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# Service Delivery, Customer Satisfaction and Customer Delight in the Real Estate Business. Evidence from Elite Kingdom Investment and Consulting Company Ghana

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#### Abstract

Businesses now focus more on how to create customers, retain and maintain customers through quality service delivery, customer satisfaction and customer delight. The purpose of the study was to identify whether customer delight and customer satisfaction depend on service provided by an organization. The research formulated hypothesis based on the three variables mentioned earlier.

A simple random sampling was used to sample 248 customers of Elite Kingdom Investment and Consulting Company. Questionnaires were administered to the respondents to collect primary data. A reliability analysis was run to ascertain the inconsistency of the instruments used in the questionnaire. The statistical package used was SPSS version 20 to run the reliability analysis, test of normality, multivariate and univariate analyses, and Microsoft Excel was also used to generate pie and graph on personal data of respondents.

The study revealed that service delivery is significant to customer satisfaction customer delight. Further findings in the study also revealed that there is a positive correlation between service delivery and satisfaction, and satisfaction and customer delight. It is therefore recommended that, the Elite Kingdom should move away from the basic understanding of customer satisfaction to delighting customers which might pave the way for repeat purchase among customers of the organization.

Keywords: Service delivery, satisfaction, delight, repeat purchase, loyalty and profitability

#### 1. Introduction

The positive relationship between quality service and customer satisfaction is longstanding (Kotler & Armstrong, 2010; Lee, 2013), and evidence of the collective influence of quality service and customer satisfaction factors on customer loyalty, organizational competitiveness and optimum performance is widely acknowledged in the marketing literature (Lee, 2013; Reichheld & Sasser, 2000; Disney, 1999; Heskett, Sasser, & Schlesinger, 1997). Consistently, numerous studies have shown quality service delivery and customer satisfaction to be associated with loyal customers, repeat purchase, and the organization's propensity to retain its customers over longer period of time (Lee, 2013; Anderson, Fornell, & Lehman, 1994; Berry, et. al, 1983). Notions of positive relationship between quality service, customer satisfaction, loyalty and hence organizational performance are therefore widespread and long held among researchers and marketing practitioners. Driving the academic and industry interests in such linkages and relationships are three perceptions. The first belief is that quality products and associated services designed specifically to meet customer needs would lead to high customer satisfaction. Second it is deeply held that when customers are satisfied, they become loyal to the organization and also engage in customer loyal behavior outcomes including repeat purchase, good word of mouth propaganda for the organization, and third, that when such positive behavior outcomes results in increased financial, organizational performance and competitiveness (Naumann, Williams & Khan, 2009; Jones & Sasser, 1995). However, though this relationship between quality service, customer satisfaction, and loyalty appears known among marketing and management scholars for a long time, what is new and emerging is what level of service quality and customer satisfaction leads to or is necessary for loyalty and retention of customers. Gale (1997) underscored this new thinking by indicating that 'satisfaction is not enough to keep customers loyal, with other scholars arguing that such controversy should be expected because the environments within which organizations compete change often and customers themselves cannot be predicted for a long time. What constitutes a satisfactory service today might not be so the next few years. Disney (1999) claims that customer expectations change significantly and forces of competition, technology, and demographic factors contribute heavily to this frequent customer changes. According to Alexander (2010), increasingly, business organizations are facing stark realities that satisfying customers at an ordinary or basic level would be inadequate to insure customer loyalty. Findings in a study by Jones and Sasser (1995) have undermined the long held view that satisfied customers would be loyal. Their study of Xerox showed that merely satisfied customers were six times more likely to switch or defect. Moreover, countless of studies (Chandrashekharan et al., 2007; Szymanski & Henard, 2001; McEwen & Fleming, 2003; Reichheld &Teal, 1996) suggest customer satisfaction is not an adequate and satisfactory measure of future customer behaviors with findings by Reichheld and Teal (1996) showing that almost 65%-85% of a firm's customers actually switched, though they had indicated either receiving satisfactory or very satisfied service.



As cracks emerge in those long held views coupled with growing difficulty of retaining previously loyal customers, the rising trend in industry and among researchers is to go far beyond the mere satisfaction of customers through product quality and other related offerings to satisfying them fully and completely (Schneider & Bowen, 1999; Jones & Sasser, 1995). Indeed, Jones and Sasser have asserted, "the gulf between satisfied customers and completely satisfied customers can swallow a business" (p.2) underscoring an urgent need for a paradigm shift in marketing, customer, and even marketing research orientations. In response, higher, extraordinary, optimum or complete customer satisfaction leading to customer delight has taken center-stage in recent times (Blackwell, Miniard, & Engel, 2006; Alexander, 2010). Customer delight, a relatively unknown concept until recently, focuses on positive emotions of high receptibility to an organization's service. A service experience that is enhanced, unexpected, and touching on customer positive emotions (Schneider& Bowen, 1999) that elicits customer behaviors such as "choosing to purchase exclusively from one business and offering word-of mouth support or unsolicited advocacy of a service business" (p.36). According to Oliver, Rust, and Varki (1997) customer delight is "a combination of high pleasure (joy, elation) and high activation . . . or surprise" (p. 317) suggesting much like Schneider and Bowen stated a high degree of emotional involvement in delight experience. Schneider and Bowen argue that the emotional component of delight differentiates it from satisfaction or even high satisfaction. Moreover, it is the positive emotionality involved in the delight experience that leads to future customer behavioral outcomes including word-of-mouth advocacy for the company, repeat purchase, and undoubtedly, true loyalty. These behavioral outcomes have important implications for organization's profitability because defections would minimize or eliminated. Indeed, as customers would not be motivated to switch providers as it would not be profitable to do so. Some studies have suggested that switching costs are one major determinant in customer decision to stay with or leave a provider (Lee, 2013) and therefore if switching costs become a deterrent as a consequence of delight, then organizations may be assured of longerterm relationship with customers. Moreover, Reichheld and Sasser (1990) have found in a study that when organizations overcome customer defections by just 5% their profitability can be boosted by 100%. We acknowledge ongoing discussions among scholars and practitioners to classify customer satisfaction and delight on a continuum, and thereby position delights' extreme opposite, outrage or disgust. Though this classification is yet to receive extant discussion in the marketing literature we follow the examples of some previous studies (Alexander, 2010), by focusing on delight and its opposite, disgust or outrage as separate constructs.

Various studies, in service or goods sectors, have addressed subsets and permutations of relationships between quality product, customer service, satisfaction, value, loyalty, retention, and profitability (Lee, 2013; Reichheld & Sasser, 2000; Disney, 1999; Heskett, Sasser, & Schlesinger, 1997 ). With customer delight now gradually emerging as a concept with some promise for customer loyalty, retention, and profitability, it requires heavy practitioner and research interest and attention to unravel both the perceived promise and challenges associated with it, particularly when paired with some of those variables. This is not to suggest that studies are completely absent on the subject; rather available research on it appear somewhat limited calling for an invigorated and urgent interest in the concept contextualized in variety of sectors and economies to extend knowledge and explain how customer delight holds promise for customer loyalty, repeat purchase, and long-term profitability. This study attempts to examine the relationship among service delivery, customer satisfaction, and customer delight in an Estate Management firm in a developing country context. The firm, Elite Kingdom Investment and Consulting Company is an Estate business in Ghana concentrating on both estate management and land sales. Our primary objective is to ascertain the nature and strength of relationship between service delivery, customer satisfaction, and customer delight towards the achievement of long term customer retention, repeat purchase, and loyalty and hence profitability. Inclusion of customer delight is essential, as Oliver, Rust, and Varki (1997) have asserted that little research work has been done on this construct. Outcomes of this study would extend knowledge of the relationship, and provide knowledge of this relationship in an Estate Management business environment to complement previous studies in retail (Disney, 1999), banking, and B2B environments (Naumann, Williams & Khan, 2009; Oliver, Rust, & Varki, 1997), health (Lei & Jolibert, 2012) among others. This paper is organized into five sections. Section one comprised of the introduction of the study. The section dealt with the literature review on the existing literature pertaining to the topic. The section three covered the methodology employed in this study; section four was the data analysis and discussions of results. The last section was on the conclusion and recommendations



#### 2.0 LITERATURE REVIEW

#### 2.1 Service Delivery, Customer Satisfaction, and Customer Delight

For decades and for a variety of reasons, customer satisfaction has received immense interest from academics and practitioners alike. Underlining this interest is a large body of literature that suggests a direct relationship between customer satisfaction and customer loyalty (Naumann, Williams & Khan, 2009), which equally lends credence to the decades of preoccupation of most business organizations with key customer satisfaction activities.

Arguably, the high research and practitioner interests in customer satisfaction is influenced by the perceived relationship between the satisfaction of customers and organizational profitability (Anderson, Fornell & Lehmann 1994; Homburg, Koschate & Hoyer 2006; Rust, Moorman & Dickson 2002) and also one the most well understood statistic measures of assessing the relationship between quality products (services), loyalty and organizational performance (Naumann, Williams, & Khan, 2009). Whiles some of these perceptions about customer satisfaction appear to have empirical support, emerging evidence from some studies suggest otherwise. Indeed, the increasing interest in customer delight has given a new dimension to what constitutes customer satisfaction and at what level or height it would be considered a motivator for customer loyalty, subsequent customer behavior intentions and outcomes such as repeat purchase and defections. We review related literature on these relationships as important contexts for our study.

## 2.2 Service Delivery, Customer Satisfaction and Loyalty

Research abounds on both theoretical and conceptual bases of customer satisfaction (Kotler & Armstrong, 2010; Disney, 1999) and empirical studies addressing possible antecedents and consequences of customer satisfaction (Reichheld & Sasser, 2000; Heskett, Sasser & Schlesinger, 1997; Disney, 1999) both linked to the understanding that satisfied customers' leads to loyal customers and loyal customers also leads to organizational profitability. We examine service quality and satisfaction as explored in the literature. According to "Parasuraman *et al* (1988), service quality is a global judgment, or attitude, relating to the superiority of the service". Indeed, Zeithaml (1988) also defined service quality as "customer's judgment about a product's overall excellence or superiority" (p.3) which is consistent with Parasuraman et al.'s definition. Expand these definitions to cover other conceptualizations in marketing and economics, and operations management. Customer satisfaction is seen as transaction-specific experience and cumulative experience (Boulding et al, 1993). Transaction specific satisfaction focuses on a customer assessment of service or good experience after usage (Hunt, 1977; Oliver, 1977, 1980, 1993) and this type of satisfaction is oriented to specific post-purchase perception and may have short term marketing value. Cumulative satisfaction is total assessment of a purchase of a good or service over time (Fornell, 1992; Johnson & Fornell, 1991), thus holding promise for assessing the long-term loyalty and future customer behavior intentions.

Evidence from past studies provide some evidence that when customers are loval the organization gains from increased revenues and consequently profitability (Anderson, Fornell and Lehmann 1994; Homburg, Koschate and Hoyer 2006; Rust, Moorman and Dickson 2002). Moreover, using customer satisfaction as a perceptual metric (Gupta & Zeithaml 2006) has become attractive to researchers occupied with measuring organizational performance whiles practitioners regard it as an appropriate and reliable measure of their business success and performance. As a result, various customer-related outcomes linked to customer satisfaction has occupied researchers including the relationship between customer satisfaction and loyalty, behavioral intentions of customers, the impact of word of mouth, customer defection, customer's share -of -wallet. Overwhelmingly, a common finding of most studies in the area is that there is a strong and positive relationship between customer satisfaction and loyalty (Bolton 1998; Chandrashekaran, Rotte, Tax & Grewal 2007; Cooil, Keiningham, Aksoy & Hsu 2007; Fornell 1992; Jones & Sasser 1995; Keiningham, Perkins-Munn, Aksoy & Estrin 2005; Mittal and Kamakura 2001; Rust and Zahorik 1993). Some studies have also suggested that increases in the satisfaction levels of customers in turn also leads to higher customer loyalty to the organization and has direct relation to repurchase and other positive customer behavior patterns (O'Brien and Jones 1995; Reichheld and Teal 1996; Anderson, Fornell and Lehmann 1994). Heskett, Sasser and Schlesinger (1997) in one study found that when customer satisfaction ratings go beyond a specified threshold, loyalty also increases which they attributed to customer delight. Therefore, they concluded that an organization would experience high loyalty when customers experience delight. Aside, several investigators have also examined the impact of customer satisfaction on organizational profitability and performance (Anderson, Fornell & Lehmann, 1994; Anderson & Mittal 2000; Bernhardt, Donthu & Kennett, 2000; Gruca & Rego, 2005; Morgan & Rego, 2006; Rust, Moorman & Dickson, 2002).



Whiles handful of studies have questioned the findings that suggest relationship between loyalty and profitability on account of bases for measuring what constitutes loyalty(Coyles &Gokey, 2002; Reinartz & Kumar, 2002) etc, most of these research have shown that loyalty affects an organization's bottom line. Reichheld and Sasser (1990) argued that keeping customers loyal to business organizations because they found in their research that "companies can boost profits by 100% by retaining just 5% more of their customers" (p.2). Perceptions of these linkages between service quality, satisfaction, loyalty, and performance have been long and entrenched in the literature.

Despite the longstanding support and evidence of positive linkage between customer satisfaction and loyalty and loyalty and performance, contrary evidence is beginning to emerge. The research focus on customer satisfaction is valuable as it points to useful variable organizations can depend on to measure their success and competitiveness, yet research findings are questioning customer satisfaction as a good and stable predictor of future customer behavior (Chandrashekharan et al. (2007; McEwen &Fleming, 2003; Szymanski & Henard, 2001; Reichheld& Teal, 1996; Jones & Sasser, 1995). Findings from various studies have shown customers who rated service experience as satisfactory or very satisfactory, yet defected. For example, a study by Reichheld and Teal (1996) revealed that almost 65-85% of customers who had switched from a previous provider did so at the time they had indicated that they were either satisfied or very satisfied with service they were enjoying. In addition, Naumann, Haverila, Khan and Williams also found in another study that 78% of customers still defected, despite having indicated in survey that they were "very satisfied" or "satisfied" whiles about 83% of those customers who defected had also said they "definitely would" or "would," recommend their supplier to others. Indeed, the researchers found out 87% of the firm's customers who had defected had rated as "excellent" "very good," or "good" yet ended up switching. Another finding in that research was 60% of the firm's respondents who indicated that they "definitely would" or "probably would" renew their contract with the provider but surprisingly did not. Additional evidence available (Chandrashekharan et al., 2007; Jones & Sasser, 1995; Mittal, Lassar, 1998) further suggests that customers switch to other firms or have the predisposition to switch despite receiving satisfactory or very satisfactory service from their current providers. Indeed, findings from some additional empirical studies (Anderson and Sullivan 1993; Bolton and Drew 1991; Lam, Shankar, Erramilli & Murthy 2004; Mittal and Kamakura 2001) have also undermined the perceived strong link between customer satisfaction and loyalty and further widened the inconsistency in research findings. Thus, whiles most previous studies seem to find strong relationship between customer satisfactions, emerging evidence from some studies suggest that relationship may be not watertight.

Consequently, using satisfaction to measure customer long-term behaviors and intentions is beginning to call for more re-examination and investigation as satisfied or very satisfied customers would switch. In the wake of recent and emerging evidence, the concern for researchers and practitioners alike is to examine what caused previously satisfied or supposedly satisfied and loyal customers to defect.

#### 2.3 Customer Delight and Customer Loyalty

Customer delight is an emerging concept in marketing and academic and practitioner interest in it is beginning to expand. Limited or no consensus is therefore available among scholars and researchers as to its exact definition. However, emerging consensus is that customer delight is a customer's positive emotional response to an 'unexpected' service experience (Schneider &Bowen, 1999). Delight is sometimes perceived as a pleasantly surprised experience of a service or an extreme expression of the positive effect of surprisingly good performance (Schneider & Bowen; Oliver, Rust, & Varki, 1997). Chandler (1989) argues that delight should be seen differently from satisfaction because whereas satisfaction suggests an expected service level delight is often not expected by the customer. Providing delight requires going beyond ordinary or normal satisfaction to exceeding customer expectations or giving the customer an experience that is unexpected or unknown. A common theme in the literature is customer delight evokes an emotionally affective (Schneider & Bowen, 1999; Swan & Trawick, 1999) satisfaction that may be positive or negative.

Delight is the positive emotional appreciation and excitement of the service and disgust, outrage is the negative form of it. However, such emotional affect may be visible in a customer's rational evaluation and appreciation of an extraordinary service and therefore would manifest in a customers' praise for the firm's effort to achieve high performance. In such circumstance, customers may express their satisfaction in terms such as great and wonderful to demonstrate delight. In addition, research findings also indicate delight as the highest level of satisfaction that leads to customer intention to repurchase in the future (Jones & Sasser 1995). Whitaker



(1991) argues that customer delight is key to future stability in customer loyalty and therefore would be directly linked to high performance (Kwong & Yau, 2002; Mattila & Enz, 2002; Rust & Oliver, 2000), suggesting that absence of delight would undermine it. Presumably, the perceived high performance experienced by the customer is a rational assessment of the additional value and benefits they enjoyed, leading to an excitement about the transaction. According Jones and Sasser (1995) attaining customer delight requires firms to be proactive and make a larger effort to improve performance. Such an effort is likely to be recognized and appreciated by customers. Yet, the limited findings on delight and its relationship to loyalty and other future customer behavior outcomes demands exploring antecedents to such experiences. (Arnold & Reynolds, 2005).

## 2.4 Kano et al., Customer Satisfaction Model

Kano et al. (1984; Kano 1995) proposed customer satisfaction model that classifies and examines the perceived impact of different product or service attributes on customer satisfaction, based on how well each component meets customer needs. This model is based on three qualities of a product, which are represented in the diagram 2.1. It is proposed that a specific level of customer satisfaction is achieved based on the fulfillment of each product quality, with highest level achieved resulting in customer delight.

In the diagram, the lower curve of the model reflects those basic features that customers normally expect from a product or service. These features are considered as 'must haves', and the absence of which will lead to dissatisfaction and ultimately loss of business. Providing these features, however, will not delight customers but will only achieve a normal, basic or ordinary state of satisfaction or dissatisfaction. For instance, a land acquired or bought from Elite Kingdom Investment and Consulting Company should have the necessary documents that are referred to, as 'must haves'. In the middle of the model is a straight line that represents features with linear qualities or the one-dimensional requirement. These are features usually explicitly demanded by the customer. In general, the better these attributes perform, the greater the level of customer satisfaction, and vice versa. Hence, the exceptional performance or combinations of these elements will lead to customer satisfaction. (For instance, customers of Elite Kingdom Investment and Consulting Company want to select a plot closer to the main road or build house plan of his/her choice). The upper curve of the model contains attractive features (requirements), not expressly demanded by the customer, or features that customers are even unaware of (therefore customer is not even consciously aware that he or she wants them or would want them). Not providing these features, as part of the overall service or product contract therefore will not, upset the customer. However, adding them to overall service or product offer will lead to a more than proportional change in satisfaction and create delight. These delighter features are necessarily exciting and unexpected in nature. Based on Kano et al.'s model, we propose that offering 'must have' and one-dimensional requirement is not enough to differentiate between competitors and therefore may not result in competitive advantage for the firm. To achieve competitive advantage, providers must continuously search for and provide the delighter features that can motivate optimum customer satisfaction and stable and long term loyalty, leading to competitiveness (Burns and Evans 2001; Matzler, Kurt, Hans H. Hinterhuber, Franz Bailom, and Elmar Sauerwein (1996). This underlying assumption in this model is the theoretical foundation for pursuing customer delight as a business goal. Some practitioners regard these delighter features as the outer level of a system of concentric rings collectively known as enhanced services.(In this case customers of Elite Kingdom might be delighted with free registration of land title documents, indentures (debentures) and site plans after paying for the land). Clemmer (1990) argues that often times some of "these delighter features are a series of tiny gestures and insignificant signals that make dealing with an organization a rare delight" (1990, p.14). Instructively, the basic and linear qualities on the model are equivalent to the core product and supporting services. Even though an exceptionally good performance of supporting services (one-dimensional) can potentially create customer delight, nonetheless the attractive qualities that are the main drivers of customer delight (Kano et al. 1984). In summary, features with the capacity to delight are those that are generally unexpected and surprisingly pleasant, or add value to an otherwise expected product or service offering that is beyond what is ordinarily expected by the customer (Rust and Oliver 2000).



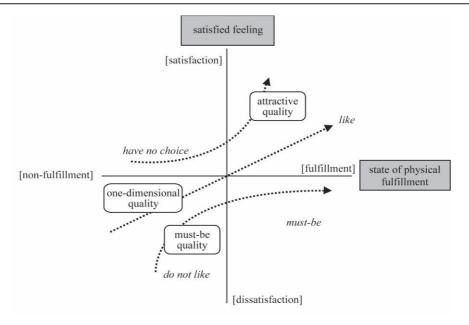


Figure 2.1 Kano's model of customer satisfaction

#### 3.0 METHODOLOGY

#### 3.1 Research Approach and Sampling methods

This study was cross sectional research conducted in Accra between April to July, 2013. The research also used descriptive design to describe the service delivery level to customers. Descriptive design describes events and also defines characteristics of the respondents (Saunders 2003). The target population was customers who have bought land or estate from the company within Accra. Sample sizes of 248 respondents were selected using a simple random method at the Osu and East Legon Offices.

#### 3.2 Data Collection Methods

A questionnaire was used to collect primary data. It is worth mentioning that research assistants were employed to administer questionnaires to the customers at the premises of the Elite Kingdom Investment and Consulting Company. The questions were basically simple questions that did not take much of the respondent's time. The Likert scale was used for majority of the questions. Section B exhibited different attribute such as very poor, poor, good and very good to assess the services provided by the organization. (The) Section C of the questionnaire also demonstrated attributes like: much worse expected same as expected, better and much better expected to describe customers' satisfaction they received. In section D, respondents were provided with common adjectives to use in describing their consumption emotion (customer delight) of the services of Elite Kingdom.

#### 3.3 Reliability Analysis

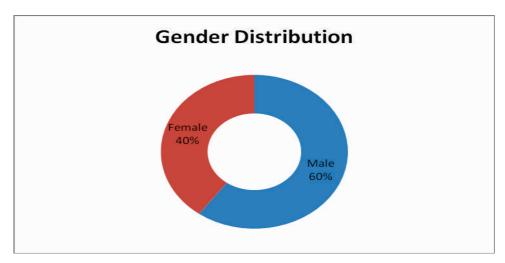
Sample questionnaires of 50 were distributed earlier to conduct a preliminary test on the questions posed to the respondents. The reliability analysis indicated a Cronbach alpha of 0.70 on service delivery, 0.62 on customer satisfaction and customer delight recorded 0.74. According to George and Malleery (2006) the closer the alpha is to 1.00, the greater the internal consistency of the items being measured. The statistical package used was SPSS version 20 to run the reliability analysis, multivariate and univariate analyses, test of normality and Microsoft Excel was also used to generate pie and graph on personal data of respondents.

## 4.0 Data Analysis

4.1 Personal data on the respondents



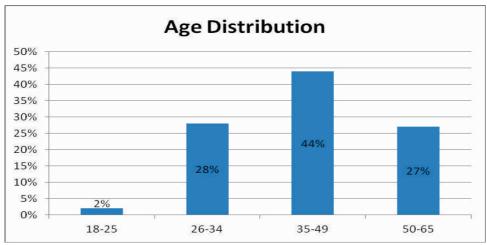
Figure 1: Gender of Respondents



Computed Data, July 2013

Gender classifications of respondents indicate 40% were female and 60% male. In this study therefore, more males had answered questionnaire than females.

Figure 2: Ages Distribution of Respondents



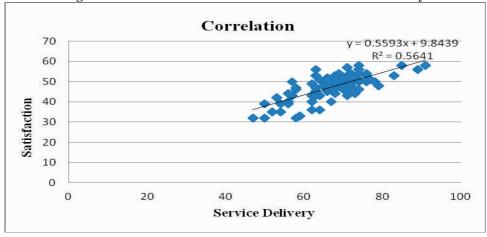
Computed Data, July 2013

With regard to age distribution, the highest age range was 35-49 representing 44%, followed by 26-34 representing 28%, 27% representing 50-65 age range and 2% representing 18-25 age range. (The researchers concluded those respondents between the age barracks of 26-50 years are gainfully employed and have the means to acquire for development).



#### 4.2 Findings on Correlations

Figure 3: Correlation between Satisfaction and Service delivery



Computed Data, July 2013

Researchers calaculated a Pearson correlation coefficient to examine the relationship between service delivery and customer satisfaction. A 0.75 revealed a strong positive relationship between service delivery and customer satisfaction. The correlation equation y=0.5593x+9.8439 indicated that at any time there is a unit increase in service delivery of the company, satisfaction level of customers also increases per unit. The R-square values 56% showed the correlation model is of a good fit is used to predict the level of satisfaction among customers based on service delivered by Elite Kingdom Investment and Consulting Company.

Figure 4: Correlation between satisfaction and delight Correlation 20 18 16 14 Customer Delight 12 0.141x + 9.0665 10  $R^2 = 0.2744$ 8 6 4 2 0 0 10 20 30 40 50 70 60 Customer Satisfaction

Computed Data, July 2013

Moreover, researchers also calcualted a Pearson correlation coefficient to find out the relationship between satisfaction and customer delight. A 0.52 indicated a strong correlation between customer satisfaction and customer delight. The correlation equation of y=0.141x+9.0665 indicated that at any time there is a unit increase in service delivery of the company, satisfaction level of customers also increases per unit. The R-square values 27% showed that customer loyalty is explained by linear relationship between satisfaction and service deliver.

## 4.3 Test of Normality

**Table 1: Test of Normality** 

| Table 1: Test of Normanty            |           |              |      |           |     |      |  |  |  |
|--------------------------------------|-----------|--------------|------|-----------|-----|------|--|--|--|
| Tests of Normality                   |           |              |      |           |     |      |  |  |  |
|                                      | Kolmo     | Shapiro-Wilk |      |           |     |      |  |  |  |
|                                      | Statistic | Df           | Sig. | Statistic | Df  | Sig. |  |  |  |
| SD                                   | .136      | 248          | .000 | .944      | 248 | .000 |  |  |  |
| CS                                   | .290      | 248          | .000 | .889      | 248 | .000 |  |  |  |
| CD                                   | .163      | 248          | .000 | .881      | 248 | .000 |  |  |  |
| a Lilliefors Significance Correction |           |              |      |           |     |      |  |  |  |



Shapiro-Wilk test of normality was tested to determine whether the studied variables (SD=service delivery, CS=customer satisfaction and CD=customer delight) were statistically distributed. The Shapiro-Wilk test revealed (S-W test= 0.944, 0.889, 0.881; df=248, p<0.05), skewness (-0.752, -0.854, -1.155) and Kurtosis (0.223, 1.408, 1.027) hence the null hypothesis is rejected. It is concluded that the three studied variables were not normally distributed.

## 4.4 Multivariate Analysis (MANOVA)

In order to conduct a multivariate analysis using two dependant variables (customer satisfaction and customer delight) and one independent variable (service delivery), researchers combined the three hypotheses into one.

Ho: Customer satisfaction and customer delight do not depend on the service delivery

HA: Customer satisfaction and customer delight depend on the service delivery

**Table 2: Multivariate Analysis** 

| Multivariate Tests <sup>a</sup> |                        |        |                      |               |          |      |  |  |
|---------------------------------|------------------------|--------|----------------------|---------------|----------|------|--|--|
| Effect                          |                        | Value  | F                    | Hypothesis df | Error df | Sig. |  |  |
| Intercept                       | Pillai's Trace         | .936   | 667.677 <sup>b</sup> | 2.000         | 92.000   | .000 |  |  |
|                                 | Wilks' Lambda          | .064   | 667.677 <sup>b</sup> | 2.000         | 92.000   | .000 |  |  |
|                                 | Hotelling's Trace      | 14.515 | 667.677 <sup>b</sup> | 2.000         | 92.000   | .000 |  |  |
|                                 | Roy's Largest Root     | 14.515 | 667.677 <sup>b</sup> | 2.000         | 92.000   | .000 |  |  |
| Service delivery                | Pillai's Trace         | .304   | 2.782                | 12.000        | 186.000  | .002 |  |  |
|                                 | Wilks' Lambda          | .712   | 2.844 <sup>b</sup>   | 12.000        | 184.000  | .001 |  |  |
|                                 | Hotelling's Trace      | .383   | 2.905                | 12.000        | 182.000  | .001 |  |  |
|                                 | Roy's Largest Root     | .311   | 4.823°               | 6.000         | 93.000   | .000 |  |  |
| a. Design: Interce              | ept + Service delivery |        |                      |               |          |      |  |  |
| o. Exact statistic              | •                      |        |                      |               |          |      |  |  |
| mai                             | 1 1 E.4                |        | 1 1                  | .10 . 1       | 1        |      |  |  |

c. The statistic is an upper bound on F that yields a lower bound on the significance level.

A one way MANOVA was calculated examining the effect of service delivery on customer satisfaction and customer delight. A significant effect (positive) was found 0.712, p=0.001. The p-value 0.001 is significant at  $\alpha=0.05$ . Since the  $p=0.001<\alpha=0.05$ , we reject the null hypothesis in favour of the alternation hypothesis.

**Table 3: Univariate Analysis** 

|                                  | 1 abic 3                       | . Univariate Analysi    | 1.5 |             |          |      |
|----------------------------------|--------------------------------|-------------------------|-----|-------------|----------|------|
| Tests of Between-                | Subjects Effects               |                         |     |             |          |      |
| Source                           | Dependent Variable             | Type III Sum of Squares | df  | Mean Square | F        | Sig. |
| C                                | Customer satisfaction          | 68.501 <sup>a</sup>     | 6   | 11.417      | 3.629    | .003 |
| Corrected Model                  | Customer delight               | 60.469 <sup>b</sup>     | 6   | 10.078      | 3.929    | .002 |
| Intonoont                        | Customer satisfaction          | 3710.534                | 1   | 3710.534    | 1179.601 | .000 |
| Intercept                        | Customer delight               | 1842.164                | 1   | 1842.164    | 718.264  | .000 |
| Camaiaa daliaaana                | Customer satisfaction          | 68.501                  | 6   | 11.417      | 3.629    | .003 |
| Service delivery                 | Customer delight               | 60.469                  | 6   | 10.078      | 3.929    | .002 |
| E                                | Customer satisfaction          | 292.539                 | 198 | 3.146       |          |      |
| Error                            | Customer delight               | 238.521                 | 198 | 2.565       |          |      |
| T-4-1                            | Customer satisfaction          | 24822.000               | 248 |             |          |      |
| Total                            | Customer delight               | 13501.000               | 248 |             |          |      |
| Composted Total                  | Customer satisfaction          | 361.040                 | 240 |             |          |      |
| Corrected Total Customer delight | 298.990                        | 240                     |     |             |          |      |
| a. R Squared = .190              | 0  (Adjusted R Squared = .137) |                         |     | •           | •        |      |
| b. R Squared = .202              | 2  (Adjusted R Squared = .151) |                         |     |             |          |      |

A follow-up univariate ANOVA indicated that customer satisfaction is significant p=0.003 to service delivery. Customer delight is also significant p=0.002 to service delivery. The p values obtained on both dependent variables were  $(p\text{-value}) < \alpha = 0.05$ ; therefore the null hypothesis is rejected in favour of alternative hypothesis, indicating that service delivery, customer satisfaction are all significant to customer delight.



Table 4: Multiple Linear Regression Analysis on Service Delivery

| Coefficients <sup>a</sup>               |                |            |              |        |      |                         |       |  |
|---|----------------|------------|--------------|--------|------|-------------------------|-------|--|
| Model                                   | Unstandardized |            | Standardized | t      | Sig. | Collinearity Statistics |       |  |
|   | Coefficients   |            | Coefficients |        |      |                         |       |  |
|   | В              | Std. Error | Beta         |        |      | Tolerance               | VIF   |  |
| (Constant)                              | 21.542         | 2.589      |              | 8.320  | .000 |                         |       |  |
| X1                                      | -1.359         | .435       | 116          | -3.122 | .002 | .546                    | 1.831 |  |
| X2                                      | 365            | .271       | 045          | -1.346 | .180 | .669                    | 1.495 |  |
| X3                                      | 1.157          | .326       | .133         | 3.547  | .000 | .533                    | 1.877 |  |
| X4                                      | 037            | .218       | 005          | 171    | .865 | .796                    | 1.256 |  |
| X5                                      | .998           | .275       | .125         | 3.631  | .000 | .640                    | 1.564 |  |
| X6                                      | 1.227          | .276       | .152         | 4.450  | .000 | .644                    | 1.552 |  |
| X7                                      | 758            | .467       | 060          | -1.625 | .106 | .549                    | 1.821 |  |
| X8                                      | 1.871          | .239       | .271         | 7.823  | .000 | .625                    | 1.599 |  |
| X9                                      | 645            | .294       | 077          | -2.193 | .029 | .609                    | 1.641 |  |
| X10                                     | .081           | .340       | .008         | .239   | .811 | .636                    | 1.572 |  |
| X11                                     | .287           | .335       | .032         | .856   | .393 | .541                    | 1.850 |  |
| X12                                     | .470           | .441       | .053         | 1.065  | .288 | .299                    | 3.348 |  |
| X13                                     | .725           | .298       | .102         | 2.434  | .016 | .432                    | 2.316 |  |
| X14                                     | 2.750          | .467       | .208         | 5.891  | .000 | .601                    | 1.664 |  |
| X15                                     | 1.181          | .498       | .088         | 2.369  | .019 | .545                    | 1.836 |  |
| X16                                     | 1.982          | .485       | .163         | 4.083  | .000 | .471                    | 2.121 |  |
| X17                                     | 3.025          | .434       | .324         | 6.979  | .000 | .349                    | 2.862 |  |
| a. Dependent Variable: Service Delivery |                |            |              |        |      |                         |       |  |

A multiple linear regression was calculated predicting the service delivered to respondents. The regression results revealed that  $(x_2, x_4, x_7, x_{10}, x_{11}, x_{12})$  were not significant p>0.05 to the overall service delivered to the respondents. This equation is used to predict service delivery.

Service delivery = 
$$21.542 + \beta x1 + \beta x2 + \beta x3 + \beta x4 + \cdots \dots \beta x17$$

A multicollinearity was tested to identify if the independent variables were highly correlated to the overall service delivery. The result of multicollinearity indicated that variance inflation factor (VIF) values were less than 10 and the tolerance values were also less than 1 meaning that the independent variables were not highly correlated. According to Klein (1962) if VIF is greater than  $1/(1-r^2)$  or the tolerance value is less than  $(1-r^2)$ , multicollinearity can be considered statistically significant. Furthermore, as a rule of thumb, if any of the VIF values is greater than 10 then there is a multicollinearity problem.

#### 4.4 Discussion of Results

Organizations worldwide continue to seek effective means of achieving superior competitiveness and higher profitability, with most of them seeking to understand the relationship between customer satisfaction and service delivery. This knowledge of customers and service delivery has assumed prominence in research literature as well, with most studies arguing that basic and ordinary satisfaction would be inadequate to secure customer loyalty, retention, and consequently long term customer relation. This new evidence therefore led to new studies in customer delight as a better concept in securing customer loyalty and perceived future behavior intentions of customers. This study sought to extend knowledge of these variables by examining the perceived linkage between service delivery, customer satisfaction, and delight in an Estate business setting in Ghana.

The study used an Estate management business as focus and empirical data was collected specifically from Elite Kingdom Estate. Results of the statistical analysis revealed that there is a strong linkage between customer satisfaction, customer delight and service delivery. Specifically the study found that customer satisfaction and customer delight strongly depend on the quality of service delivery. Our findings show that quality of service is antecedent to customer satisfaction and customer delight. That is, when customers perceive that they are receiving quality service, they are more likely to stay loyal to their existing provider and may also use various means available to recommend services of the provider to other potential customers. Moreover, customer delight is directly related to service delivery and therefore when customers enjoy quality service they may be influenced to stay loyal as well. Both satisfaction and delight are important for long-term success and profitability. These



findings are consistent with previous studies on relationship between customer satisfaction, service delivery and customer delight and service delivery variables (Lee, 2013; Lee & Hwan, 2005; Anderson, Fornell, & Lehman, 1994; Oliver, Rust, & Varki, 1997; Schneider & Bowen, 1999). These outcomes therefore strengthened the need for continued organizational focus on service delivery as an antecedent to both customer satisfaction and delight and consequently achievement of long-term profitability. The study further supported the Kano's model of customer satisfaction which commented on the three quality of a product the attractive quality, one-dimensional quality and the "must have" qualities.

#### **5** Conclusion

It is hereby concluded that the research has answered the question whether customer delight and satisfaction depend on service delivery. It is appropriate to mention that customers sampled for the study receive quality services and are satisfied. These satisfied customers are likely become the ambassadors of the Elite Kingdom who would evangelize the good works of the company. The researchers once again concluded that Elite Kingdom Investment and Consulting Company employees basically understood what service delivery is and how to satisfy their customers. A company that satisfies it customers continue to experience high level of profitability. In addition to this, employees of the real estate comprehend the needs of their customers and demonstrate passion when delivering services.

#### 6. Recommendations

It is recommended that management of Elite Kingdom Investment and Consulting Company should embark on continuous quality service delivery to in order to retain their customers for life. A company can retain their customers for life if they are providing what they promise their customers. Continuous market researches should be included in the company's policies. The market research permits the company to identify the needs of the customers and also to design strategies to remain in the real estate business as this market has become a very lucrative business in the country today.

It is also vital to mention that the company should adopt various ways of delighting their customers. The word delight is an emotion value which would be expressed in different ways, so customers should be studied in order to customize the delight programs of the company.

#### 7. Area for Future Research and Limitations

The study focused only service delivery, satisfaction and customer delight. However, there are other factors such as customer experience, customer expectations, value proposition and pricing could also contribute to the understanding of service delivery, satisfaction and delighting of customers. In addition, future research should concentrate on service delivery and repeat purchase, customer loyalty and retention in Elite Kingdom Investment and Consulting Ghana.

One of the limitations encountered was on the administering of questionnaires to respondents; some were reluctant to answer the questions. The researchers could not afford research grants to facilitate the smooth conducting of the research.

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