# Implication of National Culture in Firms' Innovative Capabilities From Malaysian Perspective

Siti Farhanah Hasnan, Razamin Ramli, Mohd Noor Abdul Hamid, Maznah Mat Kasim

Abstract: Innovation is the key characteristic of any developed nations. From an organizational perspective, innovation allows firms to remain relevant and stay competitive in the market. Hence, fostering innovation has become the main agenda for many organizations all over the world. With globalization and technological advancement, more organizations are becoming multinational and conducting their businesses across borders. The understanding of local culture is essential for these firms in their quests for innovation. This paper examines the implications of national culture on firms' innovation capabilities in the context of Malaysia. The discussion adopts Hofstede dimension of national culture and focuses mainly on the leadership and effective strategic communication in innovation development. A framework is developed to explain the context, enablers and barriers to innovation.

Keywords: National culture, innovation, strategic communication, Leadership, Hofstede, Malaysia

## I. INTRODUCTION

Malaysia economy is no longer dependent to agriculture and now moving towards technology. This evolution showed that Malaysia is paving its way in becoming a developed country. Thus, the creation of innovative society is urgently needed to ensure the sustainability of Malaysia's growth. Furthermore, Malaysia also has received countless investment from other countries through the Foreign Direct Investment (FDI). According to Department of Statistics Malaysia (2016), the net inflow of Malaysia's FDI is RM43.4 billion, meanwhile the stock value and overall investment income at the end of 2015 are reported as RM504.9 billion and RM51.3 billion respectively [1]. However, the net inflow of Malaysia's FDI has dropped from previous years [2].

### Revised Manuscript Received on May 23, 2019.

Siti Farhanah Hasnan, School of Decision Science, School of Quantitative Science, College of Arts & Sciences, Universiti Utara Malaysia, 06010 UUM Sintok, Kedah, Malaysia

**Razamin Ramli,** School of Decision Science, School of Quantitative Science, College of Arts & Sciences, Universiti Utara Malaysia, 06010 UUM Sintok, Kedah, Malaysia

**Mohd Noor Abdul Hamid,** School of Creative Industry Management and Performing Arts, College of Arst & Sciences, niversiti Utara Malaysia, 06010 Sintok, Kedah, Malaysia

Maznah Mat Kasim, School of Decision Science, School of Quantitative Science, College of Arts & Sciences, Universiti Utara Malaysia, 06010 UUM Sintok, Kedah, Malaysia

This situation has affect the economic growth of the country. Hence, understanding the impacts of national culture on firm's performance is crucial especially in a plural and multi-cultural community such as Malaysia.

Malaysia consist of 32.4 million of population which come from diverse background of ethnicity [3]. The Malaysian population are predominantly defined by the three major ethnic groups which are Malays/Bumiputera (62.0%), Chinese (20.6%) and Indian (5.7%) [4]. This multiethnicity has numerous cultural diversity that can be involved in organization. Thus, by recognition of cultural diversity in organization may have positive influence on organizational behaviour. Specifically, understanding of human interaction and attitude within organization helps to maintain the mutual relationship among the members. This is even more crucial in the globalisation era where companies are becoming more multinationals and rapid technology changes have affected the business strategies and the managerial utilization of communication. As a result, organizations nowadays require creative ideas and innovation in order to survive in an emerging competitive environment and continuously producing novel inventions. A highly diverse organization is essential for enhancing the productivity and innovation which can lead to economic growth [5]. To this end, understanding of how local culture affects the innovative process may become a key factor in determining the success of a firm.

A firm's innovation process could be affected by cultural diversity in its workforce. Understanding the cultural values within an organization may help in increasing the cognitive abilities, improving problem solving which could lead to producing new ideas [6]. These ideas could be adapted and introduced in new forms or contexts that are beneficial to organizations or institutions [7]. However, culture can also pose barriers in achieving employee innovation in organization especially in Malaysia context where there is the multi-ethnic people with different mind-set and norms. According to Zerfaß & Huck (2007), organizations innovation could be promoted by understanding the leadership communication [8]. From this point, innovation needs to come hand-in-hand with leadership. The successful of an organization greatly depends on the quality of leadership particularly on the part of the top management.



Therefore, this paper aims to review the Hofstede's dimensions of national culture and their implications on leadership communication, specifically on the firm innovation capabilities, from Malaysian perspective.

# II. CULTURE AND STRATEGIC COMMUNICATION

The term culture has been defined in so many ways, depending on the context of discussion. According to Triandis (1993), culture is a social domain that emphasizes on the shared elements which are attitudes, beliefs, selfdefinition, norms, and values in individual's interactions [9]. The practices and behavioural patterns of a group also ensemble the culture [10, 11, 12]. Meanwhile, the most frequently cited definition by Hofstede defined culture as "the collective of the mind that distinguished the members of one group or category of people from another" [13, p.6]. Analysis of the available definitions reveals that some common themes that culture encapsulates a set of values, beliefs, norms, and self-definition which represent a particular group of a community in a particular area. Given that definition, a national culture can be concluded as individuals' social norms which shape the individuals behaviour as well as the whole society [14].

On the other hand, the word strategic, from a modernist approach, is defined as a tactic on how to control the world through organizational management by eliminating the conflicts and adherence to organizational goals, [15] with the aim to assess the economic goals and contribution in the organizations [16]. In this approach, communication is identified as one of the key aspects which relates to the organization's ability on delivering the information from the different levels of an organization. The effectiveness of communication is seen as the key for gaining competitive edge, compliance and establish network. Thus, the term strategic communication can be simply viewed as an organization's effective use of communication in meeting worthwhile endeavours. According to Hallahan et al. (2007), the purpose of strategic communication is broadly to observe how people interact in various processes and build relationships in the strategic process. In general, the term strategic is relatively associated with power and decision making. Meanwhile the strategic communication related to discovering the links between culture, communication and organizational change [15].

An effective strategic communication can be constrained by external factors which include environment uncertainty and social risk culture [17]. The mind set of people from different cultures can be an obstacle to have an effective communication. Specifically, cultural differences affect the way people think and behave. In multicultural societies, each group may have a distinct history, culture, belief system, values and language which can influence the strategic communication. Consequently, conflict may take place if this cultural barriers are not handled properly, while in a wider context, prejudice and hatred could rise in the society. It is widely accepted that the way people communicate to each other is influenced by their culture. For example, people who rely on traditions and customs or also referred as high context cultures, are strongly inclined

to indirect communication which can lead to communication breakdown. Meanwhile people in low context cultures are less capable to understand the culture diversity and tend to be more insular. Most of the time these cultures communicate directly and need to be dealt explicitly and precisely [18], as they may lead to offence and resentment in conversation. In short, the existence of culture differences could affect high and low context communication and how other people view these cultures.

# III. INNOVATION CULTURE RELATED TO LEADERSHIP

Innovation generally refers to the process of developing novel ideas that would add value for an organization or society. As a process, innovation involved two main phases. The first phase is generation of new ideas that could be derived from exploring existing opportunities, identifying organization gaps and proposing solutions to the problems. The second phase involves evaluating the ideas and implementing the best possible solution. These two key phases are essential for producing an innovation that allow organization to survive and remain competitive in a long term [19]. Meanwhile, from a more detail perspective, Rogers (2003) illustrates the innovation-decision process into five stages; (i) knowledge, (ii) persuasion, (iii) decision, (iv) implementation, and (v) confirmation [20]. According to Rogers (2003), an innovation does not necessarily need to be original. As long as something is novel and new to the society, it can be considered as innovation. At the stage of persuasion, the individuals' affective would actively seek the possible outcome of the new knowledge before deciding this knowledge is worth it or not. Then, the adoption or rejection takes place at decision stage. Finally, the innovation would be implemented and confirmed by the authority or together with the subordinate. At each stage, communication plays a vital role in ensuring successful innovation.

In a nutshell, innovation is a process of developing new or resourceful ideas that have strong influence on everyday life and implementing this idea in some context for future benefits [8, 21]. Within the innovation discourse, the majority of the researchers often associates innovation with creativity [22]. This is not surprising because in order to generate new ideas, the involvement of individual's creativity is very important to ensure that more ideas are generated, evaluated and that the best idea could be implemented successfully. Allowing creativity to flourish could be seen as the first phase of innovation process. The process of gathering information, identifying the problems and exploring the rationality of new problem solving ideas required individual's creativity [23]. In other words, the creativity and innovation process are interdependence. The innovation culture is perceived as multi-dimensional whereby the members of organizations with different norms contribute to the innovation process.

Nevertheless, for innovation to take place and become an organizational culture, it needs to be supported with strong leadership and effective communication as well as suits the overall individual culture in a firm.

Strategically, an individual's innovation helps to achieve the organization goals [21, 24, 25]. However, promoting innovative culture within an organization can be challenging if the individuals themselves are not willing and do not have the desire to share their ideas for improving the organization [26]. According to De Jong and Den Hartog (2007), the leader plays important role in influencing the employees' individual innovative behaviour. This is due to the fact that the employees' innovative behaviour greatly depends on their interaction with others in the workplace especially the leaders who have the most powerful influence on employees' work behaviour [27, 28, 29]. Hence, leadership skill is essential to influence others towards achieving specific goals or targets and triggering individual innovation. In order to successfully implement creative ideas within an organization, employees' innovation and leadership must happen in parallel. Without a good leadership, organization innovation could not be promoted and developed. This is where effective strategic communication play its role.

# IV. MALAYSIAN NATIONAL CULTURE IN THE LIGHT OF INNOVATION

Hofstede [11, 30, 31] identifies Malaysian culture as high power distance, collectivist, low uncertainty avoidance, medium masculinity, indulgence and short term orientation. Using this national culture dimensions, this paper examines its implication to the innovation process from the strategic communication perspective.

## **Power Distance**

Despite the continuous effort to close the gap both socially and economically, the hierarchical structure is still a prevalent attribute of Malaysian society [11]. Apart from the differences in economy and social, the disparity between the higher status and lower status in Malaysian societies was also widened by the religion and political structures. This has created a large distance between those who are highly influential and those who are less influential in the society. The inequality issues remained high and become the biggest challenge for Malaysia in moving forward to high-income countries. For instance, the study conducted by Khazanah Research Institute reveals that the poverty and income inequality are more vulnerable especially for people in the middle class [32].

Malaysian society is identified as being high in power distance (PD) where people in different social hierarchy are more willing to accept and expect that the power is distributed unequally based on their authority and qualification [10, 11, 30, 31, 33, 34, 35, 36, 37, 38, 39, 40]. Ting and Ying (2013) reveal that Malaysian society still accepts the unequal distribution of power between both high and lower status persons either in society or business [40]. Generally, the individuals with power are perceived as superior and elite, whereas those with less power accept their places in the hierarchy [41]. The organizations with

high PD culture are more likely to value status, power and prestige [42, 43].

Even though the acceptance of power, status and wealth inequalities allows individuals to learn on how to deal and interact with people from different levels of power [31, 44], new innovation is harder to manifest due to the existence of bureaucracy structure [45]. Furthermore, the process of innovation in high PD cultures are more prone to be from top down rather than bottom up. Nevertheless, it is argued that the bottom up invention allows organization to remain competitive [46]. This situation happened because the employees' ideas, creativity and problem solving skills are the crucial components to force the innovation [47]. Moreover, the innovation does not merely depend on the participation of high status person but it begins with those persons in charge in the business which know their customers' needs better than others.

The break down intra-group communication, less trustworthy and corporation are the possible situation would happen in hierarchical organizations [48]. Thus, a strong communication is certainly needed to build trust and to establish collaboration in these hierarchical organizations. However, there is a risk for lower status person when communicating with the higher status person. As such, the lower status person might get rewarded or rebuked for communicating with the higher status person [49]. If rebuking occurs, it will reaffirm the persons' lowly proposition and also reduce their motivation where they feel very useless and less capable. This conflict could be worst if they get rebuked in the presence of peers. This humiliation would often lead to latent and passive behaviour. Typically, the nature of Malaysian culture is concerned about the face saving [10, 33, 37, 39, 50, 51, 52, 53]. This notion of saving face proposes that one should not raise the subject or directly critique other parties that could possibly lead to the feeling humiliation. As a consequence, the employees will attempt to give positive messages and feedbacks to their employer or peers [49]. Sometimes silence could be the best way to avoid degrading [54]. Hence, the high status persons are often making decisions without having all the information due to the lower status persons are too introverted by the status barrier to speak the truth or report all the information.

The hierarchical status barrier has a real impact on communication which resulted in lacking of new innovations. Even though individuals at the lower hierarchy could give respect, trust, obedience, loyalty, submission and defer judgements to people with high status [10, 39, 41, 51, 55, 56, 57], the quality of communication and innovation are often reduced. Hence, the leadership has to play important roles for promoting the innovation and break the communication barrier. A leader must be capable to create a conducive organizational environment where the members may exchange proposition to solve the problems and develop new interventions [58].

Another way to solve the status differential without change the hierarchical structure is to build solidarity [49]. Richmond et al. (2005) defined solidarity as a solid unity among the group which establishes a close and trustworthy relationship. As the trustworthy exists, the members would be more open and honestly communicate to share their opinion, creativity and ideas without fear of being rebuked or punished. Hence, the effectiveness of communication would increase the solidarity between a leader and members in the organizations. Other than that the members in organization also should view themselves as innovative by constantly challenging each other and learn from each other's ideas for a better future innovations

#### Collectivism

Hofstede (2003) also identified Malaysian society as collectivist and this view is supported by other studies such as [11, 31, 34, 35, 37, 39, 40, 59]. Collectivism is an attitude that emphasized the important of group identity over individual identity which is people in this groups tend to stress on belonging of the society and perceive loyalty [9]. In Malaysia, the collectivism attitude can be witnessed in forms such as family gatherings and social events or This attitude preserves the harmonious atmosphere, the sense of togetherness and respect for elders. These are also the priority in the negotiation process. In societal rules and regulations, perceive loyalty from others is the utmost priority in order to foster strong relationships [10, 39, 51]. This group of society will share the same responsibility and care of each other. In contrast, the individualist culture put more emphasizes on the human independence and achievement. Special rewards were given to people who are successful in accomplishing certain target goals and also given an incentive for any contributions or innovation [60]. Indirectly, the existence of competition between the members might boost them to produce more innovation and more contribution to their organizations.

Collectivism can be divided into horizontal collectivism and vertical collectivism. Horizontal collectivism stresses the decision making powers are relatively equal among the individuals in collectivism groups. Meanwhile, the vertical collectivism is based on hierarchical structures of power where the people in this organization are willing to sacrifice themselves for a group and decision making power is decided by authority [61]. The Malaysian society in general is more team-oriented and seeks to give priority to group goals over individuals' goals. Any opinion, new ideas or decision making must get agreement and predetermined by the group in order to avoid mistake that could lead to shame feelings [59].

Even though collectivist organizations are generally less innovative, these groups are more focus on achieving conformity and providing a static efficiency in the economic growth [60]. On the other hand, the main advantage of collectivist organizations is the emphasis on team-oriented [10, 33, 52, 62]. The effect of hierarchical structure organization that clearly defined the responsibilities of employees in workplace has the potential to make them become more collaborative. Working in group allows the employees to work together to achieve the target goals that have been set by people from higher status. However, the

shared responsibility may engenders the uncommitted employees and pick up other weaknesses. Furthermore, they might feel less confident on suggesting any ideas and decline to contribute when knowing that their individuals' effort might not be recognized and rewarded.

Malaysians are generally tolerance in which they are able to cope with ambiguity without experiencing undue stress and somewhat assertive and competitive [40]. According to Gorodnichenko and Roland (2012), the collectivist society puts more value to harmony relationships and conformity as compared to individualism structure which gives more value personal freedom and power status [60]. In the context of Malaysian organization, more emphasizes are put on harmony and cooperation among the group members. They are more concern on perceiving harmonious relationship, that they avoid raising the subject or directly critique or giving opinions that could lead to long debates. In short, collectivist organizations offers the advantage of more harmonious relationships among individuals [10, 50, 63, 64, 65] which can provide a good climate for innovation to flourish. Each member of a group is more eager to contribute without concern for advantage being taken of them or whether others are doing their part. Hence, a proposed solution to close the innovation gap is to strategically manage both the sense of collectivism and individualism in organization. For example, each team member is required to share their knowledge, skills and responsibilities together in the same projects and, at the end the manager still can evaluate the individuals' performance through the overall contribution to the project.

#### **Uncertainty Avoidance**

The uncertainty avoidance dimension encompasses the capabilities of society norms in handling the ambiguity situations. This ambiguity causes different reactions in different individuals based on their cultures. Different society may have different levels of anxiety on how to deal with the fact that the future is unknown and should they feel comfortable or uncomfortable with the ambiguity situations. Hofstede clarifies the uncertainty avoidance as a society level of tolerance or comfort for ambiguity, uncertainty and unstructured situation [31]. As a whole, the fundamental of this dimension is to assess the cultural perceptions about the future.

The level of uncertainty avoidance can be categorized as high or low uncertainty avoidance. In most of situations, cultures with a high level of uncertainty avoidance will have low tolerance for ambiguity. This cultures tend to be a risk-adverse and try to reduce the possible uncertainty circumstance by minimizing the immediate decisions. They also favour a well-structured environment and more comfortable to follow the established regulations to overcome the ambiguous [66]. In contrast with society in low uncertainty avoidance, the group members are more relaxed and easily tolerated [39, 67]. They also are more likely to consider taking risks even though they cannot predict the outcome of the future.



Customarily, these people believe that there is no need for establishing the regulations unless it is necessary and if the regulations do not fit the current environment, it should be abolished or changed.

The existence of tolerance among Malaysian has been established since independence where people are willing to accept other individuals' different culture and social background [39, 51, 65, 68, 69, 70]. According to Sintang et al. (2013), culture tolerance is capable in influencing the humanistic principle in people minds. In his article, he classified these humanistic principles into two elements which is people who love for peace and being understanding to each other [71]. Besides accepting indifferent of culture background, tolerance also recognizes as the universal human right and showing respect is an essential humanity for every person. Hence, individuals who live in a multiracial society would get an opportunity to learn from others while respecting and valuing their differences in religious and ethical belief. Thus, understanding tolerance is a very important key to keep peace and harmony among the authorities. Tolerance also could create a society which feels valued and respected by other groups which from an organizational perspective can be a good indicator for innovation.

Typically, the organizations with a low uncertainty avoidance are more lenient to risk taking and flexible in adjusting behaviour towards the environmental changes. The openness of employees in sharing the ideas and thoughts could be the stepping stone for organizations to become more successful. However, this culture often favours a flat organizational structure. As discussed earlier, Malaysia is a hierarchical society which can result in an idea not reaching to the top management due to hierarchical barriers or bureaucracy. Furthermore, the difficulty to achieve cultural tolerant is rooted to the existence of prejudice in the society. The distrust and fear from people especially of different religions, culture and ethnic could make it tougher to create harmonious relationship. However, conflict can be solved by communications. Through effective communication acceptance and respect would be key solutions to most of our problems. Effective communication also bridges the gap between upper and lower status and fixes the complexity of relationship in organizations before getting worse. It provides safe environment which enables the group to discuss conflict and differences without fear. A harmonious relationship in Malaysian society could be maintained with cultural appropriateness [72]. According to Thomas (2002), cultural appropriateness is related to cultural identity, communication styles, meaning system and social network which are concerned on the difference set of attribute on norms, language preferences and civility [73]. Hence, a strong and constant communication is a very important element to build a harmonious relationship in society.

#### **Other Culture Dimensions**

The masculinity-femininity cultural dimension measures the individual's behaviour that leads to trigger the individual's motivational mind set. In masculine cultures, the societies often refer to result-oriented. This resultoriented means that the societies emphasize more on individual's performance in order to achieve successful outcomes [59]. An organization with a masculine culture is assertively and competitively moving towards materialism such as money, status and power relationships [74, 75]. The employees tend to be cordial and dominate their behaviour accordance to leaders' preference. In contract, the feminine cultures are concerned on social relationships and quality of life [75]. The feminine society is not preferable to be a centre of attention. It only focuses on completing the given task rather than being the best among other members. This society is known as process-oriented.

In Malaysia context, both masculinity and femininity are transcended as claimed by Hofstede (1984). Typically, the Malaysian cultures perceive the value of harmonious relationships [10, 50, 53, 63, 64]. According to Kennedy (2002), the individuals in this culture are respecting other people's feeling without hurting their self-esteem [37]. Thus, this cultures value the community spirit and strive for consensus by helping each other. Moreover, these people also are more comfortable working in the hierarchical organization structures (high power distance) as the best way for them to achieve the success. From this point, it seems that Malaysian society is more likely prone to feminine cultures. However, Ting and Ying (2013) discovered that Malaysians nowadays are moving more towards a moderate masculine cultures [40]. They are increasingly attempting to gain great profit (money and power) through competition between the members in order to improve their quality of life. In short, the people in this country is increasingly devoted their lives for work and making profit. Nevertheless, according to Kaasa (2013), masculinity culture does not have much effects in generating new ideas due to this culture that is more on explorative behaviour than exploitative behaviour [76]. Thus, the innovation could be hindered due to this problem.

Based on Hofstede's study, Malaysia is also categorized as aiming for indulgence and short term orientation. Ismail and Lu (2014) defined the people in indulgence cultures generally show the satisfaction of human desires with regards to the value of happiness [77]. This culture has tendency to act and behave without regulated by strict social norms. On the other hands, short term orientation is the culture of societies which respect for tradition, preservation of 'face' and fulfilment of social obligations.

#### V. CONCLUSION

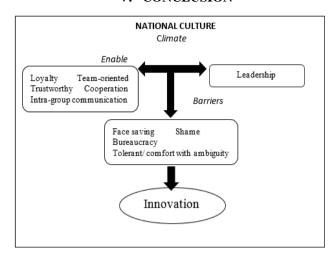


Fig. 1 A framework for the implications of Malaysian national culture on organization' innovation capability

The existing of cultural differences in societies have influences the national culture innovation especially in the organizations. The emergence of national cultures in multi diversity organization would affects the innovation. This culture would shapes the individual's behaviour including their mind, values and beliefs. Thus, the knowledge on these cultures will assist the innovations in the organization. In Malaysia context, the recognition of cultural diversity was accepted within the organizations. The innovation in organizations are difficult to foster unless the climate of innovation are manage properly (Figure 1). effectiveness of innovation can be increased depending on the leaders on how they create the innovation climate where the employees in the organization are free to contribute the ideas. At the same time, there are some barrier that could be hurdle for innovations to happen. The barrier of face-saving, shame, bureaucracy and comfort with ambiguity have created the burden to the employees in producing and providing the ideas. Thus, both national culture and innovation climate are the key elements that must be manage properly by the leaders through the strategic communication. The loyalty, trustworthy, cooperation, team-oriented and intra-group communication between the leaders and the employees are main components that should have in organizations have in order to promote and develop more creative ideas. From this point, leadership plays crucial roles to trust and respect employees equally to ensure the employees could voice out their opinion and propose a better innovation.

### VI. ACKNOWLEDGMENT

This article is benefited from the funding of Universiti Utara Malaysia and Ministry of Higher Education Malaysia under the Trans Disciplinary Research Grant Scheme (S/O Code: 13307).

### REFERENCES

 Department of Statistics Malaysia. (2016). Statistics of Direct Investment in Malaysia, 2015. Retrieved from https://www.dosm.gov.my/v1/index.php?r=column/pdfPrev&id=Yjg2 V010RDBBbGRYZW11cmwxM2wzQT09

- Department of Statistics Malaysia. (2018). Statistics of Direct Investment in Malaysia, 2017. Retrieved from https://www.dosm.gov.my/v1/index.php?r=column/pdfPrev&id=TENV b0xWNXFiTnJ4ekk3R2d0NkFkdz09
- Department of Statistics Malaysia. (2019). Current population estimates, Malaysia, 2017-2018. Retrieved from https://www.dosm.gov.my/v1/index.php?r=column/pdfPrev&id=c1pqT nFjb29HSnNYNUpiTmNWZHArdz09
- Central Intelligence Agency. (2019). The World Factbook: East Asia/Southesast Asia (Malaysia). Retrieved from https://www.cia.gov/-library/publications/the-worldfactbook/geos/mv.html
- Ozgen, C., Nijkamp, P., & Poot, J. (2011). The impact of cultural diversity on innovation: evidence from Dutch firm-level data
- Lee, N. (2015). Migrant and ethnic diversity, cities and innovation: Firm effects or city effects? Journal of Economic Geography, 15(4), 769-796.
- Syrett, S., & Sepulveda, L. (2011). Realising the diversity dividend: population diversity and urban economic development. Environment and Planning A, 43(2), 487-504.
- Zerfaß, A., & Huck, S. (2007). Innovation, communication, and leadership: New developments in strategic communication. International Journal of Strategic Communication, 1(2), 107-122.
- Triandis, H. C. (1993). Collectivism and individualism as cultural syndromes. Cross-cultural research, 27(3-4), 155-180.
- Amir, S. (2009). The influence of national culture on communication practices: a case study on Malaysian organisation.
- Hofstede, G., & Hofstede, G. J. (2004). Cultures and organizations: Software of the mind: Intercultural cooperation and its importance of survival. New York, NY: McGraw-Hill.
- Leung, K., Bhagat, R. S., Buchan, N. R., Erez, M., & Gibson, C. B. (2005). Culture and international business: Recent advances and their implications for future research. Journal of International Business Studies, 36(4), 357-378.
- Hofstede, G., G. J. Hosfstede, G. J., & Minkov, M. (2010).
  Cultures and Organizations: Software of the Mind. New York: McGraw-Hill.
- Bagchi, K., Cerveny, R., Hart, P., & Peterson, M. (2003). The influence of national culture in information technology product adoption. AMCIS 2003 Proceedings, 119.
- Hallahan, K., Holtzhausen, D., Van Ruler, B., Verčič, D., & Sriramesh, K. (2007). Defining strategic communication. International Journal of Strategic Communication, 1(1), 3-35.
- Jablin, F. M., & Putnam, L. L. (2000). The new handbook of organizational communication: Advances in theory, research, and methods: Sage Publications.
- Holtzhausen, D., & Zerfass, A. (2014). The Routledge handbook of strategic communication: Routledge.
- Kittler, M. G., Rygl, D., & Mackinnon, A. (2011). Special Review Article: Beyond culture or beyond control? Reviewing the use of Hall's high-/low-context concept. International Journal of Cross Cultural Management, 11(1), 63-82.
- King, N., & Anderson, N. (2002). Managing innovation and change: A critical guide for organizations: Cengage Learning EMEA.
- Rogers, E. M. (2003). Diffusion of innovations (5th ed.). United States: Free Press.
- Axtell, C. M., Holman, D. J., Unsworth, K. L., Wall, T. D., Waterson, P. E., & Harrington, E. (2000). Shopfloor innovation: Facilitating the suggestion and implementation of ideas. Journal of occupational and organizational psychology, 73(3), 265-285.
- McLean, L. D. (2005). Organizational culture's influence on creativity and innovation: A review of the literature and implications for human resource development. Advances in developing human resources, 7(2), 226-246.
- West, M. A. (2002). Sparkling fountains or stagnant ponds: An integrative model of creativity and innovation implementation in work groups. Applied psychology, 51(3), 355-387.
- Smith, G. P. (1996). The New Leader: Bringing Creativity and Innovation to the Workplace: CRC Press.



226

# International Journal of Innovative Technology and Exploring Engineering (IJITEE) ISSN: 2278-3075, Volume-8 Issue-8S3, June 2019

- 25. Unsworth, K., & Parker, S. K. (2003). Promoting a proactive and innovative workforce for the new workplace. THE NEW WORKPLACE: A GUIDE TO THE HUMAN IMPACT OF MODERN WORKING PRACTICES, D. Holman, TD Wall, CW Clegg, P. Sparrow, A. Howard, eds., Chichester: John Wiley & Sons.
- De Jong, J. P., & Den Hartog, D. N. (2007). How leaders influence employees' innovative behaviour. European Journal of innovation management. 10(1), 41-64.
- Anderson, N., De Dreu, C. K., & Nijstad, B. A. (2004). The routinization of innovation research: A constructively critical review of the state-of-the-science. Journal of organizational Behavior, 25(2), 147-173
- 28. Yukl, G. A. (2002). Leadership in organizations.
- Zhou, J., & Shalley, C. E. (2003). Research on employee creativity: A critical review and directions for future research. Research in personnel and human resources management, 22, 165-218.
- 30. Hofstede, G. (1984). Culture's consequences: International differences in work-related values (Vol. 5): sage.
- Hofstede, G. (2003). Culture's consequences: Comparing values, behaviors, institutions and organizations across nations (2 ed.). Newbury Park, CA: Sage.
- 32. Dass, F. (2016). Education plays crucial role in enabling Msian children be financially better off than parents. New Straits Time Online. Retrieved from http://www.nst.com.my/news/2016/10/184033/education-plays-crucial-role-enabling-msian-children-be-financially-better
- 33. Abdullah, A. (1992). The influence of ethnic values on managerial practices in Malaysia. Malaysian management review, 27(1), 3-18.
- Ahmad, K. (2001). Corporate leadership and workforce motivation in Malaysia. International Journal of Commerce and Management, 11(1), 82-101.
- Ashkanasy, N. M. (2002). Leadership in the Asian century: Lessons from GLOBE. International Journal of Organisational Behaviour, 5(3), 150-163
- Karande, K., Rao, C., & Singhapakdi, A. (2002). Moral philosophies of marketing managers: A comparison of American, Australian, and Malaysian cultures. European Journal of marketing, 36(7/8), 768-791.
- Kennedy, J. C. (2002). Leadership in Malaysia: Traditional values, international outlook. The Academy of Management Executive, 16(3), 15-26.
- Lim, L. (2001). Work-related values of Malays and Chinese Malaysians. International Journal of Cross Cultural Management, 1(2), 200-226
- Sumaco, F. T., Imrie, B. C., & Hussain, K. (2014). The consequence of Malaysian national culture values on hotel branding. Procedia-Social and Behavioral Sciences, 144, 91-101.
- Ting, S. K. T., & Ying, C. Y. (2013). Culture dimensions comparison: A study of Malaysia and South Korea. Review of Integrative Business and Economics Research, 2(1), 535.
- Kirkman, B. L., Chen, G., Farh, J.-L., Chen, Z. X., & Lowe, K. B. (2009). Individual power distance orientation and follower reactions to transformational leaders: A cross-level, cross-cultural examination. Academy of Management Journal, 52(4), 744-764.
- 42. Jaw, B.-S., Ling, Y.-H., Yu-Ping Wang, C., & Chang, W.-C. (2007). The impact of culture on Chinese employees' work values. Personnel Review, 36(1), 128-144.
- Schwartz, S. H. (1999). A theory of cultural values and some implications for work. Applied psychology, 48(1), 23-47.
- Javidan, M., & House, R. J. (2001). Cultural acumen for the global manager: Lessons from project GLOBE. Organizational dynamics, 29(4), 289-305.
- 45. Widhiastuti, H. (2012). The Effectiveness of Communications in Hierarchical Organizational Structure. International Journal of Social Science and Humanity, 2(3), 185.
- Kralewski, D. (2012). Bottom-up, Decentralized Approach to Innovation Strategy. Paper presented at the NGEBIS.
- Høyrup, S. (2010). Employee-driven innovation and workplace learning: basic concepts, approaches and themes. Transfer: European Review of Labour and Research, 16(2), 143-154.
- 48. Anderson, C., & Brown, C. E. (2010). The functions and dysfunctions of hierarchy. Research in organizational behavior, 30, 55-89.

- Richmond, V. P., McCroskey C, J., & McCroskey L, L. (2005).
  Organizational communication for survival. United States: Pearson Education
- Abdul Rashid, Z., Sambasivan, M., & Abdul Rahman, A. (2004). The influence of organizational culture on attitudes toward organizational change. Leadership & organization development Journal, 25(2), 161-179
- Idris, A. (2011). Ethnicity And Cultural Values: An Empirical Study Of Malay And Chinese Entrepreneurs In Peninsular Malaysia. ETHNICITY, 26(1), 22-40.
- 52. Mansor, N. (2000). Malaysian culture and the leadership of organisations: A GLOBE study. Malaysian management review, 35.
- 53. Rashid, M. Z. A., & Ho, J. A. (2003). Perceptions of business ethics in a multicultural community: The case of Malaysia. Journal of Business Ethics, 43(1-2), 75-87.
- 54. Abdullah, A., & Ling, K. S. (2009). Culture matters in Malaysia.
- Basabe, N., & Ros, M. (2005). Cultural dimensions and social behavior correlates: Individualism-Collectivism and Power Distance. International Review of Social Psychology, 18(1), 189-225.
- Bochner, S., & Hesketh, B. (1994). Power distance, individualism/collectivism, and job-related attitudes in a culturally diverse work group. Journal of cross-cultural psychology, 25(2), 233-257.
- 57. Romm, N. R., & Hsu, C.-Y. (2002). Reconsidering the exploration of power distance: an active case study approach. Omega, 30(6), 403-414.
- Horth, D., & Buchner, D. (2009). Innovation Leadership: How to use innovation to lead effectively, work collaboratively and drive results. Center for Creative Leadership, Greensborough, North Carolina.
- Hofstede, G. (2011). Dimensionalizing cultures: The Hofstede model in context. Online readings in psychology and culture, 2(1), 8.
- Gorodnichenko, Y., & Roland, G. (2012). Understanding the individualism-collectivism cleavage and its effects: Lessons from cultural psychology Institutions and comparative economic development (pp. 213-236): Springer.
- Triandis, H. C. (2001). Individualism-collectivism and personality.
  Journal of Personality.
- Abu Bakar, H., Su Mustaffa, C., & Mohamad, B. (2009). LMX quality, supervisory communication and team-oriented commitment: A multilevel analysis approach. Corporate Communications: An International Journal, 14(1), 11-33.
- Fink, D., & Laupase, R. (2000). Perceptions of web site design characteristics: a Malaysian/Australian comparison. Internet Research, 10(1), 44-55.
- 64. Fontaine, R., & Richardson, S. (2005). Cultural values in Malaysia: Chinese, Malays and Indians compared. Cross Cultural Management: An International Journal, 12(4), 63-77.
- 65. Ghani, D. B. A. (2015). Upin & Ipin: Promoting malaysian culture values through animation/Upin e Ipin: promoviendo la cultura malasia a través de los valores de la animación. Historia y Comunicación Social, 20(1), 241.
- Shane, S. (1995). Uncertainty avoidance and the preference for innovation championing roles. Journal of International Business Studies, 26(1), 47-68.
- Mangundjaya, W. (2011). The Correlation and Impact of Uncertainty Avoidance to Innovative Behaviour (A Study among Minangkabau Entrepreneurs). 10th International Entrepreneurship Forum. Tamkeen, Bahrain. 9-11.
- 68. Fontaine, R., Richardson, S., & Peik Foong, Y. (2002). The tropical fish problem revisited: A Malaysian perspective. Cross Cultural Management: An International Journal, 9(4), 60-70.
- Mun, A. S., Fern, C. P., & Chin, L. C. (2015). Between ethnicization and globalisation: Mediating contesting cultural identities of Malaysian youths. Geografia-Malaysian Journal of Society and Space, 11(3), 73-82
- Ramli, M. A., & Jamaludin, M. A. (2011). †Uruf Majmuk: Konsep Dan Amalannya Dalam Masyarakat Majmuk Di Malaysia. Jurnal Fiqh, 8
- Sintang, S., Khambali, K. M., Senin, N., Shahrud-Din, S., Rahman, N. F. A., & Zin, S. H. M. (2013). The culture of tolerance in families of new Muslims convert. Middle East Journal of Scientific Research, 14(12), 1665-1675.
- 72. Ramli, R. (2013). Culturally appropriate communication in Malaysia: budi bahasa as warranty component in Malaysian discourse. Journal



# Implication of National Culture in Firms' Innovative Capabilities From Malaysian Perspective

of Multicultural Discourses, 8(1), 65-78.

- Thomas, D. R. (2002). Evaluating the cultural appropriateness of service delivery in multi-ethnic communities. Evaluation Journal of Australasia, 2(2), 50-56.
- Alves, J. C., Lovelace, K. J., Manz, C. C., Matsypura, D., Toyasaki, F.,
  & Ke, K. G. (2006). A cross-cultural perspective of self-leadership.
  Journal of Managerial Psychology, 21(4), 338-359.
- Budin, D., Kamisah, A., & Wafa, S. A. (2013). The Relationship between Gender and Ethnicity upon Hofstede's Cultural Dimensions among Sabah Ethnicities. IOSR Journal of Business and Management, 10(6)
- 76. Kaasa, A. (2013). Culture as a Possible Factor of Innovation: Evidence from the European Union and Neighbouring Countries.
- Ismail, M., & Lu, H. S. (2014). Cultural values and career goals of the millennial generation: An integrated conceptual framework. Journal of International Management Studies, 9(1), 38-49.

