

# Theoretical and practical approaches to analysing sharing economy business models – intercultural perspective

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#### Genesis of the research

- Development of sharing economy
- Using sharing economy platforms by international students

#### Purpose of the paper

- investigation of the differences between approaches to analysis and design sharing economy business models
- identification main factors stimulating consumers to take the advantages of sharing economy

#### Methodology

- Literature and strategic document analysis
- questionnaire CAWI (pilot study n=48 of students, google form)



#### **Propositions**

P1: There are no cross-cultural differences between the concepts of sharing economy business models.

P2: There are no cross-cultural differences between values expected by the customers.

#### Research questions:

- 1. What are the main values for the customers delivered by sharing economy services?
- 2. Are these values different in different cultures?



# **Sharing economy - theoretical approaches**

- Collaborative consumption (Botsman&Rogers, 2011)
- Sharing economy (Davidson et al. 2018, Botsman 2015, Bocken )
- Access economy (Mathe 2016)

# **Sharing economy – strategic documents**

- 17 strategic documents from different countries (neutral or positive attitude towards sharing economy)
- FTC (2016), The "Sharing" Economy. Issues Facing Platforms,
   Participants & Regulators. A Federal Trade Commission Staff Report –
   emphasizig negative aspects and risks



#### **Definitions**

- Collaborative consumption system that activates the untapped value of all kinds of assets through models and marketplaces that enable greater efficiency and access (Botsman's 2013)
- Sharing economy (collaborative economy) comprises the peer-to-peer exchange of tangible and intangible slack (or potentially slack) resources, including information, in both global and local contexts." (Fellander et. al., 2015)

sharing economy business models - revealed in possibility of building new business models based on sharing economy platforms (Zhang 2018, Muñoz&Cohen 2017).









# What is new in sharing?

#### Traditional, cross-cultural approach

- we share when we trust...
- we trust when we know someone ...



Don't open the door to strangers!

New – sharing economy challenges:

we trust someone we <u>do not</u> know... (WHY?)

#### Rationale:

- calculated trust (Sztompka 1999),
- we trust the system,
- we learn from the others' opinions social reputation.



# Business models of sharing driven companies

- core business idea involves unlocking the value of unused or under-utilized assets ("idling capacity") whether it's for monetary or non-monetary benefits.
- the company should have a clear values-driven mission and be built on meaningful principles including transparency, humanness, and authenticity that inform short and long-term strategic decisions.
- The providers on the supply-side should be valued, respected, and empowered and the companies committed to making the lives of these providers economically and socially better.
- The customers on the demand side of the platforms should benefit from the ability to get goods and services in more efficient ways that mean they **pay for access** instead of ownership.
- The business should be built on distributed marketplaces or decentralized networks that create a sense of belonging, collective accountability and mutual benefit through the community they build. (Botsman, 2015)

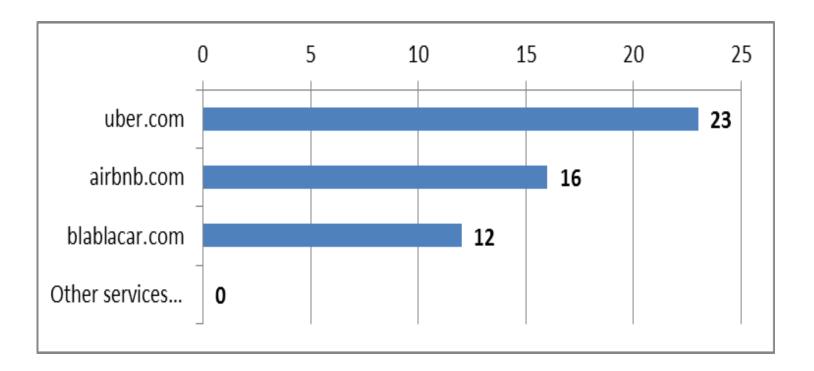


# Best and less known sharing economy platforms

No	Platform's name	Specialization	Localisation	Number of opinions	Number of downloads
1	Munchery	Food sharing	USA	418	50 ÷ 100K
2	Uber Eats	Food	USA	191K	10 ÷ 50m
3	Funding Societies	peer-to-peer lending marketplace	Singapore, Malesia	71	10 ÷ 50K
4	Indiegogo	kickstart platform	USA	4K	100K ÷ 1m
5	Kickstarter	kickstart platform	USA	13K	1 ÷ 5m
6	Fiverr	ICT freelancers	USA	87K	1 ÷ 5m
7	Upwork	work sharing	USA	11K	1 ÷ 5m
8	WeWork	workspace sharing	USA	285	50 ÷ 100K
9	Grab	transport	Singapore, Southeast Asia	1,3m	50 ÷ 100m
10	Lyft	transport	USA	138K	10 ÷ 50m
11	Uber	transport	USA, global	4m	100 ÷ 500m
12	Didi Chuxing	transport	China	2,5K	100 ÷ 500K
13	Gett	transport	USA, UK	179K	5 ÷ 10m
14	blablacar	transport	France, EU	597 K	10 ÷ 50m
15	wonowo	transport, accomodation & activities	Spain	110	10 ÷ 50K
16	Cabify	transport	Spain	61K	5 ÷ 10m
17	BeepCar	transport	Russia	21K	1 ÷ 5m
18	GO-JEK	transport and delivery	Indonesia	1,1m	10 ÷ 50m
19	Airbnb	accommodation	USA, global	250K	10 ÷ 50m
20	Airsorted	services for Airbnb tenderers	UK	0	100 ÷ 500

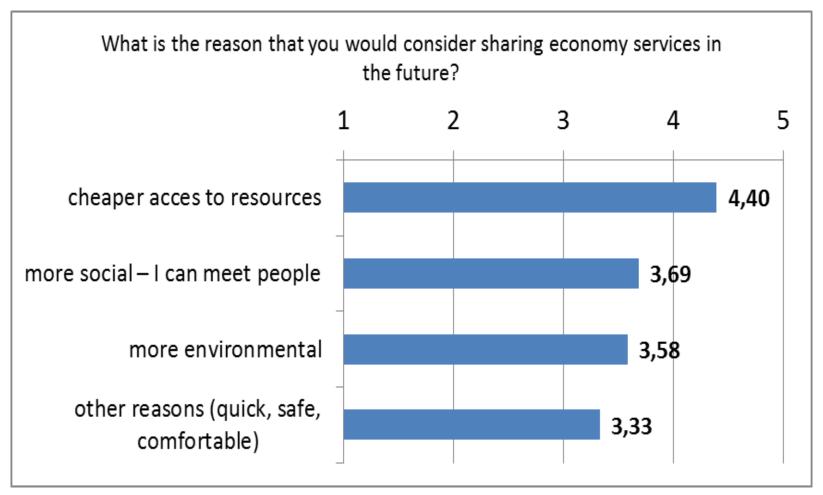
Source: own study on the base of google.play information





Sharing economy services used by respondents (n=48)





Primary motivation of the respondents (n=48)



Contingency table: motivation/respondents' origin

Motivation/cross- cultural dimension	European students	non-European students	Total
Economic motivation	27	17	44
Non-economic motivation	2	2	4
Total	29	19	48

$$\chi^2 = 0.198, p=0.656$$

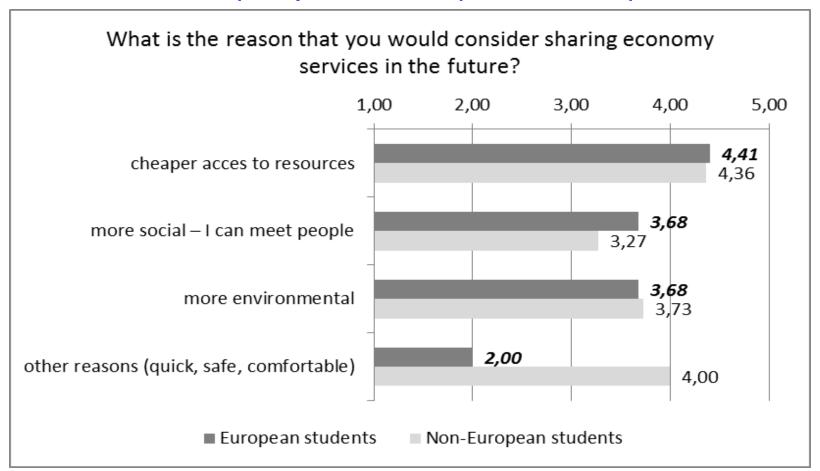
Data

with Yate's correction 
$$\chi^2_Y = 0.0079$$
,  $p_Y = 0.929$ 

independant or random?



Differences between primary motivation: European and non-European students





#### **Limitations**

#### Limitations of research:

- Analysis of strategic documents only in English and Polish
- Low number of respondents low number of non-economically motivated respondents
- Testing the data independance



#### **Conclusions**

- 1. The importance of sharing economy business models is observed in high developed countries of "Western-world" (USA, Great Britain, EU countries).
- 2. No cross-cultural differences in theoretical approaches to sharing economy, what supports the proposition P1.
- 3. There is no important cross-cultural differences between expected value by the consumers.
- 4. Findings similar to these obtained by Böcker et al. (2011) and Davidson (2018).



# **Thank You for Your attention!**

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