

WACHOVIA CORP NEW  
Form 11-K  
June 13, 2002

SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

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FORM 11-K

ANNUAL REPORT  
PURSUANT TO SECTION 15(d) OF THE  
SECURITIES EXCHANGE ACT OF 1934

(Mark One)

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE  
ACT OF 1934 [NO FEE REQUIRED]

For the fiscal year ended December 31, 2001

OR

TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE  
ACT OF 1934 [NO FEE REQUIRED]

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number 1-10000

A. Full title of the plan and the address of the plan, if different from that of  
the issuer named below:

WACHOVIA SAVINGS PLAN

(Formerly named First Union Corporation Savings Plan)

B. Name of issuer of the securities held pursuant to the plan and the address of  
its principal executive office:

WACHOVIA CORPORATION  
One Wachovia Center  
Charlotte, North Carolina 28288-0013

(a) The following financial statements and reports, which have been prepared  
pursuant to the requirements of the Employee Retirement Income Security Act of  
1974, are filed as part of this Annual Report on Form 11-K:

Independent Auditors' Report

Financial Statements:

Statements of Net Assets Available for Benefits, December 31, 2001 and 2000  
Statement of Changes in Net Assets Available for Benefits, Year Ended  
December 31, 2001

Notes to Financial Statements

Supplemental Schedule:

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Schedule of Assets Held for Investment Purposes at End of Year, December 31, 2001

- (b) The following Exhibit is filed as part of this Annual Report on Form 11-K:  
Independent Auditors' Consent

WACHOVIA SAVINGS PLAN  
(Formerly named First Union Corporation Savings Plan)

Financial Statements  
and Schedule

As of December 31, 2001 and 2000 and for the  
year ended December 31, 2001

(With Independent Auditors' Report Thereon)

INDEPENDENT AUDITORS' REPORT

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The Human Resources Committee  
Wachovia Corporation:

We have audited the accompanying statements of net assets available for benefits of Wachovia Savings Plan (the Plan), formerly named First Union Corporation Savings Plan, as of December 31, 2001 and 2000, and the related statement of changes in net 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 of America. 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 net assets available for benefits of the Plan as of December 31, 2001 and 2000, and the changes in net assets available for benefits for the year ended December 31, 2001, in conformity with accounting principles generally accepted in the United States of America.

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

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financial statements taken as a whole.

KPMG LLP

Charlotte, North Carolina  
June 13, 2002

WACHOVIA SAVINGS PLAN  
(FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

	December 31,	
	2001	2000
-----		
ASSETS		
Investments, at fair value		
Marketable		
Evergreen U.S. Government Fund	\$ 122,379,267	86,061,100
Evergreen Balanced Fund	122,770,525	149,564,674
Stable Fund	620,565,829	561,723,668
Evergreen Foundation Fund	188,498,825	235,647,131
Evergreen Fund	195,865,466	254,383,628
FUNB Enhanced Stock Market Fund	559,131,696	642,506,869
Evergreen International Growth Fund	67,871,915	79,939,589
Evergreen Growth Fund	144,571,524	130,120,150
Dodge and Cox Stock Fund	54,373,745	--
Wachovia Equity Fund	58,474,982	--
Wachovia Equity Index Fund	122,046,719	--
Wachovia Money Market Fund	141,757,181	--
American Europacific Growth Fund	16,406,842	--
Wachovia Corporation Common Stock Fund		
Wachovia Corporation common stock	307,594,215	--
Cash and cash equivalents	7,947,835	--
Employee Stock Ownership Plan		
Wachovia Corporation common stock		
Allocated	718,174,174	579,902,333
Unallocated	83,442,545	79,695,940
Cash and cash equivalents		
Allocated	37,664,400	155,738,831
Unallocated	643,666	1,383,320
Self-Directed Investments, at fair value	--	2,524,840
-----		
Total marketable investments	3,570,181,351	2,959,192,073
Participants' loans receivable	139,075,878	112,597,312
-----		
Total investments	3,709,257,229	3,071,789,385
-----		
Due from brokers for the sale of securities	304,540,350	--
-----		
Total assets	4,013,797,579	3,071,789,385
=====		

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LIABILITIES		
Refund of excess contributions and earnings	--	4,621,533
Loan payable - Employee Stock Ownership Plan - unallocated	49,273,002	51,220,634
-----		
Net assets available for benefits	\$3,964,524,577	3,015,947,218
=====		

See accompanying notes to financial statements.

WACHOVIA SAVINGS PLAN  
(FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

	Year Ended December 31, 2001		
	Participant Directed	Employee Stock Ownership Plan- Unallocated	Total
-----			
ADDITIONS TO PLAN ASSETS			
Investment income			
Interest on loans	\$ 8,890,989	--	8,890,989
Net depreciation in fair value of investments	(40,099,173)	12,773,562	(27,325,611)
-----			
Total investment loss, net	(31,208,184)	12,773,562	(18,434,622)
Employer contributions	127,381,483	3,027,457	130,408,940
Employee contributions	188,432,989	--	188,432,989
Net assets contributed through mergers	1,044,824,951	--	1,044,824,951
Transfers from other funds	270,576,385	--	270,576,385
-----			
Total additions to plan assets	1,600,007,624	15,801,019	1,615,808,643
-----			
DEDUCTIONS FROM PLAN			
ASSETS			
Participants' withdrawals	389,258,588	--	389,258,588
Transfers to other funds	264,199,517	6,376,868	270,576,385
Interest expense	--	4,469,568	4,469,568
Administrative expenses	2,926,743	--	2,926,743
-----			
Total deductions from plan assets	656,384,848	10,846,436	667,231,284
-----			
Increase in net assets available for benefits	943,622,776	4,954,583	948,577,359
Net assets available for benefits			
Beginning of year	2,986,088,592	29,858,626	3,015,947,218
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End of year	\$ 3,929,711,368	34,813,209	3,964,524,577
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See accompanying notes to financial statements.

## WACHOVIA SAVINGS PLAN (FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

### NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2001 and 2000

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#### NOTE 1: DESCRIPTION OF PLAN

On September 1, 2001, First Union Corporation merged with Wachovia Corporation and the merged entity retained the name Wachovia Corporation. As a result of the merger, on January 1, 2002, the name of the First Union Corporation Savings Plan was changed to the Wachovia Savings Plan ("the Plan").

The following brief description of the Plan is provided for general information purposes only. Participants should refer to the Plan agreement for more complete information.

#### GENERAL

Wachovia Corporation and its subsidiaries (the "Companies") sponsor the Plan, which is designed to promote savings for retirement, and which is a defined contribution plan. The Companies' and employee contributions are held in trust and earn income tax-free until distributed. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA"). Effective January 1, 1999, the portion of the Plan invested in the Wachovia Corporation Common Stock Fund was amended to be an employee stock ownership plan that invests primarily in employer securities. The first one percent of the Companies' matching contribution is made in Wachovia Corporation common stock. Each employee can immediately elect to liquidate the Company's common stock credited to the employee's account by transferring the value of the common stock to any of a number of investment options available within the Plan. The Companies have adopted the American Institute of Certified Public Accountants Statement of Position 99-3, "Accounting for and Reporting of Certain Defined Contribution Plan Investments and Other Disclosure Matters".

#### ELIGIBILITY, CONTRIBUTIONS AND BENEFITS

Under the Plan, an employee is eligible to participate after one year of service. Employee contributions, pre-tax and after-tax, are elected by the participant and cannot exceed 15 percent of the employee's gross compensation. The maximum percentage of the employer matched contribution is determined annually by the Board of Directors of Wachovia Corporation, and the contribution amounts are paid from net income or accumulated earnings in accordance with the provisions of the Internal Revenue Code of 1986 as amended together with all regulations, revenue rulings and revenue procedures issued thereunder (the "Code"). The employer's matching contribution cannot exceed 6 percent of a participant's base compensation. Beginning in 1999, the first one percent of the employer's contribution was made with Wachovia Corporation common stock. Participants are fully vested in their entire account balances at all times.

Four types of withdrawals are allowed under the Plan: normal, specified cause, hardship and after age 59 1/2. Each type of withdrawal must be approved by the Human Resources Committee (the "Committee"). Participants may withdraw up to their entire account balance, depending on the type of withdrawal, net of applicable withholdings and/or loan balances, or a minimum of \$500. The amount

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of tax withholding depends on the type of withdrawal.

Participants may borrow up to 50 percent of the balance of their accounts with a minimum loan of \$1,000 and a maximum loan of \$50,000. Loan balances are charged interest at a fixed rate for the life of the loan. The interest rate is determined at origination as the quoted Wall Street Journal prime interest rate as of the 25th of the preceding month. Loans are made for a minimum of 12 months or a maximum of 60 months. Loan repayments are generally made semi-monthly as a payroll deduction. If a participant retires or is otherwise terminated, the loan balance must be paid in full or the outstanding balance will be considered as a taxable distribution.

Participants, at retirement, may elect to receive a distribution of their account balances. A participant is considered retired if it is the participant's 65th birthday, if it is the participant's 50th birthday with 10 or more years of service, or if it is determined that the participant is totally disabled. Distributions may be made in a lump sum, in installments or in a combination of both. Installment payments must be in multiples of \$50 over a period not to exceed the life expectancy of the participant. Distribution of a retired participant's account balance must begin at age 70 1/2.

Although the employer has not expressed any intent to terminate the Plan, it may do so at any time subject to the provisions of ERISA. If the Plan is terminated, the accounts of each participant shall be adjusted in accordance with Plan provisions.

(Continued)

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### WACHOVIA SAVINGS PLAN (FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

#### NOTES TO FINANCIAL STATEMENTS

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#### PARTICIPANT DIRECTED

In accordance with the Plan provisions, Plan earnings are allocated to participants' accounts on a daily basis.

The investment options available to participants at December 31, 2001 and 2000, are presented below.

#### Evergreen U.S. Government Fund

This mutual fund invests primarily in debt instruments issued or guaranteed by the U.S. Government or its agencies. Its objective is to provide a high level of current income consistent with stability of principal.

#### Evergreen Balanced Fund

This mutual fund maintains a diversified investment portfolio of common and preferred stocks, U.S. Government and agency obligations, and corporate bonds. Its objective is to produce long-term total return through capital appreciation, dividends and interest income.

#### Stable Fund

This pooled investment fund invests primarily in money market instruments,

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investment contracts, U.S. Government and agency securities, and corporate notes. Its investment objective is to provide stable principal value combined with a yield that is one percentage point or more over the 91-day U.S. Treasury bill yield.

### Evergreen Foundation Fund

This mutual fund invests primarily in a combination of income producing common stocks, preferred stocks, convertible securities, corporate and U.S. Government debt obligations, and short-term debt instruments. Its investment objective is to provide income, conservation of capital and capital appreciation.

### Evergreen Fund

This mutual fund invests primarily in common stocks, including securities convertible into or exchangeable for common stocks of companies which are little-known or relatively small or special situations and which offer the potential for capital appreciation. The remainder of its portfolio consists of securities of relatively well-known and large companies in an attempt to provide liquidity as well as potential for capital appreciation.

### FUNB Enhanced Stock Market Fund

This collective investment fund invests primarily in a diversified portfolio of common stocks and S&P 500 futures contracts. Its investment objective is to provide a total rate of return equal to or exceeding that of the S&P 500 market index each calendar year.

### Evergreen International Growth Fund

This fund invests primarily in internationally diversified portfolios consisting of common and preferred stocks, convertible securities and warrants. The fund also uses stock index and currency futures. Its investment objective is to provide long-term capital appreciation.

### Evergreen Growth Fund

This fund invests principally in common stocks of small to mid-sized companies that have demonstrated earnings, asset values, or growth potential not yet reflected in their market price. Its investment objective is long-term capital appreciation.

### Dodge and Cox Stock Fund

This fund seeks long-term growth of principal and income. A secondary objective is to achieve a reasonable current income.

### Wachovia Equity Fund

This fund pursues growth of principal and income by investing in quality stocks issued by well-established, large and mid-size U.S. companies that offer growth and value opportunities.

### Wachovia Equity Index Fund

This fund invests primarily in a broad-diversified portfolio on common stocks that make up the S&P 500 index.

### Wachovia Money Market Fund

This fund investments include high quality money market instruments that

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are rated in the highest short-term rating categories.

### American Europacific Growth Fund

This fund invests primarily in stocks of issuers located in Europe and the Pacific Basin. Its investment objective is long-term growth of capital.

### Wachovia Corporation Common Stock Fund

This fund invests in Wachovia Corporation common stock. Dividends are reinvested in additional shares of Wachovia Corporation common stock. Its primary investment objective is long-term capital appreciation.

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### WACHOVIA SAVINGS PLAN (FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

#### NOTES TO FINANCIAL STATEMENTS

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#### MERGERS WITH FINANCIAL INSTITUTIONS

Since 1985, Wachovia Corporation has acquired several financial institutions. The employees of these institutions have been allowed to participate in the Plan as of the consummation date of each respective merger.

Generally, the assets and obligations of acquired plans are recorded by the Plan pursuant to the amended and restated Plan document which identifies the date of the respective merger when the assets and obligations of the acquired plan legally transfer to the Plan.

In April 1998, CoreStates Financial Corp was acquired by Wachovia Corporation. Assets of their plans, which were approximately \$955 million, were transferred to the Plan on January 14, 1999.

In June 1998, The Money Store Inc. was acquired by Wachovia Corporation. Assets of their plan, which were approximately \$89 million, were transferred to the Plan on July 15, 1999.

In 1999, assets of the savings plans of Questpoint; Bowles, Hollowell, Conner and Co.; Tattersall Advisory Group Inc.; and Congress Talcott were merged into the Plan. Their plan assets were approximately \$4 million, \$8 million, \$1 million and \$15 million, respectively.

In October 1999, Everen Capital Corporation was acquired by Wachovia Corporation. Assets of their plan, which were approximately \$705 million, were transferred to the Plan on November 1, 1999. The plan included a self-directed investment option, allowing participants to invest their account balances in any investment, within certain specified limitations. The assets subject to the Everen self-directed investment option were liquidated by January 31, 2001.

In April 1998, Nationwide Remittance Centers, Inc. was acquired by Wachovia Corporation. Assets of their plan, which were approximately \$1 million, were transferred to the Plan on August 31, 2000.

In 2001, assets of the savings plans of The Tribus Companies, Inc.,



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Pivot.com and JWGenesis Financial Corporation were merged into the Plan. Their plan assets were approximately \$6 million, \$1 million and \$3 million, respectively.

On December 31, 2001, the legacy Wachovia Corporation Retirement Savings and Profit Sharing Plan ("RSPSP") merged into the Plan. The RSPSP assets of \$1 billion and liabilities of zero as of December 31, 2001 were transferred to the Plan and are reflected in the December 31, 2001 statement of net assets available for benefits. The transfer of the RSPSP assets is reflected in "Net assets contributed through mergers" in the accompanying statement of changes in net assets available for benefits for the year ended December 31, 2001. The components of the assets transferred are listed below.

	December 31,
	2001
<hr style="border-top: 1px dashed black;"/>	
ASSETS	
Investments, at fair value	
Marketable investments	
Dodge and Cox Stock Fund	\$ 54,373,745
Wachovia Equity Fund	58,474,982
Wachovia Equity Index Fund	122,046,719
Wachovia Money Market Fund	141,757,181
American Europacific Growth Fund	16,406,842
Wachovia Corporation Common Stock Fund	
Wachovia Corporation common stock	307,594,215
Cash and cash equivalents	7,947,835
<hr style="border-top: 1px dashed black;"/>	
Total marketable investments	708,601,519
Participants' loans receivable	22,662,125
<hr style="border-top: 1px dashed black;"/>	
Total investments	731,263,644
<hr style="border-top: 1px dashed black;"/>	
Due from brokers for the sale of securities	304,540,350
<hr style="border-top: 1px dashed black;"/>	
Total assets	\$1,035,803,994
<hr style="border-top: 1px dashed black;"/>	

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WACHOVIA SAVINGS PLAN  
(FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

NOTES TO FINANCIAL STATEMENTS

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

VALUATION OF INVESTMENTS

The specific identification method is used in determining the cost of securities. Security transactions are recognized on the trade date (the date the order to buy or sell is executed). Interest income is recorded on the accrual basis. Dividend income is recorded on the ex-dividend date.

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Investments in cash management accounts and participants' loans receivable are stated at cost which approximates fair value. Investments in commercial paper, U.S. Government and agency securities, corporate bonds, mutual funds, collective investment funds and common stocks are stated at fair value, which is based on closing market quotations.

In accordance with the American Institute of Certified Public Accountants Statement of Position 94-4, "Reporting of Investment Contracts Held by Health and Welfare Benefits Plans and Defined-Contribution Pension Plan", the Stable Fund's holdings of investment contracts are generally stated at contract value plus accrued interest because they are considered to be benefit responsive, thus providing reasonable access to the funds by participants. If Plan management is aware that an event has occurred that may affect the ability to recover the full value of a contract, the contract is reported at its estimated realizable value. Otherwise the fair value of investment contracts approximates the contract value, including any accrued interest.

Interest and dividends earned on marketable investments are treated as gains in appreciation of the fair value of the fund, since all income received by the fund is reinvested in the fund and thus increases the participants' share value.

### BASIS OF PRESENTATION

The accompanying financial statements are prepared on an accrual basis in accordance with accounting principles generally accepted in the United States of America.

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires the plan administrator to make estimates and assumptions that affect reported amounts of assets, liabilities and obligations and disclosure of contingent liabilities at the date of the financial statements, as well as additions to and deductions from these amounts during the reporting period. Actual results could differ from those estimates.

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### WACHOVIA SAVINGS PLAN (FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

#### NOTES TO FINANCIAL STATEMENTS

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#### NOTE 3: INVESTMENTS

Under the terms of the Plan, Wachovia Bank, National Association (the "Trustee"), a wholly-owned subsidiary of Wachovia Corporation and a related party-in-interest, holds the assets of the Plan in bank-administered trust funds. Investments that represent five percent or more of the Plan's net assets are separately identified below.

The investment contracts held by the Stable Fund have crediting interest rates ranging from 5.16 percent to 8.00 percent and 6.01 percent to 8.00 percent at December 31, 2001 and 2000, respectively. The average yields for the investment contracts ranged from 5.16 percent to 8.00 percent and 6.01 percent

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to 8.00 percent for the years ended December 31, 2001 and 2000, respectively.

	December 31,	
	2001	2000
-----		
INVESTMENTS, AT FAIR VALUE		
Marketable		
Evergreen Balanced Fund	\$ -	149,564,674
Stable Fund	620,565,829	561,723,668
Evergreen Foundation Fund	-	235,647,131
Evergreen Fund	-	254,383,628
FUNB Enhanced Stock Market Fund	559,131,696	642,506,869
Wachovia Corporation Common Stock Fund	315,542,050	-
Employee Stock Ownership Plan		
Wachovia Corporation common stock	801,616,719	659,598,273
Not readily marketable		
Participants' loans receivable	\$ -	112,597,312
=====		

In connection with the merger of the RSPSP into the Plan at December 31, 2001, investments in certain mutual funds of the RSPSP were sold but the trades had not yet settled at December 31, 2001, and accordingly, a receivable for the amount sold is recorded as due from brokers for the sale of securities in the accompanying statements of net assets available for benefits.

The appreciation (depreciation) in value of the Plan's investments (including investments bought, sold and held during the year) is presented below.

	Year Ended December 31,
	2001
-----	
Evergreen U.S. Government Fund	\$ 6,878,802
Evergreen Balanced Fund	(16,576,023)
Stable Fund	28,630,327
Evergreen Foundation Fund	(22,223,510)
Evergreen Fund	(46,544,880)
FUNB Enhanced Stock Market Fund	(71,733,693)
Evergreen International Growth Fund	(14,904,533)
Evergreen Growth Fund	(9,912,771)
Wachovia Corporation common stock	119,060,670
-----	
Net depreciation	\$ (27,325,611)
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### NOTE 4: INCOME TAX STATUS

The Internal Revenue Service has determined and informed the Companies by a letter dated December 20, 2000, that the Plan is qualified and the trust established under the Plan is tax-exempt under the appropriate sections of the Code. During 2001, the Plan was amended and restated. The Companies have not yet received a determination letter for the amended and restated Plan. The Companies believe that the Plan currently is designed and being operated in compliance with the applicable requirements of the Code and that, therefore, the Plan continues to qualify under Section 401(a) and the related trust continues to be tax-exempt as of December 31, 2001. Therefore, no provision for income taxes has been made in the accompanying financial statements. The Committee files an annual information return with the Department of Labor.

Participant contributions made to the Plan must not discriminate in favor of highly compensated employees ("HCE's"). The Plan failed the Actual Deferral Percentage test for the plan year 2000. In order to correct this failure, excess contributions plus earnings were returned to HCE's. Subsequent to December 31, 2000, the Plan refunded excess contributions and earnings thereon of \$3,060,571 to HCE's. In addition, \$1,560,962 of employer matching contributions were forfeited, and were used to reduce future obligations of the Companies. These amounts have been reflected in the accompanying financial statements for the year ended December 31, 2000. The excess contributions were refunded to participants within two and one-half months after year-end.

### NOTE 5: RELATED PARTY TRANSACTIONS

The Evergreen U.S. Government Fund, the Evergreen Balanced Fund, the Evergreen Foundation Fund, the Evergreen Fund, the Evergreen International Growth Fund, the Evergreen Growth Fund, the Wachovia Equity Index Fund, the Wachovia Diversified Growth Portfolio, the Wachovia Equity Fund, and the Wachovia Money Market Fund are mutual funds managed by subsidiaries of First Union National Bank, which was renamed Wachovia Bank, National Association on April 1, 2002 and is a subsidiary of Wachovia Corporation. The FUNB Enhanced Stock Market Fund is a collective investment trust managed by Wachovia Bank, National Association. The Stable Fund investments are managed by Wachovia Bank, National Association. The Wachovia Corporation Common Stock Fund is managed by Wachovia Bank, National Association, and it is principally comprised of shares of Wachovia Corporation common stock.

Wachovia Bank, National Association, a party in interest, serves as the trustee for the Plan. In 2001, the Plan paid administrative expenses to Wachovia Bank, National Association amounting to \$2,926,743.

(Continued)

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### WACHOVIA SAVINGS PLAN (FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

#### NOTES TO FINANCIAL STATEMENTS

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### NOTE 6: LOANS PAYABLE

Upon the merger of the CoreStates Employee Stock Ownership and Savings Plan into the Plan in 1999, Wachovia Bank, National Association assumed all

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obligations of CoreStates Financial Corp under the loan agreement dated October 27, 1994, pursuant to which Meridian Trust Company issued to Meridian Bancorp, Inc. its promissory note dated October 27, 1994, in the amount of \$60,000,000, with a maturity date of October 1, 2014, and bearing an interest rate of 8.85 percent. The Companies are obligated to make contributions to maintain debt service.

The loan was originally collateralized by 3,274,816 shares of Wachovia Corporation common stock. The loan repayment schedule is as follows:

2002	\$ 2,125,803
2003	2,320,273
2004	2,532,533
2005	2,764,211
2006	3,017,082
Thereafter	\$36,513,100

As the Plan makes each payment of principal and interest, an appropriate percentage of common stock will be available to fund the Companies' one percent match in accordance with the provisions of the Plan document. If shares made available after payment of principal are in excess of those amounts required to fund the Companies' one percent matching contribution, those shares may be utilized to fund the Companies' matching contribution where participants have elected to invest in the Wachovia Corporation Common Stock Fund or in participant contributions where participants have elected to invest in Wachovia Corporation common stock. Shares vest fully upon allocation. Dividends on allocated shares may be either distributed or reinvested in Wachovia Corporation common stock at the discretion of the Companies. The Companies have elected to reinvest the dividends.

The borrowing is collateralized by 2,660,795 unallocated shares of Wachovia Corporation common stock at December 31, 2001, and is guaranteed by the Companies. In 2001, 204,677 shares were released based on principal and interest paydowns on the loan. The lender has no rights against shares once they are allocated under the Plan. Accordingly, the financial statements of the Plan for the year 2001 present separately the assets and liabilities and changes therein pertaining to: (a) the accounts of employees with vested rights in allocated stock, and (b) stock not yet allocated to employees (Unallocated).

Each participant is entitled to exercise voting rights attributable to the shares allocated to his or her account and is notified by the Trustee prior to the time that such rights are to be exercised. The Trustee is required to vote all shares in the Plan, including unallocated shares, in proportion to the response received for participants and beneficiaries with respect to stock allocated to participant accounts.

SCHEDULE 1  
Page 1

WACHOVIA SAVINGS PLAN  
(FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

Schedule of Assets Held for Investment Purposes at End of Year

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Par Value

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Identity of Issue	or Number of Units
<hr/>	
MUTUAL FUNDS	
Evergreen U.S. Government Fund *	10,951,263
Evergreen Balanced Fund *	11,560,313
Evergreen Foundation Fund *	11,543,100
Evergreen Fund *	15,757,479
Evergreen International Growth Fund *	10,099,987
Evergreen Growth Fund *	9,220,123
Dodge and Cox Stock Fund	540,978
Wachovia Equity Fund *	4,453,540
Wachovia Equity Index Fund *	5,825,619
Wachovia Money Market Fund *	149,346,978
American Europacific Growth Fund	610,601
<hr/>	
Total Mutual Funds	
<hr/>	
COMMON STOCK FUNDS	
Wachovia Corporation Common Stock Fund *	9,808,489
<hr/>	
COLLECTIVE INVESTMENT FUNDS	
FUNB Enhanced Stock Market Fund *	7,843,114
<hr/>	
STABLE FUND *	
CASH MANAGEMENT ACCOUNTS	
Valiant General Fund	58,046,933
<hr/>	
CORPORATE BONDS	
Chase Manhattan Corporation, 2.59%, due 1/22/02	20,000,000
Lehman Brothers Holdings Incorporated, 2.54%, due 2/1/02	5,000,000
Lehman Brothers Holdings Incorporated, 2.34%, due 2/12/02	6,000,000
Liberty Lighthouse US Capital Company, 2.36%, due 2/22/02	20,000,000
Associates Corporation of North America, 2.22%, due 5/17/02	12,000,000
Paine Webber Group Incorporated, 2.60%, due 11/18/02	20,000,000
Lehman Brothers Holdings Incorporated, 2.99%, due 4/4/03	9,000,000
Citigroup Holdings Incorporated, 2.93%, due 4/7/03	15,000,000
Morgan Stanley Dean Witter, 2.41%, due 5/5/03	15,000,000
Salomon, 2.20%, due 6/23/02	15,000,000
Household Financial Corporation, 2.16%, due 6/24/03	15,000,000
Restructured Assets CTFS, 2.66%, due 8/4/03	25,000,000
Restructured Assets CTFS, 2.35%, due 9/22/03	25,000,000
Countrywide Home Loans Incorporated, 2.69%, due 10/1/03	10,000,000
Restructured Assets CTFS, 2.48%, due 12/1/03	15,610,000
Citigroup Incorporated, 2.27%, due 3/9/04	10,000,000
Household Financial Corporation, 2.51%, due 5/28/04	10,000,000
Hertz Corporation, 2.55%, due 8/13/04	22,000,000
Restructured Assets CTFS, 2.69%, due 10/10/04	15,000,000
International Lease Finance Corporation, 3.78%, due 10/18/04	15,000,000
Credit Suisse First Boston USA Incorporated, 2.40%, due 10/25/04	25,000,000

(Continued)

SCHEDULE 1  
Page 2

WACHOVIA SAVINGS PLAN  
(FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

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Schedule of Assets Held for Investment Purposes at End of Year

Identity of Issue	Par Value or Number of Units
PNC Funding Corporation, 2.66%, due 10/29/04	17,000,000
Goldman Sachs, 2.17%, due 12/15/04	10,000,000
NPF XII Incorporated, 2.74%, due 6/1/04	10,000,000
TMS Home Equity Loan, 6.90%, due 7/15/07 *	383,954
Ford Motor Credit Company, 2.56%, due 1/17/02	23,731,000
Bank of America Corporation, 2.20%, due 2/20/02	5,000,000
-----	
Total Corporate Bonds	
-----	
INVESTMENT CONTRACTS	
New York Life Insurance Company, Contract #GA31326-001, 5.16%, due 8/27/04	20,000,000
Monumental Life Insurance Company, Contract #ADA00198ST, 3.86%, open-ended maturity	10,991,606
Mass Mutual Contract, Contract #IG12738, 5.75%, open-ended maturity	512,094
Principal Life Insurance Company, Contract #4-40344-1, 7.13%, due 9/15/03	10,000,000
John Hancock Mutual Life Insurance Company, Contract #14478GAC, 7.62%, due 9/7/04	10,000,000
Canada Life Assurance Company, Contract #P46050, 7.17%, due 11/15/04	10,000,000
Allstate Life Insurance Company, Contract #GA6225, 7.25%, due 12/1/04	10,000,000
Principal Life Insurance Company, Contract #4-40344-2, 7.91%, due 2/10/05	10,000,000
Travelers Insurance Company, Contract #GR17599, 7.84%, due 5/5/05	10,000,000
Travelers Insurance Company, Contract #GR17617, 8.00%, due 8/25/05	10,000,000
John Hancock Mutual Life Insurance Company, Contract #15026GAC, 7.3%, due 9/1/05	10,000,000
Allstate Life Insurance Company, Contract #GA6298, 7.37%, due 9/1/05	10,000,000
John Hancock Mutual Life Insurance Company, Contract #15079GAC, 7.25%, due 11/10/05	5,000,000
Principal Life Insurance Company, Contract #4-40344-3, 7.25%, due 11/10/05	5,000,000
Pacific Life Insurance Company, Contract #G2618802, 6.27%, due 6/30/06	10,000,000
Metlife, Contract #0025204, variable rate, due 1/1/2099	23,112,051
-----	
Total Investment Contracts	
-----	
Accrued receivable on assets of the stable fund	
-----	
Total Stable Fund	
-----	
EMPLOYEE STOCK OWNERSHIP PLAN	
Wachovia Corporation common stock *	
Allocated	22,900,962
Unallocated (a)	2,660,795
Valiant General Fund - Cash Management Account	
Allocated	37,664,400
Unallocated (b)	643,666
-----	
Total Employee Stock Ownership Plan	
-----	
Participants' loans receivable, various maturities, rates from 4.75% to 11.50% *	
-----	
Total investments	
=====	

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\* Party-in-Interest.

- (a) Cost of plan assets for this nonparticipant-directed investment is \$39,251,429.
- (b) Cost of plan assets for this nonparticipant-directed plan is \$643,074.

See accompanying independent auditors' report.

SIGNATURES

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

WACHOVIA SAVINGS PLAN  
(FORMERLY NAMED FIRST UNION CORPORATION SAVINGS PLAN)

/s/ BENJAMIN J. JOLLEY

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Benjamin J. Jolley  
Senior Vice President

June 13, 2002

EXHIBIT INDEX

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Exhibit No.	Description	Location
(23)	Independent Auditors' Consent	Filed herewith