# The Influence of Brand Images, Social Media Marketing, Prices and Reference Groups Towards Buying Decision In Swiwings Narotama Outlet Surabaya

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#### Abstract

This study aims to examine the influence of Brand Image, Social Media Marketing, Price And Reference Groups towards Purchasing Decision in Swiwings Narotama Outlet. Data collection techniques used was questionnaire with the analysis technique of multiple linear regression. The study found that Brand Image, Price have no significant effect towards Purchasing Decision, meanwhile Social Media and Reference Group have a significant effect towards buying decisions at Swiwings Narotama Outlet in Surabaya. Simultaneously, Brand Image, Social Media Marketing, Price and Group References have a significant effect towards Buying Decisions in Swiwings Narotama Outlet.

Keywords: Brand Images, Social Media Marketing, Prices, Reference Groups.

# 1. Introduction

The development of business today is starting to develop very rapidly. With this marked by various types of businesses that have just emerged. Therefore it needs to be balanced with sufficient and adequate food availability. Food which is a basic human need. Changing conditions and the environment require people to always follow the tastes of consumers and the times. At present the business in the service sector is a business that is in demand by marketers. One of them is a service industry business that is engaged in the culinary field.

The current phenomenon that is one of the most popular social media and is one of the excellent features on smartphones is Instagram. Instagram is a photo sharing application, applies digital filters and shares them to various social media networking services, including Instagram's own). The social media system on Instagram is by being a follower of another user's account or having followers of an Instagram account can also be called (followers & following). Communication between Instagram users can be established by giving likes and commenting on photos that have been uploaded by other users.

That is the result of a study of a total of 56 million users or 20.97 percent of the total Instagram user population in Indonesia. The study also revealed that in early 2019 the average number of male Instagram users was 1.9 percent more than women.

The phenomenon of this research is the brand image of Swiwings is not too well known by the public, but Swiwings is trying to build a brand image so that consumers are interested in buying Swiwings products. In this case Swiwings seeks to maintain its brand image by conducting promotions through Social Media Marketing such as Instagram.

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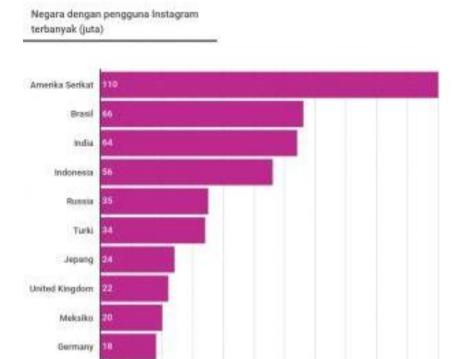
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**Fig. 1.** The Instagram user survey results Source: (Pratnyawan, 2019)

100

110

10

20

Swiwings Chicken is a culinary company, which was established on February 1, 2017, which is made from chicken wings with additional choices of sauces made by Swiwings Company, such as Hotblazt Sauce, Cheese Sauce, Teriyaki Sauce, Barbeque Sauce. With this variety of foods with taste makes consumers more interested and decides to buy. Promotion strategies used by Swiwings companies use Instagram marketing as a means to carry out their marketing activities. The Instagram Account Swiwings (fig. 2).



Fig. 2 Swiwings primary data

Source: https://instagram.com/swiwings.idn?igshid=13dj5smihcmk6

Can be seen from the picture above, Instagram Account Swiwings Idn has followers as many as 18.7 thousand people spread almost all over Indonesia.

In this case, Instagram can provide convenience for the Swiwings Narotama Outlet to market its products to touch the public more. Consumers are generally aware of the promotion of beverage products and food sold by Narotama Swiwings Outlet through information provided on Instagram Accounts Swiwings Idn (Narotama Outlets in Surabaya). is a discounted price of Swiwings products offered and can visit to decide on a purchase.

#### 2. Literature Review

# 2.1 Brand Image

The definition of brand image according to Kotler (in Tambunan and Widyanto 2012) is the consumer's perception of the company or its products. According to him the image cannot be implanted in the minds of consumers overnight or spread through just one media.

According to Sagita (2013: 4) there are 3 indicators of brand image, namely:

- 1. Corporate Image, which is a collection of associations that consumers perceive of the company making goods or services. The image of the maker includes: popularity, credibility, the company's network, as well as the users themselves or their users.
- 2. User image, which is a collection of associations that consumers perceive of users who use goods or services that include the user itself, and their social status.
- 3. Product image, a collection of associations that consumers perceive of an item or service that includes the attributes of the product, benefits for consumers, and guarantees.

# 2.2 Social Media Marketing

According to Kaplan and Haenlein (2010), social media is defined as a group of internet-based applications that are built on the basis of ideology and Web 2.0 technology. Web 2.0 is the basis of social media platforms. Social media itself consists of various different forms, such as social networks, internet forums, weblogs, social blogs, micro blogging, wikis, prodcasts, images, videos, ratings and social bookmarks.

According to DeMers (2014) indicators used to measure social media marketing include:

- 1) Quality writing;
- 2) Interesting photos;
- 3) Frequency of posting activity. Brand awareness (brand image) is the ability of a prospective buyer to recognize, recall a brand as part of a particular product category.

## 2.3 Price

Price is a unit of the amount of money exchanged to get the benefits of a product or service. There are three price indicators (Kotler and Armstrong, 2008), including:

- 1. Price eligibility, Products purchased from online have reasonable prices according to consumers.
- 2. Price conformity with product quality, Prices of products purchased from online are in accordance with the quality of goods sold.
- 3. There are discounts / discounts, Buyers can get discounts / discounts if the buyer purchases a certain amount.

#### 2.4 Reference Group

According to Kotler and Keller (2009: 170) "reference groups are all groups that have a direct (face to face) or indirect influence on the person's attitude or behavior. According to Schiffman and Kanuk (2008) measuring reference groups using three indicators, namely:

- 1) Information and Experience
- 2) Credibility
- 3) Product's prominent properties

# 2.5 Buying Decision

Peter and Olson (2005, p.162) suggested "purchasing decisions are an integration process that combines knowledge to evaluate two or more alternative behaviors and choose one of them". The definition of consumer purchasing decisions according to Kotler and Amrstrong (2008) is to buy the most preferred brand. Indicators of the purchase decision are as follows:

- a. The stability of buying
- b. Consideration in choosing
- c. Suitability of desires and needs attributes (Andini, et al. 2012)

#### 2.6 Research Framework

Sample is part of the number and characteristics possessed by the population. If the population is large, researchers may not study everything in the population. The sampling technique in this study uses a random sampling method (non probability sampling) with the determination technique. The sampling technique used is accidental sampling. The object of this research is the Swiwings Narotama Outlet consumers in Surabaya. The population in this study is the consumers of Swiwings Narotama Outlet in Surabaya, amounting to 171 consumers.

Descriptive analysis is a fact finding that uses proper interpretation. In this research study about the problems that exist in the community environment as well as the procedures used in the community in certain situations. Descriptive research is a type of method that describes an object and subject being studied without engineering. The type of data in this study is primary data, data obtained directly from researchers who come from the object of the researcher. In this study the object is the respondent, using the questionnaire method (questionnaire).

# 3. Result and Discussion

### 3.1 T Test

Table 1 Result of T-test

Coefficients <sup>a</sup>												
Model		Unstandardized Coefficients		Standardized Coefficients			Collinearity Statistics					
		В	Std. Error	Beta	Т	Sig.	Toleran ce	VIF				
1	(Consta nt)	3.813	.799		4.770	.000						
	X1	.204	.116	.211	1.768	.079	.255	3.921				
	X2	.225	.079	.253	2.835	.005	.457	2.188				
	X3	.079	.073	.089	1.078	.283	.537	1.861				
	X4	.187	.073	.202	2.554	.012	.579	1.727				

a. Dependent Variable: Y

Based on the above table data on the T test (partial) above, it is known that significant values in the Brand Image variable (X1) are 1,768> 0.05 thus results of this variable has no significant effect on the Purchase Decision variable (Y). In the variable Social Media Marketing (X2) of 0.005 <0.05 hence results of this variable have a significant effect on the variable Organizational Purchasing Decisions (Y). In the Price variable (X3) of 0.283> 0.5, the results of this

variable do not have a significant effect on the Purchase Decision variable (Y), and the Reference Group variable (X4) of 0.012 <0.05 therefore results of this variable have a significant effect on the variable Purchase Decision (Y). Therefore in the variable Brand Image, Social Media Marketing, Price and Reference Group there are only two variables that significantly influence the variable Purchasing Decision (Y), namely the Social Media Marketing variable (X2) and the Reference Group variable (X4).

# 1. Brand Image Variable (X1)

The t value of the Brand Image variable (X1) obtained a significance value of 1.768> 0.05. This shows that the Brand Image variable (X1) does not have a significant partial effect on the Purchase Decision variable (Y).

#### 2. SociaL Media Marketing Variable (X2)

The t value of the Social Media Marketing (X2) variable obtained a significance value of 0.005 < 0.05. This shows that the variable Social Media Marketing (X2) which has a partially significant effect on the variable Purchasing Decision (Y).

# 3. Price Variable (X3)

The value of t calculated Compensation variable (X3) obtained a significance value of 0.283> 0.05. This shows that the Price variable (X3) where this variable does not have a significant partial effect on the Purchase Decision variable (Y).

# 4. Reference Group Variables (X4)

The t value of the Reference Group variable (X4) obtained a significance value of 0.012> 0.05. This shows that the Reference Group variable (X4) where this variable has a partially significant effect on the Purchase Decision variable (Y).

#### 3.2 F Test

Table 2. Result of F test

#### ANOVA

Model		Sum of Squares	Df	Mean Square	F	Sig.
1	Regression	227.996	4	56.999	27.381	$.000^{a}$
	Residual	345.560	166	2.082		
	Total	573.556	170			

a. Predictors: (Constant), X4, X3, X2, X1

b. Dependent Variable: Y

- 1. Based on the spss output above the significance value of 0,000 <0.05 means simultaneous Brand Image, Social Media Marketing, Price, and Reference Group on Purchasing Decisions.
- 2. Comparing the calculated F number with the F formula table:

$$df_1 = k - 1$$
$$df_2 = n - k$$

where k = number of variables (free and bound), n = number of observations / samples

$$df_1 = 5 - 1 = 4$$
  
 $df_2 = 171 - 5 = 166$ 

From these results with a significance level of 5%, the F value of the table is 2.43.

from the above spss output above the calculated F value 27.381> from the F table 2.43, it means Brand Image (X1), Social Media Marketing (X2), Price (X3) and Reference Group (X4) Purchases.

#### 4. Conclusion

The results of data processing showed that there was a significant influence between social media marketing variables and reference groups on purchasing decisions at the Swiwings Narotama Outlet in Surabaya. Consumers agreed that the suitability of promotion through social media marketing such as Instagram and this reference group was able to encourage them to decide on purchases of products. It was also found that the variable brand image and price did not significantly influence purchasing decisions, this shows that the brand image and price of swiwings were not the main consideration for cost to buy swiwing product.

For further researchers can expand the object of research because this research is only reviewed from the perspective of students and the needs for re-research with appropriate variables. The company must work hard by increasing promotion through social media such as Instagram and reference groups. The company should pay more attention to the price of Swiwings Narotama Outlet products. Companies should set a price for each product item or set a pricing method for buying and selling transactions with certain consumers, and companies also increase promotions such as giving discounts for each item or package and every certain day. With the quality of products from Swiwings such as the example of chicken wings that have been cold and not reheated, and the taste of the sauce must be consistent should not change flavors so that consumers can get to know more about the taste image of the Swiwings Narotama Outlet product in Surabaya.

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