

## **Original Research Paper**

Commerce

# **Destination Marketing In Indian Tourism Industry**

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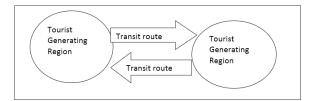
**ABSTRACT** 

This purpose of this paper is to show how India developed as a growing tourist place. There are number of factors which attracted tourist for various reasons. This paper is try to find out some of them by the use of secondary data.

## **KEYWORDS**: Destination Marketing, Tourist, Motivation.

#### INTRODUCTION

Most tourism activities take place at destinations. Not surprisingly then, destinations have emerged as 'the fundamental unit of analysis in tourism' (WTO, 2002), and form a pillar in any modelling of the tourism system, as shown, for example, in Leiper's (1979) outline of the geographic elements of tourism in Figure 1.1. Travellers are now spoilt for choice of destinations, which must compete for attention in markets cluttered with the messages of substitute products as well as rival places.



Destination marketers are concerned with the selling of places, a field of study that has only recently attracted significant research attention. Given the prominent place of destinations in the tourism system it is surprising there have been relatively few texts to date that have focused on the operations of destination marketing organizations (DMO). While tourism has been around, in an organized form at least, since the late 19th century, texts concerned with destination planning, marketing and management have only emerged in earnest since the 1990s. Notable contributions are highlighted in Table 1.1. My previous text, Destination Marketing Organizations, was published in 2004 (see Pike, 2004b).

#### 2. LITERATURE REVIEW

#### **Destination Image**

Image was formed from two major sources, which were stimulus factors and personal factors. Stimulus factors consisted of external stimuli (information sources), physical objects, and previous experiences. Personal factors included social (age, education, marital status, and others) and psychological characteristics of the perceiver (values, motivations, and personality) (Baloglu & McCleary, 1999). Beerli and Martín (2004) proposed a model of the formation of destination image. Tourists formed the destination image from information sources and personal factors.

## Motivation

Push and pull factors are a well-proven approach in analyzing tourists' motivations (Hanqin & Lam, 1999; Josiam, Kinley, & Kim, 2005; Yoon & Uysal, 2005). According to Dann (1981), push factors were internal drives or the desire for travel such as the need for escape, the need for novelty, or the need for self-esteem. Pull factors were the attractiveness of travel destinations which motivated tourists to visit such as beaches, shopping centers, or friendliness of locals. The study of Yurtseven (2006) indicated that perceptions of tourist destination's service quality by tourists were not homogeneous. Therefore the provided services should be designed according to type of tourists. Tourists could be grouped by their motivation factors. Hanqin and Lam (1999) found five push factor groupings which were named as knowledge, prestige, and

enhancement of human relationship, relaxation and novelty. Six pull factor grouping were hi-tech image, expenditure, accessibility, service attitude and quality, sightseeing variety, and cultural links group. Rittichainuwat, Qu, and Brown (2001) found six groupings of tourists who visited Thailand which were special interests, cultural attractions, deals on tour promotion and currency exchange, good value of food/shopping/things to do, Buddhism, and natural attractions. Josiam and Frazier (2008) also showed that genealogy or the practice of tracing a family's history was one of the reasons that motivated people to travel to visit friends and relatives or to seek and document lineage, cultural background, and history.

## 3. LEARNING OBJECTIVES

- To evaluate the performance of existing tourist facilities in the country.
- To assess the number of outbound tourists to various countries.
- To undertake market segmentation analysis.
- To estimate the average duration of stay of foreign tourists in India.
- To obtain demographic, economic and social profiles of foreign tourists visiting India and the motivational factors responsible for attracting them to India.

## 4. RESEARCH METHODOLOGY

I have used Secondary data from various sources for my paper. My study is The Methodology of this paper is inspired by collection of marketing of Asian countries as tourist destination- publication by Dr Reshma Nasreen, For further research in Future I will collect data by having questionnaire and personal interview with required audience.

# 5. DATA ANLYSIS AND DISCUSSION

### Sources of data

Secondary: Annual report of Malaysia

Tourism Ministry 2006 – 2008

Annual report of India Tourism Ministry 2006 – 2008

Annual report of World Travel and Tourism Council "Incredible India" report 2006 - Tourism Ministry of India

An estimated 100 foreign tourists come to India from various country covered in the survey during March 2010. The major countries accounted for 39% of foreign tourist are East Asia, out of America 7%, European 12%, and South

| America (USA, Canada, Haiti, Trinidad & Tobago)       | 7%    |
|---|-------|
| European (England, Spain, German, Ukraine, Lithuania, |       |
| Bulgaria, Romania)                                    | 12%   |
| Northeast Asia (China, Japan, South Korea, Mongolia)  | 21%   |
| Middle East (Iran, Iraq)                              | 16%   |
| South Asia ( Sri Lanka, Afghanistan, Nepal)           | 17%   |
| Africa (Nigeria, Yemen, Uganda, Chad)                 | 9%    |
| ASEAN (Thailand, Indonesia, Vietnam, Malaysia,        | 1.00/ |
| Singapore)  | 18%   |
| Total   | 100%  |
| Asia countries 17% and Middle East                    |       |

16%.Nearly 62% of foreign tourists who visited India were males. The ratio varied from country to country.

#### Gender

| Male   | 62  |
|--------|-----|
| Female | 38  |
| Total  | 100 |

The tourists were classified into seven-age groups viz., up to seventeen, eighteen to twenty four, twenty five to twenty nine, thirty to thirty four, thirty five to thirty nine, forty to forty four and forty five to forty nine. Nearly 60% of the tourists belonged to the age-group eighteen to thirty, the next highest group was thirty to thirty five (14%).

## Age

| 17 years or younger | 1%   |
|---------------------|------|
| 18-24 years         | 30%  |
| 25-29 years         | 31%  |
| 30-34 years         | 14%  |
| 35-39 years         | 13%  |
| 40-44 years         | 9%   |
| 45-49 years         | 2%   |
| More than 50 years  | 0%   |
| Total               | 100% |

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| 45-49 years         | 2%   |
| More than 50 years  | 0%   |
| Total               | 100% |

## Education

The tourists were also classified on the basis of educational levels. The survey reveals that nearly 67% of the foreign nationals visiting India were graduates and postgraduates at higher education or university; only 3% tourist at lower vocational education

| Lower (incl. lower vocational education) | 3%   |
|--|------|
| Secondary education (general)            | 10%  |
| Secondary vocational education           | 20%  |
| Higher education or university           | 67%  |
| Total                                    | 100% |

The survey shows that 67% tourists visited for leisure, recreation & holiday, 15% for business, study purpose and 11% for religion and pilgrimage, 2% visited to meet friends and relatives in India, remaining 5% visited India for other purposes.

| What was the main purpose of your holiday to India? |     |
|---|-----|
| Round trip  | 11% |
| Festivals   | 13% |
| Eco-tourism   | 6%  |
| Nature holiday                                      | 12% |
| Beach holiday                                       | 5%  |
| Cultural holiday                                    | 20% |
| Spiritual holiday                                   | 11% |
| Family visit  | 2%  |
| Spa / wellness                                      |     |

| Active holiday           |      |
|--------------------------|------|
| Honeymoon                |      |
| Study / placement / work | 15%  |
| Other:                   | 5%   |
| Total                    | 100% |

#### **TRAVEL PATERN**

The analysis of travel pattern shows that 30% of tourists traveled alone, 20% traveled with two persons, 22% traveled in a group of 3 persons, 16% in a group of four persons, 12 % in a group of five persons and more.

| 1 person          | 30%  |
|-------------------|------|
| 2 persons         | 20%  |
| 3 persons         | 22%  |
| 4 persons         | 16%  |
| 5 persons or more | 12%  |
| Total             | 100% |

## **EXPENDITURE PATTERN**

The analysis of tourist expenditure shows that 23% tourists spent around 1000 USD, 19% tourists spent around 750 USD, 14% spent around 500 USD and only 8% tourist spent above 2250 USD.

| What were the travel and lodging expenses of this trip to |      |
|---|------|
| India per person?   |      |
| Around USD 500  | 16%  |
| Around USD 750  | 19%  |
| Around USD1.000   | 23%  |
| Around USD 1.250  | 14%  |
| Around USD 1.500  | 8%   |
| Around USD 1.750  | 7%   |
| Around USD 2.000  | 5%   |
| USD 2.250 or more   | 8%   |
| Total   | 100% |

From data survey we find that 37% of tourists spent 20 USD per day in India – excluding travel and lodging expenses and 18% of tourist spent 30 USD per day, 15% of tourists spent 40 USD, 18% of tourists spent around 50 USD and 12% of tourists spent more than 60 USD

| Spend per person per day in India, excluding travel and lodging |      |
|---|------|
| expenses  |      |
| Around USD 20   | 37%  |
| Around USD 30   | 18%  |
| Around USD 40   | 15%  |
| Around USD 50   | 18%  |
| USD 60 or more  | 12%  |
| Total   | 100% |

## TRANSPOST USED MOST IN INDIA

The major mode of travel within India used by foreign tourists shows that almost one-third used Rail, remaining one-third used Road and 10% used air transportation.

| What means of transport did you use most in India? |      | _ |
|--|------|---|
| Car (for rent)                                     | 4%   |   |
| Airplane   | 8%   |   |
| Train  | 31%  |   |
| Rickshaw   | 21%  |   |
| Taxi   | 10%  |   |
| Bus (public transport)                             | 9%   |   |
| Motorcycle (rent)                                  | 1%   |   |
| Bus (excursion)                                    | 9%   |   |
| Bike   | 3%   |   |
| Other:   | 4%   |   |
| Total  | 100% |   |

#### **NUMBER OF DAYS STAYED**

There are 68% tourists have more than one week to four weeks stayed in India, only 3% of tourists stayed one week or less. Around 30% tourists stayed more than one month to two months in India.

| How long do you have holiday in India? |      |
|--|------|
| 7 days or less                         | 3%   |
| 8 - 14 days                            | 18%  |
| 15 - 21 days                           | 28%  |
| 22 - 30 days                           | 22%  |
| 1 - 2 months                           | 19%  |
| 2 months or more                       | 10%  |
| Total                                  | 100% |

While 33% of the tourists visited India for the first time, for 27% it was the second visit, 19% third visit and 2% of them had visited India more than five times on earlier occasions.

| How many times did you visit India before? |      |
|--|------|
| Not yet                                    | 33%  |
| Once                                       | 27%  |
| Twice                                      | 19%  |
| Three times                                | 11%  |
| Four times                                 | 8%   |
| Five Times                                 | 2%   |
| Total                                      | 100% |

#### **VALUATION OF STAY IN INDIA**

The tourists were asked to evaluate their overall satisfaction level as Most satisfying, Satisfying, Average evaluated their overall visit to India as Most Satisfying, Average and only 14% rated it as Disappointing and most and most disappointing

| What is your valuation of your stay in India? |      |
|---|------|
| Most satisfying                               | 15%  |
| Satisfying                                    | 28%  |
| Average                                       | 31%  |
| Dissatisfying                                 | 12%  |
| Most dissatisfying                            | 2%   |
| DK/NA   | 12%  |
| Total   | 100% |

#### MAIN PURPOSE OF NEXT VISIT TO INDIA

The survey shows that 56% tourists visited for leisure, recreation & holiday, 10% for business, study purpose and 12% for religion and pilgrimage, 7% visited to meet friends and relatives in India, remaining 11% visited India for other purposes

| What would be the main purpose of your next visit to India? |      |
|---|------|
| Round trip  | 12%  |
| Festivals   | 8%   |
| Eco-tourism   | 4%   |
| Nature holiday  | 12%  |
| Beach holiday   | 7%   |
| Cultural holiday  | 13%  |
| Spiritual holiday   | 12%  |
| Family visit  | 7%   |
| Spa / wellness  |      |
| Active holiday  | 4%   |
| Honeymoon   |      |
| Diving holiday  |      |
| Study / placement / work                                    | 10%  |
| Other:  | 11%  |
| Total   | 100% |

## WOMANTRAVEL PATTERN

In 38% of woman tourists to India, only 18.42% one person comes to India, more than 80% of them come to India with group of two, three, four, five persons.

We find that tourists feel not safe, harassment. The inflow of the foreign tourists could be ensured only when they are provided safe and secure environment.

| Female travel pattern |        |
|-----------------------|--------|
| 1 person              | 18.42% |
| 2 persons             | 13.15% |

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|---|---------|--|
| 3 persons   | 21.07%  |  |
| 4 persons   | 23.68%  |  |
| 5 persons   | 23.68%  |  |
| Total   | 100.00% |  |
| Main purpose of next visit to India - tourists under 30 years |         |  |
| old   |         |  |
| Round Trip  | 19.35%  |  |
| Festivals   | 11.29%  |  |
| Eco-Tourism   | 6.45%   |  |
| Nature holiday  | 17.75%  |  |
| Beach holiday   | 9.67%   |  |
| Cultural holiday  | 16.12%  |  |
| Spiritual holiday   | 4.85%   |  |
| Study/ placement/work   | 9.67%   |  |
| Other   | 4.85%   |  |
| Total   | 100.00% |  |

### **Short Term Measures**

#### Finding: One

 A vast majority of respondents (63%) had reported over charging, by taxi drivers, lack of manners, ill-informed tourist guides and tour operators, misbehavior with ladies, cheating, etc in many tourist destinations like Agra, Delhi...etc.

#### Suggestions

- i. The police should be given adequate powers and additional staff to enforce discipline and change the mind set of different players in the tourism sector. State governments may examine the feasibility of constituting a special tourist police force to position at different tourist centers/tourists spots, monuments.
- A code of conduct should be framed and publicized for tourist guides, taxi drivers, tour operators, travel agents etc. Concerned associations should be partnered with this proposed activity.

#### Finding:Two

About 90% tourists remarked that there were inordinate delays at immigration counters. These delays were attributable to lack of space and inadequate computerization, coupled with heavy rush during morning hours (midnight to 3-4 A.M.)

## Suggestion

- The authorities concerned at international airports must ensure availability of more space so as to enable the Ministry of Home Affairs (MOHA) to locate additional counters and deploy more immigration officers.
- ii. The paper work involved in immigration should be reduced in line with international practice i.e.; all outgoing passengers as well as incoming nationals (Indian citizens) should not have to fill in an elaborate form, and incoming foreigners should also be required to fill in only simple forms that are amenable to easy and fast processing for generation of essential input for concerned authorities like Home Affairs, DOT, Civil Aviation etc.

## Medium/Long term Measures Finding: Three

ii. A comprehensive study should be commissioned by the Ministry of Transport in collaboration with Department of Tourism to ascertain the status of approach roads and prepare a time bound action plan to rectify the defects to make them motorable and travel friendly in major tourist destinations.

## Finding: Four

i) The affluent countries of Western Europe, North America, Japan and Australia are very far from India. Several foreign nationals (about 30%) cited that high cost of international travel stood in the way of attracting a larger number of tourists from these countries. The only way to reduce per capita cost of international travel is through group tours and charter flights.

## Suggestion

Recent steps taken by the government of India by 1) Abolition

of the inland air travel tax, 2) scrapping the basic fare and foreign travel tax of Rs. 500, 3) The reduction in excise duty on aviation turbine fuel to 8% from 16% etc will go a long way in bringing down the cost of travel. Similarly the state governments should relook at exorbitant luxury taxes, sales tax etc. This will substantially reduce package tour cost thus increasing the flow of tourists. Overseas and domestic tour operators should be encouraged to organize package tours with a focus on specific tourism products like medical tourism, spiritual tourism, eco tourism etc.

ii) Efforts must be made to draw ethnic groups other than Indians from Southeast Asian countries to places in India with Buddhist relics and scenic and cultural attractions. Steps initiated recently should be intensified and spread throughout the region. Opening of new air connectivity under the Open Skies Policy and the SAARC agreements should facilitate such flights.

#### Finding: Five

 The awareness of unique tourism products like Health tourism facilities is very poor. **Suggestion** i) Developing suitable persons/ agencies to bring out directories / brochures on unique tourism products, like Health tourism, and distribute to Indian missions abroad, tour operators, travel agents etc. in the target source markets.

#### Finding: Six

Entry fees to monuments and heritage sites are higher for foreigners than collected from the Indian Nationals

#### Suggestion

 Uniform fares for foreign and Indian nationals should be charged so that wide spread feeling of discrimination is reduced.

#### Finding: Seven

i) India has not succeeded in attracting family groups to visit India together in large numbers as is evident from the very low percentage of children, housewives and females amongst the tourists (38% woman). There is a great need for attracting tourists to visit India for the pure pleasure she offers. Historical sites, palaces and architectural monuments, hills, beaches and forests, wildlife, religious and folk festivals, music and dances film and theatre, handicrafts of India must be all great attractions to foreigners.

#### Suggestion

 Group tourism should be encouraged by devising suitable strategies and promotional measures to attract younger generations, housewives etc. About 58% of the tourists were repeat visitors.

## Finding: Eight

i) More than 30 % of the tourists visit India on their own motivation or at the influence of others who had visited India earlier.

#### Suggestion

I) It is important that the tourists leave India with a good impression in their minds so that they would, in turn, influence others to visit India. Factors, which irritate the tourists, like cumbersome immigration and customs procedures, unethical traders, difficulties in air or rail bookings for travel within India, unsanitary conditions at places of stay and travel must therefore be given high priority for improvement.

The Marketing Strategy should take into account the following factors: The Asian tourism mart is growing at a rapid rate. This makes the case for stiff competition among different nations to attract maximum tourists; Technical assistance is required to draw comprehensive master plans and also to review and improve the existing plans; The competitive tourism trade warrants a constant and consistent marketing of new and exclusive destinations, which includes upgrading the existing ones;

For a number of years in the past, the emphasis has been on marketing India as a cultural destination with rich and diverse religious history and many pilgrimage attractions. In the present scenario, there is a need to diversify the tourism product and lay more emphasis on projecting India as a modern country for a comfortable holiday with a choice of beaches, historical attractions

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