ABSTRACT

The outbreak of Covid-19 has made the number of transactions increase significantly and poses opportunities for Small and Medium-sized Enterprise (SME) to expand to digitalize the market. With the rise of demand and urgency for digital adoption, the SMEs require a quick way to maximize the implementation of e-commerce. Numerous articles have confirmed the affiliation and achievement of e-commerce enablers with multinational brands and Fortune 500 companies. However, there are limited scientific research findings concerning the e-commerce enablers, especially in the SMEs. The purpose of this study is to analyze factors influencing the e-commerce implementation & e-commerce enablers utilization and the impact of e-commerce implementation towards firm advantage and firm performance. This study focuses on the SMEs involving a total of 576 respondents collected through a purposive sampling, consisting of business owners, directors, or managers who understood about the practice of ecommerce enablers. The relationship between the proposed variables was tested using Partial Least Squares Based Structural Equation Modeling (PLS-SEM). The research confirms that performance expectancy, effort expectancy, and subjective norms have a positive and significant effect on the general technology acceptance. Further, all independent variables including the performance expectancy, effort expectancy, attitude towards expansion and subjective norms are proven to have a positive and significant effect on the business owner decision to utilize the e-commerce enablers in their operation. It happened mainly due to the opportunity appeared during the outbreak of Covid-19 which made the e-commerce as one of the ways for the SMEs to continue to

sustain. The results also revealed that the general technology adoption did not contribute significantly to the e-commerce implementation in the SMEs in Indonesia. Furthermore, the study confirms that the e-commerce enabler utilization has a significant and positive effect on the implementation and most importantly, the e-commerce implementation has a positive and significant effect on both firm advantage and firm performance. Lastly, this study also concludes that the enabling service capabilities were not moderating the relationship between e-commerce implementation and firm advantage as well as firm performance.

Keywords: E-commerce Enablers, E-commerce Implementation, Enabling Service Capabilities, Firm Advantages, Firm Performance