Factors Affecting Purchase Decision of Online Customers

A Case of Fashion Industry of Pakistan



By

Naeem Ahmed Umrani

01-120122-098

Supervised By:

Muhammad Umar Chaudhry

A Thesis submitted to Department of Management of Science,

Bahria University, Islamabad

In the partial fulfilment of the requirements of a

Master Degree in Business Administration

Abstract

Competitive business environment, the conduction of the businesses is entering in the new digital age based on new model, marketing strategies and practical implication. Advance information technology connects with internet providing all relevant details about the products or services on webpage and makes it easy for consumers to buy it online. Online customer's purchase decision making is considering as one of the most important aspects that revolve around the importance and influences the attributes of consumers.

This operational process of customers decisions making buying is divided into two main components such as design and developed the set of mind of consumers typically focus on the identification and availability of products or services offered on internet. Type of this research study is correlation. The researcher used quantitative approaches for data gathering. Data processing is used in this study through SPSS software. The role of online shopping environment is very important element for consumers saving time, purchase products or services according to consumers own choice, taste and design. This entire aspect leads towards the success of the organization.

Keywords: Use of E-commerce, customer's attitude, brand perception, customer behaviour, consumer's retention and decision of online customers.

Table of Contents

Abstrac	ct	1
Chapte	er 1: Introduction	4
1.1	Problem Statement	6
1.2	Research Objectives	6
1.3	Research Questions	7
1.4	Significance of the Study	7
1.5	Thesis Contribution	7
1.6	Thesis Structure	8
Chapte	er 2: Literature Review	9
2.1	Use of E-Commerce	10
2.2	Customer's Attitude	
2.3	Brand Perception	12
2.4	Customer Behaviour and Customer's Retention	14
2.5	Decision of Online customer's	15
2.6	Theoretical framework model	16
2.	.6.1 Hypotheses	17
2.7	Summary	20
Chapte	er 3: Research Methodology	21
3.1	Research Design	22
3.2	Nature of Research	23
3.3	Data Collection Techniques	23
3.4	Sample Size	23
3.5	Statistical development Tools	24
3.6	Reliability Statistics	25
Chapte	er 4: Data Analysis and Presentation	29
4.1	Frequencies Analysis	30
4.2	Correlations Analysis	34
4.3	Hypotheses Assessment Summary	36
4.4	Regression Analysis	37
4.5	CHI Analysis	38
4.:	5.1 Gender * Use of E-Commerce	39
4.:	5.2 Gender * Consumer's Attitude	40
4	5.3 Gender * Brand Perception	42
4	5.4 Gender * Consumer's Behaviour	43
4.:	5.5 Gender * Customer's Retention	44
4.:	5.6 Gender * Decision of Online Customer's	46

4.5.7	Customer's Age * Use of E-Commerce	48
4.5.8	Customer's Age * Consumer's Attitude	49
4.5.9	Customer's Age * Brand Perception	51
4.5.10	Customer's Age * Consumer's Behaviour	52
4.5.11	Customer's Age * Customer's Retention	54
4.5.12	Customer's Age * Decision of Online Customer's	56
Chapter 5:	Conclusion, Recommendation and Future Direction	58
5.1 Cor	nclusion	58
5.2 Rec	commendation	59
5.2.1	Future Direction	60
References		61
Chapter 6:	Questionnaire	68
6.1 Par	t 1: Personal Information	68
6.2 Par	t 2: Instruction	69
6.2.1	Section A: Use of E-Commerce	69
6.2.2	Section B: Customer's Attitude	69
6.2.3	Section C: Brand Perception	70
6.2.4	Section D: Customer's Behavior	70
6.2.5	Section E: Customer's Retention	70
6.2.6	Section F: Decision of Online Customer's	71

Dedication

I would like to dedicate this research work especially to my parents, for their endless love, support and encouragement, to my brothers and sisters, to my teachers for his guidance and support throughout this program and to all University students.

To all my friends, thank you for your understanding and encouragement in my many, many moments of crises. Your friendship makes my life a wonderful experience. I cannot list all the names here, but you are always on my mind.

"We have limited life in this immortal world, wise is the one who will continuously monitor his/her activities and will set a direction that can lead him towards ultimate successes on the Day of Judgment."

ACKNOWLEDGEMENTS

All praises for the all mighty Allah who is most beneficent and the most merciful. I would like to sincerely thank my supervisor, Sir Muhammad Umar Chaudhry, for his guidance and support throughout this study, especially for his confidence in me, and for providing me great insights about understanding of my topic while completing this dissertation. He ensured his presence wherever I needed. I must appreciate his sheer dedication, love of knowledge and research; and attitude towards his students which is quite evident of providing his feedback by e-mails and on telephone despite of his busy schedules. He ensured successful completion of my academic journey. He has been a source of great inspiration and guidance for me. Moreover his throughout unfailing patience and everlasting support has played an enormous role to my life.

Thank you,Lord, for always being there for me.

Declaration:

The work submitted in this dissertation is the result of my own investigation, except where otherwise stated. It has not already been accepted for any degree, and is not being concurrently submitted for any other degree.

I hereby confirm that any data or relevant details shall be kept strictly confidential and available to examiners only.

Naeem Ahmed Umrani

25-May-2016