

**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 1, 2008

LSB INDUSTRIES, INC.

Delaware

(Exact name of registrant as specified in its charter)

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 1, 2008, in an article published by a local newspaper, Barry Golsen, President of LSB Industries, Inc. (the "Company"), was quoted as stating that "We've just completed what is certainly going to be the record year for LSB in all respects." The article 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 The Oklahoman, "LSB Tops State Stocks in Record Year," published January 1, 2008.

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 3, 2008

LSB INDUSTRIES, INC.

By: /s/ Jim D. Jones
Jim Jones,
Senior Vice President,
Corporate Controller and Treasurer

LSB tops state stocks in record year

By Don Mecoy
Business Writer

Before 2007, investors considered LSB Industries Inc. to be a sleepy, Oklahoma City-based manufacturing business. The company's shares were lightly traded and cheaply priced.

But last year, after nearly four decades as a publicly traded company, LSB knocked it out of the park — and analysts, traders and the media took note.

LSB shares rocketed upward 144 percent last year, posting double-digit percentage gains each quarter before closing Friday at \$28.22.

"We've just completed what is certainly going to be the record year for LSB in all respects," LSB President Barry Golsen said Friday.

LSB makes climate control equipment and chemicals for industrial and agricultural customers, and both aspects of its business were major money makers last year.

"Both of those core businesses are market and technology leaders in their products," Golsen said.

Meanwhile, the company's geothermal heat pump business has attracted media attention as a green technology that is gaining favor with homeowners and businesses.

"This business has grown dramatically over the last few years," Golsen said of LSB's geothermal unit. "We've had many local plant expansions, we've hired hundreds of new employees and we're now a very major employer in Oklahoma City."

Moving into 2008, Golsen said the company is well-positioned to maintain its strong competitive position in its chosen markets.

"This is a very gratifying position for us to be in because we're heading into our 40th year as a publicly traded company," he said.

The biggest losers

On the flip side was AMS Health Sciences. Shares of the Oklahoma City marketer of diet aids, nutritional supplements and skin care products started the year at less than a dollar and finished the year shy of a dime.

AMS reorganized its multi-level marketing strategy during the year in an effort to regain profitability, but was removed from the American Stock Exchange and last week filed for bankruptcy protection to stave off a potentially ruinous legal judgment.

The stock closed Friday at 6 cents, off 89 percent for the year.

Other laggards for the year included Syntroleum Corp., a Tulsa company seeking to commercialize its proprietary method of producing liquid fuel, like diesel fuel, out of things other than oil, such as natural gas, fats and grease.

The company reorganized in the fourth quarter to move from the development stage toward the production stage. As part of that move, Syntroleum found a joint venture partner and planned a production plant.

But the company hasn't been profitable and investors seem to be waiting for some tangible sign of success, said Bob Rader, senior vice president of Capital West Securities in Oklahoma City.

"We're at the wait-and-see stage now," Rader said "It's up to the management team to prove that the concept works." Syntroleum shares slid every quarter, closing the year at 88 cents per share.

Traders hammered Dollar Thrifty Automotive Group after the Tulsa company lowered its earnings guidance twice in three months late in the year. Dollar Thrifty shares ended 2007 at \$23.68, down 48 percent.

Sooner boomers

ADDvantage Technologies, a Broken Arrow reseller and distributor of cable television equipment, just keeps posting quarterly profits. Investors rewarded the steady income stream by more than doubling the company's stock price during 2007.

ADDvantage Technologies shares closed Friday at \$6.17, up 121 percent for the year.

Arena Resources, a Tulsa-based oil and natural gas exploration and production company, was the only energy business among the state's top-performing stocks. Arena's stock chart has been a model of consistency for several years.

Those steady gains are not surprising for a company whose executives are among the lowest-paid at any publicly traded company. Those same insiders hold major stakes in the company and expect to earn their compensation along with Arena's shareholders.

For 2007, Arena shares rose 97 percent to close at \$41.71.

A very good year

It was a solid year overall for Oklahoma stocks, with gainers outpacing losers, although 2007 marked the end of several years of top performers coming from the energy sector.

Many of those former leaders simply couldn't duplicate the explosive stock price gains of past years, although most remain very successful.

As do many of the Oklahomans who work for and invest in those companies, said Bob Rader, senior vice president of Capital West Securities.

"A lot of the increase during 2007 in the net worth and buying power of Oklahomans was due to owning Oklahoma public stocks," Rader said. Among the most popular stocks among Rader's state customers are the usual suspects: Chesapeake Energy, Devon Energy, Sonic and OGE Energy.