

European Journal of Management and Marketing Studies

ISSN: 2501 - 9988 ISSN-L: 2501 - 9988

Available on-line at: http://www.oapub.org/soc

DOI: 10.46827/ejmms.v6i4.1167

Volume 6 | Issue 4 | 2021

CUSTOMERS PERCEPTION OF SERVICE QUALITY OF NNPC RETAIL OUTLETS IN ENUGU URBAN, NIGERIA

Joy Ifeoma Enemuo¹¹, Abiola Abass Carim²

¹Department of Management, University of Nigeria, Enugu Campus, Nigeria ²Department of Marketing, Adeseun Ogundoyin Polytechnic, Eruwa, Oyo State, Nigeria

Abstract:

Service quality is becoming more crucial for oil and gas firms to maintain their market shares. This study identified the perception of customers of petroleum services firm (NNPC) through the relationship of five factors along with the demographic characteristics of customers. A total of 304 retail customers who patronize petroleum filling stations have been taken for the study and convenience sampling method was adopted for collecting a sample. Factor analysis revealed five factors and results of analysis of variance (ANOVA) indicated that while age, gender, occupation have no significant effect on customer perception of service quality income and qualification on the contrary differs significantly. The paper therefore recommends among other things that, the concepts and principles of total quality management (TQM) are recommended for holistic study, in addition to contemporary marketing management issues such as relationship marketing, value analysis and permission marketing, among others. Efforts should also be made by petroleum marketers to understand the relevant factors that affect both clients' behaviours so as to understand the strategic options to be adopted to cope with such behaviours.

Keywords: retail services: customer satisfaction; service quality, customers perception

1. Introduction

The sensitivity of petroleum resource is clearly reflected in the fact that it has remained or continued to be the goose that lay a golden egg for the Nigerian economy as well as

i Correspondence: joy.enemuo@unn.edu.ng

the supreme foreign exchange earner contributing over 80% of government revenues and helps the development of Nigeria's infrastructures and other industries (Anya, 2002; Chukwu, 2002; Gary and Karl, 2003). However, due largely to the highly technical nature of exploration and production, the sector depends substantially on imported technologies and facilities for most of its operations. In view of the critical importance of the sector to the nation's economy and its capacity to generate far-reaching multiplier effect, the grooming of highly skilled indigenous manpower to participate keenly in the activities of the sector to redress the foreign dominance becomes imperative (Baker, 2006). The rapid development of an indigenous technical workforce has become more compelling than ever before against the background of the expected imminent injection of massive investment in the sector. Already, Nigeria is the leading oil and gas producer in Africa, currently ranked the seventh highest in the world (NNPC, 2004). In addition to the above, Nigeria which is widely referred to as a gas province, has natural gas reserves that triple crude oil reserves, being estimated in excess of 187.5 trillion standard cubic feet (scf) (NNPC, 2004). The foregoing underscores the vast investments and potentials of the Nigerian petroleum sector, and therefore calls for commensurate investments in the development of the Nigeria human capital base. The Federal Government has stated that one of its objectives is to achieve 50 per cent local content in the oil and gas sector by 2010. Unfortunately, this wasn't unrealizable due to poor production and distribution roles.

Generally, customers' perception of NNPC service quality has been generally bad. Service quality has become an important factor among the customers in petroleum retailing. For the success and survival in the oil and gas sector, provision of high service quality is necessary in meeting several requirements such as customer satisfaction and its consequent loyalty, attracting new customers and to increase the market share and profitability. Service quality is consistently viewed in the literature as a unique construct from customer satisfaction. The consumer considers that the service quality stems from a comparison of what he feels about the service and what is the performance of that service offering. In short, in order to evaluate the service quality, the discrepancy between consumer's expectations and perception should be calculated. All the five service quality offering variables will influence the overall service quality. Earlier to this Gronroos (1984) also proposed a conceptual model for service quality and also identified the possible determinants of perceived quality. The service quality has become a principal competitive weapon in the oil and gas industry. Services are intangible and are also not easily duplicated. Quality on the other hand, is differentiable and stems from the expectations of the customers, Hence, it is necessary to identify and prioritize the customers' expectations for service quality and incorporate these expectations into a service process for improving quality. The key variables in meeting customer expectations begin with identifying the specific characteristics of service quality as perceived by the customer who defines the nature and importance of service quality.

Among the service industry, the oil sector is perhaps the largest one that caters for the needs of people belonging to all sections of society. Moreover, perceived service quality tends to play a significant role in high involvement (high interaction between

customers and service providers) industry like filling stations (Angur et al., 1999). Also, these energy stations traditionally have long term business relationships with customers. In addition, the oil and gas sector is large enough to capture and represent almost all the critical features of customer-perceived service quality and the critical dimensions of TQS that the management may have to encounter in order to manage a service organization effectively. This study reviews the central perceptions of service quality of NNPC retailing among the customers.

The restructuring policy of SAP of 1980s brought deregulations in the oil and gas sector and encouraged many new oil and gas marketing companies to enter into the oil and gas industry. This resulted in oil and gas companies seeking for clients and designing services that would meet clients' needs and wants. Consequently, the Nigerian oil and gas companies incorporated the usage of various market mix elements to improve their market outreach/coverage, new product ratio, price positioning, competitive orientation, etc. to survive and growth. In spite these, the perception of consumers towards most of these firms were negative. The poor condition of some oil and gas marketing companies in Nigeria is a function of some interrelated problems. According to (Sheng, 1999; Day and Reibstein, 1997; Kim and Mauborgne, 1998; Johne, 1999), the causes of the oil and gas marketing companies failure or poor performance, are due to microeconomic or macroeconomic factors (performance industry environmental factors indices coupled with the management of marketing content and product marketing).

Also, most of the retailing firms who were direct representatives of NNPC have entered into cartel while others practice illegal operation which is not guided by law. Consumers' biological characteristics and traits also go a long way in shaping their perception about the NNPC and its retail outlets. It is in the light of the above problems, that this paper seeks to assess the behavioral characteristics of customers and as well measure whether there is a relationship between these behavioral traits and service perception of customers towards NNPC retailing activities.

2. Review of Literature

2.1 The Oil and Gas Industry in Nigeria and the Management/Marketing Strategies

Marketing strategies and tactics are concerned with taking decisions on a number of variables to influence mutually-satisfying exchange transactions and relationships. Typically, marketers have a number of tools they can use, these include mega marketing (Kotler, 1996) and the so-called 4Ps of marketing (McCarthy, 1995), among others. Marketing seems easy to describe, but extremely difficult to practice (Kotler and Connor, 1997). Organizational managers in many firms have applied the so-called marketing concept, which may be simple or complex. The marketing concept and variants like the total quality management concept for example, are essentially concerned with satisfying clients' needs and wants beneficially. Developing and implementing efficient and effective marketing strategies which incorporate relevant dimensions of the marketing concept involve the organic tasks of selecting a target market(customers/clients) in which

to operate and developing an efficient and effective marketing ingredient combination. Marketing thought, with its practice, has been moving speedily into the service industry (Kotler and Connor 1997). Literature, partly, centres on the discussion of whether physical product marketing is similar to, or different from, the marketing of service and concludes that the differences between physical product and service might be a matter of emphasis rather than of nature or kind. Marketing is one of the salient and important organic functions which help to service organizations to meet their business challenges and achieve set goals and objectives (Kotler and Connor 1997).

The word "service" is used to describe an organization or industry that "does something" for someone, and does not "make something" for someone (Silvestro and Johnston, 1990). "Service" may be described as intangible its outcome being perceived as an activity rather than as a tangible offering. The question of the distinction between services and tangible products is based on the proportion of service components that a particular offering contains (Johne, 1999).

A service may therefore be seen as an activity or benefit which can be offered to an organization or individual by another organization or individual and which is essentially intangible. It is a separately identifiable but intangible offer which produces want-satisfaction to the client, and which may or may not be necessarily tied to the sale of a physical product or another service (Osuagwu, 1999). Services include a wide range of activities and form some of the growing sectors of the economies of developed and developing countries. Services include professional services (legal, accounting, medical, management consulting, etc.), general services (insurance, postal, telephone, transportation, internet, tourism, etc.), maintenance and repair services, and services from marketing researchers and product manufacturers, among others. Oil and gas service is not a tangible thing like food, clothing and car. The main factor that affects a person's demand for oil and gas service is that person's attitude towards risks. The peculiarities of oil and gas services may create marketing programmes that are different from those found in the marketing of tangible products. The peculiarities may, also, require unique marketing approaches and strategies. However, marketing concepts, principles and strategies are of relevance in the marketing of oil and gas services. Sound and robust marketing strategies are important to the survival and growth of any business, including oil and gas business, considering the increasingly subtle, unstable and seemingly hostile business environments in which contemporary business organizations operate (McDonald, 2004). Therefore, in order to formulate and implement efficient and effective marketing strategies, business organizations should have a thorough and continuous understanding of the relevant environment that impacts on their marketing strategies.

The growth of oil and gas marketing companies and business in Nigeria has been phenomenal, with the attendant competition and other factors. It seems that this growth in the number of product marketing companies in Nigeria has not been matched with an equal growth in the awareness of oil and gas services to clients and other interested publics. In order to be efficient and effective, Nigerian oil and gas marketing companies

have to devise good marketing strategies that will enable them to reach out to a wider spectrum of the society for patronage. The interaction of these marketing strategies and the relevant environmental factors determines the performance of product marketing companies in Nigeria. On the other hand, oil products in the Nigerian business environment include PMS, gasoline, kerosene, diesel, lubricant, among others. On the other hand, the environmental factors include men, money, materials, management, machines, facilities location, market, technology, legal provisions, economic factors, organizational culture, political factors, structure of the oil and gas industry, oil and gas clients' behaviour, among others. These factors are internal and external. The marketing strategies of Nigerian oil and gas marketing companies are expected to be adaptable to these environmental factors in order to achieve set performance goals. The oil and gas industry seems to have witnessed some form of corporate performance over the years which can be attributed to their district level of market share (Achumba, & Osuagwu, 1994; Ademiluyi 1996; Akinyele, 2010).

2.2 Concept of Service Quality

As mentioned before that Service quality has been widely used to evaluate the performance of oil and gas services (Cronin and Taylor, 1992). Moreover, service quality can be defined as the difference between customers' expectations for service performance prior to the service encounter and their perceptions of the service received (Angur et al., 1999). Akerele (2000) also defined service quality as the subjective comparison that customers make between the quality of the service that they want to receive and what they actually get. The energy firms understand that customers will be loyal if they receive greater value than from competitors (Brown and Theresa, 1989) and on the other hand, the firms can earn high profits if they are able to position themselves better than their competitors within a specific market (Boyd et al., 1995). Therefore, they need focus on service quality as a core competitive strategy. Moreover, customers evaluate oil and gas firms' performance mainly on the basis of their personal contact and interaction (Grönroos, 1990).

Many scholars agree that service quality can be decomposed into two major dimensions (Grönroos, 1983; Zeithmal and Zeithmal, 1994). The first is referred to by Zeithaml et al., (1985) as "outcome quality" and second by Grönroos (1984) as "technical quality". However, the first dimension is concerned with what the service delivers and on the other hand, the second dimension is concerned with how the service is delivered: the process that the customer went through to get to the outcome of the service. However, service quality can be also defined as "a judgment about a service's overall excellence or superiority" (Schneider & White, 2004, p. 51).

The central issues involved in meaning service quality have been well documented (Cronin and Taylor, 1992; Parasuraman, Berry, and Zeithaml, 1991b; Babakus and Boller, 1992). Of interest here are two aspects of service quality measurement; (1) the number of dimensions that constitute service quality and (2) the operationalization of the measurement. Previous researchers have been looking at the linear relationship between

service quality and satisfaction judgments. In recent studies on satisfaction judgments, it has been suggested that the relationship should be in a non-linear form (Zeithalm, 2000). According to Baker (1996), there is evidence that suggests that evaluation of satisfaction should involve a curvilinear or higher order form as well as an interaction effect (Baker, 1996). This has been confirmed by Woodruff (1997) who stated that the satisfaction function should not be in the linear form. A study by Ahmad and Kamal, (2002) on quality for business customers among Kuwaitis found that local ownership is one of the determinants for selection.

On the other hand, a study by Athanassopoulus (1997) showed that there is no global difference between private and the government-owned energy firm. There are many other researchers who concluded that service quality is the antecedent to satisfaction (Ahmad and Kamal, 2002; Cronin and Taylor, 1992; Boyd et al., 1994). Hence in this research, the question of which one is the antecedent will be studied. using service quality as the antecedent to satisfaction is more logical and that why it has been taken into consideration. This is because satisfaction is an important goal to be achieved by energy marketers and if these firms want to increase satisfaction, they can do it through service quality.

2.3 Measuring Service Quality

Perceived service quality can be defined as a global judgment or attitude related to the superiority of a service (Parasuraman et al., 1988). The term perception pertains to the consumers' beliefs concerning the received or experienced service (Brown and Swartz, 1989; Parasuraman et al., 1988). Woodruff (1997) pointed out that there were two perspectives about customer value: the view of the customer that represented the value or perceived value received from the firms by the customer, and the value of the customer to the firms. Treacy and Wiersema's (1993) statement "industry leaders changed what customers valued . . . then boosted the level of value that customers expected" clearly indicated that they believed customer value to be the value that was gained by the customer by using the products and services of the organization.

The perceived quality of the service is therefore assessed by means of an analysis of the "gaps" between the perceptions of actual service provided and the service expectations of the consumer. Boyd et al. (1994) conducted a survey of households in the UK to evaluate the relative importance attached to the selection criteria used to choose a firm. Respondents perceived the reputation of the institution as the most important valuation criterion. An understanding of customer expectations was a prerequisite for delivering superior service. Customers compared perceptions with expectations when judging the service of an organization (Parasuraman et al., 1991). Parasuraman et al. (1990) developed a methodology called SERVQUAL that measured the difference between customers' perceptions of a service and their expectations of the service. Yang and Jun (2002) examined perceptions of service quality by sampling both internet purchasers and non-purchasers. They found six service quality dimensions were perceived by internet purchasers: reliability, access, ease of use, personalization, security,

and credibility. However, seven dimensions were present for the non-users. Unique to non-Purchasers were the dimensions of responsiveness and availability, while the credibility dimension did not come up.

A study conducted by Cronin and Taylor (1992) has found that their perception-only erasure of service quality (SERVPERF) outperformed the traditional SERVQUAL because the former scale has provided a more construct-valid explication to service quality due to their content validity and the evidence of their discriminate validity. Also, Wall and Payne (1973) note that when people are asked to indicate the "desired level" (expectations) of a service and the "existing level" (perceptions) of the service, there is a psychological constraint that people always tend to rate the former higher than the latter (E>P). Babakus and Boller (1992) have found that service quality, as measured in the SERVQUAL scale, relies more significantly on the perception score than on the expectation score. Apart from this, respondents appear to be bored, and sometimes confused by the administration of E and P version of SERVQUAL (Bouman and van der Wiele, 1992). Undoubtedly, boredom and confusion will adversely affect data quality.

3. Methodology

Present study is an empirical research to study the demographic influences on customer perception towards retail petroleum services offered by NNPC. The survey questionnaires were distributed to 350 respondents in Enugu city, 304 usable questionnaires were collected, resulting in an 86.9 percent response rate. The Study was conducted in Enugu during the period of Feb – April 2021. Convenient sampling method was adopted for collecting a sample. The data was analyzed using SPSS. In order to test the customer perceptions towards retail petroleum services of NNPC within the framework of the value disciplines, a questionnaire with two sections was designed. Section A captured demographic information for the purpose of describing the sample. Section B was designed to measure customer perceptions of the value being delivered by their retailing energy firms. The 16 statements were measured on a Five point Likert scale where 5 indicated strongly agree and 1 strongly disagrees.

4. Results and Discussion

The demographic characteristics of the respondents are summarized in Table 1. Of the 304 respondents 65.1 per cent of them were male, 53.6 per cent were between 18 and 30 years old, and 47 per cent had a bachelor's degree. The majority had a monthly salary between 41, 000 and 60, 000. 48 percent of the customers are private employees and 30.9 percent of the customers are working in government in Enugu.

4.1 Hypothesis Testing: The Factor Analysis

A principal component factor analysis with varimax rotation was performed on the 16 items that assessed the perceived service quality of the retail petroleum. Out of 16 items

four items removed due to low scoring. The statistical test result (KMO =0.693, Bartlett's Test of Sphericity 997.570, Significance 0.000) indicated that the factor analysis method was appropriate. Thus, the 12 items were reduced to five factors with eigenvalues greater than 1.0, which were retained for subsequent analysis. The resultant factor structure explained 67.514 of the item variance. The five factors and the loadings are listed in Table 2. The overall reliability of this construct was satisfactory (Cronbach's coefficient alpha = 0.746), while the reliability coefficients for five factors ranged from 0.498 to 0.722 indicating a fair to good internal consistency among the items of each dimension.

Factor 1, which was labeled as 'Services', was composed of four items (Coefficient alpha = 0.722) and accounted for 25.432 percent of the variance. This factor was dominated by items such as technological services, good internet facility.

Factor 2 comprised of three items that related to the 'Reliability' of the services (Coefficient alpha = 0.623) and accounted for an additional 14.051 percent of the variance. Queries and complaints, low interest rates on loans are the items occupy highest loadings.

Factor 3 was labelled as 'Tangibles' that included three items (Coefficient alpha = 0.498). It accounted for the additional 10.558 percent of the total variance. The three items were convenient operating hours, modern looking equipment, and fast in solving problems. These were all influences customers when entering into petroleum stations. These characteristics helped to establish the image of the firms and influences customer expectations.

Factor 4 was 'Time Duration' that contain only one item is time taken by the energy firm for addressing issues. It accounted for the additional 9.535 percent of the variance.

Factor 5 was interpreted as a 'Growth' and contains one item of growth of my oil and gas firms are better than others and it accounted for the 7.939 of the variance.

Table1: Result of Factor Analysis

Factor	Label	Item	Factor Loadings	% of variance	
1	Services $(\alpha = .722)$	Energy firm is providing high technological services.	0.864	25 422	
		My energy firm has convenient locations.	0.752	25.432	
2	Reliability $(\alpha = .623)$	My queries and complaints are Handled immediately.	0.735	14.051	
		The firm takes care of confidentiality and privacy of its customers.	0.663	14.051	
3	Tangibles $(\alpha = .498)$	My oil and gas firm has convenient operating hours.	0.773		
		The firm has modern looking equipment.	0.700	10.558	
		The firm is relatively fast in solving problems.	0.516		
4	Time Duration	Time taken for addressing issue Is comparatively less.	0.847	9.535	
5	Growth	Growth of the firm is better than others.	0.867	7.939	

4.2 General Tendency of Customers' Perception

After analyzing the differences in mean values in customer perception on service quality, comparing the ranking of the mean value is also important, as it provides an understanding how the customer priorities the items. Among the five factors, Services had the highest mean score (15.42) that was followed by Tangibles (11.94), Reliability (11.42), Time duration (4.24) and growth (4.20). The mean score of services was 15.42 which indicated that most respondents appreciated the services of the retail petroleum services in the sense that the firm provided high technological services, good facility, convenient locations and wide range of services. Growth of the firm scored the lowest score of 4.20.

4.3 Customer Service Quality Perception

According to Webster (1989), there is a need to examine the demographic characteristics of customers when evaluating service quality in retail petroleum services. Therefore, the demographic data were adopted to examine their association with various dimensions. In this study some of the demographic characteristic yielded significant differences at 0.05 levels in the perceptions of the service quality. ANOVA and t test results are shown in Table 2.

First, significant differences for the income of the respondents were found in four factors: Services (p=0.019), reliability (p=0.002), Tangibles (p=0.000), and time duration (p=0.012). 'Services' considered to be good by irrespective of all income groups especially in the income level of 41,000 - 60,000 it shows the highest mean value of 15.98 and the next factor rely by the customers is 'Tangibles' and the highest mean score is 12.80 in this all the income group people are accepting the same but in the income group of 61,000-80,000 says that they are more satisfied with 'Reliability' than 'Tangibles'. Next highest means score 11.91 obtained by 'Reliability' especially in the income level of 21,000-40,000 and the least mean score is accompanied by 'Time duration'.

The qualifications of respondents are classified in to three categories such as graduate, post graduate and others. ANOVA test has been applied to find out whether any difference can be found by respondents having different qualifications. Significant difference for education was found in three factors: Reliability (p = 0.021), Tangibles (p = 0.000), and Time Duration (p = 0.024). Among these factors most of the customers are highly satisfied with 'Tangibles' and it has the highest mean score of 12.79. Next factor satisfied by the customers was 'Reliability' with the highest mean value of 12.18 and the least mean score obtained by 'Time duration'. While comparing to graduate and postgraduate, especially other categories are expressed that they are more satisfied with 'Tangibles' and 'Reliability'. Last significant difference can be found in marital status in the factor of 'Reliability' and in the age group significant difference can be found only in the factor of "Time Duration".

Table 2: ANOVA and t-test Results

			ANOVA and t-tes			- · ·
	N	Service	Reliability	Tangible	Time	Growth
Age				1	T	
18-30	163	15.29	11.26	11.88	4.21	4.21
31-40	96	15.44	11.60	11.96	4.22	4.21
41-50	26	15.85	11.65	11.88	4.35	4.23
51-60	9	15.67	11.33	12.33	4.11	4.11
Above60	10	16.20	11.70	12.70	4.60	4.00
p value		0.702	0.573	0.417	0.0073**	0.574
Gender						
Male	198	15.28	11.39	11.97	4.24	4.18
Female	106	15.70	11.46	11.90	4.23	4.25
p value		0.170	0.757	0.668	0.778	0.218
Income						
<=20,000	73	14.58	10.68	11.64	4.27	4.22
21,000-40,000	69	15.38	11.91	12.13	4.28	4.28
41,000-60,000	101	15.98	11.67	12.12	4.17	4.18
61,000-80,000	31	15.68	11.35	11.19	4.06	4.13
81,000-1,00,000	20	15.55	11.30	12.80	4.45	4.20
>1,00,000	10	15.30	11.20	11.70	4.50	4.10
p value		0.019*	0.002**	0.000**	0.012*	0.562
Educational qualif	fication					
Graduate	143	15.48	11.44	12.03	4.31	4.20
Post graduate	128	15.31	11.20	11.63	4.16	4.21
others	33	15.61	12.18	12.79	4.18	4.18
p value		0.784	0.021*	0.000**	0.024*	0.940
Occupation						
Student	43	14.98	10.72	11.79	4.16	4.19
Pvt. employees	146	15.60	11.55	11.86	4.27	4.22
Govt. employees	94	15.31	11.54	12.03	4.18	4.22
Businessmen	21	15.62	11.33	12.43	4.43	4.05
p value		0.502	0.056	0.286	0.089	0.354
Marital status				•		
Single	74	15.34	11.04	11.84	4.23	4.20
Married	230	15.45	11.54	11.98	4.24	4.20
p value		0.737	0.042*	0.460	0.881	0.977

Note: **Significant at p < 0.01, * Significant at p < 0.05

In this study customer demographic characteristics entered as control variables which also influenced customers' perception on retail banking. Analysis of Variance (ANOVA) has been used to investigate relationship between customer perceptions towards oil and gas services and customer demographic characteristic. Customer demographic characteristics had been divided in to six factors including age, gender, education level, occupation, monthly income and marital status. According to the results with 95% confidence, gender and occupation does not have significant impact on the customer perception towards services offered by the firm. Hence, it can be concluded that all respondents irrespective of gender and occupation customers perceive the various

factors in the same manner. Also, with 95% confidence in income, growth factor (Sig = 0.562), under education the dimension for services (Sig = 0.784) and growth (Sig = 0.940), while analyzing the age group except "Time Duration" and remaining all the factor does not show the significant relationship with overall perception towards oil services.

5. Conclusion and Recommendations

Service quality has been considered to be most important factor by the consumers. This study analyzed the practicality of measuring the retail service quality perceptions and its influence on demographic factors. Findings from this study provide an initial 304 understanding on the direction of the customer's perception about the service quality in retail petroleum of NNPC major distributors. This provides proper guidelines to the service providers to improve their service offerings. The results of this study indicated customer perception can be influenced the effects of service quality and performance. Customer perception can be considered as the key contrast to NNPC for the overall performance.

While the study found that four factors in income (Services, reliability, Tangibles, and Time duration), three factor in Qualification (Reliability, Tangibles, Time duration), one factor in marital status (reliability) and one factor in age group (Time duration) which indicated that there is a significant relationship between demographic characteristics and customer perception towards services offered by NNPC. 'Services' considered being good by irrespective of all income groups especially in the income level of 41,000-60,000. All the customers are highly satisfied on the services provided by the firms.

While discussing about qualification, most of the customers were found good and comfortable in operating hours, fast in solving problems. Important results reveal from the study that irrespective of gender and occupation, customers perceive the various factors in the same manner. For better service quality, the service providers have to improve the weaknesses in order to attract new customers.

The concepts and principles of total quality management (TQM) are recommended for holistic study, in addition to contemporary marketing management issues such as relationship marketing, value analysis, business process re-engineering, mega marketing, re-marketing, co-marketing, bench marketing, and permission marketing, among others. Efforts should be made by organizational marketers to understand the relevant factors that affect both clients' behaviours, and the strategic options to be adopted to cope with such behaviours.

Firms that are not operating in a dynamic business environment need not adopt a strategic marketing practice as this may cause the firm to look inconsistent in the eyes of its customers and eventually reduce effective performance. The need for the identification of options and resources and of capabilities of deployment constitutes an impetus to effective strategic marketing implementation, since the practice derives from capabilities in assembling and maintaining an appropriate resource portfolio and coupling the resource portfolio with the identification and recognition of options. In a

constantly changing business environment, oil and gas firms can adopt a strategic marketing practice because it is able to enhance their business performance. There is need for configuration, reconfiguration and deployment of resources to arrest negative changes in the business environment. There is a need to generate real options by devising and configuring resource-based capabilities.

Conflict of Interest Statement

The authors declare no conflicts of interests.

About the Authors

Joy Ifeoma Enemuo holds a PhD degree in Management. She is a lecturer at the Department of Management, the University of Nigeria. Her research interests include the areas of general management, HRM and small business management.

Abass Abiola Carim holds Masters Degrees both in Personnel Psychology and Marketing. He researches in the areas of buyers' behaviour, marketing theory and marketing communications.

References

- Achumba, I. C. and Osuagwu, L. (1994). *Marketing Fundamentals and Practice*, Rock Hill: USA: Al-Marks Educational Research, Inc.
- Ademiluyi, S. (1996). Strategies. Nigerian oil and gas Annual Report, 6,81-83.
- Ahmad, J., and Kamal, N. (2002). Customer satisfaction and retail banking: an assessment of some of the key antecedents of customer satisfaction in retail banking. *International Journal of Bank Marketing*, 20(4/5), 146-61.
- Akerele, B. (2000). Industrial conflict in Nigeria: A note on research in Akeredolu Ale, E. O. (ed) *Social Research and National Development in Nigeria*, 11, N.I.S.E.R., PP.847-864.
- Akinyele, S. T. (2010). Strategic marketing practices on the performance of firms in Nigerian oil and gas industry, *International Journal of Research in Commerce and Management*, 1(4), 6-33.
- Aldrich, H. E. (1999). Organizations evolving. London: Thousand Oaks, California: Sage.
- Angur, M. G., Natarajan, R. and Jahera, J. S. Jr (1999). Service quality in the banking industry: an assessment in a developing economy, *International Journal of Bank Marketing*, 17, 116-123
- Anya, I. C. (2002), Consumer Behaviour. Lagos, Nigeria: University Press Ltd.
- Athanassopoulus, A. D. (1997). Another look into the agenda of customer satisfaction: focusing on service providers' own and perceived viewpoints. *International Journal of Bank Marketing*, 15, 264-78.
- Babakus, E. and Boller, G. W. (1992). An empirical assessment of the SERVQUAL scale, *Journal of Business research*, 24, 253-268.

- Baker, M. J. (2006). Marketing: An Introduction. USA: Macmillan Publishers.
- Bouman, M. and Van der Wiele, T. (1992). Measuring service quality in the car service industry: building and testing an instrument, *Journal of service industry management*, 3(4), 4-16.
- Boyd, W. L., Leonard, M. and White, C. (1994). Customer preferences for financial services: an analysis, *International Journal of Bank Marketing*, 12, 9-15.
- Brown, Stephen W. and A. Theresa Swartz (1989). A gap Analysis of Professional Service Quality, *Journal of Marketing*, 53: 92-98.
- Chukwu, M. (2002). DINESERV: A Tool for Measuring Service Quality in Banks, *Journal of Financial Administration*. 4, 56-60.
- Cronin, J. J. Jr. and S. A. Taylor 1992. Measuring Service Quality: A Reexamination and Extension, *Journal of Marketing*, 11, 1-10
- Day, J. & Reibstein, B. G. (1997). Service Quality and e-commerce: An exploratory analysis, Managing Service Quality, Vol. 11(2). 121-131
- Gary, M., & Karl, J. P. (2003). A Study on the Relationship between Customer Satisfaction and Service Attributes Offered by Public Sector and Private Sector Banks in India, *Journal of Money, Investment and Banking*, 24(2)73-86.
- Gronroos, Christian (1984). A Service Quality Model and Its Marketing Implications, European Journal of Marketing, 18 (3): 36-44
- Johne, A. (1999). Investigating and evaluation of service quality gaps by revised Servqual model, *Interdisciplinary Journal of Contemporary Research in Business* 3(9),1397-1408
- Kim, I. and Mauborgne, K. (1998). INTSERVQUAL: an internal adaptation of the GAP model in a large service organization. *Journal of Service Marketing*, 14(5), 358-377.
- Kotler, P. & Connor, I. (1997) Marketing. USA: Prentice Hall Inc
- Kotler, P. (1996). Principles of Marketing. New York: Prentice Hall Inc.
- McCarthy, E. J. (1995). Basic Marketing: A Global Managerial Approach. USA; McGraw Hill Inc
- McDonald, J. (2004). Business Management for Beginners, USA: South Western Cengage Learning
- NNPC (2004). The Nigerian Petroleum Industry Rule. Lagos: NNPC Prints
- Osuagwu, L. (1999). Introduction to Marketing. Lagos: LASU University Press
- Parasuraman, A., Berry, L. L. and Zeithaml, V. A. (1990). *Delivering Quality Service*, The Free Press, New York, NY.
- Parasuraman, A., V. A. Zeithaml and L. L. Berry, (1991). Understanding customer expectations of service. *Sloan Manage. Rev.*, 32: 1-25.
- Parasuraman, A., Zeithaml, V. A. and Berry, L. L. (1988). SERVQUAL: a multiple-item scale for measuring consumer perceptions of service quality, *Journal of Retailing*, 64, 12-40.
- Silvestro, K. and Johnston, I. (1990). Perception Gaps in customer expectations: Managers versus service providers and customers. *The Service Industries Journal*, 22(2), 109-128

- Treacy, M. and Wiersema, F. (1993). Customer intimacy and other value disciplines, The Harvard Business Review, pp. 82-93.
- Treacy, M. and Wiersema, F. (1995). *The Discipline of Market Leaders*, Harper Collins, London.
- Webster, C. (1989). Can consumer be segmented on the basis of their service quality expectations? Journal of service marketing, vol. 3, Spring, pp.73-80.
- Woodruff, R. B. (1997). Customer value: the next source for competitive advantage, *Journal of the Academy of Marketing Science*, 25, 139-53.
- Yang, Z. and Jun, M. (2002). Consumer perception of e-service quality: From internet purchaser and non-purchaser perspectives, *Journal of Business strategies*, 19. 19-41.
- Zeithalm, V. (2000). Service quality, profitability and the economic worth of customers: What we know and what we need to learn. *Journal of Academy of Marketing Science*, 28(1):67-68.
- Zeithmal, C. P. and Zeithmal, V. A. (1994). Environmental management: Revising the marketing perspective, *Journal of Marketing*, 48(2):46.

Creative Commons licensing terms

Creative Commons licensing terms

Authors will retain copyright to their published articles agreeing that a Creative Commons Attribution 4.0 International License (CC BY 4.0) terms will be applied to their work. Under the terms of this license, no permission is required from the author(s) or publisher for members of the community to copy, distribute, transmit or adapt the article content, providing a proper, prominent and unambiguous attribution to the authors in a manner that makes clear that the materials are being reused under permission of a Creative Commons License. Views, opinions and conclusions expressed in this research article are views, opinions and conclusions of the author(s). Open Access Publishing Group and European Journal of Management and Marketing Studies shall not be responsible or answerable for any loss, damage or liability caused in relation to/arising out of conflict of interests, copyright violations and inappropriate or inaccurate use of any kind content related or integrated on the research work. All the published works are meeting the Open Access Publishing requirements and can be freely accessed, shared, modified, distributed and used in educational, commercial and non-commercial purposes under a Creative Commons Attribution 4.0 International License (CC BY 4.0).