

Digital Transformation Factors Influencing the Sustainability of Logistics Service Providers in Thailand: A Conceptual Framework

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Abstract— This research aims to explore and develop digital transformation s factors influencing the logistics service provider sector in Thailand and examine logistics sustainability factors associated with logistics. This theoretical study framework is divided into two parts. Part one covers 21 factors relating to digital transformation, including drivers, objectives, implications, and success factors. The second part concerns 23 factors associated with logistics sustainability, including economic, environmental, and social factors. This total of 44 potential factors generated from previous studies in the literature review was combined with opinions gathered from interviews with a group of business and academic logistics experts, using a semi-structured interview method to explore and verify the proposed factors. And using by index of item-objective congruence (IOC) to verify the validity measurement s. the survey results show which all variable higher than 0.5 and revealed an additional seven factors thus giving a total 51 factors are applicable to examine and answer the research question.

Keywords- *digital transformation; logistics sustainability; logistics service providerscomponent;*

I. INTRODUCTION

According to the latest articles published on digital transformation in logistics and sup-ply chain management is currently evolving; there is still no clear understanding

of the concrete implications. This exploratory research paper intends to provide insights into more sustainability in logistics and supply chain management [27] It also aims to iden-tify digital transformation factors influencing logistics sustainability and examine the impact of digital transformation logistics sustainability on logistics service providers in Thailand. The study is based on a case study-qualitative research methodology involving two stages. involved examining studies in the literature review involving defining the construct and producing a sample of factors to operationalize each construct. Stage two involved instrument development and estimate causal relationships among data in logistics service provider businesses providing warehouse and dis-tribution services in Thailand.

II. FACTORS INVOLVING DIGITAL TRANSFORMATION

In total, 21 journals and four international conferences were looking for factors that involve digital transformation and similar concept [36]. The search based on digitization publications and related concepts was published between January 1, 2010 and December 6, 2017. Only original English papers were included. While paper abstracts were obtained from the four submitted papers, only conference papers were included (and not series). In total, 54 journal articles and 128 conference papers contributed to the compound search strings. They concentrated on empirical contributions, and theoretical and philosophical contributions were omitted. They evaluated the 21

research-related contributions and grouped the papers into three groups based on which research may contribute useful insights: drivers and goals, success factors, and implications

Table 1 Summary of Digital Transformation Factors

Dimension	Factor	Variable	Studies
Drivers	DV1	Customer behaviors and expectations	Schmidt et al. (2017) Haffke et al. (2017) Berghaus et al. (2017)
	DV2	Digital shifts in the industry	Berghaus et al. (2017)
	DV3	Changing competitive landscape	Haffke et al. (2016) Piccinini et al. (2015) Berghaus et al. (2017)
	DV4	Regulative changes	Berghaus et al. (2017)
Objectives	OB1	Ensure digital readiness	Berghaus et al. (2017)
	OB2	Digitally enhance products and services	Mocker And Fonstad (2017)
	OB3	Embrace product innovation	Berghaus et al. (2017)
	OB4	Develop new business models	Berghaus et al. (2017)
	OB5	Improve digital channels	Berghaus et al. (2017) Bilgeri et al. (2017) Mocker and Fonstad (2017)
	OB6	Increase customer satisfaction	Isaksson and Hylving (2017) Berghaus et al. (2017) Bilgeri et al. (2017) Mocker and Fonstad (2017)
Success factors	SF1	A supportive organizational culture	Hartl and Hess (2017) Haffke et al. (2017)
	SF2	Well-managed transformation activities	Berghaus et al. (2017)
	SF3	Leverage external and internal knowledge	Piccinini et al. (2015) Hildebrandt et al. (2015) Mueller and Renken (
	SF4	Engage managers and employees	Horlacher et al. (2016) Mihailescu et al. (2015) Petrikina et al. (2017)
	SF5	Grow information system capabilities	Nwankpa and Roumani (2016)
	SF6	Develop dynamic capabilities	Karimi (2015) Leischnig et al. (2017) Berghaus et al. (2017)
	SF7	Develop a digital business strategy	Yeow et al. (2018) Nwankpa and Roumani (2016); Schmidt et al. (2017); Leischnig et al. (2017)
	SF8	Align business and information systems	Yeow et al. (2018) Nwankpa and Roumani (2016); Schmidt et al. (2017);
Implications	IP1	Reforming an organization's information system	Haffke (2016); Hylving and Schultze (2013); Haffke et al. (2017); Isaksson and Hylving (2017);
	IP2	New business models	Hildebrandt et al. (2015) Remane et al. (2016) Mocker and Fonstad (2017)
	IP3	Affecting outcomes and performance	Nwankpa and Roumani (2016)

Source: Adapt from Osmundsen et al. 2018.

III. LOGISTICS SUBSTANTIALITY

Digitization facilitates automating workflows and speeding up the production and distribution of documents. Table 2. depicts a sustainable digital logistics ecosystem that shows how digitization impacts logistics from a sustainable economic, environmental, and social perspective. The characteristics of the sustainability dimensions are summarized as follows: Economic: an affordable mechanism that works effectively, provides collaborative solutions and a mixture of choices in the mode of transport, and benefits the local economy. Environmental: decreased greenhouse gas emissions, pollution, and waste, minimized non-renewable energy use and the use of technologies that reuse and recycle their components. Social: an essential individual/community access criterion to be met safer and encourage

Table 2 Summary of Logistics Sustainability Dimension

Dimension	Factor	Variable	Studies
Economy	LSE1	Logistics cost	Monnet and Le Net (2011); Dougados et al. (2013); Gebler et al. (2014)
	LSE2	Delivery time	Monnet and Le Net (2011); Dougados et al. (2013) Schrauf and Bertram (2016); Raab and Griffin-Cryan, (2011); Weinelt (2016)
	LSE3	Transport delay	Monnet and Le Net (2011); Schrauf and Bertram (2016); Weinelt (2016)
	LSE4	Inventory reduction	Dougados et al. (2013)
	LSE5	Loss/damage	Monnet and Le Net (2011)
	LSE6	Frequency of service	Dougados et al. (2013); Nowak et al. (2016)
	LSE7	Forecast accuracy	Dougados et al. (2013); Schrauf and Bertram (2016)
	LSE8	Reliability	Monnet and Le Net (2011); Dougados et al. (2013); Gebler (2014); Schrauf and Bertram, (2016);
	LSE9	Flexibility	Monnet and Le Net (2011) Bertram, (2016); Weinelt (2016)
	LSE10	Transport volume	Monnet and Le Net (2011)
	LSE11	Application	Gebler et al. (2014)
Environment	LSN1	Resource efficiency	Monnet and Le Net (2011); Gebler et al. (2014); Nowak et al. (2016)
	LSN2	Process energy	Gebler et al. (2014); Weinelt (2016)
	LSN3	Process emissions	Monnet and Le Net (2011); Gebler et al. (2014); Nowak et al. (2016) Weinelt (2016)
	LSN4	Waste	Gebler et al. (2014); Weinelt (2016)
	LSN5	Pollutions	Monnet and Le Net (2011); Weinelt (2016)
	LSN6	Land use impact	Monnet and Le Net (2011)
Society	LSS1	Development benefits	Gebler (2014); Schrauf and Bertram (2016)
	LSS2	Impacts	Gebler (2014); Nowak et al.

			(2016)
LSS3	Health	Monnet and Le Net (2011);	
LSS4	Safety	Monnet and Le Net (2011); Schrauf and Bertram (2016); Weinelt (2016)	
LSS5	Labor patterns	Monnet and Le Net (2011); Gebler et al. (2014); Nowak et al. (2016)	
LSS6	Acceptance	Gebler (2014); Schrauf and Bertram (2016)	

Source: adapted from Kayikci 2018

IV. RESEARCH METHODOLOGY

The research questionnaire was developed based on the instrument creation methods suggested by Churchill (1979) and Haynes (1995), involving three stages. Stage 1 involved examining studies in the literature review involving defining the construct and producing a sample of factors to operationalize each construct. The use of population and expert sampling is recommended for pre-testing the initial pool of factors (Straub et al. 2004). Pre-testing the instrument involves content validity testing to consolidate factors measured qualitatively; the pilot study involves appraising and purifying the instruments and examining the factors' internal consistency. After a pre-test with 11 industry and academic experts, additional factors were recommended by a validity test of the survey instrument was conducted, using item-objective congruency index (IOC) techniques [48]. by academic and business experts. The measurement factors were refined and improved by the application of the feedback. Items. All committees had to choose only one answer to the given mark from three choices. Total points for each item required a consistency value equal to or above 0.50 [2].

No.	Expert Name List	Company	Expert Type
1	Mr. Saphon Suksatit	Bevchain Logistics Company Ltd.	Industry Expert
2	Mr. Surasak Buranasompop	DHL Supply Chain Thailand Company Ltd.	Industry Expert
3	Mr. Damrongsit Kivittee	Yusen Logistics Thailand Company Ltd.	Industry Expert
4	Mr. Panu Chudjerjeen	SCB LIFE Assurance Public Company Ltd.	Industry Expert
5	Mr. Patiparn sajjasophon	Thai Beverage Logistics Company Ltd.	Industry Expert
6	Mr. Phob Pattarasakol	Central Food Retail Group	Industry Expert
7	Mr. Jedsada Thavornsak	Logistics Division Department of Industrial Promotion, Thailand	Academic Expert
8	Mr. Somchai Banlue-Sano	Thai International Freight Forwarders Association	Academic Expert
9	Asst. Prof. Dr. Tartat Mokkhamakkul	Chulalongkorn University, Thailand	Academic Expert
10	Assoc. Prof. Dr. Nakorn Indra-payoong	Burapha University, Thailand	Academic Expert
11	Assoc. Prof. Dr. Chumpol Monthatipkul	King Mongkut's University of Technology Thonburi (KMUTT), Thailand	Academic Expert

V. CONCLUSION

The results show the impact of seven additional factors, giving a total of seven more factors after conducting in-depth interviews and verifying each factor by the selected experts. This research also verified each factor's validity by item-objective congruency index (Index of item Objective OC), by according to which all factors were higher than 0.5. The questionnaire's reliability was verified by using a pilot test conducted from 30 representative samples, with the alpha coefficient value of 0.95. The survey results show that all 51 factors are appropriate for the large-scale questionnaire to examine the re-search hypothesis. The next stage of this research will use a large-scale survey, to and this survey will be subject to Structural Equation Modeling (S.E.M. analysis) at this stage of the research. Exploratory Factor Analysis (E.F.A.) and Confirmatory Factor Analysis (C.F.A.) were executed performed to ensure that all the model's constructs possessed construct validity.

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This research investigating validation and reliability of. The results from the survey analysis of the obtained data were used to identify whether digital transformations success factors influence logistics service provider businesses in Thailand and examine the sustainability impact of digital transformation of Logistics service provider in Thailand.

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