

CONTEMPORARY MARKETING DYNAMICS: SOCIAL MEDIA INFLUENCER IMPACT ON CONSUMERS

Dr Vishnu Sajan

Assistant Professor, School of Management Studies, Bannari Amman Institute of Technology-Sathyamangalam

ABSTRACT

The advent of social media has provided a digital platform for individuals to connect and engage with one another, overcoming the limitations of physical distance and enabling continuous communication and interaction. The advent of platforms such as Six Degrees and Facebook has significantly transformed the manner in which individuals establish connections and engage in social interactions. The social media business has experienced significant growth, enabling individuals to not only establish connections but also access employment prospects that were previously inconceivable. Social media has provided individuals, such as content writers and influencers, with the potential to establish a reputation, get recognition, and generate income. Additionally, it serves as a platform for engaging in online buying activities. One form of social media marketing is known as influencer marketing, in which an individual with expertise in a specific sector utilises their knowledge to endorse and promote the brand and products of others. The objective of this study was to investigate the influence of social media influencers on consumer purchasing behaviour. The data utilised in this study was obtained from a sample of 210 individuals who actively engage in social media platforms. The collection of data was facilitated by an online questionnaire survey. This study primarily examines two distinct variables, namely the attitudes and credibility of influencers, and their influence on purchase intention in relation to social media influencers. A linear regression analysis was conducted to examine the impact of the credibility and attitude of social media influencers on consumer purchasing behaviour, revealing a statistically significant relationship. This study holds potential value for marketers, advertisers, and brand managers as it enables them to effectively discover suitable influencers and strategically incorporate sponsorship advertisements by integrating their products and services inside the content produced by these social media influencers.

Keywords: Social Media Influencers; Testimonial advertising; Credibility; Behavioral responses. **INTRODUCTION**

In today's rapidly evolving digital landscape, contemporary marketing dynamics are shifting and adapting to the ever-increasing influence of social media. One of the most profound changes is the rise of social media influencers and their significant impact on consumer behavior. This article explores how social media influencers have become a driving force in shaping consumer preferences and purchasing decisions.

The internet and social media platforms have given birth to a new breed of celebrities – social media influencers. These individuals have gained a massive following by creating engaging content on platforms like Instagram, YouTube, TikTok, and more. Their content spans a wide range of niches, including fashion, beauty, fitness, travel, and even niche markets such as

sustainable living or pet care. Social media influencers have harnessed the power of technology and connectivity to build communities of followers who trust their recommendations. They share their experiences and expertise, creating a sense of authenticity that traditional advertising struggles to achieve. As a result, they've become trusted advisors, impacting their followers' choices in various ways.

- 1. **Product Recommendations**: Social media influencers often endorse or review products and services, providing their audiences with valuable insights and recommendations. This has a direct impact on consumer purchasing decisions, as followers often seek to emulate the influencers they admire.
- 2. **Brand Collaborations**: Influencers collaborate with brands on sponsored content, introducing new products and services to their followers. These collaborations can significantly boost brand visibility and consumer interest.
- 3. **Trends and Style**: Many influencers set trends and define style in their respective niches. What they wear, use, or promote can quickly become fashionable and influence consumer preferences.
- 4. **Consumer Education**: Influencers not only promote products but also educate their audiences about their features, benefits, and uses. They explain how products fit into their daily lives, helping consumers make informed choices.

While the influence of social media influencers on consumers is undeniable, it's not without challenges and concerns. These include issues like transparency and authenticity, the potential for misleading endorsements, and the need for responsible advertising. Regulations and ethical guidelines are evolving to address these concerns and ensure a fair and transparent influencer landscape. Marketing professionals now rely on advanced analytics to measure the impact of social media influencers on consumer behavior. Metrics such as engagement rates, click-through rates, conversion rates, and ROI help brands assess the effectiveness of their influencer marketing campaigns. Additionally, influencers themselves use data to refine their content and maintain their credibility. In the contemporary marketing landscape, the impact of social media influencers on consumers cannot be overstated. They have transformed the way brands reach and engage with their target audiences. As the digital age continues to evolve, understanding and harnessing the power of social media influencers will remain a critical component of marketing strategies.

Consumers today are not just buying products; they are buying into the lifestyles and recommendations of their favorite influencers. As such, influencer marketing is a dynamic and influential force shaping the decisions of modern consumers. Brands that navigate this landscape effectively can harness the tremendous potential of social media influencers to create lasting connections with their audiences and drive consumer engagement and loyalty. Media identities have the potential to significantly influence individuals' perceptions of a particular brand. Acknowledging and engaging with such writers can significantly enhance the dissemination of your shared posts. Photographers, individuals who engage in the art and profession of capturing

images through the use of The individuals consistently divide their content on social media platforms by means of visual imagery. Travel, fashion, and leisure brands find them highly advantageous. Thought Leaders: Social The concept of thought leaders in the realm of social issues has gained significant attention in recent years. Media consumers often seek out information from entrepreneurs and high-ranking executives in order to stay informed about the most recent advancements and trends within their respective industries. The recommendations provided by these individuals are consistently trusted by their followers. Mainstream celebrities encompass those who are widely recognised in the realms of film, sports, music, modelling, and other prominent characters within traditional media. These individuals are frequently designated as brand ambassadors and assume the role of representing these brands.

LITERATURE REVIEW

A comprehensive examination of the current body of literature pertaining to social media influencers was conducted prior to commencing the primary study. The prevalence of social media is experiencing a significant surge. In the past, individuals would commonly share personal photographs and engage in conversations using social media platforms. However, in contemporary times, social media has evolved into a prominent marketing tool. Pranas and Suryawardani (2020) conducted a study to investigate the impact of e-commerce marketing on customer purchase decisions. The researcher discovered that the utilisation of e-commerce for marketing purposes has a significant impact on consumers' purchase decisions. The proliferation of blog postings and bloggers is leading to significant changes in consumer purchasing behaviour, as seen by the rapid increase observed in this domain (Serman & Sims, 2020).

Social networking sites have evolved beyond their initial function as mere communication channels utilised by individual customers for content creation, resource allocation, idea sharing, and expression of opinions. These websites have led to a transfer of authority from consumers to product owners, and as a result, a significant amount of information has been generated through these influencers. The study posited the significance of comprehensively grasping the use of mobile devices. The manners in which individuals access and utilise social networking services. Social media influencers have the ability to serve as a very impactful means of connecting with prospective customers and augmenting the rate of customer acquisition. There is a growing trend among individuals to utilise social media platforms as a means of acquiring knowledge in order to make informed and logical purchasing decisions. Opinion leaders, who are influential members of online organisations, have been demonstrated to serve as a fundamental source of help for individuals seeking professional advice in relation to their purchasing decisions. The findings of this study indicate that the perception of originality and uniqueness strongly impacts opinion leadership. Additionally, the study demonstrates that opinion leadership significantly influences the intention to maintain continued interaction within the account. Casalóa, Carlos et al. (2020) Donnellan et al. (2020) have highlighted the significant increase in global Internet usage over the past decade. Consequently, marketing teams are now faced with the need to enhance their comprehension of the influence exerted by social media on customer purchasing behaviours. This

study concludes that as Internet penetration continues to increase in the coming decade, marketing

executives must prioritise their grasp of the evolving consumer buying patterns. The analysis of consumer buying patterns in this article is conducted through the application of repetition and theory derived from the mere revelation effect. Individuals who have successfully cultivated a dedicated audience based on their personal interests are more inclined to endorse things only after doing a comprehensive evaluation, as failure to do so may result in a loss of their established following. This is the reason why their audience places trust in them.

In a study conducted by Thilina (2021), it was determined that the quality of material provided by influencers for fashion-related products is contingent upon the attitudes and credibility of those influencers. The research findings indicate that there exists a significant correlation between the attitude and credibility of social media influencers and customers' purchasing intention. The aforementioned findings offer sufficient evidence to support the proposition that the examination of social media influencers' attitude and legitimacy is necessary in order to assess their influence on customers' purchasing decisions.

RESEARCH GAPS

- 1. Variability in Social Media Influencer Influence: There is a gap in understanding the variability in the influence of different social media influencers. While some influencers have a significant impact on their followers, others may not. Research should investigate what factors contribute to these variations in influencer effectiveness.
- 2. **Trust Issues**: Trust is identified as a critical issue in the context of Indian consumers. The research should delve into the specific trust issues that consumers face when it comes to social media influencers. What leads to trust issues, and how can they be addressed?
- 3. **Identification of Influential Categories**: It is mentioned that there is a need to identify which categories of social media influencers have the most influence on consumers. This raises the question of whether certain types of influencers are more effective than others and why.
- 4. **Factors Impacting Influencer Credibility**: While credibility is mentioned as an important factor, the specific components of influencer credibility and how these components influence consumer behavior need to be explored. This gap suggests the need to break down credibility into its constituent parts.

OBJECTIVES OF THE STUDY

- 1. **Assessing the Impact of Credibility**: The primary objective is to investigate how the credibility of social media influencers impacts the buying behavior of consumers. This includes an examination of the components that contribute to credibility, such as expertise, trustworthiness, and authenticity.
- 2. **Analyzing Attitude's Role**: The study aims to understand the role of the attitude of social media influencers. How do influencers' attitudes, opinions, and values affect the purchasing

decisions of their followers? This objective delves into the psychological aspects of influence.

- 3. **Exploring Influencer Categories**: Another key objective is to identify which categories of social media influencers have the most significant impact on consumers. This involves categorizing influencers based on niche or content type and analyzing their influence in relation to these categories.
- 4. **Identifying Trust Issues**: The study seeks to identify the specific trust issues that Indian consumers face with social media influencers. This involves understanding the sources of distrust and exploring potential solutions or strategies to mitigate these issues.
- 5. **Recommendations for Influencer Marketing**: Based on the findings, the study should provide recommendations for businesses and marketers looking to leverage social media influencers for their products or services. This could include guidance on selecting the right influencers, strategies for building trust, and optimizing influencer campaigns.

RESEARCH METHODOLOGY

In order to achieve the research objective, primary data was gathered from a sample of 210 social media users residing in Bangalore and Lucknow. This was done by administering a structured questionnaire. The survey hyperlink was distributed by electronic mail and the messaging application WhatsApp. Probability sampling is employed in order to get outcomes that accurately reflect the characteristics of the entire population. The target population consisted of individuals between the ages of 20 and 50 years. The scope of this study is restricted to individuals who utilise Instagram, Facebook, and YouTube, as well as four specific product categories: home and living, mobile devices, cosmetics, and apparel. The questionnaire comprises two sections. The first component encompasses questions pertaining to the demographic information of the responder. The second segment comprises inquiries pertaining to several aspects such as credibility, attitude, and purchasing behaviour exhibited by members of social media platforms. In order to assess believability, a set of six questions was administered. Similarly, to gauge the attitude of social media influencers towards social media, a set of three questions was utilised. Lastly, the measurement of buying behaviour was conducted through the use of a single question. The data that was obtained was subjected to analysis using the Statistical Package for the Social Sciences (SPSS). The data was subjected to descriptive analysis, employing visual representations such as bar graphs and pie charts. The study employed regression modelling research to examine the role of social media influencers' trustworthiness and attitude on customer purchasing behaviour.

RESULTS

Descriptive Analysis

The data presented in Table 1 reveals that a significant proportion of respondents (60 individuals) had a strong inclination towards purchasing products recommended by influencers, contingent upon receiving positive feedback from those influencers. Additionally, 48 respondents strongly agreed with the notion of seeking product information directly from influencers prior to making a

Vol. 5 No. 2 (2023)

purchase. A total of 56 participants expressed a high agreement with the notion that influencers who engage in communication with their followers are perceived as being more trustworthy.

Table 1: Agreement of respondents regarding attitude of social media influencers

Statements	Strongly agree	Agree	Neutral	Disagree	Strongly disagree
You will buy the product from influencers if the influencers give the good response to you?	60	89	47	12	2
Before you buy the product, you need to ask the influencers about the product information	48	75	54	24	9
Do you think the influencers who communicate with their followers are more trustworthy	56	85	49	17	3

Note: Extracted from Questionnaire

According to the data shown in Table 2, a significant majority of 59 respondents expressed high agreement with the likelihood of recommending any influencer to their family and friends. A total of 51 participants expressed a strong agreement with the notion that social media influencers have a persuasive effect on their clothing and purchasing decisions, specifically in relation to the images they publish. Conversely, a minority of 4.28% of the respondents strongly disagreed with this perspective. A total of 45 participants expressed a strong agreement with the credibility of the information presented by the influencers. A total of 41 participants expressed a strong agreement regarding the significance of their preferred influencers in the context of purchasing new products. 47 respondents strongly agreed that Influencers will not purposely endorse a brand that will harm them. A total of 42 participants expressed a high inclination towards trying a brand when it is recommended by their preferred blogger or online personality.

Table 2: Agreement of Respondents Regarding Credibility of Social Media Influencers

Statements	Strongly agree	Agree	Neutral	Disagree	Strongly disagree
Would you likely recommend any influencer to your family/friends?	59	79	46	18	8
Does Social media influencer persuade you to dress/buy like the picture they post?	51	83	47	20	9
Do you find the information provided by the influencers credible enough	45	98	46	12	9
Your favourite influencers are important to you before buying any new product	41	68	52	32	17
Do you think Influencers will not purposely endorse a brand that will harm you?	47	63	56	30	14

The study revealed that the research focused on the impact of both the credibility and attitude of social media influencers. To investigate this, the study employed regression modeling with the dependent variable being the buying behavior of social media users. The independent variables included the credibility and attitude of social media influencers, and two hypotheses were formulated:

H0: There is no statistically significant influence of the credibility of social media influencers on consumers' buying behavior.

Table 3: Regression Analysis of Creditability of Social Media Influencers and Buying Behavior of Consumers.

Model	R	R Square	Adjusted R Square	Std. Error of the Estimate				
1	.658ª	.432	.430	.79646				
a. Pred	a. Predictors: (Constant), creditability							

The coefficient of determination, denoted as R, is calculated to be 0.658. This figure suggests a favorable correlation between the credibility of social media influencers and consumer purchasing behavior. The coefficient of determination, R2, is calculated to be 0.432. The aforementioned result signifies that 43.2% of the variability in customer buying behavior can be anticipated based on the credibility of social media influencers.

Table 4: ANOVA of Regression Analysis of Creditability of Social Media Influencers and buying Behavior of Consumers

M	lodel	Sum of Squares	df	Mean Square	F	Sig.
1	Regression	100.538	1	100.538	158.491	.000b
	Residual	131.943	208	.634		
	Total	232.481	209	,	8	

a. Dependent Variable: buying behavior

The p-value, denoted as P (.000), is lower than 0.05, leading to the rejection of the null hypothesis (H0). Instead, the alternative hypothesis (H1) is accepted, signifying a substantial impact of social media influencers' credibility on consumers' purchasing behavior.

• H0: The attitude of social media influencers has no significant impact on consumer buying behavior.

Table 5: Regression Analysis of Attitude of Social Media Influencers and Buying Behavior of Consumers

Model	R	R Square	Adjusted R Square	Std. Error of the Estimate
1	.612ª	.374	.371	.83644

The coefficient of determination, denoted as R, is calculated to be 0.612. This number suggests a positive correlation between the attitudes of social media influencers and the purchasing behavior of consumers.

The coefficient of determination, R2, has a value of 0.374. The aforementioned result signifies that 37.4% of the variability in customer buying behavior can be anticipated based on the attitudes exhibited by social media influencers.

b. Predictors: (Constant), creditability

Table 6: ANOVA of Regression Analysis of Attitude of Social Media Influencers and Buying Behavior of Consumers.

M	lodel	Sum of Squares	df	Mean Square	F	Sig.	
1	Regression	86.958	1	86.958	124.291	.000b	
	Residual	145.523	208	.700			
	Total	232.481	209	9	30		
a. Dependent Variable: buying behaviour							
b.	Predictors: ((Constant), attitud	ile				

The obtained p-value of less than 0.05 indicates that the null hypothesis (H0) is rejected in favor of the alternative hypothesis (H1). This suggests a considerable influence of social media influencers' attitudes on consumer buying behavior.

It was determined that a significant proportion of participants are influenced by bloggers and vloggers, with experienced social media influencers ranking second in terms of influence. Trust plays a significant role in exerting influence over the decision-making process of individuals who follow or adhere to a particular entity or leader. The findings indicate that a significant proportion of participants express a preference for utilizing social media platforms as a means of obtaining recommendations. Moreover, they actively seek out reviews from social media influencers prior to making purchasing decisions. It is noteworthy that the majority of respondents reported having purchased fewer than five products subsequent to viewing promotions by influencers on social media. Additionally, it was observed that these individuals have allocated a maximum expenditure of Rs 1000 towards products influenced by social media endorsements. The student category had the largest proportion of respondents, with a significant number reporting a daily time commitment of 2-4 hours on social media platforms.

The study demonstrates that the authenticity of influencers and the information they provide is deemed trustworthy. Consequently, this serves as the primary factor driving customers to follow influencers, ultimately influencing their purchasing behavior. The study additionally demonstrates that the influencers' attitude towards their followers significantly impacts their ability to influence purchasing behavior. Specifically, influencers who exhibit positive responsiveness and behavior towards their followers' concerns and inquiries are more likely to exert influence.

This study provides valuable insights for social media influencers, as it elucidates the key elements they should take into account when sharing material about products or services on social media platforms. Moreover, it highlights how influencers may leverage the findings of this study to effectively engage and keep a larger audience.

CONCLUSION AND MANAGERIAL APPLICATION

The primary aim of this research was to investigate the impact of social media influencers on consumer purchasing behavior. The present study revealed a significant relationship between the credibility and attitude of social media influencers and their impact on customer purchasing behavior. The study revealed that the participants were influenced by visual content shared by social media influencers, leading to their subsequent adoption of the endorsed products. The findings of the regression analysis indicate that there is a statistically significant relationship between the variables of attitude and credibility of influencers and their impact on purchase intention, as impacted by social media influencers. Therefore, social media influencers may endeavor to enhance their communication with followers in order to foster increased trust in their influence. Social media influencers strive to enhance their level of responsiveness towards their followers, thereby fostering a sense of trust and credibility between the influencer and their audience. This increased responsiveness serves to instill a belief in the influencer's authenticity and the quality of their content. Social media influencers must to abstain from endorsing counterfeit and substandard items, since this could undermine their credibility and potentially result in significant loss of followers. Additionally, influencers should transparently disclose any instances of sponsored endorsements to their followers.

LIMITATION AND FUTURE DIRECTIONS

This study examines the impact of social media influencers on consumer purchasing behavior. The determinants that impact its utilization in online transactions have been identified. Nevertheless, it is important to note that this study has many limitations. Firstly, the scope of the research is confined to Indian clients exclusively. Additionally, the sample size consisted of only 210 respondents, which may not accurately represent the vast population of online shoppers in India. Further research can be conducted in the future to examine the global expansion of influencer marketing, utilizing a cross-national approach. The utilization of influencer marketing by enterprises can potentially enhance customer engagement and improve the purchasing experience. This can be achieved by establishing online connections with influencers, who can effectively influence consumers by sharing their personal experiences and ideas. Organizations stand to gain advantages from fostering a more extensive partnership with influencers, thereby opening up novel prospects. The costs of world influencers are seeing significant growth, prompting firms to increasingly engage in collaborations with micro-influencers. Likewise, communication serves as the initial point of contact between companies and consumers within the process of value generation. Marketers should allocate a significant portion of their time to engage in authentic and timely conversations with customers as a means to effectively promote their products. Tailored promotional content is optimally designed to effectively connect with the intended target audience, while also potentially resulting in an augmentation of the reach rate. Therefore, additional research endeavors can be undertaken to gain further understanding and knowledge on this subject matter. Collaborating with influencers that possess a substantial following may not be the most optimal marketing strategy for promoting divergent items, since it can diminish the brand's perceived distinctiveness and subsequently impact consumer perceptions towards the brand, potentially eliciting negative reactions. There is a tendency among individuals to respond

unfavorably to influencer posts in cases when the influencers do not visibly feature the products they are endorsing. Further research might be conducted in this domain to explore potential avenues for investigation.

REFERENCES

- 1. Al-Dhuhli, I., & Ismael, S. (2013). The Impact of social media on consumer buying behaviour. Unpublished Master's Project, Sultan Qaboos University.
- 2. Burke, K. E. (2017). Social Butterflies How Social Media Influencers are the New Celebrity Endorsement (Doctoral dissertation, Virginia Tech).
- 3. Casaló, L. V., Flavián, C., & Ibáñez-Sánchez, S. (2018). Influencers on Instagram: Antecedents and consequences of opinion leadership. Journal of Business Research.
- 4. Donnellan, J., McDonald, M., & Edmondson, M. (2020). Impact of Social Media on Consumer Buying Patterns. International Journal of Marketing Studies, 12(3).
- 5. Gulamali, A., & Persson, J. (2017). The Social Media Influencer and Brand Switching.
- 6. Heinrichs, J. H., Lim, J. S., & Lim, K. S. (2011). Influence of social networking site and user access method on social media evaluation. Journal of Consumer Behaviour, 10(6), 347-355.
- 7. Prasath, P., & Yoganathen, A. (2018). Influence of Social Media Marketing on Consumer Buying Decision Making Process. SLIS Student Research Journal.
- 8. Priansa, D. J., & Suryawardani, B. (2020). Effects of E-Marketing and Social Media Marketing on E-commerce Shopping Decisions. Jurnal Manajemen Indonesia, 20.
- 9. Ringim, K. J., & Reni, A. (2019, August). Mediating Effect of Social Media on the Consumer Buying Behaviour of Cosmetic Products. In 3rd International Conference on Accounting, Management and Economics 2018 (ICAME 2018). Atlantis Press.
- 10. Serman, Z., & Sims, J. (2020, April). How social media influencers affect consumers' purchase habits. In UK Academy for Information Systems Conference Proceedings (Vol. 10).
- 11. Thilina, D. K. (2021). Conceptual Review of Social Influencer Marketing on Purchase Intention; Dynamics in Fashion Retail Industry. Sri Lanka Journal of Marketing, 7.