



**CHRISTOPHER ZERRES**

---

**MARKETING**

**Schriftenreihe „Arbeitspapiere für Marketing und Management“**

**Herausgeber:  
Prof. Dr. Christopher Zerres**

**Hochschule Offenburg  
Fakultät Medien und Informationswesen**

**Arbeitspapier Nr. 10**

**Success Factors of Automobile After-Sales Service  
in China**

**Fraß, A. / Zerres, C.**

**Offenburg, September 2016**

**ISSN: 2510-4799**

## **Impressum**

---

**Prof. Dr. Christopher Zerres  
Hochschule Offenburg  
Fakultät Medien und Informationswesen  
Badstraße 24  
77652 Offenburg  
ISSN: 2510-4799**

## **CONTENT**

---

Content .....	3
1 Introduction.....	1
2 Methodology .....	1
3 Interpretation of results .....	9
4 References .....	15
Information about the authors.....	22

## 1 INTRODUCTION

---

Automobile premium brands operate globally, which is undoubtedly required, because, for the most part, domestic markets are either decreasing or stagnating. China has become today the most important and biggest car market. Recently selling has become challenging because urban areas are well penetrated, and in poorly penetrated rural areas, incomes are low. This is particularly alarming for German brands, because of their premium orientation. Simultaneously, the after-sales market in China has been growing continuously. As a result, this market has a huge potential, which is likewise attractive because it has been scientifically proven across industries that after-sales services are high-margin profit drivers. Despite its great significance, the Chinese automobile after-sales market remains insufficiently researched, especially in terms of critical success factors and cultural influences, which therefore was the starting point for a study. The results will be presented and interpreted now in this new working-paper.

## 2 METHODOLOGY

---

Initially an exploratory expert survey was conducted, in order to specify, and to challenge the given problem statement. On this basis, and especially due to an assessment of the state of research on automotive marketing, after-sales services and Chinese consumer behaviour, the objective was formulated to investigate theoretically and to verify empirically what determines the automobile manufacturer's success in the Chinese after-sales market, while considering especially cultural influences.

In order to elaborate relevant context information, German car manufacturers were presented and discussed as the object of research. A China-specific market overview was provided to illustrate the local consumer landscape and important challenges with regard to after-sales services. Based on that, the three brands, Audi, BMW and Mercedes-Benz are defined as the manufacturer group of interest. Due to their market penetration, the empirical research is focussed on service customers living in urban areas.

In a next step the following research model was developed.

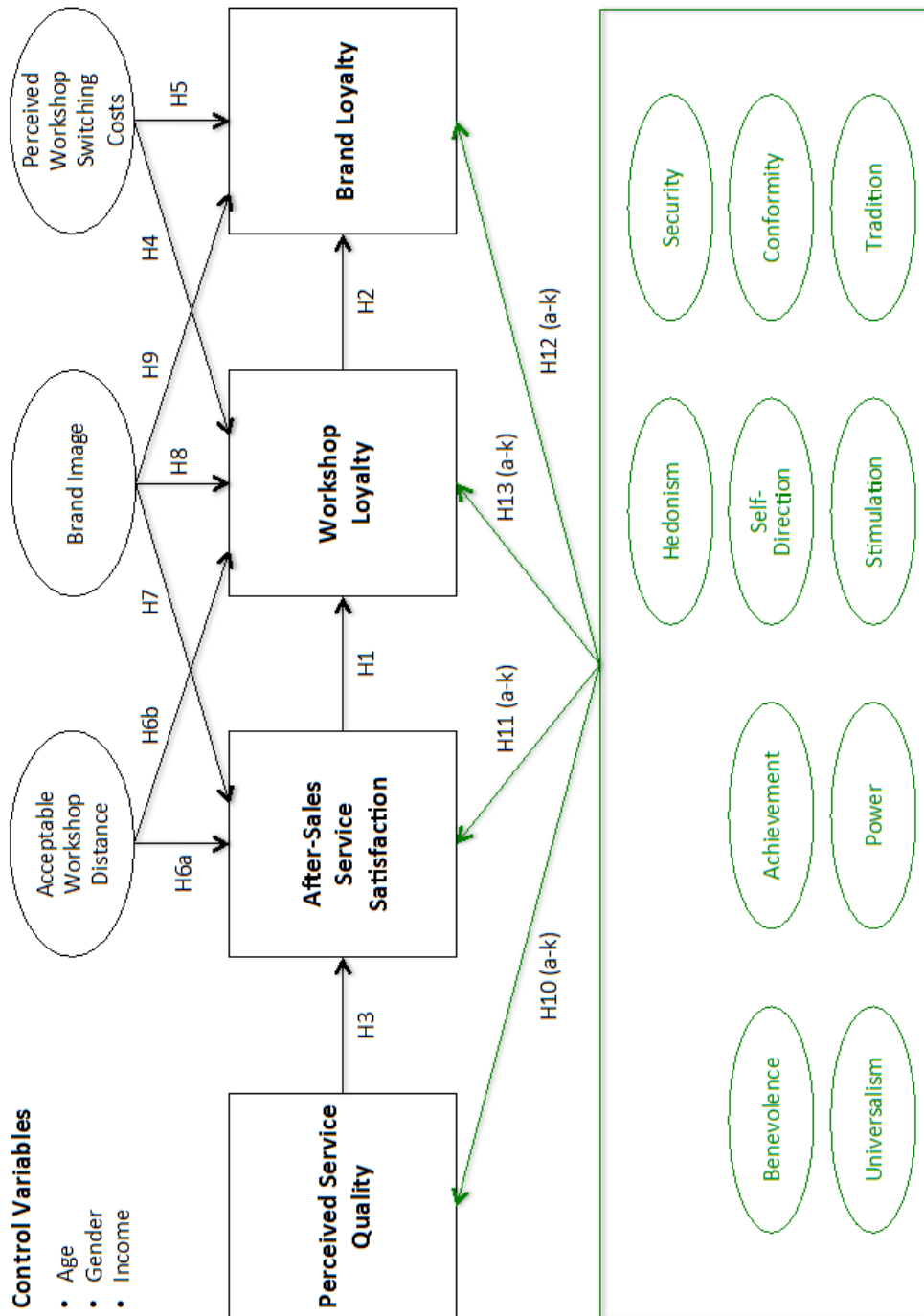


Figure 1: Research Model Overview  
Reference: Author's illustration

Next the overview of all established hypotheses is given. In addition, the most important contributions from the literature review are shown, because hypotheses are deduced from them. In order to present a clear table, only major contributions are listed, which directly have

integrated the mentioned constructs or in the culture section familiar constructs, with empirically testable relationships.

Overview of Hypotheses		
Automobile Section		
No.	Hypothesis Relevant Literature	Supporting Theories
H1	<b>The higher the after-sales service satisfaction, the higher the workshop loyalty.</b>	Risk Theory
	HÜNECKE (2012), p. 127; HÄTTICH (2009), p. 213; BEI/CHIAO (2001), p. 138; DEVARAJ ET AL. (2001), pp. 434 f.; BLOEMER/PAUWELS (1998), p. 82; BLOEMER/LEMMINK (1992), p. 359 Additional Input from service industries in China: LI ET AL. (2008), pp. 455 f.; DENG ET AL. (2010), p. 295; YIM ET AL. (2008), p. 751	Dissonance Theory Learning Theory
H2	<b>The higher the workshop loyalty, the higher the brand loyalty.</b>	Risk Theory
	HÜNECKE (2012), p. 128; HÄTTICH (2009), p. 213; BLOEMER/LEMMINK (1992), p. 359	Dissonance Theory Learning Theory
H3	<b>The higher the perceived service quality, the higher the after-sales service satisfaction.</b>	C/D-paradigm
	HÜNECKE (2012), p. 147; SHUQIN/GANG (2012), p. 177; HÄTTICH (2009), p. 213; BEI/CHIAO (2001), pp. 136 ff.; DEVARAJ ET AL. (2001), p. 434 Additional Input from service industries in China: DENG ET AL. (2010), p. 296; YIM ET AL. (2008), p. 751.	Kano Model Attribution Theory
H4	<b>The higher the perceived workshop switching costs, the higher the workshop loyalty.</b>	Transaction Cost Theory
	PETER (1998), pp. 77; HÄTTICH (2009), pp. 213 ff.	Prospect Theory Transaction Cost Utility Concept
H5	<b>The higher the perceived workshop switching costs, the higher the brand loyalty.</b>	Transaction Cost Theory
	VERHOEF ET AL. (2007), p. 108. Additional Input from service industries in China: DENG ET AL. (2010), p. 295; LI ET AL. (2008), pp. 455 f.	Prospect Theory Transaction Cost Utility Concept
H6	<b>There is a relationship between acceptable workshop distance and after-sales service satisfaction or workshop loyalty.</b>	Transaction Cost Theory
H6a	The shorter the acceptable workshop distance (AWD), the higher the after-sales service satisfaction.	
H6b	The shorter the AWD, the higher the workshop loyalty. No directly related studies available.	
H7	<b>The higher the brand image, the higher the after-sales service satisfaction.</b>	Assimilation Theory

	DEVARAJ ET AL. (2001), p. 434 Additional Input from service industries in China: LAI ET AL. (2009), p. 984.	
H8	<b>The higher the brand image, the higher the workshop loyalty.</b>	Information Economics
	TU ET AL. (2014), p. 23 ff.	Prospect Theory
H9	<b>The higher the brand image, the higher the brand loyalty.</b>	Information Economics
	HÜNECKE (2012), p. 128 Additional Input from service industries in China: WANG (2010), pp. 258 f.; OGBA/TAN (2009), p. 141.	Prospect Theory
<b>Culture Section</b>		
<b>No.</b>	<b>Hypothesis</b> Relevant Literature	<i>Supporting Theories</i>
H10	<b>Perception of service quality is significantly influenced by culture, which means by at least one individual level value.</b>	Schwartz` Value Theory
H10 a-k	Perception of service quality is significantly influenced by: conformity (CON); tradition (TRA); benevolence (BEN); universalism (UNI); self-direction (SE-D); stimulation (STI); hedonism (HED); achievement (ACH); power (POW); security (SEC). KNÖRLE (2011), pp. 203 ff.	
H11	<b>After-sales service satisfaction is significantly influenced by culture, which means by at least one individual level value.</b>	Schwartz` Value Theory
H11 a-k	After-sales service satisfaction is significantly influenced by: (CON); (TRA); (BEN); (UNI); (SE-D); (STI); (HED); (ACH); (POW); (SEC). VAN BIRGELEN ET AL. (2002), pp. 60 f.; REIMANN ET AL. (2008), p. 70; FRANK ET AL. (2013), pp. 2402 f.	
H12	<b>Brand loyalty is significantly influenced by culture, which means by at least one individual level value.</b>	Schwartz` Value Theory
H12 a-k	Brand loyalty is significantly influenced by: (CON); (TRA); (BEN); (UNI); (SE-D); (STI); (HED); (ACH); (POW); (SEC). LAM (2007), p. 15; THOMPSON ET AL. (2014), p. 2443; YOO (2008), pp. 53 f.	
H13	<b>Workshop loyalty is significantly influenced by culture, which means by at least one individual level value.</b>	Schwartz` Value Theory
H13 a-k	Workshop loyalty is significantly influenced by: (CON); (TRA); (BEN); (UNI); (SE-D); (STI); (HED); (ACH); (POW); (SEC). No directly related studies available.	

Table 1: Overview of Hypotheses

Reference: Author's tabel

The theoretical and conceptual foundations were comprehensively discussed. Brand loyalty was defined as the predominant success indicator, and the after-sales service success chain is presented as the basis for the research model. Additionally, cultural influences are conceptualised and integrated. The focus was on values as a core element of culture and a cause of behaviour. These were operationalised with regard to the theory of individual level values, which SCHWARTZ defines as 'trans-situational goals, varying in importance, that serve as guiding principles in the life of a person or group.'<sup>1</sup> The set of ten distinct individual level values was organised around a motivational circle, as a coherent system which allows the effects of every single value to be researched.

Based on these comprehensive discussions, and the set of hypotheses deduced from them, the empirical research process started. Here, the success-factor research approach was presented, and PLS-SEM was chosen as the best-fitting method to statistically evaluate possible success factors. The research design took various requirements into consideration. An online survey results which suits the Chinese` target group specific operationalisation, scaling and translation equivalence requirements. The surveys questionnaire was tested using two pre-tests. The collected data was challenged through an error control system, which is why the final data set was reduced to 301 cases. Afterwards, reflective and formative measurement models, as well as the structural model were strictly tested with conservative standards and thresholds. As a result, the final path model was acknowledged as absolutely appropriate, which is why the testing of hypotheses was conducted afterwards.

The following table shows the results of the empirical study.

---

<sup>1</sup> Cf. Schwartz et al. (2012), p. 664.; Schwartz (1992), pp. 1 ff.



<b>Overview of Hypothesis Testing</b>					
Criteria Requirement Level		$\beta$ $\geq 0.1$	t-value $\geq 1.96$ ( $\geq 1.65$ )	$f^2$ $\geq \text{small}$	All criteria fulfilled
No.	Hypothesis				Result
<b>H1</b>	<b>The higher the after-sales service satisfaction, the higher the workshop loyalty.</b>	0.578***	7.733	Large	<b>Accepted</b>
<b>H2</b>	<b>The higher the workshop loyalty, the higher the brand loyalty.</b>	0.331***	5.453	Medium	<b>Accepted</b>
<b>H3</b>	<b>The higher the perceived service quality, the higher the after-sales service satisfaction.</b>	0.673***	10.723	Large	<b>Accepted</b>
<b>H4</b>	<b>The higher the perceived workshop switching costs, the higher the workshop loyalty.</b>	0.022	0.448	x	<i>Rejected</i>
<b>H5</b>	<b>The higher the perceived workshop switching costs, the higher the brand loyalty.</b>	0.305***	5.720	Medium	<b>Accepted</b>
<b>H6</b>	<b>There is a relationship between acceptable workshop distance and after-sales service satisfaction or workshop loyalty.</b>	x	x	x	<i>Rejected</i>
H6a	The shorter the acceptable workshop distance (AWD), the higher the after-sales service satisfaction.	-0.003	0.143	x	<i>Rejected</i>
H6b	The shorter the AWD, the higher the workshop loyalty.	0.031	1.032	x	<i>Rejected</i>
<b>H7</b>	<b>The higher the brand image, the higher the after-sales service satisfaction.</b>	0.162**	2.523	Small	<b>Accepted</b>
<b>H8</b>	<b>The higher the brand image, the higher the workshop loyalty.</b>	0.165***	2.629	Small	<b>Accepted</b>
<b>H9</b>	<b>The higher the brand image, the higher the brand loyalty.</b>	0.162***	2.730	Small	<b>Accepted</b>
<b>H10</b>	<b>Perception of service quality is significantly influenced by culture, which means by at least one individual level value.</b>	0.601***	14.982	Large	<b>Accepted</b>
H10a	Perception of service quality is significantly influenced by conformity.	0.127	1.239	n/a	<i>Rejected</i>
H10b	Perception of service quality is significantly influenced by tradition.	-0.045	0.659	n/a	<i>Rejected</i>
H10c	Perception of service quality is significantly influenced by benevolence.	0.035	0.311	n/a	<i>Rejected</i>
H10d	Perception of service quality is significantly influenced by universalism.	0.205**	2.173	n/a	<b>Accepted</b>
H10e	Perception of service quality is significantly influenced by self-direction.	0.187*	1.910	n/a	<b>Accepted</b>
H10f	Perception of service quality is significantly influenced by stimulation.	0.139	1.486	n/a	<i>Rejected</i>
H10g	Perception of service quality is significantly influenced by hedonism.	0.102	0.962	n/a	<i>Rejected</i>
H10h	Perception of service quality is significantly influenced by achievement.	-0.135	1.290	n/a	<i>Rejected</i>
H10i	Perception of service quality is significantly influenced by power.	-0.013	0.161	n/a	<i>Rejected</i>
H10k	Perception of service quality is significantly influenced by security.	0.114	1.349	n/a	<i>Rejected</i>

Significance Level \* $p \leq 0.1$ ; \*\* $p \leq 0.05$ ; \*\*\* $p \leq 0.01$

Criteria Requirement Level	$\beta$ $\geq 0.1$	t-value $\geq 1.65$	f <sup>2</sup> $\geq \text{small}$	All criteria fulfilled
<b>H11</b> <b>After-sales service satisfaction is significantly influenced by culture, which means by at least one individual level value.</b>	0.010	0.151	x	Rejected
H11 a-k After-sales service satisfaction is significantly influenced by conformity, tradition, benevolence, universalism, self-direction, stimulation, hedonism, achievement, power or security	x	x	x	Rejected
<b>H12</b> <b>Brand loyalty is significantly influenced by culture, which means by at least one individual level value.</b>	0.242***	4.141	Small	<b>Accepted</b>
H12a Brand loyalty is significantly influenced by conformity.	0.029	0.511	n/a	Rejected
H12b Brand loyalty is significantly influenced by tradition.	0.040	0.889	n/a	Rejected
H12c Brand loyalty is significantly influenced by benevolence.	0.000	0.007	n/a	Rejected
H12d Brand loyalty is significantly influenced by universalism.	0.101*	1.799	n/a	<b>Accepted</b>
H12e Brand loyalty is significantly influenced by self-direction.	0.136**	2.376	n/a	<b>Accepted</b>
H12f Brand loyalty is significantly influenced by stimulation.	0.059	1.182	n/a	Rejected
H12g Brand loyalty is significantly influenced by hedonism.	-0.004	0.083	n/a	Rejected
H12h Brand loyalty is significantly influenced by achievement.	0.011	0.193	n/a	Rejected
H12i Brand loyalty is significantly influenced by power.	0.034	0.754	n/a	Rejected
H12k Brand loyalty is significantly influenced by security.	0.064	1.301	n/a	Rejected

Significance Level \*p $\leq$ 0.1; \*\*p $\leq$ 0.05; \*\*\*p $\leq$ 0.01

Criteria Requirement Level	$\beta$ $\geq 0.1$	t-value $\geq 1.65$	f <sup>2</sup> $\geq \text{small}$	All criteria fulfilled
<b>H13</b> Workshop loyalty is significantly influenced by culture, which means by at least one individual level value.	0.157**	2.427	Small	<b>Accepted</b>
H13a Workshop loyalty is significantly influenced by conformity.	0.052	0.792	n/a	<i>Rejected</i>
H13b Workshop loyalty is significantly influenced by tradition.	-0.043	0.849	n/a	<i>Rejected</i>
H13c Workshop loyalty is significantly influenced by benevolence.	0.042	0.475	n/a	<i>Rejected</i>
H13d Workshop loyalty is significantly influenced by universalism.	0.158**	2.152	n/a	<b>Accepted</b>
H13e Workshop loyalty is significantly influenced by self-direction.	0.118	1.624	n/a	<i>Rejected</i>
H13f Workshop loyalty is significantly influenced by stimulation.	0.058	0.866	n/a	<i>Rejected</i>
H13g Workshop loyalty is significantly influenced by hedonism.	0.042	0.578	n/a	<i>Rejected</i>
H13h Workshop loyalty is significantly influenced by achievement.	-0.035	0.466	n/a	<i>Rejected</i>
H13i Workshop loyalty is significantly influenced by power.	-0.004	0.073	n/a	<i>Rejected</i>
H13k Workshop loyalty is significantly influenced by security.	0.073	1.144	n/a	<i>Rejected</i>
Significance Level *p $\leq$ 0.1; **p $\leq$ 0.05; ***p $\leq$ 0.01				

Table 2: Overview of Hypotheses Testing

Reference: Author's table

The following Figure 2 shows the path model with a summary of all theoretically proposed relationships, which are also empirically accepted. The strength of each path coefficient ( $\beta$ ) is indicated through the thickness of the arrow. Additionally, the significance level is reported. The total effects of individual level values are symbolised targeting the second-order construct, Culture1–4, but the number of the hypothesis indicates the full relationship – for instance H10d shows a total effect on perceived service quality. Non-significant relationships are not illustrated.

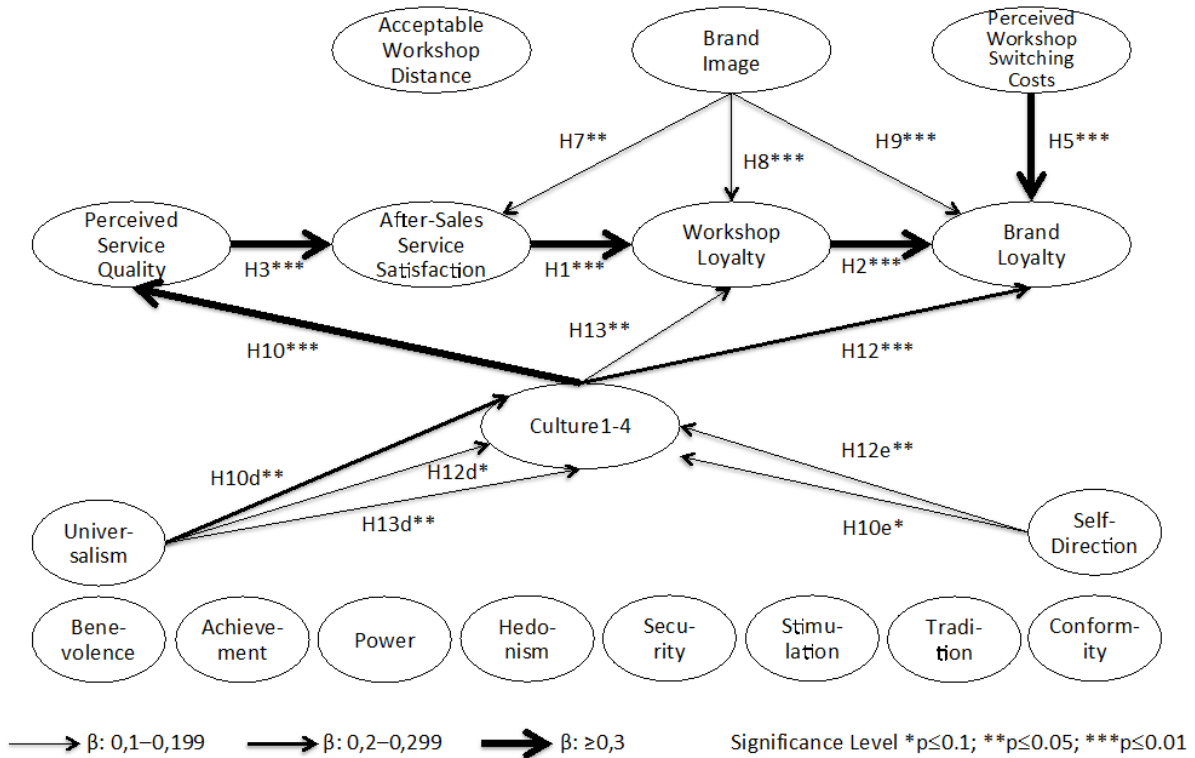


Figure 2: Strength of Empirically Confirmed Hypotheses in the Path Model

Reference: Author's illustration.

### 3 INTERPRETATION OF RESULTS

A detailed discussion of this study's findings are now summarised and interpreted. The interpretation takes place against the background of a priori theorised relationships and context-related studies. The endogenous automobile constructs are presented sequentially – in the manner of 'How to achieve...' – starting with perceived service quality. Finally, cultural aspects are deepened.

#### How to Achieve Perceived Service Quality

Perceived service quality is the starting point of the after-sales service success chain. The formative measurement approach makes it possible to give information about the most important drivers of perceived service quality, which are very familiar to the after-sales service instruments of the marketing mix, which can be steered by the OEMs. Often Chinese consumers are considered to be highly price sensitive,<sup>2</sup> and very different from Westerners, especially when it comes to rich consumers.<sup>3</sup> The perceived service quality is not generally moderated by income, but in fact the formative drivers are different from those in Western markets. In China costs are only the seventh important driver for quality, in contrast to

<sup>2</sup> Cf. Guo (2013), p. 25.

<sup>3</sup> Cf. Saidi et al. (2010), pp 1 ff.

France, Italy and Spain, where they rank within the top four.<sup>4</sup> KNÖRLE has (2011) doubted the predominance of price consciousness in Chinese consumer behaviour,<sup>5</sup> and the findings of the current study acknowledge his argumentation.

The most important drivers for Chinese premium customers are convenience, the attractiveness of the facility (both relatively unimportant in Europe), as well as honesty and integrity (desired in Europe). Additionally, the after-sales marketing should be aware of significant age- and gender-related customer preferences). Here most importantly, the ability to do the job right is a strong positive driver for men but a negative one for women.

Finally, cultural effects as proposed, significantly influence the perception of service quality, thus H10 is accepted. Two individual level values are empirically identified as causal influences.

First, universalism significantly predicts perceived service quality with a path coefficient of 0.205, thus hypothesis H10d is accepted. Generally, universalism expresses tolerance of others and the understanding, appreciation, and protection of the welfare of all people and of nature. (Note that here the dimension of tolerance or wisdom and equality is emphasised, not the enhancement of welfare, which would be individual level value benevolence). On the first view that might seem to be a mismatch with the automotive context, but understanding and appreciation are dimensions which can be seen as linked to the C/D paradigm. The theory is that the customer compares perceived performance (is) with a reference standard (should be). If the reference standard is relatively low, which might be the case due to the characteristics of high tolerance and understanding, then the customer perceives or judges the service quality as being relatively high.

Second, the perception of service quality is significantly influenced by self-direction (H10e). Likewise, this proposed relationship holds true for the empirical tests. Self-direction is an individual level value which stands for such things as independent thinking, choosing action over inaction, creativity and exploration. KELLEY's attribution theory (1973) says that transaction partners endeavour to explain the (positive) outcome of actions by attributing causes to their own behaviour, and in contrast the transaction partner's behaviour to the environment.<sup>6</sup> With regard to the customer's own perception, this theory might explain that self-direction fosters perceived service quality, because if a person thinks they have made a good choice with their car service provider, the perception of quality likewise adapts in its strength or is more generous. In fact, this arguments, and that universalism and self-direction both are causal for the mentioned perception, is in line with the general argumentation of SCHWARTZ (1996) who say that, 'Self-direction and universalism both express reliance upon one's own judgement and comfort with the diversity of existence.'<sup>7</sup> Moreover, ZHANG ET AL. (2008) argue that in general, Eastern service demanders have lower overall expectations of service quality, and are more likely to be satisfied when they evaluate services.<sup>8</sup> The two individual level values self-direction and universalism in combination with the CD-paradigm may now offer an explanation for the causal background.

---

<sup>4</sup> All ranks are related to a maximum of nine drivers. Western markets are analysed in the same manner by Hünecke (2012), pp. 229 ff.

<sup>5</sup> Cf. Knörle (2011), p. 225.

<sup>6</sup> Cf. Meffert/Bruhn (2009), pp. 72 f.; Kroeber-Riel/Gröppel-Klein (2013), pp. 393 ff.; Foscht/Swoboda (2011), p. 242.

<sup>7</sup> Cf. Schwartz (1996), p. 124.

<sup>8</sup> Cf. Zhang et al. (2008), pp. 220 f.

The in-depth analyses, which elaborates insights going beyond the hypothesis system show, via multiple group analysis, that gender, age and income moderate the relationship between individual level values and perceived service quality. Importantly, universalism is much more strongly causal for women than for men. Moreover, various values become significant if sub-groups are analysed in detail. For instance, achievement (personal success through a demonstration of competence according to social standards) is a significant individual level value for women, which negatively affects their perception of quality. For young Chinese between 20 and 29, conformity (restraint of actions, inclinations, and impulses likely to upset or harm others and violate social expectations and norms) is a valid influence of culture with a path coefficient of 0.408. Additionally, if we focus on income groups, benevolence, hedonism, power and tradition become relevant and significant. Marketers should take this into account for every kind of marketing action, because it allows them to address target groups very specifically.

#### *How to Achieve After-Sales Service Satisfaction*

Service quality or its perception is regarded as the main antecedent of customer satisfaction in various predominantly Western car markets.<sup>9</sup> However, no knowledge in accordance with today's most important car market China existed. Hypothesis H3 is accepted, thus it is empirically confirmed that 'the higher the perceived service quality, the higher the after-sales service satisfaction'. As the highest path coefficient of the whole model indicates (0.673), this relationship is quite strongly, and likewise the effect size  $f^2$  is considered large. As a result, perceived service quality is the most important exogenous factor of the model, in order to reach after-sales service satisfaction.

Perceived service quality explains 52.8% of the variance of after-sales service satisfaction. Brand image contributes too (0.163), but with a small effect size  $f^2$  (percentage of  $R^2=9.9\%$ ). Nonetheless, hypothesis H7 is empirically confirmed, which is in line with prior studies concerning other Chinese industries.<sup>10</sup> Moreover, marketers should notice that this relationship is moderated by the customer's age, as brand image is more important for customers under 30 than for older generations.

With regard to cultural aspects, this study was not able to validate a relationship between individual level values and after-sales service satisfaction. However, due to non-significance, though cannot be concluded that ZHANG ET AL. (2008), who argue that culture influences every service experience dimension,<sup>11</sup> are wrong. But researchers and practitioners should be aware that cultural effects are indeed most relevant when it comes to the dimensions of perceived quality and loyalty.

#### *How to Achieve Workshop Loyalty*

According to previous studies,<sup>12</sup> after-sales service satisfaction is postulated as the main antecedent of workshop loyalty. This holds true for the Chinese premium market, as the empirical acceptance of hypothesis H1 shows. This relationship, called 'the higher the after-sales service satisfaction, the higher the workshop loyalty', is the second strongest in the model, and the effect size  $f^2$  is correspondingly large.

---

<sup>9</sup> Cf. Hünecke (2012), p. 147; Hättich (2009), p. 213; Bei/Chiao (2001), pp. 136 ff.; Devaraj (2001), p. 434.

<sup>10</sup> Cf. Lai et al. (2009), p. 984; Ogba/Tan (2009), p. 141.

<sup>11</sup> Cf. Zhang et al. (2008), p. 212.

<sup>12</sup> Cf. Hünecke (2012), p. 127; Hättich (2009), p. 213; Bei/Chiao (2001), p. 138; Devaraj et al. (2001), pp. 434 f.; Bloemer/Pauwels (1998), p. 82; Bloemer/Lemmink (1992), p. 362.



Moreover, hypothesis H8 is accepted, because the path analysis of the relationship described as ‘the higher the brand image, the higher the workshop loyalty’, shows significance and relevance; indicated through a coefficient of 0.165. From a detailed scientific perspective we should consider that this path coefficient would be higher if, after-sales service satisfaction were omitted from the model, because this variable works as a partial mediator (VAF= 0.362). However, usually satisfaction is considered when it comes to loyalty analysis; thus the explained variance of workshop loyalty is composed of the following exogenous factors.

- After-sales service satisfaction → 44.3%
- Brand Image → 10.4%
- Culture → 8.7%

With regard to culture generally (H13), and to the causal influence of the individual level value of universalism in particular (H13d), the empirical analysis shows that significant relationships exist.

Analogue to perceived service quality, more basic values are significant, if we focus on distinct subgroups. It is significant that, compared with the total model or with other income-subgroups, very affluent Chinese are less loyal to a given workshop. One explanation is that achievement is a value with a strong cultural influence, which negatively affects workshop loyalty by an extent of -0.340.

#### *How to Achieve Brand Loyalty*

Brand loyalty is the primary success indicator of this study. In order to achieve it, the most important factor is achieving workshop loyalty. Because the hypothesised relationship (H2), which says ‘the higher the workshop loyalty, the higher the brand loyalty’, holds true for the empirical evaluation in China. The path coefficient has a value of 0.331 and the  $f^2$  effect size is considered medium. Looking deeper into Chinese customer subgroups, we see that a significant difference occurs with regard to income levels: the path coefficient towards brand loyalty is much stronger in the case of the affluent (0.414), than it is for the very affluent (0.193).

With very similar characteristics to those of workshop loyalty, perceived workshop switching costs are causal (0.305/medium), which is why hypothesis H5 is accepted. This is an important finding, because switching costs can be influenced by brands, with for instance linked guarantees, which tie the customer to the brand, in other words increase the switching costs. Interestingly, the perceived switching costs in this study are not significant towards workshop loyalty, which is different from the German market, where they are causal towards workshop loyalty, but comparably less relevant towards brand loyalty.<sup>13</sup>

As twice before, brand image is a significant determining factor. Hypothesis H9, which postulates that a higher brand image leads to higher brand loyalty, is empirically confirmed, and the path coefficient (0.162) is relevant. This finding is in line with HÜNECKE (2012) who shows empirically that brand image is the most important driver for brand loyalty in Italy and Spain, and an important one in France.<sup>14</sup> In China, analogue to the previously mentioned mediation, again the direct effect of brand image on brand loyalty is partially mediated through workshop loyalty (VAF=0.252), and thus weaker as if the mediator would be omitted. However, taking everything into account, in fact brand image is more important than

---

<sup>13</sup> Cf. Hättich (2009), p. 213/217.

<sup>14</sup> Cf. Hünecke (2012), p. 137.

focussing on each single brand image path coefficient indicates, because brand image is the only significant non-cultural effect which influences more than one endogenous construct. Actually, brand image constantly influences, and therefore fosters almost the entire after-sales service success chain. In fact this is an important contribution to the existing body of knowledge, because prior research on this topic reveals ambiguities, and widely neglects the analysis of image in accordance with the entire service delivery chain.

Regarding the explained variance in brand loyalty, this study concludes that the applied model has fairly strong predictive accuracy, and the success indicator is fairly well explained by the model, in other words by the predictor constructs. The explained variance of brand loyalty is 64.8%. This is a high number, particularly because this study focusses on and therefore researches only after-sales services. But usually, brand loyalty is predicted by pre- and at sales services, as well as product-related aspects such as for instance product satisfaction. Generally, PLS- and CB-SEM approaches are not directly comparable, but prior familiar research on automobile after-sales was not able to elaborate a model with such a high predictive accuracy  $R^2$ . Brand loyalty in Germany is explained by a variance of 22% and in France, Spain and Italy by 40.3%.<sup>15</sup> On the one hand, after-sales services seem to be relatively important for Chinese customers. On the other hand, culture is considered a relevant dimension of interest, because 14,8% of brand loyalty's  $R^2$  are predicted by individual level values or, more generally, by cultural effects. The whole  $R^2$  contribution split of brand loyalty is as follows.

- Brand image → 10.5%
- Culture → 14.8%
- Perceived workshop switching costs → 17.6%
- Workshop loyalty → 21.9%

Finally, in order to reach brand loyalty, focussing on the total effects is important. Here, the three most important drivers are workshop loyalty, perceived workshop switching costs and brand image. If additionally the perspective of effectiveness is taken into account via performance analysis, then one should first focus on perceived workshop switching costs, because besides the second strongest path coefficient, this variable shows the biggest room for improvement. This is especially essential in order to support managerial decisions, because due to limited resources – which should be the common case – knowledge about effectiveness is crucial.

Collectivistic cultures such as China are considered relatively brand loyal.<sup>16</sup> This study cannot achieve a national comparison, but the  $R^2$  contribution of culture indicates strongly that cultural effects are quite important (14,8% of 64,8%). In line with that, the empirical confirmation of hypothesis H12 shows that cultural influences indeed affect brand loyalty. Particularly, universalism (H12d) and self-direction (H12e) are individual level values which have a significant influence, thus both hypothesis are accepted. With respect to sub-groups, security (safety, harmony stability of society and relationships, and of self) is a value which is also causal in a positive sense for 40-to-49-year-old Chinese, and in a negative sense for Chinese with a mainstream income. For very affluent customers, hedonism (pleasure and sensuous gratification of one's own desires) contributes to brand-loyal behaviour, but in contrast benevolence has a strong negative effect. The two latter opposed effects are in line

---

<sup>15</sup> Cf. Hättich (2009), p. 213; Hünecke (2012), p. 127.

<sup>16</sup> Cf. de Mooij (2014), p. 148; Emrich (2014), p. 24; Guo (2013), p. 22.



with SCHWARTZ's theory, because within the circular arrangement of values, the values are diametrically opposed.

#### *Individual Level Values as Cultural Causes*

Often researchers argue that various aspects of consumer behaviour are affected by culture, particularly when it comes to services. As a result, ZHANG ET AL. (2008) claimed to go beyond HOFSTEDE by applying other theories. Prior research usually focussed on national comparisons, which is why it offered no information on the causality of culture. Due to the individual level value approach of this study, particular values have been empirically confirmed as being causal with regard to after-sales services. At first view, it seems to be sober that just two of ten individual level values are predominantly causal. However, the deeper analysis acknowledges the arguments of KNÖRLE (2011) who researches brand loyalty in China more generally than this study. He says that the constant change in China leads to a very complex consumer, and a reduction to any single cultural dimension is not valid any more. For instance, he argues that collectivistic and individualistic aspects exist simultaneously.<sup>17</sup> The in-depth multi-group analysis of this study shows that moderating effects have a strong influence in China. If age, income and gender are considered, various other relationships with causal individual level values become significant, which is why a detailed picture of subgroups can be drawn.

But, how could this be in line with the widely accepted condition that culture and values are both very time-stable phenomena? In fact, values should be the same, if income subgroups are considered. In contrast, for instance RALSTON ET AL. (1999) have the rarely mentioned opinion that cultural aspects might shift more than generally thought. They focus on, and empirically confirm a general shift of work values in Chinese management from Confucian dynamism toward individualism.<sup>18</sup> If this idea is taken into consideration as along with the new findings of the present study, the author raises the question whether it is likely that broad cultural norms such as collectivism are relatively stable, and that finely distinct sub dimensions (as revealed via individual level values) might be more strongly affected by cultural shifts.

A second approach might be worth considering if the behavioural research of BARDI/SCHWARTZ (2003) is taken into account. They focus on value-behaviour relationships, and found substantial correlations between both, but some values are more strongly related to common behavior than others.<sup>19</sup> As a reason they argue in line with SHODA (1999) that external situational pressure has to be considered, because '(...) the stronger the situational pressure to act in a particular way, the weaker the influence of internal factors [i.e. values]. Norms for behavior in relevant groups pose an important situational pressure. People may conform with norms, even when the normative behavior opposes their own values.'<sup>20</sup>

This argumentation, indeed, is fostered by the detailed multi-group analysis results (moderation) of this study, which empirically show that differences exist, and distinct values are causal, if it comes to consumer behaviour. It is very likely that different groups are exposed to different circumstances (or situational pressure), which is why values may appear

---

<sup>17</sup> Cf. Knörle (2011), p. 224.

<sup>18</sup> Cf. Kirkman et al. (2006), p. 312; Ralston et al. (1999), pp. 415 ff.; Moreover, Lennartowicz/Roth (2001), pp. 305 ff. can be stated, because they show that subculture matters within country borders.

<sup>19</sup> Cf. Bardi/Schwartz (2003), p. 1216.

<sup>20</sup> Ibidem, p. 1217.

insignificant, if a total research model has not taken all relevant aspects into account. Very likely, there are more moderating issues that are relevant, but which could not be addressed by this study. However, the findings mentioned in this study strongly enrich the body of knowledge with regard to automotive after-sales service behaviour and cultural determinants.

With regard to the latter aspect, the difficulty is that there is not a single definition of culture, and culture is therefore often interpreted differently. However, there are indications that culture is not always as stable as it was long considered to be. By implication this research raises the question whether it is likely that broad cultural dimensions are relatively stable, and finely distinct sub-dimensions (as revealed via individual level values) might be more strongly affected by cultural shifts. Here again, future research should consider the 19-value approach, as here three hierarchical levels are incorporated, easily applicable and therefore comparable.

This working paper is based on the following study:

Fraß, A.: *Achieving Brand Loyalty in China through After-Sales Services: With a Particular Focus on the Influences of Cultural Determinants*, Springer Gabler 2016

## 4 REFERENCES

---

- Aga, M./Safakli, O. V. (2007): An Empirical Investigation of Service Quality and Customer Satisfaction in Professional Accounting Firms: Evidence from North Cyprus, in: *Problems and Perspectives in Management*, Vol. 5 (3), pp. 84-98.
- Barthel, K./Böhler-Baedeker, S./Bormann, R./Dispan, J./Fink, P./Koska, T./Meißner, H.-R./Pronold, F. (2010): *Zukunft der deutschen Automobilindustrie – Herausforderungen und Perspektiven für den Strukturwandel im Automobilssektor*, in: Friedrich-Ebert-Stiftung (Pub.), *Diskussionspapier der Arbeitskreise Innovative Verkehrspolitik und Nachhaltige Strukturpolitik der Friedrich-Ebert-Stiftung*, available online at <http://librar y.fes.de/pdf-files/wiso/07703.pdf>, accessed 6/9/2013.
- Baumbach, M. (2004): *After-Sales-Management im Maschinen- und Anlagenbau*, 2. ed., Regensburg: Transfer-Verlag.
- Baumgarth, C./Evanschitzky, H. (2009): *Erfolgsfaktorenforschung*, in: Baumgarth, C./Eisend, M./Evanschitzky, H. (Pub.), *Empirische Mastertechniken – Eine anwendungsorientierte Einführung in die Marketing- und Managementforschung*, pp. 235-261, Wiesbaden: Gabler/GWV Fachverlage.
- Baumgartner, H. (2012): *Repetitive Purchase Behavior*, in: Diamantopoulos, A. et al. (Pub.), *Quantitative Marketing and Marketing Management – Marketing Models and Methods in Theory and Practice*, pp. 401-422, Wiesbaden: Springer/Gabler.
- Bearden, W. O./Netemeyer R. G/ Haws K. L. (2011): *Handbook of Marketing Scales: Multiple-Item Measures for Marketing and Consumer Behavior Research*, 3. ed., Thousand Oaks: Sage Publications.
- Becker, H. (2010): *Darwins Gesetz in der Automobilindustrie – Warum deutsche Hersteller zu den Gewinnern zählen*, Heidelberg et al.: Springer.
- Becker, H. (2007): *Auf Crashkurs: Automobilindustrie im globalen Verdrängungswettbewerb*, 2. ed., Berlin et al.: Springer.
- Becker, H./Straub, N. (2007): *Drachenflug: Wirtschaftsmacht China quo vadis?* Berlin et al.: Springer.

- Becker, J.-M./Klein, K./Wetzels, M. (2012): Hierarchical Latent Variable Models in PLS-SEM: Guidelines for Using Reflective-Formative Type Models, in: Long Range Planning, Vol. 45, pp. 359-394.
- Bei, L.-T./Chiao, Y.-C. (2001): An Integrated Model for the Effects of Perceived Product, Perceived Service Quality, and Perceived Price Fairness on Consumer Satisfaction and Loyalty, in: Journal of Consumer Satisfaction Dissatisfaction and Complaining Behavior, Vol. 14, pp. 125-140.
- BMW China (n. a.) (2014): BMW Aftersales, available online <http://www.bmw.com.cn/cn/en/owners/aftersales/overview.html>, accessed 4/4/2014.
- Botschaft der Bundesrepublik Deutschland Peking (n. a.) (2013), Wirtschaftsdaten kompakt, state: first half-year 2013, available online at <http://www.china.diplo.de/contentlob/3443046/Daten/3493380/1201Wirtschaftsdatendd.pdf>, accessed 1/10/2013.
- CAAM – China Association of Automobile Manufacturers (n. a.) (2013): The passenger cars market share of Chinese brand continued to decline, available online at <http://www.caam.org.cn/AutomotivesStatistics/20131014/1705103416.html>, accessed 14/10/2013.
- Christophersen, T./Grape, C. (2009): Die Erfassung latenter Konstrukte mit Hilfe formativer und reflektiver Messmodelle, in: Albers et al. (Pub.), Methodik der empirischen Forschung, 3. ed., pp. 103-118, Wiesbaden: Springer Fachmedien.
- Dahlhoff, D./Eickhoff, J. (2014): Den Automobilvertrieb und -handel markengerecht aufbauen und steuern, in: Esch, F.-R. (Pub.), Strategie und Technik des Automobilmarketing, pp. 215-236, Wiesbaden: Springer/Gabler.
- Daimler AG (n. a.) (2014): Geschäftsbericht 2013, available online at [http://www.daimler.com/Projects/c2c/channel/documents/2432178\\_Daimler\\_2013\\_Geschaeftsbericht.pdf](http://www.daimler.com/Projects/c2c/channel/documents/2432178_Daimler_2013_Geschaeftsbericht.pdf), accessed 4/4/2014.
- de Mooij, M. (2014): Global Marketing and Advertising: Understanding Cultural Paradoxes, 4. ed., Thousand Oaks et al.: Sage Publications.
- de Mooij, M./Hofstede, G. (2011): Cross-Cultural Consumer Behavior: A review of Research Findings, in: Journal of International Consumer Marketing, Vol. 23, pp. 181-192.
- Deng, Z./Lu, Y./Wei, K. K./Zhang, J. (2010): Understanding customer satisfaction and loyalty: An empirical study of mobile instant messages in China, in: International Journal of Information Management, Vol. 30, pp. 289-300.
- Devan, J./Rowland, M./Woetzel, J. (2009): A consumer paradigm for China, in: McKinsey Quarterly, August 2009, pp. 1-9, available online at <http://unpan1.un.org/Intradoc/groups/public/documents/apcity/unpan049280.pdf>, accessed 2/6/2013.
- Diez, W. (2012): Die internationale Wettbewerbsfähigkeit der deutschen Automobilindustrie – Herausforderungen und Perspektiven, München: Oldenbourg Wissenschaftsverlag.
- Dillerup, R./Stoi, R. (2011): Unternehmensführung, 3. ed., München: Verlag Franz Vahlen.
- Dirlenbach, H. C.-P. (2009): Erfolgreiches Management von After-Sales-Service-Innovationen in der Automobilindustrie – Eine Mixed-Methods-Analyse, in: Schuh, G. (Pub.), Schriftenreihe Rationalisierung und Humanisierung, Vol. 94, Aachen: Shaker Verlag.
- Emrich, C. (2014): Interkulturelles Marketing-Management – Erfolgsstrategien, Konzepte, Analysen, 3. ed., Wiesbaden: Springer/Gabler.
- Esch, F.-R. (Pub.) (2013): Strategie und Technik des Automobilmarketing, Wiesbaden: Springer/Gabler.

- Fitzsimmons, J. A./Fitzsimmons, M. J./Bordoloi, K. (2014): Service Management – Operations, Strategy, Information Technology, 8. ed., New York: McGraw-Hill.
- Flees, L./Senturia T. (2008): After-Sales Service Key to Retaining Car Buyers, in: Business Week Online, 23.09.2008, available online at [http://www.bain.com/publications/article\\_s/after-sales-service-key-to-retaining-car-buyers-businessweek.aspx](http://www.bain.com/publications/article_s/after-sales-service-key-to-retaining-car-buyers-businessweek.aspx), accessed 7/1/2014.
- Forsmann, D./Haenecke, H./Zerres, C./Zerres, M. (2004): Erfolgsfaktorenforschung, available online at <http://bookboon.com/de/erfolgsfaktorenforschung-ebook>, accessed 19/6/2013.
- Foscht, T./Swoboda, B. (2011): Käuferverhalten – Grundlagen, perspektiven, Anwendungen, 4. ed., Wiesbaden: Gabler.
- Fraß, A. (2012): Automobilzuliefererindustrie in Deutschland, in: Zerres, M./Zerres, C. (Pub.), Hamburger Schriften zur Marketingforschung, Vol. 88, München/Mering: Rainer Hampp Verlag.
- Gan, L./Yin, Z./Jia, N./Xu, S./Ma, S./Zheng, L. (2014): Data you need to know about China: Research Report of China Household Finance Survey 2012, Heidelberg et al.: Springer.
- Gebauer, H./Tennstedt, F./Elsässer, S./Betke, R. (2010): The Aftermarket in the Automotive Industry – How to Optimize Aftermarket Performance in Established and Emerging Markets, available online at [http://www.capgemini.com/resource-file-access/resource/pdf/tl\\_The\\_Aftermarket\\_in\\_the\\_Automotive\\_Industry.pdf](http://www.capgemini.com/resource-file-access/resource/pdf/tl_The_Aftermarket_in_the_Automotive_Industry.pdf), accessed 26/3/2014.
- Gregory, A. M./Parsa, H. G. (2013): Kano's Model: An Integrative Review of Theory and Applications to the Field of Hospitality and Tourism, in: Journal of Hospitality Marketing & Management, Vol. 22 (1), pp. 25-46.
- Greving, B. (2009): Messen und Skalieren von Sachverhalten, in: Albers et al. (Pub.), Methodik der empirischen Forschung, 3. ed., pp. 65-78, Wiesbaden: Springer Fachmedien.
- Großkurth, B. (2004): Markenloyalität im Premiumsegment des Automobilmarktes – Determinanten und Wirkbeziehungen, in: Hünerberg, R./Töpfer, A. (Pub.), Gabler Edition Wissenschaft – Forum Marketing, Wiesbaden: Deutscher Universitäts-Verlag.
- Guo, G. (2013): Consumer Behaviour in China, in: Paliwoda, S. et al. (Pub.), Marketing Management in Asia, pp. 20-32, New York/London: Routledge.
- Haenecke, H. (2002): Methodenorientierte Systematisierung der Kritik an der Erfolgsfaktorenforschung, in: Zeitschrift für Betriebswirtschaft, Vol. 72 (2), pp. 165-182.
- Hättich, H. (2009): Markenloyalität im Aftersales-Marketing – Konzept zur Erhöhung der Markenloyalität in der deutschen Automobilbranche durch Optimierung eines herstellerinitiierten Aftersales-Marketing, in: Zerres, M./Zerres, C. (Pub.), Hamburger Schriften zur Marketingforschung, Vol. 73, München/Mering: Rainer Hampp Verlag.
- Han, P.-C. (2013): Confucian Leadership and the Rising Chinese Economy – Implications for Developing Global Leadership, in: The Chinese Economy, Vol. 46 (2), pp. 107-127.
- Hecker, F./Hurth, J./Seeba, H. G. (Pub.) (2012): Strategisches Management im Aftersales-Service, 2. ed., München: Autohaus Buch und Formular.
- Heider, U. H. (2001): Markenbewertung – die Marke als Quelle der Wertschaffung: Eine empirische Analyse am Beispiel der deutschen Automobilindustrie, in: Zerres, M. (Pub.), Hamburger Schriften zur Marketingforschung, Vol. 16, München/Mering: Rainer Hampp Verlag.
- Henseler, J./Chin, W. W. (2010), A Comparison of Approaches for the Analysis of Interaction Effects Between Latent Variables Using Partial Least Squares Path Modeling, in: Structural Equation Modeling, Vol. 17, pp. 82-109.

- Hofstede, G. (2001): Culture's consequences: Comparing values, behaviors, institutions and organizations across nations, 2. ed., Thousand Oaks et al.: Sage Publications.
- Hofstede, G. (1997): Lokales Denken, globales Handeln: Kulturen, Zusammenarbeit und Management, München: Deutscher Taschenbuch Verlag.
- Hofstede, G. (1980): Motivation, Leadership, and Organization: Do American Theories Apply Abroad?, in: Organizational Dynamics, pp. 42-63.
- Hofstede, G./Hofstede, G. J. (2005): Cultures and Organizations – Software of the Mind, 2. ed., New York et al.: McGraw-Hill.
- Hofstede, G./Hofstede G. J./Minkov, M (2010): Cultures and organizations: Software of the mind, 3. ed., New York: McGraw-Hill.
- Hünerberg, R./Heise, G./Hoffmeister, M. (Pub.) (1995): Internationales Automobilmarketing – Wettbewerbsvorteile durch marktorientierte Unternehmensführung, Wiesbaden: Gabler.
- Knörle, C. (2011): Markenloyalität in China – Kulturelle und markenbeziehungstheoretische Determinanten, Berlin: Logos.
- Kumara, S./Canhua, K. (2010): Perceptions of country of origin: An approach to identifying expectations of foreign products. in: Journal of Brand Management, Vol. 17 (5), pp. 343-353.
- Kurata, H./Nam, S. H. (2010): After-sales service competition in a supply chain: Optimization of customer satisfaction level or profit or both?, in: International Journal of Production Economics, Vol. 127 (1), pp. 136-146.
- Levitt, T. (1983b): The globalization of markets, in: Harvard Business Review, Vol. 61 (3), pp. 92-102.
- Mann, A. (1998): Erfolgsfaktor Service: strategisches Servicemanagement im nationalen und internationalen Marketing, in: Hünerberg, R./Töpfer, A. (Pub.), Gabler Edition Wissenschaft – Forum Marketing, Wiesbaden: Deutscher Universitäts-Verlag.
- Mercedes-Benz China (n. a.) (2014a): After-Sales Training and Certification, available online at [http://www.mercedes-benz.com.cn/content/china/mpc/mpc\\_china\\_website/enng/home\\_mpc/passengercars/home/services\\_accessories/after\\_sales\\_services/AfterSales\\_Service\\_Highlights/AfterSales\\_Service\\_Training\\_and\\_Certification.html](http://www.mercedes-benz.com.cn/content/china/mpc/mpc_china_website/enng/home_mpc/passengercars/home/services_accessories/after_sales_services/AfterSales_Service_Highlights/AfterSales_Service_Training_and_Certification.html), accessed 4/4/2014.
- Mercedes-Benz China (n. a.) (2014b): After-Sales Research Projects, available online at [http://www.mercedes-benz.com.cn/content/china/mpc/mpc\\_china\\_website/enng/home\\_mpc/passengercars/home/services\\_accessories/after\\_sales\\_services/research\\_projects.html](http://www.mercedes-benz.com.cn/content/china/mpc/mpc_china_website/enng/home_mpc/passengercars/home/services_accessories/after_sales_services/research_projects.html), accessed 4/4/2014.
- Meyring, N. (2009): Chinas nationaler Automobilmarkt, in: German Industry & Commerce (Pub.), BusinessFocus China – Automobilindustrie, pp. 30-35, Karlsruhe: German Industry and Commerce Verlag.
- Mittal, V./Kumar, P./Tsiros, M. (1999): Attribute-Level Performance, Satisfaction, and Behavioral Intentions over Time: A Consumption-System Approach, in: Journal of Marketing, Vol. 63, pp. 88-101.
- Möhlen, M. (2007): Automobilmarketing – Entwicklung eines Kommunikationskonzeptes für Premiumanbieter auf dem deutschen Automobilmarkt im Hinblick auf die Zielgruppe Senioren 50plus, in: Zerres, M. (Pub.), Hamburger Schriften zur Marketingforschung, Vol. 47, München/Mering: Rainer Hampp Verlag.
- n. a. (2013a): China ist wichtigster Markt für deutsche Autobauer, in: N24 Nachrichten, 20/01/2013, available online at [http://www.n24.de/n24/Nachrichten/Wirtschaft/d/1743\\_952/china-ist-wichtigster-markt-fuer-deutsche-autobauer.html](http://www.n24.de/n24/Nachrichten/Wirtschaft/d/1743_952/china-ist-wichtigster-markt-fuer-deutsche-autobauer.html), accessed 23/5/2013.



- n. a. (2013c): Chinese officials favor Audis despite government's buy-local policy, in: Bloomberg News, 6/3/2013, available online at <http://www.bloomberg.com/news/2013-03-05/audis-trump-patriotism-for-china-s-elite-as-local-brands-falter.html>, accessed 27/5/2013.
- n. a. (2013d): "China stinkt der deutsche Erfolg", in: Automobilwoche, 1/4/2013, available online at [http://www.automobilwoche.de/article/20130401/NACHRICHTEN/130329918/1098/china-stinkt-der-deutsche-erfolg#.UZz\\_3ZXKhC8](http://www.automobilwoche.de/article/20130401/NACHRICHTEN/130329918/1098/china-stinkt-der-deutsche-erfolg#.UZz_3ZXKhC8), accessed 27/5/2013.
- n. a. (2013e): Quality watchdog keeps eye on VW, in: ChinaDaily, 7/1/2013, available online at [http://www.chinadaily.com.cn/business/2013-01/07/content\\_16092396.htm](http://www.chinadaily.com.cn/business/2013-01/07/content_16092396.htm), accessed 27/5/13.
- n. a. (2013f): Sino-Foreign Joint Ventures, in: ChinaAuto Web, available online at <http://chinaautoweb.com/auto-companies/>, accessed 16/10/2013.
- n. a. (2012a): Dealerships too dependent on new-car sales for profits, study says, in: Automotive News China, 11/9/2012, available online at <http://www.autonewschina.com/en/article.asp?id=9175>, accessed 27/5/2013.
- n. a. (2012b): Foreign cars may be shut out of govt fleet, in: ChinaDaily, 28/2/2012, available online at [http://www.chinadaily.com.cn/business/2012-02/28/content\\_14715011.htm](http://www.chinadaily.com.cn/business/2012-02/28/content_14715011.htm), accessed 27/5/2013.
- n. a. (2012c): Luxury int'l car brands running over Chinese trust, in: ChinaDaily, 14/12/2012, available online at [http://www.chinadaily.com.cn/business/2012-12/14/content\\_16018333.htm](http://www.chinadaily.com.cn/business/2012-12/14/content_16018333.htm), accessed 27/5/13.
- n. a. (2012d): After-Sales Dealer Service Satisfaction in China Plateaus After Six Consecutive Years of Increases, in: J.D. Powers Asia Pacific Reports, 30/7/2012, available online at <https://pictures.dealer.com/jdpower/d5b3f0b60a0d02b70145bb9db890c180.pdf>, accessed 28/5/2013.
- n. a. (2012g): Mercedes strauchelt auf Chinas Automarkt, in: Handelsblatt-Online, 21/9/2012, available online at <http://www.handelsblatt.com/unternehmen/industrie/schlechte-absatzzahlen-mercedes-strauchelt-auf-chinas-automarkt/7165238.html>, accessed 25/10/2013.
- n. a. (2011a): Beijing dealers shift focus from new car sales, in: Automotive News China, 1/3/2011, available online at <http://www.autonewschina.com/en/article.asp?id=6605>, accessed 27/5/2013.
- Porter, M. E. (1980), *Competitive Strategy: Techniques for Analyzing Industries and Competitors*, New York: Macmillan.
- Pretzlaff, H. (2012), Daimler will mit China-Vorstand Vollgas geben, in: Stuttgarter-Zeitung.de, 20/11/2012, available online at <http://www.stuttgarter-zeitung.de/inhalt/mercedes-probleme-in-china-daimler-will-mit-dem-china-vorstand-vollgas-geben.e57b3eab-7b1d-48cf-a373-87425e4f05df.html>, accessed 25/10/2013.
- PwC – PricewaterhouseCoopers (n. a.) (2011): *Automobilindustrie und Mobilität in China: Plan, Wunsch und Realität, – Strategien und Perspektiven für den größten Automobilmarkt der Welt*, n. p.: PwC.
- Saccani, N./Songini, L./Gaiardelli, P. (2006): The role and performance measurement of after-sales in the durable consumer goods industries: an empirical study, in: *International Journal of Productivity and Performance Management*, Vol. 55 (3/4), pp. 259-283.
- Saidi, S./Mohiuddin, M./Su, Z./Chrysostome, E. (2010): *Challenges and Strategies of Luxury Goods Marketing in Advanced Emerging Countries: A Case Study of Chinese Luxury Consumers*, in: *Benefits and Pitfalls of Relocation Business in Emerging and Developing Countries*, pp. 1-38, Routledge, available online at <http://ssrn.com/abstract=1992753>, accessed 3/6/2013.

- Sánchez, A.M./Pérez, M.P. (2005): Supply chain flexibility and firm performance: a conceptual model and empirical study in the automotive industry, in: *International Journal of Operations & Production Management*, Vol. 25 (7), pp. 681-700.
- Sass, B. (2012), Erfolgsfaktoren des Aftersales Service im Investitionsgütermarketing – Eine Analyse am Beispiel deutscher Offsetdruckmaschinenhersteller, in: Zerres, M./Zerres, C. (Pub.), *Hamburger Schriften zur Marketingforschung*, Vol. 78, München/Mering: Rainer Hampp Verlag.
- Saueressig, W. (2009): Der nationale Werkstattmarkt in China, in: *BusinessFocus China – Automobilindustrie, German Industry & Commerce* (Pub.), pp. 268-271, Karlsruhe: German Industry and Commerce Verlag.
- Schoeneberg, K-P. (2012): Predictive Analytics und Data Mining – Einführung, Material for the lectures at the FH Wedel University of Applied Science, not published.
- Schoeneberg, K-P. (2011): Kritische Erfolgsfaktoren von IT-Projekten – Eine empirische Analyse von ERP-Implementierungen am Beispiel der Mineralölbranche, in: Zerres, M. (Pub.), *Hamburger Schriften zur Marketingforschung*, Vol. 77, München/Mering: Rainer Hampp Verlag.
- Schwartz, S. H. (2008): Cultural Value Orientations: Nature and Implications of National Differences, in: *The Hebrew University of Jerusalem* (Pub.), No. 921/02, available online at <http://blogs.helsinki.fi/valuesandmorality/files/2009/09/Schwartz-Monograph-Cultural-Value-Orientations.pdf>, accessed 2/10/2014.
- Schwartz, S. H. (2007): Value orientations: measurement antecedents and consequences across nations, in: Jowell, R. et al. (Pub.), *Measuring Attitudes Cross-Nationally*, pp. 169-204, Los Angeles et al.: Sage Publications.
- Schwartz, S. H. (2006): A Theory of Cultural Value Orientations: Explication and Applications, in: *Comparative Sociology*, Vol. 5 (2/3), pp. 137-182.
- Schwartz, S. H. (2003): A Proposal for Measuring Value Orientations Across Nations, in: *The European Social Survey (ESS)*, available online at [http://www.europeansocialsurvey.org/docs/methodology/core\\_ess\\_questionnaire/ESS\\_core\\_questionnaire\\_human\\_values.pdf](http://www.europeansocialsurvey.org/docs/methodology/core_ess_questionnaire/ESS_core_questionnaire_human_values.pdf), accessed 01/10/2014, pp. 259-319.
- Schwartz, S. H. (1999): A Theory of Cultural Values and Some Implications for Work, in: *Applied Psychology*, Vol. 48 (1), pp. 23-47.
- Schwartz, S. H. (1996): Value Priorities and Behavior: Applying a Theory of Integrated Value Systems, in: Erlbaum, L. (Pub.), *The Psychology of Values, The Ontario Symposium*, Vol. 8, pp. 119-144.
- Schwartz, S. H. (1994): Are There Universal Aspects in the Structure and Contents of Human Values?, in: *Journal of Social Issues*, Vol. 50 (4), pp. 19-45.
- Schwartz, S. H./Cieciuch, J./Vecchione, M./Davidov, E./Fischer, R./Beierlein, C./Ramos, A./Verkasalo, M./Lönnqvist, J.-E./Demirutku, K. Dirilen-Gumus, O./Konty, M. (2012): Refining the Theory of Basic Individual Values, in: *Journal of Personality and Social Psychology*, Vol. 103 (4), pp. 663-688.
- Sha, S./Huang, T./Gabardi, E. (2013): Upward Mobility: The future of China's Premium Car Market, in: *McKinsey Automotive & Assembly Practice in Greater China*, available online at <http://www.mckinseychina.com/2013/03/07/upward-mobility-the-future-of-chinas-premium-car-market/>, accessed 10/6/2013.
- Shuqin, W./Gang, L. (2012): An Empirical Study of After-sales Service Relationship in China's Auto Industry, in: *Atlantic Press, Proceedings of 2012 International Conference on Mechanical Engineering and Material Science (MEMS)*, pp. 175-178.

- Sobotta, R. (2012): Strategische Erschließung von Emerging Markets im Investitionsgütermarketing – Eine empirische Erfolgsfaktorenforschung am Beispiel des deutschen Maschinenbaus in Indien, in: Zerres, M./Zerres C. (Pub.), Hamburger Schriften zur Marketingforschung, Vol. 80, München/Mering: Rainer Hampp Verlag.
- Sopha, W. (2012): Herausforderung Globalisierung: Rahmenbedingungen einer ganzheitlichen Strategie für Automobilhersteller, in: Diez et al. (Pub.), Grundlagen der Automobilwirtschaft – Das Standardwerk der Automobilbranche, pp. 93-112, 5. ed., München: Autohaus Buch und Formular.
- Splett-Henning, C. (2004): Key-Account-Management im Automobilhandel – Entwicklung und Evaluierung eines adaptiven und innovativen Key-Account-Management-Konzeptes für den Großkundenvertrieb im deutschen Automobilhandel, in: Zerres, M. (Pub.), Hamburger Schriften zur Marketingforschung, Vol. 26, München/Mering: Rainer Hampp Verlag.
- Steenkamp, J.-B. E. M. (2001): The role of national culture in international marketing research, in: International Marketing Review, Vol. 18 (1), pp. 30-44.
- Srivastava, M./Rai, A. K. (2014): An investigation into service quality–customer loyalty relationship: the moderating influences, in: Decision, Vol. 41 (1), Indian Institute of Management Calcutta (Pub.), pp. 11-31.
- Stoebe, M. J. (2013): Consumer attitudes toward foreign versus local brands in emerging markets – A study based on the consumer goods industry in Brazil, in: Zerres, M./Zerres C. (Pub.), Hamburger Schriften zur Marketingforschung, Vol. 90, München/Mering: Rainer Hampp Verlag.
- Thiebes, F. (2012): Kundenintegriertes Innovationsmanagement – Eine Erfolgsfaktorenforschung am Beispiel des deutschen Kunststoffmaschinenbaus, in: Zerres, M./Zerres, C. (Pub.), Hamburger Schriften zur Marketingforschung, Vol. 79, München/Mering: Rainer Hampp Verlag.
- Ulrich, H. (1985): Betriebswirtschaftslehre als Management- und Führungslehre, in: Wunderer, R. (Pub.), Betriebswirtschaftslehre als Management- und Führungslehre, pp. 3-32, Stuttgart: C. E. Poeschel Verlag.
- Wang, C.-Y. (2010): Service Quality, Perceived Value, Corporate Image, and Customer Loyalty in the Context of Varying Levels of Switching Costs, in: Psychology & Marketing, Vol. 27 (3), pp. 252-262.
- Wang, Q. (2011): Development and trends of China's automobile market: evidence from urban household ownership of cars, bicycles, motorcycles and motorbikes, in: International Journal of Automotive Technology and Management, Vol. 11 (2), pp. 99-113.
- Wang, A./Liao, W./Hein, A.-P. (2012): Bigger, better, broader: A perspective on China's auto market in 2020, in: McKinsey&Company (Pub.), Automotive & Assembly Practice, available online at [http://csi.mckinsey.com/knowledge\\_by\\_region/asia/china/chinas\\_automotive\\_market\\_in\\_2020](http://csi.mckinsey.com/knowledge_by_region/asia/china/chinas_automotive_market_in_2020), accessed 15/10/2013.
- Wang, X./Yang, Z. (2010): The Effect of Brand Credibility on Consumers' Brand Purchase Intention in Emerging Economies: The Moderating Role of Brand Awareness and Brand Image, in: Journal of Global Marketing, Vol. 23, pp. 177-188.
- Zeithaml, V. A./Bitner, M. J./Gremler, D. D. (2013): Services Marketing – Integrating Customer Focus Across the Firm, 6. ed., New York: McGraw-Hill.
- Zerres, C. (2010): Preis-Promotions im Automobilverkauf, in: Hünerberg, R. et al. (Pub.), Gabler Research – Forum Marketing, Wiesbaden: Gabler Verlag/GWV Fachverlage.
- Zerres, M./Zerres, C. (2006): Marketing – Die Grundlagen, 2. ed., Stuttgart: Verlag W. Kohlhammer.



## **INFORMATION ABOUT THE AUTHORS**

---

**Dr. Alexander Fraß** studierte Sozialökonomie und Entrepreneurship, jeweils mit dem Schwerpunkt Marketing, an der Universität Hamburg sowie dem Institute of Technology Tralee (Irland). In Jahr 2015 beendete er seine akademische Laufbahn mit der Promotion an der Universität Politecnica de Valencia (Spanien) in Kooperation mit der Hochschule für Angewandte Wissenschaften Hamburg mit Auszeichnung. Seit 2015 leitet er die Bereiche Vertrieb und Marketing eines führenden Gabelstaplerhändlers in Norddeutschland.

**Dr. Christopher Zerres** ist Professor für Marketing an der Hochschule Offenburg. Seine Schwerpunkte in Lehre und Forschung liegen auf Social Media- und Online-Marketing sowie Marketing-Controlling. Zuvor war er bei einer Unternehmensberatung sowie einem internationalen Automobilzulieferer tätig. Christopher Zerres ist Autor zahlreicher Publikationen zu den Bereichen Management und Marketing.