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Original Research Article

EXAMINING THE INFLUENCES OF CONSUMER BEHAVIOR ON PURCHASE DECISIONS IN E-COMMERCE: A COMPREHENSIVE STUDY

* Prof. Ramson Menezes

* Assistant Professor, Department of Commerce, Ghanshyamdas Saraf College of Arts & Commerce.

Abstract:

This study explores the complex factors influencing consumer behavior in the ever-changing e-commerce environment, particularly in light of the changing digital marketing paradigm. In a time when technology is constantly changing the way that consumers shop online, it is critical for businesses to understand the complex aspects that influence customer choices in order to develop tactics that work. Our study takes a broad approach to deciphering the intricacies of the e-commerce industry by looking at social impact, product ratings, and user experience. Our goal is to find insights that help to improve e-commerce strategy through a thorough examination. We investigate the complex relationships that exist between users and digital platforms, illuminating the ways in which conventional consumer behavior and the results of digital marketing campaigns interact.

Keywords: Consumer Behavior, Digital Marketing, E-Commerce, Purchase Decisions.

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Introduction:

Businesses hoping to succeed in the digital marketplace must grasp the complex dynamics of consumer behavior in the quickly changing field of electronic commerce (e-commerce). This thorough analysis explores the various factors that affect consumers' choices in the e-commerce space. With technology redefining the way people purchase, it is critical for businesses to analyze the complex interactions that occur between customers and online platforms in order to develop tactics that appeal to their target market. The purpose of this study is to offer a comprehensive analysis of the variables affecting consumer behavior in e-commerce, illuminating the complexity of purchasing decisions in the context of modern digital marketing. With the rise of digital marketing channels, the traditional paradigms of consumer interaction have undergone a paradigm shift. This study not only aims

to identify the key drivers behind consumer choices in e-commerce but also seeks to elucidate the impact of digital marketing strategies on shaping these decisions. As online platforms continue to introduce innovations, from personalized recommendations to targeted advertisements, the lines between consumer intent and digital influence become increasingly intertwined.

In light of this, our study explores the subtleties of how customer behavior appears in the context of online shopping. Through an investigation of the several elements that affect buying decisions—like user experience, product evaluations, and social influence we hope to offer a thorough understanding that extends beyond transactional analysis. The study's conclusions have the potential to provide businesses with actionable intelligence that will help them adjust their strategies and establish more meaningful connections with their online audience as they negotiate the complexity of the



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digital marketplace.

Review of Literature:

Anderson and Sullivan (1993) propose a satisfactionloyalty model that suggests that satisfied customers are more likely to become repeat customers, emphasizing the importance of positive online experiences.

Li and Zhang (2002) examine emerging trends in ecommerce, including the integration of artificial intelligence and personalized recommendations. further influence consumer choices. Together, these studies highlight the complex interaction of product reviews, user experience, and consumer satisfaction in an e-commerce environment, providing a basis for understanding the dynamics of consumer behavior in online shopping..

Chevalier and Mayzlin (2006) found that positive reviews significantly increase the likelihood of purchase decisions.

Hassanein and Head (2007) discuss the importance of a positive user experience in e-commerce and emphasize its role in influencing customer perceptions and behavior.

Mudambi and Schuff (2010) shows that even negative reviews can increase trust by providing a balanced perspective and influencing purchase decisions.

Objectives of the Study:

- 1. To explore the influence of social factors on consumer choices in e-commerce.
- 2. To examine the impact of product reviews on decision-making in online shopping.

Hypothesis Statements:

H0= There is no significant relationship between product reviews and customer satisfaction.

H1= There is significant relationship between product reviews and customer satisfaction.

Research Methodology:

• Type of Research

Descriptive research design is used where the focus is on survey and fact-finding inquiries through structured questionnaires. The study uses a quantitative research approach because it allows the researcher to examine the relationship between variables.

• Type and Source of Data

The present study is based on primary data and secondary data. Primary data was collected by a structured questionnaire. The questionnaire consisted of open and closed ended questions which were related to the objectives set out in the study.

• Target Population and Sample size

107 working population targeted for data collection.

• Sampling method

The sampling technique adopted was a convenience sampling method.

• Area of study

This research was done in the suburbs of Mumbai Suburban.

Statistical Tools Use

Graphs are used to analyze and interpret data. Chisquare is used to test hypotheses.



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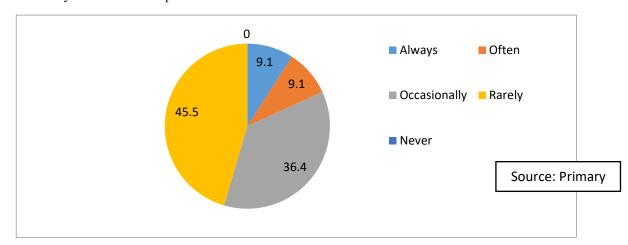
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Data Analysis and Findings of the Study:

Fig. 1. How often do you make online purchases based on recommendations from social media?



As per the data, 45.5% rarely make online purchases based on recommendations; 36.4% occasionally do. Target strategies for trust-building, influencers, and product uniqueness to optimize engagement.

Hypothesis Testing:

H0= There is no significant relationship between product reviews and customer satisfaction.

H1= There is significant relationship between product reviews and customer satisfaction.

Chi-square Continge	ency Table Tes	st for Independence		
	Observed	No	Yes	Total
Extremely Influential	Expected	1	9	10
	Observed	2.336448598	7.6	10
Moderately Influential	Expected		21	21
	Observed	4.906542056	16	21
Not Influential at All	Expected	11	11	22
	Observed	5.140186916	17	22
Slightly Influential	Expected	13	41	54
	Observed	12.61682243	41	54
Total	Expected	25	82	107
	Observed	25	82	107
		0.999727009	chi-square	
		0.0101962	p-value	

Since, here p-value (Asymp. Sig.) = 0.000 > 0.05, H1 is Accepted, it is concluded There is significant relationship between product reviews and customer satisfaction. In other words, we concluded that product reviews affected the customer satisfaction level.

Limitations:

- 1. A sample size of 107 is a limitation; Findings may have been different with a higher sample size.
- 2. Sampling unit and area may be a limitation as the objective and frequency may be different in other areas.



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3 .Answers given by respondents may be biased.

Conclusion:

In conclusion, a comprehensive study examining the influences of consumer behavior on purchase decisions in e-commerce reveals a complex interplay of factors that collectively shape the online shopping experience. Social Influence manifested through customer reviews and ratings, exerts a significant influence on purchase decisions. Businesses should actively manage and leverage social influence to build a positive online reputation. As the e-commerce landscape continues to evolve, businesses and researchers alike should remain vigilant, adapting strategies to align with emerging trends and changing consumer behaviors. A holistic understanding of the factors influencing online purchase decisions provides a foundation for businesses to thrive in the dynamic and competitive world of e-commerce.

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