# INTERNATIONAL JOURNAL OF RESEARCH IN COMMERCE & MANAGEMENT



A Monthly Double-Blind Peer Reviewed (Refereed/Juried) Open Access International e-Journal - Included in the International Serial Directories

Indexed & Listed at:

Ulrich's Periodicals Directory @, ProQuest, U.S.A., EBSCO Publishing, U.S.A., Cabell's Directories of Publishing Opportunities, U.S.A.

The American Economic Association's electronic bibliography, EconLit, U.S.A.

Index Copernicus Publishers Panel, Poland with IC Value of 5.09 & number of libraries all around the world.

Circulated all over the world & Google has verified that scholars of more than 4064 Cities in 176 countries/territories are visiting our journal on regular basis.

# **CONTENTS**

Sr. No.	TITLE & NAME OF THE AUTHOR (S)	Page No.
1.	EFFECTS OF EMPLOYEE RETENTION STRATEGIES ON ORGANISATIONAL COMPETITIVE ADVANTAGE IN THE HOTEL	1
1.	INDUSTRY IN MOMBASA COUNTY	1
	HENRY MWASARU & WILLIAM KAZUNGU KINGI	
2.	A COMPARATIVE ANALYSIS OF SOURCES OF INCOME OF COMMERCIAL BANKS IN INDIA DURING 2009-2013	5
۷.	NARASIMHA PRAKASH & DR. S. RAMESH	3
3.	ASSESSMENT OF THE EFFECTIVENESS OF CASH MANAGEMENT INTERNAL CONTROLS IN THE ZIMBABWE RED	12
<b>J</b> .	CROSS SOCIETY CHAPTER	
	DR. B. NGWENYA & E. MUNYANYI	
4.	A COMPARATIVE ANALYSIS OF CONSUMER BEHAVIOR TOWARDS SELECTIVE MEN COSMETICS IN URBAN AND	15
••	RURAL AREAS OF NASHIK REGION	
	VAIBHAV RAMESH BHALERAO & DR. ANAND DESHMUKH	
5.	FOOD SECURITY STATUS OF WOMEN GARMENTS' WORKERS IN SELECTED GARMENTS UNDER GAZIPUR DISTRICT	20
٠.	OF BANGLADESH	
	SANZIDA ANANNA ZAMAN, MD. SAFIUL ISLAM AFRAD & FOYEZ AHMED PRODHAN	
6.	GROWTH AND PERFORMANCE OF SECONDARY MARKETS: A REVIEW OF EMERGING TRENDS	25
٠.	DR. P. B RAMA KUMAR & K. MADHAVA RAO	
7.	AN EMPIRICAL STUDY ON THE RELATIONSHIPS AMONG TRANSFORMATIONAL LEADERSHIP DIMENSIONS, JOB	31
- •	SATISFACTION AND ORGANIZATIONAL COMMITMENT OF BANK EMPLOYEES	
	FERIT ÖLÇER	
8.	IMPACT OF WORKING ENVIRONMENT AS A MOTIVATIONAL FACTOR FOR EMPLOYEES & ITS EFFECT ON THEIR	40
	PERFORMANCE: CASE STUDY OF SYNDICATE BANK OF INDIA	
	DR RAJEEV JOHRI & NEHA VASHISTHA	
9.	AN INVESTIGATION OF CONSUMER DECISION MAKING STYLE OF YOUNG ADULTS IN JAIPUR CITY IN RAJASTHAN	45
٠.	DR. RUBY JAIN & ARTI SHARMA	
10.	COMPOSITION OF INTERNATIONAL RESERVES AND ITS COLLISION ON EXCHANGE RATE AND GROSS DOMESTIC	50
	PRODUCT IN INDIA	
	SHANKAR. R & LAVANYA.M.R	
11.	CONSUMER BUYING BEHAVIOUR: AN EMPIRICAL STUDY ON PERSONAL COMPUTER	54
	SANTPAL & PRADEEP	
12.	PERFORMANCE AND STRUCTURE OF CO-OPERATIVE BANKS IN AGRICULTURE CREDIT IN HARYANA	59
	HARDEEP KAUR	
<b>13</b> .	BANK REGULATION AND RISK: A STUDY OF SBI AND ITS ASSOCIATE BANKS	63
	ANKITA TOMAR	
<b>14</b> .	FINANCIAL INCLUSION: CHALLENGES AND OPPORTUNITIES IN INDIA	68
	DR. S. HARI BABU	
<b>15</b> .	WHISTLE BLOWING: IS IT SO HARD IN INDIA?	72
	PINKY ARORA	
<b>16</b> .	PERFORMANCE OF REGIONAL RURAL BANKS PRE AND POST AMALGAMATION: A STUDY OF HIMACHAL PRADESH	76
	GAGAN DEEP	
<b>17</b> .	JOB SATISFACTION OF HIGHER SECONDARY SCHOOL TEACHERS IN PUDUCHERRY: AN EMPIRICAL ANALYSIS	83
	DR. N. S. PANDEY & M. KAVITHA	
<b>18</b> .	CORPORATE GOVERNANCE PRACTICES AND ITS IMPACT ON DIVIDEND POLICY: A STUDY ON SRI LANKAN LISTED	87
	MANUFACTURING COMPANIES	
	KALAIARASI KANAPATHIPPILLAI & S. ANANDASAYANAN	
<b>19</b> .	IMPACT OF SOCIAL MEDIA ON TEENAGERS: A CASE STUDY	93
	MOHAMMAD OSAMA	
<b>20</b> .	DEFINING SIZE STANDARD FOR SMALL AND MEDIUM ENTERPRISES TOWARDS ECONOMIC REVOLUTION IN	96
	NIGERIA	
	GODSPOWER GODWIN ITEMEH	
	REQUEST FOR FEEDBACK & DISCLAIMER	101

# CHIEF PATRON

#### PROF. K. K. AGGARWAL

Chairman, Malaviya National Institute of Technology, Jaipur
(An institute of National Importance & fully funded by Ministry of Human Resource Development, Government of India)

Chancellor, K. R. Mangalam University, Gurgaon

Chancellor, Lingaya's University, Faridabad

Founder Vice-Chancellor (1998-2008), Guru Gobind Singh Indraprastha University, Delhi

Ex. Pro Vice-Chancellor, Guru Jambheshwar University, Hisar

## FOUNDER PATRON

#### LATE SH. RAM BHAJAN AGGARWAL

Former State Minister for Home & Tourism, Government of Haryana FormerVice-President, Dadri Education Society, Charkhi Dadri FormerPresident, Chinar Syntex Ltd. (Textile Mills), Bhiwani

# CO-ORDINATOR

#### DR. SAMBHAV GARG

Faculty, Shree Ram Institute of Business & Management, Urjani

# <u>ADVISORS</u>

#### DR. PRIYA RANJAN TRIVEDI

Chancellor, The Global Open University, Nagaland

#### PROF. M. S. SENAM RAJU

Director A. C. D., School of Management Studies, I.G.N.O.U., New Delhi

#### PROF. M. N. SHARMA

Chairman, M.B.A., HaryanaCollege of Technology & Management, Kaithal

#### PROF. S. L. MAHANDRU

Principal (Retd.), MaharajaAgrasenCollege, Jagadhri

## **EDITOR**

#### PROF. R. K. SHARMA

Professor, Bharti Vidyapeeth University Institute of Management & Research, New Delhi

### CO-EDITOR

#### DR. BHAVET

Faculty, Shree Ram Institute of Business & Management, Urjani

# EDITORIAL ADVISORY BOARD

#### DR. RAJESH MODI

Faculty, YanbuIndustrialCollege, Kingdom of Saudi Arabia

#### **PROF. SANJIV MITTAL**

UniversitySchool of Management Studies, GuruGobindSinghl. P. University, Delhi

#### **PROF. ANIL K. SAINI**

Chairperson (CRC), GuruGobindSinghl. P. University, Delhi

#### **DR. SAMBHAVNA**

Faculty, I.I.T.M., Delhi

#### DR. MOHENDER KUMAR GUPTA

Associate Professor, P.J.L.N.GovernmentCollege, Faridabad

#### **DR. SHIVAKUMAR DEENE**

Asst. Professor, Dept. of Commerce, School of Business Studies, Central University of Karnataka, Gulbarga

# ASSOCIATE EDITORS

#### **PROF. NAWAB ALI KHAN**

Department of Commerce, Aligarh Muslim University, Aligarh, U.P.

#### **PROF. ABHAY BANSAL**

Head, Department of Information Technology, Amity School of Engineering & Technology, Amity University, Noida

#### **PROF. V. SELVAM**

SSL, VIT University, Vellore

#### **PROF. N. SUNDARAM**

VITUniversity, Vellore

#### DR. PARDEEP AHLAWAT

Associate Professor, Institute of Management Studies & Research, MaharshiDayanandUniversity, Rohtak

#### **DR. S. TABASSUM SULTANA**

Associate Professor, Department of Business Management, Matrusri Institute of P.G. Studies, Hyderabad

#### **DR. JASVEEN KAUR**

Asst. Professor, University Business School, Guru Nanak Dev University, Amritsar

# TECHNICAL ADVISOR

#### **AMITA**

Faculty, Government M. S., Mohali

# FINANCIAL ADVISORS

#### **DICKIN GOYAL**

Advocate & Tax Adviser, Panchkula

#### **NEENA**

Investment Consultant, Chambaghat, Solan, Himachal Pradesh

# LEGAL ADVISORS

#### **JITENDER S. CHAHAL**

Advocate, Punjab & Haryana High Court, Chandigarh U.T.

#### **CHANDER BHUSHAN SHARMA**

Advocate & Consultant, District Courts, Yamunanagar at Jagadhri

# **SUPERINTENDENT**

SURENDER KUMAR POONIA

#### CALL FOR MANUSCRIPTS

We invite unpublished novel, original, empirical and high quality research work pertaining to recent developments & practices in the areas of Computer Science & Applications; Commerce; Business; Finance; Marketing; Human Resource Management; General Management; Banking; Economics; Tourism Administration & Management; Education; Law; Library & Information Science; Defence & Strategic Studies; Electronic Science; Corporate Governance; Industrial Relations; and emerging paradigms in allied subjects like Accounting; Accounting Information Systems; Accounting Theory & Practice; Auditing; Behavioral Accounting; Behavioral Economics; Corporate Finance; Cost Accounting; Econometrics; Economic Development; Economic History; Financial Institutions & Markets; Financial Services; Fiscal Policy; Government & Non Profit Accounting; Industrial Organization; International Economics & Trade; International Finance; Macro Economics; Micro Economics; Rural Economics; Co-operation; Dewelopment Planning; Development Studies; Applied Economics; Development Economics; Business Economics; Monetary Policy; Public Policy Economics; Real Estate; Regional Economics; Political Science; Continuing Education; Labour Welfare; Philosophy; Psychology; Sociology; Tax Accounting; Advertising & Promotion Management; Management Information Systems (MIS); Business Law; Public Responsibility & Ethics; Communication; Direct Marketing; E-Commerce; Global Business; Health Care Administration; Labour Relations & Human Resource Management; Marketing Research; Marketing Theory & Applications; Non-Profit Organizations; Office Administration/Management; Operations Research/Statistics; Organizational Behavior & Theory; Organizational Development; Production/Operations; International Relations; Human Rights & Duties; Public Administration; Population Studies; Purchasing/Materials Management; Retailing; Sales/Selling; Services; Small Business Entrepreneurship; Strategic Management Policy; Technology/Innovation; Tourism & Hospitality; Transportation Distribution; Algorithms; Artificial Intelligence; Compilers & Translation; Computer Aided Design (CAD); Computer Aided Manufacturing; Computer Graphics; Computer Organization & Architecture; Database Structures & Systems; Discrete Structures; Internet; Management Information Systems; Modeling & Simulation; Neural Systems/Neural Networks; Numerical Analysis/Scientific Computing; Object Oriented Programming; Operating Systems; Programming Languages; Robotics; Symbolic & Formal Logic; Web Design and emerging paradigms in allied subjects.

Anybody can submit the **soft copy** of unpublished novel; original; empirical and high quality **research work/manuscript** anytime in <u>M.S. Word format</u> after preparing the same as per our **GUIDELINES FOR SUBMISSION**; at our email address i.e. <u>infoijrcm@gmail.com</u> or online by clicking the link **online submission** as given on our website (<u>FOR ONLINE SUBMISSION</u>, <u>CLICK HERE</u>).

### **GUIDELINES FOR SUBMISSION OF MANUSCRIPT**

	dublimes for submission of manuscrift f				
1.	COVERING LETTER FOR SUBMISSION:	DATED			
	THE EDITOR	DATED:			
	URCM				
	Subject: SUBMISSION OF MANUSCRIPT IN THE AREA OF .				
	(e.g. Finance/Marketing/HRM/General Management/Economics/Psychology/Law/Computer/IT/Engineering/Mathemati	ics/other, please specify)			
	DEAR SIR/MADAM				
	Please find my submission of manuscript entitled '' for possible publica	tion in your journals.			
	I hereby affirm that the contents of this manuscript are original. Furthermore, it has neither been published elsewhere in under review for publication elsewhere.	any language fully or partly, nor is i			
	I affirm that all the author (s) have seen and agreed to the submitted version of the manuscript and their inclusion of name	(s) as co-author (s).			
	Also, if my/our manuscript is accepted, I/We agree to comply with the formalities as given on the website of the jou contribution in any of your journals.	rnal & you are free to publish ou			
	NAME OF CORRESPONDING AUTHOR:				
	Designation:				
	Affiliation with full address, contact numbers & Pin Code:				
	Residential address with Pin Code:				
	Mobile Number (s):				
	Landline Number (s):				
	E-mail Address:				
	Alternate F-mail Address:				

#### NOTES:

- a) The whole manuscript is required to be in **ONE MS WORD FILE** only (pdf. version is liable to be rejected without any consideration), which will start from the covering letter, inside the manuscript.
- b) The sender is required to mentionthe following in the **SUBJECT COLUMN** of the mail:
  - New Manuscript for Review in the area of (Finance/Marketing/HRM/General Management/Economics/Psychology/Law/Computer/IT/Engineering/Mathematics/other, please specify)
- c) There is no need to give any text in the body of mail, except the cases where the author wishes to give any specific message w.r.t. to the manuscript.
- d) The total size of the file containing the manuscript is required to be below 500 KB.
- e) Abstract alone will not be considered for review, and the author is required to submit the complete manuscript in the first instance.
- f) The journal gives acknowledgement w.r.t. the receipt of every email and in case of non-receipt of acknowledgment from the journal, w.r.t. the submission of manuscript, within two days of submission, the corresponding author is required to demand for the same by sending separate mail to the journal.
- 2. MANUSCRIPT TITLE: The title of the paper should be in a 12 point Calibri Font. It should be bold typed, centered and fully capitalised.
- 3. **AUTHOR NAME (S) & AFFILIATIONS:** The author (s) **full name, designation, affiliation** (s), **address, mobile/landline numbers,** and **email/alternate email address** should be in italic & 11-point Calibri Font. It must be centered underneath the title.
- 4. **ABSTRACT**: Abstract should be in fully italicized text, not exceeding 250 words. The abstract must be informative and explain the background, aims, methods, results & conclusion in a single para. Abbreviations must be mentioned in full.

- 5. **KEYWORDS**: Abstract must be followed by a list of keywords, subject to the maximum of five. These should be arranged in alphabetic order separated by commas and full stops at the end.
- 6. MANUSCRIPT: Manuscript must be in <u>BRITISH ENGLISH</u> prepared on a standard A4 size <u>PORTRAIT SETTING PAPER</u>. It must be prepared on a single space and single column with 1" margin set for top, bottom, left and right. It should be typed in 8 point Calibri Font with page numbers at the bottom and centre of every page. It should be free from grammatical, spelling and punctuation errors and must be thoroughly edited.
- 7. **HEADINGS**: All the headings should be in a 10 point Calibri Font. These must be bold-faced, aligned left and fully capitalised. Leave a blank line before each heading.
- 8. SUB-HEADINGS: All the sub-headings should be in a 8 point Calibri Font. These must be bold-faced, aligned left and fully capitalised.
- 9. MAIN TEXT: The main text should follow the following sequence:

INTRODUCTION

**REVIEW OF LITERATURE** 

**NEED/IMPORTANCE OF THE STUDY** 

STATEMENT OF THE PROBLEM

**OBJECTIVES** 

**HYPOTHESES** 

**RESEARCH METHODOLOGY** 

**RESULTS & DISCUSSION** 

**FINDINGS** 

RECOMMENDATIONS/SUGGESTIONS

CONCLUSIONS

SCOPE FOR FURTHER RESEARCH

**ACKNOWLEDGMENTS** 

REFERENCES

APPENDIX/ANNEXURE

It should be in a 8 point Calibri Font, single spaced and justified. The manuscript should preferably not exceed 5000 WORDS.

- 10. **FIGURES &TABLES**: These should be simple, crystal clear, centered, separately numbered &self explained, and **titles must be above the table/figure**. **Sources of data should be mentioned below the table/figure**. It should be ensured that the tables/figures are referred to from the main text.
- 11. **EQUATIONS**: These should be consecutively numbered in parentheses, horizontally centered with equation number placed at the right.
- 12. **REFERENCES**: The list of all references should be alphabetically arranged. The author (s) should mention only the actually utilised references in the preparation of manuscript and they are supposed to follow **Harvard Style of Referencing**. The author (s) are supposed to follow the references as per the following:
- All works cited in the text (including sources for tables and figures) should be listed alphabetically.
- Use (ed.) for one editor, and (ed.s) for multiple editors.
- When listing two or more works by one author, use --- (20xx), such as after Kohl (1997), use --- (2001), etc, in chronologically ascending order.
- Indicate (opening and closing) page numbers for articles in journals and for chapters in books.
- The title of books and journals should be in italics. Double quotation marks are used for titles of journal articles, book chapters, dissertations, reports, working
  papers, unpublished material, etc.
- For titles in a language other than English, provide an English translation in parentheses.
- The location of endnotes within the text should be indicated by superscript numbers.

#### PLEASE USE THE FOLLOWING FOR STYLE AND PUNCTUATION IN REFERENCES:

#### BOOKS

- Bowersox, Donald J., Closs, David J., (1996), "Logistical Management." Tata McGraw, Hill, New Delhi.
- Hunker, H.L. and A.J. Wright (1963), "Factors of Industrial Location in Ohio" Ohio State University, Nigeria.

#### CONTRIBUTIONS TO BOOKS

Sharma T., Kwatra, G. (2008) Effectiveness of Social Advertising: A Study of Selected Campaigns, Corporate Social Responsibility, Edited by David Crowther & Nicholas Capaldi, Ashgate Research Companion to Corporate Social Responsibility, Chapter 15, pp 287-303.

#### JOURNAL AND OTHER ARTICLES

 Schemenner, R.W., Huber, J.C. and Cook, R.L. (1987), "Geographic Differences and the Location of New Manufacturing Facilities," Journal of Urban Economics, Vol. 21, No. 1, pp. 83-104.

#### **CONFERENCE PAPERS**

• Garg, Sambhav (2011): "Business Ethics" Paper presented at the Annual International Conference for the All India Management Association, New Delhi, India, 19–22 June.

#### UNPUBLISHED DISSERTATIONS AND THESES

• Kumar S. (2011): "Customer Value: A Comparative Study of Rural and Urban Customers," Thesis, Kurukshetra University, Kurukshetra.

#### **ONLINE RESOURCES**

Always indicate the date that the source was accessed, as online resources are frequently updated or removed.

#### WEBSITES

• Garg, Bhavet (2011): Towards a New Natural Gas Policy, Political Weekly, Viewed on January 01, 2012 http://epw.in/user/viewabstract.jsp

# EFFECTS OF EMPLOYEE RETENTION STRATEGIES ON ORGANISATIONAL COMPETITIVE ADVANTAGE IN THE HOTEL INDUSTRY IN MOMBASA COUNTY

# HENRY MWASARU HUMAN RESOURCE & ADMINISTRATION MANAGER KENYA MARITIME AUTHORITY MOMBASA

WILLIAM KAZUNGU KINGI CHAIRMAN DEPARTMENT OF BUSINESS TECHNICAL UNIVERSITY OF MOMBASA MOMBASA

#### **ABSTRACT**

In today's business world, retention of valuable employees is one of the most critical issues confronting leaders. Employees have competencies that are critical for the survival of an organisation. The HR department has to play a key role in designing the policies, practices and strategies, which can enable an organization to retain the human resources contributing significantly to the business. This study examines the phenomenon of employee retention in the hotel industry in the Mombasa County in order to suggest appropriate strategies, which can help the organizations in this sector to retain their valuable talent as its major objective. This was a desk research study which relied heavily on secondary data. The study concludes that the employees seek for promotion and career growth, better compensation, rewards and work appreciation, and training and development. These strategies can be adopted by the hotel organizations to retain their employees. Without sound employee retention strategies the organizations suffer high employee turnover, high business operational costs. Recognising the size and strength of the hotel industry coupled with the demands faced in attraction and retention of employees, it could be concluded that employers in this sector need to focus developing distinctive and sound employee retention strategies which recognises some of the dynamic challenges the hotel industry in Kenya is facing.

#### **JEL CODE**

J23 Employment Determination; Job Creation; Demand for Labor; Self-Employment.

#### **KEYWORDS**

Career Development, Competitive Advantage, Employee Retention, Training.

#### 1.0 INTRODUCTION

uman resources are the life-blood of any organization. Organizations cannot ignore the importance of retaining skilled employees, during the present time when skills and knowledge of staff are the most desired requirements. Employee retention issues are emerging as the most critical workforce management challenges of the immediate future. Researches have shown that in the future, successful organizations will be those which adapt their organizational behaviour to the realities of the current work environment where longevity and success depend upon innovation, creativity and flexibility. Today employee retention is the top priority of organizations due to increasing competition. It is an efficient and productive advance towards the employee management who are considered to be 'greatest assets' to the company, Bagga (2013). Employee retention involves taking measures to encourage employees to remain in the organization for the maximum period of time. Hiring knowledgeable people for the job is essential for an employer. But retention is even more important than hiring. There are many organizations which are looking for such employees. If a person is not satisfied by the job he's doing, he may switch over to some other more suitable job. In today's environment it becomes very important for organizations to retain their employees. Retention is not only important just to reduce the turnover costs or the cost incurred by a company to recruit and train. But the need of retaining employees is more important to retain talented employees from getting poached.

The competencies and skills of the worker have become extremely vital competitive advantage in the present day business scenario. All the professionally managed organizations make an all-out attempt to acquire, retain and develop the talent pool that they encompass. Importance of human resources has increased manifold, firstly because of their scarce availability and secondly due to an increasing demand by the growing number of business units seeking quality talent. In this context the ability of an organization to keep hold of its vital and skilled manpower becomes extremely critical. HR department has to play a key role in designing the policies and practices which can enable an organization to retain the human resources contributing significantly to the business.

#### 2.0 LITERATURE REVIEW

To develop a thorough understanding of the conceptual constructs and empirical research for the present study, extensive review of literature was undertaken. This has not only helped in identification of the gaps in the existing body of knowledge but has also enabled to establish a relationship of the present study with what already exists.

#### 2.1 MOMBASA COUNTY

Mombasa County, is the smallest county in the coast province of Kenya, covering an area of 229.7 Km² excluding 65 Km² of water mass. Administratively, the county is segregated into seven divisions, eighteen locations and thirty sub-location and hosts six constituencies namely Mvita, Changamwe, Jomvu Kuu, Likoni, Kisauni and Nyali. Population distribution and settlement patterns in the county are influenced by proximity to roads, water and electricity facilities. The population is also concentrated in areas where there is availability and accessibility to employment opportunities, affordable housing, and security. The key sectors in Mombasa County include port, fishing, tourism and manufacturing.

#### 2.2 OVERVIEW OF THE HUMAN RESOURCES ISSUES IN HOTELS MOMBASA COUNTY

There are twenty two listed hotels in Mombasa County as at February 2015 (Ministry of Tourism). The hotel industry in Kenya has not been spared in the war for employee retention either. Hotel industry, being a labour intensive industry, needs staff with various skill levels, from the unskilled positions to those that require employees with high levels of skills. The industry however relies mainly on employees and high turnover rates and the costs that come with turnover and low retention level of skilled employees are some of the problems that are encountered by the hotel industry (Delloite Consulting, 2011).

Even though most of the organizations including hotels in Mombasa County are mostly technology driven, human resources are required to run the technology. Human resources are the most vital and dynamic resources of any organization. With all round development in each and every area of the economy, there is stiff competition in the job market. With this development and competition, there are lots and lots of avenues and opportunities available in the hands of the human resources. The biggest challenge that hotels in Mombasa County are facing today is not only managing these resources but also retaining them. Securing and

retaining skilled employees plays an important role for any organization, because employees' knowledge and skills are central to companies' ability to be economically competitive. Besides, continuously satisfying the employees is another challenge that the employers are facing today.

The Human Resource Department in the hotels and other organizations plays an active role in retaining its employees. It make policies for employee betterment such that employee would be satisfied with the organization and stay with the firm for longer time. This shows that it is not just retention of employees but also retention of valued skills Gberevbie(2008).

#### 3.0 IMPORTANCE OF THE STUDY

The study will help in establishing the effects of employee retention strategies on organizational competitive advantage in the hotel industry in Mombasa County and hence provide suggestions on sustainable applicable strategies on the topical issue. The hotel industry in Kenya plays a key role in the growth of the tourism sector which contributes a substantial amount to the growth of the economy of the country.

#### 4.0 STATEMENT OF THE PROBLEM

Employee retention involves taking measures to encourage employees to remain in the organization for the maximum period of time. Hiring knowledgeable people for the job is essential for an employer. But retention is even more important than hiring. There are many organizations which are looking for such employees. If a person is not satisfied by the job he's doing, he may switch over to some other more suitable job. In today's environment it becomes very important for organizations to retain their employees. Retention is not only important just to reduce the turnover costs or the cost incurred by a company to recruit and train. But the need of retaining employees is more important to retain talented employees from getting poached. They may be the turnover cost which includes hundreds of thousands of money to the company's expenses. Employee retention involves a systematic effort by the organization to create an environment that addresses diverse employee needs so employees will stay with the company.

Employee Retention is an effort by a business to maintain a working environment which supports current staff in remaining with the company. Many employee retention policies are aimed at addressing the various needs of employees to enhance their job satisfaction and reduce the substantial costs involved in hiring and training new staff. In an industry like hospitality and hotel in Kenya, Outsourcing the work can often be monotonous and opportunities for career growth minimal. So when opportunities beckon, the high rate of attrition is not surprising. However, there are some common reasons that especially cause people to leave

The hotel industry in Kenya has been experiencing turnover crises over the years. Studies have been conducted on employee turnover and retention but further investigation is needed on talent retention strategies.

#### **5.0 OBJECTIVES**

Managing retention of promising employees is considered as fundamental means of achieving competitive advantage among the organizations (Walker, 2001). Organizations need to create an efficient and loyal workforce and this has implications for the hospitality and tourism industries. Loyal, efficient and stable staffs are argued to be one of the key to competitive success (Porter, 1990). High employee turnover rates affect the quality of services and goods, incur large replacement and recruitment costs, and therefore, decrease in profitability. In particular human resource personnel in the hotel industry have to deal with the following factors: (i) compensation and reward (ii) work environment (iii) career development (iv) training and development. (Silbert, 2005). Therefore the research sought to find out the factors contributing to employee retention in the hotel industry in Kenya.

#### **6.0 HYPOTHESES**

The Kenyan coastal hotel sector is part of the wider tourism industry in Kenya. The tourism industry in Kenya has experienced turbulent times in the past three years due to insecurity related issues. However this sector is contributing close to 11 percent of Kenya's GDP and employing 18% of the Kenyan workforce. It is therefore crucial to investigate the employee retention strategies used by these hotels in order to enhance their competitive advantage.

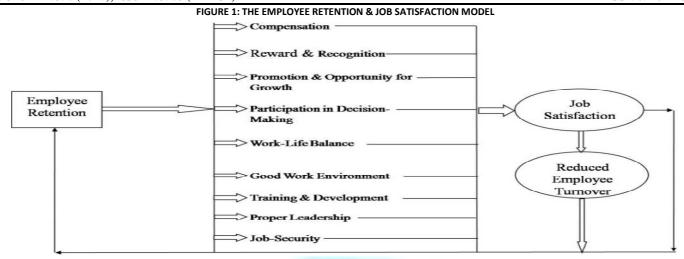
#### 7.0 METHODOLOGY

The study utilized a desktop research technique in seeking facts, general information on the topic, historical background and study results that have been published or exist in public documents. The information was obtained from libraries, newspaper archives and websites, journals and magazines. A comprehensive review of existing literature i.e., Journals, Books, Magazines, Internet and Newspapers was undertaken to know the contemporary employee retention scenario and the research undertaken in the field so far. It enabled identification of the prevalent gaps for the study.

#### **8.0 RESULTS AND DISCUSSION**

Policies that are used to attract and retain people can be used to label the organization as an employer of choice. An organization that is an employer of choice is one of which people want to work and stay. Organizations with employer of choice status are able to compete effectively for talent because they are able to meet their needs and the organization needs simultaneously (Armstrong and Murlis, 2007).

Retention of talented employees who have the necessary competencies to assure organisational survival is one of the key issues organisations face in attempting to gain a competitive advantage through their human resources. The inability to retain employees leads to employee turnover, which, in turn, has a direct impact on organisational costs, productivity and business performance. According to Chew and Chan (2008:504), organisations attempt to eliminate these potential problems by striving to create positive organisational climates through the use of various human resource management initiatives in order to retain valuable employees. Issues that are deemed as important to employees include a satisfying working environment, training and career development opportunities, rewards and recognition, good working relationships and resources, challenging jobs and autonomy. Employees will be more committed to an organisation if the organisation provides something valuable to them, leading to the direct consequence of employees being more committed to an organisation and, as such, being less likely to leave (Maurer & Lippstreu, 2008:329). In order to create organisation commitment and develop retention strategies, the factors that operate as motivators for retention, together with the value that they attribute to employees, must be identified (De Vos & Meganck, 2009:47).



# 9.0 FINDINGS 9.1 EMPLOYEE RETENTION STRATEGIES

#### FIGURE 2 120 9796<sub>91</sub> 86 85 ■ Promotion and Opportunity for growth 100 ■ Compensation and work appreciation 80 ■ Training and Development 60 45 43 ■ Good working environment 40 ■ Positive relations with colleagues ■ Good communication 20 3 4 ■ Work-Life balance O Yes Nο

Source: HR Employee Satisfaction Survey Study; Field Survey, 2014

Figure 2 above shows that promotion and opportunity for growth score 97 per cent from the desk literature review. This is followed by compensation, rewards and work appreciation which had 96 per cent. Good working environment at the hotels is a retention strategy as indicated by 86 per cent and good communication on staff matters follows at 85 per cent. However, work-life balance and positive relations with colleagues had 57 percent and 55 percent respectively so they are strategies that least influence employee retention.

#### 9.2 EFFECTS OF POOR EMPLOYEE RETENTION STRATEGIES

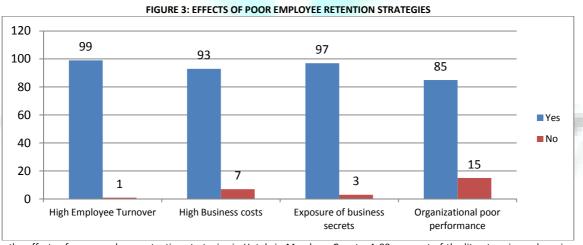


Figure 3 shows the effects of poor employee retention strategies in Hotels in Mombasa County. A 99 per cent of the literature journals reviewed show poor employee strategy results into high employee turnover, 97 percent show it leads to exposure of business secrets while 93 per cent show it leads to high business costs. Another earlier study on "Strategies used by Nairobi hotels in Talent retention", carried out by Jepngetich and Njue in 2013 gave a similar picture. The aspect of poor organizational performance had 85 per cent count.

#### **10.0 RECOMMENDATIONS**

The hotels should develop effective career planning programs for the employees after they attain significant work experience in order to ensure professional developmental opportunities within the organization itself so that the employees do not have to look for professional growth opportunities outside their organization.

As academic qualifications are reported to be significantly related with reduction in the retention of the employees at the hotels, it is recommended that the hotels in Mombasa County should not hire over qualified candidates for these positions as they are less likely to be a part of the organization for a longer time period.

Since fair and competitive salaries as well as performance related incentives have been reported as highly significant factors of employee retention, the organizations should constantly monitor the salary structures and performance oriented incentives offered by the competing organizations in the same industry so as to maintain parity with the competitors, thus reducing the chances of high employee turnover.

As no single factor can be considered detrimental for attaining high rate of employee retention, it is recommended that the organizations should look for variety of effective and suitable employee retention strategies and practices so that their combined effect can enable the organizations in the hotel industry to retain their employees.

It is suggested that the organizations should implement a well-defined talent management system suitable to their business needs so as to acquire, develop and retain the required level of talent for their overall long-term growth and success.

However, in as much as the retention strategies are in place, there is the challenge of job security and as a result, employee turnover will still be a recurring problem, therefore, it would be necessary that further studies be conducted to look into this and propose workable solutions for both the organization and the employee.

#### 11.0 CONCLUSIONS

Human resources are complex and not easy to understand. These are the assets which can make as well as break an organization. Retaining them will help in the long-term growth of an organization and will also add to their goodwill. But the most difficult task faced by an organization today is retaining as well as satisfying these resources.

This research is significant in providing the views of HR managers in the hotel industry on the key aspect of employee retention; this sector is globally and locally important yet relatively under-researched with regard to its contribution to the economy. Recognising the size and strength of the hotel industry coupled with the demands faced in attraction and retention of employees, it could be concluded that employers in this sector need to focus developing distinctive and sound employee retention strategies which recognises some of the dynamic challenges the hotel industry in Kenya is facing.

#### **12.0 LIMITATIONS**

There was limitation in getting the relevant information required from the various targeted hotels. This non-disclosure can be attributed to the suspicion on the part of the respondents as the data required touches on critical human resource issues. A second limitation is that the data used is for hotels in Mombasa County, which have small HR departments and HR managers without key strategic roles in HR strategic role formulation. Hence, the findings may not give a true representation of the wider tourism and hospitality industry in Kenya.

#### 13.0 SCOPE FOR FURTHER RESEARCH

The study recommends further research to be done on employee retention strategies on the tourism attraction facilities in Kenya and in the East African Region. This will provide a more detailed comparative analysis of the challenges affecting the entire tourism industry in the region. Future research might also explore whether different categories of employees (e.g. knowledge workers, professionals, labourers) were attracted and retained by differing practices/benefits. Additionally, future research could directly seek the views of union representatives for their insights into challenges in attraction and retention and their own involvement in employment relations decision making in the sector.

#### **14.0 ACKNOWLEDGEMENT**

Glory to the Almighty God for the strength and good health He has provided to both the authors without which we could not have moved an inch. To Dr Kingi my co-author and research supervisor your input and valuable academic critique has not only made this paper a success but you have sharpened my research skills; thank you and God bless you immensely.

#### **REFERENCES**

- 1. Armstrong, M. and Murlis H.(2007) Reward Management: A Handbook of Remuneration Strategy and Practice London: Kogan Page
- 2. Bagga G.. (2013),"How to keep the talent you have got". Human resource management international digest, Vol. 21 NO. 1 2013, pp. 3-4
- 3. Baruah M. & Das B.L (2013) Employee Retention: A Review of Literature Journal of Business and Management (IOSR-JBM) Volume 14, Issue 2
- 4. Borstorff, P. C., & Marker, M.B. (2007). Turnover Drivers and Retention Factors Affecting Hourly Workers: What is Important?
- 5. Boxall P., Macky R., (2003) Employee experiences of high performance work system: An analysis of sectorial occupational, organizational and employee variables. New Zealand Journal of Employment Relations 33(1)
- 6. Chew, J. & Chan, C.C.A. (2008) Human resource practices, organisational commitment and intention to stay. International Journal of Manpower, 29(6): 503-522.
- 7. De Vos, A.S., Strydom, H., FouchE, C.B., Delport, C.S.L.(2005). Research at Grass roots: for the social sciences and human service professions. 3rd ed. Pretoria: Van Schaik.
- 8. Deloitte Consulting LLP. (2011) 14th Annual Top Five Total Rewards Priorities Survey. Washington DC: Deloitte LLP.
- 9. Gberevbie DE.2008. Staff Recruitment, Retention Strategies and Performance of Selected public and Private organizations in Nigeria. Ph.D. Thesis.Coll.Bus.Soc.Sci.,Covenant Uni., Ota.
- 10. Jepngetich, M. & Njue, J. (2013). Strategies used by hotels in talent retention: A study of star rated hotels in Nairobi. International Journal of Social Sciences and Entrepreneurship, 1 (3), 652-663.
- 11. Kinnear L, Sutherland M (2001). Money is fine, but what is the bottom -line? Journal of South African Institute of People Management. 19(1): 15-18.
- 12. Kinnear L, Sutherland M (2001). Money is fine, but what is the bottom -line? Journal of South African Institute of People Management. 19(1): 15-18.
- 13. Maertz CP, Griffeth RW (2004). Eight motivational forces and voluntary: A theoretical synthesis with implications for research. Journal of Management. 30(5): 667-683.
- 14. Maertz CP, Griffeth RW (2004). Eight motivational forces and voluntary: A theoretical synthesis with implications for research. Journal of Management. 30(5): 667-683.
- 15. Maurer, T.J. & Lippstreu, M. 2008. Who will be committed to an organisation that provides support for employee development. Journal of Management Development, 27(3): 328-347.
- 16. Meudel K, Rodham K (1998). Money isn't everything or is it? A preliminary research study into money as a motivator in the licensed house sector. International Journal of Contemporary Hospitality Management. 10(4): 128-132.
- 17. Porter, M. (1990). Competitive Advantage: Creating and Sustaining Superior performance, NY: The Free Press.
- 18. Thorpe, K (2008) Harnessing the Power: Recruiting, Engaging, and Retaining Mature Workers, Conference Board of Canada.
- 19. Walker, J. W. (2001). "Perspectives" Human Resource Planning. 24 (1):6-10.
- 20. William B, Werther J (1996). Human Resource and Personnel Management, 5th Edition, Mc Graw-Hill, New York

# REQUEST FOR FEEDBACK

#### **Dear Readers**

At the very outset, International Journal of Research in Commerce & Management (IJRCM) acknowledges & appreciates your efforts in showing interest in our present issue under your kind perusal.

I would like to request you tosupply your critical comments and suggestions about the material published in this issue as well as on the journal as a whole, on our E-mailinfoijrcm@gmail.com for further improvements in the interest of research.

If youhave any queries please feel free to contact us on our E-mail infoijrcm@gmail.com.

I am sure that your feedback and deliberations would make future issues better – a result of our joint effort.

Looking forward an appropriate consideration.

With sincere regards

Thanking you profoundly

**Academically yours** 

Sd/-

Co-ordinator

# **DISCLAIMER**

The information and opinions presented in the Journal reflect the views of the authors and not of the Journal or its Editorial Board or the Publishers/Editors. Publication does not constitute endorsement by the journal. Neither the Journal nor its publishers/Editors/Editorial Board nor anyone else involved in creating, producing or delivering the journal or the materials contained therein, assumes any liability or responsibility for the accuracy, completeness, or usefulness of any information provided in the journal, nor shall they be liable for any direct, indirect, incidental, special, consequential or punitive damages arising out of the use of information/material contained in the journal. The journal, nor its publishers/Editors/Editorial Board, nor any other party involved in the preparation of material contained in the journal represents or warrants that the information contained herein is in every respect accurate or complete, and they are not responsible for any errors or omissions or for the results obtained from the use of such material. Readers are encouraged to confirm the information contained herein with other sources. The responsibility of the contents and the opinions expressed in this journal is exclusively of the author (s) concerned.

### **ABOUT THE JOURNAL**

In this age of Commerce, Economics, Computer, I.T. & Management and cut throat competition, a group of intellectuals felt the need to have some platform, where young and budding managers and academicians could express their views and discuss the problems among their peers. This journal was conceived with this noble intention in view. This journal has been introduced to give an opportunity for expressing refined and innovative ideas in this field. It is our humble endeavour to provide a springboard to the upcoming specialists and give a chance to know about the latest in the sphere of research and knowledge. We have taken a small step and we hope that with the active cooperation of like-minded scholars, we shall be able to serve the society with our humble efforts.







