

“Understanding Consumer Behavior in Online Shopping: A Study in Lucknow City”

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Abstract

Purpose: The objective of this study is to analyze the purchasing patterns of consumers towards online shopping in Lucknow City, by examining the factors that affect their buying decisions and gauging their overall satisfaction levels with online products.

Methodology: The study uses descriptive research methodology and employs judgmental sampling design. The sample size of the study is 101 individuals from Chinhat and BBD Campus in Lucknow.

Conclusion: The result of the study reflects that purchasing goods online is becoming more popular in Lucknow. Consumers are attracted to online shopping due to convenience, time-saving, prestige, and ease of purchase. The study also reveals that safety and security-oriented websites are favored by most online shoppers, while some feel that online marketing is insecure and may cause cash fraud. Overall, the study concludes that consumers in Lucknow City are generally satisfied with their purchase through the internet experience. The study's results can assist marketers in understanding the needs and preferences of consumers and help improve their products and promotional activities in online marketing. The study provides insights into the changing attitudes and preferences of consumers, which can be helpful in developing effective marketing strategies for online retailers.

Keywords: *Consumer behavior, online shopping, e-commerce, Lucknow, buying behavior, satisfaction, factors influencing buying decision, problems in online shopping, suggestion.*

Introduction:

In contemporary marketing paradigms, consumer satisfaction stands as a cornerstone, with businesses increasingly prioritizing consumer orientation (Jones et al., 2020). The maxim "the consumer is king" underscores the centrality of consumers in business operations, emphasizing the need for businesses to align their strategies with consumer preferences and behaviors. As digital landscapes evolve, online shopping, a subset of digital marketing or e-commerce, has emerged as a prominent avenue for businesses to engage with consumers (Joseph, 2019). This shift necessitates a deeper understanding of consumer buying behavior within the online shopping domain.

Consumer behavior, a multifaceted field, delves into the cognitive and behavioral processes individuals undertake when making purchasing decisions. It encompasses a spectrum of factors influencing consumer choices, encompassing needs, preferences, and societal influences (Retnowati & Mardikaningsih, 2021). In recent times, scholars have directed attention towards analyzing consumer behavior within the context of online shopping, recognizing its transformative impact on retail dynamics.

Lucknow City, nestled in the heart of Uttar Pradesh, represents a microcosm of the broader consumer landscape in India. With a burgeoning population and increasing digital penetration, Lucknow provides a fertile ground for studying consumer behavior towards online shopping (Halan, 2020). However, despite the burgeoning popularity of online shopping in Lucknow, there exists a paucity of research elucidating the nuanced factors shaping consumer preferences and behaviors within this domain.

This study endeavors to fill this gap by conducting a comprehensive analysis of consumer buying behavior towards online shopping in Lucknow City. By delving into the intricacies of consumer decision-making processes, the study aims to unravel the determinants influencing online shopping adoption, the satisfaction levels of consumers with online

products, and the challenges encountered in the online shopping journey (Lakshmi, 2021).

Drawing upon foundational principles of descriptive research methodology, this study employs a rigorous research design to capture a holistic understanding of consumer behavior in Lucknow City. Through a combination of primary and secondary data sources, supplemented by insights from existing literature, the study endeavors to offer actionable insights for marketers and businesses operating in the online retail landscape (Wai et al., 2019).

In essence, this research serves as a beacon illuminating the contours of consumer behavior in online shopping, providing valuable insights to inform strategic decision-making and enhance consumer satisfaction in the vibrant digital marketplace of Lucknow City.

Benefits & Factor influencing Online Shopping:

- **Convenience:** One of the benefits of online shopping is the ability for customers to purchase products or services from their own homes or workplaces, without needing to go to a retailer or shopping center.
- **Wide Selection:** Online shopping offers access to an extensive selection of products and services from various retailers and brands, which simplifies the process of finding desired items for customers.
- **Competitive Pricing:** Online retailers frequently offer competitive pricing and promotions, which can provide customers with more affordable and attractive deals than physical stores.
- **Time-Saving:** Customers can save time while shopping online by avoiding long queues or crowds, and quickly finding what they need.
- **Reviews and Ratings:** Online shopping platforms typically feature reviews and ratings from previous customers, which can help customers by offering useful information, you can make informed purchasing decisions.
- **No Geographical Limitations:** Online shopping offers the ability to purchase goods from any place in the world, regardless of geographical location or distance.
- **Easy Price Comparison:** Online shopping makes it simple to compare expenses as well as features among various products, allowing shoppers to make informed buying decisions.

Problem Statement

The surge in online shopping among consumers in Lucknow City underscores a paradigm shift in retail behavior, emphasizing the growing importance of digital platforms in commerce. However, a critical gap persists in comprehensively understanding the multifaceted factors that drive consumers' purchasing decisions in this context. This knowledge gap poses significant challenges for businesses striving to navigate the dynamic landscape of online retail, hampering their ability to effectively target and engage with potential customers, thereby impacting overall customer satisfaction and long-term profitability (Laroche et al., 2005; Schiffman & Kanuk, 2010).

Middle-level employees tasked with online marketing, sales, and customer service are especially affected by this knowledge deficit, as they require nuanced insights into consumer behavior to tailor their strategies and enhance customer experiences (Schiffman & Wisenblit, 2015). Moreover, the geographical specificity of Lucknow City necessitates a localized understanding of consumer preferences and behaviors, further complicating the task for businesses operating in this region (Wang & Yu, 2016).

Left unaddressed, this lack of understanding regarding consumer behavior towards online shopping in Lucknow City could lead to suboptimal marketing strategies, inefficient resource allocation, and ultimately, diminished competitiveness in the digital marketplace (Kumar & Reinartz, 2016). To mitigate these risks and capitalize on the burgeoning opportunities presented by e-commerce, it is imperative to conduct in-depth research aimed at unraveling the intricate drivers and inhibitors of consumer buying behavior in Lucknow City's online shopping landscape.

Research Questions

- What is the present level of adoption of online shopping among consumers in Lucknow City?
- What are the primary factors that influence the buying behavior of consumers towards online shopping in Lucknow City?

Literature Review:

As the COVID-19 virus spread its tentacles across the world, consumers found themselves navigating uncharted territories, adapting their shopping habits to mitigate the risks posed by the contagion.

In the scholarly realm, researchers like Khayru (2021) delved into the intricate changes unfolding in consumer behavior during the pandemic. Their studies revealed a notable shift towards online shopping as consumers sought refuge from the physical world to minimize exposure to the virus. Panic buying became a prevalent phenomenon, driven by heightened anxiety levels and a quest for security amidst uncertain times. Retnowati and Mardikaningsih (2021) explored the dynamics of online shopping interest, uncovering the pivotal role played by consumer trust and shopping experience. Their research highlighted how these factors intertwined to influence consumer behavior, shaping preferences and driving purchasing decisions in the digital realm. Meanwhile, in the bustling city of Kanchipuram, Lakshmi (2021) embarked on a quest to unravel the enigma of consumer attitudes towards online shopping. Through empirical research and structured questionnaires, Lakshmi gleaned insights into the myriad factors motivating consumers to embrace online shopping, while also shedding light on the challenges encountered in this virtual marketplace. As the pandemic raged on, its impact reverberated across continents, leaving an indelible mark on consumer behavior. Pal (2020) conducted a study to gauge the changes in consumer behavior towards online shopping before and after the onset of COVID-19. Their findings underscored the seismic shift in online retail patterns, with consumers increasingly turning to digital platforms to fulfill their needs amidst lockdowns and social distancing measures.

In the midst of uncertainty, Santosh (2022) embarked on a journey to unravel the mysteries of consumer behavior towards online shopping. Their study, set against the backdrop of a rapidly evolving retail landscape, sought to decode the intricacies of consumer preferences and attitudes in the digital age. Through meticulous research and analysis, Santosh unearthed valuable insights that would shape the future of online retailing. Amidst the chaos of the pandemic, scholars like Wai et al. (2019) delved into the perceived risk factors affecting consumers' online shopping behavior. Their research shed light on the complex interplay of financial risk, convenience risk, and product risk, revealing how these factors influenced consumer decision-making in the digital realm. In the heart of Germany, Koch, Frommeyer, and Schewe (2020) embarked on a quest to uncover the motives driving online shopping during the COVID-19 pandemic. Through survey responses from German consumers, they unraveled the intricate web of normative, utilitarian, and hedonic motives that shaped consumer purchase intentions in the digital landscape. As the pandemic unfolded, marketers grappled with the challenge of navigating the murky waters of online consumer reviews. Ansari and Gupta (2021) explored the perceptions of customers towards the deceptiveness of online product reviews, drawing insights from the speech act theory to unravel the nuances of linguistic style and sincerity in online reviews.

In the backdrop of the pandemic, Sharma and Jhamb (2020) embarked on a quest to decode the changing consumer behaviors towards online shopping. Through empirical research and theoretical frameworks, they unraveled the impact of COVID-19 on consumer preferences and attitudes, shedding light on the evolving dynamics of online retailing in the digital age. In the bustling streets of India, Kumar et al. (2020) set out to explore the impact of social media on consumer purchase behavior. Through meticulous research and analysis, they unraveled the intricate web of social media influences, shedding light on how online advertisements and digital platforms shaped consumer perceptions and preferences in the digital age. As the pandemic receded and the world embarked on the road to recovery, these studies served as guiding beacons, illuminating the contours of consumer behavior in the digital age. Armed with insights gleaned from rigorous research and empirical analysis, marketers and businesses charted a course towards a future where online shopping reigned supreme, reshaping the retail landscape for generations to come.

Research Methodology:

Research Design: The study adopts a descriptive research design, aiming to provide a comprehensive understanding of consumer buying behavior towards online shopping in Lucknow City. Descriptive research is chosen for its ability to offer detailed insights into the phenomena under investigation, capturing the behaviors, attitudes, and characteristics of the target population (Bhattacharjee, 2012). This design involves collecting data from a sample population and analyzing it to uncover trends, patterns, and correlations related to online shopping behavior.

City: The research is conducted in Lucknow City, the capital of the Indian state of Uttar Pradesh. Lucknow represents a

diverse urban landscape with a mix of traditional and modern consumer behaviors, making it an ideal setting for studying online shopping trends.

Sample Area: The specific areas selected for the study are Chinhat and BBD Campus in Lucknow. These areas are chosen based on their demographic diversity and significant presence of consumers engaged in online shopping activities.

Sample Size: The study targets a sample size of 101 individuals from the selected areas of Chinhat and BBD Campus. While not large enough to be statistically representative of the entire population, this sample size is deemed adequate for a descriptive study aimed at understanding consumer behaviors and preferences (Hair et al., 2019).

Data Source: Both primary and secondary sources of data are utilized in the research. Primary data is collected directly from the target population through surveys, interviews, or observations, while secondary data is sourced from existing literature, reports, and databases related to online shopping behavior.

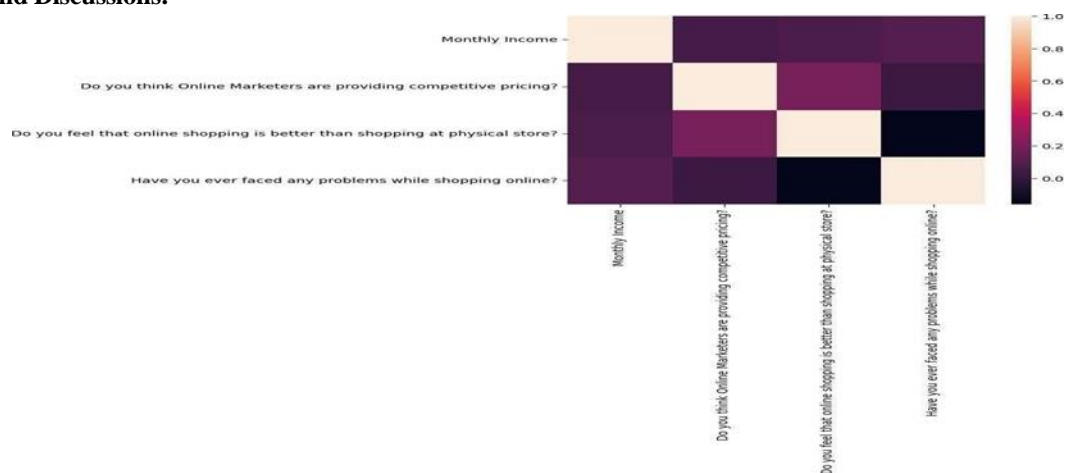
Sampling Design: The study employs a judgmental sampling design to select participants from the target areas. Judgmental sampling allows researchers to handpick participants based on their knowledge and understanding of the population, ensuring that diverse perspectives are represented in the sample (Saunders et al., 2018). This method is particularly suitable for exploratory research where researchers seek insights from individuals with relevant experiences and perspectives.

Objectives:

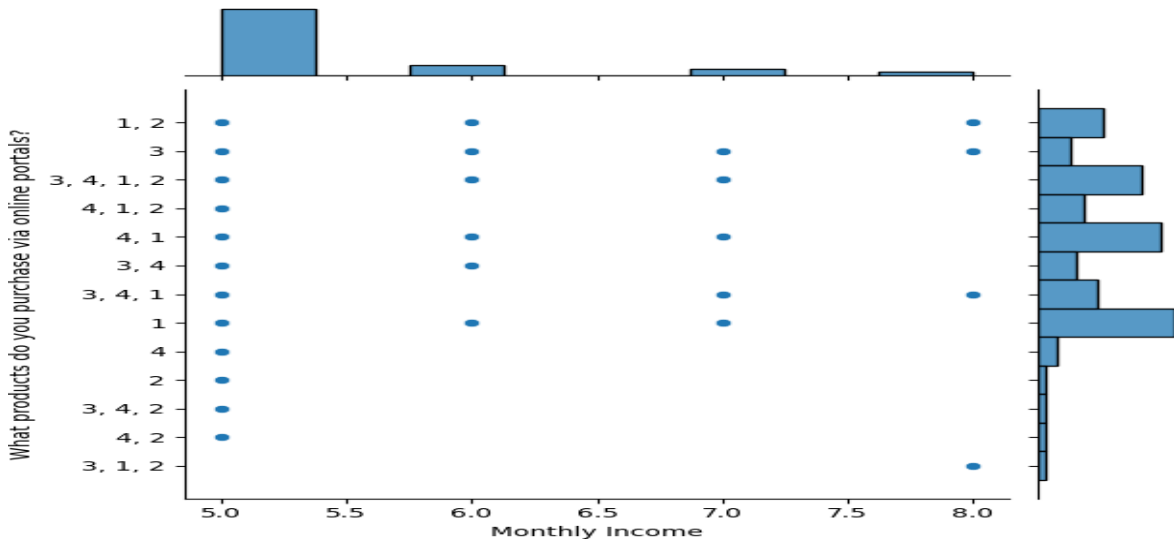
- To determine the degree of satisfaction with online products among consumers in Lucknow City.
- To identify the primary factors influencing consumers' purchasing decisions in the context of online shopping.
- To explore the challenges encountered by consumers when shopping online and suggest potential solutions.

By employing a robust research methodology encompassing descriptive research design, judgmental sampling, and a combination of primary and secondary data sources, the study aims to provide valuable insights into consumer buying behavior towards online shopping in Lucknow City.

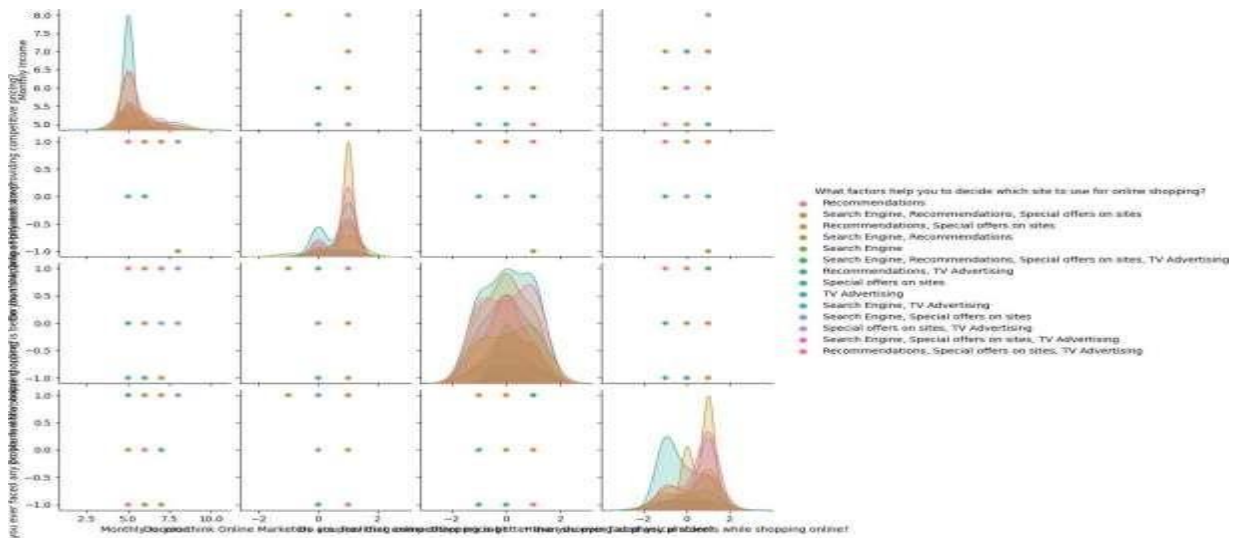
Results and Discussions:



Here is the heat map to visualize the entire data in a single figure, the square which have the darkest colors determine the set of categories having the highest values and interaction. The cool colors show set of lowest values functions. It also shows how different sets of variables present in this data changewith respect to each other.



In this figure we have made joint plot which comprises of three plots, one plot displays a bi-variate graph which shows how the dependent variable “What products do you purchase via online portals?” varies with the independent variable “Monthly Income”. The other two plots placed horizontally and vertically above the bi-variate graph shows the distribution of variable Monthly Income and What products do you purchase via online portals respectively.



This Pair plot allows us to analyze the pair wise relationship between the variables within this data set. It creates a nice visualization and helps us understand large amount of data by summarizing it in a single figure. In this data we can see where the variables are continuous or categorical and gives the best set of features to explain the relationship two variables present in the data and forms separated clusters as you can see in the above mentioned plot.

Interpretation

Demographic Profile: The majority of respondents fall within the age group of 21-25, indicating that younger individuals are more actively engaged in online shopping activities. Additionally, there is a higher representation of female respondents in the study sample.

Occupational Distribution: The participants predominantly consist of students and professionals, suggesting that online shopping appeals to a diverse range of occupations.

Income Bracket: A significant proportion of respondents belong to the income group of less than 50,000, highlighting the accessibility of online shopping across different income levels.

Reasons for Choosing Online Shopping: The main reasons cited by respondents for preferring online shopping include a wide variety of products, convenience, and competitive pricing, indicating that consumers value the convenience and accessibility offered by online platforms.

Popular Product Categories: Clothing, mobile phones, and accessories emerge as the most commonly purchased items via online portals, reflecting consumer preferences for lifestyle and technology-related products.

Payment Preferences: More than half of the respondents find UPI to be an easy mode of payment, followed by cash on delivery, suggesting a preference for convenient and secure payment options.

Challenges Encountered: Despite the benefits of online shopping, over half of the respondents reported encountering problems while shopping online, indicating potential areas for improvement in terms of service quality, delivery reliability, and payment security.

Based on the objectives outlined in the research, the interpretation of the findings provides insights aligned with these specific goals:

Degree of Contentment with Online Products: The research indicates that consumers in Lucknow City generally express satisfaction with their online shopping experiences. Factors such as convenience, product variety, and competitive pricing contribute to this satisfaction, aligning with the objective of determining the level of satisfaction with online products.

Factors Influencing Consumer Purchasing Decisions: The study identifies special offers and recommendations as significant factors influencing consumers' choice of online portals for shopping. This finding supports the objective of determining the different factors affecting consumer purchasing decisions. Understanding these factors is crucial for businesses to tailor their marketing strategies effectively.

Difficulties Encountered by Customers: Despite overall satisfaction, the research highlights that more than half of the respondents encountered problems while shopping online. This finding corresponds to the objective of determining the challenges faced by consumers when purchasing items online. Addressing these challenges, such as payment security concerns and delivery delays, is essential for enhancing the online shopping experience.

Conclusion

The research conducted on consumer buying behavior towards online shopping in Lucknow City yields several significant findings and implications for businesses operating in the digital marketplace. The study reveals a notable trend towards increased adoption of online shopping among consumers in Lucknow City, driven by factors such as convenience, time-saving, and competitive pricing. Special offers and recommendations emerge as critical factors influencing consumers' choice of online portals for shopping. While the majority of respondents express satisfaction with their online shopping experiences, a significant proportion encountered challenges such as payment security concerns and delivery delays. Addressing these challenges presents an opportunity for businesses to enhance the online shopping experience and build trust with consumers. The research findings provide valuable insights for marketers aiming to optimize their online marketing strategies. By focusing on factors that resonate with consumers, such as special offers and convenient payment options, marketers can enhance customer engagement and drive conversion rates. Overall, the study underscores the importance of prioritizing customer satisfaction in the online shopping experience. By delivering seamless, convenient experiences, businesses can foster long-term relationships with customers and drive loyalty in the competitive digital marketplace. Moving forward, further research could delve deeper into specific aspects of online shopping behavior, such as the impact of social media influence or the effectiveness of personalized marketing strategies. Additionally, ongoing monitoring of consumer preferences and behaviors can help businesses stay agile and responsive to evolving market trends. In conclusion, the study offers valuable insights into the evolving landscape of online shopping in Lucknow City, highlighting both the opportunities and challenges facing businesses in the digital marketplace. By leveraging these insights, businesses can position themselves for success and drive growth in an increasingly digital world.

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