



Interim Condensed Consolidated Financial Statements

Intouch Insight Ltd.

for the three and nine months ended September 30, 2025, and 2024

(Unaudited, expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim condensed consolidated financial statements of Intouch Insight Ltd. have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

Cameron Watt
President and Chief Executive Officer

Cathy Smith
Chief Financial Officer

Intouch Insight Ltd.

Interim Condensed Consolidated Financial Statements (unaudited)

As of September 30, 2025

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INTOUCH INSIGHT LTD.

Interim Condensed Consolidated Statements of Income (Loss) and Comprehensive Income (Loss)

Three and nine months ended September 30, 2025 and 2024

(Unaudited- in Canadian Dollars)

	Note	Three months ended		Nine months ended	
		2025	2024	2025	2024
Revenue	3	\$6,626,856	\$ 6,656,664	\$19,450,058	\$ 21,856,038
Cost of services		3,420,458	3,445,180	9,775,053	12,512,086
Gross margin		3,206,398	3,211,484	9,675,005	9,343,952
Operating expenses					
Selling	4	637,330	542,305	1,870,167	1,735,466
General and administrative	5	1,942,656	1,809,524	5,734,647	5,465,294
Product development	6	563,940	492,892	1,464,004	1,543,904
Impairment of intangible assets and goodwill	10	-	-	1,193,484	-
Total operating expenses		3,143,926	2,844,721	10,262,302	8,744,664
Income (loss) from operating activities		62,472	366,763	(587,297)	599,288
Non-operating expenses					
Finance costs		93,261	91,667	272,040	311,548
Loss (gain) in fair value of contingent consideration payable	12	-	(178,964)	(14,259)	(1,069,353)
Net earnings (loss) before income taxes		(30,789)	454,060	(845,078)	1,357,093
Income taxes	18				
Deferred tax expense		-	-	-	-
Current income tax expense (recovery)		-	-	85,132	6,799
NET INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS)		\$ (30,789)	\$ 454,060	\$ (930,210)	\$ 1,350,294
Earnings (loss) per share	7				
Basic		\$ (0.00)	\$ 0.02	\$ (0.04)	\$ 0.05
Diluted		\$ (0.00)	\$ 0.02	\$ (0.04)	\$ 0.05
Weighted average number of shares - basic		25,611,176	25,522,600	25,627,867	25,521,580
Weighted average number of shares - diluted		25,611,176	25,679,723	25,627,867	25,643,679

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

INTOUCH INSIGHT LTD.

Interim Condensed Consolidated Statements of Financial Position

As of September 30, 2025 and December 31, 2024

(Unaudited- in Canadian Dollars)

	Notes	September 30, 2025	December 31, 2024 (audited)
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents		\$ 1,404,154	\$ 1,245,793
Trade and other receivables	8	4,898,266	3,763,140
Contract assets	8	144,073	334,333
Prepaid expenses		228,229	304,806
Total Current Assets		6,674,722	5,648,072
<i>Non-Current Assets</i>			
Property and equipment	9	574,304	365,081
Intangible assets	10	3,634,832	4,199,838
Goodwill	10	1,185,351	1,761,186
Total Non-Current Assets		5,394,487	6,326,105
TOTAL ASSETS		\$ 12,069,209	\$ 11,974,177
LIABILITIES			
<i>Current Liabilities</i>			
Bank borrowings	14	\$ 1,320,000	\$ -
Trade and other liabilities		1,191,510	1,259,446
Contract liabilities		183,755	163,893
Current portion of contingent consideration payable	12	-	-
Current portion of long-term debt	15	622,352	606,204
Current portion of lease liabilities	13	170,574	170,574
Total Current Liabilities		3,488,191	2,200,117
<i>Non-Current Liabilities</i>			
Long-term debt	15	997,882	1,591,714
Contingent consideration payable	12	41,835	15,001
Deferred tax liabilities		80,377	80,377
Lease liabilities	13	397,087	176,001
Total Non-Current Liabilities		1,517,181	1,863,093
TOTAL LIABILITIES		5,005,372	4,063,210
SHAREHOLDERS' EQUITY			
Share capital	16	7,278,916	7,272,952
Contributed surplus		2,107,058	2,029,942
Deficit		(2,322,137)	(1,391,927)
TOTAL SHAREHOLDERS' EQUITY		7,063,837	7,910,967
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 12,069,209	\$ 11,974,177

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ON BEHALF OF THE BOARD

"Eric Beutel"	Director
Eric Beutel	
"W. David Oliver"	Director
W. David Oliver	

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

INTOUCH INSIGHT LTD.

Interim Condensed Consolidated Statements of Changes in Equity

Three and nine months ended September 30, 2025 and 2024

(Unaudited- in Canadian Dollars)

	Note	Number of Common Shares	Share Capital	Contributed Surplus	Retained Earnings (Deficit)	Total Equity
Balance as at January 1, 2024		25,515,594	\$ 7,227,691	\$ 1,864,083	\$ (2,794,719)	\$ 6,297,055
Issuance of share capital related to the exercise of share options	17	7,006	6,939	(6,939)	-	-
Share-based compensation		-	-	134,488	-	134,488
Net income and comprehensive income		-	-	-	1,350,294	1,350,294
Balance as at September 30, 2024		25,522,600	\$ 7,234,630	\$ 1,991,632	\$ (1,444,425)	\$ 7,781,837
Balance as at January 1, 2025		25,603,825	\$ 7,272,952	\$ 2,029,942	\$ (1,391,927)	\$ 7,910,967
Issuance of share capital related to the exercise of share options	16	105,693	59,403	(38,403)	-	21,000
Share-based compensation		-	-	115,519	-	115,519
Repurchase and cancellation of shares per Normal Course Issuer Bid	16	(126,500)	(53,439)	-	-	(53,439)
Net income and comprehensive income		-	-	-	(930,210)	(930,210)
Balance as at September 30, 2025		25,583,018	\$ 7,278,916	\$ 2,107,058	\$ (2,322,137)	\$ 7,063,837

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

INTOUCH INSIGHT LTD.

Interim Condensed Consolidated Statements of Cash Flows

Three and nine months ended September 30, 2025 and 2024

(Unaudited - in Canadian Dollars)

	Note	Three months		Nine months	
		2025	2024	2025	2024
Cash flows from operating activities					
Net income (loss)		\$ (30,789)	\$ 454,060	\$ (930,210)	\$ 1,350,294
Adjustments for non-cash items:					
Amortization of property and equipment	9	40,517	44,429	129,522	143,361
Amortization of intangible assets	10	106,774	113,036	329,432	339,108
Allowance for doubtful accounts		12,329	-	52,116	(2,122)
Finance costs		93,259	91,667	272,040	311,548
Impairment of intangible assets	10	-	-	273,574	-
Impairment of goodwill	10	-	-	919,910	-
Loss (gain) on contingent consideration	12	-	(178,964)	(14,259)	(1,069,353)
Share-based compensation	16,17	42,339	51,660	115,519	134,488
Loss (gain) on disposal of property and equipment		-	-	(13,588)	(16,129)
Net change in non-cash operating working capital	19	(235,043)	(191,057)	(968,480)	(4,137)
Net cash flows from (used in) operating activities		29,386	384,831	165,576	1,187,058
Cash flows from financing activities					
Net proceeds (repayments) from bank borrowings		\$ 830,000	\$ 160,000	1,320,000	(150,000)
Issuance of share capital net of cash issue costs	16	5,750	-	21,000	-
Repurchase of share capital	16	(27,087)	-	(53,439)	-
Repayment of short-term debt		-	-	-	(181,777)
Repayment of long-term debt	15	(152,189)	(147,139)	(577,684)	(329,721)
Repayment of lease liabilities	13	(31,864)	(34,237)	(98,895)	(110,108)
Repayment of contingent consideration payable		-	(76,893)	-	(138,704)
Foreign exchange loss (gain) on financing activities		836	(7,143)	94	42,370
Finance costs paid		(93,259)	(91,667)	(272,040)	(311,548)
Net cash flows from (used in) financing activities		532,187	(197,079)	339,036	(1,179,488)
Cash flows from investing activities					
Purchase of assets of ClearPoint	13	\$ (341,075)	-	(341,075)	-
Purchase of property and equipment	10	(5,176)	(3,367)	(5,176)	(6,862)
Net cash flows used in investing activities		(346,251)	(3,367)	(346,251)	(6,862)
NET INCREASE (DECREASE) IN CASH		215,322	184,385	158,361	708
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD		1,188,832	714,458	1,245,793	898,135
CASH AND CASH EQUIVALENTS, END OF PERIOD		\$ 1,404,154	\$ 898,843	\$ 1,404,154	\$ 898,843
Additional Information					
Interest paid		59,247	63,506	159,799	214,955
Income tax paid (recovered) included in operating activities		-	-	-	-

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

INTOUCH INSIGHT LTD.
Notes to the Interim Condensed Consolidated Financial Statements
Three and nine months ended September 30, 2025 and 2024
(Unaudited - in Canadian Dollars)

1. CORPORATE INFORMATION

Intouch Insight Ltd. ("Intouch" or the "Company") is a publicly listed company and is incorporated under the Canada Business Corporations Act. The Company's shares are listed on the TSX Venture Exchange ("TSX-V") under the symbol INX and on the OTC Markets Group ("OTCQX") under the symbol INXS. The address of Intouch's registered office and its principal place of business is 400 March Road, Ottawa, Ontario, Canada K2K 3H4.

Founded in 1992, Intouch and its subsidiaries offer a portfolio of customer experience management (CEM) products and solutions. These include customer surveys, mystery shopping, mobile forms, operational and compliance audits, and event marketing automation solutions.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation and statement of compliance with IFRS

The interim condensed consolidated financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting*. They do not include all of the information required in annual consolidated financial statements in accordance with International Financial Reporting Standards ("IFRS") and International Accounting Standards as issued by the International Accounting Standards Board (IASB) and Interpretations (collectively IFRS Accounting Standards) and should be read in conjunction with the consolidated financial statements of the Company for the year ended December 31, 2024.

The preparation of the interim condensed consolidated financial statements in accordance with IAS 34 requires the use of certain critical accounting estimates. It also requires Management to exercise judgment in the process of applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the interim condensed consolidated financial statements are the same as those applied in the Company's most recent annual consolidated financial statements. The only exception is the estimate used for the income tax provision. This provision is determined using the estimated average annual effective income tax rate applied to the pre-tax income of the interim period.

(b) Significant accounting policies

The Company's significant accounting policies are consistent with those disclosed in Note 2 of the Company's last annual audited consolidated financial statements for the year ended December 31, 2024.

(c) Critical accounting estimates and judgments

The Company's interim consolidated financial statements are prepared in accordance with IFRS recognition and measurement principles that often require Management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts presented and disclosed in the measurement of assets, liabilities, income and expenses. Management reviews these estimates and assumptions on an ongoing basis based on historical experience, changes in business conditions and other relevant factors as it believes to be reasonable under the circumstances. Changes in facts and circumstances may result in revised estimates, and actual results could differ from those estimates. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

The estimates, judgments and assumptions applied in the interim consolidated financial statements, including the key sources of estimation uncertainty were the same as those applied in the Company's last annual audited consolidated financial statements for the year ended December 31, 2024. The only exception is the estimate used for the income tax provision. This provision is determined using the estimated average annual effective income tax rate applied to the pre-tax income of the interim period.

INTOUCH INSIGHT LTD.
Notes to the Interim Condensed Consolidated Financial Statements
Three and nine months ended September 30, 2025 and 2024
(Unaudited - in Canadian Dollars)

3. REVENUE

Geographical

The Company reports its revenue by the geographical location of its customers. No significant property and equipment are maintained outside of Canada.

	Three months		Nine months	
	Sept 30, 2025	Sept. 30, 2024	Sept 30, 2025	Sept. 30, 2024
Canada	\$ 1,343,937	\$ 1,267,945	\$ 3,926,661	\$ 3,742,217
US	5,273,492	5,365,355	15,479,908	18,041,852
Other	9,427	23,364	43,489	71,969
Total revenue	\$ 6,626,856	\$ 6,656,664	\$ 19,450,058	\$ 21,856,038

Major customers

Revenues from specific clients, each with 10% or more of total Company revenues, are summarized as follows:

	Three months		Nine months	
	Sept 30, 2025	Sept 30, 2024	Sept 30, 2025	Sept 30, 2024
Customer 1	\$ 958,904	\$ 851,731	\$ 2,824,658	\$ 2,508,891
Customer 2	783,164	583,124	1,732,382	1,659,954

Major trade accounts receivable

Accounts receivable from specific clients, each with 10% or more of total Company receivables, are summarized as follows:

	Sept 30, 2025	Sept 30, 2024
Customer 1	\$ 919,886	\$ 652,336
Customer 2	825,869	462,189

The customers presented may not be the same as in the previous table.

4. SELLING EXPENSES

Selling expenses for the Company are broken down as follows:

	Three months		Six months	
	Sept 30, 2025	Sept. 30, 2024	Sept 30, 2025	Sept. 30, 2024
Marketing expenses	\$ 230,034	\$ 174,890	\$ 737,285	\$ 568,487
Travel expenses	62,107	62,120	179,193	248,065
Salaries and benefits	315,865	305,295	882,657	918,914
Consultant fees	29,324	-	71,032	-
Selling expenses	\$ 637,330	\$ 542,305	\$ 1,870,167	\$ 1,735,466

INTOUCH INSIGHT LTD.
Notes to the Interim Condensed Consolidated Financial Statements
Three and nine months ended September 30, 2025 and 2024
(Unaudited - in Canadian Dollars)

5. GENERAL AND ADMINISTRATIVE EXPENSES

General and administrative expenses for the Company are broken down as follows:

	Three months		Nine months	
	Sept 30, 2025	Sept. 30, 2024	Sept 30, 2025	Sept. 30, 2024
Corporate administration	\$ 487,804	\$ 302,699	\$ 1,168,946	\$ 965,082
Consultant fees	40,741	-	50,241	2,506
Professional fees	103,608	82,289	299,251	202,761
Public company fees	58,671	63,354	180,469	217,122
Salaries and benefits ⁽¹⁾	1,141,962	1,128,301	3,308,566	3,555,909
Loss (gain) on disposal of property and equipment	-	-	(13,589)	(16,129)
Loss (gain) on foreign exchange	(49,599)	75,416	229,422	57,696
Bad debt expense (recovery)	12,329	-	52,116	(2,122)
Amortization expense	147,140	157,465	459,225	482,469
General and administrative expenses	\$ 1,942,656	1,809,524	\$ 5,734,647	5,465,294

⁽¹⁾ Share-based compensation (a non-cash item) of \$42,339 (Q3 2024- \$51,660) has been included in Salaries and benefits. YTD 2025, \$115,519 (YTD 2024- \$134,488) was included.

6. PRODUCT DEVELOPMENT EXPENSES

Product development expenses for the Company are broken down as follows:

	Three months		Six months	
	Sept 30, 2025	Sept 30, 2024	Sept 30, 2025	Sept 30, 2024
Salaries and benefits	\$ 537,315	\$ 492,892	\$ 1,603,548	\$ 1,543,904
Investment tax credits and other government contributions towards development	-	-	(176,669)	-
Consultant fees	26,625	-	37,125	-
Total product development expenses	\$ 563,940	\$ 492,892	\$ 1,464,004	\$ 1,543,904

7. EARNINGS (LOSS) PER SHARE

The calculation of basic and diluted earnings (loss) per share for the relevant periods is based on the following information:

	Three months		Nine months	
	Sept 30, 2025	Sept 30, 2024	Sept 30, 2025	Sept 30, 2024
Weighted average number of common shares - basic	25,611,176	25,522,600	25,627,867	25,521,580
Additions to reflect the dilutive effect of employee stock options	-	157,123	-	122,100
Weighted average number of common shares - diluted	25,611,176	25,679,723	25,627,867	25,643,679

INTOUCH INSIGHT LTD.
Notes to the Interim Condensed Consolidated Financial Statements
Three and nine months ended September 30, 2025 and 2024
(Unaudited - in Canadian Dollars)

8. TRADE, OTHER RECEIVABLES AND CONTRACT ASSETS

Trade and other receivables consist primarily of trade receivables from billings of recurring revenue including system use and license fees, consulting, custom development and reports as well as other receivables. Contract assets consist of services in process and not yet billed.

	As of Sept 30, 2025	As of December 31, 2024
Trade accounts receivable, gross	\$ 4,899,448	\$ 3,752,251
Provision for expected credit losses	(9,723)	-
Trade accounts receivable, net	4,889,725	3,752,251
Sales taxes recoverable	8,541	10,889
Other receivables	-	-
Contract assets	144,073	334,333
Trade, other receivables and contract assets	\$ 5,042,339	\$ 4,097,472

Trade receivables past due but not impaired can be shown as follows:

	As of Sept 30, 2025	As of December 31, 2024
1 - 60 days past due	\$ 587,783	\$ 1,438,910
Greater than 60 days past due	431,326	366,881
	\$ 1,019,109	\$ 1,805,791

Management considers that the above-stated financial assets, including those 1-60 days and greater than 60 days, are of good credit quality.

INTOUCH INSIGHT LTD.
Notes to the Interim Condensed Consolidated Financial Statements
Three and nine months ended September 30, 2025 and 2024
(Unaudited - in Canadian Dollars)

9. PROPERTY AND EQUIPMENT

The following tables summarize the changes in the carrying amount of property and equipment:

	Computer Equipment	Survey Tablets	Furniture and Equipment	Leasehold Improvements	Right of Use Assets	Total
Cost:						
At December 31, 2023	\$ 347,977	\$ 1,528,148	\$ 228,825	\$ 197,180	\$ 1,555,977	\$ 3,858,107
Additions	1,449	5,413	-	-	247,213	254,075
Disposals ¹	-	-	(39,439)	-	(986,384)	(1,025,823)
At December 31, 2024	349,426	1,533,561	189,386	197,180	816,806	3,086,359
Additions	5,176	-	-	-	413,500	418,676
Removal	(329,404)	-	-	-	-	(329,404)
Disposals ²	-	-	-	-	(569,592)	(569,592)
At Sept 30, 2025	\$ 25,198	\$ 1,533,561	\$ 189,386	\$ 197,180	\$ 660,714	\$ 2,606,039
Accumulated Amortization:						
At December 31, 2023	\$ 330,437	\$ 1,522,980	\$ 193,051	\$ 180,785	\$ 910,139	\$ 3,137,392
Amortization	6,672	2,964	19,265	7,287	151,169	187,357
Disposals ¹	-	-	(32,445)	-	(571,026)	(603,471)
At December 31, 2024	337,109	1,525,944	179,871	188,072	490,282	2,721,278
Amortization	5,430	1,426	9,515	5,466	107,685	129,522
Removal	(329,404)	-	-	-	-	(329,404)
Disposals ²	-	-	-	-	(489,661)	(489,661)
At Sept 30, 2025	\$ 13,135	\$ 1,527,370	\$ 189,386	\$ 193,538	\$ 108,306	\$ 2,031,735
Carrying amounts:						
At December 31, 2024	\$ 12,317	\$ 7,617	\$ 9,515	\$ 9,108	\$ 326,524	\$ 365,081
At Sept 30, 2025	\$ 12,063	\$ 6,191	\$ -	\$ 3,642	\$ 552,408	\$ 574,304

¹ Part of the termination of the Laval lease (Note 13).

² Part of the termination and renewal of the Kanata lease (Note 13).

As part of the disposal of the Laval lease in Q1 2024 (Note 13), furniture and equipment with a cost of \$39,439 and accumulated amortization of \$32,445 was disposed for \$nil proceeds. The right-of-use asset with a cost of \$679,784 and accumulated amortization of \$512,877 was disposed for \$nil proceeds.

On April 1, 2025, the Kanata lease was terminated, and a new lease commenced on the same day. The right-of-use asset with a cost of \$569,592 and accumulated amortization of \$489,661 was disposed for \$nil proceeds.

For Q3 2025, amortization of \$476 (Q3 2024 - \$363) is included in cost of services while an amount of \$40,041 (Q3 2024 - \$44,066) is included in general and administrative expenses.

For YTD 2025, amortization of \$1,426 (YTD 2024 - \$2,489) is included in cost of services while an amount of \$128,096 (YTD 2024 - \$140,872) is included in general and administrative expenses.

INTOUCH INSIGHT LTD.
Notes to the Interim Condensed Consolidated Financial Statements
Three and nine months ended September 30, 2025 and 2024
(Unaudited - in Canadian Dollars)

10. INTANGIBLE ASSETS AND GOODWILL

Cost:	Acquired			Acquired customer		Total	
	Trademarks		relationships		Software	intangible	Goodwill
At December 31, 2023	\$ 416,646	\$	7,367,264	\$	706,216	\$ 8,490,126	\$ 2,622,770
Additions	-		-		-	-	-
At December 31, 2024	\$ 416,646	\$	7,367,264	\$	706,216	\$ 8,490,126	\$ 2,622,770
Additions	\$ -		38,000		-	38,000	344,075
At Sept 30, 2025	\$ 416,646	\$	7,405,264	\$	706,216	\$ 8,528,126	\$ 2,966,845
Accumulated Amortization:							
At December 31, 2023	\$ 192,136	\$	2,939,792	\$	706,216	3,838,144	\$ 400,411
Amortization	31,993		420,151		-	452,144	-
Impairment	-		-		-	-	461,173
At December 31, 2024	\$ 224,129	\$	3,359,943	\$	706,216	\$ 4,290,288	\$ 861,584
Amortization	18,781		310,651		-	329,432	-
Impairment	-		273,574		-	273,574	919,910
At Sept 30, 2025	\$ 242,910	\$	3,944,168	\$	706,216	\$ 4,893,294	\$ 1,781,494
Carrying Amounts:							
At December 31, 2024	\$ 192,517	\$	4,007,321	\$	-	\$ 4,199,838	\$ 1,761,186
At Sept 30, 2025	\$ 173,736	\$	3,461,096	\$	-	\$ 3,634,832	\$ 1,185,351

Amortization expense is recorded in general and administrative expenses (Note 5). The remaining amortization period of the customer relationships ends between December 31, 2026 and September 30, 2036.

Impairment

The Company performed an impairment test for all acquired companies (the separate cash-generating units "CGUs" are: RetailTrack, PerformaLogics/MobilForce, SeeLevel, Alta/Ardent/BEB, and ClearPoint).

The total carrying amount of goodwill and intangibles for these CGUs is as follows:

CGU:	Intangibles	Goodwill	Total
RetailTrack	\$ 535	\$ -	\$ 535
PerformaLogics and MobilForce	40,089	-	40,089
SeeLevel	1,860,160	841,276	2,701,436
Alta/Ardent/BEB	1,697,948	-	1,697,948
ClearPoint	36,100	344,075	380,175
Carrying Value - Sept 30, 2025	\$ 3,634,832	\$ 1,185,351	\$ 4,820,183

The recoverable amount of each CGU was determined based on value-in-use calculations being higher than fair value less costs of disposal, covering a detailed four to five-year forecasts based on the past financial results and the Company's assessment of the future performance of each CGU. The following are the key assumptions (based on historical experience) on which the Company has based its cash flow projections:

- Perpetual growth rate of 2%
- After-tax discount rates applied to the CGUs are as follows:
 - Alta/Ardent/BEB: 19.65%
 - SeeLevel: 25.82%

INTOUCH INSIGHT LTD.
Notes to the Interim Condensed Consolidated Financial Statements
Three and nine months ended September 30, 2025 and 2024
(Unaudited - in Canadian Dollars)

- PermaLogics/MobilForce: 33.17%
- ClearPoint: 30.55%

The Company recorded impairment for the nine months ended September 30, 2025 of \$1,193,484 (YTD 2024- nil).

Events and Circumstances Leading to Impairment

The following events and circumstances led to the recognition of impairment losses in the current year:

- Alta/Ardent/BEB: Loss of a specific client program.

11. ACQUISITION OF ASSETS OF CLEARPOINT SOLUTIONS US, LLC

On July 3, 2025, the Company closed the acquisition (the Acquisition) of the assets of ClearPoint Solutions US, LLC (ClearPoint). ClearPoint is a merchandising company specializing in in-store services such as merchandising and re-branding since 2022. The definitive agreement was signed on June 16, 2025.

The purchase price for the Acquisition is approximately US\$250,000 in cash of which, US\$250,000 is payable at closing along with a profit-sharing agreement payable over the next four years based on the gross profits of the merchandising business. The Company is financing the Acquisition from its existing cash. No finder's fees are payable by the Company.

This acquisition is in line with the Company's strategic goal of renewing its presence in the merchandising market, creating a new avenue for growth in services revenues.

The purchase consideration comprised the following:

Cash	\$ 341,075
Contingent consideration	41,000
Total purchase consideration	\$ 382,075

The Company allocated the purchase consideration as follows:

Customer Relationships	\$ 38,000
Goodwill	\$ 344,075
Total purchase price	\$ 382,075

Goodwill includes an estimate related to the assembled workforce.

The contingent consideration represents the discounted value of the earn-out.

For the post-acquisition period in 2025, ClearPoint contributed revenue of \$120,296 and \$157,676 in net losses to the Company's consolidated results. Had the acquisition occurred on January 1, 2025, management estimates that the Company's proforma consolidated revenue would have increased by \$562,425 and the net losses would have increased by \$316,328 for the nine months ended September 30, 2025.

12. CONTINGENT CONSIDERATION

As part of the acquisition of BEB and its subsidiaries Alta and Ardent, future consideration is payable over four years following the closing, based on a percentage of Alta customer experience revenues from existing and identified prospective customers. The first US\$3 million of annual eligible revenues are exempt from contingent consideration. Between US\$3 million and US\$5 million of annual eligible revenues, the percentage for the contingent consideration is 20%. For annual eligible revenues over US\$5 million, the percentage is 10%. An additional contingent consideration of 50% of gross profits from the Ardent field services business is due over the first 48 months post-acquisition; this was valued at zero at the time of acquisition.

The Company employs a discounted cash flow model when determining the amount of this future consideration. The duration of the cash flow projections is based on estimates of the revenues to be earned from the customer over the four years following the closing of the acquisition. The probabilities for the estimates equal 100% for each 12 months, and the discount rate is 19.65%.

As of September 30, 2025, \$209,005 of the contingent consideration was paid. In addition, the fair value of the future consideration was \$nil (all non-current).

As part of the acquisition of the assets of ClearPoint, future consideration is payable on a quarterly basis, one quarter in arrears, based on the contribution of ClearPoint for 4 years post-closing. It is calculated as 30% of the quarterly contribution for the 4 years post-

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closing plus 20% of the quarterly contribution margin quarterly until September 30, 2027. Consideration is payable only when the cumulative operating income of ClearPoint is in a profit position.

The Company employs a discounted cash flow model when determining the amount of this future consideration. The duration of the cash flow projections is based on estimates of the operating income over the four years following the closing of the acquisition. The probabilities for the estimates equal 100% for each 12 months, and the discount rate is 30.55%.

As of September 30, 2025, the fair value of the future consideration is \$41,835.

13. LEASE LIABILITIES

The Company has the following non-discounted future commitments associated with its office lease liabilities:

	As of
	Sept 30, 2025
Less than one year	\$ 170,574
Between one and five years	480,882
More than five years	-
Total lease payments	651,456
Amounts representing interest over the term of the lease	83,795
Present value of net lease payments	567,661
Current portion of lease obligation	\$ 170,574
Non-current portion of lease obligation	\$ 397,087

The following table show the movement for lease liabilities for the nine months ended September 30, 2025:

	Sept 30, 2025
Balance, January 1, 2025	\$ 346,575
Additions	413,500
Termination of lease	(93,519)
Repayments	(127,931)
Interest portion of repayments	29,036
Ending balance	\$ 567,661

On January 14, 2024, the Company terminated its lease in Laval, Quebec, Canada, with the approval of its landlord. The lease ended on May 31, 2024.

Accordingly, the lease liability and its related right-of-use asset (Note 9) are de-recognized on January 14, 2024. The removal of the lease liability results in a gain of \$190,030, while the removal of the right-of-use asset results in a loss of \$166,907, resulting in a net gain of \$23,123.

On April 1, 2025, the Company terminated its lease in Kanata, Ontario, Canada (and signed a new lease on the same date), with the approval of its landlord. The prior lease ended on March 31, 2026, and the new lease began on April 1, 2025.

Accordingly, the lease liability and its related right-of-use asset for the old lease (Note 9) are de-recognized on April 1, 2025. The removal of the lease liability results in a gain of \$93,518, while the removal of the right-of-use asset results in a loss of \$79,930, with a net gain of \$13,588.

For Q3 2025, \$nil (Q3 2024- \$nil) payments for leases less than twelve months were included in operating expenses.

For YTD 2025, \$nil (YTD 2024- \$39,019) payments for leases less than twelve months were included in operating expenses.

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14. BANK BORROWINGS

a) Credit facilities

As of September 30, 2025, bank borrowings were \$1,320,000 (2024- \$400,000). The Company has credit facilities with a chartered bank that will provide credit facilities up to \$3,000,000 in a demand operating loan at 5.70% (prime plus 1%) [2024 –7.45% (prime plus 1%)], secured by a general security agreement. The Company was in compliance with its covenants as of September 30, 2025 (2024- compliant). The carrying amounts of any borrowings are a reasonable approximation of fair value.

15. LONG-TERM DEBT

	Sept 30, 2025	December 31, 2024
Promissory Notes	\$ 285,234	\$ 467,918
Long-Term Bank Loan	1,335,000	1,730,000
	\$ 1,620,234	\$ 2,197,918
Less: Current portion	(622,352)	(606,204)
	\$ 997,882	\$ 1,591,714

The following table shows the movement for the long-term debt YTD 2025:

	Interest Rate	December 31, 2024	Principal Paid	Interest Charged	Interest Paid	Sept 30, 2025
Promissory Notes	8.5% per annum	\$ 467,918	(182,684)	23,256	(23,256)	285,234
Long-Term Bank Loan	Floating base rate + 0.6% (7.65%)	\$ 1,730,000	(395,000)	89,876	(89,876)	1,335,000
		\$ 2,197,918	(577,684)	113,132	(113,132)	1,620,234

a) Promissory Notes

The Company has outstanding long-term debt arising from promissory notes issued in connection with the acquisition of BEB on October 1, 2023. The promissory notes have a total principal amount of US\$500,000 (C\$676,000). The annual interest rate is 8.5%, and the term is for 2.75 years.

Monthly payments are on the first of the month and commenced on January 1, 2024. The first payment is interest-only; thereafter, other payments are blended payments (interest and principal), with the final payment due on October 1, 2026.

As of September 30, 2025, the total outstanding balance is US\$210,972 (C\$285,234), with US\$194,047 (C\$262,352) classified as short-term, and US\$16,925 (C\$22,882) as long-term.

b) Long-Term Bank Loan

On October 3, 2023 the Company received a long-term loan of \$2 million from a chartered Canadian bank to finance the acquisition of BEB. The annual interest rate is a floating base rate plus 0.6% (7.05% + 0.6% = 7.65%), and the term is for 4.75 years. Repayments are monthly on the 15th of the month and commenced in October 2023. The first six payments are interest-only; thereafter, the subsequent payments are blended payments (interest and principal), with the final payment being a balloon payment plus interest.

16. SHARE CAPITAL

Authorized:

The Company's share capital consists of an unlimited number of common shares, without par value. All shares are equally eligible to receive dividends, the repayment of capital and represent one vote at the shareholders' meetings.

During the nine months ended September 30, 2025, the Company issued 105,693 common shares (186,667 less 80,974 redeemed to allow for a cashless exercise) through the exercise of stock options for gross proceeds of \$21,000.

During the nine months ended September 30, 2024, the Company issued 7,006 common shares (110,000 less 102,994 redeemed to allow for a cashless exercise) through the exercise of stock options for gross proceeds of \$nil.

On April 22, 2025, the Company announced that intended to commence a normal course issuer bid ("NCIB") through the facilities of the TSX Venture Exchange ("TSXV") to repurchase, for cancellation up to 1,284,000 common shares of the Company, representing less than 5% of the Company's presently issued and outstanding common shares. The NCIB remains subject to the approval of the TSXV

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and the Company's lenders. The Company received such approval and during Q2 2025, purchased and cancelled 67,500 (YTD 2025-126,500) of its outstanding common shares at between \$0.40 and \$0.45 per share.

17. STOCK OPTION PLAN

The stock option plan applies to directors, officers, employees, and consultants of the Company. The options are granted at the Company's current fair market value of the common shares under terms and conditions determined by the Board of Directors. Under the plan's terms, the options generally vest proportionately over three years and expire five years from the grant date. The Board of Directors can modify vesting periods and expiry dates at the time of option grant. At the shareholders' meeting on June 19, 2020, the amended Option Plan increased the number of common shares of the Company available under the Option Plan from 2,500,438 common shares to 3,378,272 common shares. On June 17, 2022, an Amended Stock Option plan was adopted, which increased the number of common shares of the Company available under the Amended Stock Option Plan from 3,378,272 to 3,769,118.

There were 635,000 options issued YTD 2025 (YTD 2024 – 740,000). The employee compensation expense related to options vested YTD 2025 is \$115,519 (YTD 2024 - \$134,488). The Company may issue up to 3,639,118 (YTD 2024 – 3,639,118) options for common shares under its stock option plan. At September 30, 2025, 429,118 common shares (659,118 at September 30, 2024) are reserved for additional options under this plan.

A summary of the status of the Company's issued and outstanding stock options as of September 30, 2025 and December 31, 2024, and changes during the quarter and year ended on those dates, is presented below:

	September 30, 2025		December 31, 2024	
	<u>Number of Options</u>	<u>Weighted average exercise price</u>	<u>Number of Options</u>	<u>Weighted average exercise price</u>
Outstanding, beginning of period	2,480,000	\$ 0.47	2,490,000	\$ 0.47
Granted	635,000	\$ 0.41	790,000	\$ 0.46
Exercised	186,667	\$ 0.11	230,000	\$ 0.10
Forfeited	(25,000)	\$ 0.55	(250,000)	\$ 0.49
Expired	-	-	(320,000)	\$ 0.48
Outstanding, end of period	2,903,333	\$ 0.46	2,480,000	\$ 0.47

The following table summarizes information about stock options as of September 30, 2025

<u>Exercise prices</u>	Options Outstanding		Options Exercisable
	<u>Number outstanding at Sept 30, 2025</u>	<u>Weighted average remaining contractual life (years)</u>	<u>Number exercisable at Sept 30, 2025</u>
\$0.345	588,333	2.73	386,667
\$0.355	50,000	4.08	-
\$0.380	10,000	4.52	-
\$0.405	120,000	3.15	40,002
\$0.410	630,000	4.71	1,667
\$0.430	100,000	3.25	33,333
\$0.455	5,000	2.53	3,333
\$0.470	630,000	3.55	229,997
\$0.550	450,000	1.66	450,000
\$0.660	50,000	1.90	50,000
\$0.670	5,000	0.65	5,000
\$0.720	260,000	0.52	260,000
\$0.790	5,000	0.91	5,000
\$ 0.345 to \$ 0.79	2,903,333	3.01	1,464,999

The weighted average exercise price was \$0.51 at September 30, 2025 (September 30, 2024 - \$0.50) for exercisable options.

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The following table summarizes information about stock options as of December 31, 2024:

Exercise prices	Options Outstanding		Options Exercisable
	Number outstanding at Dec 31, 2024	Weighted average remaining contractual life (years)	Number exercisable at Dec 31, 2024
\$0.305	170,000	0.27	170,000
\$0.345	610,000	3.48	203,334
\$0.355	50,000	4.83	-
\$0.405	125,000	3.90	41,669
\$0.410	5,000	4.27	-
\$0.430	100,000	4.00	-
\$0.455	5,000	3.28	1,667
\$0.470	630,000	4.30	30,000
\$0.550	455,000	2.41	303,332
\$0.660	50,000	2.65	33,333
\$0.670	5,000	1.40	5,000
\$0.720	265,000	1.27	265,000
\$0.790	10,000	1.66	10,000
\$ 0.305 to \$ 0.79	2,480,000	3.07	1,063,335

Stock-based Compensation

The Company uses the Black-Scholes model to calculate option values.

There were no stock options issued in Q1 or Q3 2025 or Q3 2024.

The assumptions using the Black-Scholes option pricing model for Q2 2025 were: a weighted average share price and an exercise price of \$0.38-\$0.41, risk free interest rate of 2.65% to 3.25%, volatility of 53% to 63% with no expected dividend yield, 6.4% assumed forfeiture and a five-year estimated life.

The assumptions using the Black-Scholes option pricing model for Q1 2024 were: a weighted average share price and an exercise price of \$0.43, risk free interest rate of 3.90% to 4.00%, volatility of 72% to 81% with no expected dividend yield, 0% assumed forfeiture and a five-year estimated life.

The assumptions using the Black-Scholes option pricing model for Q2 2024 were: a weighted average share price and an exercise price of \$0.47, risk free interest rate of 3.90% to 3.95%, volatility of 72% to 89% with no expected dividend yield, 11% assumed forfeiture and a five-year estimated life.

The underlying expected volatility was determined by reference to historical data of the Company's shares over the expected life of the option.

18. INCOME TAXES

Income tax expense is recognized at each interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year should the estimate of the annual income tax rate change.

The components of income tax expense are as follows:

	Three months		Nine months	
	Sept 30, 2025	Sept 30, 2024	Sept 30, 2025	Sept 30, 2024
Current tax expense (recovery)	\$ 8,400	\$ 6,799	\$ 85,132	\$ 6,799
Deferred tax expense (recovery)	-	-	-	-
Total income tax expense	\$ 8,400	\$ 6,799	\$ 85,132	\$ 6,799

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19. CASH FLOW INFORMATION

Net change in non-cash working capital items is comprised of:

	Three months		Nine months	
	Sept 30, 2025	Sept 30, 2024	Sept 30, 2025	Sept 30, 2024
Trade and other receivables	(399,499)	543,510	(1,187,242)	2,133,327
Contract assets	62,605	41,142	190,260	71,137
Prepaid expenses	58,869	41,859	76,577	65,572
Trade and other liabilities	61,281	(810,598)	(67,937)	(2,174,776)
Contract liabilities	(18,299)	(6,970)	19,862	(99,397)
Net change in non-cash working capital	\$ (235,043)	\$ (191,057)	\$ (968,480)	\$ (4,137)

20. COMMITMENTS AND CONTINGENCIES

Contingencies

In the normal course of business, the Company is party to claims, the ultimate outcome of which cannot be reasonably estimated at this time. However, management believes that the likelihood of any cash outflow as a result of these matters is remote, therefore, no amounts have been provided for in these consolidated financial statements.

21. APPROVAL OF THE FINANCIAL STATEMENTS

The unaudited interim condensed consolidated financial statements of Intouch Insight Ltd. for the three and nine months ended September 30, 2025 were approved and authorized for issue by the Audit Committee on November 20, 2025.