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# Consumers Approach And Trust Towards Selected Online shopping Companies

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Abstract: In general the basic needs of a human being is food, cloth and shelter but in modern world, due to technological advancement internet also become a primary need in our life. Online shopping plays an important role in Ecommerce. Due to the development and progress of the Information and Communication Technology (ICT) major change have brought in shopping ,pattern, it has been in the form of online shopping or online trading. The main objective of the study is to find out the consumer approach and trust towards online shopping in Bhopal. The study was done based on well structured questionnaire with a sample of 200 respondents. The data were analyzed using simple percentage analysis and chi-square test to find consumer approach and trust towards selected online shopping (top) companies.

**Keywords:** Shopping, Online, Approach, Internet, Trust, Consumers & E-Commerce

#### I Introduction

With rapid growth of the Internet and globalization of market, the retail sector has become an increasingly competitive and dynamic business environment [1]. Business and marketing activities are affected by the invent of Internet technologies and the Internet is revolutionizing commerce, marketing, retailing, shopping and advertising activities of products and services [2]. There are several attractive attributes of Internet to not only e-customers but also companies on time and money saving, communication, convenience, easy accessibility, selection from a wide range of alternatives and the availability of information for making decisions and all marketing activities can be performed via the Internet efficiently [3, 4]. In the era of globalization, companies are using Internet technologies to reach out to valued customers and to provide a point of contact 24 hours a day, 7 days a week [5].

Today, online shopping is done all over the world around the clock. Consumers shop through internet because they compare the prices of the product, product features, door delivery facility, consumer service etc., so the consumers feel very comfortable while they are shopping through online [6]. The major difference between traditional and online selling is the communication between the consumer and the seller which done through internet. Consumer's attitude towards online shopping refers to their psychological state in terms

of making purchases over the Internet [7]. behaviour of male and female Internet

#### II TOP TEN E-COMMERCE COMPANIES

#### 1. Amazon

Basically, Amazon is an American based eCommerce company having its headquarter in Washington. On 5th July 1994, Jeff Bezos founded the company. Globally, it is the largest internet retailer according to the revenue and market capitalization. amazon.in caters a wide range of product categories including apparel, electronics items, software, videos, books etc. All customers on Amazon.in and the Amazon mobile shopping app have an easy and convenient access to over 160 million products across hundreds of categories [8, 9].

#### 2. Flipkart

Flipkart is Bengaluru based largest Indian eCommerce company. Sachin Bansal and Binny Bansal jointly founded the company in October 2007. Actually, Flipkart Online Services Pvt. Ltd. owns the brand Flipkart. Mainly, the site is popular for books, movies, music, games, consoles, gaming accessories, mobiles, mobile accessories, cameras etc. Also, it sells computers, computer accessories, network components, software, peripherals, home and kitchen appliances, TV and video products, apparel, personal and healthcare products [10].

#### 3. Alibaba

Actually, China-based Alibaba Group Holding Limited owns the India.alibaba.com. Alibaba provides B2B, B2C, and C2C sales services through the web portal. Also, Alibaba is the world's largest and most valuable retailer since April 2016. Currently, the company operates in over 200 countries. Currently, Alibaba is the fastest growing online retail company in India.

#### 4. Rediff

Apart from providing an online shopping platform, Rediff provides news, information, and entertainment. The company has the headquarter in Mumbai. Mainly, the site is popular for deals and discounts. The site sells apparel, books, auto accessories, homecare, personal care products etc.



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#### 5. Paytm

Paytm has the headquarter in Delhi NCR. an Indian entrepreneur Vijay Shekhar Sharma founded Paytm Apart from eCommerce, the company operates the Paytm payment gateway and the Paytm Wallet services. Paytm sells a wide range of products including apparel, electronics, sports items, books, movies, stationery etc.

#### 6. Indiamart

IndiaMART InterMESH Ltd owns the web portal indiamart.com. In 1996, Dinesh Agarwal and Brijesh Agrawal founded the company for providing B2B service spacially. The company has the headquarter in Noida. Actually, the company runs the business model of providing online business directory. The online channel focuses on providing a platform to Small & Medium Enterprises (SMEs), large enterprises as well as individuals. The company's mission is 'to make doing business easy.

#### 7. eBay

Actually, eBay is a California based multination eCommerce company. Basically, eBay is an online auction provider and shopping website in which people and businesses buy and sell a wide variety of goods and services worldwide. The company charges fees from sellers for listing items after a limited number of free listings, and again when those items are sold. Mainly, the company is popular for fashion items, electronics, cars, health & beauty products, and deals.

#### 8. MakeMyTrip

Basically, MakeMyTrip is an online travel company. The company has the headquarter in Gurgaon, Haryana. In the year 2000, Deep Kalra founded the company. The company operates the business through 51 retail stores across 47 cities in India. Mainly, the company offers flight tickets for travel, Rail and Bus tickets, cab Service and hotel booking. Also, the site is popular for travel deals and discounts.

#### 9. BookMyShow

Currently, bookmyshow is the largest entertainment portal for movie tickets, event tickets, sports, and concert tickets. In the year 1999, Ashish Hemrajani, Parikshit Dar, and Rajesh Balpande founded the company. the company is headquartered in Mumbai. Customers can book the tickets through various platforms like internet, mobile application, WAP and the in-house call center.

#### 10. Snapdeal

In February 2010, Kunal Bahl and Rohit Bansal founded snapdeal. The company has the head office in Delhi. Initially, the company started as a daily deals platform but expanded in September 2011 to become an online marketplace. The site has more than 300000 sellers across India. Also, the company offers over 30 million products across 800+ diverse categories from over 125,000 regional, national, and international brands and retailers.

#### III LITERATURE REVIEW

Chaudhary Meenakshi (2013) [11] in the International journal of scientific and research publications, a study on growth of retail market in India with special reference to broadening of Mall culture in tier 2 city. In this paper researcher finds out the adaptability of mall culture in our Tier II city & to analyze the consumer behavior in the city Bhopal.

Nagra et al. (2013) [12] in the International journal of scientific and research publications, A study of factors affecting online shopping behavior of consumers, the researcher works on the impact of demographic factors of consumers on on-line shopping parameters like satisfaction with online shopping, future purchase intention, frequency of on-line shopping, numbers of items purchased, and overall spend on on-line shopping. The results of study reveal that on-line shopping in India is significantly affected by various demographic factors like age, gender, marital status, family size and income.

Rastogi et al. [13] evaluated that online purchase behaviour of customers in India. The paper stated that online shopping is gaining popularity among people of young generation. Higher income groups and educated people are purchasing more via e-retailing websites and people have hesitations in doing online shopping due to security concerns. Today people are resistant to change because of technological complexity in making online purchase. The result concluded that companies involved in online retailing should focus on building trustworthy relationship between producers and customers.

#### IV OBJECTIVES OF THE STUDY

- To study the demographic profile of the online shopping consumers in Bhopal.
- To find the consumers approach towards selected online shopping companies.
- To identify the consumers trust towards selected online shopping companies.

#### V RESEARCH METHODOLOGY

Bhopal is the study area. A total of 200 online shopping consumers are taken as sample. These respondents were randomly selected in Bhopal t. Primary data is collected through well structured questionnaire. The collected information were reviewed and consolidated into a master table. For the purpose of analysis the data were further processed by using statistical tools. The statistical tools are

- Simple Percentage
- Chi-Square Test



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#### VI Analysis and Interpretation

### 6.1 Demographic Profile of the Respondents

Table 1 describes the demographic profile of the online shopping consumers which is taken for the study. Out of 200 respondents who were taken for the study: it has been identified that most (62%) of the respondents are male, (49%) whose age group is under 26 to 50 years, most (53%) of the respondents are graduates, maximum number (39%) of respondents are employee, the monthly income of (42%) respondents is up to Rs.10,000, (35%) of the respondents purchase their ticket through online, (50%) of the respondents pay cash on delivery for their online shopping and (38%) of the respondents are motivated to purchase through online shopping because it save their time [14].

## 6.2 Relationship between Demographic Variables and Consumers Level of Attitude Towards Online Shopping

Table 2 depicts the relationship between selected demographic variables of the consumers and their level of approach towards online shopping. It is clear that , the calculated Chi-square value is less than the table value at five percent level, is clear that, the calculated Chi-square value is greater than the table value at five percent level, there exists a significant association between gender, age and monthly income of the online shopping consumers

#### 6.3 Relationship between Demographic Variables and Consumers Level of Satisfaction Towards Online Shopping

Table 3 depicts the relationship between selected demographic variables of the consumers and their level of trust towards online shopping. It is clear that , the calculated Chi-square value is less than the table value at five percent level, there does not exists any significant association between gender, occupation and educational qualification of the online shopping consumers. Thus the null hypothesis is accepted. It is clear that, the calculated Chi-square value is greater than the table value at five percent level, there exists a significant association between Monthly income and age of the online shopping consumers.

#### VII CONCLUSION

Online shopping is one of the most attractive, widely accepted and highly appreciated business in present world. Behavior of people towards online shopping has changed tremendously. Online shopping will be successful for all type of products or goods only when they have commitment to e-business along with a deeper understanding attitude of

Table 1: Demographic Profile of the Respondents

Factor	Number of Respondents $N = 100$	Percentage								
Gender										
Male	124	62								
Female	76	38								
Age (Years)										
Up to 25	52	26								
26 to 50	98	49								
Above 50	50	25								
Educational Qualification										
Up to School level	48	25								
Graduate	106	53								
Professional	46	23								
Occupation										
Agriculture	62	31								
Employee	78	39								
Business	60	30								
Monthly Income										
Up to ₹ 10,000/-	84	42								
₹ 10,000/- to ₹ 25,000/-	72	36								
Above ₹ 25,000/-	44	22								
Products Purchased t	hrough Online									
Clothes/Cosmetics	46	23								
Tickets/Reservation	F 70	35								
Electronic Items	24	12								
Kitchen Items	28	14								
Others	32	16								
Mode of Payment										
Debit/Credit Cards	64	32								
Online Bank Transfer	56	28								
Cash on Delivery	100	50								
Motives for Buying Online										
Save Time	76	38								
Easy to Purchase	52	26								
Save Money	72	36								

consumers needs. The study concludes that consumers play an important for online shopping; once the consumers are satisfied they will bring more consumers.



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Table 2: Relationship between the Demographic Profile and Level of Attitude

Level of Approach		Total	v <sup>2</sup> Volue	Table	Remarks				
Low	Moderate	High	Total	χ value	Value	Remarks			
Gender									
58	40	26	124	13.432	5.991	S			
36	30	10	76						
Age (Years)									
20	6	26	52	14.896	9.488	S			
46	36	16	98						
16	20	14	50						
Occupation									
12	11	8	62	9.845	12.592	NS			
7	8	11	78						
13	15	11	60		V				
Educational Qualification									
12	16	20	48	2 178	0.488	NS			
26	52	28	106	2.170	9.400	115			
10	18	18	46						
Monthly Income									
50	12	22	84	15.98	9.488	S			
26	28	18	72			S			
16	12	16	44						
	12 7 13 ion 12 26 10 26 26	Low         Moderate           58         40           36         30           20         6           46         36           16         20           12         11           7         8           13         15           ion         12           26         52           10         18           50         12           26         28	Low         Moderate         High           58         40         26           36         30         10           20         6         26           46         36         16           16         20         14           12         11         8           7         8         11           13         15         11           ion         12         26           26         52         28           10         18         18           50         12         22           26         28         18	Low         Moderate         High         Iotal           58         40         26         124           36         30         10         76           20         6         26         52           46         36         16         98           16         20         14         50           12         11         8         62           7         8         11         78           13         15         11         60           ion         12         16         20         48           26         52         28         106           10         18         18         46           50         12         22         84           26         28         18         72	Low         Moderate         High         10tal         χ² value           58         40         26         124         13.432           36         30         10         76         13.432           20         6         26         52         14.896           46         36         16         98         14.896           16         20         14         50         14.896           12         11         8         62         9.845           13         15         11         60         60           ion         12         16         20         48         2.178           26         52         28         106         106         106         106           10         18         18         46         15.98         15.98	Low         Moderate         High         Total         χ² Value         Value           58         40         26         124         13.432         5.991           20         6         26         52         14.896         9.488           46         36         16         98         14.896         9.488           16         20         14         50         12.592           7         8         11         78         13         15         11         60           ion         12         16         20         48         2.178         9.488           26         52         28         106         20         48         2.178         9.488           50         12         22         84         15.98         9.488           50         28         18         72         15.98         9.488			

<sup>\*</sup>Significant at 5% level

Table 3: Relationship between the Demographic Profile and Level of Satisfaction

Varibales	Level of Trust		m 4 1	2 37 1	Table	D 1		
	Low	Moderate	High	Total	$\chi^2$ Value	Value	Remarks	
Gender								
Male	44	40	40	124	F 3.432	5.991	NS	
Female	34	12	30	76	3.432	0.331		
Age (Years)								
Up to 25	14	16	22	52	14.896	9.488	S	
26 to 50	36	40	22	98	14.090	9.400	5	
Above 50	16	16	18	50				
Occupation								
Agriculture	20	22	20	62	9.845	12.592	NS	
Business	22	14	16	78	9.049	12.032	110	
Employee	22	26	30	60		40		
Educational Qualification								
Up to School Level	24	10	14	48	7.178	9.488	NS	
Graduate	46	32 G	- 28	106	1.110	9.400	110	
Professional	14	18	14	46	4 10°			
Monthly Income								
Up to ₹ 10,000/-	40	32	12	84	15.98	9.488	S	
₹ 10,000/- to ₹ 20,000/-	22	22	28	72	19.90	9.400	5	
Above ₹ 20,000/-	14	14	16	44				

<sup>\*</sup>Significant at 5% level

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