

**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) January 22, 2009

LSB INDUSTRIES, INC.

(Exact name of registrant as specified in its charter)

Delaware

1-7677

73-1015226

(State or other jurisdiction
of incorporation)

(Commission File
Number)

(IRS Employer
Identification No.)

16 South Pennsylvania, Oklahoma City, Oklahoma

73107

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code

(405) 235-4546

Not applicable

(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))

Section 2 – Financial Information

Item 2.02. Results of Operations and Financial Condition

On January 22, 2009, LSB Industries, Inc. (the "Company") issued a press release containing certain statements regarding expected results for the Company's fourth quarter ended December 31, 2008, and certain other information. The press release is attached hereto as Exhibit 99.1 and is incorporated herein by reference.

The information contained in this Item 2.02 of this Form 8-K and the Exhibit attached hereto are being furnished and shall not be deemed "filed" for the purposes of Section 18 of the Securities Act of 1934 (as amended), or otherwise subject to the liabilities of such section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933 (as amended), except as shall be expressly set forth by specific reference in such filing.

Item 9.01. Financial Statements and Exhibits

The information contained in the accompanying Exhibit 99.1 shall not be deemed filed for purposes of Section 18 of the Exchange Act or incorporated by reference in any filing under the Exchange Act or the Securities Act, except as shall be expressly set forth by specific reference in such filing.

(d) Exhibits.

Exhibit **Description**

99.1 Press Release issued by LSB Industries, Inc., dated January 22, 2009.

SIGNATURES

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

Dated: January 23, 2009

LSB INDUSTRIES, INC.

By: /s/ Tony M. Shelby

Tony M. Shelby,
Executive Vice President and Chief Financial Officer

LSB Industries, Inc. Comments on Fourth Quarter Results and the Proposed Economic Stimulus Package

January 22, 2009 4:32 PM ET

LSB Industries, Inc. (the Company) (NYSE:LXU), announced today that 2008 fourth quarter sales were up in both its Climate Control and Chemical Business. Although it expects to report a sales increase of approximately 33% for the fourth quarter of 2008 vs. the fourth quarter of 2007, pre-tax income, although positive, will be lower due in part to write-downs and valuation reserves of approximately \$10 million, as a result of steep declines in commodity prices and the market value of certain financial hedge positions. In addition, during the fourth quarter 2008, LSB completed planned maintenance (turnarounds) at our El Dorado, Arkansas and Cherokee, Alabama plants at a combined cost of approximately \$4.5 million.

The 2008 fourth quarter write-downs and valuation reserves include estimated \$3.7 million lower of cost or market inventory write-downs, and \$3.3 million mark-to-market losses on natural gas and anhydrous ammonia hedge positions relating to our Chemical Business and \$3.0 million mark-to-market losses on interest rate hedge positions. Included in the natural gas and anhydrous ammonia mark-to-market losses is \$1.7 million unrealized non-cash losses securing profit margins on certain orders that will be shipped at firm sales prices in 2009.

Partially offsetting the \$10 million write-downs and valuation reserves is a gain of \$5.5 million from the repurchase of a portion of the Company's 5.5% subordinated debentures due 2012 at below face value.

Jack E. Golsen, Chairman and CEO, stated, "The write-downs are caused by the unprecedented volatility in commodity markets that occurred in the fourth quarter of 2008. We are recently seeing some settling in this situation and the market is moving forward with lower costs and lower selling prices of our chemical products. Our Climate Control Business results were not significantly affected by the volatility in the commodity markets."

Golsen further stated, "In response to numerous inquiries following the release of the stimulus package proposed by the House of Representatives on January 15, 2009, we believe that several funding initiatives and tax incentives could be favorable to our Climate Control Business, particularly our geothermal heat pump business. The proposed package extends and expands federal tax credits for residential and commercial geothermal systems, and includes almost \$33 billion to upgrade federal and state buildings, schools and universities, with emphasis on energy efficiency enhancements. Highly energy efficient products produced by LSB could be used in many of these upgrade and modernization projects."

EXHIBIT 99.1

He went on to say, "For the past few years our geothermal heat pump sales have grown at a very rapid rate, and that growth was without any federal tax incentives, as the legislation passed in 2008 has not been in effect long enough to impact sales. The proposed stimulus package as discussed, if enacted, could benefit our geothermal business."

Tony Shelby, Chief Financial Officer, stated, "Our current plan is to issue the financial results for the fourth quarter and calendar year ended December 31, 2008, on or about March 12, 2009. However, the final determination will be made later in February. As is customary, a separate press release will be made when the dates of the earnings announcement and subsequent conference call are established."

LSB is a manufacturing, marketing and engineering company. Through its subsidiaries, LSB's principal business activities consist of the manufacture and sale of commercial and residential climate control products, such as geothermal and water source heat pumps, hydronic fan coils, large custom air handlers, the manufacture and sale of chemical products for the mining, agricultural and industrial markets, and the provision of specialized engineering services and other activities. LSB Industries is included in the Russell 2000 Index and the Russell 3000 Index.

This press release contains certain statements which may constitute forward-looking statements within the meaning of the Private Securities Reform Act of 1996, including, but not limited to, expectation as to sales increases for the fourth quarter of 2008 vs. fourth quarter 2007; pre-tax income for 2008; fourth quarter write-downs and reserves; market moving forward with lower costs and lower selling prices of our chemical products; funding initiatives and tax incentives in the stimulus package currently proposed by the House of Representatives which could be favorable to and enlarge our geothermal heat pump business; and use of our energy efficient products. Investors are cautioned that such forward-looking statements are not guarantees of future performance and involve risks and uncertainties, and that actual results may differ materially from the forward-looking statements as a result of various factors, including, but not limited to, general economic conditions; development of new technology; results of our 2008 audit; adjustments to our 2008 financials in connection with such audit; changes in the proposed stimulus package by Congress and/or the executive branch prior to such being adopted; and the "Risk Factors" contained in, and the other factors listed under the heading, "Special Note Regarding Forward-Looking Statements" in our 2007 Form 10-K, as amended by our 10-K/A Amendment No. 1, and our Forms 10-Q for quarters ended March 31, 2008, June 30, 2008, and September 30, 2008.