

THE INFLUENCE OF ISLAMIC MARKETING MIX ON SHOPEE COSTUMER LOYALTY TOWARDS CUSTOMER SATISFACTION: EVIDENCE FROM MILENIAL MUSLIM JEMBER

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Abstract:

The improvement of internet creates many e-commerce in Indonesia. E-commerce became a receptacle for millennial generation who want to buy goods and services online. In Indonesia, Shopee is e-commerce that has become market leader. Shopee is using Islamic marketing mix to maintain its position in Indonesian market. The purpose from this research is to analyze the influence of Islamic marketing mix (product, price, place, promotion, process, people and physical evidence) on customer loyalty towards customer satisfaction. This research is quantitative research. The sampling technique used is random sampling and convenience sampling. Skala Likert will be used for measuring the data collected. There are 159 samples from millennial Muslim in Jember for this research. The data that has been collected will be analyzed using path analysis. The result indicated that product, place, promotion and people have significant effect on customer satisfaction while price, process and physical evidence are not significant. Product, promotion and physical evidence also have significant effect on customer loyalty while price, place, process and people are not. Customer satisfaction also has no significant effect on customer loyalty. The result also shows that costumer cannot mediate product, price, place, promotion, process, people and physical evidence towards customer loyalty.

Keywords: Islamic Marketing Mix, E-Commerce, Customer Loyalty, Customer Satisfaction

INTRODUCTION

In Indonesia, information technology is growing very quickly. This progression is characterized by the demand for information technology, particularly the internet. Internet has become important thing for millennial Muslim in Indonesia. According to We Are Social data, the number of internet users in Indonesia has reached 204.7 million in January 2022. And mostly, the users are people who have 19 till 34 ages. For millennial Muslim Indonesia, internet is not only used for communication tool but also for transaction, promotion, education and others (Ahmad W dkk, 2019).

Internet also has changed the life style of millennial Muslim Indonesia. They use internet for buying something because it is easier and more efficient. Time and distance problem in transaction was gone by using Internet (Saebah & Asikin, 2022). This change has been created e- commerce as a place which gives service for buying and selling tools in Internet. E- commerce is defined as use of the internet or other networks for buying, selling, or transferring data, goods or services. (Turban, dkk, 2017).

Total value of e-commerce transactions in Indonesia has reached 44.6 billion USD in 2020 and it is expected to reach 137.5 billion USD in 2025. This data demonstrates the potential e-commerce in Indonesia. The reason millennial Muslim leaved offline store to e-commerce was ease and speed of transactions. E-commerce also can be accessed by with no time and distance limitation. Therefore, millennial Muslim can transact anywhere and every time. They just need stay in their house waiting their order. (Franco and Bulomine, 2018).

There are five e-commerces which have many users in Indonesia. This five is Shoppe, Tokopedia, Lazada, Blibli and Bukalapak where Shoppe is the most chosen e-commerce in Indonesia.

Shopee has had 190.7 million visitors over Indonesians for August 2022, up 11.37% from July's 171.2 million. Due to this, Shopee is the most popular e-commerce site in Indonesia. It's far behind Blibli with just 24.9 million, Lazada with 64.1 million, and Tokopedia with 147.7 million visitors.

Shopee's ascendancy as a market leader in Indonesia can be attributed to its shift from a traditional competitor-focused marketing strategy to a modern customer-centric approach. This strategic evolution encompasses various elements of the marketing mix, starting with the diverse range of products offered on the Shopee e-commerce platform, where Shopee acts as an intermediary connecting buyers and sellers. Notably, the introduction of the Shopee Barokah feature demonstrates Shopee's commitment to providing a secure platform for Muslim consumers by filtering halal products. Moreover, Shopee's pricing strategy aligns with Islamic principles, emphasizing that product prices reflect both quality and adherence to Islamic values. The importance of price as a factor is underscored by the requirement for sellers to provide detailed product descriptions, aiding customers in understanding the quality associated with listed prices. Shopee's efficient distribution network, collaborating with various delivery companies and offering its own service, Shopee Express, ensures timely and cost-effective delivery, even to remote areas. The promotional efforts employed by Shopee span multiple channels, including YouTube, websites, news, and TV, with a notable sponsorship of Indonesia's premier football competition, all adhering to Islamic principles. To enhance customer trust, Shopee incorporates features like the cash-on-delivery (COD) system and a flexible return policy, allowing customers to pay upon product arrival and return items that do not meet expectations. The stakeholders, including sellers and Shopee administrators, adhere to Islamic marketing principles, emphasizing qualities like patience, fairness, honesty, and

The Influence of Islamic Marketing Mix on Shopee Costumer Loyalty Towards Customer Satisfaction: Evidence From Milenial Muslim Jember measurability. Shopee's commitment to Islamic values is further reflected in the platform's physical evidence, exemplified by features like Shopee Barokah, ensuring the availability of halal products and a halal payment system. Overall, Shopee's comprehensive Islamic marketing mix has played a pivotal role in its success as a market leader in Indonesia.

This research was conducted on the Muslim millennial generation (Muslims aged 25–45 years) in the city of Jember who have made purchases at Shopee e-commerce. There reason is because Jember city has Muslim majority population, or around 96.59%. The city of Jember also has 30% of the total population aged between 25 and 45 years (the millennial generation) who are familiar with e-commerce, the internet, and online transactions, especially through e-commerce site Shopee.

The millennial era has changed the lifestyle of the Indonesian people a lot. The generation living in the millennial era demands speed, convenience, and maximum service in the process of buying and selling goods and services. This makes competition in the digital or online business world tougher every day. In the midst of the rise of e-commerce or marketplaces that have emerged in Indonesia in this millennial era, Shopee, which is a new player in Indonesia, is able to get many customers to transact at Shopee. Shopee is also able to make customers choose Shopee for transactions instead of having to switch to Tokopedia, Bukalapak, BliBli.com, and others. This makes Shopee became the market leader e-commerce and marketplaces in Indonesia. Furthermore, Shopee wants to maintain its market leadership position. Therefore, this is the problem that will be examined through this research.

LITERATURE REVIEW

Islamic marketing mix

The Islamic marketing mix is a conventional marketing concept which combine with Islamic economic values and principles. The marketing mix does have different possibilities according to the culture, characteristics, and religion of the intended target market (consumers) (Prakkasi, 2020). Islamic marketing mix has been developed by Islamic scholars such as Abuznaid, Abdullah and Wilson (Shafin and Kasim, 2018). Islamic marketing mix that formulated by Wilson is pragmatism, pertinence, palliation, peer-support, pedagogy, persistent, and patience (Wilson, 2012). Abuznaid formulated Islamic marketing mix with 7Ps traditional marketing mix and 2 new tools (patient and promise) (Abuznaid, 2020).

Product

According to Kotler, a product is something that can be offered to a market so that it can be consumed, cared for, used, or owned so that it will fulfill needs and satisfy wants. (Kotler and Amstrong, 2008). The product is an important element in the marketing mix. In Islamic rules, products, both goods and services, must meet several criteria, such as being halal, being able to be delivered, not being harmful to the mind and body, and having the right quality and quantity. Products must also be perfectly owned in accordance with Islamic law (Asnawi & Fanani, 2017).

Based on Abuznaid (2020) research, there are four indicators in Islamic product:

- a. Ordering ease
- b. Value durability
- c. Deliverable
- d. No Product Obsolescence

Price

According to Kotler and Armstrong (2008), price is the amount of money billed for a product or service or billed for the value provided by customers for the benefits they get from using the service or product. In Islam, price is called as Qimah Al-adl, or fair compensation for the goods or services received (Rivai dkk, 2018). Ibn Taymiyah said that the price is Qimah al-Adl (an equivalent price). An equivalent price means that the determination of prices may not lead to the exploitation to other people. Qimah al-Adl has purpose to create mutually beneficial conditions instead of causing harm to others. Prices are also required to reflect the benefits of an item or service. (Rivai dkk, 2018).

Based on Abuznaid (2020) research, there are four indicators in Islamic price:

- a. Price affordability
- b. Compatibility of price with product quality
- c. Price competitiveness
- d. Price compatibility with benefit.

Place

Place (distribution) can be defined as a place or location where a company carries out its business activities, such as producing goods or a service. In the marketing mix, place is not only be interpreted as a place for transactions but also it can be interpreted as distribution, or the way companies distribute their goods and services till the end customers. (Alma and Priansa, 2019). Place is not only interpreted as a place but also as a distribution. Distribution in Islam applies ethical values such as using safe packaging and ensuring the safety of goods when distributed, and using delivery services that comply with sharia standards and principles.

The use of ethics in Islamic distribution is a must in the field of marketing. Distribution is defined as physical activity involving people, equipment (tools), and organization. (Asnawi & Fanani, 2017).

Based on Abuznaid (2020) research, there are four indicators in Islamic place:

- a. No unnecessary delays
- b. Trust in distributing ordered goods
- c. Don't charge customers

Promotion

Promotion can be defined as a form of distributing information which persuades customers to do transaction (buy-sell). Promotion is also defined as any activity within the company that aims to introduce a product to the customer or target market, and communicate about the superiority of the product or service in the target market. (Daryanto, 2001).

The essence of marketing is promotion. In Islam, promotions are highly permissible to introduce and offer a product to customers. The Messenger of Allah taught his people to carry out promotions honestly and not provide excessive information to customers. Information that is too excessive can have bad impact on customer when the product being promoted does not match their expectations (Asnawi & Fanani, 2017).

Based on Abuznaid (2020) research, there are four indicators in Islamic promotion:

- a. No concealment of fact and information
- b. No manipulative promotional behavior
- c. No deception

Process

Kotler and Armstrong define process as the ways and steps taken by the company in serving and fulfilling the demands of each customer, from the customer ordering a product or service until what the customer wants is obtained (Kotler and Amstrong, 2008). In marketing mix concept, process is an important element. The faster and better the process provided, followed by good service interactions, will certainly make customers satisfied and happy. Good process will generate customer interest in a product or service offered by the

company (Swasta and Irawan, 2003). In the Islamic marketing mix, which prioritizes marketing ethics, the process becomes one of the most important variables. Abuznaid said that process is starting with procedures, mechanisms, and service flows in the transaction process. The process also shows how a product, both goods and services, is presented until it is received or arrives at the customer. In the process, waiters practice ethical values to create customer satisfaction, which it will impact customer loyalty. (Abuznaid, 2012).

Based on Abuznaid (2020) research, there are four indicators in Islamic process:

- a. Honesty, fairness and respect customers
- b. Right marketing information
- c. Proper use of customer waiting time
- d. Right and proper delivery

People

People are defined as actors from service providers and promotions who are the spearheads of the company's marketing success. It means, the people is company human resources (HR) consisting of staff, marketers, and agents who interact with customers by prioritizing ethics and providing good service to get interest from customers (Abuznaid, 2012). In Islamic business ethics, a person involved in business must have a sense of responsibility for four things, namely:

- a. A sense of responsibility towards Allah SWT
- b. A sense of responsibility to the surrounding community
- c. A sense of responsibility for his own welfare
- d. and a sense of responsibility to the environment (Asnawi & Fanani, 2017)

Based on Abuznaid (2020) research, there are four indicators in Islamic people:

- a. Polite and friendly
- b. Smiley, honest
- c. No harm to customer

Physical Evidence

Physical evidence is defined as various company attributes needed to be a complement of a product, where these attributes can strengthen the quality of the product and service. Physical evidence is not only in the form of physical objects such as buildings but can also be in the form of features that exist within a company. (Abuznaid, 2012). In the Islamic marketing mix, physical evidence is defined as how the form of service is provided. Physical evidence can also be categorized as several ways that are carried out by a company or organization to convince customers that the company has applied Islamic business concepts. (Abdullah, 2018)

Based on Abuznaid (2020) research, there are four indicators in Islamic physical evidence:

- a. Provide Documentation during transactions
- b. Provide guarantees to customers
- c. There are features that represent Islam (halal products)

Customer Satisfaction

Kotler and Keller define customer satisfaction as a customer's feeling of pleasure or disappointment caused by the comparison of the product quality with the expectations they have. Whereas Buttle, in the Service Customer Loyalty book, defines customer satisfaction as a customer response in the form of a feeling of satisfaction that arises after getting the experience of feeling a product or service. (Kotler and Keller, 2008). In Islam, customer satisfaction does not only aim to gain customer loyalty (utility). Customer satisfaction must also pay attention to the selection of goods or services that can provide the maximum benefit to the customer, in which case the maslahah will be in the form of benefits and blessings derived from consumption activities. (Djunaidi, 2020).

Based on Kotler and Amstrong (2008) research, there are four indicators in customer satisfaction:

- a. Hope Confirmation
- b. Repurchase intention
- c. Dissatisfaction

Customer Loyalty

According to Kotler and Keller, customer loyalty is a customer's commitment to buy and support a product in the future, even though changing marketing circumstances and conditions in the future may affect the customer's decision to switch to another company or product. (Kotler and Keller, 2008). There are three ways that can be used to build customer loyalty, namely:

- Strengthening Brands
 Strengthening the brand aims to form an emotional bond with customers through the company's brand.
- Repair service
 Good service will provide a unique experience for customers. If service is better, it will increase customer loyalty.
- c. Improving Product Quality
 Customers certainly expect a good quality from products offered. Good product
 quality will make customers return to buy the product and reduce the risk of product
 failure.

Based on Kotler and Keller (2008) research, there are four indicators in customer loyalty:

- a. Make regular repeat purchases
- b. Buy outside the product or service offered
- c. Referring to others

METHOD

Research Design and Sampling

The method used in this research is quantitative-associative. Quantitative-associative method is used for investigating the impact of Islamic marketing mix 7Ps (product, price, place, promotion, process, people, physical evidence) on customer loyalty according to the mediating role of customer Satisfaction. The populations selected for this research are Shoppe millennial Muslim customers in Jember who have bought product in Shoppe three times previously. The sampling method was determined by using Ferdinad's theory for the minimum of samples which can be used. Based on the theory, minimum sample are 150 samples.

This research use random sampling and convenience sampling method to collect the data. Random sampling method is used for determine WhatsApp group which will be send google form link. Then, convenience sampling method will be used to collect data from 159 respondents. Instrument which used to collect data in this research is questionnaire. Then the data will be measured with Linkert scale to give score for every responds of respondents **Operational Variable**

To collect data research, this study will use survey questionnaire which developed based on same literature dedicated to Islamic marketing mix, customer loyalty and customer satisfaction. Sub operational variables and research statement is as follows:

Table 1. Variable Indicator and Research Question

Variable	Sub Operational Variables	Research Question		
	Ordering ease	Customers can easily order goods (products) at Shopee Goods (products) in Shopee do not cause harm		
Product	Value durability			
	Deliverable	Goods (products) at Shopee can be sent to the customer's home / place		
	No Product Obsolescence	Goods (products) at Shopee have benefits		
	Price affordability	Goods (product) at Shoope have affordable prices		
	Compatibility of price with product quality	The price set at Shopee is in accordance with the quality of the goods		
Price	Price competitiveness	Prices of goods on Shopee can compete with prices on Lazada, Tokopedia, etc.		
	Price compatibility with benefits	The set price is comparable to the benefits of the goods (product) at Shopee		
	No unnecessary delays	Shopee does not make unnecessary delays during the delivery process		
Place	Trust in distributing ordered goods	Shoope is trustworthy in distributing (sending) ordere goods to customers		
	Don't charge customers	Sending goods by Shopee to customers is very easy		
	No concealment of fact and information	Promotions carried out by Shopee do not hide facts and product/item information		
Promotion	No manipulative promotional behavior	Shopee does not carry out manipulation promotions		
	No deception	Promotions carried out by Shopee do not contain elements of fraud		
	Honesty, fairness and respect customers	During the transaction process, Shopee is fair, hone and respects customers		
Duagas	Right marketing information	In the transaction process, Shopee provides informat according to what the customer wants		
Process	Proper use of customer waiting time	The transaction process at Shopee is carried out quickly and precisely		
	Right and proper delivery	Customers find it easy when making transactions at Shopee		
	Polite and friendly	Shopee admins and sellers at Shopee serve customers politely and kindly		
People	Smiley, honest	I feel that Admins and sellers at Shopee are honest when providing product information and when making transactions		
	No harm to customer	There is no coercion from Admin and sellers at Shopee to customers to buy a product (goods)		

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Physical Evidence	Provide Documentation during transactions	There is digital evidence that can be trusted when making transactions at Shopee		
	Provide guarantees to customers	Shopee parties provide guarantees to customers for the goods ordered		
	There are features that represent Islam (halal products)	Shopee provides features that represent Islam (halal products)		
	Hope Confirmation	The services and goods available at Shopee are in accordance with customer expectations		
Customer Satisfaction	Repurchase intention	I am satisfied with the services and goods available at Shopee, so that makes me interested in making repeat purchases at Shopee		
	Dissatisfaction	I am dissatisfied with the services and products at Shopee		
	Make regular repeat purchases	I often make transactions at Shopee		
Customer Loyalty	Buy outside the product or service offered	I have bought goods (products) other than what has been offered at Shopee		
	Referring to others	I have recommended other people to buy goods at Shopee		

Hypotheses

The hypothesis in this study is as follows:

H₁: Product partially affects customer satisfaction

H₂: Price partially affects customer satisfaction

H₃: Place partially affects customer satisfaction

H₄: Promotion partially affects customer satisfaction

H₅: Process partially affects customer satisfaction

H₆: People partially affects customer satisfaction

H₇: Physical Evidence partially affects customer satisfaction

H₈: Product partially affects customer loyalty

H₉: Price partially affects customer loyalty

H₁₀: Place partially affects customer loyalty

H₁₁: Promotion partially affects customer loyalty

H₁₂: Process partially affects customer loyalty

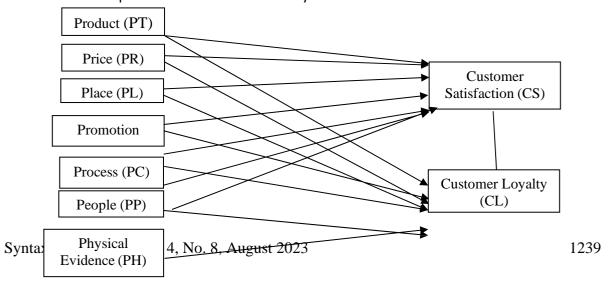
H₁₃: People partially affects customer loyalty

H₁₄: Physical Evidence partially affects customer loyalty

H₁₅: Customer satisfaction partially affects Customer Loyalty.

Research Model

The conceptual framework in this study is as follows:



Based on conceptual framework above, there are seven independent variables in this study. Those variables are product (PT), price (PR), Place (PL), promotion (PS), Process (PS), people (PP) and physical evidence (PH). Then, dependent variable is customer loyalty (CL) and the last is customer satisfaction as mediating variable.

Data Analysis

To analysis the data in this research, the author will use Smart PLS Version 3.0. It will use to analyze hypothesis in this research. This research is using path analysis model that will test the impact of the independent variables (product, price, place, promotion, process, people and physical evidence) on dependent variable (customer loyalty) through mediating variable (customer satisfaction). Smart PLS application will also analyze and investigate validity of research model and it can be used for small-sized sample or complex sample (Byrne, 2001). There are four tests that will do in this research. Those four are validity test, reliability test, path analysis and hypothesis test.

RESULTS AND DISCUSSION

Description of research respondents

In this research, questioner sends to 10 WhatsApp groups by using google form link. There are 159 respondents who qualified to be respondent of this research. Then, data will be described in more detail based on three characteristics. That's three is gender, age, and job. The result of the classifications of respondent characteristics as follows:

- a. Based on gender characteristic, majority respondents are male with 93 people or 58,49% while the female respondents are 66 people or 41,51%.
- b. The result of the percentage of respondent based on age shows that the sample members or respondents in this study consisted of various age groups. First group is respondent who has age between 25-30 years old. There are 122 people or 76,72% in this group. Then second group with age between 31-35 years old. In this group, there are 18 people or 11,32%. The others group contain respondents who have age between 36-40 years old. There are 14 people or 8,8% in this group. The fourth group is respondent who has age between 41-45 years old. There are 5 respondents or 3,14% in this groups.
- c. Based on job characteristic, majority respondents are teacher with 34 people or 21,38%. Then college student are 13 people or 8,17%, then private employee are 15 people or 9,43%, then housewife are 23 people or 14,46%, then entrepreneur are 31 people or 19,49%, then security are 2 people or 1,25%, then seller are 2 people or 1,25%, then driver are 4 people or 2,51%, then farmer are 7 people or 4,4%, then public employee is 1 person or 0,62%, then BUMN employee are 14 people or 8,80% and others job are 11 people or 6,91%.

Validity Test

The questionnaire validity test consists on convergent validity and discriminant validity. The value of convergent validity is based on the loading factor, which the

validation of questionnaire value must be more than 0,70. But the loading factor value at 0,5 is tolerated. In other side, the value of discriminant validity is based on Average Variance Extracted (AVE) that must be more than 0,5.

Table 2. Validity Test Result

Table 2. Validity Test Nesult					
Variable	Question	Loading Factor	Description		
	items	value	•		
	PT1	0.612	Valid		
Product (PT)	PT2	0.897	Valid		
Froduct (FT)	PT3	0.629	Valid		
	PT4	0.870	Valid		
	PR1	0.768	Valid		
Drico (DD)	PR2	0.867	Valid		
Price (PR)	PR3	0.749	Valid		
	PR4	0.828	Valid		
	PL1	0.869	Valid		
Place (PL)	PL2	0.932	Valid		
	PL3	0.881	Valid		
	PS1	0.840	Valid		
Promotion (PS)	PS2	0.907	Valid		
	PS3	0.886	Valid		
	PC1	0.736	Valid		
Dragge (DC)	PC2	0.839	Valid		
Process (PC)	PC3	0.868	Valid		
	PC4	0.843	Valid		
	PP1	0.841	Valid		
People (PP)	PP2	0.879	Valid		
	PP3	0.756	Valid		
Dharainal Faidhean	PH1	0.876	Valid		
Physical Evidence	PH2	0.896	Valid		
(PH)	PH3	0.873	Valid		
C	CS1	0.873	Valid		
Customer	CS2	0.902	Valid		
Satisfaction (CS)	CS3	0.714	Valid		
6 -1 1	CL1	0.885	Valid		
Customer Loyalty	CL2	0.799	Valid		
(CL)	CL3	0.910	Valid		
			1		

Sources: Smart-Pls data processed

Based on the data in table 4, the loading factors of all variables are almost be more than 0.70, to exclude the first and third variable of product. (In the detail 0,612 for PT1 and 0,629 for PT3). Even if both are presented as two smallest values, the validation is accepted due to the values are standing over 0,5. As if the conclusion is all items inside this questionnaire overview are validated.

Further for the values of Average Variance Extracted are;

Table. 3 Discriminant Validity Test

Variable	Average Variance Extracted (AVE)	Decision
Customer Satisfaction (CS)	0,695	Valid
Customer Loyalty (CL)	0,750	Valid
People (PP)	0,684	Valid
Physical Evidence (PH)	0,777	Valid
Place (PL)	0,799	Valid
Price (PR)	0,647	Valid
Process (PC)	0,678	Valid
Product (PT)	0,583	Valid
Promotion (PS)	0,771	Valid

Sources: Smart-Pls data processed

Based on table above, it shows the Average Variance Extracted (AVE). All values of all variable are more than 0.5. It means that, the validation requirement is completed.

Reliability Test

The Questionnaire Reliability Test is to find out the composite reliability value and cronbachs alpha. The composite reliability value must be more than 0.70, and cronbachs alpha value must be more than 0.6. The value of composite reliability and cronbachs alpha will be described on table 6.

Table. 4 Reliability Test

rable: Fitchability rest				
	Cronbach's Alpha	Composite Reliability	Decision	
Customer Satisfaction (CS)	0,776	0,871	Reliable	
Customer Loyalty (CL)	0,832	0,900	Reliable	
People (PP)	0,773	0,866	Reliable	
Physical Evidence (PH)	0,857	0,913	Reliable	
Place (PL)	0,874	0,923	Reliable	
Price (PR)	0,817	0,880	Reliable	
Process (PC)	0,840	0,893	Reliable	
Product (PT)	0,771	0,844	Reliable	
Promotion (PS)	0,851	0,910	Reliable	

Sources: Smart-Pls data processed

Based on data on table 6, the value of composite reliability and cronbachs alpha of all variables are more than 0,70. It means, the questionnaire inside the research is reliable due to completing the requirements needed on reliability test based on the value of composite reliability and cronbachs alpha.

Path Analysis

In this sub-chapter, it will describe the relationship between one variable and others, and how the independent variables affect the dependent variable either directly

or through mediating variables. The results of the path analysis test using smart-Pls 3 are as follows:

Table 5. Path Coefficients Test

Path	Path Coefficient
Product (PT) -> Customer Satisfaction (CS)	0,162
Product (PT) -> Customer Loyalty (CL)	0,152
Price (PR) -> Customer Satisfaction (CS)	0,097
Price (PR) -> Customer Loyalty (CL)	0,009
Place (PL) -> Customer Satisfaction (CS)	0,217
Place (PL) -> Customer Loyalty (CL)	0,032
Promotion (PS) -> Customer Satisfaction (CS)	0,163
Promotion (PS) -> Customer Loyalty (CL)	0,205
Process (PC) -> Customer Satisfaction (CS)	0,063
Process (PC) -> Customer Loyalty (CL)	0,060
People (PP) -> Customer Satisfaction (CS)	0,180
People (PP) -> Customer Loyalty (CL)	0,014
Physical Evidence (PH) -> Customer Satisfaction (CS)	-0,056
Physical Evidence (PH) -> Customer Loyalty (CL)	0,426
Customer Satisfaction (CS) -> Customer Loyalty (CL)	0,050

Sources: Smart-Pls data processed

The path analysis model in this study is described in the following equation:

CS = 0,162 PT + 0,097 PR + 0,217 PL + 0,163 PS + 0,063 PC + 0,180 PP - 0,056 PH (1) CL = 0,152 PT + 0,009 PR + 0,032 PL + 0,205 PS + 0,060 PC + 0,014 PP + 0,426 PH + 0,050 CS (2)

Description

PT : Product
PR : Price
PL : Place
PS : Promotions

PC : Process PP : People

PH: Physical Evidence
CS: Customer satisfaction
CL: Customer Loyalty

Hypothesis Test

The hypothesis test is as follows:

Table 6. Summary of hypothesis testing direct result

Hypothesis Path	Path	P	Decision

	Coefficients	Values	
Product (PT) -> Customer Satisfaction (CS)	0,162	0,031*	Supported
Product (PT) -> Customer Loyalty (CL)	0,152	0,038*	Supported
Price (PR) -> Customer Satisfaction (CS)	0,097	0,320	Not Supported
Price (PR) -> Customer Loyalty (CL)	0,009	0,897	Not Supported
Place (PL) -> Customer Satisfaction (CS)	0,217	0,060**	Supported
Place (PL) -> Customer Loyalty (CL)	0,032	0,693	Not Supported
Promotion (PS) -> Customer Satisfaction (CS)	0,163	0,063**	Supported
Promotion (PS) -> Customer Loyalty (CL)	0,205	0,040*	Supported
Process (PC) -> Customer Satisfaction (CS)	0,063	0,398	Not Supported
Process (PC) -> Customer Loyalty (CL)	0,060	0,339	Not Supported
People (PP) -> Customer Satisfaction (CS)	0,180	0,001*	Supported
People (PP) -> Customer Loyalty (CL)	0,014	0,857	Not Supported
Physical Evidence (PH) -> Customer Satisfaction (CS)	0,056	0,621	Not Supported
Physical Evidence (PH) -> Customer Loyalty (CL)	0,426	0,000*	Supported
Customer Satisfaction (CS) -> Customer Loyalty (CL)	0,050	0,587	Not Supported

Description

One star (*): It describe significant when α = 0,05 (5%) Two star (**): It describe significant when α = 0, 10 (10%)

Sources: Smart-Pls data processed

Table 7: Summary of hypothesis testing indirect result

	, ,,		
Hypothesis Path	Path Coefficients	P Values	Decision
(PT) -> (CS) -> (CL)	0.008	0.643	Not Supported
(PR) -> (CS) -> (CL)	0.005	0.700	Not Supported
(PL) -> (CS) -> (CL)	0.011	0.621	Not Supported
(PS) -> (CS) -> (CL)	0.008	0.653	Not Supported
(PC) -> (CS) -> (CL)	0.003	0.772	Not Supported
(PP) -> (CS) -> (CL)	0.014	0.625	Not Supported
(PH) -> (CS) -> (CL)	-0.003	0.831	Not Supported

Sources: Smart-Pls data processed

Discussion

The Effect of Product on customer satisfaction

Based on data from Table 8, it is known that the p-values of the product variable on customer satisfaction are 0.031. This shows that the p-values are smaller than the alpha values or 0.031<0.05. Therefore, the first hypothesis is proven. Therefore, it can be concluded that the product partially has a significant effect on customer satisfaction. The results of this study are in line with the findings of Budiyono et al (2021) and Abbas et al (2020) who state that product has a significant effect on customer satisfaction.

The Effect of Price on customer satisfaction

Table 8 shows that the p-value of the price variable on customer satisfaction is 0.320. This value is bigger than the value of alpha (α) or 0.320> 0.05. Therefore, the second hypothesis is not proven. Therefore, the price has a partial but not significant effect on customer satisfaction. The results of this study are not in line with the findings of Sari (2018), Harun et al (2019) and Meilda et al (2022) who state that price has a significant effect on customer satisfaction.

The Effect of Place on customer satisfaction

Table 8 shows the data that the p-value of the place variable on the customer satisfaction variable is 0.060. This value is still lower than alpha (α) value or 0,060<0,10. Therefore, place has a significant effect on customer satisfaction. So, the third hypothesis is proven. The results of this study are in line with the findings of Mohammad (2017) and Sobari et al (2017) who state that Place has a significant effect on customer satisfaction.

The Effect of Promotion on customer satisfaction

Based on data from table 8 it is known that the p-value of the promotion variable on customer satisfaction is 0.063. This value is still lower than alpha (α) value or 0,063<0,10. Therefore, place has a significant effect on customer satisfaction. So, the fourth hypothesis is proven. The results of this study are in line with the findings of Hasan and Islam (2020) and Alnaserr et al (2017) who state that Promotion has a significant effect on customer satisfaction.

The Effect of Process on customer satisfaction

Based on the data in Table 8, it is explained that the p-value of the process variable on customer satisfaction is 0.398. This shows that the value is higher than the alpha (α) value or 0,398> 0,05. Therefore, the fifth hypothesis is not proven. From this data, it can be concluded that process does not have a significant effect on customer satisfaction. The results of this study are not in line with the findings of Larasati & Aji (2019) and Akbar et al (2019) who state that process has a significant effect on customer satisfaction.

The Effect of People on customer satisfaction

Based on the data in Table 8, it is explained that the p-value of the people variable on customer satisfaction is 0.001. It means, that the value is smaller than the alpha (α) value or 0,001<0,05. Therefore, the sixth hypothesis is proven. It can be concluded that the people variable partially has a significant effect on customer satisfaction. The results of this study are not in line with the findings of Hasan & Islam (2020) and Mathew (2021) who state that people has a significant effect on customer satisfaction.

The Effect of Physical evidence on customer satisfaction

It is known that the p-value of the physical evidence variable on customer satisfaction from the data in Table 8 is 0.621. This value is still higher than the alpha (α) value or 0.621>0.05. Therefore, the seventh hypothesis is not proven. So the conclusion is partially, physical evidence has no significant effect on customer satisfaction. The

The Influence of Islamic Marketing Mix on Shopee Costumer Loyalty Towards Customer Satisfaction: Evidence From Milenial Muslim Jember results of this study are not in line with the findings of Mohammad (2017) who state that physical evidence has a significant effect on customer satisfaction.

The Effect of Product on customer loyalty

Based on the data in Table 8, it can be seen that the p-value of the effect of the product variable on customer loyalty is 0.038. If the alpha value is 0.05, it can be concluded that the p-value is smaller than the alpha (α) value or 0.038 <0.05. Therefore, the eighth hypothesis is proven. Therefore, the product has a significant effect on customer loyalty. The results of this study are in line with the findings of Waharudin (2019) and Sohrabi (2017) who state that product has a significant effect on customer loyalty.

The Effect of Price on customer loyalty

It is known from the data in Table 8 that the p-value of the effect of price on customer loyalty is 0.897, which is higher than the alpha (α) value or 0.897> 0.05. Then, the ninth hypothesis is not proven. Therefore, it can be concluded that price has no significant effect on customer loyalty. The results of this study are not in line with the findings of Cahyana and Sukaatmadja (2017) who state that price has a significant effect on customer loyalty.

The Effect of Place on customer loyalty

Based on the data in Table 8, it showed that the p-value of the place variable on the customer loyalty variable is 0,693. Therefore, this value is higher than the alpha (α) value or 0,693> 0,05. Then, the tenth hypothesis is not proven. It can be concluded that partially place has no significant effect on customer loyalty. The results of this study are not in line with the findings of Sumadi et al (2021) who state that Place has a significant effect on customer loyalty.

The Effect of Promotion on customer loyalty

Based on the data in Table 8, it showed that the p-value of the promotion variable on customer loyalty from the data in Table 4.25 is 0.040. This value is still smaller than the alpha (α) value or 0,040> 0,05. Therefore, the eleventh hypothesis is proven. So, it can be concluded that promotion partially has a positive effect on customer loyalty. The results of this study are in line with the findings of Othman et al (2020) and Rahma (2021) who state that Place has a significant effect on customer loyalty.

The Effect of Process on customer loyalty

According to the data in Table 8, the p-value of the effect of the process variable on customer loyalty is 0.339. This figure is much higher than the predetermined alpha value or 0.339>0.05. Therefore, the twelfth hypothesis is not proven. This means that the partial process has no significant effect on customer loyalty. The results of this study are not in line with the findings of Pradela et al (2022), Harun (2019) and Souar (2017) who state that Place has a significant effect on customer loyalty.

The Effect of People on customer loyalty

Based on data from Table 8, it is known that the p-values of the people variable on customer loyalty are 0.857. This shows that the p-value is higher than the alpha values or 0.857 < 0.05. Therefore, the thirteenth hypothesis is not proven. So it can be concluded that the product partially does not have a significant effect on customer satisfaction. The results of this study are not in line with the findings of Radiman et al (2018), and Nuseir & Madanat (2017) who state that Place has a significant effect on customer loyalty.

The Effect of Physical evidence on customer loyalty

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Table 8 shows that the p-value of the physical evidence variable on the customer loyalty variable is 0.000. This value is already smaller than the alpha value, which has been set at 0.05 or 0.000>0.05. Therefore, the fourteenth hypothesis is proven. So it can be concluded that physical evidence partially has a significant effect on customer loyalty. The results of this study are not in line with the findings of Harun (2019), and Souar (2017) who state that Place has a significant effect on customer loyalty.

The Effect of customer satisfaction on customer loyalty

From table 8, it is known that the p-value of the influence of customer satisfaction variables on customer loyalty is 0.587. This means that the value is greater than the predetermined alpha value or 0.587> 0.050. Therefore, the fifteenth hypothesis is not proven. So the conclusion that can be formulated is that partially customer satisfaction has no significant effect on customer loyalty. The results of this study are in line with the findings of Nalendra (2018), who state that Place has a significant effect on customer loyalty.

The Role of Customer Satisfaction in Mediating Product, Price, Place, Promotion, Process, People and Physical Evidence Variables on Customer Loyalty

Based on data table 8 and 9, it is known that variable customer satisfaction cannot mediate Product, Price, Place, Promotion, Process, People and Physical Evidence Variables on Customer Loyalty. The results of this study are not in line with the findings of Rahma (2021) and Othman et al (2020), who state that Place has a significant effect on customer loyalty.

CONCLUSION

Based on the results of the data processing that has been done, it can be concluded that product, place, promotion, and people partially have a significant effect on customer satisfaction. While price, process, and physical evidence partially have no significant effect on customer satisfaction while product, promotion, and physical evidence partially have a significant effect on customer loyalty. Meanwhile, price, place, process, and people partially have no significant effect on customer loyalty. The data also show that customer satisfaction partially does not have significant effect on customer loyalty. Therefore customer satisfaction cannot mediate the product, price, place, promotion, process, people, and physical evidence variables on customer loyalty.

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