LEADERSHIP STYLE IN ENHANCING EMPLOYEES' COMPETENCY FOR ORGANIZATIONAL PERFORMANCE IN FOOD INDUSTRIES

JAMSARI BIN ATAN

UNIVERSITI TEKNOLOGI MALAYSIA

LEADERSHIP STYLE IN ENHANCING EMPLOYEES' COMPETENCY FOR ORGANIZATIONAL PERFORMANCE IN FOOD INDUSTRIES

JAMSARI BIN ATAN

A thesis submitted in fulfilment of the requirements for the award of the degree of Doctor of Philosophy

Razak Faculty of Technology and Informatics Universiti Teknologi Malaysia

DEDICATION

This thesis is dedicated to my late father Atan bin Haji Abdul Kadir, my beloved mother Hjh. Kamisah binti Hj Palil,

my siblings; Fatimah, Rohimah, Safiah, Hashim,

my brother and sister in law; Sepri bin Kasir, Safiee'e bin Mohamad, and Junaidah binti Mahadi,

my nieces and nephews: Siti Salina binti Arifin & Mohd Helmi bin Hassan, Abd Manap bin Arifin & Nuria Faeza bt Razali, Azizul Amin bin Arifin & Ameera Najiha binti Hamzah, Muhammad Shahril bin Sepri, Muhammad Shahril bin Sepri, Muhammad Shahrin bin Safie'e, Mohamad Aidil bin Arifin, Norshazrina binti Sepri, Norshazwani binti Arifin, Siti Safiqa binti Safie'e, Norshahira binti Sepri, Siti Shahida binti Safie'e, Hani Natasya binti Hashim, Hashif Harith bin Hashim, Hani Naleesya binti Hashim, Hani Hayfa Nuha binti Hashim, and Khalish Ariff bin Abdul Manap.

ACKNOWLEDGEMENT

My fellow postgraduate student should also be recognised for their support. My sincere appreciation also extends to all my colleagues and others who have provided assistance at various occasions. Their views and tips are useful indeed. Unfortunately, it is not possible to list all of them in this limited space. I am grateful to all my family member. Without the continued emotional support provided by my mother Hjh. Kamisah binti Hj Palil & my foster mother/father Hjh. Sanah Bt Hj. Kornain and Hj Suraini bin Buang, I may have not completed this Ph.D. study. During my studies, there were times when work commitments and intermittent financial stress made me believe that I would not able to see this journey through. It was during these times, and many others, that my mother's and my foster mother's words of encouragement, pray and her confidence in my ability gave me the strength and motivation to persist.

Herewith, I would like to take this opportunity to express my appreciation to my research supervisor, Assoc. Prof. Dr. Nik Hasnaa binti Nik Mahmood. Her continuous support, encouragement, understanding, has allowed me to complete the submission of this thesis.

Finally, I would like to dedicate this thesis to my late father, Atan bin Hj Abdul Kadir. I hope that this Ph.D.'s achievement is one of many ways I may always appreciating, and remembering him in my entire life.

No words thanks can adequately express the depth of my appreciation with the highest respect to all of you.

Thank you.

ABSTRACT

In 2016, the productivity performance level of Malaysian employees was rather low and lagged behind other countries, while the organizational performances of several major food manufacturing industries in Malaysia were also found to be declining. In the same vein, the world's biggest economies and Malaysia are at present suffering from high employee turnover, low levels of innovation, customer complaints, and lack of employee competency. This study examines the role of transformational and transactional leadership style as practiced by the organizational leaders of food manufacturing industries in Johor, Malaysia in enhancing the organizational performance through employee competencies. Three prominent food manufacturing industries in Malaysia were selected for this research. The sample of the study comprised of 232 employees from various supervisory levels in various departments and sections within the production line. Seven hypotheses with a conceptual model were developed and tested based on the previous literature review. The SmartPLS version 3.0 was applied to evaluate the measurement models, structural models, and mediation models for this study. The result of the PLS-SEM analysis confirmed that the transformational and transactional leadership style and employee competencies had contributed to the organizational performance significantly. The mediation analysis results found that employee competencies partially mediated the relationship between transformational and transactional leadership styles and organizational performance. The statistical results, besides indicating the suitability of the PLS-SEM in this study, contributed to an understanding of the role of leadership style in enhancing employee competencies and organizational performance in the food manufacturing industries, thus adding to the body of knowledge. The result of this study provided useful information to other Malaysian organizations to identify ways to improve the organizational performance and profitability in supporting the aim of the Ministry of International Trade and Industry Malaysia (MITI) to increase Malaysia's economic growth as envisioned by the Malaysian Government through the National Key Result Areas (NKRA).

ABSTRAK

Pada tahun 2016, tahap prestasi produktiviti pekerja Malaysia agak rendah dan ketinggalan berbanding negara lain, sementara prestasi organisasi beberapa industri pembuatan makanan utama di Malaysia didapati menurun. Sementara itu, ekonomi terbesar di dunia dan Malaysia pada masa ini mengalami masalah pemberhentian pekerja yang tinggi, tahap inovasi yang rendah, aduan pelanggan, dan kurangnya kecekapan pekerja. Kajian ini mengkaji peranan gaya kepimpinan transformasional dan transaksional seperti yang diamalkan oleh pemimpin organisasi industri pembuatan makanan di Johor, Malaysia. Tiga industri pembuatan makanan terkemuka di Malaysia dipilih dalam kajian ini. Sampel kajian terdiri daripada 232 pekerja di pelbagai peringkat penyeliaan dalam pelbagai jabatan dan bahagian di dalam bahagian pengeluaran. Tujuh hipotesis dengan model konseptual telah dibangunkan dan diuji Berdasarkan kajian literatur yang lepas. SmartPLS versi 3.0 digunakan untuk menilai model pengukuran, model struktur, dan model pengantaraan untuk kajian ini. Hasil analisis PLS-SEM mengesahkan bahawa gaya kepimpinan transformasi dan transaksional dan kecekapan pekerja telah menyumbang kepada prestasi organisasi secara signifikan. Keputusan analisis pengantaraan mendapati bahawa kecekapan pekeria sebahagiannya menjadi pengantara hubungan antara gaya kepimpinan transformasional dan transaksional, serta prestasi organisasi. Keputusan statistik, di samping menunjukkan kesesuaian PLS-SEM dalam kajian ini menyumbang kepada pemahaman tentang peranan gaya kepimpinan dalam meningkatkan kecekapan pekerja dan prestasi organisasi dalam industri pembuatan makanan sehingga menambah kepada bidang pengetahuan. Hasil kajian ini memberi maklumat berguna kepada organisasi Malaysia yang lain untuk mengenal pasti cara untuk meningkatkan prestasi dan keuntungan organisasi dalam menyokong matlamat Kementerian Perdagangan Antarabangsa dan Industri Malaysia (MITI) untuk meningkatkan pertumbuhan ekonomi Malaysia seperti yang diilhamkan oleh Kerajaan Malaysia melalui Bidang Keberhasilan Utama Negara (NKRA).

TABLE OF CONTENTS

| | | TITLE | PAGE |
|-----------|----------------|---|-------|
| DI | ECLARAT | ΓΙΟΝ | ii |
| DI | EDICATIO | ON | iii |
| A | CKNOWL | EDGEMENT | iv |
| Al | BSTRACT | | v |
| Al | BSTRAK | | vi |
| TA | ABLE OF | CONTENTS | vii |
| LI | LIST OF TABLES | | |
| | ST OF FI | | XX |
| | | BBREVIATIONS | xxii |
| | ST OF SY | | xxiii |
| LI | ST OF AF | PPENDICES | xxiv |
| CHAPTER 1 | INTR | RODUCTION | 1 |
| 1.1 | Introd | luction | 1 |
| 1.2 | 2 Backg | ground of Study | 3 |
| 1.3 | Backg | ground of Companies Studied | 9 |
| | 1.3.1 | Linaco Manufacturing (M) Sdn Bhd | 9 |
| | 1.3.2 | Background of Hwa Tai Industries Berhad | 11 |
| | 1.3.3 | Hup Seng Industries Berhad | 12 |
| 1.4 | Proble | em Statement | 14 |
| 1.5 | 5 Resea | rch Questions | 18 |
| 1.6 | 6 Resea | rch Objectives | 19 |
| 1.7 | 7 Resea | rch Hypothesis | 19 |
| 1.8 | Resea | rch Aim | 20 |
| 1.9 | Signif | Ficance of the Study | 20 |
| 1.1 | 0 Resea | rch Scope | 22 |
| | 1.10.1 | Scope of Respondents | 22 |
| | 1.10.2 | 2 Scope of Industry | 23 |

| | 1.11 | Limita | ation of the study | 23 |
|--------|------|--------|---|----|
| | 1.12 | Opera | tional Definition of Terms | 24 |
| | | 1.12.1 | Organizational Performance | 24 |
| | | 1.12.2 | Leadership Styles | 25 |
| | | 1.12.3 | Transformational leadership | 26 |
| | | 1.12.4 | Transactional leadership | 26 |
| | | 1.12.5 | Employee Competency | 27 |
| | 1.13 | Summ | nary | 27 |
| СНАРТЕ | R 2 | LITE | RATURE REVIEW | 31 |
| | 2.1 | Introd | uction | 31 |
| | 2.2 | Organ | izational Performance | 31 |
| | | 2.2.1 | Impacts of Organizational Performance (Financial and Non-financial Aspects) | 33 |
| | | 2.2.2 | Financial Indicator for Measuring Organizational Performance | 34 |
| | | 2.2.3 | Non-Financial Indicator for Measuring Organizational Performance | 35 |
| | | 2.2.4 | Organizational Performance of Worldwide on Food Manufacturing Industries | 36 |
| | | 2.2.5 | Organizational Performance of Malaysian Food Manufacturing Industries | 39 |
| | 2.3 | Leade | rship | 45 |
| | | 2.3.1 | Leadership Style | 46 |
| | | 2.3.2 | Transformational leadership | 48 |
| | | 2.3.3 | Dimensions of Transformational Leadership Style | 50 |
| | | 2.3.4 | Transactional Leadership | 51 |
| | | 2.3.5 | Dimensions of Transactional Leadership Style | 53 |
| | | 2.3.6 | Comparison Between transformational and transactional leadership | 54 |
| | 2.4 | Emplo | oyee Competency | 56 |
| | | 2.4.1 | Adapting to the Changing Conditions of Manufacturing Industry Through Employee Competency | 58 |
| | 2.5 | Previo | ous Studies | 61 |
| | | 11011 | AD STAGIOD | 01 |

| | | 2.5.1 | | mational Leadership Style and tional Performance | 61 |
|--------|------|--------|------------------------|--|----|
| | | 2.5.2 | | ional Leadership Style and tional Performance | 63 |
| | | 2.5.3 | | mational Leadership Style and e Competency | 66 |
| | | 2.5.4 | Transacti Compete | ional Leadership Style and Employee ncy | 68 |
| | | 2.5.5 | Employe Performa | e Competency and Organizational ance | 69 |
| | | 2.5.6 | Relations Transacti | e Competency as a Mediator in the ship Between Transformational and ional and Leadership Style, and attional Performance | 72 |
| | 2.6 | Relate | d Underpi | nning Theories and Model | 74 |
| | | 2.6.1 | Organiza | tional Performance Model | 74 |
| | | 2.6.2 | Leadersh | ip Style Model | 75 |
| | | | 2.6.2.1 | Model of Effective Leadership Style in Organizational | 76 |
| | | | 2.6.2.2 | Bain Inspirational Leadership Model | 77 |
| | | | 2.6.2.3 | Leadership's Effect on Knowledge and Performance Model | 79 |
| | | 2.6.3 | Employe | e Competency Model | 81 |
| | | | 2.6.3.1 | Manufacturing Competency Model | 81 |
| | | | 2.6.3.2 | KSA Competency Framework | 83 |
| | | | 2.6.3.3 | Competency Model for "Industry 4.0" Employees | 84 |
| | 2.7 | Resear | rch Hypotl | heses Development | 85 |
| | 2.8 | Conce | ptual Mod | lel Framework | 87 |
| | 2.9 | Resear | rch Frame | work | 89 |
| | 2.10 | Resear | rch Gap | | 90 |
| | 2.11 | Summ | ary | | 93 |
| СНАРТЕ | R 3 | METI | HODOLO | OGY | 97 |
| | 3.1 | Introd | uction | | 97 |
| | 3.2 | Resear | rch philoso | ophy | 97 |
| | | | | | |

| | 3.2.1 | Five management philosophies | 98 |
|------|----------|---|-----|
| | 3.2.2 | Research philosophy Applied For the Study | 101 |
| 3.3 | Resear | rch Design | 101 |
| | 3.3.1 | Survey | 102 |
| | | 3.3.1.1 Stages of the Research Study and Process | 102 |
| 3.4 | Popula | ations and Sampling Method | 104 |
| | 3.4.1 | Populations | 104 |
| | 3.4.2 | Sampling Method | 105 |
| | 3.4.3 | Analysis to Determine Sample Size | 107 |
| | 3.4.4 | Sampling Criteria | 109 |
| 3.5 | Measu | arement of Instruments | 110 |
| | 3.5.1 | Measurement for Organizational Performance (Dependent Variable) | 110 |
| | 3.5.2 | Measurement for Transformational Leadership Style | 110 |
| | 3.5.3 | Measurement for Transactional Leadership Style | 111 |
| | 3.5.4 | Measurement for Employee Competency (Mediator) | 111 |
| | 3.5.5 | Measurements and Instruments (Likert-type rating scales) | 112 |
| 3.6 | The V | alidation of Research Instruments | 113 |
| 3.7 | Obtair | ning Consent for Using Research Instruments | 115 |
| 3.8 | Questi | ionnaire | 115 |
| 3.9 | Data C | Collection Methods | 117 |
| 3.10 | Pilot to | est | 119 |
| | 3.10.1 | Demographic Profiles | 120 |
| | 3.10.2 | Reliability Test | 121 |
| 3.11 | Data A | Analysis | 123 |
| | 3.11.1 | Statistical Package for the Social Sciences (SPSS) 123 | |
| | 3.11.2 | SmartPLS version 3.0 and Structural Equation Modeling (SEM) | 123 |
| 3.12 | Reflec | etive and Formative Constructs | 124 |

| 3.13 | Analyzing the Measurement Model | 126 |
|-----------|---|-----|
| 3.14 | Convergent Validity | 126 |
| 3.15 | Discriminant Validity | 126 |
| 3.16 | Analyzing the Structural Equation Modeling (SEM) | 127 |
| 3.17 | Mediating Relationship and Effect | 129 |
| | 3.17.1 Indirect Mediation Effects | 131 |
| | 3.17.2 Mediation Bootstrap Method and Variance Accounted For (VAF) | 132 |
| 3.18 | Validity and Reliability of Research | 132 |
| 3.19 | Ethical Considerations | 134 |
| 3.20 | Summary | 135 |
| CHAPTER 4 | DATA ANALYSIS AND RESULTS | 137 |
| 4.1 | Introduction | 137 |
| 4.2 | Preliminary Analysis | 139 |
| | 4.2.1 Respondents' Response Rate | 139 |
| | 4.2.2 Respondents Demographic Analysis | 140 |
| | 4.2.3 Data Screening | 143 |
| | 4.2.4 Missing Data | 144 |
| | 4.2.5 Outliers Test | 144 |
| | 4.2.6 Normality Test | 145 |
| | 4.2.7 Descriptive Analysis of the Latent Constructs | 146 |
| | 4.2.8 Common Method Bias | 147 |
| 4.3 | Data Analysis to Evaluate the Structural Model of This Research | 148 |
| 4.4 | Data Analysis to Evaluate Mediating Analysis of This Research | 149 |
| 4.5 | Measurement Model | 151 |
| | 4.5.1 First Order Measurement Models Analysis | 152 |
| | 4.5.1.1 First Order Indicators' loadings analysis | 153 |
| | 4.5.2 Convergent Validity | 155 |
| | 4.5.3 Composite Reliability (CR) and Average Variance Extracted (AVE) | 155 |

| | 4.5.4 | Discrimi | nant Validity | 157 |
|-----|--------|-----------------------|---|-----|
| | 4.5.5 | Cross loa | adings analysis | 157 |
| | 4.5.6 | Fornell-I | Larcker Criterion Analysis | 160 |
| | 4.5.7 | Heterotra analysis | ait-Monotrait (HTMT) criterion | 161 |
| 4.6 | Struct | ural Mode | el Analysis | 162 |
| | 4.6.1 | First Ord | ler Structural Model Analysis | 162 |
| | 4.6.2 | | rity Assessment of First Order al Model Analysis | 163 |
| | 4.6.3 | Path Coe | efficient Analysis | 165 |
| | | 4.6.3.1 | First Order Structural Model Evaluation on Significance of Path Coefficient (Bootstrapping) | 165 |
| | 4.6.4 | Coefficie | ent of Determination (R ² Value) | 169 |
| | 4.6.5 | Effect Si | ze (f²) | 170 |
| | 4.6.6 | Blindfold | ding and Predictive Relevance Q ² | 172 |
| | | 4.6.6.1 | First Order Structural Model Evaluation on the Predictive Relevance (q²) Effect Size | 173 |
| | | 4.6.6.2 | Predictive Relevance (q²) Effect Size for Deleted of Transactional Leadership Style (q²) | 174 |
| | | 4.6.6.3 | Predictive Relevance (q²) Effect Size for Deleted of Transactional Leadership Style (q²) | 176 |
| 4.7 | Impor | tant Perfo | rmance Matrix Analysis (IPMA) | 178 |
| 4.8 | Secon | d Order M | leasurement Model | 179 |
| | 4.8.1 | Second (| Order Measurement Models Analysis | 180 |
| | 4.8.2 | Second (| Order Indicators' Loadings Analysis | 181 |
| | 4.8.3 | Converg | ent Validity | 183 |
| | | 4.8.3.1 | Composite Reliability and Average Variance Extracted (AVE) | 183 |
| | 4.8.4 | Discrimi | nant Validity | 184 |
| | 4.8.5 | Cross loa | adings analysis | 184 |
| | 4.8.6 | Fornell-I | Larcker Criterion Analysis | 186 |

| | 4.8.7 | Heterotrait-Monotrait (HTMT) criterion analysis | 186 |
|------|-----------------|--|-----|
| 4.9 | Secon | d Order Structural Model | 187 |
| | 4.9.1 | Second Order Structural Model Analysis | 187 |
| | 4.9.2 | Collinearity Assessment of Second Order Structural Model | 188 |
| | 4.9.3 | Path Coefficient Analysis | 190 |
| | | 4.9.3.1 Second Order Structural Model Evaluation on Significance of Path Coefficient (Bootstrapping) | 190 |
| | | 4.9.3.2 Direction and Strength of Path Coefficient (Bootstrapping) | 193 |
| | 4.9.4 | Coefficient of Determination (R ² Value) | 195 |
| | 4.9.5 | Effect Size f ² | 195 |
| | 4.9.6 | Second Order Blindfolding and Predictive Relevance Q ² | 196 |
| | 4.9.7 | Second Order Blindfolding and Predictive Relevance (q^2) | 197 |
| | | 4.9.7.1 Predictive Relevance (q²) Effect Size for Deleted of Transactional Leadership Style (q²) | 198 |
| | | 4.9.7.2 Predictive Relevance (q²) Effect Size for Deleted of Transformational Leadership Style (q²) | 199 |
| 4.10 | Impor | tant Performance Matrix Analysis (IPMA) | 200 |
| 4.11 | Media Transf | ntion Measurement Model for the formational Leadership Style | 201 |
| | 4.11.1 | Composite Reliability (CR) and Average Variance Extracted (AVE) | 204 |
| 4.12 | | tion Structural Model for the Transformational rship Style | 204 |
| | 4.12.1 | Collinearity Assessment of the Mediation Structural Model for the Transformational Leadership Style | 205 |
| | 4.12.2 | Transformational Leadership Style Mediation Structural Model Evaluation on Significance of Path Coefficient (Bootstrapping) Path Coefficient Analysis | 206 |

| | 4.12.2.1 | Significance of Path Coefficient (Bootstrapping) for Transformational Leadership Style Mediation Structural Measurement Model Analysis | 207 |
|------|--------------------|--|-----|
| | | rmational Leadership Style Direction rength of (Direct and Indirect) Path ient | 210 |
| 4.13 | | easurement Model Analysis for the Leadership Style | 211 |
| | | site Reliability (CR) and Average e Extracted (AVE) | 214 |
| 4.14 | | ructural Model Analysis for the eadership Style | 215 |
| | | arity Assessment of the Transactional hip Style Mediation's Structural Model | 216 |
| | Structur of Pat | tional Leadership Style Mediation ral Model Evaluation on Significance h Coefficient (Bootstrapping) Path ient Analysis | 217 |
| | 4.14.2.1 | Significance of Path Coefficient (Bootstrapping) for Transactional Leadership Style Mediation Structural Measurement Model Analysis | 217 |
| | 4.14.2.2 | 2 Transactional Leadership Style Direction and Strength (Direct and Indirect) of Path Coefficient | 220 |
| 4.15 | Evaluation of N | Mediating Effects | 221 |
| | 4.15.1.1 | Employee Competency Mediates the Relationship Between Transformational Leadership Style and Organizational Performance (H6) | 223 |
| | 4.15.1.2 | Employee Competency Mediates the Relationship Between Transactional Leadership Style and Organizational Performance (H7) | 224 |
| 4.16 | Summary of M | retrormance (117) fediation Affect Test | 224 |
| 4.17 | Hypothesis Tes | | 224 |
| 4.17 | • • | Analysis and Results | 229 |
| 1.10 | PIDCUDDIOII OI I | man join and results | 22) |

| 4.19 | Summa | ary | 233 |
|-----------------|---------|---|-----|
| CHAPTER 5 | DISCU | USSIONS AND FINDINGS | 235 |
| 5.1 | Summa | ary of the Findings | 235 |
| | 5.1.1 | The relationship between transformational leadership style and organizational performance | 236 |
| | 5.1.2 | The relationship between transactional leadership style and organizational performance | 238 |
| | 5.1.3 | The relationship between transactional leadership style and organizational performance | 240 |
| | 5.1.4 | The relationship between transactional leadership style and employee competency | 242 |
| | 5.1.5 | The relationship between employee competency and organizational performance | 243 |
| | 5.1.6 | The mediating effect of employee competency in the relationship between transformational leadership style and organizational performance | 246 |
| | 5.1.7 | Research Objective 7: The mediating effect of employee competency in the relationship between transactional leadership style and organizational performance | 247 |
| | 5.1.8 | Review of the Previous Related Studies and the Current Study performance | 248 |
| 5.2 | Theore | etical Implications | 249 |
| 5.3 | Practic | al implications | 251 |
| 5.4 | Theore | etical Implications | 253 |
| 5.5 | Recom | mendations for Future Research | 254 |
| 5.6 | Conclu | ision | 255 |
| REFERENCES | | | 257 |
| I IST OF DURI I | CATIO | INC | 333 |

LIST OF TABLES

| TABLE NO. | TITLE | PAGE |
|-----------|---|------|
| Table 1.1 | Hwa Tai's Annual Sales Revenue 2012-2016 | 12 |
| Table 1.2 | Hup Seng's Annual Sales Revenue 2012-2016 | 14 |
| Table 1.3 | Decreasing Annual Revenue of 5 Prominent Food Manufacturers in Malaysia's | 16 |
| Table 2.1 | Global Food Industry Statistics and Market Size Overview | 37 |
| Table 2.2 | World Population | 37 |
| Table 2.3 | Estimated Growth Rates of Output by Manufacturing Industry | 38 |
| Table 2.4 | World's population forecast for the year 2020-2045 | 39 |
| Table 2.5 | Population Size and Annual Population Growth Rate, Malaysia 2010-2019 | 40 |
| Table 2.6 | Value of imported raw materials vs. domestic produced raw materials (in \$Billions) | 41 |
| Table 2.7 | Import and export of processed foods in Malaysia (\$US Billion) | 42 |
| Table 2.8 | Differences between Transactional & Transformational Leadership | 55 |
| Table 2.9 | Research Hypotheses Development | 86 |
| Table 3.1 | Comparison of Five Research Philosophies Interpretation | 99 |
| Table 3.2 | Total Populations | 105 |
| Table 3.3 | The Distribution of Respondents' Samples Size | 109 |
| Table 3.4 | Academician Biodata | 114 |
| Table 3.5 | Components of Questionnaire | 116 |
| Table 3.6 | Demographic Profiles | 121 |
| Table 3.7 | Cronbach's Reliability of Constructs on Organization Performance, Leadership Style, and Competency | 122 |
| Table 4.1 | Response Rate of the Study | 139 |
| Table 4.2 | Respondents' Demographic Analysis | 141 |

| Table 4.3 | Result of Missing Data | 144 |
|------------|---|-----|
| Table 4.4 | Summary Result of Outliers | 145 |
| Table 4.5 | Normality Test | 146 |
| Table 4.6 | Descriptive Statistics for Latent Variables | 146 |
| Table 4.7 | Common Method Variance Results | 148 |
| Table 4.8 | Summary of Indices for Mediating Model Analysis Using PLS-SEM | 150 |
| Table 4.9 | Summary of First Order Indicators Loadings | 154 |
| Table 4.10 | Result of First Order Cronbach's Alpha and Composite Reliability (CR) and Average Variance Extracted (AVE) | 156 |
| Table 4.11 | Cross loadings analysis | 159 |
| Table 4.12 | Fornell-Larcker Criterion Analysis | 160 |
| Table 4.13 | Result of Heterotrait-Monotrait (HTMT) Criterion Analysis | 161 |
| Table 4.14 | Result of Collinearity Assessment (First Order Structural Model) | 164 |
| Table 4.15 | Summary of First Order Bootstrapping Result of Path Coefficient | 168 |
| Table 4.16 | Summary Coefficient of Determination (R ² Value). | 170 |
| Table 4.17 | Result of First Order Effect Size (f²) | 171 |
| Table 4.18 | Result of the First Order Blindfolding Predictive Relevance Q ² | 172 |
| Table 4.19 | Result of First Order Blindfolding for Deleted of Transactional Leadership Style (q²) | 174 |
| Table 4.20 | Summary Result of First Order Blindfolding for Deleted of Transactional Leadership Style (q²) | 175 |
| Table 4.21 | Result of First Order Blindfolding for Deleted of Transformational Leadership Style (q²) | 176 |
| Table 4.22 | Summary Result of First Order Blindfolding for Deleted of Transformational Leadership Style (q²) | 177 |
| Table 4.23 | Summary of Total Effect and Index Value (Performance) | 179 |
| Table 4.24 | Second Order Indicator's Loadings | 182 |
| Table 4.25 | Result of Second Order Cronbach's Alpha and Composite Reliability (CR) and Average Variance Extracted (AVE) | 184 |

| Table 4.26 | Cross loadings analysis | 185 |
|------------|--|-----|
| Table 4.27 | Fornell-Larcker Criterion Analysis | 186 |
| Table 4.28 | Result of Heterotrait-Monotrait (HTMT) Criterion Analysis | 187 |
| Table 4.29 | Result of Collinearity Assessment (Second Order Structural Model) | 189 |
| Table 4.30 | Summary of Second Order Bootstrapping Result of Outer Loading | 192 |
| Table 4.31 | Summary of Second Order coefficient of (Bootstrapping) | 194 |
| Table 4.32 | Result of Second Order coefficient of determination (R ² value) | 195 |
| Table 4.33 | Result of Second Order Effect Size(f ²) | 196 |
| Table 4.34 | Result of the Second Order Blindfolding Predictive Relevance Q ² | 197 |
| Table 4.35 | Result of Second Order Blindfolding for Deleted of Transactional Leadership Style (q²) | 198 |
| Table 4.36 | Summary of Second Order Blindfolding for Deleted of Transactional Leadership Style (q²) | 198 |
| Table 4.37 | Result of Second Order Blindfolding for Deleted of Transformational Leadership Style (q²) | 199 |
| Table 4.38 | Summary of Second Order Blindfolding for Deleted of Transformational Leadership Style (q²) | 199 |
| Table 4.39 | Summary of Total Effect and Index Value (Performance) | 201 |
| Table 4.40 | Summary of Indicators' Loadings Analysis for Transformational Leadership Style Mediation Measurement Models | 203 |
| Table 4.41 | Result of Cronbach's Alpha and Composite Reliability (CR) and Average Variance (Transformational leadership Style Mediation) | 204 |
| Table 4.42 | Variance Inflation Factor (VIF) values for Direct Mediation | 206 |
| Table 4.43 | Summary of Transformational Leadership Style Structural Mediation Model Indicator's Loadings | 209 |
| Table 4.44 | Summary Result of Transformational Leadership Style (Direct) Strength of Path Coefficient | 211 |
| Table 4.45 | Summary Result of Transformational Leadership Style (Indirect) Strength of Path Coefficient | 211 |

| Table 4.46 | Summary of Transactional Leadership Style Measurement Mediation Model's Indicator Loadings | 214 |
|------------|---|-----|
| Table 4.47 | Result of Cronbach's Alpha and Composite Reliability (CR) and Average Variance Extracted (AVE) for Transactional Leadership Style | 215 |
| Table 4.48 | Variance Inflation Factor (VIF) values for Direct Mediation | 216 |
| Table 4.49 | Summary of Transactional Leadership Style Structural Mediation Model Indicator's Loadings | 219 |
| Table 4.50 | Summary Result of Transactional Leadership Style (Direct) Strength of Path Coefficient | 221 |
| Table 4.51 | Summary Result of Transactional Leadership Style (Indirect) Strength of Path Coefficient | 221 |
| Table 4.52 | Summary Result of Mediation Relationship Between Transformational Leadership Style and Organization Performance | 223 |
| Table 4.53 | Summary Result of Indirect effects and Direct effects for Transactional Leadership Style Mediation Analysis | 224 |
| Table 4.54 | The Result and the Variance Accounted For (VAF) of Transformational Leadership Style | 224 |
| Table 4.55 | The Result and the Variance Accounted For (VAF) of Transactional Leadership Style | 225 |
| Table 4.56 | The Result for Hypothesis 1, Hypothesis 2, Hypothesis 3, Hypothesis 4, and Hypothesis 5 | 227 |
| Table 4.57 | The Result for Mediating Analysis of Hypothesis 6 and Hypothesis 7 | 229 |

LIST OF FIGURES

| FIGURE NO | . TITLE | PAGE |
|-------------|---|------|
| Figure 1.1 | The 10 Trends Ranked in Order of Importance of the Human Capital Trends Worldwide 2016 (Deloitte University Press, 2016) | 6 |
| Figure 2.1 | The Research Model of the Process Performance Measurement's Impact on Organizational Performance (Hernaus et al. (2012) | 34 |
| Figure 2.2 | Performance of Malaysian Selected Industries (Department of Statistic Malaysia, 2017) | 43 |
| Figure 2.3 | Calculated food demand growth rate (FAPRI 2015) | 44 |
| Figure 2.4 | Transformational leadership perspectives Framework (Bass (1997) | 51 |
| Figure 2.5 | Transactional leadership perspectives Framework (Bass (1997) | 54 |
| Figure 2.6 | Organizational assessment: a framework for improving performance (Lusthaus et al., 2002). International Development Research Centre/Inter-American Development Bank. Washington, USA. | 75 |
| Figure 2.7 | Factors in Organisation (Mullins (2010) | 77 |
| Figure 2.8 | Bain Inspirational Leadership Model (Bain Company, 2017) | 78 |
| Figure 2.9 | Leadership's Effect on Knowledge and Performance (Bryant, 2003) | 80 |
| Figure 2.10 | ETA Advanced Manufacturing Competency Model (Clearinghouse, 2010) | 82 |
| Figure 2.11 | Competency; the KSA Framework (UNIDO (2002). | 83 |
| Figure 2.12 | Conceptual Model Framework for This Study | 88 |
| Figure 2.13 | Research Frameworks for This Study | 89 |
| Figure 2.14 | Research Gap | 90 |
| Figure 3.1 | Stages of the Research Study | 103 |
| Figure 3.2 | The Survey Research Process (Adapted from Piaw (2012) | 104 |

| Figure 3.3 | The Sampling Method of This Study (Source: Sekaran and Bougie, 2013) | 106 |
|-------------|--|-----|
| Figure 3.4 | G*Power Effect Sample Size | 108 |
| Figure 3.5 | The Scale Ranging for This Study | 113 |
| Figure 3.6 | The diagram of reflective and formative constructs (Petter et a1., 2007) | 125 |
| Figure 3.7 | Mediator Model (Hair et al. (2017) | 129 |
| Figure 3.8 | Mediation analysis procedures (Hair, 2017) | 130 |
| Figure 3.9 | Bootstrapping the indirect effects (Preacher and Hayes, 2004, 2008) | 131 |
| Figure 4.1 | Six Step for Assessing the Structural Model for applying PLS-SEM Adapted from Hair et al. (2017) | 149 |
| Figure 4.2 | A Systematic Approach to Evaluate the Mediation Structural Model (Hair et al., 2014). | 151 |
| Figure 4.3 | First Order Measurement Model | 152 |
| Figure 4.4 | First Order Bootstrapping Result of Outer Loading | 167 |
| Figure 4.5 | The Total Effects (importance) and Index Values (performance) used for the IPMA | 178 |
| Figure 4.6 | Second Order Measurement Model | 181 |
| Figure 4.7 | Second Order Bootstrapping Result of Outer Loading | 191 |
| Figure 4.8 | Second Order Path Coefficient | 194 |
| Figure 4.9 | The Total Effects (importance) and Index Values (performance) used for the IPMA | 201 |
| Figure 4.10 | Transformational Leadership Style Mediation Measurement Models | 202 |
| Figure 4.11 | Transformational Leadership Style Structural Mediation Model | 208 |
| Figure 4.12 | Transformational Leadership Style Structural Model's Path Coefficient | 210 |
| Figure 4.13 | Transactional Leadership Style Structural Mediation Model | 213 |
| Figure 4.16 | Bootstrapping for Transactional Leadership Style Structural Mediation Model | 218 |
| Figure 4.17 | Transactional Leadership Style Structural Model's Path Coefficient | 220 |

LIST OF ABBREVIATIONS

AVE - Average Variance Extracted

CR - Composite Reliability

DOSM - Department of Statistics, Malaysia

HTMT - Heterotrait- monotrait

IPMA - Important -performance Matrix Analysis

LL - Lower Level

LV - Latent Variables

MIDA - Malaysian Investment Development Authority

MITI - Ministry of International Trade and Industry

NKRA - National Key Result Areas

PLS - Partial Least Square

SEM - Structural Equation Model

UL - Upper Level

VAF - Variance Accounted For VIF - Variance Inflation Factor

LIST OF SYMBOLS

 β - Standardized Beta

R² - Coefficient of Determination

Q² - Predictive Relevance (Q²)

q² - Predictive Relevance (q²)

f² - Effect Size

 β - Standardized Beta

R² - Coefficient of Determination

Q² - Predictive Relevance (Q²)

LIST OF APPENDICES

| APPENDIX | TITLE | PAGE |
|--------------|--|------|
| Appendix 1 | Bursa Malaysia Food & Beverages Companies | 293 |
| Appendix 2 | A Competency Model for "Industry 4.0" Employees (Prifti et al. (2017) | 297 |
| Appendix 3 | Framework of Preliminary Data Analysis | 299 |
| Appendix 4 I | Framework of First Order Measurement Model, Second | 300 |
| Appendix 5 | The Distributions of Research Instrument Description Questions for Organizational Performance | 301 |
| Appendix 6 | Transformational Leadership Style Scale Indicators | 302 |
| Appendix 7 | Transactional Leadership Style Scale Indicators | 304 |
| Appendix 8 | The Distributions of Research Instrument Description Questions for Employee Competency | 305 |
| Appendix 9 | The Expert Validation of Research Instruments (Associate Professor Dr. Muhammad Madi Bin Abdullah) | 306 |
| Appendix 10 | The Expert Validation of Research Instruments (Dr. Abang Nawawi bin Awang Dahlan) | 307 |
| Appendix 11 | The Expert Validation of Research Instruments (Prof Dr. Haslinda bt Abdullah) | 308 |
| Appendix 12 | Approval Letter from Bass and Avilio (1989) | 309 |
| Appendix 13 | Approval Letter from Bodea & Toader (2013) | 310 |
| Appendix 14 | Appendix Approval letter from Hernaus et al.(2012) | 311 |
| Appendix 15 | Approval letter from McCormack, K. P., & Johnson, W. C. (2001) | 312 |
| Appendix 16 | Approval letter from Le Cornu and Luckett's (2000) | 313 |
| Appendix 17 | Questionnaire | 314 |
| Appendix 18 | Consent letter from Linaco Manufacturing (M) Sdn Bhd | 322 |
| Appendix 19 | Consent letter from Hwa Tai Industries | 323 |
| Appendix 20 | Consent letter from Hup Seng Industries Sdn Bhd | 324 |
| Appendix 21 | Consent letter from Sharp Manufacturing Corp. (M) Sdn Bhd | 325 |

| Appendix 22 | The Job Descriptions for Supervisory Level of Linaco Manufacturing (M) Sdn Bhd, Hwa Tai Industries Sdn Bhd, and Hup Seng Industries Sdn Bhd | 326 |
|-------------|---|-----|
| Appendix 23 | Assessment of Mediation Effect for Transformational and Transactional Leadership Style | 327 |
| Appendix 24 | Published Journal (Review of Management, Vol. 5, No. 1/2, June 2015) | 328 |
| Appendix 25 | Published Journal (Asian Business & Economic Journal) | 329 |
| Appendix 26 | Published Journal (Sains Humanika UTM EISSN 2289-6996) | 330 |
| Appendix 27 | Published Journal (Medwell Journal: ISSN: 1818-5800) | 331 |
| Appendix 28 | Published Journal (Scopus Indexed- Growing Science – Management Science Letter) | 332 |

CHAPTER 1

INTRODUCTION

1.1 Introduction

This chapter presents the introduction and provides a background for the study. This chapter also contains the problem statements, research aim, research objectives, research questions, research hypothesis. Furthermore, the significance of the study, research scope, and limitation of the study also elaborated and ended with the operational definition of terms.

The global food manufacturing industries producing their products according to the demand based on the consumers' requirements based on local and global needs. The worldwide food manufacturing industry increased by 5.70% in 2016 (United Nations Industrial Development Organization 2016). Taylor (2016) identified that 10 global companies control almost every large food and beverage brand in the world consists of Kellogg's (2015 revenue: \$13.5 billion), Associated British Foods (2015 revenue: \$16.6 billion), General Mills (2015 revenue: \$17.6 billion), Danone (2015 revenue: \$24.9 billion), Mondelez (2015 revenue: \$29.6 billion), Mars (2015 revenue: \$33 billion), Coca-Cola (2015 revenue: \$44.3 billion), Unilever (2015 revenue: \$59.1 billion), PepsiCo (2015 revenue: \$63 billion), Nestlé (2015 revenue: \$87 billion). Each of these companies employs thousands of multiracial employees and makes billions of dollars in revenue every year.

According to (MITI 2016), the food processing industry in 2015 accounting for about 10% of Malaysia's manufacturing output and exports of processed food increased 11% to RM19.99 billion (2015: RM18.01billion). The food industry achieves the highest growth at 4.8% and Retail Trade recorded 3.2% (MITI 2016). As reported by MITI (2016) in 2016, the overall food industry contributed to RM29.72 billion (food and beverages: RM18.6 billion), (processed foods: RM4.21

billion), (cocoa product: RM3.28 billion), (cereals and flour: RM2.33 billion), and (coffee products: RM1.30 billion). Gaining a better understanding of the factors influencing organizational performance is essential.

Results of the previous studies identified that leadership style (Castelli, 2016); McDaniel et al., 2012); Sadeghi et al., 2012), Chou et al., (2013); and Blecharz et al., 2014), and employee competency (Breuer and Kampkotter, 2013; Diaz-Fernandez et al., 2014; Lee, 2010, Davis, 2015; Suvedi and Kaplowitz, 2016; Iqbal et al., 2012; and Brown and Toyoki, 2013), as key factors influencing organizational performance.

Most of the organizations strive to implement leadership style effectiveness and organizational performance. Several researchers found out that an effective leadership style is positively related to employees and organizational performance. Ojokuku et al. (2012) identified that there is a significant effect of leadership style dimensions on followers and found that leadership style dimensions jointly predict organizational performance. The leadership style influences organizational performance (Klein et al, 2013). Both Transformational and transactional leadership style plays a significant impact on organizational performance. Transformational leadership styles had a positive relationship with organizational performance (Al Khajeh, 2018), and transactional leadership style also has a positive impact on organizational performance (Longe, 2014).

The analysis of factors has clarified that the competitive advantage of companies has identified that individual competencies play an important role to enable the organization to increase profits and sustain its competitive edge (Diaz-Fernandez et al., 2014). It concluded that the implementation of training in acquiring specific skills has changed over time (Breuer and Kampkotter, 2013). Since the era of the industrial revolution, the high technology machinery system influenced directly or indirectly in the production output and determines the level of organizational performance and profits.

Since the critical function of machinery and its related systems is to manufacture products with higher quality and faster operation, high competence employees are needed to control and operate the overall machinery within the production. A combination of both technical and process skills is necessary for an extension worker to discharge her/his responsibilities well (Davis, 2015; Suvedi and Kaplowitz, 2016), this is to ensure effective performance among extension workers especially with the contemporary challenges (Iqbal et al., 2012).

1.2 Background of Study

Due to nowadays changing the global business environment, organizational performance needs to be sustained and improved to develop a competitive advantage for the survival of businesses in various sectors. The current struggling circumstances have forced the organization to accomplish effectively at a higher level, in order to compete with the competitors and achieve the aims of the organization simultaneously increase the stakeholder's confidence. Furthermore, organizations have been challenged to adopt approaches that will keep organizational performance at a higher level.

The global business environment is more complex and affects organizational performance tremendously. In today's business environment, is extremely important for the organization to nurture the organizational performance's competitiveness. The business environment tends to shape the method and goal of organizational performance improvement. The main reason for organizational performance improvement efforts is to produce the desired results and generate greater productivity and profits. To be competitive and sustainable, an organization's success depends largely on the role of leadership style and workforce competency. Hence, effective leadership is the main factor that brings change to the organization, if there is no leadership in the organization there will be no change at all (Atkinson et al., 2015).

Organizational performance is characterized as the actual output or results of an organization as frequently measured towards its required outputs based on an organization's goals and objectives. According to Richard et al. (2009) organizational performance emphasizing on three specific areas of firm outcomes: (a) financial performance (profits, return on assets, return on investment, etc.); (b) product-market performance (sales, market share, etc.); and (c) shareholder return (total shareholder return, economic value added, etc. The successfulness of organizationals performance is the main important factors towards the development of productivity in their businesses. The Malaysian trend in productivity growth is often determined by the most important factors; investment in machinery and equipment, and human capital formation (Malaysia Productivity Corporation, 2016). Since the Malaysian's productivity output that towering the organizational performance determined by these factors, it's most important for the organization to utilize their skilled employees and modify employees' attitudes through training and development programs.

Malaysia's total trade in 2016 was increased by 1.5% to RM1.48 trillion from RM1.46 trillion as compared to 2015. Exports increased by 1.1% to RM785.93 billion and imports increased by 1.9% to RM698.66 billion, resulting in a trade surplus of RM87.27 billion (MITI, 2016). In 2016, Malaysia was the world's 24th largest exporter and the 26th largest importer (World Trade Statistical Review-WTO, 2017). Malaysia has ranked Malaysia 25th out of 138 economies with a score of 5.16 (Global Competitiveness Report-GCR, 2015-2016) compared with 18th out of 140 countries in 2015-2016 (Global Competitiveness Report, 2015-2016).

The contributions of organizational performance support the country's economy is moving forward and being a developed nation by 2020. According to (MITI, 2016), the contribution of organizational performance supports the Ministry of International Trade and Industry Malaysia (MITI) in crafting a national Industry 4.0 policy, and as well as to contribute significant participation in sustaining Malaysia's economic growth. According to MIDA (2016), the Malaysian Government has included the food industry as the seventh sub-sector to be part of the National Key Result Areas (NKRA). Consequently, high productivity and

organizational performance in all kinds of food industries will become one of the most important contributors in boosting the overall economy in Malaysia.

Within these few years, the import and export of the food industry are keeping growing along with consumers' massive demand that is actively supporting the growth and performance of food manufacturing industries in Malaysia and impacts the food industry's developments globally. In 2016, total food exports amounted to RM18.4 billion while total food imports amounted to RM17.1 billion (MIDA, 2016). With a total of 278,648 Malaysian workforces in food manufacturing industries (MITI, 2016) food industry has contributed a significant impact in sustaining Malaysia's economic growth.

The need for effective leadership to manage complex working environment is essential to achieving a successful organization (Hossein, 2012). Consequently, the success of organizational performance depends largely on the functions of leadership as practiced in the organization. Based on a survey with more than 7,000 responses in over 130 countries around the world in 2016, leadership ranked high in importance to the top 10 human capital trends worldwide with 89% as rating by Deloitte University Press (2016) as shown in Figure 1.1, Leadership has been a key priority of the four years of the Deloitte University Press's annual study to compete successfully in today's highly challenging business environment and competitive talent market. According to Deloitte University Press (2016), after so many years struggling to improve leadership, the fully 92% of worldwide executives are now rating that leadership as a critical priority and need to be strengthened, re-engineered, and required to shape a leadership development model to keep up the demands of complex business and the pace of change.

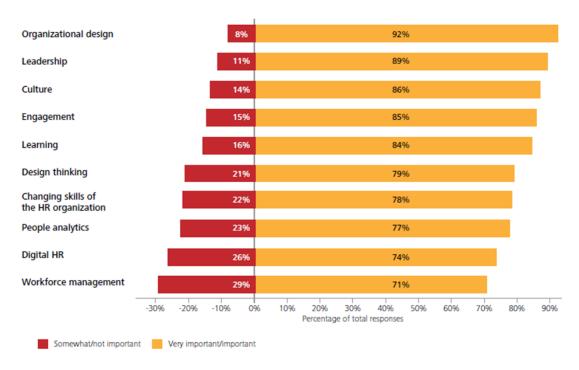


Figure 1.1 The 10 Trends Ranked in Order of Importance of the Human Capital Trends Worldwide 2016 (Deloitte University Press, 2016)

Castelli (2016) sees an effective leadership style is necessary to satisfy both organizational performance and employee. The extent of effective leadership style depends on the collective efficiency as practiced by them as a mediate person in enhancing the employee's competency to generate higher productivity and ensuring organizational performance attainment.

An effective leadership style must be equipped with an excellent set of traits and behavior and guide to enhanced thinking, information collection, aim, and visualization of success with improved leadership behavior and results (McDaniel et al., 2012). Leaders have entrusted by the organization to improve the overall units of sections departments and their contributions determine significant changes to employee competencies and organizational performance results. Leadership styles can be practiced to acquire better productivity results.

Leadership styles are fertile areas of research and previous researchers have reported direct linkage between leadership styles and effectiveness (Sadeghi et al., 2012), some studies report the indirect relationship between leadership style and collective efficacy (Chou et al., 2013). Collective efficacy also contributes to well-

being and is instrumental in the achievement of long-term goals (Blecharz et al., 2014). This suggests that leadership style has a greater impact on employee competency and attitude development. According to Castelli (2016) leadership style has been shown to improve organizational performance.

Organizational performance effectiveness relies on the level of employee competency. Employee demonstrable characteristics or traits that are obtained by the individual employees in terms of knowledge, skills, ability, and personality that distinguish them from average performers. Competency development plays an important part in nurturing organizational performance, organizational system, and structures that affect the performance of the organization. There are a recent fact has identified that competency development and management are crucial instruments to accelerate organizational effectiveness (Lee, 2010).

In 2010, 58.0% of the Malaysian labour force had only a secondary level education, 13.2% had primary level education and 2.6% had no formal education. That implies nearly three-quarters (73.8%) of the Malaysian labour force in 2010 is low-skilled. The Malaysian government has implemented a national transformation framework for to purpose to bring Malaysia to achieve the advanced nation by 2020. According to Economic Planning Unit-EPU (2010), The 10th Malaysia Plan (2011-2015) has underscored the critical role of a highly-skilled, creative and innovative workforce in achieving a high-income economy that is both inclusive and sustainable.

Some studies indicate the relationship between leadership style and employee competencies as revealed by Clark and Armit (2010), Asree et al, (2010), Pereira and Gomez (2012), and Yukl and Mahsud (2010). Furthermore, several researchers have identified the role of leadership style in enhancing employee competencies that relate to employee motivation, creativity and learning orientation (Jyoti and Dev, 2015; Uru and Yozgat, 2009; and Ozaralli, 2015), adaptability (Muthuveloo et al., 2014), level of innovation (Ogbo et al., 2012) competitive advantage (Al-Zoubi, 2012) the use of high skill in a high challenge situation (Fagerlind et al., 2013), and ability (Mayfield & Mayfield, 2012). As such,

employees who work in creativity and innovative environments are encouraged to think on their own, build on their cognitive, and make creative contributions toward achieving organizational objectives (Charbonnier-Voirin et al., 2010).

In organizations, the role of leadership style is necessary to influence an individual and a group of individuals to achieve an organizational goal and objectives (Northouse's, 2010). By practicing pleasant and responsive attitudes, leaders can facilitate and encourage employees to effectively utilize their skills, knowledge, and experience in the organization (Shah et al., 2011). Furthermore, leaders who are trying their level best to develop the employee's capabilities ultimately are creating a good working environment within the organization (Farooq & Aslam, 2011). For the purpose of leaders are involved in developing the effective employee development programs for their employees to equip them with the desired knowledge, skills and abilities to achieve organizational goals, efforts not only improve the employee level of competency and performance but also creates positive image of the firm worldwide, (Lu et al., 2010).

The implementation of higher competencies is needed in confronting the transformation towards I4.0 as suggested by Jaschke (2014), and Richert et al. (2016). Thus, an effort to upgrade the employee competency can provide the foundation for competency development in the future (Kagermann et al., 2016). Individual's employee has their needs to expose and improve their competency and that is why they were employed and contributes to organizational performance. Scholars and researchers such as Brown (2011), Ali et al. (2012), and Aydin (2012) identified the importance of leadership role in improving employee competency in developing their knowledge, skills, and ability that positively related to individuals' motivation and organizational performance. In understanding the impact and purpose and causes of motivation as practiced by the leaders, employees can acquire new knowledge and new skills, bring this competency into their organization and thus influence the identity of organizations-or what the organization is and is becoming (Brown and Toyoki, 2013).

Based on the introduction of this study, there is a requirement to examine the role of leadership style in enhancing employee competency for organizational performance. The rationale of this study is to guide the various manufacturing industries especially the food manufacturing industries in Malaysia to improve their organizational performance and the production output that contributes to accelerating the Malaysian economic growth.

1.3 Background of Companies Studied

Three prominent food manufacturing industries are involved in this research consists of Linaco Manufacturing (M) Sdn Bhd, Hwa Tai Industries, and Hup Seng Industries Sdn Bhd. These companies have been established in 1962. These companies hold various registered "halal" brand products for a minimum period of 20 years ago. As well as for domestic sales, most of their products were exporting to more than 40 countries. During the financial crisis that struck many Asian countries in late 1997, all of the businesses of these companies were survived. These companies won several local and international prestigious awards and recognition due to their outstanding achievement of the quality and innovation of their products. With an astounding production plant and equipped with advanced high technology machinery and manufacturing workforce, the production capacity of these food manufacturing industries were rapidly increased. Linaco Manufacturing (M) Sdn Bhd, Hwa Tai Industries, and Hup Seng Industries Sdn Bhd. Hwa Tai Industries achieved more than RM60 million annual sales revenue, Linaco Manufacturing (M) Sdn Bhd and Hup Seng Industries Sdn Bhd achieved more than RM200 million annual sales in 2016.

1.3.1 Linaco Manufacturing (M) Sdn Bhd

Linaco Manufacturing (M) Sdn Bhd was established in 1992 by a team that has extensive experience in the manufacturing of coconut products. At present

Linaco employed more than 1100 fulltime production employees and another 100 marketing and salespersons that help spread the product to more than 40 countries. Machinery is used to partly process the raw materials into the desired output. The high technology machinery is requiring mostly high-skilled workers to operate them. Today, Linaco Manufacturing (M) Sdn Bhd has carved out a reputation for being a reliable "halal" producer and supplier of high-quality coconut products worldwide.

Linaco's products have found wide acceptance in every country where we have ventured – including Singapore, Australia, China, Europe, and the Middle East, Africa, Europe and the United States of America, and Linaco acknowledged in the global arena as one of the top five coconut-related manufacturers in the world (Ariba Discovery, 2017). In 2001, Linaco was one of the proud winners of the Enterprise 50 Award, an influential annual award programme organized by SME Corporation Malaysia and Deloitte Malaysia that celebrates the achievements of the nation's small and medium-sized enterprises (Linaco, 2017). In 2002 Claypot "Emperor Chicken Mix" received national industry recognition, garnering the prestigious Special Award for Product Excellence from the Ministry of International Trade and Industry (Linaco, 2017). Linaco launched it ready-to-drink COWA coconut water in 2014 and became the first Company in Malaysia as well as the first company in Southeast Asia to offer locally-packed natural coconut water in TetraPak Prisma Aseptic Packaging (ASIAoutlook, 2017).

Linaco emphasis on manufacturing a high-quality of coconut products and has spent a high expenditure on buying high-tech machinery which over the years has become synonymous with high-quality, coconut-related products. Linaco employed a very enthusiastic quality assurance team, ready and able to take on multiple jobs. The team is responsible for maintaining strategic R&D initiatives through the continuous formulation of new and innovative products, product and process improvements. Linaco furthered traditional packaging with TetraPak aseptic carton formats. All coconut milk produced in the Batu Pahat factory is packed in hygienic, state-of-the-art packaging. For the production of its various products, Linaco continues to set the industry with high-quality standard packaging equipment for these products.

In 2014, Linaco launched the ready-to-drink COWA Coconut Water, to become the first company in Malaysia to offer locally-packed natural coconut water in Tetra Pak Prisma Aseptic packaging and one of the first companies in Southeast Asia to do so. From an initial annual revenue of RM4.5 million in 1995, Linaco Manufacturing (M) Sdn Bhd achieved annual revenue of RM36 million in 2008; and about RM50 million consecutively in 2009 and 2010 (Ariba Discovery, 2017). In 2016, the company's annual revenue achieved RM200 million (Linaco, 2017).

1.3.2 Background of Hwa Tai Industries Berhad

Established in 1962 by a local Chinese business founder namely Mr. Tan Hwa Teck, Hwa Tai Industries Berhad is one of the premier and longest established biscuit manufacturers in Malaysia. Established in 1962 and listed on the Stock Exchange Malaysia in 1992. Since then, this fast-expanding company has grown to be one of the largest players in the biscuits industry in the country and produces a fine, wide range of superior quality biscuits. It has been successfully marketed domestically and internationally through Hwa Tai's own vast and comprehensive distribution network. The biscuits are marketed under the brand name or trademark of "HWA TAI" and "LUXURY with excellent innovation and high-quality products which have marketed in over 50 countries around the world.

Hwa Tai Industries Berhad operates in the Bread, cake, and related products sector reported sales of 63.17 million Malaysian Ringgits (US\$14.27 million) for the year ending December of 2016. Hwa Tai's dedication to quality is further reinforced by using the most advanced state-of-the-art machinery and processing techniques to produce premium biscuits with distinct flavors and tastes. At present, Hwa Tai employed more than 1050 full-time employees in various sections and departments.

Hwa Tai has developed an internationally recognized Quality Management System to ensure that the products conform to international standards. In 1996, Hwa Tai Industries Berhad achieved MS ISO 9001. Efforts to meet MS ISO 9001 requirements were initiated in November 1995, with proper documentation for each

stage of production and quality processes. These efforts paid off in December 1996 when the Company achieved accreditation from SIRIM Berhad. HACCP certification is a testament to Hwa Tai's efforts in achieving the highest standards in food hygiene, safety, and quality. From 2002 onwards, Hwa Tai Industries Berhad has fully integrated ISO 9001:2000/HACCP. Hwa Tai's annual sales revenue for 5 consecutive years from the years 2014-2018 is as illustrated in Table 1.1.

Table 1.1 Hwa Tai's Annual Sales Revenue 2012-2016

| Year | Annual Sales /Revenue (RM) million |
|------|------------------------------------|
| 2014 | 61,331.60 |
| 2015 | 66,335.10 |
| 2016 | 63,173.60 |
| 2017 | 67,813.10 |
| 2018 | 64,739.10 |

Source: The Wall Street Journal 2017 (Hwa Tai, Malaysia)

1.3.3 Hup Seng Industries Berhad

Hup Seng Industries Berhad was established in 1991 and later and was later listed on the Main Board of Bursa Malaysia Securities Berhad in November 2000. Hup Seng Industries has three subsidiaries companies namely Hup Seng Perusahaan Makanan (M) Sdn. Bhd, Hup Seng Hoon Yong Brothers Sdn. Bhd., and In-Comix Food Industries Sdn Bhd. Hup Seng Industries Berhad is an investment holding company, in which it's subsidiary companies engaged in the manufacture and sale of biscuits and confectionery food items.

At present, Hup Seng Industries Berhad employed more than 1200 full-time employees in various sections and departments. Back in 1958, Hup Seng which translates to "With Teamwork Comes Success" in the Chinese language was established as Hup Seng Co., a partnership by the four founding Directors of the Group who are brothers. Due to business expansion and increased capital

requirement, Hup Seng Co. was dissolved in 1974 and Hup Seng Perusahaan Makanan (M) Sdn. Bhd was then founded will the asset and liabilities of the partnership thereto. 3 years later in 1977, Hup Seng Hoon Yong Brothers Sdn. Bhd was incorporated to manage to trade and in 2005, Hup Seng Industries Berhad acquired 10% equity in In-Comix Food Industries Sdn Bhd.

Hup Seng Industries Berhad also affected by the economic recession experienced in the most of 2009 and causing weaker consumer spending which in turn pressured and has impacted the Group's full-year sales performance (Hup Seng Industries Berhad, 2009). Today, Hup Seng is one of the leading "halal" biscuits manufacturers in Malaysia. The Principal activity of Hup Seng Perusahaan Makanan (M) Sdn. Bhd is manufacturing crackers, cookies, biscuits, and other confectionery food items. Hup Seng Perusahaan Makanan (M) Sdn. Bhd presently produces its products from the factory located on 7.8 acres of industrial land at Batu Pahat, Johor. The factory was completed in 1981 and currently the total production, storage and office space cover floor space of 317,995 square feet. Hup Seng Perusahaan Makanan (M) Sdn. Bhd. also exports to more than over 20 countries, mainly in South East Asia (Hup Seng Industries Berhad, 2017). Hup Seng won many prestigious international awards and recognitions. In 2016, Hup Seng was awarded for its OAT Cookie, manufactured on a Haas-Meincke production line, with the Monde Selection International High-Quality Trophy (Worldbaker, 2017).

Hup Seng's domestic sales accounting for approximately 72% and exports by approximately 28%, and biscuits remain the dominant range which represents about 93% of the total sales, while beverages and other agents' products make up the balance, the Hup Seng Group recorded sales revenue of RM285.6 million in 2016 (Hup Seng Industries Berhad, 2016). With a global market that covering Europe, Africa, North America, Asia, and Oceania, Hup Seng's products have gained high consumers' demands in all around the world. Based on the company's Food Safety & Quality Policy, Hup Seng continuously strives to maintain the highest quality biscuits as possible. Hup Seng's annual sales revenue for 5 consecutive years as shown in Table 1.2.

Table 1.2 Hup Seng's Annual Sales Revenue 2012-2016

| Year | Annual Sales Revenue (RM) |
|------|---------------------------|
| 2012 | 247,818,145 |
| 2013 | 251,407,055 |
| 2014 | 262,217,996 |
| 2015 | 286,860,291 |
| 2016 | 285,645,179 |

Source: Hup Seng's Annual Report (2017)

1.4 Problem Statement

Although the Malaysian's organizational performance has contributed to the country's economic growth, the productivity performance of manufacturing sector's added value grew at a slower rate of 4.4% to RM277.9 billion in 2016 as compared to 4.9% in 2015 (MITI, 2016) Various efforts have been implemented by the Malaysian government to ensure the organizational growth, however, it failed to achieve the expected performance (Ahmad and Xavier, 2012). According to the Malaysian National SME Development Council (2011), the World Bank has identified that the Malaysian's productivity level was found low still lagged behind other countries. Malaysia's economic growth has remains slowed down in the first three-quarters of 2016 to 4.2% as compared to 5.1% in 2015 (Malaysia Economic Monitor, 2016). These recent economic developments scenario has restricted the three Malaysia's economic development plan of Malaysian economic growth, Malaysia National Industry 4.0, Malaysia's Eleventh Malaysia Plan (11MP), and an advanced nation by 2020. Although recent economic indicators suggest that the growth momentum is expected to continue in the near term (Malaysia Economic Monitor, 2018), the economic recovery requires emerging efforts from the various manufacturing sectors to increase their productivity in boosting Malaysia's economic growth.

Meanwhile, the world's biggest economy countries are now suffering from a high employee turnover across the states. Based on the Human Capital Intelligence (HCI) research as conducted by Radford Global Life Sciences Survey and the Radford Global Technology Survey (2016), the study found that the turnover rate of employees in China is increased by 20.80%, which involves over 3000 various enterprises in Beijing, Shanghai, Guangzhou, and Shenzhen. The Radford Global Technology Survey (2016) found that in 2016 the technology firms in the United States of America confronting a high rate of the voluntary sales employee turnover involving various industries between 8.50% to 15.30%.

In obtaining a competitive advantage, organizations rely on innovation through creativity in achieving an organization's success. The low level of innovation is affecting the Chinese manufacturing (China Daily, 2015) in 2015 China's rate of transformation of scientific and technological obtained only 10% far less than that of the developed countries, which is about 40%.

According to an analysis conducted by Deloitte and The Manufacturing Institute (2018), by the year 2028, the impact of the shortage of employee competency on future manufacturing economic productivity will increase 1.5% per year and requiring the USA manufacturing industry to recruit more than 1.96 million employees during 2017-2018 to manufacture the products according to the latest demands. However, the lack of competency identified by the manufacturing industry potentially leads to 2.4 million jobs vacancy, thus decreasing the production output as targeted by the manufacturing industries. Whenever the skills shortage on future manufacturing economic output cannot be filled with the competent workers, by 2028 additional manufacturing value added of US\$454 billion could facing the risk which could account for about 17% of the total US forecasted manufacturing GDP of US\$2.67 trillion.

Bank Negara Malaysia (BNM) reported that the gross domestic product (GDP) for 2016 in the manufacturing industry has decreased to 4.4% as compared to 4.9% in 2015 (Bank Negara Malaysia-BNM, 2017). Relatively, in conjunction with the decline of Malaysian gross domestic product (GDP) in 2016, the achievement of organizational performance in several major food manufacturing industries in Malaysia was also decreased in 2016. As shown in Table 1.3, based on the Annual

Revenue Report for 2016, the annual revenue of a few prominent food manufacturers in Malaysia's was decreased which involving Apollo Food Holdings Berhad (Apollo Food Holdings Berhad's Annual Report, 2016), Guan Chong Berhad's (Guan Chong Berhad Annual Report, 2016), Saudee Group Berhad (Saudee Group Berhad Annual report, 2016), XingHe Holdings Berhad (XingHe Holdings Berhad Annual Report, 2016), and London Biscuits Berhad (London Biscuits Berhad Annual Report, 2016).

Table 1.3 Decreasing Annual Revenue of 5 Prominent Food Manufacturers in Malaysia's

| COMPANY | ANNUAL REVENUE (RM) | | DECREASED | |
|---------------------------|---------------------|---------------|--------------|-------|
| | 2016 | 2015 | (RM) | % |
| Apollo Food Holdings | 208,185,792 | 212,626,773 | -4,440,981 | 2.09 |
| Guan Chong Berhad | 2,315,865,809 | 2,380,668,753 | -64,802,944 | 2.70 |
| Saudee Group Berhad | 147,100,915 | 166,850,084 | -19,749,169 | 11.80 |
| XingHe Holdings Berhad | 768,057,000 | 1,142,212,000 | -374,155,000 | 32.80 |
| London Biscuits Berhad | 436,507,512 | 402,539,026 | -33,968,486 | 32.80 |

Meanwhile, the study found that there is a declining of the workforce performances in Malaysian and in the global manufacturing industries, the study found the increase of customer complaints, lack of employees' competency, employee turnover, and lack of innovation.

According to the Malaysian National Consumer Complaints Centre-NCCC (2017), a recent number of customer complaints and losses were received in 2016 and are aroused to 8.6%. The complaints received on general consumer products are 6,578, automobile 3,874, and travel and leisure 3,458 cases with total estimated losses of more than RM101.1 million. The country suffers from a shortage of skilled workers, weak productivity growth stemming from a lack of creativity and innovation in the workforce, and an over-reliance on unskilled workers (Malaysian National Economic Advisory Council, 2010), and in 2010 indicated that 73.80% of the Malaysian labour force in 2010 is low-skilled, and in 2018, 12.10% or 1.81 million of the Malaysian labour force were low-skilled and 59% or 9.03 million of

them were semi-skill (Department of Statistics, Malaysia (2019), indicating that 71.10% or 10.84 million of the Malaysian labour force were not the skilled workforces.

Employee turnover significantly affecting productivity growth and consequently restrict the organizational performance and profits. The issue of employees' turnover also affected many companies in Malaysia and based on the recent research as was conducted by the Malaysia Investment Development Authority (2016) in 2016, a total of 22 companies downsized their operations and retrenched 1,132 workers. Leadership style determines the success of organizational performance towards improving the employees' competency and productivity. However, Malaysian firms are facing challenges in identifying, nurturing and engaging their current talents as well as grooming new leaders to ensure their future success (Malaysia Productivity Corporation-MPC, 2016). There is still a lack of leadership and its impact on organizational performance in Malaysian manufacturing industries (Sam, Tahir & Bakar 2012). The lack of leadership skills were found to limits or even reduce the abilities of the Malaysian manufacturers to improve their productivity and performance (SME Corporation Malaysia 2014; Abe et al. 2012).

Based on the decline of the organizational performance in the global and Malaysian manufacturing industries, with several indicators that influencing the decline of the organizational performance, Malaysia needs to overcome the economic decreases toward boosting economic development for the next decade. Malaysian local businesses should strive for better organizational performance and increase productivity and helps the country's economic growth. If the problem of the declining of the organizational performance with its indicators would not be resolved it can cause loses to Malaysian manufacturing industries, and these scenarios would restrict Malaysia's economic development plan of Malaysian economic growth, Malaysia National Industry 4.0, and will affect the achievement of Malaysian economic growth tremendously.

Therefore, the purpose of this study is to emphasize that these declining can be resolved by the intervention of leadership style and employee competency. There is a need to research to examine the effectiveness of leadership style and employee competency in these three food manufacturing industries; Linaco Manufacturing (M) Sdn Bhd, Hwa Tai Industries Sdn Bhd, and Hup Seng Industries Sdn Bhd, as a case study. The success of organizational performance with the high productivity performed by these three food manufacturing companies would be a good benchmark to other manufacturing industries and food manufacturing industries on how to improve the organizational performance by using the strength of leadership style and employees' competency.

1.5 Research Questions

- 1. Is there any relationship between transformational leadership style and organizational performance?
- 2. Is there any relationship between transactional leadership style and organizational performance?
- 3. Is there any relationship between transformational leadership style and employee competency?
- 4. Is there any relationship between transactional leadership style and employee competency?
- 5. Is there any relationship between employee competency and organizational performance?
- 6. Is there any mediating effect between employee competency in the relationship between transformational leadership style and organizational performance?
- 7. Is there any mediating effect between employee competency in the relationship between transactional leadership style and organizational performance?

1.6 Research Objectives

- 1. To examine the relationship between transformational leadership style and organizational performance.
- 2. To examine the relationship between transactional leadership style and organizational performance.
- 3. To examine the relationship between transformational leadership style and employee competency.
- 4. To examine the relationship between transactional leadership style and employee competency.
- 5. To examine the relationship between employee competency and organizational performance.
- 6. To examine the mediating effect of employee competency in the relationship between transformational leadership style and organizational performance.
- 7. To examine the mediating effect of employee competency in the relationship between transactional and organizational performance.

1.7 Research Hypothesis

- 1. There is a relationship between transformational leadership style and organizational performance.
- 2. There is a relationship between transactional leadership style and organizational performance.
- 3. There is a relationship between transformational leadership style and employee competency.

- 4. There is a relationship between transactional leadership style and employee competency.
- 5. There is a relationship between employee competency and organizational performance.
- 6. Employee competency mediates the relationship between transformational leadership style and organizational performance.
- 7. Employee competency mediates the relationship between transactional leadership style and organizational performance.

1.8 Research Aim

The aim of this research is to identify the effects of transformational and transactional leadership styles and employees' competency on organizational performance in food manufacturing industries.

1.9 Significance of the Study

The significance of the study provides significant evidence in terms of practice and body of knowledge to other food manufacturing industries, employees and leaders on how to improve the organizational performance through the leadership style and employee competency.

Firstly, from the literature review, scholars have researched the various sectors and industries such as school, hotels, banks, hospitals, construction, software, higher institutional, firms, automotive industry, and construction companies, however, the research involving the role of leadership style in enhancing employees' competency is seldom carrying out at any food manufacturing industries in Malaysia. Thus, researching these three food manufacturing companies will contribute a new viewpoint in terms of organizational performance achievement of food

manufacturing industries in Malaysia. The food manufacturing industries involved in the manufacture of all kinds of food products with their own brand's products. The organizational performance of food manufacturing industries has contributed significantly to economic growth in the Malaysian economy, employment opportunity, and profits margin through the export of goods and services. Thus, organizations in Malaysia must continue their strategic initiatives to boost productivity and become effective and competitive in contributing towards increasing Malaysian's economic growth as targeted under the Eleventh Malaysia Plan (11MP) as was implemented by the Malaysian Government.

Secondly, from the literature review, most of the previous studies topic covers team competency and organization learning seldom research being conducted involving individual competency at the workplace. This study conveys additional facts and theory to the existing body of knowledge on the importance to enhance the individual's employee competency at the workplace. Individual competencies permit the individual employee to achieve their maximum creativity in developing knowledge, skill, and ability towards the job that contributes to their performance improvement or career development opportunities.

Finally, this study provides useful information and important guidance for leaders in various organizational and business especially for food industries in Malaysia in leading the need for an effective leadership style to be implemented. Due to the challenging business environment and competitive leadership capability, this study is important for leaders so that they can improve the existing leadership style to enable them to formulate suitable plans and implement methods that can enhance the employee competency through an appropriate leadership style.

An effective leadership style leads to a more motivated workforce which can lead to reducing the losses that may arise due to the various inconsistencies at the organization, thus achieving greater productivity, organizational performance, and profits.

1.10 Research Scope

The two research scope of the study consists of the scope of respondents, and scope of the industry. All of these scopes contain important facts for the rationale of the research. Every aspect of these research scope influences of the aim of the study. Therefore, the research scope of the study is not only examining the raised issue closely but rather than provide in-depth approaches to this study as well.

1.10.1 Scope of Respondents

The respondents of this study consist of a full-time supervisory level from the various sections departments from the three food manufacturing industries of Linaco Manufacturing (M) Sdn Bhd, Hwa Tai Industries Sdn Bhd, and Hup Seng Industries Sdn Bhd. These supervisors considered to be the most knowledgeable person who is eligible to answer the questionnaire to reveal the real phenomena in these three food manufacturing industries. According to Mittal et al. (2019), the roles of the supervisor in organizational performance and forecasting productivity improvements are very important and have supported the business in improving the skill of employees and consequently supporting the business to perform well on key deliverables, such as better quality and fewer defects.

Therefore, supervisors to have some clear opinion regarding their company's organizational goals and objectives, production process, situations or environments, so they have an intimate understanding of organizational performance process, leadership style, and employee competency. Employees' or supervisor's evaluations of their superior are essential for productive interactions, leader success, and enhances employee competency. An important aspect of employees' evaluations of leaders is leader effectiveness, which can be characterized as overall employee satisfaction with the leader, and the perception of strong leadership (Rosette and, 2010). Supervisor's role, transfer of competency and motivation to learn are distinct constructs. Supervisor's role has two major features: support and communication.

Support is often viewed in terms of the supervisor encouraging and providing opportunities to employees to improve their performance in the organization (Robbins & DeCenzo, 2004). Consequently, this may lead to an increased transfer of employee competency (Blachard & Thacker, 2007). Hornung et al. (2009) indicated that supervisors are important organizational agents whose legitimate power permits a wide range of resources to be granted to workers on behalf of their employer.

1.10.2 Scope of Industry

The scope of the study is the manufacturing sector from the food manufacturing industries. The manufacturing sector needs to be given more attention as compared to other industries because this sector it's proven to be more successful among other sectors (Shamraiz, Yew, and Hassan, 2017). The food manufacturing industries were chosen as they are the main contributor in accelerating Malaysia's economic since in 2016, total food exports amounted to RM18.4 billion while total food imports amounted to RM17.1 billion, and the Malaysian Government has included the food industry as the seventh sub-sector to be part of the National Key Result Areas (NKRA) in addition to the existing six NKRAs (MIDA, 2016). Three food manufacturing companies were selected for this study namely; Linaco Manufacturing (M) Sdn Bhd, Hwa Tai Industries Sdn Bhd, and Hup Seng Industries Sdn Bhd, which operated at states of Johor.

1.11 Limitation of the study

This study identified the limitations in accomplishing the research. Various limitations may lead to limit the accuracy of research outcomes. This has considerably reduced the applicability and coverage of the research.

Firstly, this study was conducted by using the quantitative method, in the future research the researchers intend to focus on using the mixed methods, by using both quantitative and qualitative methods, for a greater study's outcomes in

examining the impact of leadership style in enhancing employees' competency for organizational performance in food manufacturing industries.

Secondly, 75% of the respondents involved in this study having a lower level of education than the diploma or degree holders, thus the simple wording for the questionnaire's questions was provided to enable them fully understand with the raised questions.

Finally, the multi-racial respondents were involved in this study with limitations of proficiency of languages, thus two languages of English and Malay language were provided to ensure they may have an option in answering the questions. With the precautions mentioned above, it means the researcher can increase the reliability and accuracy of the research work through the date it was collected.

1.12 Operational Definition of Terms

The operational definition of terms is important in guiding for this study. The definition of terms is used in expressing the essential nature of the topics to be discussed in this study. The study was guided by the following definition and terms of organization performance, leadership style, transformational leadership, transactional leadership, and employee competency.

1.12.1 Organizational Performance

Williams and Naumann, 2011; Buller and McEvoy, 2012) defined organizational performance as a multidimensional concept including financial and non-financial aspects. Whereas Melville et al. (2004) defined organizational performance as overall firm performance, including productivity, efficiency, profitability, market value, and competitive advantage. Hernaus et al. (2012)

identified that the way a strategic approach to business process management affects the performance of the organization, both its financial and non-financial characteristics. Organizational performance is tracked and measured in multiple dimensions such as financial performance, organizational performance, and performance measurement systems (Upadhaya et al., 2014). Therefore, in this study, the measurement instrument for Financial Performance measurement instrument was adapted based on Le Cornu and Luckett's (2000) measurement instruments. For the Non-financial Performance was adopted and also adapted based on the Hernaus et al. (2012) measurement instruments.

The measurement instrument for the Employee or HRM Measures was adapted based on the Hernaus et al. (2012) measurement instruments, and the measurement instrument for Process Measures was adopted and adapted based on the Hernaus et al. (2012) and McCormack & Johnson (2001).

1.12.2 Leadership Styles

Leadership can be defined as a process of influencing people to get the desired outcomes (Jong and Hartog, (2007), and Mullins (2013) defines leadership style as "the way in which the functions of leadership are carried out, the way in which the managers usually behave towards members of the organization". Robbins et al. (2009) define transformational leaders as having the capability to motivate their subordinates by gaining their trust and respect and enhancing their employees to perform their tasks more effectively to help to obtain the aim of their leaders. Leadership is a kind of power where one person has the ability to influence or change the values, beliefs, behaviour, and attitudes of another person (Ganta, and Manukonda, 2014). The way a leader behaves in order to reach a goal or perform a function determines which kind of leadership behavior a leader adapts (Beyer, 2012).

1.12.3 Transformational leadership

According to Bass and Avilio (1989), transformational leadership can be defined based on the impact that it has on followers. Bass and Avilio (1989) suggested that transformational leaders garner trust, respect, and admiration from their followers, and there are 4 components of transformational leadership referred to as Idealized Influence, Inspirational Motivation, Individualized Consideration, and Intellectual Stimulation. In this study, the measurement instrument for transformational leadership were adopted from the Multifactor Leadership Questionnaire (MLQ) based on 3 transformational leadership components as developed by Bass and Avilio (1989) consists of Idealized Influence, Inspirational Motivation, and Intellectual Stimulation

1.12.4 Transactional leadership

The definition of transactional leadership as mentioned by Bass (1990) consists of four dimensions: (1) management by exception (active), watching and searching for deviations from rules and standards, and taking corrective action;(2) management by exception (passive), intervening only if standards are not met; (3) laissez-faire, which abdicates all responsibility and avoids all decision making; and (4) contingent reward: contract exchange of rewards for effort, promises of rewards for good performance, and recognition of accomplishments. Since the transactional leadership style has received the greatest attention from various researchers in various fields over the last decade as mentioned by Avilio (1999), in this study, the measurement instrument for transactional leadership were adopted from the Multifactor Leadership Questionnaire (MLQ) based on 3 transactional leadership components as developed by Bass and Avilio (1989) consists of Contingent reward, Active management-by-exception, and Passive management-by-exception (PMBE).

1.12.5 Employee Competency

UNIDO (United Nations Industrial Development Organization) (2002) defined employee competency as knowledge, skill and specifications which can cause one person to act better, not considering his special proficiency in that job. While employee competency have recently been defined by the Global Forum for Rural Advisor Service (GFRAS) as the sufficiency of knowledge and skills that enable a person to act in a wide variety of situations (Davis, 2015). Bodea &Toader (2013) defined 3 competency category consists of Methodical, Personal-social, and Strategic-organizational. Therefore, in this study, the measurement instrument for employee competency was adapted based on 2 competency category as developed by Bodea & Toader (2013) consists of Methodical Factors and Personal-Social Factors.

1.13 Summary

To summarize, based on the background of this study it's indicated that the recent global business environment is becoming more complex and impacts the organizational performance. To be competitive and to achieve the desired results and generate greater productivity and profits, the previous researchers have found that transformational and transactional leadership style is positively related to organizational performance as identified by Ojokuku et al., (2012; Klein et al, (2013); Al Khajeh, (2018); Longe, (2014), and Atkinson et al. (2015).

The effective leadership style is extremely important to fulfil both organizational performance and employee as discovered by Castelli, (2016), McDaniel et al., (2012), Sadeghi et al., (2012) Chou et al., (2013), and Blecharz et al., (2014). Furthermore, the competitive advantage of organization depends largely on employee competency as identified by the Malaysia Productivity Corporation (2016), Breuer and Kampkotter (2013), Diaz-Fernandez et al. (2014), Lee (2010), Davis, (2015), Suvedi and Kaplowitz, (2016), Iqbal et al., (2012), and Brown and Toyoki (2013). Therefore, the current struggling circumstances are depending largely

on the effective leadership style and workforce competency in achieving the aims of the organization to increase the productivity and organization profits.

The background of companies studied is necessary to enable the researcher to investigate and identify the significant impacts on the relationship between effective transformational and transactional leadership style, employee competency and organizational performance in these three food industries of Linaco Manufacturing (M) Sdn Bhd, Hwa Tai Industries, and Hup Seng Industries Sdn Bhd.

The problem statement of this study identified that in 2016, the productivity performance level of Malaysian employees was rather low and lagged behind other countries, while the organizational performances of several major food manufacturing industries in Malaysia were found decreased. Furthermore, the world's biggest economies and Malaysia are now suffering from high employee turnover, low levels of innovation, customer complaints, and lack of employee competency. Therefore, the intervention of transformational and transactional leadership style is extremely important to improve the organizational performance and employee competency and may guide the various manufacturing industries especially the food manufacturing industries in Malaysia to improve their organizational performance and helps to increase the Malaysian economic growth.

The development of the research questions, research objectives, research hypothesis, and research aim for this study is necessary to determine the relevant results for this study. Additionally, the significance of the study provides significant evidence in terms of practice and body of knowledge and provides useful information and important guidance for leaders in various organizational and business especially for food industries in Malaysia. The scope of respondents for this study is necessary to reveal the real phenomena in these three food manufacturing industries, and the selection scope of industry for this study is to determine the research goals and gives a thorough understanding of the area of the study and the requirements of the research for food manufacturing industries in accelerating Malaysia's economic. In any research, researchers confronting various research

limitations, thus in this study the researcher emphasizes precautions in increasing the reliability and accuracy of the research.

The operational definition of terms for this study reflects to the nature of the topics being discussed in this study and also related to the measurement instrument for this study of organizational performance (Financial, Non-financial Performance, Employee or HRM Measures and Process Measures), transformational leadership style (Idealized Influence, Inspirational Motivation, and Intellectual Stimulation), transactional leadership (Contingent reward, Active Management-by-exception, and Passive Management-by-exception, and the measurement instrument for employee competency (Methodical Factors and Personal-Social Factors).

REFERENCES

- Abe M., Orgil M. T., Batsaikhan O. (2015). "Financing small and medium enterprises in Asia and the Pacific", *Journal of Entrepreneurship and Public Policy*, Vol. 4 Iss 1 pp. 2 32.
- Abernethy, M.A., Bouwens, J. and Lent, L. (2013). The role of performance measures in the intertemporal decisions of business unit managers, Contemporary accounting research, 30 (3), pp. 925-961.
- Ahmad I., Sheikh Raheel Manzoor S. R., (2017). Effect of Teamwork, Employee Empowerment and Training on Employee Performance. International *Journal of Academic Research in Business and Social Sciences 2017*, Vol. 7, No. 11 ISSN: 2222-6990.
- Ahmad, F. S., Ihtiyar, A. & Omar, R. (2014). A Comparative Study on Service Quality in the Grocery Retailing: Evidence from Malaysia and Turkey. Procedia Social and Behavioral Sciences, 109, 763-767.
- Ahmad, K., Zabri, S.M. (2016). The application of non-financial performance measurement in Malaysian manufacturing firms. Procedia Economics and Finance 35, 476-484.
- Ahmad, S., and Xavier, S. R. (2012). Entrepreneurial environments and growth: evidence from Malaysia GEM Data. *Journal of Chinese Entrepreneurship*, 4 (1), 50-69.
- Ahmad, Z., Abdullah, N. M. H. & Roslan, S., (2012). Capital Structure Effect on Firms Performance: Focusing on Consumers and Industrials Sectors on Malaysian Firms. International Review of Business Research Papers, p. 137 155.
- Al Harbi J.A., Alarifi S. and Mosbah A. (2019). Transformation leadership and creativity. Personnel Review, vol. 48 no. 5.
- Al Khajeh E. H (2018)." Impact of Leadership Styles on Organizational Performance", *Journal of Human Resources Management Research*, Vol. 2018 (2018).

- Al Muala, A.M., Nik Mat, N.K. and Md Isa, F. (2009). Applications of Planned Behaviour Theory on International Tourists in Jordan: Structural Equation Modelling (SEM) Approach, pp.1–16.
- Alavi, M. & Ghaemi, H. (2011). Application of Structural Equation Modeling in EFL Testing: A Report of Two Iranian Studies. Language Testing in Asia.
- Albrecht, S. L., A. B. Bakker, J. A. Grumen, W. H. Macey, and A. M. Saks. (2015). "Employee Engagement, Human Resource Management Practices and Competitive Advantage." *Journal of Organizational Effectiveness: People and Performance* 2 (1): 7–35.
- Albudaiwi D. (2019). "Surveys, Advantages and Disadvantages of" .The SAGE Encyclopedia of Communication Research Methods. Thousand Oaks. SAGE Publications, Inc.
- Al-edenat M. (2018). Reinforcing innovation through transformational leadership: mediating role of job satisfaction. *Journal of Organizational Change Management*, vol. 31 no. 4.
- Alexandratos, N., & Bruinsma, J. (2012). World agriculture towards 2030/2050: The 2012 revision (ESA 12-03). Rome: Food and Agriculture Organization of the United Nations.
- Ali, A., M. Abrar, J. Haider, 2012. Impact of Motivation on the Working Performance of Employees- A case study of Pakistan. Global Advanced Research *Journal of Management and Business Studies*, 1(4): 126-133.
- Al-Zoubi, M.R. (2012). "Leadership competencies and competitive advantage. Empirical study on Jordan Telecommunications", *European Journal of Business and Management*, Vol. 4 No. 7, pp. 234-247.
- Amal Zada Khan & Nosheen Adnan (2014). "Impact of Leadership Styles on Organizational Performance," Research Academy of Social Sciences.

 International Journal of Management Sciences, vol. 2(11), pages 501-515.
- Anderson D. & Gerbing, D. W. (1982). Some methods for respecifying measurement models to obtain unidimensional construct measurement. *Journal of Marketing Research*, 19(4), 453-460.
- Apollo Food Holdings Berhad's Annual Report (2016). https://www.malaysiastock.biz/GetReport.aspx?file=AR/2016/8/30/6432%20 02328405330974.pdf&name=Apollo%20Annual%20Report%202016_Final. pdf.

- Ariba Discovery (2017). Supplier Profile, Linaco Manufacturing (M) Sdn Bhd. https://service.ariba.com/Discovery.aw/ad/profile?key=AN01010840486.
- ASIAoutlook (2017). Linaco Group. Outlook Publishing Ltd. Norwich, United Kingdom. http://www.asiaoutlookmag.com/outlook-features/linaco-group.
- Asrar-ul-Haq M. & Kuchinke K.P. (2016). 'Impact of leadership styles on employees' attitude towards their leader and performance: Empirical evidence from Pakistani banks', *Future Business Journal*, Vol. 2, No. 1, pp. 54-64.
- Asree, S., Zain, M., & Razalli, M. R. (2010). Influence of leadership competency and organizational culture on responsiveness and performance of firms. *International Journal of Contemporary Hospitality Management*, 22(4), 500-516.
- Athukorala, C., et al. (2016). The impact of transformational and transactional leadership styles on knowledge creation in Sri Lankan software industry. 2016 Moratuwa Engineering Research Conference (MERCon).
- Atkinson, P., & Mackenzie, R. (2015). Without leadership there is no change. Management Services, 59(2), 42-47.
- Aydin, O.T., (2012). The Impact of Motivation and Hygiene Factors on Research Performance: An Empirical Study from a Turkish University. International Review of Management and Marketing, 2(2): 106-111.
- Babakus, E. and Mangold, W.G. (1992). "Adapting the SERVQUAL scale to hospital services: empirical investigation", Health Services Research, Vol. 26 No. 2, pp. 767-86.
- Babbie, Earl R. (2010). The Practice of Social Research. 12th ed. Belmont, CA: Wadsworth.
- Bagozzi, R. P. (2011). Measurement and meaning in information systems and organizational research: Methodological and philosophical foundations. MIS Quarterly, 35(2), 261–292.
- Bain Inspirational Leadership System Model (2017). Bain & Company, Inc. Boston, USA.
- Balain, S., Sparrow, P. (2009). Engaged to perform: A new perspective on employee engagement. Centre for Performance-led HR White Paper 09/04. Lancaster: Lancaster University Management School.

- Baluch, A. M., Salge, T. O., & Piening, E. P. (2013). Untangling the relationship between HRM and hospital performance: The mediating role of attitudinal and behavioural HR outcomes. *The International Journal of Human Resource Management*, 24, 3038–3061.
- Bank Negara Malaysia-BNM (2017). 'Annual Report', Kuala Lumpur: Bank Negara Malaysia.
- Baron, R.M., & Kenny, D.A. (1986). Moderator-mediator variable distinction in social psychological research: conceptual, strategic and statistical considerations. *Journal of Personality and Social Psychology*, 51(6), 1173-1182.
- Baruch, Y. and Holtom, B. C. (2008). Survey response rate levels and trends in organizational research. Human relations, 61, 8, pp. 1139-1160.
- Basl, J. (2016). The pilot survey of the industry 4.0 principles penetration in the selected Czech and Polish companies. *Journal of Systems Integration*, 7(4), 3.
- Bass B.M. and Avolio B.J. (1989). Manual: The Multifactor Leadership Questionnaire. Palo Alto, CA: Consulting Psychologist Press.
- Bass, B.M. (1985). "Leadership: good, better, best", Organisational Dynamics, pp. 26-40.
- Bass, B.M. (1990). "From transactional to transformational leadership: learning to share the vision", Organizational Dynamics, Vol. 18 No. 3, pp. 19-31.
- Bass, B.M. (1997). "Does the transactional-transformational leadership paradigm transcend organizational and national boundaries?", American Psychologist, Vol.52, pp. 130-139.
- Becker, J. M., Klein, K., & Wetzels, M. (2012). Hierarchical latent variable models in PLSSEM: guidelines for using reflective-formative type models. Long Range Planning, 45(5-6), 359-394.
- Berg, B. L. & Howard, L. (2012). Qualitative Research Methods for the Social Sciences. (8th ed.). USA: Pearson Educational Inc.
- Beyer, B. (2012). "Blending constructs and concepts: development of emerging theories of organizational leadership and their relationship to leadership practices for social justice", *International Journal of Educational Leadership Preparation*, Vol. 7 No. 3, pp. 1-12.
- Bharwani, S. (2014). "Hospitality innovations in the emerging experience economy: a case study of the Oberoi Resorts", in Goyal, A. (Ed.) Innovations in

- Services Marketing and Management: Strategies for Emerging Economies, IGI Global, Hershey, PA, pp. 307-328.
- Bhat, A. B., et al. (2012). "Leadership style and team processes as predictors of organisational learning." Team Performance Management: *An International Journal* 18(7/8): 347-369.
- Bhat, Z. H. (2013). Impact of training on employee performance: A Study of retail banking sector in India. *Indian Journal of Applied Research*, 3(6), 292-293.
- Bin Zainuddin, Y. (2017). Moderating effect of environmental turbulence on firm's technological innovation capabilities (TIC) and business performance in the automotive industry in Malaysia: A conceptual framework. In MATEC Web of Conferences (Vol. 90, p. 01009). EDP Science.
- Birasnav, M. (2014). Knowledge management and organizational performance in the service industry: The role of transformational leadership beyond the effects of transactional leadership. *Journal of Business Research*, 67(8), 1622–1629.
- Black, K. (2010). "Business Statistics: Contemporary Decision Making" 6th edition, John Wiley & Sons.
- Blaikie, N. (2010). Designing Social Research (2nd edn.). Cambridge: Polity.
- Blanchard, P.N., & Thacker, J.W. (2007). Effective training: Systems, strategies, and practices. Pearson International Edition. NJ: Pearson Prentice Hall.
- Blecharz, J., Luszczynska, A., Tenenbaum, G., Scholz, U. & Cieslak, R. (2014). Self-efficacy moderates but collective efficacy mediates between motivational climate and athletes'. well-being. Applied Psychology: Health and Well-Being, 6 (3), 280–299.
- Boddy, D. (2011). Management: An Introduction. 5th edn. Harlow: Pearson.
- Bodea C. N., E-A. Toader (2013). "Development of the PM competency model for IT professionals, base for HR management in software organizations", 12th International Conference on Informatics in Economy, Education, Research and business Technologies, Bucharest.
- Bolden, R., Gosling, J., Marturano, A. and Dennison, P. (2003). "A review of leadership theory and competency frameworks", Report for Chase Consulting and the Management Standards Centre, Centre for Leadership Studies, University of Exeter.
- Bollen, K.A., & Lennox, R. (1991). Conventional wisdom on measurement: A structural equation perspective. Psychological Bulletin, 110, 305-314.

- Breevaart, K., Bakker, A. B. & Demerouti, E. (2014). Daily self-management and employee work engagement. *Journal of Vocational Behavior*, 84(1), 31-38.
- Breuer, K., Kampkotter P. (2013). Determinants and effects of intra- € firm trainings: evidence from a large German company. J. Bus. Econ. 83, 145-169.
- Brown K. & Sitzmann T. (2011). APP Handbook Of Industrial And Organizational Psychology, Vol. 2: Selecting & Developing, Members For The Organizations.
- Brown, A.D. and Toyoki, S. (2013). "Identity work and legitimacy", Organization Studies, Vol. 34 No. 7, pp. 875-896.
- Brown, D.R., 2011. An Experiential Approach To Organizational Development (8th ed.). New Jersey. Person Education, Inc.
- Bryant S.E. (2003). The Role of Transformational and Transactional Leadership in Creating, Sharing and Exploiting Organizational Knowledge. *Journal of Leadership & Organizational Studies*. 2003; 9(4):32-4.
- Bryman, A. (2012). Social Research Methods. 4th edition. New York: Oxford University Press.
- Bucic T., Robinson L. and Prem Ramburuth P. (2010). Effects of leadership style on team learning. *Journal of Workplace Learning*, vol. 22 no. 4.
- Buller, P., McEvoy, G., (2012). Strategy, human resource management and performance: sharpening line of sight. Human Resource Management Review 22 (1), 43-56.
- Buonocore, F., & Russo, M. (2013). Reducing the effects of work–family conflict on job satisfaction: The kind of commitment matters. *Human Resource Management Journal*, 23, 91–108.
- Byrne, B. M. (2010). Structural equation modeling with AMOS; basic concepts, applications, and programming (2nd ed.). New York/London: Taylor & Francis.
- Castelli P. A. (2016). Reflective leadership review: a framework for improving organisational performance. *Journal of Management Development*. Emerald Group Publishing Limited.
- Center for Creative Leadership (2013). The Top 6 Leadership Challenges Around the World. https://www.ccl.org/articles/leading-effectively-articles/top-6-leadership-challenges/.

- Chan S. C., Huang X., Snape E., Lam C. K. (2013). The Janus face of paternalistic leaders: authoritarianism, benevolence, subordinates' organization-based self-esteem, and performance. J. Organ. Behav. 34 108–128. 10.1002/job.1797.
- Charbonnier-Voirin, A., El kremi, A. and Vandenbergh, E. (2010). "A multilevel model of transformational leadership and adaptive performance and the moderating role of climate for innovation", Group & Organization Management, Vol. 35 No. 6, pp. 699-726.
- Chaudhry A.Q., & Javed, H. (2012) 'Impact of transactional and laissez faire leadership style on motivation', *International Journal of Business and Social Science*, Vol. 3, No. 7.
- Check J., Schutt R. K. (2012). Survey research. In: J. Check, R. K. Schutt., editors. Research methods in education. Thousand Oaks, CA: Sage Publications; pp. 159–185.
- Cheng M. Y., Wang L. (2015). The mediating effect of ethical climate on the relationship between paternalistic leadership and team identification: a team-level analysis in the Chinese context. J. Bus. Ethics 129 639–654.
- Cherian J. and Jacob J. (2013). Impact of self efficacy on motivation and performance of employees. *International Journal of Business and Management*, 8(14): 80.
- Cheung, M.F.Y. and Wong, C.S. (2011). "Transformational leadership, leader support, and employee creativity", *Leadership & Organization Development Journal*, Vol. 32 No. 7, pp. 656-672.
- Chiang, C.F. and Hsieh, T.S. (2012). "The impacts of perceived organizational support and psychological empowerment on job performance: the mediating effects of organizational citizenship behavior", *International Journal of Hospitality Management*, Vol. 31 No. 1, pp. 180-190.
- Chin, Roger (2015). "Examining teamwork and leadership in the fields of public administration, leadership, and management". Team Performance Management. 21 (3/4): 199.
- Chin, W. W. (1998). The partial least squares approach to structural equation modeling, in Modern Business Research Methods, Marcoulides, G.A. (Ed). In Lawrence Erlbaum Associates, Mahwah, NJ (pp. 295-336).
- Chin, W. W. (2010). How to write up and report PLS analyses. In Esposito Vinzi, V, Chin, WW., Henseler, J., & Wang, H. (Eds.), Handbook of partial least

- squares: Concept, methods and applications. Springer-Verlag, Berlin, Germany.
- China Daily (2015). Lack of innovation hampering China's industrial transition. http://www.chinadaily.com.cn/business/2015-09/23/content_21955983.htm.
- Chou, H., Lin, Y., Chang, H., & Chuang, W. (2013). Transformational leadership and team performance: The mediating roles of cognitive trust and collective efficacy. Sage Open, 3(3), 1–11.
- Christ, S.L., Lee, D.J., Lam, B.L. & Zheng, D. D. (2014). Structural equation modeling; a framework for ocular and other medical sciences research. Ophthalmic Epidemiology 21 (1), 1-1 3.
- Clark, J., & Armit, K. (2010). Leadership competency for doctors: a framework. Leadership in Health Services, 23(2), 115-129.
- Clearinghouse (2010). ETA Competency Model. Employment and Training Administration, ETA Competency Model Clearinghouse. U.S. Department of Labor.
- Cohen, J. (1988). Statistical power analysis for the behavioral sciences (2nd ed.). Hillsdale, NJ: Erlbaum.
- Cohen, L., Manion, L. & Morrison, K. (2011). Research Methods in Education. (7th ed). London: Routledge.
- Collier, W., Green, F., Young-Bae, K., Peirson, J., (2011). Education, training and economic performance: evidence from establishment survival data. J. Labour Res. 32 (4), 336e361.
- Collins J. (2014). Transformational Leadership: The most effective leadership style?.

 Wattsnext Insourced HR

 Directors.http://www.wattsnext.com.au/Transformational-Leadership-Themost-effective-leadership-style.
- Connolly, P. (2007). Qualitative Data Analysis in Education: A critical introduction using SPSS. London: Routledge.
- Cook D. A., & Beckman, T. J. (2006). Current concepts in validity and reliability of psychometric instruments. Theory and Application, 119, 116.e7 166.e16.
- Creswell, J. W. (2009). Research Design Qualitative, Quantitative and Mixed Methods Approach. (3rd ed.). London: SAGE Publication.

- Cuevas-Vargas, H., Estrada, S., & Larios-Gomez, E. (2016). The effects of ICTs as innovation facilitators for a greater business performance. Evidence from Mexico. Procedia Computer Science, 91, 47-56.
- Dai, Y.-D., Dai, Y.-Y., Chen, K.-Y. and Wu, H.-C. (2013). "Transformational vs transactional leadership: which is better? A study on employees of international tourist hotels in Taipei City", *International Journal of Contemporary Hospitality Management*, Vol. 25 No. 5, pp. 760-778.
- Davis, K. (2015). The new extensionist: Core competencies for individuals. GFRAS brief 3. Lindau, Switzerland: The Global Forum for Rural Advisory Services.
- Dawes, J. (2008). Do data characteristics change according to the number of scale points used? An experiment using 5-point, 7-point and 10-point scales. *International journal of market research*, 50(1), 61-104.
- De Vos, A., De Hauw, S., & Van der Heijden, B. I. J. M. (2011). Competency development and career success: The mediating role of employability. *Journal of Vocational behavior*, 79, 438-447.
- Deloitte and The Manufacturing Institute skills research initiative (2018). http://www.themanufacturinginstitute.org/~/media/E323C4D8F75A470E8C9 6D7A07F0A14FB/DI_2018_Deloitte_MFI_skills_gap_FoW_study.pdf.
- Deloitte University Press (2016). Global Human Capital Trends 2016. The new organization: Different by design. www.deloitte.com.
- Department of Statistic Malaysia (2019). Malaysia's Economy Registered a Grow 4.5% in the Q1 2019. https://www.dosm.gov.my/v1/index.php?r=column/ctwoByCat&parent_id=9 9&menu_id=TE5CRUZCblh4ZTZMODZIbmk2aWRRQT09.
- Department of Statistic of Malaysia (2019). Current Population Estimates, Malaysia 2018-2019.
- Department of Statistics, Malaysia (2019). Principal Statistic of Labor force, Malaysia First Quarter (Q1) 2019.
- Department of Statistics, Malaysia (2019). The Performance of State's Economy. https://www.dosm.gov.my/v1/index.php?r=column/ctwoByCat&parent_id=9 9&menu_id=TE5CRUZCblh4ZTZMODZIbmk2aWRRQT09.
- Diamantopoulos, A., & Winklhofer, H. M. (2001). Index construction with formative indicators: An alternative to scale development. *Journal of Marketing Research*, 38(11), 269-277.

- Diaz-Fernandez M., Lopez-Cabrales A. and Valle-Cabrera, R. (2014). "A contingent approach to the role of human capital and competencies on firm strategy", Business Research Quarterly, Vol. 17 No. 3, pp. 205-222.
- Dikolli, S.S., (2010). "A Discussion of Non-Financial Performance Measures and Physician Compensation," *Journal of Management Accounting Research*, 22(1): 57-64.
- Drucker, Peter F. (1973). Management: Tasks, Responsibilities, Practices.
- Economic Planning Unit (EPU) Prime Minister's Department (2010). Tenth Malaysia Plan (10MP) 2011-2015, The Economic Planning Unit, Prime Minister's Department, Putrajaya, www.pmo.gov.my/dokumenattached/RMK/RMK10_Eds.pdf.
- Eklof J., Podkorytova O., & Malova A., (2018). Linking customer satisfaction with financial performance: an empirical study of Scandinavian banks, Total Quality Management & Business Excellence.
- Elias, S. M., & Mittal, R. (2011). The importance of supervisor support for a change initiative. *International Journal of Organizational Analysis*.
- Ellinger, A., and S. Kim (2014). "Coaching and Human Resource Development." Advances in Developing Human Resources 16 (2): 127–138.
- Ewing B. T & Thompson M.A. (2016). The role of reserves and production in the market capitalization of oil and gas companies. *Journal of Science Direct*. 98, 576-581.
- Fagerlind, A.C., Gustavsson, M., Johansson, G. and Ekberg, K. (2013). "Experience of work-related flow: does high decision latitude enhance benefits gained from job resources?". *Journal of Vocational Behavior*, Vol. 83 No. 2, pp. 161-170.
- FAOSTAT (2011). Database collection of the Food and Agriculture Organization of the United Nations. www.faostat.fao.org. Available from: www.faostat.fao.org.
- Farooq, M. & Aslam M.K. (2011). Impact of Training and Feedback on Employee Performance, Far East *Journal of Psychology and Business*. 5(1).
- Faul, F., Erdfelder, E., Lang, A. G., & Buchner, A. (2007). G*Power 3: A flexible statistical power analysis program for the social, behavioral, and biomedical sciences. Behavior Research Methods, 39, 175-191.
- Fayol, H. (1917). General and Industrial Management, pp. 45.

- Fitzgerald, S. and Schutte, N. (2010). "Increasing transformational leadership through enhancing self-efficacy", *Journal of Management Development*, Vol. 29 No. 5, pp. 495-505.
- Fonseca, C. (2017). World Economic Forum. Recuperado el 30 de Enero de 2017, de World Economic Forum: https://www.weforum.org/es/agenda/2017/01/en-la-cuarta-revolucion-industrial-sesolicitan-habilidades-complejas-en-ambitos-caoticos.
- Food and Agricultural Policy Research Institute (2015). University of Missouri-FAPRI-MU 2015 US baseline briefing book.
- Food and Agriculture Organization of the United Nations-FAOSTAT (2011). www.faostat.fao.org. Available from: www.faostat.fao.org. [Google Scholar].
- Forbes Global 2000 (2017). World's Biggest Public Companies. www.forbes.com/global2000/list/#tab:overall.
- Fornel C., and Larcker, D. F. (1981). Evaluating Structural Equation Models with Unobservable Variables and Measurement Error. *Journal of Marketing Research* (18:1), pp. 39-50.
- Fornell, C., & Cha, J. (1994). Partial least squares. In R. P. Bagozzi (Ed.), Advanced Methods of Marketing Research (pp. 52-78). Cambridge, MA: Blackwell Business.
- Freeman D, Dunn G, Startup H, et al. (2015). Effects of cognitive behaviour therapy for worry on persecutory delusions in patients with psychosis (WIT): A parallel, single-blind, randomised controlled trial with a mediation analysis. Lancet Psychiatry, 2, 305–13.
- Gabriel, M., & Pessl, E. (2016). Industry 4.0 and Sustainability Impacts: critical discussion of sustainability aspects with a special focus on future of work and ecological consequences. Annals of the Faculty of Engineering Hunedoara, 14(2), 131.
- Ganta, V. C. and Manukonda, J. K. (2014). Leadership During Change And Uncertainty In Organizations. *International Journal of Organizational Behaviour & Management Perspectives*, 3(3), 1183.
- Garavan, T.N., Carbery, R. and Rock, A. (2012). "Mapping talent development: definition, scope and architecture", *European Journal of Training and Development*, Vol. 36 No. 1, pp. 5-24.

- Garcia Morales V. J., Jiminez Barrionnuevo, M. M. & Gutierrez L. (2012). Transformational leadership influence on organizational performance through organizational learning and innovation. *Journal of Business Research*, Vol. 65, pp. 1040- 1050.
- Gefen, D., Straub, D.W. & Boudreau, M. C. (2000). Structural equation modeling and regression: Guidelines for research practice. Communication of the Association for Information Systems, 4(7), 1-79.
- Gerbing, D., & Anderson, J. (1988). "An Updated Paradigm for Scale Development Incorporating Unidimensionality and its Assessment", *Journal of Marketing Research*, 25, pp. 186-192.
- Gentry, W. A., Eckert, R. H., Stawiski, S. A., & Zhao, S. (2014). The challenges leaders face around the world: More similar than different. *Center for Creative Leadership White Paper. Retrieved January*, 6, 2015.
- Ghazali, R., et al. (2015). "The mediating role of knowledge integration in effect of leadership styles on enterprise systems success: The post-implementation stage." *Journal of Enterprise Information Management* 28(4): 531-555.
- Gholami, R., Sulaiman, A.B., Ramayah, T., & Molla A. (2013). Senior managers, perception on green information systems (IS) adoption and environmental performance: Results from a field survey. Information & Management, 50(7), 431-438.
- Gill, J., Johnson, P. & Clark, M. (2010). Research Methods for Managers, SAGE Publications.
- Global Competitiveness Report (2017).http://www3.weforum.org/docs/GCR2016-017/05FullReport/TheGlobalCompetitivenessReport2016-2017_FINAL.pdf.
- Graham, J. R., & Leary, M. T. (2011). A review of empirical capital structure research and directions for the future. Annual Review of Finance. Economics, 3(1), 309-345.
- Grant, C., & Osanloo, A. (2014). Understanding, selecting, and integrating a theoretical framework in dissertation research: Creating the blueprint for your "house. "Administrative Issues. *Journal Education Practice and Research*, 4(2),12-26.
- Guan Chong Berhad's Annual Report (2017). http://www.gcb.net.my/wp-content/uploads/2018/04/GCB%20-%20Annual%20Report%20FY2017.pdf
- Gumusluoglu, L., & Ilsev, A. (2009). Transformational leadership, creativity, and organizational innovation. *Journal of Business Research*, 62(4), 461–473.

- Hair J.F., Black W.C., Babin B.J., Anderson R.E. (2010) Multivariate data analysis. Prentice-Hall, Upper Saddle River.
- Hair J.F., Hult G.T.M, Ringle C.M, &. Sarstedt M.(2014). A primer on partial least squares structural equation modeling (PLS-SEM), Sage, London.
- Hair Jr, J. F., Black, J. W., Babin, B. J., & Anderson, E. R. (2010). Multivariate Data Analysis (Seventh Ed., pp. 1–758). Edinburgh: Pearson Education Limited.
- Hair, J. F., Hult, G. T. M., Ringle, C. M., Sarstedt, M., & Tiele, K. O. (2017). Mirror, mirror on the wall: A comparative evaluation of composite-based structural equation modeling methods. *Journal of the Academy of Marketing Science*, 45, 616–632.
- Hair, J. F., Hult, G. T., Ringle, C. M., & Sarstedt, M. (2013). A primer on Partial Least Squares Structural Equation Modelling (PLS-SEM), Thousand Oaks, California SAGE Publications, Inc.
- Hair, J. F., Ringle, C. M., & Sarstedt, M. (2011). PLS-SEM: indeed a silver bullet. *Journal of Marketing Theory and Practice*, 19(2), 139–151.
- Hair, J. F., Sarstedt, M., Hopkins, L., & Kuppelwieser, V. G. (2014). Partial least squares structural equation modeling (PLS-SEM). European Business Review, 26, 106–121.
- Hair, J. F., Sarstedt, M., Ringle, C. M., and Gudergan, S. P. (2018). Advanced Issues in Partial Least Squares Structural Equation Modeling (PLS-SEM), Thousand Oaks, CA: Sage.
- Hair, J., Anderson R., Tatham, R. & Black, W. (1998). Multivariate data analysis.

 Prentice Hall, Inc, Upper Saddle River, New Jersey.
- Hair, J.F., Tomas, G.M.H., Ringle, C.M. & Sarstedt, M. (2017). A Primer on Partial Least Squares Structural Equation Modeling (PLS-SEM, 2nd Edition. SAGE Publications, California.
- Halawi, L., & McCarthy, R. (2008). Measuring students' perceptions of blackboard using the technology acceptance model: A PLS approach. Issues in Information Systems, 9(2),95-102.
- Han, H., Kuchinke, K.P. and Boulay, D.A. (2009). "Post modernism and HRD theory: current status and prospects", Human Resource Development Review, Vol. 8 No. 1, pp. 54-67.

- Hanaysha, J. (2016). Testing the Effects of Employee Empowerment, Teamwork, and Employee Training on Employee Productivity in Higher Education Sector. International *Journal of Learning and Development*, 6(1), 164-178.
- Hassan, Z. A., Schattner, P., & Mazza, D. (2006). Doing a pilot study: why is it essential? Malaysian family physician: The Official *Journal of the Academy of Family Physicians of Malaysia*, 1(2-3), 70.
- Hasu, M., Honkaniemi, L., Saari, E., Mattelmaki, T., & Koponen, L. (2014). Learning employee-driven innovating. *Journal of Workplace Learning*, 26(5), 310–330.
- Hay, I. (2012). Transformational Leadership Characteristics and Criticisms.
 Retrieved 17th March, 2013.
 http://www.leadingtoday.org/welead/in/learning/transformational/leadership.
 htm.
- Hayes, A.F., & Rockwood, N.J. (2016). Regression-based statistical mediation and moderation analysis in clinical research: Observations, recommendations, and implementation, Behaviour Research and Therapy,
- Hellriegel, D. and Slocum, J.W., Jr (2011). Organizational Behavior, Southwest Cengage Learning, Mason.
- Henseler J., Ringle, C.M., & Sarstedt M. (2015). A new criterion for assessing discriminant validity in variance-based structural equation modeling. *Journal of Academy Marketing Science*, 3(13), 115-135.
- Henseler, J., and Chin, W.W. (2010). A comparison of approaches for the analysis of interaction effects between latent variables using partial least squares path modeling. Structural Equation Modeling: *A Multidisciplinary Journal*, Vol. 17 (I),82-109.
- Henseler, J., Ringle, C. M. and Sinkovics, R. R. (2009). "The Use of Partial Least Squares Path Modeling in International Marketing", in Sinkovics, R. R. and Ghauri, P. N. (Eds.) Advances in International Marketing, Emerald Bingley, pp. 277-320.
- Hernaus T., Bach M. P., and Vesna Bosilj Vuksic V.B(2012). Influence of strategic approach to BPM on financial and non-financial performance. *Baltic Journal of Management*. 7 (4), 376-396.

- Herrmann, D. and Felfe, J. (2013). "Moderators of the relationship between leadership style and employee creativity: the role of task novelty and personal initiative", *Creativity Research Journal*, Vol. 25 No. 2, pp. 172-181.
- Hidayat S.E, Rafiki A. and M.M (2017). Application of leadership style in government organizations: a survey in the Kingdom of Bahrain. *International Journal of Islamic and Middle Eastern Finance and Management*, vol. 10 no. 4.
- Hill, C.W.L., Jones, G.R. and Galvin, P. (2007). Strategic Management: An Integrated Approach 2e, John Wiley & Sons, Milton, Qld.
- Hilmi, M. F'., Ramayah, T., Mustapha, Y.and Parwanchik, S. (2010). Product and Process Innovativeness: Evidence from Malaysian SMEs. *European Journal of Social Sciences* 4, pp.547-555.
- Hoe, S. L. (2008). Issues and procedures in adopting structural equation modeling technique. *Journal of Applied Quantitative Method*,3(1), 76-83.
- Holmbeck G.N. (1997). Toward terminological, conceptual, and statistical clarity in the study of mediators and moderators: Examples from the child-clinical and pediatric psychology literatures. *Journal of Consulting and Clinical Psychology*. 65:599–610.
- Hornung, S., Rousseau, D. M., Glaser, J. (2009). Why supervisors make idiosyncratic deals: Antecedents and outcomes of i-deals from a managerial perspective. *Journal of Managerial Psychology*, 24, 738-764.
- Hossein, G. (2012). "A literature review on challenges of virtual team's leadership", *Journal of Sociological Research*, Vol. 3 No. 2, pp. 134-145.
- Hoyrup, S., Bonnafous-Boucher, M., Hasse, C., Lotz, M., & Moller, K. (2012). Employee-driven innovation: A new approach. Chippenham & Eastbourne: CPI Antony Rowe.
- Hup Seng Industries Berhad (2009). Annual Report 2009.

 http://www.malaysiastock.biz/GetReport.aspx?file=AR/2010/4/27/5024%20%202332319976858.pdf&name=HUPSENGAnnualReport2009%20(2.4MB).pdf.
- Hup Seng Industries Berhad (2016). Hup Seng Annual Report 2016 (Statement of Revenue). http://hsib.com.my/InvestorRelations-AnnualReport.php.
- Hup Seng Industries Berhad (2017). http://hsib.com.my/Corporate-About.html.

- Hwa Tai Industries Sdn Bhd (2017) http://www.hwatai.com/ourcompany/live/awards.html, pp. 164-174.
- Hwa Tai, Malaysia Financial Statement (2018). https://quotes.wsj.com/MY/8478/financials/annual/income-statement.
- Iacobucci D., Duhachek A. (2003). Mediation analysis round table acr 2003 in Round table of the ACR Conference (Toronto, ON:)
- Imamoglu S.S., Ince H., Keskin H., Karakose M.A & Gozukara E.(2015). The role of leadership style and organizational learning capability of firm performance. *Journal of Global Strategic Management* /V. 9 / N. 1, 2015-June.
- In'nami, Y. & Koizumi, R. (2013). Structural equation modeling in educational research. In Khine, M.S. (Ed.), Application of Structural Equation Modelling in Educational Research and Practice. Sense Publishers, Rotterdams.
- Iqbal M.Z., Malik S.A. & Khan R.A (2012). Answering the journalistic six on the training needs assessment of pharmaceutical sales representatives:

 Comparative perspectives of trainers and trainees. *International Journal of Pharmaceutical and Healthcare Marketing*.
- Ivey, G.W. and Kline, T.J. (2010). "Transformational and active transactional leadership in the Canadian Military", *Leadership & Organization Development Journal*, Vol. 31 No. 3, pp. 246-262.
- Jack, C., Anderson, D., & Connolly, N. (2014). Innovation and skills: implications for the agri-food sector. Education+ Training, 56(4), 271-286.
- Jaschke, S. (2014). Mobile Learning Applications for Technical Vocational and Engineering Education. In: Int. Conf. on Interactive Collaborative Learning, pp. 603-608. Dubai.
- Jasmine, A.L.Y., Ramayah, T., & Pedro, S. A. (2016). Factors propelling the adoption of m-learning among students in higher education. *The International Journal on Networked Business*, 5(7), 608-612.
- Lu, J. F., Tjosvold, D., & Shi, K. (2010). Team training in china: testing and applying the theory of cooperation and competition 1. *Journal of Applied Social Psychology*, 40(1), 101-134.
- Johnson, B., & Christensen, L. (2012). Educational research: quantitative, qualitative, and mixed approaches. CA: SAGE publications.
- Johnson, R. E., Rosen, C. C., Djurdjevic, E., & Taing, M. U. (2012).

 Recommendations for improving the construct clarity of higher-order

- multidimensional constructs. Human Resource Management Review, 22(2), 62-72.
- Jordan, M.W. (2012). "Developing leadership competencies in librarians", *Journal of Graduate School of Library and Information*, Vol. 38 No. 1, pp. 37-46.
- Joshi A., Liao H., & Roh H. (2011). Bridging domains in workplace demography research: A review and reconceptualization. *Journal of Management*, 37, 521–552.
- June, S. Mahmood, R (2012). The Relationship Between Competency and Job Performance of Employees: A case of the Service Sector SMEs in Malaysia. Proceedings of the Thirteenth West Lake International Conference on Small & Medium Business (WLICSMB 2011).
- Kock, N. (2010). Structural equation modeling made easy: A tutorial based on a behavioral study of communication in virtual teams using WarpPLS 1.0. In 2010 IEEE International Professional Comunication Conference (pp. 175-176). IEEE.
- June, S., Yeoh, K. K., & Mahmood, R. (2013). Determining the importance of competency and person-job fit for the job performance of service SMEs employees in Malaysia. *Asian Social Science*, 9(10), 114-123.
- Jusoh R., Ibrahim D. N., & Zainuddin Y. (2008). The performance consequence of multiple performance measures usage: Evidence from the Malaysian manufacturers. *International Journal of Productivity and Performance Management*, 57(2), 119-136.
- Jyoti J. and Dev M. (2015). The impact of transformational leadership on employee creativity: the role of learning orientation. *Journal of Asia Business Studies*, vol. 9 no. 1.
- Kagermann, H., Helbig, J., Hellinger, A., & Wahlster, W. (2016). Acatech, Fraunhofer Institut für Materialfluss und Logistik, equeo GmbH: Kompetenzentwicklungsstudie Industrie 4.0.
- Kagermann, H., Wahlster, W., Helbig, J. (2013). Recommendations for implementing the strategic initiative Industrie 4.0. Report, Industry 4.0 Working Group.
- Kahle L.R, Pierre V.F. (2012). Marketplace Lifestyles in an Age of Social Media. New York: M.E. Sharpe, Inc. ISBN 978-0-7656-2561-8.

- Kara, D., Uysal, M., Sirgy, M.J. and Lee, G. (2013). The effects of leadership style on employee wellbeing in hospitality", *International Journal of Hospitality Management*, Vol. 34, pp. 9-18.
- Kassotaki, O. (2016). "Explaining ambidextrous leadership in high technology organizations", Proceeding of the EURAM Conference, Paris, 1-4 June.
- Khan A. Z and Adnan N. (2015). Impact of Leadership Styles on Organizational Performance. Research Academy of Social Sciences. *International Journal of Management Sciences* Vol. 2, No. 11, 2014, 501-515.
- Kim M. and Stepchenkova S. (2018). Does environmental leadership affect market and eco performance? Evidence from Korean franchise firms Minseong Kim and Svetlana Stepchenkova. *Journal of Business & Industrial Marketing*, vol. 33 no. 4.
- Kim, S. (2014). "Assessing the influence of managerial coaching on employee outcomes", Human Resource Development Quarterly, Vol. 25 No. 1, pp. 59-8.
- Kivipold K., Vadi M. (2013). "Market orientation in the context of the impact of leadership capability on performance", *International Journal of Bank Marketing*, Vol. 31 Iss 5 pp. 368 387.
- Klein, A. S., Cooke, R. A. & Wallis, J. (2013). The impact of leadership styles on organizational culture and firm effectiveness: An empirical study. *Journal of Management & Organization*, 19(3), pp. 241-254.
- Ko, H. T., & Lu, H. P. (2010). Measuring innovation competencies for integrated services in the communications industry. *Journal of service Management*.
- Kock, N. (2010). Structural equation modeling made easy: A tutorial based on a behavioral study of communication in virtual teams using WarpPLS 1.0. In Proceeding of the International Professional Communication Conference (IPCC) (pp. 175-176).
- Kovjanic, S., S. Schuh, K. Jonas, N. Quaquebeke, and R. van Dick (2012). "How Do Transformational Leaders Foster Positive Employee Outcomes? A Self-Determination-Based Analysis of Employees' Needs as Mediating Links." *Journal of Organizational Behavior* 33 (8):1031–1052.
- Kowalczyk, D. (2016). Research methodologies: Quantitative, qualitative, and mixed methods [video file]. Retrieved from

- http://study.com/academy/lesson/researchmethodologies-quantitative-qualitative-mixed-method.html.
- Kraemer, H. C., Mintz, J., Noda, A., Tinklenberg, J., & Yesavage, J. A. (2006). Caution regarding the use of pilot studies to guide power calculations for study proposals. Archives of general psychiatry, *63*(5), 484-489.
- Krejcie, R. V., & Morgan, D. W. (1970). Determining sample size for research activities. Educational and Psychological Measurement, 30, 607-610.
- Lai, A. (2011), "Transformational-transactional leadership theory", AHS Capstone Projects Paper No. 17. Larson, A. (1968), The President Nobody Knew, Popular Library, New York, NY.
- Lancaster, G. A., Dodd, S., & Williamson, P. R. (2004). Design and analysis of pilot studies: recommendations for good practice. *Journal of evaluation in clinical practice*, *10*(2), 307-312..
- Le Cornu, S. and Luckett, O. (2000). "Strategic performance measurement: an empirical examination of the association between competitive methods and performance measures", Proceeding of the Accounting Association of Australia and New Zealand (AAANZ) Conference, Hamilton Island, pp. 2-4.
- Lee, C. S., and Wong, K. Y. (2015). Development and validation of knowledge management performance measurement constructs for small and medium enterprises. *Journal of Knowledge Management*, 19(4), 711-734.
- Lee, C.L. and Yang, H.J. (2011). Organization structure, competition and performance measurement systems and their joint effects on performance, Management Accounting Research, 22 (2), pp. 84-104.
- Lee, P., Gillespie, N., Mann, L., and Wearing, A. (2010). Leadership and Trust: Their Effect on Knowledge Sharing and Team Performance. Management learning, 41(4), p 473-49.
- Lee, Y., & Kozar, K. (2008). An empirical investigation of anti-spyware software adoption: a multi theoretical perspective. Information & Management, 45(2),109-119.
- Lee, Y.T. (2010). "Exploring high performer's required competencies", Expert Systems with Applications, Vol. 37 No. 1, pp. 434-439.
- Kelly L'Engle, E. S., Adimazoya, E. A., Yartey, E., Lenzi, R., Tarpo, C., Heward-Mills, N. L., ... & Ampeh, Y. (2018). Survey research with a random digit

- dial national mobile phone sample in Ghana: methods and sample quality. *PloS one*, *13*(1).
- Leopold T. A., Ratcheva V. S., , and Zahidi S.,(2018). The future of jobs report 2018, World Economic Forum, accessed October 17, 2018.
- Lepisto, J., & Lindfors, E. (2015). From gender-segregated subjects to multi-material craft: Craft student teachers' views on the future of the craft subject. Formakademisk, 8(3), 1–20.
- Li, Y., & Sun, J. M. (2015). Traditional Chinese leadership and employee voice behavior: A cross-level examination. *The Leadership Quarterly*, 26(2), 172-189.
- Lian K.L and Low G.T. (2012). Leadership Styles and Organizational Citizenship Behavior: The Mediating Effect of Subordinates' Competence and Downward Influence Tactics. *Journal of Applied Business and Economics* vol. 13(2) 2012.
- Lichtman, M. (2006). Qualitative Research in Education: A User's Guide. London: SAGE Publication.
- Lichtman, M. (2013). Qualitative Research in Education: A User's Guide. (3rd ed). USA: SAGE Publication.
- Linaco Manufacturing (M) Sdn Bhd (2017). Year of Achievement. http://www.linaco.com.my/about-us/year-of-achievement/.
- Liphadzi, M., et al. (2015). "Relationship Between Leadership Styles and Project Success in the South Africa Construction Industry." Procedia Engineering 123: 284-290.
- Liu, L., Liu, X. and Zeng, X. (2011). "Does transactional leadership count for team innovativeness?", *Journal of Organizational Change Management*, Vol. 24 No. 3, pp. 282-298.
- Lohmoller, J. B. (1989). Predictive vs. structural modeling: Pls vs. ml. In *Latent variable path modeling with partial least squares* (pp. 199-226). Physica, Heidelberg.
- London Biscuits Berhad Annual Report (2016). http://www.lbbg.com.my/pdf/lbb_ar_2016.pdf.
- Long, C., Yusof, W., Kowang, T. and Heng, L. (2014). "The impact of transformational leadership style on job satisfaction", *World Applied Sciences Journal*, Vol. 29 No. 1, pp. 117-124.

- Longe, O. J. (2014). Leadership style paradigm shift and organisational performance: A case of the Nigerian Cement Industry. African Research Review, 8(4), 68-83..
- Lonsdale, D. J. (2016). "The Effects of Leader–Member Exchange and the Feedback Environment on Organizational Citizenship and Withdrawal." *The Psychologist–Manager Journal* 19 (1): 41–59.
- Lorenz, M., Rüßmann, M., Strack, R., Lueth, K. L., & Bolle, M. (2015). Man and machine in industry 4.0: How will technology transform the industrial workforce through 2025. *The Boston Consulting Group*, 2.
- Lowry, P. B., & Gaskin, J. (2014). Partial Least Squares (PLS) Structural Equation Modeling (SEM) for building and testing behavioral causal theory: When to choose it and how to use it. IEEE Transactions on Professional Communication, 57(2), 123–146.
- Lusthaus C., Adrien MH, Anderson G., Carden F. & George Plinio Montalvan G.P. (2002). Organizational assessment: a framework for improving performance. International Development Research Centre/Inter-American Development Bank. Washington, USA.
- MacKinnon D.P. (2008). Introduction to statistical mediation analysis. New York: Lawrence Erlbaum Associates.
- MacKinnon, D. P., Fritz, M. S., Williams, J., & Lockwood, C. M. (2007).
 Distribution of the product confidence limits for the indirect effect: Program PRODCLIN. Behavior research methods, 39(3), 384-389..
- MacNeil, M.C. (2004). Exploring the supervisor role as a facilitator of knowledge sharing in teams. *Journal of European Industrial Training*, 28 (1):93-102.
- Magdalene, C.H.A., Ramayah, T., & Amin, H. (2015). A theory of planned behavior perspective on hiring Malaysians with disabilities. Equality, Diversity and Inclusion: *An International Journal*, 34(3), 186-200.
- Malaysia Economic Monitor, The World Bank Group (2018). https://ceoforum.asia/wp-content/uploads/2018/08/World-Bank-Malaysia-Economic-Monitor-June-2018.pdf.
- Malaysia Economic Monitor, The World Bank Group (2016). http://documents.worldbank.org/curated/en/773621481895271934/Malaysia-economic-monitor-the-quest-for-productivity-growth.

- Malaysian Foresight Institute (2019). Industry 4.0. Future of Soceity. Impact of Demographic Trends and Rapid Technology Change. https://www.myforesight.my/2018/02/26/industry-4-0/.
- Malaysian Investment Development Authority (2016). Malaysia Investment Performance. MIDA Report 2016. Straightening the Growth Momentum Malaysia. http://www.mida.gov.m.
- Malaysian Investment Development Authority (MIDA), (2016). Malaysian Investment Performance Report. Strengthening The Growth Momentum, pp 41-43.
- Malaysian Investment Development Authority-MIDA (2018). https://www.mida.gov.my/home/administrator/system_files/modules/photo/uploads/20180903103354_Food%20Industry%202018_V4.pdf.
- Malaysian National Consumer Complaints Centre (2017). Press Release- 2016

 NCCC

 Annual

 Report.

 http://www.nccc.org.my/v2/index.php/component/content/article/1801.
- Malaysian National Economic Advisory Council (2010), New Economic Model for Malaysia Part 1: Strategic Policy Directions, National Economic Advisory Council, Putrajaya.
- Malaysian National SME Development Council (2011). SME annual report. http://www.smeinfo.com.mylindex.php/enlresources/publication/books/smeannual report-20101 1.
- Malaysian Productivity Corporation-MPC (2016). 23th Annual Report 2016.
- M Marginson, D., McAulay, L., Roush, M., & van Zijl, T. (2014). Examining a positive psychological role for performance measures. Management Accounting Research, 25(1), 63-75.
- Markos, S., & Sridevi, M. S. (2010). Employee engagement: The key to improving performance. *International journal of business and management*, 5(12), 89.
- Marshal G. (2016). Leaders Make Values visible. http://www.designtoolbox.co.uk/strategies/leaders-make-values-visible/.
- Masa'deh, R., Obeidat B., Tarhini A. (2016). "A Jordanian empirical study of the associations among transformational leadership, transactional leadership, knowledge sharing, job performance, and firm performance: A structural equation modelling approach." *Journal of Management Development* 35(5): 681-705.

- Maxwell, J. A. (2013). Qualitative Research Design: An Interactive Approach. (3rd ed). London: SAGE Publication.
- Mayfield, J. and Mayfield, M., 2012. 'The relationship between leader motivating language and self-efficacy: a partial least squares model analysis'. *Journal of Business Communication*, 49 (4), 357-376.
- McCormack, K. P. & Johnson, W. C. (2001). Business Process Orientation—Gaining the E–Business Competitive Advantage. Florida, USA: St. Lucie Press.
- McDaniel, E.A. and DiBella-McCarthy, H. (2012). "Reflective leaders become causal agents of change", *Journal of Management Development*, Vol. 31 No. 7, pp. 663-671.
- McGregor, D. (1960). The Human Side of Enterprise, New York, McGrawHill.
- McKinsey (2014). "Building organizational capabilities: McKinsey global survey results", McKinsey report, Mumbai, available at: www.mckinsey.com/business-functions/organization/our-insights/building-organizational-capabilities-mckinsey-global-survey-results.
- McShane, S., Olekalns, M. and Travaglione, T. (2010). Organizational Behaviour on the Pacific Rim 3e, McGraw-Hill, Sydney.
- Melville, N. Kraemer, K. and Gurbaxani, V. (2004). "Review: Information Technology and Organizational Performance: An Integrative Model of IT Business Value."
- Ministry of International Trade and Industry (2016). Malaysia International Trade and Industry (MITI) Report

 2016.http://www.miti.gov.my/index.php/pages/view/1771.
- Minton E.A, Khale L.R.(2014). Belief Systems, Religion, and Behavioral Economics. New York: Business Expert Press LLC. ISBN 978-1-60649-704-3.
- Mintzberg H. (1989). Mintzberg on Management. Inside Our Strange World Of Organizations, New York and London: Free Press/Collier Macmillan.
- Mittal A., Dhiman R., and Lamba P. (2019). Skill mapping for blue-collar employees and organisational performance. A qualitative assessment. Benchmarking: *An International Journal ISSN*: 1463-5771.
- Mittal, S., & Dhar, R. L. (2015). Transformational leadership and employee creativity: mediating role of creative self-efficacy and moderating role of knowledge sharing. Management Decision, 53(5).

- Moffat, P. and Simon, A. (2011). "Strategic management capabilities that drive West Australian law firm success", Academy of Taiwan Business Management Review, Vol. 7 No. 1, pp. 1-12.
- Molasso, W. R. (2006). Theoretical frameworks in qualitative research. *Journal of College and Character*, 7, 7.
- Moriano, J.A., Molero, F., Topa, G. and Mangin, J.L. (2014). "The influence of transformational leadership and organizational identification on intrapreneurship", *International Entrepreneurship and Management Journal*, Vol. 10 No. 1, pp. 103-119.
- Muijs, D. (2004). Doing Qualitative Research in Education with SPSS. London: SAGE Publication.
- Mullins, L. (2010). Management and Organisational Behaviour, Prentice Hall, New York, NY.
- Mullins, L.J. (2013). Management and Organisational Behaviour. 10th edn. Harlow: Pearson.
- Muthuveloo, R., Kathamuthu, K. and Ping, T.A. (2014). "Impact of leadership styles on employee adaptability in call center: a perspective of telecommunication industry in Malaysia", Asian Social Science, Vol. 10 No. 7, pp. 96-106.
- Nassazi, A. (2013). Effects of training on employee performance: Evidence from Uganda, Business Economics and Tourism, Vaasan Ammattikorkeakoulu University of Applied Sciences.
- Nazarian A., Atkinson P., Foroudi P. and Dennis K. (2019). Finding the right management approach in independent hotels. *International Journal of Contemporary Hospitality Management* 31 (7), 2862-2883.
- Ngadiman, Eliyana, A. and Ratmawati, D. (2013). "Influence of transformational leadership and organisation climate to the work satisfaction, organisational commitment and organisational citizenship behaviour on the educational personnel of Sebelas Maret University, Surakarta", Educational Research International, Vol. 1 No. 1, pp. 41-66.
- Nikezic, S., Puric, S. and Puric, J. (2012). "Transactional and transformational leadership: ' development through changes", *International Journal for Quality Research*, Vol. 6 No. 3, pp. 285-296.
- Noe, R.A. (2008). Employee training and development, New York: McGraw Hill.
- Northouse, P.G. (2010). Leadership: Theory and Practice, Sage, London.

- Nunnally, J. C. (1978). Psychometric theory (2nd ed.). New York: McGraw-Hill.
- Nunnally, J. C., & Bernstein, I. H. (1994). Psychometric theory (3rd ed.). New York: McGrawHill.
- Obiwuru, T. C., Okwu, A. T., Akpa, V. O., & Nwankwere, I. A. (2011). Effects of leadership style on organizational performance: A survey of selected small scale enterprises in Ikosi-Ketu council development area of Lagos State, Nigeria. *Australian journal of business and management research*, 1(7), 100.
- Odumeru, J.A. and Ifeanyi, G.O. (2013). "Transformational vs transactional leadership theories: evidence in literature", International Review of Management and Business Research, Vol. 1 No. 2, pp. 355-361.
- Ogbo, A.I., Okechukwu, I. and Ukpere, W.I. (2012). "Managing innovations in Telecommunications industry in Nigeria", *African Journal of Business Management*, Vol. 6 No. 25, pp. 7469-7477.
- Ojokuku, R. M., Odetayo, T. A., & Sajuyigbe, A. S. (2012). Impact of leadership style on organizational performance: a case study of Nigerian banks. *American journal of business and management*, 1(4), 202-207.
- Omar, W. and Hussin, F. (2013). "Transformational leadership style and job satisfaction relationship: a study of structural equation modeling (SEM)", *International Journal of Academic Research in Business and Social Sciences*, Vol. 3 No. 2, pp. 346-365.
- Omer F. I., Goknur E. and Atilhan N. (2014). Effect of Leadership Style on Perceived Organizational Performance and Innovation: The Role of Transformational Leadership beyond the Impact of Transactional Leadership -An Application among Turkish SME's. 10th International Strategic Management Conference. Procedia Social and Behavioral Sciences 150 (2014) 881 889, Elsevier Ltd.
- Lewis, A., & Oppenheim, A. (1992). Questionnaire Design, Interviewing and Attitude Measurement, London, Pinter.
- Osei, A. J., & Ackah, O. (2015). Employee's Competency And Organizational Performance In The Pharmaceutical Industry. *International Journal of Economics, Commerce and Management* United Kingdom, 3(3).
- Overstreet, R. E., Hanna, J. B., Byrd, T. A., Cegielski, C. G., & Hazen, B. T. (2013). Leadership style and organizational innovativeness drive motor carriers

- toward sustained performance. *The International Journal of Logistics Management*, 24(2), 247–270.
- Oz, S. N., Ihtiyar, A., Ahmad, F. S., & Ali, F. (2015). A Conceptual Framework to Explain the Impact of Visitors' Previous Experiences on Customer Satisfaction. *International Interdisciplinary Business-Economics Advancement Journal*, 1,1, 38-49.
- Ozaralli, N. (2015). "Linking empowering leader to creativity: the moderating role of psychological (felt) empowerment", Procedia: Social and Behavioral Sciences, Vol. 181, May, pp. 366-376.
- Pallant, J. (2010). SPSS Survival Manual: A Step by Step Guide to Data Analysis Using SPSS. 4th ed. Australia: Allen & Unwin Book Publishers
- Pardo, A., & Roman, M. (2013). Reflections on the Baron and Kenny model of statistical mediation. Anales de psicologia, 29(2), 614-623.
- Pavlov, A. and Bourne, M. (2011). "Explaining the effects of performance measurement on performance: an organizational routines perspective", *International Journal of Operations & Production Management*, Vol. 31 No. 1, pp. 101-22.
- Pearson Northouse, P. G. (2015). Leadership: Theory and practice. Thousand Oaks, CA: Sage publications.
- Pellegrini E. K., Scandura T. A. (2008). Paternalistic leadership: a review and agenda for future research. J. Manage. 34 566–593. 10.1177/0149206308316063.
- Penn, A. (2015). Leadership Theory Simplified, University of Arkansas, United States Department of Agriculture, and County Governments Cooperating, available at: www.uaex.edu/publications/PDF/FSPSD200.pdf
- Pereira, C. M., & Gomes, J. F. (2012). The strength of human resource practices and transformational leadership: impact on organizational performance. *The International Journal of Human Resource Management*, 20(23), 4301-4318.
- Perez-Lopez S, Joaquin Alegre J. (2012). "Information technology competency, knowledge processes and firm performance", Industrial Management & Data Systems, Vol. 112 Issue: Industrial Management & Data Systems.
- Perloff R. M. (2016). The Dynamics of Persuasion: Communication and Attitudes in the Twenty-First Century, Routledge.
- Petter, S., Straub, D. & Rai, A. (2007). Specifying formative constructs in information systems research. MIS Quarterly, 31(4), 623–656.

- Piaw C. Y. (2012). Mastering research methods. Malaysia: McGraw-Hill.
- Plunkett Research (2017). Global Food Industry Statistics and Market Size

 Overview, Business and Industries.

 www.plunkettresearch.com/statistics/Industry-Statistics-Global-FoodIndustry-Statistics-and-Market-Size-Overview/.
- Podsakoff, P. M., MacKenzie, S. B., & Podsakoff, N. P. (2012). Sources of method bias in social science research and recommendations on how to control it. Annual Review of Psychology, 63(1), 539-569.
- Podsakoff, P. M., MacKenzie, S. B., Lee, J. Y., & Podsakoff, N. P. (2003). Common method biases in behavioral research: a critical review of the literature and recommended remedies. *Journal of applied psychology*, 88(5), 879.
- Polites, G. L., Roberts, N., & Thatcher, J. (2012). Conceptualizing models using multidimensional constructs: a review and guidelines for their use. *European Journal of Information Systems*, 21(1), 22-48.
- Ponto J. (2015). Understanding and evaluating survey research. *Journal Advance Pract Oncol*. 2015;6(2):168-17.
- Preacher, K. J., & Hayes, A. F. (2008). Contemporary approaches to assessing mediation in communication research. In A. F. Hayes, M. D. Slater, & L. B. Snyder (Eds.), The Sage sourcebook of advanced data analysis methods for communication research (pp. 13-54). Thousand Oaks, CA: Sage.
- Prifti L, Marlene Kniggel M., Kienegger H., Helmut Krcmar H. (2017). Internationale Tagung Wirtschaftsinformatik, Towards Thought Leadership in Digital Transformation". University of St. Gallen, Switzerland.
- Prouska R., Alexandros A. G. and Rexhepi Y.(2016). Rewarding employees in turbulent economies for improved organisational performance. Personnel Review, vol. 45 no. 6.
- Radford Global Life Sciences Survey and the Radford Global Technology Survey (2016). Turnover Rates for Sales Employees Reach a Five-Year High. https://radford.aon.com/insights/articles/2016/Turnover-Rates-for-Sales-Employees-Reach-a-Five-Year-High.
- Raelin, J.A. (2015). 'Rethinking Leadership'. MITSloan [online] available from < http://sloanreview.mit.edu/article/rethinking-leadership/> [11 March 2016].
- Ram A., (2010). Research Methodology, New Delhi: Rawat Publication.

- Ramayah, T., & Rahbar, E. (2013). Greening the environment through recycling: An empirical study. Management of Environmental Quality: *An International Journal*, 2 4(6), 782-80 1.
- Ramayah, T., Cheah J., Ting F.F.H & Memon M.A (2018). Partial least Squares Structural equation modeling (PLS-SEM) using SmartPls 3.0, Second Edition.Pearson.pp 201-206.
- Ramayah, T., Mohamad, O., Omar, A., Marimuthu, M., & Yeap, J. A. L. (2013). Green Manufacturing Practices and Performance among SMEs: Evidence from a Developing Nation. In IGI Global.
- Rao, M.S. (2014). "Transformational leadership-an academic case study", Industrial and Commercial Training, Vol. 46 No. 3, pp. 150-154.
- Raziq M.M, Borini F.M, Malik O.F, Ahmad M. and Shabaz M.(2018). Leadership styles, goal clarity, and project success. *Leadership & Organization Development Journal*, vol. 39 no. 2.
- Rhoades, L. and Eisenberger, R. (2002). "Perceived organizational support: a review of the literature", *Journal of Applied Psychology*, Vol. 87 No. 4, pp. 698-714.
- Richard, P. J., Devinney, T. M., Yip, G. S., & Johnson, G. (2009). Measuring organizational performance: towards methodological best practice. *Journal of Management*, 35(3): 718-804.
- Richardson F.W (2014). Enhancing Strategies to Improve Workplace. Walden University. http://scholarworks.waldenu.edu/dissertations/106/.
- Richert, A., Shehadeh, M., Plumanns;, L., Grob;, K., Schuste, K., Sabina Jeschke (2016). Educating Engineers for Industry 4.0. Global Eng. Education Conference, Abu Dhabi.
- Ringle, C.M., Wende, S., & Becker, J. M. (2015). Smart PLS 3. Boenningstedt .GmbH.
- Robbins, S.P., & DeCenzo, D.A. (2004). Supervision today. USA: Pearson Prentice Hall.
- Roscoe, J.T. (1975). Fundamental Research Statistics for the Behavioral Science, International Series in Decision Process,, 2nd Edition, Holt, Rinehart and Winston, Inc., New York.
- Rosette, A.S. and Tost, L.P. (2010). "Agentic women and communal leadership: how role prescriptions confer advantage to top women leaders", *Journal of Applied Psychology*, Vol. 95 No. 2, pp. 221-235.

- Rosnah, I. (2013). Construction of the best practice profile learning organization for Malaysian schools (Unpublished Doctoral Dissertation). University of Malaya, Kuala Lumpur [Pembinaan Profil Amalan Terbaik Organisasi Pembelajaran Untuk Sekolah Malaysia. Disertasi ijazah kedoktoran yang tidak diterbitkan. Universiti Malaya.
- Rowold, J. and Schlotz, W. (2009). "Transformational and transactional leadership and followers' chronic stress", Leadership Review, Vol. 9 No. 2, pp. 35-48.
- Ruggieri, S., Boca, S., & Garro, M. (2013). Leadership styles in synchronous and asynchronous virtual learning environments. *The Turkish Online Journal of Educational Technology*, 12(4), 96-101.
- Russell, E. (2011). "Leadership theories and style: a traditional approach", Unpublished paper submitted for the General Douglas MacArthur Military Leadership Writing Competition.
- Sadeghi, A., & Pihie, Z. A. L. (2012). Transformational leadership and its predictive effects on leadership effectiveness. *International Journal of Business and Social Science*, 3(7), 186–197.
- Saleh, F. and Ryan, C. (1991). "Analysing service quality in the hospitality industry using the SERVQUAL model", *The Service Industries Journal*, Vol. 11 No. 3, pp. 324-43.
- Salkind, N.J. (2005). Exploring Research, 6th ed., Prentice-Hall, Upper Saddle River, NJ.
- Salkind, N.J. (2012). Exploring research. (8th edn.). Upper Saddle River, NJ: Prentice Hall.
- Sam, M.F.M., Tahir, M.N.H. & Bakar, K.A. (2012). 'Owner-managers of SMEs in IT sector: leadership and company performance', *International Journal of Business and Social Science*, vol. 3, no. 4, pp. 195-205.
- Sanda A. and Arthur N.A.D (2017). Relational impact of authentic and transactional leadership styles on employee creativity. *African Journal of Economic and Management Studies*, Vol. 8 no. 3.
- Sang, S, Lee, J.D., & Lee, J. (2010). E-government adoption in Cambodia: a partial least squares approach. Transform Government. People Process Policy, 4(2),138-157.

- Sarasvathy, S.D. and Dew, N. (2013). "Without judgment: an empirically based entrepreneurial theory of the firm", Review of Austrian Economics, Vol. 26 No. 3, pp. 277-296.
- Saudee Group Berhad Annual Report (2016).

 http://disclosure.bursamalaysia.com/FileAccess/apbursaweb/download?id=17
 6998&name=EA_DS_ATTACHMENTS.
- Saunders M.N.K, Lewis P. and Thornhill A (2019). Research Method for Business Students. Eight Edition. Pearson Education Limited. United Kingdom.
- Saunders, M. N. K., Lewis, P., Thornhill, A., and Wang, C. L. (2009). Analysing quantitative data. In Research Methods for Business Students. In M. N. K. Saunders, P. Lewis, & A. Thornhill (Eds.), Research Methods for Business Students. (5th ed.). Prentice Hall, UK...
- Sawyer, R. K. (2014). The future of learning: Grounding educational innovation in the learning sciences. In R. K. Sawyer (Ed.), The Cambridge handbook of the learning sciences (2nd ed.) (pp. 726–746). Cambridge: Cambridge University Press.
- Scandura T.A. and Williams E.A. (2000). Research methodology in management: current practices, trends, and implications for future research. In: *Academy of management journal*, 43(6), 1248-1264.
- Schaubroeck J. M., Shen Y., Chong S. (2017). A dual-stage moderated mediation model linking authoritarian leadership to follower outcomes.
- Schweitzer J. (2014). Leadership and innovation capability development in strategic alliances. *Leadership & Organization Development Journal*, vol. 35 no. 5.
- Sekaran, U. (2005). Research Methods for Business: A Skill-building Approach (4th ed.). New York: John Wiley & Sons.
- Sekaran, U. (2006). Research methods for business: A skill building approach. John Wiley & Sons. Pg266-268.
- Sekaran, U., and Bougie, R. (2010). Research methods for business: A skill building approach (5th ed.). West Sussex, UK: John wiley & Sons Ltd.
- Shah, T. A., Nisar, M., Rehman, K., & Rehman, I. (2011). Influence of transformational leadership on employees outcomes: Mediating role of empowerment. *African Journal of Business Management*, 5(21), 8558-8566.
- Shamoo A. and Resnik D. (2015). Responsible Conduct of Research, 3rd ed. (New York: Oxford University Press).

- Shamraiz, L., Yew, W.K, and Hassan, E. (2017). Sustainability Assessment and Analysis of Malaysian Food Manufacturing Sector-A Move Towards Sustainable Development. American Scientific Publishers. Advanced Science Letters, Volume 23, Number 9 pp. 8942-8946 (5).
- Shariq, S.M., Mukhtar, U. and Anwar, S. (2018). "Mediating and moderating impact of goal orientation and emotional intelligence on the relationship of knowledge oriented leadership and knowledge sharing", *Journal of Knowledge Management*.
- Simon, A. (2010). "Resources, dynamic capabilities and Australian business success", *Journal of Global Business and Technology*, Vol. 6 No. 2, pp. 12-31.
- Simon, A., Kumar, V., Schoeman, P., Moffat, P. and Power, D. (2011). "Strategic capabilities and their relationship to organisational success and its measures: some pointers from five Australian studies", Management Decision, Vol. 49 No. 8, pp. 1305-1326.
- Singleton Jr., R. A., and Straits, B. C. (2005). Approaches to social research (4th edition). New York, NY: Oxford University press.
- Singleton R. A., Straits B. C.(2009). Approaches to social research . New York: Oxford University Press.
- Strang K.D. (2010). Leadership Substitutes and Personality Impact on Time and Quality in Virtual New Product Development Projects. *Project Management Journal*, Vol. 42, No. 1, 73–90.
- Strauss, K., and P. Sharon (2013). "Effective and Sustained Proactivity in the Workplace: A Self-Determination Theory Perspective." In The Oxford Handbook of Work Engagement, Motivation, and Self-Determination Theory, edited by M. Gagne, 50–71. New York, NY: Oxford University Press.
- Su, S. and Baird, K. (2017). "The role of leaders in achieving organizational outcomes", Personnel Review, Vol. 46 No. 3, pp. 593-607.
- Sukcharoensin, P., & Sukcharoensin, S. (2013). The analysis of stock market development indicators: Evidence from the ASEAN-5 equity markets. *International Journal of Trade, Economics and Finance*, 4(6), 343.
- Sullivan, G. M., & Feinn, R. (2012). Using effect size—or why the P value is not enough. *Journal of graduate medical education*, 4(3), 279-282.

- Sultana, M.A., Rashid M.M., Mohiuddin M., and Mazumder M.N.H. (2013). Cross-cultural management and organizational performance: A content analysis perspective. *International Journal of Business and Management*, 8(8): 133.
- Suvedi, M., & Kaplowitz, M. D. (2016). What every extension worker should know:

 Core competency handbook. Michigan State University, Department of
 Community Sustainability.
- Tabachnick, B. G., & Fidell, L. S. (2007). Experimental designs using ANOVA (5th ed.). NY: Allyn and Bacon.
- Taherdoost, H. (2016). Sampling Methods in Research Methodology; How to Choose a Sampling Technique for Research. *International Journal of Advance Research in Management*, 5(2), 18-27.
- Tai, W.T. (2006). Effects of training framing, general self-efficacy and training motivation on trainee's training effectiveness. Personal Review, 35(1):51-65.
- Taticchi, P., Tonelli, P. and Cagnazzo, L. (2010). "Performance measurement and management: a literature review and a research agenda", Measuring Business Excellence, Vol. 14 No. 1,pp. 4-18.
- Taylor K. (2016). These 10 companies control everything you buy. Business Insider US.
- The Edge Financial Daily (2019). Current labour supply lacks job readiness. The Edge Finance Daily. The Edge Market https://www.theedgemarkets.com/article/current-labour-supply-lacks-job-readiness-%E2%80%94-sme-corp-ceo.
- The Edge Market (2019). Malaysia has 1.99 million foreign workers registered as at Aug 13.https://www.theedgemarkets.com/article/malaysia-has-199-million-foreign-workers-registered-aug-31.
- The Malaysian Reserve (2019). More skilled workers needed to meet demand. https://themalaysianreserve.com/2019/07/09/more-skilled-workers-needed-to-meet-demand/
- The Star Online (2016). Never wafer, munch on. http://www.thestar.com.my/metro/smebiz/focus/2016/05/23/never-wafer-munch-on/
- The Star Online (2016). Malaysia's skilled labour shortage. https://www.thestar.com.my/business/business-news/2016/11/26/malaysias-skilled-labour-shortage.

- Theeboom T., Beersma B., & Vianen A.E.M (2014). Does coaching work? A metaanalysis on the effects of coaching on individual level outcomes in an organizational context. *Journal of Positive Psychology*, Volume 9, Issue 1.
- Thornhill, A., Saunders, M., & Lewis, P. (2009). Research methods for business students. Prentice Hall: London.
- U.S. Department of Agriculture's USDA, (2017). Malaysia Food Processing Ingredients Annual Report 2017. https://apps.fas.usda.gov/newgainapi/api/report/downloadreportbyfilename.
- Uhrin, Á., Bruque-Cámara, S., & Moyano-Fuentes, J. (2017). Lean production, workforce development and operational performance. *Management Decision*.
- United Nation (2017). Department of Economic & Social Affairs. World Population. https://www.worldometers.info/world-population/.
- United Nation Industrial Development Organization (2016). World Manufacturing Production Statistics for Quarter 11, Annual Report 2016.
- United Nation Industrial Development Organization (2017). World's population forecast for the year 2020-2045, Department of Economic & Social Affairs.
- United Nations Industrial Development Organization-UNIDO (2002). Competencies.http://www.unido.org 2002.
- Upadhaya, B., Munir, R., & Blount, Y. (2014). Association between Performance Measurement Systems and Organisational Effectiveness. *International Journal of Operations & Production Management*, 34(7), 2-2.
- Uru, F.O. and Yozgat, U. (2009), "Creativity for gaining and sustaining competitive advantage: the roles of leadership styles", *Journal of Global Strategic Management*, Vol. 3 No. 2, pp. 136-157.
- Valadez, G. V., & Jurado, J. S. (2016). Innovación tecnologica: un analisis del crecimiento economico en México (2002-2012: proyeccion a 2018). Analisis Economico, 31(78), 145-170.
- Van Riel, A. C., Henseler, J., Kemény, I., & Sasovova, Z. (2017). Estimating hierarchical constructs using consistent partial least squares: The case of second-order composites of common factors. Industrial management & data systems, 117(3), 459-477.
- Vito,G.,Higgins,G.andDenney,A. (2014). Transactional and transformational leadership", Policing: *An International Journal of Police Strategies & Management*, Vol. 37 No. 4, pp. 809-822.

- Volckner, F., Sattler, H., Hennig-Thurau, T., & Ringle, C. M. (2010). The role of parent brand quality for service brand extension success. *Journal of Service Research*, *13*(4), 379-396..
- Voon, M. L., Lo, M. C., Ngui, K. S., & Ayob, N. B. (2011). The influence of leadership styles on employees' job satisfaction in public sector organizations in Malaysia. *International Journal of Business, Management and Social* Sciences, 2(1), 24-32.
- Walkshausl, C. (2013). The high returns to low volatility stocks are actually a premium on high quality firms. Review of Financial Economics, 22(4), 180-186.
- Wang, D., Waldman, D. A., & Zhang, Z. (2014). A meta-analysis of shared leadership and team effectiveness. *Journal of Applied Psychology*, 99, 181-198.
- Wang, G., Oh, I.S. & Courtright, S. H., (2011). Transformational leadership and performance across criteria and levels: A meta-analytic review of 25 years of research. Group & Organization Management, 36(2), pp. 223-270.
- Wang, Z. and N. Wang (2012). Knowledge sharing, innovation and firm performance. Expert Systems with Applications, Volume 39(10), pp. 8899-8908.
- Warrilow, S. (2012). "Transformational leadership theory the 4 key components in leading change & managing change", available at: http://EzineArticles.com/?expertStephen_ Warrilow (accessed 14 June 2014).
- Whitfield, G. and Landeros, R. (2006). "Supplier diversity effectiveness: does organizational culture really matter?" A Global Review of Purchasing and Supply, *The Journal of Supply Chain Management:* Vol. 42 No. 4, pp. 16-27.
- Williams, P. & Naumann, E. (2011). Customer satisfaction and business performance: a firm-level analysis. *Journal of services marketing*, 25, 20-32.
- Wong, K. K. (2015). Mediation analysis, categorical moderation analysis, and higher order constructs modeling in Partial Least Squares Structural Equation Modeling (PLSSEM): A B2B Example using SmartPLS.
- Wong, S. I., & Giessner, S. R. (2018). The thin line between empowering and laissez-faire leadership: An expectancy-match perspective. *Journal of Management*, 44(2), 757-783.

- Worldbaker (2017). Malaysian Manufacturer Wins High Quality Trophy Supporting the Baking ad Biscuit Industry.Bucharest, Romania. http://www.worldbakers.com/technology2/2253-case-study-quality-biscuit-production.
- Worldmeters (2019). World Population 2019.https://www.worldometers.info/world-population/.
- Wuestman, D., C.M.A., & Casey, J. (2015). Lean leadership: Sustaining long-term process change. Strategic Finance, 96(8), 15-16, 61.
- XingHe Holdings Berhad Annual Report (2016). http://disclosure.bursamalaysia.com/FileAccess/apbursaweb/download?id=18 0540&name=EA_DS_ATTACHMENTS
- Yukl, G. and Mahsud, R. (2010), "Why flexible and adaptive leadership is essential", Consulting Psychology Journal: Practice and Research, Vol. 62 No. 2, pp. 81-93.
- Yuksel, A., Yuksel, F. and Bilim, Y. (2010). Destination attachment: Effects on customer satisfaction and cognitive, affective and cognitive loyalty. Tourism Management, 31, 274-284.
- Zaim H., Yasar M.F,& Unal O.F (2013). Analyzing the Effects of Individual Compentencies on Performance: A Field in Service Industries in Turkey. *Journal of Global Strategic Management*.
- Zang, J., Hong, H. Y., Scardamalia, M., Teo, C. L., & Morley, E. A. (2011). Sustaining knowledge building at a principle-based innovation in an elementary school. *The Journal of the Learning Sciences*, 20(654), 262–307.
- Zhao, X., Lynch, J.G., & Chen, Q. (2010). Reconsidering Baron and Kenny: Myths and truths about mediation analysis. *Journal of Consumer Research*, 37, 197-206.
- Zikmund, W.G., Babin, B.J., Carr, J.C., and Griffin, M. (2013). Business Research Methods. 9th ed. Canada: South Western Cengage Learning.
- Zumrah, A.R., Boyle, S. and Fein, E.C. (2013). "The consequences of transfer of training for service quality and job satisfaction: an empirical study in the Malaysian public sector", *International Journal of Training and Development*, Vol. 17 No. 4, pp. 279-294.

LIST OF PUBLICATIONS

Indexed Journal

1. Jamsari bin Atan and Nik Hasnaa Nik Mahmood (2019). The role of transformational leadership style in enhancing employees' competency for organizational performance. *Management Science Letters*, 10.

Non-indexed Journal

- 2. Jamsari Atan, Santhi Raghavan, Nik Hasnaa Nik Mahmood (2017). "The Determinant of Employee Job Performance: Incorporating Malaysian SME's Experience on Recruitment". *Medwell Journal*: ISSN: 1818-5800. The Social Siences 12,(1) 39-42.
- 3. Jamsari Atan, Santhi Raghavan , Nik Hasnaa Nik Mahmood (2016). Retention Strategy and Its Impact On Employees' Job Performance. A Case Study Of A Small And Medium-Sized Enterprise (SME). *Journal of Sains Humanika*, Universiti Teknologi Malaysia (UTM). 8:1–2(2016) 97–102.
- 4. Jamsari bin Atan, Santhi Raghavan, Nik Hasnaa Nik Mahmood (2015). The impact of human resource management (HRM) practices of on employee job performance. *Asia Business and Economics Journal* (ABEJ) by online on coming issue of ABEJ, on December, 2015.
- 5. Jamsari bin Atan, Santhi Raghavan, Nik Hasnaa (2015). Impact of Training on Employees' Job Performance: A Case Study of Malaysian Small Medium Enterprise. *Journal (Review of Management*, Vol. 5, No. 1/2, June 2015) ISSN: 2231-0487.