

graduate.id: A Business Model to Cater the Needs of Graduates on Graduation Ceremony

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ABSTRACT

Graduation ceremony, especially from higher education institutions, is a cause for celebration in Indonesia, where graduates and their family will dress to the teeth and have their photo taken by professional photographer. Therefore, there is high demand for clothes, accessories, professional make-up artist and professional photo service. However, there is no marketplace that cater to the specific need for graduation ceremony. This research aims to identify customers problems related to preparing for their graduation ceremony, to design product that provide solutions for those problems and to develop business model for the product. This research use design thinking for making product prototype and business model canvas to design the business model. We develop *graduate.id*, e-marketplace specialized for graduation ceremony related needs. There are two iterations of product prototype and business model canvas. The proposed values of *graduate.id* are try at home feature, reputable vendors, product exchange warrantee, choices of products and services, graduation references and bidding feature.

Keywords—business model canvas, design thinking, graduation ceremony, prototype

I. INTRODUCTION

Graduation ceremony is cause of celebration in Indonesia. In 2018, there were 1,247,116 graduates, where for 88.4 percent of them, it is the first graduation ceremony they participated in [12].

Graduation ceremony is a big deal, where graduates and their family will dress to the teeth. It is common for female graduates to wear national dress of kebaya underneath their graduation gown and have their hair and make-up done professionally. Male graduates usually wear suit and tie underneath their graduation gown. Graduates" family members are also dress formally. Before or after graduation ceremony, it is common for the whole family to have their photo taken professionally in a photo studio to commemorate this joyous occasion.

The needs related to graduation ceremony opens up a new business venture, where all providers related to graduation ceremony are listed on a marketplace, especially an e-marketplace. Indonesian are familiar with e-commerce, with US \$ 21 billion in transaction value in 2019 [1][8]. The existing e-commerce offers general products [7], not catered specifically for offering graduation ceremony related products. Therefore, this research is exploiting the possibility of creating an e-marketplace, that specifically cater to graduate ceremony related products, so it is more convenient for the proposed customers to find all goods and

services needed for their big day. Equipment that they needed through various media, even physical stores directly.

The aims of this research are to identify customer problems related to preparing for their graduation ceremony, to design products that provide solution for those problems and to develop a business model of it.

II. METHODS

Data collected by in depth interview and survey to the proposed customer segment. Respondents are chosen in a non-probability sampling, purposive and snowball.

Design thinking method is used. Design thinking is a comprehensive customer-oriented innovation approach that aims to generate and develop creative business ideas or entire business models [3]. There are five stages in this method, which were empathize, define, ideate, prototype and test [5]. In this research, improvement stage is added after test stage.

A. Empathize

Empathize is the stage to help researchers to understand what customers" sees, feels, and experiences. In this research, empathize stage is done to identify customers" problems when preparing their graduation ceremony. In depth interviews is used deeply explore customers" experiences, feelings, and perspectives [9]. In depth interview is done with 51 respondents, 15 male and 36 female respondents. They are graduates of year 2018, 2019, and 2020 from IPB University, Pakuan University, Djuanda University, Analytical Chemistry Academy and Midwifery Program of Bandung Nursing Polytechnique.

B. Define

Define is the stage to frame customers" problem found at empathy in an empathy map. According to Purwantono and Suwandi [10], empathy map strongly supports the design of business model because it can understamd customers experience that relates to value propositions element in business model canvas.



C. Ideate

Ideate is the stage to create ideas to for solutions to customers" problems. The solutions are developed into business model canvas. Business model canvas helps researchers describing what organization need to do in order to be able to creates, delivers, and captures values for intended customers [2]. Prototype

At this stage, researchers visualize and transform the solutions into a physical system that can be used and tested. Prototype is an initial model that shows the functions of a system that built [11]. In this stage, an experimental system is built rapidly and economically, so the proposed solutions can be evaluated by proposed customers to get their feedback.

On this research, we build an initial model of mobile application. Prototype was made by identifying the system requirement using use case diagram to illustrate the functions that users can do in the system to find system's boundaries [4].

D. Test

Test is a process to evaluate the prototype by getting customers feedback. The test was done using user experience questionnaire (UEQ) [6] in a 1 to 5 rating, where 1 means strongly disagree and 5 means strongly agree. The questionnaire was answered by 38 respondents, 23 potential respondents from empathize stage and 15 new respondents who share the same characteristics with targeted customer.

E. Improvement

Feedback from the test stage is used to improve the prototype.

III. RESULTS

A. Empathize

Respondents" characteristics is shown in Table 1.

TABLE 1. RESPONDENTS" CHARACTERISTIC

Resi	pondent characteristic	Total	Percentage
Gender	Male	15	29.4
Gender	Female	36	70.6
	IPB University	24	47.1
	Pakuan University	15	29.4
Colleges	Analytical Chemistry Academy	9	17.7
	Djuanda University	2	3.9
	Midwifery Program of Bandung Nursing Academy	1	1.9
Degree	Bachelor of Science	38	74.5
	Applied Science Diploma	13	25.5
Graduation year	2020	12	23.5
	2019	29	56.9
	2018	10	19.6
Average Apelsefine per month before	<rp1 000="" 000<="" td=""><td>15</td><td>29.4</td></rp1>	15	29.4
	Rp1 000 001-Rp2 000 000	17	33.3
	Rp2 000 001-Rp3 000 000	15	29.4
graduation	Rp3 000 001-Rp4 000 000	4	7.9

The empathize stage shows that male and female graduates have different problems to prepare for their graduation ceremony. For male graduates, dressing up for graduation ceremony is not that difficult. They do not see the need for new fashion items nor the need for make-up artist or get their photo taken in a photo studio. Fig. 1 shows empathy map of male graduates.

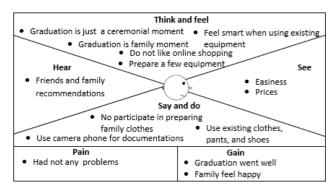


Fig. 1. Empathy map of male graduates

Unlike their male counterparts, female graduates feel the need to dress to the teeth, almost similar with dressing up for their wedding. Female graduates need new kebaya, make-up artist, hair or hijab do and photo studio. They also feel the need to dress their family up for professional looking photo.

Female graduates have difficulty to fulfill all these needs. They do not have information on good make-up artist or fail to book professional photographer and photo studio. They do not have information on good vendors that can cater to their needs. There is no one stop place where they can find all the vendors that they need. Thirty-two respondents like online shopping, but only nine respondents that get some of their needs via online shopping. They hesitant to fulfill those needs because the products available is not considered good enough. Good kebaya is made to order. Fig. 2 shows empathy map of female graduates.

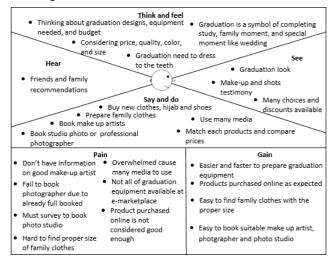


Fig. 2. Empathy map of female graduates



C. Ideate

We develop *graduate.id* as the solution based on female graduates" problems It is an e-marketplace specialized to

cater all those needs for graduation ceremony. The business model canvas of *graduate.id* is:

1. Customer segments

The customer segment is defined as middle-andupper class female, first time graduates and like online shopping.

2. Value propositions

The proposed values are to provide one stop market place for clothing-such as kebaya or synchronized formal outfit for the whole family-, shoes, hijab or hair do, make-up artists, photographers, and photo studios. *Graduate.id provides* try at home feature that allow customers to try cloths and shoes, star vendor that assuring them to get superb services and product exchange warrantee that allow customers to exchange product that not up to their standards. *graduate.id* provide a place where vendors all over the country can meet their customers. The main vendors featured are make-up artist, photographer and photo studio. They also provide tips on the latest trends.

3. Channels

The channels are mobile applications store and social media.

4. Customer relationships

graduate.id will provide vouchers through in social media and provide "share for point" feature to encourage customers to share information about graduate.id to their friends and family. All vendors featured must agree on providing certain standard level of service.

5. Revenue streams

Revenue comes agreed upon percentage of every transaction value on *graduate.id*.

6. Key resources

The key resource is ICT and human capital to run the tech.

7. Key activities

Key activity is vendor selection. Selection is based on vendor portfolio that contains information on business profile, product (goods and services) sample photo, physical store and social media handle.

8. Key partnerships

The key partners are vendors and delivery service providers.

9. Cost structures

The main costs are mobile application development and maintenance application, marketing and operational cost. Fig. 3 shows the first iteration of business model canvas of *graduate.id*.

Key Partnerships Vendors: • Sellers of graduation clothes, shoes, hijab • Make-up artists, photographers, photo studios Delivery service providers	Key Resources - ICT - Human capital	Value propi - One stop marketpi graduatic ceremon - Try at ho feature - Star venc - Product exchange warrante - Latest fat trends	lace for on y me dors	Customer Relatioships - Promotion in social media - Vouchers - Share for point - SOP of services - Mobile applications store - Social media	Customer segments - Middle-and- upper class female - First time graduates - Like online shopping
Cost Structure - Development and maintenance application - Marketing				Streams ntage of every t	ransactions

Fig. 3. First iteration of business model canvas

D. Prototype

graduate.id is a mobile-application based e-marketplace that. Fig. 4 shows the functions available at graduate.id mobile application.

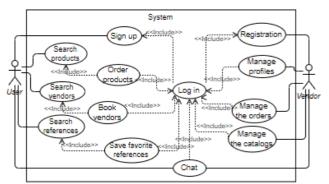


Fig. 4. Use cade diagram 1 of *graduate.id* mobile application system

All functions on this system is available on the first prototype that available at https://marvelapp.com/acc185b or by scanning the QR code in Fig. 5.



Fig. 5. QR code of graduate.id first prototype

E. Test

First prototype testing is done by user experience questionnaire that includes four assessment variables of value, usability, desirability, and adoptability. Value shows harmony of product features with customers" needs, usability measures how easily the customers use the product, desirability shows customers" emotional appeal, and adoptability shows ease to access the product [6]. Fig. 6 shows the test result.



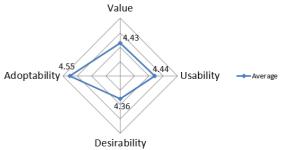


Fig. 6. Average score of all variables

All of user experience variables shows high average test scores; 4.43 for value, 4.44 for usability, 4.36 for desirability, and 4.55 for adoptability on 1 to 5 scales; that indicates respondents" satisfaction on the concept and features of *graduate.id*.

1. Value

Values of *graduate.id* include four variables seen in Fig.

7.

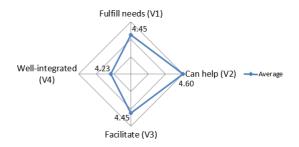


Fig. 7. Average score of value variables

The features of *graduate.id* can help, facilitate, and fulfill needs of customers. The average scores for V1, V2, and V3 are 4.45, 4.60, and 4.45 respectively. However, V4 has lower average score, which is 4.23 that shows the functions of prototype 1 is not well integrated. The customer feedback on value variables are detailed at Table 2.

TABLE 2. RESPONDENTS" FEEDBACK ON VALUE VARIABLES

Respondent ID	Perceived Weakness	Suggestion
3, 9, 21, 22, 36	Lack of prices variation	Add bid feature
5, 9, 11, 19, 20, 29, 31, 32, 34	Lack of product categories variances	Add more product categories such as bags, accessories, custom kebaya, and syar'i kebaya
17, 22	Lack of tips	Provide tips for make- up trends and tutorials

According to Erlyana and Hartono [14], product variations is a strength value of an e-marketplace. It can give customers freedom to find proposed products and services. However, this value was still not met by *graduate.id* first prototype.

2. Usability

The average scores for usability variables are shown on Fig. 8.

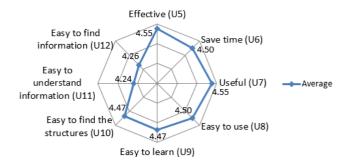


Fig. 8. Average scores of usability variables

graduate.id considered useful by customers on effectivity and time efficiency. Variables of "easy to use", "easy to learn" and "easy to find" scores high. Nevertheless, there are average scores on V11 and V12 where the first prototype is perceived as "information is not easy to find" and "available information is not easy to understand". There is lack of detail on available information and lack of specificity on the search feature. The details are shown on Table 3.

TABLE 3. RESPONDENTS" FEEDBACK OF USABILITY VARIABLE

Respondent ID	Perceived Weaknesses	Suggestion
3, 19, 26, 34	Lack of detail	-Provide information about the part of product sold -Provide description of the variants and size of product on the model - Provide photos of products from multiple vantage points
16, 37	Lack of specificity	-Adjustment of search feature -Location based vendor finder
18, 34		-Allow the use of Google or Facebook account for sign up and log in

3. Desirability

The average score of desirability variables shown on Fig. 9.

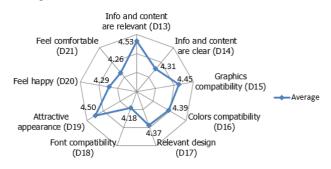


Fig. 9. Average score of desirability variables

Desirability has lowest average score. Four variables of this factor have low average scores. Variables D14, D18, D20, and D21 scores are 4.31, 4.18, 4.29, and 4.26 respectively. The details are shown on Table 4. Because the

font choice used on the first prototype is perceived as too small, so customers cannot read the information clearly. The interface design is perceived as too tight and too crowded, so it makes customers feel uncomfortable.



TABLE 4. RESPONDENTS" FEEDBACK OF DESIRABILITY	7
VARIABLES	

Respondent ID	Perceived Weakness	Suggestion
4, 7, 8, 17, 28, 30, 31	-The font size is too small -The information is hard to read	Change font type and size
8,15,17,20,2 3,26,27	The interface design is too tight and too crowded	Make minimalist and unique design

4. Adoptability

Respondents feel that *graduate.id* is easy to find on mobile application store, with average score of 4.55. Mobile application based is considered suitable for *graduate.id*.

In line with the study of Munthe *et al* [13], the most important user experience element for user in using a mobile application are product's functionality, product's features, easy to access, learnability, findability, and readability. From the test result, *graduate.id* first prototype still has weaknesses in some of these elements.

F. Improvement

Improvements are made on prototype and business model canvas. Fig. 10 shows the improved business model canvas.

Key Partnerships - Vendors: - Sellers of graduation clothes, shoes, hijab, bags, accessories, custom kebaya, and kebaya syar'i - Make-up artists, photographers , photo studios - Delivery service providers	- ICT	Value propi - One stop marketpi graduatii ceremon - Try at ho feature - Star venc - Product exchange warrante - Latest far trends - Bid featu	lace for on y me dors e e e eshion	Customer Relatioships - Promotion in social media - Vouchers - Share for point - SOP of services - Mobile applications store - Social media	Customer segments - Middle-and- upper class female - First time graduates - Like online shopping
Cost Structure - Development and maintenance application - Marketing - Operational			Streams ntage of every t	ransactions	

Note : addition

Fig. 10. Second iteration of graduate.id business model canvas

Improvements also made on the prototype's function, features, contents and appearance. Fig. 11 shows second iteration of use case diagram of *graduate.id* system.

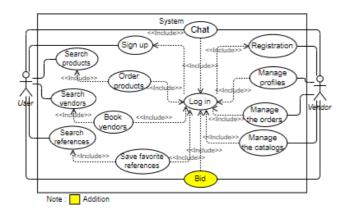


Fig. 11. Use case diagram 2 of *graduate.id* system

The new and improved prototype is available at https://marvelapp.com/22g4501g or by scan the QR code on Fig. 12.



Fig. 12. QR code of graduate.id second prototype

IV. CONCLUSIONS

Female graduates have difficulty to fulfill all graduation ceremony related needs. They do not have information on good make-up artist or fail to book professional photographer and photo studio. They do not have information on good vendors that can cater to their needs. We develop graduate.id to solve customers" problems. graduate.id is an e-marketplace that connect customers with goods and services providers. graduate.id provides "try at home", "star vendors", "product exchange warrantee" "latest fashion trends", and "bid feature".

Future build is graduate.id Pro for goods and service providers with features that will cater to their needs of providing prime goods and services.

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