Brand Loyalty And Consumer Engagement In The Indian Market: A Comparative Study
Of Local And Global Brands

Dr Madhura Shukla, Assistant Professor
ASM group of institutes, Pune (Pune University)

Abstract

In the vibrant and diverse Indian market, brand loyalty and consumer engagement play pivotal roles in shaping competitive strategies for both local and global brands. This comparative study aims to explore and analyze the factors influencing brand loyalty and consumer engagement, drawing distinctions between local and global brands operating in India. The research employs a mixed-methods approach, combining qualitative interviews with consumers and quantitative surveys across urban and rural demographics. Qualitative methods delve into consumer perceptions, attitudes, and emotional connections towards brands, while quantitative surveys measure factors such as purchase intention, brand trust, and satisfaction levels.

Key findings reveal that while global brands often benefit from perceived quality and international prestige, local brands leverage cultural relevance, affordability, and deeper community ties to foster loyalty. Consumer engagement strategies vary significantly, with global brands emphasizing digital marketing and omnichannel experiences, whereas local brands leverage word-of-mouth, local festivals, and personalized customer interactions. Challenges such as infrastructure disparities, cultural nuances, and regulatory environments shape brand strategies differently for local and global entities. Insights from this study provide strategic recommendations for brands aiming to strengthen their market position in India, emphasizing the importance of adaptive marketing strategies that resonate with diverse consumer segments.

Keywords – Brand loyalty, Consumer engagement, Local brands, Global brands, Indian market

Introduction

In the diverse and rapidly evolving landscape of the Indian market, brand loyalty and consumer engagement are critical factors that influence the success of both local and global brands. Brands operating in India encounter a dynamic environment characterized by cultural richness, economic diversity, and technological advancement, presenting unique challenges and opportunities for market penetration and brand positioning.

Local brands in India often capitalize on deep-rooted cultural connections, affordability, and localized marketing strategies to foster strong bonds with consumers. These brands benefit from their understanding of local preferences, traditions, and consumer behavior, which enables them to tailor their products and marketing efforts effectively.

On the other hand, global brands bring international prestige, perceived quality, and innovation to the Indian market. These brands leverage their global recognition and technological prowess to appeal to Indian consumers seeking premium experiences and products aligned with global standards.

This comparative study aims to delve into the intricacies of brand loyalty and consumer engagement across local and global brands in India. By examining factors such as consumer perceptions, purchase behaviors, brand trust, and engagement strategies, this research seeks to uncover the underlying dynamics that shape consumer preferences and brand relationships in the Indian context.

The study employs a mixed-methods approach, combining qualitative insights from consumer interviews with quantitative data collected through surveys across urban and rural demographics. This approach enables a comprehensive analysis of how local and global brands navigate the complexities of the Indian marketplace and adapt their strategies to meet diverse consumer expectations.

Through this exploration, the research aims to provide valuable insights and strategic recommendations for brands aiming to enhance their market position and effectively engage with consumers in India. By understanding the nuances of brand loyalty and consumer engagement, brands can develop tailored marketing strategies that resonate with Indian consumers, driving sustainable growth and competitive advantage in this dynamic market landscape.

Literature review

Research by Srivastava and Kumar (2011) highlights that brand loyalty in India is often influenced by factors such as brand trust, perceived quality, and emotional connections. Local brands tend to build loyalty through cultural relevance and personalized customer interactions (Gulati & Swati, 2013), while global brands leverage their international reputation and

innovative capabilities (Kumar & Dangi, 2013).

According to Naidu (2017), consumer engagement in India is shaped by the "4 As" model—awareness, availability, affordability, and acceptability. Local brands excel in creating engagement through community-based marketing and word-of-mouth influence (Shah & Desai, 2013), whereas global brands emphasize digital marketing and omnichannel experiences to reach

diverse consumer segments (Raffidun & Ahmed, 2011).

Modi (2009) discusses the development perspective of local brands in India, focusing on their growth strategies and market penetration. In contrast, Thomas (2013) explores innovative practices adopted by global brands to localize their offerings and connect with Indian consumers

effectively.

Studies by Pradhan and Misra (2012) highlight that consumer behavior in rural India differs significantly from urban areas, influencing brand preferences and purchase decisions. Factors such as price sensitivity, product authenticity, and brand visibility play crucial roles in consumer

choices (Kale & Chobe, 2016).

Talwar et al. (2014) identify challenges such as infrastructure limitations and regulatory complexities that impact brand operations in rural and urban markets. However, these challenges also present opportunities for brands to innovate and adapt their strategies to meet local market

demands (Kumar, 2013).

Customers' expectations are shaped by the store's image, which in turn affects how consumers perceive the retailer's actions and behaviours going forward. More people buy soft drinks when

they are satisfied with the quality. According to their findings, customer happiness with dealers has a direct bearing on customer contentment with the product. The product itself will sell better if it is improved upon. Customer happiness is a direct result of high-quality goods and services. To ensure customer satisfaction, dealers must be involved (Hiller, 2010). According to the results of this research, the absence of a brand is the only common reason for its replacement.

Consumers are more influenced by convenience, health concerns, and the brand's reputation

when making a purchase decision than by the soft drink's flavour.

As per Knox Song (2004) According to the research, customers are better satisfied when prices for well-imagined products are very volatile. High price volatility for well-imagined products leads to happier customers, according to the research. When deciding on a soft drink, it's necessary to consider things like the product's physical quality, how easily it can be obtained, the reputation of the brand, and the firm itself.

Physical quality and staff behaviour are two aspects that contribute to customer satisfaction and the congruence of aspirations (Lalit and Paramjeet, 2013). Building brand recognition and customer satisfaction are the keys to a successful market launch. The research shows that company branding is a significant factor in customer happiness. Important and reliable indicators of customer happiness include consumers' utilitarian, emotional, and symbolic values. Famous brands, like Coca-Cola, have wonderful associations with customers (Pavithra, and Subramani, 2015). Customers are more likely to buy and be satisfied when they get high-quality products at reasonable prices. They discovered that a product's attributes were positively associated with customers' decisions to buy. According to Munthree and Abrat (2016), the factors that contribute to customer satisfaction include the items' availability, price, flavour, and taste.

Objectives of the study

- To evaluate and compare the levels of brand loyalty between local and global brands in the Indian market.
- To identify factors influencing brand loyalty, such as perceived quality, brand trust, and emotional connections.
- To investigate the consumer engagement strategies employed by local and global brands.

Research methodology

Quantitative methods will be employed to gather numerical data on consumer perceptions, purchase behaviors, and brand preferences. A structured questionnaire will be designed and administered to a diverse sample of consumers across urban and rural areas in India. This survey will include Likert-scale questions to measure variables such as brand loyalty, brand trust, satisfaction levels, and engagement with both local and global brands. The quantitative data will be analyzed using statistical tools such as descriptive statistics, correlation analysis, and regression analysis to identify significant relationships and patterns.

Data analysis and interpretation

Table 1. Main Factors Underlying Social Media Marketing Engagement Drives

Items	Mean	SD
In order to promote its brand, the corporation uses a variety of social media platforms.	3.264	0.96
Blogs and other forms of social media are used by the organisation to interact with clients.	3.234	0.81
Online advertising tools are used by the organisation to engage clients.	3.121	0.91
Brand dissatisfaction data is made available by the organisation.	3.919	0.82
Key details about the trademark are supplied by the firm.	3.998	0.83
The company's advertising campaigns use the persuasive power of storytelling.	3.993	0.94
All of the company's brand material is kept up-to-date and trendy.	3.111	0.89
The business uses social media to disseminate brand material.	3.211	0.71
Brand content is provided by the firm via a variety of social media channels.	3.986	0.88
My peers and acquaintances rely on content as a primary source of knowledge.	3.987	0.88
My social circle is more informed because to the provided brand material.	3.989	0.85
My friends and acquaintances may find the solutions to their queries in brand material.	3.976	0.77
Brand recognition is enhanced by the usage of the company's mobile apps.	3.966	0.82
In order to get more people involved, the business employs mobile apps.	3.897	0.71
In order to boost brand compliance, the corporation employs mobile apps.	3.795	0.73

The table presents the mean and standard deviation (SD) scores for various factors underlying social media marketing engagement drives in a corporation. These factors reflect different aspects of how the organization utilizes social media platforms and mobile apps to promote brand engagement and interaction with clients.

Overall, the mean scores indicate a generally positive perception and implementation of social media strategies within the organization. Factors such as "Brand dissatisfaction data is made available by the organisation" (Mean = 3.919), "Key details about the trademark are supplied by the firm" (Mean = 3.998), and "Brand content is provided by the firm via a variety of social media channels" (Mean = 3.986) received particularly high ratings, suggesting strong efforts in transparency, information dissemination, and content management.

Conversely, factors like "In order to boost brand compliance, the corporation employs mobile apps" (Mean = 3.795) and "Online advertising tools are used by the organisation to engage clients" (Mean = 3.121) received relatively lower mean scores, indicating areas where the organization may need to focus on improving engagement strategies and effectiveness.

The standard deviations across the items indicate varying levels of agreement or dispersion of responses among respondents. Items with lower standard deviations generally show more consistent responses, suggesting clearer consensus among respondents on those particular aspects of social media engagement strategies.

In conclusion, while the organization demonstrates a proactive approach to leveraging social media for brand promotion and engagement, there are opportunities for enhancing online advertising tools and mobile app strategies to further improve client engagement and brand compliance. These findings provide valuable insights for refining social media marketing strategies to better meet client expectations and strengthen brand engagement initiatives effectively.

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Conclusion

Throughout the research, it became evident that the organization has implemented a variety of strategies to promote its brand through social media. These strategies include using multiple social media platforms for brand promotion, interacting with clients through blogs and other social media forms, and utilizing online advertising tools to engage clients effectively. The corporation also emphasizes the importance of transparency and information sharing by making brand dissatisfaction data and key trademark details readily available to clients. Moreover, the study highlighted the significant role of storytelling and up-to-date content in the organization's advertising campaigns, underscoring the persuasive power of narrative in enhancing brand recognition and engagement. The use of mobile apps further contributes to brand visibility and client involvement, although there is room for improvement in maximizing mobile app usage to boost brand compliance and engagement.

Overall, the findings suggest that while the organization has adopted robust social media marketing strategies, there are opportunities for refinement. Areas such as optimizing online advertising tools, enhancing mobile app functionalities for increased client involvement, and further leveraging storytelling techniques in brand campaigns could enhance overall brand engagement and client satisfaction. In conclusion, the study underscores the importance of continuous adaptation and innovation in social media marketing strategies to align with evolving client preferences and technological advancements. By refining these strategies based on the study's insights, organizations can strengthen their brand presence, foster deeper client relationships, and ultimately achieve greater success in competitive markets.

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