

**Smart Mobility, Empowering Cities** 













### ICT and recent last-mile delivery practices in Korea

### Sanggyun Kang

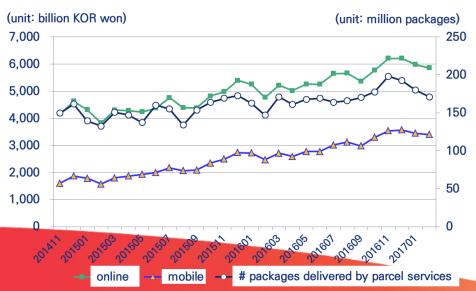
Department of Logistics Research The Korea Transport Institute MetroFreight Center of Excellence

### **Transforming Freight Movements** through ITS - Part III (SIS35)

### **Growing e-commerce and delivery**

### Online/mobile shopping sales





#### Parcel delivery service

- Revenues: \$5.67 billion in 2018
   (8.7% growth from 2017)
- 2.5 billion packages (92.2 packages per economically active person p.y.)

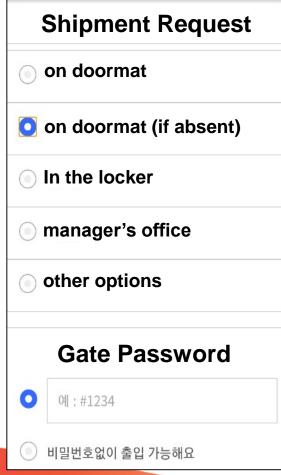
#### **Consumer demand changing**

- Shipment tracking and modifying
- Overnight delivery
- Diverse delivery channels
- While lots of service, safety, environ. challenges

# Solutions: 1<sup>st</sup> generation (pre-planned by customers)

#### **Assign delivery location**





#### **Assign delivery time**





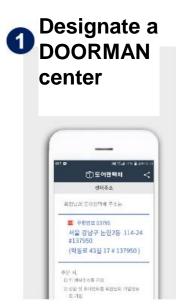
# Solutions: 2<sup>nd</sup> generation (3<sup>rd</sup> party drop-off/pick-up)

#### **Case 1: DOORMAN Logis**





Sources: doorman.co.kr, Korea Logistics News





+
Add
more
services
on
demand
(w/
charge)



**Grocery shopping** 



#### **Case 2: HOMEPICK**













shipper orders

pick up within 1 hour

consolidated at a gas station

delivered by parcel service

customer receives



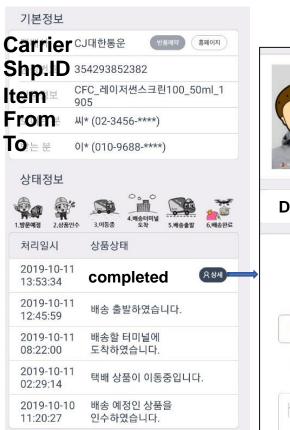
# Solutions: 2<sup>nd</sup> generation (on-route interaction)

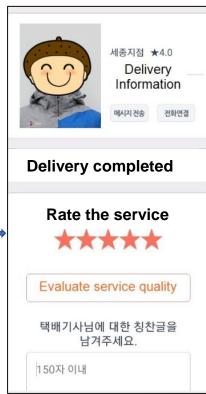
- 1. Choose delivery/pick-up location when ordering (locker, conv' store)
- 2. Check/change destination/options during delivery



**Change destination** 

Change delivery options



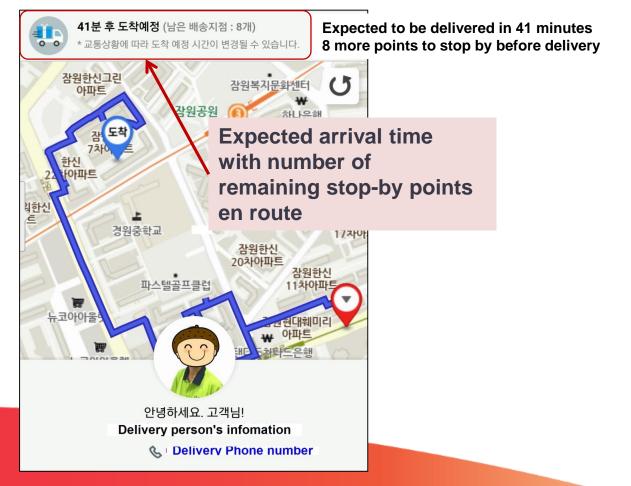


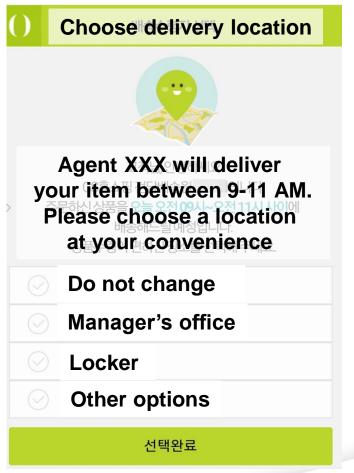


# Solutions: 2<sup>nd</sup> generation (on-route interaction)

3. Notify delivery time windows & detailed route information

4. Last-minute choice/change of the actual delivery point/method







# Solutions: 2<sup>nd</sup> generation (on-route interaction)

#### 5. Delivery confirmation / Options after delivery





