## Examining Factors Influencing Customer Loyalty in the **Electronic Product Market: Strategies for Enhancing Brand** Loyalty

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#### ABSTRACT

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This study integrates Oliver's four-stage loyalty model to examine the influence of technological innovation, cultural adaptability, and personalized customer experiences on cognitive. affective, Sin, L. G., Chien, N. W., Chongya, G., conative, and action loyalty. The study Qingyu, L., Rathi, H. N., Tao, Z., ..., & Kee, employs a mixed-method research design, both quantitative and the qualitative approaches, with Huawei as the study. Α non-probability International convenience sampling technique was used Journal of Accounting & Finance in Asia to select 150 respondents from diverse demographics. Data collection involved structured surveys and semi-structured interviews, with survey items measuring https://doi.org/10.32535/ijafap.v8i1.3829 brand image, brand quality, customer satisfaction, social media interaction, and Copyright @ 2025 owned by Author(s). localization perception on a five-point Likert scale. Regression analysis results indicate that social media interaction ( $\beta = 0.648$ ) and customer satisfaction (β = 0.191) public significantly enhance image, supporting H3 and H4. However, brand image and brand quality show no significant effect, leading to the rejection of H1 and H2. Additionally, localization perception strongly Attribution-Noncommercial-Share Alike (CC influences sustainability perception (B = 0.664), while brand quality has a moderate impact ( $\beta$  = 0.289). These findings highlight the pivotal role of digital engagement and

localized strategies in fostering customer loyalty. The study offers actionable insights for electronic brands to enhance global market positioning and sustain competitive advantage.

Keywords: Brand Loyalty; Convenience; Customer Loyalty; Security Risk: Technological Innovation; Trust

#### INTRODUCTION

#### Market Competition and Technological Interaction

The integration of IoT and AI has fueled rapid technological iterations, driving the Chinese electronics market to a projected 2.3 trillion yuan by 2024, with a 5% annual growth rate (Feifei, 2023). This rapid technological iteration has reshaped not only product development cycles but also consumer expectations, demanding continuous innovation from industry players to stay competitive. Companies that fail to adapt risk losing relevance in this fast-evolving landscape, particularly as Chinese consumers increasingly prioritize advanced, interconnected, and user-friendly devices.

Huawei, as a case in point, has leveraged its leadership in IoT and AI to strengthen its market position. Through initiatives like the integration of AI in network solutions and innovations such as 5.5G intelligent core networks, the company has set new benchmarks for technological excellence. This not only enhances the user experience but also establishes Huawei as a trusted brand capable of meeting the demands of tech-savvy consumers.

#### Customer Loyalty in a Competitive Landscape

In an intensely competitive environment, customer loyalty emerges as a critical factor in sustaining business growth. Loyal customers not only contribute to stable revenues but also act as informal brand ambassadors, amplifying positive word-of-mouth and reducing marketing acquisition costs. The value of loyalty extends beyond transactional relationships, as it fosters deeper emotional connections and ensures resilience against market volatility (<u>Chan, 2024</u>).

Moreover, loyalty is not merely a byproduct of product satisfaction; it requires brands to consistently deliver tailored value and meaningful experiences to their consumers. This is particularly relevant in the Chinese market, where diverse consumer preferences necessitate customized approaches to engagement. The research underscores that loyal customers are significantly less sensitive to price fluctuations and are more likely to remain with a brand through both market highs and lows (<u>Watson et al., 2015</u>). This stability becomes indispensable in volatile industries characterized by rapid technological advancements, where maintaining consumer trust is paramount.

#### Complex Consumer Decision-Making and Its Impact on Loyalty

The digital age has fundamentally transformed the consumer decision-making process. Unlike the linear models of the past, modern decision-making is dynamic, circular, and highly influenced by digital channels. Consumers no longer rely solely on advertisements or in-store experiences; instead, they engage in extensive research, compare brands online, and actively seek peer reviews before making purchase decisions. This shift necessitates that brands maintain a robust digital presence across multiple platforms to meet consumers where they are most active (<u>Court et al., 2009</u>).

Additionally, post-purchase evaluation has gained prominence as consumers continue to assess their choices even after a transaction. Brands must, therefore, deliver not only exceptional customer experiences but also consistent value to encourage repeat purchases. This complexity underscores the importance of developing strong customer relationships, as trust and satisfaction become integral to long-term loyalty.

#### Strategies for Building and Sustaining Customer Loyalty

Building and sustaining loyalty requires a multifaceted approach that integrates technology, personalization, and strategic engagement. In the age of data-driven marketing, brands can leverage analytics to understand individual preferences and

deliver tailored products and services, thereby enhancing customer satisfaction and fostering deeper emotional connections (<u>Lyu, 2023</u>). For instance, personalized recommendations and exclusive loyalty rewards have been shown to significantly increase consumer retention and engagement.

A seamless omnichannel presence is equally crucial. Brands must ensure consistent messaging and user experiences across both online and offline platforms. Nike, for example, has successfully implemented this strategy in China, using personalized marketing campaigns and engaging social media content to bolster customer loyalty and e-commerce sales (PLTFRM, 2024). Similarly, NIO's loyalty initiatives, which focus on building a sense of community among its electric vehicle users, illustrate the effectiveness of localized strategies in strengthening emotional bonds with consumers (Lai, 2024).

Sustainability initiatives like circular economy (CE) practices have a profound impact on customer loyalty, as they align with consumer values on environmental responsibility. Social crowdfunding offers a viable mechanism for SMEs to implement CE practices, fostering community support and brand advocacy (<u>Nasoha et al., 2023</u>). For Huawei, incorporating CE practices into its branding strategy could enhance customer loyalty by demonstrating commitment to global sustainability goals.

Research highlights that brands leveraging these behavioral tendencies—such as offering exclusive membership programs or loyalty rewards—can significantly increase long-term retention (<u>Kim et al., 2021</u>).

In addition to these theoretical expansions, the proliferation of digital tools has blurred the lines between traditional and modern loyalty-building mechanisms. For instance, gamification techniques—like those used by Starbucks or Nike—capitalize on the psychological appeal of achievements and rewards, seamlessly integrating cognitive, emotional, and behavioral drivers into a single loyalty-building framework. These techniques align with Oliver's action loyalty stage, where consumers actively advocate for the brand.

By incorporating these advancements, Oliver's loyalty framework becomes a dynamic tool for addressing the complexities of modern consumer behavior. Brands can leverage this enriched framework to design strategies that not only attract customers but also transform them into long-term advocates.

#### Technological Leadership in 5G and Al

Digital transformation has been shown to significantly enhance firms' innovation capacity by leveraging advanced technologies like 5G and AI. Beyond firm-level technological leadership, government subsidies play a critical role in facilitating this transformation by reducing financial constraints and incentivizing research and development efforts (<u>Yiming & Manansala, 2024</u>). Huawei's technological advances align with findings that digital innovation and policy interventions together improve competitiveness in volatile markets.

In AI, Huawei's 5.5G intelligent core integrates advanced capabilities to enhance network operations and improve service quality. This strategy positions Huawei as a pioneer in embedding intelligence within next-generation networks, addressing current demands while shaping future innovations (<u>Huang, 2024</u>). These technological advancements, particularly Huawei's leadership in 5G and AI, not only reshape user perceptions but also influence their purchase intentions and long-term brand loyalty.

#### **Research Objectives**

This study integrates Oliver's four-stage loyalty model to explore how cognitive, affective, conative, and action loyalty are influenced by technological innovation, cultural adaptability, and personalized customer experiences. This research not only fills existing gaps in understanding customer loyalty within digital ecosystems but also provides a strategic framework for electronic brands to leverage technological innovation and cultural strategies. By offering actionable insights, it supports global brands in enhancing customer engagement, fostering long-term loyalty, and sustaining competitive advantage in rapidly evolving markets.

#### LITERATURE REVIEW

#### Modern Framework of Brand Loyalty

Brand loyalty, as conceptualized by Oliver's four-phase model, progresses from cognitive evaluations to emotional attachment and habitual behavior (Oliver in <u>Bourdeau et al., 2024</u>). Recent research emphasizes personalized experiences and emotional resonance as key drivers of modern loyalty strategies (<u>Song, 2024</u>). Building on the theoretical foundation of brand loyalty, digital transformation, and emerging social media platforms have redefined how brands engage with consumers, offering new avenues to foster loyalty.

In the context of digital ecosystems, Oliver's model has been enriched by advancements in big data analytics and artificial intelligence (AI), which enable brands to monitor and predict consumer behavior in real time. For instance, AI algorithms can segment customer data into actionable insights, identifying the precise factors that drive loyalty at each stage of the model. This not only enhances cognitive loyalty by reinforcing the perceived quality of the brand but also deepens affective loyalty through personalized interactions that resonate emotionally with consumers. The following <u>Table 1</u> presents the integration of the study's key variables into Oliver's four-stage loyalty framework.

Oliver Loyalty Stage	Description	Key Variable(s) from the Study	Examples from Huawei	
Cognitive	The initial stage where loyalty is based on the logical evaluation of brand features.	0	Huawei's innovation in 5G and AI creates positive brand perceptions.	
Affective	Emotional attachment develops through positive experiences with the brand.	Social Media Interaction, Customer Satisfaction	Personalized engagement on TikTok and Instagram strengthens emotional bonds.	
Conative	Intent to repurchase is formed, showing stronger loyalty commitment.	Proprietary Ecosystems (HarmonyOS)	Seamless cross- device experiences driving habitual usage.	
Action	Loyalty manifests through repeated purchases and advocacy.	Localization Perception, Public Image	National pride and cultural relevance fostering customer advocacy.	

Table 1. Integration of Study Variables into Oliver's Loyalty Framew	/ork
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# The Role of Digital Transformation and Social Media in Brand-Consumer Interactions in 2024

Social media influencer endorsements significantly impact purchase intention through parasocial interactions that enhance emotional bonds with brands. Unlike traditional methods, these interactions foster an intimate connection between influencers and followers, ultimately elevating brand credibility and attractiveness (<u>Mathea & Laksmidewi, 2024</u>). For Huawei, integrating social media influencer campaigns could further leverage parasocial dynamics to strengthen consumer loyalty.

Furthermore, platforms like TikTok and WeChat enable brands to deliver hyper-localized content, aligning with cultural nuances to create deeper connections with target audiences. For example, TikTok's localized challenges allow brands to adapt global campaigns to regional preferences, significantly increasing participation and brand affinity.

Al-driven personalization has revolutionized customer experiences by enabling brands to provide highly tailored recommendations and interactions. Studies reveal that personalized through Al boosts customer satisfaction by 73% and increases conversion rates by 20% in online retail contexts. This capability, supported by big data analytics, allows brands to create recommendations that are three times more likely to be clicked than generic suggestions, solidifying Al's role in driving deeper consumer relationships (Marrone & Testa, 2022). Additionally, Al-enhanced sentiment analysis enables brands to monitor and respond to consumer feedback in real-time, further improving brand trust and loyalty.

Huawei has successfully established itself as a dominant player in the Chinese smartphone market, leveraging its ability to innovate and adapt despite significant external challenges, including U.S. sanctions. As a pioneer in 5G technology and AI integration, Huawei has strategically positioned itself as a leader in technological innovation. Its approach to maintaining a competitive edge centers around three key pillars: technological leadership, consumer segmentation, and local branding.

First, Huawei's investments in cutting-edge technologies such as 5G and proprietary chipsets, including the Kirin series, have cemented its reputation among tech-savvy consumers. These advancements not only showcase the company's engineering capabilities but also address consumer demand for high-performance devices (Appiah, 2025). Second, Huawei's diverse portfolio, including high-end devices like the Mate series and budget-friendly options, ensures broad market appeal and strengthens customer loyalty through tailored offerings (Jia, 2020). In addition to product diversity, Huawei's strategic focus on sustainability has become a key differentiator. The company's initiatives in green technology, such as energy-efficient chip designs and recyclable packaging, resonate strongly with environmentally conscious consumers, further reinforcing its market position.

Local branding and targeted training programs for stakeholders significantly enhance cultural adaptability and customer loyalty. For instance, findings from MSME studies show that factors like training, strategic location, and promotional activities directly influence business performance, which can be extended to tech brands adapting to local markets (Sinolungan & Kimbal, 2024). This approach is particularly effective in regions where nationalistic sentiments play a significant role in consumer decision-making, highlighting the importance of cultural alignment in global branding strategies.

#### Identify Research Gaps in Existing Literature

TikTok's real-time, algorithm-driven interactions challenge traditional models of brand loyalty by emphasizing immediate, personalized experiences that bypass traditional loyalty phases. Similarly, proprietary ecosystems like HarmonyOS introduce novel dynamics of dependency and integration, creating opportunities for new loyalty frameworks. Existing research often focuses on well-established ecosystems, such as Google Mobile Services or Apple's iOS, but limited attention has been given to emerging ecosystems in developing markets. This gap underscores the need to explore how local ecosystems can shape loyalty in culturally diverse contexts.

#### Hypotheses Development

Guided by the research gaps identified, this study proposes the following hypotheses to investigate the relationships between emerging digital tools, cultural adaptability, technological innovation, and proprietary ecosystems:

- H1: Digital tools redefine the traditional loyalty-building process by altering the significance of the cognitive, affective, conative, and action phases.
- H2: Cultural adaptability moderates the impact of technological innovation on brand loyalty, enhancing relevance across regions.
- H3: Emerging digital platforms (e.g., TikTok) exert a stronger positive effect on brand loyalty compared to traditional platforms (e.g., Facebook).
- H4: Consumer perceptions of proprietary ecosystems significantly enhance brand loyalty through enriched user experiences and ecosystem dependency.

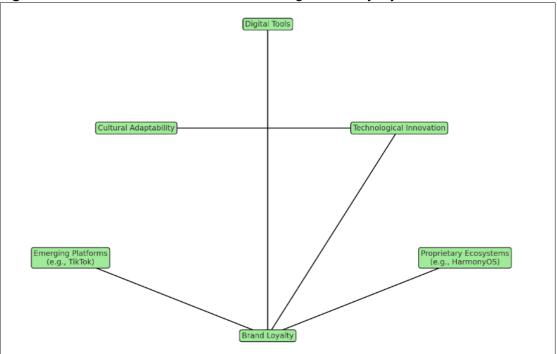


Figure 1. Research Model: Factors Influencing Brand Loyalty

The proposed research model in <u>Figure 1</u> highlights the nuanced factors influencing customer loyalty, emphasizing the critical role of digital innovation and cultural relevance. As global brands navigate increasingly competitive and technology-driven markets, the ability to align consumer-centric strategies with local values will remain a key determinant of success. By integrating theoretical insights with actionable recommendations, this study aims to provide a robust foundation for enhancing customer engagement and fostering long-term loyalty.

#### RESEARCH METHOD

#### Research Design

This study employs a mixed-method research design, integrating quantitative and qualitative methodologies to provide a comprehensive analysis of the factors influencing customer loyalty in the electronic product market, with Huawei as the focal case study. Mixed-method approaches are increasingly valued for their ability to address complex research questions through the integration of numerical data and rich qualitative insights (Creswell & Creswell, 2018). The quantitative component focuses on survey data collected from 150 respondents, while the qualitative component incorporates thematic interviews to capture in-depth perspectives on brand loyalty determinants. The mixed-method approach not only enhances the robustness of the findings but also ensures triangulation, where insights derived from one method complement and validate results from the other. This integrative approach is particularly effective in studying multi-dimensional constructs like customer loyalty, which encompasses cognitive, affective, and behavioral elements.

#### Sampling Strategy

A non-probability convenience sampling technique was employed to select participants for the study. The sample included 150 respondents across different demographics, ensuring a diverse representation of customer experiences. This approach aligns with the objective of capturing consumer attitudes toward Huawei's branding strategies, with particular attention to technological innovation, social media interactions, and cultural adaptability. Recent studies underscore the importance of targeting a relevant consumer base when examining brand loyalty, especially in dynamic markets like China (Saunders et al., 2009). To mitigate potential biases associated with convenience sampling, efforts were made to include participants from various age groups, income levels, and technological proficiency. This stratified inclusion enhances the representativeness of the sample, a critical factor for ensuring the validity of the findings.

#### **Data Collection**

Data was collected using a structured survey and semi-structured interviews. The survey instrument consisted of 25 items designed to measure key variables, including brand image, brand quality, customer satisfaction, social media interaction, and localization perception. Each item was rated on a five-point Likert scale, ranging from 1 (strongly disagree) to 5 (strongly agree), consistent with validated measures used in prior customer loyalty studies. Semi-structured interviews were conducted with 10 participants to explore qualitative themes, particularly those related to cultural and technological influences on brand loyalty. The survey design was pretested with a pilot sample of 150 respondents to ensure the clarity and reliability of the questions. Feedback from the pilot study led to minor adjustments in wording, further refining the instrument's precision.

#### Quantitative Analysis

The survey data was analyzed using SPSS software to perform descriptive statistics, reliability testing, correlation analysis, and regression modeling. Descriptive statistics, including mean, standard deviation, and frequency distributions, were calculated to summarize respondents' demographic profiles and their perceptions of the tested variables, providing context for the quantitative findings (Field, 2017). To assess the internal consistency of the survey items, Cronbach's alpha was employed, ensuring the reliability and stability of the measurement tools used (Tavakol & Dennick, 2011). Zero-order correlations were computed to examine the interrelationships among study variables, offering insights into potential associations. Additionally, regression analysis was conducted to test the hypothesized relationships between independent and

dependent variables, allowing for a more in-depth understanding of the factors influencing brand loyalty.

#### **Qualitative Analysis**

Thematic analysis was applied to the interview data to identify recurring patterns and themes. NVivo software was utilized for coding and categorizing qualitative responses. Three primary themes emerged: (1) the role of cultural adaptability in strengthening emotional connections with local consumers, (2) the impact of proprietary ecosystems like HarmonyOS on habitual loyalty, and (3) the use of AI-driven personalization to enhance customer satisfaction. These themes complemented the quantitative findings by highlighting nuanced factors influencing loyalty in the context of Huawei's strategies. Additionally, qualitative insights highlighted the role of trust as a mediating factor between social media interactions and loyalty behaviors. For example, participants emphasized the importance of transparent communication in building trust, which subsequently reinforced their willingness to recommend the brand.

#### RESULTS

**Table 2.** Respondents' Profile Summary - Categorical Variables

Response	Frequency	Percentage (%)			
Gender					
Female	88	58.67			
Male	62	41.33			
Age					
18–24	124	82.67			
25–34	20	13.33			
35–44	4	2.67			
45–54	2	1.33			
Educational Background					
Bachelor's degree	107	71.33			
High school diploma	30	20			
Master's degree	10	6.67			
Other	3	2			
Occupation					
Unemployed	107	71.33			
Full time	32	21.33			
Part-time	8	5.33			
Self-employed	3	2			
Monthly Salary					
Less than RM25,000	141	94			
RM50,001–RM100,000	5	3.33			
RM25,001–RM50,000	4	2.67			

The demographic profile of the respondents in this study (<u>Table 2</u>) provides valuable insights into the characteristics of the surveyed population. The sample consists of a higher proportion of female respondents (58.67%) compared to male respondents (41.33%), suggesting a slightly stronger representation of women. In terms of age distribution, the majority of respondents (82.67%) fall within the 18–24 age group, followed by 13.33% in the 25–34 age range. Only a small fraction of respondents belong to the 35–44 (2.67%) and 45–54 (1.33%) age groups, indicating that young adults constitute the primary demographic in this study.

Educational background data reveal that a significant portion of respondents (71.33%) hold a bachelor's degree, while 20% have completed a high school diploma, and 6.67%

possess a master's degree. A small percentage (2%) fall under the "other" category. These findings suggest that the respondents are predominantly well-educated individuals, with a strong representation of those pursuing or having completed higher education.

In terms of occupation, a large percentage of respondents (71.33%) are unemployed, likely indicating that they are students who have yet to enter the workforce. Meanwhile, 21.33% are employed full-time, 5.33% work part-time, and 2% are self-employed. This employment distribution aligns with the age profile, reinforcing the idea that the surveyed population mainly consists of students or early-career professionals.

Regarding income levels, the vast majority of respondents (94%) earn less than RM25,000 annually, followed by 3.33% earning between RM50,001 and RM100,000, and 2.67% falling within the RM25,001–RM50,000 range. The dominance of lower-income respondents aligns with the findings on age and occupation, further confirming that the surveyed population is primarily composed of students and young professionals who may still be in the early stages of their careers. These insights help provide a clearer understanding of the characteristics and economic status of the respondents.

	Variables	1	2	3	4	5	Mean	Standard Deviation
1	Brand Image	1	0.834	0.786	0.678	0.701	4.11	0.65
2	Brand Quality	0.834	1	0.897	0.766	0.784	4.21	0.67
3	Customer Satisfaction	0.786	0.897	1	0.889	0.855	4.07	0.81
4	Social Media Interaction	0.678	0.766	0.889	1	0.854	4.06	0.76
5	Localization Perception	0.701	0.784	0.855	0.854	1	4.15	0.71

**Table 3.** Descriptive Statistics, Cronbach's Coefficients Alpha, and Zero-order

Notes: The significance levels for the correlations are indicated as follows: \*p < 0.05, \*\*p < 0.01, \*\*\*p < 0.001.

Table 3 presents the descriptive statistics, Cronbach's alpha coefficients, and zero-order correlations for the key variables examined in this study. The mean scores for all variables range between 4.06 and 4.21, indicating generally high levels of agreement among respondents. Standard deviations range from 0.65 to 0.81, suggesting moderate variability in responses. The correlation matrix demonstrates strong positive relationships between all variables, with coefficients ranging from 0.678 to 0.897. The highest correlation is observed between brand quality and customer satisfaction (0.897), implying a strong link between perceived brand excellence and customer contentment. Similarly, customer satisfaction is highly correlated with social media interaction (0.889) and localization perception (0.855), indicating that customer engagement and adaptation to local contexts significantly contribute to satisfaction. Brand image also shows substantial associations with brand quality (0.834) and customer satisfaction (0.786), reinforcing its role in shaping consumer perceptions. The strong correlations suggest that these constructs are interrelated and collectively influence customer loyalty dynamics. The Cronbach's alpha values, embedded within the diagonal of the correlation matrix, indicate high internal consistency reliability, supporting the robustness of the measurement scales used in this study. These findings validate the appropriateness of the variables and their relationships, forming a strong foundation for further regression analysis.

#### Table 4. Regression Analysis

Variables		Public Image	Sustainability Perception
1	Brand Image	0.109	-0.112
2	Brand Quality	0.283	0.289
3	Customer Satisfaction	0.191	0.664
4	Social Media Interaction	0.648	0.542
5	Localization Perception	0.284	0.321
R <sup>2</sup>		0.745	0.648
F value		79.141	66.592
Durbin-Watson Statistic		1.89	2.27

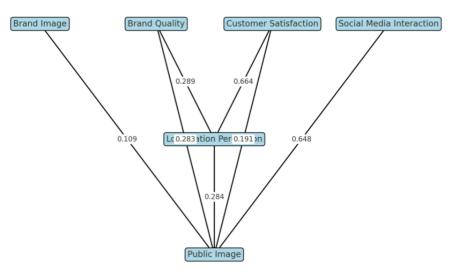
The regression analysis results presented in <u>Table 4</u> provide a comprehensive examination of the relationship between public image and five independent variables: brand image, brand quality, customer satisfaction, social media interaction, and localization perception. The findings indicate that customer satisfaction and social media interaction significantly contribute to shaping public image, supporting hypotheses H3 and H4. The R<sup>2</sup> value of 0.745 suggests that these two variables collectively explain 74.50% of the variance in public image, highlighting their substantial impact.

Among the independent variables, social media interaction emerges as the most influential factor, with a beta value of 0.648, indicating a strong positive relationship with public image. Customer satisfaction also demonstrates a positive effect, albeit to a lesser extent, with a beta value of 0.191. However, the results show that brand image and brand quality do not significantly impact public image, leading to the rejection of hypotheses H1 and H2.

Further analysis suggests that brand quality and customer satisfaction can indirectly shape public image through social media interaction, emphasizing the mediating role of digital engagement in public perception. The results also highlight the influence of localization perception on sustainability perception, with the highest beta value of 0.664, followed by brand quality at 0.289. Interestingly, brand image does not exhibit a significant association with sustainability perception, leading to the rejection of H1 in this context. These findings underscore the critical role of customer engagement and localized strategies in enhancing public and sustainability perceptions.

The summarized output of the hypothesized model is provided in Figure 2.

Figure 2. Hypothesized Model Based on Regression Results



#### DISCUSSION

#### Cultural Adaptability as a Moderator

The study underscores the importance of cultural adaptability in global branding. Localization perception, representing alignment with local cultural values, emerged as a strong predictor of sustainability perception ( $\beta = 0.664$ , p < .001). This finding supports the argument that cultural relevance enhances emotional attachment, fostering deeper loyalty (<u>Chen & Rahman, 2018</u>). Huawei's strategy of emphasizing the "Made in China" identity resonates with local consumers, aligning with their sense of national pride. This culturally informed branding approach strengthens the affective and action stages of loyalty, offering a competitive advantage in culturally diverse markets.

#### **Theoretical Implications**

#### Oliver's Four-Stage Loyalty Model in a Digital Context

Oliver's Four-Stage Loyalty Model—comprising cognitive, affective, conative, and action loyalty—remains a cornerstone in understanding customer loyalty dynamics. Recent studies extend its application to digital ecosystems, revealing how technology, user interaction, and cultural integration redefine traditional loyalty pathways.

In the telecom sector, <u>Yaqub and Halim (2018)</u> demonstrate the model's relevance, integrating the Expectation Disconfirmation Model and principles of reciprocity to explain loyalty progression in digitally mediated environments. Cognitive loyalty forms as users perceive technological reliability, progressing through emotional satisfaction derived from seamless digital experiences. Conative loyalty emerges as habitual preferences, ultimately culminating in repeat behaviors, signaling action loyalty (<u>Yaqub & Halim, 2018</u>).

<u>Espuela et al. (2023)</u> further underscore the role of social networks in loyalty formation. Social platforms amplify affective and conative stages by fostering emotional engagement and habitual participation, validating Oliver's conceptualizations in the social media era.

Building on these frameworks, <u>Seduram et al. (2022)</u> focus on smartphone brand loyalty, illustrating that advanced features and user-centric innovations bolster cognitive loyalty. Emotional branding and cultural resonance reinforce affective and conative stages, culminating in repeat purchases, a hallmark of action loyalty.

These findings highlight that digital advancements not only enhance traditional loyalty mechanisms but also introduce new dimensions of cultural and habitual relevance. Such insights are vital for brands aiming to navigate evolving digital landscapes, emphasizing the interplay between technology, culture, and user experience.

#### **Practical Implications**

#### Leveraging Digital Tools for Engagement

Social media interaction emerged as the most significant predictor of public image ( $\beta = 0.648$ , p < .001), underscoring the pivotal role that digital platforms play in fostering brand loyalty. This result aligns with existing evidence highlighting the potential of platforms such as TikTok, Instagram, and WeChat to facilitate real-time, personalized engagement. These platforms empower brands to create and sustain emotional connections with their audiences by offering interactive content that resonates deeply with user interests. For instance, tools like live-streamed product launches, Q&A sessions, and user-generated content campaigns allow consumers to actively participate in brand narratives, enhancing their perception of the brand's authenticity and accessibility.

Al-driven personalization has proven to be a transformative tool in the digital marketing landscape. Research by <u>Casaca and Miguel (2024)</u> indicates that personalized interactions significantly enhance customer satisfaction and loyalty by tailoring brand-consumer interactions to meet individual expectations. In particular, Al's ability to create dynamic, context-aware content ensures that consumers feel valued and understood, strengthening their commitment to the brand. For Huawei, incorporating Al into its social media strategy could involve developing adaptive content frameworks, where messages and visuals adjust based on user preferences, browsing history, or interaction patterns. This level of customization enhances user experiences, making the brand's digital presence more impactful.

#### Incorporating Localization Strategies

The significant impact of localization perception on sustainability perception highlights the critical role of aligning brand strategies with local cultural contexts. Localization is not merely about translating language; it involves tailoring marketing strategies to resonate with regional values, traditions, and consumer expectations. Huawei's emphasis on the "Made in China" narrative successfully capitalizes on national pride to foster action loyalty among Chinese consumers. Extending this approach globally could enhance Huawei's competitiveness in diverse markets.

For instance, incorporating region-specific cultural elements in advertising or collaborating with local influencers allows brands to establish emotional connections with consumers, thus strengthening loyalty. Recent studies demonstrate that culturally tailored campaigns can increase brand preference by up to 30% compared to standardized approaches (<u>Okonkwo et al., 2023</u>). Furthermore, partnerships with local influencers amplify this effect by lending authenticity and relatability to brand messages, particularly in regions with strong community-centric values (<u>Okonkwo & Namkoisse, 2023</u>). By integrating these practices, Huawei can ensure its brand remains relevant and emotionally resonant across different cultural landscapes.

#### **Limitations and Future Research Directions**

While this study provides valuable insights, several limitations must be acknowledged. First, the reliance on self-reported data may introduce response bias, as participants might overstate their loyalty. Future research could adopt experimental designs or behavioral data to validate these findings. Second, the non-probability sampling method

limits the generalizability of the results, particularly to diverse geographic regions or demographic groups. Expanding the sample to include a wider range of respondents would provide a more comprehensive understanding of loyalty dynamics. Third, this study focuses exclusively on Huawei, which may restrict the applicability of the findings to other brands or industries. Comparative studies across multiple brands could reveal broader trends and identify industry-specific drivers of loyalty.

#### CONCLUSION

Innovative digital payment systems, such as QRIS, demonstrate how unified platforms can enhance user trust and satisfaction by providing seamless and secure experiences (<u>Sarif & Ariyanti, 2024</u>). Similarly, Huawei's HarmonyOS could adopt standardized interfaces and interoperable frameworks to increase its appeal across diverse user segments. This habitual engagement, when coupled with consistent satisfaction and localized strategies, transitions customers into the action stage of loyalty, characterized by advocacy and repeat purchases.

The research contributes to the existing literature by bridging traditional loyalty frameworks with contemporary digital practices. It highlights the evolving interplay between technology, culture, and consumer behavior, offering actionable insights for global brands navigating competitive markets. For Huawei, the findings reaffirm the effectiveness of its strategies while pointing to potential avenues for enhancement, such as expanding its localization efforts and deepening its integration of AI technologies.

Practical implications extend beyond Huawei to other global brands seeking to build and sustain customer loyalty. The study emphasizes the need for brands to adopt a holistic approach that combines innovation, cultural relevance, and personalized engagement. In a rapidly evolving market landscape, these elements are indispensable for cultivating trust and emotional bonds, ensuring resilience against market disruptions.

However, the study also acknowledges its limitations, including reliance on self-reported data and a focus on a single brand. Future research could address these gaps by incorporating experimental designs and expanding the scope to include diverse industries and geographic contexts. Additionally, comparative analyses across multiple brands could uncover broader trends and industry-specific factors influencing loyalty.

In conclusion, this study provides a robust framework for understanding and enhancing customer loyalty in the digital age. By integrating technological innovation, cultural alignment, and strategic engagement, brands can not only attract but also retain loyal customers, transforming them into long-term advocates. As competition intensifies in the global market, the ability to adapt and innovate will remain a cornerstone of sustainable growth and success.

#### LIMITATION

The present research has several limitations. The small sample size of mainly young respondents with similar backgrounds limits the generalizability of findings. Future research should include a diverse sample encompassing various demographic segments. The reliance on self-reported online survey data introduces biases. Combining surveys with qualitative interviews or observations would provide deeper insights.

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N/A

#### **DECLARATION OF CONFLICTING INTERESTS**

The authors declare that there is no conflict of interest.

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