# Social Media Influencers' Effects On Cloth Shop in China

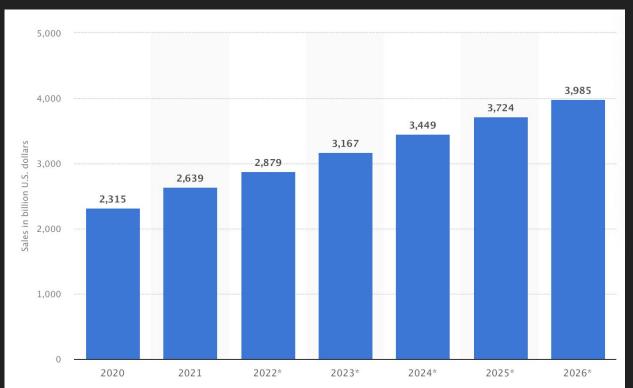
Rosy Xu

#### Social Media Influencers in China





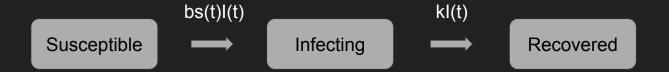
#### E-commerce in China



12% increase compared to 2020

Reference: Statista

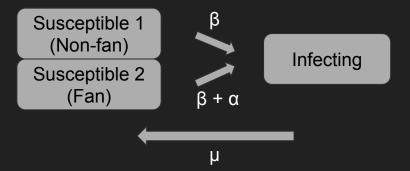
## SIR Model in Epidemiology



b is the average number of people each infected person contact per unit time k is average proportion of people will lose infect ability per unit time s is the proportion of S among all population

$$\begin{cases} \frac{dS}{dt} = -bsI \\ \frac{dI}{dt} = bsI - kI \\ \frac{dR}{dt} = kI \end{cases}$$

### SIS Model in Cloth Shop



eta: fraction of people attracted to purchase due to factors other than influencer's post per unit time lpha: fraction of people attracted to purchase due to influencer's post per unit time  $\mu$ : fraction of people regenerate the desire to repurchase the product in the future per unit time

$$\begin{cases} \frac{dS_1}{dt} = -\beta S_1 + \mu S_1 I \\ \frac{dS_2}{dt} = -(\beta + \alpha) S_2 + \mu S_2 I \\ \frac{dI}{dt} = \beta S_1 + (\alpha + \beta) S_2 - \mu S_1 I - \mu S_2 I \end{cases}$$

## Assumption of SIS Model in Cloth Shop

- · The total population (S + I) does not change over time
- · People in infecting group going back to S1 and S2 group proportionally
- · Non-fan will not influenced by the social media influencer

#### **Dataset**

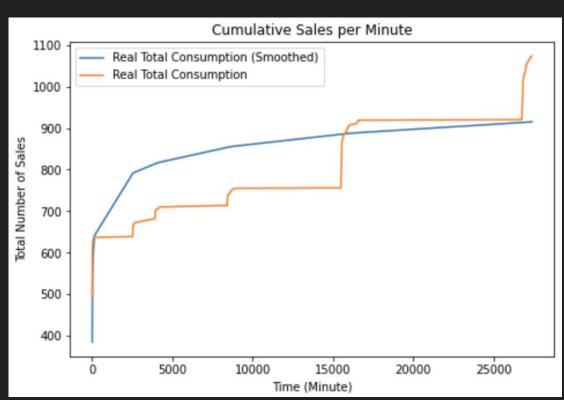
· From: A Cloth Shop in China

· Product Type: Coat

· Release Time: 2022-10-25

· Cardinality: 1073

· Duration: 27404 minutes



#### Parameter Simulation

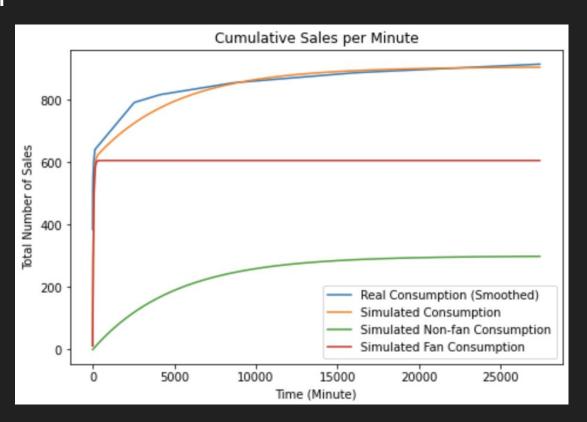
 $\alpha = 0.02$ 

 $\beta = 0.0002$ 

 $\mu = 0.0000001$ 

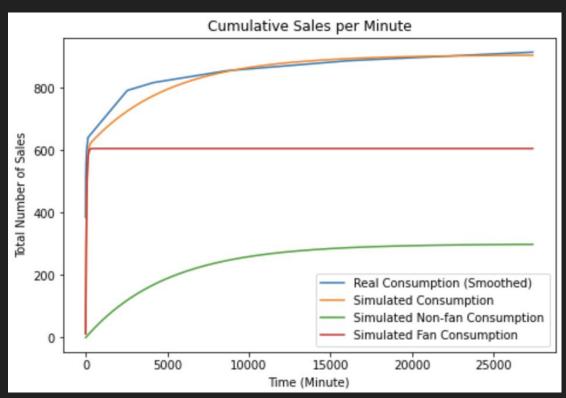
S1(0) = 300

S2(0) = 600

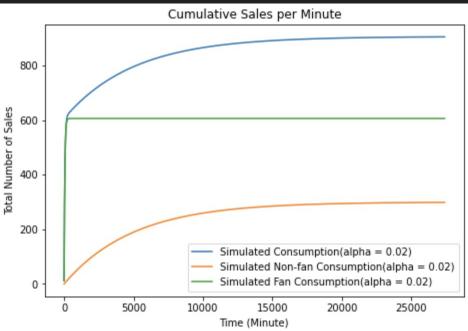


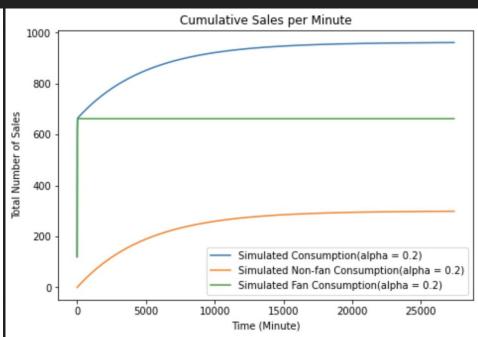
### Implication of Simulation

- · All consumptions are increasing in decreasing rate
- · Almost all population in S2 purchase in 200 minutes
- Social media influencer's attraction (α) is 100 times of the attraction other than social media influencer's attraction (β)

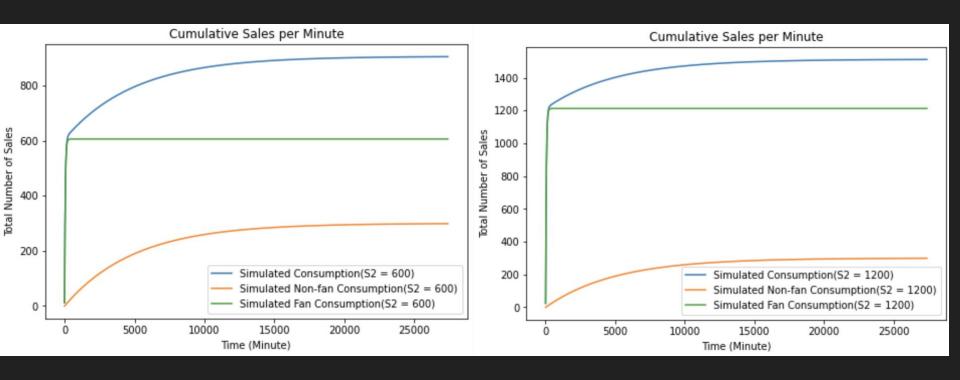


#### Ceteris Paribus, increase α

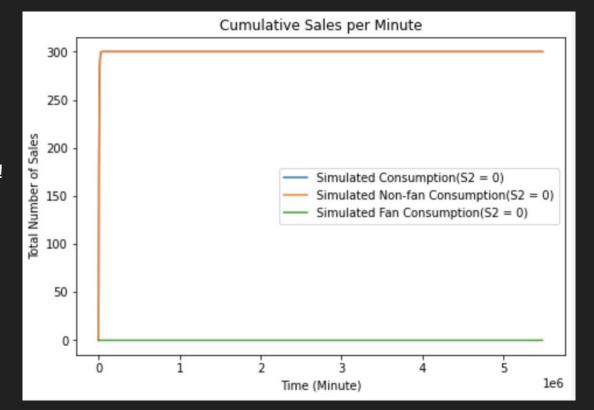




# Ceteris Paribus, double population of fans



## What if not using any social media influencer...



Takes Endless time!

#### Conclusion

- · Cooperating with social media influencer do increases the sales of product
- · Increasing S2 would be more effective than increasing α
- · Only know the social media influencer's effect after the product is sold

### Improvement

- · The parameters are arbitrary. In the future, we can build another model and find the formula for  $\alpha$ ,  $\beta$ , and  $\mu$  using meaningful data, for example, repurchasing rate.
- The population in S1, S2 are unclear before releasing the product. In the future, we can try to find the S1, S2 before so that we can predict the sale and choose the social media influencer that maximize the sales.

#### Reference

https://jingdaily.com/liu-genghong-workout-livestreams-fila/

https://www.statista.com/statistics/289734/china-retail-ecommerce-sales/

## Acknowledgement

Thanks for Professor David Meyer help with my model during the whole semester.

Thanks for my classmates listening to my project presentation.

Q&A