

Stop losing profits during promotions



The founding team

We were math researchers from renowned French labs

We led a Data science team at a software unicorn

We have helped many retailers optimize their promotions

Before Differs



Rata, CEO
PhD in Robotics



CentraleSupélec

13 years in AI, Researcher in dynamic state estimation



Ex-Al consulting Lead for Retail EMEA,

Dataiku



With Differs



Damien, CTO PhD & agrégé in Maths



13 years in AI, Researcher in rare probability



Ex-Data science lead for Financial services, Telco & Public sectors, Dataiku





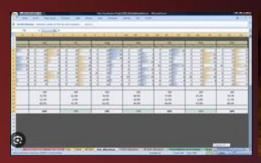






Most retailers think right discounts are mainly about stock & low price.

Basic rules on sell-through rates, stock, age, and competitors lead to aggressive discounts & unnecessary profit loss &





But accurate AI can help them stop losing gross profit

Al can consider more factors with greater precision, providing the **exact discount sweet spot** for each item **5**













Meet Differs

the <u>most accurate</u> Al for predicting customer discount sensitivity and calculating the optimal discount for <u>each</u> product.





Sell at a higher price

When they can



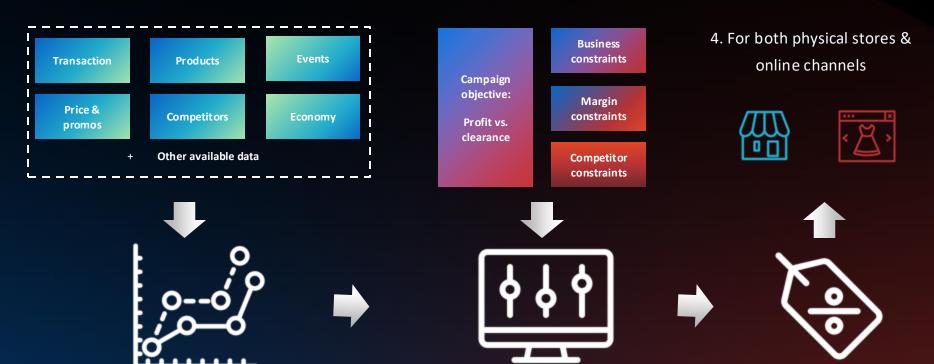
& at a lower price

Only when they should

Top 10 French Al Innovation 2024



Our algorithm sneak-peek



1. Ultra accurate discount elasticity forecast

2. Optimization under constraints

3. Optimal discount for each product



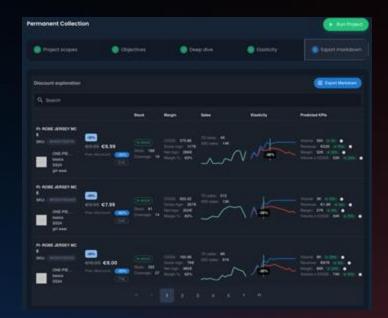
Our UI lets merchandisers create Al-powered campaigns independently

Design



Set the scope, campaign objective and constraints

Understand



Understand the logic behind optimal discounts, stock information, and financial predictions

Measure



Measure the financial uplift using our autonomous A/B testing feature



Success stories

Apparel 🗻

They support A/B testing of their algorithm compared to our own method of pricing, which makes it easy to trust the results and also helps measure the algorithm's success.

We have gained **up to +25% profit uplift** thanks to Differs.



Lena Heinzelmann

Buying & Merchandising Controller at BSTN



BSTN

+25%

Profit uplift



Success stories

Apparel 🗻

Differs eliminates human bias from discount selection, making it all about the math – and that's why it's so effective.

During 2024 summer sales, the A/B test revealed a remarkable +36% profit uplift on products using Differs compared to our traditional method.



Jean-Jacques Gov

CEO At Sixth-June

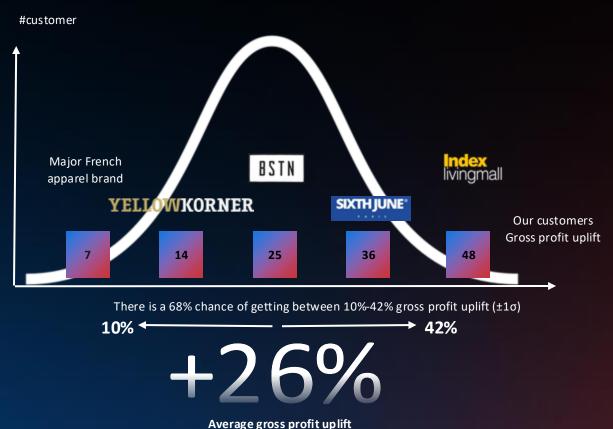


SIXTH JUNE®

+36%

Profit uplift

Get a 98% chance of achieving at least 10% gross profit uplift.



We measure gross profit uplift through a 1-month live A/B test:



- 1. Promo products are split into two equivalent groups with similar expected gross profit.
- 1. Retailers apply their existing discount method to the control group (A) and use Differs for the test group (B).



Ready to fly?



3 weeks implementation

Fastest time to impact



No gain, no pay!

Measure the impact with a live A/B test during the PoC. Success sharing option available.



Thank you!

Wanna learn more? Reach out to me!

Rata (CEO) - rata@differs.io



FUTURE 40



STATION F











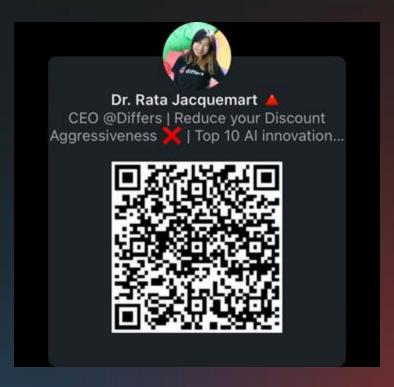






Any questions? Let's connect!







Data you need to provide

MANDATORY

- Sales history
 - Transaction in preference >=3 years (with reference price, discounted price, used coupon)
- Product characteristics
 - ex. Family, target, color, season, ...
- o Promotion Calendar
- Product depreciation information
 - Current & coming stock
 - STR/ age or any depreciation-related info
- If your goal is to maximize margin:COGS & delivery costs for online

OPTIONAL

- Stock history if out-of-stock is your main challenge.
- Any other drivers you find related



Mandatory data 1/2

We accept any format (csv, excel, ...) with any columns as soon as they have the following information

1. Transaction history "Receipt data", avoid daily of weekly aggregated data if possible - We don't need personal data

- Date
- ref_co
- Sold quantity
- Ref price
- Final price (price after discount) or the applied Discount
- Coupon amount (if applicable)
- Location information: shop, country (if you need different discount per store)
- Currency (if applicable)
- Any other useful information

| sku | order_id | qty | original_price | final_price | discount | currency | coupon_used | datetime |
|---------|----------|--------|----------------|-------------|----------|----------|-------------|---------------------|
| 0276461 | 1266926 | 1.0000 | 109.9900 | 69.9900 | 0.0000 | EUR | No | 2023-04-05 22:22:58 |
| 0263441 | 446964 | 1.0000 | 449.9900 | 319.9900 | 0.0000 | EUR | No | 2022-01-02 21:13:09 |
| 0284607 | 1429495 | 1.0000 | 69.9900 | 49.9900 | 25.0000 | EUR | Yes | 2023-07-17 13:40:25 |
| 0263047 | 654777 | 1.0000 | 189.9900 | 189.9900 | 0.0000 | EUR | No | 2022-06-15 11:32:27 |
| 0285058 | 1354947 | 1.0000 | 119.9900 | 89.9900 | 0.0000 | EUR | No | 2023-05-28 21:33:12 |
| 0297831 | 1531228 | 1.0000 | 39.9900 | 39.9900 | 0.0000 | EUR | No | 2023-09-14 14:56:59 |



Mandatory data 2/2

2. Product characteristic

- ref_co
- All available product features: categories, color, size, gender, release date, permanent/seasonal, ...

3. COGS - If your goal is to maximize margin

- ref_co
- COGS

4. Product depreciation level

Differs can help computing this data

- ref co
- STR/ age or any deprecation-related info
- Depreciation coefficient (optional)

| sku | name | article_no | brand | category_lvl2 | category_lvl3 | category_lvl4 | gender | brand_color | color | material | season | bestseller | release_date |
|---------|---------------------|-----------------|-------------|---------------|------------------|----------------------|-----------|---------------|-------|-------------------|---------|------------|---------------------|
| 0002116 | Black Roses Beanie | BSTN-BRP-22-01 | Beastin | Accessories | Headwear | Beanies | men | black/grey | Black | Full: 100% Cotton | Q3 2013 | No | 0000-12-31 23:06:32 |
| 0009238 | Adilette | 280647 | Adidas | Footwear | Sandals & Slides | All Sandals & Slides | men,women | Black / White | Black | Full: 100% Synth | NOS | No | 2020-12-15 23:00:00 |
| 0012650 | 4 oz. Premium Shoe | JM3691 / 1201 | Jason Markk | Accessories | Sneaker Care | All Sneaker Care | men,women | white | White | | NOS | No | 2020-12-15 23:00:00 |
| 0012651 | Premium Shoe Clean | JM4383-1201 OLD | Jason Markk | Accessories | Sneaker Care | All Sneaker Care | men,women | white | White | Full: 100% Synth | NOS | No | 2020-12-15 23:00:00 |
| 0012858 | 8 oz. Premium Shoe | JM1630/1201 OLD | Jason Markk | Accessories | Sneaker Care | All Sneaker Care | men,women | white | White | | NOS | No | 2020-12-15 23:00:00 |
| 0018519 | BSTN Box Logo Snap | BSTN-NOS151-5 | BSTN Brand | Accessories | Headwear | Caps | men | Red / White | Red | Full: 100% Cotton | Q3 2015 | No | 2020-12-18 23:00:00 |
| 0021428 | BSTN ALL Star Crewn | ALLSTARCREW | BSTN Brand | Apparel | Sweats | Sweatshirts | men | Black / Gold | Black | Full: 100% Cotton | Q1 2016 | No | 0000-12-31 23:06:32 |
| 0021713 | Suede Cleaning Kit | JM0462 / 1201 | Jason Markk | Accessories | Sneaker Care | All Sneaker Care | men,women | white | White | Upper material: | NOS | No | 2020-12-15 23:00:00 |
| 0021714 | Standard Shoe Clean | JM1647-1201 | Jason Markk | Accessories | Sneaker Care | All Sneaker Care | men,women | no color | Multi | Full: 100% Others | NOS | No | 2020-12-15 23:00:00 |

Example of a product dataset, yours might be very different



Timeline example

Goal: Optimize your margin & stock for each product

| | Data sent 🗹 | | 15/09 send reco | | Live test starts 1/10 | | Go/ No go | | | | |
|--------------------|-------------------------------|--|-----------------|--------------|--------------------------|---|------------------------------|-----------------------------|--------------|---|--|
| | | | Sep | | | | Oct | | | Oct | |
| | W36 2/09 | W37 9/09 | W38 16/09 | W39 23/09 | W40 30/09 | W41 07/10 | W42 14/10 | W43 21/10 | W41 28/10 | W41 07/10 | |
| Implem, Onboarding | Data sent & Implementation | | | | Ul custo | UI customization | | Run for the next promotions | | Start Data automation | |
| A/B testing | 2. Set | ne control & to promotion can ameters & cons | npaign's | | | Live AB test Group A: Your existing strategy (ex. sell-through rate based) Group B: Differs' recommendation | | | | | |
| Deliveries | | | Reco in .csv | | | | Custom UI & Onboard users | | | We support you on running promo campaigns yourselves via the UI | |
| | PoC Phase | | | | | | | | 2262 | Phase | |