

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 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): October 17, 2001

SONOCO PRODUCTS COMPANY

Incorporated under the
laws of South Carolina

Commission File No. 0-516

I.R.S. Employer
Identification No.
57-0248420

North Second Street

Post Office Box 160

Hartsville, South Carolina 29551-0160

Telephone: 843-383-7000

Item 5. Other Events

Third Quarter Earnings

Please see Exhibit 99 for excerpts from the Registrant's 2001 third quarter earnings release.

Recent Acquisition

On October 25, 2001, the Company completed its previously announced all-cash purchase of privately-held Hayes Manufacturing Group Inc. Hayes Manufacturing manufactures paper-based tubes, cores and composite cans and is headquartered in Neenah, Wisconsin.

The purchase of Hayes, which had 2000 sales of approximately \$56 million, is expected to be slightly accretive to earnings in the first year.

Cautionary Statements

Statements included herein that are not historical in nature are intended to be, and are hereby identified as, "forward-looking statements" for purposes of the safe harbor provided by Section 21E of the Securities Exchange Act of 1934, as amended. Such forward-looking statements are based on current expectations, estimates and projections about the Company's industry, management's beliefs and certain assumptions made by management. Such information includes, without limitation, discussions as to estimates, expectations, beliefs, plans, strategies and objectives concerning the Company's future financial and operating performance.

These statements are not guarantees of future performance and are subject

to certain risks, uncertainties and assumptions that are difficult to predict. Therefore, actual results may differ materially from those expressed or forecasted in such forward-looking statements. Such risks and uncertainties include, without limitation availability and pricing of raw materials; success of new product development and introduction; ability to maintain or increase productivity levels; international, national and local economic and market conditions; ability to maintain market share; pricing pressures and demand for products; continued strength of the Company's paperboard-based tube, core and composite can operations; anticipated results of restructuring activities; ability to successfully integrate newly acquired businesses into the Company's operations; currency stability and the rate of growth in foreign markets; and actions of government agencies. Additional information concerning some of the factors that could cause materially different results is included in the Company's reports on Forms 10-K, 10-Q and 8-K filed with the Securities and Exchange Commission. Such reports are available from the Securities and Exchange Commission's public reference facilities and its Internet website or from the Company's investor relations department.

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Item 7. Financial Statements and Exhibits

Exhibit 99 Excerpts from Registrant's 2001 Third Quarter Earnings Release

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SIGNATURE

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.

SONOCO PRODUCTS COMPANY
(Registrant)

Date: October 29, 2001

By: /s/ F. T. Hill, Jr.

F. T. Hill, Jr.
Vice President and
Chief Financial Officer

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EXHIBIT INDEX

Exhibit 99

Excerpts from Registrant's 2001 Third Quarter Earnings Release

EXCERPTS FROM SONOCO PRODUCTS COMPANY'S
2001 THIRD QUARTER EARNINGS RELEASE

Hartsville, SC - - Sonoco (NYSE:SON) today reported earnings per diluted share, excluding one-time adjustments, of \$.41 for the third quarter of 2001, compared with \$.42 for the same period in 2000 and in line with previous Company guidance, it was announced by Harris E. DeLoach, Jr., president and chief executive officer.

Sales for the third quarter of 2001 were \$649.3 million, versus \$677.5 million in the same period last year. Excluding one-time transactions, net income for the third quarter of 2001 was \$39.7 million, versus \$41.9 million in the third quarter of 2000. Including one-time transactions, net income for the third quarter 2001 was \$42.8 million, versus \$38.5 million in the third quarter of 2000. Including one-time adjustments, earnings per diluted share for the third quarter 2001 were \$.45. One-time items in the third quarter included a net gain of \$6.1 million from legal settlements. Free cash flow, after capital expenditures of \$20.3 million and dividends of \$19 million, for the third quarter of 2001 was \$88.6 million, versus \$52.8 million in the third quarter of last year.

For the first nine months of 2001, sales were \$1.93 billion, versus \$2.04 billion in the same period last year. The first quarter of 2000 included stronger volumes while the first nine months of 2000 reflected higher selling prices, primarily related to trade sales of recovered paper, compared with the first nine months of this year. Excluding one-time transactions, net income for the first nine months of 2001 was \$112.1 million, versus \$133.4 million in the same period last year. Including one-time transactions, net income for this year's first nine months was \$64.4 million, versus \$129.9 million in the first nine months of 2000. Free cash flow, after capital expenditures of \$74.3 million and dividends of \$57 million for this year's first nine months, was \$155.3 million, versus \$133.3 million in the same period of 2000. Free cash flow generated year-to-date was used to help fund approximately \$174 million in acquisitions.

"Sales and earnings continued to be adversely impacted by weak volume, reflecting recessionary-type general economic conditions, particularly in the nation's manufacturing sector. Company-wide volume decreases averaged approximately 4%, compared with the same period last year. This decrease resulted primarily from a 6% decline in the Company's industrial segment volume, principally in our North American engineered carriers/paper business," said DeLoach. He noted that volumes had weakened in Europe, though were still stronger than in North America. DeLoach also said that lower prices for trade sales of recovered paper had hurt third quarter results.

"Soft volumes in our engineered carriers/paper business are being driven by continuing weakness in all our industrial customer segments. We see no current signs of improvement, with volumes remaining relatively flat on a consecutive quarterly basis," stated DeLoach. "We have not yet seen any significant change since the September 11 tragedies," he added.

"For the second consecutive quarter, sales and profits improved in the Company's consumer segment. Increased sales in flexible packaging reflecting the initial impact of the previously announced \$60 million of new flexible business on an annual basis, continued increases in sales and profits from packaging services, improved profits in composite cans and in our high density film business plus the initial effect of the acquisition of Phoenix Packaging (makers of easy-open metal closures), all helped partially offset the decline in industrial volumes," stated DeLoach. He also said that the quarter was helped by the progressively positive effect from about \$10 million year-to-date of at least \$30 million expected in annualized savings from completed restructuring actions.

Segment Review
Consumer Packaging

The Consumer Packaging segment includes composite cans; flexible packaging (printed flexibles, high density bags and film products); and packaging services and specialty products (supply chain management/e-marketplace, graphics management, folding cartons and paper glass covers and coasters).

Third quarter 2001 sales for the consumer segment were \$329.2 million, versus \$308.8 million in the same period last year, excluding divested operations. Operating profit for this segment, excluding divested operations, was \$29.8 million, versus \$25.8 million in the third quarter of 2000.

Sales for the first nine months in the consumer segment were \$952.3

million, versus \$921 million in the same period of 2000, excluding divested operations. Operating profit in this segment, excluding one-time charges and divested operations, was \$84.9 million, versus \$85.7 million in the same period last year.

The increase in third quarter sales was due primarily to higher revenues in packaging services and flexible packaging. The increase in profits resulted from higher sales and prices in flexible packaging; higher prices in composite cans; and a favorable cost/price relationship in high density film, along with overall higher productivity and lower fixed cost in the segment.

Industrial Packaging

The Industrial Packaging segment includes engineered carriers (high performance paper and plastic tubes and cores, paper manufacturing and recovered paper operations) and protective packaging (designed interior packaging and protective reels).

Third quarter 2001 sales for the industrial segment were \$320 million, versus \$362.5 million in the same period last year. Operating profit for the segment, excluding one-time transactions, was \$41.9 million, versus \$52.7 million in the same period last year.

Sales for the first nine months of 2001 in this segment were \$977.4 million, versus \$1.1 billion in 2000. Operating profit for the industrial segment in the first nine months of 2001 was \$124.8 million, excluding one-time transactions, versus \$162.1 million in the same period last year.

The decrease in third quarter sales and operating profits in the industrial sector was due primarily to lower volumes in the Company's engineered carriers and paper operations resulting from general economic conditions and does not reflect any net loss in market share. In addition, sales were negatively impacted by lower prices for outside sales of recovered paper. Higher year-over-year energy and benefit costs were more than offset by lower fixed cost due primarily to savings from restructuring and other cost savings programs.

Corporate

Net interest expense declined \$3.8 million quarter-over-quarter due to lower average debt levels and interest rates.

Depreciation and amortization expense for the third quarter of 2001 was \$39.8 million.

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300,793	306,615	-----	-----	\$2,324,353	\$2,212,611	=====
===== Liabilities and Shareholders' Equity Current Liabilities:						
Payable to suppliers and others						
..... \$ 418,107 \$ 373,259						
Notes payable and current portion of long-term debt						
..... 36,684 45,556 Taxes on income						
.....						
57,581	18,265	-----	-----	512,372	437,080	Long-term debt
.....						
831,708 812,085 Postretirement benefits other than pensions						
..... 34,930 27,611 Deferred income						
taxes and other						
138,741 134,364 Shareholders' equity						
..... 806,602						
801,471	-----	-----	-----	\$2,324,353	\$2,212,611	=====
=====						

FINANCIAL SEGMENT INFORMATION (Unaudited)
(Dollars in thousands)

THREE MONTHS ENDED NINE MONTHS ENDED

September 30,	October 1,	September	
30,	October 1,	2001	2000
2000	2001	2000	--
-- Net Sales			
Industrial Packaging			
.....	\$ 320,046	\$	
362,452	\$ 977,357	\$ 1,103,103	
Consumer Packaging			
.....	329,219		
308,777	952,335	921,048	Other*

- 6,240	- 18,303	-----	-----
----- Total			
Consumer			
.....			
329,219	315,017	952,335	939,351

----- Consolidated			
.....	\$		
649,265	\$ 677,469	\$ 1,929,692	\$
2,042,454	=====	=====	
===== Operating			
Profit Industrial Packaging			
.....	\$ 41,946	\$	
52,677	\$ 124,823	\$ 162,113	Consumer
Packaging		
29,815	25,754	84,876	85,653
Other*			
.....			
65	478	One-time non-operational	
items**	6,121	(5,499)
(46,207)	(5,499)	Interest, net	
.....			
(10,315)	(14,097)	(35,698)	(43,282)

----- Consolidated			
.....	\$		
67,567	\$ 58,900	\$ 127,794	\$ 199,463
=====			
=====			

* Includes net sales and operating profits of divested businesses.

** Includes restructuring charges, net gains from legal settlements and corporate-owned life insurance adjustments in 2001 and executive severance agreements in 2000.