



SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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JUN 27 2002
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FORM 11-K

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934
For the fiscal year ended December 31, 2001,

OR

TRANSITIONAL REPORT PURSUANT TO SECTION 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934
For the transition period from _____ to _____.

Commission file number 1-1169

THE VOLUNTARY INVESTMENT PENSION PLAN FOR
HOURLY EMPLOYEES OF THE TIMKEN COMPANY
(Full title of the Plan)

THE TIMKEN COMPANY, 1835 Dueber Avenue, S.W., Canton, Ohio 44706
(Name of issuer of the securities held pursuant to the Plan
and the address of its principal executive office)

PROCESSED
JUL 08 2002
THOMSON
FINANCIAL

AUDITED FINANCIAL STATEMENTS AND SCHEDULE
Voluntary Investment Pension Plan for Hourly Employees
of The Timken Company
December 31, 2001 and 2000 and the Year ended December 31, 2001
with Report of Independent Auditors

Voluntary Investment Pension Plan for
Hourly Employees of The Timken Company

Audited Financial Statements and Schedule

December 31, 2001 and 2000 and the
Year ended December 31, 2001

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Report of Independent Auditors

The Timken Company, Administrator of the
Voluntary Investment Pension Plan for
Hourly Employees of The Timken Company

We have audited the accompanying statements of assets available for benefits of the Voluntary Investment Pension Plan for Hourly Employees of The Timken Company as of December 31, 2001 and 2000, and the related statement of changes in assets available for benefits for the year ended December 31, 2001. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States. 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 assets available for benefits of the Plan at December 31, 2001 and 2000, and the changes in its assets available for benefits for the year ended December 31, 2001, in conformity with accounting principles generally accepted in United States.

Our audits were performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying supplemental schedule of assets (held at end of year) as of December 31, 2001 is presented for purposes of additional analysis and is not a required part of the financial statements but is 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 schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in our audits of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Ernst & Young LLP
ERNST & YOUNG LLP

Canton, Ohio
June 21, 2002

Voluntary Investment Pension Plan for
Hourly Employees of The Timken Company

Statements of Assets Available for Benefits

	December 31	
	2001	2000
Assets		
Investments, at fair value	\$ 89,030,308	\$ 91,692,614
Receivables:		
Contribution receivable from participants	321,332	529,940
Accrued income	21,459	52,999
Total receivables	<u>342,791</u>	<u>582,939</u>
Assets available for benefits	<u>\$ 89,373,099</u>	<u>\$ 92,275,553</u>

See accompanying notes.

Voluntary Investment Pension Plan for
Hourly Employees of The Timken Company

Statement of Changes in Assets Available for Benefits

Year ended December 31, 2001

Additions

Interest and dividends	\$ 1,545,356
Contributions from participants	<u>7,449,928</u>
Total additions	<u>8,995,284</u>

Deductions

Benefits paid directly to participants	6,531,391
Net depreciation in fair value of investments	<u>5,301,552</u>
Total deductions	<u>11,832,943</u>

Net decrease prior to transfers	(2,837,659)
Transfers between plans	<u>(64,795)</u>
Net decrease	(2,902,454)

Assets available for benefits:

Beginning of year	<u>92,275,553</u>
End of year	<u><u>\$ 89,373,099</u></u>

See accompanying notes.

Voluntary Investment Pension Plan for Hourly Employees of The Timken Company

Notes to Financial Statements

December 31, 2001

1. Description of the Plan

The following description of the Voluntary Investment Pension Plan for Hourly Employees of The Timken Company (the Plan) provides only general information. Participants should refer to the *2000 401(k) Agreement Between The Timken Company and the United Steelworkers of America, AFL-CIO*, for a more complete description of the Plan's provisions.

General

The Plan is a defined contribution plan covering all employees of The Timken Company (the Company) who are represented by the United Steelworkers of America (USWA). Employees of the Company become eligible to participate in the Plan beginning the first month following completion of a 120 working day probationary period, provided that health care benefits have become effective. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Contributions

Each year, participants may contribute up to 18% of gross earnings, as defined in the Plan and amended in 2000, subject to IRS limitations (15% prior to January 14, 2000). Participants may also contribute amounts representing distributions from other qualified defined benefit or defined contribution plans. No Company contributions are provided under the Plan. Upon enrollment, a participant must direct his or her contribution in 5% increments to any of the Plan's fund options. Participants have access to their account information and the ability to make account transfers and contribution changes an unlimited number of times through an automated telecommunication system.

Participant Accounts

Each participant's account is credited with the participant's contributions and allocations of Plan earnings, and is charged administrative expenses, as appropriate. Allocations are based on participant earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's account.

Voluntary Investment Pension Plan for
Hourly Employees of The Timken Company

Notes to Financial Statements (continued)

1. Description of the Plan (continued)

Vesting

Participants vest immediately in their contributions plus actual earnings thereon.

Participant Notes Receivable

Participants may borrow from their accounts a minimum of \$1,000 up to a maximum of \$50,000 or 50% of their account balance. Loan terms cannot exceed four years. The loans are secured by the balance in the participant's account and bear interest at an interest rate of one percent in excess of the prime rate, as published the first business day of each month in the Wall Street Journal. Principal and interest are paid ratably through monthly payroll deductions.

Payment of Benefits

On termination of service, a participant may leave his or her assets in the Plan until age 70 ½, receive a lump-sum amount equal to the balance of his or her account, or elect to receive staggered installments over a fixed period of time.

Transfers Between Plans

Participants who change job positions within the Company and, as a result, are covered under a different defined contribution plan offered by the Company may transfer his or her account balance between Plans.

Plan Termination

The Plan shall continue in full force and effect until January 1, 2006, and for yearly periods thereafter unless either the Company or the USWA shall notify the other party in writing within 60 days before the termination date of the 401(k) agreement that they desire to terminate the agreement. The Plan may generally be amended by mutual consent of the Company and the USWA. In the event of Plan termination, the trustee shall distribute to each participant the amount standing to his or her credit in his or her separate account.

Voluntary Investment Pension Plan for
Hourly Employees of The Timken Company

Notes to Financial Statements (continued)

2. Accounting Policies

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting.

Investment Valuation and Income Recognition

The Plan's investments are stated at fair value. American Express Trust Company (the Trustee) maintains a collective investment trust of The Timken Company common stock in which the Company's defined contribution plans participate on a unit basis. The Timken Company common stock is traded on a national securities exchange and participation units in The Timken Company Common Stock Fund are valued at the last reported sales price on the last business day of the year. The valuation per unit of The Timken Company Stock Fund was \$9.11 and \$8.53 at December 31, 2001 and 2000, respectively.

The participation units owned by the Plan in the Trustee collective trust funds and mutual funds are valued at quoted market prices which represent the net asset values of shares held by the Plan at year end. The participant notes receivable are valued at their outstanding balances, which approximates fair 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.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Voluntary Investment Pension Plan for
Hourly Employees of The Timken Company

Notes to Financial Statements (continued)

3. Investments

During 2001, the Plan's investments (including investments purchased, sold, as well as held during the year) appreciated (depreciated) in fair value as determined by quoted market prices as follows:

	Net Appreciation (Depreciation) In Fair Value of Investments
Common stock of The Timken Company	\$ 1,362,846
Mutual funds	(1,102,635)
Collective trust funds	(5,561,763)
	\$ (5,301,552)

Investments that represent 5% or more of fair value of the Plan's net assets are as follows:

	2001	2000
The Timken Company Stock Fund	\$ 17,242,032	\$ 16,793,986
American Express Trust Equity Index Base Fund	42,231,105	51,330,157
American Express Trust U. S. Government Securities Fund I	12,721,437	10,318,792
American Express Trust AXP New Dimensions Fund*	-	4,972,444
American Express Trust Bond Fund	5,584,356	-

* Investment was less than 5% of fair value of the Plan's net assets at December 31, 2001.

Voluntary Investment Pension Plan for Hourly Employees of The Timken Company

Notes to Financial Statements (continued)

4. Income Tax Status

The Plan has received a determination letter from the Internal Revenue Service dated July 11, 1996, stating that the Plan is qualified under Section 401(a) of the Internal Revenue Code (the Code) and, therefore, the related trust is exempt from taxation. Once qualified, the Plan is required to operate in conformity with the Code to maintain its qualification. The Plan Administrator believes the Plan is being operated in compliance with the applicable requirements of the Code and, therefore, believes that the Plan is qualified and the related trust is tax-exempt.

5. Related Party Transactions

The following is a summary of transactions in common stock of The Timken Company for the year ended December 31, 2001:

	<u>Shares</u>	<u>Dollars</u>
Purchased	286,295	\$ 4,402,700
Issued to participants for payment of benefits	24,757	393,679
Dividends received		713,772

Benefits paid to participants include payments made in common stock of The Timken Company valued at quoted market prices at the date of distribution.

Certain legal and accounting fees and certain administrative expenses relating to the maintenance of participant records are paid by the Company. Fees paid during the year for other services rendered by parties-in-interest were based on customary and reasonable rates for such services.

6. Subsequent Event

Effective January 1, 2002, the Plan was amended to segregate the Timken Company Stock Fund into two components – a newly created Employee Stock Ownership Plan, or ESOP, and a Timken Stock Fund. The ESOP will contain all shares held in the Timken Company Stock Fund at December 31, 2001. Beginning January 1, 2002, employee and participant contributions will go into the Timken Stock Fund. At the end of each plan year, all contributions, reinvested dividends and any market gains or losses in the Timken Stock Fund will be transferred into the Timken ESOP. Participants may elect to have their vested dividends in the Timken ESOP distributed to them in cash or automatically reinvested in common stock of The Timken Company.

Voluntary Investment Pension Plan for
Hourly Employees of The Timken Company

EIN: 34-0577130 Plan Number: 019

Schedule H, Line 4i—Schedule of Assets
(Held at End of Year)

December 31, 2001

Identity of Issue, Borrower, Lessor or Similar Party	Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	Current Value
The Timken Company Stock Fund*	1,891,818 units	\$ 17,242,032
AXP New Dimensions Fund*	172,045 units	4,228,859
Templeton Foreign Fund	89,198 units	825,086
American Express Trust Company*:		
U.S. Government Securities Fund I	12,721,437 units	12,721,437
Bond Fund	82,906 units	5,584,356
Short-Term Horizon (25:75) Fund	5,955 units	107,711
Medium-Term Horizon (50:50) Fund	37,829 units	821,158
Long-Term Horizon (80:20) Fund	4,859 units	110,501
Small Cap Equity Index Fund II	85,754 units	1,230,233
Equity Index Base Fund	1,218,756 units	42,231,105
Participant notes receivable at interest rates ranging from 6.00% to 10.50%*	3,927,830 units	3,927,830
Total investments		<u>\$ 89,030,308</u>

* Indicates party-in-interest to the Plan.

SIGNATURES

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

THE VOLUNTARY INVESTMENT
PENSION PLAN FOR HOURLY
EMPLOYEES OF THE TIMKEN
COMPANY

Date: 6/20/02

By: Gene E. Little
Gene E. Little
Senior Vice President - Finance

Consent of Independent Auditors

We consent to the incorporation by reference in the Registration Statement (Form S-8 No. 333-52866) pertaining to the Voluntary Investment Pension Plan for Hourly Employees of The Timken Company of our report dated June 21, 2002, with respect to the financial statements and schedule of the Voluntary Investment Pension Plan for Hourly Employees of The Timken Company included in this Annual Report (Form 11-K) for the year ended December 31, 2001.

Ernst & Young LLP
ERNST & YOUNG LLP

Canton, Ohio
June 21, 2002