

Press release

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Online hotel reviews: the guests' verdict

23 June 2015: Online reviewers tend to rate eastern European hotels highly, but the city of Cape Town leads on overall online reputation, according to a new PwC report. Cleanliness and location are rated most highly everywhere, with five star hotels being more likely to respond to feedback than three and four star hotels.

These are some findings from PwC's study *Online reputations – why hotel reviews matter and how hotels respond*.

In the city ranking, Cape Town takes the number one spot in Global Review Index (GRI), service, location and value. Johannesburg comes in third behind Vilnius, with Edinburgh and Lisbon the only two western European cities to make it onto the top 10 list in terms of the overall GRI.

Rank	City	Rating	Rank	City	Rating
1	Cape Town	86.0%	6	Prague	83.4%
2	Vilnius	84.6%	7	Warsaw	83.0%
3	Johannesburg	84.2%	8	Lisbon	82.7%
4	Edinburgh	83.7%	9	Riga	82.6%
5	Marrakesh	83.5%	10	Abu Dhabi	82.3%

Attacking negative reviews at the root of the problem

Some hoteliers see reviews, especially negative ones, as a nuisance and are still unsure as to how to use them to improve their business. Some still tend to dispute their validity as a source of reliable information about their hotel and go on the defensive about them.

"Today, hotel online reviews have become one of the primary information sources for guests during the buying process. But even if some may challenge their validity, this is what is written about a hotel in the public space," explains PwC's Nicolas Mayer, Swiss Hospitality & Leisure Industry leader

"Thus, hotels should pro-actively manage their online ratings, and embrace online reviews as an opportunity for constructive exchange with their guests. Hotels that not only monitor and respond to them, professionally, rapidly and honestly, and use them to improve their product where it is perceived negatively in reviews, will come out winners in the long run."

Beyond the individual properties, destination management organisations will also find them useful in understanding the success factors in destinations that visitors rate highly, and where there may be room for improvement in their own realm. Owners, investors and asset managers in turn will find online reviews an interesting addition in the overall assessment of their asset management companies' performance in the market.

Notes:

- 1. **About the study:** The data is based on reviews from 142 online travel agencies and review sites for the years ending 28th February 2014 and 28th February 2015. The data covers all 3-, 4- and 5-star hotels in 48 cities. The selected 48 cities are classified into four strategic geographic markets: Western & Central Europe, Eastern Europe, the Middle East & Africa, and India.
- 2. **Global Review Index**^{TM:} The Global Review Index was the industry's first academically-tested general online reputation score for an individual hotel, group of hotels or chain based on data taken from all major online travel agencies and review sites.
- 3. An **interactive copy of the report** is available here.
- 4. **About PwC:** PwC helps organisations and individuals create the value they're looking for. We're a network of firms in 157 countries with more than 195,000 people who are committed to delivering quality in assurance, tax and advisory services. Find out more and tell us what matters to you by visiting us at www.pwc.com.

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