

# THE IMPACTS OF SOCIAL ENVIRONMENT AND INDIVIDUAL FACTORS OF YOUNG ADULT CONSUMERS ON BRAND LOYALTY

Yakup Durmaz, Bülent Yildiz

## ► To cite this version:

Yakup Durmaz, Bülent Yildiz. THE IMPACTS OF SOCIAL ENVIRONMENT AND INDIVIDUAL FACTORS OF YOUNG ADULT CONSUMERS ON BRAND LOYALTY. International Journal of Academic Research in Management and Business, 2016, 1 (2), pp.44-54. halshs-01360486

# HAL Id: halshs-01360486 https://shs.hal.science/halshs-01360486

Submitted on 5 Sep 2016

**HAL** is a multi-disciplinary open access archive for the deposit and dissemination of scientific research documents, whether they are published or not. The documents may come from teaching and research institutions in France or abroad, or from public or private research centers. L'archive ouverte pluridisciplinaire **HAL**, est destinée au dépôt et à la diffusion de documents scientifiques de niveau recherche, publiés ou non, émanant des établissements d'enseignement et de recherche français ou étrangers, des laboratoires publics ou privés.

# THE IMPACTS OF SOCIAL ENVIRONMENT AND INDIVIDUAL FACTORS OF YOUNG ADULT CONSUMERS ON BRAND LOYALTY

#### Abstract

This study has investigated how social and individual factors of young consumers affect their brand loyalty to the garment they most commonly use. Data of the study has been collected through face-to-face meetings with 353 students from Gaziantep University. In this study, factor, correlation, reliability, and structural equation modelling analyses have been used. As a result of the structural modelling analysis, it has been found out that individual factors positively and significantly affects the brand loyalty.

Keywords: Brand Loyalty, Social Environment Factors, Individual Factors

#### Yakup DURMAZ<sup>1</sup> Bülent YILDIZ<sup>2</sup>

Correspondence: Hasan Kalyoncu Üniversitesi İktisadi İdari ve Sosyal Bilimler Fakültesi Havaalanı Yolu Üzeri 8. km. – Şahinbey. Gaziantep / TURKEY. Tel:+90 2118080; Fax:+90 2118081;

E-mail: yakupdu@hotmail.com , yakup.durmaz@hku.edu.tr

<sup>1</sup>Hasan Kalyoncu University, Department of Marketing, Assist. Prof. Dr, <u>yakupdu@hotmail.com</u>, <u>yakup.durmaz@hku.edu.tr</u>

<sup>2</sup>Gaziantep University MYO, <u>yildiz\_bulent@yahoo.fr</u>

Published on: 05-09-2016

#### **1. INTRODUCTION**

Advancements in technology led to an increase of the product range in the same product group of producers. Also, quality of products started to become very close \_(Can, 2007:225). As a result of this situation, brands have much more importance today when compared to the past. Therefore, producers need to work to differentiate their products from the products of competing undertakings and to ensure preferability of their brand more than ever. Brand positioning works are important in this regard. Because social psychological, and individual factors have an important role in consumers' brand preference (Keskin & Yıldız, 2010:240) companies take these factors into consideration in their positioning strategies. Companies can gain a place in the market with a successful positioning strategy and make their consumers loyal to their brands (Baran, 2012:33).

Consumers often need to choose among brands of similar quality products as a result of having too much alternatives, and they usually decide by acting according to their own perception (H.D.Keskin & Yıldız, 2015:3). Also, consumers are under the influence of several factors such as socio-cultural and psychological factors while deciding to buy a product (Akkoç & Akkoç, 2012:198).

This study aimed to find out whether social factors such as close circle of friends, advertisements and culture, and individual factors as economic status, life style, habits and prejudices affect the brand loyalty of young adults, who are university students, to the garment they most commonly use.

# 2. THEORETICAL FRAMEWORK AND THE HYPOTHESES OF THE RESEARCH STUDY

#### 2.1. Brand Loyalty

Brand loyalty is defined as a motive of consumers' buying their usual brand instead of the competing brand even though companies of competing brands have various promotions and a lower pricing than the pricing of the brand that they usually prefer (Palumbo & Herbig, 2000:116). According to Aaker (2007), brand loyalty refers to the degree of commitment and passion of consumers (Aaker, 2007:58). It is also defined as the power of consumers belief in the brand (Uztuğ, 2003:34).

Dick and Basu (1994) states that buying a brand over and over is not enough today for a consumer to say that he is loyal to a brand; he should also exhibit positive and strong attitude towards the brand (as cited in Devran, 2009:408).

Armutlu & Üner (2009) have found that self-image congruence has an indirect impact on the brand loyalty as a result of the study conducted with 320 post graduate students.

Akkoç et al. (2012) have detected that university students do not always prefer the same sneakers brand, but they try new sneakers in the market as a result of a research on sneakers preference of university student (Akkoç ve Akkoç, 2012).

Kutuldu & Çilingir (2013) states that consumers' expressing themselves has an impact on the brand loyalty in the light of their study in which they collected data from 400 people (Kurtuldu ve Çilingir, 2009).

Türker & Türker (2013) conducted a research study on 952 university students, and this study shows that consumer satisfaction, perceived value and trust in the brand positively affect the brand loyalty (Türker ve Türker, 2013).

Devran (2009) conducted a study on working women, and his study states that brand reputation, competence and preference are the most important factors affecting working women's brand loyalty (Devran, 2009).

Çilingir and Yıldız (2010) indicate that brand involvement has a strong impact on the brand loyalty as a result of a study conducted on 400 consumers (Çilingir ve Yıldız, 2012).

Göksu (2010) conducted a study on 165 Physical Education students, and the results of the study show us that Physical Education students at universities have positive opinions about sports branded products as well as creating a individual commitment towards the brand, as these products are appropriate for their life styles, images and personalities (Göksu, 2010).

#### 2.2. Social Environment Factors and Individual Factors

Social, psychological and individual factors are important factors affecting a person's decide on purchasing a product. To illustrate, if a person is a part of a social class, this can make a brand important for that person (Çakır et al., 2010:89).

Another factor affecting consumer behaviours is individual factors (Durmaz, 2008:36). Individual factors affecting consumer behaviours can be categorized as age, life cycle, life style, economic conditions, occupation, personality and health (Durmaz et al., 2011:118).

Social factors affecting consumer behaviours can be classified under 3 headings as advisory groups, family, and roles and status (Durmaz, 2008:36). In today's world, individuals are members of various social groups. In orders for a social group to become an advisory group, this group can have an effect on individuals' behaviours. For example, family is an advisory group. Similarly, professional associations, clubs and parties are advisory groups (Cömert & Durmaz, 2006:356).

#### 2.3. Hypotheses of the Research

As a result of the theoretical framework and literature review, the hypotheses of the research study are as follows:

H1: Social environment factors have positively significant impacts on the brand loyalty.

H2: İndividual factor have positively significant impacts on the brand loyalty.

## **3. METHODOLOGY**

In today's world, just becoming a brand is not enough for companies; they also need to make the consumers loyal to their brands. Brand loyalty of consumers is affected by social and individual factors. This study investigates the impacts of social and individual factors of young adult consumers on their loyalty to garment they most commonly use. Analyses of the study were conducted via SPSS 21 and AMOS statistical package programs.

### 3.1. The Model and Variables of the Research

Social factors are chosen as independent variables and brand loyalty as dependent variable in the research.

In this study, consumers are firstly asked the garment brand they most commonly use, and then they are asked to answer the following questions about social factors, individual factors and brand loyalty.

#### Questions Regarding Brand Loyalty

BL1: Brand is very important while choosing clothing.

BL2: Brand is the first thing I look while buying clothes.

BL3: I think I'm loyal consumer to the garment I use.

BL4: I always prefer my usual brand among various brands in any case.

BL5: I feel unfaithful when I have to buy a brand other than the one I always buy.

BL6: I do not see following other garment brands as a need because I'm highly satisfied with the one I use.

BL7: I like and sympathize the garment brand I use.

BL8: The garment brand I use makes me feel good.

BL9: The products of the garment brand I use are fashionable.

BL 10: The products of the garment brand I use fit me.

Questions Regarding Social Factors

SF1: My family has an effect on my garment brand preference.

SF2: My close circle of friends has an effect on my garment brand preference.

SF3: My social environment (job, school etc.) has an effect on my garment brand preference.

SF4: Products in advertisements have effects on my garment brand preference.

SF5: Culture has an effect on my garment brand preference.

#### Questions Regarding Individual Factors

IF1: My economic status has an effect on my garment brand preference.

IF2: My life style has an effect on my garment brand preference.

IF3: The garment brand I use exactly reflects my individuality.

IF4: My age has an effect on my garment brand preference.

IF5: My occupation has an effect on my garment brand preference.

IF6: My habits have an effect on my garment brand preference.

IF7: I follow the fashion, and this has an effect on my garment brand preference.

IF8: My prejudices have an effect on my garment brand preference.

#### 3.2. Research Sample and Some Demographic Features

The sample of the research study consists of 353 students studying at Gaziantep University Faculty of Economics and Administrative Sciences, and Social Sciences Vocational High School.

The information about the participants' gender is represented in the Table 1.

Gender	Frequency	Percentage	Cumulative Percentage
Female	231	65,4	65,4
Male	122	34,6	100

Table 1. Gender Information

The information about the young adult participants' incomes is represented within the Table 2.

Monthly Income	Frequency	Percentage	Cumulative Percentage	
0-450	108	30,6	37	
451-900	109	30,9	74,3	
901 and above	75	21,2	100	

Table 2. Information about participants' income

Open Access

The most commonly preferred garment brand that the participants use can be seen within the Table 3.

Brand	Frequency	Percentage	Cumulative
			Percentage
De Facto	49	13,9	13,9
Koton	77	21,8	35,7
LC Waikiki	70	19,8	55,5
Other	157	44,5	100
		<b>7</b> -	

Table 3. The Most Commonly Preferred Garment Brand

The most preferred brands that the participants use are given as frequency information of preferred brands. Apart from these, participants stated the following brands as brands they prefer: HM (25), Mango (23), US Polo (21), Mavi (17), Loft (9), Armine (9), Adisas (6), Zara (4), Levis (3), Beymen (2), Hatemoğlu (2), Oxxo (2), Pierre Cardin (2), Süvari (2), Ada (1), Altınyıldız (1), Armani (1), Ekol (1), Flo (1), Herry (1), İmza (1), İpekyol (1), Jack Jones (1), Karaca (1), Kiğılı (1), Lotto (1), Lufian (1), Nike (1), Park Bravo (1), Polo (1), Puma (1), Ramsey (1), Sarar (1), and Tommy Hilfiger (1).

\*The numbers in parentheses represent the number of participants who stated that brand as their most preferred garment brand.

### 3.3. Model of the Research

The model of the research is represented with the Figure 1.

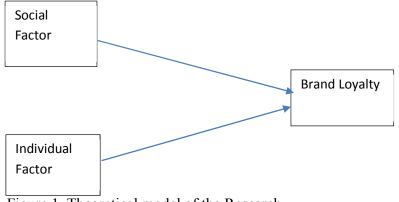


Figure 1. Theoretical model of the Research

### 3.4. Data Collection Method and Instrument

The questions used in the research about variables were prepared by adapting from Yıldız's (2007) dissertation study titled as"*A model proposal to define the brand equity in consumer preferences: Trabzon sample*", which he defended in USA (Yıldız, 2007). The same scale was,

#### Open Access 3

then, used in an article study by Keskin and Yıldız (2015) titled as tarafından "*The Effects On The Brand Equity Of The Factors Which Are Effective On The Consumers' Brand Preference And The Brand Image: A Study Of Trabzon*" (Keskin ve Yıldız, 2015).

In this study, approximately 500 students studying at Gaziantep University Faculty of Economics and Administrative Sciences, and Social Sciences Vocational High School were asked to answer the questionnaire on a volunteer basis. The questionnaires of the participants who did not state the brand they most commonly use or who stated more than one brand were excluded from the analysis. Therefore, 353 questionnaire forms were found appropriate for the analysis, and the study was conducted by using these 353 forms.

All the data were collected in December 2015 and February 2016.

#### 3.5. Analysis and Findings

Firstly, exploratory factor analyses of dependent and independent variables have been conducted. The results of exploratory factor analyses of independent factors (individual and social) are represented within the Table 4.

ltems	Individual Factor	Social Factor
<b>[F2</b>	.801	
IF3	.762	
[F4	.753	
IF6	.662	
IF7	.535	
SF1		.649
SF2		.844
SF3		.830
SF5		.560

Table 4. Individual and social Factors Exploratory Factor Analysis

As a result of the exploratory factor analysis, individual factor items 1, 5 and 8 and social factor item 4 were excluded, because their item factor loads were low. Questions were analyzed using principal components method and Varimax rotation method. KMO value is ,741 and sample size is enough for the factor analysis. As a result of Bartlett's Sphericity Test, we found chi square as 764.938, degree of freedom value as 36, and significance level as ,000. Also, data are from multivariate normal distribution and suitable for the factor analysis.

As a second stage, the exploratory factor analysis of the dependent variable (brand loyalty) was performed. As a result of the analysis, it has been found out that it can be gathered under 1 factor. Brand loyalty items 2, 5, 7, and 10 were excluded as a result of the modifications confirmatory factor analysis, because their factor loads were found low in the exploratory factor analysis. Results of the exploratory factor analysis can be seen in Table 5.

#### Open Access 👌

Items	Brand Loyalty
BL1	.667
BL3	.630
BL4	.726
BL6	.508
BL8	.721
BL9	.637

Table 5. Brand Loyalty Exploratory Factor Analysis

All items were analyzed using principal components method and Varimax rotation method. KMO value is ,801 and sample size is enough for the factor analysis. As a result of Bartlett's Sphericity Test, we found chi square as 352.520, degree of freedom value as 15, and significance level as ,000. Data are from multivariate normal distribution and suitable for the factor analysis.

At the third stage, confirmatory factor analyses of variables were performed via Amos software. Goodness of fit values found as a result of the confirmatory factor analysis are represented within Table 6.

Table 6.Goodness of Fit Values

Variables	X <sup>2</sup>	df	CMIN/	GFI	AGFI	CFI	TLI	RMSEA
			DF≤5	≥.85	≥.80	≥.90	≥.90	≤.08
Individual-	68.837	26	2.648	0.957	0.925	0.942	0.92	0.068
Social Factor								
Brand	17.067	9	1.896	0.984	0.962	0.976	0.96	0.05
Loyalty								

Note: Goodness of fit value range is organized according to "acceptable" standards.

As it can be seen from Table 6, it fits well.

At the fourth stage, normality test of the data were conducted. As a result of the analysis, the data has normal distribution as kurtosis and skewness values are between -1 and +1.

At the fifth stage, reliability analysis of variables was conducted. The results of the analysis can be seen in Table 7.

Table 7. Reliability Analysis

Variables	Number of Questions	Alpha Coefficient
Brand Loyalty	6	,724
Social Factor	4	,710
Individual Factor	5	,748

The variables were found reliable, as Cronbach's Alpha coefficients are above ,70.

At the 6th stage, the correlations of variables were investigated, and the findings of these correlations are represented with Table 8.

Table 8. Correlation Analysis Results

	<b>Individual Factor</b>	Social Factor	<b>Brand Loyalty</b>
<b>Individual Factor</b>	1		
Social Factor	,189**	1	
Brand Loyalty	,423**	,195**	1

\*\*0,01 is significant at the importance level.

As a result of the correlation analysis, it has been found that there is significantly positive relationship between the variables.

Lastly, a structural model was created in order to test the hypotheses of the research. Structural model can be seen in Figure 2, and goodness of fit values of it are represented within Table 9.

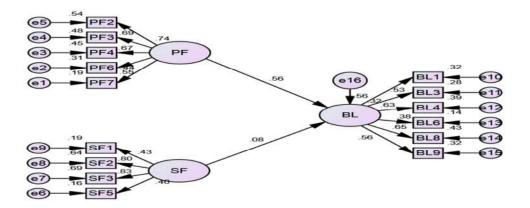


Figure 2. Structural Model

Table 9. Structural Model Goodness of Fit Values

	X <sup>2</sup>	df	CMIN/	GFI	AGFI	CFI	TLI	RMSEA
			DF≤5	≥.85	≥.80	≥.90	≥.90	≤.08
Structural	208.508	86	2.425	0.926	0.897	0.9	0.878	0.064
Model								

As a result of the structural model's test, it has been detected that the model fits well.

#### Open Access

Tested regression weights of the structural model are given within Table 10.

	The way of testing		Estimatio	Standa	Critic	
			n	rd Error	al Ratio	P
Brand	<	Individual	0.676	0.124	5.44	***
Loyalty		Factor			9	
Brand	<	Social	0.075	0.094	0.80	0.422
Loyalty		Factor			3	

Table 10. Structural Model Regression Weights

As it can be seen in table 10, it has been found out that individual factor has a positively significant effect on brand loyalty, and this supported H2 hypothesis. However, H1 hypothesis was not supported because we could not find any sign for social factors' positively significant impacts on brand loyalty.

#### 4. CONCLUSION

According to the results of the research, it is seen that the first 3 most commonly brand that young adults prefer are Koton, De Facto and LC Waikiki. This may be as a result of the fact that young adults prefer sportswear and cheap brands, because the sample of the research consisted of university students. Therefore, whether brands' price positioning affects young adults' brand preference should also be investigated separately.

As a result of the analysis of structural model, it has been found out that individual factors positively impact young adults' brand loyalty. This result shows that young adults are affected by their life styles, personalities, and habits while purchasing clothes.

#### REFERENCES

Aaker, D. A. (2007). Marka Değeri Yönetimi. MediaCat Kitapları,İstanbul.

Akkoç, F. ve Akkoç, D. K. F. (2012). Uşak Üniversitesi Öğrencilerinin Spor Ayakkabı Marka Sadakatlerini Değerlendirmeye Yönelik Bir Uygulama. *Uşak Üniversitesi Sosyal Bilimler Dergisi*, 2012(11).

Armutlu, C. ve Üner, M. M. (2009). Benlik İmajı Uyumu, Tüketici Tatmini ve Marka Sadakati İlişkisi Üzerine Görgül Bir Araştırma. *Gazi University Journal of Economics & Administrative Sciences*, 11(3).

Baran, T. (2012). Marka konumlandırma ve üniversite öğrencilerinin cep telofonu tercihinde marka konumlandırmanın etkisi üzerine bir araştırma. Pamukkale Üniversitesi, Sosyal Bilimler Enstitüsü.

Can, E. (2007). Marka ve marka yapılandırma. Marmara Üniversitesi İİBF Dergisi, 12(1).

Cömert, Y. ve Durmaz, Y. (2006). Tüketicinin Tatmini İle Satınalma Davranışlarını Etkileyen Faktörlere Bütünleşik Yaklaşım ve Adıyaman İlinde Bir Alan Çalışması. *Journal of Yaşar University*, 1(4), 351–375.

Çakır, M., Çakır, F. ve Gülşah, U. (2010). Üniversite Öğrencilerinin Tüketim Tercihlerini Etkileyen Faktörlerin Belirlenmesi. *Organizasyon ve Yönetim Bilimleri Dergisi*, *2*(2).

Çilingir, Z. ve Yıldız, S. (2012). Tüketicilerin ürünlere olan ilgileniminin marka sadakati üzerindeki etkisi: Sembolik nitelikteki bir ürün grubu için İstanbul ili pilot çalışması. *Uluslararası Yönetim İktisat ve İşletme Dergisi*, 6(11), 79–100.

Devran, Ö. G. D. T. K. (2009). Marka Sadakati Öncülleri Çalışan Kadınların Kozmetik Ürün Tüketimi Üzerine Bir Çalışma. *Süleyman Demirel Üniversitesi İktisadi ve İdari Bilimler Fakültesi Dergisi*.

Dick, A. S. ve Basu, K. (1994). Customer loyalty: toward an integrated conceptual framework. *Journal of the academy of marketing science*, 22(2), 99–113.

Durmaz, Y. (2008). Tüketici Davranışı, Detay Yayıncılık. Ankara.

Durmaz, Y., Bahar, R. ve Kurtlar, M. (2011). Kişisel Faktörlerin Tüketici Satın Alma Davranışlarına Etkisi Üzerine Bir Araştırma. *Akademik Yaklaşımlar Dergisi*, *2*(1).

Göksu, F. (2010). Spor Ürünlerine Yönelik Marka Sadakati Üzerine Bir Araştırma. İstanbul Üniversitesi İletişim Fakültesi Hakemli Dergisi, 1(39), 43–58.

Keskin, H. D. ve Yıldız, S. (2010). Tüketicilerin marka tercihlerinde etkili olan faktörler ile marka imajının marka değeri üzerindeki etkileri: Trabzon örneği. *Dumlupınar Üniversitesi Sosyal Bilimler Dergisi*, (27), 239–254.

Keskin, H. D. ve Yıldız, S. (2015). Tüketicilerin Marka Tercihlerinde Etkili Olan Faktörler İle Marka İmajının Marka Değeri Üzerindeki Etkileri: Trabzon Örneği. *Dumlupınar Üniversitesi Sosyal Bilimler Dergisi*, 27(27).

Kurtuldu, H. ve Çilingir, Z. (2009). Gerçek ve İdeal Öz Kimlik Uyumunun Marka Sadakati Üzerindeki Etkisi: Sigara Sektöründe Bir Uygulama.

Palumbo, F. ve Herbig, P. (2000). The multicultural context of brand loyalty. *European Journal of Innovation Management*, 3(3), 116–125.

Türker, G. Ö. ve Türker, A. (2013). GSM Operatörleri Sektöründe Marka Sadakatini Etkileyen Faktörlerin Belirlenmesi; Üniversite Öğrencileri Üzerine Bir Uygulama. *EJOVOC: Electronic Journal of Vocational Colleges*, *3*(1).

Uztuğ, F. (2003). Markan Kadar Konuş! Marka İletişimi Stratejileri. İstanbul: Mediacat.

Yıldız, S. (2007). *Tüketici Tercihlerinde Marka Değerini Belirlemeye Yönelik Bir Model Önerisi: Trabzon Örneği*. Karadeniz Teknik Üniversitesi, Sosyal Bilimler Enstitüsü.