Asian Journal of Economics, Business and Accounting

13(3): 1-12, 2019; Article no.AJEBA.53475 ISSN: 2456-639X

The Impact of Sponsorship on Brand Equity of Cellular Networks in Hyderabad Pakistan

Asif Ali Shah^{1*}, Haris Memon¹, Ayesha Noor¹, Syeda Sidra¹, Aqsa Bhutto¹ and Abraz Khan¹

¹Department of Management Sciences, Shaheed Zulfiqar Ali Bhutto Institute of Science and Technology, Pakistan.

Authors' contributions

This Research work was carried out in collaboration with all the authors. Author AAS designed the study and wrote the protocol. Authors AAS and AN wrote the first draft of the manuscript. Authors AAS, HM and AB performed the statistical analysis and managed the analyses of the study. Authors SS, AN and AK gathered the sample data. All the authors managed the literature reviews. Author AAS read, reviewed and approved the final manuscript.

Article Information

DOI: 10.9734/AJEBA/2019/v13i330171 <u>Editor(s):</u> (1) Dr. Maria Ciurea, Associate Professor, Department of Economics Sciences, Faculty of Sciences, University of Petroşani, Romania. <u>Reviewers:</u> (1) Hussin Jose Hejase, Al Maaref University, Lebanon. (2) Suraj Verma, Shoolini University, India. Complete Peer review History: <u>http://www.sdiarticle4.com/review-history/53475</u>

Original Research Article

Received 28 October 2019 Accepted 01 January 2020 Published 11 January 2020

ABSTRACT

Wireless and mobile networks are quickly becoming the consequential type of network access for telecommunication services and with the emergence of modern technologies the number of users has also increased numerously. Similarly, In Pakistan advance facilitating promotions and improved service quality of mobile networks have enormously raised 161.24 million users of mobile networks till july-2019. Due to the innovative advancement and Hi-tech competition in the market the networks use different strategies to retain and sustain the brand equity such as, Linking the brand with an event via sponsorship enables companies to reach consumers' interest and attention by associating with the events that hold great importance to them. This research article is based on determining the effect of sponsorship on the components of brand equity such as brand loyalty, brand awareness and perceived quality. The methodology adopted for this using a survey questionnaire based on 5-likert scale, and the primary data collection source was sample of 160



^{*}Corresponding author: E-mail: asif_shah41@hotmail.com;

respondents. The reliability and regression analysis were used to determine the effects of sponsorships. The results of the reliability shows that the Cronbach's Alpha lies in the range of good and excellent, Furthermore, it indicate that the sponsorship have positive and significant impact on brand awareness, brand loyalty and perceived quality. Therefore, Managers need to increase the use of sponsorship as a tool, for effective marketing communication, sponsor events for which their customers are emotionally connected and use its attention for their brand and build strong brand equity. In a highly competitive environment, sponsorship activities can help telecom companies attain a completive edge over others.

Keywords: Sponsorship; brand equity; cellular network; perceived quality.

1. INTRODUCTION

1.1 Telecommunication Sector

Telecommunications, It is also known as telecom, is an exchange of information over significant distances or areas by electronic means and it refers to all types of voice, data and video transmission [1]. It is a broader terminology which incorporates a vast range of data transmitting technologies like telephones, fiber optics radio, television, internet etc.

Wireless as well as cellular networks are rapidly turning into one of the most essential type of network access for telecommunication services. There has been an evident development in the telecom industry in the past recent years and has now turned into one of the most important part of day to day and business activities. The data traffic and cellular network has experienced immense growth in recent years [2].

Table 1. Details of the world's leading cellular
network companies

Rank	Company	Total subscribers (in millions)
1	China Mobile	851.2
2	Vodafone	469.7
3	Airtel	348.1
4	America Movil	280.6
5	Telefonica	276.5
6	China Unicom	265.1
7	MTN Group	234.7
8	China Telecom	216.8
9	Telenor	214.0
10	Vimpel.com	205.5

Worldatlas.com (2019) [3]

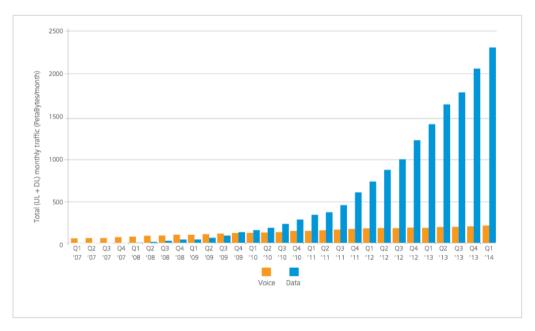


Fig. 1. The data traffic and cellular network

1.2 Telecommunication-Cellular Coverage in Pakistan

In 2008 Pakistan was considered as the world's 3rd fastest growing telecommunications market. Pakistan's telecom infrastructure is improving dramatically with foreign and domestic investments into fixed-line and mobile networks [4]. There has been a steady yearly growth in Pakistan. Approximately 90% of Pakistanis live within areas that have cell phone coverage and more than half of all Pakistanis have access to a cell phone [5].

With 118 million mobile subscribers in March 2012, Pakistan has the highest mobile penetration rate in the South Asian region [6].

According to the Pakistan Telecommunication Authority (PTA) as of 2019, Jazz leads the market with 59 million subscribers, followed by Telenor with 29.3 million, Ufone with 23.1 million and Zong with 15.6 million [7].

1.3 Sponsorship via Events in Pakistan

Sponsorship has been used as a tool to enhance the brands value and proved to be a significant tool for communication used by many telecom companies to promote their product and services, one such example is when a telecommunication company combines its image with various sports teams in PSL Such as Jazz with Lahore calendars, Zong sponsoring the Peshawar Zalmi's. Moreover, it is also seen that telecommunication sector is actively contributing in sponsorships through various national events such as PTCL Sponsors SHERDIL which is a power-packed Pakistani movie, which highlights the courageous Pakistan Air Force National Open polo championship by Zong and the Quaid e Azam gold cup 2013 are some examples of sponsorship activities by Pakistani mobile network companies. [8].

1.4 Brand Equity& Sponsorship

Brand equity refers to the term used to define the value of having a well-known brand, based on the idea that firmly established and reputable brands are more successful. More specifically, it's a set of brand assets and liabilities linked to a brand name and symbol, which add to subtract from the value provided by a product or service [9].

The brand equity by means of brand name to the product or service and its dimensions in this model, includes perceived quality, brand loyalty, and awareness. Perceived quality refers to the

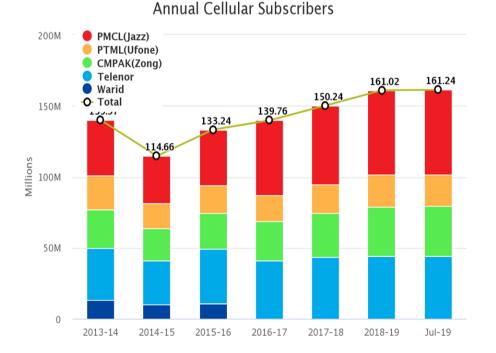


Fig. 2. Graphical representation of Annual cellular subscriber Source: (PTA) as of 2019

subjective opinion of customer about the performance of a product. However, Brand loyalty is a positive feeling an individual has towards a brand and tendency to continue purchasing the same brand regardless of competing brand. Brand awareness refers to the extent to which a potential buyer is able to recall a brand in a product category [9].

Recently, the traditional marketing communication tools such as. advertisements and sales promotions have faced intense challenges in desire to reach progressive and more fragmented markets also, in order to put an impact on target customers where thousands of messages are aimed at them at the same time. Due to these challenges, sponsorship has gained popularity as a more effective promotional tool. The spending and use of this tool has grown at a fast pace as compared to the traditional marketing tools like advertising or sales promotion [10] Connecting the impact of captivating events with sponsorship helps the companies to catch consumer's interest and attention as they form an association of sponsorship with that event hence developing a positive image of the brand.

The relationship between brand equity and sponsorship is if it is used effectively it can maximize and build brand equity of the brand and help achieve sustainable profitability and growth of the company -[11].

1.5 Purpose of Research

This research is focused on identifying the effects of sponsorship on the brand equity by using the components of brand equity.

2. LITERATURE REVIEWS

2.1 Sponsorship and Brand Equity

 Tsordia et al. [12] in their research of influence of sports sponsorship on brand equity & Purchase behavior of customers determined the relationship among various variables by following Aaker's brand equity model and Keller's brand engagement concept by building over the sponsorship between a basketball club & a software company. The study was aimed to examine the sports sponsorship affects brand equity and purchase behavior of the sponsor's product. The data was collected from 222 survey respondents and was further analyzed by using structured equation modeling techniques. The results of the study found that there are perceived fit between sponsored and team identification were influencing significantly sponsors brand equity constructs. The study further suggested extending Aakers' model in the sports sponsorship context and magnifying the influence of perceived quality and brand engagement on team fans.

- Tufail et al. [13] conducted a research to 2. evaluate the impact of sponsorship and publicity on building brand equity. The instrument used was questionnaire which was distributed among major cities of Pakistan. For that research the sample size of 200 respondents was taken into consideration, and the test run was hierarchical regression analysis. The finding of the research was suggested that there is positive effect of sponsorship and publicity on brand equity. Moreover, the study also suggest that sponsorship and publicity provide a brand image in consumer's mind so that big firms should use sponsorship and publicity to build their brand equity.
- Charumbira and Charumbira [14], in their 3. research study which was conducted to determine the effect that how Zimbabwean companies use sport sponsorship as a brand equity building tool. In their research the author, collected data through eight Zimbabwean sports companies by using questionnaire based techniques Descriptive statistical measures were used to analyze and present the quantitative data. The findings of the research were that companies use sponsorship for business consideration like return on their sponsorship investment. And also that the sponsorship is the part of integrated marketing communications and it is used in the different stages of product life cycle. It was suggested in the research that the sports companies should use sponsorship for launching a new product since sport events have coverage of all demographic segments.
- 4. Khuong and Chau [15], in their study which was aimed to investigate the impact of sponsorship on purchase intention and brand awareness. For this research, the authors used structured questionnaires to collect the data, and the questionnaires were distributed to fans of V-league

champions. The findings of this study showed that attitude and attention have affected purchase intention indirectly and the brand recognition also have a with sponsorship. relationship event Further, the study suggest that sponsorship can help in order to improve marketing position and in the business income.

2.2 Sponsorship and Brand Awareness

- 1. Mikael [16], in his research of sports sponsorship effects on the sponsor firm's customer-based brand equity in the context of Finnish team sports. Different interactions between the sponsor and fans were undertaken as a base for conceptual framework for this thesis. Due to this interaction processes, the sponsorship relationship affects the sponsor firm's brand awareness, brand image & brand associations, perceived quality, and brand loyalty or specifically firm's Brand equity has increased in the eyes of the customer. The data was collected by interviewing fans through 8 theme interviews among which the male fans between the ages of 25-35 were chosen from a focus group. The collected data was further analyzed by the principles of content analysis. The findings identified that Sports sponsorship has a significant and positive impact on the different factors of brand equity or more clearly on the most common factors of brand equity (brand awareness & brand image).
- 2. Grimaldi [17], conducted a research to investigate the impact of sponsorship on brand awareness, corporate image and brand association. The study of Heineken as an official sponsor of the UEFA was Champions League used to undertaken the primary research. Hundred respondents from different nationalities between the ages of 18 and 37 were requested to fill up an online selfadministered questionnaire. Through this research it has been found that majority of respondents are aware of the sponsor of the event, have a positive corporate image towards the sponsor. Based on these findings, it can be stated that sponsorship has a significant impact on brand awareness. Moreover, the researcher recommended that more research needs to be done in this area in order to have a

better understanding and perspective of the effects of sport sponsorship.

- 3. Azadi et al. [11], in their study investigated the impact of sponsorship in promoting brand equity in sportswear industry. They used descriptive surveys which were based on structural primary modeling. of 805 students Sample size and graduates of Iran through online questionnaires were used by the researcher. According to the results sponsorship has a significant and positive impact on raising brand awareness. Activities that involved distribution of goods and availability of your brand, along with the discount offers leads to a strengthened awareness of your brand.
- Rowley et al. [18] researched the impact of 4. brand sponsorship of music festivals. They investigated the brand awareness. attitudes and their perception about negative impacts of alcohol sponsorship of UK music festival attendees towards brands that sponsored the event. It was an exploratory research in which primary data collected by distributina was questionnaires. Findings identified that sponsoring music festivals has significant impact on Brand awareness, Brand recall and Brand attitudes. It was also found that some of the respondents point out the consequences that sponsorship have in relation to alcohol sponsorship.

Based on the aforementioned review of literature, the first hypothesis is formulated:

H1: "There is a significant impact of sponsorship on Brand Awareness."

Sponsorship and Brand Loyalty:

- 1. Aissa [19], investigated the impact of Game Sponsorship on Brand loyalty: Evidence from Algeria. The research explored the relationship between sports sponsorship and brand loyalty. For data non-random sample was used and sample size of 345. The surveys were distributed in Algeria. The result concluded that the impact of sports sponsors on the brand loyalty. The research recommended that to promote the sports sponsorship use another communication channel such as advertising and public relations.
- 2. Levin et al. [20] in their research of the effect of brand loyalty of NASCAR fans

regarding sponsorship on brand loyalty, aimed to fill the gap of empirical research on the effect which sponsorship has over its sports fan loyalty towards brands. The authors used tools by using a scale that includes attitude and behavioral components. Empirical research was conducted between NASCAR fans and non-NASCAR fans. The research concluded that NASCAR fans loyalty to NASCAR sponsoring brands is significantly high. Further, the effect was significant on the attitude, one factor of brand loyalty.

- 3. Mazodier and Merunka [21] researched accomplishing brand loyalty through sponsorship. In this research, the authors tried to create brand loyalty through sponsorship. This model and evidence show the impact of sponsorship on brand loyalty. For data survey was conducted via email. The sample size was around 850 members. This research concluded that sponsorship impacts brand loyalty.
- 4. Sirgy et al. [22], in their research of the impact of sponsorship on brand loyalty. The authors aimed to determine the brand coalesce lovalty through of sponsorship. For this research, the sample size was in the scope of 244 to 475 with a sum of 1588 respondents. The study concluded and discovered that sponsorship does impact brand loyalty. Moreover, The outcomes have shown some level of support to the model.

The second hypothesis to be tested is as follows:

H2: "There is a significant impact of sponsorship on Brand Loyalty."

Sponsorship and Perceived Quality:

1. Donlan [23] aimed in his research to perform empirical assessment of factors affecting the brand building effectiveness of sponsorship. The study assessed the factors, in two different live sponsorship environments. This study employed a cross-sectional survey methodology, comparing brand equity for the sponsoring brands among both those exposed to the sponsorships and samples from the wider UK population. For this research, the author categorized the sample into two events such as for athletes the sample size of 206 was selected and for cricket events the sample included selecting a sample of

n = 102 of an original size of 141. However, the presence of sponsorship clutter in particular was found to impact negatively upon the perception of quality brand transferred to а through sponsorship. In order to use sponsorship to build a perception of quality, the findings suggest that sponsors must either select an exclusive, but potentially expensive, sponsorship, or develop the sponsorship avoiding disorganized through environments.

- 2. Pappu and Cornwell [24], in their research of corporate sponsorship effects on nonprofit brand credibility and perceived quality of the fast food chain, Subway, aimed to determine the impact of fit and comparability on the evaluation of the sponsored non-profits credibility and perceptions of quality. More specifically, in situations where the commercial sponsor assist the nonprofit causes. The research examined the reliability and validity of scales by using confirmatory factor analysis, the sample size was 195. The findings identified that fit affects brand credibility and perceived quality via position and function depending on the comparability of associates. It further suggested that clarity of positioning is an significant determinant of participants perceptions of brand credibility and also their perceived quality of sponsored cause.
- Jung and Kim [25] conducted research to 3. identify the relationship among brand perception, brand emotion, brand loyalty and brand identification for event sponsor company of sports in Korea. The study subject was a sponsor company ARENA and sample size of 246 male and female respondents. For data analysis Cronbach's alpha (α) indicates the reliability of the Validity analysis was run data. for analysis using Statistical frequency Product and Service Solutions, SPSS version 21.0 (an IBM product since 2009 [26]). The techniques that were used are Structural Equation Modeling (SEM) that helps to test the Confirmatory Factor Analysis (CFA). The findings of the research was that the perceived quality positively impact the brand identification and brand emotion.
- 4. Bedi and Chopra [27], in their research of Determinants of Customer Based Brand Equity in Indian Telecommunication Sector has considered the customer based brand

equity as a valuable asset for the firms The purpose of the study was to develop a model that will include perceived quality, brand association, brand loyalty and brand awareness and explain their impact on customer based brand equity in Indian Telecommunication industry from customers perspective. The author used Preliminary inspection of Pearson's correlation matrix for validity analysis and the internal consistency method (using Cronbach's coefficient alpha) to examine the reliability. The sample size included 312 respondents. The findings of the research showed that there is a significant relationship between perceived quality and customer-based brand equity in Indian telecommunication sector and when quality of services is perceived to be high, consumers are satisfied and more likely to stay with the service provider.

Based on the above mentioned Reviews, hypothesis three was proposed:

H3: "There is a significant impact of sponsorship on Perceived Quality."

3. METHODOLOGY

Hejase et al. [28] contend that a "multiple regression model is needed when the researcher faces the scenario where more than one independent variable is causing variations in the dependent variable under study" (p. 748). Therefore, this section aims to test the explanatory variables possible causal relationships.

Research Model

 $\begin{array}{l} \mathsf{BA=C+B_1S+e} \\ \mathsf{BL=C+B_2S+e} \\ \mathsf{PC=C+B_3S+e} \end{array}$

Where,

S: sponsorship, BA: brand awareness, BL: brand loyalty, PL: perceived quality.

C : regression constant

B_i : Coefficients for the explanatory variables

Research Instrument

The data of the research is primary source therefore the information were collected directly from the individuals who took part of our research. For data collection we used 5 Likert scale measure as follows:

- 1. Strongly Disagree
- 2. Disagree
- 3. Neutral
- 4. Agree
- 5. Strongly Agree

Research data shows how sponsorship affect brand loyalty, brand awareness, and perceived quality. The questionnaire following pattern was adopted [29].

3.1 Sampling Strategy

In this research the number of respondents was selected from different locations by targeting the different age groups. Further, to consider the impartiality in the research, this research was carried out in the city due to restrictions in time, budget, and geographical area. The research is based on primary data therefore we used 'convenience sampling' which comes in nonprobability sampling. The criterion used was the willingness of the respondents to participate.

3.2 Research Variables

In the research authors tested the relationship between the variables, that is, how independent variables affect dependent variables.

3.3 Data Source

The data is the source used in the research in which the facts are gathered firsthand by the researcher for a specific research purpose. This research was conducted using primary facts which were gathered by distributing questionnaires to the respondents.

Table 2. Layout of questionnaire

Section	Variable	No. of items	Scale
1	Sponsorship	4	5-Likert scale
2	Brand awareness	4	5-Likert scale
3	Brand loyalty	4	5-Likert scale
4	Perceived quality	4	5-Likert scale

No	Hypothesis	IV	DV	Items	Technique
1	H1	Sponsor-ship	Brand Awareness	4	Reliability Analysis
					Regression Analysis
2	H2	Sponsor-ship	Brand Loyalty	4	Reliability Analysis
					Regression Analysis
3	H3	Sponsor-ship	Perceived Quality	4	Reliability Analysis
					Regression Analysis

Table 3. Hypothesis details

A sample size is a small portion of the population chosen for a survey. The facts have been gathered with the help of adopted questionnaire and the total numbers of respondents for this study were 160 from Hyderabad.

3.4 Population of the Study

A research's population is also known as a welldefined group of persons or things known to have alike features. For this research the population of the study was targeted on the basis of the use of cellular networks and for that purpose the number of questionnaires was given to the 160 respondents. The target population was restricted to the users of cellular networks.

4. RESULTS AND INTREPRETATIONS

Table 4 presents the demographic statistics. The Gender segregation was that out of 160 the Male

were 43.1 % and female were 56.9%. While, in the age group 81.9% were from 18-25 range followed by 14.4% in the age bracket of 25-35, 0.6% were from age group of 36-45 and 3.1% from 45 and above age group. The occupation of respondent was distinguished in 3 categories employed, self- employed and unemployed. 28.7% were employed, 8.1% are self-employed and 63.1 were unemployed.

The Internal Reliability of the 4-item scale is assessed using the Cronbach's Alpha technique. Table 5 shows that the 4-item scale produced a Cronbach's Alpha between = 0.658 and 0.737, which belongs to the range 0.6 to < 0.8considered —Moderate and good, which are acceptable in exploratory research [28,30]. Results show that reliability of sponsorship, versus brand awareness, brand loyalty and perceived quality are acceptable. The conclusion is that all studied variables are found reliable.

Gender	Frequency	Percent	
Male	69	43.1	
Female	91	56.9	
Total	160	100.0	
Age of respondent	Frequency	Percent	
18- 25	131	81.9	
26-35	23	14.4	
36-45	1	0.6	
45 and above	5	3.1	
Total	160	100.0	
Occupation of respondent	Frequency	Percent	
Employed	46	28.7	
Self – Employed	13	8.1	
Unemployed	101	63.1	
Total	160	100.0	

Table 4. Demographics

Table 5. Reliability test

Variables	Cronbach's alpha	No. of items	Remarks
Sponsorship	.658	4	Good
Brand Awareness	.660	4	Good
Brand Loyalty	.737	4	Excellent
Perceived Quality	.737	4	Excellent

Variables	R	R-squared	Adjusted R-squared
Sponsorship(S)	.507 ^a	.257	.252
Brand Awareness(BA)			

Table 6. Model summary: Brand awareness

a. Dependent Variable: Brand Awareness b. Predictors: (Constant), Sponsorship

Table 7. ANOVA: Brand awareness

Model	Sig
1 Regression	.000 ^b
	a. Dependent Variable: Brand Awareness

b. Predictors: (Constant), Sponsorship

Table 8. Coefficient: Brand awareness

Model	Standardized coefficients beta	P-value
(Constant)		.000
Sponsorship	.507	.000
•	Dependent Variable: Brand Awareness	

Tables 6 to 8 indicate that the strength of the relationship manifested by the standardized beta "ß" between dependent variable "Brand Awareness" and independent variable "Sponsorship "is 0.507 or 50.7% with acceptable statistical significance of p-value =0.000. (t = 7.384). Also, the coefficients of determination (R-Sq and Adj. R-Sq.)indicate acceptable overall fitness of the model.

The aforementioned results show that sponsorship of cellular network has a significant and positive impact on brand awareness, the sponsored events of the telecom companies increase the overall brand equity. Hence alternative hypothesis is accepted.

H1: There is a significant impact of sponsorship on brand awareness

Tables 9 to 11 indicate that the strength of the relationship manifested by the standardized beta " β " between dependent variable "Brand Loyalty" and independent variable "Sponsorship "is 0.490 or 49% with acceptable statistical significance of p-value =0.000 (t=7.063). Also, the coefficients of determination (R-Sq and Adj. R-Sq.) indicate acceptable overall fitness of the model. The

above results show that the alternative hypothesis 2 is accepted and the relationship is positive and significant. As the sponsored activities encourage telecom customer to be loyal to their respective networks. The sponsorship tool helps telecom sector to build brand equity.

H2: There is a significant impact of sponsorship on brand loyalty.

Tables 12 to 14 indicate that the strength of the relationship manifested by the standardized beta "β" between dependent variable "Perceived Quality" and independent variable "Sponsorship "is 0.267 or 26.7% with acceptable statistical significance of p-value =0.000 (t=3.489). Also, the coefficients of determination (R-Sg and Adj. R-Sq.) indicate weak overall fitness of the model. The above results show that the alternative hypothesis 3 is accepted and the relationship is positive and significant. The sponsored activities have an impact on the perceived quality of network as the people assumed the quality of the service with the sponsored activities. Hence, our alternative hypothesis 3 is accepted.

H3: There is a significant impact of sponsorship on perceived quality.

Table 9. Model Summary: Brand loyalty

Variables	R	R-squared	Adjusted R-squared
Sponsorship(S)	.490 ^a	.240	.235
Brand Loyalty(BL)			

a. Dependent Variable: Brand Loyalty

b. Predictors: (Constant), Sponsorship

Table 10. ANOVA: Brand loyalty

Model		Sig	
1 Regression		.000 ^b	
X	a. Dependent V	/ariable: Brand Loyalty	
	b. Predictors: (C	Constant), Sponsorship	
	Table 11. Coeff	ficient: Brand loyalty	
Model	Star	ndardized coefficients beta	P-value
(Constant)			.000
Sponsorship	.490)	.000
	Dependent Va	ariable: Brand Loyalty	
-	Fable 12 Model su	mmary: Perceived quality	
		mmary: Perceived quality	
Variables	R	R-squared	
Variables Sponsorship(S)			Adjusted R-squared
Variables Sponsorship(S)	R .267 ^a	R-squared	
Variables Sponsorship(S) Perceived Quality(PQ)	R .267 ^a a. Dependent Va	R-squared .072	
Variables Sponsorship(S)	R .267 ^a a. Dependent Va b. Predictors: (0	R-squared .072 riable: Perceived Quality	Adjusted R-squared
Variables Sponsorship(S)	R .267 ^a a. Dependent Va b. Predictors: (0	R-squared .072 riable: Perceived Quality Constant), Sponsorship	

a. Dependent Variable: Perceived Quality

b. Predictors: (Constant), Sponsorship

Table 14. Coefficient: Perceived quality

Model	Standardized coefficients beta	P-value
(Constant)		.000
Sponsorship	.267	.001

Dependent Variable: Perceived Quality

5. CONCLUSION AND LIMITATIONS

The research study was conducted to determine the effect of sponsorship on the components of brand equity in the perspective of Hyderabad, Pakistan's telecommunication industry. For this purpose, Three dependent variables were chosen for the study i.e.(Brand loyalty, Brand Awareness and Perceived Quality) and how it is effected by the independent variable (sponsorship).

In such, a competitive environment where 5 major networks are all implicating strategies to enhance and increasing their market share, sponsoring events has become an ultimate objective for them in order to build superiority of their services in the eyes of their customers and make them their active brand loyalists. Creating brand awareness with the help of events and use its positive image for the

associative learning for the brand can give the network a competitive edge over others and result in increased sales followed by increased organizational value. The results demonstrate that sponsorship positively contributes in improving marketing communication performance of a company.

This study is restricted only at cellular networks; however, other sectors in telecom industry i.e. (landline services, internet service providers, etc.) are avoided due to the time constraints. The research was area constrained so therefore, the primary data was collected from the respondents in Hyderabad.

Lastly, there are many other promotional strategies that can help in building brand equity other than sponsorship that have not been discussed in this research due to required effectiveness in the analysis.

6. RECOMMENDATIONS

Telecommunication sector is highly competitive so companies needs tools and strategies that help them differentiate from other brands. Sponsorship is an effective tool as shown by the study but the use of it in marketing activities is less in Pakistan when compared to traditional promotional tools. The use of this tool can help companies to attain a competitive edge over their competitors and help customers in differentiating brands in such a competitive environment.

The Telecom companies should launch their new offerings through sponsored events in increasing brand awareness and developing a positive attitude of their brand, and for testing their product through the buying and selling of their products in the event. They can better evaluate the attitude of their customers towards their new offerings.

The Telecom companies should use sponsorship tool as it indicates quality of the service provider.

The companies should use sponsorship to increase new customers as sponsorship increases the brand exposure.

The managers should use sponsorship in order to solve the problem of media clutter. Advertising helps in reaching a mass audience but due to the continuous bombardment of messages on customers its impact has been compromised. Sponsorship however has proven to solve this issue as it bypasses media clutter and creates a unique position in the minds of customers which is why it should be given more importance for improving marketing communications.

COMPETING INTERESTS

Authors have declared that no competing interests exist.

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Shah et al.; AJEBA, 13(3): 1-12, 2019; Article no.AJEBA.53475

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Peer-review history: The peer review history for this paper can be accessed here: http://www.sdiarticle4.com/review-history/53475