



Third Quarter 2024 Results

October 31, 2024

INNOVATING TODAY EMPOWERING TOMORROW™

Disclaimers

Forward-Looking Statements

This presentation contains forward-looking statements within the meaning of Section 21E of the Exchange Act. Such statements include information regarding our current beliefs, plans and expectations, including, without limitation, the matters set forth below. Words such as "believe," "anticipate," "estimate," "expect," "project," "intend," "plan," "forecast," "goal," "could," "would," "should," "if," "may," "might," "future," "target," "trend," "seek to," "will continue," "predict," "likely," "in the event," variations of any such words or similar expressions contained herein are intended to identify such forward-looking statements.

Forward-looking statements are made on the basis of management's current views and assumptions and are not guarantees of future performance. Forward-looking statements in this presentation include but are not limited to our revenue and annual recurring revenue targets, growth prospects and anticipated industry leadership, continued growth of our IP portfolio, anticipated future demand, market and technological development including the development of 6G, the anticipated payment of dividends, and others. Although the forward-looking statements in this presentation reflect the good faith judgment of our management, such statements can only be based on facts and factors currently known by us. Consequently, forward-looking statements concerning our business, results of operations and financial condition are inherently subject to risks and uncertainties. We caution readers that actual results and outcomes could differ materially from those expressed in or anticipated by such forward-looking statements due to a variety of factors, including: (i) unanticipated delays, difficulties or accelerations in the execution of patent license agreements; (ii) the resolution of current legal proceedings, including any awards or judgments relating to such proceedings, additional or related legal proceedings, including appeals, changes in the schedules or costs associated with such proceedings or adverse rulings; (iii) our ability to leverage our strategic relationships and secure new patent license agreements on acceptable terms; (iv) our ability to enter into sales and/or licensing partnering arrangements for certain of our patent assets; (v) our ability to expand our revenue opportunities by entering into licensing arrangements with video streaming and other cloud-based service providers; (vi) our ability to enter into partnerships with leading inventors and research organizations; (vii) our ability to identify and pursue strategic acquisitions of technology and patent portfolios and other strategic growth opportunities; (viii) our ability to commercialize our technologies and enter into customer agreements; (ix) the failure of the markets for our current or new technologies to materialize to the extent or at the rate that we expect; (x) our continued ability to develop new technologies and secure new patents, including the risk of unexpected delays or difficulties related to the development of our technologies; (xi) risks associated with our capital allocation strategies, including risks associated with our planned dividend payments and share repurchases; (xii) changes in our interpretations of, and assumptions and calculations with respect to the impact on us of, the 2017 Tax Cuts and Jobs Act, as well as further guidance that may be issued regarding such act; (xiii) risks related to the potential impact of new accounting standards on our financial position, results of operations or cash flows; (xiv) failure to accurately forecast the impact of our restructuring activities on our financial statements and our business; (xv) the timing and impact of potential regulatory, administrative and legislative matters; (xvi) changes or inaccuracies in market projections; (xvii) our ability to obtain liquidity through debt and equity financings; (xviii) the potential effects that macroeconomic uncertainty could have on our financial position, results of operations and cash flows; (xix) impacts from acts of terrorism, war or political or civil unrest, or any responses thereto, in the United States or elsewhere; (xx) changes in our business strategy; (xxi) changes or inaccuracies in our expectations with respect to royalty payments by our customers and (xxii) risks related to our assumptions and application of relevant accounting standards, including with respect to revenue recognition.

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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. These non-GAAP measures are in addition to, not a substitute for or superior to, measures of financial performance prepared in accordance with GAAP. The non-GAAP measures used by us may differ from the non-GAAP measures used by other companies. For more information and for reconciliations between GAAP and these non-GAAP measures, see the appendix to this presentation.

Q3'24 Highlights

Financial Highlights

- ✓ Q3 Revenue of \$129 million, Adjusted EBITDA^a of \$65 million, Non-GAAP EPS^a of \$1.63, all above the top end of the outlook
- ✓ CE, IoT/Auto recurring revenue increased 52% y/y to \$24 million
- ✓ Free cash flow^a of \$65 million
- ✓ Cash balance increased to more than \$800 million
- ✓ Increased dividend by 13% to \$0.45 per share
- ✓ **Raised midpoint of FY 2024 revenue guidance by \$145 million to \$860 million**

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

Business Highlights

- ✓ Held an Investor Day and announced annual recurring revenue target of \$1 billion by 2030
- ✓ Signed new license agreements with Oppo, TPV and Panasonic
- ✓ In Q4, signed a binding arbitration agreement to finalize the terms of a new patent license agreement with Lenovo
- ✓ Record declared 5G SEPs year-to-date
- ✓ Ranked among the top five for Wi-Fi patent portfolio in a new report from LexisNexis
- ✓ Won two industry awards for best immersive video and video processing technology

License Agreement With OPPO Group signed in Q4

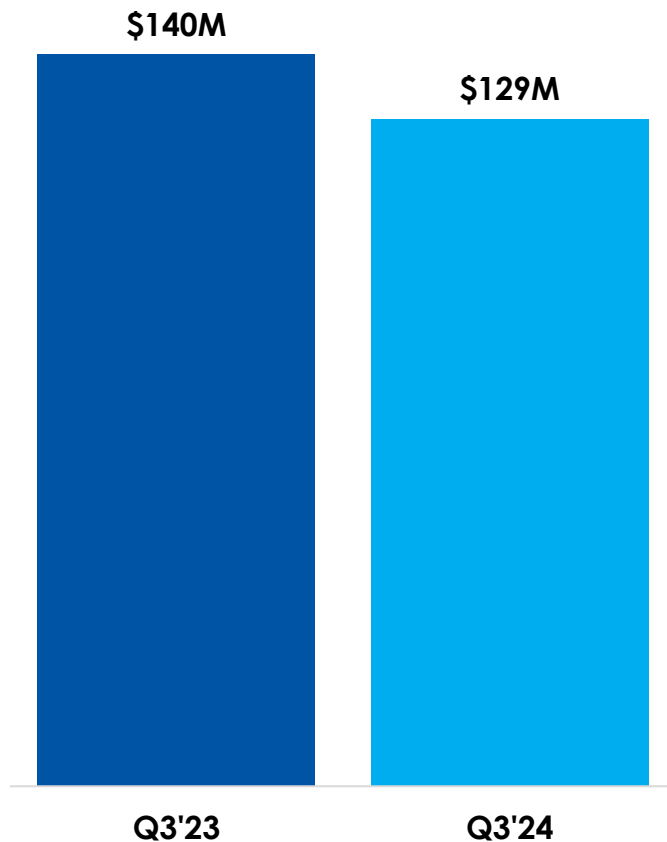
- Oppo group is one of the largest smartphone manufacturers based in China
- License covers global sales of Oppo, realme and OnePlus branded mobile devices
- All pending litigations between the parties to be dismissed
- Further validates importance of our foundational innovation and strength of our IP portfolio to drive future growth
- **Top four smartphone OEMs**, including top two Chinese vendors, and **~70% of the global smartphone market** are now under license



Q3'24 Results

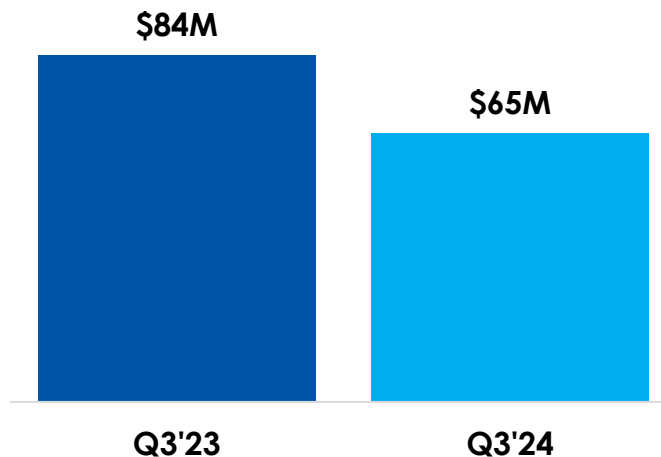
Revenue

<8%>^b



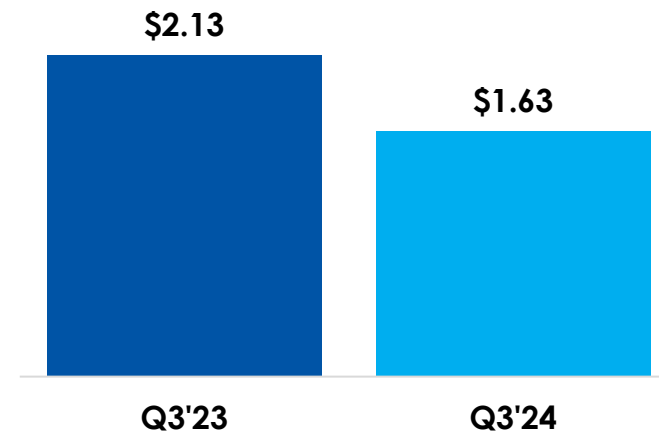
Adj. EBITDA^a

<22%>



Non-GAAP EPS^a

<23%>



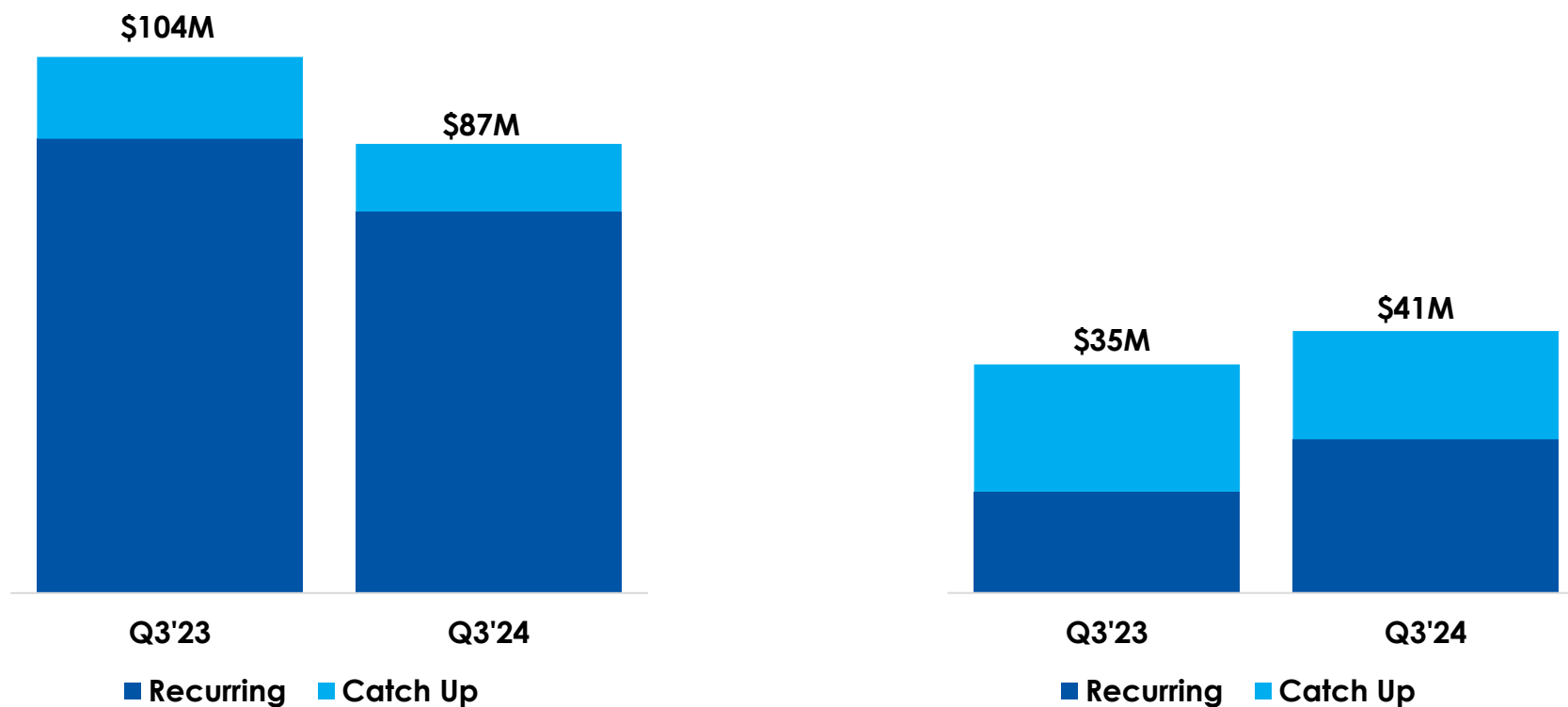
^a Non-GAAP Measure / Please see appendix for GAAP to Non-GAAP reconciliations

^b Y/Y decrease is primarily driven by lower catch-up revenues in Q3'24 and the expiration of Huawei license agreement at the end of 2023

Q3'24 Revenue By Program

Smartphone
<16%>^a

CE, IoT/Auto
+15%



^a Y/Y decrease is primarily driven by lower catch-up revenues in Q3'24 and the expiration of Huawei license agreement at the end of 2023

Financial Results vs. Outlook

| | Q3'24 RESULTS | Q3'24 OUTLOOK |
|------------------------------------|---------------|-----------------|
| Revenue | \$128.7M | \$94M - \$98M |
| Adjusted EBITDA^a | \$64.8M | \$36M - \$39M |
| Diluted EPS | \$1.14 | \$0.20 - \$0.30 |
| Non-GAAP EPS^a | \$1.63 | \$0.70 - \$0.80 |

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

FY24 Annual Guidance

Company Raises FY 2024 Guidance

As of October 31, 2024

| | Q4'24 OUTLOOK | FY24 CURRENT OUTLOOK | FY24 PRIOR OUTLOOK |
|------------------------------------|------------------|-------------------------|-----------------------|
| Revenue | \$239M - \$249M | \$855M - \$865M | \$690M - \$740M |
| Adjusted EBITDA^a | \$180M - \$190M | \$533M - \$543M | \$378M - \$416M |
| Diluted EPS | \$3.72 - \$3.98 | \$11.63 - \$11.90 | \$7.17 - \$8.32 |
| Non-GAAP EPS^a | \$5.42 - \$5.70 | \$14.69 - \$14.99 | \$9.70 - \$10.95 |

The table above presents guidance of the Company's current outlook for fourth quarter and full year 2024. The outlook for both fourth quarter and full year 2024 is based on existing agreements only, and any new agreements that might be reached over the balance of the fourth quarter would be additive.

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

Upcoming Investor Events

November 19

RBC Tech Conference

 New York City

November 20

Roth Tech Conference

 New York City

Background on Interdigital

As of October 31, 2024



**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 32,000+ assets

Long-term customers

Subscription-like revenue, \$3.1B in new contracts in the last four years

Enabling ecosystem

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

2023 FINANCIAL RESULTS

\$550M

Revenue

↑ 20% Y/Y Increase

~3/4

Recurring Revenue

Non-GAAP EPS^a

82%

↑ Y/Y Increase

\$1B

Cash

63%

Adj. EBITDA Margin^a

\$379M

Returned to Shareholders

TOP CUSTOMERS:



SAMSUNG



xiaomi

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

World-Class Leadership Team

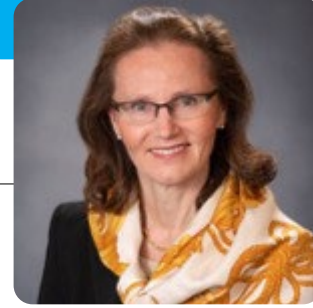
Decades of industry experience. Strong track record. Drive deep collaboration and superb execution



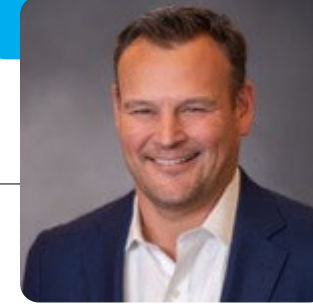
Liren Chen
CEO



Rajesh Pankaj
CTO



Eeva Hakoranta
Chief Licensing
Officer



Rich Brezski
CFO



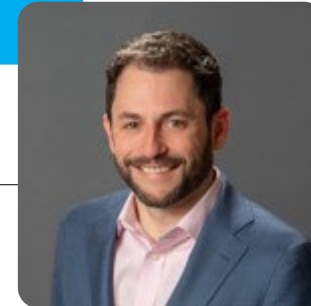
Michael Cortino
Chief Information
Officer



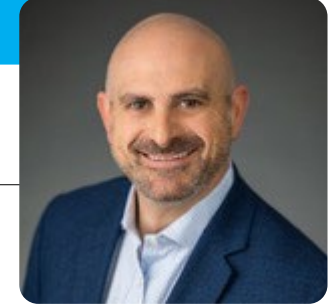
Ken Kaskoun
Chief Growth Officer



Skip Maloney
Chief People Officer



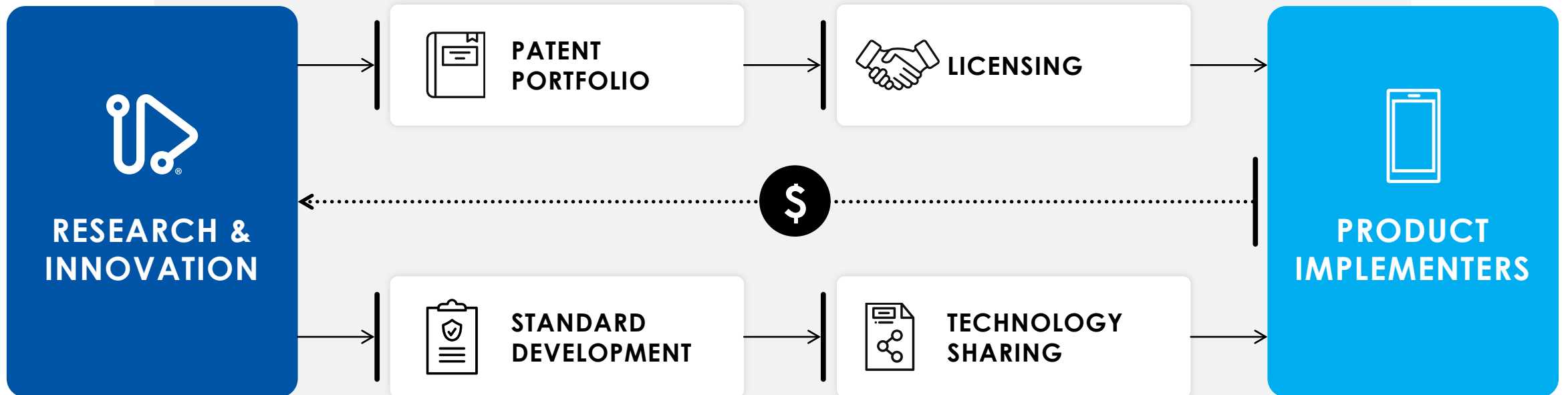
Joshua Schmidt
Chief Legal Officer



Robert S. Stien
Chief Communications
& Public Policy Officer

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

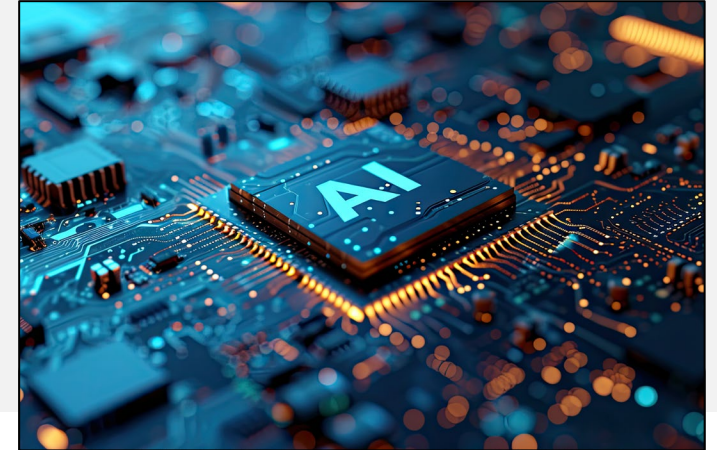
WiFi and wireless local area networks



VIDEO

Video compression, transport and enhancement

Immersive media compression, transport and enhancement



AI

Using AI for wireless and video

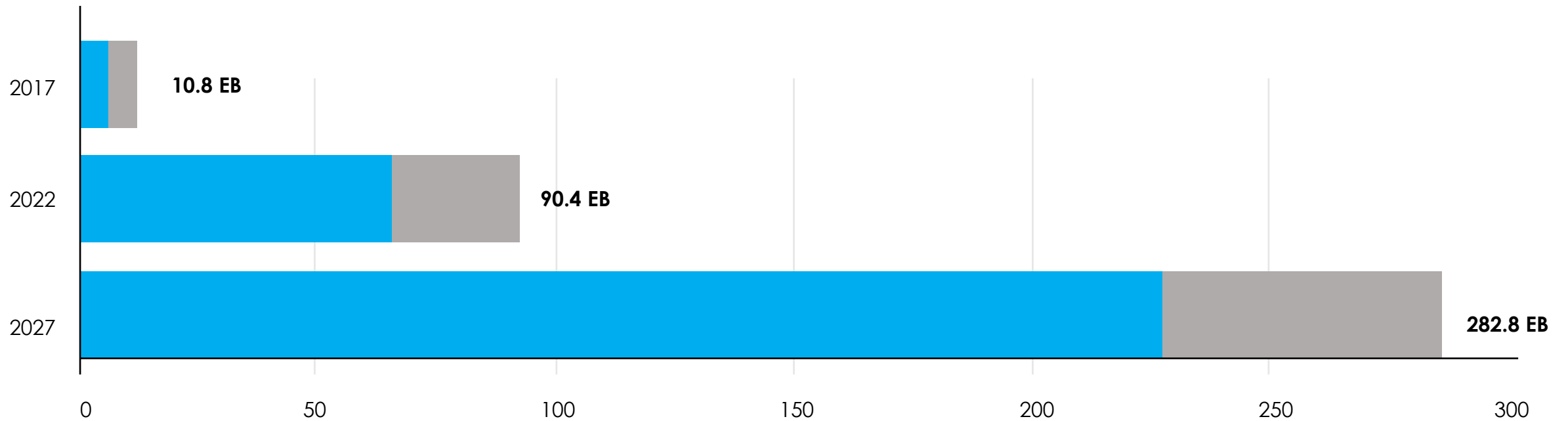
Video coding for use by AI

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

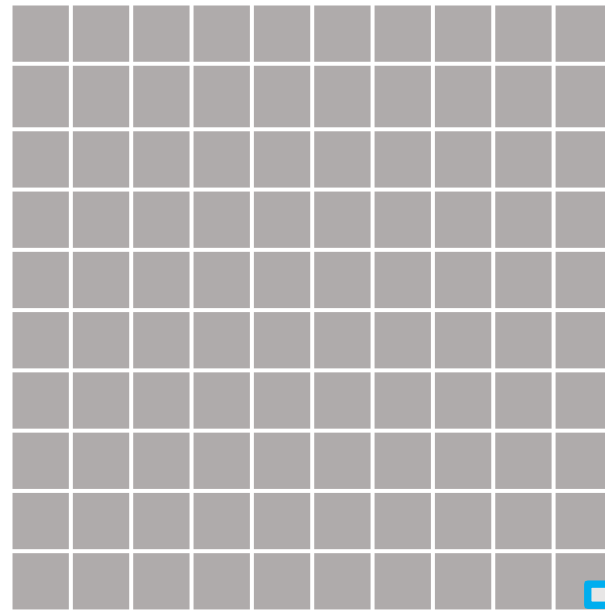
Video Other

Our Innovations Help Drive Video Codec Evolution



4K Movie
130-Minute Run Time

Uncompressed: 11,600GB



Compressed



- **AVC:** ~24 GB⁽¹⁾
- **VP9:** ~15 GB
- **HEVC:** ~14 GB⁽¹⁾
- **AV1:** ~11 GB
- **VVC:** ~9 GB⁽²⁾

⁽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

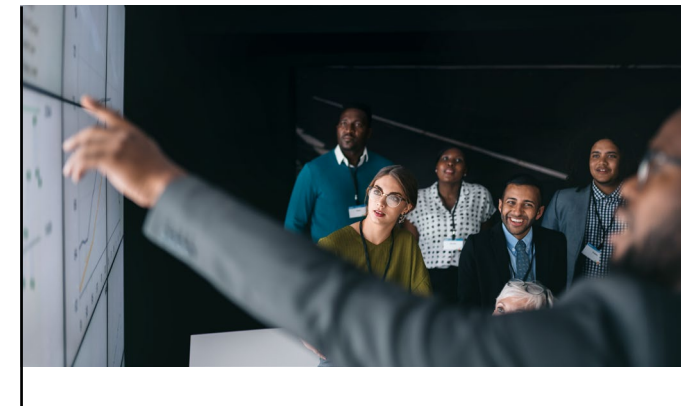
Focus on technology merits and neutral on product implementation decisions



STRONG LEADERSHIP

Participate in 100+ standard development organizations (SDO)

Hold more than 100 leadership positions in these SDOs



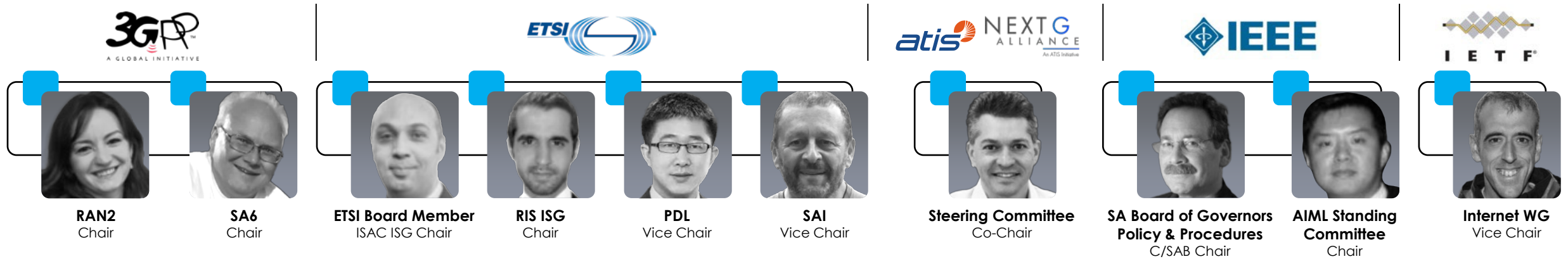
BROAD COLLABORATIONS

Collaborate with many industry partners and leading universities

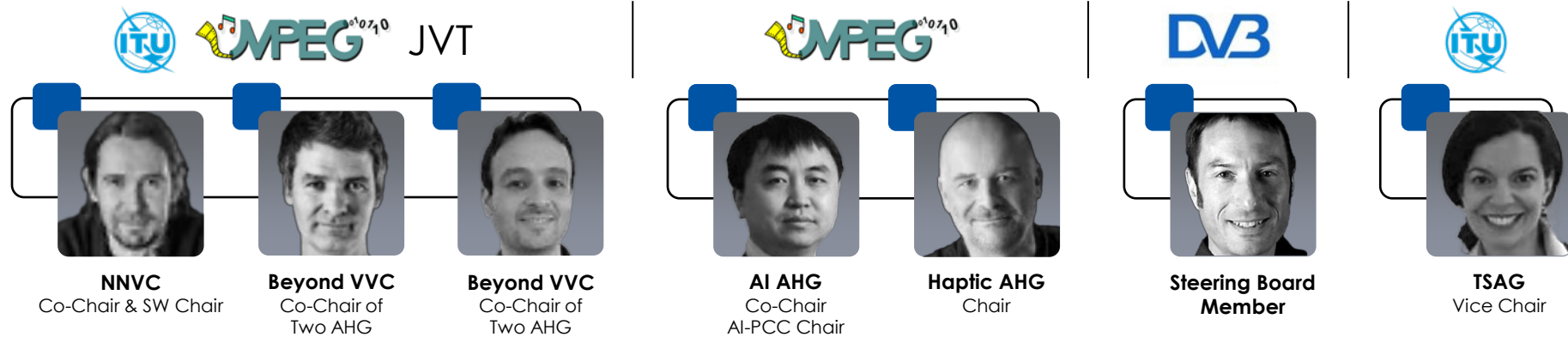
Our technologies benefit the whole eco-system: billions of devices and many cloud-based services each year

We Have Many Standard Development Leadership Positions

Cellular & WiFi Standards



Video Standards



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

Recognized Global Innovation Leader

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

Innovation Momentum 2024: The Global Top 100, **“represents the world’s leading patent owners with the highest innovation momentum.”**

2022:

Innovation Momentum 2022: The Global Top 100
Intellectual Property Report

The 2022 Global Top 100

| Patent Owner | HQ | Industry |
|--------------------|----|--------------------------|
| Huawei | CN | Information Technologies |
| Hyundai Motor | KR | Automotive |
| Illumina | US | Biotechnologies |
| 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 |

2023:

Innovation Momentum 2023: The Global Top 100
Intellectual Property Report

The 2023 Global Top 100

The Top 100 in alphabetical order, the headquarter location, and its industry sector.

| 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 | Conglomerates |
| Juul Labs | US | Consumer Goods |
| Kernel | US | Medical Technologies |
| Kia | KR | Automotive |
| Korea Tobacco & Ginseng | KR | Consumer Goods |

2024:

Innovation Momentum 2024: The Global Top 100
Intellectual Property Report

The 2024 Global Top 100

The Top 100 in alphabetical order, the headquarter location and its industry sector.

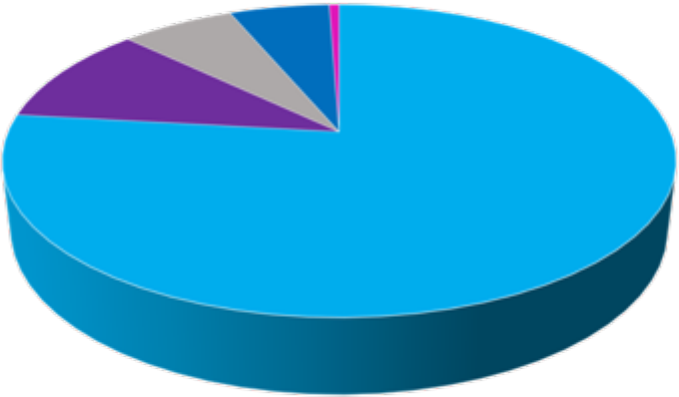
| Patent Owner | HQ | Industry |
|----------------------------------|----|--------------------------|
| Intel | US | Semiconductors |
| Intella Therapeutics* | US | Pharmaceuticals |
| InterDigital | US | Technology R&D |
| Intuitive Surgical | US | Medical Technologies |
| Japan Tobacco | JP | Consumer 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 |

Innovation Engine Fuels Evergreen IP Portfolio

Our patent portfolio **grew almost 70%** between 2017 & 2024 with the **addition of video & DTV** related technologies and continuing growth of wireless assets

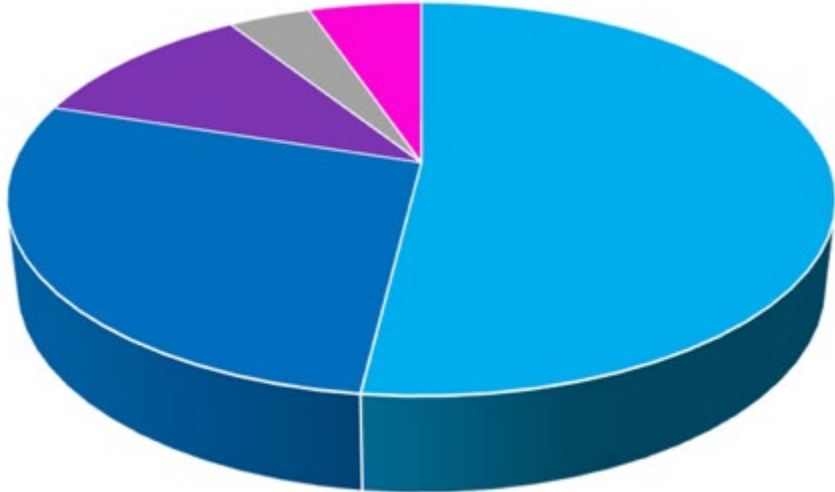
2017:

~19,000 Assets



2024:

>32,000 Assets



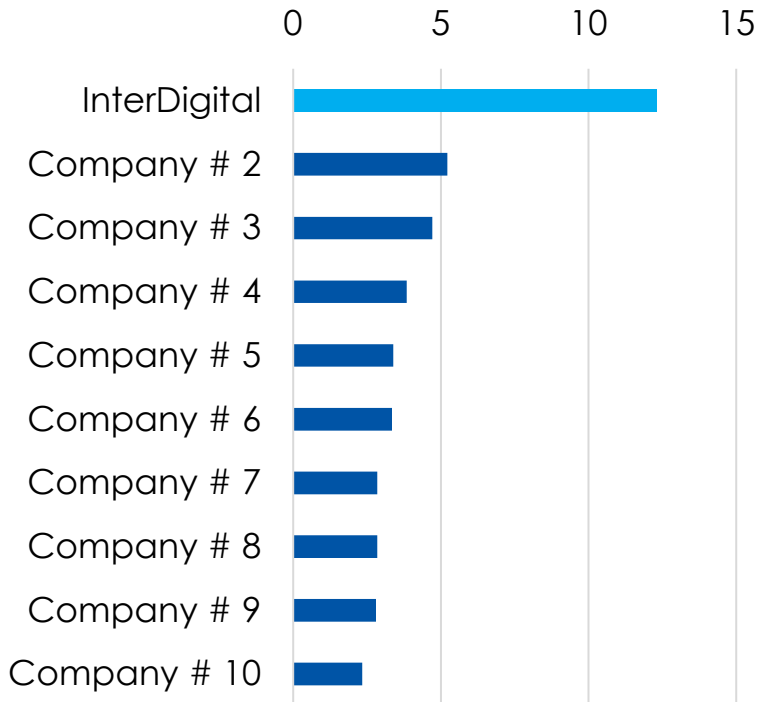
Portfolio is evergreen, growing by ~5 new patents each day

- Wireless
- Video
- Implementation
- DTV
- Broadcast & Home Network

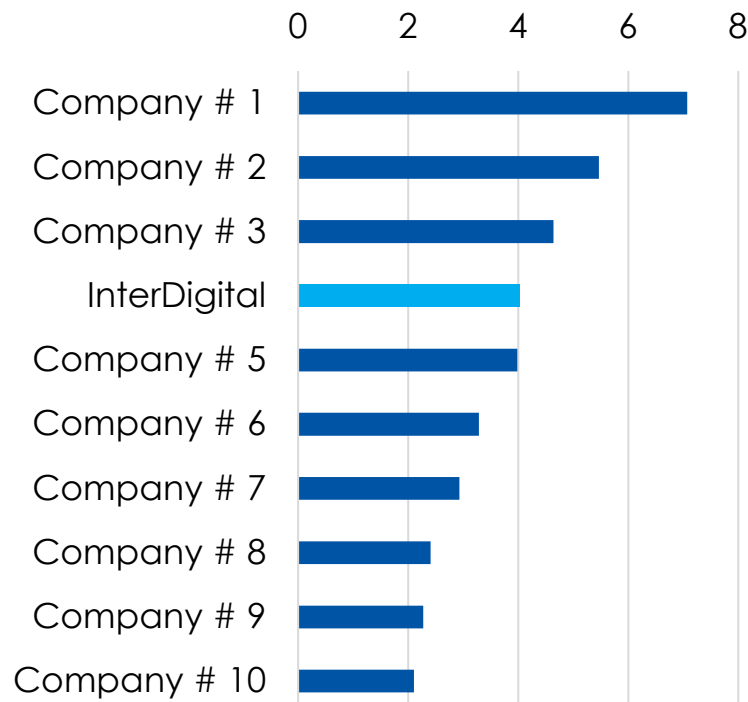
InterDigital Ranks Among the Highest in Patent Quality for 5G, Video Codec, and WiFi Patents



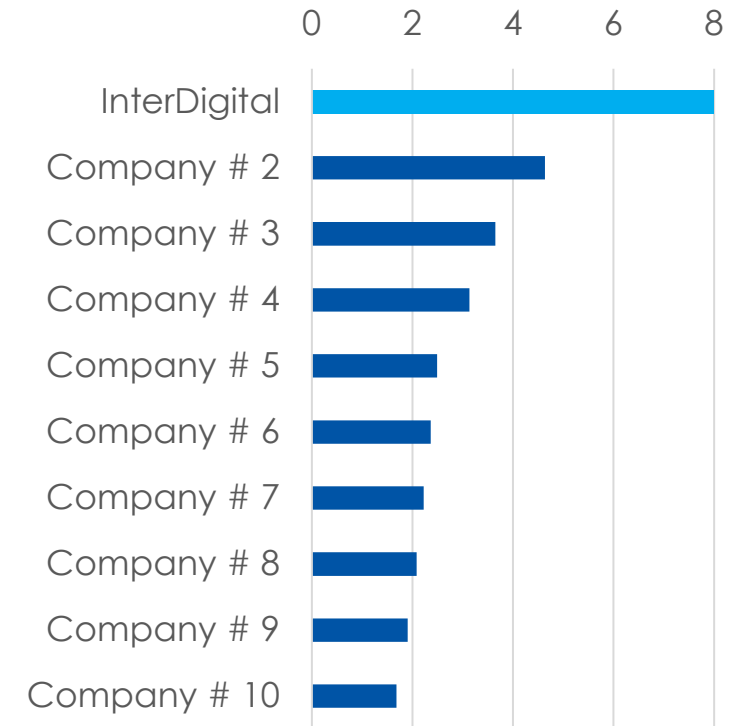
5G Patent Holders



Video Codec Patent Holders



WiFi Patent Holders



Source: LexisNexis PatentSight Oct 2024, top 10 Patent Asset Index owners
 5G = 5G 3GPP ETSI declared, Video Codec = HEVC, VVC, AVC LexisNexis classification, WiFi = WiFi 6, WiFi 7, WiFi 8 LexisNexis classification

Accelerating Business Momentum

Licensing Success

Over 40 licenses worth > \$3.1B closed since the start of 2021

2021



#1 Chinese Smartphone vendor

VIZIO Top-10 TV vendor

2022



Largest license in company history

amazon Major CE/IoT License



80% of 4G connected car market under license

2023



Licensee since 1995*

Lenovo HEVC license

2024



#1 TV vendor

Lenovo Arbitration agreement

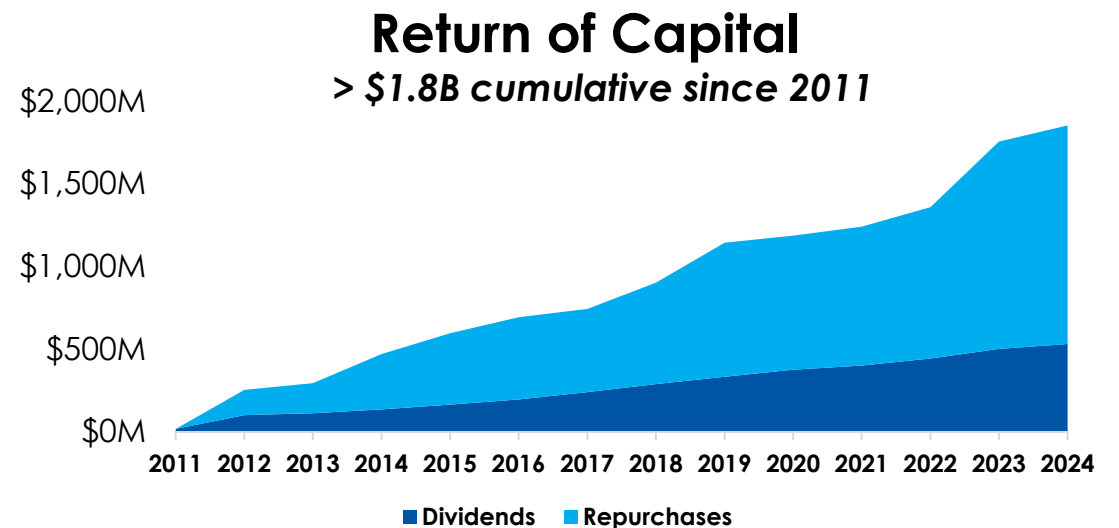
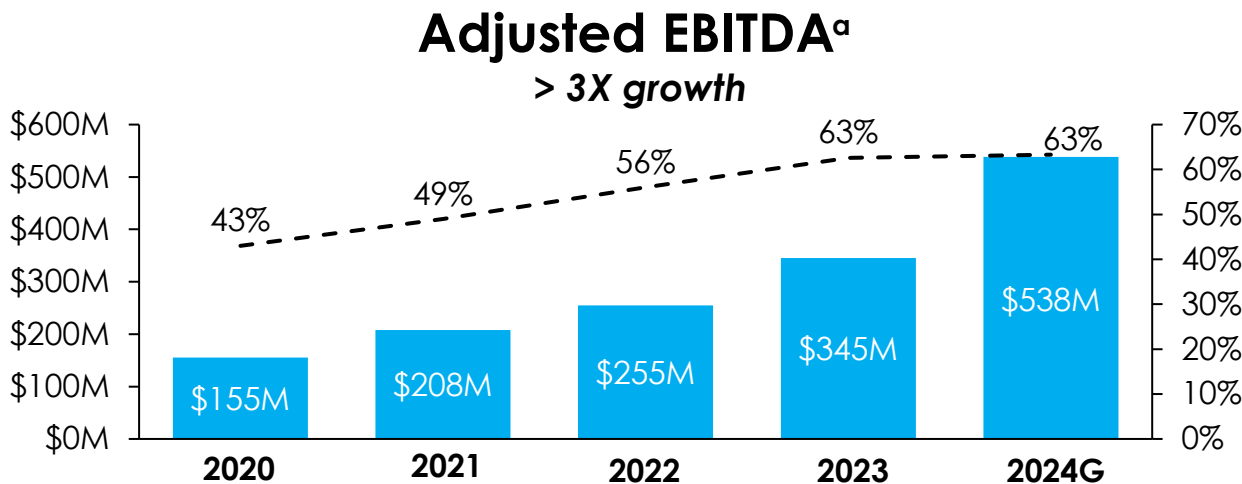
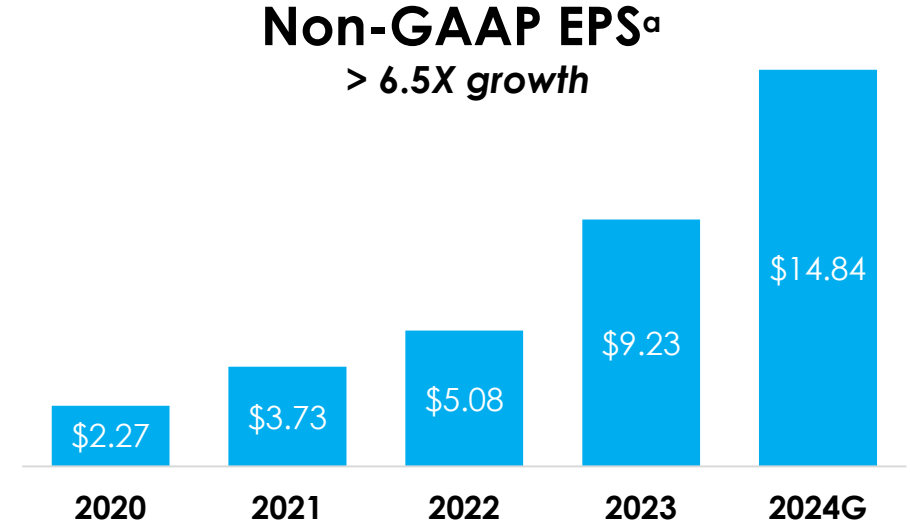
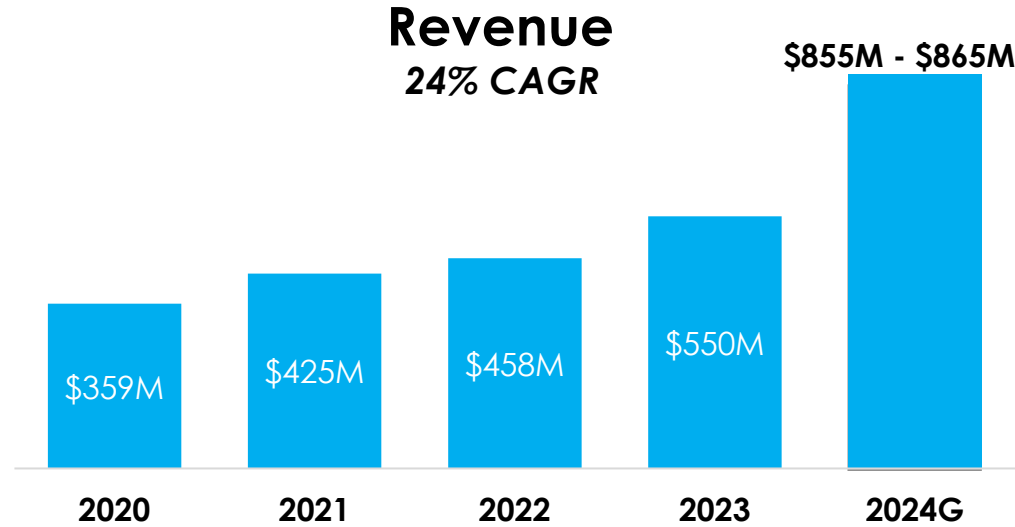
oppo #2 Chinese smartphone vendor



TPV Top-10 TV vendor

SONY Panasonic NEC LG HUMAX SHARP SEIKO KYOCERA

Strong Revenue Growth, Margins and Return of Capital



Long-term Growth Strategy

Our Technologies Benefit the Economy and the World

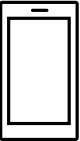
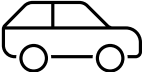
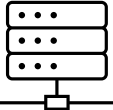
5.6 billion
people globally
subscribed to a
mobile service,
including 4.7 billion
who used the
mobile internet

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

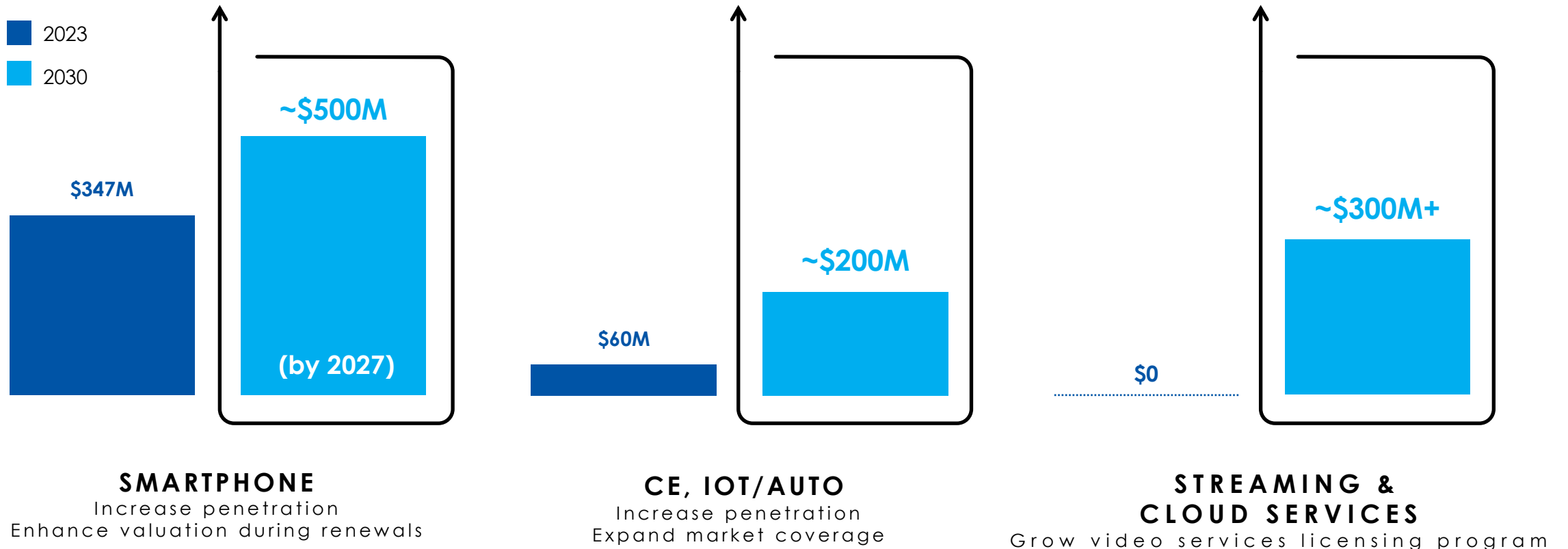
We Address Three Attractive Markets

| Market | 2024E TAM | '24 – '27E CAGR | Significant Customers | Key Market Dynamic |
|---|---------------------------------------|-----------------|-----------------------|---|
|  SMARTPHONES | ~1.2B Units (~\$450B) | ~3% | <10 | Increasing concentration of top OEMs |
|  CE, IoT/AUTO | ~1.6B Units (~\$340B) ¹ | ~6% | ~100 | High shipment growth with fragmentation across segments |
|  CONTENT & CLOUD SERVICES | ~\$380B | ~10% | <20 | High growth with increasing focus on profitability |

Sources: Counterpoint Research, OMDIA
¹ Includes only value for Consumer Electronics and IoT Devices

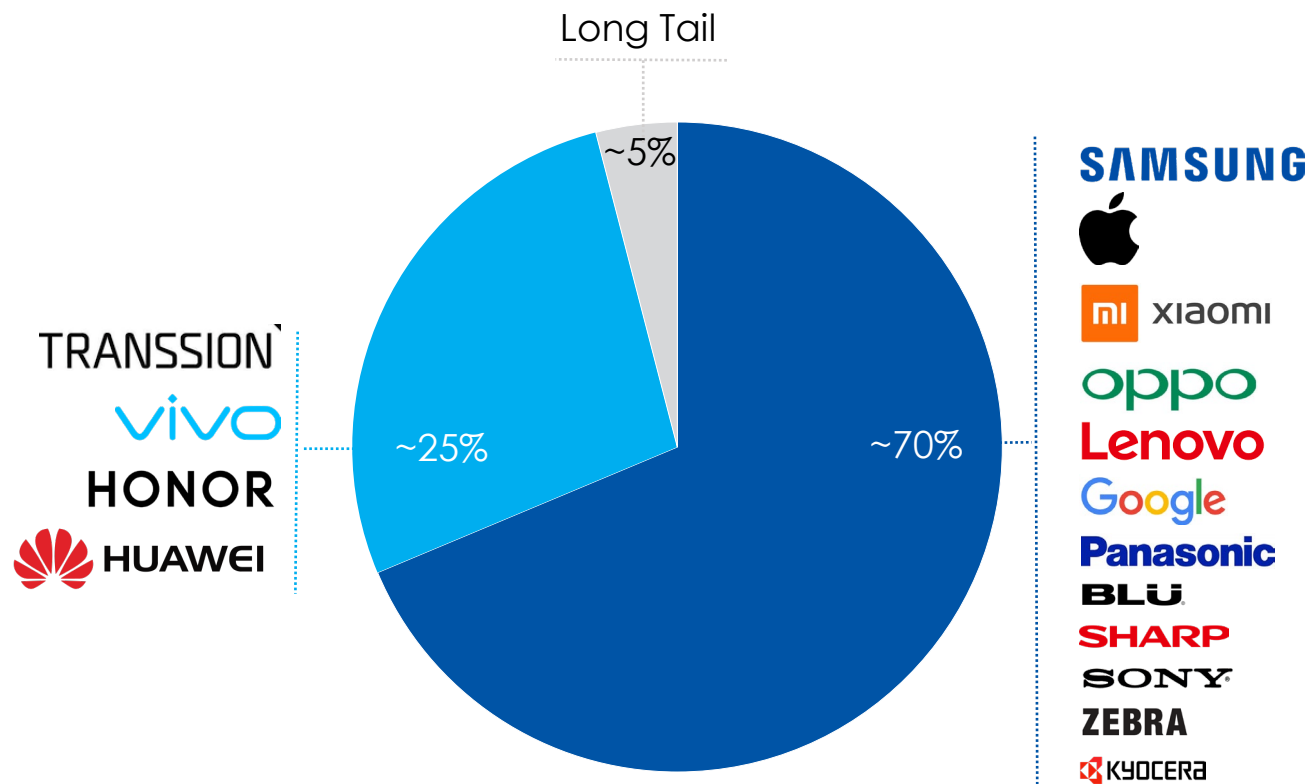
Clear Pathway to Growth

\$1B+ ARR Target | 2030



Strong Runway for Continued Smartphone Growth

SMARTPHONES GLOBAL MARKET 1.2B global device shipments 2024



- Large global market, projected to grow with 3% CAGR 2024-27
- Revenue growth from licensing remaining top OEMs
- Driving higher value from key accounts during renewal

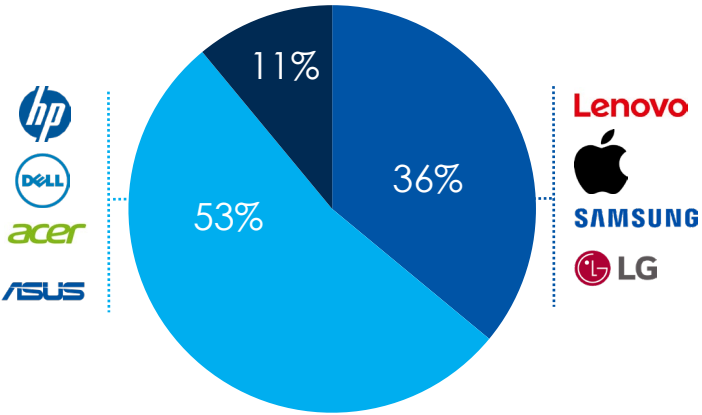
■ Licensed¹
■ In Negotiation
■ Long Tail

1. Samsung and Lenovo in binding arbitration

Good Momentum in CE - Large Opportunity Remains

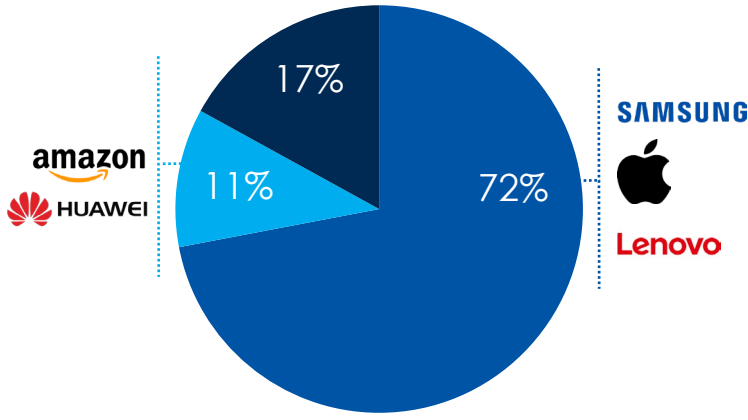
PCs: 284M 2024

% global device shipments



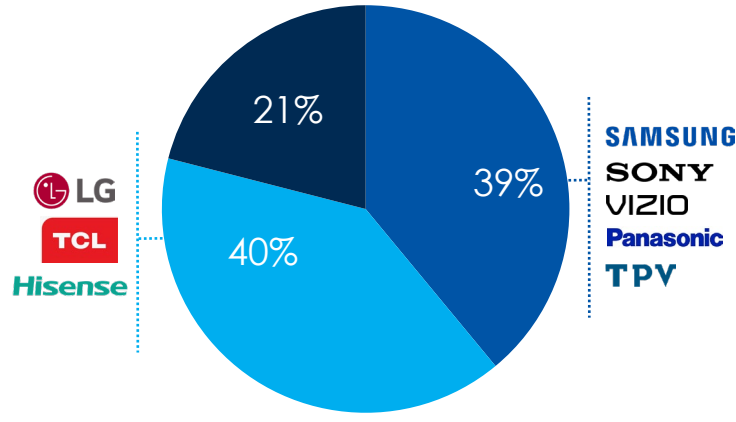
TABLETS: 118M 2024

% global device shipments



TVs: 205M 2024

% current focus area¹ shipments



■ Licensed ■ Primary Opportunity ■ Long Tail

Deals with major OEMs such as Apple, Samsung, Lenovo, Sony, LG

Approx. **40% licensing coverage** across these sectors, aiming to grow

Proof of our robust video coding portfolio, including **HEVC patents that have driven successful outcomes with enforcement**

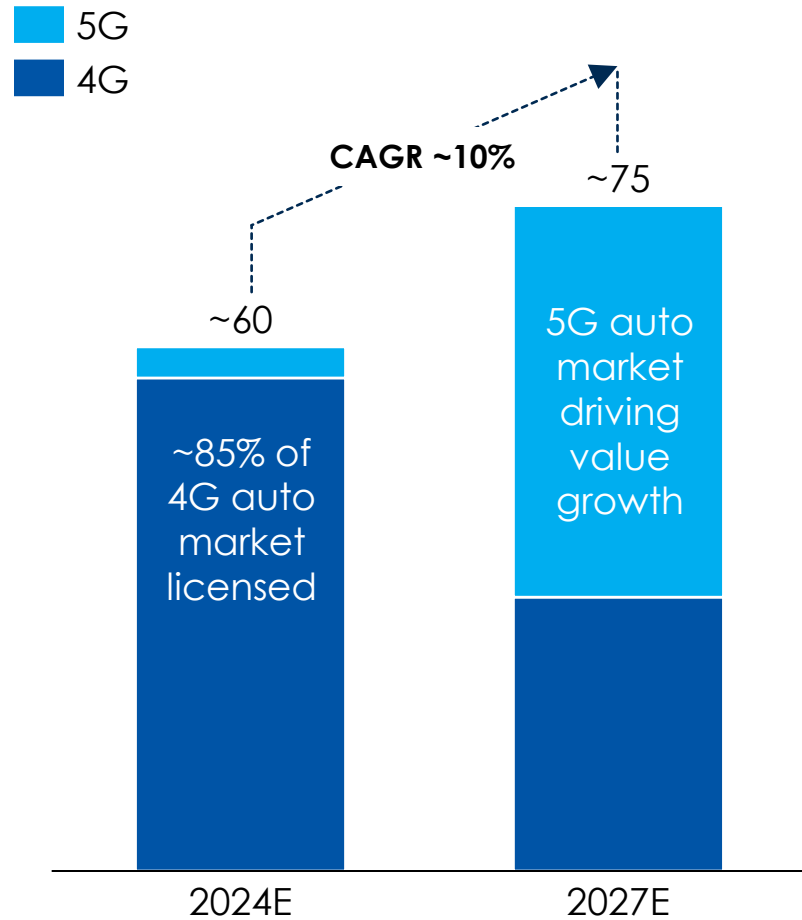
Licensing coverage for PCs and Tablets based on HEVC - e.g. Amazon licensed for WLAN
 Licensing coverage for TVs based on our DTV patents – e.g. LG licensed for HEVC and VVC

¹ Current focus area for Madison Program is North America, Europe, Japan and Korea.

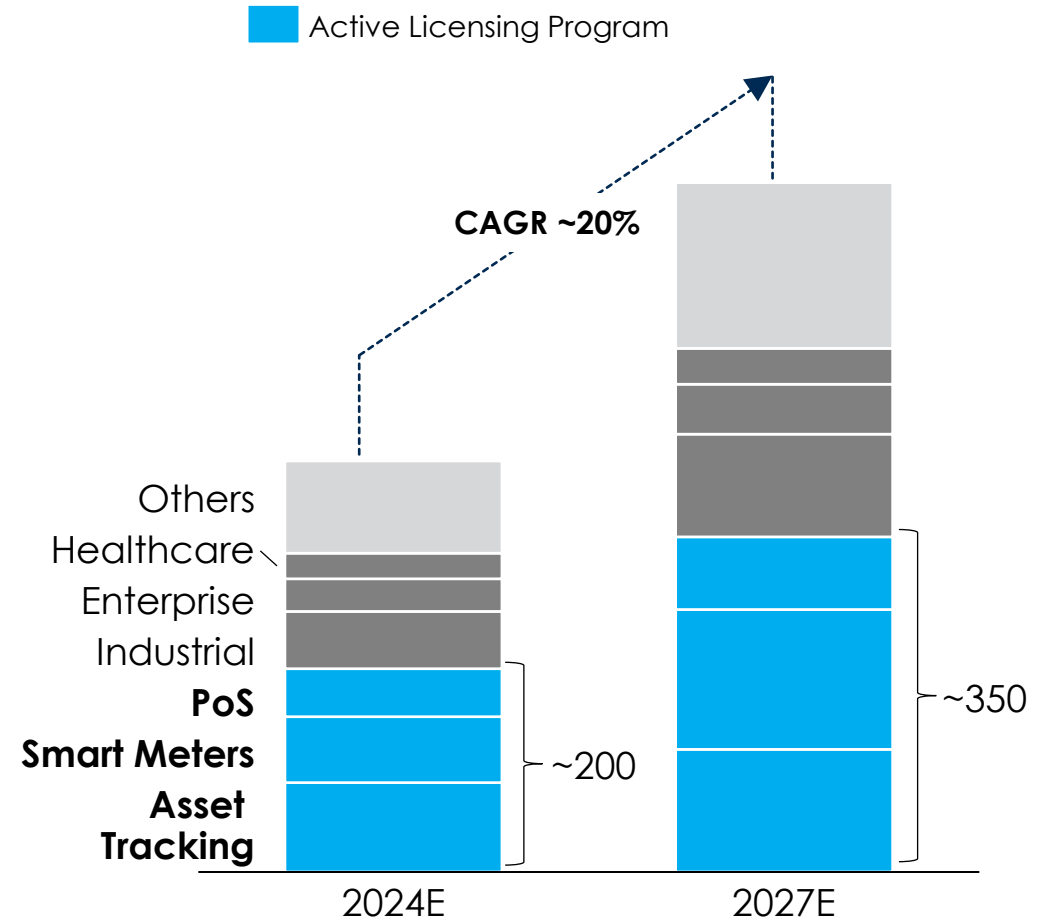
Source: Omdia

Strong Growth Opportunity in Automotive and IoT

PASSENGER VEHICLE SHIPMENTS (M)

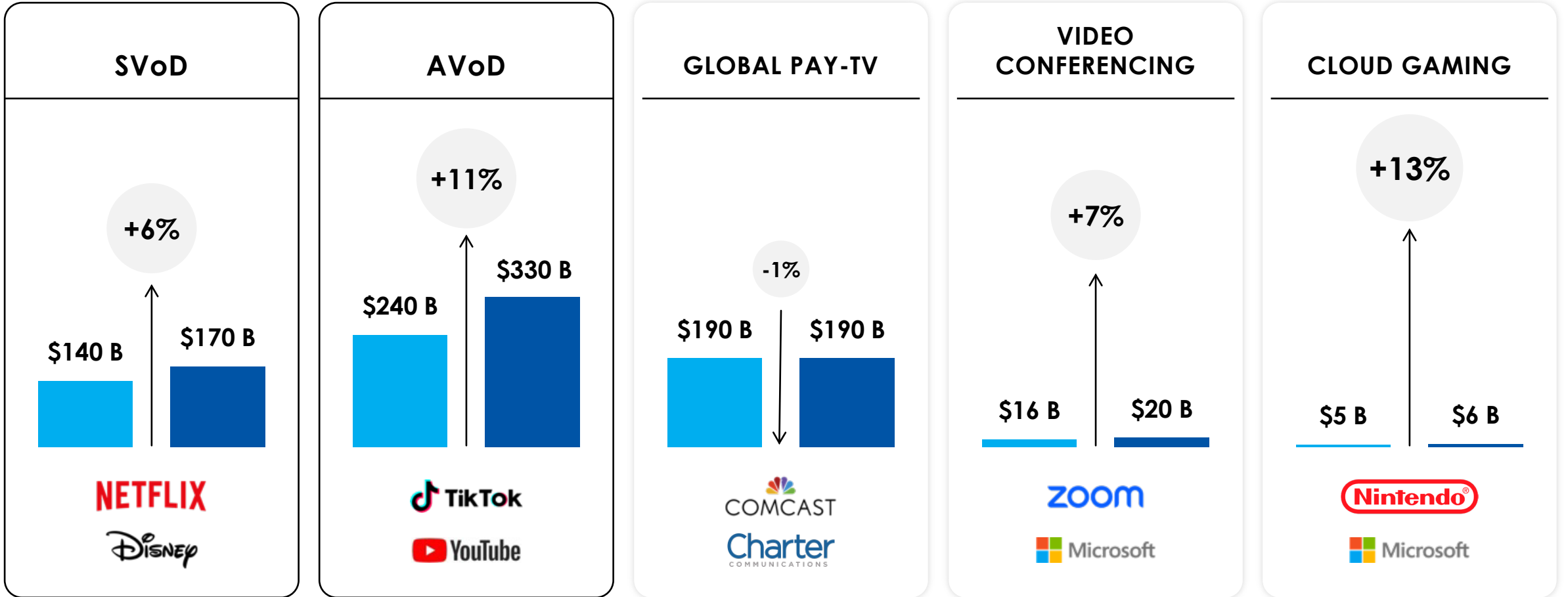


CELLULAR IOT SHIPMENTS (M)



SVoD and AVoD Are Our Focus Verticals

■ 2024 TAM
 ■ 2027 TAM
 ● TAM CAGR



Source: OMDIA

Significant Growth Potential Lies Ahead

Recurring revenue growth across Smartphone, CE and IoT, and Content and Cloud Services



Capital Allocation Priorities

Maintain **fortress balance sheet**

Financial strength is a strategic asset

Organic investment in business

Reinvest ~50% of recurring revenue into research and IP portfolio

Inorganic investment

Opportunistic and strategic

Return **Excess cash** to shareholders

\$1.3B+ in share repurchases since '11

Dividend increased 13%, Sep '24

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

Target Financial Model for 2030

\$1B+ Annualized
Recurring Revenue

14%+

Annual
Growth
Target

Powerful Operating
Leverage drives

60%+

Adjusted
EBITDA
Margin^a
Target

High Margin Drives
Strong Cash Flow

\$600M+

Adjusted
EBITDA^a
Target

**Well
positioned
to drive
value going
forward**

^a 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 to \$1B+ target by 2030**

Appendix

Non-GAAP Financial Measures

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 above.

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 above.

Free cash flow is a supplemental non-GAAP financial measure that InterDigital believes is helpful in evaluating the company's ability to invest in its business, make strategic acquisitions and fund share repurchases, among other things. A limitation of the utility of free cash flow as a measure of financial performance is that it does not represent the total increase or decrease in the company's cash balance for the period. InterDigital defines free cash flow as net cash from operating activities less purchases of property and equipment and capitalized patent costs. InterDigital's computation of free cash flow might not be comparable to free cash flow reported by other companies. The presentation of free cash flow, which is 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 free cash flow to net cash from operating activities, the most directly comparable GAAP financial measure, is provided above.

Non-GAAP Reconciliation

(In millions)

Net income attributable to InterDigital, Inc.

| | Full Year | | | | Three months ended, | | Outlook | | | |
|--|---------------|---------------|---------------|---------------|---------------------|--------------|-------------------|-----------------------|------------------------|-----------------------|
| | 2020 | 2021 | 2022 | 2023 | Q3'24 | Q3'23 | Q3'24 | Q4'24 | Current Full Year 2024 | Prior Full Year 2024 |
| Net income attributable to InterDigital, Inc. | \$ 45 | \$ 55 | \$ 94 | \$ 214 | \$ 34 | \$ 48 | \$ 6 - 9 | \$ 118 - \$126 | \$ 343 - 351 | \$ 205 - \$238 |
| Net loss attributable to non-controlling interest | (7) | (13) | (2) | (3) | - | (1) | - | - | - | - |
| Income tax (provision) benefit | (7) | 15 | 26 | 24 | 7 | 9 | 2 | 24 - 26 | 75 - 77 | 55 - 60 |
| Other income (expense) & interest expense | 24 | 14 | 33 | (13) | (2) | (2) | 2 | 1 | 2 | 7 |
| Depreciation and amortization | 81 | 78 | 79 | 78 | 18 | 20 | 18 | 18 | 70 | 73 |
| Share-based compensation | 10 | 29 | 22 | 36 | 9 | 10 | 9 | 19 | 47 | 42 |
| Other operating items | 9 | 30 | 3 | 10 | (1) | - | (1) | - | (4) | (4) |
| Adjusted EBITDA | \$ 155 | \$ 208 | \$ 255 | \$ 345 | \$ 65 | \$ 84 | \$ 36 - 39 | \$ 180 - \$190 | \$ 533 - 543 | \$ 378 - \$416 |
| Adjusted EBITDA Margin | 43% | 49% | 56% | 63% | 50% | 60% | 39% | 76% | 63% | 56% |
| Other Operating Items | | | | | | | | | | |
| Restructuring | - | 28 | 3 | - | - | - | - | - | - | - |
| Other non-cash charges | 9 | - | - | 3 | - | - | - | - | - | - |
| Non-Recurring Personnel-Related | - | 2 | - | - | - | - | - | - | - | - |
| Net Litigation Fee Reimbursement | - | - | - | 8 | (1) | - | (1) | - | (1) | (4) |
| Total Other Operating Items | \$ 9 | \$ 30 | \$ 3 | \$ 10 | \$ (1) | \$ - | \$ (1) | \$ - | \$ (1) | \$ (4) |

NOTE: Sums may not equal total due to rounding

Non-GAAP Reconciliation

(In millions, except per share data)

Net income attributable to InterDigital, Inc.

| | Full Year | | | | Three months ended, | | Outlook | | | |
|--|---------------|----------------|---------------|----------------|---------------------|---------------|-------------------|-----------------------|------------------------|-----------------------|
| | 2020 | 2021 | 2022 | 2023 | Q3'24 | Q3'23 | Q3'24 | Q4'24 | Current Full Year 2024 | Prior Full Year 2024 |
| Net income attributable to InterDigital, Inc. | \$ 45 | \$ 55 | \$ 94 | \$ 214 | \$ 34 | \$ 48 | \$ 6 - 9 | \$ 118 - \$126 | \$ 343 - 351 | \$ 205 - \$238 |
| Share-based compensation | 10 | 29 | 22 | 36 | 9 | 10 | 9 | 19 | 47 | 42 |
| Acquisition related amortization | 44 | 42 | 42 | 41 | 8 | 10 | 8 | 33 | 33 | 33 |
| Other operating items | 9 | 30 | 3 | 10 | (1) | - | (1) | - | (4) | (4) |
| Other non-operating items | (4) | (11) | 13 | (14) | - | (6) | - | (2) | (2) | (2) |
| Related income tax and noncontrolling interest effect of above items | (12) | (26) | (17) | (17) | (3) | (3) | (3) | (11) | (16) | (14) |
| Adjustments to income taxes | (21) | (2) | (2) | (16) | (2) | (2) | - | (2) | (2) | (2) |
| Non-GAAP net income | \$ 70 | \$ 117 | \$ 155 | \$ 254 | \$ 45 | \$ 58 | \$ 19 - 22 | \$ 155 - \$163 | \$ 399 - 407 | \$ 258 - \$291 |
| Weighted average dilutive shares - GAAP | 31.1 | 31.3 | 30.5 | 28.1 | 30.0 | 27.8 | 28.9 | 31.6 | 29.5 | 28.6 |
| Less: Dilutive impact of the Convertible Notes | - | - | - | 0.5 | 2.4 | 0.7 | 2.1 | 3.0 | 2.3 | 2.0 |
| Weighted average dilutive shares - Non-GAAP | 31.1 | 31.3 | 30.5 | 27.6 | 27.6 | 27.1 | 26.8 | 28.6 | 27.2 | 26.6 |
| Non-GAAP EPS | \$ 2.27 | \$ 3.73 | \$ 5.08 | \$ 9.23 | \$ 1.63 | \$ 2.13 | \$ 0.70 - 0.80 | \$ 5.42 - 5.70 | \$ 14.69 - 14.99 | \$ 9.70 - 10.95 |
| Other Operating Items | | | | | | | | | | |
| Restructuring | - | 28 | 3 | - | - | - | - | - | - | - |
| Other non-cash charges | 9 | - | - | 3 | - | - | - | - | - | - |
| Non-recurring personnel-related | - | 2 | - | - | - | - | - | - | - | - |
| Net litigation fee reimbursement | - | - | - | 8 | (1) | - | (1) | - | (4) | (4) |
| Transaction related costs | - | - | - | - | - | - | - | - | - | - |
| Total Other Operating Items | \$ 9 | \$ 30 | \$ 3 | \$ 10 | \$ (1) | \$ - | \$ (1) | \$ - | \$ (4) | \$ (4) |
| Other Non-operating Items | | | | | | | | | | |
| Fair value changes | (4) | (9) | 2 | (10) | - | (6) | - | (2) | (2) | (2) |
| Loss on extinguishment of debt | - | - | 11 | - | - | - | - | - | - | - |
| Other non-cash charges | - | (2) | - | (4) | - | - | - | - | - | - |
| Total Other Non-operating Items | \$ (4) | \$ (11) | \$ 13 | \$ (14) | \$ - | \$ (6) | \$ - | \$ (2) | \$ (2) | \$ (2) |

NOTE: Sums may not equal total due to rounding

Non-GAAP Reconciliation

Cash Flow Data:

| | 2024 |
|---|--------------|
| | Q3 |
| Net cash provided by operating activities | \$ 78 |
| Purchases of property and equipment | (1) |
| Capitalized patent costs | (12) |
| Free cash flow | \$ 65 |

NOTE: Sums may not equal total due to rounding

NOTE: Certain prior period amounts have been revised for c