

Concept of Mobile Device Integration in Current Travel and Tourism Industry

ANTONIO PORTOLAN, MARIO MILICEVIC, KRUNOSLAV ZUBRINIC

Department of Electrical Engineering and Computing

University of Dubrovnik

Cira Carica 4, Dubrovnik

CROATIA

antoniop@abcinfo.hr, mario.milicevic@unidu.hr, krunoslav.zubrinic@unidu.hr

Abstract: Since the end of the last century, technological advancements have changed the face of the world. Internet has had an impact on every part of society, and has changed it from its roots. The next step in the technological evolution is mobility, creating a huge leap in possibilities, but also in demands. People demand more for their money in every aspect of their lives. The same trend is also visible in tourist and travel industry. Customers demand more personalized content and are not afraid to protest if they do not get what they want. Mobile applications could hold the answer to this problem. This paper discusses the potential use of currently available technology and concepts used in developing mobile applications and their impact on different potential customer groups in the field of tourism and traveling.

Key-Words: mobile application, social network, tourism, travel

1 Introduction

Use of modern technologies in today's society has pushed the boundaries of interaction between different areas in human behavior. Radical expansion of web technologies (especially the ones based on active user interaction in social networks, known as Web 2.0 concept), enhancements in transfer speeds of wireless transmissions and further miniaturization of electronic components have pushed the use of mobile devices like Smartphones from the business oriented clients to the almost every area of human life [1].

Hardware components are becoming more powerful, but less power demanding and in a few years the mobile devices could have the prime usage for everyday applications like reading, web browsing, multimedia and general information manipulation [2].

By popularizing technologies like social interaction and location awareness, a relatively new era in the modern business is becoming more and more evident. Those areas are based around using customer's location (with all other information that could be gathered) for analysis and service providing [3, 4, 5]. These tactics are already being used by big advertisement companies like Google [6] which provide location-based advertisements to customers, targeting their location and interests [7]. With the radical impact of the mobile networks and mobile devices this kind of service providing will be even more evident in the future.

The emerging technology can be used in all kinds of different areas like finance, marketing, sales, transit and tourism. The focus of this paper will be on the last two areas — transit and tourism, because the potential use of the technology is huge and promises opening of the new possibilities in the sector that is currently spiraling down in the profit and market share.

Recent studies have shown that, while the economy is in the state of recession, potential customers rather spend their earnings on home entertainment systems and other electronic devices like laptops and mobile phones, than on vacation planning and traveling [8]. This behavior generates huge losses for the industry based on traveling or tourism in general. The potential solution for the problem is connecting the mobile industry with the travel and tourism industry in a way that will animate the customers to travel more and enjoy their time by using interactive or helpful content. That could be of benefit for both sides — the customer and the industry.

2 Three steps for successful using of mobile technology in tourism

2.1 The first step: Animate customer

In the first place, the technology must animate the customer to think about traveling [9]. Nowadays it is not enough to motivate potential customers solely

with pictures, souvenirs, tales of natural and cultural beauties and delicious culinary recipes. One of the things the Internet has brought is the outstanding multimedia and user interaction, which enables users to experience almost anything from the comfort of their home.

Interesting facts, questionnaires, games and viral advertising are a good starting point for the marketing campaigns. In the last few years games and viral advertising — specially designed commercial concept relaying on fast, exponential information sharing through social networks (hence the name: Viral), have been the most successful tools in animating the potential customers into spend their earnings on the advertised products or services [10, 11, 12].

Usually, the questionnaires are more informative than games or viral advertising, but they can potentially cause the customer to lose interest very fast, so this sort of advertising must be well thought out, short, compact and targeted on specific customers [13].

This can be achieved by incorporating surveys within games or between multimedia contents, so the customers will not be able to ignore the content of the survey. The results of these questionnaires should not be considered completely reliable during the analysis and evaluation, although they could provide some input from the potential customer and subsequently be used as a measure of motivation for certain product or service. The mobile devices are the best gateways to the customer these days, because they are the most popular way of communication [14, 15] and make customers available at all times [16]. Many mobile applications and games are free and accessible to users through web stores and markets which are open to the developers hence creating a bridge between customers and content providers, and in this way helping to spread the information about a potential product.

Customer can also be motivated by obtaining access to knowledge. Interesting literature provided in electronic compact form, specially designed for mobile devices could raise interest within certain user groups and spread the information to many potential customers.

Connecting with the mainstream media like the Internet news portals and blogs can be valuable for the success of the advertised product. Investing in applications specifically designed for the social interaction and content sharing is also essential for the potential success of the product or service, allowing it to be discussed and rated, which is beneficial for the future marketing campaigns and product placements [17].

Customer age groups and gender must also be considered. Misplaced or complex applications could have a great impact on a smaller group of people, but fail to have the desired effect on larger group of cus-

tomers [18]. Applications or games must be relatively simple, considering that the elderly age group could potentially have problems with their usage. If the probability of reaching a larger group of elderly customers is considered important, then games and complex applications should be avoided [19]. Violence, inappropriate language and other questionable content should also be avoided.

Ergonomics of the mobile application must be considered as important as the content. Small screens can be very difficult to handle, so the design must be as ergonomic and clear as possible [20, 21].

2.2 The second step: Give customer the right information

When the interest among customers is awoken, then it is the right time to start the second stage of the concept, which is to take all the necessary preparations to present user with the lucrative options for spending their free time or vacation. Since the potential customer has already spent some time with the aforementioned content, it is possible to take action and analyze the data gathered from the users actions. One of the solutions is to create necessary backbone system based on business intelligence and data mining concepts [22] which will generate enough information to make a decision on what categories of the service should be offered to the customer.

If there is not enough data gathered from the potential customer, common data like users origin, language, proximate location or patterns of web usage could be used to narrow the list of possible services that could be offered. Some of that data could be obtained from large Internet search engines or other services that offer that kind of information. Customers proximate preferences can also be obtained by analyzing data from other customers living in the nearby area [23].

The last two options offer a part of reference data for the potential customer, but are much less effective and lack the individuality, and should be used only if there is no other way to gather information directly from the targeted person. Also, these solutions are less cost efficient because every piece of information obtained from large advertisement agencies comes at a price that could grow over time and create significant problems in the budget.

After the information is processed, it must be delivered and presented to the potential client in a way that will raise the chances of successful product reception by the potentially interested receiving side. That could also be achieved using games, multimedia or some other interactive medium like social networks. Customer wants more value for his or her money, and

that must be taken into consideration. Because of the nature of today's way of life where almost one billion people own a mobile device that can connect to the Internet [24], tighter and more transparent link between Internet providers, media services and travel agencies must be established.

Internet and media providers possess the content that is very attractive to the customers traveling via travel agencies. First and the most important part of the chain is the Internet connection that has to be affordable to average customer. If there is no such thing as a broadband connection, no other processes can be considered. When traveling abroad, most users have the choice of using roaming Internet connection, but that can be extremely expensive and unaffordable for great majority of potential users. Other choices include using wide area WI-FI connections like ones in the big metropolitan cities like Paris, France or Berlin, Germany. Also a contract between travel agencies and mobile operators could be negotiated, so passengers traveling with the agency could have some benefits while connecting to mobile operators network (without roaming, or with roaming but with special, lowered prices per data unit).

2.3 The third step: Make your customer happy

If customer chooses to purchase the presented offer, interaction between the tour operator central server and customers mobile devices could be used to help or entertain the customer in a number of different ways. If the customer buys complete travel package (including airplane transport, transfer from the destined airport to the hotel or apartment and sightseeing tours) it is possible to provide him or her in real-time the latest weather forecast, information about airplane delays, bus stops and other important information.

The customer can be led from the moment when he or she leaves home to the moment of arriving back after a trip or vacation. Current GPS modules integrated in modern mobile processors provide enough accuracy to be used with the mobile applications interacting in a way that makes it possible for the customer to be led in almost every situation.

If there is a delay, customer could be presented with a choice to purchase some sort of interactive or multimedia entertainment like mobile IP TV or video-on-demand. But if the flight is to be cancelled or delayed for an uncertain period of time, customer should be alerted and presented with the list of choices like booking a hotel/apartment or contacting the taxi service. On some flights, customer is offered with an option to purchase WI-FI Internet connection during the time of the flight so travel agencies could team up

with airline companies and create special offers that could also be a part of the travel package [25].

If customer is traveling by airplane, transportation from destined airport sometimes is not included in the purchased package. In that case, customer using the mobile application can contact the taxi service, or he or she can be informed in detail on how to reach the destination. Timetables for buses, trains or metro transportation could also be provided, as well as prices and categories of tickets. If the customer has a device with location awareness (like GPS-enabled device), a detailed instructions could be provided leading him or her across the points of interest.

The relatively new concept in development of mobile applications called augmented reality is similar to fighter jet pilots head-up display. In this concept the mobile device camera, electronic compass and GPS device are connected together via software platform creating advanced visual experience [26]. On mobile device screen the actual image captured with the device camera, data about current direction and position of the device analyzed via electronic compass and GPS coordinates, are mixed with the information about the environment and surroundings gathered from the Internet. All of this is presented on device screen in a compact form allowing the customer to have the synthesis of right information about the surroundings in real-time.

The application should be at customers hand at all times during the trip, providing current information about historical monuments, museums, bars, clubs and other attractions [27, 28]. Customers gender, age and budget should be considered when offering points of interest. This information could be gathered right on spot through the application, or could be extracted from the data collected from the customer before he or she decided to book the trip. The first option is a better choice for customer and travel agency, because it enables more accurate results for places worth visiting (for the customer) and more detailed information about wishes and patterns of behavior (for the travel agency). This data also allows better choice to future travelers so they have more options presented even before they arrive at destined location.

The application must have an interface with the most popular social networks like Facebook [29] or Twitter [30] so the user can share the experience with friends or followers. Users rating should also be implemented, and he or she should have possibility to evaluate/rate service, accommodation, visited places etc. . . That information could be shared between other users and travel agencies making the service better and more advanced.

The trend today, especially with the younger population is avoiding travel agencies and turning directly

to web enabled company services for finding flights and accommodation. In that way younger people feel more free and unbound by agency-created itinerary and can travel with significantly smaller budget than with the common options presented by the agency.

This group of potential customers should not be neglected since it is a great target for offering a mobile application that could help them plan the travel their way. For a small amount of money they could purchase an application that would offer the best way to plan a trip to the wanted location. The quantity of purchased applications by users could largely surpass the funds spent for creating it.

3 Conceptual model of mobile device integration

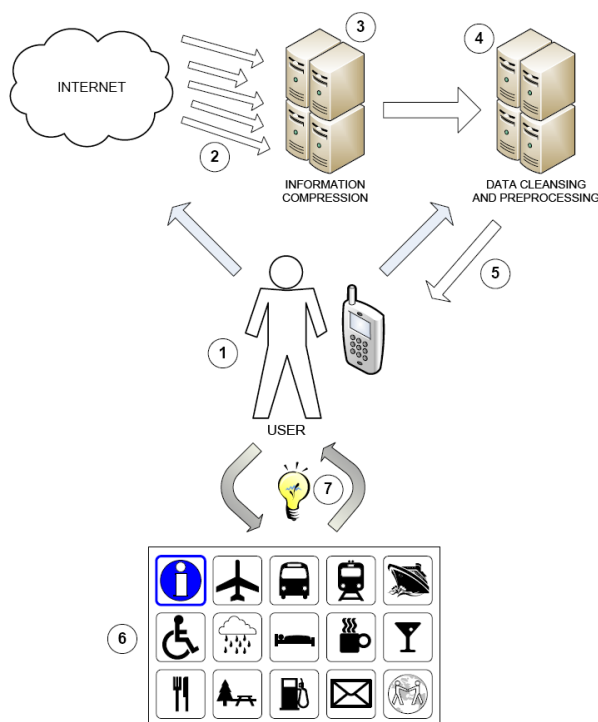


Fig. 1: Proposed system architecture

Conceptual model presented on Fig. 1 consists of three essential parts:

1. Mobile application;
2. Enterprise architecture consisting of cloud based SaaS (*Software-As-A-Service*) which is business-oriented part of the application;
3. Decision support system for business intelligence and information gathering. Information is

generated via multiple sources, mainly Internet related.

Goal of the presented architecture is to provide synthesized information from different sources, protocols and technologies that can be found on the global network.

The center of the architecture is a user (#1 on the Fig. 1) carrying a mobile device able to connect to a wireless network. Using application developed for that device the user can communicate with the cloud based architecture owned or leased by a network operator, travel agency or some other enterprise industry subject. The user can also be a source of information providing feedback via mobile application itself or through blogs, webcasts, reviews, social networks or other Web 2.0 communication tools. Described system would not be based only on feedback from one user, but on massive amount of data gathered from the Web (#2 on the Fig. 1). This data could come from blogs, podcasts, forums, reviews, frequent web searches, news portals, social networks etc...

Because the number of users connected to the Internet grows linearly every year [31], today almost two billion people have Internet access [24]. The amount of data on the web increases by approximated 10% yearly [32] nearing 50 billion unique web pages in 2011, and it is extremely hard to extract useful and precise information from the Web content. These statistics include only data gathered from the number of pages existing online, but the Web consists of many information sources that are constantly changing, or are in a format that could not be described as a web page, for example, social content and multimedia, both containing valuable information about the behavior of Internet users.

To be able to analyze so much data, nontraditional approach must be considered. Analyzing data in detail, one at the time would be time-consuming, resource demanding and virtually impossible. The technology that could provide synthesis of content is based around fuzzy linguistic agents, semantic clients and neural networks [33, 34].

Implementation of this technology would gather precise information based on a set of rules, and produce approximate values in synthetic form, compressing large amounts of data (#3 on the Fig. 1) to only crucial information that could be used by the client or the enterprise software owned by the service provider.

Synthesized information can be further processed (#4 on the Fig. 1) by the process called data cleansing and preprocessing [33] in which incorrect data is ignored and correct data is saved to the data warehouse for further analysis. Data obtained in this step could be connected with the offerings from advertis-

ers in partnership with service or application provider, so the end-user (#5 on the Fig. 1) gets the detailed information with helpful hints combined with the latest offerings from the business partners.

The information received by the user (#6 on the Fig. 1) can be divided into two types:

1. General helpful information (about places, tourist attractions, means of transportation etc...) that is essential for user to enjoy the trip;
2. Special offers (current business and service offerings by the partners and advertisers) making the users experience potentially even more enjoyable.

Fig. 2 illustrates an example of the user interface.

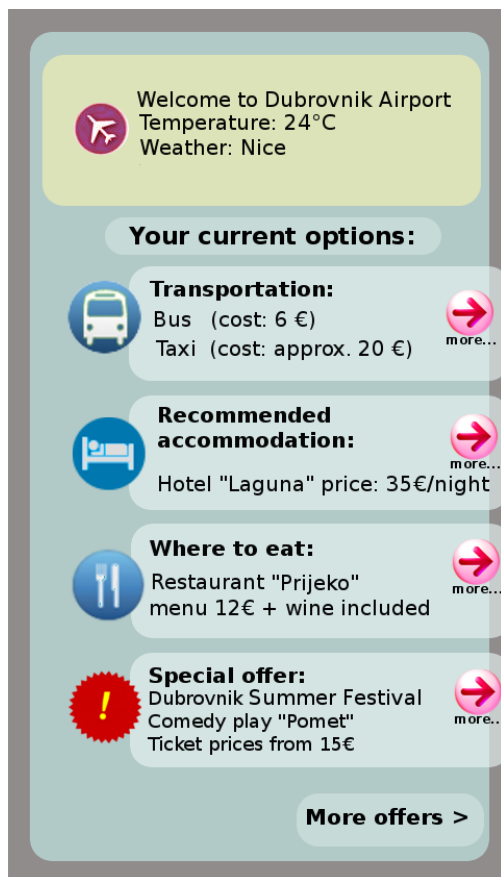


Fig. 2: Screen of application

4 Conclusion

Mobile and web application world is emerging very fast and in a couple of years will have a significant value in the market share, maybe even surpassing the

use of desktop applications. This will have a huge impact in every area of economy, technology and service industry.

The one who adapt to fast growing mobile market will have a significant advantage over those who fail to act fast and adapt quickly. A number of companies that have realized the power of mobility and web interconnection have already created advanced mobile applications and have made significant profits, increasing their market shares. All this can be applied to the travel and tourism sector too, making it more modern and more profitable.

References:

- [1] S. Kumar and C. Zahn, Mobile communications: evolution and impact on business operations, *Technovation*, 23 (6), 2003, pp. 515–520.
- [2] L. Palen, M. Salzman, and Ed Youngs, Discovery and Integration of Mobile Communications in Everyday Life, *Personal Ubiquitous Computing*, 5 (2), 2001, pp. 109–122.
- [3] G. D. Abowd, Cyberguide: A mobile context-aware tour guide, *ACM Wireless Networks*, 3, 1997, pp. 421–433.
- [4] D. K. Chiu et al., Towards Ubiquitous Tourist Service Coordination and Process Integration: a Collaborative Travel Agent System Architecture with Semantic Web Services, *Journal of Information Systems Frontiers*, 11 (3), 2009.
- [5] J. Maervoet et al., Tourist Decision Support for Mobile Navigation Systems: a Demonstration, *Applied Artificial Intelligence*, 22 (10), 2008, pp. 964–985.
- [6] Google, <http://www.google.com/> (22 December 2010).
- [7] C. Schmandt and N. Marmasse, User-Centered Location Awareness, *Computer*, 37 (10), 2004, pp. 110–111.
- [8] A. Hesseldahl, What Consumers Cling To in Lean Times, *Bloomberg Businessweek*, March 18, 2009, http://www.businessweek.com/technology/content/mar2009/tc20090317_040642.htm (7 January 2011).
- [9] D. Buhalis and R. Law, Progress in information technology and tourism management: 20 years on and 10 years after the Internet — The state of eTourism research, *Tourism Management*, 29, 2008, pp. 609–623.
- [10] S. Helm, Viral Marketing — Establishing Customer Relationships by Word-of-mouth, *Electronic Markets*, 10 (3), 2000, pp. 158–161.

- [11] J. Larsen, J. Urry and K. W. Axhausen, Networks and tourism: Mobile Social Life, *Annals of Tourism Research*, 34 (1), 2007, pp. 244–262.
- [12] L. Porter and G. J. Golan, From subservient chickens to brawny men: A comparison of viral advertising to television advertising, *Journal of Interactive Advertising*, 6 (2), 2006, <http://jiad.org/article78> (12 January 2011).
- [13] P. Kotler, G. Armstrong, Principles of Marketing, 13th ed, *Pearson Education*, 2010.
- [14] Mobile Youth Around the World, *The Nielsen Company Market Report*, December 2010, <http://www.nielsen.com/content/dam/corporate/us/en/reports-downloads/2010%20Reports/Nielsen-Mobile-Youth-Around-The-World-Dec-2010.pdf> (21 January 2011).
- [15] F. Sideco, Market for Mobile Communications Gear Nears Quarter-Trillion-Dollar Mark, *Market research press release*, December 22, 2010, <http://www.isuppli.com/Mobile-and-Wireless-Communications/News/Pages/Market-for-Mobile-Communications-Gear-Nears-Quarter-Trillion-Dollar-Mark.aspx> (21 January 2011).
- [16] S. Massoud and O. K. Gupta, Consumer perception and attitude toward mobile communication, *International Journal of Mobile Communications*, 1 (4), 2003, pp. 390–408.
- [17] C. Riegner, Word of Mouth on the Web: The Impact of Web 2.0 on Consumer Purchase Decisions, *Journal of Advertising Research*, 47 (4), 2007, pp. 436–447.
- [18] P. Tarasewich, Designing mobile commerce applications, *Communications of the ACM*, 46 (12), 2003.
- [19] M. Conci, F. Pianesi and M. Zancanaro, Useful, Social and Enjoyable: Mobile Phone Adoption by Older People, *Lecture Notes in Computer Science*, 5726, 2009, pp. 63–76.
- [20] G. Bruner and A. Kumar, Explaining consumer acceptance of handheld Internet devices, *Journal of Business Research*, 58, 2003, pp. 115–120.
- [21] D. Cyr, M. Head and A. Ivanov, Design aesthetics leading to m-loyalty in mobile commerce, *Information & Management*, 43 (8), 2006, pp. 950–963.
- [22] J. Liu et. al., Tourism emergency data mining and intelligent prediction based on networking autonomic system, *International Conference on Networking, Sensing and Control (ICNSC)*, 10–12 April 2010, Chicago, IL, USA.
- [23] M. Finn, M. Elliott-White and M. Walton, Tourism & Leisure Research Methods: Data Collection, Analysis and Interpretation, *Pearson education*, 2000.
- [24] ITU, The World in 2010: ICT Facts and Figures, *ITU ICT Statistics*, <http://www.itu.int/ITU-D/ict/material/FactsFigures2010.pdf> (23 January 2011).
- [25] A. Jahn et. al., Evolution of aeronautical communications for personal and multimedia services, *IEEE Communications Magazine*, 41 (7), 2003, pp. 36–43.
- [26] S. Feiner, B. Macintyre and D. Seligmann, Knowledge-based augmented reality, *Communication of ACM*, 36 (7), 1993, pp. 53–62.
- [27] F. Dez-Daz, M. Gonzalez-Rodriguez and A. Vidau, An accessible and collaborative tourist guide based on augmented reality and mobile devices, *Lecture Notes in Computer Science*, Springer-Verlag, Berlin, Heidelberg, 2007, pp. 353–362.
- [28] V. Paelke and M. Sester, Augmented paper maps: Exploring the design space of a mixed reality system, *ISPRS Journal of Photogrammetry and Remote Sensing*, 65 (3), 2010, pp. 256–265.
- [29] Facebook, <http://www.facebook.com/> (22 December 2010).
- [30] Twitter, <http://www.twitter.com/> (22 December 2010).
- [31] Internet World Stats, <http://www.internetworldstats.com/emarketing.htm> (23 January 2011).
- [32] A. Wilhelm, How Big is the Internet, <http://thenextweb.com/shareables/2011/01/11/infographic-how-big-is-the-internet> (17 January 2011).
- [33] J. P. Bigus, Data Mining With Neural Networks: Solving Business Problems from Application Development to Decision Support, *McGraw-Hill*, 1996.
- [34] E. Herrera-Viedma, E. Peis and J. M. Morales-del-Castillo, Gathering information on the Web using fuzzy linguistic agents and Semantic Web technologies *EUSFLAT - LFA*, 2005, pp. 1243–1247.