LLC, Managing Member By: /s/ Joel B. Piassick 04/22/2005  
 \*\*Signature of Reporting Person Date

HMC Distressed Investment Offshore Manager, LLC, By: HMC Investors, LLC, Managing Member By: /s/ Joel Piassick 04/22/2005  
 \*\*Signature of Reporting Person Date

HMC Investors, LLC By: /s/ Joel Piassick 04/22/2005

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By: /s/ Philip Falcone	__Signature of Reporting Person	Date
		04/22/2005
By: /s/ Raymond J. Harbert	__Signature of Reporting Person	Date
		04/22/2005
By: /s/ Michael D. Luce	__Signature of Reporting Person	Date
		04/22/2005

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).
  - \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) These securities are owned by Harbert Distressed Investment Master Fund, Ltd., which is a Reporting Person.
- These securities may be deemed to be beneficially owned by HMC Distressed Investment Offshore Manager, L.L.C. ("HMC Management"), the investment manager of Harbert Distressed Investment Master Fund, Ltd., HMC Investors, L.L.C., its managing member ("HMC Investors"), Philip Falcone, a member of HMC Management and the portfolio manager of Harbert Distressed Investment
- (2) Master Fund, Ltd., Raymond J. Harbert, a member of HMC Investors, and Michael D. Luce, a member of HMC Investors. Each such Reporting Person disclaims beneficial ownership of the reported securities except to the extent of his or its pecuniary interest therein, and this report shall not be deemed an admission that such Reporting Person is the beneficial owner of the securities for purposes of Section 16 of the Securities Exchange Act of 1934, as amended, or for any other purpose.
- These securities may be deemed to be beneficially owned by HMC Investors, Philip Falcone, who is the portfolio manager of Alpha US Sub Fund VI, LLC, Raymond J. Harbert and Michael D. Luce. Each such Reporting Person disclaims beneficial ownership of the
- (3) reported securities except to the extent of his or its pecuniary interest therein, and this report shall not be deemed an admission that such Reporting Person is the beneficial owner of the securities for purposes of Section 16 of the Securities Exchange Act of 1934, as amended, or for any other purpose.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.