Airline Customer Satisfaction

Group Members:

Y Nikhil Bhardwaj PES1UG19CS586 P Sai Varshith PES1UG19CS320 P J Subramanya Hande PES1UG19CS316

Abstract:

The driving factor to any successful service organization is customer satisfaction and his feedback. Where we need to get insights. The dataset chosen was feedback collected from customers who are using their airlines. This implementation uses many approaches to classify satisfied customers and customers who are happy with certain features and who are not happy with certain features we have removed few attributes which are not useful for the analysis based on correlation analysis in preprocessing we have removed certain set of records like outliers to an extent We have used descriptive statistic tools in order to emphasize the data. Customer satisfaction was considered to be important in today's competitive world. Customer satisfaction is important to build reputation and brand, to focus on areas of improvement, to beat competitors, reduce negative word of mouth and to maintain customer trust and support. The dataset given consists of the details of customers who have already flown with them. The main purpose of the dataset is to predict whether a future customer would be satisfied with the services provided

I) Introduction:

Today we have competition everywhere in every domain. We have many airlines to choose based on many factors. Airlines comes under service domain where the review, support and trust of the customer is driving key to the success. The data given is about airline organization which contains the details of the customers used their airlines and their rating in different aspects. In simple words, customer satisfaction is a measurement that determines how well a company's products or services meet customer expectations. It's one of the most important indicators of purchase intentions and customer loyalty. As such, it helps predict business growth and revenue. We have many aspects to consider like timing, delay, service

onboard entertainment, service quality, Food and drink, hospitality and so on. Service quality is one of the key objectives. to any public domain organizations because of the competition that is present nowadays in many instances service quality is assumed as the driving force to success. Customer satisfaction is the goal of the organization positive feedback from the customer can be taken as the goal of the successful organization

There are many analyses and studies on customer satisfaction. Customer satisfaction has a strong impact and influence on the customer retention and business effectiveness in the firm. In our analyses we have considered many aspects like the ticket class, Flight distance, seat comfort, online services, cleanliness, etc. We have collected feedback from the customers through rating. We have a range of 0-5 where 0 is poor and 5 is excellent. We didn't divide this range further and conducted analysis on this. It is important for a firm to know what the customers are thinking about the organization. It helps them in improving the services wherever it is needed so that they can be a business leader. Great customer satisfaction and number of loyal customers are strongly related. Metrics like share value, profit and sales show how the firm is performing currently. Customer satisfaction scores indicate how a firm will perform in future

Identifying and addressing dissatisfied customers is crucial to the success when we take care of them and show customers that they are given at most priority there are high chances of customer comeback and count. Customer satisfaction data allows us to emphasize which areas need to be improved for better health of the firm's customer base. Many people are involved in the process

The paper has been organized as per the following sections:

- II. Related Works and specifies the problem statement and dataset description
- III. experimental results & Proposed solution and discusses the evaluation metrics for successIV. Concludes the paper.

II) Related works:

1) LCA(Low Cost Airlines) providers always find ways to prove to their customers that it offers low price but not low quality. Many studies have been explored on the subjects of the service quality, cost, and customer satisfaction in the LCA around the world but still rarely any related research is in Vietnamese. Chen (2008) has appointed that customer satisfaction is a holistic concept that it represents the overall emotional response after consumption, and it can range from the level of dissatisfaction to satisfaction. LCA in particular, customer

satisfaction is a crucial factor of competitive advantage and helps to create the success for LCA who is a new participant (Kim & Lee, 2011). Besides, customer satisfaction is a penchant for the defence to retain customers rather than for the offence to find new customers in a competitive environment (Reichheld & Sasser, 1990). Within theories about the elements of customer satisfaction. It seems that price and service factors are core elements that influence strongly on customer satisfaction of a service company. In developing countries such as Vietnam, LCAs are always attractive to customers through cheaper fares due to low cost strategies and diversified revenue sources.

Nevertheless, this article indicates some customers believe that low fares are synonymous with poor service quality. Hence their conclusion is that the main factor that was influencing the customer satisfaction in this article is the cost of the airlines

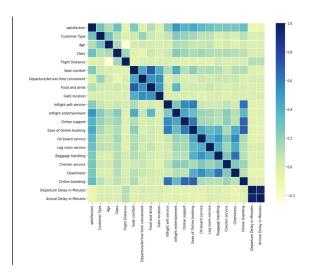
- 2) Many marketing studies (e.g., Overholt et al., 2007). revealed that there is certainly a positive link between high customer satisfaction from service quality and customers' loyalty. Indeed, there are many benefits from high standards of service quality such as sustainable demand from satisfied consumers as well as a positive image at the market. J. Chen and C. Gursoy (2001) stated that consumer loyalty in tourism can be traced back to high standards of quality. J. Chen (1998), who had done much research on international tourism decision making, revealed that the experience of service quality often influences decisions. According to S. Shaw (2007), the more domestic passengers are satisfied with the quality of service, the more domestic passengers would become loyal to a particular airline brand. Therefore, Airline industry should work on improving their standards of service quality in order to gain reputation and increase the overall level of satisfaction. They planned to use stratified sampling and random sampling techniques with a more diverse group of tourists and try to increase the variety of sample size provided time and budget allows. Moreover, they wanted to use small group interviews with in-depth interviews to investigate the reasons behind their level of satisfaction for each particular factor of influence on tourist choice. This article focuses mainly on the relationship between customer satisfaction and the loyalty and the airline's services.
- 3) Online systems and websites are the new emerging channels by the companies to attract customers around the globe. Customers can acquire all information from the company's website. One of the papers aims to measure the customer satisfaction with airline websites along with customer acceptance of the online system. This means to be a new research area for the information system acceptance researcher. In one of the papers data was collected from 130 respondents who use airline websites for making their travel related decision. This paper made use of a survey approach to gather data by administering the questionnaire to the target customers. Statistical tests including correlation, regression and exploratory factor analysis were applied to test on data resulting in support of all hypotheses. The result indicates that all independent variables have a strong significant impact on customer satisfaction with online system acceptance and with customer satisfaction.

Hence the online services that is provided for the customers should be one of the main focus towards the customer satisfaction

4) This study investigates the customer satisfaction of airline passengers and introduces perceived safety as a satisfaction driver, which has not yet been considered in the literature. Applying structural equation modelling to data collected from a sample of airline passengers reveals that perceived safety is one of the key drivers that can explain the degree of overall customer satisfaction. This relationship is, however, strongly moderated by the purposes for which airline passengers travel (i.e., either for business or pleasure). Perceived safety has a significantly greater impact on the overall customer satisfaction of people who travel for pleasure than on that of business travellers, which implies that airlines should more strongly emphasize safety features in advertising aimed at leisure travellers. Unlike most other services, air travel also exposes passengers to physical risk. Even though the airline industry claims that safety is its "number one priority" (International Air Transport Association 2010b) and accident rates have fallen over the past 20 years (Inter- national Civil Aviation Organization 2009), the occurrence of accidents cannot be eliminated completely and passengers are aware of this fact. They even perceive air travel as more risky than is justified from an objective point of view because individuals generally overpass the risk associated with low-probability events (Viscusi 1985).

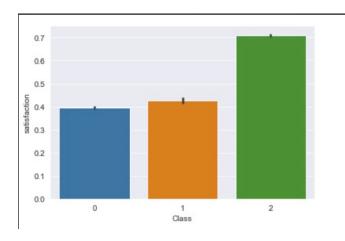
III) Solution Approach:

- a) <u>Dataset Description:</u>This dataset has 23 attributes and about 1.3 lakh records of these attributes, There are 5 qualitative attributes, and the attribute satisfaction is the targeted attribute
- b) <u>Pre-processing:</u> Satisfaction, gender, customer type, The values in these attributes were encoded as 0 & 1 and for class attribute the values were encoded as 0,1&2, These four attributes were modified for numerical correlation analysis

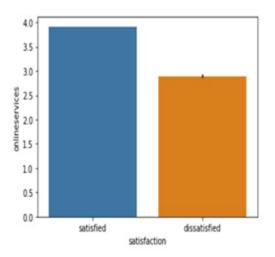


c) Based on correlation analysis and PCA we found 2 redundant attributes namely: Gate location and Type of travel and hence these attributes were removed

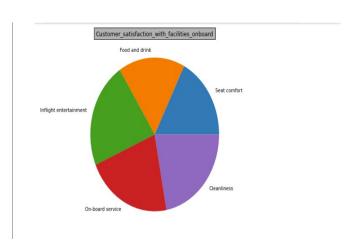
IV) Visualization:



 We have encoded the class types into numeric data i.e. 0 is eco, 1 is business and 2 is Eco plus so we can understand that as the range of price increases the services are more so customers are satisfied, We can say that as the type of class increases the customers are more satisfied

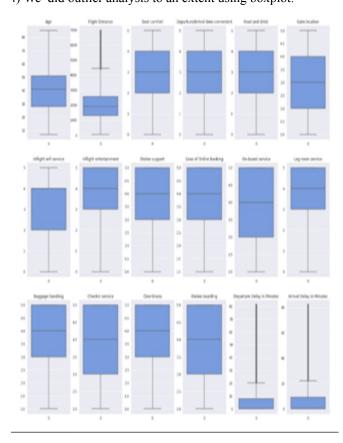


2) we have combined Online support, Ease of Online booking, Online boarding attributes into a single attribute in the virtual data frame to get inferences there are many people who are dissatisfied also giving a better rating so we can say customers are less keen on online services



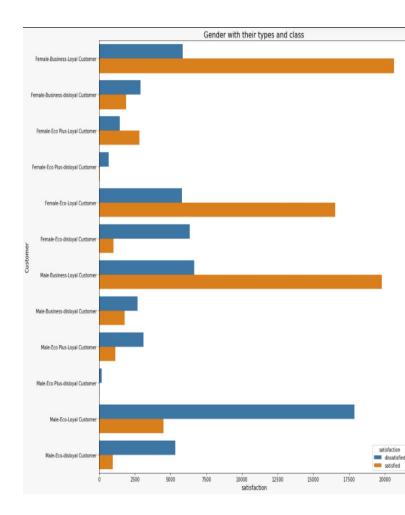
3) In the pie chart analysis, we grouped satisfied and dissatisfied customers and in the picture is of satisfied customers. We can say that customers are less keen towards Food and drink and more interested towards onboard services. In the pie chart analysis, we grouped satisfied and dissatisfied customers and in the picture is of satisfied customers. We can say that customers are less keen towards Food and drink and more interested towards onboard services.

4) We did outlier analysis to an extent using boxplot:

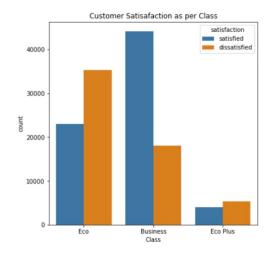


5) We grouped customers into different categories to get insights:

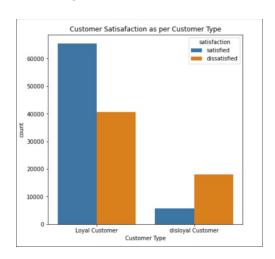
	Gender X Class X CustomerType	satisfaction	No_of_customers
0	Female-Business-Loyal Customer	dissatisfied	5843
1	Female-Business-Loyal Customer	satisfied	20651
2	Female-Business-disloyal Customer	dissatisfied	2891
3	Female-Business-disloyal Customer	satisfied	1878
4	Female-Eco Plus-Loyal Customer	dissatisfied	1434
5	Female-Eco Plus-Loyal Customer	satisfied	2811
6	Female-Eco Plus-disloyal Customer	dissatisfied	662
7	Female-Eco Plus-disloyal Customer	satisfied	59
8	Female-Eco-Loyal Customer	dissatisfied	5801
9	Female-Eco-Loyal Customer	satisfied	16516
0	Female-Eco-disloyal Customer	dissatisfied	6340
1	Female-Eco-disloyal Customer	satisfied	1013
2	Male-Business-Loyal Customer	dissatisfied	6653
3	Male-Business-Loyal Customer	satisfied	19782
4	Male-Business-disloyal Customer	dissatisfied	2678
5	Male-Business-disloyal Customer	satisfied	1784
6	Male-Eco Plus-Loyal Customer	dissatisfied	3116
7	Male-Eco Plus-Loyal Customer	satisfied	1135
8	Male-Eco Plus-disloyal Customer	dissatisfied	180
9	Male-Eco Plus-disloyal Customer	satisfied	14
0	Male-Eco-Loyal Customer	dissatisfied	17866
1	Male-Eco-Loyal Customer	satisfied	4492
2	Male-Eco-disloyal Customer	dissatisfied	5329
3	Male-Eco-disloyal Customer	satisfied	952



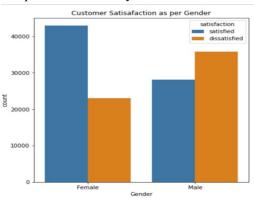
6) In Business Class, there is high satisfaction between the male and female loyal customers In Eco Class, the female loyal customers have higher satisfaction as compared to male loyal customers



7) Among the three different classes, Business class has the highest satisfaction for the customers.



8) Loyal customers have higher satisfaction as compared to the disloyal customers



9) Female customers is seen to have higher satisfaction as compared to male customers

Many people have used normalization in the preprocessing part. We have made use of correlation and heat maps to remove attributes which are irrelevant to the target attribute. We have encoded categorical variables. Most of the research papers have seen how customer satisfaction varies against any particular attribute such as quality of service, ease of online services and customer loyalty whereas we grouped related attributes and conducted analysis.

Conclusion:

Onboard Service is the most important flight service attribute and Online Boarding is the most important pre-flight service attribute for passengers. The flight arrival delay of some less time is positively perceived by passengers but Departure/Arrival Time Convenience is considered a less important attribute by passengers. The most satisfied group of customers are mostly female business passenger's

traveling in the business class. On the other hand, the satisfaction can be significantly improved in a large group of business customers traveling in eco class.

References:

- https://www.academia.edu/download/55007446/Art icle 313.pdf
- 2) https://www.sciencedirect.com/science/article/pii/S 0969699718304873
- 3) https://www.inderscienceonline.com/doi/abs/10.150 4/IJBIR.2017.082829
- 4) https://www.tandfonline.com/doi/abs/10.2753/MTP 1069-6679190407
- 5) <u>https://www.kaggle.com/sjleshrac/airlines-customer-satisfaction</u>