Vol. 5, No.04; 2021

ISSN: 2456-7760

# THE EFFECT OF PRODUCT QUALITY AND PERCEIVED PRICE ON CUSTOMER SATISFACTION AND LOYALTY: STUDY ON HALAL COSMETIC PRODUCTS IN INDONESIA

Ade Permata Surya<sup>1</sup>, Anton Kurniawan<sup>2</sup>

<sup>1</sup>Universitas Mercu Buana, Faculty of Economics and Business,
Jl. Meruya Selatan No.1, Kembangan, Jakarta, Indonesia

<sup>2</sup>Universitas Mercu Buana, Faculty of Economics and Business,
Jl. Meruya Selatan No.1, Kembangan, Jakarta, Indonesia

#### **Abstract**

Indonesia is a country with the largest Muslim population in the world, so that Indonesia is the largest share of the world halal market, including in the cosmetics sector. The high and tight level of competition in the Indonesian halal cosmetic market, both with local halal cosmetic products and various imported halal cosmetics, requires companies to increase customer satisfaction and increase their customer loyalty. This study aims to determine the effect of product quality and perceived price in increasing customer satisfaction and customer loyalty to Wardah halal cosmetic products in Indonesia. Using a quantitative approach and non-probability sampling techniques, this study uses questionnaire data from 135 respondents who are Wardah consumers from 5 major cities in Indonesia, namely Jakarta, Bogor, Depok, Tangerang, and Bekasi (Jabodetabek). Furthermore, the data is processed using Partial Least Square (SEM-PLS). Results show that both product quality and perceived price have a significant effect on customer satisfaction. Furthermore, customer satisfaction also has a significant effect on customer loyalty. The Adjusted R-squared coefficient of customer satisfaction and customer loyalty is quite high, namely 0.60 and 0.73, which means that 60% of customer satisfaction can be improved with product quality and perceived price, and 73% of customer loyalty can be improved by customer satisfaction.

**Keywords:** product quality, perceived price, customer satisfaction, customer loyalty, halal cosmetics sector

## 1. Introduction

Based on Global Islamic Report 2018/2019 data, the Muslim population in the world reached 1.8 billion in 2017. For the world halal cosmetics market, it is estimated to reach USD 54 billion in 2022. Indonesia itself is a country with the largest Muslim population in the world, so that Indonesia becomes the largest halal market share in the world. This also applies to the Indonesian halal cosmetics sector. Indonesia is currently showing an increase in the beauty industry sector. No less than 760 cosmetic companies spread throughout Indonesia. Based on data from the Ministry of Industry (2016), this industrial market growth has averaged 9.67% per year in the last six years (2009-2015). With this amount, Indonesia is a potential market for cosmetic industry entrepreneurs, both foreign and domestic, especially for halal cosmetics.

Vol. 5, No.04; 2021

ISSN: 2456-7760

Wardah is a local cosmetic brand that first received halal certification since 1995 and it is known as one of the largest halal cosmetic brands in Indonesia. Halal cosmetics are cosmetics with ingredients that are according to Islamic law. The product must be certain that it is cruelty free or does not use animal-containing ingredients and no alcohol content.

Based on data sources obtained from Top Brand, it is known that sales of several cosmetic products have increased and decreased. Wardah itself experienced a decline in sales from 2014 to 2015. Even though in 2017 Wardah became the number 1 top brand in Indonesia, in 2018, a halal cosmetic competitor from Malaysia, Safi entered the Indonesian market. Not only from abroad, wardah competitors from various local halal cosmetic brands are increasingly emerging, such as Mazaya, Nameera, and Zoya cosmetics. In October 2019, the government also officially issued a halal certification regulation for all medicinal and cosmetic products circulating in Indonesia in Law No. 33 of 2014, concerning the Guarantee of Halal Products. This is increasingly becoming a challenge for Wardah to make consumers loyal to their brand.

The high and tight level of competition in the Indonesian halal cosmetics market, both with its competitors from local and imported halal cosmetic products, requires the Wardah company to strive to maintain their survival. Customer loyalty plays a very important role in maintaining the continuity of a business. Loyal customers will continue to make repeat transactions and provide cash input and input on company ideas. Loyal customers will also voluntarily promote by providing positive testimonials and recommendations to other consumers, and even inviting them to become loyal Wardah customers.

Customer loyalty is not a new topic in marketing, a lot of literature has researched on customer loyalty (Akroush & Mahadin, 2019; Moura e Sá & Cunha, 2019; Omoregie, Addae, Coffie, Ampong, & Ofori, 2019; Othman et al., 2019; Surya & Surtiningsih, 2019; Wu & Li, 2018), including research on customer loyalty in services such as in the hotel industry (Wu & Li, 2018), in the automotive industry (Scherpen, Draghici, & Niemann, 2018), in the mobile commerce industry (Lee & Wong, 2016)), in the travel agency sector (Silva & Gonçalves, 2016), and in the transportation service sector such as the aircraft industry (Chen & Wang, 2016; Prentice & Loureiro, 2017), intercity buses (Y.-H. Chang & Yeh, 2017), public transportation (Fu, Zhang, & Chan, 2018; Li, Bai, Song, Chen, & Wu, 2018).

On the other hand, research on customer loyalty to goods was found to be very limited, including research on customer loyalty on smartphone products (M.-K. Kim, Wong, Chang, & Park, 2016); traditional food products (Chrysochou, Krystallis, & Giraud, 2012); organic products (Hasnelly & Yusuf, 2012); electronic products (Marakanon & Panjakajornsak, 2017); and in fast moving consumer goods (Sundström & Hjelm-Lidholm, 2020). Likewise, there is still very little research on customer loyalty to beauty products, especially cosmetic products (Suhartanto et al., 2020). Therefore, this study was conducted to answer the research gap by examining customer loyalty to cosmetic products in Indonesia.

From previous research, it is known that customer satisfaction is one of the most influential factors on customer loyalty (Bowen & Chen, 2001; Cheng, Gan, Imrie, & Mansori, 2018; Donio, Leventhal, Massari, & Passiante, 2006; Hallowell, 1996; Jeong & Lee, 2010), while product quality and perceived price are known as factors that influence customer satisfaction (Setiadi, Daryanto, & Fahmi, 2018; Sohrabi, 2017). Based on this, the purpose of this study was

Vol. 5, No.04; 2021

ISSN: 2456-7760

formulated to determine the effect of product quality and perceived price on customer satisfaction and loyalty of Wardah cosmetic products in Indonesia.

#### 2. Literature Review

Many previous studies on cosmetics have been carried out (Faria-Silva et al., 2020; Lacatusu et al., 2020; Murwaningtyas, Harisudin, & Irianto, 2020; Nathan & Wanner, 2019; Nguyen, Nguyen, & Vo, 2019; Song, Guo, & Zhang, 2019). Among them are research on organic cosmetics (Ghazali, Soon, Mutum, & Nguyen, 2017; Nguyen et al., 2019; Yeon Kim & Chung, 2011); green cosmetics (Liobikienė & Bernatonienė, 2017; Singhal & Malik, 2018), natural cosmetics (Ahmad & Omar, 2018; Jansri, 2016); Korean cosmetics & skin-care (D. Chang, 2007; S. Lee, Sung, Phau, & Lim, 2019; Massoud Moslehpour, Sugata, & Aulia, 2015; Massoud Moslehpour, Wong, Pham, & Aulia, 2017; Wangwiboolkij); and halal cosmetics (Abd Rahman, Asrarhaghighi, & Ab Rahman, 2015; Aoun & Tournois, 2015; Briliana & Mursito, 2017; Khan, Sarwar, & Tan, 2020; Shahid, Ahmed, & Hasan, 2018; Suhartanto et al., 2020; Yeo, Mohamed, & Young, 2016).

Generally, the previous literature examines the factors that affect purchase intention or repurchase intention of cosmetics products (Gómez & Pérez, 2018; Hanzaee & Andervazh, 2012; Massoud Moslehpour et al., 2015; Nguyen et al., 2019; Taghipour & Loh., 2017); innovation and business strategy in the cosmetic industry (Kumar, Massie, & Dumonceaux, 2006); cosmetics and their relationship with gender issues (J. Kim, Malhotra, Han, Kim, & Paramita, 2013; Pudaruth, Juwaheer, & Seewoo, 2015); consumer behavior in buying cosmetic products (Pudaruth et al., 2015; Weber & Villebone, 2002); cosmetic product packaging (S. Lee et al., 2019); customer's value on cosmetic products (Ahmad & Omar, 2018; Ghazali et al., 2017; Jansri, 2016; Song et al., 2019; Yeo et al., 2016); consumer attitudes or attitudes towards cosmetic products (Briliana & Mursito, 2017; Garg & Joshi, 2018; Singhal & Malik, 2018; Souiden & Diagne, 2009); and customer satisfaction with cosmetic products (Curtis, Abratt, Rhoades, & Dion, 2011; P.-J. Kim & Lee, 2016; Yeo et al., 2016).

However, there is still limited research on customer loyalty in the cosmetics sector (Curtis et al., 2011; Hanzaee & Andervazh, 2012), especially research on customer loyalty in halal cosmetics (Suhartanto et al., 2020). Research by Suhartanto et al. (2020) examined the factors that affect customer loyalty to halal cosmetic customers, where product quality, emotional attachment, religiousity and customer satisfaction were tested into the model and the results showed that only product quality, emotional attachment and customer satisfaction had a significant effect. Little or limited research on customer loyalty for halal cosmetic products is the background for this research. Where as a differentiator, this study adds the perceived price factor as an antecedent variable compared to previous studies.

## 2.1 Customer Loyalty

Kotler and Keller (2012) define customer loyalty as a consumer commitment to buy a product or reuse preferred products and services in the future, even though there are situations and promotions that have opportunities to cause customers to switch. According to Astini (2016), the advantage of having loyal customers is that it can guarantee the continuity of the company's life in the long run. According to Taylor, et al. (2006) loyalty is a multidimensional construct,

Vol. 5, No.04; 2021

ISSN: 2456-7760

defined and viewed differently by researchers. Where, consumer loyalty includes three different constructs, namely (1) behavioral loyalty, (2) attitude loyalty, and (3) combined loyalty. Meanwhile, according to Moura e Sá and Cunha (2019) the concept of customer loyalty consists of two main dimensions usually identified, namely the attitude dimension and the behavior dimension.

# 2.2 Customer Satisfaction

To thrive in a highly competitive market, customer satisfaction plays a key role in retaining existing customers and acquiring new customers which ultimately encourages them to become brand loyal (Hussain, 2016). According to Novianti, Endri, and Darlius (2018), customer satisfaction is an emotional response in the form of feelings of pleasure and relief because their heart's desire has been fulfilled or fulfilled after purchasing a product or service. Meanwhile, according to Kotler & Keller (2012), customer satisfaction is the feeling of pleasure or disappointment of a customer that arises from comparing the perceived performance of the product (or results) against their expectations. Thus, satisfaction itself is a central concept in marketing theory and practice, and is one of the important goals of business activities (Permana, 2018). According to Chow & Zhang (2008) it is important for managers to identify satisfactory product attributes from unsatisfactory, because brand switching to customers may occur as a result of their dissatisfaction with the product.

# 2.3 Product Quality

According to Kotler and Keller (2012) a product is anything that can be offered to the market to satisfy a desire or need, whether it be physical goods, services, events, people, places, property, organizations, information, to ideas. Meanwhile, the product quality according to Trentin et al. (2012) is the ability of a product to carry out its function; such as durability, reliability, precision, ease of operational repairs and other valuable attributes. In other words, product quality means the ability of a product to perform its function. This includes overall durability, reliability, precision, ease of use and repair and the value of other attributes in a product.

### 2.4 Perceived Price

According to Hawkins and Mothersbough (2013), price is the amount of money that must be paid to get the right to use a product. In Zimmerman and Beneke (2014) it is explained that generally consumers do not remember exactly a price, but consumers perceive or encode prices in ways that are meaningful to them, so that price perceptions vary among consumers, products, situations and conditions.

## 3. Hyphothesis Development

# 3.1 Relationship between Product Quality and Customer Satisfaction

Quality is the key to organizational success and survival in today's competitive environment. The intense global competition has highlighted the growing importance of quality (Hoe & Mansori, 2018). The consistency of the quality of a product or service can contribute to the success of a company in terms of customer satisfaction, employee satisfaction, and company profitability. Quality products play an important role in shaping customer satisfaction (Kotler and Armstrong, 1996). Several previous studies have found that product quality is one of the factors that affect

Vol. 5, No.04; 2021

ISSN: 2456-7760

customer satisfaction (Albari & Kartikasari, 2019; Asim, Sembodo, & Rushadiyati, 2019; Elidawati, Yasri, & Idris, 2018; Hoe & Mansori, 2018; Jahanshahi, Gashti, Mirdamadi, Nawaser, & Khaksar, 2011).

## 3.2 Relationship between Perceived Price and Customer Satisfaction

Various previous studies have found that perceived price is an antecedent or influential factor in increasing customer satisfaction (Albari & Kartikasari, 2019; Asadi, Khazaei Pool, & Reza Jalilvand, 2014; Djumarno, Anjani, & Djamaluddin, 2018; Ekasari et al., 2019). In their research, Bei and Chiao (2006) explain that price is an important factor that determines consumer satisfaction, because after consumers evaluate the value of the product or service received, they always think about the price of the product or service. In general, a fair price is based on customers' perceptions of their knowledge of the prices set by producers for the market as a whole.

# 3.3 Relationship between Customer Satisfaction and Customer Loyalty

In recent years, many studies have confirmed the relationship between customer satisfaction and customer loyalty. (Setiawan, Firdiansjah, & Darsono, 2019; Sitanggang, Sinulingga, & Fachrudin, 2019; Subaebasni, Risnawaty, & Wicaksono, 2019; Suhendar & Ruswanti, 2019; Wantara & Tambrin, 2019). Research by Jannah, Mappatompo, and Haanurat (2019) found that customer satisfaction has a significant effect on customer loyalty in companies engaged in the health care & beauty sector. Likewise, El-Adly (2019) who found that customer satisfaction is an important factor in determining customer loyalty in the hospitality sector. In addition, Surya (2019) also found that customer satisfaction has a significant positive effect on online transportation customer loyalty.

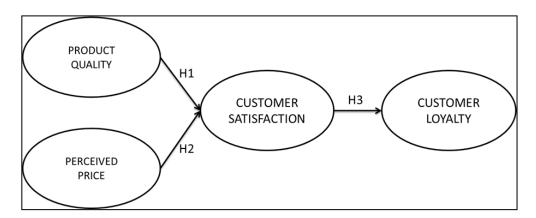


Figure 1. Research Model

### 4. Method

This study uses a quantitative approach and its type is causal research, which is research that aims to test hypotheses about the cause-and-effect relationship between several variables. In addition, this research method uses a survey method, in which primary data collection is done by giving the questions contained in the questionnaire to individual respondents. The population of

Vol. 5, No.04; 2021

ISSN: 2456-7760

this study is all consumers who use Wardah halal cosmetic products who live in 5 major cities in Indonesia, namely Jakarta, Bogor, Depok, Tangerang, and Bekasi. The sampling method used is non-probability with incidental sampling type by giving online questionnaires to respondents. The research sample obtained was 135 respondents. The data was collected using a questionnaire technique, where the respondents answered questions that had been arranged in the form of choices and scale questions using a Likert scale (1–5). The data analysis method in this research is SEM-PLS which is processed with the help of WarpPLS 6.0 software.

#### 5. Results

## 5.1 Model Fit Test

The model fit test was conducted to see the suitability of the model built in the study. A good research model will be able to describe the suitability of the relationship between the variables in the study. The use of WarpPLS 6.0 has provided calculation results that indicate the criteria used to judge whether the model is appropriate. From Table 1 below, it is known that each value has met the ideal criteria, so it can be concluded that the overall model of this research is good and appropriate.

Description	Result	Ideal
Average path coefficient (APC)	P<0.001	<= 0.05
Average R-squared (ARS)	P<0.001	<= 0.05
Average adjusted R-squared (AARS)	P<0.001	<= 0.05
Average block VIF (AVIF)	1.536	<= 3.3
Average full collinearity VIF (AFVIF)	3.052	Acceptable if <5
Sympson's paradox ratio (SPR)	1	Acceptable if >0.7
R-squared contribution ratio (RSCR)	1	Acceptable if >0.9
Statistical suppression ratio (SSR)	1	>= 0.7
Nonlinear bivariate causality direction ratio	1	>= 0.7

Table 1. Result of Model Fit Test

#### 5.2 Convergent Validity and Reliability

The Average Variance Extracted (AVE) value indicates that all reflective constructs have an AVE value greater than 0.50, where AVE product quality is 0.746; perceived price 0.611; customer satisfaction 0.870 and customer loyalty 0.702. The AVE results indicate that all indicators have met the specified standard values, so that the convergence of the indicators is valid or acceptable and it can be stated that all indicators measuring the construct have met the convergent validity requirements. In addition, the results of the Composite Reliability (CR) data show that all values are above 0.8, where the CR product quality is 0.953; perceived price 0.887; customer satisfaction 0.964 and customer loyalty 0.934, so that means the data has high reliability. Besides CR, the reliability test is strengthened by Cronbach's Alpha, where the results show that all CA numbers are> 0.8 which can be concluded that the reliability is very high. The data can be seen in Table 2 below.

Vol. 5, No.04; 2021

ISSN: 2456-7760

Table 2. Convergent Validity and Reliability

	AVE	CR	CA
Product quality	0.746	0.953	0.943
Perceived price	0.611	0.887	0.840
Customer satisfaction	0.870	0.964	0.950
Customer loyalty	0.702	0.934	0.915

AVE Average Variance Extracted; CR Composite Reliability; CA Cronbach's Alpha

## 5.3 Discriminant validity

The discriminant validity test was carried out by looking at the cross-loading value and the Square Root of Average Variance Extracted / AVE value. Based on Table 3, it shows that each indicator measuring a construct has a greater cross loading value for its respective construct, so it can be said to be valid. The Square Root of AVE value obtained by each construct is greater than the correlation value between constructs and other constructs in the same column. These results indicate that the conditions for discriminant validity are met.

Tabel 3. Discriminant Validity (Fornell Lacker Criterium)

	PQ	PP	CS	CL
Product quality (PQ)	0.864			
Perceived price (PP)	0.603	0.782		
Customer satisfaction (CS)	0.638	0.705	0.933	
Customer loyalty (CL)	0.622	0.656	0.851	0.868

## 5.4 Result of Hypothesis Test

Hypothesis test results show that there is a significant influence between product quality and customer satisfaction where the p-value is <0.001 so that **H1 is supported.** Furthermore, the relationship between perceived price and customer satisfaction has a p-value <0.001 so it can be stated that **H2 is supported.** A significant effect is also found on customer satisfaction with customer loyalty, so it is concluded that **H3 is supported.** Other results can be seen from the Adjusted R-squared coefficient of customer satisfaction and customer loyalty which is quite high, namely 0.60 and 0.73, which means that 60% of customer satisfaction can be improved with product quality and perceived price, and 73% of customers loyalty can be improved by customer satisfaction. The results of this hypothesis test are summarized in Table 4. In addition, Figure 2 shows the results of the hypothesis test based on the output of WarpPLS 6.0.

Vol. 5, No.04; 2021

ISSN: 2456-7760

Table 4. Result of Hypothesis Test Sum	mary
--	------

Hyphotesis	Description	Path	P-values	Results
		coefficients		
H1	$PQ \rightarrow CS$	0.390	< 0.001	Supported
H2	$PP \rightarrow CS$	0.480	< 0.001	Supported
Н3	$CS \rightarrow CL$	0.850	< 0.001	Supported

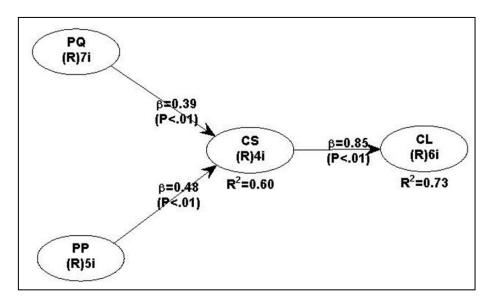


Figure 2. the results of the hypothesis test based on the output of WarpPLS 6.0

#### 4. Discussion

Based on this research, empirical findings were found that product quality has a significant positive effect on customer satisfaction of Wardah halal cosmetic products in Indonesia. These results confirm various previous studies (Mahsyar & Surapati, 2020; Setiawan et al., 2019; Suhendar & Ruswanti, 2019; Wantara & Tambrin, 2019). The results of this study are in line with Sitanggang et al. (2019) who found that the quality of Indihome's internet service provider (ISP) products have a significant effect on their customer satisfaction. Likewise, with Ekasari et al. (2019) who found that product quality was a significant factor in increasing customer satisfaction who purchased products online. This shows that the higher the product quality, the higher the level of customer satisfaction, and vice versa, the lower the product quality, the lower the satisfaction of Wardah halal cosmetic product customers. Based on Djumarno et al. (2018) when product quality meets or exceeds customer expectations, customers will feel that the product is acceptable and of high quality, so that customers will be happy and satisfied.

Another finding is the significant effect of perceived price on customer satisfaction. These empirical findings also confirm previous studies (Albari & Kartikasari, 2019; Kencana, 2018; Oxtafiani & Widowati, 2017; Shen & Yahya, 2021). Research by Razak, Nirwanto, and Triatmanto (2016) shows that perceived price has a significant effect on customer satisfaction

Vol. 5, No.04; 2021

ISSN: 2456-7760

from toothpaste products. The results of this study are also in line with the findings of Budiastari (2016) who found that perceived price has a significant impact in increasing customer satisfaction in the construction sector, especially cement and concrete products, and the findings of Kaura, Durga Prasad, and Sharma (2015) who found that price is significant effect on customer satisfaction in the Indian retail banking sector.

Other results show that customer satisfaction has a significant positive effect on customer loyalty. This finding is in line with Cakici, Akgunduz, and Yildirim (2019); Asadi et al. (2014) and Kaura et al. (2015). Cakici et al. (2019) found that perceived satisfaction has a significant positive effect on customer loyalty in the restaurant sector. Likewise, Asadi et al. (2014) found that customer satisfaction who bought Islamic-Iranian art products had a significant effect on their level of loyalty to these products. Still in line, Kaura et al. (2015) also have findings that customer satisfaction has a significant impact on customer loyalty in the Indian retail banking sector. This shows that the higher the level of perceived customer satisfaction, the higher the level of loyalty, and conversely, the lower the level of perceived customer satisfaction, the lower the level of customer loyalty.

#### 6. Conclusion

From the results of research and discussion, the conclusion that can be drawn is that both product quality and perceived price have a significant effect on customer satisfaction. Furthermore, customer satisfaction also has a significant effect on customer loyalty. From the two variables, it was found that the path coefficient value of perceived price was greater (0.48) than product quality (0.39), which indicated that the effect of perceived price on customer satisfaction was more dominant. In addition, the Adjusted R-squared coefficient of customer satisfaction and customer loyalty is quite high, namely 0.60 and 0.73, which means that 60% of customer satisfaction can be improved with product quality and perceived price, and 73% of customer loyalty can be improved by customer satisfaction.

## 7. Implication

The research implications for Wardah's company are: (1) Wardah must increase buyer satisfaction, so that buyers become loyal customers who are loyal to Wardah products. Customer satisfaction can be increased by improving product quality and price perceptions of consumers. (2) the company must continue to improve the quality of cosmetic products in accordance with the expectations and needs of customers, including continuing to produce products that are halal and in accordance with the provisions of Islamic law; using safe and quality ingredients in making products; provide various product variants, use safe, comfortable and attractive packaging; provide complete information on product packaging; and the product must comply with the promised claims. In addition, (3) Wardah must adjust product prices to be affordable in the eyes of consumers and compete with other competitors' halal cosmetic products, and product prices must be relatively stable wherever consumers buy these products.

## 8. Acknowledgement

This research was funded and fully supported by the Research Center at the Universitas Mercu Buana Jakarta, Indonesia

Vol. 5, No.04; 2021

ISSN: 2456-7760

## References

- Abd Rahman, A., Asrarhaghighi, E., & Ab Rahman, S. (2015). Consumers and Halal cosmetic products: knowledge, religiosity, attitude and intention. *Journal of Islamic Marketing*, 6(1), 148-163. doi:10.1108/jima-09-2013-0068
- Ahmad, S. N. B., & Omar, A. (2018). Influence of Perceived Value and Personal Values on Consumers Repurchase Intention of Natural Beauty Product. *International Journal Supply Chain Management*, Vol. 7(2).
- Akroush, M. N., & Mahadin, B. K. (2019). An intervariable approach to customer satisfaction and loyalty in the internet service market. *Internet Research*. doi:10.1108/IntR-12-2017-0514
- Albari, & Kartikasari, A. (2019). The Influence of Product Quality, Service Quality and Price on Customer Satisfaction and Loyalty. *AJEFB Asian Journal of Entrepreneurship and Family Business, Vol. III No. 01*(1).
- Aoun, I., & Tournois, L. (2015). Building holistic brands: an exploratory study of Halal cosmetics. *Journal of Islamic Marketing*, 6(1), 109-132. doi:10.1108/jima-05-2014-0035
- Asadi, A., Khazaei Pool, J., & Reza Jalilvand, M. (2014). The effect of perceived price fairness through satisfaction and loyalty on international tourists' price acceptance of Islamic-Iranian art products. *Education, Business and Society: Contemporary Middle Eastern Issues*, 7(4), 201-215. doi:10.1108/ebs-10-2013-0045
- Asim, Sembodo, E., & Rushadiyati. (2019). The Effect Of Product Quality And E-Toll Service Quality On Customer Satisfaction In. Jasa Marga (Persero) Tbk Jagorawi Branch. *1st International Respati Health Conference (IRHC)*, 291.
- Astini, R., & Sulistiyowati, I. (2016). Pengaruh Destination Image, Travel Motivation, dan Kualitas pelayanan terhadap Kepuasan pengunjung (Studi Kasus pada Wisatawan Nusantara Muslim di Pantai Carita Pandeglang Banten). Jurnal Ilmiah Manajemen dan Bisnis Mercu Buana, 1(3)
- Bei, L.-T., & Chiao, Y.-C. (2006). The Determinants Of Customer Loyalty: An Analysis Of Intangibile Factors In Three Service Industries. *IJCM*, *16*(3&4), 162.
- Bowen, J. T., & Chen, S. L. (2001). The relationship between customer loyalty and customer satisfaction. *International Journal of Contemporary Hospitality Management*, 13(5), 213-217. doi:10.1108/09596110110395893
- Briliana, V., & Mursito, N. (2017). Exploring antecedents and consequences of Indonesian Muslim youths' attitude towards halal cosmetic products: A case study in Jakarta. *Asia Pacific Management Review*, 22(4), 176-184. doi:10.1016/j.apmrv.2017.07.012
- Budiastari, S. (2016). The Influence Of Product Quality, Price Perception And Brand Image On Satisfaction And Customer Loyalty Holcim Concrete Readymix In Jakarta. *Jurnal Riset Manajemen Sains Indonesia (JRMSI) |, Vol 7*(No. 2).

Vol. 5, No.04; 2021

ISSN: 2456-7760

- Cakici, A. C., Akgunduz, Y., & Yildirim, O. (2019). The impact of perceived price justice and satisfaction on loyalty: the mediating effect of revisit intention. *Tourism Review*, 74(3), 443-462. doi:10.1108/tr-02-2018-0025
- Chang, D. (2007). The "we-Me" Culture: Marketing to Korean Consumers. 18, 141-157. doi:10.1016/s1474-7979(06)18006-0
- Chang, Y.-H., & Yeh, C.-H. (2017). Corporate social responsibility and customer loyalty in intercity bus services. *Transport Policy*, *59*, 38-45. doi:10.1016/j.tranpol.2017.07.001
- Chen, C.-F., & Wang, J.-P. (2016). Customer participation, value co-creation and customer loyalty–A case of airline online check-in system. *Computers in Human Behavior*, 62, 346-352. doi:10.1016/j.chb.2016.04.010
- Cheng, B. L., Gan, C. C., Imrie, B. C., & Mansori, S. (2018). Service recovery, customer satisfaction and customer loyalty: evidence from Malaysia's hotel industry. *International Journal of Quality and Service Sciences*. doi:10.1108/ijqss-09-2017-0081
- Chrysochou, P., Krystallis, A., & Giraud, G. (2012). Quality assurance labels as drivers of customer loyalty in the case of traditional food products. *Food Quality and Preference*, 25(2), 156-162. doi:10.1016/j.foodqual.2012.02.013
- Chow, C.S.F., and Zhang, L.L. (2008). Measuring Consumer Satisfaction and Dissatisfaction Intensities to Identify Satisfiers and Dissatisfiers, Journal of Consumer Satisfaction, Dissatisfaction & Complaining Behavior 21: 66–79.
- Curtis, T., Abratt, R., Rhoades, D. L., & Dion, P. (2011). Customer Loyalty, Repurchase and Satisfaction: A Meta-Analytical Review. *Journal of consumer satisfaction, dissatisfaction and complaining behavior*, 24.
- Djumarno, Anjani, S., & Djamaluddin, S. (2018). Effect of Product Quality and Price on Customer Loyalty through Customer Satisfaction. *International Journal of Business and Management Invention (IJBMI)*, Volume 7 (8), 13-20.
- Donio, J., Leventhal, R. C., Massari, P., & Passiante, G. (2006). Customer satisfaction and loyalty in a digital environment: an empirical test. *Journal of Consumer Marketing*, 23(7), 445-457. doi:10.1108/07363760610712993
- Ekasari, R., Agustya, D., Yucha, N., Arif, D., Darno, Retnowati, D., . . . Puji Lestari, L. (2019). Effect of Price, Product Quality, and Service Quality on Customer Satisfaction on Online Product Purchases. *Journal of Physics: Conference Series*, 1175, 012287. doi:10.1088/1742-6596/1175/1/012287
- El-Adly, M. I. (2019). Modelling the relationship between hotel perceived value, customer satisfaction, and customer loyalty. *Journal of Retailing and Consumer Services*, 50, 322-332. doi:10.1016/j.jretconser.2018.07.007
- Elidawati, Yasri, & Idris. (2018). The Effect of Service Quality, Product Quality and Customer Satisfaction on Customer Loyalty of Bank Nagari Main Branch Padang. *1st International Conference On Economics Education, Economics, Business and Management,*

Vol. 5, No.04; 2021

ISSN: 2456-7760

- Accounting and Entrepreneurship (PICEEBA 2018). Advances in Economics, Business and Management Research, 57, 138.
- Faria-Silva, C., Ascenso, A., Costa, A. M., Marto, J., Carvalheiro, M., Ribeiro, H. M., & Simões, S. (2020). Feeding the skin: A new trend in food and cosmetics convergence. *Trends in Food Science & Technology*, 95, 21-32. doi:10.1016/j.tifs.2019.11.015
- Fu, X.-m., Zhang, J.-h., & Chan, F. T. S. (2018). Determinants of loyalty to public transit: A model integrating Satisfaction-Loyalty Theory and Expectation-Confirmation Theory. *Transportation Research Part A: Policy and Practice, 113*, 476-490. doi:10.1016/j.tra.2018.05.012
- Garg, P., & Joshi, R. (2018). Purchase intention of "Halal" brands in India: the mediating effect of attitude. *Journal of Islamic Marketing*, 9(3), 683-694. doi:10.1108/jima-11-2017-0125
- Ghazali, E., Soon, P. C., Mutum, D. S., & Nguyen, B. (2017). Health and cosmetics: Investigating consumers' values for buying organic personal care products. *Journal of Retailing and Consumer Services*, 39, 154-163. doi:10.1016/j.jretconser.2017.08.002
- Gómez, M. C. O., & Pérez, W. G. (2018). Effects of Brand Love and Brand Equity on Repurchase Intentions of Young Consumers. *International Review of Management and Marketing*, 8(4), 7-13.
- Hallowell, R. (1996). The relationships of customer satisfaction, customer loyalty, and profitability: an empirical study. *International Journal of Service Industry Management*, 7(4), 27-42. doi:10.1108/09564239610129931
- Hanzaee, K. H., & Andervazh, L. (2012). The Influence of Brand Loyalty on Cosmetics purchase Intention of Iranian Female Consumers. *Journal of Basic and Applied Scientific Research*, 2(5), 5389-5398.
- Hasnelly, & Yusuf, E. (2012). Analysis of Market-Based Approach on the Customer Value and Customer Satisfaction and Its Implication on Customer Loyalty of Organic Products in Indonesia. *Procedia Social and Behavioral Sciences*, 40, 86-93. doi:10.1016/j.sbspro.2012.03.165
- Hawkins, D.I., & Mothersbaugh, D.L. (2013). Consumer behavior: Buildig marketing strategy. Twelfth edition. New York: McGraw Hill International Edition.
- Hoe, L. C., & Mansori, S. (2018). The Effects of Product Quality on Customer Satisfaction and Loyalty: Evidence from Malaysian Engineering Industry. *International Journal of Industrial Marketing*, 3(1), 20. doi:10.5296/ijim.v3i1.13959
- Jahanshahi, A. A., Gashti, M. A. H., Mirdamadi, S. A., Nawaser, K., & Khaksar, S. M. S. (2011). Study the Effects of Customer Service and Product Quality on Customer Satisfaction and Loyalty. *International Journal of Humanities and Social Science, Vol. 1* (No. 7 [Special Issue –June 2011]), 253.
- Jannah, R., Mappatompo, A., & Haanurat, I. (2019). The Influence of Product Quality and Promotion on Customer Satisfaction and Its Impact on Customer Loyalty PT. Mahakarya

Vol. 5, No.04; 2021

ISSN: 2456-7760

- Sejahtera Indonesia. Proceeding of The 3rd International Conference on Accounting, Business & Economics (UII-ICABE 2019), 201.
- Jansri, W. (2016). Incorporating Customers Perceived Value of Luxury Natural Consumption. International Journal of Managerial Studies and Research, 4(5). doi:10.20431/2349-0349.0405001
- Jeong, Y., & Lee, Y. (2010). A study on the customer satisfaction and customer loyalty of furniture purchaser in on-line shop. *Asian Journal on Quality*, 11(2), 146-156. doi:10.1108/15982681011075952
- Kaura, V., Durga Prasad, C. S., & Sharma, S. (2015). Service quality, service convenience, price and fairness, customer loyalty, and the mediating role of customer satisfaction. *International Journal of Bank Marketing*, 33(4), 404-422. doi:10.1108/ijbm-04-2014-0048
- Kencana, P. N. (2018). The Effect of Price and Product Quality on Customer Satisfaction. *Pinisi Discretion Review, Volume 2*, (Issue 1), Page. 53-60.
- Khan, N., Sarwar, A., & Tan, B. C. (2020). Determinants of purchase intention of halal cosmetic products among Generation Y consumers. *Journal of Islamic Marketing, ahead-of-print*(ahead-of-print). doi:10.1108/jima-11-2019-0248
- Kim, J., Malhotra, N., Han, W., Kim, D., & Paramita, W. (2013). Is beauty in the eye of the beholder? Gender and beauty in the cosmetics sector. *Marketing Intelligence & Planning*, 31(2), 127-140. doi:10.1108/02634501311312035
- Kim, M.-K., Wong, S. F., Chang, Y., & Park, J.-H. (2016). Determinants of customer loyalty in the Korean smartphone market: Moderating effects of usage characteristics. *Telematics and Informatics*, 33(4), 936-949. doi:10.1016/j.tele.2016.02.006
- Kim, P.-J., & Lee, J.-Y. (2016). A Study on the Effects of Perceived Quality on Whitening Cosmetics' Satisfaction and Repurchase: Focused on University Students. *East Asian Journal of Business Management*, 6(2), 15-22. doi:10.13106/eajbm.2016.vol6.no2.15
- Kotler, P. and Armstrong, G. (1996) Principles of Marketing. 7th Edition, Prentice-Hall, Englewood Cliffs.
- Kotler, P., & Keller, K. L. (2012). Marketing Management. 14th Global Edition. United Stated: Pearson Education.
- Kumar, S., Massie, C., & Dumonceaux, M. D. (2006). Comparative innovative business strategies of major players in cosmetic industry. *Industrial Management & Data Systems*, 106(3), 285-306. doi:10.1108/02635570610653461
- Lacatusu, I., Istrati, D., Bordei, N., Popescu, M., Seciu, A. M., Panteli, L. M., & Badea, N. (2020). Synergism of plant extract and vegetable oils-based lipid nanocarriers: Emerging trends in development of advanced cosmetic prototype products. *Mater Sci Eng C Mater Biol Appl*, 108, 110412. doi:10.1016/j.msec.2019.110412

Vol. 5, No.04; 2021

ISSN: 2456-7760

- Lee, & Wong, L. S. (2016). Determinants of Mobile Commerce Customer Loyalty in Malaysia. *Procedia - Social and Behavioral Sciences*, 224, 60-67. doi:10.1016/j.sbspro.2016.05.400
- Lee, S., Sung, B., Phau, I., & Lim, A. (2019). Communicating authenticity in packaging of Korean cosmetics. *Journal of Retailing and Consumer Services*, 48, 202-214. doi:10.1016/j.jretconser.2019.02.011
- Li, L., Bai, Y., Song, Z., Chen, A., & Wu, B. (2018). Public transportation competitiveness analysis based on current passenger loyalty. *Transportation Research Part A: Policy and Practice*, 113, 213-226. doi:10.1016/j.tra.2018.04.016
- Liobikienė, G., & Bernatonienė, J. (2017). Why determinants of green purchase cannot be treated equally? The case of green cosmetics: Literature review. *Journal of Cleaner Production*, 162, 109-120. doi:10.1016/j.jclepro.2017.05.204
- Mahsyar, S., & Surapati, U. (2020). Effect Of Service Quality And Product Quality On Customer Satisfaction And Loyalty. *International Journal of Economics, Business and Accounting Research (IJEBAR), Vol-4, Issue-1*(1).
- Marakanon, L., & Panjakajornsak, V. (2017). Perceived quality, perceived risk and customer trust affecting customer loyalty of environmentally friendly electronics products. *Kasetsart Journal of Social Sciences*, 38(1), 24-30. doi:10.1016/j.kjss.2016.08.012
- Moslehpour, M., Sugata, M., & Aulia, C. K. (2015). Scrutinizing Taiwanese Consumers' Repurchase Intention of Korean Beauty Products. *IMIE*.
- Moslehpour, M., Wong, W.-K., Pham, K. V., & Aulia, C. K. (2017). Repurchase intention of Korean beauty products among Taiwanese consumers. *Asia Pacific Journal of Marketing and Logistics*, *29*(3), 569-588. doi:10.1108/apjml-06-2016-0106
- Moura e Sá, P., & Cunha, P. (2019). Drivers of customer satisfaction and loyalty in swimming pools. *The TQM Journal*, 31(3), 436-450. doi:10.1108/tqm-09-2018-0127
- Murwaningtyas, F., Harisudin, M., & Irianto, H. (2020). Effect of Celebrity Endorser Through Social Media on Organic Cosmetic Purchasing Intention Mediated with Attitude. *KnE Social Sciences*. doi:10.18502/kss.v4i3.6393
- Nathan, N., & Wanner, M. (2019). Clean cosmetics: Does science back up this new trend? *International Journal of Women's Dermatology*, 5(4), 278. doi:10.1016/j.ijwd.2019.06.011
- Nguyen, P. N. D., Nguyen, V. T., & Vo, N. N. T. (2019). Key Determinants of Repurchase Intention toward Organic Cosmetics. *The Journal of Asian Finance, Economics and Business*, 6(3), 205-214. doi:10.13106/jafeb.2019.vol6.no3.205
- Novianti, N., Endri, E., & Darlius, D. (2018). Kepuasan Pelanggan Memediasi Pengaruh Kualitas Pelayanan Dan Promosi Terhadap Loyalitas Pelanggan. Mix: Jurnal Ilmiah Manajemen, 8(1), 90. doi:10.22441/mix.2018.v8i1.006
- Omoregie, O. K., Addae, J. A., Coffie, S., Ampong, G. O. A., & Ofori, K. S. (2019). Factors influencing consumer loyalty: evidence from the Ghanaian retail banking industry.

Vol. 5, No.04; 2021

ISSN: 2456-7760

- International Journal of Bank Marketing, 37(3), 798-820. doi:10.1108/ijbm-04-2018-0099
- Othman, B. A., Harun, A., Rashid, W. N., Nazeer, S., Kassim, A. W. M., & Kadhim, K. G. (2019). The influences of service marketing mix on customer loyalty towards Umrah travel agents: Evidence from Malaysia. *Management Science Letters*, 865-876. doi:10.5267/j.msl.2019.3.002
- Oxtafiani, N., & Widowati, S. Y. (2017). Analysis Of Effect Of Service Quality, Quality Products, And Prices On Customer Satisfaction (Case Study at PT Asuransi Tri Pakarta Customer Branch Semarang). *Economics & Business Solutions Journal, Volume 1*(Number 1), 35-44.
- Permana, D. (2018). Tourist's Re-visit Intention from Perspective of Value Perception, Destination Image and Satisfaction. European Research Studies Journal, Volume XXI, Issue 3, pp. 254-265.
- Prentice, & Loureiro. (2017). An asymmetrical approach to understanding configurations of customer loyalty in the airline industry. *Journal of Retailing and Consumer Services*, 38, 96-107. doi:10.1016/j.iretconser.2017.05.005
- Pudaruth, S., Juwaheer, T. D., & Seewoo, Y. D. (2015). Gender-based differences in understanding the purchasing patterns of eco-friendly cosmetics and beauty care products in Mauritius: a study of female customers. *Social Responsibility Journal*, 11(1), 179-198. doi:10.1108/srj-04-2013-0049
- Razak, I., Nirwanto, N., & Triatmanto, B. (2016). The Impact of Product Quality and Price on Customer Satisfaction with the Mediator of Customer Value. *Journal of Marketing and Consumer Research*, Vol.30.
- Scherpen, F., Draghici, A., & Niemann, J. (2018). Customer Experience Management to Leverage Customer Loyalty in the Automotive Industry. *Procedia Social and Behavioral Sciences*, 238, 374-380. doi:10.1016/j.sbspro.2018.04.014
- Setiadi, A., Daryanto, A., & Fahmi, I. (2018). The Effect of the Marketing Mix on Customer Satisfaction in Building Customer Loyalty: A Case Study of Pt. Pupuk Sriwidjaja. *Russian Journal of Agricultural and Socio-Economic Sciences*, 80(8), 283-291. doi:10.18551/rjoas.2018-08.39
- Setiawan, H., Firdiansjah, A., & Darsono, J. T. (2019). Effect of house prices, product quality on customer loyalty through customer satisfaction in housing Permata Royal Garden Malang. *Management and Economics Journal (MEC-J)*, 3(2), 142. doi:10.18860/mec-j.v3i2.5960
- Shahid, S., Ahmed, F., & Hasan, U. (2018). A qualitative investigation into consumption of halal cosmetic products: the evidence from India. *Journal of Islamic Marketing*, 9(3), 484-503. doi:10.1108/jima-01-2017-0009

Vol. 5, No.04; 2021

ISSN: 2456-7760

- Shen, C., & Yahya, Y. (2021). The impact of service quality and price on passengers' loyalty towards low-cost airlines: The Southeast Asia's perspective. *Journal of Air Transport Management*, 91, 101966. doi:10.1016/j.jairtraman.2020.101966
- Silva, G. M., & Gonçalves, H. M. (2016). Causal recipes for customer loyalty to travel agencies: Differences between online and offline customers. *Journal of Business Research*, 69(11), 5512-5518. doi:10.1016/j.jbusres.2016.04.163
- Singhal, A., & Malik, G. (2018). The attitude and purchasing of female consumers towards green marketing related to cosmetic industry. *Journal of Science and Technology Policy Management*. doi:10.1108/jstpm-11-2017-0063
- Sitanggang, J. M., Sinulingga, S. S., & Fachrudin, K. A. (2019). Analysis Of The Effect Of Product Quality On Customer Satisfaction And Customer Loyalty Of Indihome ATPT Telkom Regional 1 Sumatera, Medan, North Sumatra, Indonesia. *American International Journal of Business Management (AIJBM)*, Volume 2(3), PP 26-37.
- Sohrabi, e. a. (2017). Investigating the relationship between marketing mix of Parsian banking services and customer loyalty according to the mediating role of customer satisfaction. *Bulletin de la Société Royale des Sciences de Liège, vol.* 86(special edition), 421-433.
- Song, Y., Guo, S., & Zhang, M. (2019). Assessing customers' perceived value of the anti-haze cosmetics under haze pollution. *Sci Total Environ*, 685, 753-762. doi:10.1016/j.scitotenv.2019.06.254
- Souiden, N., & Diagne, M. (2009). Canadian and French men's consumption of cosmetics: a comparison of their attitudes and motivations. *Journal of Consumer Marketing*, 26(2), 97-109. doi:10.1108/07363760910940465
- Subaebasni, S., Risnawaty, H., & Wicaksono, A. (2019). Effect of Brand Image, the Quality and Price on Customer Satisfaction and Implications for Customer Loyalty PT Strait Liner Express in Jakarta. *International Review of Management and Marketing*, 9(1). doi:10.32479/irmm.7440
- Suhartanto, D., Dean, D., Sarah, I. S., Hapsari, R., Amalia, F. A., & Suhaeni, T. (2020). Does religiosity matter for customer loyalty? Evidence from halal cosmetics. *Journal of Islamic Marketing, ahead-of-print*(ahead-of-print). doi:10.1108/jima-03-2020-0069
- Suhendar, U., & Ruswanti, E. (2019). Effect Of Product Quality, Perception Of Price And Satisfaction To Customer Loyalty (Study On Agroindustrial Company In Indonesia). *International Journal of Economics, Commerce and Management, Vol. VII*(3).
- Sundström, M., & Hjelm-Lidholm, S. (2020). Re-positioning customer loyalty in a fast moving consumer goods market. *Australasian Marketing Journal (AMJ)*, 28(1), 30-34. doi:10.1016/j.ausmj.2019.09.004
- Surya, & Surtiningsih. (2019). The Impact of Service Quality and Price on Customer Satisfaction: A Lesson from Grab Ride-Hailing Platform in Indonesia. *Saudi Journal of Business and Management Studies*, 4(3), 264-270. doi:10.21276/sjbms.2019.4.3.9

Vol. 5, No.04; 2021

ISSN: 2456-7760

- Taylor, B., Sinha, G., & Ghoshal, T. (2006). Research methodology a guide for researchers in management and social science. New Delhi, Prentice-Hall of India.
- Taghipour, A., & Loh, A. (2017). A Study of the Factors Related to Purchase Intention of Cosmetics Customers in Thailand. *PEOPLE: International Journal of Social Sciences*, 3(2), 1942-1946. doi:10.20319/pijss.2017.32.19421946
- Trentin, A., Perin, E., Forza, C. (2012), Product configurator impact on product quality. International Journal of Production Economics, 135(2), 850-859.
- Wangwiboolkij, R. Factors Influencing Repurchase Intention Of Thai Female Customers Toward Korean Cosmetics In Bangkok
- Wantara, P., & Tambrin, M. (2019). The Effect of Price and Product Quality Towards Customer Satisfaction and Customer Loyalty on Madura Batik. *International Tourism and Hospitality Journal*, 2(1), 1-9.
- Weber, & Villebone. (2002). Differences in purchase behavior between France and the USA: Cosmetics industry. *Journal of Fashion Marketing and Management*, 6(4), 396-407.
- Wu, Y.-L., & Li, E. Y. (2018). Marketing mix, customer value, and customer loyalty in social commerce. *Internet Research*, 28(1), 74-104. doi:10.1108/IntR-08-2016-0250
- Yeo, B. L., Mohamed, R. H. N., & Muda, M. (2016). A Study of Malaysian Customers Purchase Motivation of Halal Cosmetics Retail Products: Examining Theory of Consumption Value and Customer Satisfaction. *Procedia Economics and Finance*, *37*, 176-182. doi:10.1016/s2212-5671(16)30110-1
- Yeon Kim, H., & Chung, J. E. (2011). Consumer purchase intention for organic personal care products. *Journal of Consumer Marketing*, 28(1), 40-47. doi:10.1108/07363761111101930
- Zimmerman, N., & Beneke, J. (2014). Beyond private label panache: the effect of store image and perceived price on brand prestige. *Journal of Consumer Marketing*, 31(4), 301-311. doi:10.1108/jcm-12-2013-0801