**MINI PROJECT**

(2022-23)

**“ E – Commerce website“**

Project work

**Institute of Engineering & Techonology**

**Submitted By :-**

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**Under the supervision of**

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**Declaration**

I/we hereby declare that the work which is being presented in the Bachelor of technology. Project “Book Finder App”, in partial fulfillment of the requirements for the award of the Bachelor of Technology in Computer Science and Engineering and submitted to the Department of Computer Engineering and Applications of GLA University, Mathura, is an authentic record of my/our own work carried under the supervision of Mr. Mandeep Singh, Technical Trainer, Dept. of CEA,GLA University.

The contents of this project report, in full or in parts, have not been submitted to any other Institute or University for the award of any degree

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**Certificate**

This is to certify that the project entitled “Book Finder App”, carried out in Mini Project – I Lab, is a bonafide work by Yogendra Kumar and Gaurav Kumar Tiwari is submitted in partial fulfillment of the requirements for the award of the degree Bachelor of Technology (Computer Science & Engineering).

**Signature of Supervisor:**

**Name of Supervisor** : Mr Mandeep Singh

**Date**: 26 November 2022

**ACKNOWLEDGEMENT**

Presenting the ascribed project paper report in this very simple and official form, we would like to place my deep gratitude to GLA University for providing us the instructor Mr Mandeep Singh , our technical trainer and supervisor. He has been helping us since Day 1 in this project. He provided us with the roadmap, the basic guidelines explaining on how to work on the project. He has been conducting regular meeting to check the progress of the project and providing us with the resources related to the project. Without his help, we wouldn’t have been able to complete this project. And at last but not the least we would like to thank our dear parents for helping us to grab this opportunity to get trained and also my colleagues who helped me find resources during the training.

Thanking you

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**ABSTRACT**

The purpose of Online E-commerce System is to automate the existing manual system by the help of computerized equipment’s and full-fledged computer software, fulfilling their requirements, so that their valuable data/information can be stored for a longer period with easy accessing and manipulation of the same. The required software and hardware are easily available and easy to work with. Online E-commerce System, as described above, can lead to error free, secure, reliable and fast management system. It can assist the user to concentrate on their other activities rather to concentrate on the record keeping. Thus it will help organization in better utilization of resources. The organization can maintain computerized records without redundant entries. That means that one need not be distracted by information that is not relevant, while being able to reach the information. The aim is to automate its existing manual system by the help of computerized equipment’s and full-fledged computer software, fulfilling their requirements, so that their valuable data/information can be stored for a longer period with easy accessing and manipulation of the same. Basically the project describes how to manage for good performance and better services for the clients.

**INTRODUCTION**

1.1 **MOTIVATION**

Opportunity to win new and potential customers Right course of action ensures your brand marketing is heading the right direction. For attracting the quality traffic, we can always optimize your website to make sure the search engine optimization is helping in fetching the right user-traffic for your site that improves the conversion rate. Often user tends to use web search to look for the relevant information and right site ranking will improve your chance of getting the limelight. For ranking in search engines you need to have a website which is rightly optimized and has the quality information and relevant keywords and for that you need to invest in ecommerce website first. Higher chance of converting user into a buyer one of the prime purposes behind building a website is most likely going to be chance to improve sales. Your commercial website will open new doors to connect and network with potential and interested clients who would want to invest in your products and services. Besides having a physical store, the online store or ecommerce will give you the liberty to connect with your user at any time of the day. That’s a good reason to get that ecommerce site ready for your business .

1.2 **OBJECTIVE**

E-commerce provides an easy way to sell products to a large customer base. However, there is a lot of competition among multiple e-commerce sites. When users land on an e-commerce site, they expect to find what they are looking for quickly and easily. Also, users are not sure about the brands or the actual products they want to purchase. They have a very broad idea about what they want to buy. Many customers nowadays search for their products on Google rather than visiting specific e-commerce sites. They believe that Google will take them to the e-commerce sites that have their product.

1.3 **E – commerce**

Electronic commerce (ecommerce) refers to companies and individuals that buy and sell goods and services over the Internet. Ecommerce operates in different types of market segments and can be conducted over computers, tablets, smartphones, and other smart devices. Nearly every imaginable product and service is available through ecommerce transactions, including books, music, plane tickets, and [financial services](https://www.investopedia.com/ask/answers/030315/what-financial-services-sector.asp) such as stock investing and online banking. As such, it is considered a very [disruptive technology](https://www.investopedia.com/terms/d/disruptive-technology.asp).

As noted above, ecommerce is the process of buying and selling tangible products and services online. It involves more than one party along with the exchange of data or [currency](https://www.investopedia.com/terms/c/currency.asp) to process a transaction. It is part of the greater industry that is known as electronic business (ebusiness), which involves all of the processes required to run a company online.12

Ecommerce has helped businesses (especially those with a narrow reach like [small businesses](https://www.investopedia.com/small-business-4427743)) gain access to and establish a wider market presence by providing cheaper and more efficient distribution channels for their products or services. Target ([TGT](https://www.investopedia.com/markets/quote?tvwidgetsymbol=TGT)) supplemented its [brick-and-mortar](https://www.investopedia.com/terms/b/brickandmortar.asp) presence with an online store that allows customers to purchase everything from clothes and coffeemakers to toothpaste and action figures right from their homes.

Providing goods and services isn't as easy as it may seem. It requires a lot of research about the products and services you wish to sell, the market, audience, competition, as well as expected business costs.

Once that's determined, you need to come up with a name and set up a legal structure, such as a corporation. Next, set up an ecommerce site with a [payment gateway](https://www.investopedia.com/terms/p/payment-gateway.asp). For instance, a small business owner who runs a dress shop can set up a website promoting their clothing and other related products online and allow customers to make payments with a credit card or through a payment processing service, such as [PayPal](https://www.investopedia.com/terms/p/paypal.asp).3

Special Consideration .

E-commerce (electronic commerce) is the activity of [electronically](https://en.wikipedia.org/wiki/Electronically) buying or selling of [products](https://en.wikipedia.org/wiki/Product_(business)) on online services or over the [Internet.](https://en.wikipedia.org/wiki/Internet) The term was coined and first employed by Dr. Robert Jacobson, Principal Consultant to the California State Assembly's Utilities & Commerce Committee, in the title and text of California's Electronic Commerce Act, carried by the late Committee Chairwoman Gwen Moore (D-L.A.) and enacted in 1984. Electronic commerce draws on technologies such as [mobile commerce,](https://en.wikipedia.org/wiki/Mobile_commerce) [electronic funds transfer,](https://en.wikipedia.org/wiki/Electronic_funds_transfer) [supply chain management,](https://en.wikipedia.org/wiki/Supply_chain_management) [Internet](https://en.wikipedia.org/wiki/Online_advertising) [marketing,](https://en.wikipedia.org/wiki/Online_advertising) [online transaction processing,](https://en.wikipedia.org/wiki/Online_transaction_processing) [electronic data interchange](https://en.wikipedia.org/wiki/Electronic_data_interchange) (EDI), [inventory](https://en.wikipedia.org/wiki/Inventory_management_software) [management systems,](https://en.wikipedia.org/wiki/Inventory_management_software) and automated [data collection](https://en.wikipedia.org/wiki/Data_collection) systems. E-commerce is in turn driven by the technological advances of the [semiconductor industry,](https://en.wikipedia.org/wiki/Semiconductor_industry) and is the largest sector of the [electronics industry.](https://en.wikipedia.org/wiki/Electronics_industry)

Modern electronic commerce typically uses the [World Wide Web](https://en.wikipedia.org/wiki/World_Wide_Web) for at least one part of the transaction's life cycle although it may also use other technologies such as [e-mail.](https://en.wikipedia.org/wiki/Email) Typical e-commerce transactions include the purchase of online books (such

as [Amazon)](https://en.wikipedia.org/wiki/Amazon_(company)) and music purchases (music [download](https://en.wikipedia.org/wiki/Music_download) in the form of [digital](https://en.wikipedia.org/wiki/Digital_distribution)

|  |  |
| --- | --- |
| [distribution](https://en.wikipedia.org/wiki/Digital_distribution) such as [iTunes Store),](https://en.wikipedia.org/wiki/ITunes_Store) and to | a less extent, customized/personalized |
| online [liquor store](https://en.wikipedia.org/wiki/Liquor_store) [inventory](https://en.wikipedia.org/wiki/Inventory) services. There | are three areas of e-commerce: [online](https://en.wikipedia.org/wiki/Online_retailing) |
| [retailing,](https://en.wikipedia.org/wiki/Online_retailing) [electronic markets,](https://en.wikipedia.org/wiki/Electronic_markets) and [online](https://en.wikipedia.org/wiki/Online_auction) | [auctions.](https://en.wikipedia.org/wiki/Online_auction) E-commerce is supported |
| by [electronic business.](https://en.wikipedia.org/wiki/Electronic_business) |  |

E-commerce businesses may also employ some or all of the followings:

* • [Online shopping](https://en.wikipedia.org/wiki/Online_shopping) for [retail sales direct](https://en.wikipedia.org/wiki/Direct_selling) to consumers via [Web sites](https://en.wikipedia.org/wiki/Web_sites) and [mobile](https://en.wikipedia.org/wiki/Mobile_apps) [apps,](https://en.wikipedia.org/wiki/Mobile_apps) and [conversational commerce](https://en.wikipedia.org/wiki/Conversational_commerce) via [live chat,](https://en.wikipedia.org/wiki/Live_chat) [chatbots,](https://en.wikipedia.org/wiki/Chatbot) and [voice assistants;](https://en.wikipedia.org/wiki/Voice_assistants)

* • Providing or participating in [online marketplaces,](https://en.wikipedia.org/wiki/Online_marketplace) which process third-party [business-to-consumer](https://en.wikipedia.org/wiki/Business-to-consumer) (B2C) or [consumer-to-consumer](https://en.wikipedia.org/wiki/Consumer-to-consumer) (C2C) sales;

* • [Business-to-business (B2B)](https://en.wikipedia.org/wiki/B2B_e-commerce) buying and selling;

* • Gathering and using demographic data through web contacts and social media;

* • Business-to-business (B2B) [electronic data interchange;](https://en.wikipedia.org/wiki/Electronic_data_interchange)

1



* • Marketing to prospective and established [customers](https://en.wikipedia.org/wiki/Customer) by [e-mail](https://en.wikipedia.org/wiki/Email_marketing) or fax (for example, with [newsletters);](https://en.wikipedia.org/wiki/Newsletter)

* • Engaging in [pretail](https://en.wikipedia.org/wiki/Pretail) for launching new products and services;

* • Online financial exchanges for currency exchanges or trading purposes.

E-commerce offers consumers the following advantages:

* • Convenience*.* E-commerce can occur 24 hours a day, seven days a week.

* • Increased selection*.* Many stores offer a wider array of products online than they carry in their brick-and-mortar counterparts. And many stores that solely exist online may offer consumers exclusive inventory that is unavailable elsewhere.

E-commerce carries the following disadvantages:

* • Limited customer service. If you are shopping online for a computer, you cannot simply ask an employee to demonstrate a particular model's features in person. And although some websites let you chat online with a staff member; this is not a typical practice.

* • Lack of instant gratification. When you buy an item online, you must wait for it to be shipped to your home or office. However, [retailers like Amazon](https://www.investopedia.com/terms/e/electronic-retailing-e-tailing.asp) make the waiting game a little bit less painful by offering same-day delivery as a premium option for select products.

* • Inability to touch products*.* Online images do not necessarily convey the whole story about an item, and so e-commerce purchases can be unsatisfying when the products received do not match consumer expectations. Case in point: an item of clothing may be made from shoddier fabric than its online image indicates.

The Indian e-commerce industry has been on an upward growth trajectory. The online retail market in India is estimated to be 25% of the total organized retail market and is expected to reach 37% by 2030. By 2034, it is predicted to surpass the United States to become the second largest e-commerce market globally.

2



A young demography, increasing internet and smartphone penetration, and relatively better economic performance are some key drivers of this sector. Each month, India adds approximately 10 million daily active internet users- the highest rate in the world; number of smartphones per 100 people has risen from 5.4 in 2014 to 26.2 in 2018. According to 2019 data, it was estimated that one in every three Indians shopped using a smartphone.

In order to tap onto the large market, the e-commerce industry has also seen an increase in innovation across platforms, and ancillary segments such as logistics. The market has become conducive grounds for testing various business models such as inventory, social networks, aggregator, and e-commerce marketplace model, among many others.

Further, out of nearly 100,000 pin codes in India, online retailers deliver to 15,000 to 20,000 pin codes. The e-commerce trend is gaining major popularity even in the tier-2 and tier– 3 cities as they now make up nearly half of all shoppers and contribute three of every five orders for leading e-retail platforms. The average selling price (ASP) in tier-2 and smaller towns is only marginally lower than in tier-1/metro cities.

Electronics and apparel make up nearly 70% of the e-commerce market, when evaluated against transaction value. Other upcoming categories are baby products, furnishing, personal care, food and groceries.

**Four Traditional Types of Ecommerce Business Models**

If you’re starting an ecommerce business, odds are you’ll fall into at least one of these four general categories.

Each has its benefits and challenges, and many companies operate in several of these categories simultaneously.

Knowing what bucket your big idea fits in will help you think creatively about what your opportunities and threats might be.

3





**1. B2C – Business to consumer.**

[B2C businesses](https://www.bigcommerce.com/ecommerce-answers/what-is-b2c-ecommerce-the-online-shopping-boom-explained/) sell to their end-user. The B2C model is the most common business model, so there are many unique approaches under this umbrella.

Anything you buy in an online store as a consumer — think wardrobe, household supplies, entertainment — is done as part of a B2C transaction.

The decision-making process for a B2C purchase is much shorter than a business-to-business (B2B) purchase, especially for items that have a lower value.

Think about it: it’s much easier for you to decide on a new pair of tennis shoes than for your company to vet and [purchase a new email service provider](https://www.adamenfroy.com/best-email-marketing-services) or food caterer.

Because of this shorter sales cycle, B2C businesses typically spend less marketing dollars to make a sale, but also have a lower average order value and less recurring orders than their B2B counterparts.

And B2C doesn’t only include products, but services as well.

B2C innovators have leveraged technology like mobile apps, native advertising and remarketing to market directly to their customers and make their lives easier in the process.

For example, using an app like [Lawn Guru](https://lawnguru.co/) allows consumers to easily connect with [local lawn mowing services,](https://lawnguru.co/services/lawn-mowing/) garden and patio specialists, or snow removal experts.

4



Additionally, home service businesses can use Housecall Pro’s [plumbing software](https://www.housecallpro.com/industries/plumbing-software/) [app](https://www.housecallpro.com/industries/plumbing-software/) to track employee routes, text customers, and process credit card payments on the go, benefitting both the consumer and business alike.

**2. B2B – Business to business.**

In a B2B business model, a business sells its product or service to another business.

Sometimes the buyer is the end user, but often the buyer resells to the consumer.

B2B transactions generally have a longer sales cycle, but higher order value and more recurring purchases.

[Recent B2B innovators](https://www.bigcommerce.com/blog/b2b-ecommerce-trends/) have made a place for themselves by replacing catalogs and order sheets with ecommerce storefronts and improved targeting in niche markets.

In 2020, close to half of [B2B buyers are millennials](https://www.trustradius.com/vendor-blog/millennial-b2b-buyers-what-you-need-to-know-about-the-new-wave-of-decision-makers) — nearly double the amount from 2012. As younger generations enter the age of making business transactions, B2B selling in the online space is becoming more important.

**3. C2B – Consumer to business.**

C2B businesses allow individuals to sell goods and services to companies.

In this ecommerce model, a site might allow customers to post the work they want to be completed and have businesses bid for the opportunity. Affiliate marketing services would also be considered C2B.

Elance (now [Upwork)](https://www.upwork.com/) was an early innovator in this model by helping businesses hire freelancers.

The C2B ecommerce model’s competitive edge is in pricing for goods and services.

This approach gives consumers the power to name their price or have businesses directly compete to meet their needs.

Recent innovators have creatively used this model to connect companies to social media influencers to market their products.

5



**4. C2C – Consumer to consumer.**

A C2C business — also called an online marketplace — connects consumers to exchange goods and services and typically make their money by charging transaction or listing fees.

Online businesses like Craigslist and eBay pioneered this model in the early days of the internet.

C2C businesses benefit from self-propelled growth by motivated buyers and sellers, but face a key challenge in quality control and technology maintenance.

**Five Value Delivery Methods for Ecommerce Innovation**

If your business model is the car, then your value delivery method is the engine.

This is the fun part — where you find your edge. How will you compete and create an ecommerce business worth sharing?

Here are a few of the popular approaches taken by industry-leaders and market disruptors.

**1. D2C – Direct to consumer.**

By cutting out the middleman, a new generation of consumer brands have built loyal followings with rapid growth.

Online retailers like Warby Parker and Casper set the standard for vertical disruption, but brands like Glossier are showing us [how D2C can continue to be an area for](https://www.bigcommerce.com/blog/direct-to-consumer/) [innovation and growth.](https://www.bigcommerce.com/blog/direct-to-consumer/)

**2. White label and private label.**

To “white label” is to apply your name and brand to [a generic product purchased from](https://www.bigcommerce.com/blog/amazon-private-label-products/) [a distributor.](https://www.bigcommerce.com/blog/amazon-private-label-products/)

In private labeling, a retailer hires a manufacturer to create a unique product for them to sell exclusively. With private labeling and white labeling, you can stay lean on your investments in design and production and look for an edge in technology and marketing.

6



**3. Wholesaling.**

In a wholesaling approach, a retailer offers its product in bulk at a discount.

Wholesaling is traditionally a B2B practice, but many retailers have offered it to budget-conscious consumers in a B2C context.

**4. Dropshipping.**

One of the fastest growing methods of [ecommerce is dropshipping.](https://www.bigcommerce.com/blog/dropshipping/)

Typically, dropshippers market and sell items fulfilled by a third party supplier, like [AliExpress](https://www.bigcommerce.com/apps/aliexpress-dropshipping-by-cedcommerce/) or [Printful.](https://www.bigcommerce.com/apps/printful/) [Dropshippers act as a middle man](https://www.bigcommerce.com/blog/dropshipping-companies/) by connecting buyers to manufacturers. [Easy-to-use tools](https://www.bigcommerce.com/apps/drop-shipping/) allow BigCommerce users to integrate inventory from suppliers around the world for their storefronts.

**5. Subscription service.**

As early [as the 1600s,](https://www.journals.uchicago.edu/doi/10.1086/387957) publishing companies in England used a subscription model to deliver books monthly to their loyal customers. With ecommerce, businesses are going beyond periodicals and [fruit of the month clubs.](https://www.youtube.com/watch?v=sNBwCQQpuaw) Today, virtually every industry has seen the arrival of [subscription services](https://www.bigcommerce.com/blog/subscription-websites/) to bring convenience and savings to customers.

7



**OBJECTIVE OF ANALYSIS**

The major objectives of the project work on E-commerce industry are: -

* • To understand about E-commerce and its role in the economy

* • To understand the types of E-commerce and its functioning

* • To understand the influence of the coronavirus pandemic on the E-Commerce Industry with respect to the consumers perspective.

* • To understand major academic disciplines contributing to e-commerce research

* • To understand about the growth prospects of E-commerce



8



**CHALLENGES IN ANALYSIS**

There were few challenges that were been faced during the project work on the E-commerce Industry: -

* • One of the major challenges during the analysis was the collection of primary data (original data) related to the study.

* • Searching the accurate data related to the study was another challenge.

* • Knowing the appropriate perspective and the preparation of questionnaire was also one of the challenges.

* • Studying the impact of covid on e-commerce was a challenge in terms getting the data.

9



**ANALYSIS**

The Covid19 pandemic also known as the coronavirus pandemic emerged in Wuhan of China and was given an account of to the WHO (World Health Organization) on 31st December 2019. On 30th January 2020, Public Health Emergency was announced as a global concern. Covid-19 name was given to this disease on 11th February 2020. This disease plays with the immunity of the human beings, Low immunity individuals are directly affected by this.

The pandemic of Covid-19 is a major pitfall not only for the human’s health or life or the economic conditions but also on the overall structured society which is not to be changed to an another extend now. Various new things are introduced during this pandemic some of which were their before but still were unknown which now have developed a new scenario.

The National Emergency have not spare anyone each and every sector, each and every section is being affected by it whether rich or poor. One of the sectors being affected is the E-Commerce. The Transactions of Buying and Selling that is the business transaction via the route of internet led to the evolution of E-Commerce or broadly as Electronic Commerce. E-Commerce involves dealing with all sort of goods and services over the internet. It is also known as the Internet Commerce because of the way of its functioning online.

The taste, preferences, demand, needs of the consumers are now being shifted from luxury to the basic ones, from the ones with the most comfort to the ones with the need of just survival. All this had call for the economizing of all the resources of the economy. There is a rise in the trust and demand for the E-Commerce industries in order to be safe, secure and main motive of survival led to this increase.

Understanding of the change in the consumers perspective towards the E-Commerce is really important not only for the businesses to increase their market share but this time also for the social well-being.

The Coronavirus disease led to the social distancing which is why the traditional way of shopping is being neglected in this phase. As going to a crowded place for shopping

10



can make you purchase Covid-19 people avoid going that way rather prefer the convenient and safer option of online shopping.

**Methodology**

This paper used a survey of 67 people on their perspective as a consumer involved in online shopping. 9 Questions were asked to them for a clearer picture of the viewpoint changes of consumer during the pandemic of covid-19 towards E-Commerce.

The Thought process of the world is now changed with the covid19 pandemic which also bought a change in the lifestyle of people as they are trying to adjust with the new normal and all this led to give a push to E-Commerce industry as well. Covid19 provided E-Commerce with a new environment so as to expand their footprints with quite a few challenges to overcome like productivity or the supply chain effectiveness. Social distancing gave a positive impact on the E-commerce industries growth.

The following Table 1 shows the revenue earned by the companies in the Quarter 1 of the previous and current year that is 2019 and 2020 has witness an increase even though the economy is facing a downfall.

**S.No. Company Revenue 2019 (Q1) Revenue 2020 Increase**



**(Q1)**

**1**

**2**

**3**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Amazon | 59.7 Billion US | 75.45 | Billion US | 15.75 |
| (USA) | dollars | dollars |  | Billion US |
|  |  |  |  | dollars |
| Alibaba | 93,498 Million Yuan | 1,14,314 | Million | 20,816 |
| (China) |  | Yuan |  | Million |
|  |  |  |  | Yuan |
| Rakuten | 113.9 Billion Yen | 140 Billion Yen | | 26.1 Billion |
| (Japan) |  |  |  | Yen |
|  |  |  |  |  |



**Table 1**

11



The paper studied the perspective of 67 people out of which 70.1% are females and 29.9% males. 11.9% people are below the age of 20 years, 41.8% between 20-30 years,

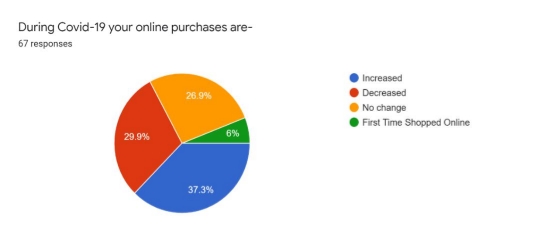
28.4% between 30-40 years and 17.9% are above 40 years. The survey had 17.9% Respondents of business class, 20.9% of service sector, 44.8% students and 16.4% home makers. According to the family income of the respondents 1.5% had below 10k, 10.4% between 10k-20k, 16.4% between 20k-30k, 22.4% between 30k-40k and 49.3% above 40k.

The following Table 2 shows the first two questions asked to the respondents according to which 73.1% people prefer online shopping and 46.3% people faced problems while shopping online during covid19.

|  |  |  |  |
| --- | --- | --- | --- |
| **S,No.** | **Question** | **Yes** | **No** |
|  |  |  |  |
| **1** | Do you Prefer Online shopping? | 73.1% | 26.9% |
|  |  |  |  |
| **2** | Did You face any problem with respect to the supply of | 46.3% | 53.7% |
|  | the products while shopping online during covid-19? |  |  |
|  |  |  |  |
|  | **Table 2** |  |  |



Further the respondents were asked regarding the change in the frequency of their purchasing online during covid19.The graph 1 represents that 37.3% ensured that it has increased whereas 6% shopped online for the first time, 29.9% said there is decrease in their online purchases and 26.9% believed that there is no change.



**Graph 1**

12



Another aspect that was covered was related to the problem’s consumers faced while shopping online due to coronavirus breakdown. The Graph 2 represent that 71.4% faced the issue of late delivery, 23.2% found the hike in prices, 3.6% believed that their product is not available online and 1.8% received defective product.

What is the problem you faced during cronavirus breakdown While

shopping online?

**4%2%**

|  |  |
| --- | --- |
| **23%** | Defective Product |
|  | Late Delivery |
|  | High Prices |
| **71%** | Product not available |

**Graph 2**

The respondents were also asked about the element which influenced them to make an online purchase. The graph 3 represents that 50.7% found it safer than traditional shopping, 4.5% found it fast and convenient and 6% were attracted by the Brand reputation.

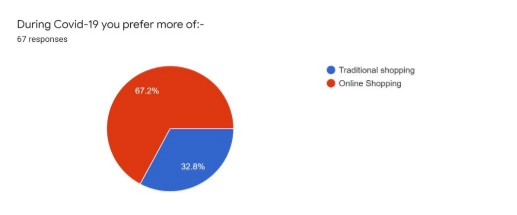


**Graph 3**

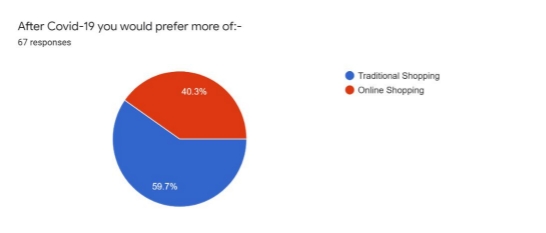
13



The respondents were asked about their preference during and after covid19 which has shown a significant difference. Graph 4 shows their preference during covid19 and graph 5 shows their preference after covid19.



**Graph 4**



**Graph 5**

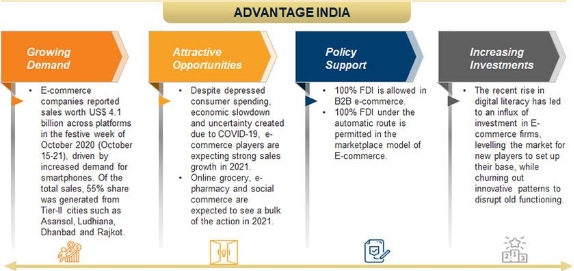
This shows how much e-commerce is evolving even during covid19 pandemic as people are preferring it more these days, whereas after all this clears more people will be opting for traditional shopping. One of the reasons for this difference can be the social distancing which is to be followed during these days.

The E-Commerce is now being opted more than ever it has shown a growth in the frequency and number of purchases during the pandemic times. As people now wanted a new and safer way for engaging, entertaining and saving themselves.

14



[**INDIAN E-COMMERCE INDUSTRY REPORT**](https://www.ibef.org/industry/ecommerce.aspx#login-box)



**Introduction**

E-commerce has transformed the way business is done in India. The Indian E-commerce market is expected to grow to US$ 200 billion by 2026 from US$ 38.5 billion as of 2017. Much of the growth for the industry has been triggered by an increase in internet and smartphone penetration. As of September 2020, the number of internet connections in India significantly increased to 776.45 million, driven by the ‘Digital India’ programme. Out of the total internet connections, ~61% connections were in urban areas, of which 97% connections were wireless.

**Market Size**

The Indian online grocery market is estimated to reach US$ 18.2 billion in 2024 from US $1.9 billion in 2019, expanding at a CAGR of 57%. India's e-commerce orders volume increased by 36% in the last quarter of 2020, with the personal care, beauty and wellness (PCB&W) segment being the largest beneficiary.

Propelled by rising smartphone penetration, launch of 4G network and increasing consumer wealth, the Indian E-commerce market is expected to grow to US$ 200 billion by 2026 from US$ 38.5 billion in 2017. Online retail sales in India is expected to grow 31% to touch US$ 32.70 billion in 2018, led by Flipkart, Amazon India and Paytm Mall.

15



In India, smartphone shipments reached 150 million units and 5G smartphone shipments crossed 4 million in 2020, driven by high consumer demand post-lockdown.

In festive season CY20, the Indian e-commerce GMV was recorded at US$ 8.3 billion, a significant jump of 66% over the previous festive season. Similarly, the Indian e-commerce market recorded ~88 million users in festive season CY20, a significant jump of 87% over the previous festive season.

**Investments/ Developments**

Some of the major developments in the Indian e-commerce sector are as follows:

* • In February 2021, Flipkart partnered with Maharashtra State Khadi & Village Industries Board and Maharashtra Small Scale Industries Development Corporation to bring local artisans and small and medium businesses into the e-commerce ecosystem.

* • In February 2021, Zomato entered into an agreement with the Ministry of Housing and Urban Affairs (MoHUA) to introduce 300 street food vendors on its portal.

* • In February 2021, Flipkart Wholesale, the digital B2B marketplace of Flipkart Group will offer grocery on its app with an aim to provide kiranas and small retailers one-stop access to a wide selection of products.

* • In February 2021, Udaan, a B2B e-commerce firm, announced to expand its warehouse capacity (by 5x) to 50 million sq. ft. across several states in the next 7-8 years.

* • In January 2021, Flipkart introduced SuperCoin Pay to strengthen its SuperCoin rewards programme by allowing customers to pay through SuperCoins at >5,000 retail outlets across the country.

16



* • In January 2021, The Khadi and Village Industries Commission (KVIC) unveiled eKhadiIndia.com, an e-commerce portal, which will comprise >50,000 products, ranging from apparel to home décor.

* • In January 2021, the B2B e-commerce platform, Udaan raised US$ 280 million (~Rs. 2,048 crore) in additional financing from new investors—Octahedron Capital and Moonstone Capital. Prior to this, in October 2019, the company raised US$ 585 million (~Rs. 4,280 crore) from Tencent, Altimeter, Footpath Ventures, Hillhouse, GGV Capital and Citi Ventures. It is likely to deploy the latest fund towards continued market creation of B2B e-commerce in India and digitise more small businesses across the country.

* • Flipkart partnered with PayTM for its annual Big Billion Days Sale event in October 2020, offering customers the convenience of making payments directly through the latter's application with the bonus of receiving PayTM cashbacks over and above Flipkart discounts.

* • Infibeam Avenues signed a contract with Oman’s second-largest bank, the Bank of Muscat, to process the bank’s online card transactions of various payment networks through its digital payment solution—CCAvenue Payment Gateway Service in November 2020.

* • In November 2020, Amazon India announced collaboration with Hindustan Petroleum Corporation Limited. Under this partnership, customers will be able to book and pay for their LPG cylinders until the delivery.

* • In November 2020, Reliance Retail Ventures Ltd. (RRVL), a subsidiary of Reliance Industries (RIL), acquired a minority stake of Urban Ladder Home Decor Solutions Pvt. Ltd. for Rs. 182.12 crore (US$ 24.67 million).

* • In November 2020, Flipkart acquired Scapic, an Augmented Reality (AR) firm, to boost user experience.

* • In November 2020, Amazon India has opened 'Made in India' toy store, in line with the government's ‘Atmanirbhar Bharat’ vision. The store will allow

17



thousands of manufacturers and vendors to sell toys driven by the Indian culture, folk tales and toys that promote creative thinking and are locally crafted & manufactured.

**Government initiatives**

Since 2014, the Government of India has announced various initiatives, namely Digital India, Make in India, Start-up India, Skill India and Innovation Fund. The timely and effective implementation of such programs will likely support growth of E-commerce in the country. Some of the major initiatives taken by the Government to promote E-commerce in India are as follows:

* • As of February 15, 2020, the Government eMarketplace (GeM), listed 1,071,747 sellers and service providers across over 13,899 product and 176 service categories. For the financial year 2020-21, government procurement from micro and small enterprises was worth Rs. 23,424 crore (US$ 3.2 billion).

* • In a bid to systematise the onboarding process of retailers on e-commerce platforms, the Department for Promotion of Industry and Internal Trade (DPIIT) is reportedly planning to utilise the Open Network for Digital Commerce (ONDC) to set protocols for cataloguing, vendor discovery and price discovery. The department aims to provide equal opportunities to all marketplace players to make optimum use of the e-commerce ecosystem in the larger interest of the country and its citizen.

* • National Retail Policy: The government had identified five areas in its proposed national retail policy—ease of doing business, rationalisation of the licence process, digitisation of retail, focus on reforms and an open network for digital commerce—stating that offline retail and e-commerce need to be administered in an integral manner.

* • The Consumer Protection (e-commerce) Rules 2020 notified by the Consumer Affairs Ministry in July directed e-commerce companies to display the country of origin alongside the product listings. In addition, the companies will also have

18



to reveal parameters that go behind determining product listings on their platforms.

* • Government e-Marketplace (GeM) signed a Memorandum of Understanding (MoU) with Union Bank of India to facilitate a cashless, paperless and transparent payment system for an array of services in October 2019.

* • Under the Digital India movement, Government launched various initiatives like Umang, Start-up India Portal, Bharat Interface for Money (BHIM) etc. to boost digitisation.

* • In October 2020, Minister of Commerce and Industry, Mr. Piyush Goyal invited start-ups to register at public procurement portal, GeM, and offer goods and services to government organisations and PSUs.

* • In October 2020, amending the equalisation levy rules of 2016, the government mandated foreign companies operating e-commerce platforms in India to have permanent account numbers (PAN). It imposed a 2% tax in the FY21 budget on the sale of goods or delivery of services through a non-resident ecommerce operator.

* • In order to increase the participation of foreign players in E-commerce, Indian Government hiked the limit of FDI in E-commerce marketplace model to up to 100% (in B2B models).

* • Heavy investment made by the Government in rolling out fiber network for 5G will help boost E-commerce in India.

19



**Road Ahead**

The E-commerce industry has been directly impacting micro, small & medium enterprises (MSME) in India by providing means of financing, technology and training and has a favourable cascading effect on other industries as well. Indian E-commerce industry has been on an upward growth trajectory and is expected to surpass the US to become the second largest E-commerce market in the world by 2034. Technology enabled innovations like digital payments, hyper-local logistics, analytics driven customer engagement and digital advertisements will likely support the growth in the sector. The growth in E-commerce sector will also boost employment, increase revenues from export, increase tax collection by ex-chequers, and provide better products and services to customers in the long-term. Rise in smartphone usage is expected to rise 84% to reach 859 million by 2022.

E-retail market is expected to continue its strong growth - it registered a CAGR of over 35% to reach Rs. 1.8 trillion (US$ 25.75 billion) in FY20. Over the next five years, the Indian e-retail industry is projected to exceed ~300-350 million shoppers, propelling the online Gross Merchandise Value (GMV) to US$ 100-120 billion by 2025.

According to Bain & Company report, India’s social commerce gross merchandise value (GMV) stood at ~US$ 2 billion in 2020. By 2025, it is expected to reach US$ 20 billion, with a potentially monumental jump to US$ 70 billion by 2030, owing to high mobile usage.

20



**SUGGESTIONS**

* ✓ Close existing digital divides among individuals, for example by expanding affordable and quality broadband to rural and underserved areas, enhancing financial inclusion, and fostering trust and the acquisition of skills to participate in e-commerce.

* ✓ Foster e-commerce participation by the most vulnerable, for example by introducing community-based delivery programmes for elderly and reserved delivery slots. Ensure that vulnerable consumers are protected from unfair business practices and unsafe products.

* ✓ Support the creation of innovative e-commerce business models, ensuring that regulatory frameworks remain flexible enough to accommodate combinations of online and offline business functions. Reduce regulatory uncertainty and promote transparency through information sharing.

* ✓ Ensure that SMEs can participate in e-commerce, for example by providing policy, regulatory or financial incentives for sales diversification and establishing a level playing for SMEs relying on the services of online platforms.

* ✓ Reduce bottlenecks in the enabling environment for e-commerce, including areas such as connectivity, trade, logistics and postal services.

21



**CONCLUSION**

E-Commerce industry is that force which cannot be ignored by any element of the economy. Coronavirus pandemic proved that one of the major tools that can help consumers during crisis is e-commerce. In order to maintain social distancing and self-quarantine the consumers have become more reliable on the e-commerce industry.

In the questionnaire the respondents were asked to rate their experience of online shopping before covid19 and also during covid19. The graph 6 shows the ratings of consumers according to their experience before covid19. According to which 35.8% rated 4 whereas 3% rated 1 and 3.9% as 5.



**Graph 6**

22





The graph 7 shows the ratings of consumers according to their experience during covid19. According to which 41.8% rated it as 3, 11.9% as 5 and 4.5% as 1.



**Graph 7**

The Commanders of E-Commerce needs to figure out the ways and means of not only surviving but staying ahead for whole of the community. This pandemic led people to get engaged with technology to deeper extend and so it paved a way for the E-Commerce growth as well. Electronic Commerce is Intensified by Covid19.

23



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24

