Consumer Markets and Consumer Buyer Behavior

Chapter 6

Harley-Davidson

- Harley "Hogs" account for 1/5 of U.S. cycle sales
- Sales have exceeded supply for years
- 1986-2000: Four stock splits, increase of 7,100%
- Fiercely loyal clientele revolves around 7 core customer types
- Harley owners use their bikes to express their lifestyle and attitudes
- Advertising reflects the Harley mystique

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Objectives

- · Influences on Buying Behavior
- · Buyer Decision Making
- · Types of buying-decision behavior

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Why to Study Consumer Behavior?

- Marketing concept
- · What is consumer behavior?
 - Consumer behavior is the study of the process by which consumers make decisions.

Marketing Issues

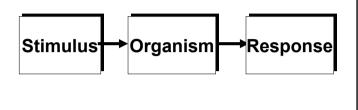
- High-low promotional pricing or everyday low price?
- Can a product satisfy the needs of consumers around the world?
- Brand extension or establishing a new brand?
- Distributing products through e-tailers?

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Two Research Approaches

- · Behavior approaches
- · Cognitive approaches

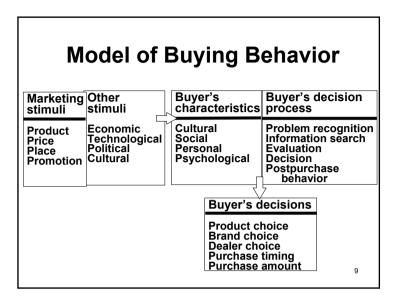
Simple Response Model



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Diversity of Consumer Behavior

- · Consumers are different
- · Decision processes are different
- The context of purchases is different



Buyer Decision Process

Need recognition	Internal or external stimuli	
Information search	Commercial or social source	
Evaluation of alternatives	Perception, Attitude, and preference	
Purchase	Attitude → behavior?	
Postpurchase	Satisfaction?	
	Inertia or variety seeking?	

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Attempt to stimulate need recognition



Influences on Consumer Behavior

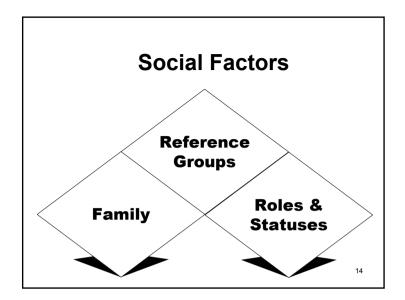
- Culture
- Social Factors
- · Personal Factors
- Psychological Factors

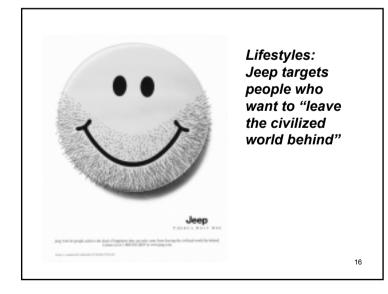
Hallmark offers an Afrocentric line of greeting cards called Mahogany.



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Influences on Consumer Behavior Personal Influences Age and Family Life Cycle Stage Occupation & Personality & Self-Concept





Characteristics Affecting Consumer Behavior

Brand Personality Dimensions

Sincerity

Excitement

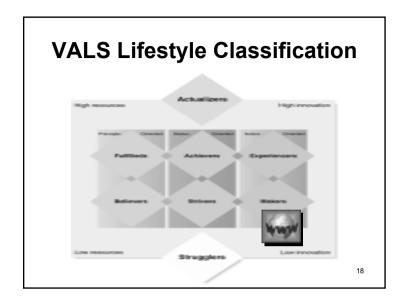
Ruggedness

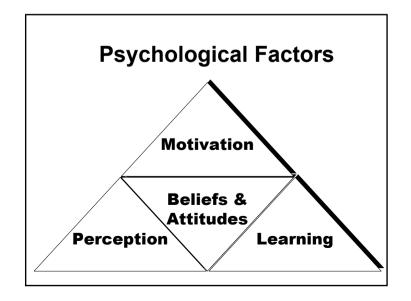
Competence

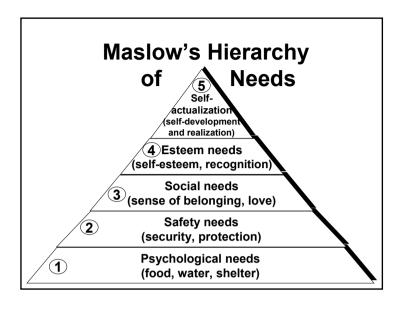
Sophistication

Technographics

Motivation	Career	Family	Entertain
Desire			ment
Optimistic &	Fast	New Age	Mouse
High Income	Forwards	Nurturers	Potatoes
Optimistic &	Tech-	Digital	Gadget-
Low Income	Strivers	Hopefuls	Grabbers
Pessimistic	Hand-	Tradition	Media
&High Income	Shakers	alists	Junkies







Perception

- Selective Attention
- Selective Distortion
- Selective Retention

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Attitude

- Are learned.
- · Have an object.
- Have direction and intensity.
- Tend to be stable and generalized.



The milk moustache campaign changed attitudes toward milk.

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Other Factors influencing Purchases

- Attitudes of others
- Unexpected situational factors

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Four Types of Buying Behavior High Low Involvement Involvement Complex Variety-Significant differences Buying Seeking between **Behavior Behavior** brands Dissonance-Few Habitual differences **Reducing Buying** Buying between **Behavior Behavior** brands 27

Learning

- · Classical conditioning
- Reinforcement
- Marketing implications