

LSB INDUSTRIES INC
Form 424B3
October 31, 2017
Prospectus Supplement No. 3

Filed Pursuant to Rule 424(b)(3)

Registration No. 333-212503

LSB Industries, Inc.

16 South Pennsylvania Avenue

Oklahoma City, Oklahoma 73107

(405) 235-4546

Prospectus Supplement No. 3

(to Final Prospectus dated March 10, 2017)

This Prospectus Supplement No. 3 supplements and amends the final prospectus dated March 10, 2017, as supplemented by Prospectus Supplement No. 1, dated April 27, 2017, and Prospectus Supplement No. 2, dated July 27, 2017 (collectively, the “Final Prospectus”), relating to the offer and sale by the selling stockholder identified in the Final Prospectus of up to 4,069,324 shares of our common stock, par value \$0.10 per share, issued upon the exercise of warrants to purchase our common stock, which warrants were issued to the selling stockholder in connection with a private placement completed on December 4, 2015, and which were exercised on May 19, 2016.

On October 30, 2017, we filed with the U.S. Securities and Exchange Commission the attached Quarterly Report on Form 10-Q.

This Prospectus Supplement No. 3 should be read in conjunction with the Final Prospectus and is qualified by reference to the Final Prospectus except to the extent that the information in this Prospectus Supplement No. 3 supersedes the information contained in the Final Prospectus.

Our shares of common stock are quoted on the NYSE and trade under the ticker symbol “LXU.” On October 30, 2017, the last reported sale price of our common stock was \$7.09 per share.

Investing in our common stock involves a high degree of risk. See “Risk Factors” beginning on page 4 of the Final Prospectus dated March 10, 2017.

Neither the Securities and Exchange Commission nor any state securities commission has approved or disapproved of these securities or determined if this Prospectus Supplement No. 3 is truthful or complete. Any representation to the contrary is a criminal offense.

The date of this Prospectus Supplement No. 3 is October 31, 2017.

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

Form 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2017

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission file number 1-7677

LSB Industries, Inc.

(Exact name of Registrant as specified in its charter)

Delaware 73-1015226
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification No.)

16 South Pennsylvania Avenue, Oklahoma City, Oklahoma 73107
(Address of principal executive offices) (Zip Code)

(405) 235-4546

(Registrant's telephone number, including area code)

None

(Former name, former address and former fiscal year, if changed since last report.)

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes No

Indicate by check mark whether the Registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the Registrant was required to submit and post such files).

Yes No

Indicate by check mark whether the Registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definitions of "large accelerated filer", "accelerated filer", "smaller reporting company" and "emerging growth company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer

(Do not check if a smaller reporting company) Smaller reporting company

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the Registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

The number of shares outstanding of the Registrant's common stock was 28,405,103 shares as of October 27, 2017.

FORM 10-Q OF LSB INDUSTRIES, INC.

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PART I

FINANCIAL INFORMATION

Item 1. Financial Statements

LSB INDUSTRIES, INC.

CONDENSED CONSOLIDATED BALANCE SHEETS

(Information at September 30, 2017 is unaudited)

| | September 30, 2017 | December 31, 2016 |
|---|--------------------------|-------------------------|
| | (In Thousands) | |
| Assets | | |
| Current assets: | | |
| Cash and cash equivalents | \$53,065 | \$60,017 |
| Accounts receivable, net | 44,922 | 51,299 |
| Inventories: | | |
| Finished goods | 17,153 | 19,036 |
| Raw materials | 4,847 | 3,903 |
| Total inventories | 22,000 | 22,939 |
| Supplies, prepaid items and other: | | |
| Prepaid insurance | 1,606 | 11,217 |
| Precious metals | 8,491 | 8,648 |
| Supplies | 27,081 | 24,100 |
| Prepaid and refundable income taxes | 2,202 | 1,193 |
| Other | 2,746 | 1,733 |
| Total supplies, prepaid items and other | 42,126 | 46,891 |
| Total current assets | 162,113 | 181,146 |