

UNITED STATES  
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) April 28, 2006

NORDSTROM, INC.  
(EXACT NAME OF REGISTRANT AS SPECIFIED IN ITS CHARTER)

WASHINGTON	001-15059	91-0515058
(STATE OR OTHER JURISDICTION OF INCORPORATION)	(COMMISSION FILE NUMBER)	(I.R.S. EMPLOYER IDENTIFICATION NO.)

1617 SIXTH AVENUE, SEATTLE, WASHINGTON	98101
(ADDRESS OF PRINCIPAL EXECUTIVE OFFICES)	(ZIP CODE)

REGISTRANT'S TELEPHONE NUMBER, INCLUDING AREA CODE (206) 628-2111

INAPPLICABLE  
(FORMER NAME OR FORMER ADDRESS IF CHANGED SINCE LAST REPORT)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2 below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM 1.01 ENTRY INTO A MATERIAL DEFINITIVE AGREEMENT

The Compensation Committee of the Board of Directors of Nordstrom, Inc. (the "Compensation Committee") recently approved bonus goals, performance levels and award levels that may be earned during the fiscal year ending February 3, 2007 ("Fiscal Year 2006") under the Company's shareholder approved Executive Management Group Bonus Plan (the "Plan").

Under the Plan, bonus awards are paid only when performance goals are achieved. The bonus target and maximum payments are expressed as a percentage of base salary and the bonus goals vary by position depending on each participant's area of responsibility and influence.

Fiscal Year 2006 bonus arrangements for the Company's Named Executive Officers were approved by the Compensation Committee as follows:

Name and Bonus Target Bonus
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Maximum  
Bonus  
Principal  
as a % of  
as a % of  
Bonus  
Measure  
Position  
Base  
Salary  
Base  
Salary  
Measures  
Weighting

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~~Blake W.  
Nordstrom~~

~~100%  
250.0%—  
Earnings  
before  
taxes/  
100.0%~~

~~President  
Return on  
invested  
capital~~

~~Peter E.  
Nordstrom~~

~~125%  
312.5%—  
Earnings  
before  
taxes/  
75.0%~~

~~Executive  
Vice  
Return on  
invested  
capital~~

~~President  
Full-Line~~

~~Stores  
earnings  
before  
taxes~~

~~25.0% Erik  
B.~~

~~Nordstrom~~

~~125%  
312.5%—  
Earnings  
before  
taxes/  
75.0%~~

~~Executive  
Vice  
Return on  
invested  
capital~~

~~President  
Full-Line~~

~~Stores  
earnings  
before  
taxes  
25.0%~~

~~Michael G.  
Koppel 60%~~

~~150.0%—  
Earnings  
before  
taxes/~~

75.0%  
Executive  
Vice  
Return on  
invested  
capital  
President  
Oversight  
of the  
Company's  
Credit and  
Accountable  
divisions  
12.5%  
Planning,  
budgeting  
and  
capital  
management  
12.5%  
James R.  
O'Neal 60%  
150.0%  
Earnings  
before  
taxes  
75.0%  
Executive  
Vice  
Nordstrom  
Product  
Group  
gross  
12.5%  
President  
margin  
return on  
investment  
and total  
expense  
Nordstrom  
Product  
Group  
12.5%  
design  
development  
and  
reduction  
in lead  
times

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.

NORDSTROM, INC.

By: /s/ David L. Mackie  
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David L. Mackie  
Vice President, Real Estate  
and Corporate Secretary

Dated: May 2, 2006