The effect of CSR on brand loyalty: the moderating role of corporate reputation and mediates the brand image

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ABSTRACT
Corporate Social Responsibility (CSR) is viewed as a good marketing tool due to its significant influence on customers' practices. The purpose of this study is to investigate the indirect effect of various measurements of CSR on brand loyalty. The study focus on indirect relationship of CSR on brand loyalty mediated with brand image and the study moderates corporate reputation. This is a conceptual paper based on an indirect relationship of CSR on brand loyalty. This article may provide evidence of an indirect relationship between CSR and brand loyalty through the moderating role of corporate reputation and mediated brand images. Our findings indicate that legal and ethical responsibilities, as two main dimensions of CSR, improve brand loyalty through brand images. Moreover, fulfillments of legal and ethical responsibilities play different roles in improving a brand loyalty. This article is an important step in research on the indirect relationship between CSR and brand loyalty and also it mediates brand image as moderated with corporate reputation.

Contribution/Originality
This study comprises a conceptual view on an indirect relationship of CSR and brand loyalty. This article may provide evidence of an indirect relationship between CSR and brand loyalty through the moderating role of corporate reputation and mediated brand images.

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1. INTRODUCTION

In current corporate practice, Corporate Social Responsibilities (CSR) has progressively come to be viewed as a decent vital advertising apparatus. There are two factors behind this development in CSR. From one viewpoint, customers requesting as of company a little further a top value item by little cost, or incline toward brand with are in public rumored at the point when assessing comparable items. Then again, a firm may acquire aggressive preferences by concentrating on non-financial components. The CSR is advantage build good and strong brand reflection or making customers inspirational disposition thus this imperative wellspring of spirited advantages.

Yet key estimation CSR near few intriguing yet unknown inquiries past researches. In the first place, present at rest an absence of sufficient studying explicatory the intricate outcome of CSR on brand loyalty. Now in this time there is no accord with researches regarding direct link among CSR and brand loyalty. This task of CSR influence customer conduct is very difficult direct link conceptualized past (Klein & Dawar, 2004; Abidin et al., 2016; Azam et al., 2016; Haseeb et al., 2014a; Haseeb et al., 2014b). While the dimensions of CSR are many of constructs, but it is still needed that to identify contrast how every constructs CSR issue proposed by consumers.

To classify this gap in past research, now this research study the straight link among CSR and brand loyalty with involvement of mediators, with brand image (functional and symbolic images), and moderador corporate reputation which is based on information from customers in the cosmetic companies of Pakistan. The theory of attitude - behavior link attitudes, subjective norms and behavioral intentions in a fixed causal sequence. The selling activities relies on upon what customers assume products are accomplishing to this or is regarded toward a component to mentality or objective standard. To the mentality, brand picture has to influence behavioral aims, for example, brand dependability (Johnson et al., 2001). Brand picture is by and large measured to the whole brand relationship to the remembrance of buyers. Organizations’ communally mindful practices signal that which customers structure demeanor through the brand, in order to focus the general faithfulness through brand. Customers might grip fairly contrasting relationship concerning to brand in light of CSR.

2. LITERATURE REVIEW

While the late 1990s, examination spotlights on the possessions of CSR on the responses of consumers are expanding. By and large, numerous studies recommend CSR exercises are huge effect under a several consumer connected consequences, for example, consumer expectation, brand decision and proposals, and customer loyalty (Sen and Bhattacharya, 2001; Salmones et al., 2005; Werther and Chandler, 2005). Even though this total positive relationship between an organization’s CSR record and consumers’ responses speaks to a vital starting in the comprehension of CSR, different examinations exhibit to the link among an organization's CSR activities and consumers' response is not generally immediate and clear. Others even demonstrate that CSR is not all that pertinent to customers’ choices, and now and again, customers ignore to consider the terrible community behavior of an organization when making their buys.

The current studies entered around how and why particular CSR activities effects consumers' practices. From one perspective, some examination investigated a few type mediators of consumers' CSR reactions, include organization variables (item excellence, CSR area) or individual-particular variables (for example, CSR related convictions). Then again, the instrument basic customers' reaction on CSR is underscored to the past studies and CSR are indicated in a roundabout way impact on consumer behavior. For example, high corporate believability (positive notoriety, group and ecological commitments) prompted a more inspirational state of mind the brand than low corporate validity, to decidedly impact customers' consumer aims (Sen and Bhattacharya, 2001).
Generally, the effect of CSR on consumers' behavior stays dubious for two fundamental reasons. Initially, there is a muddled relationship in the middle of CSR and consumers' behavior. The system hidden consumers' reaction in CSR desires hypothetical and observational. For example, a few examinations found to CSR might be beneficial outcome to brand community image in order to impact purchasers' obtaining aims. Notwithstanding, brand image is a build of a few measurements or comprehension of isolating distinctive constructs of brand image has been extra useful. The one more previous study may be centered around restricted parts of CSR, for example, group contribution what's more, firms give, and may consider CSR at a total rank, bringing about considerable contradiction on effect of CSR. So, that's why we check direct relationship between CSR on brand loyalty with the help of mediators, brand images, moderator corporate reputation.

CSR is an open and straightforward business rehearses; it is the technique in light of good values and appreciation to staff, group and environment. Corporate social responsibility is booked since it is the consequence of stable qualities for society all in all and for shareholders more particularly (Omidvar et al., 2006). The CSR is a commitment past legitimate and monetary necessities in which company considers ethical issues and cooperation in monetary improvement. While enhancing the nature of the work compel in a more extensive scale specifically group and deals with its business transform in a manner that will have positive effects on society (Carol, 1979). In different words, organizations are attempting to make a harmony between the hobbies of diverse recipients furthermore their social, financial, social execution (Shauki et al., 2008). Social obligation is "association voluntary commitment to satisfy straightforward and non-straightforward obligations that a society has exacted on the shoulders of an organization" (Falck and Heblich, 2007). Social obligation is made out of two measurements: "duty" to the group and "positive aiding" of the group.

2.1. CSR as perceived by consumers

Carroll's (1991) CSR system, being broadly acknowledged, incorporates four measurements: monetary, lawful, moral and altruistic where financial and legitimate obligations are needed, moral obligation is normal and magnanimous responsiveness is fancied. The relationship one is with an association, (for example, a representative, stockholder or purchaser) that influences the relative significance output on diverse measurements of CSR. The Case in point, workers' most noteworthy concern was financial, though consumers had a more grounded moral introduction (Smith et al., 2001). The best proposition for investigating the effect of the CSR characterize its multidimensional by taking into account distinctive desires of dissimilar partners (Maignan, 2001). Now in present research, we are occupied with consumers' impression of CSR in light the fact that buyers are the biggest partner bunch for firms. Also, we concentrated on lawful and moral obligations by sticking to Carroll’s model of CSR. This study gives the accompanying basis to the contention. The financial measurement alludes toward an association's commitment to be beneficial, productive and to keep up financial riches. Workers are concerned more about the company's capacity to create benefits since they need to be constantly utilized (Salmones et al., 2005). Interestingly, in a few exceptional situations (example the off chance that the customer was reliant to a firm that are the main provider to required item), customers were no concerned about the financial responsibilities of a firm (Smith et al., 2001). Humanitarian obligation, which is more optional or intentional from organizations, even though there is dependably the societal desire that organizations ought to give it, alludes to a company's commitment towards raising the prosperity and improvement of the society in general. Albeit numerous studies contended the beneficial outcome of altruistic farm duties execution, some investigations (FEAM, 2005) also found the altruistic conduct brand have no huge positive impact on consumers’ practices. These were two motivations toward clarify the irregularity. To begin with, charitable exercises will expend a few assets of an organization. Once the cash is focused on a magnanimous venture, it can't be utilized to enhance the creation of offices, to create administration capacities to go through markets. A few judicious consumers were ready to give up essential useful components of items for the generous conduct of a brand (Becker et al., 2006). Second, non-benefit associations normally had obligations to the public issue, for example, wellbeing, raining or advancement to voluntarism. Organizations participate through NPOs to give through societal projects as opposed to do it independent from anyone else freely. Therefore, consumers pay less regard for the
generous exercises and responsibilities of the organizations. Firms' lawful obligation alludes to exercises inside of the restrictions' legitimate necessities. Lawful conduct of a firm may impact to items' capacities or quality specifically, or this is very simple for consumers to frame sentiments in to the admiration. A company's moral responsibility alludes to the adherence to moral standards that go past lawful structures, that is being fair involved with consumers. The moral responsibility is identified with the complex issues, for example, natural assurance, HR administration, wellbeing and security on their work or relations with the suppliers and the purchasers. Contrast and workers, consumers accept that a company's adherence to moral and lawful orders would be viewed as additional imperative (Smith et al., 2001).

2.2. Brand loyalty
Brand loyalty is clients' propensity to pick an item or a business among different items for a particular need (Novo, 2004). Jayawardhen et al. (1997) states that "preparatory approaches regarding client faithfulness focus on rehashed buy or conceivable repurchase".

Idea of brand image have a rich history in the advertisement writings going reverse to the nineteen fifty. For the most part, brand icon capacities characterize item used by customers with separate association's putting fort has of aggressive contributions. The Meanings of brand image series as of extremely wide common near additional particular, for example, likening brand by the thought to brand’s contained identity similar to the implications related through them (see Dobni and Zinkhan 1990 for a survey). Martineau (1958) propose meanings of brands appear to be adequately enveloping, yet sufficiently succinct, to define image within helpful manner promoting examination. The finds that brand is an draw round idea that suggests customers purchase brands used fort their bodily characteristics and capacities or implications joined by the brand. Portrays stocker flection while mortal made out utilitarian character also mental characteristics. Those explanation good by researcher recommendation with fundamental piece of writing on brand image that customers purchase items otherwise brands no simply since properties and useful outcomes, in any case, likewise for the typical implications related through. In the establishment of the idea of (brand image) is a comprehension quality of practical results, in addition typical implications, consumers partner with an item. Consequently, for administrations, we can express that administration brand image incorporates the properties furthermore, utilitarian results and the typical implications consumers partner with a particular administration. Such implications are appended to an administration during mix individual knowledge, correspondence with other individuals, and promotion. This will be the combination of folks implications connected through an administration mark that effects conduct to brand, with publican related essential parts advising, inducing, and reminding. In total, administration brand reflection is the customer's mind photo product made because of brand-related boosts (including, but not confined to, publicizing stimuli).

2.3. Corporate reputation
The image of an organization creates and develops over the long run and for the most part relies on organization’s identity and unmistakable projects, their execution and how group saw its behavior. Reputation implies when an organization effectively fulfill the desire of a few partners (Fombrun, 1996) contend a decent repute to empower organizations toward indict far above the ground costs, pull in superior people or financial specialists with the ability to build simple contact to resources market. Experimental results demonstrate that if a firm has more prominent support and commitment in social welfare perspectives, then higher is the reputation of firm. Those associations which are falling in as charitable associations can assemble a reputation, create constructive media scope, expand representative duty, and improve trustworthiness, efficiency and consumer inclinations (Duncan and Moriarty, 1997).

2.4. Corporate reputation
In this exceedingly focused globalized world environment, CSR also affects company repute, greater part of fortune organizations has utilized corporate social obligation as a vital instrument to give input to desires of different partners i.e. media, non-government associations, popular sentiment, and even
consumers, to at least add to a noteworthy corporate picture (Jones, 2005). Correspondingly, study of Fombrun (2005) suggested boosting corporate reputation as an outward driver for the organizations to participate in corporate social responsibility exercises. Corporate reputation has been recognized as an interceding variable in corporate social responsibility disciplines (Chi-Shiun et al., 2010). Finally, in 2007 Fombrun (2005), have examined an expansive South African multinational notoriety in organization consumer relationships, representing that the consumer moral discernment about organization make up the premise for corporate reputation.

2.5. Theoretical framework and research model

Hypothesis

H1: Brand functional image is positive influence on brand loyalty.
H2: There is a positive relationship between CSR and brand image.
H3: There is a positive relationship between brand image and corporate reputation.
H4: There is a positive relationship between brand image and brand loyalty.
H5: The brand symbolic image has positive influence on brand loyalty.
H6: There is a positive relationship between CSR and corporate reputation.

Brand images have arranged on solid classes or most of models bunch into the image of two classes, to be functional and symbolic (Park et al., 1986). Functional images show unmistakable elements of an item, and symbolic image refers to immaterial components, mirroring purchasers' social endorsement, self-expression then again self-regard. As a rule, the more good image, if the superior the apparent item value of consumer fulfillment and loyalty (Johnson et al., 2001).

Consumers' choices rely upon to increases or misfortunes on buy. At that time, the consumers feel the additions are more than the misfortunes, customers are settled on a buying choice. Functional image constitutes that inherent favorable circumstances to an item's utilization or normally matches item related traits, for example, quality into utilization. In the Positive functional image may fulfill customer fundamental inspirations, for example, taking care of or maintaining a strategic distance from issues in order to expand the apparent advantages to the brand (Johnson et al., 2001; Herrmann et al., 2007). An effective brand ought to be seen as functionally valuable so that customers will rehash purchasing behavior.

While movement of social desires or the lower expenses into the customer to exchanging brands, now the weight to obligation lies through the brand to show included non-functional value. Because the brand is vital making one-person personality and also the feeling of satisfaction for consumers. Significant capacities contending brands are not altogether diverse in a marketing sector arranged environment. The case point is the beauty care products brands give generally comparative components, for example, cosmetic products, brightening and against maturing. In the result, non-functional symbolic image turns into a critical thought at the point when purchasers are being decided. Typical image is the outward point of preference of item utilization, which relates may be with non-item related characteristics and it is connected with the fundamental requirement of social regard alternately singular expression (Park et al., 1986). Now in the connected through brand have a positive symbolic image that may bring about advantages on a customer regarding self-personality and self-improvement, the purchaser tries to take an interest with the association into brand and demonstrates his or her loyalty with brand. Specifically, the brand’ social motivation is noticeable on collectivist society. Collectivist society is also considered marks the fortify gathering participation furthermore, alliance more appealing (Robinson, 1996). In collectivist social orders, individuals are coordinated into firm gatherings with the expectations of the loyalty. Buying and utilizing specific brand are one-way buyers have the capacity to express to others that they fit in with a craved amass and are behaving in a proper way.

CSR have a record to be a component of general corporate affiliations or particular to the attribute level data about items (Maignan and Ferrell, 2001; Becker-Olsen et al., 2006). An enterprise's lawful
obligation is to take after the laws that administrators authorize to secure workers, stockholders, buyers and suppliers. Lawful obligation may be found to influence purchaser seeing item quality. Our justification is as per the following. A buyer's buying choice relies upon the apparent advantage and danger. From the normal negative utility taking up to the purchase of a specific brand, see danger originate to instability or little learning related with those items. The data asymmetry that constantly exists between the firm and its customers obliges within utilize signals that has passed on qualities about its items with the exercises (Chen and He, 2003). The learning of a brand complying with the laws may send signs to customers which give buyers trust in their decision. The case in point the brand will include fixings needed with the laws and regulations when outlining items are utilized proper crude materials while the fabricating items, instead of pointless fixings and low-quality materials. Lawful obligation works as a 'protection approach' in the buyer's assessment of the item (Klein & Dawar, 2004). At the point when customers buy the brand which satisfies its legitimate obligation, which feel that their advantages will be ensured with the laws furthermore, these are dealt with decently and the brand cannot evade the legitimate obligations.

To the most part alluded to as the arrangement of good rule that guides behavior, moral obligation beats the restriction of laws and includes exercises that are most certainly not essentially classified with the laws yet are normal through societal individuals. Being brand behave ethical or unethical might likewise have huge impact in to the consumers attitude with the brand. This study used the method of reasoning to present the contention that incorporates accompanying two perspectives. From one viewpoint, no totally culminate lawful framework in a general public. The new laws furthermore, regulations have defective regularly fall back at the genuine business rehearses. Hence, organizations settle on their choices incompletely on the premise of moral codes and standards which go past simple lawful systems. Unethical behavior of a brand would have a negative impact on consumers’ attitude. At the point when consumer think that a firm has a terrible moral reputation, this worry ought to usually raise question about the nature of its items on the grounds that buyers will accept that a trashy firm makes disgraceful items. At the point now, the consumers are mindful to unscrupulous arrangements or exercises, the consumer have blacklist brands/organizations sharing into these exercises. Then again, an association's moral obligation has been seen as a fair, guaranteed as honest with association through their consumers. When the items are more complex the items that are consumers’ purchase from an organization, to the more probable consumers are to rely on how the organization treats the buyers. Customers have accepted that the moral brand sincerely exchanges item data and they will believe the item's quality (Elc et al., 2007). Purchasers have been not known the attributes also, elements of all fixings and materials and their mixes, yet the consumers are make sure that makers will do what is normal. Hence, customers want to purchase the legitimate brand. Besides, a legitimate brand, that has been building a positive association with society or regularly refreshing as a moral player has solid motivating forces with keep up the reputation.

These days utilization choices are great extent symbolic images, that people utilize to express something about who they are or what they seek to be. We support to this declaration we originate to hypothesis of individual association which asserts through cover among a man's self-idea or apparent authoritative character results in an individual being attracted to the association in light of the fact that it gives simple open doors to fluency with advertising zone, to segments prompting a client's distinguishing proof brand is appeal of mark's character. The CSR data is liable to constitute an especially important premise for consumers’ assessments of brand character (Sen et al., 2006). In that point consumers see incongruence among the individual lettering or the brand in their responses in CSR activities. The CSR activities are reduction customers' expectations for purchase the brand.

Lately improvement of society, the legitimate framework has been built up continuously what not gatherings, within associations and people, have required to comply with the law and rules. Regardless of how elevated the situation have been in the public eye, the first is liable to the principle of law. Legitimately dependable conduct to the brand mirrors this estimation as lawful culture within public arena. Furthermore, there is no critical distinction between sexual orientations concerning the introduction towards legitimate obligation (Ramasamy and Yeung, 2009). At the point when a
consumer picks a legitimately mindful brand, it implies that he/she regards laws and has cognizance of complying with laws and standards; that turns into a method for self-expression.

Consumers’ ethical buying is ‘an outflow of the person's moral judgment in his or her buying behavior’. Moral brands end up the position somewhere they have to meet consumers’ attitude needs. At the point when a brand acts the way it is seen to be moral, consumers are liable and surmise to the attractive characteristics that are reverberate to the feeling of self. When the brand is more prestigious, accordingly, it is better than open door to a customer for improving self-regard through his or her association with the brand. The case in point, ecological insurance to the essential issue or individuals have through obligation ensure the location. Natural disquiet relates to the brand and the image to the reaction from the desires of society. Subsequently, purchasers lean toward green items to demonstrate that they are ‘moral’. Also, social character scholars state that individuals need to separate themselves from others in social settings, and accordingly are liable to search out gatherings for association that are particular on measurements they esteem. At the point when sharing their moral utilization encounters with in-gathering or out-gathering individuals, consumers may pick up the admiration of and acknowledgment from others. Specifically, we all know that the Pakistani consumers who are installed in collective society clearly want to buy those brands regard that their qualities or moral standards.

![Figure 1: Theoretical model](image)

**3. DISCUSSION**

Past reviews recommended that CSR had significant positive outcomes on brand loyalty. By extending these works this study examined how the CSR, counting legitimate and moral duties, improved brand dependability through the mediating role of brand images and also thought moderate corporate reputation.

With this research the indirect relationship amongst CSR and brand loyalty, our theoretical approach contributes to the existing literature in three noteworthy ways. To begin with, our review viewed legitimate and moral duties as two separate measurements of CSR and inspected their distinctive parts when influencing customers’ practices, improving the present comprehension of CSR which concentrated on just a single part of CSR or considered CSR at the total level. Second, our review offered new bits of knowledge into the roundabout connection amongst CSR and brand loyalty by presenting the go between of brand image including. Third, we utilized genuine brands and consumer behavior to brand image and also corporate reputation.

This article may provide evidence of an indirect relationship between CSR and brand loyalty through the moderating role of corporate reputation and mediated brand images. Our findings indicate that legal and ethical responsibilities, as two main dimensions of CSR, improve brand loyalty through brand images. Moreover, fulfillments of legal and ethical responsibilities play different roles in improving a brand loyalty. This article is an important step in research on the indirect relationship between CSR and brand loyalty and also it mediates brand image as moderated with corporate reputation.
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