Consumer Learning

Consumer Learning

A process by which individuals acquire the purchase and consumption knowledge and experience that they apply to future related behaviour.

Learning Processes

- Intentional
 - learning acquired as a result of a careful search for information
- Incidental
 - learning acquired by accident or without much effort

Importance of Learning

- Marketers must teach consumers:
 - where to buy
 - how to use
 - how to maintain
 - how to dispose of products

Learning Theories

- Behavioural Theories: Theories based on the premise that learning takes place as the result of observable responses to external stimuli. Also known as stimulus response theory.
- Cognitive Theories:
 A theory of learning
 based on mental
 information
 processing, often in
 response to problem
 solving.

The difference between classical and operant conditioning - Peggy Andover

 https://www.youtube.com/watch?v=H6LEcM0 E0io

Elements of Learning Theories

- Motivation acts as spur to learning
- Cues stimuli that give direction to these motives
- Response how individuals react to a drive or cue
- Reinforcement

Reinforcement

 A positive or negative outcome that influences the likelihood that a specific behaviour will be repeated in the future in response to a particular cue or stimulus.

Behavioural Learning Theories (Stimulus Response Theories)

- Classical Conditioning
- Instrumental (or Operant) Conditioning

Classical Conditioning

 Pairing a stimulus with another stimulus that elicits a known response to produce the same response when used alone.

Instrumental (Operant) Conditioning

 learning based on a trial-and-error process, with habits forced as the result of positive experiences (reinforcement)

FIGURE 6-1A Pavlovian Model of Classical Conditioning



FIGURE 6-1B Analogous Model of Classical Conditioning



Classical conditioning – cont'd

- Classical conditioning is the learning of associations among events that allows us to anticipate and represent our environment.
- From this viewpoint, classical conditioning is not reflexive action, but rather the acquisition of new knowledge

Neo-Pavlovian Conditioning

- Forward Conditioning (CS Precedes US)
- Repeated Pairings of CS and US
- A CS and US that Logically Belong to Each Other
- A CS that is Novel and Unfamiliar
- A US that is Biologically or Symbolically Salient

Strategic Applications of Classical Conditioning

- Repetition
- Stimulus Generalization
 - The inability to perceive differences between slightly dissimilar stimuli.
- Stimulus Discrimination

Repetition

- Repetition increases strength of associations and slows forgetting
- but over time may result in advertising wearout.
- Cosmetic variations reduce satiation.

Three-Hit Theory

- Repetition is the basis for the idea that three exposures to an ad are necessary for the ad to be effective
- The number of actual repetitions to equal three exposures is in question.

Stimulus Generalization

- The inability to perceive differences between slightly dissimilar stimuli.
- Marketing applications
 - Product Line, Form and Category Extensions
 - Family Branding
 - Licensing
 - Generalizing Usage Situations

Stimulus Discrimination

 The ability to select a specific stimulus from among similar stimuli because of perceived differences.

Classical Conditioning and Marketing Strategy

- Identify and pair product with a known, well-liked stimulus
 - More attention
 - More favourable attitudes
 - Greater intention to buy the product
 - Learning of key attributes
- Use stimulus generalization effectively
- Distinguish the product through effective use of stimulus discrimination

Instrumental Conditioning

- Consumers learn by means of trial and error process in which some purchase behaviours result in more favorable outcomes (rewards) than other purchase behaviours.
- A favorable experience is instrumental in teaching the individual to repeat a specific behaviour.
- Foremost proponent was BF Skiner

FIGURE 6-2

A Model of Instrumental Conditioning



Reinforcement

Positive Reinforcement:

Positive outcomes that strengthen the likelihood of a specific response

 Example: Ad showing beautiful hair as a reinforcement to buy shampoo Negative Reinforcement:

> Unpleasant or negative outcomes that serve to encourage a specific behaviour

 Example: Ad showing wrinkled skin as reinforcement to buy skin cream

Other Concepts in Reinforcement

- Punishment
 - Choose reinforcement rather than punishment
- Extinction
 - Combat with consumer satisfaction
- Forgetting
 - Combat with repetition

Instrumental Conditioning and Marketing

- Make the product the ultimate reward
- Provide samples and free trials
- Provide non-product rewards
- Practice relationship marketing
- Reinforcement Schedules
 Shaping
- Massed versus Distributed Learning

Cognitive Learning Theory

- Learning through problem solving, which enables individuals to gain some control over their environment.
- Three types:
 - Observational learning (Vicarious Learning)
 - Route Learning
 - Reasoning

Observational Learning

- individuals learn by observing the behaviour of others, and consequences of such behaviour.
- Also known as modeling or vicarious learning.

Iconic Rote Learning

- Learning concepts through simple repetition
 - Repeated ads teach consumers about a product's attributes

Reasoning

- Highest level of cognitive learning
- Involves creative thinking
- Depends on how information is processed and stored



Retention

- The total package of associations brought to mind when a cue is activated is called a Schema
- Information is stored in longterm memory
 - *Episodically*: by the order in which it is acquired
 - Semantically: according to significant concepts



Types of Consumer Behaviour



Information processing and Involvement Theory

- Developed from stream of research called Hemispheral lateralization or Split – Brain theory
- Central and Peripheral Routes to Persuasion
 - highly involved consumers are best reached through ads that focus on the specific attributes of the product (the central route)
 - uninvolved consumers can be attracted through peripheral advertising cues such as the model or the setting (the peripheral route).

Elaboration Likelihood Model (ELM)

- The elaboration likelihood model (ELM) of persuasion is a dual process theory describing the change of attitudes form. The **ELM** was developed by Richard E. Petty and John Cacioppo in 1986. The model aims to explain different ways of processing stimuli, why they are used, and their outcomes on attitude change.
- a person's level of involvement during message processing determines which route to persuasion is likely to be effective

TWO ROUTES TO PERSUASION

• <u>Central</u>: message elaboration – the extent to which a person carefully thinks about issue-relevant arguments contained in a persuasive communication

The more listeners work to attend to the message the less influenced they are by content-irrelevant factors

• <u>Peripheral</u>: shorthand method to accept or reject a message without any active thinking about the attributes of the issue or the object of consideration

The more listeners attend to content-irrelevant factors, the less the impact of the message

Note: Two Dimensions

- Messages can be *constructed* with a view either to elaborated or peripheral processing, or some mixture of the two
- Messages can be *interpreted* through attention either mainly to elaborated or to peripheral features, or some mixture of the two

The Elaboration Likelihood Model





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Cognitive Learning and Marketing Strategy

- Use rote learning to teach consumers about the brand
- Use reasoning or problem solving for complex or high-involvement products
- Use modelling to extinguish negative behaviour
- Use knowledge of information processing to help consumers store, retain and retrieve messages.

Measures of Consumer Learning

- Recognition and Recall Measures
 - Aided and Unaided Recall
- Cognitive Responses to Advertising
- Copy-testing Measures
- Attitudinal and Behavioural Measures of Brand Loyalty