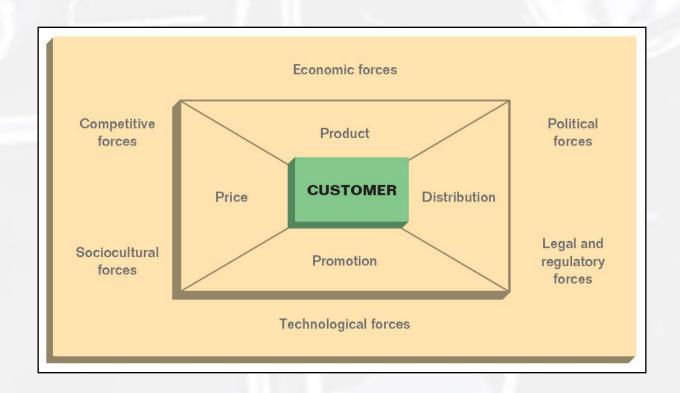


Part Three

Markets and Consumer Behavior



Chapter 5 Consumer Buying Behavior

Objectives

- Understand consumers' level of involvement with product & describe consumer problem-solving processes
- Recognize stages of consumer buying decision process
- Explore situational influences of consumer buying process
- Understand psychological influences of consumer buying process
- Examine social influences of consumer buying process

Types Of Markets

- 1) Consumer
- 2) Business

Consumer Market

Purchasers and household members who intend to consume or benefit from the purchased products and do not buy products to make products.

Buying Behavior

The decision processes and acts of people involved in buying and using products.

Consumer Buying Behavior

The decision processes and purchasing activities of people who purchase products for personal or household use and not for business purposes.

Level Of Involvement

An individual's intensity of interest in a product and the importance of the product for that person.

Levels Of Involvement

- Enduring
- □ Situational

Consumer Problem Solving

able 5.1 CONSUMER PROBLEM SOLVING				
	Routinized Response	Limited	Extended	
Product cost	Low	Low to moderate	High	
Search effort	Little	Little to moderate	Extensive	
Time spent	Short	Short to medium	Lengthy	
Brand preference	More than one is acceptable, although one may be preferred	Several	Varies; usually many	

Routinized Response Behavior

The consumer problem-solving process used when purchasing frequently purchased, low-cost items needing very little search-and-decision effort.

Limited Problem Solving

The consumer problem-solving process employed when buying occasionally or when they need to obtain information about an unfamiliar brand in a familiar product category.

Extended Problem Solving

A consumer problem-solving process employed when purchasing unfamiliar, expensive, or infrequently bought products.

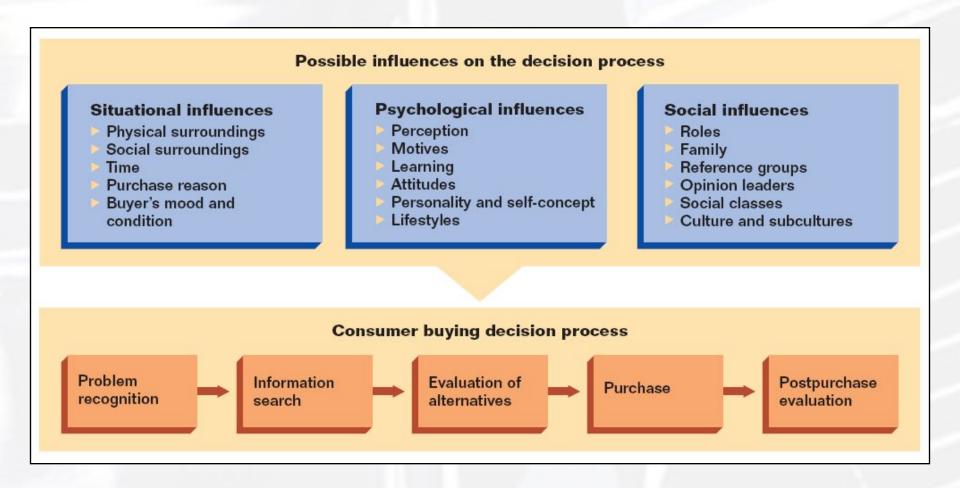
Impulse Buying

An unplanned buying behavior resulting from a powerful urge to buy something immediately.

Consumer Buying Decision Process

A five-stage purchase decision process that includes problem recognition, information search, evaluation of alternatives, purchase, and postpurchase evaluation.

Consumer Buying Decision Process/Possible Influences on the Process



Problem Recognition

Difference between desired state and actual condition.

Aspects Of Information Search

- Internal Search
- External Search

Internal Search

An information search in which buyers search their memories for information about their products that might solve their problem.

External Search

An information search in which buyers seek information from sources other than memory.

Evaluation Of Alternatives

- Consideration Set
- Evaluative Criteria
- Framing Alternatives

Cognitive Dissonance

A buyer's doubts shortly after a purchase about whether the decision was the right one.

Sample ads of cognitive dissonance

Situational Influences

Influences resulting from circumstances, time, and location that affect the consumer buying decision process.

Categories Of Situational Factors

- Physical Surroundings
- Social Surroundings
- Time Perspective
- Reason For Purchase
- Buyer's Mood/Condition

Psychological Influences

Factors that in part determine people's general behavior, thus influencing their behavior as consumers.

Types Of Perception

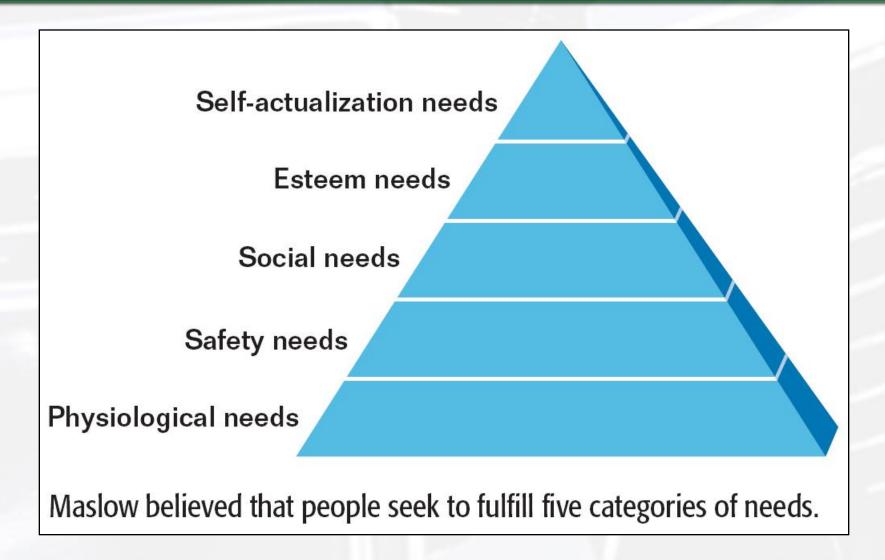
- Information Inputs
- Selective Exposure
- Selective Distortion
- Selective Retention

Motives

An internal energizing force that directs a person's behavior toward satisfying needs or achieving goals.

Motive for buying organic foods

Maslow's Hierarchy Of Needs



Sources Of Learning

-] Behavior Consequences
-] Information Processing
-] Experience

Attitude

An individual's enduring evaluation of feelings about and behavioral tendencies toward an object or idea.

Components Of Attitude

- Cognitive- knowledge or information
- Affective- feelings or emotions
- Behavioral- actions regarding object or idea

Personality And Self-Concept

- Personality internal traits and behavioral tendencies
- Self-Concept perception or view of oneself

Lifestyle

An individual's pattern of living expressed through activities, interests, and opinions.

Consumer lifestyles

Lifestyle Affected By:

- Age
- Education
- Income
- Social Class

Role

Actions and activities that a person in a particular position is supposed to perform based on expectations of the individual and surrounding persons.

Consumer Socialization

The process through which a person acquires the knowledge and skills to function as a consumer.

Types Of Family Decisionmaking

ble 5.2 TYPES OF FAMILY DECISION MAKING				
Decision Making Type	Decision Maker	Types of Products		
Husband-dominant	Male head-of-household	Lawn mowers, hardware and tools, stereos, refrigerators, washer and drye		
Wife-dominant	Female head-of-household	Children's clothing, women's clothing, groceries, pots and pans, toiletries, home decoration		
Autonomic	Equally likely to be made by the husband or wife, but not by both	Men's clothing, luggage, toys and games, sporting equipment, cameras		
Syncratic	Made jointly by husband and wife	Vacations, TVs, living room furniture, carpets, financial planning services, family cars		

Reference Group

A group that a person identifies with so strongly that he or she adopts the values, attitudes, and behavior of group members.

Volvo and women's market

Types Of Reference Groups

- 1. Membership
- 2. Aspirational
- 3. Disassociative

Opinion Leader

A member of an informal group who provides information about a specific topic to other group members.

Examples Of Opinion Leaders And Topics

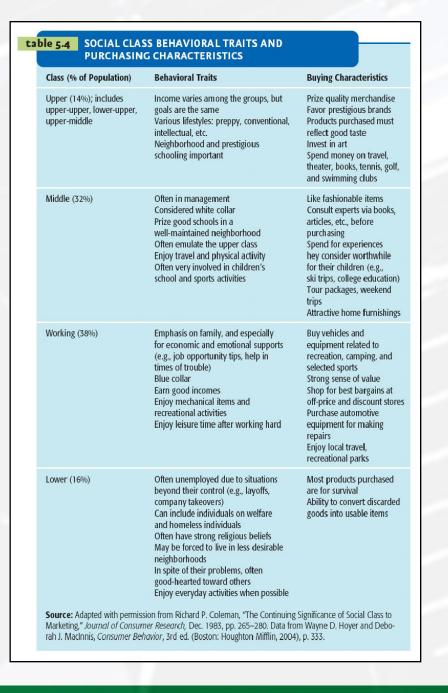
table 5.3	EXAMPLES OF OPINION LEADERS AND TOPICS

Opinion Leader	Possible Topics
Local religious leader	Charities to support, political ideas, lifestyle choices
Sorority president	Clothing and shoe purchases, hair styles, nail and hair salons
"Movie buff" friend	Movies to see in theater or rent, DVDs to buy, television programs to watch
Family doctor	Prescription drugs, vitamins, health products
"Techie" acquaintance	Computer and other electronics purchases, software purchases, Internet service choices, video game purchases

Social Class

An open group of individuals with similar social rank.

Social Class Behavioral Traits/Purchasing Characteristics



Culture

The accumulation of values, knowledge, beliefs, customs, objects, and concepts of a society.

Subcultures

A group of individuals whose characteristic values (<u>religion</u>, etc.) and behavior patterns are similar and different from those of the surrounding culture.

U.S. Ethnic Subcultures

- African American
- ☐ Hispanic
- ☐ Asian American