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An empirical survey of the airline industry's involvement worldwide with a focus on premium brands

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Abstract:

Based on global organization and production technology, the aviation sector was among the most globally interconnected. Activities like aircraft development have enabled airlines to find new methods to improve their products. Aviation in India is in trouble due to infrastructure and financial problems with the nation's military major airlines. Keeping customers loyal during turbulent times can have a serious influence on an airline's competitiveness. The goal of this essay is to examine the role of something like aviation in globalization, with strong attention to luxury brands.

Keywords:

Airline's Competitiveness, premium brands, aviation industry, Globalization



1. Introduction:

Many studies have been conducted on advanced markets, and it has been discovered that consumers' authorization is greatly influenced by their perceptions of luxury (Dubois, Czellar and Laurent, 2005, Hwang and Han, 2014, Lee and Hwang, 2011, Vigneron and Johnson, 2004). When it comes to emphasizing the importance of luxury, the airline industry is no exception. This research looks into how people's attitudes toward luxury goods affect their ambition to fly business class. Passenger mindsets etc and perceptions of expensive things have a big impact on first-class flights. "Consumer attitudes" refers to a customer's feelings towards a given product or service (de Chernatony and Riley, 1998).

1.1. Aim:

The primary aim of this study is to conduct extensive testing on the significance of the airplane industry in the global distribution of top stores, with a focus on premium brands.

1.2. Objectives:

For every one of the study objectives outlined below, the following research objectives are recommended. The aviation industry will profit greatly from the removal of these roadblocks. As an outcome of these actions, the overall aviation industry will grow, with the following side effects:

- To review the impact of aircraft shopping in premium brand marketing.
- To analyze the effect of the aviation industry on online fashion brand showing.

1.3. Research questions:

- 1) How can aircraft be modernized and expanded to meet a bigger market as a result of rising air travel demands?
- 2) How may it influence national airlines' purchasing intentions depending on their marketing strategy?
- 3) What is the role of aviation sector in building brand awareness?

2. Literature Review:

2.1. Introduction:

As a large industry, air travel has a significant impact on a variety of sociological, political, and invests. Motivation for this method of travel, like most others, is driven by a desire to

achieve a certain goal. In order for the aviation industry to assist the economy, a location or industry must have a hidden cost of the product as well as the services it delivers.

2.2. Different kinds of challenges encountered:

According to Belobaba, Odoni, and Barnhart, aircraft services in the international aviation sector face a broad variety of issues (2015). Today, as a significant number of airlines operate on a global basis, competitors are a key concern, affecting the functioning of every business. In the current market, there is just one type of service. Due to increasing competition, small firms, in particular, are fighting to stay surviving in today's market, making it harder for them both to stay afloat.



Figure.1: Different kinds of challenges encountered

2.3. Globalization and Internationalization:

Furthermore, "globalization" is sometimes used in an even more particular sense, pointing to the dynamic by which capital flows are merged into global riches through funds, FDI (Foreign Direct Investment), technological transfer, mobility, and globalization. Albayrak, Caber, and omen (Albayrak, Caber, and ömen, 2016).

2.4. Perceptions of airport retail stores' performance:

A range of hotel elements (such as the location, the degree of services offered, and even the caliber of the meal itself) impact customers' mental and emotional reactions to their eating



experiences (Han and Hyun, 2017). Consumers' emotional and functional values develop approximately proportional to the mall's varied performance and service features, thus according (Kesari, B, and Atulkar, S, 2016). When it comes to shopping tourism judgment calls and behaviors,

2.5. The basic features of international air transportation:

Dynamic routing has traditionally been valued for its strategic value. It's quite viewable, becoming a symbol of global monetary activity for a spell, though in some places.

The modern industry

The current aircraft sector has become an increasingly free market. In many smaller countries, however, government limitations on prices, market access, and capacity are rapidly being eliminated or relaxed. As more runways and avionics are privatized or franchised, private investment and expertise are being brought in (Button, 2008).

2.6. Customer's perception of first-class travel:

Customer loyalty is the most significant criterion to analyze when evaluating the performance of a service or product (Lee and Hwang, 2011, Han, 2013; Oliver, 1980; Vavra, 1997). Patient satisfaction, in plenty of other words, is a subset of a larger concept known as "user sentiments" (Holbrook and Corfman, 1985, Holbrook and Hirschman, 1982). Attitudes with first travel are favorable.

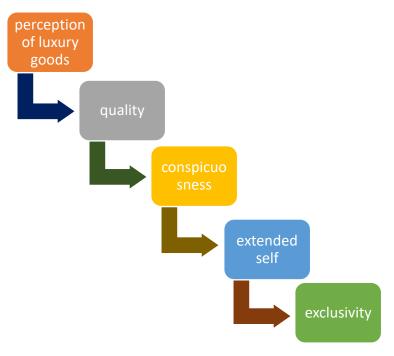


Figure.2: Customer perception of first-class level (source: own created)

2.7. Perception of luxury goods:

A number of experts have looked into the components of high-end things. Academics believe that a one-way perspective does not sufficiently explain how individuals perceive luxury goods. As a result, multifaceted ideas are often used to assess how individuals perceive luxury items.

2.8. Quality:

Customers can examine the overall content or perfection of goods or services by using quality as a criterion (Zeithaml, 1987). The quality of a product is determined by its utility, technologies, creativity, ideas, and complexities.

2.9. Conspicuousness:

An eye-catching design is quite important in luxury things. One concept of ostentatious consumerism is "the conduct of wasting money to achieve a position as well as impresses each other by communicating that someone who has unlimited money to buy frivolous and useless items" (Griskevicius et al., 2007).

2.10. Extended self:

The public worth of premium products is defined (Wiedmann, Hennigs, and Siebels, 2007) by stretching the dictionary definition 'lengthened.'

2.11. Exclusivity:

Because of their apparent rarity, high-end brands are thought to be more valuable. Limiting is the literal definition of exclusivity, according to (Vigneron & Johnson) (1999, 2004).

2.12. Evolution airport of retailing & environment:

The significance and purpose of the 'Retail sector' in society have been extensively studied from a variety of perspectives. These concepts and practices have also found their way into the airport retail industry. Planes are designated "alternative locations" when this comes to buying products and services (D Klann, 2009).

3. Methodology:

This chapter describes the best procedures for this research topic, which involved interviewing 20 people to obtain data.



3.1. Data selection:

We had to choose an addition that was connected to our particular research, which was building premium brands in the airline industry, at the start of the project. The keywords "aviation," "airport, airplanes," "premium brand," and "globalization" were used to find relevant material. We polled a few folks on the subject to get their thoughts on it. The survey we have taken is near with around 20 people. With both men and women. Who is above 18 years? Nearly five questions we have asked those people and have taken a survey report based on their answers.

3.2. Data analysis:

The data processing method for this study is to collect the data through a survey method. The participants' details who are all in this survey have listed their gender, age, race and education qualifications as well. Female are around 60% and male are around 40%. Age below 50 is 70% and above 50 is 30%. Qualification below high school is 20% of people and above high school is 80% of people.

For this question among 20 participants of response, 80% of people accepted that all brands are available in the airport and 20 % of people are not accepted.

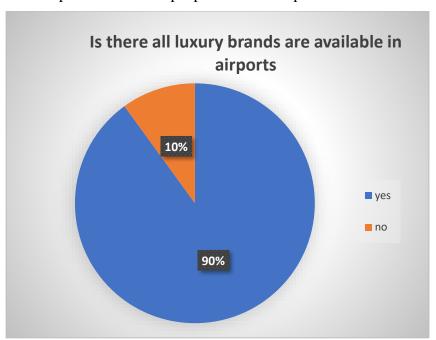


Figure.3: Is there all the luxury brands available in airports

For these questions among 20 participants of response, 90 % of people accepted that there is no purchase limits in aviation and 10% of people has to disagree with it.



Figure.4: Is there any purchase limits in airport

For these questions among 20 participants of response, 95% of people have agreed that food served in airlines is fresh. And 5 % of people have disagree with it.



Figure.5: Is the food serve in luxurious airline is fresh

For these questions among 20 participants of responses, 85 % of people agreed that shopping facilities on the luxury airlines were attractive. And 15% of people disagreed with it.

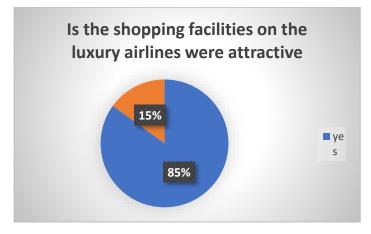


Figure.6: Is the shopping on the luxury airlines were attractive



For these questions among 20 participants of responses, 70% people have agreed that is more luxurious of shopping environment in airport 30% of people have disagreed with it.



Figure.7: Is there a more luxurious shopping evironment in airports

4. Findings and discussion:

The authors of the study goal was to look at the factors that contribute to luxury airline levels of confidence as well as the consequences of that prestige. Following a thorough analysis, it was established that perhaps the following items have a substantial impact on the distinction airline's premium brand: foodstuff and customer satisfaction.

4.1. Quality of food:

A firm's influences brand quality of the food makes a positive contribution to the company's current respect. Food quality has long been seen as a critical aspect in determining the overall grade of a study's encounter.

4.2. Quality of services in luxury airlines:

The quality of something like a company's service, according to this study, has a beneficial impact from both company branding and its played a huge role efficacy. To begin, our study corroborated and expanded on earlier research by empirically establishing that in the luxury industry, customer experience and brand prestige are strongly associated (85 percent).

Those findings add to a growing body of research that suggests a company's ultimate value is derived from potential purchasers' ideas rather than tangible assets like real estate and

production plants. According to the results of this research, While airline industries have the largest impact on the obvious and pleasurable aspects of elegance, group inclination is more strongly linked to the overall grade, stretched consciousness, and distinctiveness of luxury.

5. Conclusion:

A premium brand model is the foundation for creating a powerful brand identity and sign. Business strategies are built on a thorough understanding of how a group's target market perceives it. After gathering this data, it was analyzed to see if it was used to define the target market on competitor positioning. By contrast, shopping in airports is a luxury experience, and the ambiance in aviation shopping is much more so. The cuisine served by private airlines is of top quality.

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Macro factors reshaping business this decade

- 1: The threat of recession: Although COVID-19 was the visible impetus for the economic volatility it is noticed that, the last several years, the reality is that the markets were already fragile and precarious.
- Success requires early, decisive action by every function in the organization to manage spend, secure talent and accelerate digital.
- 2: Systemic mistrust: Even before the events of 2020, global consumer and citizen trust was at an all-time low. Now, the ripple effects, such as supply chain and talent shortages, and overall brand mistrust demand a relentless focus on customer value. Executives must continue to consider whether consumers will remain loyal to legacy brands or take their business to those that provide the experience they want or have limited goods in stock. Often building a more tailored and personalized connection to the individual's needs can help overcome consumer distrust and frustration.
- 3: Poor economic productivity: The digitalization of work, coupled with the adoption of hybrid and remote work practices, has created a renewed focus on the fundamentals of workplace productivity. Once detached executives are starting to peer down through delegation layers and into the details to find out-of-date technologies, bureaucratized practices and process inefficiencies. But, the reality is employees are being asked to do more with less when they least have the capacity to do so. They can only make so many improvements in productivity and effectiveness, especially as organizations shift in response to rapidly changing conditions, when they're confined to the same old processes and workflows. You must rethink how work gets done and who does it to enable responses to disruptions and change. Failure to reevaluate these fundamentals will exhaust already taxed employees and make them less willing and able to stay engaged, while being productive through this crisis and the next.
- **4:** Sustainability: Now that it's not overshadowed by the pandemic, sustainability is once again a mainstream concern for CEOs. In the 2022 Gartner CEO and Senior Business Executive Survey, we surveyed more than 400 senior business leaders about their 2022-23 priorities. "Environmental issues" came in ninth, with 9% of respondents citing it as a top-three priority. That may be a relatively small portion, but this is the first time the category has ever cracked the top 10 and reflects a very significant increase in interest. (It was in 14th position just three years ago and 20th position seven years ago.) Business leaders are now under pressure from customers, investors, regulators and employees to do more on environmental sustainability, and having a sustainable business is seen as an opportunity to drive efficiency and revenue growth.
- **5:** A talent shortage: Organizations find themselves with a unique challenge: Keeping the in-demand talent they have and finding the competitive talent they need, especially when staff budgets are contracting or staying flat. Fighting for new headcount will be challenging, so organizations will have to get creative.

To combat the tricky combination of an economic slowdown and the talent market squeeze, the best leaders will enact creative methods to acquire new skills and capabilities without hiring new full-time employees.

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6: Emerging technologies: Emerging technologies will have a large, disruptive effect in the coming decade. Adaptive AI, the metaverse, platform engineering, sustainable technology and superapps will change how organizations and societies operate. Seismic change does not happen overnight, but ignoring a disruption in its early stages typically makes the entry price higher later. To capture the opportunities, it's critical to understand what, when and how key technologies will impact your strategic ambitions in the coming years.



This article is for further reading, not part of the article; Reference: Gartner