# IMPACT OF WORKPLACE STRESS ON EMPLOYEE PERFORMANCE IN BANKING INDUSTRY OF KARACHI

## BY

## ROZEENA PERVEEN 45814

A thesis submitted to the Business Studies Department, Bahria Business School, Bahria University Karachi Campus, in partial fulfillment of the requirements for MBA Degree



## FALL, 2021

# **BUSINESS STUDIES DEPARTMENT BAHRIA BUSINESS SCHOOL**

**Bahria University Karachi Campus** 

#### Fall 2021

#### **MBA** Thesis

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

#### SUPERVISOR-STUDENT MEETING RECORD

S No.	Date	Place of Meeting	Topic Discussed	Signature of Student
1.	23/1/22	University (faculty 3) university (mbi'de 1)	Data Integration 2 Anniysis	Bound
2.	25/1/22	University (family 3)	Discussion	bring
3.	27/1/22	University (foculty 3)	Conclusion & Recommendation	Sunt

#### **APPROVAL FOR EXAMINATION**

Candidate's Name: Rozeena Perveen

\_Registration No: <u>45814</u>\_\_\_

Thesis Title: Impact of Workplace Stress on Employee Performance in Banking Industry of Karachi.

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 14% 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 Business Studies.

Supervisor's Signature:	Umen Aleen	_Date: 13/2/22	
HoD's Signature:	Someener Rigozz	Date:	•

#### ABSTRACT

#### Purpose

The purpose of this research is to study various elements of workplace stress and find out how they affect performance of employees in banking sector of Karachi.

#### Methodology

The nature of this research paper is descriptive and quantifiable. A well-structured, close-ended questionnaire as a research instrument was used to assemble primary data. The relationship between each independent variable with respect to dependent variable of study is calculated with the help of Statistical tool i.e. SPSS. Data is collected from bankers working in different banks of Karachi. As per Ume Sekaran the sample size is 303 respondents.

#### Findings

The findings of this study reveals that a substantial relationship is exist between job stress and employee performance in banking industry. It has been observed that all four hypotheses are accepted and has negative impact on employee performance.

#### **Practical Implication**

This research study proves that there are different components of stress and each has its significant influence on performance of employee. As employees working in banking sector experience more stress due to nature of work so they should be given importance to reduce their stress and provide less stressful environment so that they can perform their tasks efficiently and effectively.

#### Keywords:

Workplace stress, Work load, Lack of motivation, Role ambiguity, Performance evaluation and appraisal system, Employee performance.

### **TABLE OF CONTENTS**

Title Pagei
Approval Formii
Declarationiii
Plagiarism Reportiv
Dedicationv
Acknowledgementvi
List of Tablesvii
Abstractviii
Table of Contentsix
CHAPTER 1
INTRODUCTION1
1.1 Background of Study1.
1.2 Problem Statement
1.3 Research Questions2
1.4 Research Objectives
1.5 Scope of Research
1.6 Limitation of Study
1.7 Organization of Thesis
CHAPTER 2
LITERATURE REVIEW
2.1 Significance of Employee Performance
2.2 The Concept of Stress
2.3 Types of Stress7
2.3.1 Acute Stress
2.3.2 Traumatic Stress
2.3.3 Chronic Stress
2.3.4 Episodic Acute Stress
2.4 Sources of Stress9
2.4.1 Environment

#### Fall 202**1**

2.4.2 Social Stressors	0
2.4.3 Thoughts	9
2.5 Factors that Causes Stress at Work	9
2.5.1 Work Load	10
2.5.2 Lack of Motivation	11
2.5.3 Role Ambiguity	11
2.5.4 Performance Evaluation and Appraisal System	
2.6 Relationship between stress and performance	
2.7 Summary of Literature Review	
2.8 Variables of the study	15
2.8.1 Dependent Variable	15
2.8.2 Independent variable	.15
2.9 Conceptual Framework	
2.10 Development of Hypotheses	
CHAPTER 3 RESEARCH METHODOLOCY	17
RESEARCH METHODOLOGY.	
3.1 Research Approach and Type	17
3.2 Target population	
3.3 Sample Size.	
3.4 Sampling Technique	
3.5 Research Instrument.	
3.6 Methods of Data Collection.	
3.7 Data Treatment	
CHAPTER 4	
DATA INTEGRATION AND ANLYSIS.	
4.1 Respondent's Demographics	
4.2 Reliability Test	
4.3 Hypothesis testing using Correlation	
4.4 Regression Test	
CHAPTER 5	
DISCUSSION	28

•

#### Fall 2021

5.1 Work Load has negative impact on employee performance	29
5.2 Lack of Motivation has negative impact on employee performance	29
5.3 Role Ambiguity has negative impact on employee performance	29
5.4 Performance Evaluation and Appraisal System has negative impact on employee	
performance	.30
CHAPTER 6	.31
CONCLUSION AND RECOMMENDATION.	31
6.1 Conclusion	.31
6.2 Recommendation	.32
6.3 Managerial Implications	.32
6.4 Suggestion for Future Research	.32
References	.33

.

,