INTERIM REPORT

1 APRIL– 30 JUNE 2026

Realfiction Holding AB (publ) | 559110-4616

REALFICTION™

INTERIM REPORT

As further commercial agreements related to the Company's DPT platform have not yet materialised, the Company's liquidity position remains challenging. Prior to the recently secured bridge financing, the Company's available liquidity was not sufficient to support operations through September 2026.

To address its near-term liquidity requirements, the Company has secured a SEK 2 million bridge loan intended to fund operations until completion of the planned Rights Issue. The Rights Issue may provide gross proceeds of up to approximately SEK 36 million and is secured through a bottom underwriting guarantee of SEK 21.6 million. Based on the guaranteed minimum proceeds and current cash flow forecasts, successful completion of the Rights Issue is expected to provide sufficient liquidity to support operations until approximately June 2027.

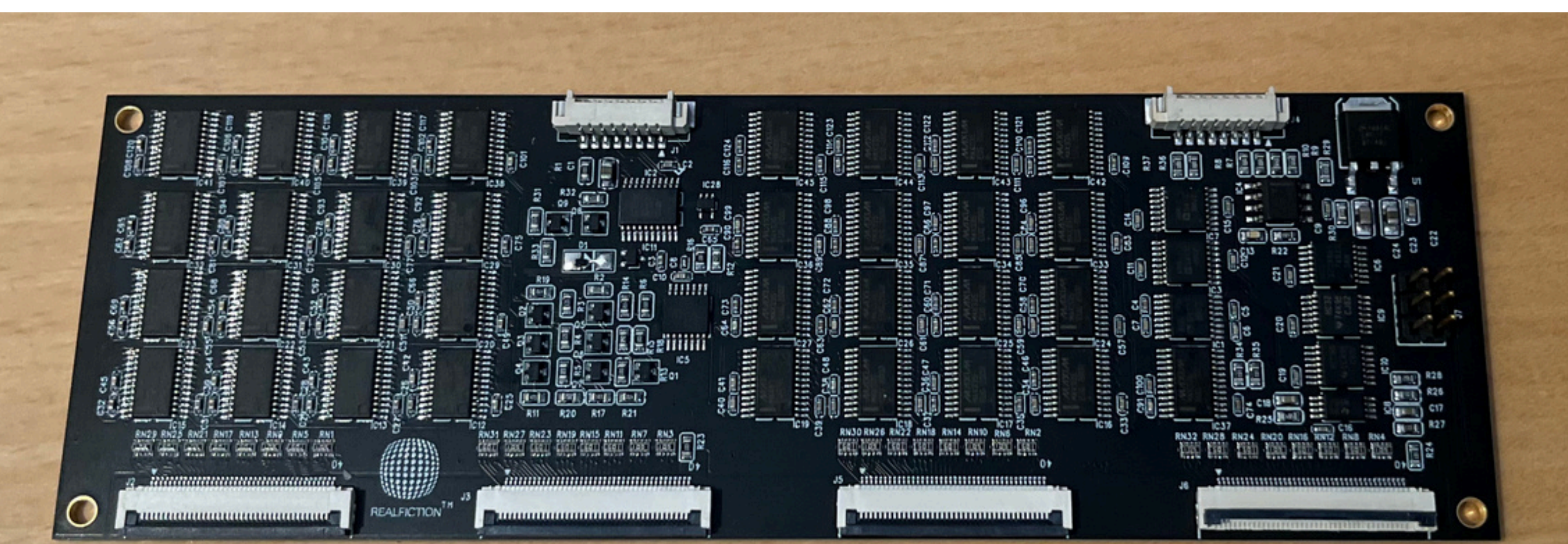
The Company's ability to continue as a going concern is dependent on the successful completion of the Rights Issue, which remains conditional upon approval of the necessary amendment to the Articles of Association at the Extraordinary General Meeting. Consequently, material uncertainty exists regarding the Company’s ability to continue as a going concern. Further information regarding going concern assumptions, liquidity risks and impairment considerations is included on pages 9–10 of this report.

Q2-2026 (01-04-2026 – 30-06-2026)

- Revenue: TSEK 856 (Q2-2025: TSEK 1,132)
- Gross profit: TSEK 662 (Q2-2025: TSEK 740)
- Gross profit margin: 77.3% (Q2-2025: 65.4%)
- Result after financial items: TSEK -6,377 (Q2-2025: TSEK -7,662)
- Earnings per share: SEK -0.27 (Q2-2025: -0.38)
- Cash flow from operating activities: TSEK -3,320 (Q2-2025: TSEK -4,208)
- Equity: TSEK 36,740 (Q2-2025: TSEK 33,822)

H1-2026 (01-01-2026 – 30-06-2026)

- Revenue: TSEK 1,667 (H1-2025: TSEK 2,006)
- Gross profit: TSEK 1,154 (H1-2025: TSEK 1,231)
- Gross profit margin: 69.2% (H1-2025: 61.4%)
- Result after financial items: TSEK -12,888 (H1-2025: TSEK -16,071)
- Earnings per share: SEK -0.54 (H1-2025: -0.81)
- Cash flow from operating activities: TSEK -7,534 (H1-2025: TSEK -11,503)
- Equity: TSEK 36,740 (H1-2025: TSEK 33,822)



Picture on front page: Samples from the ongoing validation of the new patent pending nematic SLM design.

Picture above: New driver electronics for the next generation DPT display prototypes, designed to have higher resolution and a more compact form factor.

SIGNIFICANT EVENTS DURING Q2-2026

• On 13 April, Realfiction announced that the Company had been selected to exhibit its Directional Pixel Technology™ ("DPT") as a part of the I-Zone of the upcoming SID Display Week 2026. The I-Zone selection process is competitive, with only a limited number of exhibitors selected from applications submitted by display industry innovators worldwide. Realfiction has been selected to showcase its 3D DPT demonstrator, capable of delivering independent 3D experiences to multiple viewers simultaneously.

• On 22 April, Realfiction announced a significant technological advancement in its Spatial Light Modulator ("SLM"), which could lead to a more direct and scalable approach to mass production of large-format displays based on its Directional Pixel Technology ("DPT"). In parallel with its work on FLC, the Company has identified and developed an alternative SLM approach based on a class of nematic liquid crystals already widely used in the display industry and compatible with established mass production methods. Through targeted adaptations, Realfiction has developed a patent-pending new principle aimed at enabling the required high-speed performance using this production-ready liquid crystal platform. Compared to FLC-based approaches, this solution offers a simpler implementation and is directly aligned with existing manufacturing infrastructure. This development addresses key barriers to scaling DPT and supports a more direct path toward mass production of large-format displays. Realfiction initiated collaboration with its partners to further validate and integrate the upgraded SLM approach into future DPT display designs. The objective is to accelerate the path toward mass production of DPT displays across multiple sizes and application areas, while maintaining the core DPT characteristics, including multi-user individual 3D experiences, strong depth perception, and no loss of resolution.

• On 30 June, Realfiction announced an update on the ongoing development of its Directional Pixel Technology™ (DPT) platform and related commercial activities. Realfiction continues to advance development of its alternative nematic SLM approach for DPT, which the Company believes has the potential to significantly accelerate the industrialisation of the technology by leveraging existing LCD manufacturing infrastructure. The Company continues to engage with several international technology and display industry participants regarding potential applications of DPT across a number of market segments.
These discussions include potential opportunities relating to development collaborations, licensing and other forms of commercial engagement

SIGNIFICANT EVENTS AFTER THE END OF THE PERIOD

• On 20 August, Realfiction announced its intention to resolve on a rights issue of units (shares and warrants of series TO3) with preferential rights for existing shareholders, amounting to a maximum of approximately SEK 36 million before transaction-related costs (the "Rights Issue"). The Rights Issue is covered by a bottom underwriting commitment from Vator Securities AB of SEK 21.6 million, corresponding to approximately 60 percent of the Rights Issue. The final terms, including the subscription price, are expected to be announced on October 1, 2026. Completion of the Rights Issue is conditional upon the Extraordinary General Meeting on September 23, 2026 approving the necessary amendment to the Articles of Association.

The net proceeds, after transaction costs and repayment of SEK 4 million of the outstanding loan to Fenja Capital II A/S, are intended to finance the next stage of the commercialisation of DPT. In connection with the Rights Issue, the outstanding Fenja Capital loan has been renegotiated, including an undertaking to issue warrants to Fenja Capital. To fund operations until completion of the Rights Issue, the Company has raised a bridge loan of approximately SEK 2 million from Tellus Equity AB.
A second Extraordinary General Meeting on September 23, 2026 will consider proposed incentive programs for senior management and the Board of Directors. Together with related reductions in cash remuneration and salaries, the programs are expected to generate cash savings of approximately SEK 3.6 million over the next 24 months. As a result of the Rights Issue and Incentive Programs, publication of the Q3 2026 interim report has been postponed from November 26 to November 30, 2026.

CEO COMMENTS

The second quarter of 2026 has been an important period for Realfiction, both technologically and strategically. At the same time, the period following the quarter has made it increasingly clear that our technological progress has not yet translated into commercial agreements or strategic investments at the pace required to support the Company's financing needs.

DPT DEVELOPMENT AND THE PATH TOWARDS INDUSTRIALIZATION

Over several years, we have developed and demonstrated the core functionality of our Directional Pixel Technology (DPT) through multiple working demonstrators. We have demonstrated multi-user glasses-free 3D functionality, multi-view experiences and the ability of DPT to work across different display technologies.

The challenge today is therefore no longer to demonstrate the fundamental principles of DPT, but to establish a sufficiently scalable and commercially viable path towards industrialization.

An important development during the period has been our continued work on a patent-pending Spatial Light Modulator (SLM) approach based on nematic liquid crystal technology. Our original FLC-based approach has proven challenging to industrialize at the required specifications and scale and is expected to require additional time and investment by manufacturing partners before reaching large-scale commercial production. The nematic approach provides an alternative path designed to leverage existing LCD manufacturing infrastructure while preserving the core capabilities of DPT, with the potential to reduce industrialization complexity and accelerate time-to-market.

"The nematic SLM approach may provide a substantially more scalable route towards industrialization, and our ongoing discussions with global technology companies continue to give us reason to pursue that opportunity.

The underlying nematic design has been theoretically evaluated by external LCD specialists, who have concluded that the approach appears technically feasible for both prototype development and future industrial manufacturing. Physical validation is now the most important near-term technical milestone. Successful validation would significantly reduce industrialization complexity and provide a clearer pathway towards commercial deployment of DPT.

COMMERCIAL ACTIVITIES AND STRATEGIC REVIEW

Our discussions with global technology and display companies continue to confirm that there is interest in the capabilities DPT can provide across several applications. However, we also have to acknowledge that the commercial and strategic processes are taking longer than we had hoped.

For a technology such as DPT, potential industrial partners need to undertake extensive technical evaluation and due diligence before committing to a development partnership, licensing agreement or strategic investment. During this process, we have also learned that demonstrating the core functionality of the technology is not in itself sufficient. Prospective partners need increasing confidence in the scalability, manufacturability and commercial implementation of the technology.

These are important reasons why physical validation of our nematic approach represents a key near-term milestone.

In parallel, the Strategic Review announced in February 2026 continues with Grant Thornton Corporate Finance as financial advisor. The process is evaluating a range of strategic alternatives, including industrial partnerships, strategic collaborations and licensing structures. We continue to pursue these opportunities actively, while recognizing that such processes take time and that there can be no certainty regarding their outcome.

We continue to have discussions with several global technology companies. As previously communicated, this includes a leading global consumer electronics company that has ordered two DPT demonstrators for internal evaluation. Such industrial evaluations are important steps towards establishing the technical confidence required for potential future development partnerships and licensing discussions.

FINANCING AND THE NEXT STAGE

The time required to complete these technological and strategic processes has created a significant challenge for Realfiction given our limited financial resources.
On 20 August 2026, we therefore announced our intention to carry out a Rights Issue of units of up to approximately SEK 36 million before transaction-related costs. The Rights Issue is covered by an underwriting commitment of SEK 21.6 million, corresponding to approximately 60 percent of the intended issue.
We fully recognize that the Rights Issue may result in significant dilution for existing shareholders. This is not a financing route we have chosen lightly. We have worked to identify strategic, commercial and financing alternatives, but these have not materialized sufficiently quickly to address the Company's immediate liquidity requirements.
In connection with the intended Rights Issue, we have renegotiated our outstanding loan with Fenja Capital, under which SEK 4 million will be repaid upon completion of the Rights Issue, and raised a SEK 2 million bridge loan from Tellus Equity AB to fund operations until completion of the Rights Issue.

The intended financing is designed to provide Realfiction with the financial platform required to complete the physical validation of the nematic approach, continue our commercial activities and Strategic Review and pursue the next stage of DPT commercialization. Subject to successful physical validation, we intend to develop a trade-fair-ready 7-inch DPT Evaluation Platform based on the nematic architecture. The Evaluation Platform is intended to provide improved resolution and a compact form factor based on technology designed for scalable manufacturing, making it suitable for demonstrations at trade fairs and for industry participants to purchase for internal evaluation of DPT and its potential applications. Further development of larger commercially representative DPT platforms is only expected to be undertaken with additional customer funding and in cooperation with industry partners, if and when such opportunities arise.

Based on the current level of underwriting commitment and assuming approval of the Incentive Programs, the Rights Issue is expected to provide the Company with a financial runway until June 2027, excluding any potential proceeds from the exercise of TO3 warrants or other additional funding.

As part of the efforts to preserve cash and extend the Company's financial runway, the Board has proposed a significant reduction in future Board remuneration, while members of management have agreed to reduce their future salaries. These reductions are subject to shareholder approval of the proposed Incentive Programs, under which the participants would receive equity-based remuneration in the form of options in lieu of the reduced cash remuneration and salaries.

Subject to shareholder approval, these measures are expected to generate cash savings of approximately SEK 3.6 million over the next 24 months. The Incentive Programs are also intended to align the long-term interests of the Board and management with those of our shareholders as we work to create the best possible outcome from the next stage of DPT's development and commercialization.

LOOKING AHEAD

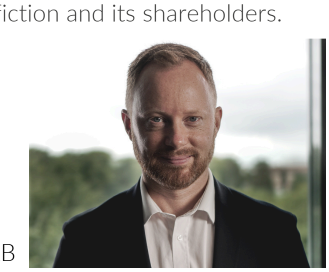
I understand that the current situation is disappointing for many of our shareholders, particularly those who have supported Realfiction over many years. We have made significant technological progress, but we have not yet succeeded in turning that progress into the commercial outcome that both we and our shareholders have been working towards. We should be clear about that.

At the same time, the reason we continue to pursue DPT is that we believe the fundamental technology has demonstrated capabilities that remain highly relevant to where the global display industry is heading. The nematic SLM approach may provide a substantially more scalable route towards industrialization, and our ongoing discussions with global technology companies continue to give us reason to pursue that opportunity.

The coming period is therefore focused on a limited number of critical objectives: physically validating the nematic SLM approach, continuing the industrial and strategic dialogues already underway, successfully completing the Rights Issue and progressing the Strategic Review.

There are still significant technical, commercial and financial risks, and I cannot promise that we will ultimately succeed. What I can say is that we remain fully committed to doing everything we reasonably can to create the best possible outcome for Realfiction and its shareholders.

Clas Dyrholm
CEO, Realfiction Holding AB



DIRECTIONAL PIXEL TECHNOLOGY™ (DPT)

Since the beginning of our journey 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 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.

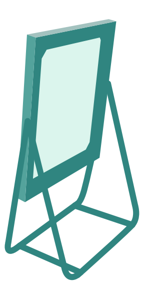
In 2024 we advanced licensing discussions with several potential commercial partners in multiple industries, from display manufacturers and display IP providers to providers of display-based products and automotive companies. Our first commercial DPT agreement, valued at 7.4 MSEK, was signed in September for a custom-tailored proof of concept to an undisclosed customer.

Picture above: Realfiction and PlayNitride presents the world's first glasses-free 3D MicroLED display at the Touch Taiwan expo, April 2025.

COMPANY DEVELOPMENT AND FUTURE

2008-2018 PRE-DPT 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.
- 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.

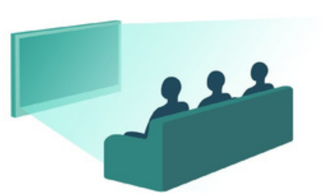


2019-2023 DPT DEVELOPMENT PHASE

- 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.

2023-2024 DPT COMMERCIALIZATION PHASE

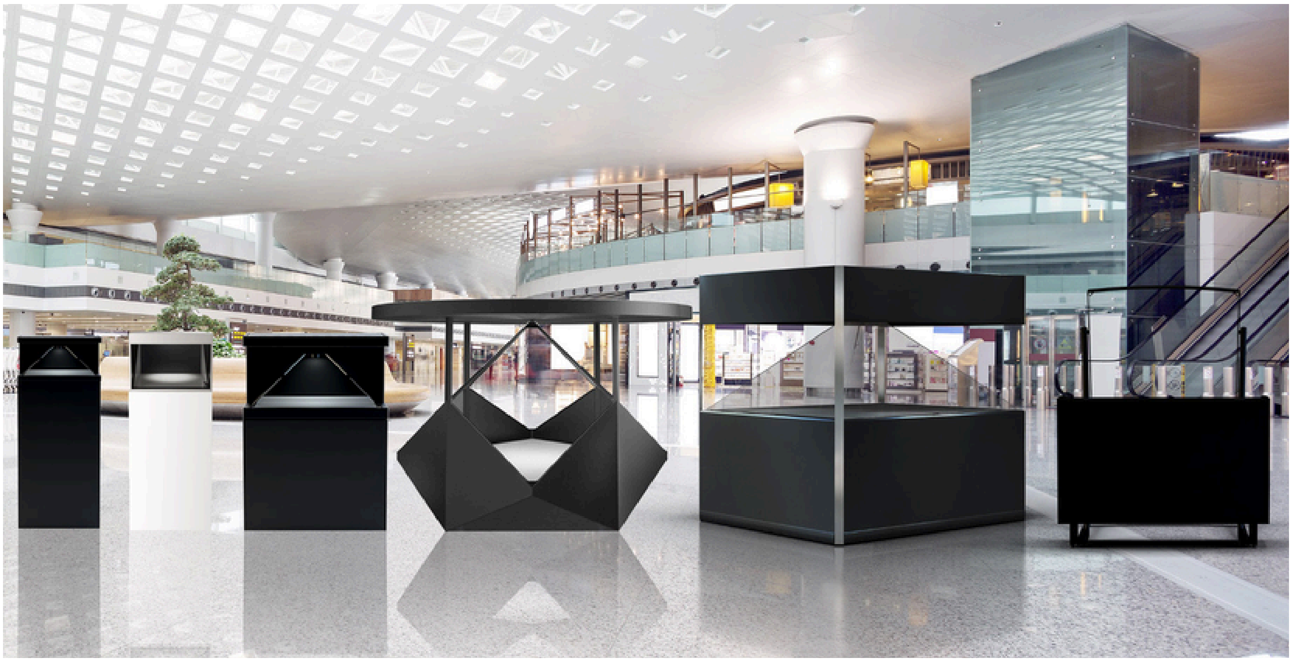
- In 2023, the company completed the first DPT LCD display, as well as demonstrators for an OLED version and a microLED version. DPT is thus compatible with all of the three major display technologies.
- The DPT IP portfolio was expanded with an exclusive license for super-fast ferroelectric liquid crystal (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 January 2024.



SEP 2024- (ONGOING) DPT COMMERCIAL PHASE

- Marking a key milestone, the first commercial DPT agreement—worth 7.4 MSEK—for a custom-designed proof-of- concept display was finalized in September 2024, with payment received in December 2024 from an undisclosed customer.
- A significant license and collaboration agreement was signed with Shantou Goworld Display Co. Ltd. (Goworld) in January 2025, paving the way for mass manufacturing of DPT display products, initially targeting multi-view applications and 3D applications thereafter.

LEGACY 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 legacy mixed reality display portfolio

FINANCIAL REVIEW

INCOME STATEMENT IN Q2-2026

Group net revenue amounted to TSEK 856 in Q2-2026, representing a decrease of 24% compared to TSEK 1,132 in Q2-2025. The decrease was expected and reflects the Company's continued focus on the commercialization of its Directional Pixel Technology platform, resulting in reduced emphasis on legacy display products.

Cost of goods sold amounted to TSEK 194, compared to TSEK 392 in Q2-2025. Gross profit amounted to TSEK 662 in Q2-2026, compared to TSEK 740 in Q2-2025, corresponding to a gross profit margin of 77.3% and 65.4%, respectively. The increase in gross profit margin reflects a different sales mix.

Other external costs decreased to TSEK 1,559 in Q2-2026 from TSEK 1,640 in Q2-2025. The decrease primarily reflects lower research and development activities as part of the execution of the Company's DPT go-to-market strategy, combined with general cost optimization measures.

Personnel costs decreased by TSEK 1,267 to TSEK 2,907 in Q2-2026 compared to TSEK 4,174 in Q2-2025. The decrease primarily reflects a lower average headcount, with three fewer employees compared to the same period last year.

Depreciation of tangible and intangible assets amounted to TSEK 1,672 in Q2-2026, compared to TSEK 1,718 in Q2-2025, remaining broadly in line with the same period last year. The level primarily reflects depreciation of previously capitalized development projects and license rights.

Overall, the operating result for Q2-2026 improved by TSEK 1,315 to TSEK -5,274, compared to TSEK -6,589 in Q2-2025.

Group net financial costs consist primarily of amortized financial expenses on the loan with Fenja Capital.

INCOME STATEMENT IN H1-2026

Group net revenue amounted to TSEK 1,667 in H1-2026, representing a decrease of 17% compared to TSEK 2,006 in H1-2025. The decrease was expected and reflects the Company's continued focus on the commercialization of its Directional Pixel Technology platform, resulting in reduced emphasis on legacy display products.

Cost of goods sold amounted to TSEK 513 for H1-2026, compared to TSEK 775 in H1-2025. Gross profit amounted to TSEK 1,154 in H1-2026, compared to TSEK 1,231 in H1-2025, corresponding to a gross margin of 69.2% compared to 61.4%. The increase in gross profit margin reflects a different sales mix.

Other external costs decreased to TSEK 2,593 in H1-2026 from TSEK 3,195 in H1-2025. The decrease primarily reflects lower research and development activities as part of the execution of the Company's DPT go-to-market strategy, combined with general cost optimization measures.

Personnel costs decreased by TSEK 2,565 to TSEK 6,268 in H1-2026 compared to TSEK 8,833 in H1-2025. The decrease primarily reflects a lower average headcount, with three fewer employees compared to the same period last year.

Depreciation of tangible and intangible assets amounted to TSEK 3,314 in H1-2026, compared to TSEK 3,541 in H1-2025, remaining broadly in line with the same period last year. The level primarily reflects depreciation of previously capitalized development projects and license rights.

Overall, the operating result for H1-2026 improved by TSEK 3,305 to a loss of TSEK 10,621, compared to TSEK 13,926 in H1-2025.

Group net financial costs consist primarily of amortized financial expenses on the loan with Fenja Capital.

BALANCE SHEET

Realfiction's total assets at 30 June 2026 decreased to TSEK 60,691 compared to TSEK 72,372 at 31 December 2025. The decrease primarily reflects the negative result for H1-2026.

INVESTMENTS

The Company did not capitalize any development expenditures in Q2-2026, compared to license payments of TSEK 483 in Q2-2025.

IMPAIRMENT ASSESSMENT OF DPT-RELATED INTANGIBLE ASSETS

As of 30 June 2026, DPT-related intangible assets stood at TSEK 51,072, compared to TSEK 53,103 at year-end 2025.

Management has assessed the carrying value of the Group's DPT-related intangible assets in light of the current commercial, technological and liquidity uncertainties described in this report.

The assessment continues to support the carrying values recognised. Management's assessment is based on the continued long-term commercial potential of the DPT platform, ongoing technical and commercial progress, updated business assumptions, and the application of elevated risk assumptions in the underlying impairment model.

The impairment assessment is based on the assumption that the Company will be able to continue as a going concern and secure sufficient liquidity to support continued development and commercialisation activities. Consequently, failure to secure adequate financing and/or achieve sufficient commercial and technical progress may have a material adverse impact on the recoverable amount of the Group's DPT-related intangible assets.

The impairment assessment remains inherently sensitive to assumptions regarding future commercialisation, technical validation, financing and timing of market adoption.

CASH FLOW AND LIQUIDITY

As of 30 June 2026, Realfiction's liquidity stood at TSEK 5,009, compared to TSEK 14,540 at year-end 2025. Cash flow from operating activities amounted to TSEK -7,534 in H1-2026, compared to TSEK -11,101 in H1-2025. The development reflects, among other things, the impact of the cost reductions implemented by the Company.

As the Company's current liquidity is not sufficient to support its ongoing operations through September 2026, the Company has taken measures to secure additional financing. To address its immediate liquidity requirements, the Company has raised a bridge loan of MSEK 2 from Tellus Equity AB. The bridge loan carries an arrangement fee of 5 percent and interest of 5 percent for the period until 15 November 2026 and is to be repaid upon completion of the Rights Issue or, at the latest, by 15 November 2026.

The Board of Directors intends to resolve on a Rights Issue to strengthen the Company's financial position and provide funding for the continued development and commercialisation of DPT. The Rights Issue is expected to provide gross proceeds of at least MSEK 21.6, secured through a bottom underwriting guarantee. If the Rights Issue is fully subscribed, the gross proceeds would increase by approximately MSEK 14.4 to approximately MSEK 36.0.

Completion of the Rights Issue is conditional upon the Extraordinary General Meeting approving the proposed amendment to the Articles of Association required to enable the necessary increase in share capital.

In connection with completion of the Rights Issue, MSEK 4 of the Company's outstanding loan to Fenja Capital will be repaid and the bridge loan from Tellus Equity AB will also be repaid. Following transaction costs and these repayments, the remaining proceeds are intended to fund the continued validation of the nematic SLM architecture, continued commercialisation activities and the Strategic Review and, subject to successful physical validation, development of a trade-fair-ready 7-inch DPT Evaluation Platform based on the nematic architecture. The Evaluation Platform is intended to provide improved resolution and a compact form factor based on technology designed for scalable manufacturing and to support trade-fair demonstrations and internal evaluations by prospective industry participants.

Further development of larger commercially representative DPT platforms is only expected to be undertaken with additional customer funding and in cooperation with industry partners, if and when such opportunities arise.

Based on the minimum guaranteed gross proceeds of MSEK 21.6, the Company's current cost base and cash flow forecasts, and assuming approval of the Incentive Programs, Management estimates that the financing will provide sufficient liquidity to support operations until approximately June 2027.

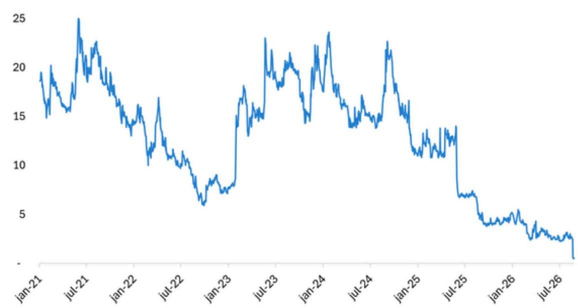
The estimated runway is subject to successful completion of the Rights Issue and depends on the assumptions underlying the Company's cash flow forecasts, including the timing and level of development activities, operating costs and other cash flows.

The Company's ability to continue as a going concern is dependent on the successful completion of the Rights Issue. Until the Rights Issue has been completed, there remains a material uncertainty that may cast significant doubt upon the Company's ability to continue as a going concern. The Board of Directors and Management consider the going concern basis of preparation appropriate based on the secured bridge financing, the MSEK 21.6 bottom underwriting guarantee and the expectation that the necessary amendment to the Articles of Association will be approved.

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 2026, the number of shares in Realfiction Holding AB amounts to 23,976,431. The Company has one share class. All shares have equal dividend rights.

Share price development in 01/01/2021 - 26/08/2026 (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 and a Taiwan-based branch office. Realfiction Holding AB does not own shares in other companies.

RISKS AND UNCERTAINTIES

The financial risks in addition to liquidity risk mentioned on pages 9-10 can primarily be divided in the categories of currency risk, credit risk and interest risk.

The operational risks and uncertainties that Realfiction's operations are exposed to are concentrated in the categories of competition, technology development, patents and government requirements. During the current period, no significant changes regarding risk or uncertainty factors have occurred in addition to what is disclosed in this report. For more detailed reporting of risks and uncertainties, refer to the previously published Company description, published in the 2025 Annual Report.

OWNERSHIP STRUCTURE

Realfiction has more than 2,500 shareholders. Shareholders holding over 5% are as follows at 30 June 2026.

Name	Ownership (in %)
Balser Invest ApS	>15%
CLAPE HOLDING ApS 1)	>10%
AmTRAN Technology Co. LTD 2)	>5%
Försäkringsaktiebolaget, Avanza Pension	>10%

1. CLAPE HOLDING ApS is owned 50 percent by CEO and board member Clas Dyrholm and 50 percent by board member Peter Simonsen.

2. AmTRAN Technology Co. Ltd. is a large OEM producer of LCD TV's and other consumer electronics.

AUDIT / REVIEW

The Q2 Interim Report 2026 has not been audited or reviewed by the Company's independent auditors. The Annual Report 2025 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 2026: 30 November 2026
Year-end Report 2026: 25 March 2027
Annual Report 2026: 27 May 2027

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:

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E-mail: investor@realfiction.com

The Board of Directors and the CEO declare that to the best of their knowledge, the Q2 Interim Report 2026 presents a fair view of the financial position of the Company at 30 June 2026 as well as of the results of the Group operations and cash flows for the periods 1 April – 30 June 2026 and 1 January – 30 June 2026.

The Board of Directors and the CEO refer to the disclosures regarding going concern, liquidity risks and impairment considerations included on pages 9–10 of this report.

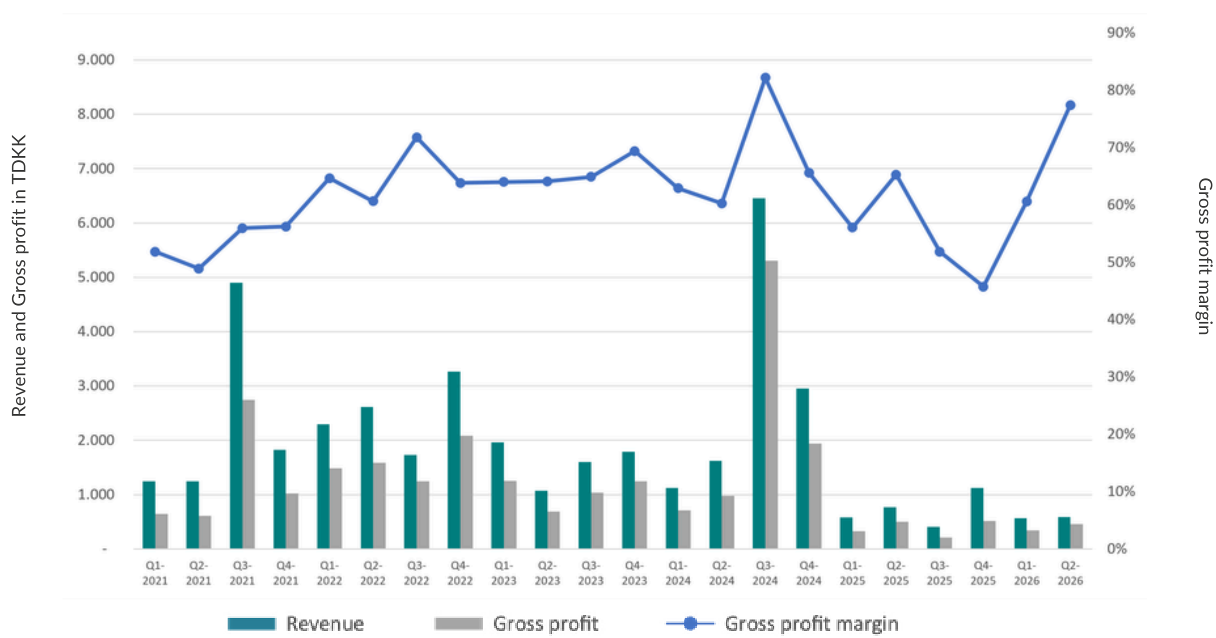
Helsingborg, 27 August 2026
Realfiction Holding AB
Board of Directors and CEO

FINANCIAL HIGHLIGHTS AND KEY RATIOS

Selected Financial Highlights and Key Ratios – Group

SEK '000	Q2-2026 01-04-2026 -30-06-2026 3 months	Q2-2025 01-04-2025 -30-06-2025 3 months	H1-2026 01-01-2026 -30-06-2026 6 months	H1-2025 01-01-2025 -30-06-2025 6 months	Q1-Q4-2025 01-01-2025 -31-12-2025 12 months
Net revenue	856	1,132	1,667	2,006	4,264
Gross profit	662	740	1,154	1,231	2,303
Result after financial items	-6,377	-7,662	-12,888	-16,071	-30,112
Total Assets	60,691	71,007	60,691	71,007	72,372
Cash flow from operating activities	-3,320	-4,208	-7,534	-11,101	-19,711
Cash and bank	5,009	6,944	5,009	6,944	14,540
Equity	36,740	33,822	36,740	33,822	48,466
Solvency ratio (%)	60.5	47.6	60.5	47.6	67.0
Average number of employees	8	11	9	12	11
Gross profit margin (%)	77.3	65.4	69.2	61.4	54.0
Earnings per share (SEK)	-0.27	-0.38	-0.54	-0.81	-1.18
Average number of shares outstanding	23,976,431	19,951,447	23,976,431	19,951,447	21,321,921
Average number of shares outstanding, including dilutive effect of outstanding warrants	27,844,445	20,584,378	27,844,445	20,584,378	23,029,275
Number of shares at the end of the period	23,976,431	19,951,447	23,976,431	19,951,447	23,976,431

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 subsidiaries. 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 DKK figures from the Danish subsidiaries.

Income Statement (condensed) – Group

SEK '000	Q2-2026 01-04-2026 -30-06-2026 3 months	Q2-2025 01-04-2025 -30-06-2025 3 months	H1-2026 01-01-2026 -30-06-2026 6 months	H1-2025 01-01-2025 -30-06-2025 6 months	Q1-Q4-2025 01-01-2025 -31-12-2025 12 months
Net revenue	856	1,132	1,667	2,006	4,264
Cost of goods sold	-194	-392	-513	-775	-1,961
Gross profit	**662**	**740**	**1,154**	**1,231**	**2,303**
Other external costs	-1,559	-1,640	-2,593	-3,195	-6,192
Personnel costs	-2,907	-4,174	-6,268	-8,833	-15,689
Depreciation of tangible and intangible assets	-1,672	-1,718	-3,314	-3,541	-6,955
Other income and expenses	202	203	400	412	822
Operating result	**-5,274**	**-6,589**	**-10,621**	**-13,926**	**-25,711**
Other financial income	0	6	0	16	19
Other financial costs	-1,103	-1,079	-2,267	-2,161	-4,420
Result after financial items	**-6,377**	**-7,662**	**-12,888**	**-16,071**	**-30,112**
Tax on the profit of the period	0	0	0	0	4,856
Net result for the period	**-6,377**	**-7,662**	**-12,888**	**-16,071**	**-25,256**

Balance Sheet (condensed) - Group

SEK '000	30-06-2026	30-06-2025	31-12-2025
Assets			
Non-current assets			
Development costs	48,213	55,001	50,187
Licenses	2,859	3,450	2,916
Total intangible assets	**51,072**	**58,451**	**53,103**
Fixtures, tools and installations	9	54	22
Total tangible assets	**9**	**54**	**22**
Other long-term receivables	378	381	369
Total financial assets	**378**	**381**	**369**
TOTAL NON-CURRENT ASSETS	**51,459**	**58,886**	**53,494**
Current assets			
Finished products and goods for sale	399	1,409	678
Total inventories	**399**	**1,409**	**678**
Trade receivables	49	58	213
Current tax receivables	2,630	2,544	2,567
Other receivables	784	364	570
Prepaid expenses	361	802	310
Total short-term receivables	**3,824**	**3,768**	**3,660**
Cash and bank	**5,009**	**6,944**	**14,540**
TOTAL CURRENT ASSETS	**9,232**	**12,121**	**18,878**
TOTAL ASSETS	**60,691**	**71,007**	**72,372**
Liabilities and Equity			
Equity			
Share capital	2,398	1,995	2,398
Other reserves incl. retained earnings	34,342	31,827	46,068
TOTAL EQUITY	**36,740**	**33,822**	**48,466**
Deferred tax liability	0	2,413	0
Total provisions	**0**	**2,413**	**0**
Liabilities to credit institutions	0	0	12,109
Other liabilities	819	923	795
Prepaid income	6,171	7,040	6,424
Total long-term liabilities	**6,990**	**7,963**	**19,328**
Liabilities to credit institutions	11,825	21,005	537
Accounts payable and accrued costs	2,068	2,454	1,747
Prepaid income	672	138	59
Other liabilities	2,396	3,212	2,235
Total short-term liabilities	**16,961**	**26,809**	**4,578**
TOTAL LIABILITIES	**23,951**	**34,772**	**23,906**
TOTAL LIABILITIES AND EQUITY	**60,691**	**71,007**	**72,372**

Cash Flow Statement (condensed) – Group

SEK '000	Q2-2026 01-04-2026 -30-06-2026 3 months	Q2-2025 01-04-2025 -30-06-2025 3 months	H1-2026 01-01-2026 -30-06-2026 6 months	H1-2025 01-01-2025 -30-06-2025 6 months	Q1-Q4-2025 01-01-2025 -31-12-2025 12 months
Operating result	**-5,274**	**-6,589**	**-10,621**	**-13,926**	**-25,711**
Depreciation	1,672	1,718	3,314	3,541	6,955
Non-cash warrant program	49	50	98	101	202
Paid financial items	-527	-63	-1,084	-1,523	-2,820
Tax payments	0	0	0	0	2,464
Cash flow from operating activities before changes in operating capital	**-4,080**	**-4,884**	**-8,293**	**-11,807**	**-18,910**
Operating activities					
Change in inventories	57	238	286	224	922
Change in short term receivables	-197	-669	-80	153	-171
Change in short term liabilities	900	1,107	553	329	-1,552
Cash flow from operating activities	**-3,320**	**-4,208**	**-7,534**	**-11,101**	**-19,711**
Investing activities					
Purchase of tangible assets	0	0	0	0	0
Sale of tangible assets	0	0	0	0	0
Proceeds from financial assets	0	0	0	0	0
Purchase of intangible assets	0	-483	0	-536	-536
Cash flow from investing activities	**0**	**-483**	**0**	**-536**	**-536**
Financing activities					
Loan installments	-2,000	-426	-2,000	-837	-7,506
Capital increase, net of costs	0	0	0	0	22,908
Cash flow from financing activities	**-2,000**	-426	**-2,000**	**-837**	15,402
Cash flow for the period	-5,320	**-5,117**	-9,534	-12,474	-4,845
Cash and cash equivalents at period start	10,326	**11,947**	14,540	19,695	19,695
Exchange rate recalculation difference – cash and cash equivalents	3	114	3	-277	-310
Cash and cash equivalents at period end	**5,009**	**6,944**	**5,009**	**6,944**	**14,540**

Statement of Changes in Equity (condensed) - Group

SEK '000	Q2-2026 01-04-2026 -30-06-2026 3 months	Q2-2025 01-04-2025 -30-06-2025 3 months	H1-2026 01-01-2026 -30-06-2026 6 months	H1-2025 01-01-2025 -30-06-2025 6 months	Q1-Q4-2025 01-01-2025 -31-12-2025 12 months
Equity at period start	**42,464**	**39,953**	**48,466**	**51,790**	**51,790**
Exchange adjustments	604	1,481	1,064	-1,998	-3,788
Capital increase, net of costs	0	0	0	0	22,908
Warrant program and loan	49	50	98	101	2,812
Net result for the period	-6,377	-7,662	-12,888	-16,071	-25,256
Equity at period end	**36,740**	**33,822**	**36,740**	**33,822**	**48,466**

Income Statement (condensed) – Parent company

SEK '000	Q2-2026 01-04-2026 -30-06-2026 3 months	Q2-2025 01-04-2025 -30-06-2025 3 months	H1-2026 01-01-2026 -30-06-2026 6 months	H1-2025 01-01-2025 -30-06-2025 6 months	Q1-Q4-2025 01-01-2025 -31-12-2025 12 months
Operating income					
Net revenue (group internal)	350	350	500	500	1,000
Operating costs					
External costs	-409	-332	-644	-478	-926
Personnel costs	-155	-157	-284	-326	-654
Operating result	**-214**	**-139**	**-428**	**-304**	**-580**
Financial items	-15,100	-1,011	-42,244	-2,020	-4,239
Result after financial items	**-15,314**	**-1,150**	**-42,672**	**-2,324**	**-4,819**
Net result for the period	**-15,314**	**-1,150**	**-42,672**	**-2,324**	**-4,819**

The Board of Directors and Management have reviewed the carrying values of the investments in subsidiaries and concluded that a write-down is appropriate to reflect the currently assessed recoverable values of these investments. A write-down of TSEK 14,000 is included in financial items in Q2-2026 and TSEK 40,000 in H1-2026.

Balance Sheet (condensed) - Parent company

SEK '000	30-06-2026	30-06-2025	31-12-2025
Non-current assets			
Financial assets			
Shares in subsidiary	75,594	115,594	115,594
Total financial assets	**75,594**	**115,594**	**115,594**
TOTAL NON-CURRENT ASSETS	**75,594**	**115,594**	**115,594**
Current assets			
Intercompany receivables	15,091	4,445	10,592
Other receivables	32	162	85
Prepaid expenses	109	654	24
Total short-term receivables	**15,232**	**5,261**	**10,701**
Cash and bank	**4,760**	**3,875**	**12,609**
TOTAL CURRENT ASSETS	**19,992**	**9,136**	**23,310**
TOTAL ASSETS	**95,586**	**124,730**	**138,904**
Liabilities and Equity			
Equity			
Share capital	2,398	1,995	2,398
Other reserves	123,257	102,960	128,076
Net result of the period	-42,672	-2,324	-4,819
TOTAL EQUITY	**82,983**	**102,631**	**125,655**
Liabilities to credit institutions	0	0	12,109
Total long-term liabilities	**0**	**0**	**12,109**
Liabilities to credit institutions	11,825	20,439	537
Accounts payable and accrued costs	221	988	277
Other payables	557	672	326
Total short-term liabilities	**12,603**	**22,099**	**1,140**
TOTAL LIABILITIES	**12,603**	**22,099**	**13,249**
TOTAL EQUITY AND LIABILITIES	**95,586**	**124,730**	**138,904**

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: Realfiction presents DPT for the display industry at the annual SID Display Week, Los Angeles, USA, May 2026.

CREATING *MAGICAL* MOMENTS THROUGH TECHNOLOGY

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