VISLINK TECHNOLOGIES, INC.

Trading Symbol: VISL
State of Incorporation: Delaware
Date of Incorporation: February 2, 2006

Quarterly Report
For the Period Ending June 30, 2025

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VISLINK TECHNOLOGIES, INC.
Quarterly Report
For the Period Ending June 30, 2025

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FORWARD-LOOKING INFORMATION

This quarterly report (including the section regarding Management's Discussion and Analysis of Financial Condition and Results of Operations) (this "Report" or this "Quarterly Report") contains forward-looking statements regarding the business, financial condition, results of operations, and prospects of Vislink Technologies, Inc. References to Vislink in this report, unless otherwise stated or the context otherwise requires, reference to "VISL," "Vislink," "the Company," "we," "us," "our," and similar references refer to Vislink Technologies, Inc., a Delaware corporation and its subsidiaries. Words such as "expects," "anticipates," "intends," "plans," "believes," "seeks," "estimates," and similar words and phrases are intended to identify forward-looking statements. However, this report does not include an all-inclusive list of words or phrases identifying forward-looking statements. Also, all information concerning future matters is forward-looking statements. Although forward-looking statements in this Report reflect our management's good faith judgment, such information can only be based on facts and circumstances currently known by us. Forward-looking statements are inherently subject to risks and uncertainties, including those outlined in our Annual Report on Form 10-K, filed with the U.S. Securities and Exchange Commission and submitted to OTC Markets Group on May 2, 2025. Actual results and outcomes may differ materially from those discussed or anticipated by the forward-looking statements. Assumptions relating to the foregoing involve judgments concerning, among other things, future economic, competitive, and market conditions and future business decisions, all of which are difficult or impossible to predict accurately and many of which are beyond our control, as well as the risk factors disclosed. We undertake no obligation to revise or update any forward-looking statements to reflect any event or circumstance that may arise after the date of this Report. We urge you to carefully review and consider all the disclosures made in this Report.

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Item 1. Exact name of the issuer and the address of its principal executive offices.

(a) The exact name of the issuer and its predecessor (if any).

- Name of the issuer: Vislink Technologies, Inc.
- State of Incorporation: Delaware
- SIC Code: 3669 (Communications Equipment, NEC)
- Trading Symbol: VISL

(b) The address of the issuer's principal executive offices.

- Address of Principal Executive Offices: 350 Clark Drive, Suite 125, Mt. Olive, NJ 07828
- Phone number: (908) 852-3700
- Corporate Website: https://www.vislink.com

Item 2. Shares outstanding

(a) The number of shares or total amount of the securities outstanding for each class of securities authorized.

Exact title and class of securities outstanding	**Common Stock, par value $0.00001**		
Period End Date	June 30, 2025	December 31, 2024	December 31, 2023
Number of Shares Authorized	100,000,000	100,000,000	100,000,000
Number of Shares Outstanding	2,467,485	2,467,485	2,439,790
Freely Tradeable Shares (Public Float)	1,843,108	2,278,770	2,296,834
Number of Beneficial Owners Owning at Least 100 Shares	Greater than 50	Greater than 50	Greater than 50
Exact title and class of securities outstanding	Preferred Stock, par value $0.00001		
Period End Date	June 30, 2025	December 31, 2024	December 31, 2023
Number of Shares Authorized	10,000,000	10,000,000	10,000,000
Number of Shares Outstanding	0	0	0
Freely Tradeable Shares (Public Float)	N/A	N/A	N/A
Number of Beneficial Owners Owning at Least 100 Shares	N/A	N/A	N/A

(b) List of securities offerings and shares issued for services in the quarter ended June 30, 2025.

None.

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Item 3. Interim Financial Statements

Index to Condensed Consolidated Financial Statements

VISLINK TECHNOLOGIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(IN THOUSANDS EXCEPT SHARE AND PER SHARE DATA)

	June 30, 2025	December 31, 2024
	(unaudited)	
ASSETS		
Current assets		
Cash and cash equivalents	$ 6,268	$ 5,501
Accounts receivable, net	4,003	5,958
Inventories, net	6,866	7,563
Investments held to maturity	—	995
Prepaid expenses and other current assets	1,773	1,302
Total current assets	18,910	21,319
Right-of-use assets, operating leases	228	297
Property and equipment, net	1,734	1,984
Intangible assets, net	2,294	2,578
Total assets	$ 23,166	$ 26,178
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Accounts payable	$ 2,168	$ 2,422
Accrued expenses	2,133	2,153
Notes payable	298	56
Operating lease obligations, current	330	459
Accrued restructuring costs	324	421
Customer deposits and deferred revenue	4,150	2,768
Total current liabilities	9,403	8,279
Operating lease obligations, net of current portion	179	291
Deferred tax liabilities	342	401
Total liabilities	9,924	8,971
Commitments and contingencies (See Note 12)		
Stockholders' equity		
Preferred stock, $0.00001 par value per share: 10,000,000 shares authorized on June 30, 2025, and December 31, 2024, respectively	—	—
Common stock, $0.00001 par value; 100,000,000 shares authorized as of June 30, 2025, and December 31, 2024, respectively; 2,467,618 shares issued and 2,467,485 shares outstanding as of June 30, 2025, and December 31, 2024, respectively.	—	—
Additional paid-in capital	349,131	348,663
Accumulated other comprehensive loss	(852)	(1,452)
Treasury stock, at cost – 133 shares on June 30, 2025, and December 31, 2024, respectively.	(277)	(277)
Accumulated deficit	(334,760)	(329,727)
Total stockholders' equity	13,242	17,207
Total liabilities and stockholders' equity	$ 23,166	$ 26,178

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

VISLINK TECHNOLOGIES, INC. AND SUBSIDIARIES
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND OTHER COMPREHENSIVE LOSS
(IN THOUSANDS EXCEPT NET LOSS PER SHARE DATA)

	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2025	2024	2025	2024
Revenue, net	$ 4,800	$ 8,702	$ 9,407	$ 17,300
Cost of revenue and operating expenses				
Cost of revenue:				
Cost of components and personnel	1,812	3,806	3,444	7,361
Inventory valuation write-downs	76	233	160	434
Total cost of revenue	1,888	4,039	3,604	7,795
Operating expenses:				
General and administrative expenses	3,919	5,918	8,292	11,212
Research and development expenses	1,331	966	2,293	1,765
Restructuring costs	160	—	173	—
Depreciation and amortization	272	343	546	690
Total operating expenses	5,682	7,227	11,304	13,667
Total cost of revenue and operating expenses	7,570	11,266	14,908	21,462
Loss from operations	(2,770)	(2,564)	(5,501)	(4,162)
Other income (expense)				
Unrealized gain on investments held to maturity	—	82	—	145
Realized loss of investments in debt securities	—	—	(46)	—
Other income (loss)	392	(1)	404	374
Dividend income	25	72	49	138
Interest (loss) income, net	(4)	87	3	178
Total other income	413	240	410	835
Net loss before income taxes	(2,357)	(2,324)	(5,091)	(3,327)
Income taxes				
Deferred tax benefits	29	54	58	109
Net loss attributable to common shareholders	$ (2,328)	$ (2,270)	$ (5,033)	$ (3,218)
Net loss per share attributable to common shareholders:				
Basic and diluted loss per share	$ (0.94)	$ (0.93)	$ (2.04)	$ (1.31)
Weighted average number of shares outstanding:				
Basic and diluted	2,467	2,452	2,467	2,448
Comprehensive loss:				
Net loss	$ (2,328)	$ (2,270)	$ (5,033)	$ (3,218)
Unrealized gain (loss) on currency translation adjustment	457	(156)	600	(366)
Total comprehensive loss	$ (1,871)	$ (2,426)	$ (4,433)	$ (3,584)

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

VISLINK TECHNOLOGIES, INC. AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2025
(IN THOUSANDS, EXCEPT SHARE DATA)

Three months ended June 30, 2025:

	Series A Preferred Stock		Common Stock		Additional Paid In Capital	Accumulated Other Comprehensive Income (Loss)	Treasury Stock	Accumulated Deficit	Total
	Shares	Amount	Shares	Amount					
Balance, March 31, 2025	—	$ —	2,467,618	$ —	$ 348,955	$ (1,309)	$ (277)	$ (332,432)	$14,937
Net loss	—	—	—	—	—	—	—	(2,328)	(2,328)
Unrealized gain on currency translation adjustment	—	—	—	—	—	457	—	—	457
Stock-based compensation	—	—	—	—	176	—	—	—	176
Balance, June 30, 2025	—	$ —	2,467,618	$ —	$ 349,131	$ (852)	$ (277)	$ (334,760)	$13,242

Six months ended June 30, 2025:

	Series A Preferred Stock		Common Stock		Additional Paid In Capital	Accumulated Other Comprehensive Income (Loss)	Treasury Stock	Accumulated Deficit	Total
	Shares	Amount	Shares	Amount					
Balance, January 1, 2025	—	$ —	2,467,618	$ —	$ 348,663	$ (1,452)	$ (277)	$ (329,727)	$17,207
Net loss	—	—	—	—	—	—	—	(5,033)	(5,033)
Unrealized gain on currency translation adjustment	—	—	—	—	—	600	—	—	600
Stock-based compensation	—	—	—	—	468	—	—	—	468
Balance, June 30, 2025	—	$ —	2,467,618	$ —	$ 349,131	$ (852)	$ (277)	$ (334,760)	$13,242

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

VISLINK TECHNOLOGIES, INC. AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2024
(IN THOUSANDS, EXCEPT SHARE DATA)

Three months ended June 30, 2024:

	Series A Preferred Stock		Common Stock		Additional Paid In	Accumulated Other Comprehensive	Treasury	Accumulated	
	Shares	Amount	Shares	Amount	Capital	Income (Loss)	Stock	Deficit	Total
Balance, March 31, 2024	—	$ —	2,452,482	$ —	$ 348,131	$ (1,237)	$ (277)	$ (310,174)	$36,443
Net loss	—	—	—	—	—	—	—	(2,270)	(2,270)
Unrealized loss on currency translation adjustment	—	—	—	—	—	(156)	—	—	(156)
Issuance of common stock in connection with:									
Compensation awards for services previously accrued	—	—	—	—	—	—	—	—	—
Satisfaction with the conversion of restricted stock unit awards	—	—	—	—	—	—	—	—	—
Stock-based compensation	—	—	—	—	218	—	—	—	218
Balance, June 30, 2024	—	$ —	2,452,482	$ —	$ 348,349	$ (1,393)	$ (277)	$ (312,444)	$34,235

Six months ended June 30, 2024:

	Series A Preferred Stock		Common Stock		Additional Paid In	Accumulated Other Comprehensive	Treasury	Accumulated	
	Shares	Amount	Shares	Amount	Capital	Income (Loss)	Stock	Deficit	Total
Balance, January 1, 2024	—	$ —	2,439,923	$ —	$ 347,507	$ (1,027)	$ (277)	$ (309,226)	$36,977
Net loss	—	—	—	—	—	—	—	(3,218)	(3,218)
Unrealized loss on currency translation adjustment	—	—	—	—	—	(366)	—	—	(366)
Issuance of common stock in connection with:									
Compensation awards for services previously accrued	—	—	8,000	—	160	—	—	—	160
Satisfaction with the conversion of restricted stock unit awards	—	—	4,559	—	—	—	—	—	—
Stock-based compensation	—	—	—	—	682	—	—	—	682
Balance, June 30, 2024	—	$ —	2,452,482	$ —	$ 348,349	$ (1,393)	$ (277)	$ (312,444)	$34,235

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

VISLINK TECHNOLOGIES, INC. AND SUBSIDIARIES
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(IN THOUSANDS)

	Six Months Ended June 30,	
	2025	**2024**
Cash flows used in operating activities		
Net loss	$ (5,033)	$ (3,218)
Adjustments to reconcile net loss to net cash used in operating activities		
Deferred tax benefits	(58)	(109)
Unrealized (gain) loss on the fair value of investment in bonds held to maturity	—	(145)
Realized loss on the redemption of bonds held to maturity	46	—
Accretion of bond discount	—	(10)
Stock-based compensation	468	682
Provision for bad debt	16	104
Recovery of bad debt	—	(68)
Inventory valuation adjustments	160	434
Amortization of right-of-use assets, operating assets	69	229
Depreciation and amortization	546	690
Changes in assets and liabilities		
Accounts receivable	2,143	(784)
Inventory	913	(978)
Prepaid expenses and other current assets	(67)	(229)
Accounts payable	(315)	988
Accrued expenses and interest expense	(268)	92
Accrued directors' compensation	163	160
Accrued restructuring costs	(97)	—
Operating lease liabilities	(241)	(303)
Deferred revenue and customer deposits	1,220	771
Net cash used in operating activities	(335)	(1,694)
Cash flows provided (used) in investing activities		
Cash used for investment in securities held to maturity	—	(949)
Proceeds for bond redemption	1,000	950
Cash used for property and equipment	(14)	(342)
Net cash provided (used) in investing activities	986	(341)
Cash flows used in financing activities		
Principal payments made on notes payable	(129)	(114)
Net cash used in financing activities	(129)	(114)
Effect of exchange rate changes on cash	245	(684)
Net increase (decrease) in cash and cash equivalents	767	(2,833)
Cash and cash equivalents, beginning of period	5,501	8,482
Cash and cash equivalents, end of period	$ 6,268	$ 5,649
Supplemental disclosure of cash flow information:		
Cash paid during the period for interest	$ 4	$ 6
Supplemental disclosure of non-cash information:		
Notes payable recognized on D & O Insurance policy (Note 9)	$ 371	$ 510
Common stock issued in connection with:		
Compensation awards previously accrued	$ —	$ 160
ROU assets and operating lease obligations recognized (Note 8):		
Operating lease assets recognized	$ —	484
Less: non-cash changes to operating lease assets amortization	(69)	(229)
	$ (69)	$ 255
Operating lease liabilities recognized	$ —	$ 484
Less: non-cash changes to operating lease liabilities accretion	(241)	(303)
	$ (241)	$ 181

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

NOTE 1 — ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Vislink Technologies, Inc. (“Vislink” or the “Company”), a Delaware corporation, is a global technology company specializing in the capture, transmission, and management of high-quality live video and related data from the point of acquisition to the end viewer. The Company provides RF and 5G wireless communication solutions to customers in the broadcast, surveillance, and defense markets, supporting real-time video intelligence for news, sports, entertainment, and public safety events. Vislink’s professional services team comprises experienced technology specialists with expertise in terrestrial microwave, fiber optic, surveillance, and wireless communication systems, enabling the delivery of integrated and customized solutions.

On February 10, 2025, the Company filed a Form 25 with the Securities and Exchange Commission (“SEC”) to voluntarily delist its common stock from The Nasdaq Capital Market. Effective February 12, 2025, the Company’s common stock commenced trading on the OTCQB® Venture Market, operated by OTC Markets Group Inc. On May 12, 2025, the Company filed a Form 15 with the SEC to terminate the registration of its common stock under Section 12(g) of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), and to suspend its reporting obligations under Sections 13 and 15(d) of the Exchange Act. These actions were undertaken to reduce compliance costs and improve operational efficiency.

Basis of Presentation

The accompanying unaudited condensed consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”), as set forth in Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 270, Interim Reporting. These financial statements include all regular recurring adjustments necessary for a fair presentation of the financial position of Vislink Technologies, Inc. (the “Company”) as of June 30, 2025, and the results of its operations and cash flows for the six months ended June 30, 2025, and 2024.

The condensed consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries. All intercompany balances and transactions have been eliminated during the consolidation process.

These interim financial statements should be read in conjunction with the Company’s audited consolidated financial statements and the related notes for the year ended December 31, 2024. The condensed consolidated balance sheet as of December 31, 2024, has been derived from those audited financial statements. The results of operations for the interim period are not necessarily indicative of the results expected for the full year ending December 31, 2025.

Principles of Consolidation

The accompanying unaudited consolidated financial statements for the six months ended June 30, 2025, have been prepared in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”), as promulgated by the Financial Accounting Standards Board (“FASB”) through its Accounting Standards Codification (“ASC”) and applicable Accounting Standards Updates (“ASUs”).

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries. All intercompany balances and transactions have been eliminated during the consolidation process.

Segment Reporting

The Company operates as a single reportable segment in accordance with the provisions of ASC 280, Segment Reporting. Effective January 1, 2024, the Company adopted Accounting Standards Update No. 2023-07, Improvements to Reportable Segment Disclosures. The adoption did not result in material changes to the Company’s segment disclosures, as prior reporting periods were already presented on a single-segment basis.

The Chief Operating Decision Maker (“CODM”) evaluates the Company’s performance and allocates resources based on consolidated financial information. As of the date of this filing, the CODM function is led by the Chief Executive Officer. Significant operating expenses, including selling, general, and administrative costs, are not allocated to separate business units but are reviewed by the CODM on a consolidated basis.

NOTE 1 — ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of Estimates

The preparation of unaudited condensed consolidated financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, as well as the disclosure of contingent assets and liabilities, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period.

Significant estimates reflected in the Company's unaudited condensed consolidated financial statements include the estimated useful lives of property, plant, and equipment; right-of-use assets; and intangible assets; the assessment of impairment for long-lived assets; the allowance for credit losses on accounts receivable; inventory obsolescence reserves; valuation of deferred tax assets; warranty reserves; contingent consideration liabilities; and accruals for potential liabilities.

Actual results may differ from those estimates, and such differences could be material to the financial statements.

Risks and Uncertainties

The Company is subject to risks and uncertainties arising from global economic conditions, ongoing restructuring activities, and its recent transition to the OTCQB® Venture Market. While these initiatives are intended to enhance long-term performance and operational efficiency, they may introduce near-term risks related to liquidity, customer relationships, and access to capital markets. Management continues to evaluate and respond to these risks through active operational and financial oversight.

Significant Accounting Policies and Recently Issued Accounting Standards

There have been no material changes to the Company's significant accounting policies or their application since the year ended December 31, 2024.

Recently Issued Accounting Standards Not Yet Adopted

The Company has recently evaluated issued accounting pronouncements. Except as described below, the Company does not expect the adoption of any such standards to have a material impact on its consolidated financial statements.

On July 30, 2025, the Financial Accounting Standards Board (FASB) issued ASU 2025-05, *Financial Instruments — Credit Losses (Topic 326): Measurement of Credit Losses for Accounts Receivable and Contract Assets*. This update provides a practical expedient for all entities to assume that economic conditions as of the balance sheet date will remain unchanged over the life of current trade receivables and contract assets arising from revenue transactions under ASC 606. In addition, entities that are not public business entities may elect an accounting policy to consider cash collections after the balance sheet date but before the financial statements are available to be issued when estimating expected credit losses on these assets. The standard is effective for fiscal years beginning after December 15, 2025, and interim periods within those fiscal years. Early adoption is permitted. The Company is currently evaluating the impact of this guidance and whether it will elect the practical expedient and accounting policy upon adoption.

NOTE 2 — LIQUIDITY AND FINANCIAL CONDITION

For the six months ended June 30, 2025, the Company incurred a net loss from operations of approximately $5.5 million and used approximately $0.3 million of cash in operating activities. As of June 30, 2025, the Company had working capital of approximately $9.5 million, accumulated deficits of $334.8 million, and $6.3 million in cash and cash equivalents.

On November 12, 2024, the Company's Board of Directors approved a restructuring plan aimed at enhancing operating efficiency and reducing costs. The plan includes workforce reductions, facility closures, and the consolidation of manufacturing operations. These initiatives are ongoing and aim to reduce ongoing cash outflows, supporting the Company's long-term operating objectives.

The Company's ability to fund its operations will depend on various factors, including macroeconomic conditions, inflationary pressures, foreign exchange volatility, customer demand, and the successful execution of strategic initiatives. Based on its current operating plan and available working capital, management believes the Company has sufficient liquidity to fund its operations for at least 12 months from the date of these financial statements.

NOTE 3 — LOSS PER SHARE

The following table presents potentially dilutive common stock equivalents that were excluded from the computation of diluted net loss per share, as their effect would have been anti-dilutive (in thousands):

	Six Months Ended June 30,	
	2025	2024
Anti-dilutive potential common stock equivalents excluded from the calculation of loss per share:		
Stock options	99	74
Warrants	379	455
	478	529

NOTE 4 — FOREIGN CURRENCY AND OTHER COMPREHENSIVE (GAINS) LOSSES

The Company records foreign currency gains and losses related to transactions and remeasurements, as well as unrealized translation adjustments, which are reflected in accumulated other comprehensive income. The following table summarizes these amounts:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
Net foreign exchange transactions:				
(Gains) Losses	$ 22,000	$ 16,000	$ 29,000	$ 30,000
Accumulated comprehensive income:				
Unrealized (gains) losses on currency translation adjustment	$ (457,000)	$ 156,000	$ (600,000)	$ 366,000

Amounts were converted from British Pounds to U.S. Dollars and Euros to British Pounds using the following exchange rates:

- As of June 30, 2025 – £1.371300 to $1.00; and €1.174200 to $1.00
- The average exchange rate for the six months ended June 30, 2025 – £1.297469 to $1.00; and €1.051827 to $1.00
- As of June 30, 2024 – £1.263870 to $1.00; and €1.070310 to $1.00
- The average exchange rate for the six months ended June 30, 2024 – £1.264895 to $1.00; and €1.081211 to $1.00

NOTE 5 — CASH AND CASH EQUIVALENTS

The Company considers all highly liquid investments with an original maturity of three months or less at the time of purchase to be cash equivalents. A cash equivalent consists of unrestricted funds invested in a money market mutual fund. The money market mutual fund is a government fund that maintains a stable net asset value of $1.00 per share and is classified as a Level 1 input under the fair value hierarchy in accordance with ASC 820. The following table presents the Company's cash and cash equivalents:

	June 30, 2025	December 31, 2024
Cash on hand	$ 3,974,000	$ 3,256,000
Federally insured money market mutual funds	2,294,000	2,245,000
Total cash and cash equivalents	$ 6,268,000	$ 5,501,000

NOTE 6 — INVESTMENTS

The Company's investments in debt securities were previously classified as held-to-maturity based on management's positive intent and ability to hold such securities to maturity, in accordance with ASC Topic 320, Investments—Debt Securities. On February 12, 2025, the Company's remaining investment bond with a face value of $1,000,000 was redeemed at maturity for its full face value. As of June 30, 2025, the Company has no investments in debt securities.

NOTE 7 — INTANGIBLE ASSETS

The Company monitors operating results, events, and circumstances that may indicate potential impairment of intangible assets. Management concluded that no triggering events occurred during the six months ended June 30, 2025.

Summary of Intangible Assets

The following table presents the gross carrying amount, accumulated amortization, and net book value of the Company's finite-lived intangible assets by primary class:

Asset Class	Cost	Accumulated Amortization	Net Book Value
Proprietary Technology	$ 2,132,000	$ (1,934,000)	$ 198,000
Trade Names & Technology	2,251,000	(1,534,000)	717,000
Customer Relationships	5,591,000	(4,212,000)	1,379,000
Totals	$ 9,974,000	$ (7,680,000)	$ 2,294,000

Note: As of June 30, 2025, all capitalized patent and license costs have been fully amortized and are excluded from the table above.

Intangible Asset Narrative

- Proprietary Technology is generally amortized over 3 to 5 years.
- Patents and Licenses were amortized over 18.5 to 20 years. All such costs are now fully amortized.
- Trade Names, Technology, and Customer Relationships are amortized over 3 to 15 years. These assets were primarily acquired through business combinations, including Integrated Microwave Technology ("IMT"), Vislink, Mobile Viewpoint ("MVP"), and BMS.

Schedule of amortization of intangible assets:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
Proprietary Technology	$ 44,000	$ 147,000	$ 88,000	$ 295,000
Trade Names and Technology	35,000	35,000	69,000	69,000
Customer Relationships	64,000	105,000	127,000	210,000
	$ 143,000	$ 287,000	$ 284,000	$ 574,000

Schedule of estimated amortization expenses for intangible assets for the:

Period ending June 30,	
2026	$ 531,000
2027	315,000
2028	288,000
2029	288,000
2030	288,000
Thereafter	584,000
	$ 2,294,000

The weighted average remaining life of the amortization of the Company's intangible assets is approximately 4.9 years as of June 30, 2025.

NOTE 8 — LEASES

The Company leases office spaces, operational sites, storage facilities, and warehouse locations domestically and internationally. As of June 30, 2025, these operating leases have terms ranging from one to three years in duration. Certain lease agreements include provisions for rent increases and concessions, resulting in escalating payments. Lease costs are recognized on a straight-line basis over the minimum lease term. The Company has elected the short-term lease exemption under ASC 842 and therefore does not recognize right-of-use assets or lease liabilities for leases with terms of 12 months or less. Short-term lease costs are expensed on a straight-line basis over the lease term.

No significant adjustments to straight-line rent expense were recognized during the reporting periods. Lease payments primarily represent fixed rental obligations and are included in cash flows from operating activities. Certain leases include renewal options; however, the Company is not obligated to renew. Expenses related to short-term leases, taxes, and variable fees were immaterial.

As of June 30, 2025, the Company reported right-of-use (ROU) assets of approximately $0.2 million, net of $2.2 million in accumulated amortization. Operating lease liabilities totaled approximately $0.5 million, with $0.3 million classified as current and $0.2 million as non-current. The weighted average remaining lease term was 1.5 years, and the weighted average discount rate was 9.4%.

Lease Cost Summary:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
Lease cost:				
Operating lease cost	$ 92,000	$ 173,000	$ 185,000	$ 292,000
Short-term lease cost	28,000	9,000	121,000	83,000
Total lease cost	$ 120,000	$ 182,000	$ 306,000	$ 375,000
Cash paid for lease liabilities:				
Cash flows from operating leases			$ 286,000	$ 358,000
Right-of-use assets obtained in exchange for new operating lease liabilities			$ —	$ 484,000
Weighted-average remaining lease term—operating leases			1.5 years	2.0 years
Weighted-average discount rate—operating leases			9.4%	8.9%

Maturities of Operating Lease Liabilities as of June 30, 2025:

Fiscal Year	Lease Payments
2026	$ 360,000
2027	185,000
2028 and thereafter	—
Total lease payments	545,000
Less: imputed interest	37,000
Present value of lease liabilities	508,000
Less: Current lease liabilities	329,000
Non-current lease liabilities	$ 179,000

Operating Lease Locations and Terms:

Location	Square Footage	Lease-End Date		Approximate Future Payments
Colchester, U.K. – Waterside House	13,223	Dec	2025	$ 108,000
Billerica, MA	2,000	Dec	2026	150,000
Mount Olive, NJ	7,979	May	2027	247,000
Trivex, Singapore	950	Aug	2025	3,000

NOTE 9 — NOTES PAYABLE

The table below represents the Company's notes payable as of June 30, 2025, and December 31, 2024:

	Principal	
	June 30, 2025	December 31, 2024
On May 5, 2025, the Company renewed its Directors and Officers (D&O) insurance policy with a reduced annual premium of approximately $413,000. A down payment of $43,000 was made at inception, and the remaining balance of approximately $370,000 was financed through a premium financing agreement with a third-party lender. The arrangement included a nine-month term with a 6.2% annual interest rate, resulting in monthly payments of approximately $38,000 inclusive of principal and interest. The Company recognized interest expense of $3,600 for the three and nine months ending June 30, 2025, respectively, compared to none for the same periods in 2024.	$ 298,000	$ —
On April 23, 2024, the Company renewed its Directors and Officers (D&O) insurance policy with a reduced annual premium of approximately $788,000. A down payment of $278,000 was made at inception, and the remaining balance of approximately $510,000 was financed through a premium financing agreement with a third-party lender. The arrangement included a nine-month term with a 7.5% annual interest rate, resulting in monthly payments of approximately $58,000 inclusive of principal and interest. The Company recorded interest expense of $350 and $4,000 for the three and six months ended June 30, 2025 and 2024, respectively. The note was fully repaid during the quarter ended March 31, 2025.	—	56,000
	$ 298,000	$ 56,000

NOTE 10 — STOCKHOLDERS' EQUITY

Preferred stock

As of June 30, 2025, the Company was authorized to issue 10,000,000 shares of preferred stock, par value $0.00001 per share. As of June 30, 2025, no shares of preferred stock were issued or outstanding.

Common stock

As of June 30, 2025, the Company was authorized to issue 100,000,000 shares of common stock, par value $0.00001 per share. As of June 30, 2025, 2,467,618 shares were issued, and 2,467,485 shares were outstanding.

Other common stock activity

During the six months ended June 30, 2025, the Company recognized approximately $468,000 in stock-based compensation expense related to outstanding stock options. This expense was included in general and administrative expenses, with a corresponding increase to additional paid-in capital.

Common stock warrants

As of June 30, 2025, warrants to purchase 378,789 shares of common stock were outstanding and exercisable. The weighted average exercise price was $65.00 per share, and the weighted average remaining contractual life was 0.6 years. These warrants had no intrinsic value as of June 30, 2025.

NOTE 11 — STOCK-BASED COMPENSATION

Plan Termination and Cessation of Equity-Based Awards:

On April 1, 2025, the Company filed a Post-Effective Amendment to its registration statement on Form S-8 (S-8 POS) with the Securities and Exchange Commission to deregister any remaining unissued securities previously available under its 2023 Omnibus Equity Incentive Plan (the "2023 Plan") under the Securities Act of 1933, as amended (the "Securities Act"). As a result, any securities issued under the 2023 Plan will not be registered under the Securities Act. Following the delisting of the Company's common stock from Nasdaq, the Company generally no longer requires stockholder approval prior to the issuance of equity awards, under a stockholder approval plan or otherwise.

Ongoing Accounting for Previously Granted Awards:

All equity-based awards granted prior to the plan terminations remain outstanding and continue to be accounted for in accordance with ASC 718, Compensation—Stock Compensation, over their respective remaining vesting periods. The Company did not grant any new equity-based awards during the three months ended June 30, 2025.

Summary of stock-based compensation for all equity award plans

In accordance with ASC 718-10-50-2(f), the Company recognized stock-based compensation expense related to previously granted awards during the three and six months ended June 30, 2025, and 2024, as summarized below. These expenses are included within general and administrative expenses in the unaudited condensed consolidated statements of operations.

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
Equity-based plans:				
Time-vested option inducement awards	$ —	$ 101,000	$ —	$ 113,000
Time-based restricted stock awards	177,100	117,000	468,400	569,000
	$ 177,100	$ 218,000	$ 468,400	$ 682,000

NOTE 12 — COMMITMENTS AND CONTINGENCIES

Pension:

The Company may make a matching contribution to its employees' 401(k) plan. Furthermore, Vislink operates a Group Personal Plan through its UK subsidiary, investing funds with Royal London. Employees of the Company in the United Kingdom are entitled to participate in the Company's employee benefit plan, to which varying amounts are contributed according to their status. Additionally, the Company operates a stakeholder pension plan in the United Kingdom.

The table below represents the Company's matching contributions as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
Company matching contributions - Group Personal Pension Plan	$ 33,000	$ 30,000	$ 68,000	$ 65,000

NOTE 13 — CONCENTRATIONS

Customer concentration risk
During the three months ended June 30, 2025, the Company did not have any individual customer that accounted for more than 10% of its total consolidated sales. However, during the six months ended June 30, 2025, one customer accounted for sales of approximately $541,000, or 12% of consolidated sales. During the three months ended June 30, 2024, two customers accounted for sales of approximately $1,341,000 and $1,062,000, representing 15% and 12% of consolidated sales, respectively. For the six months ended June 30, 2024, no individual customer accounted for more than 10% of the Company's consolidated sales.

As of June 30, 2025, the Company had no customers owing it in excess of its consolidated net receivables. As of June 30, 2024, two customers owed the Company approximately $1,060,000 and $1,058,000, respectively, each representing approximately 11% of its consolidated net receivables.

Vendor concentration risk
During the three months ended June 30, 2025, purchases from two vendors totaled approximately $278,000 (27%) and $166,000 (16%), each exceeding 10% of the Company's consolidated inventory purchases. For the six months ended June 30, 2025, purchases from one vendor totaled approximately $433,000, representing 21% of consolidated inventory purchases. During the three months ended June 30, 2024, purchases from one vendor totaled approximately $984,000, or 25% of consolidated inventory purchases. For the six months ended June 30, 2024, purchases from two vendors totaled approximately $1,792,000 (25%) and $741,000 (10%), respectively, each exceeding the 10% threshold of consolidated inventory purchases.

As of June 30, 2025, three vendors exceeded 10% of the Company's consolidated accounts payable of approximately $735,000 (34%), $267,000 (12%), and $217,000 (10%), respectively. As of June 30, 2024, one vendor exceeded 10% of the Company's consolidated accounts payable to approximately $938,000 (22%).

NOTE 14 – REVENUE

The Company operates as a single operating segment. The Chief Executive Officer serves as the Chief Operating Decision Maker ("CODM") and evaluates financial performance and allocates resources based on consolidated results. For the three and six months ended June 30, 2025, and 2024, information regarding significant expenses and operating results reviewed by the CODM can be found in the Unaudited Condensed Consolidated Statements of Operations and Other Comprehensive Loss. The following tables present disaggregated revenue by primary geographical markets and revenue sources:

	Three months Ended June 30,		Six months Ended June 30,	
	2025	2024	2025	2024
Primary geographical markets:				
North America	$ 2,043,000	$ 4,013,000	$ 3,728,000	$ 7,785,000
South America	276,000	2,000	297,000	18,000
Europe	1,281,000	2,503,000	2,654,000	4,880,000
Asia	868,000	404,000	2,172,000	1,109,000
Rest of World	332,000	1,780,000	556,000	3,508,000
	$ 4,800,000	$ 8,702,000	$ 9,407,000	$ 17,300,000
Primary revenue source:				
Equipment sales	$ 4,060,000	$ 8,097,000	$ 7,988,000	$ 15,460,000
Installation, integration, and repairs	309,000	225,000	675,000	1,109,000
Service level agreements	380,000	318,000	636,000	600,000
Warranties	51,000	62,000	108,000	131,000
	$ 4,800,000	$ 8,702,000	$ 9,407,000	$ 17,300,000

Long-Lived Assets:	As of June 30,	
	2025	2024
United States	$ 2,084,000	$ 3,293,000
Netherlands	1,000	24,000
United Kingdom	2,171,000	3,023,000
	$ 4,256,000	$ 6,340,000

NOTE 15 – OTHER INCOME

During the six months ended June 30, 2025, the Company received approximately $402,000 in cash under the Employee Retention Credit ("ERC"), a refundable payroll tax credit established by the Coronavirus Aid, Relief, and Economic Security Act ("CARES Act") and subsequent legislation. The credit pertains to qualified wages paid in prior periods impacted by the COVID-19 pandemic and was recorded as other income in the accompanying consolidated statement of operations. The Company has submitted additional ERC claims; however, the timing and amount of any further refunds remain uncertain as of the date of these financial statements.

Additionally, the Company has been pursuing tax rebates related to research and development expenditures incurred by its U.K. subsidiary. During the six months ended June 30, 2024, the Company recognized $374,000 in such rebates as other income. No tax rebates have been recognized for the six months ended June 30, 2025.

NOTE 16 — RESTRUCTURING COSTS

During the six months ended June 30, 2025, the Company incurred additional restructuring charges of approximately $173,000, primarily related to severance expenses incurred by Vislink, LLC and Vislink LTD as part of the Company's ongoing operational streamlining initiatives. Of this amount, approximately $149,000 was incurred by Vislink, LLC, $11,000 by Vislink LTD, and $13,000 by Poway, LLC. These charges were expensed during the period and pursuant to existing termination agreements. Accordingly, they were not included in the accrued restructuring liability.

In addition, cash payments totaling $97,000 were applied against the accrued restructuring liability as of December 31, 2024. The following table summarizes the activity in the accrued restructuring liability for the six months ended June 30, 2025:

Balance, January 1, 2025	$	421,000
Restructuring costs accrued		—
Cash payments		(97,000)
Balance, June 30, 2025	$	324,000

The change in the accrued restructuring liability, from $305,000 as of March 31, 2025, to $324,000 as of June 30, 2025, reflects the impact of foreign currency exchange rate fluctuations associated with Vislink, LTD, a foreign subsidiary. No additional restructuring charges were accrued during the period.

NOTE 17 — RECLASSIFICATION OF PRIOR PERIOD AMOUNTS

Specific amounts in the prior year's condensed consolidated statement of operations for the three months ended June 30, 2024, have been reclassified to conform to the presentation used for the year ended December 31, 2024, and the current interim period. Specifically, inventory valuation adjustments, which were previously presented as a separate line item within operating expenses, are now included within the subtotal "Cost of Revenue." These reclassifications did not impact previously reported total operating expenses, loss from operations, net loss, or loss per share.

NOTE 18 — SUBSEQUENT EVENTS

Under ASC 855-10, the Company has analyzed its operations subsequent to June 30, 2025. It has been determined that it does not have any other material subsequent events to disclose in these unaudited condensed consolidated financial statements.

Item 4. Management's Discussion and Analysis or Plan of Operation

Overview

Vislink Technologies, Inc., is a global technology business that collects, delivers, and manages high-quality, live video and associated data from the action scene to the viewing screen. We provide RF and 5G solutions for collecting live news, sports, and entertainment events for the broadcast, surveillance, and defense markets, utilizing real-time video intelligence through a range of transmission products. Our team also provides professional and technical services, utilizing a staff of technology experts with decades of applied knowledge and real-world experience in terrestrial microwave, fiber optic, surveillance, and wireless communications systems. This expertise enables us to deliver a broad spectrum of customer solutions.

On February 10, 2025, the Company filed a Form 25 with the SEC to voluntarily delist our common stock from the Nasdaq Capital Market. Effective February 12, 2025, the Company's common stock began trading on the OTCQB of OTC Markets. On May 12, 2025, the Company filed a Form 15 with the SEC to terminate the Company's common stock registration under Section 12(g) of the Exchange Act and suspend the duty to file reports under Section 13 and 15(d) of the Exchange Act. The decisions to transition trading from Nasdaq to OTC Markets and remove common stock registration from the Exchange Act were made to reduce costs and improve operational efficiencies.

On February 12, 2025, Hale Capital Partners, LP ("Hale Capital") filed a Schedule 13D with the SEC, reporting its acquisition of approximately 12% of the Company's outstanding common stock. Between that date, as of June 30, 2025, Hale Capital filed amendments to the Schedule 13D and various reports on Form 4 under Section 16 of the Exchange Act, disclosing increases in Hale Capital's holdings of the Company's common stock. As of June 20, 2025, Hale Capital has publicly disclosed beneficial ownership of 416,503 shares, representing approximately 16.88% of the Company's outstanding common stock, according to the most recent Schedule 13D/A and Form 4 filings.

On June 12, 2025, the Company entered into a Cooperation Agreement with Hale Capital, which provided for, among other things, the nomination of William J. Bender USAF, Lt Gen (Ret) for election to the Company's Board of Directors (the "Board"). Lt Gen Bender was included in the Company's slate of director nominees for the 2025 Annual Meeting held July 8, 2025 (the "2025 Annual Meeting"). The agreement also granted Hale Capital the right to appoint a non-voting board observer, currently filled by Martin M. Hale, Jr. For more information, see *Item 7. Other Information* of this report.

At the 2025 Annual Meeting, the stockholders of the Company approved the election of four directors, as outlined in the Company's Proxy Statement filed with the OTC and distributed to stockholders on May 29, 2025.

Liquidity and Financial Position

As of June 30, 2025, Vislink had approximately $6.3 million in cash and a working capital balance of $9.5 million. Net cash used in operating activities during the quarter was $0.3 million, and the Company reported a net loss from operations of approximately $5.5 million.

Comparison to Prior Year Period

For the six months ended June 30, 2025, Vislink reported an operating loss of $5.5 million, compared to $4.2 million in the same period of 2024. The $1.3 million increase was primarily driven by a decline in revenue and gross margin, which resulted from product mix changes and lower factory throughput as restructuring efforts continued.

Despite the revenue decline, operating expenses were reduced by $2.4 million year-over-year, reflecting the impact of cost-saving actions including facility consolidation, workforce realignment, and tighter spending controls. The Company also increased R&D investment in line with strategic priorities to strengthen its product portfolio.

Item 4. Management's Discussion and Analysis or Plan of Operation (continued)

Restructuring and Strategic Shift

In November 2024, the Board approved a restructuring plan designed to align Vislink's cost structure with current revenue levels and long-term strategic goals. As part of this plan, the Company closed its Poway, California, facility and transitioned U.K.-based manufacturing operations to its Mount Olive, New Jersey, site. These actions are expected to reduce duplicative fixed costs, streamline manufacturing, and simplify Vislink's operational footprint.

During the six months ended June 30, 2025, the Company incurred additional restructuring charges of approximately $13,000, which were paid in cash and not previously accrued. Vislink also made cash payments of $116,000 against the restructuring liability accrued as of December 31, 2024.

As of June 30, 2025, the Company's accrued restructuring liability totaled $324,000, compared to $305,000 on March 31, 2025. The increase reflects the impact of foreign currency exchange rate fluctuations on liabilities denominated in British pounds.

Forward Outlook

Management remains focused on preserving liquidity while advancing high-potential product lines and selectively exploring strategic partnerships. The Company continues to assess its overall cost structure, including its reliance on third-party service providers, to align its operations with a leaner and more focused business model.

The transition to the OTCQB Venture Market is expected to reduce ongoing public company compliance costs and enhance operational flexibility. This shift will enable Vislink to allocate more resources toward execution in its core product areas, strengthen customer relationships, and support targeted innovation and investment where it generates the most value.

Going Concern and Strategic Risk Oversight

Management has evaluated the Company's ability to continue as a going concern and concluded that, based on current liquidity levels and operating plans, Vislink expects to fund its operations for at least 12 months from the date of this disclosure.

While this assessment supports the Company's near-term viability, management continues to monitor macroeconomic headwinds, inflationary pressures, and variability in customer procurement activity. These external risks are evaluated regularly through strategic reviews and scenario planning as the Company navigates the remainder of 2025.

Item 5. Legal Proceedings

From time to time, the Company may become subject to other legal proceedings, claims, and litigation arising in the ordinary course of business. Such proceedings can be expensive, lengthy, and disruptive to normal business operations. Moreover, the results of complex legal proceedings are difficult to predict, and our view of these matters may change in the future as the litigation and events related thereto unfold. An unfavorable outcome in any legal matter, if material, could have a material adverse effect on our operations, financial position, liquidity, and results of operations. As of the date of this report, the Company is not party to any material legal proceedings, nor is management aware of any threatened litigation or regulatory investigations likely to result in a material adverse impact.

Item 6. Defaults Upon Senior Securities.

None.

Item 7. Other Information.

Entry into a Material Definitive Agreement

On June 12, 2025, the Company entered into a Cooperation Agreement (the "Cooperation Agreement") with Hale Capital Partners and certain of its affiliates (collectively, the "Investor Group"). Pursuant to the Cooperation Agreement, among other terms, (i) the Company agreed to nominate William J. Bender, USAF, Lt Gen (Ret) to stand for election to the Board at the 2025 Annual Meeting, (ii) the Company agreed to appoint Martin Hale, of the Investor Group as a Board observer, (iii) the Company agreed that the number of authorized directors on the Board will not exceed six (6) directors without the written consent of the Investor Group, and (iv) the Company agreed that so long as the Investor Group holds 15% or more of the issued and outstanding shares of the Company's common stock, the Investor Group shall have the right to appoint one (1) director to the Board, which shall initially be Lt Gen Bender. Lt Gen Bender was appointed to the Board in June 2025.

The Investor Group has also agreed to specific standstill provisions concerning its actions about the Company until the earliest date pursuant to which stockholder nominations for director elections are permitted to be delivered to the amended and restated bylaws of the Company (the "Bylaws") with respect of the Company's 2026 annual meeting of shareholders, subject to specific acceleration provisions (the "Standstill Period"). During the Standstill Period, the Investor Group and its affiliates and associates may not have beneficial ownership of more than 25% of the Company's common stock then outstanding. The standstill provisions also include, among other things, restrictions with respect to nominating or recommending for nomination any persons for election to the Board, making any shareholder proposal to the Company or the Board or any committee thereof, soliciting any proxy or consents to vote securities of the Company in opposition to any recommendation or proposal of the Board and conducting any other referendum (including any "withhold" or similar campaign), except as expressly permitted by the Cooperation Agreement.

The Cooperation Agreement also contains customary nondisclosure, non-disparagement, and other undertakings by the Investor Group. In connection with the Cooperation Agreement, the Company also entered into a board observer agreement with Mr. Hale on June 12, 2025, which memorializes Mr. Hale's status as a Board observer pursuant to the Company's obligations under the Cooperation Agreement (the "Observer Agreement"). The Observer Agreement includes customary representations and warranties by each party.

Departure of Directors or Principal Officers; Election of Directors; Appointment of Principal Officers

As of June 20, 2025, Michael C. Bond, the Company's Chief Financial Officer, departed the Company. No successor has been appointed as of the date of this filing. The Company will provide further updates regarding the appointment of a new Chief Financial Officer, as appropriate.

On July 8, 2025, the Company held its 2025 Annual Meeting of Stockholders (the "2025 Annual Meeting"). Susan G. Swenson, Chair of the Board, and Brian K. Krolicki, member of the Board, did not stand for reelection and ceased serving as directors upon the conclusion of the meeting. At the 2025 Annual Meeting, stockholders elected Carleton M. Miller, Jude T. Panetta, Ralph E. Faison, and Lt. Gen. William J. Bender (USAF, Ret.) to the Board, each to serve a term expiring at the 2026 Annual Meeting of Stockholders. Following the meeting, the size of the Board was reduced from six to four directors.

Item 8. Exhibits.

None.

Item 9. Certification of Chief Executive Officer

Certification of Chief Executive Officer

I, Carleton M. Miller, certify that:

1. I have reviewed this quarterly disclosure statement of Vislink Technologies, Inc.

2. Based on my knowledge, this disclosure statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading, concerning the period covered by this disclosure statement.

3. Based on my knowledge, the financial statements and other financial information included or incorporated by reference in this disclosure statement fairly present in all material respects the financial condition, results of operations, and cash flows of the issuer as of, and for, the periods presented in this disclosure statement.

Date: August 14, 2025

/s/ Carleton M. Miller
Carleton M. "Mickey" Miller
Chief Executive Officer