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# A Study on Corona Virus (Covid-19) Impact on Consumer Buying Behaviour With Special Reference To Chennai City

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#### **Abstract**

The COVID-19 pandemic and the lockdowns have caused significant disruption for people, communities, brands, and businesses. The lockdown and social distancing mandates have disrupted the consumer habits of buying as well as shopping. This study attempted to understand the effect of novel coronavirus disease (COVID-19) on consumers' buying behavior. After the declaration of lockdown, consumers experienced fear and felt unsecured. The news from television channels and multimedia drastically affected the changed behavior of people. The primary data were collected through a questionnaire from 200 respondents using Google form. Data were processed and analyzed by the SPSS. The study's finding revealed that consumer buying behavior fundamentally changed, and consumers are buying more products on health and hygiene. The current crisis is affecting the product preference, shopping behavior, and purchasing decisions of consumers.

Keywords: COVID-19, Chennai City, Consumer buying behaviour, Awareness, marketing strategy.

#### Introduction

The World Health Organisation officially declared COVID-19 to be a pandemic on 11th March 2020. When the Government declared the first lockdown, it suddenly increased the rush in the market. The essential goods in shops were at the lowest level. Face masks and sanitizers were out of stock in various medical shops during the early stage of lockdown. It resulted in black marketing of essential and medical goods. Daily life for people around the world has changed in ways that would have been unthinkable. Ongoing pandemic had impacted people's earnings levels and led to an increase in unemployment across the country and thus affected consumer behaviour. Consumers started stocking up things hoping that they would have a routine life when they would be fine. This situation has occurred first time in

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history that many countries had executed lockdown to decrease the spread of this virus, leading to an extreme change in buying behaviour in the Indian market.

Consumer behaviour plays a vital role in profit-making and the market reputation of any product. It has been impacted severely due to the COVID-19 pandemic. The factors that are significant in influencing consumer behaviour are affected consumers' financial condition, change in spending pattern, reduced visits to public areas due to lockdowns, cancellation in travel plans due to travel restrictions imposed by Governments, etc. This research (data collection period April 2021- May 2021) is focused on identifying the factors which have triggered such changes during the covid-19 pandemic condition.

#### **Objectives of the Study**

1. To analyze the factors affecting consumer buying behaviour in a pandemic situation arisen due to COVID-19.

#### **Methods of Study**

For understanding the consumer buying behaviour under COVID-19 disease, the researcher used an explanatory research design. A survey was conducted to collect data from the public.

#### Sample and Sampling Technique

The present research is purely based on the Questionnaire method using Google forms. The data have been collected from 200 respondents.

#### **Sources of Data**

The primary data were collected through a structured questionnaire from 200 respondents using Google form, and secondary data was collected from the Websites, reports, magazines, and newspapers.

#### **Data Analysis**

The Statistical Package for social science tools used in the research is percentage analysis and chi-square test.

# DATA ANALYSIS AND INTERPRETATION

Table No 1:

# **Demographic Characteristics of Respondents**

Variables		Percentage
Gender	Male	54
	Female	46
Age	Less than 20 years	42.1
	21-40 years	45.1
	41 years & above	12.8
Marital Status	Married	65
	Unmarried	35
Level of Education	Graduate	46
	Postgraduate and masters	38
	Others	16
Occupation	Businessmen	20
	Government employee	20
	Private employee	55
	Others	5
Annual Income	1-3 Lakhs	42
	3-6 Lakhs	30
	More than 6 Lakhs	18

#### Inference

The above table shows that the majority of the respondents belong to the age group of 20 to 40 years, and 46 % are graduates. It also shows that 55% of the respondents are private employees, and the majority of the people belong to the annual income group 1-3 lakhs.

# 2. Factors Affecting Consumer Buying Behaviour in Pandemic Situations Arisen Due to COVID-19.

**Table: 2.1** 

# Impact of Availability of Product on Buying Behaviour

FACTOR	R Square	Adjusted R Square
Brought unknown brand in	78.1%	72.7%
bulk		
Bought In bulk more than the	60.9%	50.7%
estimated budget		
Brand not known, but only a	69.3%	60.6%
few pieces are available in		
stock		
product is out estimated	78.2%	70.4%

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During the Coronavirus pandemic, the availability factor helped obscure brands as they are bought most by purchasers. Be that as it may, a variety was noticed wherein buyers are not making bulk purchases if the item is dropping out of the purchaser's assessed financial plan.

Table 2.2 Impact of Financial Saving on Buying Behaviour

FACTOR	R Square	Adjusted R Square
Brought unknown brand in bulk	72.9%	67.3%
Bought In bulk more than the estimated budget	50.5%	36.5%
Brand not known, but only a few pieces are available in stock	87.3%	80.4%

Because of the pandemic and the lockdown, the monetary circumstance of individuals was not truly steady. Layoffs and pay had set off the behaviorism of investment funds in a few family units. The investigation saw that shoppers bought an item the most when the brand isn't known; however, a couple of pieces were accessible in stock though buyers were purchasing fewer items in mass when it dropped out of the purchaser's estimated budget.

Table 2.2 Impact of Fear of Health on Buying Behaviour

Independent variables	Less than a month	Within 1-2 months	After 2 months
Duration of conducting	2%	12%	86%
any important ceremony			
after the lockdown			
The duration after which	1 %	10%	89%
socializing and gathering			
is suitable			

**Table 2.3** 

FACTOR	R Square	Adjusted R Square
Conducting an important	80.2%	70.5%
ceremony		
Duration of Socializing	79.4%	75.6%

From the above table, we can infer people were very reluctant towards arranging or going to a ceremony. The impact of socializing duration had also impacted the factor of fear of health by a good correlation. Since both the R square values were higher than 75%, we also inferred that the data had fit in the regression model and their impact on the dependent variable, i.e., change was great.

Table 2.4

Impact of Quality of Product on Buying Behaviour

FACTOR	R Square	Adjusted R Square
Household & cleaning supplies	74.7%	69.4%
Clothes & Apparel	70.6%	76.4%
Infant products	83.9%	75.2%
Packaged food item	66.7%	61.8%
Fruits and Vegetable	64.7%	56.3%
Pharmacy and Personal Care	84.4%	79.2%

Quality of product is considered an important factor for shaping consumer's buying behaviour. The analysis indicated that the personal care and pharmacy products are most with an R square value of 84.4%. It depicted that people preferred to buy personal care products directly from the shop. In contrast, the industry of packaged food was impacted least with an R square value of 66.7%.

# 3. Reasons for Change in Buying Behaviour of Consumers

Based on the research, the five most preferred and least preferred factors (along with its sub-category) influencing the consumer's buying behaviour during COVID-19 is presented along with its R square and adjusted R square values:

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Table 3.1

Most Preferred Reasons for Change in Buying Behaviour Factors

FACTOR		R Square	Adjusted R Square
Household & cleaning supplies	Quality	84.7%	79.4%
If the product is not of a known	Availability	84.6%	76.4%
brand			
Not known brand – Bought in	Availability	83.9%	75.2%
bulk.			
Pharmacy and Personal Care	Quality	84.4%	79.2%

Table 3.2

Least Preferred Reasons for Change in Buying Behaviour

FACTOR		R Square	Adjusted R Square
Bought In bulk more than the estimated budget	Time Saving	54.7%	39.4%
Infant products	Quality	75.6%	66.6%
Packaged food item	Quality	63.9%	55.2%
Brand not known, but only a few pieces are available in stock	Availability	64.4%	79.2%

Through the research, one can observe buyer's preference at a granular level and discovered that during a pandemic situation, consumers were most inclined towards the factor of "quality of food" for Pharmacy and household-cleaning products, "availability of products" for unknown/ new brands and time saving for brought in bulk more than the estimated budget.

It was also observed that during a pandemic situation, the least preferred factors impacting the buyer's behaviour were "Financial savings" as fewer people were inclined towards bulk buying, especially when the product is out of the buyer's estimated budget. It was followed by "Quality of the product", and the factor of "Availability of product" as fewer

people were inclined towards bulk buying especially when product is out of buyer's estimated budget and unknown brand when only a few pieces are left in stock.

#### **Conclusion**

The study aims to understand the reasons for the change in consumer behaviour. The research findings showed a sudden increase in products' consumption in certain sectors like health care, disinfection, media, etc. It was seen that during a pandemic circumstance, individuals were not slanted to go through the cash, particularly when the item is needed in mass and is out of the purchaser's estimated budget. Based on this study's findings, Most of the respondents strongly agree COVID-19 -19 impacts buying behavior. The majority of the consumers are spending only on essential goods during COVID-19, and the majority of the respondents are purchasing personal care products. Due to stay-at-home and social distancing orders, customers relied even more on digital platforms, and their mobile phones became a lifeline to the outside world. Consumers completed their daily tasks digitally, for example, health appointments, online shopping, online workouts, etc. People worked from home, went to school online, and connected with family and friends virtually. Video chat use exploded as people spend their time in homes, which has both practical and emotional effects. People responding to the pandemic crises in many ways. Some feel anxious and worried, fuelling panic-buying of hygiene products. Some consumers remain indifferent to the pandemic and are continuing their business, as usual, despicontinueions from government and health professionals. Consumer priorities have changed on the most basic needs, sending demand for hygiene, cleaning, and staples products soaring, while non-essential categories slump. During the pandemic, consumers' need for necessities takes precedence. Personal health is the top priority for the consumers, followed by food and medical security, financial security, and personal safety were other leading priorities.

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