

THE FACTORS INFLUENCING CUSTOMER LOYALTY TOWARD UMRAH TRAVEL AGENCY

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Submitted in Partial Fulfillment
Of the Requirement for the
Bachelor of Business Administration (Hons) Islamic Banking

FACULTY OF BUSINESS MANAGEMENT UNIVERSITI TEKNOLOGI MARA SEGAMAT, JOHOR.

DECEMBER 2016

ACKNOWLEDGEMENT

Firstly, I would like to thank Allah that has give the opportunity to me to embark on this research study and for completing this long and challenging journey successfully. Nevertheless, it would be having been possible without the kind support and help of many individuals. I would like to extend my sincere thanks to all of them.

I would also like to express my gratitude towards my advisor, madam Ruziah binti A. Latif, as I would lost without her guidance and constant supervision. She has been providing me with necessary information regarding the direction and any possible errors could have come out of the project. It is not forget that due to her support, completing this project is possible.

Not to forget, to my family members especially my parents because without their non-stop support and positive encouragement, it was so difficult for me to complete this whole research successfully. Thank you also to my friends and other lecturers for giving me their kind cooperation and encouragement. Their support either directly or indirectly with the best of their abilities have help me in completing this project with a possible success.

ABSTRACT

Keeping loyal customer and ensuring repeat visits became important to an organization to maintain in such industry. The previous study has shown that many of the researchers have developed an empirical study about the factor influencing customer loyalty in many industries include airlines, telecommunication, banking and hotel industries. However, there is less study about the customer loyalty on the field of Umrah travel agency. Therefore, the purpose of this study is to identify factors influencing customer loyalty toward Umrah travel agency in terms of customer satisfaction, service quality, price, commitment, and trust. This research presents primary data collected by self-administered questionnaire involving a sample of 100 respondents from the area of Negeri Sembilan only. The data obtained was analyzed by using descriptive analysis, realiability test which is Cronbach's Alpha, correlation test using Pearson Correlation Analysis and regression analysis using Multiple Linear Regression technique. This study reveals that trust is the only factor influencing customer loyalty toward Umrah travel agency while the other factors did not influencing them to be loyal towards Umrah travel agency. Therefore, for future research, this study recommends to the researcher to look at the different factor that might influence customer loyalty toward Umrah travel agency.

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CHAPTER 1: INTRODUCTION

1.0 INTRODUCTION

This study is to examine the factors influencing customer loyalty toward Umrah

travel agency. This section of this chapter will discuss briefly on the overview or

background of the study, problem statement, research objective, research question,

significant of study, scope of study, and definition term.

The objective of this study will be divided by two parts which is main research

objective and specific research objective. Furthermore, this study will be using two

types of research question. Firstly, the main research question and secondly, the

specific research questions.

1.1 OVERVIEW/BACKGROUND OF STUDY

Keeping loyal customer and ensuring repeat visits become important to

organization to maintain in religious tourism industry. The successfulness of the

firm's in the industry is based on their loyal customers, (Reinartz and Kumar, 2002).

Loyal customers can maximize the profit of the firms when they repurchase the

product and services from the same firms for a long time.