УДК 338.24.01

Almandeel Munther Amin Hasan, A.I. Ukhova, I.P. Savelieva

## ANALYSIS OF THE IMPACT OF SOCIAL NETWORKS ON CUSTOMERS' DECISION TO BUY ONLINE: RESEARCH CONCEPT


#### Abstract

The article discusses in detail the theoretical foundations of the development of Internet commerce and the factors influencing the decision to buy online from the point of view of the concept of Web 2.0. The authors have developed and substantiated the concept of marketing research aimed at studying the factors of social networks in making a purchase decision. In this case, the independent variables are factors such as customer support, information exchange, product rating, the dependent variable in the developed study is customer intention to purchase. To test the hypotheses formulated in the article, it is proposed to conduct a survey with a detailed study and justification of the factors that influence online purchases. This topic is undoubtedly relevant in modern market conditions.


Keywords: social media, social networks, buying decision, customer support, product evaluation.
DOI: 10.35634/2412-9593-2020-30-6-787-791

## Introduction

In Russia, there has been an increase in the number of users and online buyers, as well as an increase in the number of electronic stores that sell goods to customers, and the number of Internet users in Russia reaches 109.6 million users. In 2019 most of them ( $75 \%$ ) live in urban areas where there are more opportunities to engage in electronic commerce. In addition, the Russian e-commerce market in the first half of 2019 grew by $26 \%$ year on year to 725 billion rubles ( $\$ 11$ billion). The number of online purchases for the reporting period reached 191 million, an increase of $44 \%$ [1].

This is evident in the e-commerce market that online presence is a specific and important factor for the relationship between retailers and customers, especially after the recent economic problems in world markets. Electronic markets have helped ensure recovery in some markets that they are faced with in their marketing strategies, and for this reason it is very important that electronic retailers strive to pay attention to issues. This is due to the quality of websites, such as improving website usability, increasing accessibility, increasing the conversion rate to their sites and maintaining customer loyalty and other characteristics of the website.

On these issues, the advent of the second generation of Web 2.0 has created features for websites that have made them more efficient and effective in finding fundamental solutions that allow the client to interact with the site more than on traditional sites that uses [2;3]. Studies show that using the Internet helps companies increase customer satisfaction, as retailers have recognized the most promising competitive advantage of using Web 2.0, and many have adopted this technology as a way to interact, share, and create value with customers. Many well-known electronic retail stores, such as Amazon, have gained customer experience and are fully aware of the customer and his requirements through the use of Web 2.0 tools, even though they sell similar products sold by competitors and the same product specifications [3;4].

Several studies have also pointed out the role of social networks (one of the most important factors of Web 2.0) in increasing customer satisfaction and influencing purchase intentions [3;5]. There are also several studies and research on the causal relationship about customer satisfaction on the Internet and their intention to make a purchase, and the repeated process of re-buying from the same retailer if they wish to purchase a similar product. Therefore, those who have a high degree of satisfaction intend to make a purchase with a high degree of. In other words, the most satisfied customer buys more often [3].

## Research problem

The process of improving the shopping experience and the influence on the buying behavior of online shoppers creates problems for most electronic retailers, and since the success of any online retailer can be determined by the number of sales sold online [6], this is necessary for sellers improve online search results. An online search is an important Web 2.0 factor that positively impact a customer's purchase intent. Tasks include finding factors using Web 2.0 and exploring how these factors influence a customer's intention to
shop online. And in order to find out these problems, we proposed a research model that assumes that social networks are a key aspect of Web 2.0 and affect the customer's intention to shop online. This measurement was taken on the basis of theoretical foundations that dealt with the topic of Web 2.0 in the context of ecommerce, after social networks returned to Web 2.0 tools that support communication operations and facilitate the purchase and sale of goods and services [7]. Therefore, the research problem, which is presented in the disclosure of the role of social networks in the customer's intention to make purchases over the Internet, and the problems facing the effectiveness of this role, it is not possible for most retailers on the Internet to adopt the experience of shopping through websites using social networks. And we can formulate the research problem in the following question: what is the role of social networks in the impact on the customer's intention to buy online? In cases where the relationship between social networks and customer buying intentions on the Internet will be measured through applied research and testing of relative importance to determine its importance for predicting customer behavior over the Internet.

## Results and discussion

Social networks provide many advantages that allow companies to interact with customers and effectively sell, increase customer confidence and increase their satisfaction, creating a competitive advantage and success for a website, and also provide customers with a convenient way to work with websites [8]. The variety of features that will be provided on the site on a large scale, such as ease of use, usability, website design, trust, are broadly studied in the number of papers [9;10], but it did not help identify factors related to Web 2.0 used in e-commerce. Although such Web 2.0 tools as social networks can provide what Web 1.0 tools cannot provide, methodological and applied knowledge about them is still limited, and knowledge about the impact of these factors on customer behavior over the Internet is still relatively small. To address the shortcomings, the importance of this study lies in its desire to identify factors associated with improving customer service in Web 2.0, represented by the use of social networks, which are one of the tools of Web 2.0. And how social networks influence customer buying intentions. In order to study the influence of this factor on the customer's intention to make a purchase through the Internet, the theoretical model will be investigated on the basis of the data that will be collected in the research. A theoretical review is the basis for developing a research model and hypotheses, as well as for obtaining answers to questions for study.

The research is aimed at achieving the following objectives:
-to provide a theoretical framework related to social media and online customer behavior;
-to measure the level of awareness of social media factors that influence the decision to buy online;
-to analyze the influence of the variable (social media factors) on the dependent variable (customer decision);
-to make decision-based recommendations to focus on important factors in Web 2.0 that help influence purchasing decisions.

The hypotheses of the study relate to differences in the perception of respondents in relation to the three dimensions of social networks (customer support, information exchange, product rating) in addition to the proposed test research model. Assumptions are as follows:

1) First to check the differences between the average in the perception of a sample of people for measurements of social networks: There were no statistically significant differences in the perceptions of individuals in the dimensions of social networks (customer support, information exchange, product rating) determined by gender variables (male and female), age, website visits and shopping on websites with significance level $\alpha \leq 0.05$;
2) Secondly at the significance level, a statistically significant effect is not observed ( $\alpha \leq 0.05$ ) for customer support, for the exchange of information and product evaluation based on customer decision to buy online.

We clarified the study in more detail using a model that clarifies the main purpose of the message, which is summarized in the coherent Web 2.0 framework for the Internet of four factors that influence customer behavior over the Internet, which he established [7]. This study seeks to examine the impact of websites using Web 2.0 , especially social networks, on a customer's decision to purchase online. This factor was chosen for two main reasons: firstly, social networks are the most important factor compared to other factors of Web 2.0 (added value and personalization); secondly, social networks are the closest factor to the
important features of any ecommerce website. For example, let's look at the element of social trust as one of the main elements in the customer's intention to shop online and help to keep the customer, while the lack of this trust is the main reason why customers do not shop online.

To clarify the answer to the research questions, this study proposes a research model that checks social networks features that influences the customer's decision to buy online, and the model consists of an independent variable ("SN", social networks) and a dependent variable ("CIP", customer intention to purchase). The model shows the structural relationship between the independent variable and the dependent variable, since the independent variable, which is a social network, consists of the following variables: customer support ("CS"), information exchange ("IE"), and product rating ("PR"). Fig. 1 shows the research model.


Fig. 1. Study research model, source: prepared by the researcher
Social networks are usually described as people chatting on the Internet and often include a large number of participants [11]. Table 1 describes the named variables for the study purpose.

Table 1
Description of independent and dependent variables

| Variable | Description |
| :--- | :--- |
| Customer support | Customer support is illustrated with features related to general company information, <br> frequently asked questions, support information, and contact information. Information <br> for customer support is very important, because its absence can lead to potential <br> customers losing trust in the seller [12]. |
| Information exchange | It points to the extent to which product information is readily available to all online <br> shoppers, and social marketing tools have been developed to allow customers to <br> exchange tips, shopping recommendations, opinions and reviews. Reviews are the <br> form of oral marketing that is also might be use to promote products. The opinions of a <br> large number of buyers are becoming a growing and driving force in trade and play a <br> significant role. Regardless of what was the key factor in making a buying decision, <br> shoppers trust products with more reviews than any a. [7]. |
| Product rating | Like the exchange of information, product evaluation is a form of spoken words (oral <br> marketing) can increase the power of customers and become an advantage. Different <br> forms of product evaluation are common on many social sites [13;14]. |
| Customer intention to <br> purchase | This indicates the ability for users to make a decision on the actual purchase, and this <br> measure was used to assess the user's intention to make a purchase by many <br> researchers [15-17]. |

The research is supposed to be carried out by the method of written survey using remote sensing technologies.

## Conclusion

The topic of customer behavior on the Internet is one of the recent and important topics, and this is what prompted us to look in this aspect. By reviewing studies in this field, we find that researchers were interested in identifying and analyzing factors that affect in one way or another the customer behavior on the Internet, and many studies have provided an evaluation For factors that affect customer behavior, and it consists of factors that cannot be controlled such as customer characteristics, and environmental impacts, and factors that can be controlled, such as traditional marketing. This evaluation contributed to establishing the idea that there are no fundamental differences in the formation of customer behavior, whether online or offline. It can be said that traditional and virtual marketing activities, such as extensive advertising, sales promotion, etc., can influence the decision to purchase online. Such activities can traditionally be counted as effective tools for a number of reasons, including building the mental image of a brand or product, creating a good reputation and attracting potential customers, and although these traditional marketing activities can be employed in real life, it is not likely to have an important impact on online purchasing and decision-making by customers due to the changing nature of customers in the virtual world. Hence, the logical assumption is that online sellers have the ability to greatly influence customer decisions by providing features such as a mix of different functions through the Internet, information, emotions, advice, incentives, products and services, i.e. if customers in the virtual world are keen to interact with sellers' websites and perhaps deal with them, it depends on their experience in dealing with the site and this assumption is identical to the case of the traditional shopper, and for this we have been able to put some theories by which to measure the influence of factors on the intention of a customer's purchase and to clarify the role of Web 2.0. This subject requires further study and research.

## REFERENCES

1 Size of the Russian e-commerce market in Q1 2019 [Electronic source]. URL: https://www.datainsight.ru/ ecommerce_size_1h2019 (Date of access: 06.09.2020).
2 Jain A. and Ganesh J. Harnessing the Power of Web 2.0 in Online Retail. Part II: An Implementation Roadmap for Retailers / White Paper Infosys [Electronic source]. URL: https:// www.infosys.com (Date of access: 13.12.2007).
3 Allahawiah S.R. and Tarawneh M.M. The impact of social networks in influencing the consumer purchasing decision via the internet: analytical study in Albalqa Applied University / Journal of Theoretical and Applied Information Technology, 2008. Vol. 96. № 23. P. 8109-8121.
4 The rise of the networked enterprise: Web 2.0 finds its payday / McKinsey \& Company [Electronic source]. URL: https://www.mckinsey.com/industries/technology-media-and-telecommunications/our-insights/the-rise-of-the-networked-enterprise-web-20-finds-its-payday (Date of access: 06.09.2020).
5 Schaupp L.C. and Belanger F. A Conjoint Analysis Of Online Consumer Satisfaction / Journal of Electronic Commerce Research, 2005. Vol. 6. № 2. P. 95-111.
6 Phippen A., Sheppard L., and Furnell S. A practical evaluation of Webanalytics / Internet Research, 2004. 14 (4). P. 284-293.

7 Wirtz B., Schilke O., and Ullrich, S. Strategic Development of Business Models: Implications of the Web 2.0 for Creating Value on the Internet / Long Range Planning, 2009. 43. P. 272-290.
8 Nabeth T. Social web and identity: a likely encounter (Editorial of the special issue Social web and identity) / Identity in the Information Society, 2009. 2. P. 1-5.
9 Lorenzo C., Constantinides E., Geurts P. and Gomez M.A. Impact of web experience on e-consumer responses / DEXA 2007 Conference, September 3-7, Regensburg, Germany.
10 Novak T.P., Hoffman D.L. and Yung Y.F. Measuring the Customer Experience in Online Environments: A Structural Modeling Approach / Marketing Science, 2000. 19(1). P. 22-42.
11 Trusov M., Bucklin R. and Pauwels K. Effects of word- of-mouth versus traditional marketing: Findings from an internet social networking site / Journal of Marketing, 2009. 73. P. 90-102.
12 Rattanawicha P. and Esichaikul V. What Makes Websites Trustworthy? A Two-phase Empirical Study / Int. J. Electronic Business, 2005. 3(2). P. 110-136.
13 Lee J., and Lee J.N. Understanding the product information inference process in electronic Word-of-Mouth: An objectivity-subjectivity dichotomy perspective / Information \& Management, 2009. 46. P. 302-311.
14 Park D.H., Lee J. and Han I. The Effect of On-Line Consumer Reviews on Consumer Purchasing Intention: The Moderating Role of Involvement / International Journal of Electronic Commerce, 2007. 11. P. 125-148.
15 Kim H., and Kim W. The relationship between brand equity and firms' performance in luxury hotels and chain restaurants / Tourism Management, 2005. 26. P. 549-560.

16 Gefen D., and Straub, D.W. The relative importance of perceived ease-of use in IS adoption: A study of e-commerce adoption / Journal of the Association for Information Systems, 2000. 1(8). P. 1-30.
17 Hassanein K. and Head M. The Impact of Infusing Social Presence in the Web Interface: An Investigation Across Different Products / International Journal of Electronic Commerce, 2006. 10(2). P. 31-55.

Received 24.11.2020

Almandeel Munther Amin Hasan, postgraduate student at Department of Management, Ukhova A.I., Candidate of Economics, Associate Professor at Department of Management Savelieva I.P., Doctor of Economics, Professor, Director of High School of Economics and Management, Professor at Department of Accounting, analysis and audit<br>South Ural State University (National Research University) Prosp. Lenina, 76, Chelyabinsk, Russia, 454080

## Алмандил Мунчер Амин Хасан, А.И. Ухова, И.П. Савельева <br> АНАЛИЗ ВЛИЯНИЯ СОЦИАЛЬНЫХ СЕТЕЙ НА РЕШЕНИЕ ПОКУПАТЕЛЯ О ПОКУПКЕ ОНЛАЙН: КОНЦЕПЦИЯ ИССЛЕДОВАНИЯ

DOI: 10.35634/2412-9593-2020-30-6-787-791
Подробно рассмотрены теоретические основы развития интернет-торговли и факторы, оказывающие влияние покупателей на решение о покупке онлайн с точки зрения концепции Веб 2.0. Авторами разработана и обоснована концепция проведения маркетингового исследования, нацеленного на изучение факторов социальных сетей на принятие решения об онлайн покупке. При этом независимыми переменными выступают такие факторы, как поддержка покупателей, обмен информацией, оценка продукта, зависимая переменная в разрабатываемом исследовании - намерение покупателя совершить покупку. Для проверки сформулированных в статье гипотез предполагается проведение опроса с подробным изучением и обоснованием факторов, оказывающих влияние на онлайн покупки. Данное направление исследований несомненно является актуальным в современных рыночных условиях

Ключевые слова: социальные медиа, социальные сети, решение о покупке, поддержка покупателей, оценка продукта.

Поступила в редакцию 24.11.2020
Алмандил Мунчер Амин Хасан, аспирант кафедры менеджмента
Ухова Антонина Ивановна, кандидат экономических наук, доцент кафедры менеджмента
Савельева Ирина Петровна, доктор экономических наук, профессор,
директор Высшей школы экономики и управления,
профессор кафедры бухгалтерского учета, анализа и аудита
ФГАОУ ВО «Южно-Уральский государственный университет
(национальный исследовательский университет)»
454080, Россия, г. Челябинск, просп. Ленина, 76

