



Second Quarter 2025 Results

July 31, 2025

Disclaimers

Forward-Looking Statements

This presentation contains forward-looking statements within the meaning of Section 21E of the Exchange Act, including but not limited to statements related to our outlook for Q2 and full year 2025, and other financial and business goals. Forward-looking statements are based on our expectations as of the date of this presentation and are subject to a number of risks, uncertainties and assumptions, many of which involve factors or circumstances that are beyond our control. Actual results could materially differ because of such factors or circumstances, which include those described in our first quarter 2025 earnings release. You should carefully consider these factors as well as the risks and uncertainties outlined in greater detail in the Risk Factors sections of our 2024 Form 10-K, our first quarter 2025 Form 10-Q and our other SEC filings before making any investment decision with respect to our common stock. These factors, individually or in the aggregate, may cause our actual results to differ materially from our expected and historical results. We undertake no obligation to revise or update publicly any forward-looking statement for any reason, except as otherwise required by law.

Industry Data

This presentation contains statistical data, estimates, and forecasts that are based on independent industry publications or other publicly available information, as well as other information based on our internal sources. While we believe the industry and market data included in this presentation are reliable and are based on reasonable assumptions, these data involve many assumptions and limitations, and you are cautioned not to give undue weight to these estimates. We have not independently verified the accuracy or completeness of the data contained in these industry publications and other publicly available information.

Non-GAAP Financial Measures

This presentation includes certain non-GAAP measures not based on generally accepted accounting principles. For more information and for reconciliations between GAAP and these non-GAAP measures, see the appendix to this presentation.



Agenda

Financial & Business Highlights

Q3 and FY25 Guidance

Background on InterDigital

Appendix



Financial & Business Highlights



Q2 Financial Highlights

- ✓ Revenue, Adj. EBITDA^a and Diluted EPS exceed the top end of guidance range
- ✓ Annualized Recurring Revenue^b (ARR) up 44% YoY to an all-time high of \$553 million
 - Smartphone ARR^b up 58% YoY to \$465 million, also an all-time high
- ✓ Adj. EBITDA^a of \$237 million, up 50% YoY
- ✓ Adj. EBITDA margin^a of 79%, up 8 PPT YoY
- ✓ Return of capital of \$42 million, including \$26 million of share repurchases
- ✓ Cash balance of \$937 million



Recent Business Highlights

- ✓ Concluded Samsung arbitration with significant increase to ARR
- ✓ Signed new license agreement with HP
- ✓ Driving 6G development, including integration of AI, via leadership in standards bodies such as 3GPP
- ✓ Ranked #2 among global telecoms for patent portfolio quality and quantity by IEEE
- ✓ Demonstrated “HDR Without Limits” alongside partners at NAB 2025



Successful Completion of Samsung Arbitration

SAMSUNG

- World's largest smartphone manufacturer
- License covers > 200 million mobile devices shipped annually
- Total contract value of **\$1.05 billion over 8 years, licensed through end of 2030**
- **Annual recurring revenue of \$131 million, an increase of 67%** from prior agreement
- Catch-up revenue of \$119 million recognized in Q2
- **Seven of ten largest smartphone vendors and ~80% of the global smartphone market** now under license



Q2 License Agreement With HP



- Multi-year agreement licenses HP personal computers to our WiFi and video decoding technologies
- HP is one of the world's largest PC manufacturers
- Agreement reached through bilateral negotiation
- Further validates importance of our foundational innovation and growth potential beyond our Smartphone program
- Catch-up revenue of \$44 million recognized in Q2
- **More than 50% of the PC market** now under license



Financial Results vs. Outlook

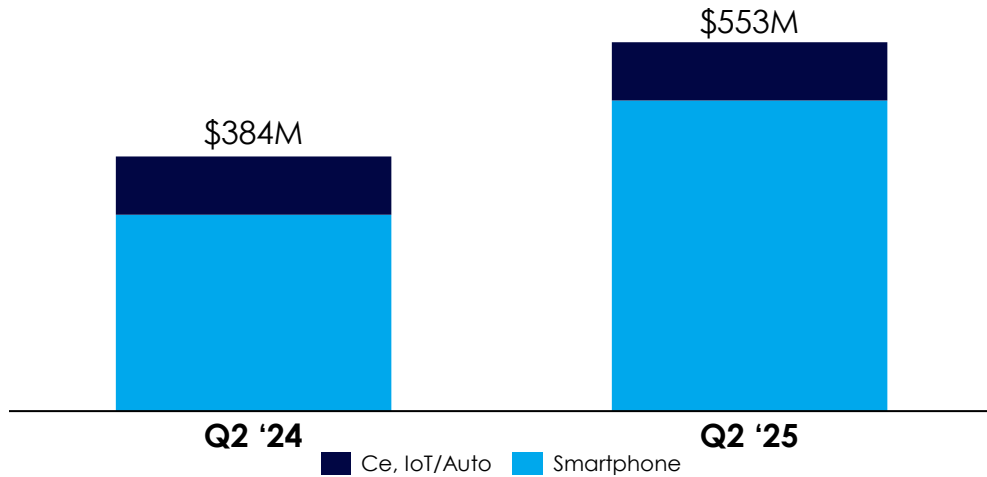
	Q2'25 RESULTS	Q2'25 OUTLOOK
Revenue	\$300.6M	\$165M - \$170M
Adjusted EBITDA^a	\$236.7M	\$107M - \$114M
Diluted EPS	\$5.35	\$1.90 - \$2.11
Non-GAAP EPS^a	\$6.52	\$2.67 - \$2.90

^aNon-GAAP Measure / Please see appendix for GAAP to Non-GAAP reconciliations.

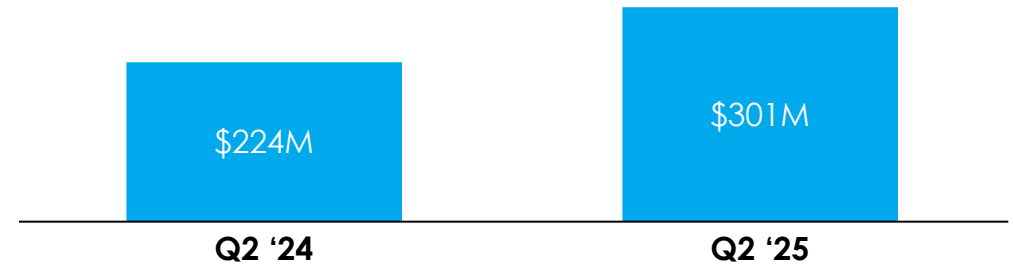


Q2'25 Results

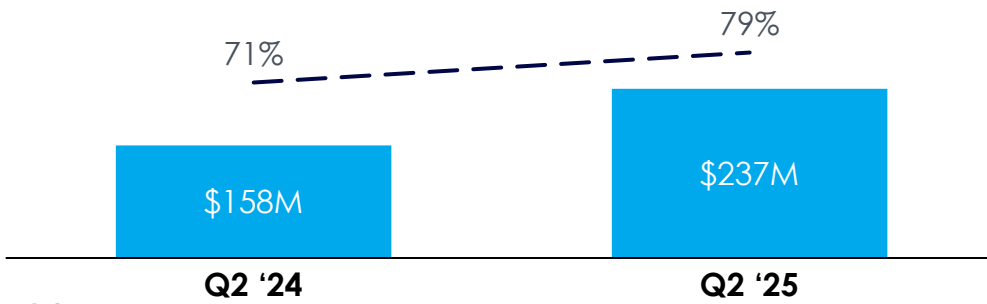
ARR^a
+44% YoY



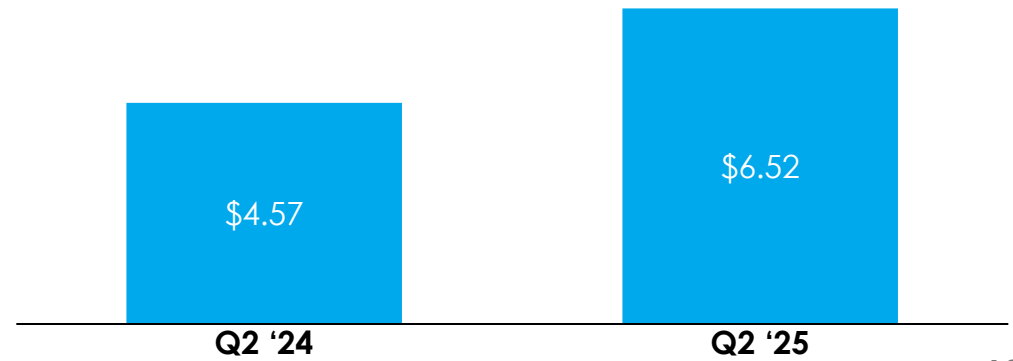
Revenue
+34 % YoY



Adjusted EBITDA^b
+50% YoY



Non-GAAP EPS^b
+43% YoY



Q3 and FY25 Guidance



Company Increases FY 2025 Guidance

(as of July 31, 2025)

	Q3'25 OUTLOOK	FY25 CURRENT OUTLOOK	FY25 PRIOR OUTLOOK
Revenue	\$136M - \$140M	\$790M - \$850M	\$660M - \$760M
Adjusted EBITDA^a	\$69M - \$75M	\$551M - \$569M	\$400M - \$495M
Diluted EPS	\$0.94 - \$1.11	\$10.94 - \$11.47	\$6.79 - \$9.67
Non-GAAP EPS^a	\$1.52 - \$1.72	\$14.17 - \$14.77	\$9.69 - \$12.92

The outlook for third quarter 2025 covers existing licenses and does not include any new agreements or enforcement action results we may sign or receive over the balance of the third quarter. The outlook for full year 2025 includes both existing licenses and the expected contributions from new agreements over the balance of the year.

^aNon-GAAP Measure / Please see appendix for GAAP to Non-GAAP reconciliations.



Upcoming Investor Events

August 26

Jefferies Semiconductor, IT Hardware & Communications Conference

 Chicago, IL

August 27

Midwest IDEAS Conference

 Chicago, IL

August 27

Evercore ISI Semiconductor, IT Hardware & Networking Conference

 Chicago, IL

September 17/18

Sidoti Conference

 Virtual



Background on InterDigital

As of July 31, 2025





**Company
Introduction**



Premier Team



**Essential Technology
Development**



**Long-term
Growth Strategy**



**Accelerating Business
Momentum**



InterDigital Pioneering Wireless, Video and AI Research

HIGHLIGHTS

World-class team

Led by seasoned industry veterans

Driving foundational research

in wireless, video & AI since 1972

Industry-leading patents

Evergreen patent portfolio of ~34,000 assets

Long-term customers

Subscription-like revenue, \$4B+ in TCV* added since the start of 2021

Enabling ecosystem

Over two billion devices and \$5.7T economic value annually

2024 Financial Results

\$869M

Revenue

↑ 58% YoY

\$14.97

Non-GAAP EPS^a

↑ 62% YoY

63%

Adj. EBITDA
Margin^a

~\$1B

Cash

TOP CUSTOMERS:



SAMSUNG

Lenovo

oppo

*TCV = total contract value

^a Non-GAAP financial measure. Refer to non-GAAP reconciliation in appendix



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World-Class Leadership Team

Decades of industry experience. Strong track record. Drive deep collaboration and superb execution



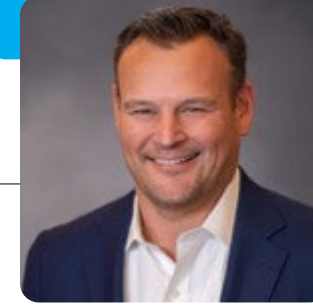
Liren Chen
CEO



Rajesh Pankaj
CTO



Julia Mattis
Chief Licensing
Officer (Interim)



Rich Brezski
CFO



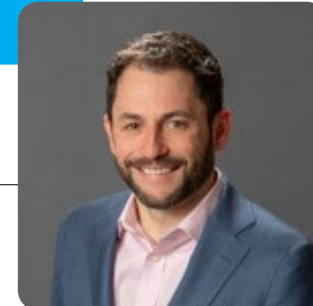
Michael Cortino
Chief Information
Officer



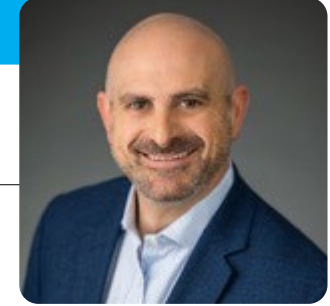
Ken Kaskoun
Chief Growth Officer



Skip Maloney
Chief People Officer



Joshua Schmidt
Chief Legal Officer

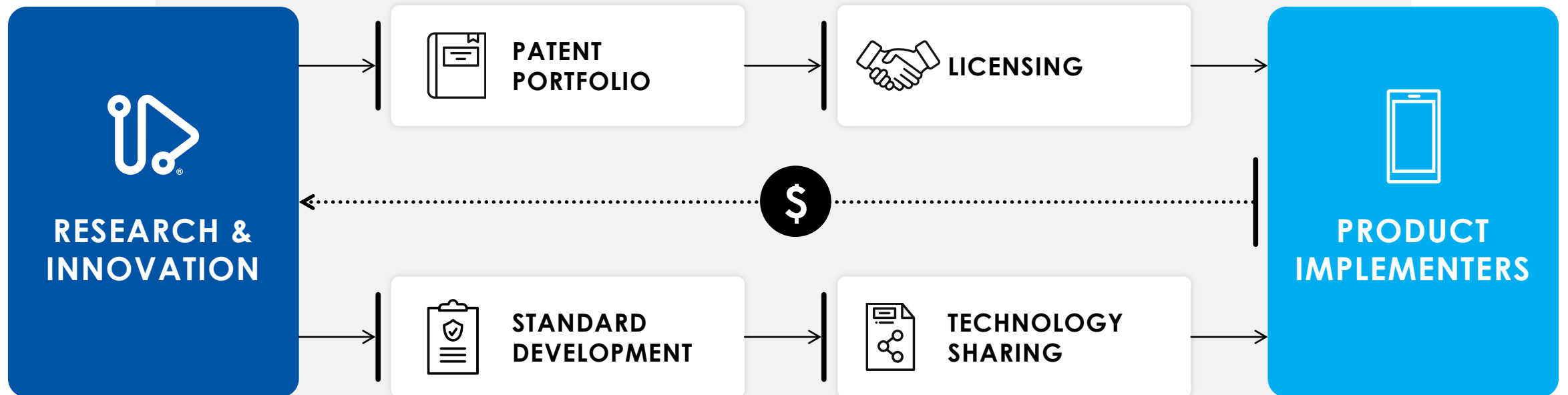


Robert S. Stien
Chief Communications
& Public Policy Officer



IP as a Service Business Model: A Virtuous Cycle of Innovation

We are a foundational R&D company. We share our innovation through the standards process and monetize our technology through IP licensing.



We Focus on Foundational Technologies

We solve the most complex problems in the system.
The technology we created is broadly applicable to many industries



WIRELESS

Cellular wireless - 4G/5G/6G

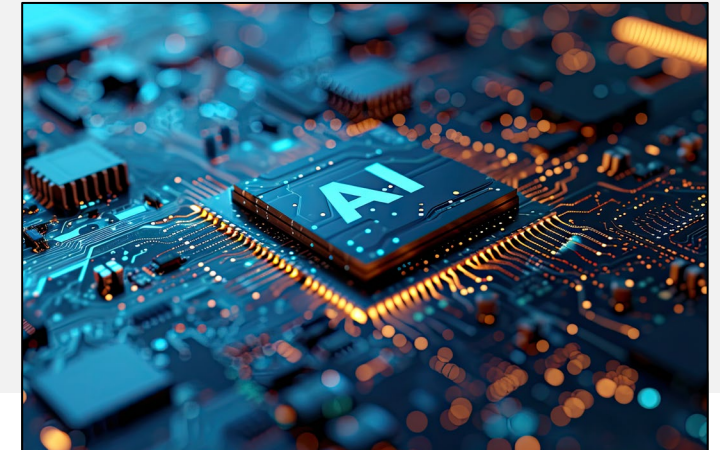
WiFi and wireless local area networks



VIDEO

Video compression, transport and enhancement

Immersive media compression, transport and enhancement



AI

Using AI for wireless and video

Video coding for use by AI

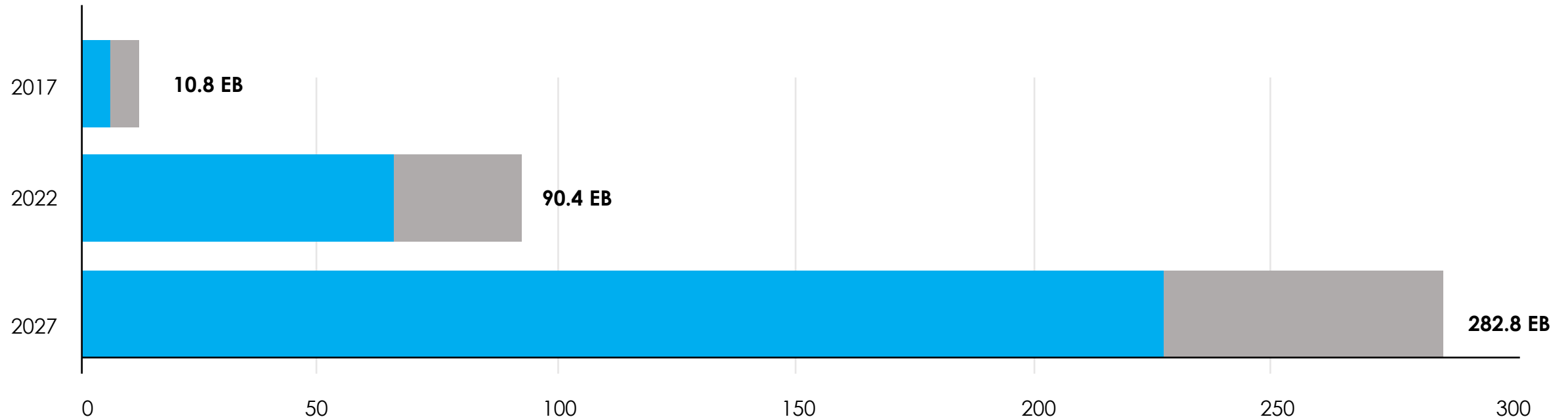
Our research and patents in these areas underpin our business



InterDigital Tech Underpins Surging Mobile Traffic

Video Drives Surge in Mobile Data Traffic

Estimated global media traffic by application category (in exabytes per month)*

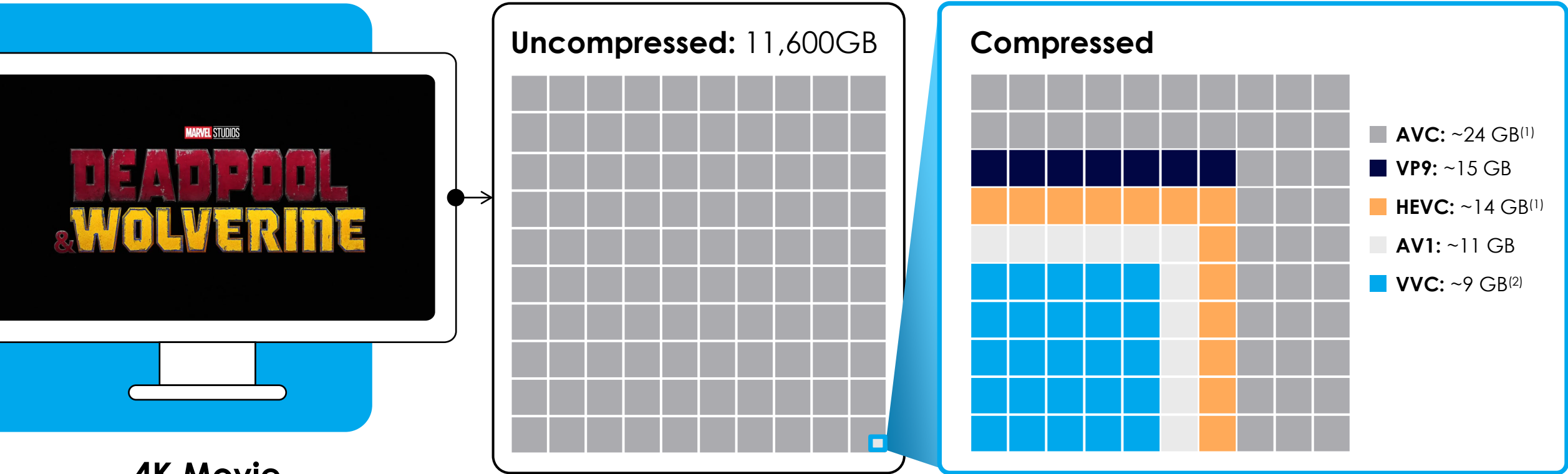


* One exabyte equals one million terabytes. Source: Ericsson Mobility Report

■ Video ■ Other



Our Innovations Help Drive Video Codec Evolution



4K Movie
130-Minute Run Time

⁽¹⁾ <http://www.iam-media.com/litigation/what-will-tv-cost-you-putting-price-hevc-licences>

⁽²⁾ Approximated based on the result from 3GPP document https://www.3gpp.org/ftp/Specs/archive/26_series/26.955/26955-h00.zip

Source: Counterpoint, WINXDVD



The Power of the Global Standards System



CONSUMERS

A global system of standards helps ensure interoperability



IMPLEMENTERS

Standards like 5G lower barriers to entry for new entrants into a market like smartphones and benefit from economies of scale



OPERATORS AND SERVICE PROVIDERS

Standards increase system capacity and lower the total cost of ownership



InterDigital Drives Standard Development



UNITING PRINCIPLES

Strong belief in global standards

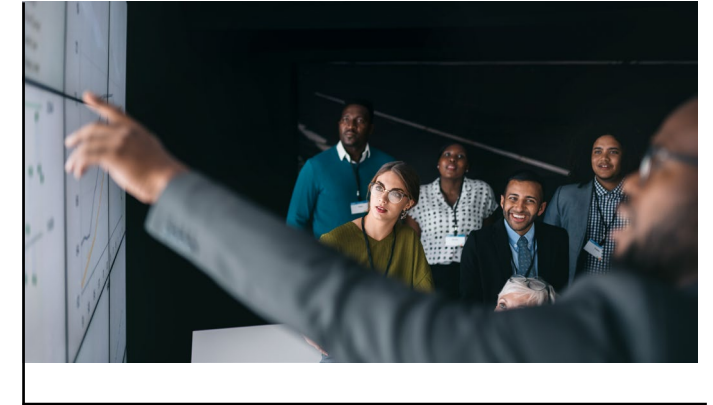
Focus on technology merits and neutral on product implementation decisions



STRONG LEADERSHIP

Participate in 100+ standard development organizations (SDO)

Hold more than 100 leadership positions in these SDOs



BROAD COLLABORATIONS

Collaborate with many industry partners and leading universities

Our technologies benefit the whole eco-system: billions of devices and many cloud-based services each year



We Have Many Standard Development Leadership Positions

Cellular & WiFi Standards

Organization	Individual	Role
3GPP A GLOBAL INITIATIVE	[Portrait]	RAN2 Chair
	[Portrait]	SA6 Chair
ETSI	[Portrait]	ETSI Board Member ISAC ISG Chair
	[Portrait]	RIS ISG Chair
	[Portrait]	Member FCC CSRIC IX – 6G Security Working Group
	[Portrait]	SAI Vice Chair
atis NEXTG ALLIANCE An ATG Initiative	[Portrait]	Steering Group Co-Chair Technology Roadmap Vice-Chair
IEEE	[Portrait]	SA Board of Governors Policy & Procedures C/SAB Chair
	[Portrait]	AIML Standing Committee Chair
IETF	[Portrait]	Internet WG Vice Chair

Video Standards






Organization	Individual	Role
ITU MPEG ^{07,10} JVT	[Portrait]	NNVC Co-Chair & SW Chair
	[Portrait]	Beyond VVC Co-Chair of Two AHG
	[Portrait]	Beyond VVC Co-Chair of Two AHG
MPEG ^{07,10}	[Portrait]	MPEG Green Chair
	[Portrait]	AI AHG Co-Chair AI-PCC Chair
	[Portrait]	Haptic AHG Chair
	[Portrait]	Ultra HD Forum Board Member
DVB	[Portrait]	Steering Board Member
ITU	[Portrait]	TSAG Vice Chair
SMPT	[Portrait]	SMPT 25CSS & 32NF80 TLXDG Committee Chair

Sphere of Influence Growing: More than 100 Leadership Positions in Wireless & Video Standards









One Of Only Four Companies with Multiple 3GPP Chair Positions





Radio Access Network (RAN)

WG1 Radio Layer1	 中国移动 China Mobile
WG2 Radio Layer 2/3	 interdigital.
WG3 Architecture & Related Network Interfaces	 NOKIA
WG4 Radio Performance & Protocol Aspects	
WG5 Mobile Terminal Conformance Test	 MOTOROLA MOBILITY

Services & System Aspects (SA)

WG1 Services	 Deutsche Telekom
WG2 System Architecture	 SAMSUNG
WG3 Security	 SAMSUNG
WG4 Codec	 Tencent
WG5 Telecom Management	 HUAWEI
WG6 Mission-critical Apps	 interdigital.

Core Network & Terminals (CT)

WG1 User Equipment To Core Network Protocols	 Qualcomm
WG3 Interworking With External Networks	 HUAWEI
WG4 Core Network Protocols	 中国移动 China Mobile
WG6 Smart Card Application Aspects	 IDEMIA



InterDigital is a Recognized Global Innovation Leader

For the fourth year in a row, LexisNexis recognized InterDigital amongst the **World's 100 Most Innovative Business.**

Innovation Momentum 2025: The Global Top 100, “represents the world’s leading patent owners with the highest innovation momentum.”

2022:

The 2022 Global Top 100

Patent Owner	HQ	Industry
Haawei	CN	Information Technologies
Hyundai Motor	KR	Automotive
Illumina	US	Biotechnology
Incyte	US	Pharmaceuticals
Infineon	DE	Semiconductors
Intel	US	Semiconductors
InterDigital	US	Technology R&D
Intuitive Surgical	US	Medical Technologies
Johnson & Johnson	US	Pharmaceuticals
Juul Labs	US	Consumer Goods
KLA	US	Semiconductors
Lam Research	US	Semiconductors
Largan Precision	TW	Engineering
LG Chem	KR	Chemicals and Materials
LG Electronics	KR	Electronics
Macronix	TW	Semiconductors
Magic Leap	US	Electronics
Maximo Corp	US	Medical Technologies
MediAffk	TW	Semiconductors
Medtronic	IE	Medical Technologies

InterDigital is a research and development company primarily focused on modern telecommunications. It actively contributes to the development of standards such as 5G, with the majority of its revenue resulting from licensing.

LG Chem is Korea's largest chemical company, having different product segments, including its well-known lithium-ion batteries, which are used in electric vehicles and mobile devices.

Macronix is an independent memory device manufacturer. Its technology covers a wide number of areas required for immersive augmented reality, from optics to sensors to systems.

Magic Leap is an augmented reality device manufacturer. Its technology covers a wide number of areas required for immersive augmented reality, from optics to sensors to systems.

2023:

The 2023 Global Top 100

Patent Owner	HQ	Industry
Incyte	US	Pharmaceuticals
Infineon Technologies	DE	Semiconductors
Intel	US	Semiconductors
InterDigital	US	Technology R&D
Intuitive Surgical	US	Medical Technologies
Japan Tobacco	JP	Consumer Goods
Jazz Pharmaceuticals	IE	Pharmaceuticals
Johnson & Johnson	US	Pharmaceuticals
Johnson Controls	US	Complementaries
Juul Labs	US	Consumer Goods
Kernel	US	Medical Technologies
Kia	KR	Automotive
Korea Tobacco & Ginseng	KR	Consumer Goods
Kioxia	JP	Electronics
Lam Research	US	Semiconductors
Largan Precision	TW	Engineering
LG Chem	KR	Chemicals and Materials
LG Electronics	KR	Electronics
Macronix	TW	Semiconductors
Magic Leap	US	Electronics

New entrants to the 2023 Top 100 list

- Japan Tobacco**: Japan's leading tobacco and vaping company. The maker of Camel cigarettes outside the U.S., it is known for developing a heated tobacco stick.
- Jazz Pharmaceuticals**: A global biopharmaceutical company in Ireland focused on neuroscience and oncology, with products treating sleep disorders and epilepsy, and medicines for hematology malignancies and tumors.
- Johnson Controls**: A U.S. company that is a global leader in smart buildings. It uses artificial intelligence and data analytics to optimize autonomous heating, cooling, and other building systems.
- Kernel**: A U.S.-based technology company that creates brain-machine interfaces, leveraging the strength of TDP-42G into their products.
- Kia**: A multinational automobile manufacturer based in South Korea. It leverages its investment in technological innovation to provide drivers with top-notch in-vehicle connectivity and fuel economy.
- Korea Tobacco & Ginseng**: The leading South Korean tobacco company that also develops, manufactures, and distributes biopharmaceuticals, medical supplies, food and beverages, and more.
- Kioxia**: A Japanese ceramics and electronics manufacturer of solar power generating systems, mobile phones, printers, LCDs, and more.

2024:

The 2024 Global Top 100

Patent Owner	HQ	Industry
Intel	US	Semiconductors
Intel Therapeutics*	US	Pharmaceuticals
InterDigital	US	Technology R&D
Intuitive Surgical	US	Medical Technologies
Japan Tobacco	JP	Consumer Goods
Jiangsu Hengrui Pharmaceuticals*	CN	Pharmaceuticals
Johnson & Johnson	US	Pharmaceuticals
Juniper Networks*	US	Information Technologies
Kia	KR	Automotive
KLA*	US	Semiconductors
Korea Tobacco & Ginseng	KR	Consumer Goods
Lam Research	US	Semiconductors
LG Chem	KR	Chemicals and Materials
LG Electronics	KR	Electronics
Lumix*	IE	Electronics
Marunix	TL	Semiconductors
Magic Leap	US	Electronics
Maximo	US	Medical Technologies
MediAffk	TW	Semiconductors
Medtronic	IE	Medical Technologies

'New to the Top 100' - Re-entered the Top 100

- Intel Therapeutics**: A U.S. headquarters company that focuses on pursuing the development of novel, potentially curative therapeutics utilizing CRISPR-Cas9-based technologies.
- Jiangsu Hengrui Pharmaceuticals**: A China-based pharmaceutical company engaged in the development and commercialization of innovative and high-quality drugs, including oncology and surgical drugs, as well as interventional imaging solutions in China.
- Juniper Networks**: A U.S.-based networking and cybersecurity solutions company focused on AI networking, cloud and connected security solutions in China.
- KLA**: A U.S.-based company that develops and manufactures equipment and services for process control using advanced inspection tools, metrology systems and computational analytics.
- Lumix**: An Israeli company that creates transparent display for smart eyewear and head-mounted displays that transform the way people interact with reality.

2025:

Innovation Momentum 2025: The Global Top 100

Patent Owner	HQ	Industry	Years Featured	New entrants to the 2025 Top 100 list
Intel	US	Semiconductors	10	IE Intellego
InterDigital	US	Technology R&D	4	A business corporation that operates in the steel manufacturing industry, providing a range of steel products and engineering services.
Intuitive Surgical	US	Medical Technologies	10	RoboMed Electric
Japan Tobacco	JP	Consumer Goods	10	A Japanese company specializing in semiconductor manufacturing equipment, providing solutions for the global electronics industry.
JFE Holdings	JP	Engineering	10	ETEK
Johnson & Johnson	US	Pharmaceuticals	10	A French industrial cosmetics and beauty company, known for its wide range of skincare, haircare, makeup, and fragrance products.
Juniper Networks	US	Information Technologies	10	ETEK
KLA	US	Semiconductors	10	ETEK
Kioxia Electric	JP	Semiconductors	10	ETEK
KITAGI	KR	Consumer Goods	10	ETEK
LG Chem	FR	Consumer Goods	10	ETEK
Lam Research	US	Semiconductors	10	ETEK
LG Chem	KR	Chemicals and Materials	10	ETEK
LG Electronics	KR	Electronics	10	ETEK
Magic Leap	US	Electronics	10	ETEK
Maximo Corp.	US	Medical Technologies	10	ETEK
MediAffk	TW	Semiconductors	10	ETEK
Medtronic	IE	Medical Technologies	10	ETEK
Mesa	US	Information Technologies	10	ETEK
Madura Therapeutics	US	Pharmaceuticals	10	ETEK

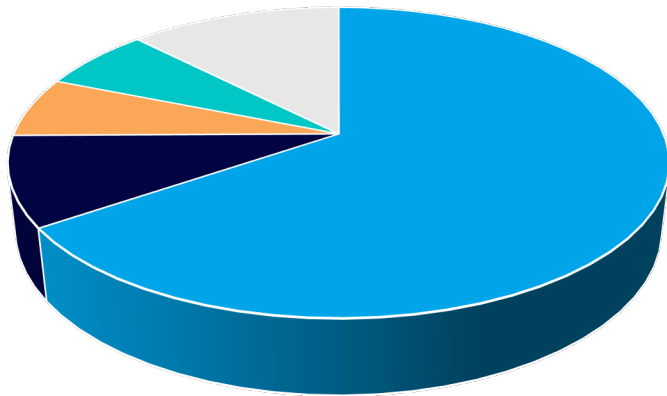


Innovation Engine Fuels Evergreen IP Portfolio

Our patent portfolio **grew > 70%** between 2017 & 2025 with the **addition of video & DTV** related technologies and continuing growth of wireless assets

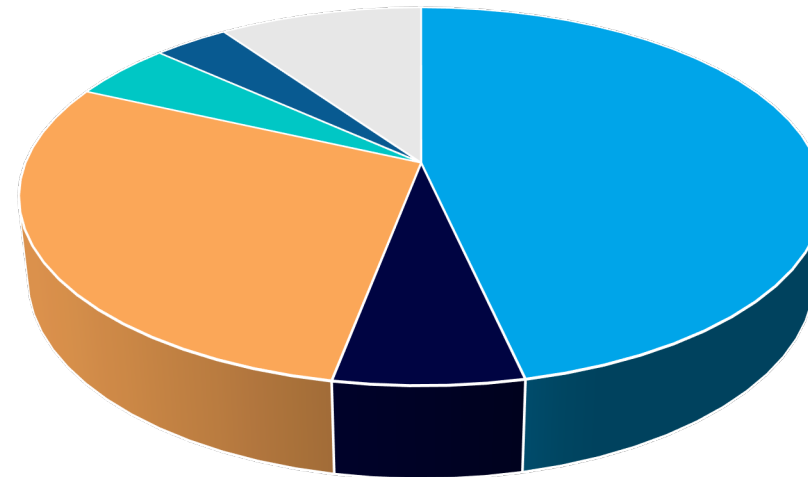
2017:

~19,000 Assets



2025:

~34,000 Assets



Portfolio is evergreen, growing by ~6 new patents each day

● Cellular ● WiFi ● Video ● Broadcast & Home Network ● DTV ● Implementation

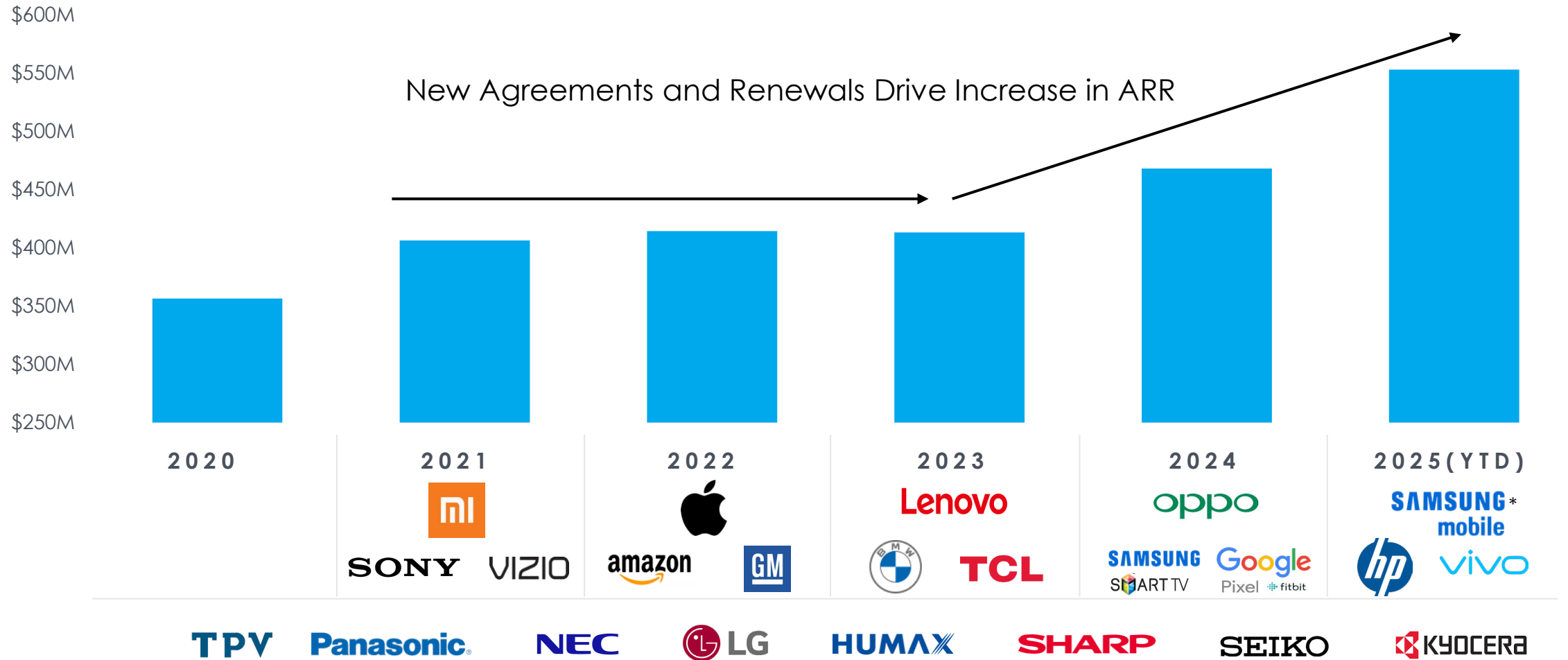


Accelerating Business Momentum



Licensing Success Drives ARR^a Growth

More than 40 licenses with TCV > \$4B closed since the start of 2021



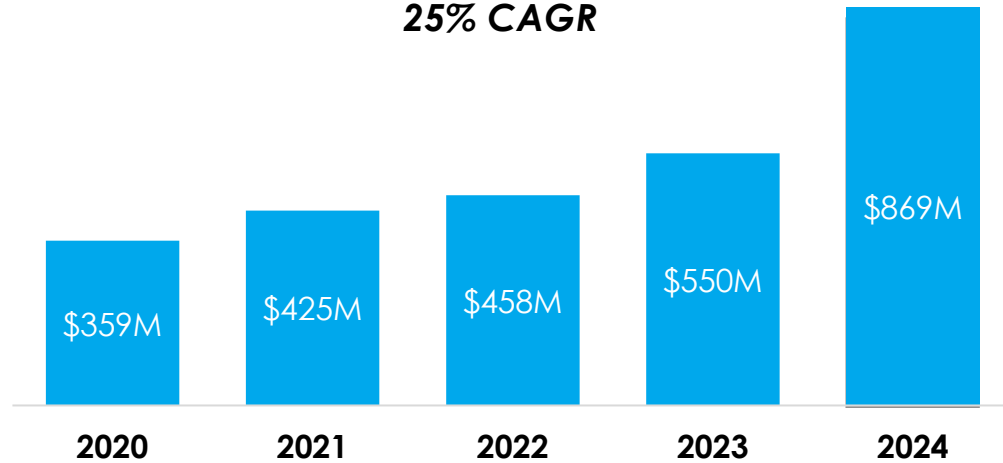
*Arbitration concluded

^a Please see appendix for a description of this metric and how it is calculated

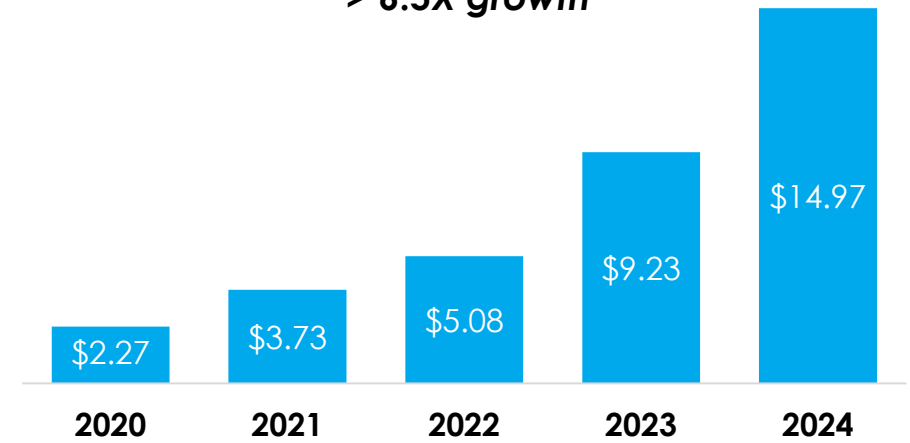


Strong Revenue Growth, Margins and Return of Capital

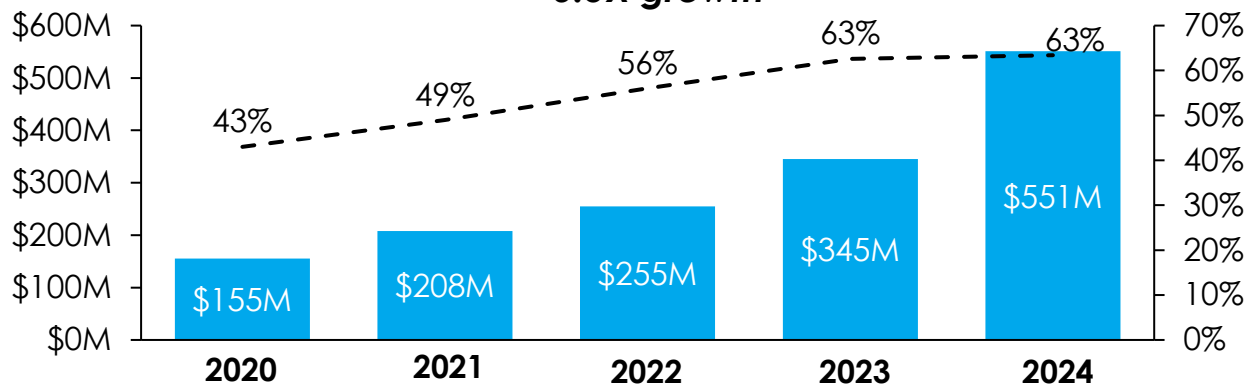
Revenue
25% CAGR



Non-GAAP EPS^a
> 6.5X growth

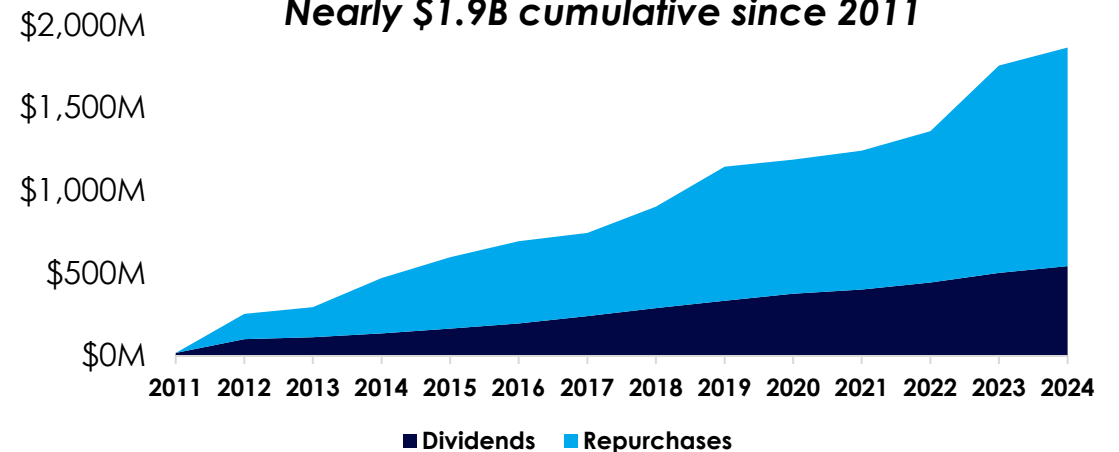


Adjusted EBITDA^a
> 3.5X growth



----- Adj EBITDA Margin^a

Return of Capital
Nearly \$1.9B cumulative since 2011



■ Dividends ■ Repurchases



Long-term Growth Strategy



Our Technologies Benefit the Economy and the World

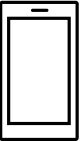
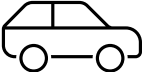
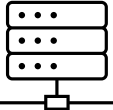
5.6 billion people globally subscribed to a mobile service, including 4.7 billion who used the mobile internet

Mobile technologies and services generate **\$5.7 trillion economic value, 5.4% of global GDP**

Enables **35 million jobs** across the wider mobile ecosystem

5G is projected to **add nearly \$1 trillion to the global economy in 2030**

We Address Three Attractive Markets

Market	2025E TAM	'25 – '28E CAGR	Significant Customers	Key Market Dynamic
 SMARTPHONES	~1.2B Units (~\$470B)	~3%	<10	Increasing concentration of top OEMs
 CE, IoT/AUTO	~1.6B Units (~\$400B) ¹	~6%	~100	High shipment growth with fragmentation across segments
 CONTENT & CLOUD SERVICES	~\$465B	~11%	<20	High growth with increasing focus on profitability

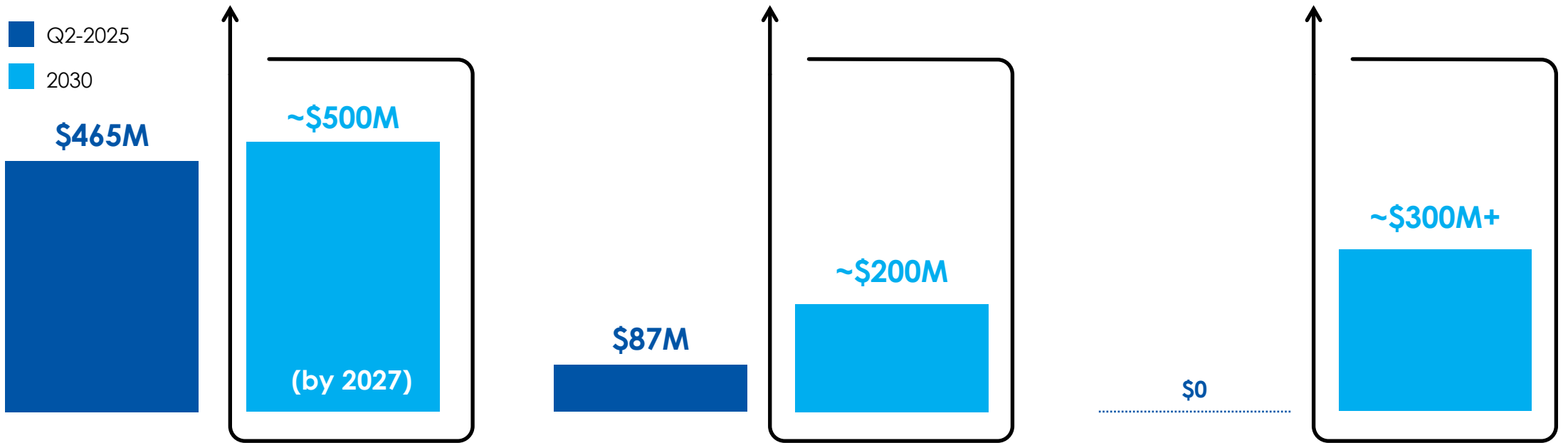
Sources: Counterpoint Research, OMDIA

¹ Includes only value for Consumer Electronics and IoT Devices



Clear Pathway to Growth

\$1B+ ARR^a Target | 2030



SMARTPHONE

Increase penetration
Enhance valuation during renewals

CE, IOT/AUTO

Increase penetration
Expand market coverage

STREAMING & CLOUD SERVICES

Grow video services licensing program

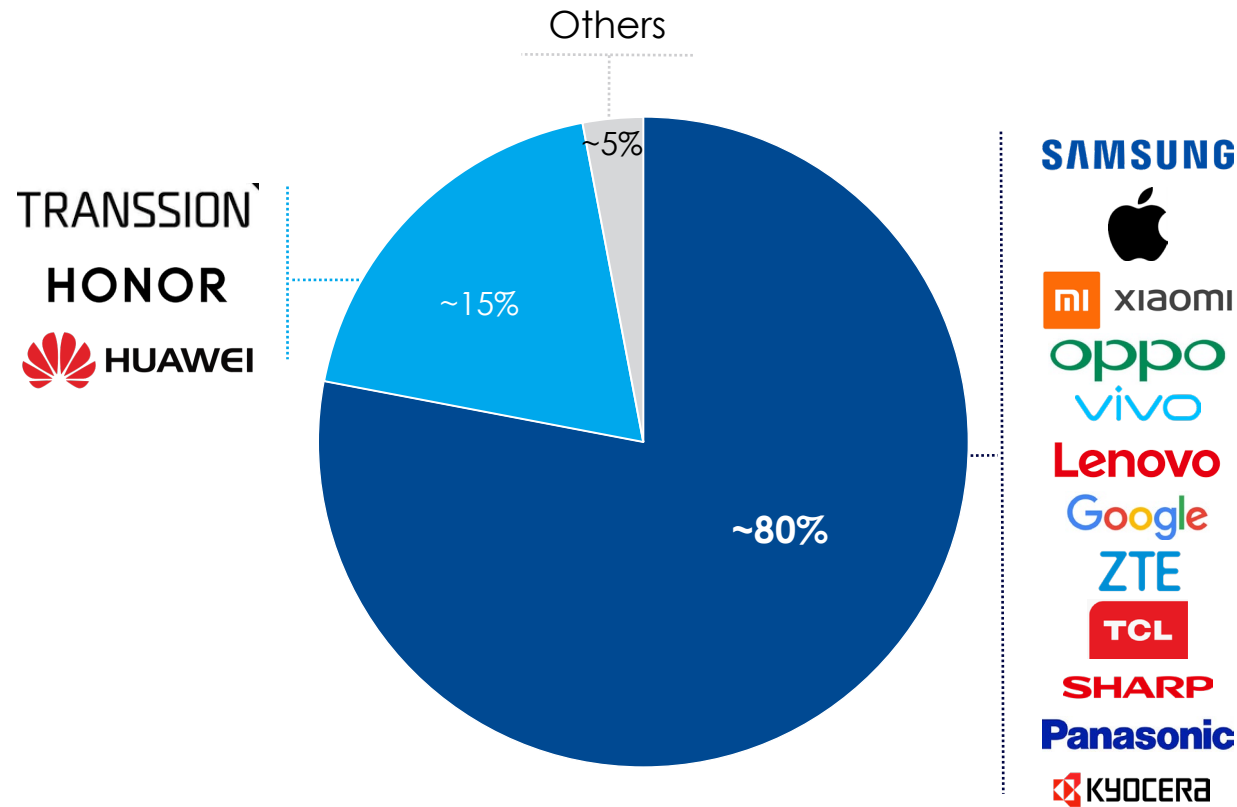
a Please see appendix for a description of this metric and how it is calculated



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Strong Runway for Continued Smartphone Growth

2025E SMARTPHONE SHIPMENTS: ~1.2B



Licensing coverage: ~80%

- +8% from vivo license in Q1
- Large global market, projected at 3% CAGR thru '28
- Growth from licensing remaining top OEMs
- Focus on driving higher value from key customers during renewal cycle



1. Lenovo in binding arbitration

Source: Counterpoint Research

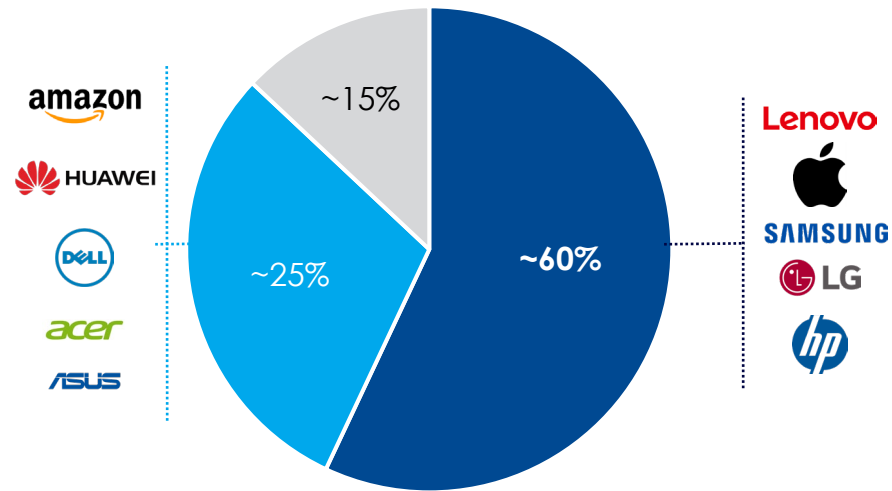


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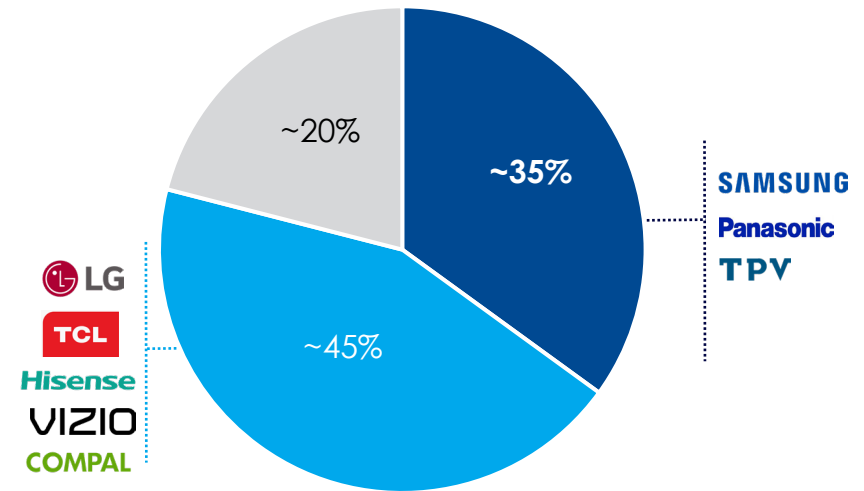
Good Momentum in CE - Large Opportunity Remains

License coverage based on HEVC

PCs & TABLETS: ~385M



TVs: ~210M



■ Licensed ■ Primary Opportunity ■ Long Tail

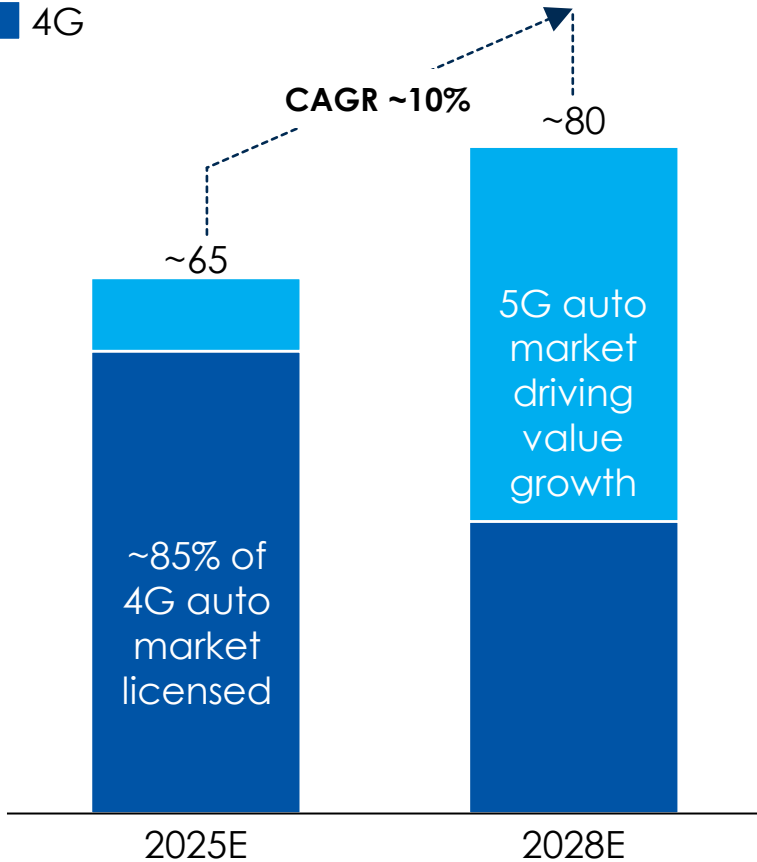
Note: Figures represent 2025 estimated shipments
Source: Omdia



Strong Growth Opportunity in Automotive and IoT

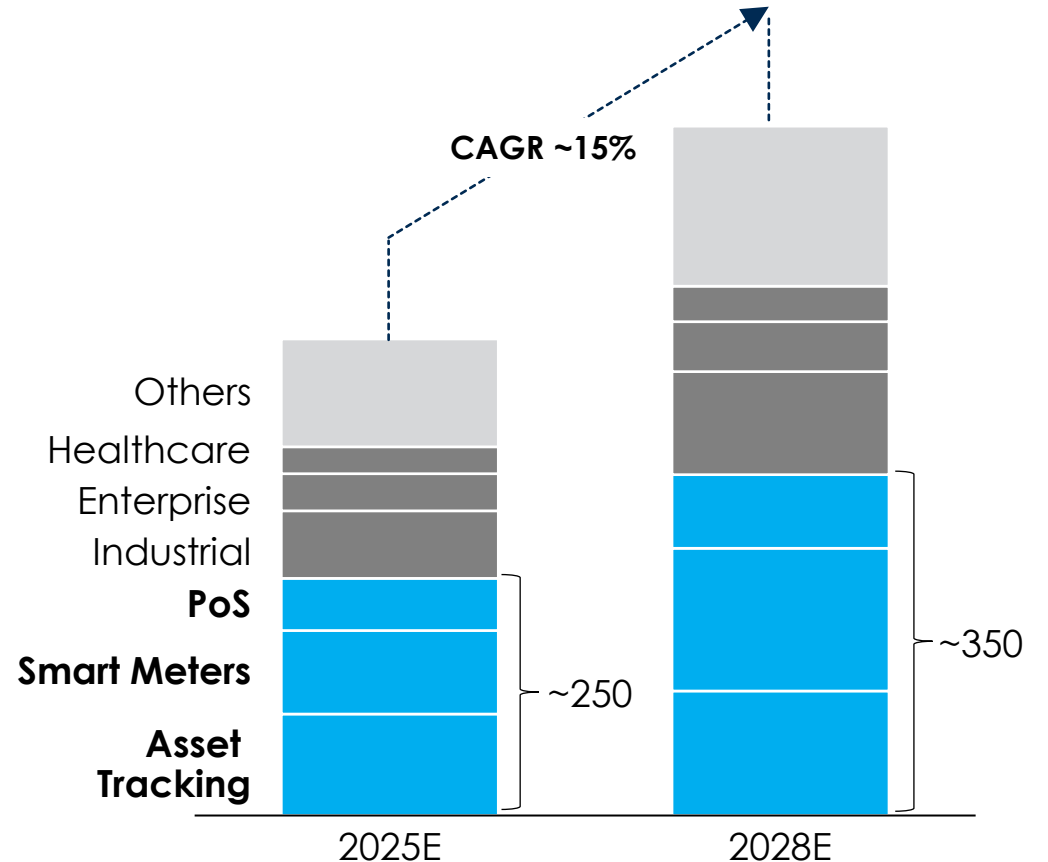
PASSENGER VEHICLE SHIPMENTS (M)

5G
4G



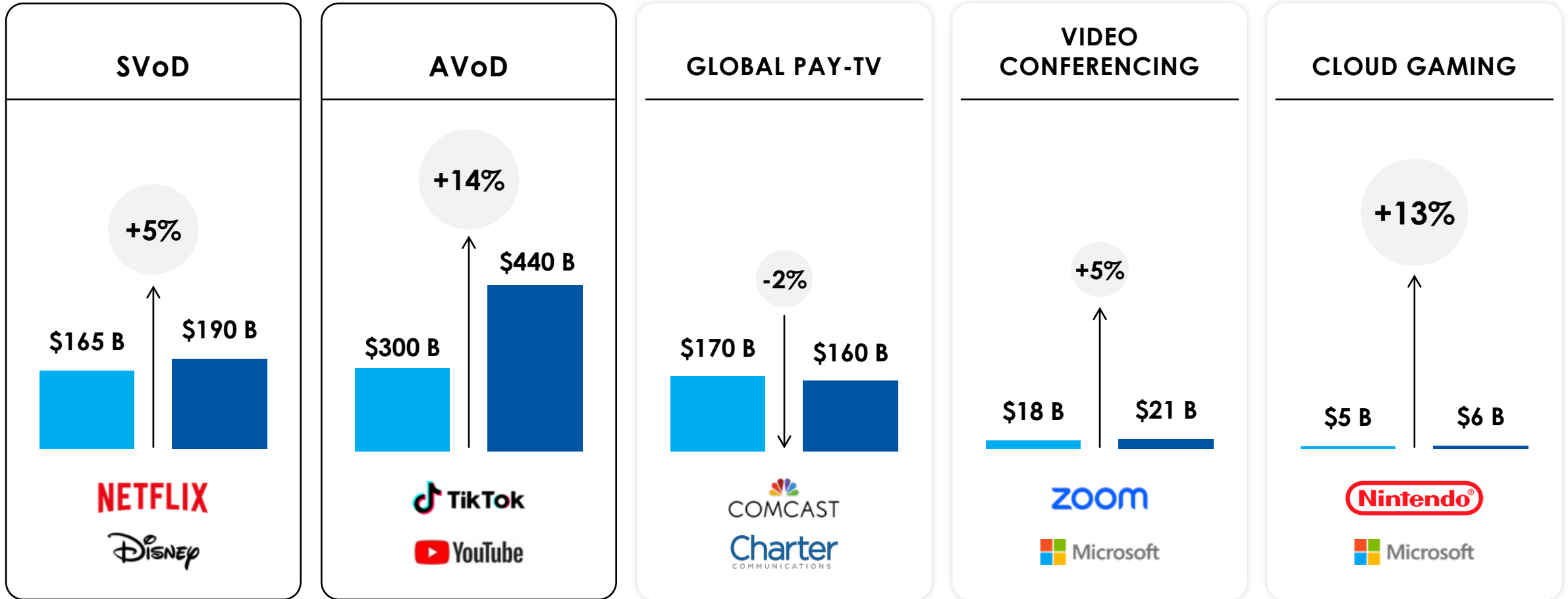
CELLULAR IOT SHIPMENTS (M)

Active Licensing Program



SVoD and AVoD Are Our Initial Focus

■ 2025 TAM
 ■ 2028 TAM
 ● TAM CAGR



Source: Omdia



Capital Allocation Priorities

Maintain **fortress balance sheet**

Financial strength is a strategic asset

Organic investment in business

Prioritize investment into research and IP portfolio

Inorganic investment

Opportunistic and strategic

Return **Excess cash** to shareholders

~\$1.4B+ in share repurchases since '11

Dividend increase of 33% announced Feb '25

Strong cash flow maintains balance sheet strength, funds organic investment in research, and enables significant share reduction



Target Financial Model for 2030

\$1B+ ARR^a

14%+

Annual
Growth
Target

Powerful Operating
Leverage drives

60%+

Adjusted
EBITDA
Margin^b
Target

High Margin Drives
Strong Cash Flow

\$600M+

Adjusted
EBITDA^b
Target

Well
positioned
to drive
value going
forward

^a Please see appendix for a description of this metric and how it is calculated

^b Non-GAAP financial measure. Refer to appendix. Calculated based on an assumed 60% Adjusted EBITDA margin.



Key Takeaways



World-class leadership and functional teams across the board



Accelerating momentum for R&I, standard development, patent portfolio creation and licensing driven by continuing investment and strong execution



Our technologies are critical to devices and services of multiple industries, giving us **large addressable markets**



We have a clear strategy, a world-class team and the operational discipline to drive the **growth of ARR^a to \$1B+ target by 2030**

^a Please see appendix for a description of this metric and how it is calculated



Appendix



Supplemental Metrics

Annualized recurring revenue ("ARR") for any quarter is defined as total revenues for the quarter less catch-up revenues for the quarter, multiplied by four. Management believes ARR provides useful information about our financial performance, and our progress toward our 2030 targets. ARR is not a projection or forecast, and actual recurring revenues for any 12-month period will depend on a number of factors beyond our ability to predict or control, including those risks and uncertainties listed above. Additionally, ARR may be calculated differently from, and therefore may not be comparable to, similarly titled measures used by other companies.

Adjusted EBITDA and Adjusted EBITDA margin are supplemental non-GAAP financial measures that InterDigital believes provide investors with important insight into the Company's ongoing business performance. InterDigital defines Adjusted EBITDA as net income attributable to InterDigital Inc. plus net loss attributable to non-controlling interest, income tax (provision) benefit, other income (expense) & interest expense, depreciation and amortization, share-based compensation, and other items. Other items include restructuring costs, impairment charges and other non-recurring items. Adjusted EBITDA margin is Adjusted EBITDA over total revenues. These non-GAAP financial measures used by the company may be calculated differently from, and therefore may not be comparable to, similarly titled measures used by other companies. The presentation of these financial measures, which are not prepared under any comprehensive set of accounting rules or principles, is not intended to be considered in isolation or as a substitute for the financial information prepared and presented in accordance with GAAP. A reconciliation of each of these metrics to its most directly comparable GAAP financial measure is provided below.

Non-GAAP net income, Non-GAAP earnings per share ("EPS"), and Non-GAAP weighted-average dilutive shares are supplemental non-GAAP financial measures that InterDigital believes provides investors with important insight into the Company's ongoing business performance. InterDigital defines Non-GAAP net income as net income attributable to InterDigital, Inc. plus share-based compensation, acquisition related amortization, depreciation and amortization, restructuring costs, impairment charges and one-time adjustments, losses on extinguishments of long-term debt, the related income tax effect of the preceding items, and adjustments to income taxes. Non-GAAP EPS is defined as Non-GAAP net income divided by Non-GAAP weighted average number of common shares outstanding—diluted, which adjusts the weighted average number of common shares outstanding for the dilutive effect of the Company's convertible notes, offset by our hedging arrangements. InterDigital's computation of these non-GAAP financial measures might not be comparable to similarly named measures reported by other companies. The presentation of these financial measures, which are not prepared under any comprehensive set of accounting rules or principles, is not intended to be considered in isolation or as a substitute for the financial information prepared and presented in accordance with GAAP. A reconciliation of each of these metrics to its most directly comparable GAAP financial measure is provided below.



Non-GAAP Reconciliation

(In millions)	Full Year					Three Months Ended		Outlook			
	2020	2021	2022	2023	2024	Q2'25	Q2'24	Q2'25	Q3'25	Full Year 2025	
										Current	Prior
Net income attributable to InterDigital, Inc.	\$ 45	\$ 55	\$ 94	\$ 214	\$ 359	\$ 181	\$ 110	\$64 - \$71	\$32 - \$38	\$372 - \$390	\$224 - \$319
Net loss attributable to non-controlling interest	(7)	(13)	(2)	(3)	-	-	-	-	-	-	-
Income tax (provision) benefit	(7)	15	26	24	71	30	24	14	8	65	56
Other income (expense) & interest expense	24	14	33	(13)	10	(6)	-	-	-	(6)	(2)
Depreciation and amortization	81	78	79	78	70	19	17	18	20	78	78
Share-based compensation	10	29	22	36	46	12	10	11	9	42	44
Other operating items	9	30	3	10	(4)	-	(3)	-	-	-	-
Adjusted EBITDA	\$ 155	\$ 208	\$ 255	\$ 345	\$ 551	\$ 237	\$ 158	\$107 - \$114	\$69 - \$75	\$551 - \$569	\$400 - \$495
Adjusted EBITDA Margin	43%	49%	56%	63%	63%	79%	71%	66%	52%	68%	63%
Other Operating Items											
Restructuring	\$ -	\$ 28	\$ 3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other non-cash charges	9	-	-	3	-	-	-	-	-	-	-
Non-Recurring Personnel-Related	-	2	-	-	-	-	-	-	-	-	-
Net Litigation Fee Reimbursement	-	-	-	8	(4)	-	(3)	-	-	-	-
Total Other Operating Items	\$ 9	\$ 30	\$ 3	\$ 10	\$ (4)	\$ -	\$ (3)	\$ -	\$ -	\$ -	\$ -

NOTE: Sums may not equal total due to rounding



Non-GAAP Reconciliation

(In millions, except per share data)	Full Year					Three Months Ended		Outlook			
	2020	2021	2022	2023	2024	Q2'25	Q2'24			Full Year 2025	
								Q2'25	Q3'25	Current	Prior
Net income attributable to InterDigital, Inc.	\$ 45	\$ 55	\$ 94	\$ 214	\$ 359	\$ 181	\$ 110	\$64 - \$71	\$32 - \$38	\$372 - \$390	\$224 - \$319
Share-based compensation	10	29	22	36	46	12	10	11	9	42	44
Acquisition related amortization	44	42	42	41	33	9	8	9	9	36	35
Other operating items	9	30	3	10	(4)	-	(3)	-	-	-	-
Other non-operating items	(4)	(11)	13	(14)	(2)	-	(2)	-	-	-	-
Related income tax and noncontrolling interest effect of above items	(12)	(26)	(17)	(17)	(15)	(4)	(3)	(4)	(4)	(16)	(17)
Adjustments to income taxes	(21)	(2)	(2)	(16)	(7)	(2)	(1)	-	-	(6)	-
Non-GAAP net income	\$ 70	\$ 117	\$ 155	\$ 254	\$ 409	\$ 195	\$ 119	\$80 - \$87	\$46 - \$52	\$428 - \$446	\$286 - \$381
Weighted average dilutive shares - GAAP	31.1	31.3	30.5	28.1	29.7	33.7	27.9	33.7	34.1	34.0	33.0
Less: Dilutive impact of the Convertible Notes	-	-	-	0.5	2.4	3.8	1.9	3.7	4.0	3.8	3.5
Weighted average dilutive shares - Non-GAAP	31.1	31.3	30.5	27.6	27.3	29.9	26.0	30.0	30.2	30.2	29.5
Diluted EPS	\$ 1.44	\$ 1.77	\$ 3.07	\$ 7.62	\$ 12.07	\$ 5.35	\$ 3.93	\$1.90 - \$2.11	\$0.94 - \$1.11	\$10.94 - \$11.47	\$6.79 - \$9.67
Non-GAAP EPS	\$ 2.27	\$ 3.73	\$ 5.08	\$ 9.23	\$ 14.97	\$ 6.52	\$ 4.57	\$2.67 - \$2.90	\$1.52 - \$1.72	\$14.17 - \$14.77	\$9.69 - \$12.92
Other Operating Items											
Restructuring	\$ -	\$ 28	\$ 3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other non-cash charges	9	-	-	3	-	-	-	-	-	-	-
Non-recurring personnel-related	-	2	-	-	-	-	-	-	-	-	-
Net litigation fee reimbursement	-	-	-	8	(4)	-	(3)	-	-	-	-
Total Other Operating Items	\$ 9	\$ 30	\$ 3	\$ 10	\$ (4)	\$ -	\$ (3)	\$ -	\$ -	\$ -	\$ -
Other Non-operating Items											
Fair value changes	\$ (4)	\$ (9)	\$ 2	\$ (10)	\$ (2)	\$ -	\$ (2)	\$ -	\$ -	\$ -	\$ -
Loss on extinguishment of debt	-	-	11	-	-	-	-	-	-	-	-
Other non-cash charges	-	(2)	-	(4)	-	-	-	-	-	-	-
Total Other Non-operating Items	\$ (4)	\$ (11)	\$ 13	\$ (14)	\$ (2)	\$ -	\$ (2)	\$ -	\$ -	\$ -	\$ -

NOTE: Sums may not equal total due to rounding

