

Levering Ai-Driven in Social Media Marketing: Shaping Consumer Behavior & Super Charging Sales Promotion

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ABSTRACT

Fast developments in the field of artificial intelligence (AI) have redefined how social media marketing is being conducted, and can be used by any brand to ensure more efficient selling of its products to the consumers. The study aims to evaluate the effectiveness of AI in enhancing sales promotion strategies and to identify challenges and ethical considerations in AI-powered marketing. Automated content generation is one of the most evident effects of AI whenever it comes to social media marketing. Generative AI can produce a catchy ad copy, create visually appealing images and even make a brief video, targeted at a particular segment of your audience. The analysis examines the effects of AI-driven technologies including content generation, sentiment analysis, hyper-personalization and predictive targeting on consumer behavior and their input in promotional and marketing efforts. Through a convenience sampling method approach involving 120 respondents, statistical analyses, including the Friedman test and Mann–Whitney U test, were conducted to assess perceptions and identify key challenges. The findings pointed to the AI-based marketing significantly affecting the purchase intention and brand loyalty with the regulatory environment, best practices, and data privacy being the most crucial ethical considerations. The research supports the necessity to balance between automation and human creativity, provide transparency and follow the ethical principles. Through AI integration, the businesses can intensify sales promotion, consumer experiences, and trust in the digital environment.

Keywords: AI-driven marketing, social media, consumer behavior, sales promotion, personalization, predictive targeting, data privacy and ethics.



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INTRODUCTION

(AI) has jumped, in years, or mere decades, from the far future Hope to a routinely used business instrument, especially within the capacity of social media marketing. The concept of automated posting and basic analytics has grown to an intricate complex of AI-fueled technologies aimed to comprehend, forecast, and shape consumer behavior in chilling, incomparable detail. Social networking sites Face book, Instagram, Tik Tok, LinkedIn, and X (previously known as Twitter) have become rich arenas upon which marketers can apply AI-

powered tactics due to their now algorithm-driven use of powerful. Data explosion and computational power are the two big forces driving the acceleration in the use of AI in marketing. Click, comment, like, share, and watch produce data on valuable behavior. The abundance benefits AI in that it can unlock large-scale datasets to draw conclusions after sifting past enough data with a trail of patterns and insights which would take humans weeks or even months to uncover. The outcome is hyper-personalized marketing campaigns, highly targeted audience targeting and ever-increasing efficiency of

real-time engagement strategies that are much more efficient as compared to the traditional approaches.

In addition to content development, AI is used in recommendation engines that determine the content viewed by the users, thereby guaranteeing that marketers only make the effort to reach their target customers with no wastage. Conversational AI and Chat bots have also transformed customer service within the social environment giving the user 24/7 customer support and quick responses, which improve user experience and maintain customer relations. Notably, the emergence of the AI is not just efficiency related rather, it is predictive. Sentiment analysis and predictive modeling powered by AI allow marketers to now be predictive mode predicting trends, campaign performances, and even preempting crises before they take off. This development of reactive to proactive marketing helps brands to be proactive in relation to competition that moves towards a more rapid environment in the digital world. Since AI will further develop, it will be used even more in social media marketing. As the generative models, augmented reality (AR) as well as voice-based commerce improve, AI will allow even more immersive and interactive experiences. It goes unsaid that with businesses that are open enough to accept this technology, there exists a massive opportunity to modify the consumers behavior and give a boost to the sales promotions, thus heralding a new age where creativity and data intelligence are chums.

Evolution of Social Media Marketing

Traditional Methods vs. AI-Driven Strategies

Traditional Methods: Throughout the early years of the development of social media, all the marketing approaches were manual: brands developed the content of the campaigns by themselves, published at a specific time, they used the demographic targeting such as age, gender, or the location. The essential metrics were recorded in terms of performance, such as likes, shares, and followers, thus providing a poor understanding of how the audience acts. Changes during the campaign were mostly reactive, with indicators such as click-through rates (or the number of comments) forming the basis of decisions to change campaign factors. It was time consuming, less dynamic, and more difficult to customize and so marketers found it difficult to provide the relevant content at the right time by addressing the specific user.

AI-Driven Strategies: The approaches that use AI, in turn, harness the power of social media marketing by automating and streamlining it through machine learning and natural language processing as well as predictive and pattern analytics. The AI tools create unique pieces of content, and also analyze the audience feelings instantly, and can give insights into the most convenient posting times and modes. Hyper-targeting via behavioral and lookalike modeling is now possible using platforms, and chat bots can provide personalised customer service in real time. The strategies are non-reactive but active

allowing brands to understand the trends, scale-personalize messaging, and produce dynamic and changing content based on consumer behaviour, making it more efficient, engaging and ultimately conversation making.

AI Tools Powering Social Media

Artificial intelligence has become the driving engine behind some of the most effective tools in social media marketing. From creating captivating content to optimizing delivery and customer interaction, AI solutions are transforming how brands engage audiences.

Content Creation: Generative AI (generative AI tools like Chat GPT, Jasper, Copy.ai, and Magic Studio in Canva) allows marketers to create platform-specific, high-quality content in bulk. Such systems are able to write convincing advertising copy, create the individually customized captions, devise the branded images, and even develop the short videos. When understanding what people like in their content, AI makes sure that every single piece of information appeals to a certain demographic, be it an entertaining Instagram reel or an instructional LinkedIn article or a Tik Tok recipe remake. This automation can save time and further, it enables marketers to explore more creative types that enhance the level of engagement.

Planning and Optimization: Artificial intelligence-based scheduling solutions such as Buffer, Hoot suite Auto Schedule, and a more recent package by Later Best Time to Post utilize machine learning to recognize the best posting times depending on the audience behavioral trends. They use historic data interaction rates, time zones, and patterns of how users consume materials, so that it is published when followers are the most likely to respond. Other than schedule, AI helps support channel-wise optimization- changing the content format, hash tags, and even color scheme to best fit into the algorithm of each channel to achieve maximum outreach and exposure.

Conversational Agents and Chat bots: Chat bots based on AI like Many Chat, Drift, and those in-built on Messenger provided by Meta can ensure 24/7 interaction with the customers. They are able to respond to frequently asked questions, make product recommendations, make orders, and even handle complaints on real time. These bots can interpret meaning, tone and purpose using natural language processing (NLP) which makes interaction seem human-like. This real-time interaction creates trust, decreases response time, and leaves the human agents to deal with the more complex customer requirements. Powerful bots will also be combined with CRM systems, which will make the data flow smooth and include customized follow-ups. Combinations of such AI-enabled tools offer a virtuous ecosystem of constant development, providing, and interacting, therefore providing the brands more flexibility, accuracy, and consumer-

centricity at a time when competition within the social media environment has increased significantly.

Research Gap

The power of AI-driven marketing has already gained much traction in the global marketing sphere; currently, the existing body of literature is more occupied with its technical possibilities and integration into the general marketing picture and fails to discuss how it can affect molding consumer behavior and enhancing sales promotion in the dynamic field of social media. Earlier research had focused on AI tools in the form of chat bots, recommendation systems, and predictive analytics but few empirical studies, bring all these tools in line with consumer decision-making psychology, customized connectivity, and the issues of ethics in a real world marketing context. Additionally, most studies do not marry quantitative analytical results to determine differences in perception by specific demographic segment including in emerging economies where adoption of AI may be different given the analysis in developed markets. Such ethical issues as data privacy, regulation, and automation/human creativity balance are recognized in theory and have never been discussed in applied marketing contexts before. Such discrepancy indicates that extensive research is needed to not only quantify the success of AI in stimulating consumer activations and purchases but also discuss the regulatory, ethical, and trust-based implications of applying it in social media marketing campaigns.

Importance of the Study

The research is also significant because it will help in comprehending the changing role of AI in transforming social media marketing tactic to influence consumer behaviour and boost sales promotion. Integrating quantitative with real industry marketing views makes it fruitful to read as long as marketers, advertisers and brand strategists work towards getting maximum benefits of Artificial Intelligence and reducing any risks involved. The study also notes the most important tools, including content creation, sentiment analysis, hyper-personalization and predictive targeting, allowing the brand to launch extremely targeted and effective campaigns. It also sheds light on moral and compliance factor stressing on the importance of responsible implementation of AI. To policymakers, the study may be used as a point of reference when coming up with fair guidelines to encourage innovation and still protect consumer confidence. In the case of academia, the study will lead to the expansion of knowledge by plugging the lapse that exists between the theory and the reality regarding AI and how it can apply to the setting of purchase decisions. These insights have a critical importance in sustaining brand growth in the competitive digital marketplace by increasing the consumer satisfaction and ensuring competitive advantage. Finally, the paper also prepares the business community with a roadmap that they can analyze strategically and ethically adapt AI in their social media marketing processes.

Statement of the Problem

The rate of integration of artificial intelligence with the social media about brand marketing, offers unique possibilities that have never been experienced in terms of brand interaction with consumers, namely, personalizing the experiences, and ultimately, sales expansion. Nonetheless, the shift has its problems regarding the ethics of practice, data privacy, algorithmic discrimination, and excessive automation, when everything can be offered to humans instead of creativity. There is a growing application of AI tools involving automated content generation, sentiment tracking and predictive analytics in influencing consumer behavior and optimization of sales promotions, and yet there exists limited empirical evidence that explains how consumers perceive such interventions especially within diverse demographic contexts. Additionally, poor regulation envelopes the AI in marketing, which prompts the questions of compliance and trust building. Otherwise, since its main aim is to build positive relationships with consumers, marketers expose themselves to great risks of taking actions that could alienate the target market and negatively affect brands. The absence of comprehensive, data-driven researches on AI-driven marketing strategies and the connection between them and the consumer behavior and the effectiveness of promotions create a serious issue, which must be solved in order to guarantee the business development and admirable ethics in the digital market.

Objectives

- ✓ To understand the role of AI-driven tools in influencing consumer behavior on social media.
- ✓ To evaluate the effectiveness of AI in enhancing sales promotion strategies.
- ✓ To identify challenges and ethical considerations in AI-powered marketing.

METHODOLOGY

In studying the place of AI-powered tools in the development of consumer behavior and improved sales promotion in the social media marketing environment, the research design as adopted in this study is quantitative. The intended number of respondents was 120, and the convenience sampling method was used to select them because it is efficient in terms of finding people who can easily be reached and located as well as who are willing to respond. The sample consisted of the social media users whose demographic attributes were different to guarantee a wide range of views.

The structured questionnaire was used to collect the primary data by using Google Forms to survey the wide territory and disconnect the participation barrier. The survey consisted of blocks regarding demographic information, perceptions towards the use of AI-driven marketing tools (content creation, sentiment analysis, hyper-personalization, and predictive targeting), and the

ethical issues with data privacy and regulatory compliance and/or the issue of algorithmic transparency. Analysis and Results; Challenges & Ethical Considerations

A descriptive and inferential statistics was used to analyze the data. The Friedman test was applied to identify significant differences in the ranking of

challenges and ethical considerations associated with AI-driven social media marketing. The Mann–Whitney U test was used to examine whether perceptions differed significantly between male and female respondents. The methodological approach helped to achieve confidence in data-driven knowledge about the research goals and consider both the practical and even ethical aspects to the implementation of AI in marketing.

Table 1 Challenges & Ethical Considerations- Friedman test

Challenges	N	Mean	Std. Deviation	Mean Rank	Rank
Data privacy and consumer trust	120	3.42	1.220	4.53	3
Algorithmic bias and transparency	120	1.95	.776	3.71	4
Over-reliance on automation vs. human creativity	120	1.45	.672	2.97	5
Regulatory environment	120	3.79	.829	5.15	1
Best practices	120	3.36	.818	4.55	2
No. of Respondents	200				
Chi-Square difference	72.587				
Asymp. Sig.	4				
	.000				

The Friedman test was conducted to compare perceptions of respondents on five challenges and ethical considerations in the context studied. Since the p-value is less than 0.05, the results indicate a statistically significant difference among the mean ranks of the identified challenges.

The mean rank scores reveal that Regulatory environment (Mean Rank = 5.15) was perceived as the most critical challenge, followed by Best practices (4.55) and Data privacy and consumer trust (4.53). Algorithmic bias and transparency (3.71) ranked fourth, while Over-reliance on automation vs. human creativity (2.97) was considered the least pressing issue.

These findings suggest that respondents place the highest importance on regulatory compliance in AI-driven environments, while concerns about over-reliance on automation are comparatively lower. The significant chi-square result confirms that these differences are not due to random variation but reflect genuine differences in perception among the challenges.

H0: There is no significant association in the mean of AI Tools Powering Social Media according to the gender of the respondents

Table: 2- Mann-Whitney U AI Tools Powering Social Media

Constructs	Gender	N	Mean Rank	Test	Result
Content creation	Male	59	58.65	Mann-Whitney U	1690.500
	Female	61	62.29	Z	.591
	Total	120		Sig.	.354
Sentiment analysis and social listening	Male	59	59.95	Mann-Whitney U	1767.000
	Female	61	61.03	Z	-1.032
	Total	120		Sig.	.221
Hyper-personalization	Male	59	66.14	Mann-Whitney U	1466.500
	Female	61	55.04	Z	-1.402
	Total	120		Sig.	.161
Predictive targeting	Male	59	56.87	Mann-Whitney U	1585.500
	Female	61	64.01	Z	-1.183
	Total	120		Sig.	.236

The Mann–Whitney U test was performed to examine whether there is a significant difference in perceptions of leveraging AI-driven techniques in social media marketing between male and female respondents. The results for all four AI application areas — Content creation (U = 1690.500, p = 0.354), Sentiment analysis and social listening (U = 1767.000, p = 0.221), Hyper-personalization (U = 1466.500, p = 0.161), and Predictive targeting (U = 1585.500, p = 0.236) — show

that the p-values are all greater than 0.05. Therefore, we fail to reject the null hypothesis (H_0), indicating that there is no statistically significant difference in the mean ranks of responses between male and female participants for any of the AI-driven social media marketing dimensions assessed. This suggests that gender does not play a differentiating role in the way respondents perceive the use of AI across these functions.

DISCUSSION

Data Privacy and Consumer Trust: Social media marketing based on AI lies on concentrated collection and analysis of extensive volumes of user data. Though this makes it possible to individualize, it also provokes some major privacy issues. Increasingly, consumers are demanding that they be told what happens to their information including how it will be used, stored and shared. Data misuse or data breach may be a great disadvantage to a brand and destroy its credibility. In order to be credible, marketers should be employing effective data governance procedures, safe storage facilities, and transparent acceptance methods. By preserving privacy, one will not only be able to follow laws such as GDPR or CCPA but also to establish the brand as responsible and in one way or another ethical, making correct data privacy a competitive advantage, not as a way to comply with legislation.

Algorithmic Bias and Transparency: AIs are inherently only as unbiased as the data that they have been programmed on. When datasets are biased and/or incomplete, AI targeting can be discriminatory in unintentional ways—it can end up excluding or misinforming campaigns. The bias may occur in the suggestions of the material, the placement of advertisements of all types, or even the choice of influencers. There must be transparency: Marketers need to know, audit and document the decision-making process behind AI tools. The clarity of targeting criteria to the consumer will create security and constant testing of bias will minimize the effects that can befall the company. Businesses are encouraged to implement ethical models of AI and enlist the services of vendors that promise to have their data used ethically and implement algorithms that ensure more inclusivity and fairness in any marketing activities.

Over-Reliance on Automation vs. Human Creativity: Automation supplements humans at their work and makes it more efficient, but once too far reached, it threatens to compromise human ingenuity. Robotic content generation might not include the affect, the cultures, or the artistic spark of the content that infuses the creativity to reach out the audiences with authentic appeal. What an AI-generated post ends up with is technically perfect and emotionally sterile. Effective social media approaches strike the right equilibrium between the data-driven accuracy provided by AI on one hand and the human touch of creativity, storytelling and cultural insights on the other hand. Marketers ought to view AI as a co-pilot: doing the mundane, optimization, and analytics but granting an injection of brand personality, empathy, and vision to the human.

Regulatory Environment and Best Practices: AI in marketing is increasing rapidly and has left common regulatory standards behind; however, government regulations are gaining speed across the globe. Regulations, such as the EU or GDPR and the California CCPA, are establishing principles of data processing and processing consent as well as algorithm responsibility. It does not matter whether one is willing to comply or not, penalties of not complying can be gross both in terms of finances and reputation. Other good practices are the implementation of transparent policies on consent, regular auditing of AI, and ethically using staff during training, and recording decision-making. Brands who assume the proactive posture of ensuring that operations conform to the changing regulations not only eliminate the risk of legal liabilities, but also portray message of stance and credibility— which enhances relationships over time with consumers and stakeholders in a competitive digital world

Implications for the Study

The results of the given research have significant implications regarding marketers, policymakers, and researchers. Marketers can use the findings as evidence that AI-powered tools have substantial benefits in social media marketing since they support hyper-personalized content, predictive targeting, and customer engagement and will likely result in greater brand loyalty and higher sales. Nevertheless, the fact that regulatory environment, best practices, and data privacy are listed among the leading ethical issues means that companies have to pursue responsible AI practices in an effort to ensure that all consumers feel confident about their business partners. In the case of policymakers, the insights suggest that there must be clear and enforceable policies that can allow innovation and safety in ethical issues to apply in policymaking. Academically, this study will contribute to the small pool of empirical research discussing the connection between the AI capabilities and changes in consumer behavior and the success of sales prompts. It also gives future research an idea of how demographical and cultural differences come into play with perceptions and adoption of AI. In conclusion, the paper mentions that any proper implementation of AI in marketing should not only be technically sophisticated but also responsible, and exhibit strategic thinking and adherence to upcoming regulatory requirements.

Recommendations and Suggestions

The findings of the study are used on the basis of which a number of recommendations are offered. The corporations are advised to combine AI and human creativeness in a reasonable ratio without trying to eliminate the latter to guarantee the realistic and emotionally appealing marketing campaign. To achieve

consumer trust, marketers need to be more transparent in the use of AI with regard to creating content, personalizing, and targeting the consumers. To secure the most substantial advantages of the emergent tools, it is necessary to invest in AI literacy and staff training that will eat to reduce the misuse of technologies. A very good data governance policy must be in place to protect customer information and act according to the regulations involving privacy. To address this concern, policymakers need to strive to integrate governing frameworks on AI, which will be clear and minimize the compliance period on businesses. An industry effort would be required to devise ethical AI approaches to marketing that involve players, technological development and regulators. The researchers can further this study by investigating the effects of AI in other cultures and economies, evaluating long-term client relations (trust), and studying the upcoming AI tools outside the existing applications. In taking such steps, organizations will be able to maximize the potential of AI to boost sales promotions without negatively affecting moral standards and reducing their competitive advantage in the online environment.

CONCLUSION

The results of the research point to the radical possibilities of AI-powered tactics in altering the behaviour of the consumers and enhancing sales promotion activities in social media marketing. Employing content generation, sentiment analysis, hyper-personalization, and predictive targeting, businesses can provide hyper-relevant, highly engaging, experiences that can help businesses to connect deeper with customers and strengthen brand loyalty. The statistical report affirmed that the use of AI indeed has an outstanding influence in meeting the promotional goals, and the regulatory environment, best practices, and data privacy were perceived as the top most ethical factors by available respondents. These factors emphasize the importance of aligning AI-driven marketing practices with legal standards, industry guidelines, and consumer trust frameworks. Interestingly, the Mann–Whitney U test revealed no significant differences in perceptions between male and female respondents, suggesting that acceptance and understanding of AI applications transcend gender-based perspectives. This observation gives more weight to the universality of AI application in the modern marketing dimensions. Albeit the opportunities are significant, the paper also highlights some of the risks of automation, e.g., such an industry might be affected by algorithmic bias, overshooting reliance on automation, and a lack of transparency. The key to making the most out of AI is to maintain the efficient utilization of technology and the level of human creative expression while maintaining the authenticity and emotional appeal last long on campaigns. AI is an unprecedented solution that can turbo charger sales promotion and control consumer decision-making on the social media. But whether or not it will be successful long-term will rely on ethical use, regulatory adherence, and a focus on

being a consumer-oriented innovator. Companies which adopt this middle way will be in better place to have sustainable growth within the competitive environment offered by the digital world.

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