# Perceived E-WOM and University Services Purchase Intentions: The Corporate Image as a Mediator

## **ABSTRACT**

The advancement of internet technologies and emergence of social media platforms have made the influence of electronic word of mouth (eWOM) more pronounced than ever before on purchase decisions of consumers, especially the young who are more engaged with new technology and social networks. Through social media platforms, young consumers nowadays are always connected to friends, families and organizations on smartphones, tablets or computers and actively look for eWOM before making any decisions. This study is dedicated to examining the effect of perceived eWOM on the selection of universities by Saudi high school students mediated by corporate image of the university. The sample comprised of 133 high school students studying in Saudi higher secondary schools. The findings reported that electronic word of mouth (eWOM) had a significant and positive association with the intention of choosing a university for higher studies, and the corporate image mediated this relationship. The research findings and recommendations can largely help who are in charge of the private and public universities to understand how eWOM shapes the choices of universities for Saudi students.

**KEYWORDS:** Electronic word of mouth, eWOM Credibility, eWOM Quality, eWOM Quantity, University Services, Purchase Intention.

## 1. INTRODUCTION

In marketing context, the word of mouth (WOM) refers to talking about products, services and brands in a normal day to day conversation of consumers [1]. Marketing scholars since 1960's have agreed that word of mouth plays an important role in shaping purchase intentions [2]. Since the information about products, services and brands are obtained through friends and family members who have no commercial intent, consumers consider word of mouth more reliable than commercial advertisements [1,3]. The advancement of internet technologies and emergence of social media platforms have made the influence of word of mouth more pronounced than ever before on purchase intentions of consumers [4]. EWOM, which stands for electronic word of mouth, refers to positive or negative statements made about products, brands, organizations and services which are propagated online electronically on the internet [4]. In contrast to traditional word of mouth (WOM), the electronic word of mouth (eWOM) does not perish with the conversation [5]. Posts, text messages, online reviews and comments on social networking websites, like Twitter, Facebook, Instagram, remain there online and can be shared among users publicly [6,5]. EWOM unlike traditional WOM spreads quickly and widely on the internet to as many people as one can imagine at a click of a button [7]. Advancement in internet technologies have made it possible for consumers to be always connected to friends, families and organizations through smartphones, computers, tablets etc. making eWOM and its effect on purchase intentions a keen area of research for marketing professionals [4,5,8].

Studies have reported that eWOM indeed has both positive as well as negative consequences on purchase intention of consumers [9,10,11]. Findings have indicated that negative eWOM poses a greater influence than positive EWOM on purchase intentions and, if ignored, it proves detrimental to organizations in form of lost sales and tarnished corporate image [12]. The effect of EWOM on purchase intentions has been studied greatly across various industries like travel, electronics, hospitality, automobiles, apparels and entertainment [13,14, 9]. In education sector, although the effects of electronic word of mouth on students have been studied in evaluating performance of teachers, course evaluations and motives of students in using word of mouth on social media [15,16], there are limited number of studies on what role does eWOM play in selection of universities for higher studies among higher secondary school students. Thus, this paper seeks to study the relationship of eWOM and services purchase intention in the context of selection of universities by high school students residing in Saudi Arabia.

More than 30% of the total population in Saudi Arabia were under 20 years of age in 2016 according to a latest demographic survey [17]. In a report published on Social Media usage in Middle East, Radcliffe & Bruni [18] found

that Saudi youths are heavy users of social media like Snapchat, Twitter, Whats app, Instagram, Facebook, YouTube etc. Saudi Arabia enjoys the highest growth rate in the usage of social media than any other county in the world [18]. In general, Saudis value social relationships among families, relatives, and friends and like to remain always connected through social media platforms [19]. Steffes & Burgee [15] in a study conducted on USA college students about the factors considered in choosing professors and courses found that students perceive electronic word of mouth more reliable than traditional person to person word of mouth and seek primary information actively through eWOM to shape their service choice and purchase decisions.

Students in making choice for universities to study go through a decision-making process [20]. Today's digital era has made it easily possible for students to access online recommendations, evaluations of professors, courses and general opinions about colleges by graduate and postgraduate students studying in a university [16]. Studies have indicated that eWOM provided by graduate and postgraduate students are influential among high school students in the pre-purchase phase or search of information phase of the student decision making process in selection of universities [21,22]. Since Saudi Arabia has a great young student population who are active on various types of social networking sites and value relationships as well, it thus lays a fertile ground for examining the relationship between perceived eWOM and selection of university for further studies. Thus, the main objective of this paper is to examine this relationship in depth by considering the association of perceived eWOM factors namely: eWOM credibility, eWOM quality, eWOM quantity with choice and university services purchase intentions from student's perspective. This study will also examine the mediation role played by corporate image of universities between perceived eWOM factors and choice and intentions among Saudi high school students active on social networking sites.

## 2. CONCEPTUAL FRAMEWORK AND HYPOTHESES DEVELOPMENT

#### 2.1 PURCHASE INTENTION

Purchase intention is referred to consumer's willingness to buy a product or a service in future [23]. Purchase intention is a key variable in learning and understanding about the effectiveness of promotions undertaken by any marketing entity [24]. Most of the studies use purchase intention in order to measure effectiveness of advertisements [25]. However, in today's digital and "always connected with friends and families age", studies also use purchase intention to understand and measure the effectiveness of electronic word of mouth [25]. Purchase intention is an important variable in judging the outcome of EWOM [10]. In a study conducted by Dehghani & Tumer [26], electronic word of mouth was found to be of substantial influence in shaping purchase decisions for products and services.

For secondary school students who aspire to join a university for higher education purchase intention refers to bearing tuition fees, books and general academic expenses of a university [27,21,22,28]. Previous researchers have found links between electronic word of mouth (eWOM) and purchase intention for high school students who aspire for admission in universities for higher education [27,29,30]. In a study conducted by Bataineh [27] in Jordan, the eWOM was significantly found to shape intentions of high school students for choosing a university for higher education in Jordan. In Saudi Arabia the effect of eWOM on how secondary school students make a choice for a university remains largely unexplored. Secondary school students of Saudi Arabia are mostly heavy users of social networking sites and remain always connected with friends and family [18]. As Saudi students use social media, the effect of electronic word of mouth is appropriate and relevant in this study context. Purchase intention which means here as secondary school students choice for universities for higher education represents a key dependent variable in the study. The university services Purchase intention will help in revealing effectiveness and influence of eWOM on students' decision-making process for seeking an admission to a university.

## 2.2 PERCEIVED eWOM

In today's digital era, eWOM plays an influential role in shaping purchase decisions [2]. Hennig-Thurau et al. [4] refer to electronic word of mouth (eWOM) as any positive or negative statements made by users for prospective users of products and services on the internet. Previous studies in hospitality, automobile and electronics context reveal that positive statements lead to favorable purchase intentions and harness good corporate image [31,9,32]. Positive eWOM is a boon for companies because it reduces advertising costs and increases sales [32]. In some studies, negative eWOM proves to be detrimental for organization's sales and corporate image [12]. According to Nam et al. [11 consumers tend to remember negative eWOMs more than positive eWOMs. However, negative

statements about a product or service doesn't necessarily always result in detrimental effects on purchase intentions [11]. Similarly, positive statements alone do not always necessarily lead to favorable purchase intentions because on the internet anybody is free to write reviews, posts, comments on products and services which can sometimes be biased and of incorrect evaluation [33]. Selecting a university for pursuing higher education requires high involvement in decision making process by students as it involves paying for tuition fees, books and general expenses for academic purposes [22]. Students look for information to be credible, of good quality and quantity in electronic word of mouth [27,22].

A study conducted on Taiwanese students through in-depth interviews by Yang & Mutum [21] suggests that students value quality and truthfulness of EWOM in shaping their decision of choosing a university. In a study conducted in Jordan by Bataineh [27], a university corporate image was found to mediate the relationships between eWOM and university services purchase intention of high school students. If a university has good corporate image and information perceived through EWOM is credible, of good quality and quantity, it facilitates purchase decision making of students [27,22]. Previous studies [27] have investigated effect of eWOM from three angles of eWOM on university services purchase intention of students namely: eWOM credibility, eWOM quality and eWOM quantity. When talking about eWOM, these three factors of perceived eWOM and their relationships with purchase intention are most studied by marketing researchers [27,22].

#### 2.2.1 2.2.2 eWOM CREDIBILITY AND PURCHASE INTENTIONS

Electronic word of mouth credibility simply refers to how much a consumer believes the information obtained through eWOM to be true and reliable [34]. The internet does not restrict anyone from posting reviews, comments about products and services on social networking sites [35]. Students also can post comments about their universities in public on social networking sites, but the question lies in how eWOM is perceived to be credible [21,22]. Too much positive or too much negative reviews posted online are not considered credible by consumers because too positive doesn't talk about shortcomings and too negative may come from prejudice or hidden personal interests [36,11]. EWOM credibility is of paramount importance only when it is perceived to be credible and leads to favorable purchase intention [29]. Since, Saudi youth value social ties [19], they will consider the information from the nears and dears more credible on social media rather than open public reviews and opinions. A study among college students in USA by Valenzuela et al. [37] revealed that social trust increases with time on Facebook when users add contacts who are friends of friends. Therefore, posts, reviews comments and messages from friends and a friend of friends on social networking sites of high school students studying in Saudi universities will be presumed to be credible electronic word of mouth in Saudi Arabian context. Thus, the first hypothesis is proposed as:

H1: There is a statistically positive association of eWOM credibility with students' university services purchase intentions

## 2.2.2 eWOM QUALITY AND PURCHASE INTENTIONS

The quality of electronic word of mouth can be understood as how appealing the information that is provided to consumers [30]. In a study on consumer products, Park et al. [30] reported a positive association of eWOM quality with purchase intention. When consumers are in the pre-purchase stage, they seek certain type of information or have set criteria in their minds [38]. Consumers expect the information provided through eWOM to be relevant, helpful, clear and simple to comprehend [38]. If the eWOM is irrelevant and complex to understand, it would hardly make any difference in consumer's decision making process [28]. As high school students make choices of prospective universities by communicating with students studying in universities, the quality of information matters [28]. Hence, for Saudi high school students to make decisions about higher education, the information provided through eWOM should be perceived as relevant, clear and easily understood so that it can aid students in selection of the prospective university. Thus, the second hypothesis is proposed as:

H2: There is a statistically positive association of eWOM quality with students' university services purchase intentions

## 2.2.3 eWOM QUANTITY AND PURCHASE INTENTIONS

EWOM quantity simply refers to the scale of information available on the internet [39]. Park et al. [30]in a study on consumer products found that the number of reviews of a product positively correlates with purchase intention. In a study conducted on undergraduate students, Sher and Lee [40] found that students when exposed to a product review website, they looked only at the number of product reviews to shape their purchase intention. Park et al. [30] also

found that consumers who are less involved in decision making process refer to number of positive or negative reviews of a product only. However, for high involvement decision making, consumers looked both for quality as well as quantity of eWOM. Students, during their decision-making process about higher education, also seek information on greater scale through electronic word of mouth besides checking university websites [21,22,28]. As universities are primarily service organizations and their products being intangible [19], thus, Saudi students will ask for greater information from the ones who are consuming educational experience of studying in various universities. Thus, the third hypothesis is proposed as:

H3: There is a statistically positive association of eWOM quantity with students' university services purchase intentions

#### 2.3 CORPORATE IMAGE AS A MEDIATOR BETWEEN eWOM AND PURCHASE INTENTIONS

According to Gray [41], corporate image refers to general perception of an organization in public. The level of knowledge held in consumer's memory of organization's image helps consumers in reducing risk associated with purchase [41]. Torlak et al. [10] found that corporate image mediated relationship between eWOM and purchase intention in Turkish students when considering purchase of cellphones. A university cares about good corporate image, so that it can attract students of great caliber [42]. In a study conducted in Romania by Avram [42], it was found that when students had good experience in their universities, their willingness to promote their university through word of mouth was high. Promotion of universities through word of mouth not only helps in enhancing corporate image but also helps in attracting future prospective students [42]. In another study conducted in Jordan by Bataineih [27], corporate image was found to significantly mediate the relationships between eWOM and intention to join a university among Jordanian high school students. Since, there are limited number of studies in Saudi Arabia that examine corporate image's mediating effect, this paper will examine corporate image of various universities as mediating variable between eWOM and students' choice intention of universities. Thus, the fourth hypothesis is proposed as:

H4: The associations of eWOM credibility, eWOM quality and eWOM quantity with students' university services purchase intentions are mediated by the university's corporate image

#### 3. RESEARCH METHODOLOGY

## 3.1 POPULATION AND SAMPLE

The population for this study was all secondary school students studying in Riyadh city of Saudi Arabia. The sample for the study was convenience non-probability sampling method, represented by 133 secondary school students who responded to the study's data collection questionnaire. Secondary schools in Riyadh were selected to be the scope of this study because Riyadh city represents about 25% of the total population in Saudi Arabia, and the Secondary school students in Riyadh represent 23% of the total secondary school students in Saudi Arabia's administrative regions [17].

#### 3.2 MEASUREMENT

The survey method was used to collect the primary data needed to test the study hypotheses. The questionnaire was distributed both manually and electronically. Only students who were active and used social media were selected. Specifically, students who had an active account on any one of these social networking sites like Facebook, Twitter, YouTube and Instagram were selected for this study. A filtering question was used to reveal if the respondent had an active account on the above-mentioned social networking sites. The independent variables eWOM credibility, eWOM quality and eWOM quantity were measured by adapting Bataineh [27] scales. Corporate image and university services purchase intention were measured using scales of Chen et al. 24]. All scales were adapted to suit the Saudi universities context and culture. The variables were measured using a 5-point Likert scale ranging from strongly disagree (1) to strongly agree (5).

## 3.3 PROCEDURE

The survey responses were coded in SPSS statistical software for data analysis. The analysis begins with descriptive analysis of the sample. Content and face validity is conducted before distributing the questionnaire to check initially whether the scales are measuring the intended dimensions and in obvious articulation. Exploratory Factor analysis was conducted first to test the sample adequacy, and second, with AVE and discriminant validity, on the data collected to test the scales construct validity. The reliability of the measures is checked by Cronbach alpha and

composite reliability after factor analysis. Lastly, after checking the reliability, the hypothesis of our study was tested using multiple regression analysis.

## 4. FINDINGS

#### 4.1 SAMPLE CHARACTERISTICS

From the initial analysis, as shown in Table 1, the sample exhibited highest users of Twitter 52.6%, followed by Instagram 23.3% and YouTube 21.1%. Facebook was the least used representing 3% of the study respondents. Most of the respondents (72.9%) accessed their social media accounts more than 5 times per day. Only 3% of the respondents accessed their accounts once a day, so it can be clearly inferred that the young Saudi high school students are active on social media sites. The most preferred activities of the respondents were posting comments 44.4%, followed by searching for products and services 26.3% and chatting 23.3% on social networking sites. Making new friends was the least preferred activity 6% on the social media of the respondents. The table clearly shows that the students engage in reading online reviews and comments about products and services. It is also evident that 51.9% of the respondents had less than 5 friends who were studying in various universities of Riyadh. 25.6% of the respondents had more than 11 friends followed by 22.6% which had more than 6 but less than 10 friends. It can be inferred that the respondents i.e. the secondary school students have friends online elder to them who are studying in various universities of Riyadh. Lastly, the sample consisted mostly of male secondary school students 97.7%.

Table.1 Sample Characteristics

|   | Frequency         | Percent        | Valid Percent     | Cumulative  |
|---|-------------------|----------------|-------------------|-------------|
| What is the most activity you usually do on   | social networking | sites?         |                   |             |
| Facebook                                      | 4                 | 3.0            | 3.0               | 3.0         |
| Twitter                                       | 70                | 52.6           | 52.6              | 55.6        |
| YouTube                                       | 28                | 21.1           | 21.1              | 76.7        |
| Instagram                                     | 31                | 23.3           | 23.3              | 100.0       |
| How often do you visit this social networking | g site per day?   |                |                   |             |
| 1.00  | 4                 | 3.0            | 3.0               | 3.0         |
| 2.00  | 6                 | 4.5            | 4.5               | 7.5         |
| 3.00  | 12                | 9.0            | 9.0               | 16.5        |
| 4.00  | 14                | 10.5           | 10.5              | 27.1        |
| 5.00  | 97                | 72.9           | 72.9              | 100.0       |
| What is the most activity you usually do on   | social networking | sites?         |                   |             |
| Chatting                                      | 31                | 23.3           | 23.3              | 23.3        |
| Posting Comments                              | 59                | 44.4           | 44.4              | 67.7        |
| Making New Friends                            | 8                 | 6.0            | 6.0               | 73.7        |
| Searching products and                        | 35                | 26.3           | 26.3              | 100.0       |
| Roughly, how many university students do y    | you know from you | ur contacts on | your social netwo | rking site? |
| 1 - 5   | 69                | 51.9           | 51.9              | 51.9        |
| 6 -10   | 30                | 22.6           | 22.6              | 74.4        |
| 11-15   | 34                | 25.6           | 25.6              | 100.0       |
| Gender  |                   |                |                   |             |
| Male  | 130               | 97.7           | 97.7              | 97.7        |
| Female  | 3                 | 2.3            |                   | 100.0       |

#### 4.2 DESCRIPTIVE STATISTICS

The responses of the variables of our study were coded as "1" for "Strongly Disagree", "2" for "Disagree", "3" as "Neutral", "4" for "Agree" and "5" for "Strongly agree". Table 2 shows the mean values of the respective variables of this study. All the variables for electronic word of mouth have Mean values above 3, which indicates that the electronic word of mouth is perceived to be credible, of good quality and quantity. Most of the respondents agree that there is overwhelming quantity of electronic word of mouth about universities available in the form of reviews, comments and recommendations in the social media as the Mean is 3.47. Also, presence of perceived corporate image of universities is evident from the table 6 below as it has a mean value of "3.6" which indicates most of the respondents agree that they have some kind of overall perception built of universities. Lastly, secondary school students do keep an intention of getting admission to prospective universities which are talked about on the social media as their mean is reported "3.30" leaning towards agreement.

Table.2 Descriptive Statistics

|                             | N   | Minimum | Maximum | Mean   | Std. Deviation |
|-----------------------------|-----|---------|---------|--------|----------------|
| eWOM CREDIBILITY            | 133 | 1.20    | 5.00    | 3.1263 | .78334         |
| eWOM QUALITY                | 133 | 1.00    | 5.00    | 3.3233 | .64534         |
| eWOM QUANTITY               | 133 | 1.00    | 5.00    | 3.4787 | .79281         |
| CORPORATE IMAGE             | 133 | 1.13    | 5.00    | 3.6053 | .66445         |
| UNIVERSITY SERVICESPURCHASE | 133 | 1.00    | 5.00    | 3.3064 | .88046         |
| INTENTION                   |     |         |         |        |                |

#### 4.3 VALIDITY AND RELIABLITY

Since the scales are adapted from prior studies, exploratory factor analysis was employed using principle component analysis to confirm whether the scales are measuring the same dimensions which are intended to be measured. The overall Kaiser-Meyer-Olkin Measure of Sampling Adequacy (KMO) is seen to ".768" from table 3 which is greater than the acceptable range of .7 suggested by Kaiser [43]. The individual measures for all the five variables reported KMO above .7. The p value of Bartlett's test of sphericity is less than .05 (.000<.05) and thus indicates that the data can be factorized.

Table.3 KMO and Bartlett's Test

| Kaiser-Meyer-Olkin Measure of Sampling Ad | .768               |          |
|---|--------------------|----------|
| Bartlett's Test of Sphericity             | Approx. Chi-Square | 1411.264 |
|   | df                 | 276      |
|   | Sig.               | .000     |

Table 4 shows the factor loadings of each of the study five constructs. According to Fornell and Larcker [44], the average variance extracted (AVE) and composite reliability (CR) should be above than .5 and .6. For all of the constructs the AVE can be seen above .5 except for corporate image ".49" and CR well above .6 for all the constructs. Fornell & Larcker [44] also suggest if an AVE value is less than .5 it can be accepted but with CR higher than .6, in our case the CR for corporate image is ".88" far above .6 and hence can be accepted. DeVellis [45] and (2005) [46] suggest the higher the number of Cronbach alpha greater the internal consistency, however both are of the opinion .6 can be used as an acceptable threshold. All the variables reported higher Cronbach alpha greater than .6 which can be seen in the table 4.

Table.4 Standardized Factor Loadings, Cronbach Alpha, AVE & CR

| CONSTRUCTS                              | ITEMS  | FACTOR<br>LOADINGS | AVE | CR  |
|---|--|--------------------|-----|-----|
| eWOM CREDIBILITY                        | Most contacts on my social networking site can be trusted  | .704               | .55 | .85 |
| Alpha (.79)                             | I feel confident about having discussions with the contacts on my social networking site   | .696               |     |     |
|   | The contacts on my social networking site will do everything within their capacity to help others  | .732               |     |     |
|   | My contacts on my social networking site always offer honest opinions  | .787               |     |     |
|   | I can believe in the contacts on my social networking site   | .770               |     |     |
| eWOM QUALITY<br>Alpha (.78)             | The online reviews/comments provided by university students on my social networking site are clear                                       | .758               | .62 | .86 |
|   | The online reviews/comments provided by university students on my social networking site are helpful                                     | .848               |     |     |
|   | The online reviews/comments provided by university students on my social networking site have sufficient reasons supporting the opinions | .845               |     |     |
|   | Overall, the quality of each online reviews/comments provided by university students on my social networking site is high                | .683               |     |     |
| eWOM QUANTITY<br>Alpha (.62)            | The number of online reviews/comments provided by university students is large, inferring that the university is popular                 | .630               | .57 | .79 |
|   | The quantity of online reviews/comments provided by university students is great, inferring that the university is trendy                | .844               |     |     |
|   | Highly ranking and recommendations, inferring that the university provides high quality services   | .783               |     |     |
| CORPORATE IMAGE                         | The university discussed in the online reviews/comments is widely-known  | .669               | .49 | .88 |
| Alpha (.85)                             | The university discussed in the online reviews/comments has a good physical appearance   | .716               |     |     |
|   | The university discussed in the online reviews/comments always involve in social works   | .714               |     |     |
|   | The university discussed in the online reviews/comments is well liked by students  | .681               |     |     |
|   | The university discussed in the online reviews/comments has a distinguish image from others  | .749               |     |     |
|   | The university discussed in the online reviews/comments has a deep experience in the market  | .672               |     |     |
|   | The university discussed in the online reviews/comments is stable  | .744               |     |     |
|   | The university discussed in the online reviews/comments is trustworthy   | .656               |     |     |
| UNIVERSITY SERVICES PURCHASE INTENTIONS | After reading online reviews/comments, provided by university students it makes me desire to join this university                        | .697               | .58 | .85 |
| Alpha (.77)                             | I intend to seek more reviews/comments provided by university students on my social networking site                                      | .782               |     |     |
|   | I intend to visit the university discussed in the online reviews/comments  | .780               |     |     |
|   | In the future, I will consider the university discussed in the online reviews/comments as my first choice                                | .786               |     |     |

To be further sure that construct validity is not violated, check for any possible violation of discriminant validity is needed. John and Benet-Martinez [47] suggest the criteria for checking discriminant validity is that square root of average variance extracted (AVE) should be greater than the correlations with the other constructs of a particular construct. Employing John & Benet-Martinezmethod [47], Table 5 shows the respective squared AVE values of each construct and their correlations with each other. The square roots of all the AVE values are clearly seen well above the individual correlations of constructs presented in rows and columns. Thus, it could be concluded that the measures are indeed distinct and well discriminant. According, the scales can thus be considered as valid and reliable. It is now possible to proceed to test hypotheses of the study using regression analysis.

| Constructs                               | 1    | 2    | 3    | 4    | 5   |  |
|--|------|------|------|------|-----|--|
| eWOM Credibility                         | .74  |      |      |      |     |  |
| 2 eWOM Quality                           | .292 | .78  |      |      |     |  |
| 3 eWOM Quantity                          | .084 | .265 | .75  |      |     |  |
| 4 Corporate Image                        | .215 | .429 | .575 | .70  |     |  |
| 5 University services Purchase Intention | .277 | .330 | .355 | .467 | .76 |  |

According to Baron and Kenny [48] the mediation effect is tested in 4 separate regressions. Employing Baron & Kenny's method [48], the 1st step begins with using regression analysis to test for significant a relationship between perceived eWOM and corporate image. According to Baron and Kenny [48], if the independent variable is significantly related to the mediator, then it is possible to proceed to the next step otherwise the mediation is said to fail if the relationship is insignificant. Table 6 shows a significant relationship between eWOM and corporate image (R2=.291), F (1, 131) = 53.65, (p < .05). Now, it is possible to proceed to the 2nd step which includes testing the relationship between corporate image and purchase intention.

Table. 6 Regression Model Summary for eWOM and Corporate Image

|       |      |          | Adjusted R | Std. Error of | F      | Sig  |
|-------|------|----------|------------|---------------|--------|------|
| Model | R    | R Square | Square     | the Estimate  |        |      |
| 1     | .539 | .291     | .285       | .56179        | 53.645 | .000 |

a. Predictors: (Constant), ELECTRONIC WORD OF MOUTH

|      |                 | Unstandardiz | zed Coefficients | Coefficients |       |      |
|------|-----------------|--------------|------------------|--------------|-------|------|
| Mode | el _            | В            | Std. Error       | Beta         | t     | Sig. |
| 1    | (Constant)      | 1.338        | .313             |              | 4.272 | .000 |
|      | ELECTRONIC WORD | .690         | .094             | .539         | 7.324 | .000 |
|      | OF MOUTH        |              |                  |              |       |      |

a. Dependent Variable: CORPORATE IMAGE

Table 7 shows that the  $2^{nd}$  regression analysis for the relationship between corporate image and purchase intention is significant (R2= .218), F (1, 131) = 36.59, (p < .05). Now, it is possible to proceed to the  $3^{rd}$  step suggested by Baron & Kenney [48]; running regression analysis between eWOM credibility, eWOM quality, eWOM quantity as independent variables predicting the students' university services purchase intention as a dependent variable to test the study hypotheses.

Table. 7 Regression Model for Corporate Image & University Services Purchase Intention

|       |      |          | Adjusted R | Std. Error of | F      | Sig  |
|-------|------|----------|------------|---------------|--------|------|
| Model | R    | R Square | Square     | the Estimate  |        |      |
| 1     | .467 | .218     | .212       | .78138        | 36.597 | .000 |

a. Predictors: (Constant), CORPORATE IMAGE

|    |                 |       | ndardized<br>ficients | Standardized<br>Coefficients | _     |      |
|----|-----------------|-------|-----------------------|------------------------------|-------|------|
| Мо | del             | В     | Std. Error            | Beta                         | t     | Sig. |
| 1  | (Constant)      | 1.074 | .375                  |                              | 2.862 | .005 |
|    | CORPORATE IMAGE | .619  | .102                  | .467                         | 6.050 | .000 |

## a. Dependent Variable: UNIVERSITY SERVICES PURCHASE INTENTIONS

As evident from the regression model summary presented in table 8, all the hypotheses H1, H2, and H3 are supported. The multiple regression model statistically significantly predicted the university services purchase intention of students, F (3, 129) = 12.19, p < .05, R2 = .221. All the independent variables eWOM Credibility, eWOM Quality and eWOM Quantity significantly predict students' university services urchase Intention. The tolerance value is <1 and VIF value is <10 suggesting there is no evidence of Multicollinearity. The sig value of all the three variables can be seen less than the level of significance .05 (.018<.05, .020 <.05, .001 <.05), hence all are significant. Finally, it is possible now to proceed the fourth and the last step suggested by Baron and Kenny [48], testing the mediation of corporate image on the relationship between eWOM Credibility, eWOM Quality and eWOM Quantity and the purchase intention to join the university.

Table. 8 Regression Model Summary for H1, H2 and H3

| Model | R    | R Square | Adjusted R | Std. Error of | F      | Sig  |
|-------|------|----------|------------|---------------|--------|------|
| 1     | .470 | .221     | .203       | .78608        | 12.199 | .000 |

Predictors: (Constant), eWOM CREDIBILITY, eWOM QUALITY, eWOM QUANTITY

|     |               | Unstar | ndardized  | Standardized |       |      | Collinearity |       |
|-----|---------------|--------|------------|--------------|-------|------|--------------|-------|
| Mod | del           | В      | Std. Error | Beta         | t     | Sig. | Tolerance    | VIF   |
| 1   | (Constant)    | .619   | .454       |              | 1.364 | .175 |              |       |
|     | eWOM          | .219   | .091       | .195         | 2.403 | .018 | .915         | 1.093 |
|     | eWOM QUALITY  | .269   | .115       | .197         | 2.348 | .020 | .857         | 1.168 |
|     | eWOM QUANTITY | .318   | .090       | .287         | 3.556 | .001 | .930         | 1.076 |

## a. Dependent Variable: UNIVERSITY SERVICES PURCHASE INTENTIONS

Hypothesis H4 about the mediation effect of corporate image on the ssociations of eWOM credibility, eWOM quality and eWOM quantity with purchase intention is supported. Consistent with prior studies, the corporate image of the university clearly plays a mediating role between electronic word of mouth credibility, quality, quantity and purchase intention. Table 9 shows the tolerance value is <1 and VIF value is <10 again suggesting there is no evidence of Multicollinearity. The corporate image is significant as its p value = .003 (.003<.05) which is less than the significant level. Full mediation can be seen for independent variables eWOM quality and eWOM quantity by corporate image with purchase intention because both of them -as suggested by Baron & Kenny [48]- have got insignificant from being statistically significant when corporate image is introduced in the model (eWOM quality p = .18 and eWOM quantity p = .143). Corporate image partially mediates the relationship between eWOM credibility and purchase intention as the Beta coefficient decreased from .219 to .187 and p value increased from .018 to .038 after introducing the corporate image in the model.

Table. 9 Regression Model Summary for H4

|       |      | -        | Adjusted R | Std. Error of the | F     | Sig  |
|-------|------|----------|------------|-------------------|-------|------|
| Model | R    | R Square | Square     | Estimate          |       |      |
| 1     | .524 | .274     | .252       | .76160            | 12.10 | .000 |

Predictors: (Constant), CORPORATE IMAGE, eWOM CREDIBILITY, eWOM QUALITY, eWOM QUANTITY

|       | Unstandardized Coefficients |      | Standardized Coefficients |      |       | Collinearity Statistics |           |       |
|-------|-----------------------------|------|---------------------------|------|-------|-------------------------|-----------|-------|
| Model |                             | В    | Std. Error                | Beta | t     | Sig.                    | Tolerance | VIF   |
| 1     | (Constant)                  | .222 | .458                      |      | .485  | .629                    |           |       |
|       | CORPORATE                   | .403 | .131                      | .304 | 3.070 | .003                    | .579      | 1.728 |
|       | IMAGE                       |      |                           |      |       |                         |           |       |
|       | eWOM                        | .187 | .089                      | .167 | 2.101 | .038                    | .902      | 1.108 |
|       | CREDIBILITY                 |      |                           |      |       |                         |           |       |
|       | eWOM QUALITY                | .157 | .117                      | .115 | 1.344 | .181                    | .773      | 1.294 |
|       | eWOM QUANTITY               | .151 | .102                      | .136 | 1.474 | .143                    | .666      | 1.501 |

a. Dependent Variable: UNIVERSITY SERVICES PURCHASE INTENTIONS

#### 6. DISCUSSION

The results are mostly in agreement with prior studies conducted in different parts of the world. The results clearly indicate that the effect of eWOM is more pronounced than thought of on university services purchase intention of young Saudi high school students in the context of acquiring higher education. The study reported that electronic word of mouth (eWOM) has significant and positive relationship with intention of choosing a university for higher studies among Saudi high school students. This research can largely help persons in charge of private and public universities to understand how eWOM shapes choice of university among Saudi students. The information obtained through eWOM was found to be credible significantly by Saudi high school students and this can be because Saudis overall value social ties and believe in helping each other by providing their opinions about their experience of studying in various universities. As previous studies have indicated [30,27], high involvement decision making demands for both eWOM quality and quantity, in this study Saudi students also look for eWOM quality and eWOM quantity, as it is a life changing event choosing a university for higher education. Corporate image of universities did mediate relationships fully between eWOM quality and eWOM quantity and partially for eWOM credibility with purchase intention. Corporate image along with eWOM quality and eWOM quantity aids in decision making among high school students. A good corporate image corresponded with positive eWOM quality and eWOM quantity will make decision making simple for high school students. The reason why corporate image partially mediated eWOM credibility and purchase intention in this study may be attributed to the students' selectivity which makes them not in full agreement with is said about the universities because comments and reviews cannot be said to be always free from personal prejudice.

## 7. MARKETING IMPLICATIONS

In this study, electronic word of mouth was found clearly influencing decisions of Saudi high school students in choosing universities for higher education. The Saudi universities need to take influence of eWOM into cognizance. The universities may need to devote an information technology section in university's marketing departments which scans the social media platforms for negative electronic word of mouth on regular basis. It is necessary to scan and look for negative electronic word of mouth as numerous researches in the past have suggested negative electronic word mouth to be more dangerous and detrimental for university services purchase intentions of students. Social media provide platforms for grievances, genuine criticisms, and dissatisfaction for students. Genuine grievances of university students can be addressed by scanning and responding to their messages on social media platforms, so

that the possible spread of negative eWOM is kept in check. Active presence of universities needs to be maintained on the social media platforms like Facebook, Instagram, twitter, YouTube etc. which are used by students heavily. Moreover, universities can promote their achievements, satisfaction of students on quality education and much more on social media platforms, so that efforts are directed towards genuine positive eWOM of universities on the internet. The comments on social media can also help universities develop their products and educational environment including: admission criteria and procedures, curricula, educational facilities, extracurricular activities, and any other dimension of the marketing strategies in universities as education service providers. Consumer behavior studies looking in social media sites could be useful for marketing strategy planning.

#### 9. LIMITATIONS AND FUTURE RESEARCH DIRECTIONS

One of the limitations of this study is less inclusion of female secondary school students in the study sample, future research can include females to check for any possible differences in effect of eWOM on their desire to join a university. Also, this study could not look in the differences between traditional word of mouth and electronic word of mouth on intentions to join a university for higher education. Additionally, the study relied on a convenience (non-probability) sample which limits the randomness issue of responses.

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