



How Lean Digital Aviation is Changing the Aviation Industry

LEAN DIGITAL AVIATION IS A RAPIDLY DEVELOPING APPROACH THAT IS CHANGING THE WAY AVIATION BUSINESSES OPERATE. IT COMBINES LEAN MANAGEMENT PRINCIPLES WITH DIGITAL TECHNOLOGY TO CREATE A STREAMLINED AND EFFICIENT OPERATING ENVIRONMENT. LEAN DIGITAL AVIATION CAN HELP ORGANIZATIONS BY OPTIMIZING THEIR PROCESSES AND INCREASING THEIR EFFICIENCY. BY LEVERAGING DIGITAL TECHNOLOGIES, COMPANIES CAN AUTOMATE THEIR OPERATIONS, REDUCE MANUAL ERRORS, AND IMPROVE DATA ACCURACY. THE ULTIMATE GOAL OF LEAN DIGITAL AVIATION IS TO IDENTIFY AND ELIMINATE WASTE, INCREASE PRODUCTIVITY, AND IMPROVE SAFETY IN THE AVIATION INDUSTRY, WHILE ALSO IMPROVING THE OVERALL CUSTOMER JOURNEY.

This approach can be successfully applied in different areas of the aviation industry, such as, but not only in maintenance, repair and overhaul (MRO), flight operations, ground handling, but also and most importantly, in the overall quality of service.

By optimizing processes and reducing waste, airlines and airports can save time and money. For example, airlines can use data analytics to track flight delays, which could lead to faster resolution of issues and reduction in costs. Similarly, airports can use digital signage and passenger flow analytics to improve the passenger experience and reduce wait times. Another benefit of Lean Digital is that it can enhance collaboration among aviation stakeholders. By leveraging digital communication tools, airlines, airports, and other stakeholders can work more closely together, sharing information and insights that could help them optimize their operations. For instance, by using a cloud-based platform, airports and airlines can monitor the movement of their equipment and resources, leading to better allocation of resources and improved collaboration.

As advancements in technology continue to change the aviation industry, adopting a Lean Digital Aviation strategy may be the key to remaining competitive in the years to come.

"The aviation industry is rapidly evolving, and implementing lean digital aviation practices is crucial to stay ahead of the competition and meet the demands of modern travellers.", Mehdi Chelhi, Partner, Four Principles

### Challenges of Adopting Lean Digital

While the benefits of Lean Digital are clear, there are also some challenges that aviation companies may face in adopting this approach. One of the main challenges is the need for a significant investment in technology and infrastructure. This could be a barrier for smaller airlines and airports, that may not have the resources to invest in advanced digital technologies. Additionally, there may be a need for significant training of personnel and a cultural shift to accept Lean Digital methodologies. Another challenge could be the integration of various digital systems, which may lead to compatibility issues. For instance, airlines may use different systems for passenger tracking, baggage handling and maintenance. Connecting these systems can be complex and require a significant investment in time and resources.

## How Lean Digital Aviation is applied in Saudi Arabia

In Saudi Arabia, the adoption of Lean digital practices has been gradually increasing in recent years to increase productivity and reduce costs. Some examples of Lean digital implementations in the aviation industry in Saudi Arabia are as follows:

- 1. Digital self-service check-ins. This initiative allows passengers to check-in using their mobile devices and eliminates the need for manual check-ins, which can be time-consuming and frustrating for passengers. This implementation also reduces the need for extra staff to manage the check-in process, reducing the overall cost for the airline.
- 2. Digital signage and wayfinding systems. These systems provide clear and concise information to passengers about boarding gates, flight schedules and other important information. This reduces the need for manual announcements and minimizes the confusion that can occur in busy airport environments. The technology also assists passengers in finding their way around the airport, minimizing the time spent looking for necessary services and amenities.
- 3. Data analytics and predictive modelling to enhance the overall customer experience. This enables airlines to make informed decisions about customer preferences, behaviours and issues. Airlines can use this data to personalize the customer experience, which can improve customer satisfaction and loyalty. By using data analytics, airlines can also predict potential issues and address them before they happen, enhancing the customer experience further.

- 4. Mobile apps for flight schedules, passenger notifications, and loyalty programs. This enables airlines to engage with their customers in a more personalized and intuitive way. Mobile apps also reduce the need for manual communication, such as customer service calls and emails, allowing airlines to allocate resources to other areas.
- 5. Real-time data analytics for flight operations and monitoring. By collecting and analysing performance data, airlines can identify patterns, anticipate potential issues and take proactive measures to prevent them. For example, if a flight is delayed due to weather conditions, airlines can inform passengers promptly, provide them with alternative flight options or compensation, and minimize disruption to their plans. This helps build customer loyalty and trust, making them feel valued and respected.
- 6. Baggage handling and tracking processes. Airlines in Saudi Arabia can leverage RFID (radio frequency identification) technology to provide real-time visibility and location information of baggage. This provides customers with peace of mind, reduces wait times and eliminates the risk of lost luggage. Moreover, airlines can identify inefficiencies and areas of improvement in the baggage handling process, leading to more accurate and efficient performance.
- 7. Chatbots and artificial intelligence (AI) for customer service inquiries. Chatbots can answer routine questions and provide assistance to customers, freeing up customer service representatives to address more complex issues. Furthermore, through machine learning algorithms, chatbots can analyse customer data and personalize their responses, improving the overall customer experience.

"Embracing Lean Digital Aviation practices allows for more effective communication and collaboration between industry stakeholders, resulting in better decision-making and improved service quality.", Rauf Elgamati, Director Digital Transformation, Four Principles

# Examples of Lean Digital Aviation applied in Saudi Arabian carriers and airports

- 1. Saudi Arabian Airlines has implemented a Lean Digital Aviation strategy, resulting in a significant reduction in costs, faster turnaround times, and an increase in safety. Digital technologies are used to monitor aircraft health, predict maintenance needs and improve decision-making processes. It has enhanced its maintenance processes by including the use of handheld devices to facilitate real-time access to maintenance history and procedures. By adopting these digital tools. Saudia has been able to reduce the time required to complete maintenance tasks, leading to an increase in uptime and reducing the time aircraft spend on the ground. It has implemented several Lean digital technologies to enhance its flight departure process. One such initiative is the use of digital boarding passes. Digital boarding passes allow passengers to check-in seamlessly and board their flights much guicker since they do not have to wait in line to collect their boarding passes. This technology reduces the need for paper tickets, which saves costs and reduces operational waste. The airline has also implemented online check-in, which enables passengers to check-in for their flights using their smartphones, reducing the need to queue at the check-in counter. Another Lean digital initiative implemented by Saudia is the use of real-time data analytics to optimize the boarding process. The airline uses data such as the number of passengers on board, the destination, and flight time to allocate seats strategically, reducing passenger congestion and minimizing boarding time. Additionally, Saudia has implemented mobile apps that enable passengers to access flight information, track their luggage and even book airport parking.
- 2. Flyadeal. Saudi's low-cost airline has also implemented a Lean Digital Aviation strategy to improve its operations. The airline uses modern technologies such as automated check-in processes, real-time data, and online booking systems. The result has been a dramatic improvement in service delivery, operational efficiency, and customer satisfaction.
- 3. King Khaled International Airport, Riyadh. A very good example where both concepts, Digital and Lean Management, work together in harmony is at the Riyadh airport in Saudi Arabia. The airport has implemented AI systems and Lean principles to optimize its operations, resulting in streamlined processes, improved safety measures, and better service for passengers. Firstly, the use of AI-powered systems has enhanced the airport's safety measures. With the help of machine learning algorithms, the airport can identify potential safety hazards in real-time and take immediate action to mitigate these risks. For instance, AI-powered cameras installed across the airport capture images that are continuously analysed using advanced algorithms. Any abnormal activity detected is instantly flagged and receives immediate attention. This approach has significantly improved the safety of the airport, making it a safer place for everyone.

Secondly, Lean principles have been applied to improve the airport's operational efficiency. Through this approach, the airport has been able to optimize its operations, resulting in significant cost savings. For example, the airport implemented a system to reduce the baggage processing time. The system involves analysing data about the time it takes for bags to be processed and identifying ways to reduce this time. Incorporating digital with Lean Management techniques has also improved the airport's customer service. By analysing data on passenger behaviour and movements, the airport is better equipped to predict patterns and tailor their services accordingly. This capability allows the airport to provide passengers with personalized experiences that cater to their individual needs. The implementation of digital AI-powered systems together with Lean Management principles at the Riyadh airport has significantly improved its operations. With automated safety measures, optimized processes and personalized services, the airport provides a seamless experience for passengers.

4. King Fahd International Airport, Dammam. The airport has implemented several Lean digital technologies to optimize its flight departure process. One such technology is the use of Automated Passport Control (APC) kiosks, which allows passengers to process their passports and complete customs forms electronically. This technology has significantly reduced queue times for passengers and improved the overall travel experience. Another Lean digital initiative implemented by Dammam airport is the use of smart baggage handling systems. The airport uses Radio-Frequency Identification (RFID) technology to track luggage, enabling passengers to track the location of their bags in real-time. This technology has reduced the number of lost luggage cases, enhancing customer satisfaction.

#### Conclusion

In conclusion, Lean Digital Aviation is changing the way aviation businesses operate in a number of significant ways. By providing real-time data and analysis, improving customer communication and enhancing safety and security measures, digital technology is allowing aviation businesses to become more efficient, cost-effective and competitive. As digital technology continues to evolve, we can expect even greater changes in the aviation industry in the coming years. The businesses that are able to embrace and adapt to these changes will be the ones that thrive in the future.

"By applying Lean Digital Aviation, we can streamline operations and reduce waste, ultimately leading to increased efficiency, cost savings, and improved passenger experiences.", Patrick Wiebusch, Co-Founder & Managing Partner, Four Principles

If you want to find out more about how Four Principles can help your aviation business to harness the power of Digital in combination with Lean Management, please contact us at info@fourprinciples.com or +971 4 368 2124.

# **GET IN TOUCH**

Should you be interested to know more about our Lean services regarding this topic, then please contact us:

Tel: +971 4 368 2124

Email: info@fourprinciples.com

#### UAE Office Address

Dubai Media City Building 8 Office 212 P.O. Box 502621 Dubai, UAE

#### KSA Uffice Address

Office 2902 Olaya Towers (Tower B) Riyadh 12213-8022 Wasel Building number 3074 Riyadh, Saudi Arabia

