



COMPANY CONTACT:  
Tony M. Shelby, Chief Financial Officer  
(405) 235-4546

Investor Relations Contact:  
Linda Latman (212) 836-9609  
Lena Cati (212) 836-9611  
The Equity Group Inc.

**FOR IMMEDIATE RELEASE**

**LSB COMMENTS ON FIRE AT SUBSIDIARY'S  
DISTRIBUTION CENTER IN BRYAN, TEXAS**

Oklahoma City, August 3, 2009. LSB Industries Inc. ("LSB" or the "Company"), (NYSE: LXU) announced that there was a fire on July 30<sup>th</sup> at an agricultural products distribution center located in Bryan, Texas, which is operated by LSB's El Dorado Chemical Company (EDC) subsidiary.

The Bryan Agricultural Center (BAC) stored agricultural products and shipped the products to customers in the area. The products stored and sold by BAC include fertilizer grade ammonium nitrate, potash, DAP, and certain other fertilizer products. The BAC is one of 14 EDC agricultural products distribution centers.

When the fire broke out around noon on July 30<sup>th</sup>, the Bryan, Texas Fire department was called to the scene. As a precaution, local authorities evacuated an area around Bryan and nearby College Station, Texas.

EDC immediately responded to the fire by dispatching a team of safety and remediation experts to the site, who continue to assess the situation and investigate the cause of the fire. EDC is assisting local authorities and residents.

Reports indicate that approximately 40 individuals went to local emergency rooms for treatment, but the exact number and the extent of health issues, if any, are unknown at this time.

The fire consumed the entire BAC facility and required the cessation of operations at the Bryan, Texas site. The Company believes it maintains adequate insurance coverage for the currently foreseeable losses arising from the fire, subject to applicable deductibles.

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Jack Golsen, LSB's Board Chairman and CEO said, "We sincerely regret any health issues or temporary inconveniences that might have been caused by the fire at the Bryan, Texas facility. The safety of the residents, first responders and our employees is our foremost concern. We do not believe that the fire at Bryan, Texas will cause any material adverse consequences to our overall business."

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.

*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, the impact of the fire on the Company's business and insurance coverage. Investors are cautioned that such forward-looking statements are not guarantees of future performance and results 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; unanticipated production or distribution problems and exclusions and deduction amounts contained in our insurance policies*