

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 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)

JUNE 28, 2001

Halliburton Company
(Exact name of registrant as specified in its charter)

State or other
jurisdiction
of incorporation

Commission
File Number

IRS Employer
Identification
Number

Delaware

1-3492

No. 75-2677995

3600 Lincoln Plaza
500 North Akard Street
Dallas, Texas 75201-3391
(Address of principal executive offices)

Registrant's telephone number,
including area code - 214/978-2600

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INFORMATION TO BE INCLUDED IN REPORT

Item 5. Other Events

The registrant may, at its option, report under this item any events, with respect to which information is not otherwise called for by this form, that the registrant deems of importance to security holders.

On June 28, 2001 registrant issued a press release entitled "Harbison-Walker Asks Halliburton For Assistance With Asbestos Claims" pertaining, among other things, to an announcement that Harbison-Walker Refractories Company ("Harbison"), formerly owned by registrant's subsidiary, Dresser Industries, Inc., ("Dresser") has requested that Dresser provide Harbison with claims management and financial assistance for asbestos claims Harbison assumed when it was spun-off from Dresser in 1992. The asbestos claims of both Harbison and Dresser are covered under a substantial insurance program. Consequently, Dresser has a substantial interest in the claims resolution and the most effective use of the insurance. In the 1992 spin-off Harbison and Dresser entered into an agreement allocating responsibility for asbestos claims related to the refractory business. Dresser agreed to retain claims filed prior to the spin-off with Harbison agreeing to assume claims filed after the spin-off and to indemnify and defend Dresser against those claims. Registrant is investigating Harbison's asbestos claims and the financial condition of Harbison and its affiliates. If registrant determines that Harbison is not able to adequately perform its obligations under the assumption agreement and that it is in registrant's best interest to do so, registrant may take the primary role for management and resolution of Harbison's claims. If such a decision is made, it would require an additional reserve for estimated known claims at June 30, 2001, net of insurance recoveries, of approximately \$50 to 60 million, after-tax. This reserve would be recorded as a discontinued operations expense and be reduced by the contributions Harbison is capable of making toward the resolution of these claims. Any required expense associated with the asbestos issues and the previously announced gain on the sale of the DEG business segment of approximately \$300 million after tax would be netted together and both be included in the total discontinued operations. Results from continuing operations will not be affected.

Item 7. Financial Statements and Exhibits

List below the financial statements, pro forma financial information and exhibits, if any, filed as part of this report.

(c) Exhibits.

Exhibit 20 - Press release dated June 28, 2001.

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SIGNATURES

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.

HALLIBURTON COMPANY

Date: June 29, 2001

By: /s/ Susan S. Keith

Susan S. Keith
Vice President and Secretary

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EXHIBIT INDEX

Exhibit	Description
20	Press Release Dated June 28, 2001 Incorporated by Reference

HARBISON-WALKER ASKS HALLIBURTON FOR ASSISTANCE
WITH ASBESTOS CLAIMS

DALLAS, Texas -- Halliburton Company (NYSE:HAL) today announced that Harbison-Walker Refractories Company ("Harbison"), formerly owned by a Halliburton subsidiary, Dresser Industries, Inc. ("Dresser"), has requested that Dresser provide Harbison with claims management and financial assistance for asbestos claims Harbison assumed when it was spun-off from Dresser in 1992.

Many of these Harbison claims are asserted in lawsuits that also name Dresser as a defendant and Harbison is, in effect, co-insured with Dresser under a substantial insurance program that covers these claims and other asbestos claims against Dresser. Consequently, Dresser has a substantial interest in their resolution and the most effective use of this insurance.

In 1967 Dresser acquired Harbison's refractory manufacturing business and operated it as a division. In 1992 the refractory business and other non-core Dresser businesses were placed in a new subsidiary, Indresco, Inc., and spun-off to Dresser's shareholders. Indresco's name was later changed to Harbison-Walker Refractories Company. Harbison is now a subsidiary of RHI AG, an Austrian company.

In conjunction with the 1992 spin-off, Dresser and Harbison entered an agreement which allocated between them responsibility for asbestos claims related to the refractory business. Dresser agreed to retain claims filed prior to the spin-off. Harbison agreed to assume claims filed after the spin-off and to indemnify and defend Dresser against those claims.

Halliburton is now investigating Harbison's asbestos claims, including the status of various completed and proposed settlements and, open unsettled claims, and the financial condition of Harbison and its affiliates. Based on information received, Halliburton believes that Harbison now has about 165,000 open claims of which approximately 52,000 are subject to various settlement negotiations or agreements. These claims have not been previously reported by Halliburton

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Halliburton Company

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because of Harbison's agreement to assume full responsibility for these claims and to indemnify and defend Dresser against them.

If Halliburton determines that Harbison is not able to perform adequately its obligations under the assumption agreement and that it is in Halliburton's best interest to do so, Halliburton may take the primary role for management and resolution of Harbison's claims. A decision in this regard is expected in the next several weeks.

Based on the information it has developed to date and its own experience in managing asbestos claims, Halliburton believes that if such a decision is made it would require an additional reserve for estimated known claims at June 30, 2001, net of insurance recoveries, of approximately \$50 to \$60 million, after-tax. This reserve would be recorded as a discontinued operations expense and be reduced by the contributions Harbison is capable of making toward the resolution of these claims.

As previously announced, Halliburton will report a gain on the sale of the DEG Business Segment of approximately \$300 million after tax. This gain and any required expense associated with the asbestos issues above would be netted together and both be included in the total discontinued operations. Results from continuing operations will not be affected.

"This is an unexpected development", said Dave Lesar, Chairman, President and CEO of Halliburton. "Although Harbison reaffirmed its responsibility for these claims as recently as last year, it appears that it may be in our best interest to step in and protect our shareholders."

Halliburton Company, founded in 1919, is the world's largest provider of products and services to the petroleum and energy industries. The company serves its customers with a broad range of products and services through its Energy

Services Group and Engineering and Construction Group business segments. The company's World Wide Web site can be accessed at www.halliburton.com.

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