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: July 28, 2016
(Date of earliest event reported)

CLEARFIELD, INC.
(Exact Name of Registrant as Specified in Charter)

Minnesota	**000-16106**	**41-1347235**
(State or Other Jurisdiction of Incorporation)	(Commission File No.)	(IRS Employer Identification No.)

7050 Winnetka Avenue North, Suite 100, Brooklyn Park, Minnesota 55428
(Address of Principal Executive Offices)(Zip Code)

(763) 476-6866
(Registrant's Telephone Number, Including Area Code)

Not Applicable
(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))

Items under Sections 1 and 3 through 7 are not applicable and therefore omitted.

Item 2.02 Results of Operations and Financial Condition.

Clearfield, Inc. (the "Company") hereby furnishes as Exhibit 99.1 a press release issued on July 28, 2016 disclosing material non-public information regarding its results of operations for the third quarter ended June 30, 2016.

In the July 28, 2016 earnings release, the Company directs readers to a page of its website to access an investor communication entitled "FY16 Q3 FieldReport," which is furnished hereto as Exhibit 99.2. The FY16 Q3 FieldReport consists of a slide presentation and a related embedded audio recording of remarks by Cheryl Beranek, the Company's President and Chief Executive Officer, and Daniel Herzog, the Company's Chief Financial Officer, discussing the third quarter ended June 30, 2016 results, as well as the business and prospects of the Company.

Item 8.01 Other Events.

As described above, the Company made the FY16 Q3 FieldReport, furnished hereto as Exhibit 99.2, available on its website on July 28, 2016. The Company is not including the information on its website as a part of, or incorporating it by reference into, this Current Report on Form 8-K.

Item 9.01 Financial Statements and Exhibits.

Exhibit No.	Description
99.1	Press Release Issued by Clearfield, Inc. on July 28, 2016.
99.2	FY16 Q3 FieldReport – Presentation dated July 28, 2016 and Transcript of Remarks of Cheryl Beranek, President and Chief Executive Officer, and Daniel Herzog, Chief Financial Officer, of Clearfield, Inc.

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.

CLEARFIELD, INC.

By /s/ Daniel Herzog
Daniel Herzog, Chief Financial Officer

Dated: July 28, 2016

EXHIBIT 99.1

Clearfield Reports Fiscal Third Quarter 2016 Results

Record Revenue and Earnings Posted for the Quarter ending June 30, 2016; Raises Outlook for the Fiscal Year

MINNEAPOLIS, July 28, 2016 (GLOBE NEWSWIRE) -- **Clearfield, Inc.** (NASDAQ:CLFD), the specialist in fiber management and connectivity platforms for communication service providers, reported results for the fiscal third quarter ended June 30, 2016.

Fiscal Q3 2016 Financial Summary

(in millions except per share data and percentages)	Q3 2016	vs. Q3 2015	Change	Change (%)
Revenue	**$ 21.6**	$ 18.2	$ 3.4	**19%**
Gross Profit	**$ 9.3**	$ 7.8	$ 1.5	**20%**
Gross Margin	**43.2%**	42.8%	0.4%	**1%**
Pre-Tax Income	**$ 3.5**	$ 3.0	$ 0.5	**18%**
Income Tax Expense	**$ 1.2**	$ 1.0	$ 0.2	**19%**
Net Income	**$ 2.3**	$ 2.0	$ 0.3	**17%**
Net Income per Diluted Share	**$ 0.16**	$ 0.14	$ 0.02	**14%**

Fiscal Q3 YTD 2016 Financial Summary

(in millions except per share data and percentages)	2016 YTD	vs. 2015 YTD	Change	Change (%)
Revenue	**$ 54.2**	$ 44.6	$ 9.6	**22%**
Gross Profit	**$ 23.3**	$ 18.3	$ 5.0	**27%**
Gross Margin	**43.0%**	41.1%	1.9%	**5%**
Pre-Tax Income	**$ 7.7**	$ 5.1	$ 2.6	**51%**
Income Tax Expense	**$ 2.6**	$ 1.8	$ 0.8	**44%**
Net Income	**$ 5.1**	$ 3.3	$ 1.8	**54%**
Net Income per Diluted Share	**$ 0.37**	$ 0.24	$ 0.13	**54%**

Fiscal Q3 2016 Financial Results

Revenue for the third quarter of fiscal 2016 increased 19% to $21.6 million from $18.2 million in the same year-ago quarter. The improvement was primarily due to increased deployments by the company's wireline, wireless and cable TV customers, as well as a higher level of project work within the municipality and alternative carrier service provider markets. The revenue increase was partially offset by lower international sales.

Gross profit increased 20% to $9.3 million, 43.2% of revenue, from $7.8 million, 42.8% of revenue, in the fiscal third quarter of 2015. The increases in gross profit and gross margin for the quarter were due to increased volume over the prior quarter, as well as a higher percentage of sales associated with optical component technologies, which typically have higher margins.

Operating expenses were $5.9 million, an increase of 21% compared to $4.8 million in the same year-ago quarter. The increase was due to additional personnel supporting sales and operational expansion.

Pre-tax income increased 18% to $3.5 million from $3.0 million in the same year-ago quarter.

Net income increased 17% to $2.3 million, or $0.16 per diluted share, from $2.0 million, or $0.14 per diluted share, in the same year-ago quarter.

During the quarter ended June 30, 2016, cash, cash equivalents and investments increased 10% to $40.5 million from $36.7 million at the end of the prior quarter. The Company had no debt at quarter end. In addition, during the quarter there were no repurchases of shares under the stock repurchase program.

Order backlog (defined as purchase orders received but not yet fulfilled) at June 30, 2016 increased 82% to $6.7 million from $3.7 million at June 30, 2015, and decreased 18% from $8.2 million compared to March 31, 2016.

Fiscal Nine Month 2016 Financial Results

Revenue increased 22% to $54.2 million for the nine-month period ending June 30, 2016 from $44.6 million during the same period in fiscal 2015.

Gross profit was $23.3 million, 43.0% of revenue, for the nine-month period ending June 30, 2016, an increase of 27% from $18.3 million, 41.1% of revenue, during the same period in fiscal 2015.

Operating expenses increased 18% to $15.7 million for the nine-month period ending June 30, 2016 from $13.3 million during the same period in fiscal 2015.

Pre-tax income totaled $7.7 million for the nine-month period ending June 30, 2016 compared to $5.1 million during the same period in fiscal 2015.

Net income totaled $5.1 million, or $0.37 per diluted share, for the nine-month period ending June 30, 2016, an increase of 54% from $3.3 million, or $0.24 per diluted share, during the same period in fiscal 2015.

Management Commentary
"Fiscal Q3 was a record-breaking quarter for us across several key metrics. In addition to the meaningful progress we made in securing new projects in both established and emerging markets, our financial results for the quarter once again demonstrated the potential of our built-to-scale business model.

"Revenue for fiscal Q3 grew by 19% year-over-year, reaching its highest quarterly level in our company's history. We also experienced record gross profit and near record gross margins largely due to the increasing acceptance within the national carrier market of our value-added optical component expertise. To add to that, we experienced stronger demand for our FieldShield product line, which is achieving an important foothold in a growing number of deployments nationwide.

"Looking at our business as a whole, we continued to gain market share in our core wireline business, along with increasing backlog and sales in the wireless, cable TV, and municipality markets, demonstrating that our Fiber-to-the-Anywhere approach is truly resonating with an even broader audience. In fact, with both revenue and backlog seeing an improvement over the prior year quarters, we are proving that our fiber management architecture can be taken anywhere, effectively pushing the boundaries of where gigabit speeds can be delivered.

"Given the strong revenue growth we experienced during the first nine months of fiscal 2016 and our current outlook for the remainder of the fiscal year, we believe it is appropriate to raise our revenue guidance even further, from the 15%+ revenue growth rate we previously established to a 20%+ revenue growth rate for the full year. The revenue growth for the fiscal fourth quarter of 2016 is also anticipated to be at this 20%+ rate."

FieldReport
Clearfield issued its FieldReport for fiscal Q3 2016, which is available in the investor relations section of the Company's website or by clicking here. Comprised of presentation slides with audio and video, the report provides additional insight into Clearfield's financial and operational performance.

About Clearfield, Inc.
Clearfield, Inc. (NASDAQ:CLFD) designs, manufactures and distributes fiber optic management, protection and delivery products for communications networks. Our "fiber to the anywhere" platform serves the unique requirements of leading incumbent local exchange carriers (traditional carriers), competitive local exchange carriers (alternative carriers), and MSO/cable TV companies, while also catering to the broadband needs of the utility/municipality, enterprise, data center and military markets.

Clearfield offers the industry's only fiber management and delivery platform that simplifies the fiber to the 'x' (FTTx) equation with the promise of a design methodology that addresses each network's unique requirements, while building simplicity into the design and delivering the lowest total cost of ownership.

Based on the patented Clearview™ Cassette, Clearfield's unique single-architected, modular fiber management platform is designed to further lower the cost of broadband deployment and maintenance by consolidating, protecting and distributing incoming and outgoing fiber circuits, enabling customers to scale their operations as their subscriber revenues increase. Headquartered in Minneapolis, MN, Clearfield deploys more than a million fiber ports each year. For more information, visit www.SeeClearfield.com.

Cautionary Statement Regarding Forward-Looking Information
Forward-looking statements contained herein and in the FieldReport are made pursuant to the safe harbor provisions of the Private Litigation Reform Act of 1995. Words such as "may," "will," "expect," "believe," "anticipate," "estimate," "outlook," or "continue" or comparable terminology are intended to identify forward-looking statements. Such forward looking statements include, for example, statements about the Company's future revenue and operating performance, growth of the FTTH market, effectiveness of the Company's sales and marketing strategies and organization, utilization of manufacturing capacity, and the development and marketing of products. These statements are based upon the Company's current expectations and judgments about future developments in the Company's business. Certain important factors could have a material impact on the Company's performance, including, without limitation: our results of operations could be adversely affected now that the stimulus funds of the American Recovery and Reinvestment Act are fully allocated and projections are nearing completion; National Broadband Plan's transitioning from the USF to the CAF program may cause our customers and prospective customers to delay or reduce purchases; a significant percentage of our sales in the last three fiscal years have been made to a small number of customers, and the loss of these major customers would adversely affect us; intense competition in our industry may result in price reductions, lower gross profits and loss of market share; our results of operations could be adversely affected by economic conditions and the effects of these conditions on our customers' businesses; our operating results may fluctuate significantly from quarter to quarter, which may make budgeting for expenses difficult and may negatively affect the market price of our common stock; to compete effectively, we must continually improve existing products and introduce new products that achieve market acceptance; we may face circumstances in the future that will result in impairment charges, including, but not limited to, significant goodwill impairment charges; we rely on single-source suppliers, which could

cause delays, increases in costs or prevent us from completing customer orders, all of which could materially harm our business; we face risks associated with expanding our sales outside of the United States; our success depends upon adequate protection of our patent and intellectual property rights; further consolidation among our customers may result in the loss of some customers and may reduce sales during the pendency of business combinations and related integration activities; we are dependent on key personnel; product defects or the failure of our products to meet specifications could cause us to lose customers and sales or to incur unexpected expenses; and other factors set forth in Part I, Item IA. Risk Factors of Clearfield's Annual Report on Form 10-K for the year ended September 30, 2015 as well as other filings with the Securities and Exchange Commission. The Company undertakes no obligation to update these statements to reflect actual events.

CLEARFIELD, INC.
CONDENSED STATEMENTS OF OPERATIONS
UNAUDITED

	Three Months Ended June 30		Nine Months Ended June 30	
	2016	2015	2016	2015
Revenues	$ 21,598,720	$ 18,195,911	$ 54,235,622	$ 44,553,315
Cost of sales	12,258,523	10,399,171	30,938,180	26,260,624
Gross profit	9,340,197	7,796,740	23,297,442	18,292,691
Operating expenses				
Selling, general and administrative	5,878,352	4,845,764	15,712,319	13,261,065
Income from operations	3,461,845	2,950,976	7,585,123	5,031,626
Interest income	41,608	24,924	114,316	75,308
Income before income taxes	3,503,453	2,975,900	7,699,439	5,106,934
Income tax expense	1,221,032	1,023,000	2,595,032	1,796,000
Net income	$ 2,282,421	$ 1,952,900	$ 5,104,407	$ 3,310,934
Net income per share:				
Basic	$ 0.17	$ 0.15	$ 0.38	$ 0.25
Diluted	$ 0.16	$ 0.14	$ 0.37	$ 0.24
Weighted average shares outstanding:				
Basic	13,397,509	13,200,121	13,331,632	13,204,625
Diluted	13,806,928	13,614,949	13,654,476	13,581,098

CLEARFIELD, INC.
CONDENSED BALANCED SHEETS

	(Unaudited) June 30, 2016	(Audited) September 30, 2015
Assets		
Current Assets		
Cash and cash equivalents	$ 24,587,571	$ 18,071,210
Short-term investments	7,392,075	7,925,000
Accounts receivable, net	8,727,163	6,010,900
Inventories	8,106,384	7,182,854
Other current assets	752,443	1,563,665
Total current assets	49,565,636	40,753,629
Property, plant and equipment, net	5,560,484	5,689,673
Other Assets		
Long-term investments	8,570,000	8,290,000
Goodwill	2,570,511	2,570,511

Other	370,259	323,804
Total other assets	11,510,770	11,184,315
Total Assets	$ 66,636,890	$ 57,627,617
Liabilities and Shareholders' Equity		
Current Liabilities		
Accounts payable	$ 3,171,964	$ 2,357,791
Accrued compensation	3,328,643	2,598,661
Accrued expenses	51,171	80,803
Total current liabilities	6,551,778	5,037,255
Other Liabilities		
Deferred taxes – long-term	514,078	1,082,887
Deferred rent	240,814	228,345
Total other liabilities	754,892	1,311,232
Total Liabilities	7,306,670	6,348,487
Commitment and contingencies		
Shareholders' Equity		
Common stock	140,898	137,057
Additional paid-in capital	58,830,692	55,887,850
Retained earnings (accumulated deficit)	358,630	(4,745,777)
Total Shareholders' Equity	59,330,220	51,279,130
Total Liabilities and Shareholders' Equity	$ 66,636,890	$ 57,627,617

CLEARFIELD, INC.
CONDENSED STATEMENTS OF CASH FLOWS
UNAUDITED

	Nine Months Ended June 30, 2016	Nine Months Ended June 30, 2015
Cash flows from operating activities:		
Net income	$ 5,104,407	$ 3,310,934
Adjustments to reconcile net income to cash provided by operating activities:		
Depreciation and amortization	1,068,297	870,692
Deferred income taxes	578,090	1,682,164
Loss on disposal of assets	1,135	13,637
Stock-based compensation expense	843,658	844,992
Tax benefit from stock-based awards	(1,786,000)	-
Changes in operating assets and liabilities:		
Accounts receivable, net	(2,716,263)	(2,358,856)
Inventories	(923,530)	(1,343,986)
Other current assets	(340,130)	52,496
Accounts payable and accrued expenses	3,312,992	1,268,980
Net cash provided by operating activities	5,142,656	4,341,053
Cash flows from investing activities:		
Purchases of property, plant and equipment and intangible assets	(982,245)	(4,028,122)
Purchase of investments	(5,508,075)	(7,517,000)
Proceeds from maturities of investments	5,761,000	6,784,000
Net cash used in investing activities	(729,320)	(4,761,122)
Cash flows from financing activities:		
Tax benefit from stock-based awards	1,786,000	-
Repurchase of common stock	(333,761)	(849,157)
Proceeds from issuance of common stock under employee stock purchase plan	254,426	211,459
Proceeds from issuance of common stock	473,651	41,688

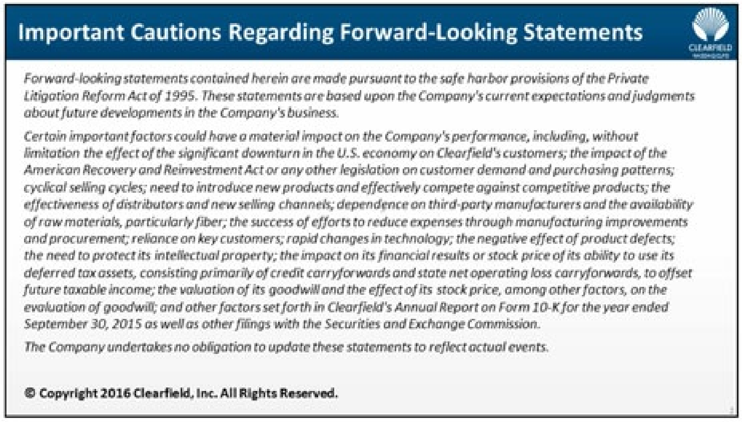
Tax withholding related to vesting of restricted stock grants and exercise of stock options	(77,291)	(14,373)
Net cash provided by (used in) financing activities	2,103,025	(610,383)
Increase (decrease) in cash and cash equivalents	6,516,361	(1,030,452)
Cash and cash equivalents at beginning of period	18,071,210	18,191,493
Cash and cash equivalents at end of period	$ 24,587,571	$ 17,161,041
Supplemental cash flow information		
Cash paid during the year for income taxes	$ 338,616	$ 20,350
Non-cash financing activities		
Cashless exercise of stock options	$ 541,016	$ 80,802

Investor Relations Contact:

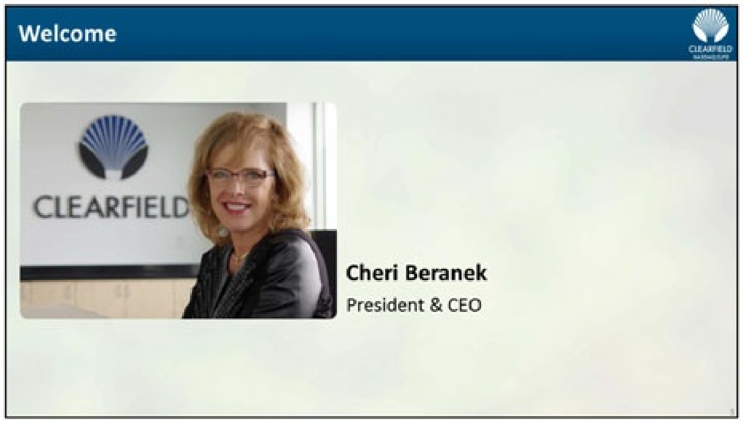
Matt Glover and Najim Mostamand
Liolios Group, Inc.
949-574-3860
CLFD@liolios.com

EXHIBIT 99.2

Hello, this is Cheri Beranek, President and CEO of Clearfield. Welcome to our fiscal third quarter 2016 FieldReport. Before we begin, I'd like to provide some important cautions regarding forward-looking statements made during today's presentation.

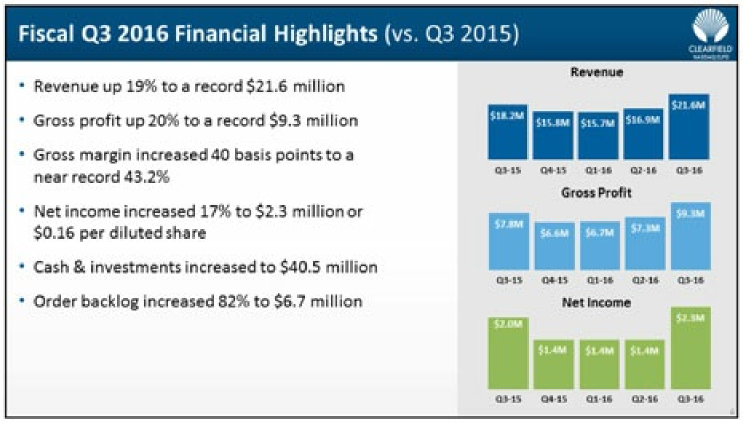


Certain important factors could have a material impact on the Company's performance, including those set forth in the slide entitled "Important Cautions Regarding Forward-Looking Statements," as well as the factors set forth in Clearfield's Annual Report on Form 10-K for the year ending September 30, 2015 and other filings with the Securities and Exchange Commission.



I'm pleased to report that fiscal Q3 was a record-breaking quarter for us across several key metrics. In addition to the meaningful progress we made in securing new projects in both established and emerging markets, our financial results for the quarter once again demonstrated the potential of our build-to-scale business model.

There are many facets of our built-to-scale model, but we are especially pleased with our unique product design and manufacturing initiatives. We are proud of how we have married company-owned and managed facilities with strategic supply chain partnerships. The outcome is our ability to post ongoing quarterly profit while being poised to capture significant ramp-up opportunities moving forward.



Revenue for fiscal Q3 grew by 19% year-over-year, reaching its highest quarterly level in our company's history. With continued market share gains in our core wireline business, along with our expanding presence in the wireless, cable TV, and municipality markets, it's becoming increasingly clear that our Fiber-to-the-Anywhere platform is resonating with an even broader audience.

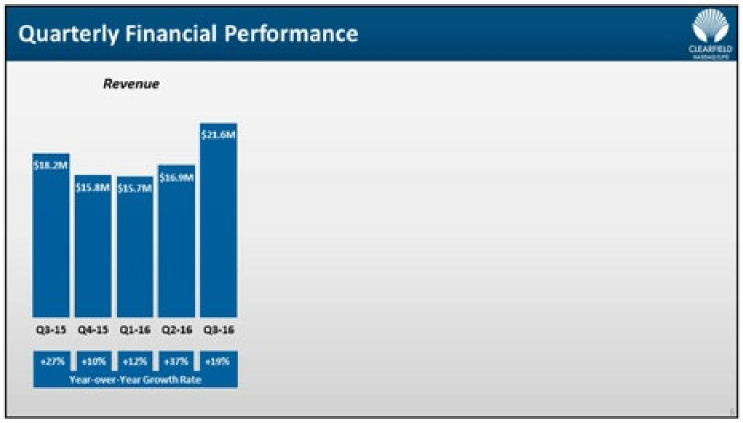
Product line success continued with our lines of value-added optical component integration. We also are seeing growing demand for our FieldShield product line, which has achieved an important foothold in a growing number of deployments nationwide.

Altogether, we are encouraged by not only how far we have come, as evidenced by our record results this quarter, but also by how we have positioned ourselves to grow even further.

But before I discuss our operational results, growth strategies, and future outlook in a greater detail, I would like to turn the presentation over to our CFO, Dan Herzog, who will walk us through the financial performance for both the fiscal third quarter and the first nine months of 2016.

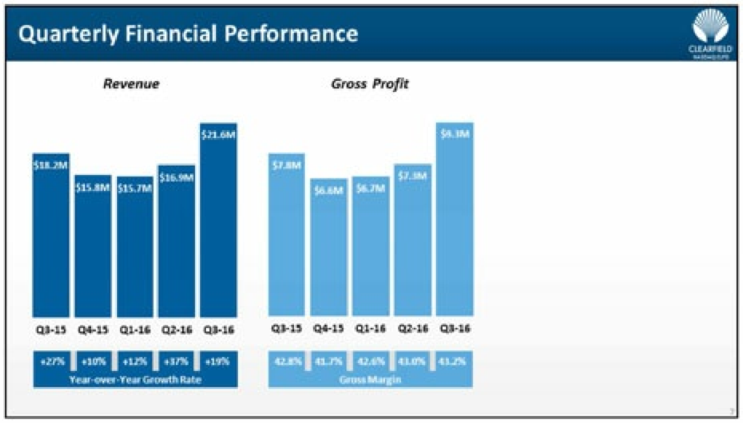
Thank you, Cheri.

Now, going into our financial results…



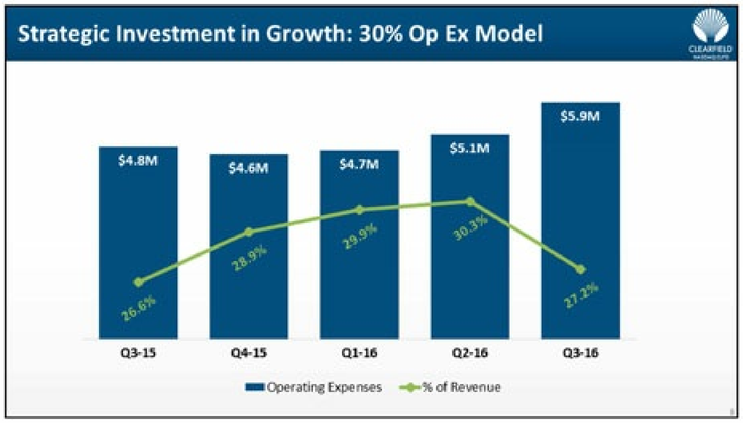
Our revenue in the third quarter of fiscal 2016 increased 19% to a record $21.6 million from $18.2 million during the same year-ago period. For the first nine months of fiscal 2016, revenue increased 22% to a record $54.2 million from $44.6 million during the same period in fiscal 2015. The improvement for both the quarter and first nine months of 2016 was driven primarily by increased deployments by our wireline, wireless, and cable TV customers, as well as a higher level of project work within the municipality and nontraditional service provider markets.

Our international revenue in fiscal Q3 was $1.1 million, or 5% of total revenue. This compares to $1.3 million, or 7% of our total revenue in the same year-ago period. For the first nine months of the year, our international revenue was $2.6 million, or 5% of our total revenue, compared to $4.0 million, or 9% of our total revenue, for the first nine months of fiscal 2015. While demand for our products has temporarily been sluggish, we remain committed to growing our revenues in North American markets outside of the U.S. and are working with our direct sales people and distribution partners in the territories to position the Company as demand is re-established.



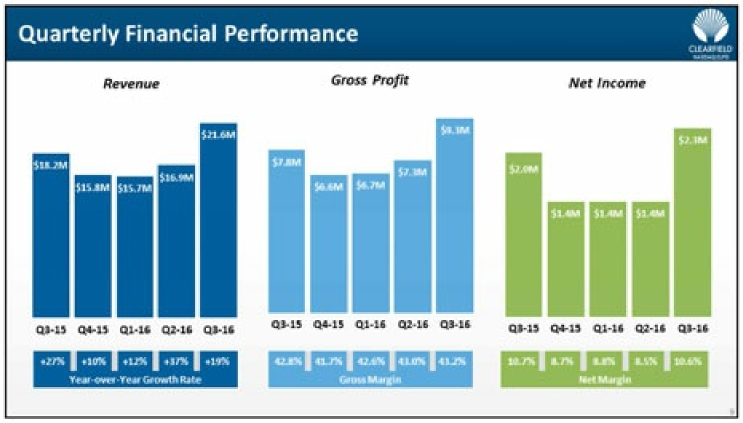
Gross profit for the fiscal third quarter of 2016 increased 20% to a record $9.3 million, or 43.2% of total revenue. This compares to $7.8 million, or 42.8% of total revenue in the same year-ago period. For the first nine months of fiscal 2016, gross profit increased 27% to a record $23.3 million, or 43.0% of total revenue. This compares to $18.3 million, or 41.1% of total revenue, for the first nine months of fiscal 2015. The increases in gross profit and gross margin for the quarter were due to higher volume over the prior quarter, as well as a favorable product mix.

Looking more closely at our gross margin numbers, we surpassed our recently revised expected target range of 40% to 42% for both the quarter and the nine-month period. We are pleased with the success of our Mexican-based manufacturing operation which is playing an important role in our ability to be competitive in this marketplace. However, as product mix can significantly influence the achievement of gross margin, we are maintaining our target range as established and will continue to support a model of 40% to 42% moving forward.

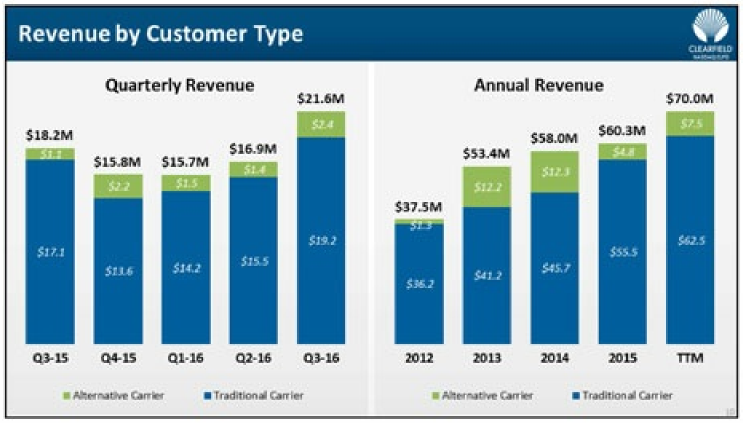


Our operating expenses for fiscal Q3 were $5.9 million, which were up 21% from the same year-ago quarter. Operating expenses for the first nine months of fiscal 2016 were $15.7 million, which was up 18% in the same year-ago period. The increases for both the quarter and the nine-month period were due to higher compensation expenses, mainly from additional personnel, wage increases, and higher performance-based compensation accruals.

The increases were also due to investments we are making to scale our business, which we expect to continue making throughout the rest of fiscal 2016 and into fiscal 2017. As a result of new product and market development investments, combined with the investments we are making in our business processes and manufacturing capabilities, we expect operating expenses to rise in order to support our future growth.



Our net income for the fiscal third quarter increased 17% to $2.3 million, or $0.16 per diluted share from $2.0 million, or $0.14 per diluted share in the same year-ago quarter. Net income for the first nine months of fiscal 2016 increased 54% to $5.1 million, or $0.37 per diluted share from $3.3 million, or $0.24 per diluted share in the first nine months of fiscal 2015.



Looking at our revenue by customer type for fiscal Q3 2016, our Traditional Carrier business was up 12% year-over-year. Our Traditional Carrier is business among those wireline, wireless and cable operators that principally serve as incumbent providers or that is legacy business for Clearfield. This increase in revenue was largely due to market share gains, as well as our ability to sell a broader range of products. Our Alternative Carrier business was up 117% year-over-year in fiscal Q3 2016. The Alternative Carrier group are those providers that exclusively operate their networks as a competitive carrier. Similar to prior quarters, this increase was in large part due to this customer group gradually re-establishing its build-rate in the Fiber-to-the-Home market, as it continues to overcome right-of-way and other permitting challenges.

During the quarter, our cash and investments increased to $40.5 million. Our current ratio also remained strong at 7.6, and our tangible net worth increased 8% from the prior quarter to $56.8 million.

Our order backlog, which we define as purchase orders received but not yet fulfilled, is $6.7 million as of June 30, 2016. This represents an increase of 82% year-over-year and a decrease of 18% as compared to March 31, 2016.

Finally, we did not repurchase any shares during the fiscal third quarter under our stock repurchase program, which was authorized in November 2014. As of June 30, 2016, we have repurchased an aggregate of 99,179 shares for approximately $1.2 million under the program. We are authorized to repurchase an additional $6.8 million should the opportunity arise to benefit our shareholders.

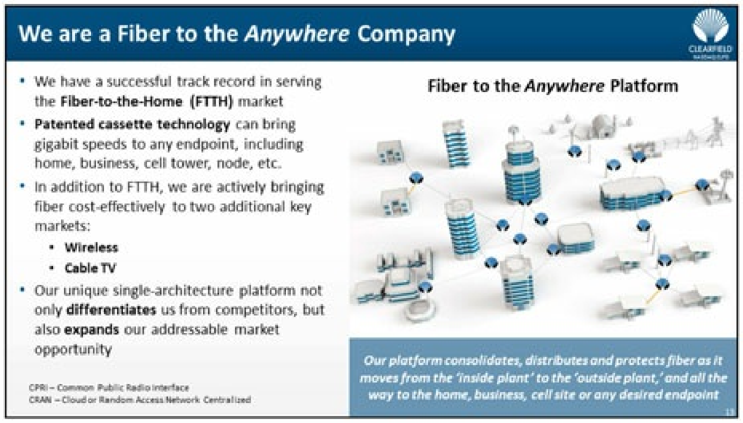
Now with that, I would like to turn the presentation back over to Cheri for her insights into our operations for the quarter and first nine months, as well as our outlook and strategic initiatives for the rest of fiscal 2016.

Cheri?

Thanks, Dan.

As can be seen from our progress throughout the fiscal year, we have made incredible strides in how and where we are deploying our platform-driven solutions. While some may consider us the specialists in delivering cost-effective solutions for the Fiber-to-the-Home community, our expertise certainly extends beyond this single environment.

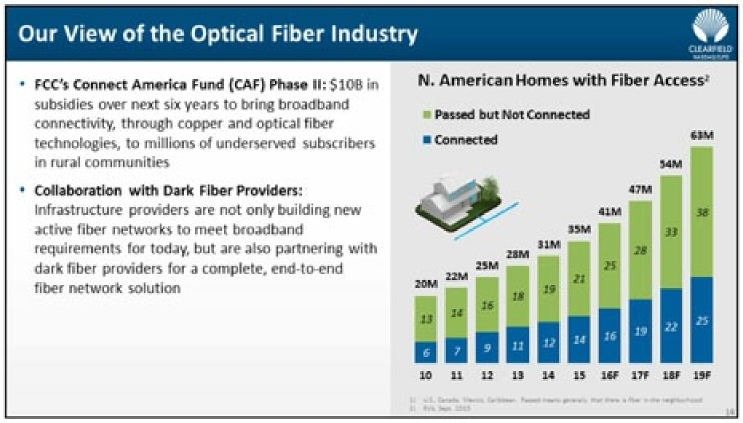
In fact, because of the entire flexibility and modularity of our product architecture, one can see Clearfield present not only in the home, but also at the business, by the curb, up the tower, or at any desired endpoint, including very demanding and space-constrained environments. This 'Fiber-to-the-Anywhere' approach has been central to our business focus and strategy and has enabled us push the boundaries of where gigabit speeds can be delivered, while also expanding our opportunities to scale as a company.



Consistent with our Fiber-to-the-Anywhere approach, our results for the quarter demonstrated once again our traction in emerging markets like the wireless and cable TV space. Revenue shipped and backlog accumulated for both areas of our business saw an improvement over the prior quarters, which further reflects how we are successfully taking our identical fiber management architecture to environments outside of wireline infrastructure.

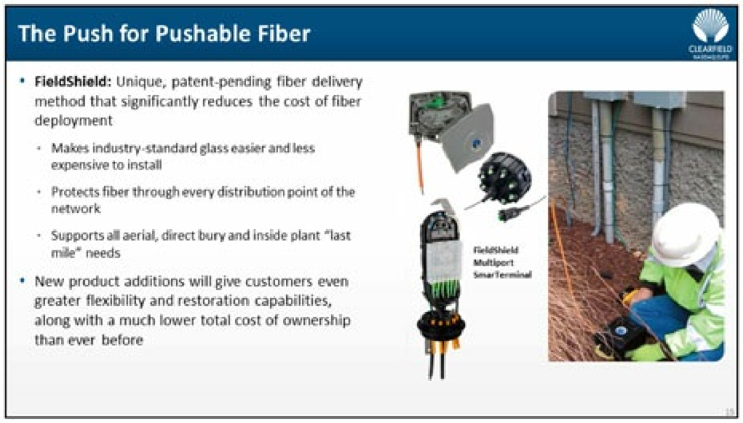
We are continuing to be recognized as an expert in packaging and pre-terminating optical components for both of these growth areas. Our recent success in promoting this highly-valued skill set has enabled us to work with our distribution partners to service the national carriers themselves. This new customer group has been a key driver for our strong results for both the quarter and year, and will continue to play a valuable role in our future success, as we ramp up our efforts to market this higher-margin service offering.

As more competitive pressures and customer churn continue to be a factor in the industry, we expect these service providers to rely even more on our cost-saving solutions.



Turning to our view of the fiber industry overall, the CAF II subsidies are being accepted by many of the leading service providers, but have yet to make a significant impact on our sales. We expect, with more deployments materializing in the coming quarters, that the effects of this government-led initiative will contribute to overall revenue in fiscal 2017 and 2018.

That being said, we are witnessing other promising signs in the industry. One of them includes the growing cooperation between wireless service providers and the providers of dark fiber, or fiber that has been laid in a network but is not currently in use. This business-collaboration model calls for fiber management solutions which pack high-density fiber connectivity ports in a small footprint. Our Clearview Cassette-centered fiber management infrastructure, which packs 12-ports of integrated fiber management within an independent fiber management module, is the industry-leading methodology for the densification of fiber networks. For that reason, we are actively tracking the development and market forces associated with dark fiber providers, and are aligning our resources to be able to capitalize on this major industry catalyst.



Previous to FieldShield, service providers have had a limited choice for drop cable technologies. FieldShield, the Clearfield line of pushable drop cables, has offered the service provider a new choice that reduces the up-front labor time and skill required to engineer and install optical fiber. Further, it reduces the total cost of ownership by more than 50% due to the significant advantages the product line offers in ease of restoration.

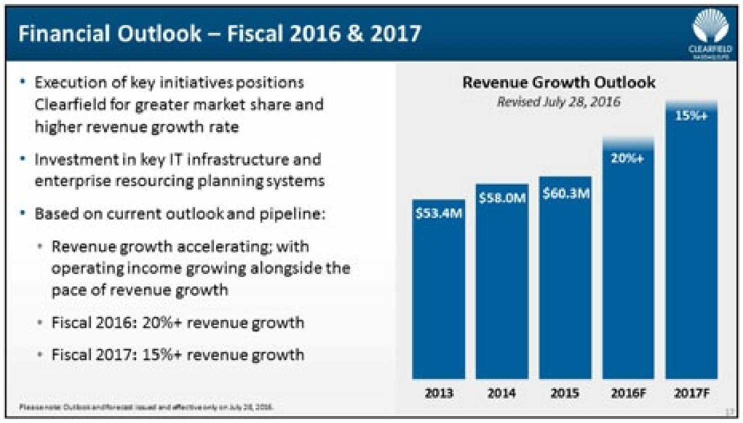
As more service providers accept this new and game-changing technology, we have seen accelerated growth in this product line in the last year, especially in recent quarters as the fiber build season within the outside plant is well underway.

We are currently working on a range of new product additions to the FieldShield line, which are designed to give every service provider the freedom of choice to match drop cable technology to the needs of their environment and first-cost priorities. Building upon the FieldShield pushable fiber and microduct pathway product line that has linked thousands of consumers to their broadband networks, this expanded product line simplifies the fiber equation, reducing our customers initial cap/ex as well as long-term op/ex costs.

We are excited by the rapid development of FieldShield, and expect this product line to have a greater degree of prominence and adoption going forward.

Over the course of the quarter, we continued to execute on the initiatives we laid out in the beginning of the fiscal year. As we have previously reported, we have engaged with pilot reviews of our product lines. However, it should be noted that sales cycles at the Tier 1 and Tier 2 levels can exceed 18 months so we do not have any progress reports to make at this time. Opportunities within the Tier 1 wireline and cable television environment have prompted us to re-prioritize the cable types within our Telcordia certification initiatives. While this has delayed the achievement of our certifications, we do not believe that it will have a negative effect on the achievement of our target revenues for FY 17.

We are also pleased to report the appointment of Roger Harding to our Board of Directors. Roger was a former senior executive at Alcatel-Lucent and spent more than 35 years in the networking industry. Among his many accomplishments, he managed Alcatel-Lucent's $1.5 billion Global Switching and Classic Products business and successfully launched the startup of their remanufacturing line of business. We look forward to his many insights and contributions as they help us steer in a rapidly-changing and more complex optical fiber landscape.



Given the strong revenue growth we experienced during the first nine months of fiscal 2016 and our current outlook for the remainder of the fiscal year, we believe it is appropriate to raise our guidance even further, from the 15%+ revenue growth rate we previously established to a 20%+ revenue growth rate for the full year. The revenue growth rate for the fiscal fourth quarter of 2016 is also anticipated to exceed 20% over the similar period of last year.

Looking to fiscal year 2017, we are maintaining our revenue growth target of 15%+ over fiscal year 2016. This effectively increases the revenue target for fiscal year 2017 due to the expected increase in revenue growth for 2016.

We believe our Fiber-to-the-Anywhere approach is central to our success, and will play a key role in helping us build on our solid progress within the wireline, wireless, and cable TV markets. As we rapidly introduce new products to market and continue to provide industry-leading response times for standard as well as custom-configured solutions, we are confident that service providers looking to provide ultra-high speed broadband, will find Clearfield a valued choice for an optical fiber management, pathway and drop cable technology requirements.

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In closing, we encourage you to review today's earnings release and filings, and we welcome any questions you may have about our financial performance, operations, products or industry. Please send your inquiries to CLFD@liolios.com. We will post the most relevant questions and answers in the 'For Investors' section of our website.

This wraps up today's FieldReport. Thank you for your interest and support, and we look forward to speaking with you soon.