

KMG CHEMICALS INC
Form 8-K
January 06, 2011

**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 5, 2011

KMG Chemicals, Inc.

(Exact name of registrant as specified in its charter)

TEXAS

(State or other Jurisdiction of
Incorporation)

000-29278

(Commission File Number)

75-2640529

(IRS Employer Identification No.)

9555 W. Sam Houston Pkwy S., Houston, Texas Suite

600

(Address of Principal Executive Offices)

77099

(Zip Code)

Registrant's telephone number, including area code: **713-600-3800**

(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:

- 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 8.01 Other Events

David L. Hatcher, Chairman of the Board of Directors of KMG Chemicals, Inc. (the “Company”), has entered into a stock trading plan under Rule 10b5-1 of the Securities and Exchange Act. Under Rule 10b5-1, directors, officers and other employees who are not in possession of material non-public information may adopt a pre-arranged plan or contract for the sale of Company securities under specified conditions and at specified times. Using these 10b5-1 plans, individuals can gradually diversify their investment portfolios, spread stock trades out over an extended period of time to reduce market impact, and avoid concerns about transactions occurring at a time when they might possess material non-public information.

Under his 10b5-1 plan, Mr. Hatcher may sell up to 1,000,000 shares of the Company’s common stock over a period commencing on January 6, 2011 and ending December 31, 2011. Shares will be sold under Mr. Hatcher’s plan on the open market at prevailing market prices and subject to minimum price thresholds specified in his plan.

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.

KMG Chemicals, Inc.

By: /s/ John V. Sobchak

Date: January 5, 2011

John V. Sobchak,
Vice President and Chief Financial Officer