THE EFFECT OF SOCIAL NETWORK MARKETING TOWARDS CONSUMER PURCHASE INTENTION THROUGH CONSUMER ENGAGEMENT ON EVERWHITE'S LINE OFFICIAL ACCOUNTS IN SURABAYA



By MONICA TANIA PUTRI 3303016011

INTERNATIONAL BUSINESS MANAGEMENT STUDY PROGRAM
FACULTY OF BUSINESS
WIDYA MANDALA SURABAYA CATHOLIC UNIVERSITY
SURABAYA
2020

THE EFFECT OF SOCIAL NETWORK MARKETING TOWARDS CONSUMER PURCHASE INTENTION THROUGH CONSUMER ENGAGEMENT ON EVERWHITE'S LINE OFFICIAL ACCOUNTS IN SURABAYA

UNDERGRADUATE THESIS Submitted to FACULTY OF BUSINESS WIDYA MANDALA CATHOLIC UNIVERSITY SURABAYA To Meet the Requirements for the Management Bachelor Degree International Business Management Program

BY: MONICA TANIA PUTRI 3303016011

INTERNATIONAL BUSINESS MANAGEMENT STUDY PROGRAM FACULTY OF BUSINESS
WIDYA MANDALA SURABAYA CATHOLIC UNIVERSITY
SURABAYA
2020

APPROVAL PAGE

THESIS

THE EFFECT OF SOCIAL NETWORK MARKETING TOWARDS CONSUMER PURCHASE INTENTION THROUGH CONSUMER ENGAGEMENT ON EVERWHITE'S LINE OFFICIAL ACCOUNTS IN SURABAYA

BY: MONICA TANIA PUTRI 3303016011

Approved and Accepted to be Submitted to the Panel Team

Advisor I,

Advisor II,

Dr. Christina Esti Susanti, MM, CPMAP

NIDN. 0722076501

Date: 2 December 2020

Deatri Arumsari Agung, SE., M. Sc

NIDN. 0714128703

Date: 2 December 2020

AUTHENTICITY STATEMENT OF SCIENTIFIC PAPER AND PUBLICATION APPROVAL OF SCIENTIFIC PAPER

For the purpose of scientific development, as a student of Widya Mandala Catholic University Surabaya:

I, the undersign below:

Name: Monica Tania Putri

NRP: 3303016011

Tittle: The Effect of Social Network Marketing towards Consumer Purchase

Intention through Consumer Engagement on Everwhite's LINE

Official Accounts in Surabaya

Stating that this thesis is the ORIGINAL work of my writing. If it is proved that this paper is a plagiarism, I am ready to receive any sanctions from the Business Faculty of Widya Mandala Catholic University Surabaya. I also approve that this paper to be published/shown in the internet or other media (digital library of Widya Mandala Catholic University Surabaya) for academic importance to the extent of copyright law.

Thereby the authenticity statement and the publication approval that I made sincerely.

Surabaya, 2020

Stated by

(Monica Tania Putri)

VALIDATION PAGE

Thesis written by Monica Tania Putri NRP 3303016011

has been examined on 21 December 2020 and declared to have passed by the Panel of Examiners.

Head of Examiners,

Dr. Dra. Ec. Lydia Ari Widyarini, MM

NIDN. 0727036701

Confirmed by:

Dean of Business Faculty,

Digitally

Head of Department,

A.

Digitally signed by Robertus Sigit H.L. SE., M.Sc DN: C=ID, OU=Management Department, O=Widya Mandala Catholic University Surabaya, CN="Robertus Sigit H.L. SE., M.Sc", E=hod-manage@ukwms.ac

Reason: I am approving this document Location: Surabaya Date: 2021-01-26 11:01:33

Robertus Sigit H.L., S.E., M.Sc.

NIDN.0703087902

Dr. Lodovicus Lasdi, MM., Ak., CA., CPA.

NIDN. 0713097203

FOREWORD

Praise God for all of His blessings, love, and guidance during the final assignment of this thesis. The final assignment of this thesis is written as one of the requirements in obtaining a Bachelor of Management degree from the Business Faculty of Widya Mandala Catholic University, Surabaya.

The preparation of the final report will not proceed well without the help, direction and support of various parties. Thus, the author would like to express gratitude to:

- 1. Dr. Lodovicus Lasdi, MM., Ak., CA., CPAI. as the Dean of Business Faculty at Widya Mandala Catholic University Surabaya
- 2. Robertus Sigit Haribowo Lukito, SE., M.Sc. as the Head of Management Department at Widya Mandala Catholic University Surabaya
- Dr. Wahyudi Wibowo, ST., MM. as the Coordinator of International Business Management Program, Faculty of Business, Widya Mandala Catholic University Surabaya
- 4. Dr. Christina Esti Susanti, MM, CPM (AP) as Advisor I who have spent time, effort, always guide, and counsel to guide author in completing this thesis and give a lot of knowledge
- 5. Deatri Arumsari Agung, SE., M. Sc. as Advisor II who have genuinely spent her time, effort to guide, give advices and constructive critics during this final assignment writing process
- 6. My family that always give endless support and prayer, encourage me either in the form of moral and material in completing this final task since the beginning of this final assignment process
- 7. My friends and other parties who always support and help author during the final assignment writing process that cannot be mentioned one by one, thank you for the support and prayer
- 8. All administrative staff and student staff of the Widya Mandala Catholic University of Surabaya's Business Faculty who have helped the author during the final project process.

Although this final assignment has been completed, the author realizes that this final assignment has not been done perfectly and will gladly accept constructive criticism and suggestions from all parties. Hopefully this article can provide benefits and add insight to readers.

Surabaya, 2020 Researcher,

(Monica Tania Putri)

TABLE OF CONTENTS

COVER PAGE	i
APPROVAL PAGE	ii
AUTHENTICITY STATEMENT OF SCIENTIFIC PAPER	iii
VALIDATION PAGE	iv
FOREWORD	
TABLE OF CONTENTS	vii
ABSTRACT	
ABSTRAK	
CHAPTER 1 INTRODUCTION	1
1.1 Background	
1.2 Research Problem	
1.3 Research Objective	5
1.4 Significance of the Study	
1.5 Systematic of Writing	6
CHAPTER 2 LITERATURE REVIEW	8
2.1 Theoretical Foundation	
2.2 Previous Researchers	13
2.3 Hypotheses Development	15
2.4 Research Model	17
CHAPTER 3 RESEARCH METHOD	19
3.1 Research Design	19
3.2 Variable Identification	19
3.3 Operational Definition	19
3.4 Variable Measurement	21
3.5 Type and Sources of the Data	21
3.6 Tools and Data Collection Method	
3.7 Population, Sample, and Sampling Techniques	22
3.8 Analysis of Data	22
CHAPTER 4 DATA ANALYSIS AND DISCUSSION	27
4.1 Research Object General Discussion	27
4.2 Data Description	27
4.3 Descriptive Statistics	29
4.4 Data Analysis Result	33
4.5 Discussion	39
CHAPTER 5 CONCLUSION, LIMITATION, AND SUGGESTION	44
5.1 Conclusion	44
5.2 Limitation	45
5.3 Suggestion	46
REFERENCES	
APPENDIX	

TABLE LIST

Table 2.1 Previous Researches	13
Table 4.1 Data Entries Availability for Analysis	
Table 4.2 Gender Characteristics of Respondents	28
Table 4.3 Age Characteristics of Respondents	
Table 4.4 Residential Characteristics of Respondents	
Table 4.5 Age of Social Media Ownership	
Table 4.6 Frequency on Accessing LINE Accounts for The Last 1 Week	
Table 4.7 Average Interval Score of Research Variables	30
Table 4.8 Descriptive Statistics of Social Network Marketing	
Table 4.9 Descriptive statistics of Consumer Engagement	
Table 4.10 Descriptive Statistics of Consumer Purchase Intention	
Table 4.11 Univariate Normality Test Result	
Table 4.12 Multivariate Normality Test Result	
Table 4.13 Validity Test Result	
Table 4.14 Reliability Test	
Table 4.15 Model Fit Index	
Table 4.16 Hypothesis Testing	

FIGURE LIST

Figure 2.4.1 Conceptual Framework	1
Figure 4.3.6.1 Sobel Test	28

APPENDIX LIST

- Appendix 1. Questionnaire
- Appendix 2. Respondent Characteristics
- Appendix 3. Descriptive Statistics Social Network Marketing
- Appendix 4. Descriptive Statistics Consumer Engagement
- Appendix 5. Descriptive Statistics Consumer Purchase Intention
- Appendix 6. Normality Test Output
- Appendix 7. SEM Output
- Appendix 8. Reliability Test Measurement (Construct Reliablility & Variance Extracted)

The Effect of Social Network Marketing towards Consumer Purchase Intention through Consumer Engagement on Everwhite's LINE Official Accounts in Surabaya

ABSTRACT

In marketing, Social Network Marketing has been one of the most popular instruments. Since marketing tools can increase the number of sales, which is the primary goal of any marketer, as it can significantly increase the profitability of the business. This study aims to evaluate and analyze social media promotion and the effect of Everwhite promotion through official LINE accounts on Consumer Purchase Intentions in Surabaya.

People who live in Surabaya and have followed the official Everwhite LINE account are the population in this study. The survey used was 150 respondents over 17 years of age with traits who had a LINE account for at least more than 6 months. A questionnaire was the data collecting method used. Structural Equation Modeling (SEM) is the data analysis approach used.

The results showed that Social Network Marketing was significantly related to Consumer Purchase Intentions but also show that the relationship between Social Network Marketing and Customer Purchasing Intention was not mediated by Consumer Engagement.

Keyword: Social Network Marketing, Consumer Engagement, Consumer Purchase Intention

The Effect of Social Network Marketing towards Consumer Purchase Intention through Consumer Engagement on Everwhite's LINE Official Accounts in Surabaya

ABSTRAK

Social Network Marketing telah menjadi salah satu instrumen pemasaran paling populer. Mengetahui bagaimana alat pemasaran dapat meningkatkan jumlah penjualan, yang merupakan tujuan utama setiap pemasar dan dapat meningkatkan profitabilitas bisnis secara signifikan. Penelitian ini bertujuan untuk mengevaluasi dan menganalisis promosi media sosial dan pengaruh promosi Everwhite melalui akun LINE resminya terhadap Consumer Purchase Intention di Surabaya.

Penduduk yang berdomisili di Surabaya dan telah mengikuti akun LINE resmi Everwhite menjadi populasi dalam penelitian ini. Survei yang digunakan adalah 150 responden berusia di atas 17 tahun dan memiliki akun LINE selama minimal lebih dari 6 bulan. Metode pengumpulan data yang digunakan adalah angket. *Structural Equation Modeling* (SEM) adalah pendekatan analisis data yang digunakan.

Hasil penelitian menunjukkan bahwa Social Network Marketing berhubungan secara signifikan dengan Consumer Purchase Intention, tetapi juga menunjukkan bahwa hubungan antara Social Network Marketing dan Consumer Purchase Intention tidak dimediasi oleh Consumer Engagement.

Kata Kunci: Social Network Marketing, Consumer Engagement, Consumer Purchase Intention