

" A STUDY ON FACTOR INFLUENCING CUSTOMER SELECTION TOWARDS SERVICE PROVIDED BY BANK RAKYAT MACHANG, KELANTAN"

ROSNI BINTI MOHAMMAD NOR 2003480209

BACHELOR OF BUSINESS ADMINISTRATION (HONS) MARKETING FACULTY OF BUSINESS MANAGEMENT UNIVERSITI TEKNOLOGI MARA DUNGUN, TERENGGANU

APRIL 2006

ACKNOWLEDGEMENT

First and foremost, I am grateful to Allah for everything that he has granted. Thanks to Allah for giving me the inner strength, skill and knowledge to face the challenge till the end. Here I would like to take this opportunity to express my gratitude and appreciation to the following individuals.

Thank to Puan Hasmida Binti Mohd Noor, the first advisor of the project for her advice and guidance towards preparing the project paper. With her comments and suggestion from the beginning and to the end of the study, had give me the direction in complete this paper. Not forgotten to my second advisor, Puan Siti Haryati Binti Shaikh Ali for her effort and contribution in help me preparing this research paper.

Apart from that, a big appreciation and acknowledge dedicate to Mr Abdul Malik Bin Zainal Abidin, as a Branch Manager of Bank Rakyat for granting me the permission to undergone my practical training at Bank Rakyat Machang, Kelantan. Thanks and gratitude goes to my supervisor Pn Samsiah Binti Mahamad, the Assistant Manager for helping me with valuable information during my practical training.

Finally I want to acknowledge my beloved parents for their encouragement and support and also to all the people for their participation either directly or indirectly. Thank you so much. May Allah bless all of your kindness.

DECLARATION OF ORIGINAL	i
LETTER OF SUBMISSION	ii
ACKNOWLEDGEMENT	iii
TABLE OF CONTENTS	iv
LIST OF TABLES	vi
LIST OF FIGURES	viii
ABSTRACT	ix

CHAPTER 1: INTRODUCTION

1.1	Introduction				
1.2	Background of Study 2				
1.3	Background of Company				
	1.3.1 Company Profile	4			
	1.3.1.1 Vision	5			
	1.3.1.2 Mission	5			
	1.3.1.3 Objective	5			
1.4	Problem Statement 6				
1.5	Research objective 7				
1.6	Scope Of Study 8				
1.7	Significance of study 9				
1.8	8 Theoretical Framework				
	1.8.1 Dependent Variable	11			
	1.8.2 Independent Variables	11			
1.9	Research Hypothesis	12			
1.10	Limitations of Study	13			
1.11	Definition of Terms 14				

CHAPTER 2: LITERATURE REVIEW

2.1	Introduction	
2.2	Customer	15
2.3	Customer Selection	16
	2.3.1 Price	17
	2.3.2 Delivery System	19
	2.3.3 Promotion	21
	2.3.4 Reputation	24
	2.3.5 Service	26

CHAPTER 3: RESEARCH METHODOLOGY

3.1	Introduction	28
3.2	Research Design	28

3.3	Data Collection Method	
	3.1.1 Primary Data	29
	3.1.1.1 Questionnaire	30
	3.1.2 Secondary Data	31
	3.1.2 (a) External Data	31
	3.1.2 (b) Internal Records	32
3.4	Sampling Procedure	32
	3.4.1 Population	32
	3.4.2 Sampling Size	33
	3.4.3 Sampling Technique	33
3.5	Procedure Of Analyzing Data	34
	3.5.1 Frequency Distribution	34
	3.5.2 Reliability Analysis-Scale (ALPHA)	35
	3.5.3 Cross Tabulation	36
	3.5.4 Hypothesis Testing	36
	3.5.4.1 Pearson Correlation Coefficient	36

CHAPTER 4: FINDINGS AND DATA ANALYSIS

4.1	Introduction		
4.2	Reliability Analysis – Scale (ALPHA)		
4.3	Frequencies Distribution	42	
	4.2.1 Section A	42	
	4.2.2 Section B	49	
	4.2.3 Section C	52	
	4.2.4 Section D	66	
4.4	Cross Tabulation		
4.5	Pearson Correlation Coefficient		

CHAPTER 5: CONCLUSION AND RECOMMENDATION

5.1	Conclusion	77
5.2	Recommendation	79

BIBLIOGRAPHY

APPENDICES

Appendix	Ι	Questionnaire
Appendix	II	Statistics
Appendix	III	Reliability analysis- scale (Alpha)

80

ABSTRACT

The study examines the factors that influence customer selection towards service provided by Bank Rakyat in Machang. The scope of attributes for bank selection has also been examined.

The study was conducted at Bank Rakyat at Machang within January 2006 until March 2006. Four possible factors that have influence the customer selection towards service provided by Bank Rakyat, Machang were identified. There were price, delivery system, promotion and reputation. This research has been done by assign the questionnaire. A total of respondent are 100 of customers who are selected to gather the information. The questionnaire was conducted in English and Malay version.

The SPSS program was used to analyze the data. The method such as frequency distribution and Pearson Correlation Coefficient were chosen for analyzed the data findings. The researcher looked for significant value and observed value to prove the relationship between the variables.

Researcher finding and conclusion are made to help the banking industry in their effort to improve the problems occurred and satisfied their customer's requirement. Therefore, several recommendations should be outlined in order to improve the performance of service like do more creative promotion, integrated application of technology and create good personnel contact.