

## PolyU STEM Lecture Series eTourism

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### Growth of the Internet and Online-Purchase

- > The Internet is mainly used for information search/dissemination, and for business transactions.
- > Total volume of U.S. online retail sales has reached 1.27 billion US dollars in 2017, and it is expected that it will reach 1 trillion by 2027.
- > Up to 2017, the number of Internet users in China reached more than 1000 million. Online payment and online trading in stocks are hot areas of growth.





### Opportunities for Tourism Products

- > Making travel arrangements (hotel rooms and air tickets) through WWW are among the top 3 on-line purchases.
- > Many travel service/product suppliers provide online reservation systems for "real-time" purchase.
- > Founded by Microsoft Expedia had a total revenue of US\$10.2 billion in 2017.





## Customers' Benefits of Using the Internet

- > Directly communicate with suppliers
- > Purchase tourism products/services at any time and in any place
- > Easily arrange their own products/services





# Suppliers' Benefits of Using the Internet

- > Set up a direct link of communications with their customers
- > Sell products/services globally at any time
- > Remotely control their servers to display services/products
- > Able to understand each customer's needs, and therefore deliver tailor-made products





# Suppliers' Benefits of Using the Internet

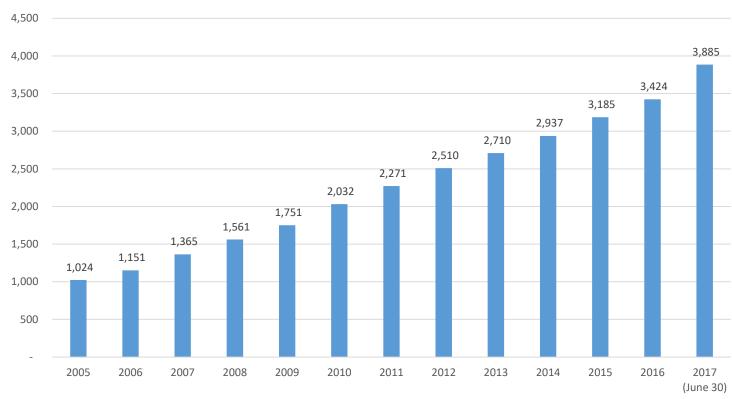
- > Eliminates unequal barriers for customers and suppliers
- > Companies with different backgrounds can now equally compete with each other
- > Lower distribution costs
- > Better revenues
- > Larger market share





#### Use of the Internet

#### Worldwide Internet Users (millions)



Source: http://www.statista.com/statistics/273018/number-of-internet-users-worldwide/



#### Internet Use

Top Ten Countries (June 30, 2017)

Country	Internet users in 2017 (in millions)	Penetration rate (percentage)
1. China	739	53.20%
2. India	462	34.40%
3. The United States	287	87.90%
4. Brazil	139	65.90%
5. Indonesia	133	50.40%
6. Japan	118	94.00%
7. Russia	110	76.40%
8. Nigeria	92	47.70%
9. Bangladesh	73	44.50%
10. Mexico	72	56.00%

Source: http://www.internetlivestats.com/internet-users









#### Website Evaluations

>Usability: Ease-of-use





- > Usability Criteria
  - Language
  - Layout & graphics
  - Information architecture
  - User interface and navigation
  - General

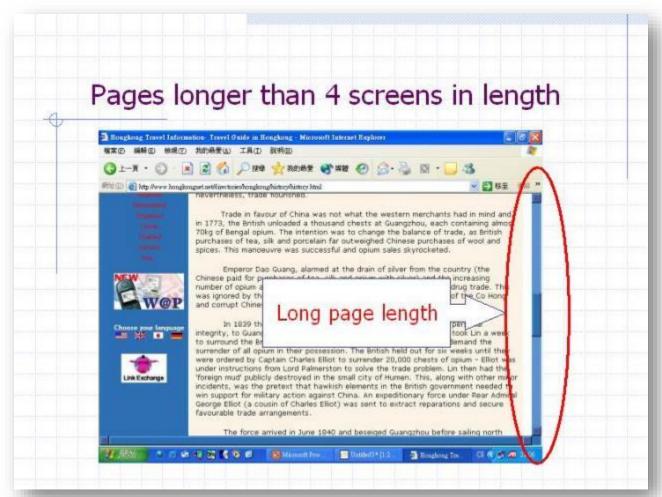










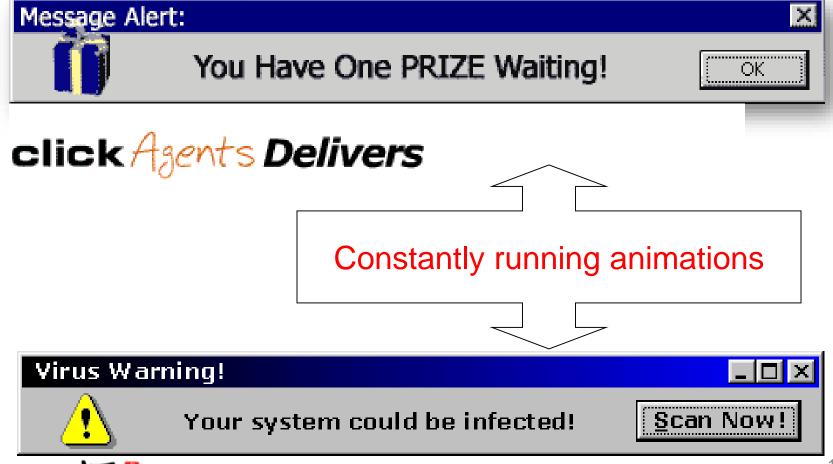




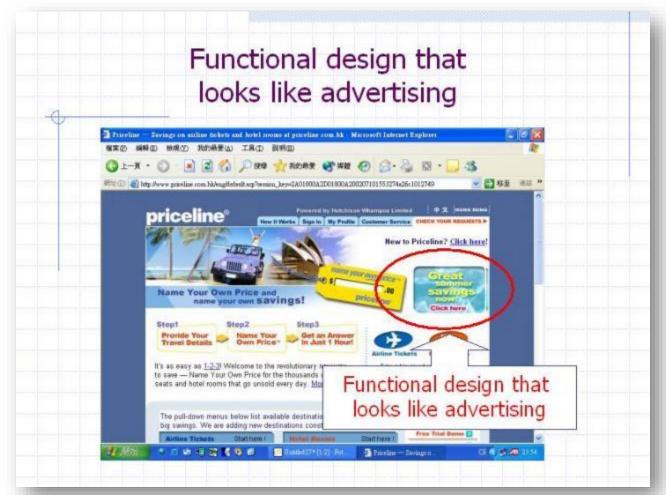
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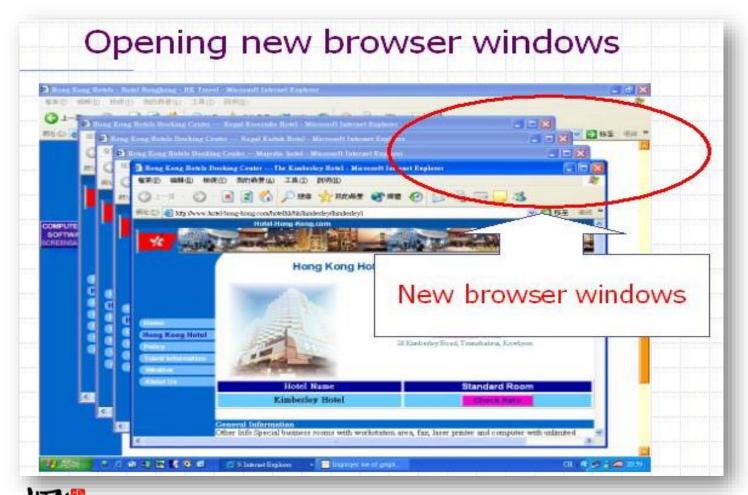
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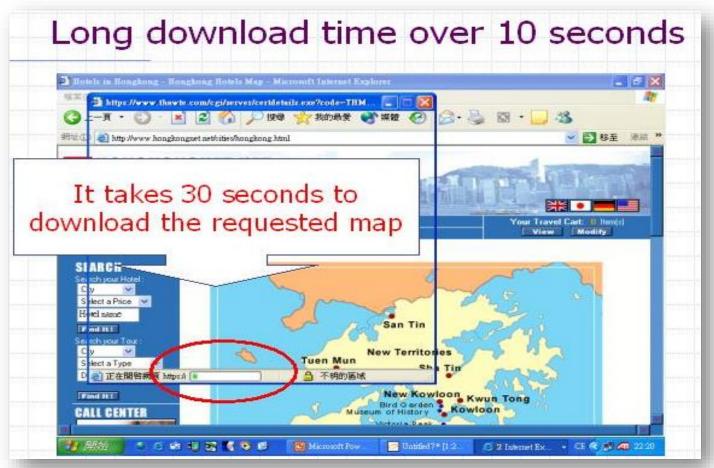






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## Website Visibility

Table 4.1.3. Summary of other status - HK

Hong Kong Hotel	StarS	Google	Yahoo	MSN	AOL	Sina HK	BaiDu	YiSou	3721	SoHu	Sina B
Concourse	3		c.	M	c 2		В			so	SB
Conrad	5						В				7.100.50
Eaton HK	4	G	Y	M	A	S	В	YI	3	SO	SB
Excelsion	4	G	Y	M	A	S		YI			
Four Seasons HK	5			M							
Gold Coast	5			M	0 0						
Grand Hyatt	5	G	Y	8 4	A	S		YI	3	. 8	
Holiday Inn Golden Mile	4			M							
Hyatt Regency	4		Y	33	0	7		YI	1 8		
Imperial	3		ĝ	8 1	9	- 1	В	3 3			
InterContinental Grand Stanford	. 5			M							
InterContinental HK	5	G	Y	M	A	S		YI	3	SO	
Kimberley	4			8						so	
Kowloon Hotel	4	G			A						
Langham Place	- 5				A						
Mandarin Oriental	- 5			M	8 8			8 8	1 8		
Marco Polo HK	4	G	Y		A	S					
Miramar	4	100000		7			В				
New Harbour	3	0 1		Ş 1	i - i			S S		so	
New World Renaissance	4			M							
Newton HK	3		Y					YI	3		SB
Nikko	- 5	G	Y	M	A	S		YI	3	SO	
Panda	3									so	
Park	3	G		M	A	S					
Park Lane	4			100	0.0		В	8 8			
Peninsula	- 5	G	Y	M	A	S		YI	3		
Ramada HK	3		1			S					
Regal HK	.5	G			A	S		YI			
Sheraton HK	5	G	Y	M	A	S		YI			
Stanford Hillview	. 3						В		3	so	SB
Stanford HK	3						В	YI	3	SO	SB
#EverGreen Hotel	3	5 5	Y	M	8 8	3	В		- 5	SO	
≠Newton Inn	3					S				so	SB
Disneyland Hotel	5	G	Y		A	S		YI	3		-
Harbour Plaza Resort City	4	G	2		A	S		8		so	
Renaissance Harbour View	- 5			M							

(Note: # indicates a non-HKHA-member hotel).









### Adoption of Digital Footprints

- >Traditional tourism data collection usually includes surveys, and interviews.
- >Adoption of digital footprint (e.g., photos) is a new approach that address the challenges of fully capturing and understanding the behavior of international tourists.

> It can provide useful practical implications for destination development, transportation planning, and impact management.





#### >The research objectives are

- to extract geographical information from geotagged photos posted online and to analyze tourist travel behavior;
- to identify the attractions of interest (AOI) to tourists with different profiles;
- and to identify the travel behaviors of tourists, travel route and travel time

#### >Method:

 29,443 photos collected from 2100 inbound tourists to Hong Kong from 2011 to August 28, 2013.





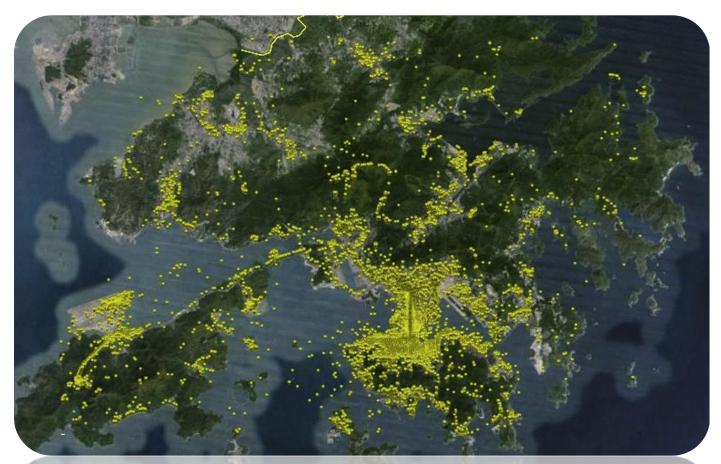
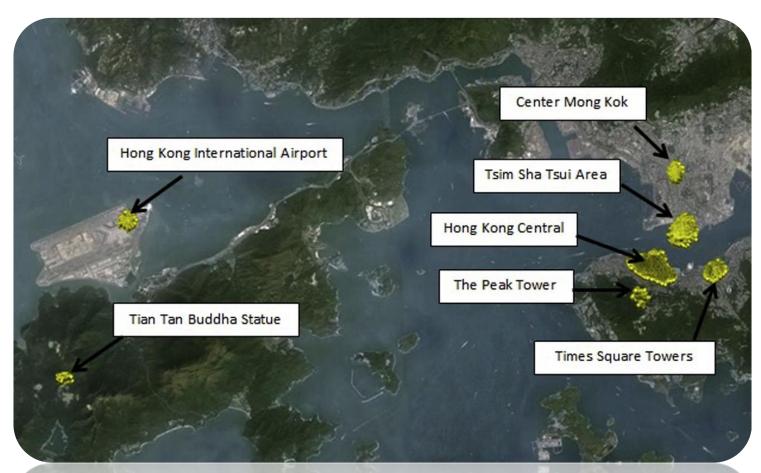


Photo locations of Hong Kong inbound tourists





Areas of interest for inbound tourists







Movement trajectory of tourist generated from geotagged photos





- >By exploiting the socially generated and usercontributed geotagged photos, the behavior of tourists is fully captured.
- >Insight into tourist travel behaviors is crucial for managers to engage in strategic planning and decision making to create a sustainable tourism industry.





# A Comparison between 5-star Hotel in the World and in China

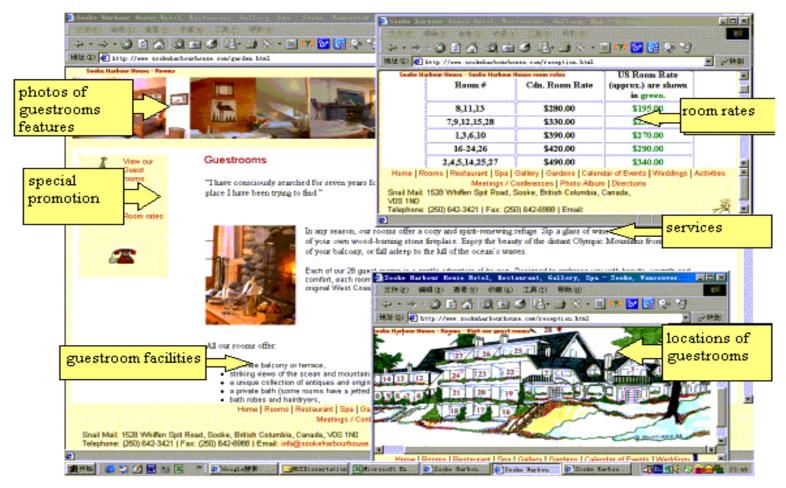
- > Websites of 5-star hotels in the World
- > Websites of 5-star hotels in China



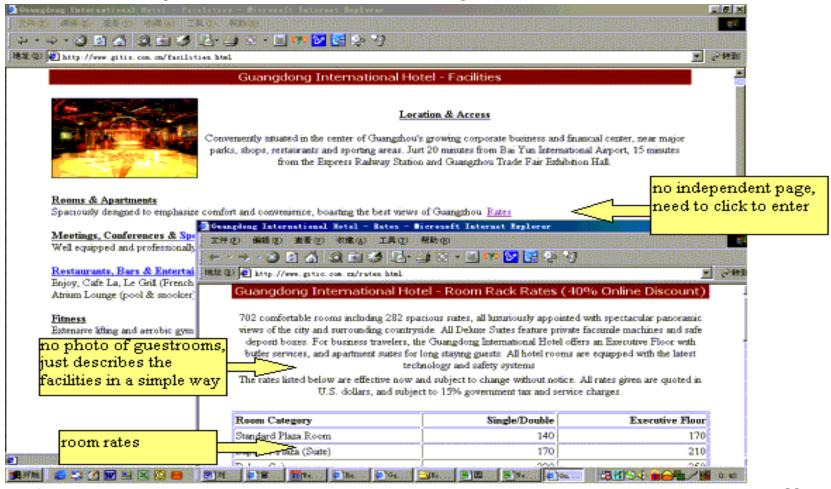
## In the past









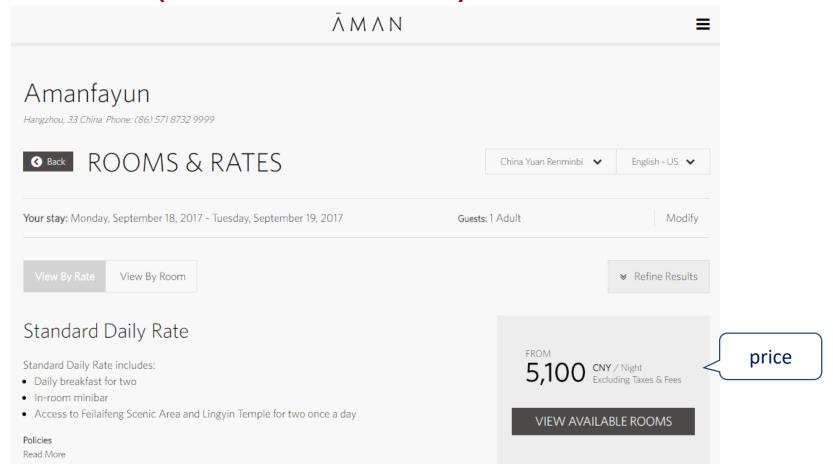




## At present











#### Village Room

The 16 Village Rooms measure 66m2 (710sq.ft) on average and offer courtyard or forest views. Most open to private or semi-private courtyards with an informal outdoor dining and lounging area.

- · Courtvard or forest views
- King-size bed
- · Daybed, writing desk
- · Bathroom with twin vanities
- · Separate shower/toilet
- · Fine calligraphy artwork
- WiFi, TV, sound system, safe
- VVIFI, TV, SOURIU SYSTEM, Sale
- · Air conditioning, under-floor heating

5,100 CNY / Night Excluding Taxes & Fees

 Room Charges
 5,100 CNY

 Tax
 765 CNY

 Fees
 0 CNY

Total Rate 5,865 CNY



#### Village Suite

Larger than the Village Rooms at 88m2 (947 sq.ft), Village Suites are beautifully furnished in traditional Jiangnan style. Some offer separate bedrooms while others feature twin writing desks or daybeds.

- · Courtyard or forest views
- King-size bed
- Daybed, writing desk
- Bathroom with twin vanities
- · Separate shower/toilet
- · Fine calligraphy artwork
- · WiFi, TV, sound system, safe

Room Charges

- Air conditioning, under-floor heating

Excluding Taxes & Fees

Total Rate 6,555 CNY



The spacious Deluxe Village Suites cover 135m2 (1453sq.ft) and some offer private massage facilities. Several are duplexes, with living areas downstairs and bedrooms and bathrooms upstairs overlooking the village and forest.

- · Courtyard or forest views
- · Bedroom with king-size bed
- · Living area
- · Daybed, sofa, writing desk
- · Dining area
- Bathroom with twin vanities
- Separate shower/toilet
- Fine calligraphy artwork
- · WiFi, TV, sound system, safe
- · Air conditioning, under-floor heating

6,900 CNY/N

Excluding Taxes & Fees

 Room Charges
 6,900 CNY

 Tax
 1,035 CNY

 Fees
 0 CNY

Total Rate 7,935 CNY

Detailed descriptions

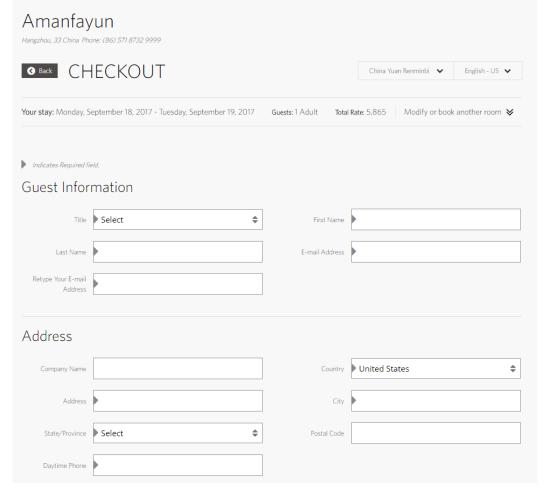
855 CNY



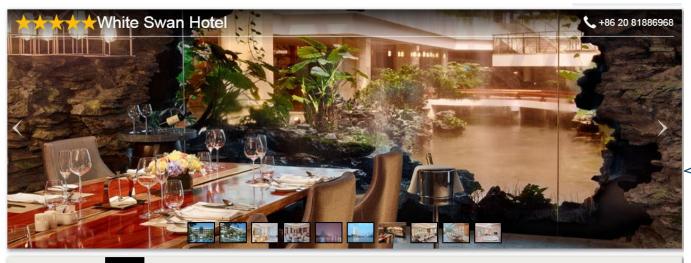
Village Room



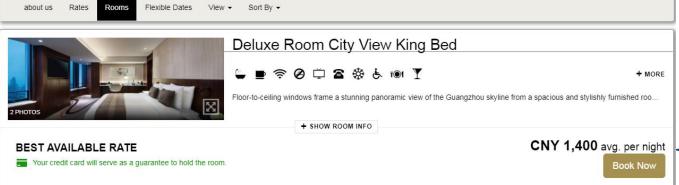








The picture occupies too much space.



Price is not the focal point.





Deluxe Room City View King Bed

#### Room Facilities / Amenities:

- 220 AC
- · Air Conditioning
- · Accessible Light Switch
- Adapter Plugs avail.
- Auto Wake Up Call
- · Bathroom Amenities
- · Bedside Telephone
- Bathrobe
- · Bath Tub
- Shower Cap
- · Cordless Phone
- · Coffee/Tea Maker
- Clothes Press
- Color TV
- 220 DC
- · Dry Cleaning
- · Direct Dial Phone
- Desk
- Dataport
- · Emergency Codes/Buttons in Room
- · Free Newspaper
- · Full size mirror
- Hairdryer
- Handicapped Facilities
- High Definition TV
- · Internet Access
- · Iron/Ironing Board
- · Large Safe for Laptop
- · Mini Bar
- · Movie Channels

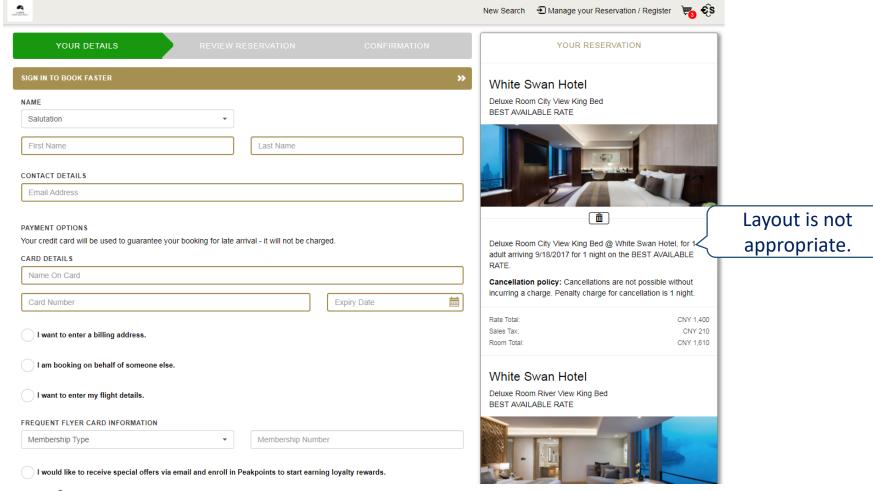
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Layout is not appropriate.

Too much information.









### **Findings**

- > In the past,
- > Many websites of 5-star hotels in China are online brochures with simple photos and text descriptions.
- > Websites of 5-star hotels in the World are interactive reservation platform, with full details of hotel features.
- > At present,
- > Compared with the website performance of 5-star hotels in the World, the performance of 5-star hotels in China has been improved in terms of information display and ease of use.









#### What Should the Industries Do?

- > Cooperation among different businesses in the virtual environment
  - strategic alliance?





#### What Should the Industries Do?

- > Use the Internet as a major distribution channel in order to achieve direct communications with customers.
- > Be aware of the rapid pace of technological advancements (which may make business strategies that are highly successful today obsolete in the future).





#### What Should the Industries Do?

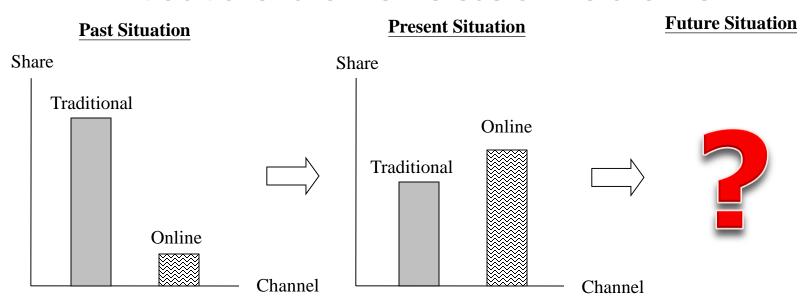
- > Be flexible and adaptable at all times.
- > Develop websites that are more accessible, more price competitive, and more user-friendly.





#### A Future Framework

Share of travel reservation services through traditional channel versus online channel









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