

CASE STUDY

How Vitafy Uses Price Optimization and Demand Forecasting to Boost their Profit and Sales

7Learnings helped Vitafy find a solution that could deal with the increasing number of SKUs, tap into existing margin potential and automate the pricing process.

Company Overview

The Munich-based online retailer Vitafy specializes in fitness, health and nutrition products, offering a vast amount of different brands including three private labels (Bodylab, GymQueen, Vitafy).

Founded in 2013, Vitafy today runs seven online stores while also positioning some of its private labels in stationary retail. However, the majority of sales are generated through its own online platforms.

“As an online retailer, it is very important to get your pricing right. 7Learnings did a great job in automating our pricing process while increasing profitability and sales significantly.”



Oliver Roskopf
Chief Marketing Officer
@ Vitafy

Learn How 7Learnings Helped Vitafy Reduce the Complexity of Pricing and Automate the Process

Challenges

- 1 With an increasing number of SKU's and rapid growing sales, Vitafy was looking for a solution that could deal with the increasing complexity while automating the pricing process.
- 2 For the existing private labels, a pricing strategy based on repricing or price matching is not possible, therefore an appropriate solution had to be found.
- 3 Vitafy was looking for an easy and transparent way to translate its company's goals into an operational pricing strategy.

Solution

- Increased revenue, profit and sales, while reducing price management efforts by automating the pricing process.
- Delivered measurable results with significant business impact within weeks not months.
- Improvement in demand forecast accuracy and transparency to stay agile in a highly volatile market environment.
- Optimized pricing of private labels and exclusive brands based on price elasticity calculations.
- Maximized Vitafy's ability to stay adaptable and strengthened its pioneer position by enabling its pricing managers to compare different pricing scenario in advance.



Results

>10%

uplift in profit

>12%

uplift in revenue

>18%

uplift in sales

Conclusion

The 7Learnings pricing solution enables Vitafy to tap the full potential of its data without having to invest in technology development or a costly data science team. Within weeks the pricing solution delivered measurable results. Vitafy can now, within minutes, simulate various price scenarios for individual categories, forecasting revenue, sales and profit outcomes for its

respective targets. The highly automated pricing process frees up time for more strategic tasks. The 7Learnings pricing algorithm offers a holistic optimization which takes all relevant influencing parameters such as inventory, seasonality, competition into account. Its goal driven approach makes price steering radically easy.



7Learnings dynamic pricing software has helped some of Europe's leading online retailers improve their price-setting processes through machine learning. If you want to learn more about the potential of next-generation dynamic pricing, reach out and book a demo today.



ELEVATE YOUR BUSINESS WITH PREDICTIVE PRICING

Schedule a Demo and see first hand the insights that our leading clients are leveraging with 7Learnings.



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