# **Differentiation and Sustainability at Four Seasons Hotel Hong Kong**



Source: Flickr (2010)

# Background

Located adjacent to the International Finance Centre complex in Central, Four Seasons Hotel Hong Kong (FSHK) is one of the city's premier luxury hotels. It is the only hotel in Hong Kong to house eight Michelin stars under one roof (FSHK, n.d.). With 453 elegant guest rooms and suites, FSHK positions itself not only as a destination for accommodation but also as a leader in luxury lifestyle, culinary excellence, and wellness experiences.

To differentiate itself from other luxury hotels in Hong Kong, FSHK offers curated local experience packages to its guests. One example is the Big Buddha and Tai O Discovery package, which includes a one-way ride on Ngong Ping 360's Crystal+ private cabin and a 20-minute local boat tour in Tai O fishing village, hotel transfers, and an English-speaking guide (FSHK, n.d.). This direct selling approach provides convenience for guests who prefer not to plan their own itineraries while generating additional income for the hotel. Additionally, including hotel transportation adds a sense of exclusivity, appealing to clients who value personalized hassle-free experiences.

In its commitment to sustainability Four Seasons Hotels and Resorts became the first global hotel brand to collaborate with ecoSPIRITS, a company pioneering low-carbon and low-waste distribution technology for restaurants and bars. This initiative eliminates the need for traditional glass bottles and cardboard packaging (Four Seasons, 2020). FSHK is among the first 14 properties to introduce low-carbon, low-waste packaged high-end spirits and wine, which is expected to reduce the property's carbon footprint by up to 80 percent (Four Seasons, 2020).

# **Challenges**

While the introduction of low-carbon packaged spirits and wine can significantly reduce waste and environmental impact, the success of such initiatives depends largely on guest awareness and perception. If the hotel does not clearly communicate the purpose and benefits of this change, guests may misunderstand the new packaging as a compromise on quality—potentially undermining the initiative's value and causing dissatisfaction.

Additionally, offering curated local experiences such as guided tours require careful logistical planning and risk management. Coordinating transportation, third-party providers, and guest safety—especially when activities occur off-site—adds operational complexity. In the event of accidents or service disruptions, the hotel may still be held accountable, posing reputational and liability risks.

Moreover, in today's digital era, travelers have easy access to online booking platforms and travel information, making it difficult to justify premium-priced hotel-organized tours. Guests may perceive these packages as expensive compared to the cost of planning the same experience independently. This makes it essential for FSHK to clearly demonstrate the added value—such as exclusive access, personalized services, and seamless coordination—that differentiates its packages from DIY alternatives.

### **Discussion Questions**

- 1. How can Four Seasons Hotel Hong Kong effectively communicate the benefits of its sustainability initiatives, such as the partnership with ecoSPIRITS, to its guests?
- 2. What are some potential challenges and opportunities that come with implementing low-carbon and low-waste distribution technologies in luxury hotels?
- 3. What strategies can FSHK employ to make its local experience packages more appealing to guests who have access to abundant online travel information and booking platforms?
- 4. What risk management strategies should FSHK consider when offering local experience packages to ensure guest safety and satisfaction?

# **References**

ecoSPIRITS. (n.d.). Press Releases. Retrieved from https://ecospirits.global/press-releases/

Flickr. (2010). Four Seasons Hotel, Hong Kong, China. Retrieved from https://www.flickr.com/photos/chrisjunker/4472979724/in/photostream/

Four Seasons Hotel Hong Kong. (n.d.). Big Buddha and Tai O Discovery. Retrieved from <u>https://www.fourseasons.com/hongkong/experiences/local-experiences/big-buddha-and-tai-o-discovery/?\_s\_icmp=shpcart\_experiences\_carousel</u>

Four Seasons Hotel Hong Kong. (n.d.). Hotel Overview. Retrieved from <u>https://www.fourseasons.com/hongkong/</u>

Four Seasons Hotels and Resorts. (2020). Four Seasons Asia Pacific Partners with ecoSPIRITS' Innovative Low-Waste Spirits to Reduce Carbon Footprint by Up to 80%. Retrieved from

https://press.fourseasons.com/content/fourseasons\_pressroom/printView.html?pageToPrint=/ content/fourseasons\_pressroom/en/news/corporate/2020/eco\_friendly\_spirits

#### **Keywords**

- Luxury Hotel
- Differentiation
- Sustainability
- Carbon Footprint
- Offering
- Local Experience

#### **Acknowledgement**

This case study is based on and adapted from the work of undergraduate students ALI Layma; GURUNG Anuska, Anna; HASSAN Nawaal; RAI Gaurab; YANG Cai Rong, Sofia from the School of Hotel and Tourism Management at The Hong Kong Polytechnic University.