## Enhancing Fashion Innovation with Al

Tech Solutions for Small Fashion Brands



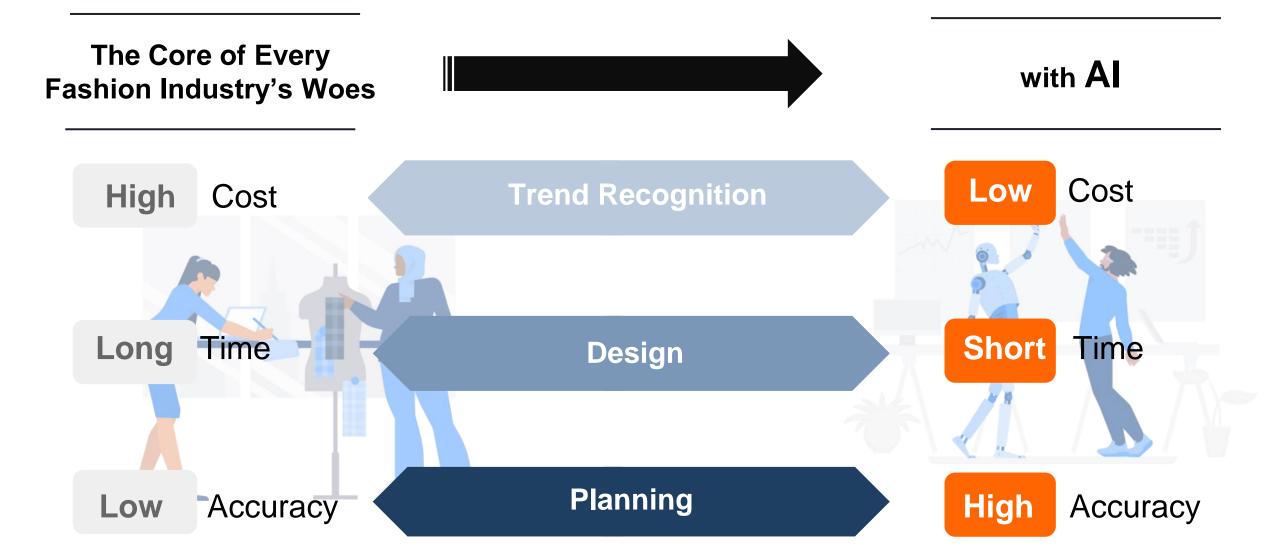
Ki-young Shin Co-Founder, CEO shinky@designovel.com

#### Now, Product Planning Hinges on Rapid Trend

The key to product planning and design lies in quickly identifying trends and inspirations





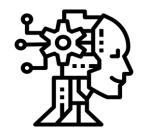




#### **DESGINOVEL AI Helps to Achieve Cheaper, Faster, and More Accurate Results**







AI

Cost per ONE design sketch:

192.34 €

**Trend Recognition** 

Cost per ONE design sketch :

0.00003 €

10,000 a **1** year

Design

10,000 per **1** Second

60%

10-year career MD accuracy rate \*

**Planning** 

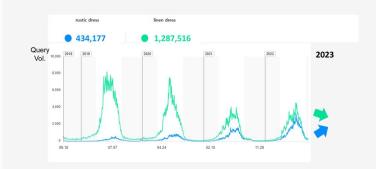
76.8%

72 hours career AI accuracy rate \*

#### Al-Driven Insights on Optimal Timing, Products, and Quantities for Success

#### When | Time

- Search the 'similar patterns' from the past data
- Estimate when it is the best time to produce and sell the product



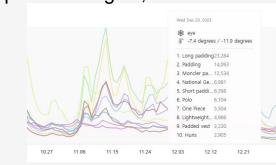
#### What | Products

- Analyze competitors to find out what products we are missing
- By using image or text, search the products in the market based on similarity



#### **How Many | Amount**

- Compare and analyze factors
   impacting sales (weather, etc.) with
   actual sales data
- It supports inventory management, price strategies,





#### **DESIGNOVEL AI Boost Revenue in Fashion and Retail**

#### 01. Trend

- Gathering real-time market to understand consumer preferences
- Analyzing customer reviews to gain insight into their needs
- Find products or trends based on similarity (vector search)

# Preta for Set keyword all PC MORE Preta for Set continuous rise | Continuous ris

#### 02. Design

- By combining images and text, allowing for more creative designs
- Arrange items by relevance or priority

#### AI-designed dinosaur-adorned hoodie hits the market







#### 03. Planning

- Examining competitor's products and strategies to figure out market positions
- Identifying gaps or opportunities for improvement.





#### **Unlocking Market Trends and Smart Decisions with Al-Powered Analysis**

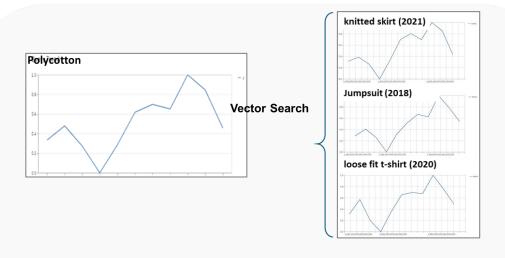
01. Trend

02. Design

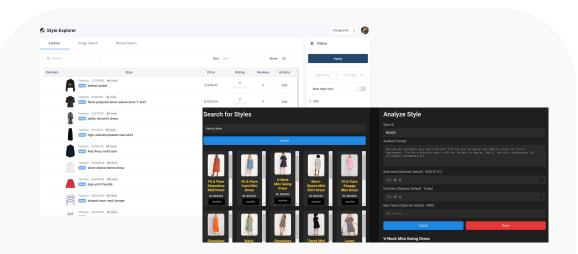
03. Planning

O4. Production \
05. Distribution /

06. Sales



- Predictive Insights with Vector Search estimate future values based on past trends
- Data-Driven Decisions
   identify new trends and data-backed decisions through
   historical comparisons



- Demand & Price Analysis
   track raw material prices and trends for better market
   positioning
- Streamlined Market Exploration discover competitor trends by style, time, image, and more



#### Create in-demand designs 80% faster with Gen AI and data-driven insights

01. Trend

02. Design

03. Planning

O4. Production \
05. Distribution /

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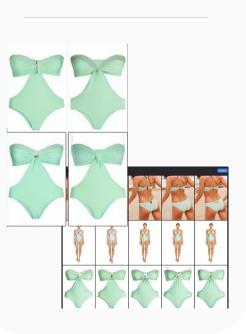
#### B. Exploring Similar Designs with Text or Image



#### C. Reviewing and Finalizing Details



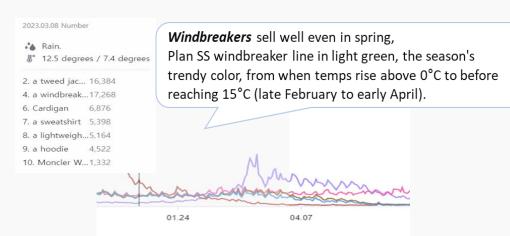
#### D. Design Creation and Review





#### Focusing on Today's Needs, Not Yesterday's Patterns

01. Trend 02. Design 03. Planning 05. Distribution 06. Sales



- Real-Time, Needs-Based Actions prioritize today's market needs over past routines
- Seasonal Flexibility with Data tailor strategies using weather and market insights



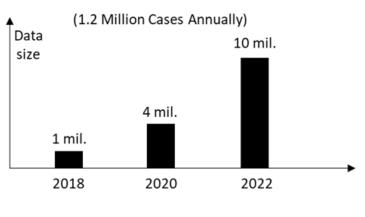
- Integrated Sales Analysis
   Utilize detailed insights on pricing, inventory, and key sales factors to shape strategic decisions
- Predictive Forecasting identify patterns to estimate future trends



#### Where does the data come from?

We **collect publicly** available data online, offering both essential data and Al technology for intelligent interaction between text and images, just like humans.

#### Continuous collection of volatile data from online





Domestic and International Fashion Products Images (10+ Million)

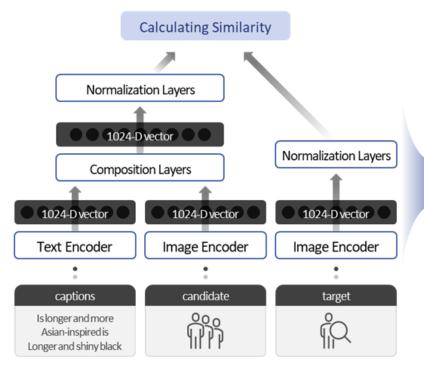


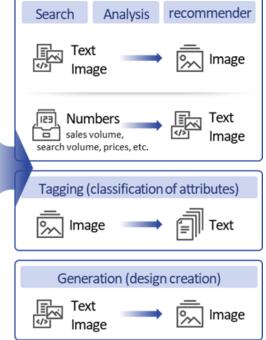
Korean, English Text (500+ Million Tokens)



Domestic and International Product Keywords Trends, Price, Etc.

#### Multimodal (image/text, etc.) embedding and Generative Al models







#### Designovel AI: Rapidly Rising as a Global Game-Changer

Published in reports by global consulting firms like McKinsey as a leading design generation solution

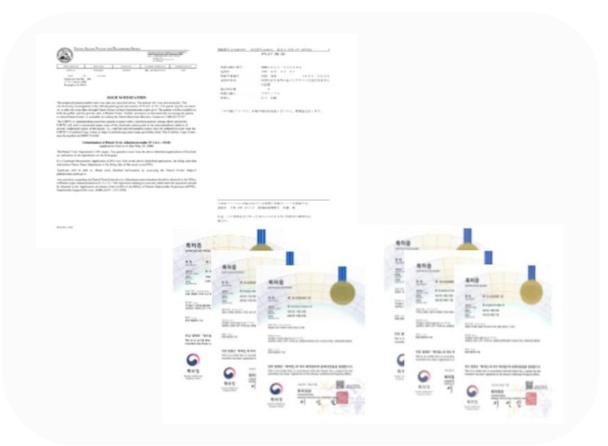
## McKinsey & Company



Generative AI: Unlocking the future of fashion

This scenario became reality in December 2022, when a group of Hong Kong-based fashion designers from the Laboratory for Artificial Intelligence in Design (AiDLab) held a fashion show featuring generative-Al-supported designs. [3] Using tools from tech companies such as Cala, Designovel, and Fashable, fashion designers are already tapping into the power of generative Al to spark new ideas, try myriad design variations without having to produce expensive samples, and vastly accelerate their processes. (For beauty businesses, generative Al also provides an opportunity for brands to identify new product formulations, potentially helping to reduce lab testing costs.)

Holds 6 international (USA, Japan, China) patents, and 16 domestic and more is coming.



#### **Driving Rapid Business Innovation with a Powerful Team**



#### Woosang Song Co-founder

**World No.1 in Information Retrieval Competition (TREC 2010)** 

- · Ph.D, Candidate in Convergence IT Engineering POSTECH
- Master of Computer Engineering in POSTECH
- Global Computer Vision Society 「ICCV」 Fashion IQ Challenge won 1st place in the world for single model, 3rd place for overall model

Composed of AI experts with master's and doctorate degrees,

the team is achieving rapid business commercialization.



#### Kiyoung Shin Co-founder

2016 ICT Creative HR Assessment Ministerial Award(Ministry of Science, ICT and Future Planning)

- · Adjunct professor in Graduate School of Technology management of Hanyang Univ.
- · External Lecturer in KAIST AI Management Program
- · Ph.D. in Convergence IT Engineering POSTECH
- · IBM Global Business Service Data Analytics Consultant
- · Samsung Electronics Wireless Division Strategic Marketing Team (Samsung Value Creator Award)



#### Innovative Al Partnerships:Boosting Sales and Design Excellence in Fashion & Retail

- Step-by-step expansion in **providing Al for fashion and retails companies**
- Designovel Al solutions by companies leading to increased sales performance in customer (brand)
   product / design proposals

#### **Designovel's Clients and Customers**





























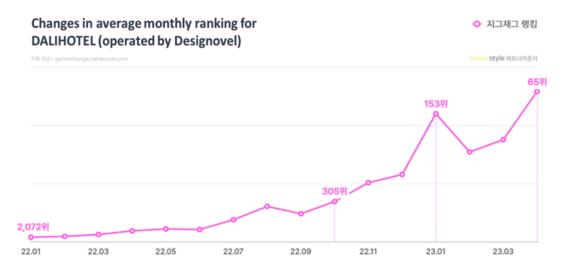




#### Transforming Sales Growth: How Al Solutions Fueled a 5X Increase for 'DaliHotel'

- Operating "DaliHotel" & Branden", and utilizing solutions internally
- "DaliHotel" experienced over a five-fold increase in sales within only two years
- Despite being operated by a single customer service employee,
   "Branden" generated yearly sales of over 0.4 million dollars through solution adoption

**Total Investment 5,870,340 €** 



#### **DaliHotel**



#### Brandén



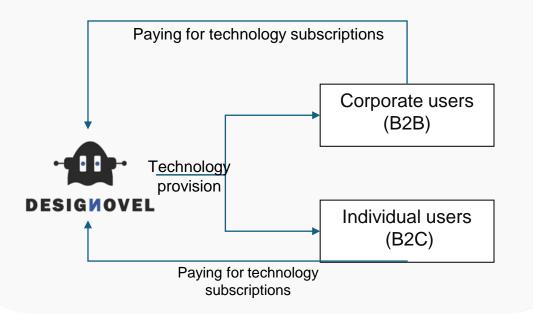




#### We're here as your partner in growth!

#### Tech subscription fee model

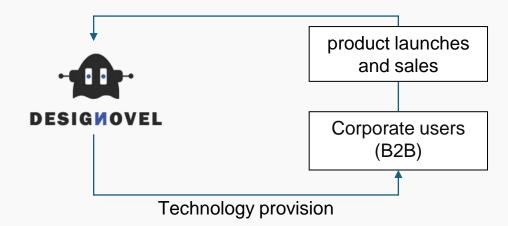
Companies pay an average annual fee of \$77 to \$23,000 while individual users are charged \$7.70 to \$77 per year.



#### Royalty (revenue-sharing) model

A certain percentage of the revenue from products launched using the technology is shared.

#### Revenue sharing (royalty)



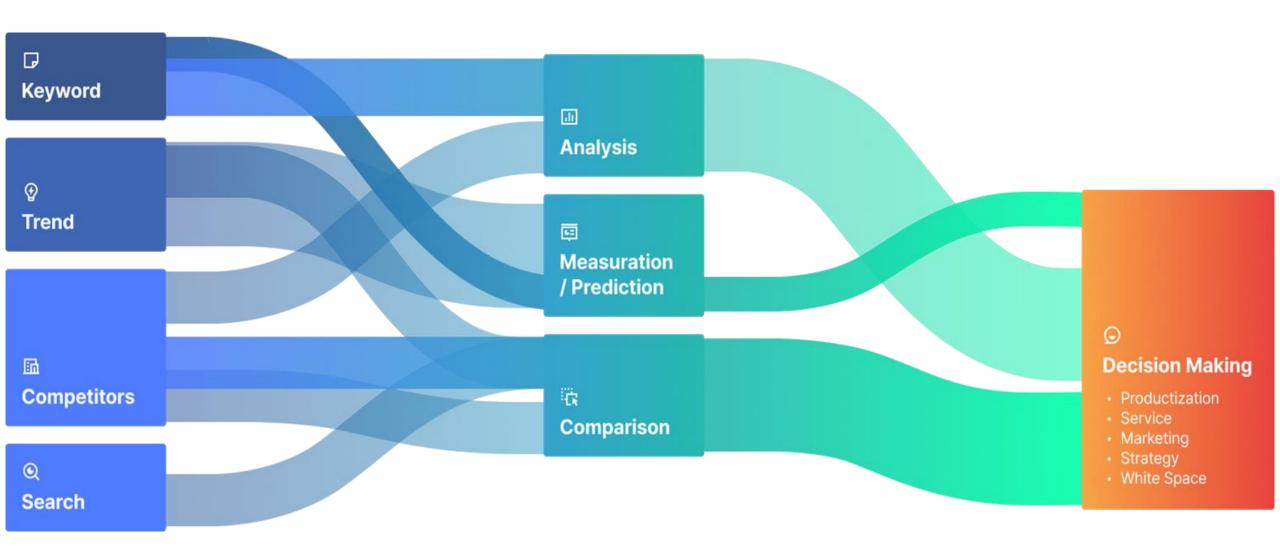
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Confidentiality -



#### **Appendix**





Confidentiality - 17

## We've been pondering how to create designs that sell exceptionally well, rather than just generating designs.

Goal: should we produce? When, what, and how many product time amount What products Multimodal Text should we create to **Trend Analysis** sell well? Product/Customer Data Collection: 1) From metadata 1) Embedding Product details, reviews 2) Search - search terms/object names) 1) Information extraction, 2) From unstructured data Generative classification, clustering, etc. - Text/Image-based or 2) Search 1) Product images volume-based ranking, clustering 2) Graphic design **Image** 3) Wallpaper/fabric design, Time Series (Analysis) Product Data Collection: etc. 1) Classification Product images, worn shots Competitor 2) Search 1) Information extraction 1) Deriving missing items - based on similarity, Vector Search, etc. (object detection, segmentation, 2) Comparing competitive color extraction, etc.) 3) Prediction positioning maps 2) Search



02. Design

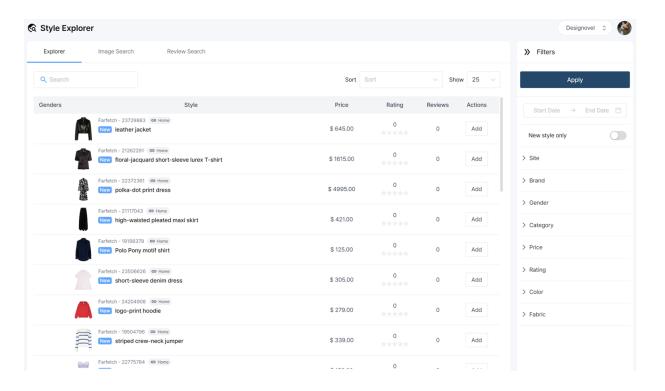
03. Planning

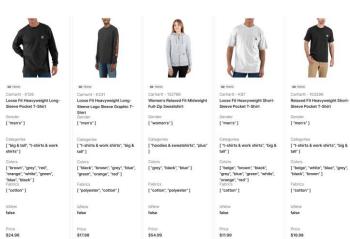
O4. Production \
05. Distribution /

06. Sales

#### Trend analysis

Easily find and explore products in the market, track what competitors are selling, and quickly discover sources of inspiration by style, time, text, or image.





02. Design

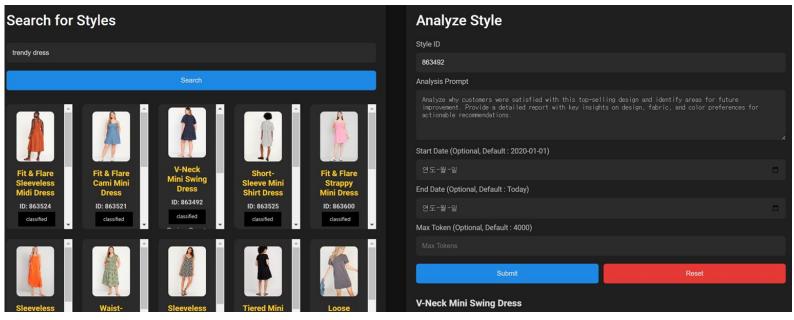
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#### Trend analysis

Easily find and explore products in the market, track what competitors are selling, and quickly discover sources of inspiration by style, time, text, or image.



stomers overwhelmingly love the V-Neck Mini Swing Dress, praising its comfort, style, and versatility The dress receives high marks for its lightweight fabric, flattering fit, and pockets. However, some areas equire attention to address customer concerns · Flattering Fit: Customers appreciate the loose, flowy fit, which is flattering on various body Versatile Style: The dress can be dressed up or down, making it suitable for various occasions Pockets: The presence of pockets is a major selling point, adding practicality and functionality · Shoulder Issues: Some customers find the shoulder area to be oddly shaped or gathered, leading to an unflattering fit. · Neckline: The V-neckline is often described as "low," which can be a concern for some . Lightweight & Breathable: The lightweight fabric is ideal for warm weather and receives praise for its comfort and breathability. . Wrinkles Easily: A common complaint is that the fabric wrinkles easily, requiring ironing. . Thin & See-Through: Some customers find the fabric to be too thin and see-through, requiring additional lavers.



02. Design

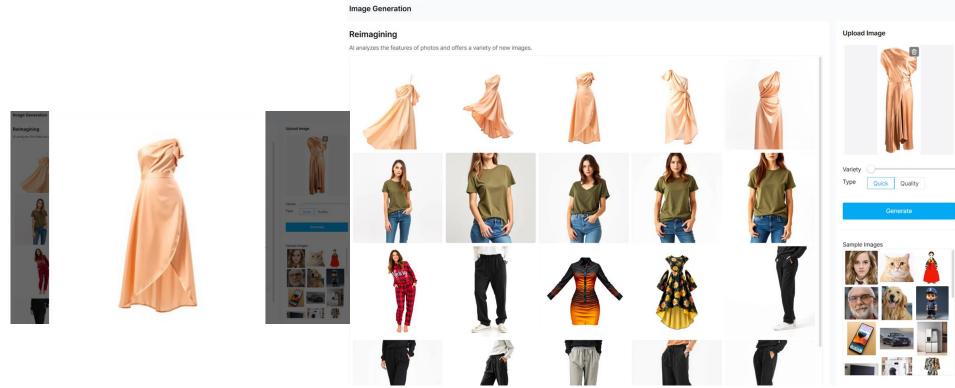
03. Planning

O4. Production \
O5. Distribution /

06. Sales

#### Create a Design that is high in demand and sells!

Set your design direction, and Gen AI generates limitless variations — cutting design development time by over 80% while delivering the perfect product.



02. Design

03. Planning

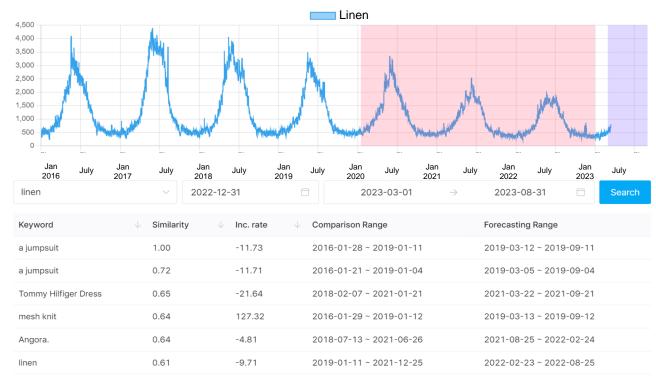
O4. Production \
O5. Distribution /

06. Sales

#### **Technical analysis for predictions**

Companies track raw material price shifts, while analyze keyword trends on pricing and demand using search Al

Quickly identify past patterns similar to the current situation through search, and anticipate future developments with precision.





#### **Our Achievement**

#### Leading AI Competitions Globally with Certified, High- Performance Solutions

#### **Top-tier AI Competition Awards: Verified technical prowess**



2021 「Al Online Competition」 Winner of Grand Prize (Ministerial Award)



2019 <sup>Challenge K-Start Up Winner of President Award</sup>



2021 「KOREA Textile Design Award」 Awards of excellence & special recognition



2019 'ICCV' - 「Fashion IQ Challenge」 Single Model 1st,, Total Model 3rd Multiple Patents Secured Worldwide, Integrated into Top-Tier Big Tech Programs

Holds 22 patents, with **6** international (USA, Japan, China) and 16 domestic and more is coming.



Members of global support programs like Nvidia Inception and Microsoft ISV Partnership.

SUPPORTED/ SPONSORED BY







## Designovel is a company specializing in generative Altechnology and fashion Al.

#### **DESIGNOVEL**



**Dali**Hotel







2017.08.

World 2<sup>nd</sup> commoditized Al Design

(Fast and rapid AI utilization)

2019.01.

Al-based in-house brand

(Al roles as trend/competitor analysis)

2023.03.

McKinsey-selected global Gen Al

(Validated fashion Al solutions)



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