



INTERIM REPORT

1 JANUARY – 31 MARCH 2024

Realfiction Holding AB (publ) | 559110-4616



INTERIM REPORT

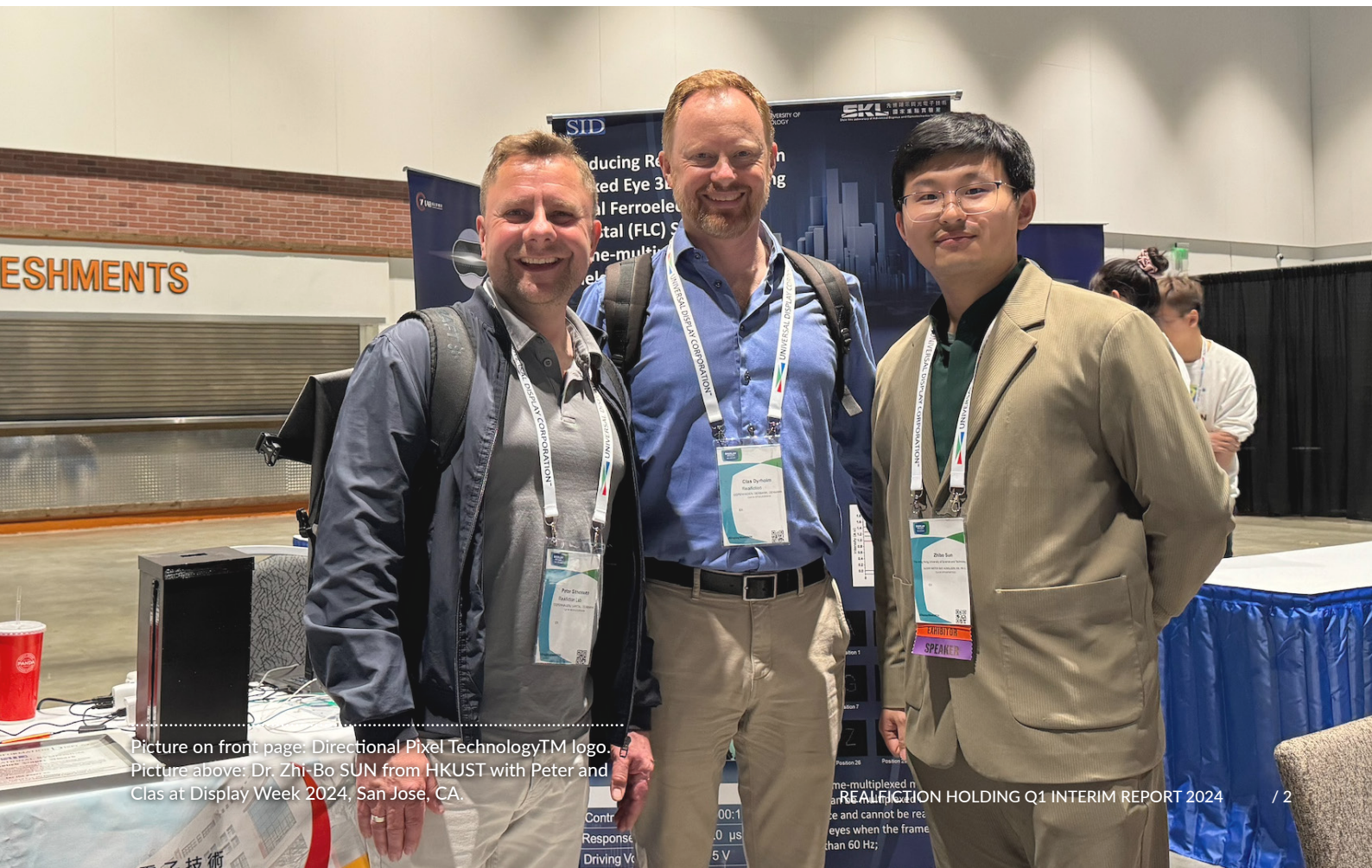
The result after financial items for Q1-2024 aligns with our budget for the period, amounting to a negative TSEK 8,123 compared to a negative TSEK 1,348 in Q1-2023. This sharp increase is due to the following factors related to our shift from the development phase to the commercialization phase; the decline in revenue, the execution of the DPT go-to market strategy with increased expenses, the completion of our development asset which results in no further capitalization of development costs, the initiation of depreciation for our DPT, and the finance cost of the loan we received in February 2024. These consequences are in accordance with our plans, and we have increased our focus on commercial activities needed to enter into license agreements for our DPT platform.

The shift from the development phase to the commercialization phase has led to a reduction in the cash outflows from operations and investments by TSEK 1,891 to TSEK 5,381 in Q1-2024 from TSEK 7,272 in Q1-2023.

This lower level of cash outflows allows all our business operations, including the execution of our DPT go-to-market strategy, to be financed into 2025 with the funding from the loan we received in February 2024.

Q1-2024 (01-01-2024 – 31-03-2024)

- Revenue: TSEK 1,703 (Q1-2023: TSEK 2,949)
- Gross profit: TSEK 1,072 (Q1-2023: TSEK 1,887)
- Gross profit margin: 62.9% (Q1-2023: 64.0%)
- Result after financial items: TSEK -8,123 (Q1-2023: TSEK -1,348)
- Earnings per share: SEK -0.41 (Q1-2023: -0.07)
- Cash flow from operating activities: TSEK -5,381 (Q1-2023: TSEK -3,282)
- Equity: TSEK 61,548 (Q1-2023: TSEK 73,108)



Picture on front page: Directional Pixel Technology™ logo.
Picture above: Dr. Zhi-Bo SUN from HKUST with Peter and Clas at Display Week 2024, San Jose, CA.

SIGNIFICANT EVENTS DURING Q1-2024

- On February 5, Realfiction announced that the Company has entered into a loan agreement of up to SEK 35 million with Formue Nord Fokus A/S and extends its financial runway until 31 August 2025. The first tranche of SEK 20 million is paid out upon signing of the loan agreement, and the second tranche, SEK 15 million, can be drawn between August and November 2024, at Realfiction's discretion under the condition that Realfiction's market capitalization exceeds SEK 350 million at the time. The loan matures for payment on 31 August 2025. The loan is subject to a set-up fee of 5 percent of the loan facility and carries an annual interest rate of STIBOR 3M + 11 percent of the outstanding loan amount and will be paid at the end of each calendar quarter.

SIGNIFICANT EVENTS AFTER THE END OF THE PERIOD

- On May 14, Realfiction announced the launch of an update on its website, www.realfiction.com, reflecting the strong focus on signing license agreements with commercial partners for its groundbreaking DPT platform for glasses-free 2D, 3D and holographic 3D in full resolution for one, two or several viewers at the same time. Realfiction will also participate at Display Week 2024 in San Jose, USA, in May to continue ongoing commercial dialogues and present its OLED DPT proof-of-concept display to more potential commercial partners and other interested parties.

CEO COMMENTS

FULL DPT LICENSING FOCUS IN 2024

Since our groundbreaking Directional Pixel Technology™ (DPT) platform became ready for licensing for LCD, OLED and microLED based display products in late 2023, we have changed focus from the development phase to the commercialization phase. With this transition completed, we are now fully focused on signing license agreements with commercial partners.

As communicated in press releases and our year-end report, 2024 started in the best way possible with no less than 38 meetings held during the Consumer Electronics Show (CES) week in Las Vegas in January 2024, with strong overall interest shown from various display-related industries. It was great to see that many companies in relevant industries understand and are ready for what we are bringing to the table: a next-generation display technology platform with the potential to significantly improve a wide spectrum of display products, in 2D as well as 3D.

After the end of the period, in May 2024, we participated at Display Week 2024 in San Jose, USA, to continue ongoing commercial dialogues and present our OLED DPT proof-of-concept display to more potential commercial partners and other interested parties. During Display Week, we also supported our partner, Hong Kong University of Science and Technology (HKUST) in their presentation of a whitepaper on the huge benefits of using its super-fast ferroelectric liquid crystal display (FLCD) technology for 3D to avoid resolution loss. This was time well spent, as we held several promising meetings as a part of ongoing dialogues as well as with new potential commercial partners.

“We continue to move full steam ahead towards signing license agreements for DPT in 2024, and with a chance to sign off on a first agreement in Q3-2024 we look forward to concluding our first commercial agreement and enabling our technology with our commercial partners.”

INCREASED DIGITAL COMMERCIAL ACTIVITIES

In addition to attending major events such as CES and Display Week, we are also increasing our digital activities to promote our DPT platform. This includes the recent update of our website with more information on the key strengths of our DPT platform, as well as numerous examples on how to use it to create next-generation display products in various relevant market segments. The updated website is expected to boost awareness among additional potential commercial partners all over the world in a wide array of relevant industries.

POSITIVE OUTCOME OF COMMERCIAL DISCUSSIONS COULD HAPPEN IN Q3-2024

Our CES 2024 meetings, along with other meetings and demonstrations in 2023 and 2024, have initiated several ongoing discussions under NDA. These discussions involve further evaluation of both the technical and commercial aspects of our DPT platform. Some discussions have advanced to a final stage, and there is a chance that we conclude our first commercial agreement in Q3-2024. However, all negotiations carry the risk of non-acceptance from either party and potential delays. The ongoing discussions suggest a combination of up-front payments, potential future royalties, milestone payments, license fees and profit shares. In summary, we are making progress in line with the plans communicated in previous reports and press releases.

LOWER MIXED REALITY DISPLAY REVENUE DUE TO OUR DPT FOCUS

As in Q4-2023, we are reporting lower revenue from sales related to our mixed reality display products in Q1-2024 compared to the same period last year, but revenue is in line with our budget. Our result after financial items

for Q1-2024 aligns with our budget for the period, amounting to a negative TSEK 8,123 compared to a negative TSEK 1,348 in Q1-2023. This sharp increase is due to the following factors related to our shift from the development phase to the commercialization phase; the decline in revenue, the execution of the DPT go-to market strategy with increased expenses, the completion of our development asset which results in no further capitalization of development costs, the initiation of depreciation for our DPT, and the finance cost of the loan we received in February 2024. These consequences are in accordance with our plans, and we have increased our focus on commercial activities needed to enter into license agreements for our DPT platform. This is deemed to be a strategically sound allocation of resources because DPT license agreements have the potential to deliver much higher and long-term revenue streams for the company.

LOWER CASH OUTFLOWS SUPPORT FINANCIAL RUNWAY INTO 2025

As mentioned, we have shifted our focus to the commercialization phase, which is reflected in the reduction of our cash outflows from operations and investments by TSEK 1,891 to TSEK 5,381 in Q1-2024 from TSEK 7,272 in Q1-2023. This lower level of cash outflows allows all our business operations, including the execution of our DPT go-to-market strategy, to be financed into 2025 with the funding from the loan of MSEK 20 we received in February 2024.

The whole team is committed to bringing DPT-enabled display products closer to the market, and thus in front of viewers and users around the world. We continue to move full steam ahead towards signing license agreements for DPT in 2024, and with a chance to sign off on a first agreement in Q3-2024 we look forward to concluding our first commercial agreement and enabling our technology with our commercial partners.



Clas Dyrholm
CEO, Realfiction Holding AB



REALFICTION'S BUSINESS AND CONCEPT

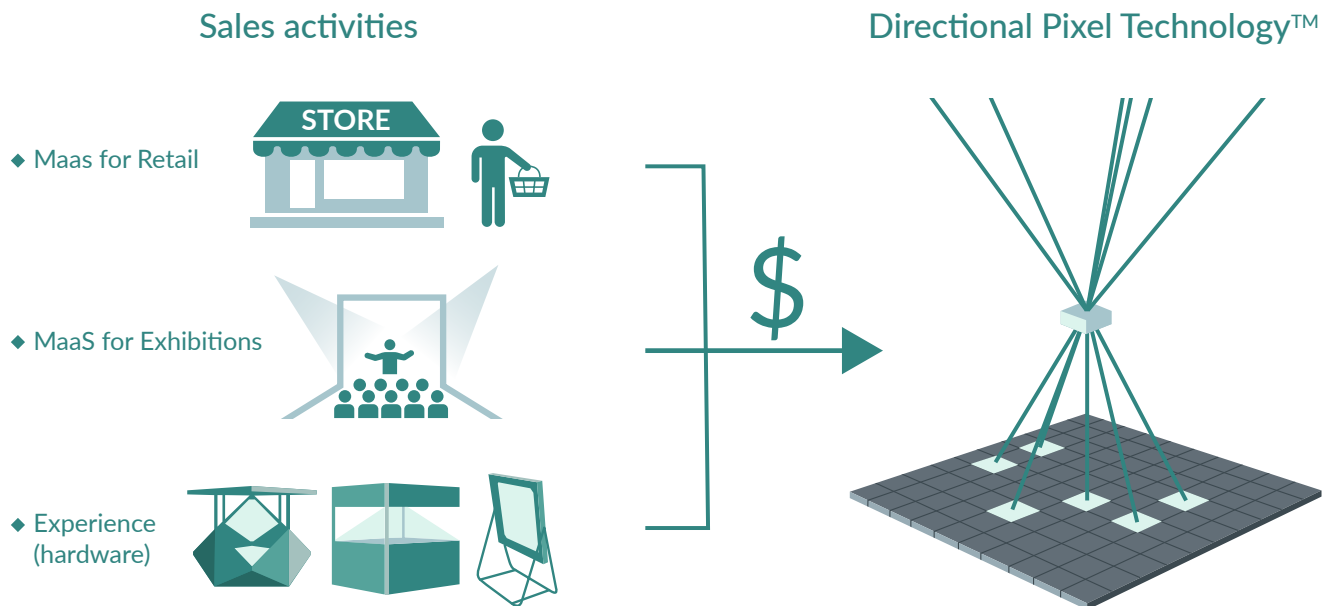
LEADING MIXED REALITY PRODUCTS

Realfiction develops, sells and rents out market leading Mixed Reality (MR) products and services based on innovative, as well as patent and design protected, hardware platforms that have been developed over more than a decade. The Company's MR displays are especially well-suited for social environments as they do not require special glasses or other accessories.

Realfiction's MR solutions can create interest for a brand or a specific product in a very visual and engaging way. Based on this attention, concrete value can be delivered, for example in the form of increased sales of a product and/or the conversion of visitors into members of bonus or loyalty programs.

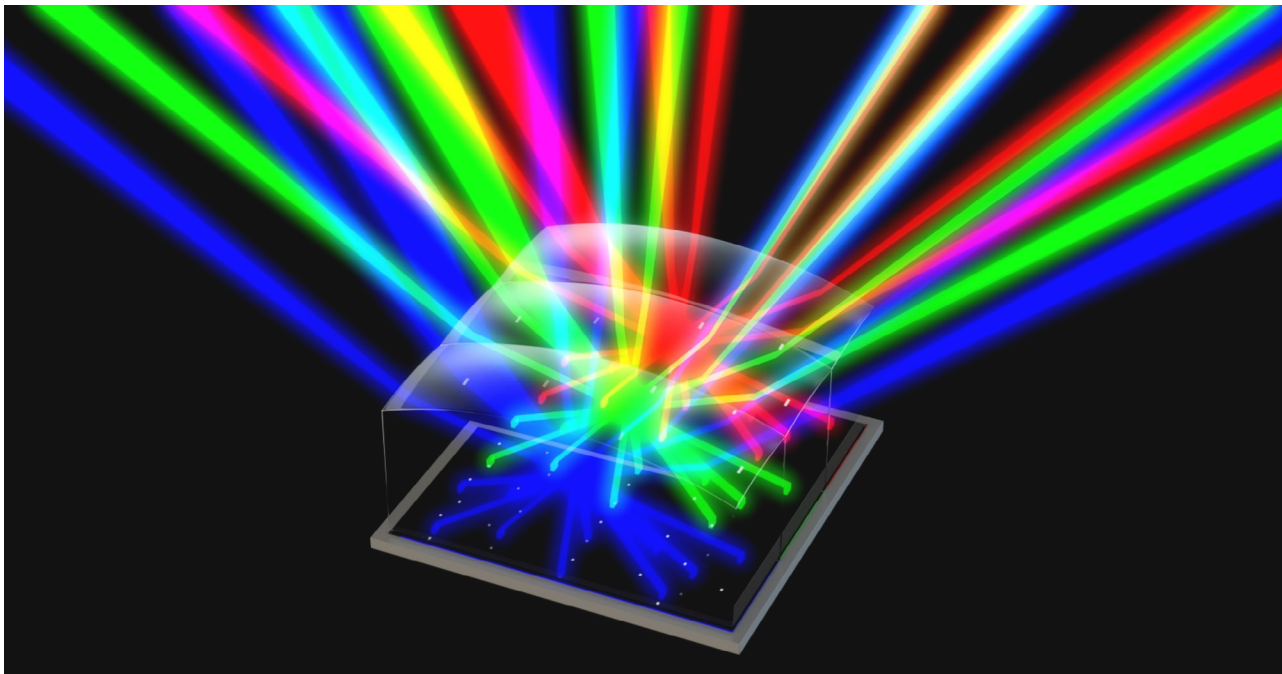
DPT – A GROUNDBREAKING NEXT-GENERATION DISPLAY TECHNOLOGY

Realfiction has developed Directional Pixel Technology™, a groundbreaking display technology that enables a new generation of 3D experiences through free-floating holograms that do not require glasses or any other type of lenses between the eye and the effect. DPT can also enable multiple separate 2D or 3D views in full resolution at the same display, which is an attractive feature set for both entertainment and safety applications, such as making sure that the driver is not distracted when a car is moving. DPT is compatible with LCD, OLED and microLED displays and is ready for licensing to commercial partners based on a growing IP portfolio.



As shown in the illustration above, the positive cash-flows from mixed reality display product sales contribute positively to a partial financing of Realfiction's commercialization of its DPT technology.

DIRECTIONAL PIXEL TECHNOLOGY™ (DPT)



Since the beginning of our journey more than a decade ago, our vision has always been about creating experiences that bring people together. At the heart of this vision sits our innovation team, a group of dedicated, like-minded individuals all sharing the belief that our technology should be about enabling magical moments

that can be collectively experienced and shared with others. Realfiction has developed its Directional Pixel Technology™, a next-generation approach beyond head-mounted wearables, that we believe is just the first, primitive stage.

DPT - A TRUE NEXT-GENERATION 2D AND 3D DISPLAY TECHNOLOGY

After many years of innovation and development, we have created an IP platform and licensing integration packages around DPT, a technology that enables the holy grail of 3D experiences; free-floating holograms that require no glasses, devices or other lenses between the human eye and the effect, and where 3D objects can be viewed and interacted with from different angles. This display has for many years existed purely as an item of science fiction, deemed improbable to ever surface in our present lifetime. However, with DPT, Realfiction has not only created an elegant solution for building such displays, it is also compatible with all three major display formats: LCD, OLED and microLED. Our DPT IP portfolio is constantly growing as we refine hardware and software aspects of the technology.

It is important to highlight that even though we come from a 3D experience perspective, DPT can do so much more. It is for example capable of providing multiple separate 2D or 3D views in full resolution from the same display, which is an attractive feature set for entertainment and gaming as well as safety applications, such as making sure that a driver is not distracted when a car is moving.

With successful demonstrations for potential commercial partners conducted in our Taiwan facilities from H1-2023, at Display Week 2023 in May, and during the CES week in January 2024, we are now advancing licensing discussions with several potential commercial partners in multiple industries, from display manufacturers and display IP providers to providers of display-based products and automotive companies.

Picture above: Illustration from a video illustrating how the amazing OLED version of DPT works.

COMPANY DEVELOPMENT AND FUTURE

2008-2017 FIRST PHASE

- After being founded by Peter Simonsen and Clas Dyrholm in October 2008, the company developed several commercially successful mixed reality displays for the retail segment within its Dreamoc product family.

2017-2018 PRE-DPT PHASE

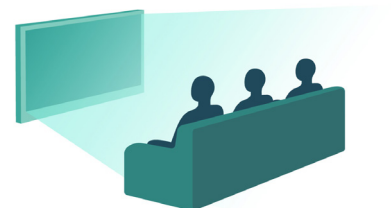
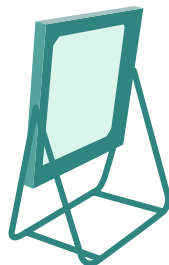
- In 2017, Realfiction was listed on Nasdaq First North Growth Market.
- With increased funding and resources, the company launched DeepFrame, the world's largest mixed reality display.

2019-2023 DPT DEVELOPMENT PHASE

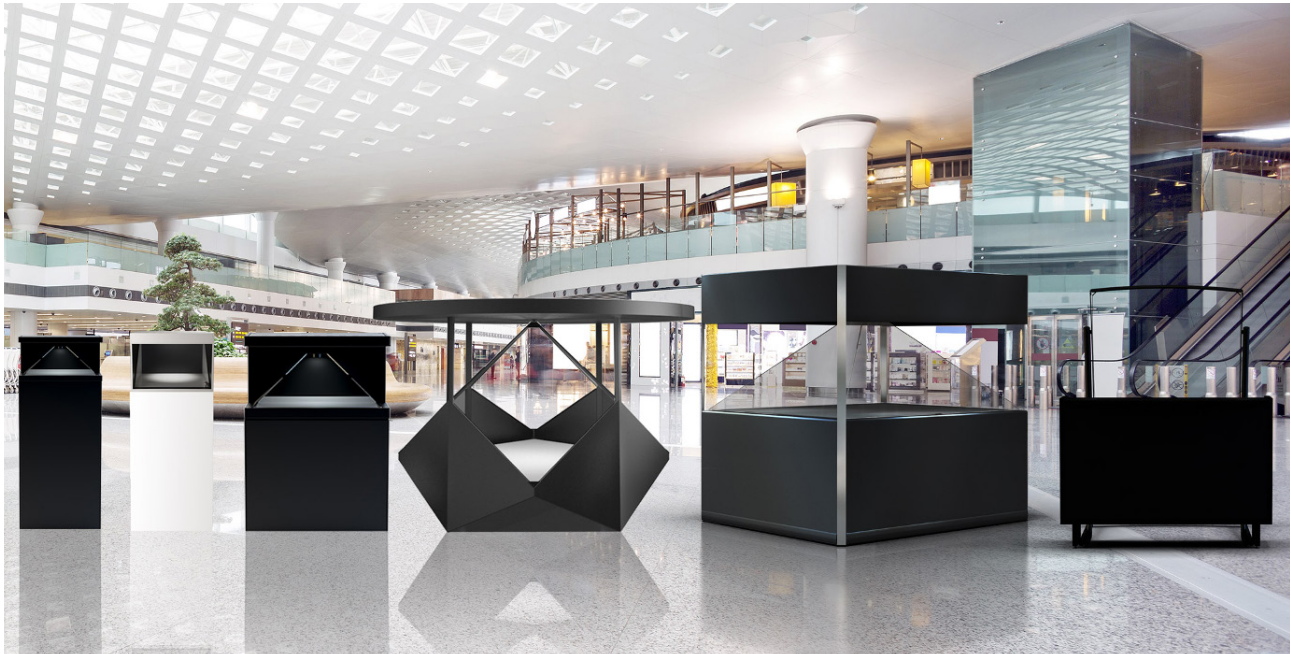
- In 2019, the company presented DPT (previously named ECHO) and completed a proof of concept for the technology.
- In 2020, a beta version of an LCD DPT display was created. This was followed by an ambitious development program with several international partners, including Fraunhofer FEP and imec, to complete an integration license package for DPT. This crucial milestone was achieved in April 2022.
- To enable licensing of the DPT IP platform to commercial partners, patent applications were filed to protect both hardware and software parts of the technology.
- The company also presented its Holowize 3D film to holographic film conversion technology in 2021, and formed a strategic alliance with the large LCD manufacturer AmTRAN in January 2022 to bring specific LCD versions of DPT to market.

2023- (ONGOING) DPT COMMERCIALIZATION PHASE

- In 2023, the company completed the first DPT LCD display, as well as demonstrators for an OLED version and a microLED version. DPT is thus compatible with all of the three major display technologies.
- The DPT IP portfolio was expanded with an exclusive license for super-fast ferroelectric liquid crystal (FLC) technology from Hong Kong University of Science and Technology. Two DPT patents were issued in 2023 and two more in 2024.
- Demonstrations in Taiwan were held for potential commercial partners, followed by the world premiere of the microLED version at Display Week 2023 in May, and a total of 38 meetings during the CES week in Las Vegas in January 2024.
- In 2024, the company has a strong focus on signing licensing agreements for DPT with commercial partners, while refining the technology and expanding the IP portfolio.



MIXED REALITY DISPLAY PORTFOLIO



DREAMOC – WORLD CLASS HOLOGRAPHIC EFFECTS

Dreamoc is a series of MR displays with a diamond shaped glass chamber where pictures and 3D animations appear to be floating together with real products. The content can be seen either from the front or from several directions simultaneously.

Dreamoc HD3 is the smallest and most flexible model for single products that can be experienced from several directions simultaneously. **Dreamoc POP3** can only be experienced from the front and is especially well suited for displays on shelves and for displaying several objects together. **Dreamoc XL5** and **Dreamoc XXL3** are, as their names suggest, larger models that make it possible to create attention for really large objects, for instance at airports or in shopping malls. **Dreamoc Diamond** is one of Realfiction's biggest Dreamoc displays, and the most elegant. A Dreamoc Diamond creates an extraordinary experience that fits brilliantly into exclusive boutiques.

DEEPFRAME – THE WORLD'S LARGEST MIXED REALITY DISPLAY

DeepFrame is the world's largest MR display and can create unbelievable real time experiences where holographic images and animations are projected over existing surfaces and objects. It was awarded the "CES 2018 Innovation Awards Honoree" title at CES, the world's largest consumer electronics show.

DeepFrame One is a plug and play model in the DeepFrame series that makes it possible to create unforgettable experiences for shopping malls and showrooms, amusement parks, museums, conferences, events and car showrooms. Other possible use cases include visualization in education and research as well as in architecture, manufacturing and construction.

Picture above: Realfiction's display portfolio

FINANCIAL REVIEW

INCOME STATEMENT IN Q1-2024

Group net revenue amounts to TSEK 1,703 for Q1-2024, representing a decrease of 42% from Q1-2023 of TSEK 2,949. Adjusted for currency conversion effects, the Company's revenue in Q1-2024 decreased by 30% to TDKK 1,127 compared to the average quarterly revenue in 2023 of TDKK 1,607.

Cost of goods sold amounts to TSEK 631 for Q1-2024, compared to TSEK 1,062 for Q1-2023. Thus, our gross profit in Q1-2024 decreased to TSEK 1,072 from TSEK 1,887 in Q1-2023. This resulted in decreased gross profit margin in Q1-2024 of 62.9% compared to 64.0% in Q1-2023. The decrease was caused by a different sales mix.

In Q1-2024 the Company has performed additional research and development and patent protection efforts, but such incurred cost are not capitalized as the patent portfolio is marketed for licensing as part of the Company's go-to market strategy. As such, the Q1-2024 Income Statement does not include income from the capitalization of own work performed compared to income of TSEK 2,619 in Q1-2023 from the capitalization of salaries and internal expenses relating to the DPT.

Other external costs increased to TSEK 2,156 in Q1-2024 from TSEK 1,307 in Q1-2023. The increase is primarily due to execution of the DPT go-to market strategy with increased travel, selling and marketing expenses.

Cash-based personnel costs increased by TSEK 425 to TSEK 4,691 in Q1-2024 (TSEK 120 of the personnel cost is non-cash costs related to warrant programs) compared to TSEK 4,266 in Q1-2023. The increase is due to the addition of 1 employee in Q1-2024 compared to Q1-2023.

The Company has commenced depreciation of its DPT intangible asset, and determined that a 10 year expected life is appropriate for accounting purposes. As such, depreciation has increased from TSEK 173 in Q1-2023 to TSEK 1,827 in Q1-2024.

Group net financial costs consist of interest on the loan with Vækstfonden and amortized financial expenses on the new loan with Formue Nord, while other financial income include interest from bank deposits.

Balance Sheet

Realfiction's total assets at 31 March 2024 increased to TSEK 102,798 compared to TSEK 89,491 at 31 December 2023 as the Company received a loan from Formue Nord of MSEK 20 in Q1-2024.

Investments

In Q1-2024, the Company has not capitalized development expenditure, while the Company capitalized TSEK 3,990 in Q1-2023.

Cash Flow and Liquidity

Realfiction's liquidity at 31 March 2024 amounts to TSEK 25,884 compared to TSEK 12,523 at 31 December 2023 as the Company received a loan from Formue Nord of MSEK 20 in February 2024. Cash flow from operating activities for Q1-2024 declined to TSEK -5,381 compared to TSEK -3,282 for Q1-2023. The primary reason for this is a decline in gross profits and acceleration of the go-to market strategy with increased sales and marketing related costs.

The Company's total cash outflows from operations and investments have decreased by TSEK 1,891 to TSEK 5,381 in Q1-2024 from TSEK 7,272 in Q1-2023. This is a positive result of the Company's changed focus from primarily enhancing its proprietary patent portfolio and developing display prototypes, demonstrators and proofs of concept towards primarily commercializing the technology by executing its go-to market strategy. Due to the lower level of cash outflows, the Company now has cash that is expected to allow the Company to sustain all its business operations, including the execution of its go-to-market strategy for its DPT into 2025. Realfiction also has the right to repay the loan at any time without any early repayment fee when new licensing agreements for the DPT result in positive cash flows.

The Share

Realfiction Holding AB's share was listed on Nasdaq Stockholm First North 14 July 2017. The share is traded with the ticker REALFI and its ISIN-code is SE0009920994. On 31 March 2024, the number of shares in Realfiction Holding AB amounts to 19,776,447. The Company has one share class. All shares have equal dividend rights.

Share price development in 01/01/2021 - 05/29/2024 (SEK)



Group structure

Realfiction Holding AB has two fully owned subsidiaries, Realfiction ApS and Realfiction Lab ApS. All business activities are carried out in the subsidiaries. Realfiction Holding AB does not own shares in other companies.

Operational risks & uncertainties

The risks and uncertainties that Realfiction's operations are exposed to are concentrated in the categories of competition, technology development, patents, government requirements, capital requirements, currencies and interest rates. During the current period, no significant changes regarding risk or uncertainty factors have occurred. For more detailed reporting of risks and uncertainties, refer to the previously published Company description, published in the 2023 Annual Report.

OWNERSHIP STRUCTURE

The table below shows key shareholders in Realfiction Holding AB at 28 March 2024.

Name	Number of shares	Ownership (in %)
Ceranco Equity S.C.S 1)	3,194,447	16.15
CLAPE HOLDING ApS 2)	3,005,000	15.19
AmTRAN Technology Co. LTD 3)	1,862,716	9.42
Tamarind Limited 1)	1,599,461	8.09
Försäkringsaktiebolaget, Avanza Pension	1,158,490	5.86
Other shareholders (more than 3,100)	8,956,333	45.29
Total	19,776,447	100.00

1. Ceranco Equity S.C.S and Tamarind Limited are investment companies with private investors.
2. CLAPE HOLDING ApS is owned 50 percent by CEO and board member Clas Dyrholm and 50 percent by board member Peter Simonsen.
3. AmTRAN Technology Co. Ltd. is a large OEM producer of LCD TV's and other consumer electronics.

Audit/review

The Q1 Interim Report 2024 has not been audited or reviewed by the Company's independent auditors. The Annual Report 2023 for Realfiction ApS has been audited.

Accounting policies

Realfiction Holding AB applies the Annual Accounts Act and The Swedish Accounting Standards Board's General Advice BFNAR 2012.1 (K3) in the preparation of its Swedish financial reports.

Financial Calendar:

Annual General Meeting 2024:	24 June 2024
Q2 Interim Report 2024:	29 August 2024
Q3 Interim Report 2024:	29 August 2024
Q2 Interim Report 2024:	28 November 2024
Year-end Report 2024:	27 March 2025
Annual Report 2024:	29 May 2025

The above reports will be available for download from the Company's website (www.realfiction.com). A printed copy can be ordered via investor@realfiction.com.

Certified Adviser

Mangold Fondkommission AB is the Company's Certified Adviser and can be contacted via ca@mangold.se or +46 8 503 015 50.

For further information, please contact:

Clas Dyrholm, CEO
Telephone: +45 70 20 64 90
E-mail: investor@realfiction.com

The Board of Directors and the CEO declare that to the best of their knowledge, the Q1 Interim Report 2024 presents a fair view of the financial position of the Company at 31 March 2024 as well as of the results of the Group operations and cash flows for the period 1 January – 31 March 2024.

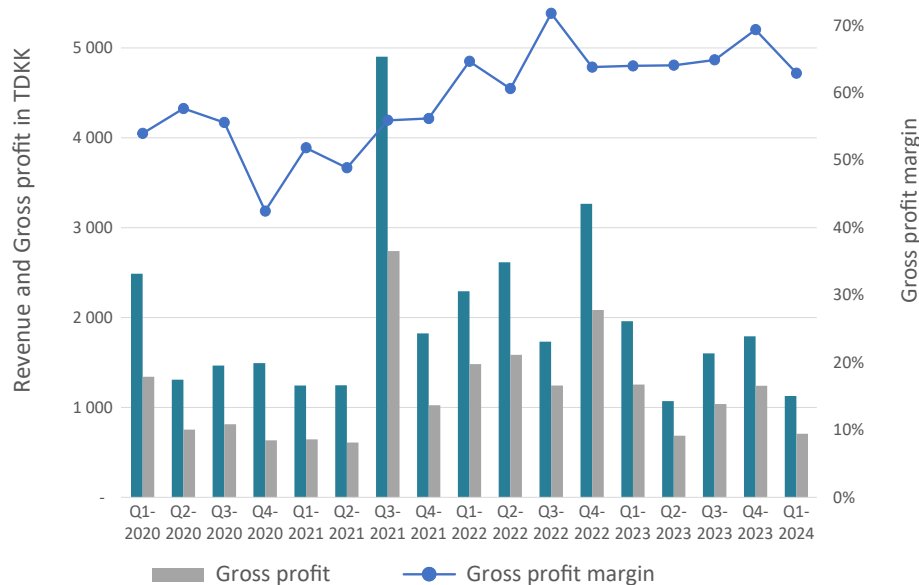
Helsingborg, 30 May 2024
Realfiction Holding AB
Board of Directors and CEO

FINANCIAL HIGHLIGHTS AND KEY RATIOS

Selected Financial Highlights and Key Ratios – Group

SEK '000	Q1-2024	Q1-2023	Q1-Q4-2023
	01-01-2024 -31-03-2024 3 months	01-01-2023 -31-03-2023 3 months	01-01-2023 -31-12-2023 12 months
Net revenue	1,703	2,949	9,923
Gross profit	1,072	1,887	6,525
Result after financial items	-8,123	-1,348	-8,120
Total Assets	102,798	91,103	89,491
Cash flow from operating activities	-5,381	-3,282	-2,295
Cash and bank	25,884	24,494	12,523
Equity	61,548	73,108	67,471
Solvency ratio (%)	59.9	80.2	75.4
Average number of employees	14	13	14
Gross profit margin (%)	62.9	64.0	65.8
Earnings per share (SEK)	-0.41	-0.07	-0.31
Average number of shares	19,774,952	19,762,847	19,762,847
Number of shares at the end of the period	19,776,447	19,762,847	19,762,847

The development in the Company's quarterly revenue, gross profit and gross profit margin is illustrated below:



The Group's revenue and gross profit is fully earned in the Danish subsidiary Realfiction ApS. As such, and to avoid that currency fluctuations between DKK and SEK distort the presentation of revenue and gross profit, the above illustration is prepared on the basis of Realfiction ApS' DKK figures.

Income Statement (condensed) – Group

SEK '000	Q1-2024	Q1-2023	Q1-Q4-2023
	01-01-2024 -31-03-2024 3 months	01-01-2023 -31-03-2023 3 months	01-01-2023 -31-12-2023 12 months
Net revenue	1,703	2,949	9,923
Cost of goods sold	-631	-1,062	-3,398
Gross profit	1,072	1,887	6,525
Capitalized own work performed	0	2,619	9,601
Other external costs	-2,156	-1,307	-4,836
Personnel costs	-4,811	-4,335	-18,908
Depreciation of tangible and intangible assets	-1,827	-173	-627
Other income and expenses	226	74	248
Operating result	-7,496	-1,235	-7,997
Other financial income	107	24	392
Other financial costs	-734	-137	-515
Result after financial items	-8,123	-1,348	-8,120
Tax on the profit of the period	0	0	2,021
Net result for the period	-8,123	-1,348	-6,099

Balance Sheet (condensed) - Group

SEK '000	31-03-2024	31-03-2023	31-12-2023
Assets			
Non-current assets			
Development costs	65,149	53,202	64,481
Licenses	2,183	601	2,160
Total intangible assets	67,332	53,803	66,641
Fixtures, tools and installations	543	1,033	657
Total tangible assets	543	1,033	657
Other long-term receivables	390	1,135	377
Total financial assets	390	1,135	377
TOTAL NON-CURRENT ASSETS	68,265	55,971	67,675
Current assets			
Finished products and goods for sale	3,364	5,136	3,589
Total inventories	3,364	5,136	3,589
Trade receivables	131	280	100
Current tax receivables	3,346	3,829	3,229
Other receivables	1,408	956	1,887
Prepaid expenses	400	437	488
Total short-term receivables	5,285	5,502	5,704
Cash and bank	25,884	24,494	12,523
TOTAL CURRENT ASSETS	34,533	35,132	21,816
TOTAL ASSETS	102,798	91,103	89,491
Liabilities and Equity			
Equity			
Share capital	1,978	1,976	1,976
Other reserves incl. retained earnings	59,570	71,132	65,495
TOTAL EQUITY	61,548	73,108	67,471
Deferred tax liability	4,423	3,798	4,268
Total provisions	4,423	3,798	4,268
Liabilities to credit institutions	19,842	2,505	1,291
Other liabilities	907	854	875
Prepaid income	8,338	5,305	8,252
Total long-term liabilities	29,087	8,664	10,418
Liabilities to credit institutions	1,263	1,474	1,577
Accounts payable and accrued costs	2,995	1,946	2,642
Prepaid income	76	207	171
Other liabilities	3,406	1,906	2,944
Total short-term liabilities	7,740	5,533	7,334
TOTAL LIABILITIES	36,827	14,197	17,752
TOTAL LIABILITIES AND EQUITY	102,798	91,103	89,491

Cash Flow Statement (condensed) – Group

SEK '000	Q1-2024 01-01-2024 -31-03-2024 3 months	Q1-2023 01-01-2023 -31-03-2023 3 months	Q1-Q4-2023 01-01-2023 -31-12-2023 12 months
Operating result	-7,496	-1,235	-7,997
Depreciation	1,827	173	627
Non-cash warrant program	120	69	389
Paid financial items	-57	-113	-123
Tax payments	0	0	3,957
Cash flow from operating activities before changes in operating capital	-5,606	-1,106	-3,147
Operating activities			
Change in inventories	347	-9	1,513
Change in short term receivables	-628	302	607
Change in short term liabilities	506	-2,469	-1,268
Cash flow from operating activities	-5,381	-3,282	-2,295
Investing activities			
Purchase of tangible assets	0	0	-81
Sale of tangible assets	0	0	0
Proceeds from financial assets	0	0	-23
Purchase of intangible assets	0	-3,990	-18,300
Cash flow from investing activities	0	-3,990	-18,404
Financing activities			
Loan installment (Vækstfonden)	-361	-345	-1,395
Loan	17,849	0	0
Inno booster grant	1,113	1,251	3,277
Capital increase, net of costs	-37	0	0
Cash flow from financing activities	18,564	906	1,882
Cash flow for the period	13,183	-6,366	-18,817
Cash and cash equivalents at period start	12,523	30,806	30,806
Exchange rate recalculation difference – cash and cash equivalents	178	54	534
Cash and cash equivalents at period end	25,884	24,494	12,523

Statement of Changes in Equity (condensed) - Group

SEK '000	Q1-2024	Q1-2023	Q1-Q4-2023
	01-01-2024 -31-03-2024 3 months	01-01-2023 -31-03-2023 3 months	01-01-2023 -31-12-2023 12 months
Equity at period start	67,471	73,787	73,787
Exchange adjustments	2,117	600	-606
Capital increase, net of costs	-37	0	0
Warrant program	120	69	389
Net result for the period	-8,123	-1,348	-6,099
Equity at period end	61,548	73,108	67,471

Income Statement (condensed) – Parent company

SEK '000	Q1-2024	Q1-2023	Q1-Q4-2023
	01-01-2024 -31-03-2024 3 months	01-01-2023 -31-03-2023 3 months	01-01-2023 -31-12-2023 12 months
Operating income			
Net revenue (group internal)	150	150	600
Operating costs			
External costs	-268	-222	-984
Personnel costs	-186	-175	-712
Operating result	-304	-247	-1,096
Financial items	-560	0	208
Result after financial items	-864	-247	-888
Net result for the period	-864	-247	-888

Balance Sheet (condensed) – Parent company

SEK '000	31-03-2024	31-03-2023	31-12-2023
Non-current assets			
Financial assets			
Shares in subsidiary	100,228	83,643	100,228
Total financial assets	100,228	83,643	100,228
TOTAL NON-CURRENT ASSETS	100,228	83,643	100,228
Current assets			
Intercompany receivables	5,364	4,956	0
Other receivables	327	53	23
Prepaid expenses	180	105	77
Total short-term receivables	5,871	5,114	100
Cash and bank	21,401	21,005	9,190
TOTAL CURRENT ASSETS	27,272	26,119	9,290
TOTAL ASSETS	127,500	109,762	109,518
Liabilities and Equity			
Equity			
Share capital	1,978	1,976	1,976
Other reserves	106,957	107,245	107,884
Net result of the period	-864	-247	-888
TOTAL EQUITY	108,071	108,974	108,972
Liabilities to credit institutions	18,504	0	0
Total long-term liabilities	18,504	0	0
Trade payables	404	277	211
Other payables	521	511	335
Total short-term liabilities	925	788	546
TOTAL LIABILITIES	19,429	788	546
TOTAL EQUITY AND LIABILITIES	127,500	109,762	109,518

DEFINITIONS

Solvency ratio: Equity as a percentage of the balance sheet total. Key ratios of equity are presented to provide a better understanding of Realfiction's long-term ability to pay its debt.

Earnings per share: Net result of the period divided with average number of shares for the period. Earnings per share for periods are negative, therefore no dilution.

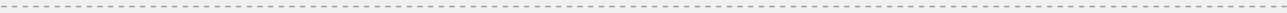
Gross profit: Net turnover after costs for goods sold.

Gross profit margin: Gross profit as a percentage of Net revenue.

"Realfiction" or the "Company" refers to the Group, namely Realfiction Holding AB (registered under company registration number 559110-4616) and its wholly owned subsidiaries Realfiction ApS and Realfiction Lab ApS. Realfiction ApS and Realfiction Lab ApS, the Group's operating subsidiaries, were founded in 2008 and 2019. Realfiction Holding AB was formed in April 2017 by way of a non-cash issue in which the shares in Realfiction ApS were exchanged for shares in Realfiction Holding AB, which resulted in the Group relationship.



Picture above: Picture from a visualization of one specific use case for DPT. Full video and explanation can be found on the [website here](#).



Realfiction Holding AB | Terminalgatan 1, 252 78 Helsingborg | Sweden | +45 7020 6490 | contact@realfiction.com | www.realfiction.com