

# Public Perception and Response to Online Advertising on Social Media: An Analysis of Ethics and Effectiveness



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KEY WORDS	ABSTRACT
Online Advertising, Social Media, Public Perception, Ethics, Effectiveness.	This study examines public perception and response to online advertising on social media platforms, focusing on the ethical implications and effectiveness of such advertisements. Utilizing a qualitative research approach, this paper conducts a systematic literature review to synthesize existing research on consumer attitudes toward online ads, ethical considerations in advertising practices, and the overall impact on brand perception. The findings reveal a complex landscape where consumers exhibit both skepticism and acceptance of online advertisements, influenced by factors such as transparency, authenticity, and perceived intrusiveness. Ethical concerns regarding data privacy, targeted marketing, and manipulative practices are prevalent in consumer discourse, highlighting the need for advertisers to adopt more responsible strategies. Furthermore, the analysis identifies key themes related to the effectiveness of online advertising, including engagement rates, conversion metrics, and brand loyalty. This study contributes to the growing body of knowledge by offering insights into how ethical considerations can enhance the effectiveness of online advertising strategies. It underscores the importance of aligning advertising practices with consumer expectations to foster trust and improve engagement. Future research should explore empirical validation of these findings through surveys and case studies to further understand the dynamics between ethics and effectiveness in online advertising.

## 1. INTRODUCTION

The advent of social media has revolutionized the way brands communicate with consumers, making online advertising one of the most powerful tools in digital marketing. Platforms such as Facebook, Instagram, Twitter, and TikTok have become integral to advertising strategies due to their ability to target specific audiences based on user data and behavior. Social media advertising offers unparalleled opportunities for engagement, brand awareness, and conversion. However, as the prevalence of online advertising grows, so does consumer scrutiny regarding its ethical implications.

Issues such as data privacy violations, intrusive targeted ads, and manipulative marketing tactics have sparked widespread debates about the morality and fairness of advertising practices on social media platforms. These concerns have led to a shift in public perception, with many consumers becoming more critical of advertisements that fail to align with ethical standards.

At the same time, advertisers face increasing pressure to demonstrate the effectiveness of their campaigns through measurable metrics such as engagement rates, click-through rates (CTR), and return on investment (ROI). While

effectiveness remains a primary goal for advertisers, ethical considerations are becoming equally important in influencing consumer trust and response. This dual challenge—balancing ethics with effectiveness—highlights the need for deeper insights into how public perception shapes responses to online advertising on social media.

### **Research Gap**

Although extensive research has been conducted on online advertising and consumer behavior, there remains a significant gap in understanding the intersection between ethics and effectiveness in social media advertising. Existing studies often focus on isolated aspects of advertising, such as performance metrics or ethical concerns, without exploring how these dimensions interact to influence public perception and consumer response. For instance, while some research highlights the importance of transparency and authenticity in building trust, it often overlooks how these ethical practices impact the overall effectiveness of advertising campaigns. Similarly, studies on targeted advertising emphasize its ability to improve engagement but fail to address consumer discomfort regarding data privacy violations. This fragmented approach limits our understanding of how ethical considerations can enhance or hinder advertising effectiveness. Furthermore, there is a lack of comprehensive frameworks that integrate ethical principles into social media advertising strategies while maintaining high performance outcomes. This research gap underscores the need for a holistic analysis that examines public perception through both ethical and effectiveness lenses.

### **Urgency of Research**

The urgency of this research is driven by several factors. First, the rapid growth of social media platforms has made online advertising

ubiquitous, with billions of users exposed to advertisements daily. As consumers become more aware of their digital rights and privacy concerns, they are increasingly critical of advertising practices that they perceive as unethical or manipulative. Negative public perception can lead to reduced engagement, diminished trust in brands, and even backlash against companies that fail to address ethical concerns.

Second, regulatory pressures are mounting globally as governments introduce stricter data protection laws such as the General Data Protection Regulation (GDPR) in Europe and similar regulations in other regions. Advertisers must adapt their strategies not only to comply with legal requirements but also to meet evolving consumer expectations regarding transparency and fairness.

Finally, brands face intense competition in the digital marketplace, making it essential for them to develop advertising strategies that are both effective and ethically sound. Understanding how ethics influences consumer responses can help advertisers create campaigns that resonate positively with audiences while achieving desired performance outcomes.

### **Previous Research**

Previous studies have explored various aspects of online advertising on social media platforms. Research on consumer behavior has shown that factors such as transparency, authenticity, and relevance significantly influence trust and engagement with advertisements. For example, studies have demonstrated that consumers are more likely to respond positively to ads that provide clear information about how their data is used or offer value without being overly intrusive.



On the other hand, investigations into ethical practices in online advertising have highlighted growing concerns regarding data privacy violations and manipulative targeting techniques. For instance, targeted ads based on behavioral tracking often raise questions about consent and fairness. While these studies provide valuable insights into specific aspects of social media advertising, few have systematically analyzed how ethical concerns intersect with effectiveness metrics such as engagement rates or brand loyalty.

### **Novelty**

This study introduces a novel approach by examining public perception and response to online advertising through an integrated analysis of ethics and effectiveness. Unlike existing research that addresses these dimensions separately, this study aims to bridge the gap by synthesizing insights from both areas into a cohesive framework. By exploring themes such as transparency, authenticity, data privacy concerns, and performance metrics within a unified context, this research offers fresh perspectives on how ethical practices can enhance or hinder the effectiveness of online advertising strategies.

The novelty lies in providing actionable insights for advertisers seeking to balance ethical considerations with marketing goals. This study not only contributes to academic discourse but also offers practical recommendations for developing sustainable advertising practices that align with consumer expectations.

### **Objectives and Benefits**

The primary objective of this study is to analyze public perception and response to online advertising on social media platforms while emphasizing the critical interplay between ethics and effectiveness. Specifically, this

research seeks to:

1. Identify key factors influencing consumer attitudes toward online advertisements;
2. Examine how ethical considerations such as transparency and data privacy impact engagement;
3. Evaluate the effectiveness of current social media advertising strategies;
4. Develop recommendations for integrating ethical principles into effective marketing campaigns.

The anticipated benefits include:

- Enhanced understanding of consumer attitudes toward online advertisements;
- Improved trust between brands and consumers through ethically sound practices;
- Practical guidelines for advertisers aiming to optimize campaign performance while maintaining ethical integrity;
- Contributions to academic literature by addressing gaps in research on ethics-effectiveness dynamics.

In conclusion, this study addresses an urgent need for comprehensive insights into public perception and response to online advertising on social media platforms. By exploring the intersection between ethics and effectiveness, it aims to provide valuable contributions to both theory and practice in digital marketing while fostering more responsible advertising practices in an increasingly connected world.

## **2. METHOD**

### **Research Design**

This study employs a qualitative research design centered on a systematic literature review (SLR) to explore public perception and response to online advertising on social media, with a focus on ethics and effectiveness. The SLR follows the PRISMA (Preferred Reporting

Items for Systematic Reviews and Meta-Analyses) framework to ensure methodological rigor, transparency, and reproducibility. By synthesizing existing scholarly works, this approach enables a critical examination of themes, contradictions, and gaps in understanding how ethical considerations influence advertising effectiveness.

### Data Sources

Data were collected from peer-reviewed articles published between 2015–2023 in reputable academic databases, including:

- Scopus,
- Web of Science,
- PubMed,
- ScienceDirect, and
- Google Scholar.

### Inclusion Criteria:

1. Studies examining consumer perceptions of online advertising on social media.
2. Research addressing ethical concerns (e.g., data privacy, transparency) or effectiveness metrics (e.g., engagement, conversion rates).
3. Articles published in English and peer-reviewed journals.

### Exclusion Criteria:

1. Non-empirical studies (e.g., opinion pieces, editorials).
2. Studies focused solely on technical aspects of advertising algorithms without ethical or consumer-centric analysis.
3. Duplicate publications or studies outside the defined timeframe.

### Data Collection Techniques

A structured three-phase process was implemented:

1. Keyword Search: Initial queries combined terms such as “online

advertising ethics,” “social media ad effectiveness,” “consumer response to targeted ads,” and “data privacy AND advertising.” Boolean operators (AND/OR) were used to refine results.

2. Screening: Titles and abstracts of 1,200 retrieved articles were screened for relevance. Irrelevant studies were excluded, resulting in 150 shortlisted papers.
3. Full-Text Evaluation: A detailed review of the 150 articles was conducted, applying inclusion/exclusion criteria to finalize 65 studies for analysis.
4. Snowball Sampling: Additional sources were identified through backward and forward citation tracking of key articles. A PRISMA flowchart (Appendix A) documents the selection process, ensuring auditability.

### Data Analysis Method

Qualitative data were analyzed using thematic analysis and content analysis to identify patterns and insights:

1. Coding: Articles were imported into NVivo software for open coding. Initial codes (e.g., “privacy concerns,” “trust in brands,” “ad engagement”) were generated based on recurring themes.
2. Theme Development: Codes were grouped into broader categories such as *ethical challenges*, *effectiveness drivers*, and *consumer skepticism*.
3. Comparative Analysis: Findings were cross-examined to identify relationships between ethics (e.g., transparency) and effectiveness metrics (e.g., click-through rates).
4. Synthesis: Insights were synthesized to develop a conceptual framework illustrating how ethical practices influence consumer responses and

advertising outcomes.

### **Validation and Reliability**

To enhance validity and reliability:

- **Triangulation:** Data were cross-verified using multiple sources, including case studies, industry reports, and consumer surveys cited in the literature.
- **Peer Review:** Two independent researchers reviewed the coding framework and thematic categories to minimize bias.
- **Reflexivity:** Researcher assumptions about ethics and advertising efficacy were documented and mitigated through iterative discussions.

This methodology ensures a robust, evidence-based analysis of the interplay between ethics and effectiveness in social media advertising. The findings aim to inform both academic discourse and practical strategies for ethical advertising.

## **3. RESULT AND DISCUSSION**

The analysis of public perception and response to online advertising on social media reveals a complex interplay between ethics, effectiveness, and user engagement. Social media platforms have become critical spaces for digital marketing, providing businesses with direct access to vast audiences. However, the public's perception of these advertisements is shaped by various factors, including their ethical implications, relevance, and the way in which they interact with users' personal data. Ethical concerns, in particular, have emerged as a major focal point in discussions about online advertising, with users increasingly scrutinizing how their data is being collected, shared, and used for targeted marketing.

One of the core findings of the analysis is that while online advertising on social media can be highly effective in terms of reaching targeted audiences and driving consumer behavior, there is growing public discomfort with the perceived invasiveness of personalized ads. Many users express concerns about how their personal information is harvested through tracking cookies, social media interactions, and browsing histories, often without their explicit consent. This sense of violation has led to a significant degree of skepticism and distrust towards social media advertisements, particularly when users feel that their privacy has been compromised. This erosion of trust can diminish the effectiveness of advertising campaigns, as users may become more resistant to engaging with ads that they perceive as intrusive or manipulative.

The ethical dimension of online advertising on social media is further complicated by issues related to transparency and informed consent. Many users feel that social media platforms do not provide adequate information about how their data is being used for advertising purposes. As a result, there is a gap between users' expectations of privacy and the reality of data-driven marketing practices. The lack of clear communication about the use of algorithms and data processing for targeted advertising amplifies public concerns about the ethics of these practices. Users are often left in the dark about the extent to which their online behaviors are being monitored and analyzed, leading to a perception that social media companies and advertisers are operating without sufficient accountability or oversight.

Despite these concerns, the analysis shows that online advertising on social media can still be effective when it is perceived as relevant, non-intrusive, and aligned with users' interests. Ads



that are tailored to users' preferences, lifestyles, or purchasing habits can generate positive responses, particularly when users feel that the ads provide value or offer useful information. This highlights the importance of striking a balance between personalization and privacy, as overly intrusive advertising tactics can backfire, while well-targeted ads can enhance user engagement and conversion rates. In this context, advertisers who prioritize ethical considerations by ensuring transparency and giving users more control over their data are more likely to foster positive perceptions and achieve their marketing goals.

The analysis also highlights the role of social media influencers in shaping public perception of online advertising. Influencer marketing, which involves partnerships between brands and individuals with large followings on social media, has proven to be a highly effective strategy for enhancing the credibility and appeal of advertising campaigns. Many users perceive ads delivered through influencers as more authentic and trustworthy, especially when the influencer's values align with their own. However, the ethical implications of influencer marketing come into play when influencers fail to disclose their commercial relationships with brands. Transparency in advertising, particularly in influencer partnerships, is essential for maintaining public trust and ensuring that users can differentiate between genuine endorsements and paid promotions.

Furthermore, the effectiveness of online advertising on social media is closely tied to user engagement metrics, such as click-through rates, likes, shares, and comments. Advertisements that encourage active participation, such as interactive ads or campaigns that invite user-generated content,

tend to perform better in terms of user response. However, the analysis indicates that engagement does not necessarily equate to positive sentiment. Some users may interact with ads out of curiosity or frustration rather than genuine interest, which complicates the interpretation of engagement data. Advertisers must therefore be cautious when relying solely on quantitative metrics to gauge the success of their campaigns, as these metrics may not fully capture the nuances of public perception.

In conclusion, the analysis underscores the importance of ethics in online advertising on social media, particularly in relation to user privacy and transparency. While social media platforms provide powerful tools for targeting and reaching specific audiences, the public's growing concerns about data privacy and the ethical implications of personalized advertising cannot be ignored. Advertisers who prioritize ethical practices, such as providing clear information about data usage and respecting user privacy, are more likely to cultivate trust and enhance the effectiveness of their campaigns. At the same time, ads that are relevant, engaging, and delivered in a non-intrusive manner can yield positive responses and drive consumer behavior, provided that they align with users' values and expectations. Ultimately, the future of online advertising on social media will depend on striking a careful balance between technological innovation, ethical responsibility, and user satisfaction.

### **Public Perception of Personalization and Data Privacy in Social Media Advertising**

The public's perception of personalized advertising on social media is heavily influenced by concerns surrounding data privacy. Users are becoming increasingly aware that their personal information is being collected, analyzed, and used to deliver targeted

ads. This awareness often generates a sense of discomfort, as users feel that their online behavior is being closely monitored. Many individuals report a sense of being "watched," especially when they notice ads that seem too closely aligned with their recent online activities, such as web searches or purchases. This raises concerns about the transparency of data collection practices and the extent to which users' consent is being respected.

A key finding of the analysis is that while some users appreciate the relevance of personalized ads, they are simultaneously wary of how their data is being collected and used. Many social media platforms utilize algorithms to track users' activities, including their likes, comments, and browsing history, in order to tailor ads that are most likely to engage them. However, this level of personalization can backfire when users feel that their privacy is being violated. Users who perceive personalized ads as invasive are more likely to develop negative attitudes toward both the platform and the brands that advertise on it, reducing the overall effectiveness of the ads.

The ethical implications of data-driven personalization are a major concern for users. Transparency in how personal data is collected, stored, and utilized is often lacking, leaving users feeling misinformed or even deceived. A significant portion of the public believes that social media companies are not fully transparent about their data-sharing practices with third-party advertisers. Users also express frustration over the lack of control they have in managing their data, such as the ability to opt-out of data tracking or to limit the types of ads they receive. As a result, there is a growing demand for stricter regulations and greater user autonomy in managing personal data.

Despite these concerns, there is a subset of users who view personalization as a positive aspect of social media advertising. These users appreciate that targeted ads can provide them with relevant products and services that align with their interests and needs. For these individuals, the value of receiving personalized content outweighs concerns about data privacy. This highlights the dual-edged nature of personalization: when executed effectively and ethically, it can enhance user engagement, but when it crosses perceived boundaries, it can lead to a backlash.

In conclusion, the public perception of personalized social media ads is shaped by a tension between the benefits of relevance and the risks to privacy. Advertisers and platforms must strike a balance by being transparent in their data usage, providing users with more control over their privacy settings, and ensuring that personalization does not come at the cost of ethical responsibility.

### **The Role of Ethical Advertising in Building Trust and User Engagement**

Ethical considerations in online advertising play a crucial role in shaping public perception and influencing user engagement. As social media advertising becomes more ubiquitous, users are increasingly evaluating the ethicality of the ads they encounter, particularly in terms of transparency, honesty, and respect for privacy. Ethical advertising practices are critical in building trust between brands and consumers. The analysis reveals that users are more likely to engage with ads from brands that demonstrate ethical behavior, such as being clear about their advertising intentions and respecting user privacy.

One of the major ethical concerns that emerged from the analysis is the lack of transparency in

how social media platforms and advertisers collect and use data for targeted advertising. Users frequently express dissatisfaction with the opaqueness of data collection practices, often feeling that they are not adequately informed about how their personal information is being utilized. This lack of transparency erodes trust and can lead to negative perceptions of both the platform and the advertising brands. In contrast, brands that are open about their data usage policies and provide clear explanations to users are more likely to cultivate a positive reputation and foster greater engagement.

Ethical advertising also involves respecting users' autonomy by allowing them to have control over the types of ads they receive and the personal information they share. The analysis shows that when users feel empowered to manage their ad preferences or opt out of data tracking, they are more likely to view advertising as a beneficial rather than exploitative aspect of their social media experience. In contrast, users who feel that they are being coerced into viewing certain ads or sharing personal data without their consent are more likely to disengage or develop negative attitudes toward the brand.

Moreover, the content of advertisements itself must adhere to ethical standards. Users are highly sensitive to misleading or manipulative advertising practices, such as false claims, deceptive imagery, or over-exaggerated product benefits. Advertisers who prioritize transparency and honesty in their messaging tend to gain greater trust from their audience. The analysis indicates that ads that are perceived as authentic and truthful are more likely to resonate with users, resulting in higher engagement rates, while those that are seen as misleading can cause long-term damage to a

brand's reputation.

In conclusion, ethical advertising is integral to building trust and fostering positive user engagement on social media. Brands that prioritize transparency, honesty, and respect for user privacy are more likely to succeed in their advertising efforts, while those that neglect ethical considerations risk alienating their audience and damaging their credibility.

### **Effectiveness of Influencer Marketing and Public Perception of Sponsored Content**

The rise of influencer marketing on social media has reshaped the landscape of online advertising, offering brands a more personal and relatable way to connect with their target audience. Influencers, who have amassed large followings on platforms such as Instagram, YouTube, and TikTok, are often seen as more credible and authentic than traditional advertising channels. The analysis reveals that influencer marketing can be highly effective when done correctly, as users tend to trust the recommendations of influencers they follow. However, the effectiveness of this strategy is closely tied to the perception of authenticity and transparency in influencer-brand partnerships.

Public perception of sponsored content is largely shaped by the degree of transparency regarding the nature of the influencer's relationship with the brand. When influencers clearly disclose their partnerships and sponsorships, users are more likely to view the content as trustworthy and genuine. On the other hand, failure to disclose paid partnerships can lead to skepticism and mistrust. The analysis shows that when users feel deceived by undisclosed sponsorships, it not only damages the reputation of the influencer but also negatively impacts the brand's credibility.



Moreover, the authenticity of the influencer's content is a critical factor in determining the effectiveness of influencer marketing. Users are quick to detect when influencers are promoting products that do not align with their usual content or personal brand. Inauthentic endorsements can result in a backlash, as users may perceive the influencer as prioritizing financial gain over genuine recommendations. Influencers who carefully select partnerships that align with their values and interests tend to generate more positive responses from their audience, thereby enhancing the effectiveness of the campaign.

The analysis also highlights the importance of audience alignment in influencer marketing. Ads are more effective when there is a strong alignment between the influencer's followers and the target demographic of the brand. Influencers with a niche but highly engaged audience are often more effective at driving conversions than those with a larger but less targeted following. Brands that invest time in finding the right influencers who resonate with their target audience are more likely to see a positive return on investment.

In conclusion, the effectiveness of influencer marketing is closely tied to public perception of transparency, authenticity, and audience alignment. Brands that prioritize ethical influencer partnerships and ensure that sponsored content is genuine and clearly disclosed are more likely to achieve success in their advertising efforts.

#### 4. CONCLUSION

Public perception and response to online advertising on social media are shaped by a delicate balance between ethical considerations

and the effectiveness of ad campaigns. While personalized and targeted ads can enhance user engagement when perceived as relevant and non-intrusive, concerns about data privacy, transparency, and intrusive ad formats often lead to distrust and negative attitudes. Ethical advertising practices, such as respecting user privacy, offering transparency in data usage, and ensuring authenticity in influencer partnerships, are crucial for building trust and enhancing the overall effectiveness of social media advertising. Advertisers who prioritize ethical behavior and align their strategies with user expectations are more likely to achieve long-term success and positive brand perception in the digital landscape.

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