ISSN(print): 2643-9840, ISSN(online): 2643-9875

Volume 07 Issue 01 January 2024

DOI: 10.47191/ijmra/v7-i01-03, Impact Factor: 7.022

Page No. 17-21

Strengthening the Resilience and Competitiveness of MSMEs for Digital Independence of Tourism Villages Through Marketing Communication in Pesudukuh Village, Bagor District, Nganjuk Regency, East Java



Hudi Santoso¹, Wahyu Budi Priatna², Abung Supama Wijaya³, David Rizar Nugroho⁴

^{1,2,3} Digital Communication and Media Study Program, Vocational School, IPB University
 ⁴Communication Studies Program, Faculty of Social and Cultural Sciences, Pakuan University

ABSTRACT: This research explores the positive impact of digital marketing communication strategies on the resilience and competitiveness of Micro, Small, and Medium Enterprises (MSMEs) in Pesudukuh Village, a tourist village in Nganjuk Regency, East Java. The study focuses on the development of digital self-reliance. Utilizing a qualitative descriptive approach, the research delves into how MSMEs effectively leverage digital technology to navigate market volatility and expand their market reach.

The findings indicate that MSMEs adopting digital technology not only strengthen their resilience against external disruptions but also enhance their competitive positions in the global market. Investments in digital infrastructure, improved digital literacy among MSME stakeholders, and the implementation of marketing strategies emphasizing the cultural narrative of the village have proven successful in boosting the attractiveness of Pesudukuh Village as a tourist destination.

These research outcomes offer strategic insights for policymakers and business practitioners to support a sustainable MSME ecosystem. Furthermore, the study advocates for the integration of local cultural values into the digital economy and the development of the creative economy in Indonesia. Consequently, the research contributes significantly to fostering the growth and sustainability of MSMEs, reinforcing the role of Pesudukuh Village as a success model that effectively combines local traditions with digital innovation. In conclusion, the research underscores the importance of embracing digital marketing communication strategies as a means to empower MSMEs, enhance their resilience, and propel them onto the global stage. By promoting the integration of digital technologies and cultural values, this study advocates for a holistic approach to economic development that ensures the continued success of MSMEs in the evolving landscape of the digital economy.

KEYWORDS: Digital marketing communication strategies, Micro, Small, and Medium Enterprises (MSMEs), Resilience

I. INTRODUCTION

The concept of resilience has taken center stage in the study of local economic development, particularly in the face of market volatility and technological change. The resilience of Small, Micro, and Medium Enterprises (MSMEs), defined as the ability to survive, adapt, and grow amid external challenges, becomes critical in determining business continuity (Saad et al., 2022; Utami et al., 2021). In Pesudukuh Village, a tourist village in Bagor District, Nganjuk District, East Java, this resilience not only reflects the resilience of individual MSMEs but also the collective resilience of the community in advancing the local economy. The competitiveness of MSMEs is often associated with their ability to utilize innovation and technology In today's digital era, independence in utilizing digital technology is an important tool for MSMEs to achieve competitive advantage (Maksum et al., 2020; Saputra, 2021). Especially in Pesudukuh Village, where tourism potential is an asset that has not been maximally utilized, integrating digital marketing can open up new opportunities for a wider market (Candra et al., 2022; Olazo, 2023)

Marketing communication through digital media provides a platform for MSMEs to tell community stories, expand reach, and interact with customers more effectively (Triwardhani et al., 2023). This is important in Pesudukuh Village, where cultural narratives and local products can be a significant plus. Effective utilization of marketing communication strategies can facilitate MSMEs to stand out in this fast-paced and diverse market (Olazo, 2023; Sulaiman et al., 2020)

Previous studies have shown that tourism villages with resilient and competitive MSMEs can accelerate local economic development and create jobs (Khurana et al., 2022; Putranti et al., 2020; Srinita &; Saputra, 2023). However, research on digital

independence in tourism villages such as Pesudukuh Village is still limited, especially in the context of Indonesia which has social and cultural diversity. Therefore, this study is designed to fill gaps in the literature by exploring how MSMEs in Pesudukuh Village can strengthen the resilience and competitiveness of MSME actors to improve their business through effective digital marketing communication strategies (Hidayat et al., 2021; Tambunan, 2022). This will provide insight for stakeholders in formulating policies and strategies that support the digital independence of MSMEs, which will help advance not only the village economy but also broader contributions to Indonesia's creative economy

II. METHODS

This research is designed as a qualitative descriptive study that aims to explore deeply about strengthening the resilience and competitiveness of MSMEs through digital independence in Pesudukuh Village, Bagor District, Nganjuk Regency. The main sources of information in this study are central figures in the Pesudukuh Village community, including village heads who have strategic influence in the development and implementation of village policies, MSME actors who are the main subjects in improving the local economy, and marketing experts who provide professional perspectives on marketing and digital strategy. This study prioritizes the subjective perspective of the participants to gain a more comprehensive understanding of the existing phenomenon.

Data collection techniques are conducted through in-depth interviews designed to access the experiences, views, and aspirations of individual informants. Interviews are conducted using semi-structured interview guidelines that allow flexibility in discussion while still focusing on the research topic. This process facilitates the collection of data rich in context and nuance needed to analyze and understand the complexities behind MSME digital independence practices. The collected data were analyzed using content analysis methods to identify key themes, patterns, and relationships between variables emerging from informant narratives.

III. RESULTS OF RESEARCH AND DISCUSSION

Along with the rapid development of digital technology, the marketing world has undergone a significant transformation. Today, resilience is not only an integral part of MSMEs' operational strategies, but also a key element in their digital communication strategies. In the context of digital communications, resilience includes the ability to quickly adapt to changing market trends, adjust marketing content to meet dynamic consumer expectations, and recover from technical or market setbacks with minimal downtime (Ariningrum & Puspita, 2022). This activity is becoming even more important in tourist villages, where MSMEs rely on digital communication to attract and retain customers from different parts of the world. In this sense, resilience is not just about surviving the crisis, but also about seizing the opportunities that arise from changes in digital consumer behavior (Syamsari et al., 2022).

The link between resilience and digital communication becomes especially evident in Pesudukuh Village, where MSMEs must navigate unique challenges such as limited access to advanced technology and digital training. Here, resilience is not only measured through the capacity to sustain business operations during disruptions, but also through the ability to embrace digital innovation and integrate efficient and effective digital marketing practices(Batubara et al., 2022). The success of digital communication in Pesudukuh Village, and widely in MSMEs, depends heavily on this understanding and implementation of strategies that combine technical resilience with creativity and content innovation.

3.1 Adaptation of Digital Technology as a Pillar of MSME Resilience in Pesudukuh Village

In a dynamic market landscape where digital innovation often determines winners and those left behind, MSMEs in Pesudukuh Village stand out for their resilience. Proactive adaptation to digital technologies has proven to be the foundation of this business resilience. The use of diverse digital platforms, spanning social media to e-commerce markets, has succeeded in expanding the market reach of MSMEs far beyond traditional geographical boundaries, while optimizing their operational models for greater efficiency (Islami et al., 2021; Triwardhani et al., 2023). These initiatives, born out of the need to access a wider and more diverse market, have been shown to increase business resilience to fluctuations in the local economy.

Product innovation in MSMEs in Pesudukuh Village was revealed as an intuitive reaction to market inputs and data obtained through digital channels. However, this phenomenon goes beyond mere reaction; It represents the essence of resilience—the ability to grow, not just survive, by leveraging real-time market insights. This responsiveness, which allows MSMEs to adapt with speed and effectiveness to changing consumer preferences, marks them not only as entities that survive competition but also as innovators in fast-moving market ecosystems.

The resilience of MSMEs in Pesudukuh Village was last strengthened through community participation in an established local marketing network. The establishment of strategic alliances among MSMEs has created beneficial synergies, enabling more efficient risk sharing and resource allocation. This engagement emphasizes the important role of communities in supporting MSME resilience, not only from a financial perspective but also in social and knowledge transfer aspects. By supporting each other, MSMEs in Pesudukuh Village show a collective resilience, enabling them to overcome economic and social challenges that arise together.

3. 2 Strengthening MSME Competitiveness through Digital Marketing Communication

The increasingly digitized economic context of MSMEs in Pesudukuh Village has undergone a significant transformation in terms of the competitiveness of community products. The initiative of MSME players in utilizing digital technology, especially through the development and utilization of social media, has indicated a strategic shift towards a more interactive and personalized marketing approach. The impact of this shift is evident in the increase in sales volume and the establishment of a stronger brand identity, signifying that MSMEs have successfully devised marketing strategies that allow products to compete effectively in the wider market.

Analysis of MSME practices in Pesudukuh Village shows that the cultivation of local value and product authenticity play an integral role in creating competitive advantage. This is reflected in the positive response of consumers to marketing that prioritizes cultural aspects and product authenticity. By responding to authenticity-oriented consumer preferences, MSMEs have succeeded in not only increasing differentiation in the market but also strengthening relationships with customers, both from local and tourist circles.

The fusion of innovative digital marketing approaches with rich local values has proven to be a fruitful strategy for MSMEs in Pesudukuh Village. This integration has provided a platform for MSMEs to build and maintain a strong brand identity, which is crucial in attracting and retaining a customer base. Data shows that MSMEs that embrace cultural aspects in their digital marketing tend to have a higher level of business continuity and are able to develop sustainable markets.

Overall, the findings show that MSMEs in Pesudukuh Village have successfully adapted and integrated the latest marketing technology, while still staying true to their heritage and cultural values. This combination of technology and tradition not only increases their resilience and competitiveness but also paves the way for growth and expansion. A strong digital presence, along with respect for local heritage, has positioned these MSMEs at the forefront of capitalizing on the opportunities offered by the digital economy.

4.3 Progress of MSME Digital Independence in Pesudukuh Village as a Tourist Destination

In the context of Pesudukuh Village which is developing as a tourism village, digital independence has become an important aspect that supports local economic growth. Research shows that MSMEs in this village have made significant steps in building and optimizing their digital infrastructure. Investment in broadband technology, the construction of e-commerce websites, and the use of digital payment systems are some examples that mark the development of the village's digital infrastructure. This initiative not only increases the village's self-reliance in the technological aspect, but also strengthens the foundation for sustainable economic growth.

Improving digital skills among Pesudukuh MSMEs has become the main focus in achieving digital independence. Training programs aimed at improving digital literacy and online marketing have been implemented, resulting in a marked improvement in the ability of MSMEs to market and sell products online. These new skills enable MSMEs to more efficiently manage their business operations and more effectively reach a wider market, a crucial step in improving their competitiveness in the global arena. Marketing initiatives that have been designed by Pesudukuh MSMEs specifically target to highlight the characteristics and uniqueness of the village as a tourist destination. With marketing strategies that focus on storytelling and authentic experiences, MSMEs have succeeded in attracting domestic and international tourists. Marketing that utilizes visual media and engaging narratives has proven effective in increasing the visibility of villages in the tourist scene, as well as in promoting local products and services. The results also indicate that MSMEs in Pesudukuh Village have become more independent in the use and management of digital technology. They have developed their own websites, manage social media with scheduled content and clear targets, and utilize analytics tools to understand consumer behavior. Mastery of these digital tools not only strengthens their position in the digital economy but also gives them greater control over brand narratives and relationships with customers. Overall, the digital independence gained by MSMEs in Pesudukuh Village creates a positive impact on the village economy. This success reflects the great potential of digital technology integration in MSME marketing and business, especially in the context of tourism villages. The agility and adaptation of MSMEs to digital technology not only strengthens their resilience in the face of market changes but also adds value to the tourism experience offered by Pesudukuh Village.

V. CONCLUSIONS

Research conducted in Pesudukuh Village has shown that the resilience and competitiveness of MSMEs can be strengthened through the adoption and integration of effective digital marketing communication strategies. Digital independence, manifested through the use of online platforms for marketing and sales, has helped MSMEs in Pesudukuh Village not only to survive in fluctuating market conditions but also to thrive in a competitive digital ecosystem. Investment in digital infrastructure, the development of digital skills of MSME actors, and the implementation of marketing initiatives that emphasize the cultural uniqueness of the village, have proven effective in increasing the visibility and attractiveness of Pesudukuh Village as a tourist destination, while strengthening the position of MSMEs in the local and global economy. Furthermore, these findings provide significant implications for policymakers and business practitioners in formulating strategies that support sustainable economic growth in Pesudukuh Village. By prioritizing digital independence and blending it with authentic local values, MSMEs in Pesudukuh Village have the potential to not only increase their own economic capacity but also make a broader contribution to the development of Indonesia's creative economy. These results underscore the importance of strategic partnerships between governments, the business sector, and communities to facilitate an environment conducive to MSME growth, which will ultimately enrich the tourism experience and generate inclusive and sustainable economic benefits. Despite the significant strides made in Pesudukuh Village towards digital independence, it is imperative to recognize certain limitations. Firstly, there may exist a digital divide, wherein not all MSMEs benefit uniformly from the digital infrastructure and skills development initiatives. Inclusivity should be a primary concern, ensuring that all community members, irrespective of their background, have equal access to and can participate in the digital economy. Additionally, the sustainability of the current success should be scrutinized, considering potential challenges in maintaining and upgrading digital infrastructure over time. Cybersecurity is another looming concern, as increased reliance on digital platforms may expose businesses and tourists to potential cyber threats. Furthermore, there is a risk of dependency on tourism, and economic fluctuations or unforeseen events could adversely impact the village's economy. Environmental considerations must also be taken into account, as the integration of digital technology in tourism may have unintended consequences on the local environment. Data privacy issues loom large, necessitating clear guidelines to ensure responsible and ethical use of customer data. Continuous training and adaptation are crucial due to the ever-evolving nature of digital technology, and infrastructure challenges such as network reliability may impede day-to-day operations. Lastly, as Pesudukuh Village embraces the digital economy and tourism, there is a need to strike a delicate balance between economic development and the preservation of the village's cultural authenticity, safeguarding its unique identity in the face of increasing digital integration. Addressing these limitations will be pivotal in ensuring the sustained success and positive impact of Pesudukuh Village's digital independence initiatives on the local economy.

ACKNOWLEDGMENT

The completion of this article would not have been possible without the invaluable support and guidance received from the School of Vocational Studies, IPB University. We extend our deepest gratitude to the faculty members and staff of the Communication Digital and Media program for their unwavering encouragement and assistance throughout the research and writing process. Their expertise and insights have significantly enriched the content of this article. We also express our appreciation for the conducive academic environment and resources provided by the university, which have been instrumental in the development of our understanding and skills in the field of digital communication and media. This acknowledgment is a tribute to the commitment and excellence of the academic community at IPB University, and we are sincerely thankful for the opportunity to be a part of this esteemed institution.

REFERENCES

- Ariningrum, H., & Puspita, I. L. (2022). Utilizing micro, small and Medium enterprises business applications and communication in digital technology in the time of COVID 19. ... Conference of Economics, Business https://doi.org/10.4108/eai.7-10-2021.2316235
- Batubara, M., Arif, M., & Rahman, F. (2022). ... Of The Implementation Of The Community Activities Restrictions Enforcement (Care) On Small And Medium Enterprises In Medan City. ... of Applied Business https://journal.lppmunindra.ac.id/index.php/JABE/article/view/12898
- 3) Candra, S., Wiratama, I. N. A. D., Rahmadi, M. A., & Cahyadi, V. (2022). Innovation process of micro, small and medium enterprises (MSMEs) in greater Jakarta area (perspective from foodpreneurs). *Journal of Science and Technology Policy Management*, 13(3), 542–560. https://doi.org/10.1108/JSTPM-10-2020-0153
- 4) Hidayat, M., Latief, F., Widiawati, A., & ... (2021). Factors Supporting Business and its Distrubution to Business

Resilience In New Normal Era. Journal of Distribution https://koreascience.kr/article/JAKO202131659493625.page

- 5) Islami, N. N., Wahyuni, S., & Puji, R. P. N. (2021). Digital Literation of Micro, Small and Medium Enterprises (MSMEs) in Jember District. In S. null (Ed.), *IOP Conference Series: Earth and Environmental Science* (Vol. 747, Issue 1). IOP Publishing Ltd. https://doi.org/10.1088/1755-1315/747/1/012097
- 6) Khurana, I., Dutta, D. K., & Singh Ghura, A. (2022). SMEs and digital transformation during a crisis: The emergence of resilience as a second-order dynamic capability in an entrepreneurial ecosystem. *Journal of Business Research*, 150, 623–641. https://doi.org/10.1016/j.jbusres.2022.06.048
- 7) Maksum, I. R., Sri Rahayu, A. Y., & Kusumawardhani, D. (2020). A social enterprise approach to empowering micro, small and medium enterprises (SMEs) in Indonesia. *Journal of Open Innovation: Technology, Market, and Complexity*, 6(3). https://doi.org/10.3390/JOITMC6030050
- Olazo, D. B. (2023). Marketing competency, marketing innovation and sustainable competitive advantage of small and medium enterprises (SMEs): a mixed-method analysis. *Asia Pacific Journal of Marketing and Logistics*, 35(4), 890–907. https://doi.org/10.1108/APJML-01-2022-0050
- 9) Putranti, I. R., Windiani, R., & ... (2020). Cyber Resilience of Small and Medium Enterprises in Semarang City. In Jurnal Sosial....download.garuda.kemdikbud.go.id. http://download.garuda.kemdikbud.go.id/article.php?article=1991706&val=1588&title=Cyber Resilience of Small and Medium Enterprises in Semarang City
- Saad, N. A., Elgazzar, S., & Mlaker Kac, S. (2022). Investigating the Impact of Resilience, Responsiveness, and Quality on Customer Loyalty of MSMEs: Empirical Evidence. *Sustainability (Switzerland)*, 14(9). https://doi.org/10.3390/su14095011
- Saputra, A. (2021). Increasing Competitive and Marketing Technology Skills for Small Medium Micro Business in Padang City with Customer Relationship Management (CRM) Concept. Proceedings - 2nd International Conference on Computer Science and Engineering: The Effects of the Digital World After Pandemic (EDWAP), IC2SE 2021. https://doi.org/10.1109/IC2SE52832.2021.9791937
- 12) Srinita, S., & Saputra, J. (2023). Investigating the resilience of micro, small and medium enterprises in entering the digital market using social media: Evidence from Aceh province, Indonesia. *International Journal of Data and Network Science*, *7*(4), 2041–2052. https://doi.org/10.5267/j.ijdns.2023.8.018
- 13) Sulaiman, E., Derbani, A., & Adawiyah, W. (2020). Digital marketing in culinary tourism: a case of micro, small and medium enterprises (MSMEs) in Indonesia. *... Conference of Business, Accounting ...*. https://doi.org/10.4108/eai.5-8-2020.2301123
- 14) Syamsari, S., Ramaditya, M., Andriani, I., & Puspitasari, A. (2022). Selecting Priority Policy Strategies for Sustainability of Micro, Small, and Medium Enterprises in Takalar Regency. Sustainability (Switzerland), 14(23). https://doi.org/10.3390/su142315791
- 15) Tambunan, T. T. H. (2022). Fostering Resilience Through Micro, Small and Medium Enterprises: Perspectives from Indonesia. books.google.com. https://books.google.com/books?hl=en&lr=&id=M99mEAAAQBAJ&oi=fnd&pg=PR9&dq=digital+marketing+communication+strategie
- s+micro+small+and+medium+enterprises+msmes++resilience&ots=iUqVQ&wJKp&sig=cRp_Wmha7auBFwYCyKtC0IFgolk
 16) Triwardhani, I. J., Adwiyah, R., & Putra, R. P. (2023). The use of social media in product marketing activities of micro, small and medium enterprises. *International Journal of Productivity and Quality Management, 38*(1), 123–141. https://doi.org/10.1504/IJPQM.2021.10053023
- 17) Utami, I. D., Santosa, I., & Vidya Leila, M. R. (2021). Priority resilience strategy for micro, small, and medium enterprises for dealing with natural disasters. *International Journal of Disaster Risk Reduction*, 55. https://doi.org/10.1016/j.ijdrr.2021.102074



There is an Open Access article, distributed under the term of the Creative Commons Attribution – Non Commercial 4.0 International (CC BY-NC 4.0)

(https://creativecommons.org/licenses/by-nc/4.0/), which permits remixing, adapting and building upon the work for non-commercial use, provided the original work is properly cited.