WEGENER CORPORATION AND SUBSIDIARY
QUARTERLY REPORT
For the Three and Nine Months Ended May 27, 2016
(Unaudited)

INDEX

PART I. Financial Information

Item 1. Financial Statements

Introduction 2

Consolidated Statements of Operations (Unaudited) - Three and Nine Months Ended May 27, 2016 and May 29, 2015 3

Consolidated Balance Sheets – (Unaudited) May 27, 2016 and August 28, 2015 4

Consolidated Statements of Capital Deficit (Unaudited) - Nine Months Ended May 27, 2016 and May 29, 2015 5

Consolidated Statements of Cash Flows (Unaudited) - Nine Months Ended May 28, 2016 and May 29, 2015 6

Notes to Consolidated Financial Statements (Unaudited) 7

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations 16

PART II. Other Information

Item 1A. Risk Factors 24
Item 2. Unregistered Sales of Equity Securities and Use of Proceeds 25
Item 6. Exhibits 25
Signatures 27

PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

INTRODUCTION - CONSOLIDATED FINANCIAL STATEMENTS

Wegener® Corporation, together with its subsidiary, is referred to herein as "we," "our," "us," the "Company" or "Wegener." Wegener Corporation was formed in 1977 and is a Delaware corporation. We conduct our continuing business through Wegener Communications, Inc. (WCI), a wholly-owned subsidiary. WCI was formed in April 1978 and is a Georgia corporation. The consolidated statements of operations for the three and nine months ended May 27, 2016, and May 29, 2015; the consolidated balance sheets as of May 27, 2016 and August 28, 2015; the consolidated statements of capital deficit as of May 27, 2016, and May 29, 2015; and the consolidated statements of cash flows for the nine months ended May 27, 2016, and May 29, 2015; have been prepared without audit. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted pursuant to such rules and regulations, although the Company believes that the disclosures herein are adequate to make the information presented not misleading. It is suggested that these unaudited consolidated financial statements be read in conjunction with the audited financial statements and the notes thereto included in the Company's Annual Report (unaudited) for the fiscal year ended August 28, 2015.

In the opinion of the Company, the statements for the unaudited interim periods presented include all adjustments, which were of a normal recurring nature, necessary to present a fair statement of the results of such interim periods. The results of operations for the interim periods presented are not necessarily indicative of the results of operations for the entire year.

WEGENER CORPORATION AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	Three months ended		Nine months ended	
	May 27, 2016	May 29, 2015	**May 27, 2016**	May 29, 2015
Revenue, net	**$ 403,790**	$ 709,866	**$ 2,392,794**	$ 2,546,720
Operating costs and expenses				
Cost of products sold	**302,849**	580,112	**1,420,250**	1,707,711
Selling, general and administrative	**185,462**	260,087	**667,274**	786,312
Research and development	**169,089**	159,188	**497,119**	486,790
Operating costs and expenses	**657,400**	999,387	**2,584,643**	2,980,813
Operating loss	**(253,610)**	(289,521)	**(191,849)**	(434,093)
Gain on sale of assets	**-**	-	**-**	2,472,656
Interest expense-related party	**(31,948)**	(25,768)	**(93,420)**	(144,057)
Interest expense	**(1,012)**	(1,021)	**(3,034)**	(2,743)
Net (loss) earnings before income taxes	**(286,570)**	(316,310)	**(288,303)**	1,891,763
Income tax expense	**-**	-	**-**	37,000
Net (loss) earnings	**$ (286,570)**	$ (316,310)	**$ (288,303)**	$ 1,854,763
Net (loss) earnings per share:				
Basic and diluted	**$ (0.02)**	$ (0.02)	**$ (0.02)**	$ 0.14
Shares used in per share calculation				
Basic and diluted	**13,147,051**	13,147,051	**13,147,051**	13,147,051

See accompanying notes to consolidated financial statements.

WEGENER CORPORATION AND SUBSIDIARY
CONSOLIDATED BALANCE SHEETS
(Unaudited)

	May 27, 2016	August 28, 2015
Assets		
Current assets		
Cash	**$ 154,625**	$ 35,937
Accounts receivable, net	**82,673**	499,793
Inventories, net	**303,892**	425,140
Other	**218,314**	94,452
Total current assets	**759,504**	1,055,322
Property and equipment, net	**992**	502
Capitalized software costs, net	**49,102**	44,897
Other assets	**1,183**	18,548
Total assets	**$ 810,781**	$ 1,119,269
Liabilities and Capital Deficit		
Current liabilities		
Line of credit-related party	**$ 1,684,000**	$ 1,425,000
Note payable	**100,000**	100,000
Accounts payable	**1,182,447**	1,580,205
Accrued expenses	**2,982,712**	2,950,216
Deferred revenue	**368,132**	259,553
Customer deposits	**523,908**	561,410
Total current liabilities	**6,841,199**	6,876,384
Commitments and contingencies		
Capital deficit		
Preferred stock, $20.00 par value; 250,000 shares authorized; none issued and outstanding	**-**	-
Common stock, $.01 par value; 100,000,000 shares authorized; 13,147,051 shares issued and outstanding	**131,471**	131,471
Additional paid-in capital	**20,745,496**	20,730,496
Accumulated deficit	**(26,907,385)**	(26,619,082)
Total capital deficit	**(6,030,418)**	(5,757,115)
Total liabilities and capital deficit	**$ 810,781**	$ 1,119,269

See accompanying notes to consolidated financial statements.

WEGENER CORPORATION AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CAPITAL DEFICIT
(Unaudited)

	Common Stock		Additional Paid-in	Accumulated
	Shares	Amount	Capital	Deficit
Balance at August 29, 2014	13,147,051	$131,471	$20,729,827	$(28,207,668)
Share-based compensation	-	-	669	-
Net earnings for the nine months	-	-	-	1,854,763
BALANCE at May 30, 2014	13,147,051	$131,471	$20,730,496	$(26,352,905)
Balance at August 28, 2015	13,147,051	$131,471	$20,730,496	$(26,619,082)
Share-based compensation	-	-	15,000	-
Net loss for the nine months	-	-	-	(288,303)
BALANCE at May 27, 2016	**13,147,051**	**$131,471**	**$20, 745,496**	**$(26,907,385)**

See accompanying notes to consolidated financial statements.

WEGENER CORPORATION AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	Nine months ended	
	May 27, 2016	May 29, 2015
Cash flows from operating activities		
Net (loss) earnings	**$ (288,303)**	$1,854,763
Adjustments to reconcile net (loss) earnings to net cash used for operating activities:		
Depreciation and amortization	**248,849**	371,753
Gain on sale of assets	**-**	(2,472,656)
Share-based compensation expense	**15,000**	669
(Decrease) increase in provision for bad debts	**-**	-
Increase in provision for inventory reserves	**-**	-
Changes in assets and liabilities		
Accounts receivable	**417,120**	(130,582)
Inventories	**121,248**	(13,201)
Other assets	**(123,862)**	(41,287)
Accounts payable	**(397,758)**	134,478
Accrued expenses	**30,435**	189,797
Deferred revenue	**108,578**	20,139
Customer deposits	**(37,502)**	(85,346)
Net cash provided by (used for) operating activities	**93,805**	(171,473)
Cash flows from investing activities		
Property and equipment expenditures	**(408)**	(3,180)
Capitalized software additions	**(233,709)**	(318,070)
Proceeds from sale of assets	**-**	3,480,000
Net cash (used for) provided by investing activities	**(234,117)**	**3,158,750**
Cash flows from financing activities		
Change in borrowings under revolving line of credit-related party	**259,000**	(3,170,000)
Note payable borrowings	**-**	100,000
Net cash provided by (used for) financing activities	**259,000**	(3,070,000)
Increase (decrease) in cash	**118,688**	(82,723)
Cash, beginning of period	**35,937**	182,708
Cash, end of period	**$ 154,625**	$ 99,985
Supplemental disclosure of cash flow information:		
Cash paid for interest	**$ 3,033**	$ 2,550

See accompanying notes to consolidated financial statements.

Note 1 Liquidity and Going Concern

The accompanying consolidated financial statements have been prepared on a going concern basis which contemplates the realization of assets and liquidation of liabilities in the normal course of business and do not include any adjustments to reflect the possible future effects on the recoverability and classification of assets or the amounts and classification of liabilities that may result from the possible inability of the Company to continue as a going concern.

On September 26, 2013, the Board of Directors unanimously approved an all stock offer term sheet for the acquisition of Wegener Corporation. On February 5, 2014, it was announced that Novra Technologies, Inc. (Novra) would be the acquiring company and that Novra would also acquire privately held Westport Research Associates, Inc. The transaction is subject to due diligence, approval by Wegener Corporation shareholders and other terms and conditions, therefore, no assurances may be given that the transaction will be completed.

We have experienced recurring net losses from operations, which have caused an accumulated deficit of approximately $26,908,000 at May 27, 2016. We had a working capital deficit of approximately $6,082,000 at May 27, 2016 compared to $5,821,000 at August 28, 2015.

Our cash flow requirements during the first nine months of fiscal 2016 were financed primarily by an increase in borrowings on our line of credit and conversion of working capital to cash primarily due to a reduction in accounts receivable as a result of increased collections during the second quarter of fiscal 2016. Additional liquidity was provided by a non-binding discretionary inventory purchase arrangement with Novra (see discussion below). At May 27, 2016, the outstanding balance on our revolving line of credit was at the maximum limit of $1,384,000 and the balance on the demand discretionary credit facility was at the maximum limit of $300,000. At July 15, 2016, the outstanding balance and maximum credit limit on the line of credit increased to $1,551,000 and the balance on the demand discretionary credit facility remained at $300,000.

Our bookings and revenues during the third quarter and first nine months of fiscal 2016, as well as to date, have been insufficient to attain profitable operations and to provide adequate levels of cash flow from operations. During the third quarter and first nine months of fiscal 2016 bookings were approximately $1,285,000 and $2,058,000, respectively, compared to $614,000 and $1,865,000, respectively, in the same periods of fiscal 2015. Subsequent to May 27, 2016, additional bookings amounted to approximately $100,000. Total fiscal year 2015 bookings were $3.3 million. These bookings were well below our expectations primarily as a result of customer delays in purchasing decisions, deferral of project expenditures and general adverse economic and credit conditions. Third quarter fiscal 2016 revenues and fourth quarter fiscal 2016 forecasted bookings and revenues were and will be adversely impacted due to a slippage of orders for customer specific projects into fiscal 2017. Our backlog scheduled to ship within 18 months was approximately $2.7 million at May 27, 2016. The total multi-year backlog at May 27, 2016, was also approximately $2.7 million. Approximately $777,000 of the May 27, 2016 backlog is scheduled to ship during the remainder of fiscal 2016 and $1,930,000 in fiscal 2017. The amounts of orders scheduled to ship during the fourth quarter of fiscal 2016 and into fiscal 2017 from the May 27, 2016 backlog, along with bookings subsequent to May 27, 2016, are currently insufficient to provide adequate levels of liquidity on a consistent quarterly and day to day basis during those periods. Significant shippable bookings are currently required to meet our quarterly financial and cash flow projections for fiscal 2017. There can be no assurances that the Company will be able to achieve its projected level of bookings and revenues in fiscal 2017.

During prior fiscal years we have made reductions in head count to the current level of 21 full-time employees at May 27, 2016. Additional headcount reductions in future quarters may be required to reduce operating expenses depending on near term bookings, revenue levels and near term available cash liquidity.

During prior fiscal years and continuing to date, due to insufficient cash flow from operations and the borrowing limitations under our loan facility, we negotiated extended payment terms with our two offshore vendors and have been extending other vendors beyond normal payment terms. Until such vendors are paid within normal payment terms, no assurances can be given that required services and materials needed to support operations will continue to be provided. In addition, no assurances can be given that vendors will not pursue legal means to collect past due balances owed. Any interruption of services or materials or initiation of legal means to collect balances owed would likely have an adverse impact on our operations and could impact our ability to continue as a going concern.

During fiscal 2014, we did not have sufficient liquidity to purchase required inventories with offshore and certain domestic vendors. As a result, Novra agreed to enter into a non-binding discretionary inventory purchase arrangement with Wegener under which Novra would provide assistance for limited inventory purchases. Under this arrangement, inventory purchases would be made by Novra and resold to Wegener at cost plus a 5% markup. As of May 27, 2016, approximately $1,386,000 of cumulative inventory purchase orders was placed under this arrangement and cumulatively approximately $1,231,000 of the

inventory purchases was received as of May 27, 2016. Approximately $185,000 was owed to Novra pursuant to the purchase arrangement and is included in the accounts payable balance at May 27, 2016. Subsequent to May 27, 2016, approximately $124,000 of additional inventory purchases was placed under the Novra purchase arrangement. This discretionary arrangement may be terminated at anytime. Therefore, no assurance may be given that this arrangement will provide sufficient levels of timely inventory purchases to meet required delivery schedules of potential future bookings.

Our day to day liquidity during the first nine months of fiscal 2016 and continuing to date has been adversely impacted by our low level of revenues and bookings. As discussed above, the lower than expected revenues in the third quarter and fourth quarter forecasted bookings and revenues will have an adverse effect on our day to day liquidity in the fourth quarter of fiscal 2016 and into fiscal 2017. As a result , we believe on a day to day operating basis within the remaining quarter of fiscal 2016 into fiscal 2017, we will need additional liquidity assistance from additional borrowings from our existing lender, continued purchasing assistance from Novra and/or customer deposits. There is no assurance that sufficient levels of day to day cash liquidity will be available when needed from those current sources to provide for timely payment of operating expenses and to allow for timely inventory purchases required to meet the forecast requirements. As a result, we believe we will need to consummate the sale of the Company to Novra. Alternatively, we would need additional liquidity from one or more of the following sources; additional capital or additional borrowings from other lenders, continued and possible additional credit limits as well as continued extended payment terms from offshore and domestic suppliers, increased customer deposits from future bookings and/or other financial alternatives or arrangements to provide adequate liquidity to pay our current level of operating expenses, to provide for anticipated inventory purchases in the fourth quarter of fiscal 2016 and continuing into fiscal 2017 which will be required for our current level of anticipated revenues during those periods and to reduce past due amounts owed to vendors and service providers.

We currently have limited sources of capital, including the public and private placement of equity securities and additional debt financing. No assurances can be given that additional capital or borrowings or the other sources of liquidity discussed above would be available to allow us to continue as a going concern. Therefore, if we are unable to consummate the sale of the Company or alternatively, if additional capital or borrowings or other sources of liquidity are unavailable, we will likely be forced to significantly curtail or restructure our operations during the remainder of fiscal 2016 and beyond, which would likely have a material adverse effect on our financial position and results of operations and impact our ability to continue as a going concern and as a result may require the Company to enter into bankruptcy proceedings or cease operations.

Note 2 Significant Accounting Policies

The significant accounting policies followed by the Company are set forth in Note 2 to our unaudited consolidated financial statements included in the Annual Report for the year ended August 28, 2015. The following are updates to those policies.

Research and Development/Capitalized Software Costs.

We expense research and development costs, including expenditures related to development of our software products that do not qualify for capitalization. Software development costs are capitalized subsequent to establishing technological feasibility. Capitalized costs are amortized based on the larger of the amounts computed using (a) the ratio that current gross revenues for each product bears to the total of current and anticipated future gross revenues for that product or (b) the straight-line method over the remaining estimated economic life of the product. This has resulted in amortization periods ranging from two to three years. Expected future revenues and estimated economic lives are subject to revisions due to market conditions, technology changes and other factors resulting in shortfalls of expected revenues or reduced economic lives. In accordance with current accounting guidance, FASB Accounting Standards Codification (ASC) Topic 985-20 “Costs of Software to Be Sold, Leased, or Marketed”, we evaluated the recoverability and our estimate of net realizable value of net capitalized software costs at May 27, 2016. This evaluation considered our current near term liquidity and risks of obtaining addition required financing, declining levels of bookings and backlog, historical revenue forecast accuracy and historical losses, as well as estimated future revenues, cost of completion and disposal of the asset. Software development costs capitalized during the three and nine months ended May 27, 2016, were limited to $52,000 and $234,000, respectively, based on our evaluation of the net realizable value at May 27, 2016. During the three and nine months ended May 27, 2016 amortization expense, included in cost of revenues, was $54,000 and $230,000, respectively. Capitalized software costs, net of accumulated amortization, were $49,000 at May 27, 2016, compared to $45,000 at August 28, 2015. Accumulated amortization amounted to $2,579,000 at May 27, 2016.

Share-Based Compensation

We account for share-based payments to employees, including grants of employee stock options, in accordance with ASC Topic 718, "Compensation-Stock Compensation" (ASC 718). ASC 718 requires that these awards be recognized as compensation expense in the consolidated financial statements based on their fair values. That expense will be recognized over the period during which an employee is required to provide services in exchange for the award, known as the requisite service period (usually the vesting period). In the first nine months of fiscal year 2016, share-based compensation expense included in selling, general and administrative expenses amounted to $15,000 compared to less than $1,000 in the same period in fiscal 2015 (See Note 9).

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Examples include valuation allowances for deferred tax assets, and provisions for bad debts, inventory obsolescence and accrued expenses. Actual results could differ from these estimates.

Fiscal Year

We use a fifty-two, fifty-three week year. The fiscal year ends on the Friday closest to August 31. The first nine months of fiscal years 2016 and 2015 both contained thirty-nine weeks. Fiscal year 2016 contains 53 weeks while 2015 contained fifty-two weeks.

Recently Issued Accounting Standards

In May 2014, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2014-09, "Revenue from Contracts with Customers (Topic 606)", which requires an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods or services to customers. In August 2015, the FASB deferred the effective date of ASU 2014-09 by one year. The new standard is now effective as of the first interim period within annual reporting periods beginning on or after December 15, 2017, and will replace most existing revenue recognition guidance in U.S. GAAP. The guidance is effective for the Company beginning in the first quarter of fiscal 2019. Earlier application is permitted only as of annual reporting periods beginning after December 15, 2016, including interim reporting periods within that reporting period. The standard permits the use of either the retrospective or cumulative effect transition method. The Company is evaluating the effect that ASU 2014-09 will have on its Consolidated Financial Statements and related disclosures. The Company has not yet selected a transition method or determined the effect of the standard on its financial position, results of operations, cash flows, or presentation thereof.

Note 3 Accounts Receivable

Accounts receivable are summarized as follows:

	May 27, 2016 (Unaudited)	August 28, 2015 (Unaudited)
Accounts receivable – trade	**$ 87,329**	$565,711
Less: allowance for doubtful accounts	**(4,656)**	(65,918)
Accounts receivable, net	**$ 82,673**	$499,793

Sales to a relatively small number of major customers have typically comprised a majority of our revenues and that trend is expected to continue throughout fiscal 2016 and beyond (see Note 10). At May 27, 2016, two customers accounted for approximately 71.6% and 21.8%, respectively, of our accounts receivable. At August 28, 2015, three customers accounted for approximately 68.6%, 6.6% and 5.2%, respectively, of our accounts receivable.

Note 4 Inventories
Inventories are summarized as follows:

	May 27, 2016 (Unaudited)	August 28, 2015 (Unaudited)
Raw materials	**$1,234,652**	$1,345,138
Work-in-process	**229,774**	232,348
Finished goods	**867,017**	816,689
	2,331,443	2,394,175
Less inventory reserves	**(2,027,551**	(1,969,035)
Inventories, net	**$ 303,892**	$ 425,140

Our inventory reserve is to provide for items that are potentially slow-moving, excess or obsolete. Changes in market conditions, lower than expected customer demand and rapidly changing technology could result in additional slow moving, excess or obsolete inventory that is unsaleable or saleable at reduced prices.

Note 5 Accrued Expenses
Accrued expenses consisted of the following:

	May 27, 2016 (Unaudited)	August 28, 2015 (Unaudited)
Vacation	**$ 321,619**	$ 372,675
Interest	**2,104,714**	2,015,619
Payroll and related expenses	**58,834**	63,966
Royalties	**289,949**	258,948
Warranty	**22,538**	22,538
Taxes and insurance	**47,718**	60,522
Commissions	**12,924**	12,924
Professional fees	**91,379**	96,079
Other	**33,037**	46,945
	$2,982,712	$2,950,216

Note 6 Finance Arrangements
Revolving Line of Credit
Our revolving line of credit ("loan facility"), amended and effective October 8, 2009, is provided by The David E. Chymiak Trust Dated December 15, 1999 (the "Trust"). The Trust is controlled by David E. Chymiak who is a beneficial owner of approximately 8.5% of our outstanding common stock. The loan facility provides a maximum credit limit at May 27, 2016 of $1,384,000 excluding any accrued unpaid interest and bears interest at the rate of eight percent (8.0%) per annum. At May 27, 2016, the outstanding balance on the loan facility was at the maximum credit limit of $1,384,000 and accrued unpaid interest amounted to approximately $2,026,000. Subsequent to May 27, 2016 the loan facility increased by borrowings of $167,000. Any additional borrowings are at the sole discretion of the Trust. At July 15, 2016, the outstanding balance and maximum credit limit on the line of credit increased to $1,551,000. All principal and interest shall be payable in U.S. dollars or, upon mutual agreement of the parties decided in good faith at the time payment is due, other good and valuable consideration. The loan facility is secured by a first lien on substantially all of WCI's assets and is guaranteed by Wegener Corporation.

The loan facility matures on April 7, 2017, and automatically renews for successive twelve (12) month periods provided, however, the Trust may terminate the loan facility, as further amended August 26, 2013, by providing a not more than ten (10)

day written notice of termination at any time. Principal and interest shall be payable upon the earlier of the maturity date, an event of default as provided by the loan facility, or not more than 10 days following the date on which the Trust provides written notice to terminate the agreement. In the event of a notice of termination of our loan facility or an event of default, we would need to obtain additional credit facilities or raise additional capital to continue as a going concern and to execute our business plan. There is no assurance that such financing would be available or, if available, that we would be able to complete financing on satisfactory terms.

Under the terms of the facility's debt covenants we are required to retain certain executive officers and we are precluded from paying dividends. At May 27, 2016, we were in compliance with the debt covenants.

Credit Agreement

On August 26, 2013, Wegener and the Trust entered into a Credit Agreement whereby the Trust agreed to make available a demand discretionary credit facility (the "Credit Facility") under which the Trust may, in its sole and absolute discretion, make loans in an amount not to exceed three hundred thousand dollars ($300,000). The Credit Facility bears interest at the annual rate of eight percent (8.00%). At May 27, 2016, the outstanding balance on the Credit Facility was at the maximum limit of $300,000 and accrued unpaid interest amounted to approximately $65,000. The term of the Credit Facility shall be at the Trust's sole and absolute discretion or due upon an event of default as defined. Principal and interest shall be payable either upon demand, upon an event of default or in monthly payments over a twelve month period beginning March 1, 2014. Each such monthly payment shall be in an amount which is set forth in a written request for payment or invoice to be provided by the Trust not less than ten (10) days prior to its applicable due date setting forth the principal balance outstanding as of the due date. To date, we have not received a request for payment. At July 15, 2016, the outstanding balance on the line of Credit Facility remained at $300,000. The Credit Agreement is secured by a first lien on Wegener's assets and is guaranteed by Wegener Corporation.

Unsecured Promissory Note

On September 23, 2014, WCI and Novra entered into an unsecured promissory note ("Note") in the amount of $100,000, bearing interest at an annual rate of four percent (4.00%) with principal and interest due one year from the date of the Note. On September 23, 2015, the maturity date of the Note was extended until February 26, 2016, bearing interest at the same annual rate of four percent (4.00%). On February 26, 2016, the maturity date of the Note was further extended until June 30, 2016, bearing interest at the same annual rate of four percent (4.00%). Subsequent to May 26, 2016 the maturity date of the Note was again extended until December 31, 2016, bearing interest at the same annual rate of four percent (4.00%).

Note 7 Income Taxes

For the nine months ended May 27, 2016, no income tax benefit was recorded due to an increase in the deferred tax asset valuation allowance. The valuation allowance increased $104,000 in the first nine months of fiscal 2016. At May 27, 2016, net deferred tax assets of $9,491,000 were fully reserved by a valuation allowance.

At May 27, 2016, we had a federal net operating loss carryforward of approximately $19,619,000, which expires beginning fiscal 2021 through fiscal 2036. Additionally, we had an alternative minimum tax credit of $134,000 which was fully offset by the valuation allowance.

Note 8 Share-Based Compensation

Other Stock Options. On September 16, 2013**,** in conjunction with an incentive to provide financial assistance and an incentive to a potential acquisition transaction, the Board of Directors authorized the issuance of a common stock option to Novra Technologies, Inc. to purchase an aggregate of 15,000,000 (fifteen million) shares of common stock exercisable at $0.03. The option, exercisable upon issuance, had an expiration date of September 30, 2014. On July 9, 2014, the Board of Directors authorized an amendment to the September 16, 2013, option to extend the expiration date to December 31, 2015, with all other terms and conditions of the option remaining unchanged. On December 1, 2015, the Board of Directors authorized an additional amendment to the September 16, 2013, option to further extend the expiration date to June 30, 2016, with all other terms and conditions of the option remaining unchanged. The aggregate grant date fair value of the total award, calculated in accordance with ASC 718, was approximately $15,000 which was recognized as selling, general and administrative expenses in the second quarter of fiscal 2016. The weighted average fair value of the stock option granted was $.001. The weighted-average assumptions used in the Black-Scholes option pricing model for the stock option grant were as follows: expected volatility - 100%; risk free interest rate - 0.44% based upon observed interest rates appropriate for the expected term of our stock option; expected life – seven months; expected dividend yield – none because the Company does

not currently pay dividends. Subsequent to May 27, 2016, the Board of Directors authorized a third amendment to the September 16, 2013, option to extend the expiration date to December 31, 2016, with all other terms and conditions of the option remaining unchanged.

2010 Incentive Plan. During the first nine months of fiscal 2016, options exercisable at $0.125 for 500,800 shares were forfeited.

1998 Incentive Plan. During the first nine months of fiscal 2016, options exercisable at $1.34 for 12,000 shares were forfeited.

The following table summarizes all stock option transactions for the six months ended February 26, 2016:

	Number of Shares	**Range of Exercise Prices**	**Weighted Average Exercise Price**
Outstanding at August 29, 2014	15,650,800	$ .03 – 1.34	$.04
Granted	-	-	-
Forfeited or cancelled	(512,800)	0.125- 1.34	0.15
Outstanding at May 27, 2016	**15,138,000**	**$ .03 – 1.03**	**$.032**
Available for issue at May 27, 2016	**1,895,000**	**-**	**-**
Options exercisable at			
May 27, 2016	**15,138,000**	**$ .03 – 1.03**	**$.032**
August 28, 2015	15,650,800	$ .03 – 1.34	$.04

The key terms of the stock options granted under our incentive plans and a stock option granted to Novra are included in the Company's Annual Report for the fiscal year ended August 28, 2015.

Note 9 Earnings Per Share

Basic and diluted net earnings (loss) per share was computed in accordance with ASC Topic 260 “Earnings Per Share.” Basic net earnings (loss) per share is computed by dividing net earnings (loss) (numerator) by the weighted average number of common shares outstanding (denominator) during the period and excludes the dilutive effect of stock options. Diluted net earnings per share gives effect to all dilutive potential common shares outstanding during a period. Diluted earnings per share are computed using the average stock price for the period in determining the number of shares assumed to be reacquired under the treasury stock method from the hypothetical exercise of stock options and were anti-dilutive, therefore, the amounts reported for basic and dilutive net earnings (loss) per share were the same.

	Three months ended					
	May 27, 2016			May 29, 2015		
	Earnings (Numerator)	**Shares (Denominator)**	**Per share amount**	Earnings (Numerator)	Shares (Denominator)	Per share amount
Net loss	**$(286,570)**			$(316,310)		
Basic and diluted per share:						
Net loss available to common shareholders	**$(286,570)**	**13,147,051**	**$(0.02)**	$(316,310)	13,147,051	$(0.02)

	Nine months ended					
	May 27, 2016			May 29, 2015		
	Earnings (Numerator)	**Shares (Denominator)**	**Per share amount**	Earnings (Numerator)	Shares (Denominator)	Per share amount
Net (loss) earnings	**$(288,303)**			$1,854,763		
Basic and diluted per share:						
Net (loss) earnings available to common shareholders	**$(288,303)**	**13,147,051**	**$(0.02)**	$1,854,763	13,147,051	$0.14

Stock options excluded from the diluted net earnings (loss) per share calculation due to their anti-dilutive effect are as follows:

	Three months ended		Nine months ended	
	May 27, 2016	May 29, 2015	**May 27, 2016**	May 29, 2015
Common stock options:				
Number of shares	**15,138,000**	15,803,800	**15, 138,000**	15,803,800
Exercise price	**$.03 to $1.03**	$.03 to $1.34	**$.03 to $1.03**	$.03 to $1.34

Note 10 Segment Information and Concentrations

In accordance with ASC Topic 280 "Segment Reporting," we operate within a single reportable segment, the manufacture and sale of satellite communications equipment.

In this single operating segment the Company has two sources of revenues as follows:

	Three months ended		Nine months ended	
	May 27, 2016	May 29, 2015	**May 27, 2016**	May 29, 2015
Direct Broadcast Satellite	**$383,721**	$638,043	**$2,276,305**	$2,298,325
Service	**20,069**	71,823	**116,489**	248,395
	$403,790	$709,866	**$2,392,794**	$2,546,720

Concentration of products representing 10% or more of the respective period's revenues is as follows:

	Three months ended		Nine months ended	
	May 27, 2016	May 29, 2015	**May 27, 2016**	May 29, 2015
Product				
iPump Media Servers	**68.7%**	(a)	**47.7%**	33.1%
Enterprise media receivers	**(a)**	46.4%	**(a)**	13.3%
Extended maintenance contracts	**18.8%**	22.6%	**36.8%**	19.2%
Product service repairs	**(a)**	10.1%	**(a)**	(a)

(a) Revenues for the period were less than 10% of total revenues.

Products representing 10% or more of annual revenues are subject to fluctuations from quarter to quarter as new products and technologies are introduced, new product features and enhancements are added and as customers upgrade or expand their network operations.

Revenues by geographic area are as follows:

	Three months ended		Nine months ended	
	May 27, 2016	May 29, 2015	**May 27, 2016**	May 29, 2015
Geographic Area				
United States	**$192,140**	$543,402	**$1,810,903**	$1,316,202
Latin America	**205,496**	63,797	**560,727**	871,910
Canada	**6,154**	19,229	**11,235**	21,456
Europe	**-**	33,705	**1,770**	284,005
Other	**-**	49,733	**8,159**	53,147
	$403,790	$709,866	**$2,392,794**	$2,546,720

All of the Company's long-lived assets are located in the United States.

Customers representing 10% or more of the respective period's revenues are as follows:

	Three months ended		Nine months ended	
	May 27, 2016	May 29, 2015	**May 27, 2016**	May 29, 2015
Customer 1	**(a)**	42.9%	**(a)**	13.5%
Customer 2	**(a)%**	10.4%	**46.3%**	12.3%
Customer 3	**42.0%**	(a)	**24.1%**	25.1%
Customer 4	**(a)**	(a)	**(a)**	12.1%
Customer 5	**(a)**	(a)	**(a)**	10.7%
Customer 5	**(a)**	(a)	**10.2%**	(a)
Customer 6	**12.5%**	(a)	**(a)**	(a)

(a) Revenues for the period were less than 10% of total revenues.

Note 11 Commitments

Purchase Commitments

At May 27, 2016, outstanding purchase commitments under the Novra purchasing assistance agreement amounted to $155,000 and commitments to an offshore vendor amounted to $160,000. Subsequent to May 27, 2016, approximately $124,000 of additional inventory purchase commitments was placed under the Novra purchasing assistance agreement and commitments to the offshore vendor were reduced by approximately $116,000.

Operating Lease

We lease our office and manufacturing facility under a long-term noncancellable operating lease that expires November 30, 2016. Future minimum lease commitments are as follows: 2016-$45,000; 2017-$45,000. Rent expense during the first nine months of fiscal 2016 was $135,000.

Note 12 Indemnifications

We routinely sell products with limited intellectual property indemnification included in the terms of sale or in certain contractual arrangements. The scope of these indemnities varies, but in some instances includes indemnification for costs, damages and expenses (including reasonable attorneys' fees) finally awarded in any suit by a third party against the purchaser

to the extent based upon a finding the design or manufacture of the purchased item infringes the proprietary rights of such third party. Certain requests for indemnification have been received by us pursuant to these arrangements. (See Note 14 to our consolidated financial statements included in the Annual Report (unaudited) for the year ended August 28, 2015.)

To date, there have been no findings related to these matters that our products and/or services have infringed upon the proprietary rights of others. Although it is reasonably possible a liability may be incurred in the future related to these indemnification claims, at this point, any possible range of loss cannot be reasonably estimated.

Additionally, we are obligated to indemnify our officers and the members of our Board of Directors pursuant to our bylaws and contractual indemnity agreements.

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

This information should be read in conjunction with the consolidated financial statements and the notes thereto included in Item 1 of this Quarterly Report and the unaudited consolidated financial statements and notes thereto and Management's Discussion and Analysis of Financial Condition and Results of Operations for the year ended August 28, 2015 contained in the Company's 2015 Annual Report (unaudited).

Certain statements contained in this filing are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995, and the Company intends that such forward-looking statements are subject to the safe harbors created thereby. Forward-looking statements may be identified by words such as "believes," "expects," "projects," "plans," "anticipates," and similar expressions, and include, for example, statements relating to expectations regarding future sales, income and cash flows. Forward-looking statements are based upon the Company's current expectations and assumptions, which are subject to a number of risks and uncertainties including, but not limited to: the Company's ability to continue as a going concern, customer acceptance and effectiveness of recently introduced products; development of additional business for the Company's digital video and audio transmission product lines; effectiveness of the sales organization; the successful development and introduction of new products in the future; delays in the conversion by private and broadcast networks to next generation digital broadcast equipment; acceptance by various networks of standards for digital broadcasting; the Company's liquidity position and capital resources; general market and industry conditions which may not improve during fiscal year 2016 and beyond; and success of the Company's research and development efforts aimed at developing new products. Additional potential risks and uncertainties include, but are not limited to, economic conditions, customer plans and commitments, product demand, government regulation, rapid technological developments and changes, intellectual property disputes, performance issues with key suppliers and subcontractors, delays in product development and testing, availability of raw materials, new and existing well-capitalized competitors, and other risks and uncertainties detailed from time to time in the Company's periodic Securities and Exchange Commission filings prior to November 19, 2012 and subsequent to November 19, 2012 our reports posted to the OTC Disclosure and News Service, including the Company's most recent Annual Report (unaudited). Such forward-looking statements are subject to risks, uncertainties and other factors and are subject to change at any time, which could cause actual results to differ materially from future results expressed or implied by such forward-looking statements. Forward-looking statements speak only as of the date the statement was made.

Forward-looking statements speak only as of the date the statement was made. The Company does not undertake any obligation to update any forward-looking statements.

OVERVIEW

Revenues for the three months ended May 27, 2016 decreased $306,000 or 43.1% to $404,000 from $710,000 for the three months ended May 29, 2015. Revenues for the nine months ended May 27, 2016 decreased $154,000 or 6.0% to $2,393,000 from $2,547,000 for the nine months ended May 29, 2015. The operating results for the three and nine month periods ended May 27, 2016, were a net loss of $(287,000) or $(0.02) per share and a net loss of $(288,000 or $(0.02) per share, respectively, compared to a net loss of $(316,000) or $(0.02) per share and net earnings of $1,855,000 or $0.14 per share for the same periods ended May 29, 2015. The operating results for the nine months ended May 29, 2015 included a one time gain on sale of assets in the amount of $2,473,000.

The accompanying consolidated financial statements do not include any adjustments to reflect the possible future effects on the recoverability and classification of assets or the amounts and classification of liabilities that may result from the possible inability of the Company to continue as a going concern. (See the Liquidity and Capital Resources section for further discussion.)

Current Developments

On February 5, 2014, Wegener Corporation announced that it will be acquired by Novra Technologies, Inc. (Novra) in an all stock transaction. This transaction is subject to Novra's due diligence, the approval of Wegener Corporation shareholders, and other terms and conditions. Novra will also acquire privately held Westport Research Associates, Inc. of Raytown, MO. Wegener Corporation previously announced on September 26, 2013, that the Board of Directors had unanimously approved a Term Sheet for the acquisition. In addition, during fiscal 2014, Novra agreed to enter into a non-

binding discretionary inventory purchase arrangement with Wegener under which Novra would provide assistance for limited inventory purchases. (See the Liquidity and Capital Resources section for further discussion.)

On November 19, 2012, the Company filed a Certification and Notice of Termination of Registration on Form 15 with the Securities and Exchange Commission which immediately suspended the Company's duty to file any reports required under Section 13(a) of the Securities Exchange Act of 1934, as amended (the "Exchange Act"). The Company's Board of Directors unanimously determined that termination of the Company's registration as a public company under Exchange Act is in the Company's best interests. The Board reached its determination after a careful analysis of the benefits of public registration versus the significant on-going costs of registration, particularly for smaller registrants such as the Company. Official termination of the Company's registration took effect 90 days after such filing.

RESULTS OF OPERATIONS
THREE AND NINE MONTHS ENDED MAY 27, 2016 COMPARED TO THREE AND NINE MONTHS ENDED MAY 29, 2015

The following table sets forth, for the periods indicated, the components of the results of operations as a percentage of sales:

	Three months ended		Nine months ended	
	May 27, 2016	May 29, 2015	**May 27, 2016**	May 29, 2015
Revenues	**100.0%**	100.0%	**100.0%**	100.0%
Cost of products sold	**75.0**	81.7	**59.4**	67.1
Gross profit margin	**25.0**	18.3	**40.6**	32.9
Selling, general, and administrative	**45.9**	36.3	**27.9**	30.9
Research and development	**41.9**	22.4	**20.8**	19.1
Operating loss	**(62.8)**	(40.8)	**(8.0)**	(17.0)
Gain on sale of assets	**-**	-	**-**	97.1
Interest expense	**(8.2)**	(3.8)	**(4.0)**	(5.8)
Net earnings (loss) before taxes	**(71.0)**	(44.6)	**(12.0)**	74.3
Income tax expense	**-**	-	**-**	1.5
Net earnings (loss)	**(71.0)%**	(44.6)%	**(12.0)%**	72.8%

The operating results for the three and nine month periods ended May 27, 2016, were a net loss of $(287,000) or $(0.02) per share and a net loss of $(288,000 or $(0.02) per share, respectively, compared to a net loss of $(316,000) or $(0.02) per share and net earnings of $1,855,000 or $0.14 per share for the same periods ended May 29, 2015. The operating results for the nine months ended May 29, 2015 included a one time gain on sale of assets in the amount of $2,473,000.

Revenues - Revenues for the three months ended May 27, 2016 decreased $306,000 or 43.1% to $404,000 from $710,000 for the three months ended May 29, 2015. Revenues for the nine months ended May 27, 2016 decreased $154,000 or 6.0% to $2,393,000 from $2,547,000 for the nine months ended May 29, 2015.

Revenues for the three and nine months ended May 27, 2016, were adversely affected by lower than expected shippable bookings for the periods primarily due to a slippage of orders for customer specific projects into fiscal 2017. Revenues and order backlog are subject to the timing of significant orders from customers and remain difficult to forecast. As a result, we expect future revenue levels and operating results to continue to fluctuate from quarter to quarter. As discussed below, approximately $777,000 of the May 27, 2016 backlog is scheduled to ship during the fourth quarter of fiscal 2016, as a result we expect fourth quarter fiscal 2016 revenues to exceed third quarter fiscal 2016 revenues.

Fiscal 2016 third quarter revenues (i) included ipump® 564 and ipump® 6400 media receivers to SSL Digital S.A. for business expansion; (ii) Unity® 202 receivers and ipump® 6400 media receivers to the Army & Air Force Exchange Service for network upgrades and expansion and (iii) extended maintenance contract revenues. Revenues in the first nine months of fiscal 2016 included (i) our next generation broadcast radio receiver, the ipump® 8640, to Westwood One (formerly Dial Global) for equipment upgrades to its radio network; (ii) ipump® 6420 audio media receivers and Unity® 4600 receivers to Educational Media Foundation for network upgrades; (iii) ipump® 6400 media receivers, Unity® 202 receivers and ipump® 562 media receivers to the Army & Air Force Exchange Service for network upgrades and expansion; (iv) extended maintenance contract

revenues and product repair services and (v) ipump® 564 and ipump® 562 media servers and Compel upgrades to SSL Digital S.A. for business expansion.

Fiscal 2015 third quarter revenues included completion of shipments of Unity® 550 receivers to a faith-based private network. These orders were booked in prior quarters in fiscal 2015 but we were unable to ship due to insufficient inventory levels. In addition, three and nine month revenues of fiscal 2015 included product repair services and extended maintenance contract revenues. Other revenues in the first nine months of fiscal 2015 included (i) ipump® 762 and 6400 media receivers and component assemblies to SSL Digital S.A. for continued business expansion of their customer's digital signage networks, (ii) ipump® 6400 and 562 media receivers and component assemblies to Comtelsat S.A. for their continued business growth and (iii) our next generation broadcast radio receiver, the ipump® 8640, to Westwood One for evaluation and a pilot field trial.

For the three months ended May 27, 2016, two customers accounted for 42.0% and 12.5% of revenues, respectively. For the nine months ended May 27, 2016, one of these customers accounted for 24.1% of revenues and two additional customers accounted for 46.3% and 10.2% of revenues. For the three months ended May 29, 2015, two customers accounted for 42.9% and 10.4% of revenues, respectively. For the nine months ended May 29, 2015, these same two customers accounted for 13.5% and 12.3% of revenues, respectively, and three additional customers accounted for 25.1%, 12.1% and 10.7% of revenues. Sales to a relatively small number of major customers have typically comprised a majority of our revenues and that trend is expected to continue throughout the remainder of fiscal 2016 and beyond. Concentrations of revenue are likely to occur in any one or more of our products in any of our reporting periods. Product revenues are subject to fluctuations from quarter to quarter and year to year as new products and technologies are introduced, new product features and enhancements are added and as customers upgrade or expand their network operations.

Our backlog scheduled to ship within eighteen months was approximately $2.7 million at May 27, 2016, compared to $2.9 million at August 28, 2015, and $2.0 million at May 29, 2015. The total multi-year backlog at May 27, 2016 was also approximately $2.7 million compared to approximately $2.9 million at August 28, 2015 and $2.0 million at May 29, 2015. Two customers accounted for approximately 44.1% and 44.2% of the backlog at May 27, 2016. Approximately $777,000 of the May 27, 2016 backlog is scheduled to ship during the fourth quarter of fiscal 2016 and $1,930,000 throughout fiscal 2017.

Gross Profit Margins - The Company's gross profit margin percentages were 25.0% and 40.6% for the three and nine months ended May 27, 2016, compared to 18.3% and 32.9% for the same periods ended May 29, 2015. Cost of products sold in the three and nine month periods of fiscal 2016 included capitalized software amortization expenses of $54,000 and $230,000, respectively, compared to $110,000 and $297,000 for the same periods of fiscal 2015. No inventory reserve provisions or warranty provisions were charged to cost of products sold in the third quarter and first nine months of fiscal 2016 and fiscal 2015. Gross profit margin dollars decreased $29,000 or 22.2% for the three month period ended May 27, 2016, compared to the same period ended May 29, 2015. For the first nine months of fiscal 2016 gross profit margins dollars increased $133,000 or 15.9%, compared to the same period in fiscal 2015. The increase in profit margin percentages in the third quarter and first nine months of fiscal 2016 compared to the same periods in fiscal 2015 was primarily due to a product mix of lower variable costs and lower overhead expenses primarily due to the decrease in capitalized software amortization expense and lower freight expense. The decrease in profit margin dollars in the third quarter of fiscal 2016 was due to the lower revenue which was partially offset by the lower overhead expenses. The increase in profit margin dollars in the first nine months was primarily due to the lower overhead expenses which were partially offset by the lower revenue.

Selling, General and Administrative - Selling, general and administrative (SG&A) expenses decreased $75,000 or 28.7% to $185,000 for the three months ended May 27, 2016, compared to $260,000 for the same period of fiscal 2015. For the nine months ended May 27, 2016, SG&A expenses decreased $119,000 or 15.1% to $667,000 compared to $786,000 for the same period of fiscal 2015. Corporate SG&A expenses in the third quarter of fiscal 2016 decreased $13,000, or 20.6%, to $48,000 compared to $61,000 for the same period in fiscal 2015. For the nine months ended May 27, 2016, corporate SG&A expenses decreased $2,000, or 1.1%, to $173,000 compared to $175,000 in the same period in fiscal 2015. Corporate SG&A expenses in the first nine months of fiscal 2016 included non-cash share-based compensation expense of $15,000 compared to less than $1,000 for the same period of fiscal 2015. The decrease for the three month period was primarily due to lower professional fees, state franchise taxes and insurance expenses. The decrease for the nine month period was primarily due to the lower professional fees, and state franchise taxes partially offset by the increase in non-cash share-based compensation expense. WCI's SG&A expenses for the three months ended May 27, 2016 decreased $62,000, or 31.2%, to $137,000 from $199,000 and for the nine months ended May 27, 2016 decreased $117,000, or 19.2%, to $494,000 from $611,000 compared to the same periods in fiscal 2015. Decreases in WCI's SG&A expenses for the three months ended May 27, 2016 included salaries of $7,000 due to a reduction in headcount, a one time benefit of forfeited accrued vacation of $32,000, marketing expenses of

$3,000 due to lower spending levels, sales commissions of $3,000 due to the low level of bookings and revenues, and general overhead costs of $4,000. In addition, the three months ended May 27, 2016 included a reduction in the allowance for bad debts in the amount of $8,000. For the first nine months of fiscal 2016 decreases in WCI's SG&A expenses included salaries and related payroll costs of $49,000 due to a reduction in headcount and the one time benefit of forfeited accrued vacation and sales commissions of $13,000 due to the low level of bookings and revenues. In addition, the nine months ended May 27, 2016 included bad debt recoveries of $51,000, the reduction in the allowance for bad debts in the amount of $8,000 and an increase in general overhead expenses of $6,000. As a percentage of revenues, SG&A expenses were 45.9% and 27.9% for the three and nine month periods ended May 27, 2016, respectively, compared to 36.6% and 30.9% for the same periods in fiscal 2015.

Research and Development - Research and development (R&D) expenditures, including capitalized software development costs, decreased $39,000, or 15.0%, to $221,000 for the three months ended May 27, 2016, from $260,000 for the three months ended May 29, 2015. For the nine months ended May 27, 2016, R&D expenditures decreased $74,000, or 9.2%, to $731,000 from $805,000 for the same period in fiscal 2015. The decreases in expenditures in the third quarter and first nine months of fiscal 2016 compared to the same periods of fiscal 2015 were mainly due to a decrease in consulting expenses and salaries and related personnel costs due to a reduction in headcount. Capitalized software development costs in the third quarter and first nine months of fiscal 2016 amounted to $52,000 and $234,000, respectively, compared to $100,000 and $318,000, respectively in the same period of fiscal 2015. The amount of capitalized software development costs was limited to the $52,000 and $234,000 due to our continued assessment of the net realizable value of potential additions in conjunction with our evaluation of net realizable value of the net capitalized software costs asset balance at May 27, 2016, as discussed in Note 2 to the Consolidated Financial Statements. R&D expenses, excluding capitalized software expenditures, were $169,000 or 41.9% of revenues, and $497,000 or 20.8% of revenues, for the three and nine months ended May 27, 2016, respectively, compared to $159,000 or 22.4% of revenues, and $487,000 or 19.1% of revenues, for the same periods of fiscal 2015, respectively.

Interest Expense - Interest expense increased $6,000 to $33,000 for the three months ended May 27, 2016, compared to $27,000 for the three months ended May 29, 2015. For the nine months ended May 27, 2016, interest expense decreased $51,000 to $96,000 compared to $147,000 for the same period in fiscal 2015. The increase in interest expense during the third quarter of fiscal 2016 compared to the same period in fiscal 2015 was due to an increase in the average daily outstanding balance during the period. The reduction in interest expense during the first nine months of fiscal 2016 was due to the reduction in the outstanding balance on the loan facility during the second quarter of fiscal 2015. (See Liquidity and Capital Resources section below).

Income Tax Expense - For the nine months ended May 27, 2016, no income tax benefit was recorded due to an increase in the deferred tax asset valuation allowance. The valuation allowance increased $104,000 in the first nine months of fiscal 2016. At May 27, 2016, net deferred tax assets of $9,491,000 were fully reserved by a valuation allowance. At May 27, 2016, we had a federal net operating loss carryforward of approximately $19,619,000, which expires beginning fiscal 2021 through fiscal 2036. Additionally, we had an alternative minimum tax credit of $134,000 which was fully offset by the valuation allowance.

LIQUIDITY AND CAPITAL RESOURCES
NINE MONTHS ENDED MAY 27, 2016

We have experienced recurring net losses from operations, which have caused an accumulated deficit of approximately $26,908,000 at May 27, 2016. We had a working capital deficit of approximately $6,082,000 at May 27, 2016 compared to a working capital deficit of $5,821,000 at August 28, 2015.

Our cash flow requirements during the first nine months of fiscal 2016 were financed primarily by an increase in borrowings on our line of credit and conversion of working capital to cash primarily due to a reduction in accounts receivable as a result of increased collections during the second quarter of fiscal 2016. Additional liquidity was provided by by a non-binding discretionary inventory purchase arrangement with Novra (see discussion below). At May 27, 2016, the outstanding balance on our revolving line of credit was at the maximum limit of $1,384,000 and the balance on the demand discretionary credit facility was at the maximum limit of $300,000. At July 15, 2016, the outstanding balance and maximum credit limit on the line of credit increased to $1,551,000 and the balance on the demand discretionary credit facility remained at $300,000.

Our bookings and revenues during the third quarter and first nine months of fiscal 2016, as well as to date, have been insufficient to attain profitable operations and to provide adequate levels of cash flow from operations. During the third

quarter and first nine months of fiscal 2016 bookings were approximately $1,285,000 and $2,058,000, respectively, compared to $614,000 and $1,865,000, respectively, in the same periods of fiscal 2015. Subsequent to May 27, 2016, additional bookings amounted to approximately $100,000. Total fiscal year 2015 bookings were $3.3 million. These bookings were well below our expectations primarily as a result of customer delays in purchasing decisions, deferral of project expenditures and general adverse economic and credit conditions. Third quarter fiscal 2016 revenues and fourth quarter fiscal 2016 forecasted bookings and revenues were and will be adversely impacted due to a slippage of orders for customer specific projects into fiscal 2017.

The amount of orders scheduled to ship during the fourth quarter of fiscal 2016 and into fiscal 2017 from the May 27, 2016 backlog, along with bookings subsequent to May 27, 2016, are currently insufficient to provide adequate levels of liquidity on a consistent quarterly and day to day basis during those periods. Significant shippable bookings are currently required to meet our quarterly financial and cash flow projections for fiscal 2017. There can be no assurances that the Company will be able to achieve its projected level of bookings and revenues in fiscal 2017.

During prior fiscal years we have made reductions in head count to the current level of 21 full-time employees at May 27, 2016. Additional headcount reductions in future quarters may be required to reduce operating expenses depending on near term bookings, revenue levels and near term available cash liquidity.

During prior fiscal years and continuing to date, due to insufficient cash flow from operations and the borrowing limitations under our loan facility, we negotiated extended payment terms with our two offshore vendors and have been extending other vendors beyond normal payment terms. Until such vendors are paid within normal payment terms, no assurances can be given that required services and materials needed to support operations will continue to be provided. In addition, no assurances can be given that vendors will not pursue legal means to collect past due balances owed. Any interruption of services or materials or initiation of legal means to collect balances owed would likely have an adverse impact on our operations and could impact our ability to continue as a going concern.

Our day to day liquidity during the first nine months of fiscal 2016 and continuing to date has been adversely impacted by our low level of revenues and bookings. As discussed above, the lower than expected revenues in the third quarter and fourth quarter forecasted bookings and revenues will have an adverse effect on our day to day liquidity in the fourth quarter of fiscal 2016 and into fiscal 2017. As a result, we believe on a day to day operating basis within the remaining quarter of fiscal 2016 and into fiscal 2017, we will need additional liquidity assistance from additional borrowings from our existing lender, continued purchasing assistance from Novra and/or customer deposits. There is no assurance that sufficient levels of day to day cash liquidity will be available when needed from those current sources to provide for timely payment of operating expenses and to allow for timely inventory purchases required to meet the forecast requirements. As a result, we believe we will need to consummate the sale of the Company to Novra. Alternatively, we would need additional liquidity from one or more of the following sources; additional capital or additional borrowings from either existing or other lenders, continued and possible additional credit limits as well as continued extended payment terms from offshore and domestic suppliers, increased customer deposits from future bookings and/or other financial alternatives or arrangements to provide adequate liquidity to pay our current level of operating expenses, to provide for anticipated inventory purchases in the remaining quarter of fiscal 2016 and continuing into fiscal 2017 which will be required for our current level of anticipated revenues during those periods and to reduce past due amounts owed to vendors and service providers.

We currently have limited sources of capital, including the public and private placement of equity securities and additional debt financing. No assurances can be given that additional capital or borrowings or the other sources of liquidity discussed above would be available to allow us to continue as a going concern. Therefore, if we are unable to consummate the sale of the Company or alternatively, if additional capital or borrowings or other sources of liquidity are unavailable, we will likely be forced to significantly curtail or restructure our operations during the remainder of fiscal 2016 and beyond, which would likely have a material adverse effect on our financial position and results of operations and impact our ability to continue as a going concern and as a result may require the Company to enter into bankruptcy proceedings or cease operations.

Financing Agreements

WCI's revolving line of credit ("loan facility"), amended and effective October 8, 2009, is provided by The David E. Chymiak Trust Dated December 15, 1999 (the "Trust"). The Trust is controlled by David E. Chymiak who is a beneficial owner of approximately 8.5% of our outstanding common stock. During the second quarter of fiscal 2015, WCI and the Trust entered into a Deed in Lieu Agreement whereby WCI transferred title of its land, including 4.4 acres of undeveloped land, and its 40,000 square foot building and related improvements ("properties") to the Trust as payment against the outstanding balances owed under the loan facility. The fair market value of the properties was $3,480,000 (three million four hundred eighty

thousand dollars). As a result, at the date of transfer, the outstanding balance and the maximum credit limit on the loan facility was reduced from $4,250,000 to $770,000. In addition, as part of the property transfer, WCI and the Trust entered into a triple net lease agreement for the building facility. The initial term of the lease agreement is two years with an option to renew for up to three consecutive one year renewal terms. Rental payments are $15,000 per month during the initial term and $18,000 per month during any renewal term. The loan facility provides a maximum credit limit at May 27, 2016 of $1,384,000 excluding any accrued unpaid interest and bears interest at the rate of eight percent (8.0%) per annum. At May 27, 2016, the outstanding balance on the loan facility was at the maximum credit limit of $1,384,000 and accrued unpaid interest amounted to approximately $2,026,000. Subsequent to May 27, 2016 the loan facility increased by borrowings of $167,000. Any additional borrowings are at the sole discretion of the Trust. At July 15, 2016, the outstanding balance and maximum credit limit on the line of credit increased to $1,551,000. All principal and interest shall be payable in U.S. dollars or, upon mutual agreement of the parties decided in good faith at the time payment is due, other good and valuable consideration. The loan facility is secured by a first lien on substantially all of WCI's assets and is guaranteed by Wegener Corporation.

The loan facility matures on April 7, 2017, and automatically renews for successive twelve (12) month periods provided, however, the Trust may terminate the facility, as further amended August 26, 2013, by providing a not more than ten (10) day written notice of termination at any time. Principal and interest shall be payable upon the earlier of the maturity date, an event of default as provided by the loan facility, or not more than 10 days following the date on which the Trust provides written notice to terminate the agreement. In the event of a notice of termination of our loan facility or an event of default, we would need to obtain additional credit facilities or raise additional capital to continue as a going concern and to execute our business plan. There is no assurance that such financing would be available or, if available, that we would be able to complete financing on satisfactory terms.

Under the terms of the loan facility's debt covenants we are required to retain certain executive officers and we are precluded from paying dividends. At May 27, 2016, we were in compliance with the debt covenants.

Credit Agreement

On August 26, 2013, Wegener and the Trust entered into a Credit Agreement whereby the Trust agreed to make available a demand discretionary credit facility (the "Credit Facility") under which the Trust may, in its sole and absolute discretion, make loans in an amount not to exceed three hundred thousand dollars ($300,000). The Credit Facility bears interest at the annual rate of eight percent (8.00%). At May 27, 2016, the outstanding balance on the Credit Facility was at the maximum limit of $300,000 and accrued unpaid interest amounted to approximately $65,000. The term of the Credit Facility shall be at the Trust's sole and absolute discretion or due upon an event of default as defined. Principal and interest shall be payable either upon demand, upon an event of default or in monthly payments over a twelve month period beginning March 1, 2014. Each such monthly payment shall be in an amount which is set forth in a written request for payment or invoice to be provided by the Trust not less than ten (10) days prior to its applicable due date setting forth the principal balance outstanding as of the due date. To date, we have not received a request for payment. At July 15, 2016, the outstanding balance on the line of Credit Facility remained at $300,000. The Credit Agreement is secured by a first lien on Wegener's assets and is guaranteed by Wegener Corporation.

Unsecured Promissory Note

On September 23, 2014, WCI and Novra entered into an unsecured promissory note ("Note") in the amount of $100,000, bearing interest at an annual rate of four percent (4.00%) with principal and interest due one year from the date of the Note. On September 23, 2015, the maturity date of the Note was extended until February 26, 2016, bearing interest at the same annual rate of four percent (4.00%). On February 26, 2016, the maturity date of the Note was further extended until June 30, 2016, bearing interest at the same annual rate of four percent (4.00%). Subsequent to May 26, 2016 the maturity date of the Note was again extended until December 31, 2016, bearing interest at the same annual rate of four percent (4.00%).

Cash Flows

During the first nine months of fiscal 2016, operating activities provided $94,000 of cash. Net loss adjusted for expense provisions, depreciation and amortization (before working capital changes) used $24,000 of cash and changes in accounts receivable, deferred revenue and customer deposit balances provided $488,000 of cash. Changes in accounts payable and accrued expenses used $367,000 of cash, and changes in inventories and other assets used $3,000 of cash. Cash used by investing activities amounted to $234,000 for capitalized software additions and less than $1,000 for equipment additions. Financing activities provided $259,000 from additional line of credit borrowings.

At May 27, 2016, our net inventory balances were $304,000 compared to $425,000 at August 28, 2015, and $319,000 at August 29, 2014. As discussed above, we will need to increase inventory purchases during the remainder of fiscal 2016 and into fiscal 2017 in order to have sufficient inventory balances to support anticipated revenue levels during these periods. Many of the anticipated inventory purchases have long lead time delivery schedules and likely require various prepayments at time of order and/or at time of shipment. As discussed above, there is no assurance we will have sufficient liquidity on a day to day basis to provide for the timely payment of inventory purchases to meet the requirements of forecasted revenues.

During prior fiscal years and continuing to date, due to insufficient cash flow from operations and the borrowing limitations under our loan facility, we negotiated extended payment terms with our two offshore vendors and extended other vendors beyond normal payment terms. Until such vendors are paid within normal payment terms, no assurances can be given that required services and materials needed to support operations will continue to be provided. In addition, no assurances can be given that certain vendors will not pursue legal means to collect remaining past due balances owed. Any interruption of services or materials or initiation of legal means to collect balances owed would likely have an adverse impact on our operations and could impact our ability to continue as a going concern. In addition, certain domestic and offshore vendors are currently requiring various amounts of prepayments upon order placement and with balances paid upon shipment and/or upon receipt of goods.

During fiscal 2014, we did not have sufficient liquidity to purchase required inventories with offshore and certain domestic vendors. As a result, Novra agreed to enter into a non-binding discretionary inventory purchase arrangement with Wegener under which Novra would provide assistance for limited inventory purchases. Under this arrangement, inventory purchases would be made by Novra and resold to Wegener at cost plus a 5% markup. As of May 27, 2016, approximately $1,386,000 of cumulative inventory purchase orders was placed under this arrangement and cumulatively approximately $1, 231,000 of the inventory purchases was received as of May 27, 2016. Approximately $185,000 was owed to Novra pursuant to the purchase arrangement and is included in the accounts payable balance at May 27, 2016. Subsequent to May 27, 2016, approximately $124,000 of additional inventory purchases was placed under the Novra purchase arrangement. This discretionary arrangement may be terminated at anytime. Therefore, no assurance may be given that this arrangement will provide sufficient levels of timely inventory purchases to meet required delivery schedules of potential future bookings. In the event Novra were to terminate the purchase arrangement prior to consummation of the acquisition of Wegener, we will not have sufficient inventory on hand to meet anticipated quarterly revenue levels in the remainder of fiscal 2016 and beyond. This would have a material adverse impact on our financial results and future cash flow from operations and the ability to meet our financial projections and would likely impact our ability to continue as a going concern and as a result likely require the Company to enter into bankruptcy proceedings or cease operations.

Contractual Obligations

At May 27, 2016, outstanding purchase commitments under the Novra purchasing assistance agreement amounted to $155,000 and commitments to an offshore vendor amounted to $160,000. Subsequent to May 27, 2016, approximately $124,000 of additional inventory purchase commitments was placed under the Novra purchasing assistance agreement and commitments to the offshore vendor were reduced by approximately $116,000.

The Company's long-term contractual obligations as of May 27, 2016 consisted of:

	Payments Due by Period			
Contractual Obligations	Total	Fiscal 2016	Fiscal 2017-2018	Fiscal 2019-2020
Operating leases	$ 91,000	$ 45,000	$46,000	$ -
Line of credit-related party and note payable	1,784,000	1,784,000	-	-
Purchase commitments	315,000	315,000	-	-
Total	$2,190,000	$2,144,000	$46,000	$ -

CRITICAL ACCOUNTING POLICIES

The accounting policies and related estimates that we believe are the most critical to understanding our consolidated financial statements, financial condition and results of operations and those that require management judgment and assumptions, or involve uncertainties are as follows:

Revenue Recognition – Our principal sources of revenue are from the sale of satellite communications equipment and network control software products and product repair services, extended maintenance contracts and installation and training services. Historically, product repair services, maintenance contracts and installation and training services are less than 10% of our net revenues. Our revenue recognition policies are in compliance with FASB Accounting Standards Codification (ASC) Topic 605 "Revenue Recognition." Revenue is recognized when persuasive evidence of an agreement with the customer exists, delivery has occurred or services have been provided, the sales price is fixed or determinable, collectability is reasonably assured, and risk of loss and title have transferred to the customer. Revenue from hardware product sales is recognized when risk of loss and title has transferred which is generally upon shipment. In some cases, particularly with international shipments, customer contracts are fulfilled under terms known as ex-works, in accordance with international commercial terms. In these instances, revenue is recognized upon delivery, which is the date that the goods are made available to the customer as requested by the customer and no further obligations of the Company remain. Hardware products are typically sold on a stand-alone basis but may include hardware maintenance contracts. Embedded in our hardware products is internally developed software of varying applications that function together with the hardware to deliver the product's essential functionality. The embedded software is not sold separately, is not a significant focus of the marketing effort and we do not provide post-contract customer support specific to embedded software. The functionality that the software provides is marketed as part of the overall product. Service revenues are recognized at the time of performance. Extended maintenance contract revenues are recognized ratably over the term of the arrangement, which is typically one year. For network control software products we recognize revenue in accordance with the applicable software revenue recognition guidance. Typical deliverables in a software arrangement may include network control software, extended software maintenance contracts, training and installation. Provisions for returns, discounts and trade-ins, based on historical experience, have not been material.

When arrangements contain multiple elements, the deliverables are separated into more than one unit of accounting when the following criteria are met: (i) the delivered element(s) has value to the customer on a stand-alone basis, and (ii) if a general right of return exists relative to the delivered item, delivery or performance of the undelivered element(s) is probable and substantially in the control of the Company. We allocate revenue to all deliverables based on their relative selling prices. In such circumstances, we use a hierarchy to determine the selling price to be used for allocating revenue to deliverables: (i) vendor-specific objective evidence of selling price ("VSOE"), (ii) third-party evidence of selling price ("TPE"), and (iii) management's best estimate of the selling price ("BESP"). VSOE generally exists only when we sell the deliverable separately and is the price actually charged by the Company for that deliverable. The objective of BESP is to determine the price at which the Company would transact a sale if the product or service were sold on a stand-alone basis. We determine the BESP for a product or service by considering multiple factors including, but not limited to, geographies, market conditions, competitive landscape, internal costs, gross margin objectives, and pricing practices. If a delivered element does not meet the criteria in the applicable accounting guidance to be considered a separate unit of accounting, revenue is deferred until the undelivered elements are fulfilled. Accordingly, the determination of BESP can impact the timing of revenue recognition for an arrangement.

We recognize revenue in certain circumstances before delivery has occurred (commonly referred to as "bill and hold" transactions). In such circumstances, among other things, risk of ownership has passed to the buyer, the buyer has made a written fixed commitment to purchase the finished goods, the buyer has requested the finished goods to be held for future delivery as scheduled and designated by the buyer, and no additional performance obligations by the Company exist. For these transactions, the finished goods are segregated from inventory and normal billing and credit terms are granted. Bill and hold transactions amounted to $342,000 in the first nine months of fiscal 2016.

These policies require management, at the time of the transaction, to assess whether the amounts due are fixed or determinable, collection is reasonably assured, and to perform an evaluation of arrangements containing multiple elements, including management's estimate of the selling price. These assessments are based on the terms of the arrangement with the customer, past history and creditworthiness of the customer. If management determines that collection is not reasonably assured or undelivered elements are unfulfilled, revenue recognition is deferred until these conditions are satisfied.

Inventory Reserves – Inventories are valued at the lower of cost (at standard cost, which approximates actual cost on a first-in, first-out basis) or market. Inventories include the cost of raw materials, labor and manufacturing overhead. We make inventory reserve provisions for obsolete or slow-moving inventories as necessary to properly reflect inventory value. These reserves are to provide for items that are potentially slow-moving, excess or obsolete. Changes in market conditions, lower than expected customer demand and rapidly changing technology could result in additional obsolete and slow-moving inventory that is unsaleable or saleable at reduced prices, which could require additional inventory reserve provisions. At May 27, 2016, inventories, net of reserve provisions, amounted to $304,000.

Capitalized Software Costs – Software development costs are capitalized subsequent to establishing technological feasibility. Capitalized costs are amortized based on the larger of the amounts computed using (a) the ratio that current gross revenues for each product bears to the total of current and anticipated future gross revenues for that product, or (b) the straight-line method over the remaining estimated economic life of the product. Expected future revenues and estimated economic lives are subject to revisions due to market conditions, technology changes and other factors resulting in shortfalls of expected revenues or reduced economic lives, which could result in additional amortization expense or write-offs. In accordance with current accounting guidance (ASC Topic 985-20 "Costs of Software to Be Sold, Leased, or Marketed"), we evaluated the recoverability and our estimate of net realizable value of net capitalized software costs at May 30, 2014. This evaluation considered our current near term liquidity and risks of obtaining addition required financing, declining levels of bookings and backlog, historical revenue forecast accuracy and historical losses, as well as estimated future revenues, cost of completion and disposal of the asset. Software development costs capitalized during the three and nine months ended May 27, 2016, were limited to $52,000 and $234,000, respectively, based on our evaluation of the net realizable value at May 27, 2016. During the three and nine months ended May 27, 2016 amortization expense, included in cost of revenues, was $54,000 and $230,000, respectively. Capitalized software costs, net of accumulated amortization, were $49,000 at May 27, 2016, compared to $45,000 at August 28, 2015. Accumulated amortization amounted to $2,579,000 at May 27, 2016.

Impairment of Long-lived Assets – Long-lived assets, including property and equipment and intangible assets are evaluated for impairment whenever events or changes in circumstances indicate that the carrying amount of such assets may not be recoverable. If the sum of the expected future undiscounted cash flows is less than the carrying amount of the asset, or asset group, an impairment loss is recognized in the amount that the carrying amount of the asset or asset group exceeds its fair value. Fair value is determined based on discounted future net cash flows associated with the use of the asset or asset group. Our impairment analysis contains uncertainties due to judgment in assumptions and estimates surrounding undiscounted future cash flows of the long-lived asset, including forecasting useful lives of assets and selecting the discount rate that reflects the risk inherent in future cash flows to determine fair value.

Deferred Tax Asset Valuation Allowance – Deferred tax assets are recognized for deductible temporary differences, net operating loss carryforwards, and tax credit carryforwards if it is more likely than not that the tax benefits will be realized. Realization of our deferred tax assets depends on generating sufficient future taxable income prior to the expiration of the loss and credit carryforwards. At May 27, 2016, net deferred tax assets of $9,491,000 were fully reserved by a valuation allowance. For the nine months ended May 27, 2016, the valuation allowance was increased by $104,000.

Accounts Receivable Valuation – We maintain allowances for doubtful accounts for estimated losses resulting from the inability of our customers to make required payments. If the financial condition of our customers were to deteriorate, resulting in an impairment of their ability to make payments, additional allowances would be required. At May 27, 2016, accounts receivable, net of allowances for doubtful accounts, amounted to $83,000.

PART II. OTHER INFORMATION

ITEM 1A. RISK FACTORS

Our operations and financial results are subject to various risks and uncertainties that could adversely affect our business, financial condition, results of operations, and the market price for our common stock. Part I, Item 1A, "Risk Factors," contained in our Annual Report (unaudited) for the year ended August 29, 2014, includes a detailed discussion of these factors which have not changed materially from those included in the Annual Report.

ITEM 2. UNREGISTERED SALES OF EQUITY SECURITIES AND USE OF PROCEEDS

On December 6, 2010, pursuant to our 2010 Incentive Plan, the Compensation Committee authorized the issuance to all eligible employees of the Company common stock options to purchase an aggregate of 563,700 shares of common stock and issued equally to the four non-employee members of the Board common stock options to purchase an aggregate of 100,000 shares of common stock. Stock options for 638,700 shares of common stock are exercisable at $0.125 and one stock option for 25,000 shares of common stock, issued to a 10% or greater stockholder and executive officer, is exercisable at $0.1375. The options vest upon issuance and expire five years from the date of issuance. In addition, 500,000 shares of restricted common stock were granted to two executive officers. The issuances of the restricted stock were made in reliance upon an exemption from securities registration afforded by the provisions of Section 4(2) of the Securities Act of 1933, as amended, and the provisions of Regulation D promulgated thereunder.

On March 20, 2013, pursuant to the 2010 Incentive Plan, the Compensation Committee authorized the issuance to a marketing consultant, for services rendered, a common stock option to purchase an aggregate of 75,000 shares of common stock exercisable at $0.04. The option vests upon issuance and expires five years from the date of issuance.

On September 16, 2013**,** in conjunction with an incentive to provide financial assistance and an incentive to a potential acquisition transaction, the Board of Directors authorized the issuance of a common stock option to Novra to purchase an aggregate of 15,000,000 (fifteen million) shares of common stock exercisable at $0.03 (the "Option Agreement"). The option is exercisable upon issuance with an initial expiration date of September 30, 2014. On July 9, 2014, the Board of Directors authorized an amendment to the Option Agreement to extend the expiration date to December 31, 2015, with all other terms and conditions of the option remaining unchanged. On December 1, 2015, the Board of Directors authorized an additional amendment to the Option Agreement to further extend the expiration date to June 30, 2016, with all other terms and conditions of the option remaining unchanged. Subsequent to May 27, 2016, the Board of Directors authorized a third amendment to the September 16, 2013, option to extend the expiration date to December 31, 2016, with all other terms and conditions of the option remaining unchanged.

On November 24, 2014, pursuant to our 2010 Incentive Plan, the Compensation Committee authorized the issuance to an employee of the Company a common stock option to purchase an aggregate of 30,000 shares of common stock exercisable at $0.03. The option vests upon issuance and expires five years from the date of issuance.

A registration statement for the 2010 Incentive Plan and for the Option Agreement has not been filed. Therefore, all of the foregoing securities are deemed restricted securities for purposes of the Securities Act.

ITEM 6. EXHIBITS

The following documents are filed as exhibits to this report. An asterisk identifies those exhibits previously filed and incorporated herein by reference. For each such asterisked exhibit there is shown below the description of the prior filing. Exhibits which are not required for this report are omitted.

Exhibit No.		Description of Exhibit
3.1	*	Certificate of Incorporation as amended through May 4, 1989. (1)
3.1.1	*	Amendment to Certificate of Incorporation. (2)
3.1.2	*	Amendment to Certificate of Incorporation effective January 27, 2009. (4)
3.1.3	*	Amendment to Certificate of Incorporation effective February 1, 2011. (5)
3.1.4	*	Amendment to Certificate of Incorporation effective January 31, 2012. (6)
3.2	*	By-laws of the Company, as Amended and Restated May 17, 2006. (3)

(1) Incorporated by reference to the Company's Annual Report on Form 10-K for the fiscal year ended September 1, 1989, as filed with the Commission on November 30, 1989.+

(2) Incorporated by reference to the Company's Quarterly Report on Form 10-Q for the quarter ended May 30, 1997, as filed with the Commission on June 30, 1997.+

(3) Incorporated by reference to the Company's Current Report on Form 8-K, dated May 17, 2006, as filed with the Commission on May 22, 2006.+

(4) Incorporated by reference to the Company's Annual Report on Form 10-K for the fiscal year ended August 28, 2009, as filed with the Commission on November 25, 2009.+

(5) Incorporated by reference to the Company's Quarterly Report on Form 10-Q for the quarter ended March 4, 2011, as filed with the Commission on April 18, 2011.+

(6) Incorporated by reference to the Company's Quarterly Report on Form 10-Q for the quarter ended March 2, 2012, as filed with the Commission on April 16, 2012.+

\+ SEC file No. 0-11003

SIGNATURES

WEGENER CORPORATION

Date: July 20, 2016

By: /s/ C. Troy Woodbury, Jr.
C. Troy Woodbury, Jr.
President and Chief Executive Officer
(Principal Executive Officer)

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