

A STUDY ON ATTITUDE TOWARDS INTERNET ADVERTISING AMONG NON-TECHNICAL DEPARTMENT EMPLOYEES OF PETRONAS CARIGALI SDN BHD SARAWAK OPERATIONS

AWANGKU MOHD HAZRIQ FADZLY BIN AWG AHMAD 2012644604

BACHELOR OF BUSINESS ADMINISTRATION WITH HONOURS (MARKETING) FACULTY OF BUSINESS MANAGEMENT UNIVERSITI TEKNOLOGI MARA KOTA SAMARAHAN

JUNE 2015

TABLE OF CONTENTS

		PAGE
CO	NFIDENTIALITY	ii
LET	TTER OF TRANSMITTAL	iii
ACI	KNOWLEDGEMENT	v
TAE	BLE OF CONTENTS	vi
LIST	T OF TABLES	ix
LIST	T OF FIGURES	x
ORI	GINAL LITERATURE WORK DECLARATION	xi
ABSTRACT		xii
CHA	APTERS	
1.0	INTRODUCTION	
	1.1 Background of Study	1
	1.2 Problem Statement	3
	1.3 Research Objectives	4
	1.4 Research Questions	5
	1.5 Scope of Study	5
	1.6 Limitations	6
	1.7 Significance of Study	6
	1.8 Definition of Terms	7

2.0 LITERATURE REVIEW 2.1 Internet Advertising 9 2.2 Attitude Towards Internet Advertising 12 2.2.1 Credibility 13 2.2.2 Informative 14 2.2.3 Hedonic/Pleasure 16 2.2.4 Irritation 18 2.2.5 Consumer Attitude 19 2.3 Conceptual Framework 21 2.4 Hypotheses Development 22 3.0 RESEARCH METHODOLOGY 3.1 Methodology 25 3.2 Research Design 25 3.3 Sample Design and Size 26 3.4 Instruments and Measurements 28 3.5 Operational Dimension 30 3.6 Pilot Testing of Questionnaire 31 3.7 Data Collection 32 3.8 Data Analysis 33 4.0 FINDINGS & DISCUSSIONS 4.1 Reliability Analysis for Pilot Study 34 4.2 Reliability Analysis for Actual Study 35 4.3 Frequency & Percentage for Demographic 36 4.4 Finding Objective 1 4.4.1 Descriptive Statistical of Credibility 45 4.4.2 Descriptive Statistical of Informative 46 4.4.3 Descriptive Statistical of Hedonic/Pleasure 47 4.4.4 Descriptive Statistical of Irritation 48

ABSTRACT

The size and range of online advertisement is increasing dramatically. Businesses are spending more on internet advertisement than before. Understanding the factors that influence internet advertisement effectiveness is crucial. The number of Internet users around the world including in Malaysia are increasing. Thus, the advertising agency and the marketer need to understand the consumers' attitude towards internet advertising in order to build effective internet advertising. In this research, the four independent variables that the researcher evaluate are consists of credibility, informative, hedonic/pleasure, and irritation that will impact on dependent variable of consumers' attitude toward internet advertising By using the Statistical Packages for Social Science (SPSS) version 22.0 to analyze 120 sets of questionnaires collected from the respondents, researchers found that all the variables which credibility, informative, hedonic/pleasure and irritation are significant related to consumers' attitude towards internet advertising. Among the independent hedonic/pleasure has the strongest significant relationship with dependent variable consumers' attitude towards internet advertising. The target population in this research study are the Non-Technical Department Employees of Petronas Carigali Sdn Bhd Sarawak Operations who is also an internet user who might have possibility exposure to internet advertising. The sampling frame comprises internet users (Non-Technical department Employees) with the criteria of frequency click on internet advertisement is at least one and the hours per week spend online is at least five hours. The limitations and recommendations are discussed with regards to further improvement. As the significant increasing in the number of internet users and usage, thus, it is

Chapter 1.0 Introduction

1.1 Background of Study

Advertising is defined as a set of communications or activities which deliver information to the public by capturing the target consumers' attention (Ducoffe, 1996). It is a paid form of non-personal communication to present and promote ideas, goods or services by an identified sponsor (Kotler, 2000).

Nowadays, technology advancement has enabled internet penetration into to every part of our lives, and we are spending more time on internet. This creates high possibilities for an internet user to engage in online advertising. Thus, marketers are able to capture this opportunity to reach their consumers via online platforms to create awareness for their products, services, and to increase sales in the future (Aziz et al., 2010).

The reason that online advertising attracted more investment from marketers is the high benefits. For instance, online advertising is flexible and makes it easier for the company to update their products' information immediately. This allows the consumers to obtain the latest information about the products and services that company offer in the market (Ducoffe, 1996).

Another point towards online advertising would be its lower costs compared to advertising via traditional media Online advertising can reach and cover a larger target audience and geographical areas compared to traditional advertising at a lower cost (Belch and Belch, 1998), hence, proving its worth in today's Internet saturated world.