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;Compensation Committee) of the Board of Directors of Foot Locker, Inc. (the Company) established the performance goals for the 2007 fiscal year under the Annual Incentive Compensation Plan (the Annual Bonus Plan). The goals for the executives, excluding Mr. Halls, are based on a combination of pre-tax income and return-on-invested capital. These performance goals are based on the business plan and budget for 2007 previously reviewed and approved by the Finance and Strategic Planning Committee and the Board of Directors. Mr. Halls's performance goals are based on the operating profit of the divisions for which he is responsible. Under the Annual Bonus Plan, the amount that would be paid to the executives if the performance goals are met is based on a percentage of their annual base salaries earned for the plan year. The percentage of annual base salary payable at threshold, target, and maximum for each of the executives included as Named Executive Officers in the Company s 2007 proxy statement is stated in the table below:

Name	Percent of Annual Base Salary at Threshold Payout	Percent of Annual Base Salary at Target Payout	Percent of Annual Base Salary at Maximum Payout
Matthew D. Serra	31.25%	125%	200%
Robert W. McHugh	18.75%	75%	131.25%
Richard T. Mina	18.75%	75%	131.25%
Ronald J. Halls	18.75%	75%	131.25%
Gary M. Bahler	18.75%	75%	131.25%

(ii) On March 28, 2007, the Compensation Committee established the performance goals for the 2007-2009 Performance Period under the Long-Term Incentive Compensation Plan (the Long-Term Bonus Plan) based on the Company's three-year average return-on-invested capital. Under the Long-Term Bonus Plan, individual target awards are expressed as a percentage of the rate of the executive's annual base salary in the first year of the performance period. The amounts shown in the table below under the column headed Annual Base Salary represent the annual rate of base salary for 2007 for each of the following executive officers. The amounts shown in the columns headed Threshold, Target, and Maximum represent 22.5 percent, 90 percent and 180 percent, respectively, of the annual base salary rates in the first year of the performance period for each of these executive officers and represent the amount that would be paid to each of them at the end of the performance period if the established goals are achieved.

Name	Annual Base Salary	Performance Period	Threshold	Target	Maximum
Matthew D. Serra	\$1,500,000	2007-2009	\$337,500	\$1,350,000	\$2,700,000
	525,000	2007-2009	118,125	472,500	945,000

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Robert W.
McHugh

Richard T. Mina	875,000	2007-2009	196,875	787,500	1,575,000
Ronald J. Halls	650,000	2007-2009	146,250	585,000	1,170,000
Gary M. Bahler	525,000	2007-2009	118,125	472,500	945,000

(2) **Restricted Stock Awards.** On March 28, 2007, the Stock Option Plan Sub-Committee of the Compensation Committee granted awards of restricted stock to the named executive officers under the 2003 Stock Option and Award Plan or the 1998 Stock Option and Award Plan. Mr. Serra's shares will vest on January 30, 2010, provided that he remains employed by the Company or one of its subsidiaries or affiliates through the vesting date. The shares for the other executives will vest on March 15, 2010, provided that they remain employed by the Company or one of its subsidiaries or affiliates through the vesting date. Each of the executives will be entitled to receive and retain all cash dividends that are payable after the date of grant to record holders of the Company's Common Stock.

Name	Number of Shares	Closing Price on Date of Grant
Matthew D. Serra	100,000	\$23.40
Robert W. McHugh	40,000	\$23.40
Richard T. Mina	40,000	\$23.40
Ronald J. Halls	20,000	\$23.40
Gary M. Bahler	40,000	\$23.40

(3) **Stock Option Awards.** On March 28, 2007, the Stock Option Plan Sub-Committee of the Compensation Committee granted nonstatutory stock options to the following executive officers under the 2003 Stock Option and Award Plan or the 1998 Stock Option and Award Plan. Mr. Serra's options will vest in three equal installments, on March 28, 2008, March 28, 2009, and January 30, 2010. The options for the other executives will vest in three equal installments, on March 28, 2008, March 28, 2009, and March 28, 2010. The options were granted at an exercise price of \$23.42 per share, which was 100 percent of the fair market value of a share of the Company's Common Stock on the date of grant.

Name	Number of Shares
Matthew D. Serra	48,500
Robert W. McHugh	20,000
Richard T. Mina	30,000
Ronald J. Halls	30,000
Gary M. Bahler	20,000

(4) **Retention Bonus.** On March 28, 2007, the Compensation Committee approved the payment of a retention bonus in the amount of \$250,000 to Ronald J. Halls.

SIGNATURE

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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.

FOOT LOCKER, INC.
(Registrant)

Date: April 3, 2007

By: /s/ Gary M. Bahler
*Senior Vice President ,General Counsel and
Secretary*
