PRESENTATION

ON

**CLASS: S.Y.BMS** 

SUBJECT: CONSUMER BEHAVIOUR

CHAPTER-4

# CONSUMER DECISION MAKING MODEL & NEW TRENDS

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# ENGEL, BLACKWELL, MINIARD MODEL:

- ➤ James Engel, Roger Blackwell and Paul Miniard developed a model (EBM Model) on consumer decision making in 1995.
- The consumer decision model was originally developed in 1968 and has gone throughoumerous revisions.

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#### The EBM Model consists of four elements:

- > Information Input
- Informing Processing
- Decision Process RAMESH GUPTA

> Influences

## 1. Information Input:-

- > The model suggests that information input is required in consumer decision process.
- The information can be obtained from marketing-dominated sources such as publicity, ads, salesmanship, etc provided by the marketer.
- Information can also be obtained from non-marketing dominated sources.

## 2. Information Processing:-

- > Pays attention to the information for which he has been exposed to.
- > He understands the information.
- ➤ He accepts relevant information.
- > He retains the required information in his memory.

## 3. Buying Decision Process:-

It consists of Need identification, Search for alternatives, Evaluation of alternatives, Attitude development, Purchase Decision and Post-purchase Behaviour.

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#### 4. Influences:-

The consumer buying decision is influenced by Individual Differences and Environmental Influences:



#### **FEATURES OF E-BUYING:**

# 1. Ogranised Activity:-

- > Information search by the buyer.
- Placement of order by the buyer.
- > Processing of order by the seller.
- Delivery of goods.
- > Payment for the purchase by the buyer.
- After sale-service, if required.

## 2. Exchange of information :-

➤ E-buying facilitates online exchange of information from the seller to the buyers.



#### 3. Global Reach:

- > Across geographical boundaries.
- Eg- A buyer located at Mumbai can purchase online from USA, Europe, etc.
- > Internet has global reach.
- > Helps to reach large number of buyers.

## 4. Benefits of Ubiquity:-

- > E-commerce is ubiquitous, it's existence is every where.
- > Ubiquitous lowers transaction costs for the buyer.
- > The mental energy needed to buy a book online is far less than hunting for it at various book stores.

#### 5. Customization:-

- E-buying facilitates customization of products.
- The buyer can provide online his specific requirements to the sellers.

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- Interested sellers may contact the buyers, get the order, design the product as per buyer needs and supply the same.

