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# The Impact of Social Media on Taobao's Marketing Strategy

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#### Abstract:

With the rapid development of Internet technology, social media has become an indispensable and important means in enterprise marketing. This study focuses on the impact of social media marketing on Taobao's strategic marketing. Through the analysis of the marketing practices of many merchants on the Taobao platform and combined with consumer behavior data, it is found that social media marketing has a profound impact on Taobao's marketing strategy in many aspects. In terms of brand promotion, social media marketing can help Taobao merchants quickly increase brand awareness. Merchants release product information and promotional activities through social media platforms such as Weibo and WeChat, attract the attention of potential consumers, form a ripple effect of brand communication, and effectively expand the brand radiation range of Taobao stores. At the same time, user-generated content (UGC) on social media, such as consumers' positive reviews and sharing of orders, is an important word-of-mouth asset for Taobao stores and has a positive impact on the long-term marketing strategy of Taobao stores. However, social media marketing also brings certain challenges to Taobao, such as the spread of false information and intensified competition. Taobao needs to constantly adjust and optimize its own marketing strategy to fully utilize the opportunities brought by social media marketing and effectively respond to related challenges. This study aims to provide valuable references for Taobao merchants and platform operators when formulating and adjusting marketing strategies.

**Keywords:** brand image; store traffic; user stickiness; product diversification.

# **1. Introduction**

This article mainly explores the impact of social

media on Taobao's marketing strategy. With the rapid development of the Internet, social media has become the main source of information for people, a search tool for exchanging shopping experiences and making decisions. Through the analysis of relevant data and case studies, it is found that social media has brought many impacts on Taobao [1].

In terms of marketing promotion, social media provides Taobao merchants with a low-cost and high-coverage advertising channel. For example, Taobao merchants can accurately reach the target customer group through cooperation with influencers and experts on platforms such as Weibo and Douyin, effectively improving the exposure and brand awareness of products. At the same time, the word-of-mouth spread of consumers on social media can significantly affect the traffic accumulation of Taobao stores.

In terms of user relationship management, Taobao can gain a deeper understanding of consumers' needs and preferences with the help of social media platforms. Through the behavior data of users on social platforms, Taobao can conduct personalized recommendations and precise marketing, thereby optimizing the user shopping experience [2]. However, social media also brings risks such as the spread of false information and the rapid spread of negative word-of-mouth to Taobao.

This study focuses on the impact of social media marketing on Taobao's strategic marketing through the analysis of the marketing practices of many merchants on the Taobao platform.

# 2. Overview of Taobao's Marketing Strategy

Taobao has a vast amount of commodities, covering almost all aspects of consumers' daily lives, from clothing, food, electronic products to household items. This rich variety of commodities meets the needs of different consumers and increases the attractiveness of the platform. Taobao focuses on brand building and encourages merchants to establish their own brand images.

At the same time, Taobao also cooperates with many wellknown brands to provide consumers with high-quality brand commodities. Through brand building and cooperation, Taobao improves the quality and credibility of the platform's commodities.

Taobao merchants achieve product differentiation by providing unique product designs, functions or services. For example, some merchants launch customized products to meet the personalized needs of consumers. Some merchants provide high-quality after-sales services to improve the consumer purchase experience.

Merchants can combine related products into packages for sale, offer certain price discounts to attract more consumers to buy and increase the merchant's marketing amount.

# **3.** The Impact of Social Media Marketing on Taobao

#### 3.1 Expand the Potential User Group

Social media platforms have a huge user base. Through marketing activities on social media, Taobao can reach potential consumers who may not have known about Taobao or its stores before [3]. For example, placing advertisements or releasing product information on platforms such as WeChat, Weibo, and Douyin can attract a large number of new users to enter the Taobao platform for shopping.

#### **3.2 Increase Store Traffic**

Social media has strong communication, and the sharing and recommendations among users can bring a large amount of free traffic to Taobao stores [4]. When users see interesting Taobao product or store information on social media, they will click on the link to enter Taobao, thus increasing the store's visits.

#### **3.3 Enhance Brand Awareness**

Continuously releasing content related to Taobao stores or products on social media can continuously deepen the brand impression in consumers' minds [5]. Through the communication of interesting and valuable content, Taobao stores can establish a unique brand image and improve the brand's awareness and recognition.

#### **3.4 Shape Brand Reputation**

Consumers share their shopping experiences and product evaluations on Taobao on social media [6]. These user-generated content (UGC) have an important impact on the purchasing decisions of other potential consumers [6]. Good word-of-mouth can attract more users to buy, while negative word-of-mouth may damage the brand [7]. Taobao merchants can improve the brand's reputation by actively responding to user feedback and solving user problems.

# 4. Taobao's Strategy Adjustment

In order to cope with these impacts, Taobao has adopted a series of strategies, including deepening cooperation with social media platforms, establishing a data sharing mechanism, optimizing the in-site content marketing ecosystem, and strengthening the management of store reputation and the monitoring and governance of false information [8]. In short, the rational use of social media can help Taobao

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gain a continuous competitive advantage in the highly competitive e-commerce market, but it also needs to carefully deal with the potential risks brought by social media. Through data analysis and case studies, it is found that social media affects Taobao in many aspects.

In the field of marketing promotion, it provides Taobao merchants with a low-cost and wide-coverage advertising channel. For example, Taobao merchants can accurately target the target customer group by cooperating with influencers and experts on platforms such as Weibo and Douyin, effectively increasing the product exposure and brand awareness.

At the same time, the word-of-mouth spread of consumers on social media has a significant impact on the traffic and sales of Taobao stores. Positive user reviews and shares can attract many potential consumers [9].

There are many key opinion leaders (KOLs) in the fields of fashion, beauty, and lifestyle on Weibo. When they recommend products on Taobao, it will have a great impact on users. For example, a beauty KOL on Weibo introduced and recommended several niche beauty brands on Taobao in detail, including the use effect, product features, and attached the Taobao purchase link. After seeing the recommendation, their fans will go to Taobao to buy these products.

Moreover, these fans may share their use experiences on Weibo after purchasing, forming a secondary. At the same time, in order to follow the subsequent product recommendations of the KOL, users will often search for related products on Taobao, thereby increasing their dependence on the Taobao platform and enhancing user stickiness.

There are a large number of short video creators on Douyin who show the usage scenarios and advantages of Taobao products through creative short videos. For example, a home life Douyin creator made a short video about creative home products, and these home products can all be purchased on Taobao. The video shows how these home products make life more convenient and interesting. After watching the video, users are interested in these products and will open Taobao to search and buy.

Moreover, Douyin's algorithm will continuously push relevant product promotion short videos according to users' interests, and users will constantly switch between Taobao and Douyin, repeatedly browsing and purchasing, which enhances the user stickiness of Taobao.

There are a large number of "planting grass notes" shared by users on Xiaohongshu, which introduce in detail various products that can be bought on Taobao, such as skin care products, books, and electronic products. For example, a Xiaohongshu note about a certain brand of skin care set, the author shared their use feelings, product ingredient analysis. After other users see this note, they will have a purchase desire and then go to Taobao to search for the skin care set. Moreover, after purchasing and using it, users may return to Xiaohongshu to post their use experiences, forming a cycle. In this process, users frequently make purchases on Taobao to satisfy their consumption desires "planted" on Xiaohongshu, thereby increasing their stickiness to Taobao [10].

There is a lot of professional electronic product evaluation content on Xiaohongshu. For example, when a new tablet computer is launched on the market, there will be many digital bloggers on Xiaohongshu who will conduct detailed evaluations, including performance parameters, actual use experiences, and comparisons with other similar products. These evaluation articles or videos usually attach the purchase link or search keyword of the tablet computer on Taobao.

When users consider buying a tablet computer, they will search for relevant evaluations on Xiaohongshu. After understanding clearly, they will directly go to Taobao to buy through the clues provided by Xiaohongshu.

Moreover, after purchasing, users may return to Xiaohongshu to share their use feelings, further enriching the product evaluation content. This purchase behavior based on in-depth evaluation will form a stable interactive relationship between users on Taobao and Xiaohongshu, increasing the user stickiness of Taobao.

# 5. Conclusion

Social media provides a broad traffic entrance for Taobao stores. With its huge user base and strong communication ability, Taobao merchants can break through the traffic limitations of traditional e-commerce platforms and attract more potential customers. Different social media platforms have their own unique user groups. By accurately selecting and operating, merchants can effectively expand the target audience range and bring new growth opportunities for Taobao stores.

In terms of customer, the precise marketing function of social media has prompted a large number of users to transfer from social platforms to Taobao for consumption. For example, through the targeted advertising and influencer recommendations on social media, the target customer group can be accurately located, increasing the traffic and sales of Taobao stores.

In terms of customer relationship maintenance, social media provides a platform for continuous interaction between merchants and consumers. Taobao merchants use social media to respond to consumer inquiries and feedback in a timely manner, establish closer customer relationships, and thus improve consumers' loyalty to Taobao stores.

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At the same time, Taobao merchants can shape a unique brand image, improve brand awareness and reputation by releasing high-quality content and interacting with users. Users' sharing and word-of-mouth communication on social media further enhance the brand's influence and increase the brand value of Taobao stores. There is a vast amount of information on social media, and the marketing information of Taobao merchants is easily drowned in it, increasing the difficulty of information communication.

At the same time, the competition among numerous merchants on social media is becoming increasingly fierce, and continuous innovation and optimization of marketing strategies are required to be more competitive. In addition, the rules and policies of social media platforms are constantly changing, which puts forward higher requirements for the marketing strategies of Taobao merchants.

Merchants need to closely follow the dynamics of the platform and adjust marketing strategies in a timely manner to adapt to the changes of the platform. Therefore, social media has an important impact on Taobao's marketing strategy. Merchants should fully recognize the benefits and challenges of social media, actively explore suitable social media marketing strategies, and constantly improve the competitiveness and marketing effectiveness of Taobao stores.

Since this study is a literature review based on existing studies, which lack sufficient empirical research data, more empirical research can be conducted in this aspect in future studies.

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