

1 Consumer Behaviour towards Mobile Tele Services: A Case 2 Study at Hosur Town

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6 **Abstract**

7 Consumer behavior is the investigation of people, gatherings, or associations and the
8 procedures they use to choose, secure, and discard items, administrations, encounters, or
9 thoughts to fulfill needs and the effects that these procedures have on the shopper and society.
10 An endeavor is made here to evoke the perspectives of the respondents on the purchaser
11 conduct towards versatile Tele administrations in Hosur town under the study. On the
12 premise of results, it is recommended that item quality from the advertiser's viewpoint is
13 connected with correspondence, value, highlight, capacity, or execution of an item.
14

15

16 **Index terms**— consumer behavior, mobile tele services, opinions of respondents, hosur town.

17 **1 Introduction**

18 Consumer behavior is the study of individuals, groups, or organizations and the processes they use to select,
19 secure, use, and dispose of products, services, experiences, or ideas to satisfy needs and the impacts that these
20 processes have on the consumer and society. It attempts to understand the decision-making processes of buyers,
21 both individually and in groups. It endeavors to comprehend the basic leadership procedures of purchasers,
22 both separately and in gatherings. It contemplates qualities of individual buyers, for example, demographics and
23 behavioral variables trying to comprehend individuals' needs. It likewise tries to survey impacts on the buyer
24 from gatherings, for example, family, companions, reference gatherings, and society when all is said in done.

25 Consumer behavior alludes to the demonstration of expending merchandise or administrations. In the
26 expressions of Glenn Wilters, "Human behavior refers to the total process by which individuals interact with their
27 environment". Consumer behavior is the procedure by which people choose whether, what, when, where, how
28 and from whom to buy products and administrations. Knowledge of consumer behavior would render monstrous
29 help for arranging and executing marketing strategy. The shopper figures out what a business is ?Peter F.
30 Drucker. Consumer behavior is the act of consuming a goods or service. In simpler, every customer shows
31 inclination towards particular products and services that available in the market. Customer interest is nothing
32 but willingness of consumers to purchase products and services as per their taste, need and of course pocket.

33 **2 II.**

34 **3 Indian Telecom Industry**

35 In India, Telecommunication begun in 1882 in Kolkata, this was less than 5 years after the invention of the
36 telephone by Alexander Graham Bell. India's telecom network was notoriously unreliable and only available
37 to a small section approximately 3.05 million connections in 1984. Cellular service was launched in November
38 1995 in Kolkata first after liberalization gradually took place. The Indian telecom industry has grown rapidly
39 during the last few years. India has the third largest telecom network in the world and the second largest
40 mobile network with a subscriber base expanded at a CAGR of 19.5 percent to 1022.61 million over FY2007-15.
41 By end of September, 2015, Urban tele density stood at 152.76 per cent and rural tele density at 48.66 per
42 cent. Besides, projections by a few driving worldwide consultancies demonstrate that the aggregate number of

12 A) GENDER OF THE RESPONDENTS

43 subscribers in India will surpass the aggregate subscriber count in the China by 2020. The underlying business
44 trend of incumbents gaining market-share from fringe players continued with top three players, ie. Bharti Airtel,
45 Vodafone and Idea scored market-share of 31.4 percent, 23 per cent and 19.1 per cent respectively. According to
46 the recent study by the Cellular Operators Association of India, Bharti Airtel continues to dominate the mobile
47 segment in terms of highest market share and the total market share with these three big giants arrives to 73.4
48 per cent. The three big boys of Indian telecom Bharti Airtel, Vodafone and Idea -continued to dominate the
49 telecom industry and all three large incumbents increased their revenue market-share (RMS), mainly because of
50 new subscribers.

51 4 a) Mobile Network Statistics

52 5 Source: Cellular Operators Association of India; Association 53 of Unified Telecom Service Providers of India

54 The small players are losing out to the big players, who have stepped up investments to improve data penetration
55 and coverage. These small players are struggling to keep pace with the changing consumer preferences.

56 6 b) Some Facts and Figures on Indian Telecom

57 7 c) Celluar Industry in Hosur

58 In Hosur, there are 8 cell administration suppliers. They are IDEA, Bharti Airtel, Vodafone, BSNL, Aircel,
59 Uninor, Tata Indicom and Reliance. Bharti Airtel is the market leader in the wireless segment among the players
60 in Hosur Town.

61 8 d) Need for the Study

62 The accomplishment of telecom industry relies on upon reasonable endeavors and attainable investments. In
63 a focused business sector, administration suppliers are relied upon to contend on both cost and nature of
64 administrations furthermore it is essential for the administration suppliers to meet the consumers' requirements
65 and desires in cost and administration quality. After globalization of Indian economy in 1991 the telecom segment
66 stayed a standout amongst the most event sectors in India. Recent years have seen and sensational changes in
67 the field of telecom. In the last few years of years more companies both foreign and domestic, entered the cell
68 service market and offer substantial number of products and services to the clients.

69 9 e) Objectives of the Study

70 The following are the specific objectives of the present study:
71 ? To study the choice of brands by the consumers and the reasons for the same and ? To know the problems
72 faced by the customers with their mobile services in the selected town. ? To evaluate respondents' perception
73 on the cellular services.

74 III.

75 10 Methodology and Sampling

76 The study is based on both primary and secondary data sources. A questionnaire has been prepared with different
77 questions to examine the socioeconomic status and consumer perception on cellular services. A sample of 200
78 respondents has been selected based on convenience sampling method. The sampling includes male and female
79 users from different occupations, age, and religion and income background. The secondary data has been collected
80 from the books, journals, periodicals and magazines. For analyzing the data, statistical tables, percentages and
81 chi-square test were used.

82 IV.

83 11 Analysis of the Study

84 The distribution of the sample respondents on the basis of their sex, age, literacy level, occupational status and
85 monthly family income is presented in the following tables. Source: Primary data Inference Among the 200
86 respondents, 130 respondents are male and the rest of 70 respondents are female.

87 12 a) Gender of the Respondents

88 Though both male and female are aware of the cell phone usage, female have some problems in using the cell
89 phone due to income and family background.

90 **13 b) Age Composition**

91 **14 c) Education**

92 The level of education is an important factor in building up strong and stable labor force needed by any industry.
93 The literacy level of the sample respondents is given in Table 3.

94 **15 Inference**

95 The study revealed that 33 per cent of the respondents were under graduates and 30 per cent were graduation
96 degree holders. 13 per cent of the respondents have been educated up to school level, 12 per cent were professionals
97 and 12 per cent of the respondents belong to other category groups.

98 **16 d) Occupational Status**

99 The occupation of the sample respondents is given in Table 4 below.

100 **17 Inference**

101 Out of 200 respondents, 24 per cent are engaged in business, 23 per cent of the respondents belong to professional
102 category, 22 per cent of the respondents belong to employed category. 20 per cent of the respondents fall under
103 other category and 11 per cent of the respondents are students.

104 **18 e) Monthly Income**

105 The status and standard of living of a person is determined by the income he/she gets on monthly basis. Generally,
106 the main source of income of respondents is salary. The distribution of the respondents based on their monthly
107 income is given in Table 5.

108 **19 f) Consumer Behaviour towards Cell Phone Users**

109 Consumer behavior towards cell phone users based on their satisfaction, billing pattern, motivation, mobile
110 service, advertisement and attitude of the respondents, which is presented in the following tables.

111 **20 g) Motivation**

112 Motivation is the driving force within individuals that impels them to action. Motivation is the activation or
113 energization of goal-oriented behavior. Motivation may be intrinsic or extrinsic.

114 **21 Inference**

115 Majority of the respondents are motivated by their close friends to buy cell phones and 24 per cent of the
116 respondents are motivated by their relatives to buy cell phones. 8.5 per cent of the respondents having selfdesire
117 to buy cell phones by attraction and followed by 7.50 per cent indent from their colleagues.

118 **22 h) Attitude**

119 Consumer attitudes consist of a combination of cognitive information and beliefs, emotions and behavioral
120 intention regarding a consumer product or service. Attitude is the most important factor for deciding the
121 communication. Inference 48 per cent of the respondents agree with the statement that cell phone is cheaper
122 mode of communication. 36.5 per cent of the respondents strongly agree with the statement that cell phone is
123 a cheaper mode of communication. 7 per cent only disagree with the above statement and 6 per cent of the
124 respondents' opinion is neutral. Balance 2.5 per cent of the respondent's opinion is strongly disagreeing with the
125 above statement.

126 **23 i) Satisfaction**

127 Satisfaction or dissatisfaction is the result of various attitudes the person holds towards his job, related factors
128 and towards life in general. It is an important element to create demand for the product. If the consumers are
129 satisfied with their purchase of cell phone, then they themselves act as advertisers and publicity to others.

130 **24 Inference**

131 Majority of the respondents are satisfied with the mobile services. 82.5 per cent of both the male and female
132 respondents are satisfied with their mobile services and only 17.5 per cent of the respondents are dissatisfied with
133 mobile services.

134 **25 Null Hypothesis**

135 The association between the mobile services opted by the respondents and their level of satisfaction towards the
136 services of mobile network is not significant. The calculated χ^2 value (0.769) is less than the table value (3.84) at

137 5 percent level of significance for 1 degree of freedom, the null hypothesis is accepted and it could be concluded
138 that the association between the mobile services opted by the respondents and their level of satisfaction towards
139 the services of mobile network is not significant.

140 **26 j) Billing Pattern**

141 Billing pattern is another dimension of consumer behavior. Source: Primary Data Inference Majority of the
142 respondents, 30 per cent opinion that billing pattern of the mobile services is fair. 27.5 per cent of the respondents
143 opine that billing pattern offered by mobile service is good. Rest 4.5 per cent of the respondents felt that billing
144 pattern offered by their mobile service is very poor.

145 Most of the respondents' opinion about billing pattern is fair, because it is complicated and not understandable
146 to the respondents. Rates and tariffs are being changed by different mobile services often.

147 **27 Null Hypothesis**

148 The association between the opinion of the respondents on billing pattern and their level of satisfaction derived
149 by them is not significant. The calculated χ^2 value (2.88) is less than the table value (9.49) at 5 percent level of
150 significance for 4 degree of freedom, the null hypothesis is accepted and it should be concluded that the association
151 between the opinion of the respondents on billing pattern and their level of satisfaction derived by them is not
152 significant. For easier billing pattern the dealers can arrange for any novel system, which may attract consumers.

153 **28 k) Mobile Service Advertisement**

154 Advertising is any paid form of non-personal presentation and promotion of a product, service, idea, company,
155 person or anything that is offer to the consumers by an identified sponsor. 'Survival of the fittest' is the proverb,
156 which is, practiced everywhere. Dealers and the company should choose different media for advertisement.

157 **29 Inference**

158 The above table reveals that majority of the respondents (60 per cent) are satisfied with the advertisement, 40 per
159 cent of the respondents are not satisfied with the advertisement of mobile services and fell that the advertisements
160 should be improved with good quality.

161 **30 Null Hypothesis**

162 The association between the opinion of the respondents about mobile service advertisement and their level of
163 satisfaction derived by them is not significant. The calculated χ^2 value (0.40) is less than the table value (5.99) at
164 5 per cent level of significance for 2 degrees of freedom, the null hypothesis is accepted and it should be concluded
165 that the association between the opinion of the respondents about mobile service advertisement and their level
166 of satisfaction derived by them is not significant.

167 V.

168 **31 Findings**

169 The following are the findings of the study: ? 65 per cent of the respondents who use cell phone are male. ? The
170 highest number of employees (58 per cent) belongs to up to 30 years age groups. ? 33 per cent of the respondents
171 were under graduates and 30 percent were post graduation degree holders. ? 24 percent are engaged in business,
172 23 per cent of the respondents belong to professional category, 22 percent of the respondents belong to employed
173 category. ? 47 per cent of the respondents have monthly income rated between Rs. 10,000 to 15,000. ? Three
174 fifth of the respondents (60 per cent) are motivated by their close friends to avail the mobile services. ? 48 per
175 cent of the respondents agree with the statement that cell phone is cheaper mode of communication. In overall 84
176 percent agrees that cell phone is offered at cheaper rate. ? 82.5 per cent of both the male and female respondents
177 are satisfied with their mobile services offered by the service providers. ? Majority of the respondents (30 per
178 cent) opinion that billing pattern offered by the mobile services is at fair level. ? Most of the respondents (60
179 per cent) are satisfied with the advertisement given by mobile services.

180 VI.

181 **32 Suggestions**

182 ? Price plays a significant role in lower income group in terms of purchase decision of the telecommunication
183 service. ? Price has significant positive impact on consumer perception choice in selecting telecommunication
184 service provider. ? Product quality from the marketer's perspective is associated with communication, price,
185 feature, function, or performance of a product. ? Consumers regularly face the task of estimating product quality
186 under conditions of imperfect knowledge about the underlying attributes of the various product offers with the
187 aid of personal, selfperceived quality criteria. ? Enormous facilities can be included in the cell phones. ? For
188 Females, New model hand set can introduce exclusively in the market with safety features and in terms of comfort
189 handling.

190 ? The Cellular companies can introduce various kinds of sales promotional activities. ? A company that offers
191 lower charges would be able to attract more customers committing themselves to the telephone networks and
192 significant number of "call minutes" may achieve.

193 VII.

194 **33 Conclusion**

195 The telecommunication sector, especially the mobile phone sector, in India is one of the fastest growing business
196 segments of the country, which provide a lot of value addition to the society with its service, and creation of
197 employment opportunities. The success of telecommunication industry depends on prudent efforts and feasible
198 investments. In a competitive market, service providers expected to compete on both price and quality of services
199 and it is necessary for the service providers to meet the consumers' requirements and expectations in price and
200 service quality. Hosur offers a big market and any service provider who offers good service at a reasonable cost
201 will be able to capture the market in this town. Though by offering concessions and by extensive advertisement,
202 a provider may capture the market in the short run, the quality of service provided will only enable a player to
203 service in the highly competitive market in the long run.

204 Telecommunication in India is one of the prime support services needed for rapid growth and modernization of
205 various sectors of the economy. The policies and regulatory frame works implemented by the regulator (TRAI),
206 created a potential environment for service providers and has attractive opportunities. The Government has been
207 proactive in its efforts to transform India into a global telecommunication hub; prudent regulatory support has
also helped by introducing Digital India program under which all the sectors will be connected through internet.



Figure 1: Figure 1 Source

208
209

1 2

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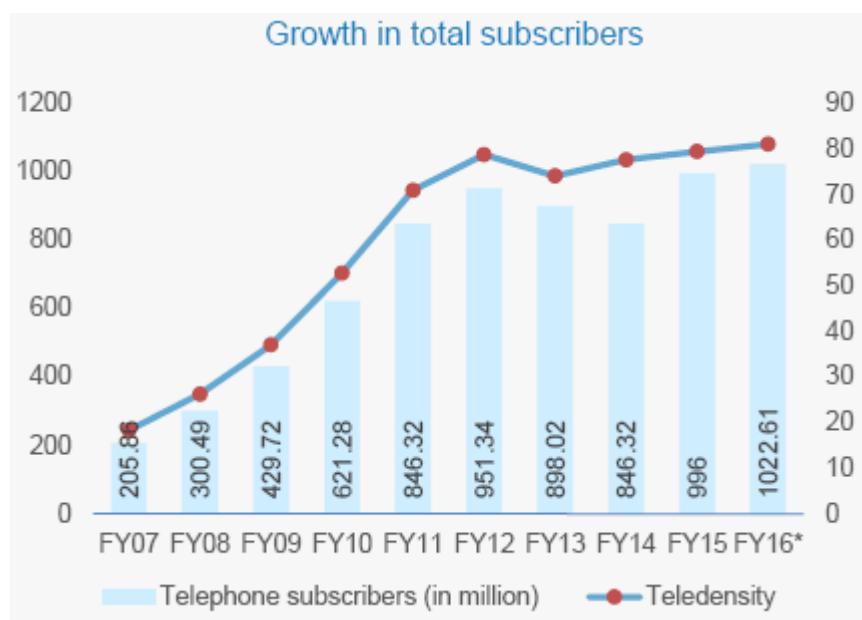
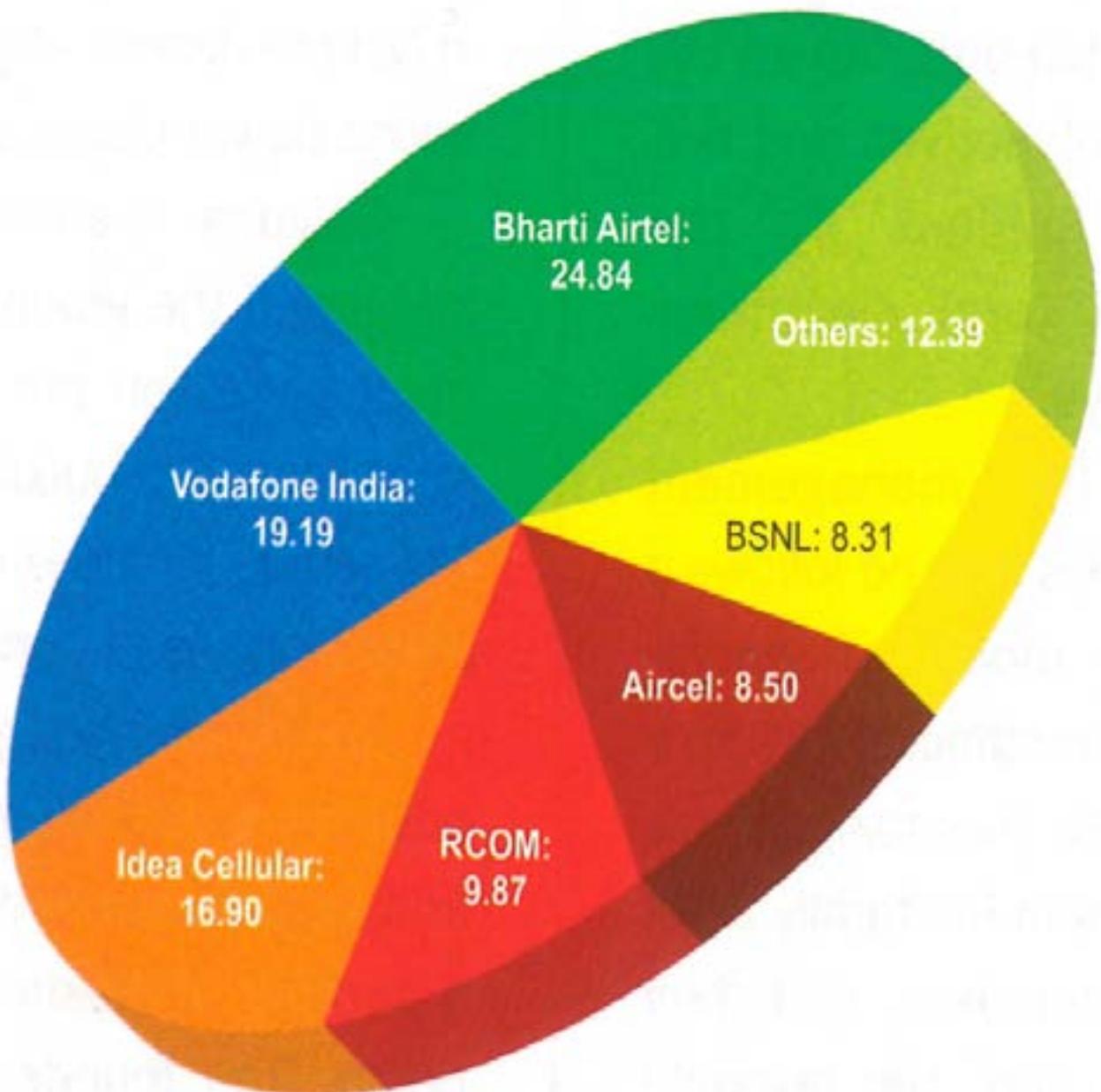


Figure 2: C



2

Figure 3: Figure- 2 :

33 CONCLUSION

1

Operator Name	Wireless Subscriber base (in Millions)
Bharti Airtel	226
Vodafone Essar	184
Reliance Communications	109
Idea Cellular Limited	158
Bharat Sanchar Nigam Limited (BSNL)	77
Tata Teleservices Limited	66
Aircel / Dishnet	81
Telewings	46

Source: Indian Telecommunications

Figure 4: Table 1 :

? 4G Technology service is estimated to reach a compounded annual growth rate (CAGR) of 26.6% during the period from 2015-2020.

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Year

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Figure 5:

2

Gender	No. of Respondent	Percentage
Male	130	65%
Female	70	35%
Total	200	100%

Figure 6: Table 2 :

3

Age Group (years)	No. of Respondents	Percentage
Below 30	116	58%
31-45	62	31%
Above 46	22	11%
Total	200	100%

Source: Primary data

Figure 7: Table 3 :

4

Literacy Level	No.of. spondents	Re- spondents	Percentage
School Level	26		13%
Under Graduation	66		33%
Graduation	60		30%
Professional Degrees	24		12%
Others	24		12%
Total	200		100%

Source: Primary data

Figure 8: Table 4 :

5

Occupation	No. of. Respondents	Percentage
Employed	44	22%
Business	48	24%
Profession	46	23%
Student	22	11%
Others	40	20%
Total	200	100%

Source: Primary Data

Figure 9: Table 5 :

6

Income(Rs)	No. of. Respondents	Percentage
Up to 10,000	76	38%
10,001-15,000	94	47%
Above 15,001	30	15%
Total	200	100%

Source: Primary Data

Inference

It reveals out of 200 respondents, 47 per cent of the respondents have monthly income rated between Rs. 10,001 to 15,000 and 38 per cent of the respondents

have monthly income up to Rs. 10,000. Balance 15 per cent of the respondents are falling under above Rs.15,001 and above level of monthly income group.

Figure 10: Table 6 :

33 CONCLUSION

7

Induced By	No.of. Respondents	Respon- Percentage
Friends	120	60%
Relatives	48	24%
Colleagues	15	7.5%
Self Desire	17	8.5%
Total	200	100%

Source: Primary Data

Figure 11: Table 7 :

8

Opinion	No. of. Respondents	Percentage
Strongly Agree	73	36.5%
Agree	96	48%
Neutral	12	6%
Disagree	14	7%
Strongly Disagree	05	2.5%
Total	200	100%

Source: Primary Data

Figure 12: Table 8 :

9

Level of Satisfaction	Number of Respondents	Male	Female	Total
Satisfied	105		60	165
Dissatisfied	25		10	35
Total	130		70	200

Source: Primary Data

Figure 13: Table 9 :

10

Opinion	Number of Respondents	Male	Female	Total
Excellent	24		16	40
Good	38		17	55
Fair	42		18	60
Poor	20		16	36
Very Poor	06		03	09
Total	130		70	200

Figure 14: Table 10 :

11

Description	Number of Respondents	Male	Female	Total
Satisfactory	80		40	120
Unsatisfactory	28		16	44
Should be Improved	22		14	36
Total	130		70	200

Source: Primary Data

Figure 15: Table 11 :

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