

FACULTY BUSINESS MANAGEMENT BACHELOR BUSINESS ADMINISTRATION (HONS)

A STUDY ON CORPORATE SOCIAL RESPONSIBILITY TOWARDS CUSTOMER ORIENTATION IN MALAYSIA

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ABSTRACT

Corporate social responsibility (CSR) has grown to play a significant and important role in directing and defining the way organizations do business. Corporate Social Responsibility will show how the companies conduct their business honestly and ethically. Besides that, we can see whether the companies have performed ethically in terms of their customers, employees, families, local community and society in ways that are goods for business and for development. Many businesses are gaining benefits from corporate social responsibility initiatives, with quantified improvements in revenue and market access, productivity, and risk-management. By conducting businesses honestly and ethically, the companies will maximize the company's profits and success in the long run. While a number of studies have explored the scope of corporate social responsibility and the role of management in allocating resources, given the recognized importance to business, few studies have empirically explored management conceptualizations of CSR in practice. Using structured interviews, this study explores 100 respondents from selected companies in Subang Jaya and Kota Bharu. This study reviews the understanding of the corporate social responsibility (CSR) concept and the issues that relates to CSR. This study is discusses since when companies conscious its responsibilities and factors. It is also done to know the opportunities that have arisen when assisting CSR towards customer from profit making to community service provider. Besides that, it is study to identify whether the companies have contributed any funds in terms of their social responsibility.

CHAPTER 1: INTRODUCTION

1.1 BACKGROUND OF THE STUDY

In the business world today, Corporate Social Responsibility has played a significant role. According to ACCA Malaysia's Study "State Of Corporate Environmental and Social Reporting in Malaysia 2004, Malaysia's major companies show little evidence of awareness of corporate social responsibility, with only one company so far having reflected its social responsibilities within its corporate mission. Corporate Social Responsibility will show how the companies conduct their business honestly and ethically. Besides that, we can see whether the companies have performed ethically in terms of their customers, employees, families, local community and society in ways that are goods for business and for development. Many businesses are gaining benefits from corporate social responsibility initiatives, with quantified improvements in revenue and market access, productivity, and risk-management. By conducting businesses honestly and ethically, the companies will maximize the company's profits and success in the long run.

As recently as a decade ago, many companies viewed business ethics only in terms of administrative compliance with legal standards and adherence to internal rules and regulations. Today the situation is different. Attention to business ethics is on the rise across the world and many companies realize that in order to succeed, they must earn the respect and confidence of their customers. Like never before, corporations are being asked, encouraged and prodded to improve their business practices to emphasize legal and ethical behavior. Companies, professional firms and individuals alike are being