

THE AFFECT OF RELATIONSHIP MARKETING TOWARDS CUSTOMER LOYALTY:

A CASE STUDY OF USAHA JAYA MARKETING (UJM) JERTEH, TERENGGANU

NURZETY ADAWIYAH BT MUHAMAD (2012243406)

BACHELOR OF BUSINESS ADMINISTRATION

(HONS) MARKETING

FACULTY OF BUSINESS MANAGEMENT

UNIVERSITI TEKNOLOGI MARA

KAMPUS KOTA BHARU, KELANTAN

JUNE 2015

ACKNOWLEDGEMENT

Alhamdullilah, thanks to ALLAH S.W.T., the most Gracious and the most Merciful is upon his messenger Holy Prophet Muhammad S.A.W. I am very grateful to Almighty Allah S.W.T for giving me strength and opportunity to complete this final project paper. Without His Grace and Mercifulness, this project paper may not be complete on time.

First and foremost, I am extremely grateful for my respected project advisor, Dr. Tuan Mohd Rosli Bin Tuan Hassan for his continuous guidance, advice, comments and constant support starting I am doing my thesis until it finish. Thanks also to my second project advisor, Prof Madya Dr. Mohd Shukri Bin Haji Omar for his opinion and ideas. I would also like to take this opportunity to thank my family, who have given me the support, encouragement, financial support and sacrifices regarding this thesis to make sure I can finish it successfully. Moreover, I would like to express my special gratitude to all my friends for their nice views on my thesis and helping me in giving ideas and criticized.

Last but not least, I would like to thank to those, who I have not mentioned, but has contributed throughout this research whether directly or indirectly. Thank you for your generous time and cooperation. Lastly my special acknowledgement goes to Universiti Teknologi MARA for granting me the opportunity to pursue my study in this Bachelor in Business Administration (Hons) Marketing.

Thank You,

NURZETY ADAWIYAH BINTI MUHAMAD 2012243406

Bachelor of Business Administration with Honours (Marketing)

TABLE OF CONTENT

CONTENT

Letter of Declaration	i
Letter of Submission	ii
Acknowledgement	iii
Table of content	iv
List of figure and table	х
Abstract	
CHAPTER 1: INTRODUCTION TO THE RESEARCH	1
1.0 INTRODUCTION	1
1.1 BACKGROUND OF STUDY	1-2
1.1.1 COMPANY BACKGROUND	2-3
1.2 PROBLEM STATEMENT	3-5
1.3 RESEARCH OBJECTIVES	6
1.4 RESEARCH QUESTIONS	6
1.5 THEORETICAL FRAMEWORK	7
1.6 HYPOTHESES	7-8
1.7 SIGNIFICANT OF STUDY	8-9
1.7.1 Researcher	
1.7.2 Organization	
1.7.3 Customers	
1.8 DEFINITION OF TERMS	9-10
1.8.1 Relationship marketing	
1.8.2 Trust	
1.8.3 Communication	
1.8.4 Commitment	
1.8.5 Customer loyalty	
1.9 LIMITATION	11
1.9.1 Small sample	
1.9.2 Difficult to get the information	
1 9 3 Time constraint	

ABSTRACT

The purpose of this study is to identify the affect of relationship marketing towards customer loyalty at Usaha Jaya Marketing (UJM) Jerteh. Three affect of relationship marketing were identified that was contributed towards customer loyalty. They are trust, communication and commitment. In this research, the researcher sets several objectives to be achieved in carrying out this research. Several research questions were highlighted by the researcher as guidance in completing this research. The researcher distributed questionnaire to the respondents at Usaha Jaya Marketing (UJM) Jerteh. All the respondents who participated in this research are customers that be loyal to Usaha Jaya Marketing (UJM) Jerteh regarding to the purpose of this research in answering the questionnaire. Several techniques had been used to analyse the data. Frequency distribution analysis was used to study on demographic information of the respondents. Reliability analysis regarding to the questionnaire was made in order to measure the reliability of each variable in the questionnaire. The regression analysis was made on all identified variables. Pearson correlation analysis was used to examine the relationship between dependent variable and independent variables. The researcher also suggests some recommendation for future research.

CHAPTER 1

INTRODUCTION TO THE RESEARCH

1.0 INTRODUCTION

This chapter have been discussed about background of the study, company background, problem statement, research objectives, research questions, hypotheses, significant of the study, definition of each terms, limitation, and scope of study.

1.1 BACKGROUND OF STUDY

Relationship marketing is the strategy that will be used to attract, maintain and enhance relationship with customer (Berry, 1983). Relationship marketing means the activities that are aimed at developing and managing trust for the purpose future relationship with larger customers. It is very important because it can be the best tools to gaining good relationship between the company and the customer. Building good relationship with the customer will give the good impact to the company. This is because when the company always keep in touch with the customer, they will feel that the company appreciated them.

The benefit of having good relationship is the company will get customer feedback. When the customer has the problem, they will let the company know. Then, the company will take the action and improve their weakness. Besides, the company also will get customer productivity. The significant communications and offers will persuade consumers to use the full complement of product and service offerings. This is because, customers