# THE EFFECT OF SOCIAL MEDIA MARKETING ACTIVITIES AND BRAND IMAGE TOWARDS PRICE PREMIUM IN THE HIGH-END RESTAURANT



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# THE EFFECT OF SOCIAL MEDIA MARKETING ACTIVITIES AND BRAND IMAGE TOWARDS PRICE PREMIUM IN THE HIGH-END RESTAURANT

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#### **APPROVAL PAGE**

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Surabaya, December 2020

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#### **FOREWORDS**

First and foremost, we would like to thank Almighty God for only by His blessings and gifts this undergraduate thesis is completed. The current undergraduate thesis which titled "The Effect of Social Media Marketing Activities Towards Price Premium in High-End Restaurant" is written to comply with the completion requirements of Bachelor's Degree in the International Business Management (IBM) Program of Business Faculty, Widya Mandala Catholic University Surabaya.

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We deeply hope this undergraduate thesis will benefit the management discipline, especially for those who work in the Food & Beverage industry and for other IBM Program Students who will conduct further researches. In the case of further improvements, the author will openly accept any suggestions and inputs from all parties.

Surabaya, December 2020 Author,

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### TABLE OF CONTENTS

COVE	R PAGE		
APPRO	OVAL PAGE	i	
VALID	ATION PAGE	ii	
	ENTICITY STATEMENT OF SCIENTIFIC PAPER AND PUBLIC OVAL OF SCIENTIFIC PAPER		
FOREWORDS			
TABLE	OF CONTENTS	vi	
ABSTR	AK	xi	
ABSTR	ACT	xii	
CHAPT	TER 1	1	
1.1.	Research Background	1	
1.2.	Research Questions	θ	
1.3.	Research Objectives	7	
1.4.	Research Significance		
1.5.	Writing Systematics	8	
CHAPT	TER 2	9	
2.1.	Theoretical Basis	9	
2.2.	Previous Researches	16	
2.3.	Relationship Between Variables	18	
2.4.	Research Framework	21	
CHAPT	TER 3	23	
3.1.	Research Design	23	
3.2. Meas	Variable Identification, Operational Definitions, and Variable urement	23	
3.3.	Type & Data Source		
3.4.	Tools & Methods of Data Collection		
3.5.	Population, Sample, and Sampling Techniques	27	
3.6.	Data Analysis Technique	28	

CHAPT	ER 4	33	
4.1.	Data Analysis Procedures	33	
4.2.	General Data Description	34	
4.3.	Data Analysis Results	37	
4.4.	Discussion	53	
CHAPTER 5			
5.1.	Conclusion	61	
5.2.	Limitation	62	
5.3.	Suggestions	63	
REFERENCES			

**APPENDIX** 

### LIST OF TABLES

Table 2.1 Summary of Previous Researches	13
Table 3.1 Rule of Thumb in Outer Model Measurement	27
Table 3.2 Rule of Thumb in Inner Model Measurement	27
Table 4.1 Data Entries Availability for Analysis	27
Table 4.2 Age Characteristic of Respondents	28
Table 4.3 Numbers of Social Media Accounts Owned	28
Table 4.4 Social Media Ownership Age	28
Table 4.5 Social Media Accounts Owned	29
Table 4.6 Respondents Residence	29
Table 4.7 Social Media Visited	30
Table 4.8 Average Interval Score of Research Variables	
Table 4.9 Interval Analysis Value for SMMA	32
Table 4.10 Interval Analysis Value for BI	32
Table 4.11 Interval Analysis Value for PRE	33
Table 4.12 Outer Loadings	34
Table 4.13 Average Variance Extracted (AVE)	35
Table 4.14 Discriminant Validity – Cross Loadings	36
Table 4.15 Square-roots AVE	37
Table 4.16 Cronbach's Alpha & Composite Reliability	37
Table 4.17 R-Square (R2) Value	37
Table 4.18 F-square (F2) Value	37
Table 4.19 Predictive Relevance (Q2) Value	37
Table 4.20 Path Coefficients	
Table 4.21 Indirect Effects	37
Table 4.22 Hypothesis Testing Results	37

### LIST OF FIGURES

Figure 1.1 Leading Benefits of Social Media Marketing	2
Figure 1.2 Domicile's Kitchen Price List (2019)	
Figure 1.3 Social Media (Instagram) account comparison	
Figure 2.1 Interpersonal Relationship Marketing Model	17
Figure 2.2 Research Framework	
Figure 4.1 SmartPLS 3.0 Model Calculation Output	
Figure 4.2 Indonesian Household Income Cluster 1	

#### LIST OF APPENDICES

Appendix 1: Questionnaire

Appendix 2: Data entries available for analysis

Appendix 3: Age Characteristics of Respondents

Appendix 3a: Number of social media accounts owned

Appendix 3b: Social Media Ownership Age

Appendix 3c: Social Media Accounts Owned

Appendix 4: Respondents area of residence

Appendix 5: Social media visited

Appendix 6a: Class Intervals

Appendix 6b: Class Interval Analysis Value for Social Media Marketing

Activities (SMMA)

Appendix 6c: Class Interval Analysis for Brand Image (BI)

Appendix 6d: Class Interval Analysis for Price Premium (PRE)

Appendix 7: Research Framework

Appendix 8: Outer Loadings for each Variables

Appendix 9: Average Variance Extracted (AVE) for each Variables

Appendix 10: Cross-loading for each variable

Appendix 11: Square root AVE for each variable

Appendix 12: Cronbach's Alpha & Composite Reliability for each variable

Appendix 13: R-Square (R<sup>2</sup>) Value

Appendix 14: F-square (F<sup>2</sup>) Value

Appendix 15: Predictive Relevance (Q<sup>2</sup>) Value

Appendix 16: Path Coefficient

Appendix 17: Indirect Effects

Appendix 18: Hypothesis testing

THE EFFECT OF SOCIAL MEDIA MARKETING ACTIVITIES AND BRAND IMAGE TOWARDS PRICE PREMIUM IN THE HIGH-END RESTAURANT

**ABSTRAK** 

Social Media Marketing Activities (SMMA) telah menjadi salah satu metode pemasaran

paling populer. Penelitian ini bertujuan untuk mengevaluasi dan menganalisis Social Media

Marketing Activities (SMMA) Domicile's Kitchen & Lounge terhadap kesediaan pelanggan

dalam membayar harga premium (Price Premium). Populasi dari penelitian ini adalah

penduduk yang berdomisili di Surabaya dan Surabaya dan telah mengakses atau membuka

akun media sosial resmi Domicile's Kitchen & Lounge. Sampel yang dianalisis sebanyak

197 responden yang berusia diatas 17 tahun dan sudah memiliki akun media sosial

setidaknya selama 6 bulan. Metode pengumpulan data yang digunakan dalam penelitian ini

adalah dengan melalui angket elektronik (Google Form). Selanjutnya data dianalisa

menggunakan metode Structural Equation Modelling (SEM) dibantu dengan SmartPLS 3.0

dalam kalkulasi pengujian hipotesa. Hasil penelitian menunjukkan bahwa SMMA secara

signifikan berhubungan secara signifikan dengan Brand Image dan Price Premium. Akan

tetapi, Brand Image ternyata tidak memediasi hubungan antara SMMA dan Price Premium.

Kata kunci: Price Premium, Brand Image, Social Media Marketing Activities.

xii

THE EFFECT OF SOCIAL MEDIA MARKETING ACTIVITIES AND BRAND

IMAGE TOWARDS PRICE PREMIUM IN THE HIGH-END RESTAURANT

**ABSTRACT** 

Social Media Marketing Activities (SMMA) have become one of the most popular

marketing methods recently. This study aims to evaluate and analyze Social Media

Marketing Activities (SMMA) of Domicile's Kitchen & Lounge towards its customer

willingness to pay premium price (Price Premium) in Surabaya. This study's population is

all person who lived in Surabaya and have previously accessed or opened Domicile's

Kitchen & Lounge official social media account. The sample analyzed was 197 respondents

who were over 17 years old and had a social media account for at least 6 months. This

study collects data using an electronic survey platform (Google Form). Then, data is

analyzed using Structural Equation Modelling (SEM) which assisted by SmartPLS 3.0 for

hypothesis testing calculation. This study found that SMMA is significantly affects Brand

Image and Price Premium. However, Brand Image does not mediate the relationship

between SMM and Price Premium.

**Keywords:** Price Premium, Brand Image, Social Media Marketing Activities.

xiii