ABSTRACT

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THE EFFECT OF CULTURAL DIMENSION ON CONSUMER

ETHNOCENTRISM: PURCHASE INTENTION OF SARIAYU MARTHA

TILAAR COSMETIC PRODUCT IN SURABAYA

(xiii + 115 pages; 23 figures; 5 appendices)

The world of economic especially for domestic cosmetic industry will be more

challenging in the future, one of which is due to the 2015 ASEAN Economic Community

(AEC), while the impact of culture basically so natural and automatic which its influence

on consumer behavior. Sariayu Martha Tilaar cosmetic as one of Indonesian cosmetic

needs to be conserved. Thus, this encouraged the researcher to identify the effect of cultural

dimension on consumer ethnocentrism and the purchase intention towards Sariayu Martha

Tilaar cosmetic product.

One hundred ten respondents were given a questionnaire using a five point

Likert Scale. Ten hypotheses were analyzed using the simple and multiple regression

models. The study shows the significant and non- significant result among Hofstede five

cultural dimension, consumer ethnocentrism, product competitiveness, perceived quality

and purchase intention towards domestic product. Furthermore, product competitiveness

encourages the respondent-consumers to keep purchasing Indonesian cosmetic product.

The recommendation was to emphasize and maintain the competitiveness of

domestic cosmetic (such as the quality and innovation towards the product) that will

maintain the ethnocentrism and increase purchase intention towards domestic product.

Indonesian should support the domestic cosmetic, while for domestic cosmetic industry

maintain their product quality.

Keywords: Sariayu Martha Tilaar cosmetic, Hofstede five cultural dimension, Consumer

ethnocentrism, Product Competitiveness, Perceived Quality, Purchase Intention

References: 71 (1969-2015)

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