

The Influence Of *Product Perceived Quality, Service, Environment And Assortment* On Customer Loyalty With Customer Satisfaction As An Intervening Variable In Angkringan UMKM In Mojokerto Regency

Ade Setia Pratama^{1*}, Sudarmiati², Ludi Wishnu Wardhana³

¹ Student of the Management Science Doctoral Study Program, State University of Malang, Indonesia

^{2,3} Lecturer in the Management Science Doctoral Study Program, State University of Malang, Indonesia

*Corresponding Author:

Email: ade.setia.2304139@students.um.ac.id

Abstract.

The development of the culinary business in Indonesia began to bloom in the 1970s with the rapid emergence of many restaurants which became an opportunity for companies to develop their business. One of these developments is the emergence of the trend of roadside angkringan which is now reaching millennial generation consumers and has become a new favorite sector that is worth developing. The presence of this angkringan answers the desires and needs of the lower middle class community and has big implications in driving the community economy. This research aims to find out the influence of Product Perceived Quality, Service, Environment, Assortment on Loyalty through Satisfaction. The expected benefit of this research is to increase the body of knowledge in the field of management, especially how big the influence of satisfaction is so that it increases loyalty which will ultimately increase purchases. The research method used is a quantitative method with data processing using AMOS. Data collection was carried out by distributing questionnaires to 130 respondents with the characteristics of male and female respondents aged 18-60 years, who visited several food courts spread across the Mojokerto Regency area at least twice a year. The research results show that Product Perceived Quality with a regression coefficient of 0.426 positively and significantly influences satisfaction; Service with a regression coefficient of 0.242 positively and significantly influences Satisfaction, Environment with a regression coefficient of 0.136 positively and significantly influences Satisfaction. Assortment, with a regression coefficient of 0.748, positively and significantly influences Satisfaction, and Satisfaction with a regression coefficient of 0.633 positively and significantly influences loyalty.

Keywords: *Product Perceived Quality, Service, Environment, Assortment and Satisfaction and Loyalty.*

I. INTRODUCTION

The food and beverage industry is one of the mainstay manufacturing sectors in making a major contribution to national economic growth. Its performance achievements so far have been recorded as consistently positive or have increased from year to year, starting from its role in increasing productivity, investment, exports to employment. This is also influenced by the tourism sector which is increasingly emerging, there are many MSMEs which aim to train independence so that they can improve the prosperity of the economy. This picture further emphasizes that the food industry sector has great potential in increasing state income. Not only in the middle to upper market segmentation or what we more often call restaurants, depots or restaurants, but increasingly it is expanding to the MSME sector, one of which is the angkringan stalls on the side of the road which are increasingly in demand by millennials.

Starting from a trend that is developing in big cities like Jogjakarta, angkringan has its own position in the eyes of the people of Mojokerto who want to enjoy typical culinary and traditional snacks or just cure their longing for their home city, namely Jogjakarta. This moment has been developing since approximately 2017, starting from a few outlets but now has almost spread to all corners of the city of Mojokerto with an average number of visitors of 500 to 1000 people per day. Based on the information above, the author sees the continuity of academic research on customer satisfaction and loyalty. In this research the author included several variables such as product perceived quality, service, environment, assortment. This research aims to determine the extent of the mediating effect of customer satisfaction on the relationship between perceived product quality, service, environment and various factors on loyalty from angkringan stalls spread across Mojokerto Regency.

II. LITERATURE REVIEW

Product Perceived Quality

Perceived product quality is a characteristic of a product or service that supports its ability to satisfy customer needs. From the definitions above, it can be concluded that product quality is the ability of a product to fulfill customer desires. Customer desires include product durability, product reliability, ease of use and other valuable attributes. (Kotler and Armstrong, 2012)

Services (Service)

Service can be viewed as a system consisting of two main components, namely service operations which are often invisible or unknown to customers (back office or backstage) and service delivery which is usually visible or known to customers (often also called front office or frontstage)", (Tjiptono, 2016)

Environment(Environment)

The definition of environment is described as an embodiment of the quality of the physical environment which can be considered important in influencing the level of customer satisfaction, especially because customer responses to the physical form of the environment are part of their consumption experience. (Ha and Jang, 2012).

Assortment(Product Diversity)

Ais product completeness which concerns the depth, breadth and quality of the products offered as well as the availability of these products at any time in the store. (Farli Liwe, 2015). Decisions regarding product placement are related to product availability/product diversity in appropriate quantities and in very appropriate locations (Tjiptono, 2015).

Loyalty(Loyalty)

LCustomer loyalty is a customer's deep commitment to re-subscribe or re-purchase selected products or services consistently in the future, even though situational influences and marketing efforts have the potential to cause changes in behavior. (Sangadji and Sopiah, 2013).

Satisfaction(Satisfaction)

Customer satisfaction can be defined simply, namely a condition where customer needs, desires and expectations can be met through the products consumed. Because customer satisfaction really depends on their perceptions and expectations, we as producers or parties providing services need to know several factors that influence this. (Nasution, 2001).

III. METHODS

Types of research

This research aims to prove the causal relationship of several variables that have been explained in the previous chapter so that the research is called causal research. The variables in question are product perceived quality to satisfaction, service to satisfaction, environment to satisfaction, assortment to satisfaction and satisfaction to loyalty. The method used in this research is a quantitative method, namely quantitative research, namely research method that uses data processing in the form of numbers as a tool for analyzing and conducting research studies, especially regarding what has been researched (Kasiram, 2008). In this research, the method used is the Structural Equation Model (SEM) method using AMOS 22.0 software. This research model is expected to be able to explain the relationship between variables in order to understand the factors that influence satisfaction and loyalty.

Population and Sample

In this study, the population referred to is all visitors who have visited and become customers at 25 angkringan spread across Mojokerto, while the sample is used to estimate population characteristics (Sumarni and Wahyuni, 2006). The researcher took a sample of 130 people who had visited and become customers and the technique used in sampling this research was Non Probability Sampling using the Snowball Sampling method. Non Probability Sampling is a sampling technique that provides unequal opportunities for each element or member of the population to was chosen as the sample, this is because the number of customers cannot be known with certainty.

Data collection technique

Data collection techniques are carried out through questionnaires distributed to customers. Respondents' perceptions will be measured using a measurement scale to make it easier. The measurement scale is a scale that has been agreed upon as a reference for determining the length and shortness of the intervals in the measuring instrument, so that when the measuring instrument is used for measurement, it gets quantitative results (Sugiyono, 2011). The respondents' perceptions were measured using a Likert scale, using a scale of 1 to 5. Statements were made using a scale of 1-5 to obtain interval data and were given the following values:

- 1= Strongly disagree
- 2= Disagree
- 3= Neutral
- 4= Agree
- 5= Strongly agree

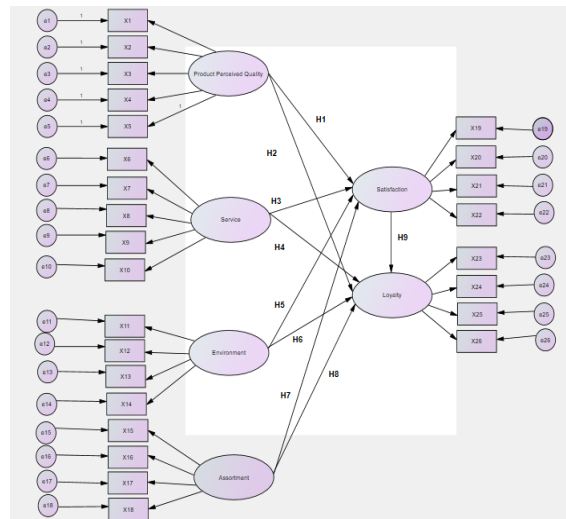
A scale number of 1 indicates strongly disagree and a scale number of 5 indicates strongly disagree.

Research Hypothesis

Based on the description and data presented above, the hypothesis in this research is as follows:

- H1:**Product Perceived Quality significant effect on satisfaction.
- H2:**Product Perceived Quality has a significant effect on loyalty.
- H3:**Service has a significant effect on satisfaction.
- H4:**Service has a significant effect on satisfaction.
- H5:**Environment significant effect on satisfaction.
- H6:**Environment has a significant effect on loyalty.
- H7:**Assortment significant effect on satisfaction.
- H8:**Assortment has a significant effect on loyalty.
- H9:**Satisfaction has a significant effect on loyalty.

Research Conceptual Framework



1. Data analysis

Data Quality Test Results

In this research, the data analysis technique used is the Structural Equation Model (SEM) which consists of seven stages, namely:

1. Development of a theoretical model The theoretical model in this research has been described in the research model consisting of 26 indicators to test the existence of a causal relationship between Product Perceived Quality, Service, Environment, Assortment and Loyalty through Satisfaction.
2. Development of flow diagrams (path diagrams) Flow diagrams for testing models created based on a theoretical thinking framework

3. Convert the flow diagram into equations for the research model
4. Selecting the input matrix and estimation technique. The input data used in this research is the covariance matrix or correlation matrix for the entire estimation. The sample size used in this research was 130 respondents who were consumers who had visited and made purchases at least twice a year. The software used is AMOS 22.0 with maximum likelihood estimation.
5. Assess the possibility of identification problems

Goodness of Fit Index

<i>Godness of Fit Index</i>	<i>Cut of Value</i>
<i>X2-Chi Square</i>	Expected to be small
<i>Significant Probability</i>	≥ 0.05
RMSEA	≤ 0.08
GFI	≥ 0.09
AGNI	≥ 0.09
CMIN/DF	≤ 2.00
TLI	≥ 0.95
CFI	≥ 0.95

Source: Ferdinand (2002)

The model identification process is in principle a problem regarding the inability of the model being developed to produce unique estimates. Symptoms of identification problems include:

- (1) very large standard error for one or more coefficients;
- (2) the program is unable to produce the information matrix that should be presented;
- (3) the appearance of strange numbers, such as a negative variance error;
- (4) the emergence of a very high correlation between the estimated coefficients obtained.

Model evaluation Testing of model suitability is carried out through a review of goodness of fit criteria. In summary, model interpretation and modification. In this final stage, model interpretation and modification of models that do not meet the test requirements will be carried out.

Data Normality Evaluation

Data Normality Test Results

Variables	min	max	skew	cr	kurtosis	cr
Z4	2,000	5,000	-,228	-1,062	,210	,489
Z3	2,000	5,000	-,138	-,641	,134	,313
Z2	2,000	5,000	-,019	-,089	-,221	-,515
Z1	2,000	5,000	-,284	-1,320	,344	,800
Y4	2,000	5,000	,025	,114	-,364	-,848
Y3	2,000	5,000	,028	,132	-,297	-,692
Y2	2,000	5,000	-,131	-,611	-,153	-,355
Y1	2,000	5,000	,133	,618	-,532	-1,239
X4.4	1,000	5,000	-,498	-2,316	,732	1,703
X4.3	2,000	5,000	,541	2,517	-,286	-,665
X4.2	2,000	5,000	,325	1,514	-,181	-,422
X4.1	1,000	5,000	,210	,976	,486	1,131
X3.4	2,000	5,000	,213	,989	-,400	-,931
X3.3	2,000	5,000	-,052	-,243	-,337	-,785
X3.2	2,000	5,000	-,134	-,622	-,588	-1,368
X3.1	2,000	5,000	-,402	-1,873	-,148	-,345
X2.5	2,000	5,000	-,304	-1,415	-,423	-,984
X2.4	2,000	5,000	-,481	-2,238	,091	,212
X2.3	2,000	5,000	,024	,110	-,440	-1,023
X2.2	2,000	5,000	,044	,204	-,404	-,940
X2.1	2,000	5,000	-,006	-,026	-,272	-,632
X1.5	2,000	5,000	-,134	-,623	-,201	-,468
X1.4	2,000	5,000	-,189	-,879	-,003	-,008
X1.3	2,000	5,000	-,009	-,042	-,286	-,666
X1.2	2,000	5,000	-,017	-,080	-,300	-,698

Variables	min	max	skew	cr	kurtosis	cr
X1.1	2,000	5,000	-,059	-,275	-,165	-,385
Multivariate					13,678	2,044

The maximum likelihood estimation technique requires the normality assumption to be met. The condition for fulfilling the normality assumption is to use a critical ratio (CR) value of ± 2.58 at a significance level of 1%. This means that if in the normality assessment table, the CR value is outside the range of ± 2.58 , then normality is not met (Ferdinand, 2002). Normality testing is carried out to find out whether the data distribution meets the normality assumption. If the data stated has met the normality requirements then the data is processed further using SEM modeling. This table shows that the minimum value in the CR column for each data is in the range -2.58 to +2.58. Therefore, there is no evidence that the distribution of this data is not normal so this data is suitable for use in further evaluation.

Univariate Outliers

Outliers are observations that look very different from other observations and appear in the form of extreme values for either a single variable or a combination of variables (Hair et al., 1995 in Ferdinand, 2002). The treatment of outliers depends on how they arise. Evaluation of outliers includes analysis of univariate outliers and multivariate outliers. 4.2.3.2.1 Univariate Outliers Testing for the presence of univariate outliers can be done by determining the threshold value that will be categorized as an outlier by converting the research data values into a standard score or what can be called a z-score, which has a mean of zero with a standard deviation by one. For large samples (above 80 observations), the evaluation guideline is that the threshold value of the z-score is in the range -4 to 4 (Hair et al., 1995 in Ferdinand, 2002). Based on the results of the conversion to z-score values shown in table 4.24, it can be seen that the maximum and minimum values for all variables are in the range -4 to 4, so there are no univariate outliers in this research data.

Z-score Descriptive Statistics

	N	Minimum	Maximum	Mean	Std. Deviation
Zscore (X1.1)	130	2.00	5.00	3.7385	.64163
Zscore (X1.2)	130	2.00	5.00	3.7308	.69090
Zscore (X1.3)	130	2.00	5.00	3.7154	.68466
Zscore (X1.4)	130	2.00	5.00	3.7077	.64033
Zscore (X1.5)	130	2.00	5.00	3.5923	.71198
Zscore (X2.1)	130	2.00	5.00	3.8231	.64056
Zscore (X2.2)	130	2.00	5.00	3.8154	.65633
Zscore (X2.3)	130	2.00	5.00	3.6846	.74745
Zscore (X2.4)	130	2.00	5.00	3.6692	.73017
Zscore (X2.5)	130	2.00	5.00	3.5231	.79937
Zscore (X3.1)	130	2.00	5.00	3.8154	.79519
Zscore (X3.2)	130	2.00	5.00	4.0000	.70436
Zscore (X3.3)	130	2.00	5.00	3.7769	.70728
Zscore (X3.4)	130	2.00	5.00	3.4077	.80402
Zscore (X4.1)	130	1.00	5.00	3.5154	.70694
Zscore (X4.2)	130	2.00	5.00	3.4615	.63678
Zscore (X4.3)	130	2.00	5.00	3.5077	.71794
Zscore (X4.4)	130	1.00	5.00	3.3462	.85101
Zscore (Y1)	130	2.00	5.00	3.7385	.69943
Zscore (Y2)	130	2.00	5.00	3.9615	.65182
Zscore (Y3)	130	2.00	5.00	3.7385	.61699
Zscore (Y4)	130	2.00	5.00	3.8231	.65255
Zscore (Z1)	130	2.00	5.00	3.8000	.56239
Zscore (Z2)	130	2.00	5.00	3.8154	.63227
Zscore (Z3)	130	2.00	5.00	3.8769	.61019
Zscore (Z4)	130	2.00	5.00	3.8077	.62377
Valid N (listwise)	130				

Multivariate Outliners

Evaluation of multivariate outliers needs to be carried out because even though the data analyzed shows that there are no outliers at the univariate level, these observations can become outliers if they are combined with each other. This evaluation is carried out using the Mahalanobis Distance test which shows the distance of an observation from the average of all variables in a multidimensional space (Hair et al., 1995; Norusis, 1994; Tabachnick and Fidell, 1996 in Ferdinand 2002). This test was carried out using the Mahalanobis Distance criterion at the $p < 0.001$ level. Mahalanobis Distance is evaluated using

Mahalanobis Distance

Observation number	Mahalanobis d-squared	p1	p2
48	42,665	,021	,936
114	41,934	,025	,838
66	40,662	,034	,815
20	38,801	,051	,902
124	38,642	,053	,821
...	...		
...	...		

Mahalanobis Distance Test (Mahalanobis Distance)

Mahalanobis Distance	X2 table	Conclusion
Highest		
42,665	54,052	There are no outliers

is part of the Mahalanobis Distance evaluation results which have been sorted based on the Mahalanobis d-squared value. The results of data processing in the table show that the Mahalanobis dsquared value is smaller than 84.4031, so it can be concluded that in this data there are no multivariate outliers.

Evaluation of Multicollinearity and Singularity

Multicollinearity can be detected from the determinant of the covariance matrix. A very small determinant value of the covariance matrix indicates the existence of a multicollinearity or singularity problem (Tabachnick and Fidell, 1998 in Ferdinand, 2002). In AMOS software, the application will immediately provide a warning if a singularity occurs in the covariance matrix. From the AMOS test results, it was found that the determinant of the 736281 matrix is far from zero. Therefore, it can be concluded that there is no evidence of multicollinearity or singularity in this combination of data variables, so this data can be analyzed further.

Confirmatory Factor Analysis (Confirmatory Factor Analysis)

Ferdinand (2002) explains that confirmatory factor analysis is aimed at estimating measurement models, testing the unidimensionality of exogenous and endogenous constructs. At this stage, the model will confirm whether the observed variables reflect the factors being analyzed.

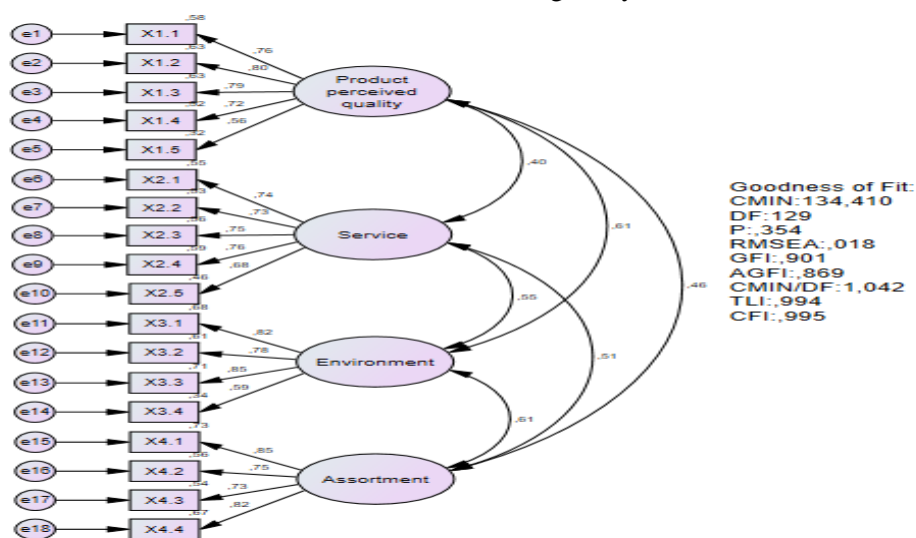


Fig 4.3. Confirmatory Analysis of Product Perceived Quality, Service, Environment, Assortment, Satisfaction, Loyalty.

At the confirmatory analysis stage, exogenous constructs were tested to test the suitability of the model and the unidimensionality of the exogenous constructs. The measurement model in confirmatory analysis of exogenous constructs includes six independent variables used in this research, namely Analysis of Product Perceived Quality, Service, Environment, Assortment, Satisfaction and Loyalty.

Test Factor Weights and Factor Loading Values

Product Perceived Quality, Service, Environment and Assortment.

			CR	P	Estimate
X1.1	<---	X1			1,000
X1.2	<---	X1	8,656	***	1,129
X1.3	<---	X1	8,932	***	<u>1,113</u>
X1.4	<---	X1	7,786	***	,944
X1.5	<---	X1	6,096	***	,825
X2.1	<---	X2			1,000
X2.2	<---	X2	7,877	***	1,003
X2.3	<---	X2	7,941	***	1,179
X2.4	<---	X2	8,071	***	1,176
X2.5	<---	X2	7,168	***	1,138
X3.1	<---	X3			1,000
X3.2	<---	X3	9,531	***	,838
X3.3	<---	X3	10,384	***	,912
X3.4	<---	X3	6,909	***	,719
X4.1	<---	X4			1,000
X4.2	<---	X4	9,624	***	,791
X4.3	<---	X4	9,068	***	,873
X4.4	<---	X4	10,467	***	1,159

In this table it can be seen that all CR values for the observation variables of Product Perceived Quality, Service, Environment, Assortment are greater than 2.00. So all of these indicators are significantly indicators of the latent factors they form. Therefore, all indicators are acceptable. The results of testing the Product Perceived Quality, Service, Environment, Assortment model can be seen in the table. Through this table, it can be seen that the loading factor (lamda) value for each variable is greater than 0.40. so these indicators together provide unidimensionality for the latent variable.

Confirmatory Factor Analysis of Endogenous Variables

At the confirmatory analysis stage, tests were carried out on endogenous constructs to test the suitability of the model and the unidimensionality of the endogenous constructs. The measurement model in the confirmatory analysis of endogenous constructs includes two dependent variables used in this research, namely satisfaction and loyalty. The satisfaction variable consists of 3 indicators, loyalty consists of 3 indicators.

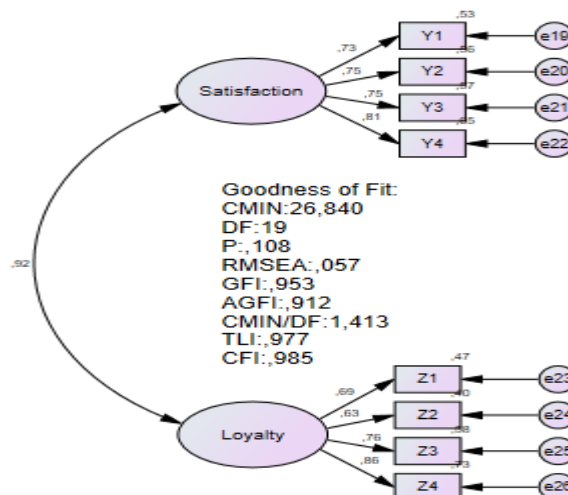


Fig 4.4. Confirmatory Analysis Perceived value, Customer satisfaction and Customer loyalty.

It is known that all CR values for the Perceived value, Customer satisfaction and Customer loyalty variables are greater than 2.00. Therefore, all of these indicators are significantly indicators of the latent factors they form. Therefore, all indicators are acceptable. The results of testing the Perceived value, Customer satisfaction and Customer loyalty construct models can also be seen in the table. Through this table, it can be seen that the factor loading (lamda) value for each variable is greater than 0.40. So these indicators together provide unidimensionality for the latent variable.

Test Factor Weights and Factor Loading Values

Satisfaction and Loyalty

			CR	P	Estimate
Y1	<---	Y			1,000
Y2	<---	Y	8,044	***	,958
Y3	<---	Y	8,111	***	,911
Y4	<---	Y	8,836	***	1,029
Z1	<---	Z			1,000
Z2	<---	Z	6,442	***	1,027
Z3	<---	Z	7,719	***	<u>1,204</u>
Z4	<---	Z	8,645	***	1,379

Full Structural Equation Modeling Analysis

After the model is analyzed through confirmatory factor analysis, each indicator in the fit model can be used to define the latent construct. This means creating a full SEM (Structural Equation Model) model. Apart from that, the model is also analyzed to evaluate the degree of goodness of fit between the model and money data. The measurement model for analyzing full Structural Equation Modeling includes 6 variables used in this research, namely Product Perceived Quality, Service, Environment, Assortment, Satisfaction and Loyalty using 26 indicators.

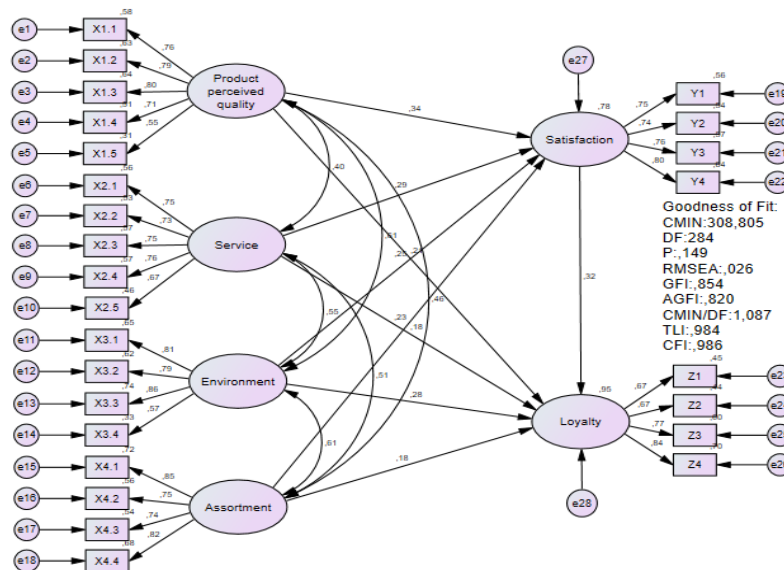


Fig 4.5. Full Structural Equation Model

Table 4.5 shows that the Chi-square in this study has a value of 308,805 which means it is smaller than the cut off value obtained from the Chi-square table for df 160 with a significance level of 5%, namely 324.305. The significance probability value is above 0.05, which is equal to 0.149. Therefore it can be concluded that the model is good. The CMIN/DF, GFI, AGFI, CFI, TLI, and RMSEA values can meet the goodness of fit criteria.

Feasibility Testing Index

Goodness of fit index	Cut off value	Results	Conclusion
Chi-square	≤ 324.305 where Chi-square for df 284; significance level 5%	308,805	Good
Significance probability(p)	≥ 0.05	0.149	Good
CMIN/DF	≤ 2.00	1,087	Good

GFI	≥ 0.90	0.854	Marginal Fit
AGFI	≥ 0.90	0.820	Marginal Fit
CFI	≥ 0.90	0.986	Good
TLI	≥ 0.90	0.984	Good
RMSEA	≤ 0.08	0.026	Good

Source: Developed from the Full Structural Equation Model

Regression Weights Full Structural Equation Model

	Standardized	S.E	CR	P
Y <--- X1	,341	,101	3,601	***
Y <--- X2	,286	,099	3,168	,002
Y <--- X3	,252	,089	2,303	,021
Y <--- X4	,227	,080	2,481	,013
Z <--- X1	,211	,070	2,318	,020
Z <--- X2	,180	,064	2,203	,028
Z <--- X3	,275	,056	2,852	,004
Z <--- X4	,180	,051	2,217	,027
Z <--- Y	,317	,109	2,087	,037

The table above shows that the structural equation model is as follows:

$$Y = 0.341*X1 + 0.286*X2 + 0.252*X3 + 0.227*X4 \text{ Errorvar} = 0.217, R\text{-square} = 0.783$$

$$Z = 0.211*X1 + 0.180*X2 + 0.275*X3 + 0.180*X4 + 0.317*Y \text{ Errorvar} = 0.045, R\text{-square} = 0.955$$

1.2.4 Reliability Test

Basically, a reliability test shows the extent to which a measuring instrument can provide relatively the same results if carried out again on the same subject. The reliability test in SEM can be obtained through the following formula (Ferdinand, 2002).

$$\text{Construct - Reliability} = \frac{(\sum \text{Std Loading})^2}{(\sum \text{Std Loading})^2 + \sum E_j}$$

Information:

- Standard loading is obtained by standardized loading for each indicator obtained from the results of computer calculations.
- E_j is the measurement error of each indicator. Measurement error can be obtained from 1 – indicator reliability. Acceptable level of reliability ≥ 0.7 .

Reliability Test

Variable	Indicator	Loading Factor (FL)	FL2	Error	Construct Reliability
Product Perceived Quality	X1	0.432	0.186624	0.813376	0.764512
	X2	0.846	0.715716	0.284284	
	X3	0.506	0.256036	0.743964	
	X4	0.626	0.391876	0.608124	
	X5	0.413	0.170569	0.829431	
Service	X6	0.604	0.364816	0.635184	0.733675
	X7	0.421	0.177241	0.822759	
	X8	0.599	0.312481	0.687519	
	X9	0.602	0.362404	0.632404	
	X10	0.733	0.537289	0.462711	
Environment	X11	0.891	0.793881	0.206119	0.783205
	X12	0.557	0.310249	0.689751	
	X13	0.696	0.484416	0.515584	
	X14	0.488	0.238144	0.761856	
Assortment	X15	0.455	0.207025	0.792975	0.733429
	X16	0.748	0.559504	0.440496	
	X17	0.86	0.7396	0.2604	
	X18	0.648	0.419904	0.580096	

<i>Satisfaction</i>	Z19			0.679644	0.745911
		0.566	0.320356		
	Z20	0.461	0.212521	0.787479	
	Z21			0.270684	
		0.854	0.729316		
	Z22	0.489	0.239121	0.760879	
<i>Loyalty</i>	Y23	0.759	0.576081	0.423919	0.759634
	Y24	0.422	0.178084	0.821916	
	Y25	0.414	0.171396	0.828604	
	Y26	0.647	0.418609	0.581391	

Hypothesis Testing Results

Looking at the calculation results using confirmatory factors and structural equation models, the model in this research is acceptable. The measurement results have met the goodness of fit criteria, namely chi-square = 308.805; significant probability = 0.149; RMSEA = 0.26; CMIN/DF = 1.087; TLI = 0.984; and CFI = 0.986. Next, based on this fit model, eight hypotheses proposed in this research will be tested.

Hypothesis Test Results

Hypothesis	Analysis
H1: Product Perceived Quality significant effect on satisfaction.	Accepted
H2: Product Perceived Quality has a significant effect on loyalty	Accepted
H3: Service has a significant effect on satisfaction	Accepted
H4: Service has a significant effect on loyalty	Accepted
H5: Environment significant effect on satisfaction	Accepted
H6: Environment has a significant effect on loyalty	Accepted
H7: Assortment significant effect on satisfaction	Accepted
H8: Assortment has a significant effect on loyalty	Accepted
H9: Satisfaction has a significant effect on loyalty	Accepted

IV. DISCUSSION AND RESULT

Discussion of Research Results

H1: Product Perceived Quality has a significant effect on satisfaction of Angkringan customers in Mojokerto

The estimated parameters between Product Perceived Quality and satisfaction show significant positive results with a CR value = 2.797 and a regression coefficient of 0.426 with an acceptable hypothesis standard, namely $CR \geq \pm 2.00$ with a significance level of <0.05 (5%), so it can be said that hypothesis 1 (H1) is accepted. Therefore, hypothesis (H1) has a positive influence on satisfaction and needs to be maintained or improved product quality.

H2: Product Perceived Quality has a significant effect on loyalty among Angkringan customers in Mojokerto

The estimated parameters between Product Perceived Quality and loyalty show significant positive results with a value of $CR = 2.458$ and a regression coefficient of 0.647 with a standard hypothesis that can be rejected, namely $CR \geq \pm 2.00$ with a significance level of <0.05 (5%), so it can be said that hypothesis 2 (H2) is accepted. Therefore, hypothesis (H2) has a positive influence on loyalty and needs to be maintained or improved product quality.

H3: Service has a significant effect on satisfaction of Angkringan customers in Mojokerto

The estimated parameters between service and satisfaction show significant positive results with a value of $CR = 2.171$ and a regression coefficient of 0.242 with a standard hypothesis that can be rejected, namely $CR \geq \pm 2.00$ with a significance level of <0.05 (5%), so it can be said that hypothesis 3 (H3) accepted. Therefore, hypothesis (H3) has a positive influence on satisfaction and the quality of service needs to be maintained or improved.

H4: Service has a significant effect on loyalty of Angkringan customers in Mojokerto

The estimated parameters between service and loyalty show significant positive results with a value of $CR = 2.013$ and a regression coefficient of 0.316 with a standard hypothesis that can be rejected, namely $CR \geq \pm$

2.00 with a significance level of <0.05 (5%), so it can be said that hypothesis 4 (H4) accepted. Therefore, hypothesis (H4) has a positive influence on loyalty and needs to be maintained or improved service quality.

H5: Environment has a significant effect on satisfaction of Angkringan customers in Mojokerto
The estimated parameters between Environment and satisfaction show results that are not significant in the positive direction with a value of $CR = 0.136$ and a regression coefficient of 0.715 with a standard hypothesis that can be rejected, namely $CR \geq \pm 2.00$ with a significance level of <0.05 (5%), so it can be said that hypothesis 5 (H5) accepted. Therefore, hypothesis (H5) has a positive influence on satisfaction and the physical environment needs to be maintained or improved.

H6: Environment has a significant effect on loyalty of Angkringan customers in Mojokerto
The estimated parameters between Environment and loyalty show significant results in the positive direction with a value of $CR = 2.460$ and a regression coefficient of 0.645 with a standard hypothesis that can be rejected, namely $CR \geq \pm 2.00$ with a significance level of <0.05 (5%), so it can be said that hypothesis 6 (H6) accepted. Therefore, hypothesis (H6) has a positive influence on loyalty and the physical environment needs to be maintained or improved.

H7: Assortment has a significant effect on satisfaction of Angkringan customers in Mojokerto
The estimated parameters between Assortment and satisfaction show significant positive results with a value of $CR = 2.322$ and a regression coefficient of 0.748 with a standard hypothesis that can be rejected, namely $CR \geq \pm 2.00$ with a significance level of <0.05 (5%), so it can be said that hypothesis 7 (H7) accepted. Therefore, hypothesis (H7) has a positive influence on loyalty and needs to be maintained or improved product quality.

H8: Assortment has a significant effect on loyalty of Angkringan customers in Mojokerto
The estimated parameters between Assortment and loyalty show significant positive results with a value of $CR = 2.244$ and a regression coefficient of 0.807 with a standard hypothesis that can be rejected, namely $CR \geq \pm 2.00$ with a significance level of <0.05 (5%), so it can be said that hypothesis 8 (H8) accepted. Therefore, hypothesis (H8) has a positive influence on satisfaction and needs to be maintained or increased in the amount of product diversity.

H9: Satisfaction has a significant effect on loyalty among Angkringan customers in Mojokerto
The estimated parameters between Product variety and Perceived value show significant positive results with a value of $CR = 2.857$ and a regression coefficient of 0.633 with a standard hypothesis that can be rejected, namely $CR \geq \pm 2.00$ with a significance level of <0.05 (5%), so it can be said that hypothesis 9 (H9) is accepted. Therefore, hypothesis (H9) has a positive influence on loyalty and needs to be maintained or increased in the amount of product diversity.

V. CONCLUSION

1. Product Perceived Quality has a significant influence on customer satisfaction at Warung Angkringan in Mojokerto
2. Product Perceived Quality has a significant influence on customer loyalty at Warung Angkringan in Mojokerto.
3. Service has a significant influence on customer satisfaction at Warung Angkringan in Mojokerto.
4. Service has a significant influence on customer loyalty at Warung Angkringan in Mojokerto.
5. Environment has a significant influence on customer satisfaction at Warung Angkringan in Mojokerto.
6. Environment has a significant influence on customer loyalty at Warung Angkringan in Mojokerto.
7. Assortment has a significant influence on customer satisfaction at Warung Angkringan in Mojokerto.
8. Assortment has a significant influence on customer loyalty at Warung Angkringan in Mojokerto.
9. Satisfaction has a significant effect on customer loyalty at Warung Angkringan in Mojokerto.

REFERENCES

- [1] Adly, MI & Eid, R. (2016) An empirical study of the relationship between shopping environment, customer perceived value, satisfaction, and loyalty in the UAE malls context. Retrieved April 8, 2020, from <https://www.sciencedirect.com/science/article/abs/pii/S0969698916300017>
- [2] Boev, C. (2012) The Relationship Between Nurses' Perception of Work Environment and Patient Satisfaction in Adult Critical Care. Retrieved April 5, 2020, from <https://scihub.tw/https://sigmapubs.onlinelibrary.wiley.com/doi/abs/10.1111/j.1547-5069.2012.01466.x>
- [3] Bangwal, D. & Tiwari, P. (2019). Workplace environment, employee satisfaction and intent to stay. Retrieved April 8, 2020, from <https://www.emerald.com/insight/content/doi/10.1108/IJCHM-04-2017-0230/full/html>
- [4] Cheng, BL (2017) Customer Satisfaction And Loyalty: Evidence From Malaysia's Hotel Industry from (<https://www.emerald.com/insight/content/doi/10.1108/IJQSS-09-2017-0081/full/html>)
- [5] Diehl, K. & Poynor, C (2018) Great Expectations?! Assortment Size, Expectations, and Satisfaction. Retrieved April 5, 2020, from <https://journals.sagepub.com/doi/abs/10.1509/jmkr.47.2.312>
- [6] docplayer.info (2 May 2018). Consumer Purchase Decision Process (Kotler and Keller, 2009). Retrieved April 5, 2020, from <https://www.google.com/url?sa=t&rct=j&q=&esrc=s&source=web&cd=3&cad=rja&uact=8&ved=2ahUKEwiN06rMzDoAhUFVysKHTvmBv8QFjACegQIAhAB&url=https%3A%2F%2Fdocplayer.info%2F37912659-According-kotler-dan-keller-2009-a-product-is-anything-that-can-be-offered-to-the-market-to-satisfy-a-desire-or.html&usg=AOvVaw1Qln9Tr9PH7vgmTIOyNdO>
- [7] Endri, N. (2018). Customer Satisfaction Mediates the Effect of Service Quality and Promotion on Customer Loyalty (Master of Management Program - Satya Negara University, Mercu Buana University).
- [8] Griffin, L. & Babin (2009) How quality, value, image, and satisfaction create loyalty at a Chinese telecom. Retrieved April 5, 2020, from <https://www.sciencedirect.com/science/article/abs/pii/S0148296308002452>
- [10] Hartanto, A. & Andreani, F. (2018) The Influence of Product Quality, Service Quality, and Physical Environment on Customer Loyalty Through Customer Satisfaction as a Median Variable at De Mandailing Café Surabaya (Business Management Program, Management Study Program, Faculty of Economics, Petra Christian University).
- [11] hani309.blogspot.com (16 December 2012) Product Quality. Retrieved April 5, 2020, from <https://www.google.com/url?sa=t&rct=j&q=&esrc=s&source=web&cd=1&cad=rja&uact=8&ved=2ahUKEwjsrdCP0uDoAhVGWX0KHSsCHoQFjAAegQIBRAB&url=http%3A%2F%2Fhani309.blogspot.com%2F2016%2F12%2Fku-product-qualityproduct-quality.html&usg=AOvVaw04tVIfgtKh0v3tmccspBSx>
- [12] Hafeez, S. (2012) The Impact of Service Quality, Customer Satisfaction and Loyalty Programs on Customer's Loyalty: Evidence from Banking Sector of Pakistan. Retrieved April 5, 2020, from http://www.ijbssnet.com/journals/Vol_3_No_16_Special_Issue_August_2012/21.pdf
- [13] Han & Hyun (2017) Impact of hotel-restaurant image and quality of physical-environment, service, and food on satisfaction and intention. Retrieved April 5, 2020, from <https://www.sciencedirect.com/science/article/abs/pii/S0278431916301785>
- [14] Heesup Han & Kisang Ryu (2009) The Roles of the Physical Environment, Price Perception, and Customer Satisfaction in Determining Customer Loyalty in the Restaurant Industry. Retrieved April 5, 2020, from <https://journals.sagepub.com/doi/abs/10.1177/1096348009344212>
- [15] Huddelston, P. (2009) Customer satisfaction in food retailing: comparing specialty and conventional grocery stores. Retrieved April 5, 2020 (Michigan State University, East Lansing, Michigan, USA), from <https://www.emerald.com/insight/content/doi/10.1108/09590550910927162/full/html>
- [16] Jawapos.com (15 November 2020). Bu Rudy's Sambal Success Story and Expansion to Harbor Nine Perak. Retrieved April 5, 2020, from <https://www.jawapos.com/sisi-lain/15/11/2019/cerita-sukses-sambal-bu-rudy-anggaran-ekspansi-ke-harbour-nine-perak/>
- [17] JonIvar, H. & Nettet, H. E (2009) Impacts of store and chain images on the “quality–satisfaction–loyalty process” in petrol retailing. Retrieved April 5, 2020, from <https://www.sciencedirect.com/science/article/abs/pii/S0969698909000812>
- [18] Kontan.co.id (22 March 2020). Gapmmi: The prospects for the food and beverage industry are difficult to predict because they are influenced by purchasing power. Retrieved April 5, 2020, from <https://industri.kontan.co.id/news/gapmmi-prospek-industrifood-drink-difficult-to-predict-because-it-is-affected-purchasing-power?page=all>.

- [19] Kumparan.com (21 January 2020). Tips for Culinary Businesses So They Can Last Long and Be Successful. Retrieved April 5, 2020, from <https://kumparan.com/karjaid/tips-untuk-bisnis-kuliner-agar-bisa-berlahan-lama-dan-sukses-1sgWiVq8QZG>.
- [20] Kristiana, D. (2 March 2013) The Influence of Product Quality on Customer Satisfaction at Restaurants in "Lesehan 88" Madiun. Retrieved April 5, 2020, from <https://www.google.com/url?sa=t&rct=j&q=&esrc=s&source=web&cd=1&cad=rja&uact=8&ved=2ahUKEwiS3tjo0ODoAhWWeX0KHeszB-gQFjAAegQIAxAB&url=http%3A%2F%2Fjournal.unipma.ac.id%2Findex.php%2Fequilibrium%2Farticle%2Fdownload%2F612%2F544&usq=AOvVaw3NQCT1Q0MSNh7T5gysRfe3>
- [21] Kim, P. & Kwon (2017) Corporate social responsibility as a determinant of consumer loyalty: An examination of ethical standards, satisfaction, and trust. Retrieved April 6, 2020, from <https://www.sciencedirect.com/science/article/abs/pii/S0148296317300784>
- [22] Lee, HC (2018) The Study Of Destination Image, Service Quality, Satisfaction And Behavioral Intention – An Example Of Dapeng Bay National Scenic Area from (<https://pdfs.semanticscholar.org/6694/9b9cd4a99763a30c009e241d5eafbb372c6d.pdf>).
- [23] Lombard, C. Pinlon, BL (2018) Regional product assortment and merchandising in grocery stores: Strategies and target customer segments. Retrieved April 5, 2020, from
- [24] <https://www.sciencedirect.com/science/article/abs/pii/S0969698917304460>
- [25] Moothy, K. (2018) Corporate image no longer leads to customer satisfaction and loyalty: a Malaysian perspective. Retrieved April 5, 2020, from
- [26] [file:///C:/Users/User/Downloads/file%20jurnal%20pendukung/2.%20khrisna%20moorthy%20\(2018\).pdf](file:///C:/Users/User/Downloads/file%20jurnal%20pendukung/2.%20khrisna%20moorthy%20(2018).pdf)
- [27] Marakanon, L. & Panjakajornsak, V. (2017) Perceived quality, perceived risk and customer trust affecting customer loyalty of environmentally friendly electronics products. Retrieved April 8, 2020, from <https://www.sciencedirect.com/science/article/pii/S2452315116301564>
- [28] Moreira, A.C., & Silva, P.M. (2015). The trust-commitment challenge in service quality-loyalty relationships. (International Journal of Health Care Quality Assurance, 28(3), 253–266. doi:10.1108/IJHCQA-02-2014-0017), from <https://sci-hub.tw/https://doi.org/10.1108/IJHCQA-02-2014-0017>
- [29] Proxigroup.com (10 January 2015) Understanding Products, Quality Definitions and Product Quality Dimensions. Retrieved April 8, 2020.
- [30] Pizzi, G. & Scarpi, D. (2015) The effect of shelf layout on satisfaction and perceived assortment size: An empirical assessment. Retrieved April 5, 2020, from
- [31] <https://www.sciencedirect.com/science/article/abs/pii/S0969698915300369>
- [32] Ramli, AH (2016) Patient Service and Satisfaction Systems. Retrieved April 5, 2020, from <https://trijurnal.lemlit.trisakti.ac.id/ber/article/view/4633/3680>
- [33] Sutrisno, DO (2019) The Influence of Sales Force Competition, Trust in Sales Personnel and Assortment on Loyalty Intentions Through Consumer Satisfaction at the Ibox Surabaya Store (Department of Management, Faculty of Business, Widya Mandala Catholic University, Surabaya).
- [34] Surabayapagi.com (1 July 2019). 24 Years of Depot Mrs. Rudy, Through Culinary Building the Country. Retrieved April 5, 2020, from <http://www.surabayapagi.com/read/24-tahun-depot-bu-rudy-via-kuliner-mbangun-negeri>.
- [35] Ti Bei, L. & Chiao, Y. C (2001) An integrated model for the effects of perceived product, perceived service quality, and perceived price fairness on consumer satisfaction and loyalty (*Journal of Consumer Satisfaction, Dissatisfaction and Complaining Behavior*).
- [36] timesindonesia.co.id (1 July 2019). Retrieved April 5, 2020, from <https://www.timesindonesia.co.id/read/news/218879/cerita-24-tahun-depot-bu-rudy-konsisten-sajikan-kuliner-tradisional-jawa>
- [37] Vaitone, N. V & Skackauskiene, I (2020) Service Customer Loyalty: An Evaluation Based on Loyalty. Retrieved April 5, 2020, from <https://sci-hub.tw/https://doi.org/10.3390/su12062260>
- [38] Vinenza, A. & Phiri, N. (2017) Importance of location and product assortment on flea market loyalty. Retrieved April 8, 2020, from <https://www.tandfonline.com/doi/abs/10.1080/02642069.2017.1410541>
- [39] Wen Chuah, SH (2017) What drives Gen Y loyalty? Understanding the mediated moderating role of switching costs and alternative attractiveness in the value-satisfaction-loyalty chain. Retrieved April 8, 2020, from <https://www.sciencedirect.com/science/article/abs/pii/S0969698916302946>
- [40] Wong, Y. (2019) An Empirical Study of the Relationship between Mall Environment, Satisfaction and Loyalty in the Home Store Context. Retrieved April 9, 2020.