

# A STUDY ON THE CUSTOMERS' PERCEPTION TOWARDS RADIO ADVERTISING

NANCY NUING 2004348954

## BACHELOR OF BUSINESS ADMINISTRATION (HONS) MARKETING FACULTY OF BUSINESS MANAGEMENT UNIVERSITI TEKNOLOGI MARA KOTA KINABALU

OCTOBER 2006

#### ACKNOWLEDGEMENT

The completion of this project paper would not be possible without the contributions of many great people through their comments, cooperation, support and encouragement I have received along the way.

First of all, I would like to enhance my greatest thanks to my advisor of Marketing Research (MKT 660), Mr. Spencer Hedley Mogindol which from the very beginning has given his valuable advice, comments and guidance to complete this research paper.

I am also would like to express my special thanks to Mr. Yong Teck Min, Marketing Manager of RTM Kota Kinabalu for providing me with the office facility, and cooperation for me in preparing my research paper.

My sincere thanks also goes to all staffs in RTM Kota Kinabalu for their various forms of assistance, facilities and encouragement extended to me during my practical training in their company.

A big thank you to all my respondents which is the business communities who responded to my survey and that helped shaped the analysis and findings of my research.

Last but not least, to my beloved family, friends and classmates for their support and indirect contribution and to anybody who ever had indirectly involved in making this paper work successfully done. My deepest appreciation to all.

NANCY NUING 2004348954

#### TABLE OF CONTENTS

ii
iv
v
vi
vii
viii

### **CHAPTER 1: INTRODUCTION**

1.1	Background of Study	1
1.2	Problem Statement	5
1.3	Objectives	6
1.4	Research Questions	7
1.5	Scope of Study	8
1.6	Significance of Study	9
1.7	Limitations of Study	10

#### **CHAPTER 2: LITERATURE REVIEWS**

2.1	Radio Advertising Can Improve Sales	11
2.2	The Effectiveness of Radio Advertising Contribute To	
	An Increase in Revenue	13
2.3	Radio Listeners at the Age of 10 Years and Above Are	
	Increase	14
2.4	The Strength and Limitation of Radio Advertising	15
2.5	RTM Kota Kinabalu Current Marketing Strategy	18

### CHAPTER 3: RESEARCH METHODOLOGY

3.1	Introduction	22
3.2	Data Collection	22
	3.2.1 Primary Data	23
	3.2.2 Secondary Data	24
3.3	Data Analysis Procedures	25
СНА	APTER 4: ANALYSIS AND INTERPRETATION OF DATA	
4.1	Findings and Analysis	26
СНА	APTER 5: CONCLUSIONS AND RECOMMENDATIONS	
5.1	Conclusion	42
5.2	Recommendations	44
BIB	LIOGRAPHY	46
APF	PENDICES	
,	Appendix I – Cover Letter	47
1	Appendix !! – Questionnaire	48
1	Appendix III – Example of Product offer in RTM	50
/	Appendix IV – FM Emitter in Sabah	52
1	Appendix V – Name List of Business Communities	54

#### ABSTRACT

The main propose of this study is to obtain information with regard to the customers that is referring to the business communities' perception towards radio advertising in Radio Television Malaysia (RTM) Kota Kinabalu. At the same time, this study also want to know the reasons why they do not use radio advertising, which radio programs place the most advertisement and to propose ways to increase their awareness which related to their perception.

The survey is based on distribution of questionnaire to the respondents as the research designed used to measure their perception. The survey was conducted among 30 respondents by using the convenience sampling technique which the procedure was simple to conduct and the results were analyzed by using Statistical Packages for Social Science (SPSS).

Based on the result and findings, it can be concluded that most of the respondents have a favorable perception towards radio advertising and this has been proved through the frequency of advertising whereby most of them advertise every month per year in RTM. Beside that, most of the respondents choose radio to advertise because of assurance and the most preferred radio channels by the respondents to advertise is the Malay Channel. In addition, most of the respondents suggested that RTM should used advertisement in order to increase the customers' awareness towards radio advertising.