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**FOR IMMEDIATE RELEASE**

**LSB INDUSTRIES, INC. ANNOUNCES  
RECEIPT OF PAYMENT OF \$7.7 MILLION  
IN SATISFACTION OF JUDGMENT**

Oklahoma City, Oklahoma . . . June 6, 2008 . . . LSB Industries, Inc. (the "Company"), (AMEX: LXU), announced today that it received payment in satisfaction of a judgment in favor of a subsidiary of the Company against defendants Ingersoll-Rand Co. and DR Holding Corp. as general partners of Dresser Rand Company. Including interest, the judgment totaled over \$11.2 million. The Company's net recovery is \$7.7 million after paying attorney fees equal to 31.67%. Upon receipt of payment in satisfaction of the judgment, the Company recognized the amount of the net recovery as other income.

The case claimed the negligent failure by Dresser Rand Company to properly rebuild a hot gas expander for the Company's subsidiary's DM Weatherly nitric acid plant. The case also claimed Dresser Rand Company's negligent failure to rebuild a hot gas expander for other nitric acid plants located at that subsidiary.

LSB is a manufacturing, marketing and engineering company. 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.

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