### **CHAPTER I**

#### INTRODUCTION

## 1.1 Background of the Study

Competitive conditions in the business world require every entrepreneur to be able to compete and defend against competitors. The number of companies competing to get customers makes the conditions of competition between companies increasingly tight. Competition is very strict and requires entrepreneurs to be able to determine the right strategy in competing, namely in fulfilling the needs of customers who are always varied (Putri, et al, 2019).

Customers' buying interest becomes an important thing because it will be a consideration of a marketing strategy that will be carried out by the company. The company's success in influencing customers in purchasing decisions is strongly supported by efforts to build communication with customers by building brands to customers with marketing strategies and innovating for new variances in a product. Customers' buying interest is a customer's mental statement that reflects the purchase plan of a number of products with a particular brand.

Variety is a common concept that describes a number or range of things of the same general class that are distinct in character or quality. A thing is an object that one need not, cannot, or does not wish to give a specific name to. Produce variety of products with differentiated configuration and performance while ensuring that each variant can be produced utilizing a selection of production resources. To ensure functionality and quality of the product variants, as well as to predict system behavior, products, and production systems can be modeled. While product modeling primarily aims to verify the fulfillment of the customer needs and reach the adequate product performance and quality, production modeling aims to coordinate production resources and processes and satisfy the production fulfillment of the products at specified time, cost, and quality.

Rumah Makan Mbak Bolek, Medan is a restaurant that serves a variety of foods at affordable prices. Rumah Makan Mbak Bolek, Medan provides typical Indonesian cuisine that serves a variety of foods. Here is the logo of Rumah Makan Mbak Bolek, Medan as below:



**Figure 1.1** Logo of Rumah Makan Mbak Bolek, Medan Sources: Rumah Makan Mbak Bolek, Medan (2023)

The following table shows the customers' purchases at the Rumah Makan Mbak Bolek, Medan decreased. It decreased from 2021 to 2022.

Table 1.1 Sales Data at Rumah Makan Mbak Bolek (2021-2022)					
Month	2021	2022			
January	30,253,000	27,535,000			
February	37,562,000	21,568,000			
March	33,532,000	28,965,000			
April	25,415,000	26,547,000			
May	24,562,000	30,254,000			
June	18,563,000	17,053,000			
July	19,658,400	16,527,000			
August	17,568,000	18,311,500			
September	21,480,000	16,584,000			
October	22,524,000	20,058,000			
November	28,565,000	27,564,000			
December	29,394,000	26,583,000			
Total	300 076 400	277 549 500			

Sources: Prepared by the Writer (Rumah Makan Mbak Bolek, 2023)



Figure 1.2 Sales Data at Rumah Makan Mbak Bolek, Medan (2021-2022) Sources: Prepared by the Writer (Rumah Makan Mbak Bolek, Medan, 2023)

Table 1.1 From the data above, it can be concluded that the decline in sales at Rumah Makan Mbak Bolek, Medan means that there is a decrease in customers' buying interest. In 2021 the highest sales occurred in February 2021 then the lowest occurred in August while in 2022 the highest occurred in May and then the lowest occurred in July 2022.

Servicescape at Rumah Makan Mbak Bolek, Medan is inefficient, causing a lot of customer disappointment which has an impact on giving a bad review.

Table 1.2 Online Ratings of Google Review at Rumah Makan Mbak Bolek (2021-2022)						
Posting Time		Rating		1	Review	
Tosting Time	1	2	3	4	5	
January 2021	3	-	-	1	1	Sama sekali tdk seperti yg kami bayangkan tdk enak tempatnya biasa sj tdk puas sama sekali. enakan jatim park 2. Makanan enak cuman pelayanan terlalu terburu2.
February 2021	1	1	1	1	-	Menunggu lama ketika mencari tempat duduk ketika ramai, walaupun makanan yang tersaji enak
March 2021	2	-	-	- T	-	Sayur tidak fresh
April 2021	-	-	1	<b>1</b> -1	1	H A
May 2021	-	1	1	-	-	
August 2021	3	1	-	-	-	mengecewakan nunggu sudah lama tp tidak jelas. yang terakhir datang sudah selesai tp yg pertama datang tidak selesai
September 2021	1	1	-	-	-	Kurang bgus pelayanannya
October 2021	1	3		-	-	Selalu rame kalo di sini, dan kurang higienis, tapi rasanya si enak, jadi ya, ok lah
November 2021	1	1	<u> </u>	-	/ -	Asin rasanya
December 2021	1			1 73	31	Tempat makan ada yang indoor dan outdoor. Makanan yang disajikan sangat "homey". Tahu isi senayan wajib dicoba. Sayur asem/kangkung/tauge semua enak. Pare gorengnya juga enak! Satu2nya yang kurang berkenan adalah waktu menunggu yang relatif lama. Jd nasi uduk kita sudah hampir habis, menu lauk nya baru datang.Jd saran, kalau kira2 bakal makan 2 porsi misalnya, langsung pesan di awal, jangan belakangan.
January 20212	1	1	- 4	SEL	77	Kurang Hiegienis Menunggu terlalu lama
February 2022	1	1	-	- 6		Piring berminyak Sabun tidak tersusun dengan rapi dan tidak terisi
March 2022	2	1	1	-	-	Menu tdk lengkap
April 2022	2	1	-	-	-	Porsi terlalud ikit untuk cumi, udang terlalu kecil tdk dapat pilih ukuran
May 2022	-	-	-	-	-	
August 2022	-	2	-	-	-	
September 2022	1	-	1	-	1	Rame sekali, susah parkr
October 2022	-	1	-	-	-	Ruangan dalam panas dan ribut serta makanan di antar lama
November 2022	1	-	-	-	-	-
December 2022	2	-	1	1	-	-
Total	23	14	5	3	4	

Total 23 | 14 | 5 | 3 | 4 |
Sources: Prepared by the Writer (Google Review, 2023)

Table 1.2 shows that the complaints from many customers are related to the serving time of food that is long enough that it sometimes triggers customer anger. The majority of ratings in 2021 and 2022 are 1-star which shows customer disappointment due to the variety of food and the quality of places and services that are less supportive for customers.

The results of interviews at Rumah Makan Mbak Bolek, Medan conducted with customers regarding servicescape can be seen in the table below.

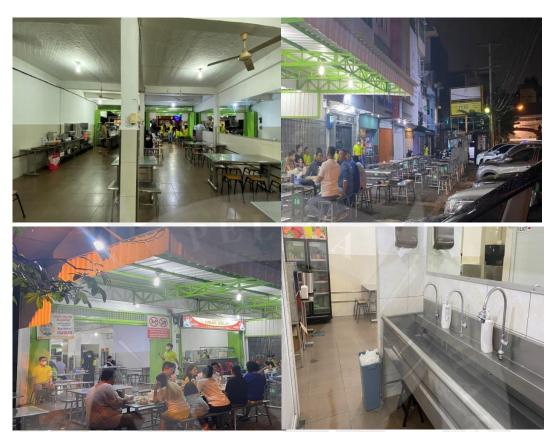
Table 1.3 Data Phenomenon of Servicescape at Rumah Makan Mbak Bolek, Medan

Indicator	Description
Facility aesthetics	Parking facilities are not extensive, causing customers to have
	difficulty finding a parking location and appearance.
Layout	The beverage section does not match the placement.
Seating Comfort	Conditions when raining, the front seat section cannot be used
	therefore all customers move inside, and it became noisier inside.
Ambient Conditions	The atmosphere is hot because it does not use air conditioning and
	the bathroom is quite dirty therefore which caused discomfort.

Sources: Prepared by the Writer (Rumah Makan Mbak Bolek, 2023)

Table 1.3 shows a narrow parking location that makes it difficult for customers when the Rumah Makan Mbak Bolek, Medan is crowded, the room is hot because it only relies on a fan. This problem causes customers uncomfortable consuming food.

For the servicescape of Rumah Makan Mbak Bolek, Medan can be seen in the picture below:



**Figure 1. 3** Servicescape at Rumah Makan Mbak Bolek, Medan Sources: Prepared by the Writer (Rumah Makan Mbak Bolek, 2023)

Moreover, product variations at Rumah Makan Mbak Bolek, Medan are not innovative. Rumah Makan Mbak Bolek, Medan does not follow market developments such as viral foods.

Food Menu for which there is no new menu for 2021. The menu at Rumah Makan Mbak Bolek, Medan can be seen below:



**Figure 1.4** Menu of Rumah Makan Mbak Bolek, Medan Sources: Prepared by the Writer (Rumah Makan Mbak Bolek, 2023)

In 2022 the restaurant only innovated the menu for "sup buntut" and "sup daging". For drinks is still the old menu and food. From the opening of the restaurant until now only add some menu but it cannot attract customers so it is no longer provided in the menu.

The results of interviews are objectives at Rumah Makan Mbak Bolek, Medan conducted to customers regarding product variety can be seen from the table below.

Table 1.4 Data Phenomenon of Product Variety at Rumah Makan Mbak Bolek, Medan

Indicator	Description
Size variation	Seafood sizes that do not vary so as not to satisfy customers
Price	The price of "sup buntut" is not suitable because the meat is not that
	much. The price of expensive fish such as Pomfret compared to its
	competitors. For fish, there are not too many variations offered
	depending on the rest of the stock.
Availability	Frequent stock of shrimp and "kepah" that often run out and the size is
	no option many customers view food as less attractive when crowded,
100	and vegetables are less fresh.
Ingredients	Rumah Makan Mbak Bolek, Medan does not allow customers to do
	special requests for the food and beverages.

Sources: Prepared by the Writer, (2023)

Table 1.4 shows that the product variation is less satisfactory in terms of appearance, raw materials are still less fresh to create customer disappointment.

Based on the preliminary result, it is obvious that both Servicescape and Product Variety at Rumah Makan Mbak Bolek, Medan is not optimal yet and thus speculated to cause the decrease in sales. For that reason, the writer decides to conduct, research entitled "The Influence of Servicescape and Product Variety on Customers' Buying Interest at Rumah Makan Mbak Bolek, Medan".

#### 1.2 Problem Limitation

Limitation of the problem in this study only discusses related:

- 1. Independent variables: Servicescape  $(X_1)$  and Product Variety  $(X_2)$ .
- 2. Dependent variables: Customers' Buying Interest (Y).
- 3. Respondents in this study are customers at Rumah Makan Mbak Bolek, Medan.
- 4. Indicator of servicescape is facility aesthetics, layout, seating comfort, and ambient conditions (Kim and Moon, 2019). According to Riyanto, et al (2020), indicator of product variety is size variation, price, availability, and ingredients. Indicator of customers' buying interest are willingness to buy, trend to repurchase, more repurchase, and repurchase the same type of product (Panthura, 2019)

#### 1.3 Problem Formulation

Based on the background of the study, the writer formulates several questions, as follows:

- 1. Does Servicescape have a partial influence on Customers' Buying Interest at Rumah Makan Mbak Bolek, Medan?
- 2. Does Product Variety have a partial influence on Customers' Buying Interest at Rumah Makan Mbak Bolek, Medan?
- 3. Does Servicescape and Product Variety have a simultaneous influence on Customers' Buying Interest at Rumah Makan Mbak Bolek, Medan?

# 1.4 Objective of the Research

Based on the problem formulation the objectives of this research are:

 To analyze whether Servicescape has a partial influence on Customers' Buying Interest at Rumah Makan Mbak Bolek, Medan.

- To examine whether Product Variety has a partial influence on Customers' Buying Interest at Rumah Makan Mbak Bolek, Medan.
- To investigate whether Servicescape and Product Variety have a simultaneous influence on Customers' Buying Interest at Rumah Makan Mbak Bolek, Medan.

#### 1.5 Benefit of the Research

The writer expects that this research can give benefits both theoretically and practically.

#### 1.5.1 Theoretical Benefit

The research result can be used to expand, improve and develop the relevant theories, especially in the Servicescape and Product Variety influence on Customers' Buying Interest.

#### 1.5.2 Practical Benefit

From this study, the Rumah Makan Mbak Bolek, Medan will benefit from this research as they know if there is influence of Servicescape and Product Variety have a simultaneous influence on Customers' Buying Interest. If the Servicescape and Product Variety is sufficient enough, then Customers' Buying Interest will be up to expectations. Some of the benefits are expected as follows:

## 1. For the writer

The writer as the researcher gets more experience in doing the research and as an addition to knowledge concerning servicescape, product variety, and customers' buying interest.

# 2. For Rumah Makan Mbak Bolek, Medan

To provide useful suggestions for the company in increasing customers' buying interest at Rumah Makan Mbak Bolek, Medan, especially by improving the servicescape and product variety.

# 3. For other researchers

To be an additional reference, reference material for further research and information to interested parties in assessing the problem the same in the future.

