Adoption Climate Change on Marketing Strategy : Green Product decision process model

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Abstract: Climate change significantly affects consumer behavior, driving shifts in marketing strategies to accommodate evolving consumer values and expectations, the purpose of this study was to examine the effect of Environmental concerns on green Green purchasing decisions both directly and indirectly through Green willingness to purchase, in this study taking a sample of 100 respondents with the criteria of green cosmetic users who live in Surabaya, data analysis using Structural equation model with smart pls as the analysis tool, from the results it was found that Environmental concerns have a positive and significant effect on green Green purchasing decisions both directly through Green willingness to purchase, and Green willingness to purchase has a positive and significant effect on green Green purchasing decisions.

Key Words: Green purchasing decision, Green willingness to purchase, Environmental concerns

Introduction

Climate change is significantly affecting consumer behavior, prompting shifts in marketing strategies to accommodate evolving consumer values and expectations (Kumari, 2024) As awareness of environmental issues grows, consumers are increasingly prioritizing sustainability in their purchasing decisions, forcing businesses to adapt their marketing approaches (Lopes et al., 2024), 2024) This shift is evident across multiple sectors, including food, transportation, and energy, where consumers are more likely to choose products and services that align with their environmental values (Nygaard, 2024) Green marketing plays an important role in promoting environmentally friendly products and services, aligning business practices with consumer values, and driving sustainable development (Bashar et al., 2023). The phenomenon not only enhances brand reputation but also drives innovation and competitive advantage in the market (Borah et al., 2023).

The skincare market in Indonesia has had a significant growth rate of 13.03% from 2011 to 2015, with projections showing a global cosmetics market value of \$463.5 billion by 2027 (Imani, 2024). This is supported by consumer behavior that is increasingly aware of the importance of skin health, leading to a trend where skincare is seen as more important than luxury (Andayani et al., 2024) Millennials, especially men, show a high level of awareness and demand for skincare products, driven by factors such as product attributes, health benefits, and environmental awareness (Dewi et al., 2022).

Positive attitudes towards green products, environmentally friendly packaging, and green labels increase consumer engagement, leading to increased demand for green offerings and driving a more sustainable market (Chang & Bayardalai, 2024) Many are aware of the

relevance of green marketing, but individuals do not always understand how their actions can contribute to preserving the environment and there are not many studies that reveal how the benefits of green marketing from the consumer side (Reddy et al., 2023) In addition, the lack of the beauty business sector to be studied is of particular interest to uncover given the potential for the future, because many studies on green marketing only focus on the energy sector (Prakash et al., 2024), 2023) In addition to this, the lack of the beauty business sector to be researched is an attraction to uncover given the large potential for the future, because many studies on green marketing for the future, because many studies on green the large potential for the future, because many studies on green marketing only focus on the energy sector (Prakash et al., 2024).

The novelty in research is using an amalgamation model of various psychological and social factors that influence green purchasing behavior, with the aim of offering a more comprehensive understanding of consumer motivation (Duque Oliva et al., 2012), 2024) the study conducted in this study was to determine and explain the direct effect of green willingness to purchase and environmental concerns on green purchasing decisions and the indirect effect between environmental concerns on green purchasing decisions through green willingness to purchase, while the grand theory used is Theory Planned Behavior (TPB) This theory has played an important role in analyzing green consumer behavior, showing that intentions significantly influence purchasing decisions for green products (Zulfikar et al., 2023).

Method

This study uses a survey method to test the theoretical model. The purposive sampling method was used in selecting the research sample, with target respondents who met the criteria, namely (1) green cosmetic users (2) aged 11-28 years and domiciled in Surabaya and the sample size was 100 respondents. To measure Green Purchase Decisions The survey instrument was developed by identifying appropriate measurements from a comprehensive literature review as written in the following table 1.

Table 1. Measurements				
Variable	Items			
Green purchasing decision (GPD)	GPD1. Preference to buy environmentally			
	friendly products than non-green			
(Gustavo Jr et al., 2021)	products			
	GPD2. Tendency to increase the			
	purchase/use of green products for			
	oneself			
	GPD3. Willingness to buy green products			
	even if they are more expensive than			
	non-green ones			
	GPD4. Recommending green products to			
	friends and others			
Environmental concerns (EC)	EC1. Preservation of nature and wildlife			
(Naalchi Kashi, 2020)	EC2. Pleaser to purchase green products			
	EC3. Potential environmental impact of			
	my purchase			
	EC4. Environmentally responsible person			

Green willingness to purchase (GWP) (Kamalanon et al., 2022)

structural equation model (SEM) with Smart PLS software is used to test the hypotheses proposed in this study, as for the hypotheses proposed are (1) whether Environmental concern has a positive and significant effect on Green purchasing decision (2) whether Green willingness to purchase (GWP) has a positive and significant effect on Green purchasing decision (3) whether environmental concern has a positive and significant effect on Green purchasing decision through Green willingness to purchase (GWP).

Results and Discussion

Hypothesis testing is carried out using the bootstrapping technique with SmartPLS software Bootstrapping technique is a technique for recalculating sample data randomly to obtain the T-statistics value on each path. Based on the T-statistics value obtained, the significance of the influence between latent variables can be determined. The path coefficient value of the inner model is said to be significant provided that the T-statistics value> 1.96 or p-value = a (0.05) (Hair Jr et al., 2021). While the magnitude of the influence between latent variables on the path can be seen from the criteria for estimating the path coefficient for each path, there are two types of influence in PLS, namely direct effect and indirect effect.

hypothesis	Coefficient	P-value	Decision
Environmental concern has a positive and significant effect on green purchasing decisions.	0.570	0.000	Supported
Green willingness to purchase (GWP) has a positive and significant effect on green purchasing decisions.	0.285	0.000	Supported
environmental concern has a positive and significant effect on green purchasing decisions through green willingness to purchase.	0.112	0.001	Supported

Tabel 2: Hypothesis Testing

Source: processed data (2024)

Discussion

The uncertain state of the environment has a positive impact on consumer and company awareness, buyers of cosmetic products, both men and women, are starting to realize that preserving the environment is as important as maintaining beauty, consumers are starting to realize that not only the content of environmentally friendly cosmetic ingredients, but also cosmetic packaging is also an assessment in buying green products (Mallick et al., 2024) coupled with the existence of digital media which also increases environmental awareness, especially among gen z teenagers (Mandić et al., 2024) based on phenomena in

the field and the results of research show that there is a positive and significant relationship between environmental awareness and green purchasing decisions.

Consumers' attitudes towards green products are positively influenced by their environmental concerns, which in turn affect their intention to purchase a wide range of products that have safe ingredients and do not harm the environment (Chanda et al., 2023) Consumers' awareness and concern for environmental issues significantly affect green purchasing behavior. Studies show that individuals who take environmental issues seriously are more likely to engage in green purchasing (Ogiemwonyi et al., 2023) Therefore, both statistical tests and previous literature support the second hypothesis which states that Green willingness to purchase (GWP) has a positive and significant effect on Green purchasing decisions.

Consumer concerns about erratic weather climate change and the many natural disasters that occur at this time, are evidence that the environment has changed, a lot of tree cutting and pollution that is increasingly rampant increases the impact of environmental damage, these concerns encourage consumers to pay more attention to the environment through interest in buying green products which ultimately makes consumers make purchases (Gomes et al., 2023), 2023) from previous research states that concern for the environment has a direct impact on intentions and actual purchases of green products (Vania & Ruslim, 2023), therefore the third hypothesis, namely enivornemtal concern, has a positive and significant effect on Green purchasing decisions through Green willingness to purchase has been statistically proven.

Conclusion

This study has proven that Indonesian people have begun to be aware of environmental changes that lead to their concern for the stability of ecosystems and the environment, green marketing as a green marketing concept which in the process aims to preserve the environment from the business side and is seen as a powerful strategy to increase the value of a product that is sold, especially for consumer segments who care about the environment, has been proven. environmental concern and green willingness to purchase have a direct effect on the attitude to buy green products either directly or indirectly through the green willingness to purchase variable. The results of this study are expected to be able to increase our awareness, especially companies, to always move forward in strategizing not only about momentary profit but business sustainability through this green marketing strategy.

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