# PERCEIVED IMPACT OF OUTSOURCING ON ORGANIZATIONAL PERFORMANCE IN CONSTRUCTION INDUSTRY AT KARACHI

## By

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A thesis presented to the Department of Management Sciences, Bahria University Karachi Campus, in partial fulfillment of the requirements for the MBA Degree



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**Bahria University Karachi Campus** 



#### **MBA** Thesis

## 2<sup>nd</sup> Half-Semester Progress Report & Thesis Approval Statement

## SUPERVISOR-STUDENT MEETING RECORD

S. No	Date	Place of	Topic Discussed	Signature of
		Meeting	2210-2210-2-	Student
5.	10-04-19	Supervisor's Office	Pilot testing of questionnaire, Data collection & Sampling technique.	Aslage
6.	24-04-19	Supervisor's Office	Data analysis discussed.	Thelage
7.	05-05-19	Supervisor's Office	Final thesis discussed and submitted.	Theop

### APPROVAL FOR EXAMINATION

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It is certified that the above candidate's thesis has been completed to my entire satisfaction and, to my belief; its standard is appropriate and suitable for submission for examination. I have also conducted plagiarism test of the thesis under consideration using HEC prescribed software and found similarity index at 17 % that is within the permissible limit set by the HEC for the MBA thesis. I have also found the thesis in a format recognized by the Department of Management Sciences.

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## **Declaration of Authentication**

I, hereby, declare that no portion of the work referred to in this thesis has been submitted in support of any application for another degree or qualification of this university or any other institution of learning.

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by M. Javed Aslam-finl

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### DEDICATION

I dedicate my thesis to my family members and colleagues who encouraged and supported me throughout this research work.

### ACKNOWLEDGEMENT

Firstly, I am so thankful to ALMIGHTY ALLAH for His countless blessings. He is the most beneficent and the most merciful. I would have not been able to complete this thesis without His agreement.

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My family members and colleagues supported me through out the completion of this thesis, my sincere gratitude to all of them.

#### ABSTRACT

#### Purpose:

The purpose of this study is to analyse the perceived impact of outsourcing services including construction works like Electrical, Heating/Ventilating/Airconditioning, Transportation and Civil on organizational performance in construction industry atKarachi.

#### Methodology:

This research is explanatory in nature based on deductive approach. The data was collected with the help of a research instrument i.e. a questionnaire from a sample of 155 employees of the construction industry. Out of 155 questionnaires, 150 questionnaires were received duly completed in all respects. Quantitative data was collected on a Likert scale ranging from 1 to 5 which was further analysed through statistical tools correlation and regression analysis by using SPSS, version 23.

#### Findings:

The results have revealed a significant relationship between outsourcing services and organizational performance in the construction industry. As per findings of this study, the impact of outsourcing of Heating/Ventilating/Air-conditioningservices is not significant on organizational performance, whereas other outsourced services like Electrical, Transportation and Civil works have significant positive impact on organizational performance.

#### **Practical Implications:**

The findings of this research are likely to help the management of construction industry. Other organizations of construction industry may also benefit from the results of this study. Academia and other industries, which avail outsourced facilities from local or foreign vendors, may also benefit from the results of this study.

#### Keywords:

Outsourcing Electrical services, Heating/Ventilating/Airconditioning services, Civil works, Transportation services, Organizational Performance.

## TABLE OF CONTENTS

### <u>Title/Topic</u>

### <u>Page No</u>

Title	Page	i
Аррі	roval Form	ii
Decl	aration	iii
Plag	iarism Report	iv
Dedi	cation	v
Ackr	nowledgement	vi
List o	of Figures	vīi
List o	of Tables	viii
Abst	ract	ix
Table	e of Contents	х
Char	oter - 1: Introduction	1
1.1	Background of Study	Т
1.2	Problem Statement	2
1.3	Research Questions	3
1.4	Research Objectives	3
1.5	Scope of Research	3
1.6	Research Limitaions	4
1.7	Organization of Thesis	4
Chap	oter - 2: Literature Review	6
2.1	Importance of Organizational Performance	6
2.2	Outsourcing	7
2.3	Trends of Outsourcing in Construction Industry	7
2.4	Challenges of Outsourcing in Construction Industry	8
2.5	Outsourcing Requirements	10
	2.5.1 Cost Effectiveness	10
	2.5.2 Completion Timeline	10

Reg No: 50738

2.5.3	Rick	Mitigation	
2.3.5	2.5.4		11
	2.5.5	Quality Improvement	П
27		Technology Adoption	12
2.6		purcing Factors in Construction Industry	12
	2.6.1	Outsourcing of Electrical Services	13
	2.6.2	Outsourcing of Heating, Ventilating & Air-conditioning Services	14
	2.6.3	Outsourcing of Transportation Services	14
	2.6.4	Outsourcing of Civil Works	15
2.7	Theor	etical Framework	16
2.8	Resea	rch Hypotheses	17
Chap	ter - 3:	Research Methodology	18
3.1	Resea	earch Type and Approach	
3.2	Targe	arget Population and Sample Size	
3.3	Sampling Technique		19
3.4	Research Instrument		19
3.5	Metho	Aethod of Data Collection	
3.6	Data 7	ta Treatment	
3.7	Pilot 7	Pilot Testing	
Chap	ter - 4: .	Analysis	21
4.1	Respo	ndents' Demographics	21
4.2	Reliability Analysis		
	4.2.1	Cornbach's Alpha for Outsourcing of Electrical Services	24
	4.2.2	Cornbach's Alpha for Outsourcing of Heating/Ventilating/Air- Conditioning Services	25
	4.2.3	Cornbach's Alpha for Outsourcing of Transportation Services	25
	4.2.4	Cornbach's Alpha for Outsourcing of Civil Works	25
	4.2.5	Cornbach's Alpha for Organizational Performance	26
4.3	Correla	Correlation Test 2	
4.4	Regression Analysis 28		

Reg No: 50738

4.4.1	Model Summary	28
	4.4.2 ANOVA	20
	4.4.3 Co-efficients Test	29
4.5	Hypotheses Results Summary	30
Chap	ter - 5: Critical Debate	31
5.1	Outsourcing of Electrical Services	31
5.2	Outsourcing of Heating/Ventilating/Air-conditioning Services	32
5.3	Outsourcing of Transportation Services	32
5.4	Outsourcing of Civil Works	33
Chapt	ter - 6: Conclusion and Recommendations	34
6.1	Conclusion	34
6.2	Recommendations	34
6.3	Future Research Proposals	36
Refere	ences	37
Apper	ndix 'I': Survey Questionnaire	42

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