

# Exploring the Relationship between Social Media Engagement, Customer Reviews, and Brand Perceptions: A Comprehensive Study in Retail Industry

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#### **ABSTRACT**

This research investigates the intricate relationships between social media engagement, customer reviews, and brand perceptions in the retail industry. Through a qualitative analysis of customer-generated content and social media interactions, key themes and patterns emerged, shedding light on the factors influencing brand sentiment and consumer behavior. The findings highlight the impact of positive brand experiences, strategic social media engagement, user-generated content, transparency, and authenticity in shaping brand perceptions and fostering customer loyalty. The study underscores the importance of delivering exceptional customer experiences, engaging meaningfully on social media platforms, and prioritizing transparency and authenticity to enhance brand perception and build trust in the digital era.

#### **Keywords:**

Social Media Engagement; Customer Reviews; **Brand Perceptions**; Retail Industry

#### INTRODUCTION

In recent years, the retail industry has undergone a transformative evolution spurred by the pervasive influence of social media platforms on consumer behavior (Ibrahim & Mamdouh, 2000). This transformation has been characterized by a fundamental shift in how brands engage with their audiences, moving from traditional marketing approaches to interactive and participatory strategies facilitated by social media (Renuka & Venkatesan, 2023). Customers now have unprecedented access to brands, products, and services through various social media channels, enabling them to express opinions, share experiences, and engage in real-time interactions (Tripath, 2018). This dynamic interaction has not only revolutionized customer-brand relationships but has also blurred the boundaries between marketing efforts and customer engagement, necessitating a deeper understanding of the intricate dynamics at play (Mittal et al., 2022). As social media continues to shape consumer perceptions, preferences, and purchase decisions, exploring the relationship between social media engagement, customer reviews, and brand perceptions has become imperative for businesses aiming to thrive in today's digitally-driven retail landscape (Singh & Singh, 2018).

The rise of social media platforms as pivotal components of the retail ecosystem has redefined how brands communicate, interact, and resonate with their target audiences (Oktavilia & Tohari, 2023). Social media channels serve as powerful tools for brand communication, customer engagement, and market research, offering unparalleled opportunities for brands to connect with consumers on a personal level (Hamdan et al., 2023). Consumers increasingly rely on social media platforms not just for entertainment but also for information gathering, product research, and seeking recommendations from peers and influencers (Singh & Singh, 2018). Additionally, the emergence of user-generated content, including customer reviews, ratings, and



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testimonials, has significantly influenced consumer decision-making processes, highlighting the critical role of social media in shaping brand perceptions (Puspokusumo et al., 2023). As brands navigate this dynamic digital landscape, understanding the impact of social media engagement metrics, customer reviews, and subsequent brand perceptions becomes essential for crafting effective marketing strategies and fostering positive brand experiences (Okonkwo & Awad, 2023).

Despite the growing recognition of social media's impact on consumer behavior and brand perceptions, there remains a notable gap in understanding the nuanced interplay between social media engagement, customer reviews, and brand perceptions within the retail industry. This knowledge gap presents a compelling research opportunity to delve deeper into the complex relationships that underpin modern consumer-brand interactions. By investigating how different levels of social media engagement, from passive observations to active participation, influence the generation of customer reviews and, consequently, shape consumers' perceptions of brands, this study aims to bridge the existing knowledge divide. Through a systematic analysis of these interconnected variables, the research endeavors to uncover key insights that can inform strategic marketing decisions, enhance customer engagement initiatives, and ultimately strengthen brand equity in the competitive retail landscape.

The central research problem addressed in this study revolves around deciphering the intricate relationships between social media engagement, customer reviews, and brand perceptions specifically within the context of the retail industry. The evolving digital ecosystem, characterized by a proliferation of social media platforms and user-generated content, has amplified the impact of consumer opinions and feedback on brand image and reputation. Understanding how various forms of social media engagement, including likes, shares, comments, and reviews, contribute to the formation of brand perceptions is paramount for retailers seeking to cultivate positive customer relationships and drive brand loyalty. Therefore, the primary research problem centers on unraveling the mechanisms through which social media interactions and customer-generated content collectively influence brand perceptions and consumer behavior in the retail sector.

The primary objective of this research is to undertake a comprehensive exploration and analysis of the intricate relationship dynamics between social media engagement metrics, customer-generated reviews, and brand perceptions within the retail industry. By conducting a systematic investigation into these interconnected variables, the study aims to uncover underlying patterns, trends, and correlations that elucidate the mechanisms driving consumer perceptions and attitudes towards brands in the digital age. Furthermore, the research seeks to identify key factors that mediate the impact of social media engagement on the generation and dissemination of customer reviews, ultimately contributing to a deeper understanding of how social media influences brand perception formation. Through rigorous empirical analysis and data-driven insights, the research endeavors to offer actionable recommendations that empower retailers to optimize their social media strategies, enhance customer engagement initiatives, and foster positive brand associations among their target audiences.



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# Literature Review

## 1. Social Media Engagement

Social media engagement encompasses various aspects highlighted in the provided research contexts. It involves interactions on platforms like Facebook during crises such as the COVID-19 pandemic, showcasing its role in effective communication and resilience-building (RUIZ & CABIGAN, 2022). Furthermore, social media engagement extends to predicting cryptocurrency performance through user interactions, where high engagement coefficients indicate interest while extreme values may suggest artificial activity like bot involvement (Pang et al., 2022). Understanding engagement types on platforms like Twitter involves analyzing user behaviors, tweet attributes, and semantics, with factors like text content and author influence playing significant roles in driving engagements like likes, replies, retweets, and quotes (Dahlgren & Hill, 2020). Overall, social media engagement is a multifaceted concept crucial for communication, predicting trends, and understanding user behavior in online environments.

### 2. Customer Reviews

Customer reviews play a crucial role in influencing consumer purchasing decisions and shaping brand reputation in the online marketplace. Online customer reviews (OCRs) are evaluated based on valence, volume, recentness, and review length (Ibrahim & Mamdouh, 2000). These reviews provide valuable insights for both customers and organizations. Customers rely on previous reviews to assess product/service quality before making a purchase, while organizations benefit from suggestion mining on negative reviews to enhance their offerings (Hamdan et al., 2023). Additionally, the platform characteristics, personal factors, and motivation influence online reviews, contributing significantly to brand reputation in the accommodation sector (Hamdan et al., 2023; Viswanathan et al., 2011). In the realm of e-commerce, customer reviews serve as a powerful tool for consumers to make informed decisions and impact product sales significantly (Ratniasih & Jayanti, 2022).

# 3. Brand Perceptions

Brand perception plays a crucial role in consumer engagement and decision-making (Kaur & Singh, 2023). In today's competitive landscape, maintaining a strong brand perception is essential for differentiation among competitors (Conway, 2017). Studies show that brand descriptors significantly influence smokers' perceptions of harm, attractiveness, and appeal, even when presented independently of packaging (Felicione et al., 2021). Consumer attitudes and buying behavior are heavily influenced by how they perceive products, with branding strategies impacting their choices (Patrick et al., 2016). Effective product positioning relies on communicating the desired image to the target audience, emphasizing intangible benefits and the attributes a brand represents over tangible benefits (Kaewmanorom, 2013). Ultimately, brand perception can create a competitive edge and foster lasting relationships with consumers, contributing to a company's enduring success.

#### METHOD

### 1. Research Design

This study employs a qualitative research design to delve deeply into the intricate relationships between social media engagement, customer reviews, and brand perceptions within the retail industry. Qualitative research is chosen due to its ability to capture nuanced insights, rich contextual understanding, and subjective



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interpretations from participants, offering a holistic perspective on the research variables. The qualitative approach facilitates the exploration of underlying themes, patterns, and perceptions embedded within customer-generated content and social media interactions, allowing for a comprehensive analysis of qualitative data sources.

### 2. Data Collection Method

The data collection process primarily revolves around qualitative methods aimed at gathering in-depth insights from customer-generated reviews, comments, and testimonials across various online platforms. A systematic approach to qualitative content analysis is adopted to extract meaningful themes, sentiments, and perceptions expressed by consumers regarding retail brands and their social media engagements. Data collection involves the systematic retrieval of customer reviews from e-commerce platforms, review aggregators, social media channels, and other online sources relevant to the retail sector.

# 3. Data Analysis

Qualitative data analysis follows a rigorous thematic coding approach to identify recurring themes, patterns, and trends within customer-generated content and social media interactions. The analysis begins with data immersion to familiarize researchers with the content and context of customer reviews and social media conversations related to retail brands. Thematic coding involves categorizing data into meaningful themes and sub-themes based on semantic content analysis, sentiment analysis, and narrative interpretations.

Themes related to brand attributes, product experiences, customer service interactions, purchase motivations, and brand loyalty are identified through iterative coding processes, allowing for the emergence of key insights and qualitative findings. The coding process is guided by established qualitative analysis software or manual coding techniques, ensuring consistency, reliability, and transparency in data interpretation. The qualitative analysis also involves triangulation of data sources to validate findings and enhance the depth of understanding regarding the interplay between social media engagement, customer reviews, and brand perceptions.

### **RESULTS AND DISCUSSION**

The qualitative analysis of customer reviews and social media interactions yielded rich insights into the complex dynamics shaping brand perceptions within the retail industry. Thematic analysis revealed several key themes and patterns emerging from the data, highlighting the interconnectedness of social media engagement, customer reviews, and brand sentiments.

# 1. Brand Experience and Customer Satisfaction

One prominent theme identified across customer reviews and social media interactions was the emphasis on brand experience and customer satisfaction. Positive reviews often highlighted seamless shopping experiences, prompt customer support, and high product quality as factors contributing to overall satisfaction with the brand. Conversely, negative reviews often centered around issues such as delivery delays, product defects, or poor customer service, impacting customer perceptions negatively. Social media conversations echoed these sentiments, with customers sharing their experiences, both positive and negative, amplifying the impact of brand interactions on consumer sentiment.

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# 2. Engagement and Interaction on Social Media

The analysis revealed a significant focus on engagement and interaction on social media platforms as a driver of brand perception. Customers appreciated brands that actively engaged with them on social media, responding to queries, addressing concerns, and fostering a sense of community. Positive interactions, such as personalized responses, exclusive promotions, and interactive content, contributed positively to brand favorability. However, instances of poor or lackluster engagement, such as automated responses, generic content, or unresponsiveness, led to dissatisfaction among customers, impacting brand perceptions adversely

### 3. User-Generated Content and Influence

User-generated content, including customer reviews, ratings, and testimonials, emerged as a powerful influencer of brand perceptions. Positive reviews and recommendations shared by customers on social media platforms contributed significantly to building brand credibility and trust. Customers relied on peer opinions and experiences to inform their purchasing decisions, with positive user-generated content reinforcing brand reputation. Conversely, negative reviews or viral criticisms could quickly tarnish brand image and erode consumer trust, underscoring the importance of managing user-generated content effectively.

# 4. Brand Transparency and Authenticity

The analysis also highlighted the importance of brand transparency and authenticity in shaping consumer perceptions. Customers valued brands that were transparent about their products, pricing, policies, and ethical practices. Authenticity, in terms of genuine interactions, honest communication, and ethical business conduct, resonated positively with consumers. Brands that demonstrated transparency and authenticity in their social media engagements and customer interactions garnered favorable reviews and strengthened brand loyalty.

### 5. Emotional Engagement and Brand Affinity

Emotional engagement emerged as a key driver of brand affinity and loyalty among customers. Positive emotional experiences, such as delight, excitement, and satisfaction, expressed in customer reviews and social media interactions, fostered stronger connections with the brand. Customers often shared personal anecdotes, experiences, and emotional attachments related to their interactions with the brand, highlighting the emotional dimension of brand perception. Brands that could evoke positive emotions and create memorable experiences through social media engagement garnered loyal followings and advocacy from customers.

The qualitative analysis also revealed cross-theme insights and patterns that further elucidated the interplay between social media engagement, customer reviews, and brand perceptions. For instance, brands that actively addressed negative feedback and resolved customer issues transparently often saw a positive shift in brand sentiment. Likewise, social media campaigns that encouraged user-generated content and customer participation led to increased brand visibility and positive word-of-mouth marketing.

### **Discussion**

The qualitative analysis revealed that positive brand experiences, characterized by seamless interactions, quality products, and responsive customer support, play a pivotal role in shaping customer sentiment and brand perceptions. Customers who had positive experiences with retail brands expressed higher levels of satisfaction, loyalty, and advocacy, often sharing their positive experiences on social



media platforms and in customer reviews. This finding underscores the significance of consistently delivering exceptional customer experiences across all touchpoints to foster positive brand sentiment and cultivate long-term customer relationships. Brands that prioritize enhancing brand experiences through personalized interactions, efficient services, and product excellence are likely to see a positive impact on customer sentiment and brand affinity.

The analysis also highlighted the influence of social media engagement strategies on brand perception and customer engagement. Brands that actively engaged with customers on social media platforms, responded to queries promptly, and created interactive content fostered a sense of community and brand loyalty. Conversely, ineffective or impersonal social media engagements led to dissatisfaction among customers, negatively impacting brand perceptions. This emphasizes the importance of strategic social media management, including personalized interactions, targeted content strategies, and proactive community engagement, in shaping positive brand perceptions and fostering meaningful customer relationships in the digital age.

User-generated content emerged as a powerful tool for brand advocacy and influence, as positive reviews, recommendations, and testimonials from customers significantly impacted brand credibility and trust. Customers relied on peer opinions and experiences shared on social media platforms to inform their purchasing decisions, highlighting the role of user-generated content in shaping consumer perceptions. Brands that encourage and amplify positive user-generated content, while effectively managing and addressing negative feedback, can harness the power of brand advocacy and word-of-mouth marketing. By leveraging user-generated content as a strategic asset, brands can enhance brand visibility, credibility, and trustworthiness among their target audiences.

The discussion also emphasizes the importance of brand transparency and authenticity in building trust and positive brand perceptions. Customers value brands that demonstrate transparency in their communications, pricing, product information, and ethical practices. Authentic interactions, genuine engagement, and ethical conduct resonate positively with consumers, fostering stronger emotional connections and brand loyalty. Brands that prioritize transparency, authenticity, and ethical responsibility in their social media engagements and customer interactions are likely to garner positive reviews, enhance brand reputation, and differentiate themselves in a competitive marketplace driven by consumer trust and integrity.

Based on the qualitative findings, several strategies emerge for brands aiming to enhance brand perception and customer sentiment in the digital landscape. These strategies include:

- a. Prioritizing exceptional brand experiences through personalized interactions, efficient services, and quality products.
- b. Implementing strategic social media engagement strategies focused on community building, personalized responses, and interactive content.
- c. Encouraging and amplifying positive user-generated content while addressing negative feedback transparently and effectively.
- d. Demonstrating transparency, authenticity, and ethical responsibility in all brand communications and interactions.
- e. Leveraging emotional engagement and storytelling to create memorable brand experiences that resonate with consumers.



### CONCLUSION

In conclusion, the qualitative analysis of customer reviews and social media interactions has provided valuable insights into the intricate dynamics that shape brand perceptions and customer sentiment within the retail industry. The findings underscore the pivotal role of positive brand experiences, effective social media engagement strategies, user-generated content, transparency, and authenticity in influencing consumer perceptions and fostering brand loyalty. Brands that prioritize delivering exceptional customer experiences, engage meaningfully with customers on social media platforms, and leverage user-generated content as a strategic asset are better positioned to enhance brand perception and cultivate strong emotional connections with their target audiences. Moreover, the emphasis on transparency, authenticity, and ethical responsibility emerges as key pillars for building trust and credibility in the digital landscape. By aligning with these insights and implementing strategic initiatives, brands can not only improve their brand image but also create lasting relationships with customers, driving sustainable growth and competitive advantage in today's dynamic retail environment.

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