

PLAYNITRIDE
**2024
 MicroLED
 Technology Forum**

2024/09/03 (二) 9:00-16:30
 台北萬豪酒店 8F-Garden Villa

Guests



時間 Time	主題 Keynote	主持人/嘉賓人 Host / Speaker
09:00-09:20	入場報到 Registration	
09:20-09:25	開幕致詞 Opening Remarks	陳創科 董事長 李仕立博士 Dr. Charles Li, Chairman/PlayNitrade
09:25-10:00	與賓嘉賓致詞 Speeches and Photos	陳創科 科技 項志遠 處長 Lynch Wu, Director/PlayNitrade Display
10:00-10:25	MicroLED顯示技術無限可能 MicroLED Displays Lead to Infinite Possibilities	友達光電 處長 李鎮烈 博士 Daniel Lee, Fellow & Director/AUD
10:25-10:50	MicroLED車載顯示的市場趨勢 x 智慧移動的機會 MicroLED in Automotive Displays: Market Trends and Smart Mobility Opportunities	OMDIA 吳育輝 副執行總監 Stacy Wu, Associate Director/OMDIA
10:50-11:10	休息時間 Coffee & Break	
11:10-11:35	公共顯示市場挑戰 Challenges of Public Display Market	盧達光 董事 余中仁 總經理 David King, President/Litex
11:35-12:00	聯合摘要：创新的多视域显示器 Hybrid Screen: a novel approach to multiview displays	Steen Iversen, Director/Realfiction

INTERIM REPORT

1 APRIL – 30 JUNE 2024

Realfiction Holding AB (publ) | 559110-4616

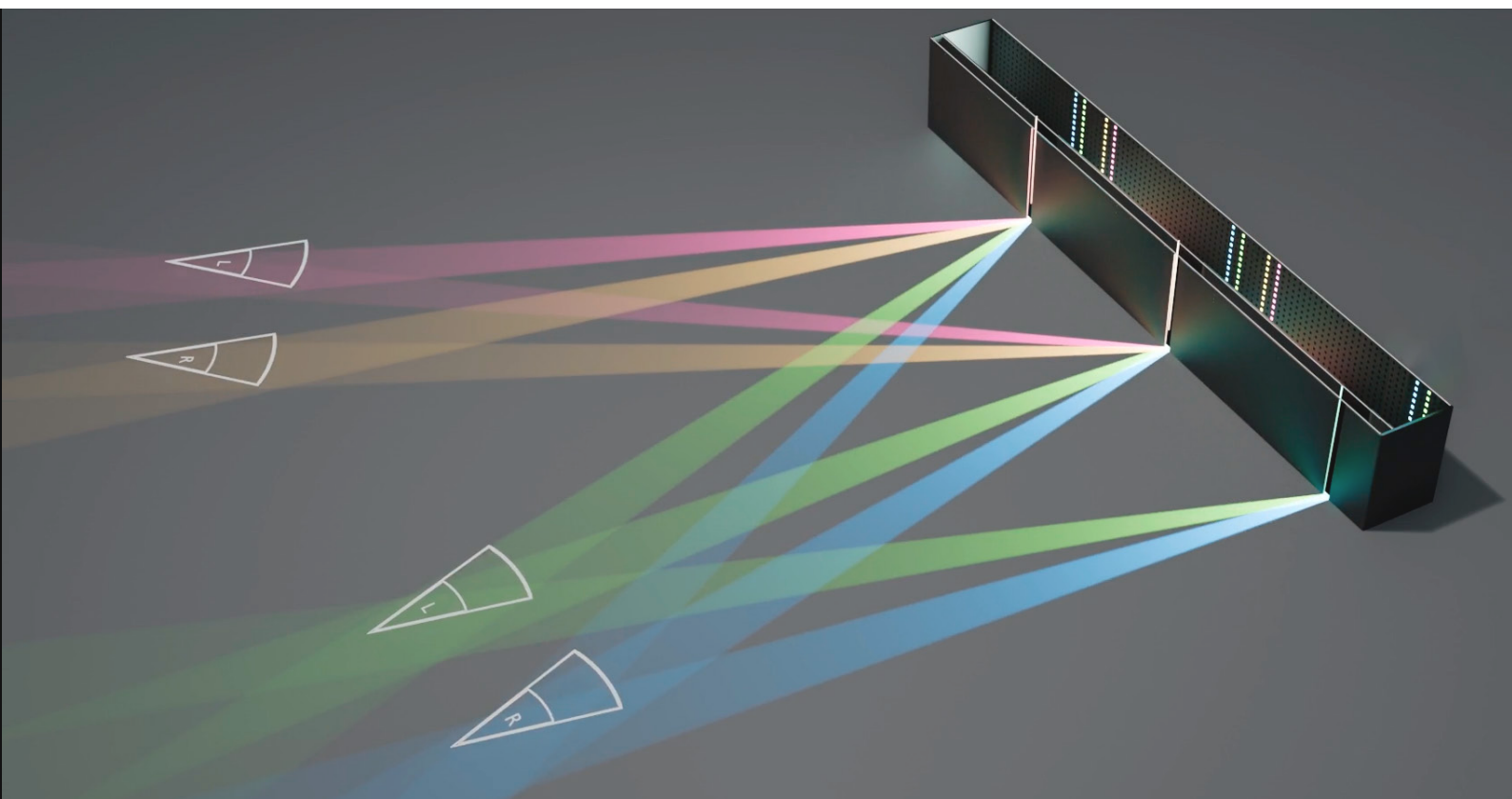
INTERIM REPORT

Q2-2024 (01-04-2024 – 30-06-2024)

- Revenue: TSEK 2,508 (Q2-2023: TSEK 1,643)
- Gross profit: TSEK 1,511 (Q2-2023: TSEK 1,053)
- Gross profit margin: 60.2% (Q2-2023: 64.1%)
- Result after financial items: TSEK -8,508 (Q2-2023: TSEK -2,935)
- Earnings per share: SEK -0.43 (Q2-2023: -0.15)
- Cash flow from operating activities: TSEK -6,122 (Q2-2023: TSEK -1,964)
- Equity: TSEK 52,309 (Q2-2023: TSEK 72,844)

H1-2024 (01-01-2024 – 30-06-2024)

- Revenue: TSEK 4,211 (H1-2023: TSEK 4,592)
- Gross profit: TSEK 2,583 (H1-2023: TSEK 2,940)
- Gross profit margin: 61.3% (H1-2023: 64.0%)
- Result after financial items: TSEK -16,631 (H1-2023: TSEK -4,283)
- Earnings per share: SEK -0.85 (H1-2023: -0.22)
- Cash flow from operating activities: TSEK -11,503 (H1-2023: TSEK -5,246)
- Equity: TSEK 52,309 (H1-2023: TSEK 72,844)



Picture on front page: Steen Iversen (Realfictions Director of Advanced Display Technology) invited to speak about DPT at PlayNitride's 2024 MicroLED Technology Forum, September 3rd, Taipei, Taiwan.

Picture above: DPT illustration from an upcoming whitepaper about Realfiction's patented MicroLED version, also referred to as "Hybridscan".

SIGNIFICANT EVENTS DURING Q2-2024

- 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.

SIGNIFICANT EVENTS AFTER THE END OF THE PERIOD

No significant events were reported after the end of the period.

CEO COMMENTS

STRONG FOCUS ON DPT LICENSING AND GO-TO-MARKET ACTIVITIES

In the second quarter of 2024, we continued to have a strong focus on commercializing our groundbreaking Directional Pixel Technology™ (DPT) platform, which became ready for licensing for LCD, OLED and microLED based display products in late 2023. This included extensive travels and meetings with potential license partners and customers, in personal settings as well as during industry events, while we at the same time continued to refine our DPT platform based on requests from potential customers.

A good example of the strong and broad interest in our DTP platform from the global display industry is that Steen Iversen, our Director of Advanced Display Technology, has been invited as a keynote speaker at an upcoming conference held by the microLED technology developer PlayNitride in connection with the Semicon trade fair in Taiwan. The topic of Steen's keynote is our HybridScan DPT display version, which is using a combination of microLED and Ferroelectric Liquid Crystals. The conference will be attended by selected and invited participants from the Asian display community. To better facilitate the high demand for detailed information about our microLED based HybridScan DPT-solution, we expect to release a white-paper in September.

A COMMERCIAL AGREEMENT IN Q3-2024 IS STILL WITHIN REACH

As stated previously, we have reached the final stage of some commercial negotiations under NDA related to our DPT platform. These negotiations continued during the second quarter. This means that we still predict

the disclosure of a first commercial agreement for our DPT platform by the end of September. The ongoing discussions in 2024 suggest that such commercial agreements could include a combination of up-front payments, potential future royalties, milestone payments, license fees and profit shares. We are thus making encouraging progress with our go-to-market activities for DPT in line with the plans communicated in previous reports and press releases. It is however important to note that all negotiations carry the risk of non-acceptance from either party, as well as potential delays.

JDI DUAL-VIEW ANNOUNCEMENT CONFIRMS CUSTOMER READINESS

In addition to what we see in our own discussions with potential partners and customers, the Japanese display company JDI published an announcement recently on their outlook for dual-view displays. The information provided suggests that JDI is using a limited "classical" optical-based approach, which is only capable of two simultaneous users in fixed zones with each user receiving half the original resolution of the display¹. Despite the limitations suggested in the announcement, JDI aims for annual sales in 2026 of 100-billion Yen (7.1 billion SEK) for their dual-view displays², with room for strong further growth, in use-cases such as in-car displays, airports, retail, gaming etc. If these use-cases sounds familiar, it might be because we mention similar use-cases and much more as suitable for our own DPT platform.

With DPT being a future-proof display platform capable of multiple simultaneous viewers in electronically fixed or individually moving zones, as well as full display resolution for each user in both 2D and 3D, we welcome this bullish market prediction from JDI and the added spotlight it will bring on all companies marketing Dual or Multiview displays solutions, including Realfiction.

1: <https://www.youtube.com/watch?v=zBnz1GirUYE&t=20m40s>

2: <https://www.youtube.com/watch?v=zBnz1GirUYE&t=25m37s>

HEALTHY MIXED REALITY DISPLAY SALES AND ORDER BACKLOG

Despite our strong focus on commercializing our DPT platform, we noticed a 51% revenue increase from our sales activities related to our Mixed Reality displays in Q2-2024 compared to the same period in 2023. This was due to an increase in activity among our partners and end-customers during the summer, which is not something we have seen in previous years. In addition to the positive development in Q2, the stronger summer activity has created a healthy order book for the coming months.

STRONG COMMERCIAL OUTLOOK AND FINANCIAL RUNWAY INTO 2025

We've seen another promising quarter in line with our communicated go-to-market plan for our DPT platform. Additionally, we are observing continued signs of market readiness for multiview 2D/3D displays, and we have a financial runway extending into 2025. Despite not having tangible DPT news to announce this quarter, we remain optimistic about the future of DPT and Realfiction. I anticipate being able to update our investors within the next 32 days as we move closer to finalizing our first DPT commercial agreement.



Clas Dyrholm
CEO, Realfiction Holding AB



REALFICTION'S BUSINESS AND CONCEPT

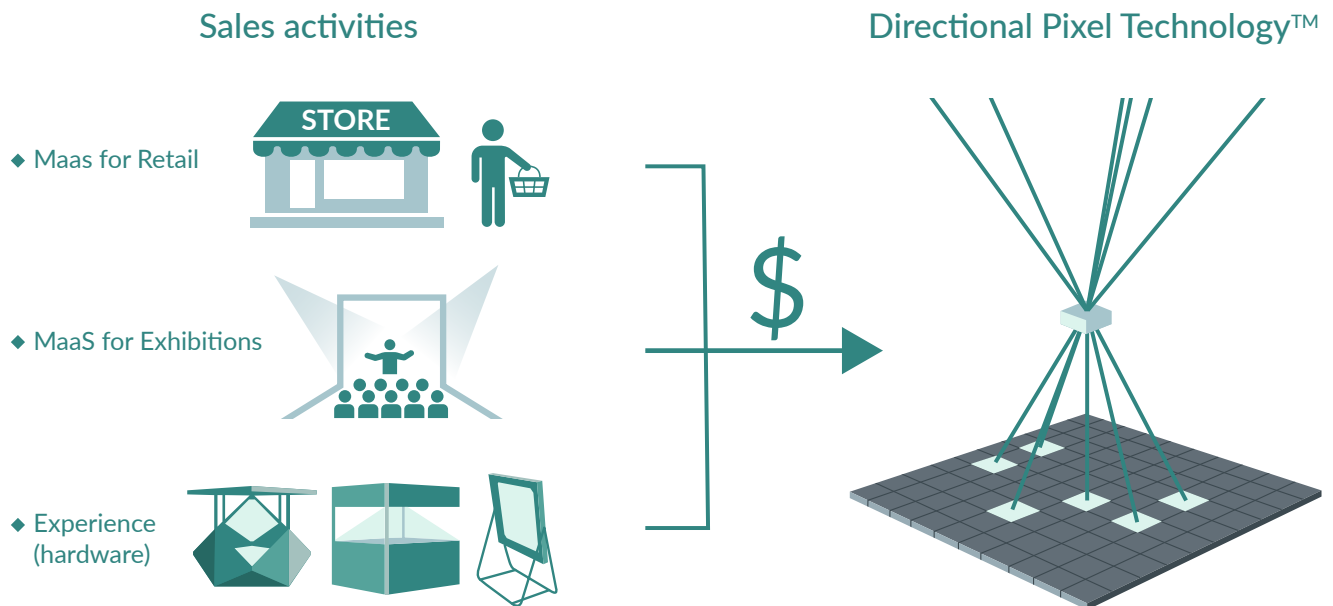
LEADING MIXED REALITY PRODUCTS

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.

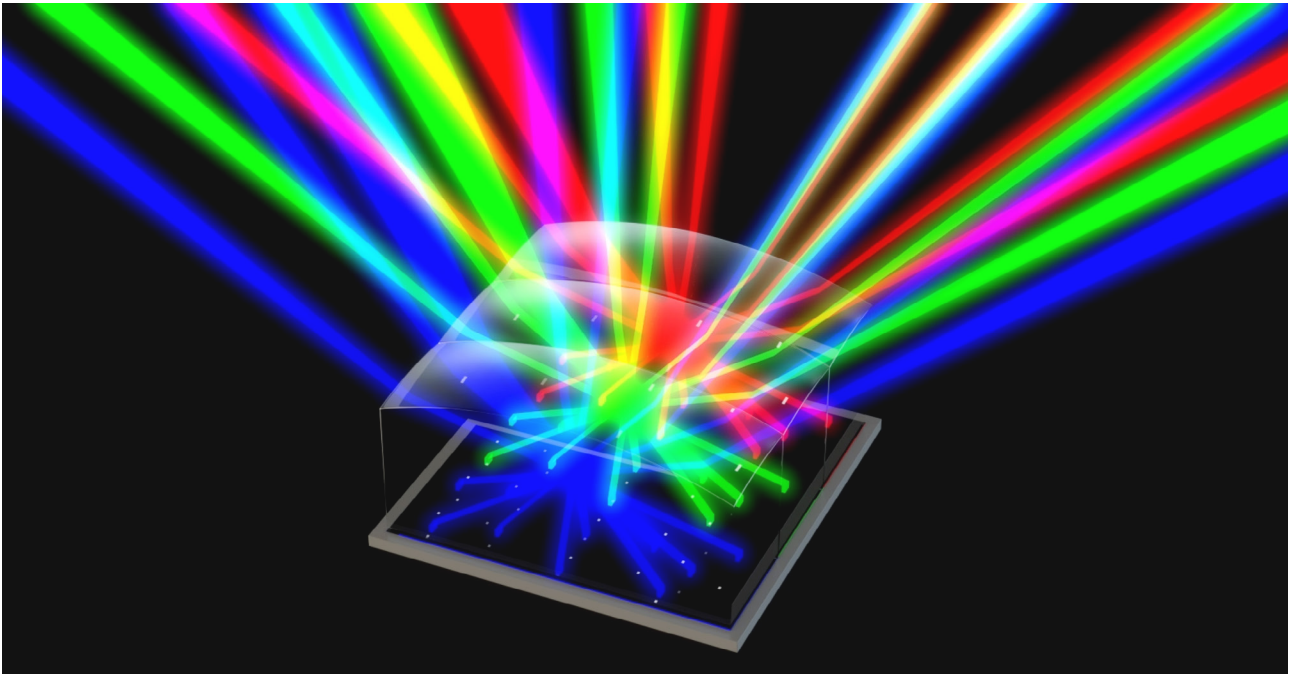
DPT – A GROUNDBREAKING NEXT-GENERATION DISPLAY TECHNOLOGY

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

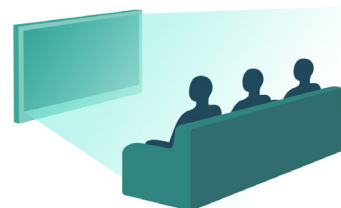
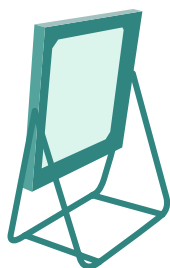
- In 2017, Realfiction was listed on Nasdaq First North Growth Market.
- With increased funding and resources, the company launched DeepFrame, the world's largest mixed reality display.

2019-2023 DPT DEVELOPMENT PHASE

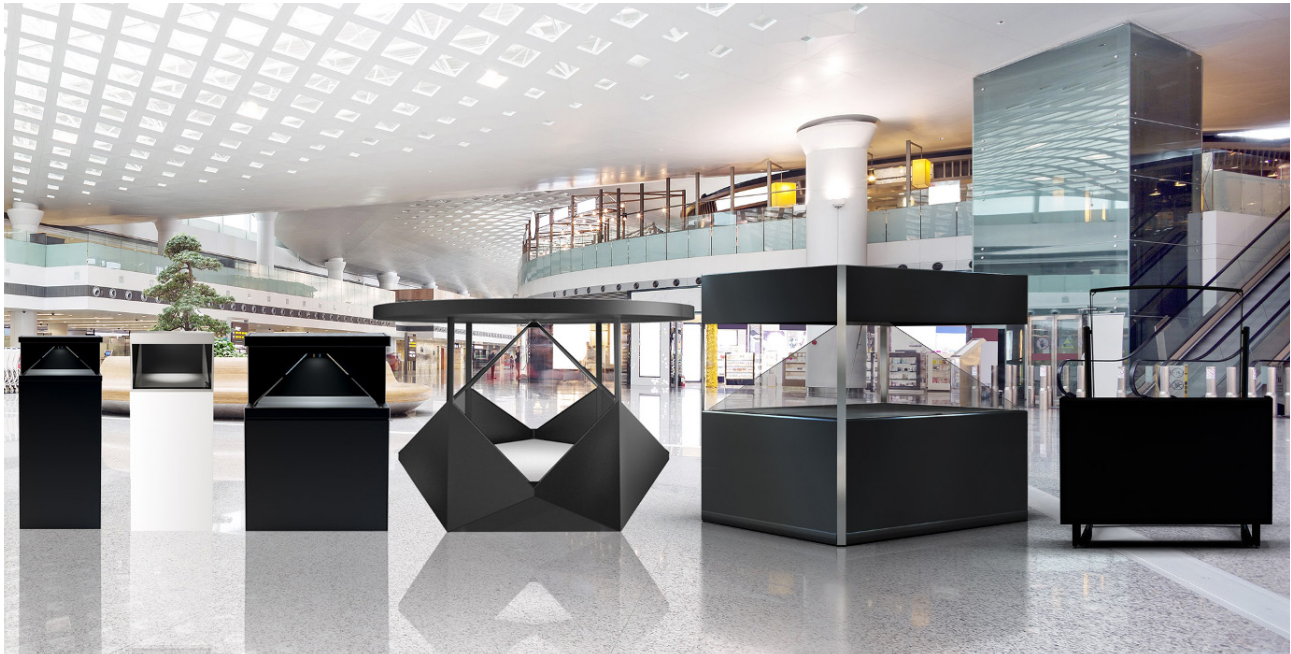
- In 2019, the company presented DPT (previously named ECHO) and completed a proof of concept for the technology.
- In 2020, a beta version of an LCD DPT display was created. This was followed by an ambitious development program with several international partners, including Fraunhofer FEP and imec, 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 Q2-2024

Group net revenue amounts to TSEK 2,508 for Q2-2024, representing an increase of 53% from Q2-2023 of TSEK 1,643. Adjusted for currency conversion effects, the Company's revenue in Q2-2024 increased by 71% to TDKK 2,750 compared to the average quarterly revenue in 2023 of TDKK 1,607.

Cost of goods sold amounts to TSEK 997 for Q2-2024, compared to TSEK 590 for Q2-2023. Thus, our gross profit in Q2-2024 increased to TSEK 1,511 from TSEK 1,053 in Q2-2023. This resulted in decreased gross profit margin in Q2-2024 of 60.2% compared to 64.1% in Q2-2023. The decrease was caused by a different sales mix and lower sales prices.

Other income increased to TSEK 249 in Q2-2024 from TSEK 43 in Q2-2023 as Q2-2024 other income include amortization of previously received Innobooster grants.

In Q2-2024 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 Q2-2024 Income Statement does not include income from the capitalization of own work performed compared to income of TSEK 2,311 in Q2-2023 from the capitalization of salaries and internal expenses relating to the Directional Pixel Technology.

Other external costs increased to TSEK 2,551 in Q2-2024 from TSEK 1,267 in Q2-2023. The increase is primarily due to execution of the DPT go-to market strategy, which involved higher travel, selling, and marketing expenses, as well as additional costs related to research, development, and patent protection efforts that were capitalized in Q2-2023.

Cash-based personnel costs declined by TSEK 237 to TSEK 4,680 in Q2-2024 (TSEK 124 of the personnel cost is non-cash costs related to warrant programs) compared to TSEK 4,917 in Q2-2023. The decrease is due to the reduction of one employee in Q2-2024 compared to Q2-2023.

The Company has commenced depreciation of its Directional Pixel Technology intangible asset, and

determined that a 10 year expected life is appropriate for accounting purposes. As such, depreciation has increased from TSEK 150 in Q2-2023 to TSEK 1,841 in Q2-2024.

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.

INCOME STATEMENT IN H1-2024

Group net revenue amounts to TSEK 4,211 for H1-2024, representing a decline of 8% from H1-2023 of TSEK 4,592. Adjusted for currency conversion effects, the Company's revenue in H1-2024 increased by 21% to TDKK 3,877 compared to the average semi-annual revenue in 2023 of TDKK 3,214.

Cost of goods sold amounts to TSEK 1,628 for H1-2024, compared to TSEK 1,652 for H1-2023. Thus, our gross profit in H1-2024 decreased to TSEK 2,583 from TSEK 2,940 in H1-2023. This resulted in decreased gross profit margin in H1-2024 of 61.3% compared to 64.0% in H1-2023. This increase was achieved due to a different sales mix and lower sales prices.

Other income increased to TSEK 475 in H1-2024 from TSEK 117 in H1-2023 as H1-2024 other income include amortization of previously received Innobooster grants.

In H1-2024 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 H1-2024 Income Statement does not include income from the capitalization of own work performed compared to income of TSEK 4,930 in H1-2023 from the capitalization of salaries and internal expenses relating to the Directional Pixel Technology.

Other external costs increased to TSEK 4,707 in H1-2024 from TSEK 2,574 in H1-2023. The increase is primarily due to execution of the DPT go-to market strategy, which involved higher travel, selling, and marketing expenses, as well as additional costs related to research, development, and patent protection efforts.

Cash-based personnel costs increased with TSEK 188 to TSEK 9,371 in H1-2024 (TSEK 244 of the personnel cost is non-cash costs related to warrant programs) compared to TSEK 9,183 in H1-2023. The increase is driven by salary raises prompted by inflation.

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 30 June 2024 increased to TSEK 93,124 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 Q2-2024, the Company did not capitalize any development expenditures, but it capitalized TSEK 531 in license fees related to the ferroelectric liquid crystal technology. In contrast, the Company capitalized TSEK 5,106 in Q2-2023 from investments in intangible assets.

Cash Flow and Liquidity

Realfiction's liquidity at 30 June 2024 amounts to TSEK 18,775 compared to TSEK 12,523 at 31 December 2023 as the Company received a loan from Formue Nord of MSEK 20 in Q1-2024. Cash flow from operating activities for Q2-2024 declined to TSEK -6,122 compared to TSEK -1,964 for Q2-2023. The primary reason for this is a decline in gross profits and acceleration of the go-to market strategy, which involved higher travel, selling, and marketing expenses, as well as additional costs related to research, development, and patent protection efforts.

The Company's total cash outflows from operations and investments in DPT has decreased by TSEK 427 to TSEK 6,671 in Q2-2024 from TSEK 7,098 in Q2-2023. 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 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 Directional Pixel Technology™ 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 Directional Pixel Technology™ 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 30 June 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 - 28/08/2024 (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 June 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	1,139,407	5.76
Other shareholders (more than 3,100)	8,975,416	45.399
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 Q2 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:

Q3 Interim Report 2024:	29 August 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 Q2 Interim Report 2024 presents a fair view of the financial position of the Company at 30 June 2024 as well as of the results of the Group operations and cash flows for the periods 1 April – 30 June 2024 and 1 January – 30 June 2024.

Helsingborg, 29 August 2024
Realfiction Holding AB
Board of Directors and CEO

FINANCIAL HIGHLIGHTS AND KEY RATIOS

Selected Financial Highlights and Key Ratios – Group

SEK '000	Q2-2024 01-04-2024 -30-06-2024 3 months	Q2-2023 01-04-2023 -30-06-2023 3 months	H1-2024 01-01-2024 -30-06-2024 6 months	H1-2023 01-01-2023 -30-06-2023 6 months	Q1-Q4-2023 01-01-2023 -31-12-2023 12 months
Net revenue	2,508	1,643	4,211	4,592	9,923
Gross profit	1,511	1,053	2,583	2,940	6,525
Result after financial items	-8,508	-2,935	-16,631	-4,283	-8,120
Total Assets	93,124	94,010	93,124	94,010	89,491
Cash flow from operating activities	-6,122	-1,964	-11,503	-5,246	-2,295
Cash and bank	18,775	18,266	18,775	18,266	12,523
Equity	52,309	72,844	52,309	72,844	67,471
Solvency ratio (%)	56.2	77.5	56.2	77.5	75.4
Average number of employees	14	15	14	14	14
Gross profit margin (%)	60.2	64.1	61.3	64.0	65.8
Earnings per share (SEK)	-0.43	-0.15	-0.85	-0.22	-0.31
Average number of shares	19,776,847	19,762,847	19,775,700	19,762,847	19,762,847
Number of shares at the end of the period	19,776,847	19,762,847	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	Q2-2024	Q2-2023	H1-2024	H1-2023	Q1-Q4-2023
	01-04-2024 -30-06-2024 3 months	01-04-2023 -30-06-2023 3 months	01-01-2024 -30-06-2024 6 months	01-01-2023 -30-06-2023 6 months	01-01-2023 -31-12-2023 12 months
Net revenue	2,508	1,643	4,211	4,592	9,923
Cost of goods sold	-997	-590	-1,628	-1,652	-3,398
Gross profit	1,511	1,053	2,583	2,940	6,525
Capitalized own work performed	0	2,311	0	4,930	9,601
Other external costs	-2,551	-1,267	-4,707	-2,574	-4,836
Personnel costs	-4,804	-4,974	-9,615	-9,309	-18,908
Depreciation of tangible and intangible assets	-1,841	-150	-3,668	-323	-627
Other income and expenses	249	43	475	117	248
Operating result	-7,436	-2,984	-14,932	-4,219	-7,997
Other financial income	136	170	243	194	392
Other financial costs	-1,208	-121	-1,942	-258	-515
Result after financial items	-8,508	-2,935	-16,631	-4,283	-8,120
Tax on the profit of the period	-84	0	-84	0	2,021
Net result for the period	-8,592	-2,935	-16,715	-4,283	-6,099

Balance Sheet (condensed) - Group

SEK '000	30-06-2024	30-06-2023	31-12-2023
Assets			
Non-current assets			
Development costs	62,677	59,539	64,481
Licenses	2,625	2,037	2,160
Total intangible assets	65,302	61,576	66,641
Fixtures, tools and installations	431	931	657
Total tangible assets	431	931	657
Other long-term receivables	388	1,883	377
Total financial assets	388	1,883	377
TOTAL NON-CURRENT ASSETS	66,121	64,390	67,675
Current assets			
Finished products and goods for sale	2,736	5,168	3,589
Total inventories	2,736	5,168	3,589
Trade receivables	256	65	100
Current tax receivables	3,304	4,008	3,229
Other receivables	1,497	1,430	1,887
Prepaid expenses	435	683	488
Total short-term receivables	5,492	6,186	5,704
Cash and bank	18,775	18,266	12,523
TOTAL CURRENT ASSETS	27,003	29,620	21,816
TOTAL ASSETS	93,124	94,010	89,491
Liabilities and Equity			
Equity			
Share capital	1,978	1,976	1,976
Other reserves incl. retained earnings	50,331	70,868	65,495
TOTAL EQUITY	52,309	72,844	67,471
Deferred tax liability	4,367	4,646	4,268
Total provisions	4,367	4,646	4,268
Liabilities to credit institutions	19,690	1,886	1,291
Other liabilities	905	894	875
Prepaid income	8,021	6,620	8,252
Total long-term liabilities	28,616	9,400	10,418
Liabilities to credit institutions	1,656	1,904	1,577
Accounts payable and accrued costs	2,931	2,255	2,642
Prepaid income	335	279	171
Other liabilities	2,910	2,682	2,944
Total short-term liabilities	7,832	7,120	7,334
TOTAL LIABILITIES	36,448	16,520	17,752
TOTAL LIABILITIES AND EQUITY	93,124	94,010	89,491

Cash Flow Statement (condensed) – Group

SEK '000	Q2-2024 01-04-2024 -30-06-2024 3 months	Q2-2023 01-04-2023 -30-06-2023 3 months	H1-2024 01-01-2024 -30-06-2024 6 months	H1-2023 01-01-2023 -30-06-2023 6 months	Q1-Q4-2023 01-01-2023 -31-12-2023 12 months
Operating result	-7,436	-2,984	-14,932	-4,219	-7,997
Depreciation	1,841	150	3,668	323	627
Non-cash warrant program	124	71	244	140	389
Paid financial items	-520	49	-577	-64	-123
Tax payments	-83	0	-83	0	3,957
Cash flow from operating activities before changes in operating capital	-6,074	-2,714	-11,680	-3,820	-3,147
Operating activities					
Change in inventories	593	202	940	193	1,513
Change in short term receivables	-398	-409	-1,026	-107	607
Change in short term liabilities	-243	957	263	-1,512	-1,268
Cash flow from operating activities	-6,122	-1,964	-11,503	-5,246	-2,295
Investing activities					
Purchase of tangible assets	-15	-5	-15	-5	-81
Sale of tangible assets	0	0	0	0	0
Proceeds from financial assets	-3	-23	-3	-23	-23
Purchase of intangible assets	-531	-5,106	-531	-9,096	-18,300
Cash flow from investing activities	-549	-5,134	-549	-9,124	-18,404
Financing activities					
Loan installment (Vækstfonden)	-383	-363	-744	-708	-1,395
Loan	0	0	17,849	0	0
Inno booster grant	0	1,036	1,113	2,287	3,277
Capital increase, net of costs	0	0	-37	0	0
Cash flow from financing activities	-383	673	18,181	1,579	1,882
Cash flow for the period	-7,054	-6,425	6,129	-12,791	-18,817
Cash and cash equivalents at period start	25,884	24,494	12,523	30,806	30,806
Exchange rate recalculation difference – cash and cash equivalents	-55	197	123	251	534
Cash and cash equivalents at period end	18,775	18,266	18,775	18,266	12,523

Statement of Changes in Equity (condensed) - Group

SEK '000	Q2-2024	Q2-2023	H1-2024	H1-2023	Q1-Q4-2023
	01-04-2024 -30-06-2024 3 months	01-04-2023 -30-06-2023 3 months	01-01-2024 -30-06-2024 6 months	01-01-2023 -30-06-2023 6 months	01-01-2023 -31-12-2023 12 months
Equity at period start	61,548	73,108	67,471	73,787	73,787
Exchange adjustments	-771	2,600	1,346	3,200	-606
Capital increase, net of costs	0	0	-37	0	0
Warrant program	124	71	244	140	389
Net result for the period	-8,592	-2,935	-16,715	-4,283	-6,099
Equity at period end	52,309	72,844	52,309	72,844	67,471

Income Statement (condensed) – Parent company

SEK '000	Q2-2024	Q2-2023	H1-2024	H1-2023	Q1-Q4-2023
	01-04-2024 -30-06-2024 3 months	01-04-2023 -30-06-2023 3 months	01-01-2024 -30-06-2024 6 months	01-01-2023 -30-06-2023 6 months	01-01-2023 -31-12-2023 12 months
Operating income					
Net revenue (group internal)	350	150	500	300	600
Operating costs					
External costs	-379	-369	-647	-591	-984
Personnel costs	-164	-202	-350	-377	-712
Operating result	-193	-421	-497	-668	-1,096
Financial items	-1,007	97	-1,567	97	208
Result after financial items	-1,200	-324	-2,064	-571	-888
Net result for the period	-1,200	-324	-2,064	-571	-888

Balance Sheet (condensed) – Parent company

SEK '000	30-06-2024	30-06-2023	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	10,465	13,170	0
Other receivables	486	178	23
Prepaid expenses	163	164	77
Total short-term receivables	11,114	13,512	100
Cash and bank	15,681	13,499	9,190
TOTAL CURRENT ASSETS	26,795	27,011	9,290
TOTAL ASSETS	127,023	110,654	109,518
Liabilities and Equity			
Equity			
Share capital	1,978	1,976	1,976
Other reserves	106,957	107,884	107,884
Net result of the period	-2,064	-571	-888
TOTAL EQUITY	106,871	109,289	108,972
Liabilities to credit institutions	19,155	0	0
Total long-term liabilities	19,155	0	0
Trade payables	312	652	211
Other payables	685	713	335
Total short-term liabilities	997	1,365	546
TOTAL LIABILITIES	20,152	1,365	546
TOTAL EQUITY AND LIABILITIES	127,023	110,654	109,518

DEFINITIONS

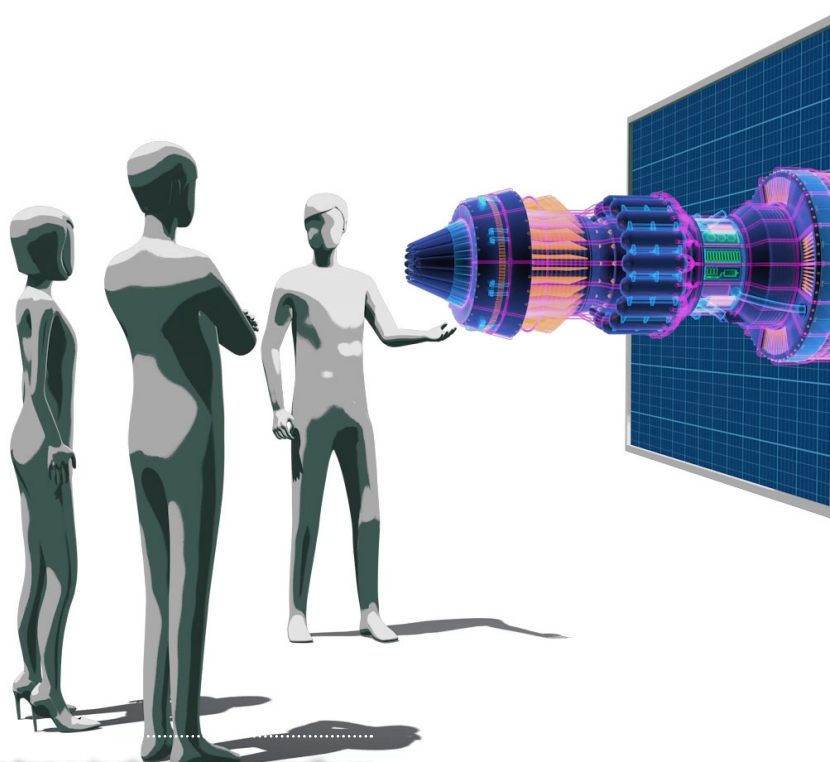
Solvency ratio: Equity as a percentage of the balance sheet total. Key ratios of equity are presented to provide a better understanding of Realfiction's long-term ability to pay its debt.

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.

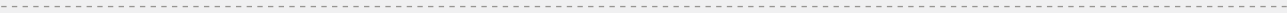
Gross profit: Net turnover after costs for goods sold.

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](#).



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