



Revenue optimization workshop

Product Management, Revenue Management December 5th 2016, Doha

Our motivation was to share with you all the details on our investment in revenue optimization

- We thank you for your time and hope you find the session insightful
 - Great large audience
 - Extensive (and demanding ②) Q&A sessions

We presented

- Why we invest in RM & Pricing: fundamental business concepts & differentiators
- RM, Dynamic Pricing, Business Transformation
- Our vision & roadmap plan



Our approach to Revenue Management relies today's business assumptions

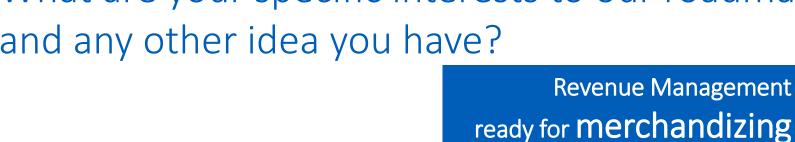
- _ Align your RM and the products you sell to your consumer base
 - Customer choice & Fare Family modeling, travel purpose
- Counter the price spiral-down effect
 - Marginal Revenue Transformation, fare adjustments
- Optimize profit, balance volume vs. value driven strategies
 - No DCP, carrying cost, volume/revenue trade-off & WTP interventions
- Changes to O&D business operations
 - Managing traffic flow net demand
 - Managing demand by customer segment
 - Managing a new forecast output, i.e. willingness to pay



We have received your valuable feedback and we believe it fits in well our investment plan for RM

- Reflect in RM your commercial targets/budgets
- Evaluate RM performance effect of user interventions
 - Dashboards and simulation capability
- Improve usability!!
 - Business workflows, dashboards, alerts
- Make RM less myopic
 - Total market forecast, external data in RM
- We would be happy to
 - Identify items from our roadmap have a specific interest for
 - Learn from any other idea you have

What are your specific interests to our roadmap and any other idea you have?





Customer

(#)

Dynamic

Ancillary dashboards

Competitive schedules & MIDT

> Fare Family forecasting

Capacity sharing

Forecast & yield quality dashboards Ancillary RM

Competitive pricing

Customer choice-based RM

Schedule/itinerar preference

> Traffic flow warnings

Dynamic Pricing

Customer intelligence

Customer no-show & cancel

> Adaptive forecasting

Replay simulation

Dynamic product assortment

Shopping

Product recommender

Total market forecasting

Intervention

recommender



Revenue Management with dynamic availability Product design completed or ongoing

Research work completed or ongoing





Next steps

- Provide you with workshop materials
- Clarify specific items recorded
 - New traffic flow sponsoring (batch-driven vs. interactive), Yield correction inversion mechanism
- Progress on simulation work
 - Engagement on both PODS and Amadeus platforms
- Progress on identification of specific cooperation items?
 - Update on mid JAN17
- Follow-up sessions?

Thank you!













