Software Requirement Engineering
For Small and Medium Enterprise:
A Case Study

By: Adil Saeed Khan
Supervisor: Erik Borglund

Report no: 2010-111
SSN: 1651-4769

Master of Software Engineering and Management Thesis
TABLE OF CONTENTS

ABSTRACT ...........................................................................................................................................3

1. INTRODUCTION.............................................................................................................................. Error! Bookmark not defined.

2. RELATED RESEARCH .........................................................................................................................3
   2.1 RE Research ..................................................................................................................................4
   2.2 SME and RE Research .................................................................................................................4

3. RESEARCH DESIGN ...........................................................................................................................5
   3.1 Applied Method ..........................................................................................................................5
   3.2 Application of Research Method ...............................................................................................6
   3.3 Case Study Setting .....................................................................................................................6

4. RESULTS ...........................................................................................................................................7
   4.1 Results from Surveys and Interviews .......................................................................................7
   4.2 Analysis of Designed Method ...................................................................................................8
   4.3 Implementation of Designed Method: Case Study .................................................................9
   4.4 Guidelines: After Implementation of Designed Method ..........................................................9

5. DISCUSSION ...................................................................................................................................10

6. CONCLUSION ..................................................................................................................................10

REFERENCES .....................................................................................................................................10
SOFTWARE REQUIREMENT ENGINEERING FOR SMALL AND MEDIUM ENTERPRISE: A CASE STUDY

Adil Saeed Khan (adils@student.chalmers.se)

Software Engineering & Management
IT University of Gothenburg.

ABSTRACT

Context: Small and Medium Enterprises (SME) are large part of economy. Challenges faced by them are unique and different from large scale organizations. One big problem faced by SME is management of Requirement Engineering (RE) activities. Requirement Engineering is one of the most important and critical phases in any software development project. Managed, precise, accurate RE activities and optimal process can play vital role in successful completion of any software development project.

Objective: This thesis will identify State-of-art RE techniques for SME, which they can use to perform Requirement Engineering activities in better and optimal way. This task has been achieved by providing a methodology and guidelines. These guidelines are based on Qualitative research and exploratory case study at a company named Fortex. This work will help requirement and software engineers in managing requirements and performing RE activities in a better and more optimized way.

Method: Surveys and semi-structured interviews were used in order to collect Qualitative Data. Intensive study of relevant literature was carried out to deduce information about current state-of-art and other related work. A model was designed to perform RE activities on basis of that data. Later, a case study was performed at Fortex to benchmark the results. Results were analyzed to present guidelines and a model, for RE activities in SME.

Results: A new method Communication Center Prototyping for RE (CCPRE) is presented for improving communication, user involvement and requirement during of RE activities. Guidelines are also provided after case study, which will help during the selection of suitable RE techniques for projects in SME.

Conclusion: SME show unique behavior due to their small size, cohesive nature and open communication. This communication, added with prototyping, interviews and workshops can result in better management of RE activities for SME. CCPRE model presented here, proved to be successful during case study, by overcoming tradition challenges in RE phase.

KEYWORDS: Requirement Engineering, Requirement Gather, Small Medium Enterprises.

Acronyms: RE = Requirement Engineering, SME = Small and Medium Enterprises, LSE = Large Scale Enterprises CCPRE = Communication Center Prototyping for RE.

1. INTRODUCTION

Small companies form big part of today’s software industry and economy [2]. Only in the US, Brazil, Canada, China, India, Finland, Ireland, Hungary, and many other countries, small companies make up to 85 percent of all software organizations working [3]. The challenges faced by small companies are quite different and unique in their own sense.

Although there is large percentage of small software organizations all over the globe, relatively few publications present software engineering solutions focusing specifically on small software companies [3]. Due to their small size, lack of resources and other limiting factors, challenges faced by small companies are totally different from large scale organizations. Small software firms are extremely vulnerable to changes in technologies and markets [4].

Apart from large contribution in business, the needs and challenges that Small and Middle Enterprises face are often overlooked. The requirement engineering community has mostly overlooked needs and characteristics of small organizations [2]. Although there can be many reasons of less progress in this area, this may be due to a lack of access to these companies, or to the mistaken assumptions that they are essentially no different from their larger counterparts, that they are a minor component of the economy, or that they do not pose any significant research challenges [2]. One of the biggest challenges for any software company is management of their RE practices. These practices involve requirement gather, management, analysis, verification, volition and other relation activities.

Many software companies do not use existing RE approaches; this indicates that there is room and opportunity for improving the usability of existing RE approaches [5]. The main objective of requirement engineering is to understand customer’s needs, problems to be solved before system development, the delimitation of system boundaries, as well as other types of constraints imposed to the solutions, such as economic, technical, systemic, environmental, time and resource constraints [6]. RE phase in any project have much more significance than others, due to its impact on later phases of project. Negligence in this process can easily result in failure of project, whereas using suitable techniques and
methodologies, putting required efforts and focusing on this
area, can greatly contribute in the success of a project. A
clear relationship between requirement engineering and
project success has been reported since the 1970s from
various empirical research studies and surveys, typically
putting insufficient requirement engineering on top of the
list of factors contributing to project failures [7].

One of the biggest challenges faced by small companies is
selection of appropriate RE techniques for any project.
Numerous techniques have been developed in the last three
decades which aim at providing support for RE processes,
yet in reality, there still exists a big gap between theory and
practice. One of the major reasons for this is the lack of
support for the selection of the most suitable RE techniques
for a specific software project [8].

Selection of the most appropriate RE techniques for a
software project based on the project’s characteristics is a
non-trivial process, and a common challenge faced by
software developers [8]. There are many factors which can
affect the selection of appropriate techniques, like budget,
time, resources etc. As RE techniques can greatly affect on
a project, it makes it even more important and complex
also. This is because RE activities are effectively integrated
and dependent on each other. RE activities, in contrast to
other software-engineering activities, may be more
iterative, involve many more players who have more
backgrounds and expertise, require more extensive analyses
of options, and call for more complicated verifications of
more diverse (e.g., software, hardware, human) components
[9].

The research question that this study explored was “Which
Requirement Engineering techniques are suitable to
identify, gather and analyze requirements at SME to
contribute toward the success of a project”.

This paper presents a methodology for SME to perform
their RE activities. Guidelines provided in this study can
help to identify suitable RE techniques for any project.

Section 2 in this paper will present similar research
conducted in areas of RE and RE in SME. Section 3 will
provide detailed description of research methods used in
this study. Section 4 presents results of interviews, surveys
and cases study. I will also explore analysis of model
designed for RE. Section 5 have contains brief discussion
on whole study, and section 6 share the conclusion with
reader.

2. RELATED RESEARCH
This section is divided into two further sections, RE
Research and SME and RE Research.

2.1 RE Research
In recent years, a lot of research has been conducted to
develop and design Requirement Engineering methods and
techniques which can support development of today’s
complex software.

A panel consisting of both practitioners and academic
experts concluded that the Requirement Engineering
process is still the most problematic area in Software
Engineering activities [10]. The problems and challenges in
RE activities can result in inaccurate requirements from the
customers, impacting the success factors of a project.

Software project managers still think that problem of
misunderstanding and managing requirements is their
second most important risk that should be managed [11].
This challenge of finding and using techniques which can
help in the management of requirements is still a headache
for many project managers. Even though we have made
significant progress in software development, we still face
some challenges that we experienced already 20 years ago;
software development process tends to be over budgeted and
late in its end product [12].

With the increase of software and systems complexity,
more frequent changes and shorter time available to the
market, forces the organization to establish better
requirement engineering processes. Thus, improving RE
processes with respect to organization specific needs is
becoming a crucial challenge for many organizations [13].

Wang et al [14] has presented a model called MORE
(Model Based Object Oriented Approach to RE) to manage
RE phase and activities. They applied this during a case
study. By applying modeling and OO technologies to
requirement phases, the domain knowledge can be captured
in a well-defined model, so the completeness, consistency,
traceability and reusability of requirement and its
integration with the artifacts of other phases can be cost
effectively improved [14]. This model is very difficult to
implement, due to its complex mathematical requirements
of models.

Anwer and Ikram [15] explored a model called GORE
(ChangeEvent Oriented RE) for RE. This

2.2 SME and RE Research
There is one big aspect which has been neglected i.e. use of
suitable and optimal Requirement Engineering Techniques
in small size companies.

Small software companies have a number of characteristics
that makes their requirements processes different from
those of large corporations [2].

Not many researches have been conducted on this area.
This is mainly because of the view or assumption that needs
of small scale and large scale organizations are the same.
Small software development companies have been severely
understudied by the requirement engineering community.
and in instances when field studies have been reported, the size of the participating companies often goes unmentioned (as many other elements of their context), complicating the history of the field [2].

Ochoa et al [16] suggest usage of an automation tool for small sized enterprises; which can help them to automate many of RE activities. This automation tool can be hard and challenging to adopt for many companies because of project nature and processes companies are following.

Li Jiang and Armin Eberlein [17] in their work present a model called RE Technique Suitability Assessment (RETSAs) to select suitable RE techniques based on different attributes of project. There are several challenges in using this model. Apart from using complex mathematics in this model, it does not address needs of SME.

Carter et al [18] has proposed a methodology to develop components for small size teams. Main focus of this work is on small-sized teams. This work does not present any methodology for small company, but only for small teams.

Recently, Jorge et al [2] has presented their work in which they have explore different aspects and common patterns which small sized company follow while performing RE activities. Although this work is very useful and comprehensive, but it still does not provide any model/methodology or technique which can be used by SME to follow.

There is still a need for a better Requirement Engineering methodologies and techniques, which can be used by SME in their Software Projects. Similarly, there is need of Architecture Design guidelines which will help them to identify important aspects which can play role in designing a better architecture. To overcome and contribute toward achieving these requirements, this study will help SME to perform their critical tasks in a better way by using these method and guidelines.

3. RESEARCH DESIGN
This section presents detailed overview of research method used. It will also provide reasons for making the selection of that particular method. Later in this section, application and setting of research conducted is discussed.

3.1 Applied Method
During this study, qualitative research methods combined with a case study and literature study were used. This research used triangulation [19] (multiple measurement instruments, i.e. Interviews, Surveys) so that more than one measures can cover the issue [20].

It is always suggested that researcher should use more than one measure to achieve triangulation [18]. Interviews, surveys and case study methods were used with combination of literature study. This helped not only to validate information, but it made it more reliable and authentic. Main objective was to get as much inputs as possible from the professionals and from the industry, as possible. This helped to get better understanding of state-of-art in industry.

Survey was conducted using online tool [21]. Survey was sent to 30 different professionals, total of 19 participated and provided useful information. Interviews with professionals were also part of this study. The entire transcript of interviews, supported with voice recording and hand notes were also saved as suggested [22]. Interviews conducted were also very helpful to get deeper and more accurate information from the professionals. These interviews were semi-structured, open-ended and less rigid [23] to get more useful information from interviewee. This helped interviewee to share their thoughts and experiences in much more open and easy way.

Figure 1. Research Design Overview

Figure 1. shows the overview of research methodology followed throughout the study. Interviews, surveys and literate review was used in start to analyze current state-of-art techniques for RE. A methodology was designed after careful analysis, to support RE activities in SME. This methodology was then applied during case study at Fortex. Results and guidelines from that case study are presented later in this paper.

Case study research is a qualitative tool, which aims to provide rich description of some specific and narrowed down case [18]. An exploratory Case Study, to explore state-of-art techniques and methodologies currently used by other companies was part of this study. Intention of this
study was to gather data, from industry and academics and then formulating the techniques, which can be tested during the case study to bench mark results.

Literature study provided information on current research trends, which helped to understand what have already been done and what were the results. Literature study was one main supporting activity conducted throughout the project.

3.2 Application of Research Method

Survey and interviews were conducted with Software/System Engineers, Project Managers, Team Leaders and other roles associated with any Software Development Project.

Surveys

Surveys were conducted to establish and gain basic knowledge of industry and professional opinions from individuals working in the industry. Questionnaire was designed by keeping the outcomes and research questions in view.

More than 25 companies were contacted for participation in the Survey. These companies were selected via personal contacts, internet and help of colleagues. 18 companies agreed to participate in the Survey. Companies then gave contact information of relevant person. 30 professionals in 18 different companies were contacted via email, with request of their participation in the Survey. A separate link was provided in that email to survey. Out of 30, 19 professionals from 10 different companies participated in the Survey with valid input.

Online tool [21] was used to gather data. The data provided by respondents was then analyzed with provided [21] visualization tools. Some questions in the Survey required detailed textual answers. That contributed in sharing and understanding of individuals’ point-of-view using surveys. These surveys helped to gather data about how these companies are performing their RE activities, what challenges they are facing and how do they overcome them. After analysis, this data was then further used while working on case-study.

Interviews

During surveys, three participants were requested to volunteer themselves for detailed interview. Semi-structured interviews with selected individuals were conducted. Semi structure interviews helped to get better understanding and perception of selected key roles.

These individuals were selected from different fields of Software Engineering Domain.

One interviewee was System Engineering with one of leading car manufacturer in Sweden, One was Integration Engineer at small size company based in Stockholm and last interviewee was working as a Free-Lance Developer. They had extensive work experience in Software Development and Requirement Engineering. No other Management, Finance, or other related role was interviewed during this study.

3.3 Case Study Setting

A case study was conducted with Fortex AB during this study. Fortex AB is Small Sized Organization (with less than 10 employees), operating business from Sweden. Their business is expanded in more than 35 different countries. This small scale organization is doing business in forest goods in Sweden. The process model which Fortex is following is much more efficient than competitors, which resulted in more than 738 million SEK turn over just in 2008.

This case study was conducted during period of two months at Fortex office in Sweden. This study included extensive communication with employees of the organization, long meetings to discuss prototypes and communication with suppliers/customers. A methodology for requirement gathering, management and elicitation was also designed and implemented during this period. This methodology will be discussed later in results section.

In Fortex, due to growing business needs, changed business requirements and becoming more productive, Fortex decided to use ERP system to support the business. Many solutions from market were explored but due to their unique work flow, implementation cost and complex customization, Fortex decided to start in-house development of small ERP system. Objective of this development was to develop software which can help them to be more productive and efficient than competitors in business.

During the first phase of project, it was decided to make requirements clear. The deliverable of this phase was a document comprising requirements of system, on which all stakeholders can agree.

When developing products, companies must deal with the difficulties of eliciting, managing and prioritizing requirements [3]. As most of the employees at Fortex are businesses, financial and marketing personal, it is very challenging for them to communicate requirements of desired system in engineering way. RE process for a non-IT based company can be very challenging, as it requires some specialized knowledge of Unified Modeling Language (UML), software engineering and other related subjects. Due to complex RE processes, Fortex AB is looking for optimized and implementable RE techniques, which they can use to communicate their requirements in best possible manner.

The main objective of this case study was to find optimized and implementable RE techniques, which can be used by SME to communicate requirements in best optimized way. Using these methodologies, Fortex communicated their requirements for designing of a requirement specification.
document on which all stake-holders agreed. This document can later be used by software developers to build system.

4. RESULTS
This section presents results from different studies conducted during this thesis.

4.1 Results from Surveys and Interviews
Survey was launched using online automated website [21]. Participants were contacted via email, and then half of them were reminded via telephone calls. Emails containing objectives of the study and link to online survey was sent to 30 professionals.

Most of participants in the Survey were from SME, doing business in software development and consultancy. There were participants from all sizes of companies, most of the participants were from middle or small scale organizations as shown in figure 2.

![Figure 2. Number of employees in participants’ organization](image)

Professionals from different roles participated in the Survey. Largest pool of participants was of developers and software architects as shown in figure 3.

![Figure 3. Overview of participants’ roles in organization](image)

Participants were given option to select on scale of 1 to 10 in four different questions, where 1 is the lowest and 10 is highest. Four questions in this section were designed to understand the challenges companies are facing in managing their RE process.

4.1.1 RE is challenging
Observation: Large amount of participants (12 participants) suggested that managing requirements for their company is very crucial (above 8 on scale of 10).

When asked “Question : how difficult/challenging it is currently for their company to manage requirements”, more than 7 participants said it is very difficult, whereas 8 participants said it is difficult and only 4 participants said it is not difficult. This also means that if responses are combined, we can state that nearly 78% (15 participants) consider this aspect as difficult or very difficult for their organizations.

4.1.2 Extensive use of Prototyping in RE
Observation: Use of specific RE techniques which a company was using was also asked. Most of the people (11 participants) told that they are using Agile/Prototyping method for Requirement Gathering. Similarly, use of User Stories (3 participants) and Onsite workshop (2 participants) was also reported by some participants. Some participants told that use of tailor-made techniques (3 participants) for their own company is very useful for them. The overview of results is shown in figure 5.

![Figure 5. Techniques/Methods used in RE phase by participants](image)

4.1.3 User involvement is crucial
Observation: In the Survey, for suggestions to improve current RE techniques, many participants proposed that continuous and iterative inputs from the end-users are highly required in RE activities. Few participants suggested using iterative process in finalizing requirement documents and other deliverables in RE activities.

In interviews, interviewee stressed on the need of continuous user involvement throughout the RE phase. This helps user to communicate, verify and validate the requirements.

While answering question: “How important is prototyping for RE phase in your work”; interviewee from SAAB responded: “We use prototyping to communicate requirements with our offshore customers on regular basis; it gives them possibility to see software functionality and working in advance and verify them, so it is one of integral and important part of our RE activities”.

University of Göteborg, Department of Applied Information Technology, Gothenburg, Sweden Sept. 2010.
4.1.4 Requirement Management is necessary
Observation: During interviews, participants emphasized on using established tools for management of requirements. Some of the participants suggested that due to rapid changing requirements, managing them is very important and challenging task in their companies.

Interviewee working as Integration Engineer in a SME at Stockholm said “When requirements are changing so often, it is very important to keep track of them. It can be simple excel sheet, but use of professional software is always better”

4.1.5 Less following of Standards/Guidelines

Figure 4. Use of International Standards in participants organization
Observation: Surprisingly 13 out of 19 (68%) participants said that their company is not having or following any international standards/ guidelines for managing RE process. 22% didn’t answer. Only two participants (10%) said that they are using tools and guidelines (ISO 9001 and Guidelines provided by StageGate [24]).

4.2 Need of a Model: Communication Centered Prototyping for RE (CCPRE)
This section will discuss the need and importance of model designed for RE phase during the case study at Fortex. Many participants suggested that use of prototyping is one of the most helpful and supporting tool during RE activities. Apart from prototyping, user participation plays very critical role in getting requirements from the user effectively. A large amount of research conducted is available to prove that the user involvement plays positive role for design and implementation of a mature project [25].

Three main points from results of the Survey and interviews were:

- **More Communication**: Need of more communication between user and software engineer
- **Prototyping**: Prototyping can support RE activities
- **Requirements Management**: Management of requirements continuously is very important

After careful analysis of literature, survey results and interview transcripts, it was observed that there is need of a method in which user participation, prototyping and regular management of requirements is ensured for SME.

Figure 6 explain the overall working of proposed model. The challenges that this problem address is improve communication, involve users, more prototyping and requirements management.

During the start of the project, all initial requirements are gathered by studying workflow, official documentation and meetings with the stakeholders. This document can be very basic in start, but as steps are followed, this document can handle more desired requirements by asking users during different interactions.

Mostly, SME have more internal communication, quick decision making and lack of organizational hierarchy. These factors also suggest that a model with more focus on user communication can be very helpful for them. Similarly, many interview participants suggested that prototyping is very helpful when user give response efficiently.

These factors make the designed model suitable for the projects in SME. The process designed is flexible, as it includes different methods of user involvement like
workshops, meetings and even documentation from the company.

One important requirement for this model is to continuously update the requirement document, which will ensure communication and tracking of requirement. It will also help to verify requirements from customers. Early involvement of user requirement in the documentation phase is very important and it helps the project to make it a success [25]. Steps involved in this process offer opportunity to both requirement engineers and stakeholders to communicate, and update the requirement document efficiently.

4.3 Implementation of CCPRE: A Case Study
Fortex AB is a small, non IT and Software based company, which made this organization more suitable for this case study, because for them it will be easy to adapt to any new methodology of RE. Being a non-IT based company gives them more flexibility to adapt any new technology, because they don’t have any methodology already. Similarly, their IT section is not as advanced as in software intensive organization, which means for Fortex any new method will have same acceptance as any other. Basic requirements and organizational hierarchy of Fortex was first explored in order to apply the methodology and guidelines.

To design a Requirement Specification Document on which all stakeholders can agree, Rapid Prototyping was followed. As this project was totally new for the Fortex, and most of the employees were unaware of the usage of any RE techniques, it was very challenging for them to communicate their requirements in start.

Requirement engineering, in particular, requires higher levels of communication, self-organization and frequent adaptation to a dynamic environment [26]. The best and optimal method to communicate requirements was to evaluate and suggest improvements in prototypes.

Development of evolutionary prototypes, with continuous user involvement and review, can reduce risks, cost, and time associated with requirements specification and construction of software systems [27]. After every meeting, a prototype was designed and verified by the stakeholder. There were two different internal stakeholders (Marketing and Finance Department) were involved in first phase.

Being a small company, communication within employees was easy. As most of the users were at same geographical location, it helped to validate and elicit requirements on regular basis. For any project, management of requirement is very critical, as it can result in ambiguous and complex situations. It was discussed in start to use software for requirement management, but due to lack of budget it didn’t materialized. All requirements were managed in a document, which was updated continuously.

Initial requirements were gathered by starting meetings with both stakeholders. It was later supported by exploration of documentation provided by the Fortex. This documentation describes the business flow and needs.

After initial requirements were written down in a document, a basic prototype was designed to elicit two starting modules. These modules were later presented to the user in a meeting. This cycle of designing prototype and presenting it in a meeting, was beneficial as it increased the participation of users in RE. Workshops, describing stakeholders with user-stories was often conducted to discuss the business process and validate requirements. This helped in designing better prototypes and increasing user participation.

Participation of users in RE process helped to define requirements in more clear, efficient, and organized way. Requirement document was updated on regular basis, after every change in requirement or receiving feedback from the user on prototypes.

After more than 35 iterations of updating and revising prototypes according to the users need, a document was designed, which contained requirements of two modules communicated by the stakeholders. These requirements were agreed upon by both users and the stakeholders in the company.

The Requirement Specification document presented after extensive meetings, interviews, and prototyping, was approved by both stakeholders. This document represents the requirements from both stakeholders. Although this process took much time, but in the end the agreement on one requirement document from both the stakeholders prove that method of Rapid Prototyping was useful and worked very well at Fortex.

4.4 Guidelines: After Implementation of CCPRE
Some guidelines after implementing the model during RE phase at Fortex are given in this section.

- Small companies are more cohesive and communication between individuals is strong. This can be very helpful in validating the requirements. Model presented is very helpful for the companies having these attributes.
- Use-stories and prototyping are very useful for non-technical stakeholders. It can give look and feel of software, which will help to gather requirements.
- Handle changing requirements by keeping track of them. This will helps to manage and communicate changing requirements with your stakeholders.
- Manage conflicting requirements in early stages of RE activities. This will result in less efforts and time spending.
- Managing changing requirements was very challenging; use of requirement management software can be helpful even in small companies.
5. DISCUSSION
The state of the practice in RE is still one of the major problems in software development [28]. Especially for
careful analysis of available data to identify and solve conflicting requirements and identify missing information. It was
learned that combining interviews, workshops and prototyping can be very effective method for RE phase.

Guidelines provided in this study can help software engineers and managers to select RE techniques. Model
presented can be applied to SME. Case study will provide them baseline and insight about advantages and
disadvantages of techniques used. There is no silver bullet which can be used for all software projects in small
companies, but lessons learned from this study will help them to identify suitable RE techniques for their project.

CCPRE method provided in this paper was applied during one case study only, nevertheless, this method can be used
for other companies in future and results can be validated for them as well. In future, more case studies can be
conducted to improve presented method for other SME also.

6. CONCLUSION
Selecting appropriate RE techniques, which can help to identify, gather, analyze and validate requirements, is very
vital for the success of any project. SME struggles specifically to overcome this challenge due to certain limitation they face. Regular input from user, prototyping and other communication methods can be used to overcome these challenges. Interviews, Surveys and Case Study were conducted to gather data during the study.

This study presents a model CCPRE (Communication Centered Prototyping for RE), which was applied at Fortex[1] during a case study. This method can address the issue of communication and requirement management, as it suggests use of prototyping and extensive communication for RE. Guidelines provided can help SME for selection of suitable techniques for a project.

REFERENCES


