

ASIA MARKETING JOURNAL

Volume 17 | Issue 3

Article 3

10-31-2015

# Exploratory Study of the Impact of Social Media Marketing on Consumer Purchase Intention

Tayyaba Noreen

Sang-Lin Han

Follow this and additional works at: https://amj.kma.re.kr/journal

Part of the Marketing Commons

#### **Recommended Citation**

Noreen, Tayyaba and Han, Sang-Lin (2015) "Exploratory Study of the Impact of Social Media Marketing on Consumer Purchase Intention," *Asia Marketing Journal*: Vol. 17 : Iss. 3 , Article 3. Available at: https://doi.org/10.15830/amj.2015.17.3.53

This Article is brought to you for free and open access by Asia Marketing Journal. It has been accepted for inclusion in Asia Marketing Journal by an authorized editor of Asia Marketing Journal.

# Exploratory Study of the Impact of Social Media Marketing on Consumer Purchase Intention: Comparative Study of Pakistan and South Korea

Tayyaba Noreen<sup>\*</sup> Sang-Lin Han<sup>\*\*</sup>

Social media marketing have drawn substantial attention in business and academia. This study examines the impact of social media marketing on purchase intention of consumer in South Korea and Pakistan. The research background rests on literature of social media, social media marketing, electronic word of mouth and social media advertisement. Descriptive research method is adopted for the purpose of this study. The findings indicated that South Korean users have higher intention to purchase products through social media platforms as compared to users in Pakistan. The results also show that electronic word of mouth has greater influence on purchase intention as compared to advertisement on social networks. Managerial implications and limitations of the study results were also discussed.

Key words: Social media marketing, SMM, Electronic word of mouth, eWOM, Social media advertisement, Purchase intention

# I. Introduction

Social media marketing is a new field of marketing. As the name states, it is the advertising products or services on social media networks. However, it also implies marketing through the social media networks. Today SMM has become an emerging research area. Research into social media, is still at an embryonic stage, and interest is focused mostly on a B2C context (Michaelidou, Siamagka, & Christodoulides, 2011). The Internet as marketplace is a subject extensively debated by researchers and practi-

<sup>\*</sup> Professor of the University of Balochistan, Quetta, Pakistan, Doctoral Candidate of Hanyang University (Tayyabaarshad40@yahoo.com)

<sup>\*\*</sup> Professor of Marketing Hanyang University Business School (slhan@hanyang.ac.kr), Corresponding Author

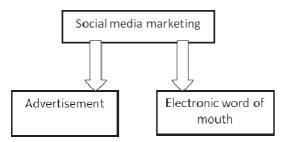
tioners for more than ten years but limited research attention has been paid so far to marketing issues related to what is widely seen as the new stage of the Internet evolution (Constantinides, 2009).

Now the companies and retailers are using social media networks not only for the promotion of their products but also for selling the product and getting the customers feedback. Social Media is empowering people to become the new influencers, and it is forcing PR and marketing professionals to recognize and include these powerful tools in their advertising and marketing communications strategies (Solis & Breakenridge, 2009). Social networking sites provide people with the tools and opportunity to be part of international communities that share opinions and content and communicate directly with one another or to other large communities (Kelly, Kerr, & Drennan, 2010). Social media, especially social networking sites, provide a virtual space for people to communicate through the Internet, which also might be an important agent of consumer socialization (Vinerean, Cetina, Dumitrescu, & Tichindelean, 2013).

Organizations and businesses are just beginning to recognize and utilize the power of Web 2.0 social media (Thackeray, Neiger, Hanson, & McKenzie, 2008). Promotions are particularly effective as they add excitement to online purchasing and an incentive for customers to invite other friends (Saravanakumar & SuganthaLakshmi, 2012). Marketing activity using social media platforms entertains customers by offering a variety of free contents as well as social network activity, and enables customized information searching. Activities on the brand's social media platforms create interaction among users that can lead to word-of mouth effects and include fashion and trend attributes(Kim & Ko, 2012). social media have transformed the Internet from a platform for information, to a platform for influence (Hanna, Rohm, & Crittenden, 2011). (Zhou, 2014) Social media, as the "new new media" with numerous advanced forms, is becoming more popular globally. Firms, organizations and governments can employ this "new new media" to market themselves,

This research is an effort to estimate the frequency of consumer purchase intention through social media marketing in two different populations. This study wishes to determine the impact of social media marketing on purchase intention of Korean consumers as well as Pakistani consumers. The main objective of this research study was to make a descriptive survey that assesses the influence of social media on consumer purchase intention based on relevant literature and theories. Next objective of the study is to investigate consumer response to the impact of electronic word of mouth on their behavior. This study also aims to analyze consumers' response towards advertisement on social media. The specific objective of this study is to investigate cross national variation in two distinct elements of SMM: (1) Advertisement (2) eWOM on purchase intention.





The structure of this article is as follows: firstly, existing literature has been reviewed. Then data collection procedure and instrument has been discussed. The result section is divided into three subsections. First section investigates and compares the influence of online advertisement on Korean and Pakistani respondents. Second section presents the cross national comparison of the findings about the influence of electronic word of mouth. Third sections evaluate the purchase intention of respondents from both countries. Finally conclusion, research limitations and suggestions for future research are discussed.

Contribution of this study is twofold. First, we develop a framework that includes both elements (advertisement and electronic word of mouth) of SMM. Because in previous studies we reviewed we were unable to find any studies which have demonstrated both variables together. Second, we tested the hypotheses in cross national context. Because despite the growing number of cross national studies in different field there is limited growth in the field of social media marketing specifically in the context of cross national study (Goodrich, 2014). Little research is available about the function of social media and other online marketing communication tools, particularly regarding their international applicability.

# II. Literature Review

Researchers and media experts have proposed various definitions for social media. According to techtarget com social media is the collective of online communication channels for interaction, content sharing, and collaboration. Social media encompasses a wide range of online, word of mouth forums including blogs, company sponsored discussion boards and chat rooms, or service rating websites, internet discussion boards. and social networking websites (Mangold & Faulds, 2009). Social media introduce substantial and pervasive changes to communication between organizations, communities, and individuals (Kietzmann, Hermkens, McCarthy, & Silvestre, 2011). O'Brien(2011) mentioned that Social media is a realm where users are very aware of the fact that business and users within their community can access their information and view their actions.

#### 2.1 Social Media Advertisement

According to Wikipedia, Social media adver-

tising is a particular segment of marketing that utilizes internet's social platforms to deliver commercial massages to potential consumers. Online advertisements are portions of a website that are formatted for the purpose of delivering a marketing message that seek to attract customers to purchase a product or service (Mohammed & Alkubise, 2012). A social ad is an online ad that 'incorporates user interactions that the consumer has agreed to display and be shared (Tucker, 2012). The rise in social media advertising also marks a continued trend by marketers to establish more intimate relationships with their customers(Wright, Khanfar, Harrington, & Kizer, 2010). Lester(2012) agrees that the inclusion of social media as a communication media is essential to an advertising curriculum for integrated marketing communication to be complete. Social media provide an ideal advertising medium for green advertisers because consumers can self-select into sustainable lifestyle groups (Minton, Lee, Orth, Kim, & Kahle, 2012). With the prosperity of social media, marketers attempt to take advantage of social advertising to effectively disseminate advertisements (Li & Shiu, 2012).

## 2.2 Electronic Word of Mouth

Word-of mouth communication (WOM), the process allows consumers to share information and opinions that direct buyers towards and away from specific products, brands, and services (Hawkins, Best and Coney 2004). eWOM, is a concept frequently found at the foundations of social media dialogue(Lange-Faria & Elliot, 2012). social media enabling customers to talk to one another is an extension of traditional word-of-mouth communication (Mangold & Faulds, 2009).

Jansen et al. (2009) states that through eWOM consumers share their experiences and reactions about any business with other consumers voluntarily. eWoM refer any positive or negative statement made by potential, actual, and former customers about a product or a company via internet. Hennig Thurau et al, (2004). The use of various electronic technologies such as online discussion forum, electronic bulletin board, newsgroups, blogs, social networking sites facilitate the information exchange among communicators(Goldsmith 2006). (Khammash & Griffiths, 2011) states, negative eWoM can cause costly or even irreparable damage. According to (Bataineh, 2015) eWOM quality is the most influential dimension (predictor) on purchase intention. Word of mouth can influence others' views, thoughts and their decision. If word of mouth power utilized correctly, it could market any product/ services for the long time (Nawaz, Vveinhardt, & Raheem, 2014). WOM communication strategies are appealing because they combine the prospect of overcoming consumer resistance with significantly lower costs and fast delivery especially through technology such as the Internet (Trusov, Bucklin, & Pauwels, 2009). Social media brings a new dimension to word of mouth marketing as consumers were found to be very trusting of their online community in terms of intent to purchase. Gil-Or(2010) states that the messages that are delivered by word of mouth are usually more credible, as the receiver has the reason to believe that the sender of the message got no benefit for transferring the information.

### 2.3 Social Media Marketing

As literature indicates that social media marketing involve both advertising and viral marketing (electronic word of mouth) efforts via social networking sites. Social media marketing, also known as word-of-mouth marketing, viral marketing, buzz, and guerilla marketing is the intentional influencing of consumer-to-consumer communications by professional marketing techniques (Cvijikj & Michahelles, 2011), (Chatzithomas, Boutsouki, Chatzithomas, & Zotos, 2014) states that "Social media represent a hybrid element of the promotional mix. They combine the features of the traditional tools of Integrated Marketing Communications (B2C) and a significant channel of word of mouth communication (C2C) where marketing professionals cannot control the type, the range and the distribution of information".

Social networking sites have become an important arena for marketing. They are a tool for advertisement of products, promotion of brands. According to techtarget.com social media marketing is taking the advantage of social networking to help a company increase brand exposure and broaden customer reach and goal is to create content compelling enough that user will share it with their social networks. Karl Vance et al.(2008), define Social media marketing carries the advantage of low cost, rapid transmission through a wide community and user interaction. Sisira Neti(2011) defines that SMM consist of the attempt to use social media to persuade consumers that one's company, products or services are worthwhile. Social media marketing is characterized by social connectivity and user interactivity in the brand's attempt to communicate with its consumers and prospects (Chi, 2011).

SMM marketing is using online communities. social networks, blog marketing and more. Social media marketing is primarily internet based but has similarities with non internet based, marketing methods like word of mouth marketing. According to word stream, SMM is a form of internet marketing that implements various social media networks in order to achieve marketing communication and branding goals. Kazim et al, (2011) stated that promoting brands and other marketing activities through social media doesn't cost the firm so much then it is widely evaluated as the most convenient instrument to market products to the target segment. SMM is the way of promoting a website, brand or business by interacting with or attracting the interest of current or prospective customers through the channel of social media. O'Brien(2011) concluded that the relationship between the consumer and a business has changed significantly as a result of social media. These platforms facilitate the formation of relationships in terms of customer acquisition, but they are more useful and regarded as more appropriate for relationship maintenance as a customer retention platform. According to Bolotaeva(2010), there are opportunities for businesses to grow public awareness and get involved in the communities, as well as continue to research for other ways to advertise on social platforms.

## 2.4 Cross national research

The existing research about cross national study on impact of SMM is very limited (Malhotra, 1996), In recent years cross-cultural marketing research has assumed great importance in the academic and business worlds. Examining the cross-national applicability of consumer behavior constructs and models is becoming increasingly more important (Durvasula, 1993). In their discussion of existing research, Whitelock and his colleagues(2013) state that it is now clear that these social media outlets have become significant promotional vehicles and that there is potential for many firms to use them crossnationally. Bell(2010) state that the World Wide Web has evolved, it has provided new tools that enable such firms to internationalize more rapidly and engage more effectively with customers in a wider range of more complex business activities. Zhou(2007) states that international business managers should consider social networks as an efficient means of helping internationally oriented SMEs to go international more rapidly and profitably. Netemeyer(1991) found that because of the recent increase in the multinationalization of business, marketers have a growing need for cross-national constructs and measures that are reliable, valid, and applicable across countries. According to Harzing (2006), the globalization of the world economy and the increasing importance of multinational companies have made more and more researchers realize that theories and concepts developed in one part of the world might not be applicable across borders. In order to find out which theories and concepts are universally valid and which have to be adapted, cross-national research is necessary and often this type of research is conducted using surveys.

# III. Methodology

The methodology chosen to attain the main aim and objectives of this research is based on a cross national survey. According to Malhotra (1996) in a cross country analysis, the data of all the countries are analyzed simultaneously. Descriptive analysis has been used to describe survey statistics. (Pareek, 1975), Survey and interviews are the most widely used methods in cross cultural research.

### 3.1 Participants

The population of interest for this study is all social media users in South Korea and Pakistan. A convenience sample of 50% from both populations was chosen for inclusion in this study. There were 300 participants in final sample for this study. Out of 150 participants, we had 31 drop-out from Korean sample and 16 drop-out from Pakistani sample, making the final sample size of 119 and 134 participants in each national group.

### 3.2 Instrument

For the survey closed ended questionnaire was used to collect the primary data. Survey was comprised of two sections. The first section included general information. The second section was designed to understand the impact of social media marketing. Survey contained 25 questions including (1 to 10) demographic questions, and characteristics about factors, advertisement on social media platforms (11 to 16). electronic word of mouth (online reviews and comments) (17 to 20), and purchase intention (21 to 25). All items were measured from using five point Likert scale with the anchors being1 for "strongly agree" to 5 for "strongly disagree". However, all questions of the survey were structured in order to increase the participation. All questions included in the survey were adopted from previous literature.

#### 3.3 Procedure

For this study both offline and online survey was conducted for getting the response from participants. Survey was distributed between April-20-2015 to May-20-2015. Survey using questionnaire has been used to collect demographic information and answers of questions about the factors included in this study. Survey forms were distributed among university students, faculty members and other internet users.

#### 3.4 Research Hypotheses

To examine the effect of social media advertisement, and electronic word of mouth on users' intention to purchase, we hypothesized:

3.4.1 Analysis of perception of cross national respondents about social media advertisement

Hypothesis 1: All cross national respondents will have different perception about social media advertisement.

# 3.4.2 Analysis of perception of cross national respondents about electronic word of mouth

Hypothesis 2: The perception behind electronic word of mouth is similar for both Korea based and Pakistan based respondents.

# 3.4.3 Cross national analysis of purchase intention

Hypothesis 3: Pakistan based and Korea based respondents will have different level of influential value about impact of SMM on their purchase intention.

#### 3.5 Results and Data Analysis

For analyzing the data, SPSS was used. After the data collection, the reliability coefficient was measured and the lowest Cronbach's Alpha of measurement variables was 0.81 which was above recommended level 0.70.

### 3.6 Cross National Demographic Analysis

Demographic information provides a generalized view in terms of gender, age, education, occupation etc. For this study overall sample consisted of 253 responses.  $\langle \text{Table 1} \rangle$  shows the demographic information for complete set of data that was collected from two countries. In this survey, 53% respondents are from Pakistan while 47% participants are from South Korea.  $\langle \text{Table 1} \rangle$  shows that sample was made up mostly of male respondents 66% and 34% female respondents. Majority of the respondents (90%) have post graduate qualification.

Among the respondents (58.10%) are from the age group of 21 to 30. Followed by (34.39%) are from age group of 31 to 40. Which implies that majority of respondents is young generation. (87.4%) respondents are students because the questionnaires were distributed in different universities of both countries. The highest representative of respondents 83% uses internet more than three hours per day. This may indicate that the respondents are experienced users of social media.

As one of the purpose of this survey is to know the users opinions about social media marketing. 52.96% of respondents use social networks for searching information while 35.97% of participants use social media for sharing contents, discussion and for social networks. Almost half of the respondents 49.80% commented that advertisement on social media has medium influence on their buying decisions. While advertisement on social media platforms has large affect on 33.99% respondents. 5.53% respondents were not sure about this statement.

A significant number of respondents 61.27% commented that electronic word of mouth (online reviews and comments) largely influence their purchase intention. While electronic word of mouth has medium and small influence 27.66% on respondents. In terms of advertisement method 46.25% of participants like advertisement on YouTube. 37.94% of respondents were in favor of Face book and Google advertisement method.

Variable	Category	Frequency	Percentage
Age	Under 20	0.0	0.00
	21-30	147	58.10
	31-40	87	34.39
	41-50	15	5.93
	0ver50	4	1.58
Gender	Male	167	66.0
	Female	86	34.0
Nationality	Pakistan	134	53.0
	South Korea	119	47.0
Education	Secondary School	0.0	0.00
	Under graduate	22	8.7
	Post graduate	227	89.7
	Doctoral	4	1.6
Occupation	Student	221	87.4
	Academics	19	7.5
	Employee	7	2.8
	Businessmen	4	1.6
	Other	2	.8
Use frequency	Less than 1 hour	0.0	0.00
	$1 - \langle 2 hour$	11	4.35
	$2 - \langle 3 hour$	32	12.65
	3 +	210	83.00
Reason of engagement	Sharing contents	23	9.09
	Social Network	46	18.18
	Videos and Contents	17	6.71
	Discussion	22	8.70
	Searching Information	134	52.96
	Social games	11	4.35
Influence of advertisement	Large	86	33,99
	Medium	126	49,80
	Small	26	10,28
	Not Sure	14	5,53
Influence of eWOM	Large	155	61.27
	Medium	43	16.99
	Small	27	10.67
	Not Sure	28	11.07
Advertisement method	Google advertising Face book You Tube Twitter Banner Advert Mobile Other	$ \begin{array}{r} 42 \\ 54 \\ 117 \\ 4 \\ 6 \\ 30 \\ 0 \end{array} $	16.60 21.34 46.25 1.58 2.37 11.86 0.00

<Table 1> Demographic

# IV. Social Media Marketing Analysis

Second part of the analysis consists of three subsections. First section  $\langle Table 2 \rangle$  investigates six statements which were related to the advertisement on social networks. Next section (Table 3) investigates consumer reaction towards online review and comments. It consists of 4 statements. The last section of  $\langle \text{Table 4} \rangle$ consists of 5 statements that investigate consumer intention to purchase through social networks. First column of  $\langle Table 2, 3, 4 \rangle$  explain statements of survey. Next columns represents likert scale, frequency, percentage of responses, mean, standard deviation, and rank. All values except rank are derived from survey responses. The values which were presented in the rank column are derived from mean values.

# 4.1 Cross- National Analysis of Social Media Advertisement

One purpose of survey is to know the users opinion about advertisement on social media platforms and its impact on their purchase decisions. Descriptive data analysis about advertisement on social media platforms  $\langle \text{Table } 2 \rangle$ shows that 41.2% Korean participants disagree and fully disagree with the statement that choosing products through social media platforms is a wise idea while 33.6% are not sure about this issue. 25.2% participants are in favor of this statement. In contrast 45.5% of participants from Pakistan disagree and strongly disagree that choosing product through social media advertisement is a wise idea. Therefore, 25.4% respondents are agreed and fully agreed with this statement. 29.1% Pakistani respondents are not sure about this statement. With regard to the statement about social media advertisement there is a similarity in responses of respondents from two countries. As this is the bottom ranked statement of this section with mean value 1.66 and 1.73 in Korea and Pakistan respectively, 83,2% of Korean respondents were agreed and fully agreed that those advertisement increases interest in products and services. While only 6.7% of respondents were in disagreement and full disagreement about this issue. In contrast, 81,3% of Pakistani respondents were agreed and fully agreed and 9.7% were in disagreement and full disagreement with this statement.

Most interesting findings of the survey were on the issue related to the enjoyment of advertisement on social media platforms 72.3% of Korean respondents and 18.7% of Pakistani respondents were agreed and fully agreed that such advertisements are relevant with their personal interest and they enjoy these advertisements. 33.6% Pakistani respondents were not sure about this statement. The rate of respondents from Korea who were disagree and fully disagree is 14.3% while 47.8% Pakistani respondents think that these advertisements are not relevant to

Statement		South	Korea	a r	n=119			Pakis	tan	n=134	
	Scale	F	%	mean	SD	Rank	F	%	mean	SD	Rank
I feel choosing products	Strongly Agree	9	7.6	7.6 33.6 3.17 32.8	1.060	2	10	7.5	3.24	1,105	4
and a service to buy	Agree	21	17.6				24	17.9			
through advertisement on social media platform	Not sure	40	33.6				39	29.1			
is wise idea.	Disagree	39	32.8				46	34.3			
	Strongly Disagree	10	8.4				15	11.2			
Advertisement on social	Strongly Agree	72	60.5				78	58.2			
media platforms	Agree	27	22.7				31	23.1			
increases my interest in	Not sure	12	10.1	1.66	.995	6	12	9.0	1.73	1.070	6
buying products and	Disagree	5	4.2				9	6.7			
services.	Strongly Disagree	3	2.5				4	3.0			
	Strongly Agree	42	35.3		1,089		6	4.5		.989	3
The ads that appear on	Agree	44	37.0	13.4 2.09		4	19	14.2	3.34		
my profile are relevant to my personal interests	Not sure	16	13.4				45	33.6			
and I enjoy seeing them.	Disagree	14	11.8				51	38.1			
	Strongly Disagree	3	2.5				13	9.7			
	Strongly Agree	73	61.3		1.208		51	38,1	2.23		5
I feel Advertisement on	Agree	22	18.5			5	34	25.4			
social media platforms can influence my buying	Not sure	7	5.9	1.78			24	17.9		1.250	
decision.	Disagree	11	9.2				17	12.7			
	Strongly Disagree	6	5.0				8	6.0			
T.C. N	Strongly Agree	32	26.9				6	4.5			
I feel seeing an	Agree	27	22.7				10	7.5			
advertisement on social media platforms is	Not sure	22	18.5	2.73	1.448	3	47	35.1	3.50	.971	1
waste of time.	Disagree	17	14.3				53	39.6			
waste of time.	Strongly Disagree	21	17.6				18	13.4			
I feel advertisement on social media platforms have greater influence as compared to reviews and comments of users	Strongly Agree	4	3.4				4	3.0	3.46	.963	
	Agree	13	10.9			1	14	10.4			2
	Not sure	45	37.8		.962		52	38.8			
	Disagree	42	35.3				45	33.6			
	Strongly Disagree	15	12.6				19	14.2			

<Table 2> Statements of respondents about social media advertisement

their personal interest and they do not enjoy seeing them. With regard to the importance of advertisement on social media, 79.8% of respondents from Korea were agreed and fully agreed that these advertisements can influence their buying decision. On the other hand, 63.5% Pakistani respondents were in agreement and full agreement with this statement. The rate of responses from Korea and Pakistan who were in disagreement and fully disagreement were 14.2% and 18.7% respectively.

The top ranked statement in Pakistan with mean value 3.50 was about disadvantage of advertisement on social networks, 53% of respondents from Pakistan were disagreed and fully disagreed that such advertisement is a waste of time, while 49.6% of Korean respondents were agreed and fully agreed with this statement. 31.9% of Korean respondents disagree and fully disagree that seeing advertisement on social networks is waste of time.

Last statement of this section is top ranked statement with mean value 3.43 in Korea is related with the impact of social media advertisement, 47.9% of Korean respondents and 47.8% of respondents from Pakistan were disagree and fully disagree that advertisement on social networks has greater influence as compared to online reviews and comments. Response rate of both samples is quite similar about this issue as 14.3% and 13.4% of respondents were in favor of advertisement. However, majority of the items have different ranking for both sam-

64 ASIA MARKETING JOURNAL Vol. 17 No. 03 October 2015

ples which prove that H1 is accepted.

# 4.2 Cross-National Analysis of Electronic Word of Mouth

Next part of analysis was related to attitude of respondents towards online reviews and comments about products and services. According to the results shown in (Table 3), 50.4% of respondents from Korea and 50% of respondents from Pakistan were agreed and fully agreed that online reviews and comments increases their interest in products and services. Interestingly, 23,5% and 27,6% of respondents were disagreed and fully disagreed with this statement in both samples.

52.9% of Korean participants agreed and fully agreed that online reviews and comments can influence their buying decisions. In contrast, 46.3% of Pakistani participants agreed and fully agreed with this statement. On the other hand 21.9% and 23.8% of respondents from Korea and Pakistan were disagreed and fully disagreed about the influence of online reviews and comments on their buying decisions. However, 25.2% and 29.9% respondents were not sure about the influence of electronic word of mouth on their buying behavior. For the issue about reading online reviews and comments is an enjoyment with mean value for both samples is 3.44 and 3.53, 49.6% of Korean respondents and 54.5% of respondents from Pakistan were greed and fully agreed that they enjoy reading these reviews and comments. While respondents who were not sure about this issue were 25.2% and 20.1% from Korea and Pakistan.

Statements regarding influence of online reviews and comments on behavior, rate of responses, which were agreed and fully agreed that such reviews and comments have greater influence as compared to advertisement, were 51.3% from Korea and 44.1% from Pakistan. Mean value of this statement in Korea and Pakistan is 3.50 and 3.32 respectively. 20.2% of respondents from Korea and 26.9% of respondents from Pakistan disagreed and fully disagreed with this statement. Results and ranking of all items for both samples proves that the hypothesis was accepted.

Statement	South Korea n=119					Pakistan			n=134		
	Scale	F	%	mean	SD	Rank	F	%	mean	SD	Rank
Reviews and comments by	Strongly Agree	20	16.8				27	20.1			
users on social media platforms increase my	Agree	40	33.6	3.59	1.210	1	40	29.9		1.318	2
interest in products and	Not sure	31	26.1				30	22.4	3.44		
services.	Disagree	26	21.8				26	19.4			
	Strongly Disagree	2	1.7				11	8.2			
I feel Review and	Strongly Agree	30	25.2		1.126		30	22.4	-	1,152	3
comments of users on	Agree	33	27.7			2	32	23,9			
social media platforms can	Not sure	30	25.2	3.55			40	29.9	3.41		
influence my buying	Disagree	24	20.2	-			27	20.1			
decisions.	Strongly Disagree	2	1.7				5	3.7			
	Strongly Agree	28	23.5		1.183		34	25.4	3.53	1,249	1
I enjoy reading the	Agree	31	26.1			4	39	29.1			
reviews and comments of users on social networking	Not sure	30	25.2	3.44			27	20.1			
sites.	Disagree	25	21.0				27	20.1			
5105.	Strongly Disagree	5	4.2				7	5.2			
I feel reviews and comments of users have greater influence on behavior as compared to advertisement on social media platforms.	Strongly Agree	29	24.4				25	18.7		1.193	4
	Agree	32	26.9			3	34	25.4	3.32		
	Not sure	34	28.6	3.50	1.178		38	28.4			
	Disagree	17	14.3				28	20.9			
	Strongly Disagree	7	5.9				8	6.0			

<Table 3> Statements of respondents about Electronic Word of Mouth

# 4.3 Cross-National Analysis of Consumer Purchase Intention

tention of users hence it was necessary to analyze the responses of participants. With regard to the importance of social media marketing, 32.8% participants from Korea and 34.3% re-

The focus of this survey was purchase in-

Statement	S	outh	Korea	n	=119			Pakista	an	n=134	
	Scale	F	%	mean	SD	Rank	F	%	mean	S.D	Rank
Using social media platforms	Strongly Agree	9	7.6				18	13.4			
help me make decisions	Agree	30	25.2				28	20.9			
better before purchasing	Not sure	57	47.9	2.87	.996	2	42	31.3	2.99	1.217	2
goods and services.	Disagree	13	10.9				29	21.6			
	Strongly Disagree	10	8.4				17	12.7			
	Strongly Agree	10	8.4				12	9.0			
I have high intention to use	Agree	44	37.0	1			29	21.6	1		
social media platforms for	Not sure	49	41.2	2.62	.883	4	61	45.5	2.88	.958	3
searching information about	Disagree	13	10.9				27	20,1	1		
products and services.	Strongly Disagree	3	2.5				5	3.7			
	Strongly Agree	10	8.4	2.83	.968		13	9.7	2.81	.951	4
I have high intention to buy	Agree	33	27.7			3	33	24.6			
products through social	Not sure	47	39.5				57	42.5			
media platforms.	Disagree	25	21.0	1			28	20.9			
	Strongly Disagree	4	3.4				3	2,2			
	Strongly Agree	2	1.7				2	1.5			
I will strongly recommend	Agree	15	12.6				23	17.2	1		
using social media platforms for searching information	Not sure	39	32.8	3.50	.938	1	62	46.3	3.22	.862	1
about products.	Disagree	47	39.5				38	28.4	1		
about products.	Strongly Disagree	16	13.4				9	6.7			
I plan to buy products through social media platforms within three months.	Strongly Agree	69	58.0				69	51.5	1.79	1.055	5
	Agree	36	30,3	1			41	30.6			
	Not sure	7	5.9	1.61	.903	5	12	9.0			
	Disagree	5	4.2	1			7	5.2	1		
	Strongly Disagree	2	1.7				5	3.7			

$\langle Table 4 \rangle$	Statements	∩f	respondents	about	Purchase	Intention
	Olucononio	UI.	respondentes	ubbut	i uronuoc	Intertion

66 ASIA MARKETING JOURNAL Vol. 17 No. 03 October 2015

spondents from Pakistan agree and fully agree that social media platforms are helpful when deciding to make a purchase. In contrast, 19.3%, and 34.3% respondents were in disagreement and full disagreement with the importance of social media marketing. On the issue of searching information about products and services through social media networks, 45.4% and 30.6% of respondents from Korea and Pakistan were agreed and fully agreed that they have high intention to use social media platforms for searching information. This implies that Korean respondents are more willing to adopt social media marketing then Pakistani respondents. On the other hand 13.4% and 23.8% respondents in both samples were disagreed and fully disagreed that they have high intention to use social media platforms. However, a large percentage 41,2% and 45.5% of respondents were not sure about their intention.

36.1% of respondents in Korea were agreed and fully agreed that they have high intention to buy products through social media platforms. On the other hand 24.4% respondents disagreed and fully disagreed with statement about high intention to purchase. As compared to Korean sample, 34.3% of respondents from Pakistan were agreed and fully agreed that their purchase intention is very high. However, 39.5 % and 42.5% of respondents were not sure about their purchase intention in both samples.

With regard to the statement about users' intention, 14.3% and 18.7% of respondents agreed and fully agreed that they will recommend the

use of social media networks to others for searching information about products and services. 52.9% and 35.1% respondents in both samples were in disagreement and full disagreement about recommending the use of social media platforms. This statement was top ranked in both samples with mean value 3.50 in Korea and 3.22 in Pakistan.

88.3% of Korean respondents have planned to purchase products through social media platform with in next three months. While 82.1% of respondents from Pakistan agreed and fully agreed that they will buy products within next three months. On the other hand 5.9% and 9.0% respondents in both samples were not sure about their plan in to purchase in near future. The rate of responses in Korea and Pakistan were 5.9% and 8.9% who were disagreed and fully disagreed with this statement. Ranking of all items prove that H0 is accepted.

# V. Conclusion

This paper empirically contributes to the understanding of consumer behavior across the totally different cultures, with a focus on SMM. This study has advanced knowledge by addressing the role of electronic word of mouth and advertisement on social media and its impact on purchase intention. Overall the outcomes came from a survey for which the questionnaire was the main instrument used to gather the needed data. Final analysis was done based on the outcomes which came from 119 internet users from South Korea and 134 users from Pakistan. This study compares the results of survey between both samples. Majority of Korean respondents enjoy advertisement on social networks. It was generally concluded that majority of respondents reported that advertisement on social networks increases their interest in products and services. 79.8% of Korean users and 63.5% of Pakistani users indicated that social media advertisement can influence their buying decisions. In terms of first research hypothesis, it has been proved that all cross national respondents have different perception about social media advertisement. The study also shows that all items about online reviews and comments are significant. Majority of respondents in both samples believed that online reviews and comments can influence their buying decisions and they enjoy reading online reviews and comments. However ranking of items is different for both samples which prove that the perception behind electronic word of mouth is different for both Korea based and Pakistan based respondents.

At the essence, it was concluded that majority of participants who took part in our survey believed that they will buy products through social media platforms in near future: however, they have negative opinion about recommending the use of social networks to others for searching information about products and services. It is to be noted that research hypothesis proved that Pakistan based and Korea based respondents have similar level of influential value about impact of SMM on their purchase intention.

#### 5.1 Managerial implications

This research observed the willingness of consumers for buying products through social media marketing. The findings of this research have certain managerial implications for marketers. This study has implications for marketing communication, positioning strategies and multinational marketing strategies.

The study will help the policy makers regarding making policy related to manufacturing and marketing of consumer products not only in domestic market but also in international markets. Marketing process through social networks can be made more effective by utilizing the results of this research.

As the study highlights the significance of advertisement on social networks and electronic word of mouth for purchase intention, the marketers can make new customers by understanding the likes and dislikes of consumers. The results clearly show that consumers in different countries have different opinion about electronic word of mouth and advertisement on social networks: these are accredited to difference in social, economic, and cultural values. As Goodrich(2014) mentioned that little is known about the best way for marketers to use social media. Even less is known about international differences in consumer usage of social media and how eWOM influences consumer decision-making

This study develop understanding of SMM across nations which suggest to the marketers should pay attention to make better policy about advertisement of their products because influence of word of mouth is higher as compared to advertisement.

This study is first of its kind highlighting both elements (advertisement and electronic word of mouth) of social media marketing, hence the study portray better picture of SMM and its impact on consumer behavior. The study asserts the need for managers to understand the importance of both elements when managing marketing through social media.

### 5.2 Limitations and future research

Although this research has achieved its objectives but still it has certain limitations. First of all, due to the limited time this research has compared purchase intention of consumers from two countries. Future research should include more developed countries or less developed countries for comparing the consumer intention for buying products through social media platforms.

Second, in this study all respondents are apparently from one city in Korea and one city in Pakistan, therefore the chances of variation can be taken into account if sample is extended to other large cities. Another limitation of this study is related to the sample size. This study was conducted on small sample size from both populations; therefore it will be interesting to determine whether these findings hold in more diverse and large samples.

Questionnaire design is another limitation of this study because it is possible that items for measuring the purchase intention may not included enough information for measuring consumer's actual behavior. Hence for future research more items should be considered for measuring consumer's purchase intention.

Despite the fact that the nature of this study is exploratory, this research is able to provide new insights by applying more advanced analytical model: limitation about research methodology still exists. Considering this limitation it is recommended that new analytical model such as structural equation modeling can be applied in future.

<Received September 15. 2015>
<Revised October 25. 2015>
<Accepted October 29. 2015>

# References

Bataineh, A. Q. (2015). The Impact of Perceived e-WOM on purchase intention: The mediating role of corporate image. *International Journal* of Marketing Studies, 7(1), p126.

- Bell, J., & Loane, S. (2010). 'New-wave' global firms: Web 2.0 and SME internationalisation. *Journal of Marketing Management*, 26 (3-4), 213-229.
- Bolotaeva, V., & Cata, T. (2010). Marketing opportunities with social networks. *Journal* of Internet Social Networking and Virtual Communities, 2010, 1-8.
- Chatzithomas, N., Boutsouki, N., Chatzithomas, L., & Zotos, Y. (2014). Social media advertising platforms: a cross-cultural study. *International Journal of Strategic Innovative Marketing*, 1(2).
- Chi, H.-H. (2011). Interactive digital advertising vs. virtual brand community: Exploratory study of user motivation and social media marketing responses in Taiwan. *Journal of Interactive Advertising*, 12(1), 44-61.
- Constantinides, E. (2009). Social Media/Web 2.0 as marketing parameter: An introduction. Paper presented at the Proceedings of 8th international congress marketing trends.
- Cvijikj, I. P., & Michahelles, F. (2011). Understanding social media marketing: a case study on topics, categories and sentiment on a Facebook brand page. Paper presented at the Proceedings of the 15th International Academic MindTrek Conference: Envisioning Future Media Environments.
- Gil-Or, O. (2010). Building consumer demand by using viral marketing tactics within an online social network. *Advances in Management*, 3(7), 7-14.

- Durvasula, S., Andrews, J. C., Lysonski, S., & Netemeyer, R. G. (1993). Assessing the cross-national applicability of consumer behavior models: A model of attitude toward advertising in general. *Journal of Consumer Research*, 626-636.
- Goldsmith, R.E. (2006), Electronic Word-of-Mouth.
- Goodrich, K., & de Mooij, M. (2014). How 'social' are social media? A cross-cultural comparison of online and offline purchase decision influences. *Journal of Marketing Communications*, 20(1-2), 103-116.
- Harzing, A.-W. (2006). Response Styles in Cross-national Survey Research A 26-country Study. International Journal of Cross Cultural Management, 6(2), 243-266.
- Hennig. T, Kevin P, (2004). Electronic word of mouth via consumer-opinion: platforms what motivate consumers to articulate themselves on the internet? *Journal of interactive marketing*, volume 18.
- Hanna, R., Rohm, A., & Crittenden, V. L. (2011). We're all connected: The power of the social media ecosystem. *Business horizons*, 54(3), 265–273.
- Hawkins, D.I., Best, R. and Coney, K.A. (2004) Consumer Behavior: Building Marketing Strategy, 9th ed. Boston: McGraw Hill.
- Jansen Bernard J., Zhang Mimi, Sobel Kate, Chowdury Abdur (2009). Twitter Power: Tweets as Electronic Word of Mouth. *Journal of American Society for Information*

*Science and Technology*. 60:11, pp.2169-2188

- Kelly, L., Kerr, G., & Drennan, J. (2010). Avoidance of advertising in social networking sites: The teenage perspective. *Journal of Interactive Advertising*, 10(2), 16-27.
- Khammash, M., & Griffiths, G. H. (2011). 'Arrivederci CIAO. com, Buongiorno Bing. com'—Electronic word-of-mouth (eWOM), antecedences and consequences. *International Journal of Information Management*, 31 (1), 82-87.
- Kaplan & Haenlein 2009 Users of the world, unite! The challenges and opportunities of Social Media
- Kazım Kirtiş, Filiz Karahan (2011) To Be or Not to Be in Social Media Arena as the Most Cost-Efficient Marketing Strategy after the Global Recession
- Karl V, William. H, Robert. P. Dellavalle, (2008) Social Internet Sites as a Source of Public Health Information.
- Kietzmann, J. H., Hermkens, K., McCarthy, I. P., & Silvestre, B. S. (2011). Social media? Get serious! Understanding the functional building blocks of social media. *Business horizons*, 54(3), 241-251.
- Kim, A. J., & Ko, E. (2012). Do social media marketing activities enhance customer equity? An empirical study of luxury fashion brand. *Journal of Business Research*, 65(10), 1480-1486.
- Lange-Faria, W., & Elliot, S. (2012). Under-

standing the role of social media in destination marketing. *Tourismos. An International Multidisciplinary Journal of Tourism*, 7(1).

- Lester, D. H. (2012). Social Media: Changing Advertising Education Prof. Dr. Deborah H. Lester, Kennesaw State University-USA.
- Li, Y.-M., & Shiu, Y.-L. (2012). A diffusion mechanism for social advertising over microblogs. *Decision support systems*, 54(1), 9-22.
- Malhotra, N. K., Agarwal, J., & Peterson, M. (1996). Methodological issues in cross-cultural marketing research: A state-of-the-art review. *International marketing review*, 13 (5), 7-43.
- Mangold, W. G., & Faulds, D. J. (2009). Social media: The new hybrid element of the promotion mix. *Business horizons*, 52(4), 357-365.
- Michaelidou, N., Siamagka, N. T., & Christodoulides, G. (2011). Usage, barriers and measurement of social media marketing: An exploratory investigation of small and medium B2B brands. *Industrial Marketing Management*, 40(7), 1153-1159.
- Minton, E., Lee, C., Orth, U., Kim, C.-H., & Kahle, L. (2012). Sustainable marketing and social media: A cross-country analysis of motives for sustainable behaviors. *Journal* of Advertising, 41(4), 69-84.
- Nawaz, A., Vveinhardt, J., & Raheem, A. R. (2014). Impact of Word of Mouth on Con-

sumer Buying Decision. *European journal* of business and management, 6(31).

- Netemeyer, R. G., Durvasula, S., & Lichtenstein, D. R. (1991). A cross-national assessment of the reliability and validity of the CETSCALE. *Journal of marketing research*, 320-327.
- O'Brien, C. (2011). The emergence of the social media empowered consumer. *Irish marketing review*, 21(1/2), 32-40.
- Saravanakumar, M., & SuganthaLakshmi, T. (2012). Social media marketing. *Life Science Journal*, 9(4), 444-4451.
- Sisira Neti, (2011). Social media and its role in marketing. International Journal of Enterprise Computing and Business Systems. Vol. 1 Issue 2
- Solis, B., & Breakenridge, D. K. (2009). Putting the public back in public relations: How social media is reinventing the aging business of PR: FT Press.
- Thackeray, R., Neiger, B. L., Hanson, C. L., & McKenzie, J. F. (2008). Enhancing promotional strategies within social marketing programs: use of Web 2.0 social media. *Health promotion practice*, 9(4), 338–343.

- Trusov, M., Bucklin, R. E., & Pauwels, K. (2009). Effects of word-of-mouth versus traditional marketing: findings from an internet social networking site. *Journal of marketing*, 73(5), 90-102.
- Tucker, C. (2012). Social advertising. *Available* at SSRN 1975897.
- Vinerean, S., Cetina, I., Dumitrescu, L., & Tichindelean, M. (2013). The effects of social media marketing on online consumer behavior. *International Journal of Business* and Management, 8(14), p66.
- Whitelock, J., Cadogan, J. W., Okazaki, S., & Taylor, C. R. (2013). Social media and international advertising: theoretical challenges and future directions. *International marketing review*, 30(1), 56-71.
- Wright, E., Khanfar, N. M., Harrington, C., & Kizer, L. E. (2010). The lasting effects of social media trends on advertising. *Journal* of Business & Economics Research (JBER), 8(11).
- Zhou, L., Wu, W.-p., & Luo, X. (2007). Internationalization and the performance of born-global SMEs: the mediating role of social networks. *Journal of International Business Studies*, 38(4), 673-690.