

## Singapore Airlines and Alibaba Group Unveil Strategic Partnership to Collaborate on Multiple Fronts

21-08-2018

Singapore Airlines (SIA) and Alibaba Group today announced a comprehensive strategic collaboration aimed at enhancing the customer experience for travelers through the transformative potential of technology, as well as joining forces in other areas. The collaboration encompasses several players in Alibaba Group's ecosystem including Fliggy, Alibaba Cloud, Alipay and Cainiao Network.

The partnership extends across areas such as flight ticket sales, loyalty programs, marketing initiatives, cloud services, payments and logistics. The capabilities of both groups, combined with access to the more than 600 million monthly active mobile users on Alibaba's China retail marketplaces alone, will unlock new benefits for customers across the retail and travel value chains. SIA and Alibaba Group will gain actionable customer insights for the benefit of travelers in one of the world's fastest growing travel markets.

The tie-up represents a significant extension of a partnership between SIA and Alibaba Group's affiliate, Alipay, which was introduced as a payment option on SIA's website in 2013. In 2016, an official SIA flagship store was also launched on what was then known as Alitrip (later rebranded "Fliggy"), Alibaba's travel service platform, for direct purchase of SIA flight tickets by consumers in China.

Building on those initiatives, the expanded partnership reflects the seamless convergence of online and offline retail experiences in a digital-first reality. The approach is a natural fit with both SIA's position as one of the world's leading airlines and its focus on innovating the customer experience through digital.

"Amid structural changes in our industry, we have been making significant steps to ensure we meet new competitive challenges and deliver on our brand promise to customers. Enhancing our digital capabilities is one of our priorities, and our partnership with Alibaba Group will be an important element in our drive to be a digital aviation leader. Through Alibaba Group's advanced digital assets and keen insights of Chinese consumer behavior, we will be able to better understand the needs of our customers and develop more innovative travel solutions to help them explore the world," said Mr. Mak Swee Wah, Singapore Airlines Executive Vice President Commercial.

Consumers will not need to wait long to start reaping the benefits of the expanded partnership. Later this year, KrisFlyer and Fliggy will introduce two-way points conversion, allowing members to enjoy membership perks from both loyalty programs. KrisFlyer members will be able to convert their KrisFlyer miles to Fliggy points, and Fliggy members will be able to convert their Fliggy points to KrisFlyer miles. SIA and Fliggy also intend to explore further opportunities to sync their respective loyalty programs and to drive cross-promotion of membership services.



In addition, eligible Fliggy members at certain loyalty program tiers will be able to earn KrisFlyer Elite Silver or Gold status. Accompanying privileges could include tier bonuses on actual miles flown, priority reservation waitlist, seat selection privileges and priority baggage handling. Fliggy members who achieve KrisFlyer Elite Gold status can also receive benefits from the entire Star Alliance network, the world's largest airline alliance.

"We are very excited to be growing the scope of our collaboration with Singapore Airlines, which is not only one of the world's leading airlines but also one of the world's most recognized brands," said Ms. Angel Zhao, President of Alibaba Global Business Group,

Vice President of Alibaba Group and President of Fliggy. "We have important capabilities and experiences to offer, based on valuable insights gained from serving the world's largest group of online consumers. The lessons we have learned in helping to transform e-commerce and drive important initiatives like New Retail will help drive our partnership with Singapore Airlines and provide our consumers with higher-quality global travel services. This strategic collaboration will mark a new chapter in our complementary relationship, as we share resources and cooperate with each other to create a new digital service experience for consumers."

Source: Alibaba Group