

THE 2<sup>nd</sup> ASIA PACIFIC MANAGEMENT RESEARCH

## CONFERENCE



PPM School of Management



Vietnam National University



Foreign Trade University



Hanol University of Science and Technology

INNOVATION AND STRATEGIC ALLIANCE FOR SUSTAINABLE DEVELOPMENT

School of Economics and Management, Hanoi University of Science and Technology, Vietnam

> NOVEMBER 28<sup>th</sup> - 30<sup>th</sup>, 2018

SUPPORTED BY:



**BACH KHOA PUBLISHING HOUSE** 

ISBN: 978-604-95-0644-4



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## **PROCEEDINGS**

The 2<sup>nd</sup> Asia Pacific Management Research Conference – "Innovation and Strategic Alliance for Sustainable Development"

# **APMRC 2018**

November 28<sup>th</sup> - 30<sup>th</sup>, 2018 Hanoi, Vietnam

Organized by

PPM SCHOOL OF MANAGEMENT
and

HANOI UNIVERSITY OF SCIENCE AND TECHNOLOGY
FOREIGN TRADE UNIVERSITY
VIETNAM NATIONAL UNIVERSITY

"Innovation and Strategic Alliance for Sustainable Development" Hanoi, November 28<sup>th</sup> - 30<sup>th</sup>, 2018

## Foreword THE 2<sup>ND</sup> ASIA-PACIFIC MANAGEMENT RESEARCH CONFERENCE 2018

The dynamics of the economy and business in the Asia Pacific region have grown in an encouraging manner. The IMF's data has shown that in uncertain world economy condition, Asia Economy is still experiencing a robust of 5.6% growth, much better compare to advance economy countries that can only expand by approximately 2%. This fast-growing economy has open up opportunities and challenges to management studies and practices. Business and management practitioners need to strategically change the organizations and activities to be relevant in the new world of "disruptive" order. One of the most important keys to survive disruption era is innovation. That is why the 2nd APMRC takes the theme of "Innovation and Strategic Alliance for Sustainable Development".

This event was held in cooperation between PPM School of Management, Hanoi University of Science and Technology, Vietnam National University, and Foreign Trade University, the four strongest business and management academic institutions from Indonesia and Vietnam. This collaboration are expected to bring up the best researches and studies that will contribute positively in building the excellence of business institution in the region. There are more than 55 papers submitted and around 45 papers presented in this conference. We hope that this conference will expand the knowledge of management scholars as well as practitioners and inspire us to develop new approach to answer the challenges of the new era.

Finally we would like to appreciate and acknowledge all participants and committees who has supported this conference.

Dr. Wahyu T. Setyobudi, MM, ATP, CPM

Head of Research Center and Case Clearing House (RC-CCH) PPM School of Management

"Innovation and Strategic Alliance for Sustainable Development" Hanoi, November 28<sup>th</sup> - 30<sup>th</sup>, 2018

# Foreword INTRODUCTION ON SCHOOL OF ECONOMICS AND MANAGEMENT, HANOI UNIVERSITY OF SCIENCE AND TECHNOLOGY

Since establishment (1965), School of Economics and Management (SEM) provides managers and leaders for enterprises and industries. SEM provides a broad spectrum of academic programs from bachelor's degree to master's degree, and to doctoral degree. SEM offers a creative diversified outlet for students who want to build a successful career, including full-time and part-time programs. Since 1992, SEM has launched several new programs, including dual-enrollment for bachelor's degree.

For 50 years of development, today SEM has 84 faculties and staff. SEM's people commit to international education, ethical and sustainable business practices, technology, and innovation draws top-notch undergraduate and graduate students as well as business leaders seeking a competitive edge through our executive education programs.

Not just only having precious resource – high-qualified and committed faculties, SEM is enthusiastic in partnering with many domestic and international training- research institutions from France, Germany, Finland, and so on. These meaningful partnerships make a lot of chances to improve our training facilities, to build exchange programs for students and faculties in improving knowledge, professional expertise, and touching differentiated training styles.

The intersection of business and technology has always been at the heart of the Faculty. Our nationally ranked business faculty teaches students how to take advantage of the many business opportunities made possible by emerging technologies and to succeed in an increasingly global economy. SEM is an ambitious faculty and has a role to play at Hanoi University of Science and Technology, national and international level.

SEM's strategy focus:

- To diversify training and education programs, with the focus in postgraduate programs.
   Incorporate theoretical knowledge and practical experiences via training programs for enterprises and short courses.
- To do effective and efficient consultancy for enterprises
- To develop international cooperation to improve education programs and teaching styles.

From 2012, the School of Economics and Management, Hanoi University of Science and Technology have organized each year the International Conferences on Emerging Challenges ICECH, which attract interest of the research community in the fields of economics and management. This year, we have a great honor to collaborate with the PPM School of Management (Indonesia), Vietnam National University and Foreign Trade University in organizing the 2nd Asia Pacific Management Research Conference. This conference with a theme of "Innovation and Strategic Alliance for Sustainable Development" has created a great occasion for academics and professionals to share their research findings, experiences and knowledge which are expected to contribute to the sustainable development of the Asia Pacific region. For the first time, we are proud to be the host of this important event. With about 60 high quality papers, we believe to have a successful and contributive international conference. It is a great pleasure to welcome you to Hanoi, and we hope that you can enjoy your stay in one of the most peaceful cities of the world.

Assoc. Prof. Dr. Pham Thi Thanh Hong HANOI UNIVERSITY OF SCIENCE AND TECHNOLOGY School of Economics and Management

"Innovation and Strategic Alliance for Sustainable Development" Hanoi, November 28<sup>th</sup> - 30<sup>th</sup>, 2018

## Foreword INTRODUCTION ON FOREIGN TRADE UNIVERSITY

Website: www.ftu.edu.vn

Established in 1960, Foreign Trade University (FTU) has been a vibrant hub for talented students, professors, and scholars to study, teach, exchange, research, create, and contribute to radically transforming lives and inspiring innovation. With three campuses across the nation in Hanoi, Ho Chi Minh city and Quang Ninh, our talented faculties and staffs are providing educational opportunities for almost twenty thousand students.

Foreign Trade University has achieved high international renown and standing within a wide range of academic faculties and departments including educating and researching in Economics and International Business, Business Administration, Banking and Finance, International Economics, Law, Accounting and Auditing, and five faculties of business languages. In an international environment at Foreign Trade University, there is an astonishing diversity of flexible and broad-based programs offered in different languages coupled with leadership opportunities, which nurture and prepare our versatile, creative, socially competent students for an increasingly globalized world.

Especially, the quality of our students is exceptionally high, when only the students with the highest scores in the national entrance exam can enroll at FTU. Upon their graduation, our students also record the highest rate of employment among Vietnamese universities. FTU's students are well-known thanks to their professional knowledge, practical skills, flexibility & dynamics, and especially their capabilities in foreign languages (they fluently use at least one of the followings: English, French, Russian, Japanese and Chinese). That is why many of FTU's graduates are employed abroad in regional labor markets, and many others choose to do their further studies (master, PhD) abroad as well. Until 2018, our university has expanded our global network with 148 partner universities from 26 countries all over the world in academic cooperation and especially in student exchange programs. Every year, Foreign Trade University welcomes more than 100 international exchange students to our university and at the same time also supports about 150 FTU out-bound students to participate in exchange program in our partner universities. In addition, FTU also attracts hundreds of incoming students for short-term visit from 2-3 weeks for cultural and academic exchanges.

Regarding research activities, Foreign Trade University has had various activities and initiatives to build up research capability and to promote publications, both locally and internationally. We have an increasing number of research projects funded by the Government, the provincial authorities, and various organizations/corporations, together with the joint research projects with foreign partners. Our most recent research programs include: (1) Green Economy and Social Responsibility, (2) Socio-Economic Institutional Reforms toward International Integration, (3) Financial Restructuring and Firm Behavior, (4) Innovation and Knowledge Transfer to Enterprises; under which 24 research groups are working with co-authors around the world with the target towards high-ranked international publications.

Assoc. Prof. Dr. Nguyen Thu Thuy

Vice President for Research & International Cooperation FOREIGN TRADE UNIVERSITY

"Innovation and Strategic Alliance for Sustainable Development" Hanoi, November 28<sup>th</sup> - 30<sup>th</sup>, 2018

# Foreword INTRODUCTION ON UNIVERSITY OF ECONOMICS AND BUSINESS, VIETNAM NATIONAL UNIVERSITY

Website: http://ueb.vnu.edu.vn

VNU University of Economics and Business (VNU-UEB), a member of Vietnam National University, Hanoi, was established in accordance with Decision No. 290/QD-TTg dated 6 March 2007 by the Prime Minister of the Socialist Republic of Vietnam. VNU-UEB has experienced several transformations originating from the Faculty of Political Economy, University of Hanoi in 1974.

The University mission is to provide high quality human resources in policy analysis, economic management, and business administration to meet Vietnam's demands for quality, effectiveness, and stable development; To carry out and transfer research outcomes to the Government of Vietnam, organizations, and enterprises; To offer an advantageous environment to create, cultivate and develop talents in fields of economic analysis, modern management and business administration.

Assoc. Prof. Dr. Nguyen Anh Thu

Vice Rector
VNU UNIVERSITY OF ECONOMICS AND BUSINESS
VIETNAM NATIONAL UNIVERSITY

"Innovation and Strategic Alliance for Sustainable Development" Hanoi, November 28<sup>th</sup> - 30<sup>th</sup>, 2018

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### **CONTENTS**

USING LEAN THINKING TO IMPROVE OPERATION PERFORMANCE OF PT. POS LOGISTIC INDONESIA
Abuzar Achmad ( <i>Program Studi S2 MM Wijawiyata Manajemen</i> ) Andi Ilham Sai ( <i>Sekolah Tinggi Manajemen PPM</i> )
DAYS OF FUTURE PAST: A PHENOMENOLOGICAL STUDY ON ANALOG PHOTOGRAPHY ENTHUSIASTS
Alexander Armyn (Marketing Management, PPM School of Management) Fitri Safira (Financial Management, PPM School of Management)
THE EFFECT OF AUDIT COMMITTEE, AUDIT QUALITY, INSTITUTIONAL OWNERSHIP, RETURN ON ASSETS AND LEVERAGE ON TAX AVOIDANCE
Andi Dajen Nurfadhillah (PPM School of Management)
THE ANALYSIS OF INFLUENCE OF TAX EXPENSE, TUNNELING INCENTIVE AND BONUS PLAN ON TRANSFER PRICING ON MULTINATIONAL COMPANIES THAT LISTED ON INDONESIA STOCK EXCHANGE
Andi Ulfaisyah Yusuf ( <i>Hasanuddin University</i> ) Ridha Rizkiyah ( <i>Hasanuddin University</i> ) Alimuddin ( <i>Hasanuddin University</i> )
LOAN STRATEGY FOR UNBANKABLE SMALL MEDIUM ENTERPRISES (SMES)5
Anita Fiutami (PPM School of Management)
21 <sup>ST</sup> CENTURY TRAVELER: REVEALING THE USER CHARACTER OF INDONESIAN ONLINE TRAVEL AGENTS
Azhimi Yasmin (PPM School of Management) Anggun Pesona (PPM School of Management) Erlinda N. Yunus (PPM School of Management)
RESEARCH ON COMPETITIVE ADVANTAGE AND PERFORMANCE OF GREEN EXPORT BUSINESS STRATEGY IN VIETNAMESE SEAFOOD EXPORTERS7
Binh Do (ThuongMai University)
COMPARING ASSET-PRICING MODELS: ARE THEY EFFECTIVE?8
I Gede Christian Adiputra (PPM School of Management) Bramantyo Djohanputro (PPM School of Management)
RISK ANALYSIS ON THE BUSINESS STRATEGY OF VENTURE CAPITAL9
M. Din Nugraha (PPM School of Management) Arie Pramandita (PPM School of Management) Bramantyo Djohanputro (PPM School of Management)

MODELING THE CONSUMER VIRAL BEHAVIOR ON SOCIAL MEDIA: EXPLORING THE MESSAGE, USER-GENERATED CONTENT, AND MAVENISM FACTOR
Calvin Kurnia Mulyadi (PPM School of Management) Wahyu Tri Setyobudi (PPM School of Management)
PESTLE – A FRAMEWORK FOR FDI ENVIRONMENT ANALYSIS IN DEVELOPING COUNTRY AND THE CASE OF VIETNAM IN ASEAN ECONOMIC COMMUNITY CONTEXT11
Cao Phuong Thao (Academy of Finance)
ANALYSIS OF POSTPURCHASE DISSONANCE TOWARDS REPURCHASE INTENTION USING COPING STRATEGY AS MODERATOR VARIABLE IN BRANDED CLOTHING12
Christina Edith Prabowo (Corporate University PT. United Tractos) Wahyu Tri Setyobudi (PPM School of Management)
UNVEILING INDONESIAN GEN Z'S CONSUMPTION ON DECORATIVE COSMETIC PRODUCTS
Citra Auliyaputri (PPM School of Management) Anggun P. Intan (PPM School of Management) Erlinda N. Yunus (PPM School of Management)
DETERMINANTS OF FINANCIAL RISK: AN EMPIRICAL RESEARCH ON REAL ESTATE FIRMS IN VIETNAM STOCK MARKET
Dang Anh Tuan (National Economics University) Ngo Thu Giang (Hanoi University of Science and Technology)
BEST BUSINESS PRACTICES AND FIRM PERFORMANCE IN THE CONTEXT OF VIETNAM'S MANUFACTURING INDUSTRY15
Dao Minh Anh (Foreign Trade University)
INNOVATIVE FIRM PERFORMANCE MANAGEMENT USING A RECOMMENDATION SYSTEM BASED ON FUZZY ASSOCIATION RULES: THE CASE OF VIETNAM'S APPAREL
SMALL AND MEDIUM ENTERPRISES
Cu Nguyen Giap (ThuongMai University) Dinh Thi Ha (ThuongMai University)
Dao The Son (ThuongMai University)
INTERNAL AUDIT QUALITY OF COMMERCIAL BANKS IN VIETNAM17
Dao Thanh Binh (Hanoi University of Science and Technology)
BECOMING MULTINATIONAL CORPORATIONS' SUPPLIERS: OPPORTUNITIES AND CHALLENGES FOR VIETNAMESE FIRMS
Doan Hai Anh (Hanoi University of Science and Technology) Nguyen Ngoc Diep (Edufit Joint Stock Company)

PUBLIC PENSION RESERVE FUNDS IN VIETNAM AND POLAND: A COMPARATIVE ANALYSIS1	9
Duong Cong Doanh (National Economics University) Piotr Obidzinski (University of Szczecin, Poland) Marcin Bedzieszak (University of Szczecin, Poland) Vu Dang Manh (National Economics University)	
· ·	
TAXATION OF CROSS-BORDER E-COMMERCE: INTERNATIONAL EXPERIENCES AND RECOMMENDATIONS TO VIETNAM WHEN PARTICIPATING IN OECD'S BEPS ACTION PLAN2	20
Nguyen Thuc Huong Giang (Hanoi University of Science and Technology)	
THE INFLUENCE OF IMPLEMENTATION IFRS TO EARNINGS RESPONSE COEFFICIENT (ERC) IN INDONESIA2	21
Grace Shella Pretisya (PPM School of Management) Novy Silvia Dewi (PPM School of Management)	
A PRELIMINARY STUDY ON THE EFFECT OF INTERNAL CONTROL SYSTEMS ON FINANCIAL PERFORMANCE OF ENTERPRISES IN THAI NGUYEN2	22
Nguyen Thi Le Ha (Hanoi University of Science and Technology) Tran Thi Anh (Hanoi University of Science and Technology)	
DISTRIBUTION OF GAINS ALONG THE GLOBAL APPAREL VALUE CHAIN - EVIDENCE FROM VIETNAMESE EXPORTS TO U.S2	23
Hoang Thi Phuong Lan (Academy of Finance)	
NETWORK ANALYSIS OF INDONESIAN STOCK MARKET2	<u>2</u> 4
M. Akhsanur Rofi (PPM School of Management)	
THE INFLUENCE OF MANAGERIAL BEHAVIOR AND PSYCHOLOGICAL SYMPTOMS OF MANAGERIAL PERFORMANCE WITH PARTICIPATORY BUDGET AS MODERATION VARIABLE2	25
Wahida (Hasanuddin University) Magfirah Wahyu Ramadhani (Hasanuddin University) Swandani (Hasanuddin University) Grace T. Pontoh (Hasanuddin University)	
THE APPLICATION OF FAIR VALUE ON BIOLOGICAL ASSET2	26
Meichyel (PPM School of Management) Novy Silvia Dewi (PPM School of Management)	
THE IMPACT OF EXCHANGE RATES ON EARNING MANAGEMENT WITH STOCK PRICE AS INTERVENING VARIABLE (BASED ON ASEAN EXCHANGES)2	27
Meliyanti (PPM School of Management) Martdian Ratnasari (PPM School of Management)	
THE FACTORS THAT AFFECT INCOME SMOOTHING BEHAVIOR2	28
Melsia (PPM School of Management) Novy Silvia Dewi (PPM School of Management)	

DELEGATION OF AUTHORITY AS MODERATING VARIABLE IN MEASURING THE INFLUENCE OF BUDGETARY PARTICIPATION ON MANAGERIAL PERFORMANCE29
Sri Amalia Edy (Hasanuddin University)
Muhammad Bashri Bas (Hasanuddin University)
Grace T. Pontoh (Hasanuddin University)
THE IMPACT OF INFORMATION QUALITY AND CSR ON CUSTOMER LOYALTY IN ONLINE BUSINESS CONTEXT: THE MODERATING EFFECT OF VARIETY SEEKING BEHAVIOR30
Nguyen Hoai Nam (Vietnam Banking Academy)
Hoang Phuong Dung (Vietnam Banking Academy)
Pham Thi Tuyet (Vietnam Banking Academy)
CONSUMER CREDIT BEHAVIORS OF VIETNAMESE PEOPLE: EVIDENCES FROM HANOI AND HO CHI MINH CITY
Hoang Van Hai (VNU University of Economics and Business)
Nguyen Thuy Dzung (VNU University of Economics and Business)
Nguyen Phuong Mai (VNU University of Economics and Business)
DETERMINANTS OF INTERNATIONAL TRADE: A COMPARATIVE STUDY OF BILATERAL TRADE BETWEEN VIETNAM AND KOREA AND SINGAPORE
Nguyen Tai Vuong (Hanoi University of Science and Technology)
CONSUMER'S TRUST IN ONLINE PURCHASE: CASE OF HANOI CONSUMERS, VIETNAM33
Nguyen Thi Mai Anh (Hanoi University of Science and Technology)
Pham Thi Thanh Huong (Hanoi University of Science and Technology)
PERSONAL INCOME TAX IN HANOI UNIVERSITY OF SIENCE AND TECHNOLOGY34
Nguyen Thi Mai Chi (Hanoi University of Science and Technology)
EUROPEAN UNION IUU REGULATION – IMPACTS ON VIETNAMESE SEAFOOD EXPORT AND RECOMMENDATIONS
Nguyen Thi Thu Thuy (Hanoi University of Science and Technology)
IMPROVE THE SUPPLY CHAIN PERFORMANCE BY APPLYING SUPPLY CONTRACT – STUDY
FOR HIGH-TECH INDUSTRIES36
Nguyen Thi Xuan Hoa (Hanoi University of Science and Technology)
APPLYING BALANCED SCORECARD (BSC) MODEL TO VOCATIONAL INSTITUTIONS IN
VIETNAM
Nguyen Duy Phuong (Foreign Trade University)
Nguyen Thu Thuy (Foreign Trade University)
IMPLEMENTING SOFT SKILL CURRICULUM AT BUSINESS SCHOOL: A LESSON FROM INDONESIA
Noveri Maulana (PPM School of Management)

THE EFFECT OF GOOD CORPORATE GOVERNANCE (GCG) ELEMENTS ON CORPORATE SOCIAL RESPONBILITY DISCLOSURE (CSR) IN SYARIAH BANKING SECTOR IN INDONESIA,
Nymyl Azizah A Symponi (Hagamyddia Haiyanaita)
Nurul Azizah A. Sunnari ( <i>Hasanuddin University</i> ) A. Musyarrafah Vetriyani ( <i>Hasanuddin University</i> )
Alimuddin (Hasanuddin University)
THE EFFECT OF PROFITABILITY, EXCHANGE RATE AND BONUS MECHANISM TOWARD CORPORATION DECISION IN TRANSFER PRICING40
Asnita (Hasanuddin University)
Nurul Huda Yus'an (Hasanuddin University)
Rizka Awalia Mustakim (Hasanuddin University)
Grace T. Pontoh (Hasanuddin University)
THE EFFECT OF ACCELERATED PRODUCT DEVELOPMENT ON MARKETING ROLE IN DELIVERING PRODUCT PERFORMANCE: ADVANCED STUDY ON LARGE-MEDIUM SIZE COMPANIES IN VARIOUS INDUSTRIES IN INDONESIA
Pepey Riawati Kurnia (PPM School of Management)
YOUNG MOBILE USERS' BEHAVIORAL RESPONSE TO IN-APP ADVERTISEMENT IN
VIETNAM
Pham Thi Anh Duong (Foreign Trade University)
Dao Trung Kien (Hanoi University of Science and Technology)
Pham Hoang Giang (Foreign Trade University)
RESEARCHING RESPONSIBILITIES OF CUSTOMERS WHEN THEY CHANGE INTO CONSUMING E5 GASOLINE IN THE WHOLE COUNTRY OF VIETNAM43
Pham Thi Thu Ha (Hanoi University of Science and Technology)
Phan Dieu Huong (Hanoi University of Science and Technology)
TRADE FACILITATION MATTER AND GROWTH OF MSMES' EXPORT: THE ASEAN CASE STUDY44
Pham Van Hong (Vietnam National University)
Tulus Tambunan & Fachru Nofrian (University of Trisakti)
INTERNAL AUDITORS' PERCEPTION OF IMPACT OF CONTROL COMPONENTS ON INTERNAL CONTROLS IN VIETNAMESE COMMERCIAL BANKS
Phan Trung Kien (National Economics University)
Pham Tien Hung (Academy of Finance)
AUDIT REPORT LAG OF LISTED COMPANIES: A CASE OF INDONESIAN BANKING INDUSTRY
Ratih Puspa (PPM School of Management)
Novy Silvia Dewi (PPM School of Management)

THE INFLUENCE OF LIQUIDITY, AGE OF LISTING, PROFITABILITY, AND COMPANY SIZE TO VOLUNTARY DISCLOSURE AND IMPLICATIONS ON ASYMMETRY INFORMATION47
Sufyan Amirullah (Hasanuddin University)
Muhammad Ridwan Tahir (Hasanuddin University)
Grace T. Pontoh (Hasanuddin University)
CORPORATE SOCIAL RESPONSIBILITY AND TAX AVOIDANCE IN VIETNAMESE LISTED CONSTRUCTION FIRMS
Thai Minh Hanh (Hanoi University of Science and Technology)
Dao Thanh Binh (Hanoi University of Science and Technology)
Nguyen Thuc Huong Giang (Hanoi University of Science and Technology)
DEVELOPING THE RESEARCH FRAMEWORK OF INFLUENCING FACTORS FOR SALES FORCE'S ORGANIZATIONAL COMMITMENT OF THE ENTERPRISES' LOGISTICS SECTOR IN VIETNAM
Thai Thu Thuy (Hanoi University of Science and Technology)
SUSTAINABLE HUMAN RESOURCE IN VIETNAM: NECESSITY AND RESEARCH PROPOSAL
Tran Huy Phuong (Vietnam National University)
THE USEFULNESS IN ACTUAL USAGE OF SOFTWARE AUDIT FEATURES51
Veren Angelia (PPM School of Management)
Novy Silvia Dewi (PPM School of Management)
TAKING ADVANTAGE OF THE YOUNG POPULATION STRUCTURE IN VIETNAM FOR ECONOMIC DEVELOPMENT
Vu Ngoc Xuan (National Economics University)
REVISITING CONSUMER STYLE INVENTORY: A STUDY OF CSI IN INDONESIAN MARKET CONTEXTS53
Naufal Sani (PPM School of Management) Widyarso Roswinanto (PPM School of Management)
FACTORS AFFECTING INTENTION TO REPURCHASE BITCOIN IN INDONESIA54
Garpepi Hanief Aotearoa (PPM School of Management)
Widyarso Roswinanto (PPM School of Management)
Aditya Hizkia Obinli Pratama (PPM School of Management)
THE ANTECEDENTS OF PURCHASE INTENTION OF ISLAMIC PRODUCTS IN INDONESIA: INVESTIGATIONS IN HALAL FOOD, COSMETICS, AND ISLAMIC BANKING INDUSTRIES55
Muhammad Putra Aryanditama (PPM School of Management) Widvarso Roswinanto (PPM School of Management)

"Innovation and Strategic Alliance for Sustainable Development" Hanoi, November 28<sup>th</sup> - 30<sup>th</sup>, 2018

### Revisiting Consumer Style Inventory: A Study of CSI in Indonesian Market Contexts

Naufal Sani, S.Psi, M.M. Widyarso Roswinanto, Ph.D.

PPM School of Management, Indonesia

### **Abstract**

Sproles and Kendall (1986) make a measurement tool for consumer style inventory (CSI) to see how consumers make purchasing decisions. However, there are three major criticisms of CSI's measuring instruments, first, the issue of reliability and validity since the measurements were established and tested in the U.S. market context. Further, the difference in consumer context needs to be anticipated, such as for consumers in Asia markets. Second, existing literature in CSI did not regard the difference in product context as relevant. Researches related to CSI were performed with disregarding effect of different product context and thus applying the measurements on a single product context. Third, extant literature in CSI had modest methodology in validating the CSI model or set of measurements. Based on these three criticisms, this study was conducted to see how CSI's reliability and validity are of three different product categories (FMCG, fashion, and electronics), and see what indicators are the most dominant in each of these categories. This study also added two new variables, utilitarian hedonistic product and variety seeking. The analysis that will be conducted to obtain these objectives are Alpha Coefficient analysis (reliability) and loading factor, criterion validity, which is predictive validity, and construct validity, namely convergent and discriminant validity, or modified MTMM (Multi Trait Multi Method), and descriptive analysis. 397 respondents were collected from this research. The results of this study found that there is one variable, impulsive, that must be eliminated. Utilitarian product must also be eliminated because it does not meet the validity requirement, while variety seeking can be included in CSI measurement. The dominant factor for Indonesian is high perfectionism, medium low brand consciousness, medium low variety seeking, medium high recreational, medium high price value, medium confused by over choice, medium high habitual, and medium novelty.

**Keywords**: Consumer decision making style (CDMS), consumer style inventory (CSI), validity, reliability, FMCG, fashion, electronics

### REVISITING CONSUMER STYLE INVENTORY: A STUDY OF CSI IN INDONESIAN MARKET CONTEXTS

Naufal Sani, S.Psi, M.M. Widyarso Roswinanto, Ph.D. PPM School of Management, Jakarta, Indonesia

### **Abstract**

Sproles and Kendall (1986) make a measurement tool for consumer style inventory (CSI) to see how consumers make purchasing decisions. However, there are three major criticisms of CSI's measuring instruments, first, the issue of reliability and validity since the measurements were established and tested in the U.S. market context. Further, the difference in consumer context needs to be anticipated, such as for consumers in Asia markets. Second, existing literature in CSI did not regard the difference in product context as relevant. Researches related to CSI were performed with disregarding effect of different product context and thus applying the measurements on a single product context. Third, extant literature in CSI had modest methodology in validating the CSI model or set of measurements. Based on these three criticisms, this study was conducted to see how CSI's reliability and validity are of three different product categories (FMCG, fashion, and electronics), and see what indicators are the most dominant in each of these categories. This study also added two new variables, utilitarian hedonistic product and variety seeking. The analysis that will be conducted to obtain these objectives are Alpha Coefficient analysis (reliability) and loading factor, criterion validity, which is predictive validity, and construct validity, namely convergent and discriminant validity, or modified MTMM (Multi Trait Multi Method), and descriptive analysis. 397 respondents were collected from this research. The results of this study found that there is one variable, impulsive, that must be eliminated. Utilitarian product must also be eliminated because it does not meet the validity requirement, while variety seeking can be included in CSI measurement. The dominant factor for Indonesian is high perfectionism, medium low brand consciousness, medium low variety seeking, medium high recreational, medium high price value, medium confused by over choice, medium high habitual, and medium novelty.

**Key words**: consumer decision making style (CDMS), consumer style inventory (CSI), validity, reliability, FMCG, fashion, electronics

### Introduction

Companies that apply market driven principles need to have advantages in three basic capabilities, understanding the market (market sensing), building relationships with customers (customer linking) and building relationships with distribution channels (channel bonding) (Day, 1994). The ability to understand the market requires strong knowledge about prospective buyers or consumers.

Sproles and Kendall (1986) state that every time consumer makes a purchase decision, the consumer will be influenced by a mental orientation in the consumer. This is referred to the styles of consumers in making decisions or consumer decision making styles (CDMS).

Sproles and Kendall (1986) define consumer decision making styles as "mentally oriented characterizing a consumer's approach to making choices". In other words, the style will affect every purchase decision, regardless of product or

time of purchase. Sproles and Kendall (1986) also make a measuring tool to measure the CDMS, namely the Consumer Style Inventory (CSI). There are eight indicators in the CSI measuring instrument, Perfectionism or high quality consciousness; (2) Brand consciousness; (3) Novelty consciousness; (4) Recreational, hedonistic shopping consciousness; (5) Price value for money shopping Impulsiveness; consciousness: (6)Confused by over choice; and (8) Habitual, brand loyal orientation toward consumption.

This measuring instrument has been used in various countries. South Africa (Saini, 2012), Brazil (Vieira Bello de Oliveir et al, 2015), UK (Bates, 1998), US (Tahmid Nayeem and Riza Casidi, 2013), South Korea (Hafstrom, 1992 ), Bosnia and Herzegovina (Anic, Rajh, and Bevanda, 2012), Macedonia (Anic, Suleska and Rajh, (Khare, 2010) India 2012), Greece (Tarnanidis et al, 2015), New Zealand (Dursavula, 1993), China (Fan and Xiao, 1998), Germany (Gianfranco et al, 2001), Iran (Azizi and Makkizadeh, 2012), to Indonesia (Alvi Yusnadi, 2013).

Three foremost criticism against early research in CSI have been insufficienly attended. First, the issue of reliability and validity since the measurements were established and tested in the U.S. market context. Further, the difference in consumer context needs to be anticipated, such as for consumers in Asia markets. Second, existing literature in CSI did not regard the difference in product context as relevant. Researches related to CSI were performed with disregarding effect of different product context and thus applying the measurements on a single product context. Third, extant literature in CSI had modest methodology in validating the CSI model or set of measurements.

The purpose of the current research is to resolve the two issues of the past

research in CSI. In this research, the CSI model was revisited by including two additional constructs (utilitarian product and variety seeking) into the measurement set of CSI in order to anticipate the uniqueness of Indonesian consumers. At the same time, performing CSI research in Indonesia contributes to the body of knowledge through validating the CSI measurements. The current research involves three product contexts that are analyzed both as a composite and separately. The three product contexts used in the current research are fast moving consumer goods, fashion and electronics.

### Theory

According to Sproles and Kendall (1986), consumer decision making styles (CDMS) can be divided into three broad categories. These categories are psychographic lifestyle approaches, consumer approaches typology consumer characteristics. Psychographic / lifestyle is an approach that sees that decision making is more influenced by personality and culture and the values held by consumers. Consumer typology is an approach that divides consumers in several common typologies based on certain personalities, such as economic shopper, problem solving shopper, and quality shopper. The third approach is consumer characteristics, which according to Tommy Juanda (2015) is very important in seeing how consumers make decisions. This is related to this approach which states that consumer decision making styles are the result of consideration of consumer affection and cognitive, where both of these things involve personality and characteristics as well as consumer experience in determining choices (Yenita, 2008).

Through those three approaches, Sproles and Kendall (1986) make CSI with eight indicators, (1) Perfectionism or high quality consciousness: consumers who want high quality products and everything goes perfectly according to what was previously expected; (2) Brand consciousness: consumers who feel a particular brand will determine quality; (3) Novelty consciousness: consumers who feel new things are fun; (4) Recreational, hedonistic shopping consciousness: consumers who feel that shopping is a fun activity; (5) Price value for money and shopping consciousness: Consumers who are very sensitive to prices; (6) Impulsiveness: consumers who always buy an item without planning; (7) Confused by over choice: consumers who feel confused every time they make a purchase; (8) Habitual, brand orientation toward consumption: consumers who are loyal to certain brands or products.

This study also added two new variables, variety seeking and utilitarian products. Variety seeking itself is not a new variable in the CSI measurement tool, where this variable has been added by Vieira Bello de Oliveir et al through research conducted in Brazil in 2014. According to Simonson (1990), variety seeking consumers are consumers who will buy various goods and brands at the same time together.

Meanwhile, utilitarian product consumers are the type of consumers who choose products based on their needs and uses (Khan et al., 2005). Often, this utilitarian term is paired with a hedonistic term, where hedonistic customers are consumers who choose products because of their desires and pleasures. There are fundamental differences in the hedonistic variables that have existed in the CSI Sproles and Kendall version and the version of this study. These differences can be explained by the explanation of Ahtola (1985) as feelings vs product term. In term feelings used by Sproles and Kendall (1986), shopping for consumers is a fun

activity, but not fun for utilitarian consumers. While on the term product, explained by Lu et al (2016) this term is seen as luxuries vs. functional. In other words, hedonistic consumers buy luxury products, while utilitarian consumers buy products based on their needs and uses of the product itself

The relationship between utilitarian term and the consumer's decision has been discovered by various researchers, such as Dhar and Wertenbroch (2000) and Khan, Wertenbroch, and Dhar (2004). These studies found that utilitarian products have an influence when consumers make a purchase transaction for a product. On the basis of the three things mentioned above, the utilitarian product becomes one of the variables that must be included in this CSI measurement tool.

### **Methods**

In this study there are two research designs, the first research design is exploratory which aims to obtain understanding of the consumer decision making style in Indonesia as a whole, considering the variable is still not common in Indonesian society. In addition, this research also wants to see what variables are right for the Indonesian people so that exploration is needed for existing variables. The second is descriptive which aims to identify and describe the style of consumer behavior in the consumer decision making process, both in whole and in the category of FMCG, fashion, and electronics products. Respondents

This research uses nonprobability sampling method. The sampling technique used in this study is judgment sampling. Judgment sampling is the technique of taking samples from a population based on certain criteria that have been determined by the researcher (Maholtra, 2010). The criteria that have been determined are women or men who are domiciled in Jabodetabek. *Instrument* 

This study uses CSI through an online survey. CSI consists of 68 statement items that must be answered by the respondent and divided into several sections. For the first section, several questions are given to become a qualifier for the correspondent to determine which product categories will be given to the correspondent. The second section is all statements that must be answered by correspondents, which consist of CSI questionnaires, and several other indicators to test the validity of this CSI measuring instrument. Meanwhile, the third section is respondent's data. All the main questions were five-point Likert-type scale, whereby 1 indicated "Strongly Disagree", 2 indicated "Disagree", 3 indicated "Neutral", 4 indicated "Agree", 5 indicated "Strongly Agree".

CSI was first adapted into Indonesia and back translated into English by the lecturer as a professional judgment so that the adaptation results are in accordance with the CSI items made by Sproles and Kendall (1986). In addition, the novelty fashion awareness variable is also adapted to other categories, considering that the indicator only includes statements that fit the fashion category only.

Sproles and Kendall (1986) and Dursavula, Lyonski and Andrews (1993) have provided clues on how to find the dominant value of this CSI measuring instrument. To be able to find the dominant value, the questionnaire that has been filled in by the participant must be analyzed first.

Each of the 3 items from each participant with the best factorial value of each component or variable is then summed and grouped according to each category. The categories set by Sproles and Kendall (1986) and Dursavula, Lyonski and Andrews (1993) are as follows:

Table 1 CSI Assessment Category

Low	Medium	High
3-6	7-11	12-15

Data analysis and approach

There are three analysis used in this study in order to obtain research objectives. The first analysis is reliability. To test the reliability, this research uses Cronbach's alpha. According to Cohen and Swerdlik (2010) explained that the alpha coefficient of 0.65-0.70s is an adequate reliability coefficient even if only within the minimum acceptable limits. The next analysis is validity. Validity analysis was carried out using loading factor and Kaiser Meyer-Olkin Measure of Sampling Adequacy (KMO MSA) and Bartlett's Test of Sphericity. In addition, this study also uses validity, namely convergent construct discriminant validity based on loading factor and using modified MTMM (Multi Trait Multi Method) developed by William M.K. Trochim (2008). The next validity test is criterion validity. The criteria chosen are choice effort (Dickerson & James, 1983; Cooper-Martin, 1994; Burnham et al., 2003; Noble et al., 2006; Heitman, 2007), check prices (Eastlick, 1989; Noble et al., 2006), and search for unique product (Eastlick, 1989; Noble et al., 2006). The research framework for criterion validity can be seen below from the figure 1

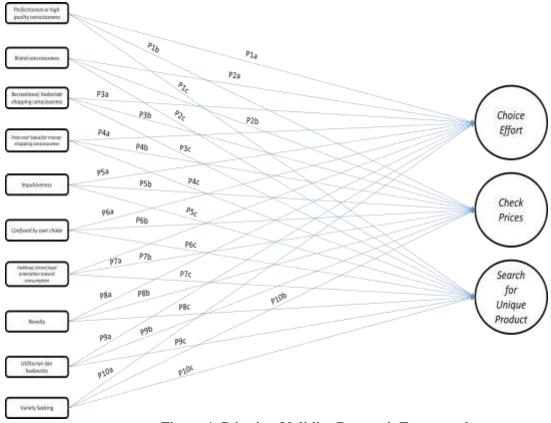


Figure 1 Criterion Validity Research Framework

As can be seen in Figure 1, ten indicators from CSI will be tested with all three criterion validity indicators. These three indicators will be tested statistically using regression analysis. Each relationship will be illustrated through a P value consisting of 30 relationships that represent each indicator in the CSI measuring instrument with three criterion validity indicators. Both construct validity and criterion validity will be carried out in 4 analysis, where the first analysis will be analyzed on the total value of the sample, the second to four analysis will be carried out on each product category, namely FMCG, fashion, and electronic goods.

The third analysis is univariate or descriptive analysis. Univariate analysis used to obtain descriptive information from survey respondents. This analysis will generate statistics from respondents descriptively, such as frequency, average, or

standard deviation. This is intended to get a big picture of the respondents who have participated in this research.

### **Results**

Respondents Profile

There are 401 respondents collected. But, after going through the evaluation phase of data completeness, only 397 will be continued in the analysis phase. Overall, male respondents are more than female respondents. There 248 are male respondents or 62.5% and just 149 respondents or 37.5% are female. It is also seen in both product categories, namely FMCG and fashion, where male respondents are also more than female respondents. However, there is a different in category of electronic products, which male and female respondents can be said to be equal (52% women and 48% men).

Overall, majority of the respondents (41.8%) are in the range of more than 40

years old. It is also seen in all category product, while 26-30 are the second most range in this research. All age ranges are well distributed with an average value of more than 30.

Based on expenses, there is no striking difference between > 11.000.000 IDR, < 3.000.000 IDR, 3.000.000 IDR, 5.000.000 IDR, and 5.000.001 IDR - 7.000.000 IDR category. But there is a big different when we speak about fashion category, which can be seen > 11.000.000 IDR are the most range in that fashion

category. Majority of the respondent are from Javanese (43.3%) dan Half Arabic (23.7%).

Factor Analysis

To perform factor analysis, this research uses loading factor analysis. From loading factor analysis, we can conclude that there are two variables that must be eliminated must be eliminated (impulsive and utilitarian product). Apart from these two variables, all variables meet the requirements for loading factor analysis.

The results of loading factor analysis can be seen from the table below:

Table 2 Factor Analysis

	Component							
	1	2	3	4	5	6	7	8
Per4	.828							
Per1	.818							
Per2	.811							
Per3	.765							
Per8	.686							
Per5	.636							
Nov2		.787						
Nov3		.781						
Nov1		.732						
Nov5		.684						
Nov4		.611						
Conf4			.877					
Conf3			.865					
Conf1			.759					
Conf2			.716					
BraCon5				.759				
BraCon4				.735				
BraCon6				.699				
BraCon3				.664				
BraCon1				.649				
Recre3					.772			
Recre1					.759			
Recre4					.750			
Recre2					.700			
Hab1						.813		
Hab2						.776		
Hab3						.679		
Hab4						.611		
Var4							.793	

Var6				.745	
Var3				.678	
Price2					.777
Price3					.760
Price4					.630

In addition, there is Kaiser-Meyer-Olkin Measure of Sampling Adequacy, Bartlett's Test of Sphericity, and Total Variance Explained values analysis, with each value must be greater than 0.700; smaller than 0.050; and greater than 60%. All items on the CSI measuring instrument meet the requirements from that analysis. *Construct Validity* 

Based on loading factor on table 2, construct validity analysis is executed. The convergent and discriminant items can be found from the loading factor analysis. Construct validity executed with MTMM analysis. All convergent items are entirely below 0.000 or in other words the item is related to each other. It is also seen in all category product. From that analysis it can be concluded that this CSI revisited is valid (based on construct validity).

Criterion Validity

As previously explained, that there are three variables that used as criterion validity, choice effort, check prices, and search for unique product. The results of this analysis are all the variables of CSI revisited significantly related with one or all three criteria (Table 3). All of that relationships can conclude that items or variables are valid based on that criterion.

However, different results are shown from the criterion validity analysis for each product category (Table 4). As in electronics product, there is no significant perfectionism, brand consciousness, and habitual, brand loyalty variable with those three criterions. While in the FMCG product category, there is no significant relationship between brand consciousness and habitual. brand with those criterions. loyal

Table 3 Criterion Validity CSI

	Choice Effort   Check Prices		Search for Unique Product		
	Sig	Sig	Sig		
Perfectionism	0.000*	0.001*	0.217		
Brand Consciousness	0.051	0.468	0.041*		
Recreational Hedonistic	0.000*	0.000*	0.000*		
Price Value	0.000*	0.000*	0.154		
Confused by Over Choice	0.167	0.001*	0.052		
Habitual, Brand Loyal	0.784	0.850	0.001*		
Variety Seeking	0.000*	0.465	0.000*		
Novelty	0.001*	0.000*	0.000*		

\*significant

Table 4 Criterion Validity CSI Product Category

Choice Effort	Check Prices	Search for Unique

				Product
		Sig	Sig	Sig
	Perfectionism	0.309	0.130	0.147
	Brand Consciousness	0.898	0.759	0.417
	Recreational Hedonistic	0.029*	0.001*	0.003*
Elektronik	Price Value	0.000*	0.000*	0.679
Liekti oliik	Confused by Over Choice	0.502	0.442	0.002*
	Habitual, Brand Loyal	0.087	0.497	0.956
	Variety Seeking	0.136	0.202	0.000*
	Novelty	0.869	0.016*	0.000*
	Perfectionism	0.005*	0.291	0.013*
	Brand Consciousness	0.094	0.381	0.000*
	Recreational Hedonistic	0.026*	0.163	0.092
Fashion	Price Value	0.000*	0.000*	0.256
rasmon	Confused by Over Choice	0.938	0.024*	0.543
	Habitual, Brand Loyal	0.033*	0.481	0.000*
	Variety Seeking	0.002*	0.443	0.000*
	Novelty	0.127	0.046*	0.000*
	Perfectionism	0.008*	0.003*	0.403
	Brand Consciousness	0.240	0.358	0.465
	Recreational Hedonistic	0.000*	0.112	0.028*
	Price Value	0.000*	0.000*	0.365
<b>FMCG</b>	Confused by Over Choice	0.003*	0.004*	0.392
	Habitual, Brand Loyal	0.932	0.078	0.054
	Variety Seeking	0.044*	0.155	0.000*
	Novelty	0.001*	0.065	0.000*

\*significant

### Reliability

The Cronbach's Alpha of all variables were higher than 0.65 which indicated good reliability according to Cohen and Swerdlik (2010). It can be seen from the table 5

Table 5 Reliability

Variabel		Cronbach's Alpha if Item Deleted	
Perfectionism		.854	
	Per1	.817	
	Per2	.825	
	Per3	.822	
	Per4	.807	
	Per5	.860	
	Per8	.847	
Bran	.785		

	ı
BraCon1	.747
BraCon3	.767
BraCon4	.730
BraCon5	.732
BraCon6	.748
Recreational Hedonistic	.796
Recre1	.699
Recre2	.849
Recre3	.686
Recre4	.723
Price Value	.657
Price2	.605
Price3	.481
Price4	.602
Confused by Over Choice	.837
Conf1	.826
Conf2	.832
Conf3	.759
Conf4	.749
	.749 . <b>728</b>
Conf4  Habitual, Brand Loyal  Hab1	.728
Habitual, Brand Loyal	<b>.728</b> .589
Habitual, Brand Loyal Hab1	.728
Habitual, Brand Loyal  Hab1  Hab2  Hab3	. <b>728</b> .589 .603 .697
Habitual, Brand Loyal  Hab1  Hab2	. <b>728</b> .589 .603
Habitual, Brand Loyal  Hab1  Hab2  Hab3	. <b>728</b> .589 .603 .697
Habitual, Brand Loyal  Hab1  Hab2  Hab3  Hab4	.728 .589 .603 .697 .754
Habitual, Brand Loyal  Hab1  Hab2  Hab3  Hab4  Variety Seeking	.728 .589 .603 .697 .754
Habitual, Brand Loyal  Hab1  Hab2  Hab3  Hab4  Variety Seeking  Var3	.728 .589 .603 .697 .754 .700 .740
Habitual, Brand Loyal  Hab1  Hab2  Hab3  Hab4  Variety Seeking  Var3  Var4  Var6	.728 .589 .603 .697 .754 .700 .740 .499
Habitual, Brand Loyal  Hab1  Hab2  Hab3  Hab4  Variety Seeking  Var3  Var4	.728 .589 .603 .697 .754 .700 .740 .499 .565
Habitual, Brand Loyal  Hab1  Hab2  Hab3  Hab4  Variety Seeking  Var3  Var4  Var6	.728 .589 .603 .697 .754 .700 .740 .499 .565 .816 .770
Habitual, Brand Loyal  Hab1  Hab2  Hab3  Hab4  Variety Seeking  Var3  Var4  Var6  Novelty  Nov1	.728 .589 .603 .697 .754 .700 .740 .499 .565 .816 .770 .774
Habitual, Brand Loyal  Hab1  Hab2  Hab3  Hab4  Variety Seeking  Var3  Var4  Var6  Novelty  Nov1  Nov2	.728 .589 .603 .697 .754 .700 .740 .499 .565 .816 .770 .774 .761
Habitual, Brand Loyal  Hab1  Hab2  Hab3  Hab4  Variety Seeking  Var3  Var4  Var6  Novelty  Nov1  Nov2  Nov3	.728 .589 .603 .697 .754 .700 .740 .499 .565 .816 .770 .774

### CSI Descriptive Analysis

As previously explained, that there are three categories in explaining CSI, low, medium, high. Based on these categories, it

will be found how the characteristics of Indonesian.

Table 6 shows that Indonesian has characteristics high perfectionism, medium low brand consciousness, medium low

variety seeking, medium high recreational, medium high price value, medium confused by over choice, medium high habitual, and medium novelty.

High perfectionism means that the Indonesian people are very concerned with the quality of goods while medium low brand consciousness means Indonesian people are not tied to a brand and medium low variety seeking may imply that the Indonesian people are not looking for diversity or variety.

In addition to the three characteristics above, there are other characteristics that have meaning in assessing consumers in Indonesia. The first

characteristic is a medium high recreational. These characteristics means that the Indonesian people love shopping activities. The next characteristic is high price value, which means that Indonesian is a price sensitive customer. However, sometimes Indonesian people are confused when given product choices, which can be seen from the characteristics medium confused by over choice. According to medium high habitual characteristic, Indonesians also tend to be loyal to products or brands. Last but not least, Indonesian people are not trying to find new items or can be said not always up to date with the items they want to buy.

Table 6 CSI

	Low	Medium	High
Perfectionism	2	96	299
Brand Consciousness	86	276	35
Recreational	72	216	109
Price Value	4	162	231
Confused by Over	89	210	98
Habitual	23	203	171
Variety Seeking	126	248	23
Novelty	86	236	75

Table 7 CSI Product Category

	Tuest , exiliamet emegaly								
	Elektronik		Fashion		FMCG				
	Low	Medium	High	Low	Medium	High	Low	Medium	High
Perfectionism	0	26	101	1	39	111	1	31	85
Brand Consciousness	26	84	17	34	107	10	25	84	8
Recreational	13	78	36	40	74	37	19	62	36
Price Value	1	54	72	3	56	92	0	52	65
Confused by Over	33	65	29	27	84	40	28	60	29
Habitual	10	67	50	8	87	56	5	48	64
Variety Seeking	38	79	10	46	100	5	42	67	8
Novelty	22	76	29	30	89	32	34	69	14

From Table 7 above shows a comparison CSI on FMCG, fashion and electronics product categories. One of the differences is seen is the brand consciousness, where electronic categories

are seen in the medium group, while other categories are in the medium low group. This means that consumers who buy electronic products are more aware of certain brands or products. In the fashion

category also seen differences in recreational variables that are in the medium while other product categories are medium high. This can be mean consumers who buy fashion products are less like shopping activities compared to other product category consumers. Another difference is seen in confused by over choice variables, where in the fashion category, consumers can feel more confused when given a choice

This study also conducts additional analysis to see the relationship between CSI and other variables, such as the selection of product categories and consumer identity.

It was found that the selection of certain product categories affected recreational variables, which is seen in the analysis of the mean that in the category of fashion products have a lower mean value compared to other product categories. Significant mean differences between product categories were not found in other variables so that it accommodates the finding that there is no relationship between category selection and other CSI variables.

In addition, this study also looked at how the influence between consumers' personal characteristics, such as age, gender and income, with CSI variables. The results this analysis indicate that characteristics have a relationship with recreational, habitual, and novelty variables. It appears that increasing age precisely reduces the mean so that it can be said that the older the age of participants, the less they perceive fun shopping activities. The other variables also have a mean level that varies between ages with each other.

In addition, a relationship between gender and perfectionism, recreational, and confused by over choice was also found. Through the analysis of the mean, it can be seen that men are more concerned with quality than women. While women consider shopping as a fun activity compared to men. And female consumers also feel more than other product categories. The difference is also seen in the novelty variable which shows that FMCG consumers are not looking for new products, while other products category is still looking for new products to buy.

Analysis of relationships with additional variables

confused when given product choices than male consumers.

The characteristic is next expenditure, which it looks to have a relationship with several variables, including perfectionism, brand consciousness, and habitual. It can be seen that in the perfectionism variable, the higher participant's expenditure, the higher the value of perfectionism or it can be said that the higher the consumer's expenditure, the higher the consumer's desire to look for quality goods. This is also seen from the brand consciousness variable. It was found that the lower consumer's expenditure, the lower the level of consumer conscious for a brand. Another thing is also found in habitual, brand loyalty variables, the smaller the consumer expenditure, the lower the consumer level of loyalty. Other characteristics, the tribe, also has significant relationship to the variable perfectionism, price value, confused by over choice, habitual, and variety seeking. This shows that the tribe influences those variables.

### **Discussion**

As can be seen from the criterion validity analysis in the group category, there are several variables that are not related to the criteria variable. These variables include perfectionism, brand consciousness, and habitual, brand loyalty in the electronic category While in the FMCG product category, there is no significant relationship between brand consciousness and habitual.

loyal brand with those criterions. However, this does not necessarily mean that the item or variable is invalid, but it requires other criteria that can validate the variable other than the specified criteria. In addition, this means that the categories of products have no influence, both high and low, against the three established criteria.

In addition, there are interesting findings in CSI Indonesia, where the opposite variables, perfectionism and price value are seen, both have high values. This indicates that Indonesians have a tendency to look for item with high quality but at the same time want affordable prices. This also shows that these two variables are not bipolar variables, but independent variables.

The results of this study also show that there are several differences between CSI as a whole rather than product categories. This breaks the claim of Sproles and Kendall (1986) which states that CSI is not related to the product which research conducted by Saini (2012) in South Africa and Cheng Lu (2004) in China also found the same thing with this research.

### **Implications**

### Theoretical Implications

Various research in various countries show that CSI must be revised, in accordance with the country where the research was conducted. This research also shows the same thing, where it is proven that one of the CSI variables is invalid, impulsive, even since the first validity analysis is done, namely construct validity, through factor analysis. These variables, together with utilitarian variables, spread to various other components so they must be eliminated for the continuation of the study

This study also added various validity techniques that were not carried out by other researchers in various countries to further validate this measuring instrument. Through construct validity, this measuring instrument is statistically tested to be used

well in Indonesia where each item that is in one component or variable (convergent) has a better relationship (> 0.3) than a different item component or discriminant variable. This also shows that the item has good internal consistency, which of course means that this CSI has good reliability. In terms of reliability, an analysis was also carried out to see the value of Cronbach's Alpha, where according to Cohen and Swerdlik (2010), good reliability values for social research were above 0.65. The variables in this study have the value of Cronbach's Alpha> 0.65.

In addition to construct validity, through factor analysis and internal correlation, this study also uses the criterion validity technique, which there are three variables that are considered able to predict the variables contained in this CSI measurement tool. These variables are choice effort, check prices, and search for unique products. Each CSI variable has a different correlation with the criteria variable. In addition, there are also different results when linked with product categories, which for the electronic product category there are three CSI revision variables that are not significant with the three criteria variables, perfectionism, brand consciousness, and habitual. Whereas in the FMCG product category, there are two CSI revision variables that are not significant with criteria variables, perfectionism and habitual, loyal brand.

This study found several relationships between several interesting variables. Like the finding that there is a relationship between the selection of product and recreational hedonistic categories variables. Furthermore, it was also found that there was a relationship between participant characteristics, such as gender, which relates to each CSI revision variable, including age having a relationship with recreational variables (0.028), habitual (0.000) and novelty (0.000). Meanwhile,

gender characteristics indicate a relationship with perfectionism (0.035), recreational (0.000), and confused by over choice (0.017).The next characteristic expenditure, where it looks to have a relationship with several variables, including perfectionism (0.000), brand consciousness (0.003), and habitual (0.005). The last characteristic that is analyzed is the characteristics of the tribe, where it looks to have a relationship with the variable perfectionism (0.009), price value (0.000), confused by over choice (0.001), habitual (0.019), and variety seeking (0.008).

Managerial Implication

This research will be useful for other researchers who need information about purchasing decisions of Indonesian people. It is caused by this research used various validation techniques, which were not used by another research, to validate the CSI measuring instrument that had existed since 1986, the year in which Sproles and Kendall first made CSI. Other research can use this measuring tool without going through the test of validity and reliability so that it can shorten the time while enriching the research topic to get more in-depth results regarding purchasing decisions.

Apart from further research, this research will also be useful for companies in Indonesia, especially, but not limited, for companies engaged in the production of FMCG, fashion and electronic products. The company can see the results of this research and make the results of the research as the basis for making products and how to market products that are made in order to succeed in their respective markets. As explained in the background section, where the process of community desire recognition becomes very important for the company and this research can be one of the information that can provide this. In other words, companies in Indonesia can see products created by linking themselves to the orientation or basis of purchases in Indonesia, high perfectionism, medium low brand consciousness, medium low variety seeking, medium high recreational, medium high price value, medium confused by over choice, medium high habitual, and medium novelty.

Regarding the findings of this study, marketers must see that there is a tendency for people to choose high-quality products that are still affordable. This can be accommodated by marketers to do various things, such as cutting prices. Marketers must also see that shopping for consumers is a fun activity so that marketers must be able to provide more value that can maintain or add value to the pleasure of shopping activities.. It is very clear that Indonesian people tend to be loyal and do not like to look for variations in other products, so that this can be utilized with the provision of loyalty cards, or other activities that can cause consumers to increase loyalty to the products.

However, if we look at the product category, there are some differences, such as in the category of fashion products that have medium high tendencies on the confused by over choice variable. This means Indonesian consumers tend to have confusion when given a choice of fashion products to be purchased. Marketers must be able to provide value or info about benefits so that consumers can choose the desired product. While for the category of electronic products, there are differences in hedonistic recreational variables. which accommodated by marketers by providing recreation or incentives to consumers to make shopping activities more enjoyable. In addition, in the category of FMCG products, there are findings that consumers tend to be more loyal than other categories. This finding is not only seen in habitual variables, but also in variety seeking and novelty variables. This means that consumers do not have the tendency to try new FMCG products so that marketers must be able to associate the new items with goods that have been favored by consumers so that new items can be accepted by consumers.

The findings above can also be related findings regarding to characteristics of research participants. When going to market a product that is related to a certain age, marketers can see that the more a person ages, the lower the mean for consumers to feel shopping is a fun activity. In addition, with regard to the age of consumers, the more the age of consumers is also the smaller the desire of consumers to look for product variety so that for those ages, marketers should associate new products with existing products. Other characteristics are gender, where there are several findings that marketers can use. Products intended for men must be able to provide high-quality images while products that target women must be able to provide a pleasant feeling when buying activities are carried out.

### Limitations

The research limitations are the followings:

- 1. The product categories studied are only limited to three product categories
- 2. This research was conducted only limited to participants who live in Jabodetabek.

- 3. Variables used as criterion validity are limited to three variables.
- 4. This research is correlational so it does not provide knowledge of which variables influence each other as in causal research.

### **Future Research**

To enrich the literature of consumer decision making style and CSI, specifically in Indonesia, there are few things to consider for

future research, namely:

- 1. Add other product categories, especially high involvement products.
- 2. A clustering system is needed so that balance between the characteristics of participants can be implemented.
- 3. This research must be carried out in various regions in Indonesia
- 4. Research must be carried out without looking at the product category.
- 5. There are several other variables that can be added to CSI's measurement tools, such as information utilization (Alvi Yusnadi, 2003), Bargain Seeking (Srivastava, 2013).
- 6. The search for validity conclusions can be done with various techniques and media, such as SEM
- 7. Causal research is carried out in order to find variables that influence and are affected

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