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): July 1, 2016

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)	(I.R.S. Employer Identification No.)

16 South Pennsylvania Avenue,
Oklahoma City, Oklahoma 73107

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))

Item 2.01 Completion of Acquisition or Disposition of Assets.

On July 1, 2016, LSB Industries, Inc., a Delaware corporation (the "Company"), completed the previously announced sale of its climate control business to NIBE Energy Systems Inc., a Delaware corporation (the "Purchaser"), and an indirect wholly owned subsidiary of NIBE Industrier AB (publ), a Swedish corporation ("NIBE"), pursuant to the terms of the Stock Purchase Agreement (the "Stock Purchase Agreement"), dated May 11, 2016, by and among the Company, Consolidated Industries L.L.C., an Oklahoma limited liability company and a direct, wholly owned subsidiary of the Company ("Consolidated"), The Climate Control Group, Inc., an Oklahoma corporation and a direct, wholly owned subsidiary of Consolidated and an indirect subsidiary of the Company (the "Climate Control Group"), NIBE and the Purchaser.

The foregoing description of the Stock Purchase Agreement does not purport to be complete and is qualified in its entirety by reference to the full text of the Stock Purchase Agreement, which is filed as Exhibit 10.1 to the Current Report on Form 8-K of the Company filed on May 13, 2016.

On July 1, 2016, the Company issued a press release announcing that it had completed the sale of its climate control business to the Purchaser pursuant to the Stock Purchase Agreement. The press release, filed as Exhibit 99.1 to this Current Report on Form 8-K, is incorporated herein by reference.

The unaudited pro forma financial statements of the Company giving effect to the foregoing transaction are attached hereto as Exhibit 99.2 and incorporated herein by reference.

Item 9.01 Financial Statements and Exhibits.

(b) Pro Forma Financial Information

The LSB Industries, Inc. Unaudited Pro Forma Financial Information is attached hereto as Exhibit 99.2 and is incorporated herein by reference.

(d) Exhibits:

Exhibit No.	Description
99.1	Press Release, dated as of July 1, 2016.
99.2	LSB Industries, Inc. Unaudited Pro Forma Financial Information.

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.

Dated: July 8, 2016

LSB INDUSTRIES, INC.

By:	/s/ Mark T. Behrman
Name:	Mark T. Behrman
Title:	Executive Vice President and Chief Financial Officer

EXHIBIT INDEX

Exhibit No.	Description
99.1	Press Release, dated as of July 1, 2016.
99.2	LSB Industries, Inc. Unaudited Pro Forma Financial Information.

Exhibit 99.1

FOR IMMEDIATE RELEASE

LSB INDUSTRIES, INC. ANNOUNCES CLOSING OF SALE OF CLIMATE CONTROL BUSINESS TO NIBE INDUSTRIER AB

OKLAHOMA CITY, Oklahoma — July 1, 2016 – LSB Industries, Inc. (NYSE: LXU) ("LSB" or the "Company") today announced the closing of the previously disclosed sale of its Climate Control Business ("CCB") to NIBE Industrier AB (publ) of Sweden ("NIBE") for a total of $364 million. The Company plans to use the net proceeds of the sale to repay its outstanding debt, redeem its preferred stock, or a combination of the two.

Dan Greenwell, LSB's President and CEO, stated, "We are pleased to have completed the divestiture of the Climate Control Business at an attractive valuation. This transaction transforms LSB into a pure-play chemical company, and enables us to improve our capital structure. We expect this, combined with the recent start-up of a new ammonia plant at our El Dorado Facility, and our progress on improving the on-stream rates at our other facilities to translate into improved value for our shareholders. Once again, I would like to thank the CCB employees for their hard work and dedication and wish them well in their future with NIBE."

About LSB Industries, Inc.

LSB Industries, Inc., headquartered in Oklahoma City, Oklahoma, manufactures and sells chemical products for the agricultural, mining, and industrial markets. The Company owns and operates facilities in Cherokee, Alabama, El Dorado, Arkansas and Pryor, Oklahoma, and operates a facility for Covestro AG in Baytown, Texas. LSB's products are sold through distributors and directly to end customers throughout the United States. Additional information about the Company can be found on its website at www.lsbindustries.com.

Forward Looking Statement

This press release includes certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements generally are identified by use of the words "will", "believes", "expects", "estimates", "intends", "anticipates", "plans to", "should", "estimates", "projects", or similar expressions, including, without limitation, LSB's plans and expectations with respect to the divestiture of CCB; pay down of debt; improved financial flexibility, capital structure, and chemical plant on-stream rates; enhanced reliability, performance, profitability and generation of cash flow from our facilities; and continued investment in improvement of plants.

Investors are cautioned that such forward-looking statements are not guarantees of future performance and involve risk and uncertainties. Though we believe that expectations reflected in such forward-looking statements are reasonable, we can give no assurance that such expectation will prove to be correct. Actual results may differ materially from the forward-looking statements as a result of various factors, including, but not limited to: general economic conditions; weather conditions; increased costs to complete the El Dorado project; ability to install necessary equipment and renovations at our Facilities in a timely manner; changes to federal legislation or adverse regulations; increased competitive pressures, domestic and foreign; ability to complete transactions to address our leveraged balance sheet and cash flow requirements; loss of significant customers; increased costs of raw materials; and other factors set forth under "Risk Factors" and "Special Note Regarding Forward-Looking Statements" in our Form 10-K for the year ended December 31, 2015 and, if applicable, our Quarterly Reports on Form 10-Q and our Current Reports on Form 8-K, which contain a discussion of a variety of factors which could cause future outcomes to differ materially from the forward-looking statements contained in this release. All forward-looking statements included in this press release are expressly qualified in their entirety by such cautionary statements. We expressly disclaim any obligation to update, amend or clarify any forward-looking statement to reflect events, new information or circumstances occurring after the date of this press release except as required by applicable law.

Company Contact:
Mark Behrman, Chief Financial Officer
(405) 235-4546

Investor Relations Contact:
Fred Buonocore (212) 836-9607
Kevin Towle (212) 836-9620
The Equity Group Inc.

Exhibit 99.2

Unaudited Pro Forma Condensed Consolidated Financial Information

The following unaudited pro forma condensed consolidated financial statements (the "Unaudited Pro Forma Financial Statements") are based upon the historical financial statements of LSB Industries, Inc. (the "Company") and its consolidated subsidiaries ("LSB") and give effect to the sale of Climate Control Group, Inc., (the "Climate Control Group"), an indirect subsidiary of the Company. The unaudited pro forma condensed consolidated statements of operations for the three months ended March 31, 2016 and for the years ended December 31, 2015, 2014 and 2013 assume that the sale of the Climate Control Group occurred January 1, 2013. The unaudited pro forma condensed consolidated balance sheet as of March 31, 2016 assumes that the sale occurred on that date.

The Unaudited Pro Forma Financial Statements are presented based on currently available information and are intended for informational purposes only. These Unaudited Pro Forma Financial Statements are not necessarily indicative of what LSB's results of operations or financial condition would have been had the sale been completed on the dates assumed. In addition, they are not necessarily indicative of LSB's future results of operations or financial condition. Due to the fact that the unaudited pro forma condensed consolidated financial information has been prepared based upon preliminary estimates, the final amounts recorded for the sale of the Climate Control Group may differ materially from the pro forma condensed consolidated financial information presented. Beginning in the second quarter of 2016, the historical financial results of the Climate Control Group will be reflected in LSB's condensed consolidated financial statements as discontinued operations.

The Unaudited Pro Forma Financial Statements should be read in conjunction with (i) the accompanying notes to the Unaudited Pro Forma Financial Statements, (ii) the audited consolidated financial statements and accompanying notes and "Management's Discussion and Analysis of Financial Condition and Results of Operations" included in the Company's Form 10-K for the year ended December 31, 2015 filed with the SEC on February 29, 2016, and (iii) the unaudited financial statements and accompanying notes and "Management's Discussion and Analysis of Financial Conditions and Results of Operations" included in the Company's Form 10-Q for the three months ended March 31, 2016 filed with the SEC on May 4, 2016.

LSB Industries, Inc.
Unaudited Pro Forma Condensed Consolidated Statement of Operation

	Three Months Ended March 31, 2016			
	As Reported	Pro Forma Adjustments	Note 1	Pro Forma
	(In Thousands, Except Per Share Amounts)			
Net sales	$165,599	$ (66,627)	A	$ 98,972
Cost of sales (Note 2-P)	150,590	(45,454)	A	105,136
Gross profit (loss)	15,009	(21,173)		(6,164)
Selling, general and administrative expense	26,862	(15,968)	B	10,894
Other expense, net	390	(139)	A	251
Operating loss	(12,243)	(5,066)		(17,309)
Interest expense, net (Note 2-O)	1,350	—		1,350
Non-operating other expense, net	1,956	—		1,956
Loss from continuing operations before benefit for income taxes	(15,549)	(5,066)		(20,615)
Benefit for income taxes	(610)	(4,240)	C	(4,850)
Loss from continuing operations	(14,939)	(826)		(15,765)
Loss from continuing operations per common share:				
Basic	$ (1.08)	$ (0.03)		$ (1.11)
Diluted	$ (1.08)	$ (0.03)		$ (1.11)
Weighted average shares outstanding:				
Basic	22,868	—		22,868
Diluted	22,868	—		22,868

See notes to unaudited pro forma condensed consolidated financial statements.

LSB Industries, Inc.
Unaudited Pro Forma Condensed Consolidated Statement of Operation

	Year Ended December 31, 2015			
	As Reported	Pro Forma Adjustments	Note 1	Pro Forma
	(In Thousands, Except Per Share Amounts)			
Net sales	$711,781	$ (274,086)	A	$437,695
Cost of sales	608,073	(190,426)	A	417,647
Gross profit	103,708	(83,660)		20,048
Selling, general and administrative expense	112,288	(62,699)	A	49,589
Provision for losses on accounts receivable	253	(29)	A	224
Impairment of long-lived assets (Note 2-N)	43,188	—		43,188
Other income, net	(1,269)	(518)	A	(1,787)
Operating loss	(50,752)	(20,414)		(71,166)
Interest expense, net (Note 2-O)	7,381	(10)	A	7,371
Non-operating other expense, net	124	5	A	129
Loss from continuing operations before benefit for income taxes	(58,257)	(20,409)		(78,666)
Benefit for income taxes	(23,550)	(8,970)	C	(32,520)
Loss from continuing operations	(34,707)	(11,439)		(46,146)
Loss from continuing operations per common share:				
Basic	$ (1.67)	$ (0.50)		$ (2.17)
Diluted	$ (1.67)	$ (0.50)		$ (2.17)
Weighted average shares outstanding:				
Basic	22,759	—		22,759
Diluted	22,759	—		22,759

See notes to unaudited pro forma condensed consolidated financial statements.

LSB Industries, Inc.

Unaudited Pro Forma Condensed Consolidated Statement of Operation

	Year Ended December 31, 2014			
	As Reported	Pro Forma Adjustments	Note 1	Pro Forma
	(In Thousands, Except Per Share Amounts)			
Net sales	$761,246	$ (265,358)	A	$495,888
Cost of sales (Note 2-L)	613,372	(182,949)	A	430,423
Gross profit	147,874	(82,409)		65,465
Selling, general and administrative expense	98,405	(59,565)	A	38,840
Provision for losses on accounts receivable	134	17	A	151
Property insurance recoveries in excess of losses incurred (Note 2-M)	(5,147)	—		(5,147)
Other expense, net	1,120	(76)	A	1,044
Operating income	53,362	(22,785)		30,577
Interest expense, net (Note 2-O)	21,599	—		21,599
Non-operating other income, net	(281)	—		(281)
Income from continuing operations before provision for income taxes and equity in earnings of affiliate	32,044	(22,785)		9,259
Provision for income taxes	12,400	(8,149)	C	4,251
Equity in earnings of affiliate	(79)	—		(79)
Income from continuing operations	19,723	(14,636)		5,087
Income from continuing operations per common share:				
Basic	$ 0.86	$ (0.65)		$ 0.21
Diluted	$ 0.83	$ (0.62)		$ 0.21
Weighted average shares outstanding:				
Basic	22,575	—		22,575
Diluted	23,667	—		23,667

See notes to unaudited pro forma condensed consolidated financial statements.

LSB Industries, Inc.
Unaudited Pro Forma Condensed Consolidated Statement of Operation

	Year Ended December 31, 2013			
	As Reported	Pro Forma Adjustments	Note 1	Pro Forma
	(In Thousands, Except Per Share Amounts)			
Net sales	$701,241	$ (285,018)	A	$416,223
Cost of sales (Note 2-L)	563,122	(193,735)	A	369,387
Gross profit	138,119	(91,283)		46,836
Selling, general and administrative expense	95,237	(59,370)	A	35,867
Provision for losses (recovery of) on accounts receivable	478	(517)	A	(39)
Property insurance recoveries in excess of losses incurred (Note 2-M)	(66,255)	—		(66,255)
Other expense, net	3,351	173	A	3,524
Operating income	105,308	(31,569)		73,739
Interest expense, net (Note 2-O)	13,986	(685)	A	13,301
Loss on extinguishment of debt	1,296	—		1,296
Non-operating other expense (income), net	(100)	123	A	23
Income from continuing operations before provision for income taxes and equity in earnings of affiliate	90,126	(31,007)		59,119
Provision for income taxes	35,421	(11,466)	C	23,955
Equity in earnings of affiliate	(436)	—		(436)
Income from continuing operations	55,141	(19,541)		35,600
Income from continuing operations per common share:				
Basic	$ 2.44	$ (0.87)		$ 1.57
Diluted	$ 2.34	$ (0.83)		$ 1.51
Weighted average shares outstanding:				
Basic	22,465	—		22,465
Diluted	23,597	—		23,597

See notes to unaudited pro forma condensed consolidated financial statements.

LSB Industries, Inc.
Unaudited Pro Forma Consolidated Balance Sheet as of March 31, 2016

	As Reported	Pro Forma Adjustments	Note 1	Pro Forma
Assets				
Current assets:				
Cash and cash equivalents	$ 39,529	$ 53,533	D	$ 93,062
Restricted cash	—	300,000	D	300,000
Accounts receivable, net	87,496	(43,728)	E	43,768
Inventories:				
Finished goods	26,433	(5,379)	F	21,054
Work in progress	1,893	(1,893)	F	—
Raw materials	20,313	(17,830)	F	2,483
Total inventories	48,639	(25,102)		23,537
Supplies, prepaid items and other:				
Prepaid insurance	7,959	(527)	F	7,432
Precious metals	12,669	—		12,669
Supplies	20,003	—		20,003
Prepaid and refundable income taxes	5,954	(5,097)	G	857
Other	4,445	(381)	F	4,064
Total supplies, prepaid items and other	51,030	(6,005)		45,025
Deferred income taxes	4,588	(4,588)	G	—
Total current assets	231,282	274,110		505,392
Property, plant and equipment, net	1,087,954	(25,536)	F	1,062,418
Other assets:				
Intangible and other, net	24,060	(7,642)	F	16,418
	$1,343,296	$ 240,932		$1,584,228
Liabilities and Stockholders' Equity				
Current liabilities:				
Accounts payable	$ 106,853	$ (6,059)	H	$ 100,794
Short-term financing	6,399	—		6,399
Accrued and other liabilities	42,049	(6,305)	I	35,744
Current portion of long-term debt	16,836	—		16,836
Total current liabilities	172,137	(12,364)		159,773
Long-term debt, net	511,678	—		511,678
Noncurrent accrued and other liabilities	23,754	(12,340)	F	11,414
Deferred income taxes	50,715	74,026	G	124,741
Commitments and contingencies				
Redeemable preferred stocks:				
Series E 14% cumulative, redeemable Class C preferred stock, no par value, 210,000 shares issued and outstanding; aggregate liquidation preference of $219,637,000	186,865	—		186,865
Series F redeemable Class C preferred stock, no par value, 1 share issued and outstanding; aggregate liquidation preference of $100	—	—		—
Stockholders' equity:				
Series B 12% cumulative, convertible preferred stock, $100 par value; 20,000 shares issued and outstanding	2,000	—		2,000
Series D 6% cumulative, convertible Class C preferred stock, no par value; 1,000,000 shares issued and outstanding	1,000	—		1,000
Common stock, $.10 par value; 75,000,000 shares authorized, 27,137,599 shares issued	2,714	—		2,714
Capital in excess of par value	190,378	206	J	190,584
Retained earnings	223,616	191,404	K	415,020
	419,708	191,610		611,318
Less treasury stock, at cost:				
Common stock, 3,283,081 shares	21,561	—		21,561
Total stockholders' equity	398,147	191,610		589,757
	$1,343,296	$ 240,932		$1,584,228

See notes to unaudited pro forma condensed consolidated financial statements.

LSB Industries, Inc.
Notes to Unaudited Pro Forma Condensed Consolidated Pro Forma Financial Statements

Note 1 – The pro forma adjustments are as follows:

A Reflects primarily the elimination of historical revenues and expenses (which excludes intercompany charges such as corporate management fees and rent, when applicable) directly related to the Climate Control Group.

B Reflects primarily the elimination of historical expenses (which excludes intercompany charges such as corporate management fees and rent, when applicable) directly related to the Climate Control Group plus professional fees of approximately $0.6 million directly relating to the sale of the Climate Control Group.

C Reflects the income tax effect resulting from the pro forma effect of the sale of the Climate Control Group based on the statutory tax rates in effect.

D Reflects primarily net cash proceeds of $353.7 million from the sale of the Climate Control Group (after estimated purchase price adjustments of approximately $5.6 million primarily relating net working capital and $4.7 million held in certain escrow accounts). The Company plans to use the net cash proceeds to repay its outstanding debt, redeem its preferred stock, or a combination of the two.

E Reflects primarily the elimination of accounts receivables included in the sale of the Climate Control Group partially offset by a receivable of $4.7 million for funds held in certain escrow accounts discussed in D above.

F Reflects primarily the elimination of assets and liabilities included in the sale of the Climate Control Group.

G Reflects the sale of the Climate Control Group and the resulting tax effect based on the statutory rate for federal tax purposes and the estimated state tax calculations. The sale of the Climate Control Group results in a large taxable gain that will be offset by 2016 bonus and accelerated depreciation, resulting in no material cash taxes due.

H Reflects primarily the elimination of accounts payables included in the sale of the Climate Control Group partially offset by payables of an estimated $9.1 million for expenses directly relating to the sale of the Climate Control Group.

I Reflects primarily the elimination of accrued liabilities included in the sale of the Climate Control Group partially offset by liabilities of an estimated $8.0 million for expenses directly relating to the sale of the Climate Control Group

J Reflects the effect from various equity awards relating to the sale of the Climate Control Group.

K Reflects the effect from the estimated gain on the sale of the Climate Control Group, the estimated expenses directly relating to the sale of the Climate Control Group, and the related income tax effects, as if the transaction had been completed on March 31, 2016. The gain on the sale is estimated at $193.4 million, net of income taxes of $111.3 million (based on the statutory tax rates in effect). This gain is not considered in the unaudited pro forma condensed consolidated statements of operations. After the final purchase price adjustments are completed, the actual amount of the gain may differ materially from the pro forma gain amount.

Note 2 – The following are unusual historically significant items included in continuing operations and the period in which they occurred:

L Business Interruption Insurance Recoveries - For 2014 and 2013, we recognized business interruption insurance recoveries of $22.9 million and $28.4 million, respectively, which were classified as reductions to cost of sales related to our El Dorado and Cherokee Facilities.

M Property Insurance Recoveries - For 2014 and 2013, we recognized property insurance recoveries of $5.1 million and $66.3 million, respectively, which were classified as property insurance recoveries in excess of losses incurred related to our El Dorado and Cherokee Facilities.

N Non-cash Impairment Charge - For 2015, we recognized a non-cash impairment charge of $39.7 million relating to our working interest in natural gas properties and a non-cash impairment charge of $3.5 million for certain equipment at our Pryor Facility.

O Capitalized Interest - For 2015, 2014 and 2013, interest expense is net of capitalized interest of $30.6 million, $14.1 million and $4.0 million, respectively. For the three months ended March 31, 2016, interest expense is net of capitalized interest of $10.0 million.

P Certain Consulting Services – For the three months ended March 31, 2016, we incurred a $12.1 million fee related to one-time consulting services associated with the reduction of assessed property tax values for the El Dorado projects real and personal property for both the nitric acid plant, nitric acid concentrator plant and the ammonia plant at our El Dorado Facility.