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EMPLOYEE INVOLVEMENT, WORK CONDITIONS,  
COMPENSATION AND BENEFITS AND EMPLOYEE  
RETENTION

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EMPLOYEE INVOLVEMENT, WORK  
CONDITIONS, COMPENSATION AND BENEFITS  
AND EMPLOYEE RETENTION

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**EMPLOYEE INVOLVEMENT, WORK CONDITIONS, COMPENSATION  
AND BENEFITS AND EMPLOYEE RETENTION**

**By  
SHALIZA SAMSUDIN**



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## **ABSTRACT**

The objective of this study is to examine the influence of employee involvement, work conditions and compensation and benefits have towards employee retention. This study was conducted among employees in manufacturing companies in Northern Region of Peninsular Malaysia. A total of 150 questionnaires were returned and used for data analysis using the Statistical Packages for Social Science (Version 2.0). Multiple regression analysis was carried out to examine the hypothesized relationships in this study. Based on the findings, two hypotheses were accepted and one is being rejected. Multiple regression reported a significant relation between employee involvement ( $B=0.378$ ,  $p\leq0.05$ ) and compensation and benefits ( $B=0.288$ ,  $p\leq0.05$ ) to employee retention while work condition ( $B=0.116$ ,  $p\leq0.05$ ) was not significantly linked to employee retention. Discussion highlights that with the high involvement of employee and attractive compensation and benefits in workplace resulted employees are more likely to stay in an organization. Practical and theoretical implications are also presented. Finally, limitations of the study are addressed and this is followed with the conclusion of the study.

**Keywords :** *Employee retention, employee involvement, work conditions, compensation and benefits*

## **ABSTRAK**

Objektif utama kajian ini adalah untuk mengkaji pengaruh penglibatan pekerja, kondisi tempat kerja dan pampasan dan faedah terhadap pengekalan pekerja. Sejumlah 150 borang soal selidik telah dikembalikan dan data diproses menggunakan *Statistical Packages for Social Science (SPSS ver. 20)*. Data-data yang telah dikumpulkan melalui penggunaan borang soal selidik. Analisa regresi pelbagai digunakan untuk mengkaji perhubungan di dalam kajian ini. Dua hipotesis telah diterima manakala satu hipotesis telah ditolak. Analisis regresi pelbagai menunjukkan signifikasi penglibatan pekerja ( $B=0.378$ ,  $p\leq0.05$ ) pampasan dan faedah ( $B=0.288$ ,  $p\leq0.05$ ) dan kondisi tempat kerja ( $B=0.116$ ,  $p\leq0.05$ ) tidak menunjukkan signifikasi kepada pengekalan pekerja. Kajian ini juga mendapati bahawa penglibatan pekerja yang tinggi dan pakej pampasan dan faedah yang menarik di tempat kerja membolehkan pekerja kekal bersama sesebuah syarikat. Implikasi secara praktikal dan theoritikal juga disertakan dan akhir sekali, kekangan terhadap kajian yang dijalankan diutarakan dan diikuti dengan penggulungan kajian ini.

*Kata kunci:* Pengekalan pekerja, penglibatan pekerja, kondisi tempat kerja, gaji dan faedah.

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# **CHAPTER ONE**

## **INTRODUCTION**

### **1.1 Introduction**

This chapter briefly explains the background and importance of employee retention especially in manufacturing industries around northern region of Peninsular Malaysia. It is also to see the influence of employee involvement, work conditions and compensation and benefits have towards employee retention. Besides, this chapter also highlights the problem statement of the study, research questions, and research objectives, significance of the study, definition of key terms, scope and limitation and lastly the conclusion of the chapter of the research study.

### **1.2 Background of the Study**

Employees are considered as the essential asset for every organization in order to ensure the business operations runs smoothly. An organization would be nothing without its employees because employees are the one who strives hard to deliver their best performance in order to achieve objectives and goals of the organization. One of the pressing challenge organization needed to face most of the time is the employee turnover. Employee turnover refers to an issue of employees leaving the organization and it has to be replaced with the new one. According to Randstad World of Work Report (2013/2014), as cited by Malaysian Insiders (2014), Malaysians are not just switching jobs to boost their careers but the decision to leave also hinged on “uncompetitive salary” (55%), “lack of recognition at workplace”(35%) and “lack of trust in senior leaders” (21%).

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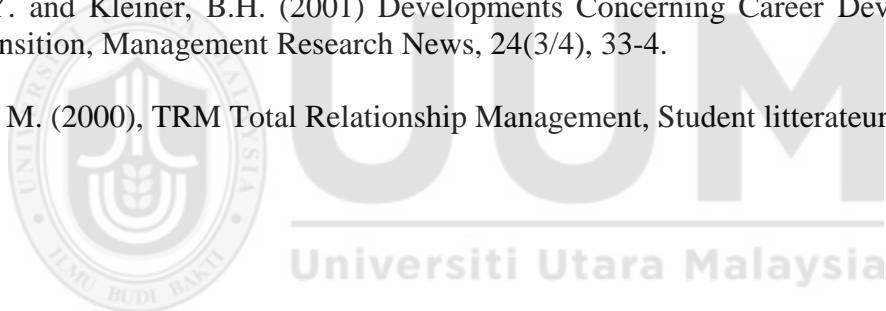
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Appendix A : Questionnaire



**A STUDY ON EMPLOYEE RETENTION**

DEAR PARTICIPANT,

THANK YOU FOR AGREEING TO PARTICIPATE IN THIS RESEARCH.

I AM A MASTER STUDENT OF THE UNIVERSITI UTARA MALAYSIA, KEDAH. I AM CURRENTLY CONDUCTING A SURVEY ON EMPLOYEE RETENTION AMONG EMPLOYEES IN MANUFACTURING INDUSTRY IN THE NORTHERN REGION OF PENINSULAR MALAYSIA. THEREFORE, I WOULD APPRECIATE IF YOU COULD ANSWER ALL OF THE QUESTIONS IN THE SURVEY. YOUR COOPERATION AND HONESTY WILL INFLUENCE THE ACCURACY AND SUCCESS OF THE RESEARCH. IT WILL TAKE LESS THAN 10 MINUTES TO COMPLETE THE QUESTIONNAIRE. PLEASE NOTE THAT RESPONSES GATHERED WILL BE TREATED WITH CONFIDENTIALITY AND WILL BE USED FOR ACADEMIC PURPOSES ONLY.

IF YOU HAVE ANY QUESTIONS REGARDING THIS RESEARCH, YOU MAY FORWARD THEM TO ME AT THE ADDRESS PROVIDED BELOW.  
THANK YOU FOR YOUR TIME AND COOPERATION IN ANSWERING THIS QUESTIONNAIRE.

SINCERELY,

SHALIZA SAMSUDIN  
POST GRADUATE STUDENT  
MASTER OF HUMAN RESOURCE MANAGEMENT  
UNIVERSITI UTARA MALAYSIA (UUM)  
EMAIL : SHALIZA2200@GMAIL.COM



## KAJIAN TERHADAP PENGEKALAN PEKERJA

TUAN/PUAN,

TERIMA KASIH KERANA SUDI MENYERTAI KAJIAN INI.

SAYA MERUPAKAN PELAJAR IJAZAH SARJANA DARI UNIVERSITI UTARA MALAYSIA, KEDAH. SAYA SEDA KAJIAN TENTANG PENGEKALAN PEKERJA DALAM INDUSTRI PEMBUATAN DI UTARA SEMENAN SEHUBUNGAN ITU, SAYA AMAT MENGHARGAI JIKA TUAN/PUAN DAPAT MENJAWAB SEMUA SOALAN D MEMANDANGKAN MAKLUMAT YANG DIBERI OLEH TUAN/PUAN AKAN MEMPENGARUHI KEPADA KEJAYAAN KAJIAN INI. UNTUK MAKLUMAN, KAJIAN INI AKAN MENGAMBIL MASA DALAM 15 MINIT. J TUAN/PUAN ADALAH DIANGGAP SULIT DAN SEMUA MAKLUMBALAS YANG DIPEROLEHI AKAN DIGUNA AKADEMIK SAHAJA.

JIKA TERDAPAT SEBARANG PERTANYAAN BERKAITAN KAJIAN INI, TUAN/PUAN BOLEH MENGHUBU MAKLUMAT YANG TERTERA.

TERIMA KASIH DI ATAS MASA DAN KERJASAMA YANG DIBERIKAN OLEH PIHAK TUAN/PUAN DALAM ME INI.

YANG BENAR,

SHALIZA SAMSUDIN  
PELAJAR PASCA SISWAZAH  
IJAZAH SARJANA PENGURUSAN SUMBER MANUSIA  
UNIVERSITI UTARA MALAYSIA (UUM)  
EMAIL : SHALIZA2200@GMAIL.COM

**SECTION 1**  
**BAHAGIAN 1**

**INSTRUCTION: WITH REFERENCE TO THE CURRENT ORGANIZATION THAT YOU ARE WORKING IN THE LEVEL OF AGREEMENT TO THE FOLLOWING STATEMENT BY CIRCLING THE APPROPRIATE NUMBER IN THE SCALE**

**ARAHAJ: Merujuk kepada organisasi yang anda bekerja sekarang, sila nyatakan tahap persetujuan anda terhadap kenyataan di bawah dengan membulatkan nombor yang bersesuaian dalam skala yang diberikan.**

No. Bil.		Strongly disagree <i>Sangat Tidak Setuju</i>	Disagree <i>Tidak Setuju</i>	Moderate <i>Sederhana</i>	Agree <i>Setuju</i>	Strongly agree <i>Sangat Setuju</i>
1.	THIS ORGANIZATION TREATS ME WITH RESPECT AND ATTENTION. <i>Organisasi ini melayan saya dengan rasa hormat dan prihatin.</i>		2	3	4	5
2.	THIS ORGANIZATION IS CONCERNED WITH MY WELL-BEING. <i>Organisasi ini mengambil berat tentang kesejahteraan saya.</i>		2	3	4	5
3.	THERE IS AN ENVIRONMENT OF UNDERSTANDING AND CONFIDENCE WITHIN MANAGERS AND EMPLOYEES IN THIS ORGANIZATION. <i>Terdapat persefahaman dan keyakinan di antara pengurus dan pekerja dalam organisasi ini.</i>		2	3	4	5
4.	THIS ORGANIZATION RECOGNIZES THE WORK I DO AND THE RESULTS I ACHIEVE (E.G. THROUGH ORAL COMPLIMENTS, ARTICLES IN CORPORATE BULLETINS, ETC.) <i>Organisasi ini mengiktiraf kerja yang saya lakukan serta hasil kerja yang telah saya capai (contohnya melalui pujian lisan, artikel dalam buletin korporat, dan lain-lain).</i>		2	3	4	5
5.	THIS ORGANIZATION FAVORS AUTONOMY IN DOING TASKS AND MAKING DECISIONS. <i>Organisasi ini mengutamakan autonomi atau kebebasan dalam melakukan tugas-tugas dan membuat keputusan.</i>		2	3	4	5
6.	THIS ORGANIZATION SEEKS TO MEET MY NEEDS AND PROFESSIONAL EXPECTATIONS. <i>Organisasi ini berusaha untuk memenuhi keperluan dan jangkaan professional saya.</i>		2	3	4	5

**INSTRUCTION: WITH REFERENCE TO THE CURRENT ORGANIZATION THAT YC PLEASE INDICATE THE LEVEL OF AGREEMENT TO THE FOLLOWING STATEMENT BY CIRCLING THE APPROPRIATE NUMBER IN THE SCALE**

**ARAHAN:** *Merujuk kepada organisasi semasa anda, sila nyatakan tahap persetujuan anda terhadap kenyataan di bawah dengan membulatkan nombor yang bersesuaian dalam skala yang diberikan.*

No. Bil.		Strongly disagree Sangat Tidak Setuju	Disagree Tidak Setuju	Moderate Sederhana	Agree Setuju	Strongly agree Sangat Setuju
7.	IN THIS ORGANIZATION, EMPLOYEES AND THEIR MANAGERS E <sup>STABLISH</sup> A CONSTANT EXCHANGE OF INFORMATION IN ORDER TO PERFORM THEIR DUTIES PROPERLY.  <i>Dalam organisasi ini, pekerja dan pengurus gemar bertukar-tukar maklumat dalam melaksanakan tugas mereka dengan lebih baik.</i>		2	3	4	5
8.	THIS ORGANIZATION ENCOURAGES MY PARTICIPATION IN DEC <sup>ISION</sup> MAKING AND PROBLEM-SOLVING.  <i>Organisasi ini mengalakkan penglibatan saya dalam pembuatan keputusan dan penyelesaian masalah.</i>		2	3	4	5
9.	THERE IS AN ENVIRONMENT OF TRUST AND COOPERATION AMONG COLLEAGUES IN THIS ORGANIZATION.  <i>Terdapat persekitaran saling mempercayai dan kerjasama di antara rakan sekerja dalam organisasi ini.</i>		2	3	4	5
10.	THIS ORGANIZATION ENCOURAGES INTERACTION AMONG ITS EMPLOYEES (FOR INSTANCE THROUGH SOCIAL GATHERING, SOCIAL EVENTS, SPORTS EVENT, ETC.).  <i>Organisasi ini menggalakkan interaksi di antara para pekerja. (contohnya melalui majlis sosial, acara sosial, acara sukan, dan sebagainya)</i>		2	3	4	5
11.	THIS ORGANIZATION FOLLOWS UP ON THE ADAPTATION OF EMPLOYEES TO THEIR FUNCTIONS.  <i>Organisasi ini mengambil tahu tentang penyesuaian pekerja dengan fungsi pekerjaan mereka.</i>		2	3	4	5
12.	THERE IS A CONSISTENCY BETWEEN DISCOURSE 1 AND MANAGEMENT PRACTICE IN THIS ORGANIZATION.  <i>Terdapat konsistensi di antara wacana dan amalan pengurusan dalam organisasi ini.</i>		2	3	4	5

**INSTRUCTION: WITH REFERENCE TO THE CURRENT ORGANIZATION THAT YOU ARE WORKING, THE LEVEL OF AGREEMENT TO THE FOLLOWING STATEMENT BY CIRCLING THE APPROPRIATE NUMBER IN THE SCALE**

**ARAHAN: Merujuk kepada organisasi semasa anda, sila nyatakan tahap persetujuan anda terhadap kenyataan dibawah dengan membulatkan nombor yang bersesuaian dalam skala yang diberikan.**

No. Bil.		Strongly disagree Sangat Tidak Setuju	Disagree Tidak Setuju	Moderate Sederhana	Agree Setuju	Strongly agree Sangat Setuju
1.	THIS ORGANIZATION PROVIDES BASIC BENEFITS (E.G. TRANSPORTATION ASSISTANCE, FOOD AID, ETC.)  <i>Organisasi ini menyediakan faedah-faedah asas (contohnya perubatan, kemudahan pengangkutan, bantuan makan, dan sebagainya)</i>	1 HEALTH	2	3	4	5
2.	THIS ORGANIZATION HAS PROGRAMS OR PROCESSES THAT HELPS EMPLOYEE COPE WITH INCIDENTS AND PREVENT WORKPLACE ACCIDENTS.  <i>Organisasi ini mempunyai program atau proses yang dapat membantu pekerja menghadapi insiden dan mencegah kemalangan di tempat kerja.</i>	2 WORKPLACE	2	3	4	5
3.	THIS ORGANIZATION CONCERNED WITH THE SAFETY OF THEIR EMPLOYEES BY HAVING ACCESS CONTROL OF PEOPLE WHO ENTER THE COMPANY BUILDING.  <i>Organisasi ini mengambil berat soal keselamatan pekerja dengan mempunyai kawalan terhadap akses bagi orang yang masuk ke dalam bangunan syarikat.</i>	2 ACCESS	2	3	4	5
4.	THIS ORGANIZATION PROVIDES ADDITIONAL BENEFITS (E.G. MEMBERSHIP IN GYMS, COUNTRY CLUBS, AND OTHER ESTABLISHMENTS, ETC.)  <i>Organisasi ini menyediakan faedah tambahan (contohnya keahlian gim, kelab and lain-lain)</i>	2 OTHER	2	3	4	5
5.	THE FACILITIES AND PHYSICAL CONDITION (LIGHTING, VEI NOISE AND TEMPERATURE) IN THIS ORGANIZATION ARE ERGONOMIC, COMFORTABLE AND APPROPRIATE.  <i>Kemudahan dan keadaan fizikal (pencahayaan, pengudaraan, bising dan suhu ) dalam organisasi ini adalah ergonomik, selesa dan bersesuaian.</i>	2 ERGONOMIC	2	3	4	5
6.	THIS ORGANIZATION IS CONCERNED WITH MY HEALTH AND QUALITY OF LIFE.  <i>Organisasi ini mengambil berat tentang kesihatan dan kualiti kehidupan saya.</i>	2 QUALITY OF LIFE	2	3	4	5

**INSTRUCTION: WITH REFERENCE TO THE PRACTICES IN THE ORGANIZATION THAT YOU ARE , PLEASE INDICATE THE LEVEL OF AGREEMENT TO THE FOLLOWING STATEMENT BY CIRCLING THE APPROPRIATE NUMBER**

**ARAHAH:** *Merujuk kepada amalan dalam organisasi yang anda bekerja sekarang, sila nyatakan tahap persetujuan anda terhadap kenyataan di bawah dengan membulatkan nombor yang bersesuaian dalam skala yang diberikan.*

No. Bil.		Strongly disagree Sangat Tidak Setuju	Disagree Tidak Setuju	Moderate Sederhana	Agree Setuju	Strongly agree Sangat Setuju
1.	I GET INCENTIVES SUCH AS PROMOTIONS, COMMISSIONED FUNCTIONS, AWARDS, BONUSES.  <i>Saya menerima insentif seperti kenaikan, komisen, anugerah, dan bonus.</i>	1 COMMISSIONED	2	3	4	5
2.	MY SALARY IS INFLUENCED BY MY RESULTS.  <i>Gaji saya dipengaruhi oleh hasil kerja saya.</i>	1	2	3	4	5
3.	THIS ORGANIZATION OFFERS ME A SALARY THAT IS COMPATIBLE WITH MY SKILLS, TRAINING AND EDUCATION.  <i>Organisasi ini menawarkan gaji yang setimpal dengan kemahiran, latihan, dan kelulusan akademik saya.</i>	1 COMPATIBLE	2	3	4	5
4.	THIS ORGANIZATION REMUNERATES ME ACCORDING TO REMUNERATION OFFERED AT EITHER THE PUBLIC OR PRIVATE MARKETPLACE LEVELS.  <i>Oganisasi ini membayar saya berdasarkan aras gaji yang ditawarkan dalam sektor swasta atau sektor awam.</i>	1 ACCORDING TO PUBLIC OR PRIVATE	2	3	4	5
5.	THIS ORGANIZATION CONSIDERS THE EXPECTATIONS AND SUGGESTIONS OF ITS EMPLOYEES WHEN DESIGNING A SYSTEM OF EMPLOYEE REWARDS.  <i>Organisasi ini mengambil kira jangkaan dan cadangan dari pekerja dalam merekabentuk sistem ganjaran pekerja.</i>	1 EXPECTATIONS AND SUGGESTIONS	2	3	4	5

**INSTRUCTION: WITH REFERENCE TO YOURSELF, INDICATE THE LEVEL OF AGREEMENT TO THE FOLLOWING STATEMENTS BY CIRCLING THE APPROPRIATE NUMBER IN THE SCALE GIVEN**

**ARAHAN:** *Merujuk kepada diri anda, sila nyatakan tahap persetujuan anda terhadap kenyataan di bawah dengan membulatkan nombor yang bersesuaian dalam skala yang diberikan.*

No. Bil.		Strongly disagree Sangat Tidak Setuju	Disagree Tidak Setuju	Moderate Sederhana	Agree Setuju	Strongly agree Sangat Setuju
1.	I AM PLANNING ON WORKING FOR ANOTHER COMPANY WITHIN PERIOD OF THREE YEARS.  <i>Saya bercadang untuk bekerja dengan organisasi lain dalam tempoh masa tiga tahun lagi.</i>		2	3	4	5
2.	WITHIN THIS COMPANY, MY WORK GIVES ME SATISFACTION.  <i>Pekerjaan saya dalam organisasi ini memberi kepuasan.</i>		2	3	4	5
3.	IF I WANTED TO DO ANOTHER JOB OR FUNCTION, I WOULD LOOK FIRST AT THE POSSIBILITIES WITHIN THIS COMPANY.  <i>Sekiranya saya ingin melakukan pekerjaan atau fungsi yang lain, saya akan mencari peluang dalam organisasi ini terlebih dahulu.</i>		2	3	4	5
4.	I SEE A FUTURE FOR MYSELF WITHIN THIS COMPANY.  <i>Saya dapat melihat masa depan saya dalam organisasi ini.</i>	1	2	3	4	5
5.	IT DOESN'T MATTER IF I'M WORKING FOR THIS COMPANY OR ANOTHER, AS LONG AS I HAVE WORK.  <i>Saya tidak kisah samada saya bekerja dalam organisasi ini atau organisasi lain, asalkan saya mempunyai pekerjaan.</i>		2	3	4	5
6.	IF IT WERE UP TO ME, I WILL DEFINITELY BE WORKING FOR THIS COMPANY FOR THE NEXT FIVE YEARS.  <i>Jika diberi peluang, saya pasti akan terus bekerja untuk organisasi ini untuk lima tahun lagi.</i>		2	3	4	5
7.	IF I COULD START OVER AGAIN, I WOULD CHOOSE TO WORK FOR ANOTHER COMPANY.  <i>Sekiranya dapat saya ulangi, saya akan memilih untuk bekerja dalam organisasi lain.</i>		2	3	4	5
8.	IF I RECEIVE AN ATTRACTIVE JOB OFFER FROM ANOTHER COMPANY, I WOULD TAKE THE JOB.  <i>Sekiranya saya ditawarkan peluang pekerjaan yang menarik dari organisasi lain, saya akan menerima pekerjaan tersebut.</i>		2	3	4	5

9.	THE WORK I'M DOING IS VERY IMPORTANT TO ME. <i>Pekerjaan yang saya lakukan amat penting untuk saya.</i>	1	2	3	4	5
10.	I LOVE WORKING FOR THIS COMPANY. <i>Saya suka bekerja di organisasi ini.</i>	1	2	3	4	5
11.	I HAVE CHECKED OUT A JOB IN ANOTHER COMPANY PREVIOUSLY. <i>Saya pernah mencari pekerjaan di organisasi lain sebelum ini.</i>	COMPANY	2	3	4	5

## SECTION 2 BAHAGIAN 2

THIS PART CONTAINS A FEW DEMOGRAPHIC INFORMATION PERTAINING TO YOURSELF APPROXIMATELY. PLEASE APPRECIATE YOUR RESPONSES FOR ALL QUESTIONS OR WRITE YOUR RESPONSE IN THE SPACE PROVIDED.

*Bahagian ini mengandungi maklumat demografik berkenaan dengan diri anda. Sila tandakan (✓) pada jawapan untuk semua soalan atau tuliskan jawapan anda dalam ruangan yang disediakan.*

1) GENDER/Jantina :

- (   ) MALE Lelaki  
(   ) FEMALE Wanita

2) AGE /Umur :

- (   ) 20-25 YEARS OLD 20/25 tahun  
(   ) 26-30 YEARS OLD 26/30 tahun  
(   ) 31-35 YEARS OLD 31/35 tahun  
(   ) 36-40 YEARS OLD 36/40 tahun  
(   ) ABOVE 40 YEARS OLD tahun ke atas

3) MARITAL STATUS/Perkahwinan :

- (   ) SINGLE Bujang  
(   ) MARRIED Berkahwin  
(   ) DIVORCED DOWIDOWED  
(   ) Bercerai / Balu



4) DEPARTMENT/JABATAN:

- |   |  |
|---|--|
| ( <input type="checkbox"/> ) HUMAN RESOURCE / Sumber Manusia                  | ( <input type="checkbox"/> ) EHS / EHS                 |
| ( <input type="checkbox"/> ) FINANCE AND ACCOUNTING / KEWANGAN DAN AKAUN      | ( <input type="checkbox"/> ) OPERATIONS /              |
| ( <input type="checkbox"/> ) PURCHASING & PROCUREMENT / PEMBELIAN & PEROLEHAN | ( <input type="checkbox"/> ) QUALITY /                 |
| ( <input type="checkbox"/> ) INFORMATION TECHNOLOGY / Teknologi Maklumat      | ( <input type="checkbox"/> ) PROGRAM / Program         |
| ( <input type="checkbox"/> ) ENGINEERING / Kejuruteraan                       | ( <input type="checkbox"/> ) OTHERS / Please specify / |
| ( <input type="checkbox"/> ) PLANNING / Perancangan                           | Lain-Lain, sila nyatakan _____                         |
- 

5) POSITION/JAWATAN :

- (  ) EXECUTIVE / Eksekutif  
(  ) NON-EXECUTIVE / Bukan Eksekutif

6) LEVEL OF EDUCATION/ TAHAP PENDIDIKAN :

- (  ) SPM  
(  ) STPM  
(  ) CERTIFICATE / Sijil  
(  ) DIPLOMA / Diploma  
(  ) BACHELOR DEGREE / Jazah Sarjana Muda  
(  ) MASTER / Jazah Muda  
(  ) OTHERS / Lain-Lain ,  
PLEASE INDICATE / Sila nyatakan \_\_\_\_\_

7) MONTHLY INCOME/PENDAPATAN BULANAN :

- (  ) LESS THAN RM1,000 / Kurang dari RM1, 000  
(  ) RM1, 000 – RM3, 000  
(  ) RM3, 001 – RM5, 000  
(  ) ABOVE RM5, 000 / Lebih daripada RM5, 000

8) Work Experience / Pengalaman Kerja :

- (  ) LESS THAN 3 YEARS / Kurang dari 3 YEARS  
(  ) 4 – 7 YEARS / 4 - 7 tahun  
(  ) ABOVE 7 YEARS / Lebih 7 tahun

**THANK YOU FOR SPARING YOUR VALUABLE TIME TO COMPLETE THIS SURVEY**

*Terima kasih kerana sudi untuk meluangkan masa untuk melengkapkan kaji selidik ini.*

## **Appendix B : SPSS Outputs**

### **RELIABILITY TEST FOR ACTUAL STUDY**

Employee Retention

#### **Reliability Statistics**

Cronbach's Alpha	Cronbach's Alpha Based on Standardized Items	N of Items
.832	.838	9

Employee Involvement

#### **Reliability Statistics**

Cronbach's Alpha	Cronbach's Alpha Based on Standardized Items	N of Items
.908	.908	8

Work Condition

#### **Reliability Statistics**

Cronbach's Alpha	Cronbach's Alpha Based on Standardized Items	N of Items
.785	.801	4

Compensation & Benefits

#### **Reliability Statistics**

Cronbach's Alpha	Cronbach's Alpha Based on Standardized Items	N of Items
.896	.897	4

## EXPLORATORY FACTOR ANALYSIS

**Rotated Component Matrix<sup>a</sup>**

	Component			
	1	2	3	4
IVEI1			.808	.312
IVEI2			.770	.341
IVEI3		.411	.593	.313
IVEI4	.494	.412	.567	
IVEI5		.395	.657	
IVEI6	.362	.385	.683	
IVEI7		.723	.309	
IVEI8		.784		
IVEI9		.628		
IVEI10		.679		
IVE11	.358	.541	.376	
IVEI12	.493	.581	.327	
IVWC 1				.764
IVWC 2				.773
IVWC 3			.392	.761
IVWC 4	.732			
IVWC 5	.361	.443		.392
IVWC 6	.527	.352		.391
IVCR1	.516			.564
IVCR2	.723		.309	
IVCR3	.736		.339	
IVCR4	.736	.326		
IVCR5	.739			

Extraction Method: Principal Component Analysis.

Rotation Method: Varimax with Kaiser

Normalization.

a. Rotation converged in 8 iterations.

**Rotated Component Matrix<sup>a</sup>**

	Component		
	1	2	3
IVEI1	.665		.433
IVEI2	.643		.444
IVEI5	.753		
IVEI6	.704	.378	
IVEI7	.734		
IVEI8	.773		
IVEI9	.601	.353	.302
IVEI10	.590		
IVWC 1		.324	.822
IVWC 2			.796
IVWC 3	.415		.788
IVWC 4		.747	
IVCR2	.349	.742	
IVCR3	.383	.772	
IVCR4		.773	
IVCR5		.760	

Extraction Method: Principal Component

Analysis.

Rotation Method: Varimax with Kaiser  
Normalization.

a. Rotation converged in 6 iterations.

	Component	
	1	2
DV1		.752
DV2	.760	
DV3	.795	
DV4	.826	
DV5	.356	.658
DV6	.782	
DV7		.767
DV8		.800
DV9	.563	
DV10	.846	
DV11		.738

Extraction Method: Principal Component Analysis.

Rotation Method: Varimax with Kaiser Normalization.

a. Rotation converged in 3 iterations.

**Component Matrix<sup>a</sup>**

	Component
	1
DV1	
DV2	.823
DV3	.746
DV4	.868
DV5	
DV6	.733
DV7	.442
DV8	.443
DV9	.492
DV10	.880
DV11	.408

Extraction Method:  
Principal Component Analysis.

a. 1 components extracted.

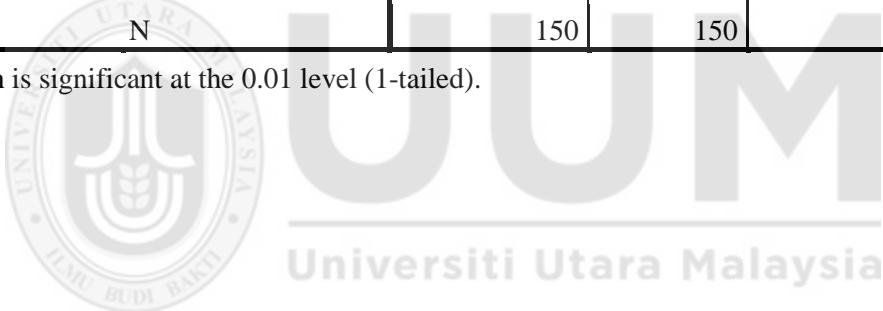


## PEARSON CORRELATION

**Correlations**

		EmployeeInvo lvement	WorkCond	Compensation Benefits	EmployeeRete ntion
EmployeeInvolvement	Pearson Correlation	1	.686**	.702**	.659**
	Sig. (1-tailed)		.000	.000	.000
	N	150	150	150	150
WorkCond	Pearson Correlation	.686**	1	.677**	.570**
	Sig. (1-tailed)	.000		.000	.000
	N	150	150	150	150
CompensationBenefits	Pearson Correlation	.702**	.677**	1	.632**
	Sig. (1-tailed)	.000	.000		.000
	N	150	150	150	150
EmployeeRetention	Pearson Correlation	.659**	.570**	.632**	1
	Sig. (1-tailed)	.000	.000	.000	
	N	150	150	150	150

\*\*. Correlation is significant at the 0.01 level (1-tailed).



## REGRESSION ANALYSIS

**Model Summary**

Model	R	R Square	Adjusted R Square	Std. Error of the Estimate
1	.705 <sup>a</sup>	.497	.487	.46326

a. Predictors: (Constant), CompensationBenefits, WorkCond, EmployeeInvolvement

**ANOVA<sup>a</sup>**

Model		Sum of Squares	df	Mean Square	F	Sig.
1	Regression	30.939	3	10.313	48.055	.000 <sup>b</sup>
	Residual	31.333	146	.215		
	Total	62.273	149			

a. Dependent Variable: EmployeeRetention

b. Predictors: (Constant), CompensationBenefits, WorkCond, EmployeeInvolvement

**Coefficients<sup>a</sup>**

Model	Unstandardized Coefficients		Standardized Coefficients	t	Sig.	95.0% Confidence Interval for B	
	B	Std. Error	Beta			Lower Bound	Upper Bound
1	(Constant)	.642	.217	2.964	.004	.214	1.071
	EmployeeInvolvement	.376	.090			.199	.554
	WorkCond	.107	.080			-.052	.265
	CompensationBenefits	.224	.069			.087	.361

a. Dependent Variable: EmployeeRetention