# INVESTIGATING RELATIONSHIP TYPES FOR CREATING BRAND VALUE FOR RESELLERS

## **ABSTRACT**:

This study investigates different types of brand-reseller business relationships, in order to explain how a) real-time, b) collaborative and 3) mutually beneficial relationships drive brand value creation in a competitive market. Using data collected from Indian reseller firms selling branded products, this paper extends our existing knowledge of different types of relationships useful for business-to-business marketing practitioners. Brand managers can use these three different types of business relationships to create superior brand value for resellers, thus improving their brands' perceived competitiveness. Specifically, the findings show that brands that engage in real-time and collaborative relationships are regarded by resellers as having higher brand value in comparison to brands that only focus on mutually beneficial relationships.

**Key words:** Brand-Reseller Relationships; Brand Value; Real-time Relationships; Collaborative Relationships; Mutually Beneficial Relationships

## **INTRODUCTION**

When resellers fear that a brand may be underperforming and cannot satisfy the requirements of their business, resellers are likely to move away to competitors and spend less time on promoting the brand or its products (Saren and Tzokas, 1998). Reasons for such movements of resellers in a distribution network are that resellers do not want to lose their own set of customers to other resellers (Webster, 2000; Ailawadi and Farris, 2017). Hence, they overlook their existing association with a brand and sell whichever brands available in order to retain their customers (Aaker and Day, 1986). In order to avoid such situations, business relationship literature recommends brands to develop good relationships with their resellers to better understand and fulfil these resellers' business requirements and secure the brand competitive advantages within the distribution network (Kotler, 1974; Glynn et al. 2007).

However, in reality situations are very dynamic and brand managers are unable to restrict their own distributors (through whom they sell to resellers) from offering rival products of their competitors (Beverland et al., 2007). This pressing matter has led to brand managers to consider employing different facets of their relationships with resellers as tools to strengthen the brand-reseller relationships. Relationships with resellers can help brand managers become more informed of the customers' needs, develop a unique and advantageous brand positioning, without the involvement of the distributors. Value created directly by a brand manager's relationships with resellers can help improve the resellers' business performance, and strengthens the brand's positioning in the competitive markets (Duncan and Moriarty, 1998; Shocker et al. 1994). Nevertheless, there is a knowledge gap in current literature that discuss in depth how different facets of relationship marketing could be employed by brand managers to better such brand-resellers relationships, as existing works fail to address the pressing need to business brand managers to help them better advance and manage their relationships with resellers.

This study draws upon several streams of existing literature. Relationship marketing literature explains that when a brand is operating in different markets through different networks of distributors it is important for the brand manager to understand its reseller networks from a macro perspective and reflect on the inability of brand managers to micro manage the reseller markets (Gupta et al. 2016). The need to drive engagement of resellers in competitive networks necessitates the generation of brand value that resellers will appreciate (Cravens et al., 1996;

Slater and Narver, 1995). The operations management literature indicates that the integration of smooth and efficient organisational processes can increase the value perceived by business customers who are resellers in a distribution network (Gunasekaran and Ngai, 2005). The b2b brand management literature emphasises that for better customer management, brands should supply products with attractive sales promotions, as they provides brands the opportunities to build progressive brand-reseller relationships that are mutually beneficial and collaborative in nature (Ryals and Knox, 2001; Srivastava et al., 1998; Woodruff, 1997). In short, relationships with resellers enable brand managers to acquire knowledge needed to offer additional value relevant to them and customised for them (Rust et al., 2004). However, more works is required to better discuss which types of relationships could be employed to achieve superior brand-reseller relationships.

To shed new light to this area, this study aims to investigate the types of brand-reseller relationships that can help brand managers create brand value for resellers and as a consequence prevent resellers from switching to competitors. Several streams of literature, such as b2b relationship marketing, brand management, operations management were referred to in the process of developing a brand-reseller relationship and value-creation framework. The following sections explain how arguments conceptualised were tested empirically as hypothesised relationships. The quantitative results are then discussed together with the theoretical, managerial implications and limitations of the study, based upon which future research directions are provided.

## **LITERATURE REVIEW**

The branding literature explains that creation of brand value for resellers in a competitive market depends upon the ability of a brand to recognise, understand and efficiently fulfil rational requirements of resellers (Ritter and Walter, 2003; Gupta et al., 2016). Brand managers seek information about the target market and the actions of competitors to develop counter-marketing plans (Achrol and Kotler, 1999; Keller and Lehmann, 2006; Slater and Narver, 1995; Woodruff, 1997). Research on reseller networks reveals that brands should develop capabilities to compete based on their knowledge about the actors operating in the market and transaction based associations of competitors (Mitussis et al., 2006; Palmatier et al., 2007; Gupta et al., 2008). Furthermore, brands operating in a competitive market should have access to the knowledge required to achieve their business objectives. Theory of relationship marketing explains that

building relationships can work as a marketing tool that emphasises upon management of intangible assets such as customer satisfaction for customer retention for building commitment of customers towards the brand and making them loyal to the brand in a competitive market (Morgan and Hunt, 1994). Relationship marketing can be one such tool that aids brand managers to get access to information they need (Brynjolfsson and Hitt, 2000; Cina, 1989).

Theory of instructional transaction fosters the cognitive learning of actors in an environment using feedback and guidance as methods for progression (Merrill, 1992). Merrill (1992) suggested that brands should gather information about cognitive learning of actors in unrealistic situations that can bring inefficiencies in delivery (Smaros et al., 2003). Our study applies concept of Merrill (1992) to recognise cognitive learning of resellers and usage of their feedback by brand managers to overcome inefficiencies of the brand.

However, existing relationship marketing literature suffers from several limitations. Firstly, extant works tend to focus very much on brands' relationships directly with end-users, rather than on the relationships between brands and resellers (Armstrong, 2006). In case of brands that sell their products through a reseller network, their relationships with resellers are generally through distributors, hence are not really considered as direct or real-time relationships (Nysveen et al. 2005). As a result, brand-reseller relationships have received scant research attention in the past. Secondly, extant b2b relationship literature often focus on measuring and discussing constructs such as trust, commitment, cooperation and coordination that could be used to promote better relationships (Morgan and Hunt, 1994; Yen and Barnes, 2011). Often the "how to" are taken for granted and therefore received little research attention. Thirdly, business branding literature...

To address this knowledge gap, this study has proposed to develop a tripodic brand-reseller relationship value-creation framework that could be employed by business brand managers to enhance their perceived brand values to the reseller, with specific focus on real-time relationship, collaborative relationship and mutually beneficial relationship.

Real-time information about inefficiencies when made available to both brands and resellers enriches their understanding of each other's needs, strengthens their relationship and impacts their business performance (Yang et al., 2004). The real-time relationship between brands and resellers conceptualised in this study is based on the ability of a brand to initiate direct interactions with resellers without the intervention of other members of the sales network such as distributors. Real-time relationships allow brands to acquire customer and market information directly. Synthesis of

real-time market and customer information acquired during customer-facing relationship marketing initiatives and other customer-related organisational functions can help brand managers understand the future requirements of their customers (Srivastava et al., 1998) and identify patterns in purchasing behaviour of resellers (Day, 1994). Such an analysis when performed by brand managers leads to utilisation of marketing tools for developing relationships, which are mutually beneficial to both brand and its resellers, thereby, termed as "mutually beneficial relationships".

Resellers prefer to be in relationships with brands that can provide additional benefits such as identifying and supplying new business opportunities that are considered beneficial for their businesses (Shocker et al. 1994). By collaborating directly with resellers, brand managers would be to better understand the requirements of the resellers, which help the brand managers develop more effective marketing mix initiatives, thereby resulting in a mutually beneficial relationship between brands and resellers (Cox, 1999; Dewhirst and Davis, 2005; Gummesson 1994). Collaborative brand relationships with resellers reach the progression phase when resellers positively assess support provided by brand to achieve their own business targets as brand differentiation (Amit and Zott, 2001; Narver and Slater, 1990; Willcocks and Plant, 2001). Thus, real-time relationships directly with resellers, not through distributors act as a source of market penetration for the brand (Ambler et al., 2002; Christopher, 1996). It is important for brand managers to use real-time relationships for supervising the requirements of resellers in order to sustain their superior position in competitive markets (Piercy et al., 2004; Rauyruen and Miller 2007; Webster 2000).

Collaborative brand-reseller relationships increase knowledge of brand managers about actors operating in the market and improve the understanding of resellers about the benefits they can accrue by working with the brand (Rust et al., 2004). Brand managers use these relationships to communicate about their products, product promotion plans, sales support available, sales incentives, and after sales support to resellers (Payne et al., 2008). Resellers try to understand such brand-related information to a) create a superior brand positioning for higher sales and profits and b) understand growth trajectory for their company's relationship with the brand (Sawhney and Zabin, 2002). Brand managers also take help of these relationships to get information about the selling capabilities and inventory levels of these resellers to avoid cannibalisation by competing brands (Gunasekaran et al. 2002).

This paper synthesises theories from branding and relationship marketing literature to explore the gap in the literature about deployment of relationship marketing by brand managers to create superior brand value with their existing and potential resellers (Keller and Lehman, 2006; Nelson, 1970). Current literature supports our arguments that resellers become inclined to get engaged with a brand when they see value that facilitates success for their business (Capon et al. 2001). Using theory of relationship marketing (Morgan and Hunt, 1994) we argue that relationships between brands and resellers strengthen the possibility of the brand value being recognised as a consequence. Specifically we suggest that this could be achieved through firstly real-time relationship between brand manager and resellers, secondly mutually beneficial relationship for both brand and reseller, and thirdly collaborative relationship in nature, to facilitate achievement of results desired by both the brand and the reseller.

## Real-time Relationships for Collaborative Relationship

Chen and Popvich (2003) reviewed development and management of real-time relationships with customers as an integrated approach. Real-time relationship refers to the direct communications occurred between brand manager and resellers, without having to go through distributors in the sales network. Real-time relationships allow brand manager and resellers to interact and work together for mutual benefits by facilitating exchange of responses and reactions in a manner that is frequent and personalised, wherein it is possible to develop personal and social relationship (Gupta et al., 2010; Palmatier, 2008; Knox et al., 2007). Chen and Popvich (2003) recommended firms to consider the strategic nature of relationships with customers and use realtime relationships as a strategy, combining information about people, process and technology, to create knowledge useful for management and retention of customers. Such management of relationships requires cross-functional re-engineering of company's functions in collaboration with smooth execution of processes with a strong focus on customers (Chen and Popvich, 2003; Lindgreen et al., 2006). Whilst real-time relationship provides resellers a chance to directly feedback their concerns and requirements to the brand managers, they also provide brand mangers the opportunity to acknowledge, discuss and tailor their offering and marketing mix immediately in order to better satisfy the resellers. Therefore we argue that real-time relationship is beneficial for both the resellers and the brand manager, thus promoting them to working towards a more collaborative relationship in nature. Therefore, we hypothesize that:

H1: Real-time relationship with a reseller will lead to collaborative relationship with the reseller.

## Real-time Relationships for Mutual Benefits

Existing business relationship literature has discussed the importance of effective communications in business-to-business relationships and networks, with the view that real-time communications can promote better trust, commitment, cooperation and coordination in business relationships (Morgan and Hunt, 1994; Yen and Barnes, 2011). Similarly, the business-to-business marketing literature explains "real-time interactions" as a tool used by brand managers to offer more brand value, thus motivating their resellers to better promote their brands and products in a competitive market (Hakansson et al. 2009; Ford and Hakansson, 2006). Real-time relationship satisfies the need for creating and communicating brand value to resellers engaged with a brand without the employment of distributors (Leone et al. 2006; Shocker et al. 1994). Through timely, frequent and direct interactions with each other, real-time relationships can certainly promote the generation of mutual benefits, better understanding, better support, and generally higher reciprocity between brand manager and resellers (Anderson et al., 1994; Abosag et al., 2016). To this extent, we therefore conceptualise that a real-time relationship between brands with resellers can lead to mutual benefits for both the resellers and the brand manager. Therefore, we hypothesize that:

H2: Real-time relationship with a reseller will lead to mutually beneficial relationship with the reseller.

### Collaborative Relationship for Mutual Benefits

Effectiveness of a business relationship is based on mutual benefits received by both parties involved in the relationship (Natti and Ojasalo, 2008; Weitz and Bradford, 1999). Offering benefits relevant to resellers would place the brand in a position superior to its competitors and ultimately drive consumer purchases (Ailawadi and Keller, 2004). It is very challenging for brand managers to identify benefits that are required by resellers in a distribution network because they often communicate directly with distributors rather than with resellers (Gupta et al. 2008; Shocker et al, 1994). These results in their lack of understanding of the resellers' requirements and hindered their collaboration with the resellers. Whilst such limited collaboration between the

brand manager and the resellers impedes their development of mutually beneficial marketing initiatives (Gupta et al. 2008), we argue that the development of a collaborative relationship will positively contribute to the development of mutually beneficial relationships. Therefore, we hypothesize that:

H3: Collaborative relationship with a reseller will lead to mutually beneficial relationship with the reseller.

## Real-time Relationship for evaluation of Brand Value

In a competitive market wherein multiple brands are offering similar products, the brand managers may attempt to generate higher brand value to resellers, in order to better promote their brands market share and encourage the resellers to work on selling more of the brands (Gupta et al. 2008). Often, resellers are of micro level small and medium firms and as a result having limited resources available for brand promotion (Gupta et al., 2016). Whilst it is not probable for resellers to promote all of the brands due to resource constrains, resellers can choose to strategically promote certain brands that are regarded as having supervisor brand value. Real-time relationship provides brand managers the opportunity to create more values for their resellers. For example, providing customised offering to the individual requirements of the resellers, such as modified product specifications, opportunities to offer higher price discount to customers, etc. These customised offers add to the perceived value of the brands, as these offers can help the resellers sell more of the products thus increase their profitability (Anderson et al. 1997; Hooley et al. 1998; Shocker et al. 1994). Whilst real-time relationship offers resellers the chance to negotiate directly and give feedback or request to the brand manager without having to go through the distributor, brands that offer real-time relationship is likely to be regarded as better brands and lead to better brand value, from the resellers' perspective. Hence, we hypothesize that:

H4: Real-time relationship with a reseller will lead to the reseller's superior evaluation of the brand's value against competitors.

## Collaborative Relationship for evaluation of Brand Value

Relationships with resellers are important to brand managers because they enable them to cut through the competition and achieve their business goals (Day, 1994). Like brands, markets are competitive for resellers too (Weber, 2001). Native knowledge and local access available to

resellers enable them to closely monitor the market dynamic and identify marketing opportunities available for brands (Douglas and Craig, 2011). Therefore compared to others that refuse to collaborate with resellers directly, brands which promote collaborative working relationships with their resellers are more likely to be regarded as providing higher brand value to the resellers. Previous research scholars (Chimhundu, 2005; Glynn, 2004) working in the area of branding for business-to-business markets have discussed the role of brand value in a brand-reseller relationship. But they have not discussed how collaboration between brand and reseller would in return increase resellers' perceived value of the brand. Therefore, we hypothesize that:

H5: Collaborative relationship with a reseller will lead to the reseller's superior evaluation of the brand's value against competitors.

Mutually Beneficial Relationship for evaluation of Brand Value

Strength of a business relationship depends upon benefits that two firms in relationship receive from the association (Ravald and Gronroos, 1996). Both brand managers and resellers seek benefits from their relationships with the other (Glynn, 2010). Resellers seek demand of products offered by the brand in consumer market (Day et al. 1979; Webster, 2000) and brand managers seek reseller support on obtaining local market information and competitive dynamics that enable them to secure better competitive advantages (Glynn et al. 2007; Gupta et al. 2008). In a competitive market, it is important for brand managers to offer value that will enable reseller firm to grow their business (Michell et al. 2001). Therefore we argue that when a brand is working closely with resellers in business relationships that seek mutual benefits and win-win collaborations, the brand is more likely to be evaluated as offering higher brand value. Therefore, we hypothesize:

H6: Mutually beneficial relationship with a reseller will lead to the reseller's superior evaluation of the brand's value against competitive brands.

<<<Insert Figure I>>>

#### **RESEARCH METHOD**

To examine the brand relationships value creation framework and the six hypotheses specified above, quantitative data was collected from Indian reseller in Delhi, Rajasthan, and Gujarat, India. India is chosen as the research context because it is ...

Indian resellers, engaged in selling branded products sourced from distributors of large international firms, provided a good setting to explore the type of relationship that may lead to creation of brand value for resellers. This is because India is a very competitive market and often international brands struggle to reach different segments in the market without the help of the resellers. Relationships with resellers help international brands to get access to the market, which otherwise would be difficult to penetrate even through distributor firms. Traditionally, market penetration models of international firms offering branded products do not require their brand managers to develop a direct and real-time relationship with resellers because in the past international firms manage their supply chain through their distributors. However, whilst the market has increasingly become more competitive, brands venturing to India often realise that it is important that they start working on developing a direct relationship with resellers, in order to increase their market share and profitability in the Indian market.

Valid and reliable measures for the study were identified from previous studies and were adapted and modified from the perspective of the research question being investigated. Then the research instrument was pilot tested with five academics, researchers and resellers to identify areas they found difficult to understand, irrelevant or unable to answer (Table I). The instrument was then modified based on feedback received and the final version based on the 4 constructs and 28 items was sent out to the field for a quantitative survey.

## <<<Insert Table I>>>

Data were obtained from resellers selling products of international brands in the information technology sector in Delhi, Rajasthan, and Gujarat, India. Prior to data collection, an list of firms was obtained from the Information Technology trade association, that listed all the available resellers in XXXX. In total, XXXX number of firms are listed. A random sample technique was employed for contacting respondents through field surveyors who firstly explained the purpose of the study to the resellers, before presenting the research instrument. This approach helps identify the suitability and qualifies resellers as the respondents who are deemed knowledgeable of the

topic understudy. We checked the non-response bias by contacting 28 non-respondents and asked them to respond to non-demographic questions. The results from t-test of group means illustrated that there was no differences among the non-respondents and respondents. Therefore, we expected that there was no problem with the non-response bias in our study (Nyadzayo et al., 2016).

A total of 600 resellers were approached for this study, out of which only 308 completed the survey. On average, 65% of the respondents were between 25 and 35, and 25% were between 35 and 45 years of age. 78% of respondents were males. About 72% of the respondents had a postgraduate degree. 83% of the respondents had more than five years' experience in micro level entrepreneurial firms. The responses to multi-item measures were received on a 7 point Likert scale. A higher score indicated favourability of resellers towards the brand.

The questionnaire includes measures for the firm's marketing and organisational processes in addition to demographic information. 308 completed survey questionnaires were coded in SPSS 21. Based on the initial EFA, twelve items (RTR3, RTR4, RTR6, MBR2, MBR6, MBR7, CR1, CR3, CR7, CR8, BVR3, and BVR6) were discharged for contributions to reliability that were somewhat lower than those of peers and multiple loadings on two factors (Hair *et al.*, 2006). The total variance explained by each component was presented in Table 6.11. The number of factors that contributed eigenvalue >1 were only significant and the remaining were disregarded (Hair *et al.*, 2006; Tabachnick and Fidell, 2007). Principal component analysis showed the presence of ten components with eigenvalues exceeding one. Table 6.11 shows that the highest variance extracted by items into a construct was observed in BVR (i.e. 34.615%) and the lowest one was observed in RTR (i.e. 11.763%). Altogether, four components explained a total variance of 3.362% (see column cumulative %), which is higher than the recommendations (Hair *et al.*, 2006; Tabachnick and Fidell, 2007) (Appendix I).

After removing the items, this analysis illustrates that the individual remaining items are based on corresponding factors as intended. Internal consistency reliability was assessed using the coefficient alpha method, and not the split-half technique, because Cronbach's alpha, the most widely used internal consistency method, indicates how the different items purport to measure different aspects of a construct (Churchill, 1979; DeVellis, 2003; Hair *et al.*, 2006; Tabachnick and Fidell, 2007). Based on the results, the internal consistency reliabilities of the measures were acceptable (Cronbach's alpha > 0.8). Furthermore, the data were plotted graphically to check for normality. Data were not found to be normal. The measures employed in this research were

analysed with CFA, and the hypothesized structural model was examined with structural equation modelling by employing AMOS 21.

## **RESULTS**

Taken together, the results of the confirmatory factor analysis demonstrate that the hypothesized four-factor model: Real-time Relationship (RTR), Mutually Beneficial Relationship (MBR), Collaborative Relationship (CR), and Brand Value for Resellers (BVR) fits the data well. Our objective for performing CFA was to explore the individual contribution of all variables to understand their significance in the creation of brand value without any mediation. First, the clarification was appropriate in that there were no negative variance estimates or other improprieties. Second, the overall goodness-of-fit indices illustrate that the model sufficiently accounted for sample variances and covariance. All of the model-fit indices exceed the respective common acceptance levels and demonstrate that the model exhibited a good fit with the data collected (Byrne, 2001; and Hair *et al.*, 2006).

Furthermore, the other absolute fit measure, the goodness-of-fit index (GFI), indicated an acceptable fit (.937). The adjusted goodness-of-fit index (AGFI) is an expansion of the GFI index of .909 and suggests that model fit is only marginal. The comparative fit index (CFI) (.98>.90) indicates good fit. CFI is considered as an improved version of the NFI (.958>.90) index. The Tucker-Lewis index (TLI), also known as the non-normed fit index (NNFI), compares the  $\chi^2$  value of the model with that of the independent model and takes degrees of freedom for the model into consideration (Hair et al., 2006; Tabachnick and Fidell, 2007). Root mean square error of approximation (RMSEA) of 0.052 was used to judge the model fit (an acceptable level should be below 0.08, Hair *et al.*, 2006; Kline 2005).

It is worth noting that, because there is a lack of agreement among researchers about the best goodness-of fit-index and because some indices are sensitive to sample size, the best strategy is to adopt several different goodness-of-fit indices (Gerbing and Anderson, 1993). The influence of independent variables about how a brand can integrate marketing and operational functions of a brand on brand selection criteria of resellers as a dependent variable in the fitness report of the structural model also indicated a good fit.

Third, the hypothesized measurement factor loadings were all statistically significant and considerable in size. The measurement model was evaluated to observe item and construct

reliability, which were large, and convergent validity of the constructs. The results show that the model provides a strong test of the hypothesized associations among the constructs of interest.

Finally, confirmatory factor analysis of all constructs together was used to evaluate discriminant validity and there was evidence of an adequate level of discriminant validity. The correlation between each pair of latent variables was significantly less than 1 (Appendix II). This research applied Pearson's correlations matrix at the 0.01 significance level (2-tailed) to determine the linearity and multi-collinearity of the research constructs; it found all independent variables considerably positively correlated to the dependent variables. The results of this test showed that all variables are linear with each other. The bivariate correlation matrix was computed using Pearson's correlation. The results of the correlation matrix, reveal that none of the bivariate correlation was highly correlated (.90 or above) to each other (Hair *et al.*, 2006; Tabachnick and Fidell, 2007), satisfying the assumption of the multi-collinearity. Another method of checking multi-collinearity is by looking at the scores of Variance Inflation Factor (VIF) and tolerance effect (Hair *et al.*, 2006). The larger VIF (above 10) and lower tolerance (below .1) indicates the presence of multicollinearity (Pallant, 2007).

The average variance extracted (proportion of the total variance in all indicators of a construct accounted for by the construct; Fornell and Larcker, 1981) exceeded the squared correlations between the factors, indicating strong discriminant validity. Moreover, the variance extracted for each construct which measures the overall amount of variance captured by the indicators relative to measurement error was compared to the square of each off-diagonal value within the Phi matrix for that construct (Fornell and Larcker, 1981). In all cases, the variance extracted exceeded the phi estimates, suggesting that measures diverge from other operationalisations whereby the construct is truly distinct from other constructs (Hair *et al.*, 2006; Peter and Churchill, 1986; Steenkamp and Van Trijp, 1991); it is the complementary concept to convergent validity.

As the proposed measurement relationships were consistent with the data, the next step in the analysis was to estimate the hypothesised model. Table II illustrates the completely standardised parameter estimates for the hypothesised model. The findings regarding causal paths (standardised path coefficients ( $\beta$ ), standard error, p-value and hypotheses result) and the parameter estimates corresponding to hypothesised SEM paths and the resulting regression weights are presented in Table II. The standardised regression path between the real-time

relationship (RTR) and collaborative relationship (CR) is statistically significant ( $\gamma$ =0. 201, t-value= 2.853). This means that H1 (*Real-time relationship with a reseller will lead to collaborative relationship with the reseller.*) is fully supported.

H2 (Real-time relationship with a reseller will lead to mutually beneficial relationship with the reseller) is fully supported per the significant relation between RTR and MBR ( $\gamma$ =0. 233, tvalue=3.302). In addition, Hypothesis 3 (Collaborative relationship with a reseller will lead to mutually beneficial relationship with the reseller), which explains the relationship between collaborative relationship (CR) and mutually beneficial relationship (MBR) was found to be significant in the hypothesised direction ( $\gamma$ =0.171, t-value=2.77). H4 was also completely supported, showing that real-time relationship with a reseller will lead to the reseller's superior evaluation of the brand's value against competitors ( $\gamma$ =0.274, t-value=3.902). In addition, H5: collaborative relationship with a reseller will lead to the reseller's superior evaluation of the brand's value against competitors was also proven supported ( $\gamma$ =0.235, t-value=3.871). H6, however, was not supported. In the hypothesised model, mutually beneficial relationship with a reseller will lead to the reseller's superior evaluation of the brand's value against competitors did not reach significance ( $\gamma$ =0.091, t-value=1.518). The objective of the study was to identify the role of real-time and collaborative relationship of the brand with its resellers in the integration of marketing and organisational processes of the firm with the aim of influencing the brand value created for resellers. The results show that the hypotheses received a considerable amount of support, as five out of the six proposed relationships were statistically significant. The results of the validated structural model are depicted in Figure II.

<<<Insert Table II>>>
<<<Insert Figure II>>>

#### **DISCUSSION**

Our work supports the integration of branding in the distribution processes, with an emphasis on collaboration between the brand and its resellers as its resellers (Hatch and Schultz, 2003; Knox, 2004). Consistent with our hypotheses, real-time relationship was found to be effective in developing collaborative business relationships (H1) between the brand and resellers in a distribution network access. In addition, our study supports findings of Day (2000),

Shoemaker (2001) and Gupta et al. (2008) and highlights that a real-time relationship when managed with resellers will create mutually beneficial relationship with the reseller (H2). Moreover, results supported through the creation of a collaborative relationship (H3) that supports the integration of brand marketing efforts with its supply of products for operational excellence. As the previous studies only reflect on brand value from brand managers' perception and ignore the view of small resellers, our research is novel in which it illustrates the real-time relationship with a reseller will lead to the reseller's superior evaluation of the brand's value against competitors (H4).

The results of our study proves that the collaborative relationship with a reseller will lead to the reseller's superior evaluation of the brand's value against competitors (H5) and shows how collaboration between brand and reseller would in return increase resellers' perceived value of the brand. Interestingly, our data analysis demonstrates that mutually beneficial relationship with a reseller cannot lead to the reseller's superior evaluation of the brand's value against competitors, thus rejecting hypothesis H6. This result was contrary to previous studies reflecting on mutual benefits as indicator of relationship marketing (Wang, 2007; Gupta et al. 2016). Reason for this contrast could be that understanding of brand value offered to resellers by international brands is superior from the one offered by local brands.

This research has implications for both brand managers and resellers and proposes that brands selling through distributors should develop real-time, collaborative and mutually beneficial business relationships in distribution networks (Krake, 2005). Such relationships develop the confidence of resellers in the approachability and availability of a brand when they have an operational problem or an issue in selling a brand. A collaborative relationship with resellers ensures that their need is met through marketing support of the brand (Nelson, 1970). For example, creating variation in brand marketing might not benefit the brand incase unavailability of products offered by the brand influences brand selection criterion of resellers.

Resellers may feel more attracted to one brand, but if it is not available to them to sell when they have an opportunity to push the brand onto consumers, then the effect on their business requirements would create variations in their selection of brand within the same product category. Our measures assessed how resellers would select a brand from 1 = not likely to 7 = most likely in this situation and the finding shows that brands that are available to provide the needed support, to collaborate relevantly are the brands they would like to offer to consumers.

From a theoretical perspective, the results highlight the importance of acknowledging the role of real-time relationships with resellers in competitive business-to-business markets. Real-time relationships based on the integration of marketing initiatives of the brand with the business processes differentiates the brand against its competitors. This knowledge can provide a basis for predicting the effect of such integration on positioning of brands in competitive markets from various sectors such as automobiles or textiles or consumer durables. For example, managers of consumer durable brands can apply the three relationship types identified by this research to strengthen their positioning in comparison to their competitor by maintaining real-time relationships with their resellers and ensuring that relationships with resellers are collaborative and beneficial to both the brand and the reseller. While the focus of our research on the types of relationships was found to be novel, it extends previous work on the role of relationship marketing by Palmatier et al. (2007) and Parvatiyar and Sheth (2001) by clearly articulating and demonstrating different types of relationships and explaining their individual benefits on brand value.

For managers, this research shows to all brand mangers that real-time relationships directly with resellers are critical to the development of more collaborative and mutually beneficial relationships. In return, resellers would evaluate the brands that made such effort in developing real-time and mutually beneficial relationships as brands that are of higher values against competitors and as a consequence, the resellers will dedicate more effort in promoting these brands. Therefore marketing and brand managers of MNEs are encouraged to consider developing real-time relationships directly with resellers for that such relationships will help promote the perceived brand values in the eyes of the resellers. Such relationship is of particular importance in very competitive international markets wherein local resellers are supplying similar products of several competitive brands. By having closer, real-time, collaborative and mutually-beneficial relationship with a resellers, brands are more likely to secure valuable market information quicker than the others, and prompt the resellers to sell more of their product, thus increase market share and profitability in these markets.

All companies selling branded products in any categories can use our findings to apply the approach in a generalised manner. Our research contributes to knowledge about real-time, collaborative and mutually beneficial relationships between brands and resellers in the business environment that uses technology for management of information to successfully manage

relationships in competitive and large markets (Gunasekaran and Ngai, 2005; Krake, 2005; Saren and Tzokas, 1998). While the focus of our investigation was on examining the role of three individual types of relationships, it would also be interesting to identify conditions under which brand cannibalisation occurs wherein all competing brands use the same formula to their marketing and market management techniques in distribution networks. Future researchers should extend this study by distinguishing between manufacturer brands, retailor brand, corporate brands, product and/or service brands.

## SUMMARY, LIMITATIONS AND FUTURE RESEARCH DIRECTIONS

This study fills the gap in our current understanding about relationship marketing. Firstly, by arguing the need for marketers to integrate marketing with organisational functions of the brand and identifying different types of relationships that have critical effect on generating brand value for resellers, this research conceptually propose and empirically validate the brand relationship and value creation framework. In theory the influence of marketing and organisational processes on the behaviour of customers has been recognised as a very important aspect of business relationships. The role of brand-reseller relationship in developing stronger relationships with resellers can lead to collaboration in marketing activities was theorised and tested empirically using the survey data.

While the results of our study provide some meaningful ideas for practitioners and academics focussing on business relationships, it also suffers from certain limitations. This study has used cross-sectional data and has not examined the differences in relationships between brand and resellers over a period of time. We recommend that business relationships between brand and resellers should be examined longitudinally as a progressive change based on the dynamic nature of the business-to-business environment that requires ongoing nurturing of the relationships with resellers by the brand. Our study is limited to the information technology sector and its results cannot be generalised for other industry sectors. There is also a risk of response bias from respondents.

This research opens up avenues for new exploratory studies that can investigate the impact of brand-reseller relationships on brand efficiency based on relationships in distribution networks. It not only encourages academics and practitioners to address the main issue underlying the theme of this paper i.e. to improve the algorithm of integration of marketing and operational functions

for the success of the brand in competitive business relationships. The second area for future research is to understand brand cannibalisation due to lack of integration of marketing and business processes of the brand.

#### **REFERENCES:**

- Aaker, D. A., and Day, G. S. (1986). The perils of high-growth markets. Strategic Management Journal, 7(5), 409-421.
- Abosag, I., Yen, D.A. and Barnes, B.R., 2016. What is dark about the dark-side of business relationships?. *Industrial Marketing Management*, 55, pp.5-9.
- Achi, Z., Doman, A., Sibony, O., Sinha, J., and Witt, S. (1995). The paradox of fast growth tigers. The McKinsey Quarterly, (3), 4-5.
- Achrol, R. S., and Kotler, P. (1999). Marketing in the network economy. The Journal of Marketing, 146-163.
- Ailawadi, K. L., and Keller, K. L. (2004). Understanding retail branding: conceptual insights and research priorities. Journal of retailing, 80(4), 331-342.
- Ambler, T., Bhattacharya, C. B., Edell, J., Keller, K. L., Lemon, K. N., and Mittal, V. (2002). Relating brandand customer perspectives on marketing management. Journal of Service Research, 5(1), 13-25.
- Amit, R., and Zott, C. (2001). Value creation in e-business. Strategic management journal, 22(6-7), 493-520.
- Anderson, E., and Weitz, B. (1992). The use of pledges to build and sustain commitment in distribution channels. Journal of marketing research, 18-34.
- Anderson, J.C., Håkansson, H. and Johanson, J., 1994. Dyadic business relationships within a business network context. *The Journal of Marketing*, pp.1-15.
- Anderson, E., Day, G. S., and Rangan, V. K. (1997). Strategic channel design. Sloan Management Review, 38(4), 59.
- Armstrong, T. (2006). The flip side of fear: Marketing to the empowered consumer. Bulletin of the Association for Information Science and Technology, 32(2), 19-20.
- Beverland, M., Napoli, J., and Lindgreen, A. (2007). Industrial global brand leadership: A capabilities view. Industrial Marketing Management, 36(8), 1082-1093.
- Bhattacharya, K., and Datta, B. (2010). TATA Steelium—A Success Story in B2B Branding. Vikalpa, 35(2), 101-126.
- Brynjolfsson, E., and Hitt, L. M. (2000). Beyond computation: Information technology, organizational transformation and business performance. The Journal of Economic Perspectives, 14(4), 23-48.
- Byrne, B. M. (2001) Structural Equation Modeling with AMOS, Lawrence Erlbaum Associates, New Jersey, US.
- Cao, L. (2011). Dynamic capabilities in a turbulent market environment: empirical evidence from international retailers in China. Journal of Strategic Marketing, 19(5), 455-469.
- Chen, I. J., and Popovich, K. (2003). Understanding customer relationship management (CRM) People, process and technology. Business process management journal, 9(5), 672-688.
- Chimhundu, R. (2005). FMCG brand, supermarket chain and consumer relationships. In Proceedings of the 2005 Otago Marketing Doctoral Colloquium. University of Otago.
- Christopher, M. (1996). From brand values to customer value. Journal of Marketing Practice: applied marketing science, 2(1), 55-66.
- Churchill Jr, G. A. (1979). A paradigm for developing better measures of marketing constructs. Journal of marketing research, 64-73.

- Cina, C. (1989). Creating an effective customer satisfaction program. Journal of Business and Industrial Marketing, 4(2), 33-42.
- Cox, A. (1999). Power, value and supply chain management. Supply chain management: An international journal, 4(4), 167-175.
- Cravens, D. W., Piercy, N. F., and Shipp, S. H. (1996). New organizational forms for competing in highly dynamic environments: the network paradigm. British Journal of management, 7(3), 203-218.
- Day, G. S. (1994). The capabilities of market-driven organizations. the Journal of Marketing, 37-52.
- Day, G. S., Shocker, A. D., and Srivastava, R. K. (1979). Customer-oriented approaches to identifying product-markets. The Journal of Marketing, 43(4), 8-19.
- DeVellis, R. F. (2003) Scale Development: Theory and Application, Second Edition. Sage Publications, CA.
- Dewhirst, T., and Davis, B. (2005). Brand strategy and integrated marketing communication (IMC): A case study of Player's cigarette brand marketing. Journal of Advertising, 34(4), 81-92.
- Douglas, S. P., and Craig, C. S. (2011). Convergence and divergence: Developing a semiglobal marketing strategy. Journal of International Marketing, 19(1), 82-101.
- Duncan, T., and Moriarty, S. E. (1998). A communication-based marketing model for managing relationships. The Journal of marketing, 62(20), 1-13.
- Ford, David and Håkan Håkansson (2006), "The Idea of Business Interaction," The IMP Journal, 1 (1), 4-27.
- Fornell, C., and Larcker, D. F. (1981). Evaluating structural equation models with unobservable variables and measurement error. Journal of marketing research, 39-50.
- Gandolfo, A., and Padelletti, F. (1999). From direct to hybrid marketing: a new IBM go-to-market model. *European Journal of Innovation Management*, 2(3), 109-117.
- Gerbing, D. W., and Anderson, J. C. (1993). Monte Carlo evaluations of goodness-of-fit indices for structural equation models. *Sage Focus Editions*, *154*, 40-40.
- Glynn, M. S. (2004). The role of brands in manufacturer-reseller relationships (Doctoral dissertation, ResearchSpace@ Auckland).
- Glynn, M. S. (2004). *The role of brands in manufacturer-reseller relationships* (Doctoral dissertation, ResearchSpace@ Auckland).
- Glynn, M. S. (2010). The moderating effect of brand strength in manufacturer–reseller relationships. Industrial Marketing Management, 39(8), 1226-1233.
- Glynn, M. S. (2012). Primer in B2B brand-building strategies with a reader practicum. Journal of Business Research, 65(5), 666-675.
- Glynn, M. S., Motion, J., and Brodie, R. J. (2007). Sources of brand benefits in manufacturer-reseller B2B relationships. Journal of Business and Industrial Marketing, 22(6), 400-409.
- Gummesson E. (1994). Making relationship marketing operational, International Journal of Service Industry Management, 5(5), 5-20.
- Gunasekaran A. and Ngai E.W.T. (2004). Information systems in supply chain integration and management, European Journal of Operations Research, 159(2), 269-295.
- Gunasekaran A. and Ngai E.W.T. (2005). Build-to-order supply chain management: a literature review and framework for development, Journal of Operations Management, 23(5), 423-451.

- Gunasekaran A., Marri H.B., McGaughey R.E. and Nebhwani M.D. (2002). E-commerce and its impact on operations management, International Journal of Production Economics, 75(1-2), 185-197.
- Gupta S., Grant S. and Melewar T.C. (2008). The expanding role of intangible assets of the brand, Management Decision, 46(6), 948-960.
- Gupta, S., Malhotra, N. K., Czinkota, M., and Foroudi, P. (2016). Marketing innovation: A consequence of competitiveness. Journal of Business Research, 69(12), 5671-5681.
- Gupta, S., Melewar, T. C., & Bourlakis, M. (2010). Transfer of brand knowledge in business-to-business markets: a qualitative study. *Journal of Business & Industrial Marketing*, 25(5), 395-403.
- Gupta, S., Melewar, T. C., and Bourlakis, M. (2010). A relational insight of brand personification in business-to-business markets. Journal of General Management, 35(4), 65-76.
- Hada, M., Grewal, R., and Chandrashekaran, M. (2013). MNC subsidiary channel relationships as extended links: Implications of global strategies. Journal of International Business Studies, 44(8), 787-812.
- Hair, J. F., William C. B., Barry B., Rolph, J., Anderson, E., and Tatham, R. L. (2006). Multivariate Data Analysis, Pearson, New Jersey.
- Håkansson, Håkan, David Ford, Lars-Erik Gadde, Ivan Snehota, and Alexandra Waluszewski (2009), Business in networks. Glasgow: John Wiley & Sons.
- Han, S. L., & Sung, H. S. (2008). Industrial brand value and relationship performance in business markets—A general structural equation model. *Industrial Marketing Management*, *37*(7), 807-818.
- Hatch, M.J. and Schultz M. (2003). Bringing the corporation into corporate branding, European Journal of Marketing, 37(7/8), 1041-1064.
- Homburg C., Workman J.P. and Jensen O. (2000). Fundamental changes in marketing organisation: the movement towards a customer-focused organisational structure, Journal of the Academy of Marketing Science, 28(4), 459-478.
- Hooley, G., Broderick, A., and Möller, K. (1998). Competitive positioning and the resource-based view of the firm. Journal of strategic marketing, 6(2), 97-116.
- Hughes, D. E., and Ahearne, M. (2010). Energizing the reseller's sales force: the power of brand identification. Journal of Marketing, 74(4), 81-96.
- Kapferer, J. N. (2012). The new strategic brand management: Advanced insights and strategic thinking. Kogan page publishers.
- Keller K.L. and Lehmann D.R. (2006). Brands and branding: research findings and future priorities, Marketing Science, 25(6), 740-759.
- Kim, K. (2001). On the effects of customer conditions on distributor commitment and supplier commitment in industrial channels of distribution. Journal of Business Research, 51(2), 87-99.
- Kline, R. B. (2005). Principles and practice of structural equation modeling, G uildwood, NY.
- Knox, S. (2004). Positioning and branding your organisation, Journal of Product and Brand Management, 13(2), 105-115.
- Knox, S., Payne, A., Ryals, L., Maklan, S., & Peppard, J. (2007). *Customer relationship management*. Routledge.
- Kotler P. (1974). Marketing during periods of shortage, Journal of Marketing, 38(3), 20-29.
- Krake, F. B. (2005). Successful brand management in SMEs: a new theory and practical hints. Journal of Product & Brand Management, 14(4), 228-238.

- Kumar, N., Stern, L. W., and Achrol, R. S. (1992). Assessing reseller performance from the perspective of the supplier. Journal of marketing research, 29(2), 238.
- Leone, R. P., Rao, V. R., Keller, K. L., Luo, A. M., McAlister, L., and Srivastava, R. (2006). Linking brand equity to customer equity. Journal of service research, 9(2), 125-138.
- Lewin, J. E., & Johnston, W. J. (1997). International salesforce management: a relationship perspective. *Journal of Business & Industrial Marketing*, 12(3/4), 236-252.
- Lindgreen, A., Palmer, R., Vanhamme, J., and Wouters, J. (2006). A relationship-management assessment tool: Questioning, identifying, and prioritizing critical aspects of customer relationships. Industrial marketing management, 35(1), 57-71.
- McWilliam, G. (2000). Building stronger brands through online communities. *Sloan management review*, 41(3), 43.
- Merrill D.M. (1992) Instructional Transactional Theory: classes of transactions, Educational Technology, 32(6), 12-26.
- Michell, P., King, J., and Reast, J. (2001). Brand values related to industrial products. Industrial marketing management, 30(5), 415-425.
- Min S., Mentzer J.T. and Ladd R.T. (2007). A market orientation in supply chain management, Journal of Academy of Marketing Science, 35(4), 507-522.
- Mitussis D., O'Malley L. and Patterson M. (2006). Mapping the re-engagement of CRM with relationship marketing, European Journal of Marketing, 40(5/6), 572-589.
- Morgan, R. M., and Hunt, S. D. (1994). The commitment-trust theory of relationship marketing. The journal of marketing, 58(3), 20-38.
- Morris, M., and Carter, C. R. (2005). Relationship marketing and supplier logistics performance: An extension of the key mediating variables model. Journal of Supply Chain Management, 41(4), 32-43.
- Mudambi, S. (2002). Branding importance in business-to-business markets: Three buyer clusters. Industrial Marketing Management, 31(6), 525-533.
- Narver J.C. and Slater S.F. (1990). The effect of a market orientation on business profitability, Journal of Marketing, 54(4), 20-35.
- Natti S. and Ojasalo J. (2008). Loose coupling as an inhibitor of internal customer knowledge transfer: findings from an empirical study in B-to-B professional services, Journal of Business and Industrial Marketing, 23(3), 213-223.
- Nelson P. (1970). Information and consumer behaviour, Journal of Political Economy, 78(2), 311.
- Nyadzayo, M. W., Matanda, M. J., & Ewing, M. T. (2016). Franchisee-based brand equity: The role of brand relationship quality and brand citizenship behavior. *Industrial Marketing Management*, 52, 163-174.
- Nysveen, H., Pedersen, P. E., Thorbjørnsen, H., and Berthon, P. (2005). Mobilizing the brand: The effects of mobile services on brand relationships and main channel use. Journal of Service Research, 7(3), 257-276.
- Pallant, J. (2007) SPSS survival manual, McGraw-Hill, NY.
- Palmatier, R. W. (2008). Interfirm relational drivers of customer value. Journal of Marketing, 72(4), 76-89.
- Palmatier, R. W., Scheer, L. K., Houston, M. B., Evans, K. R., and Gopalakrishna, S. (2007). Use of relationship marketing programs in building customer—salesperson and customer—firm relationships: Differential influences on financial outcomes. International Journal of Research in Marketing, 24(3), 210-223.

- Parniangtong, S. (2017). Using Collaboration to Create Added-Value for End Customers. In *Competitive Advantage of Customer Centricity* (pp. 205-238). Springer Singapore.
- Parvatiyar A. and Sheth J.N. (2001). Customer relationship management: emerging practices, processes and discipline, Journal of Economic and Social Research, 3(2), 1-34.
- Payne A., Storbacka K. and Frow P. (2008). Managing the co-creation of value, Journal of Academy of Marketing Science, 36(1), 83-96.
- Peppard, J. (2000). Customer relationship management (CRM) in financial services. European Management Journal, 18(3), 312-327.
- Peter, J. P. and Churchill, G. (1986). Relationships among Research Design Choices and Psychometric Properties of Rating Scales: A Meta-analysis, Journal of Marketing Research, 33(February), 1-10.
- Piercy N.F., Low G.S., Cravens D.W. (2004). Consequences of sales management's behaviour and compensation based control strategies of developing countries, Journal of International Marketing, 12(3), 30-57.
- Rauyruen P. and Miller K.E. (2007). Relationship quality as a predictor of B2B customer loyalty, Journal of Business Research, 60(1), 21-31.
- Ravald, A., and Grönroos, C. (1996). The value concept and relationship marketing. European journal of marketing, 30(2), 19-30.
- Ritter T. and Walter A. (2003). Relationship specific antecedents of customer involvement in new product development, International Journal of Technology Management, 26(5-6), 482-501.
- Rust R.T., Ambler T., Carpenter G.S., Kumar V. and Srivastava R.K. (2004). Measuring marketing productivity: current knowledge and future directions, Journal of Marketing, 68(4), 76-89.
- Ryals L. and Knox S. (2001). Cross-functional issues in the implementation of relationship marketing through customer relationship management, European Management Journal, 19(5), 534-542.
- Saccani, N., Johansson, P., and Perona, M. (2007). Configuring the after-sales service supply chain: A multiple case study. International Journal of Production Economics, 110(1), 52-69.
- Saren M.J. and Tzokas N.X. (1998). Some dangerous axioms of relationship marketing, Journal of Strategic Marketing, 6(3), 187-196.
- Sawhney M. and Zabin J. (2002). Managing and measuring relational equity in the network economy, Journal of the Academy of Marketing Science, 30(4), 313-332.
- Sheth J.N. and Parvatiyar A. (1995). Relationship marketing in consumer markets: antecedents and consequences, Journal of the Academy of Marketing Science, 23(4), 255-271.
- Shocker, A. D., Srivastava, R. K., and Ruekert, R. W. (1994). Challenges and opportunities facing brand management: An introduction to the special issue. Journal of marketing research, 31(2), 149-158.
- Slater S.F. and Narver J.C. (1995). Market orientation and learning organisation, Journal of Marketing, 59(3), 63-74.
- Smaros J., Lehtonen J., Appelqvist P. and Holmstorm J. (2003). The impact of increasing visibility on production and inventory control efficiency, International Journal of Physical Distribution and Logistics Management, 33(4), 336-354.
- Srivastava R.K., Shervani T.A. and Fahey L. (1998). Market-based assets and shareholder value: a framework for analysis, Journal of Marketing, 62(1), 2-18.

- Stadtler H. (2005). Supply chain management and advanced planning basics, overview and challenges, European Journal of Operations Research, 163(3), 578-588.
- Steenkamp, J. B. E. M. and van Trijp, H. C. M. (1991). The use of lisrel in validating marketing constructs, International Journal of Research in Marketing, 8(4), 283-299.
- Tabachnick, B. G. and Fidell, L. S. (2007). Using multivariate statistics, Allyn and Bacon, Boston.
- Urban, G. L., Sultan, F., & Qualls, W. J. (2000). Placing trust at the center of your Internet strategy. *MIT Sloan Management Review*, 42(1), 39.
- Van Bruggen, G. H., Kacker, M., and Nieuwlaat, C. (2005). The impact of channel function performance on buyer–seller relationships in marketing channels. International Journal of Research in Marketing, 22(2), 141-158.
- Vlosky, R. P., Fontenot, R., and Blalock, L. (2000). Extranets: impacts on business practices and relationships. Journal of business & Industrial marketing, 15(6), 438-457.
- Wang, C. L. (2007). Guanxi vs. relationship marketing: Exploring underlying differences. *Industrial Marketing Management*, 36(1), 81-86.
- Weber, J. A. (2001). Partnering with resellers in business markets. Industrial Marketing Management, 30(2), 87-99.
- Webster F.E. (2000). Understanding the relationships among brands, consumers and resellers, Journal of the Academy of Marketing Science, 28(1), 17-23.
- Webster Jr, F. E. (1992). The changing role of marketing in the corporation. The Journal of Marketing, 56(4), 1-17.
- Weitz B.A. and Bradford K.D. (1999). Personal selling and sales management: a relationship marketing perspective, Journal of the Academy of Marketing Science, 27(2), 241-254.
- Wierenga, B., and Soethoudt, H. (2010). Sales promotions and channel coordination. Journal of the Academy of Marketing Science, 38(3), 383-397.
- Willcocks L.P. and Plant R. (2001). Pathways to E-Business leadership: getting from bricks to clicks, MIT Sloan Management Review, 42(3), 50-59.
- Woodruff R.B. (1997). Customer value: the next source for competitive advantage, Journal of Academy of Marketing Science, 25(2), 139-153.
- Yang B., Burns N.D. and Backhouse C.J. (2004). Management of uncertainty through postponement, International Journal of Production Research, 42(6), 1049-1064.

Figure I: The research conceptual model

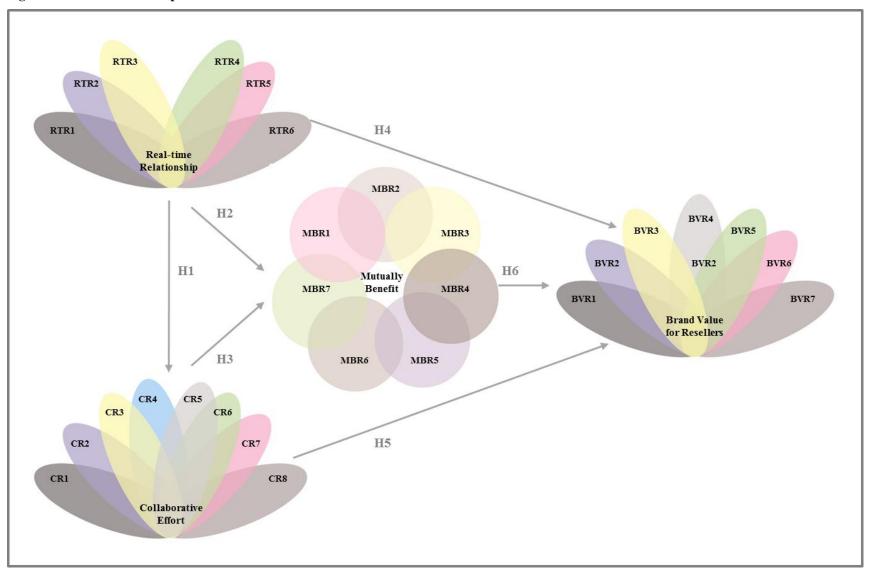


Figure II: Validated structural model

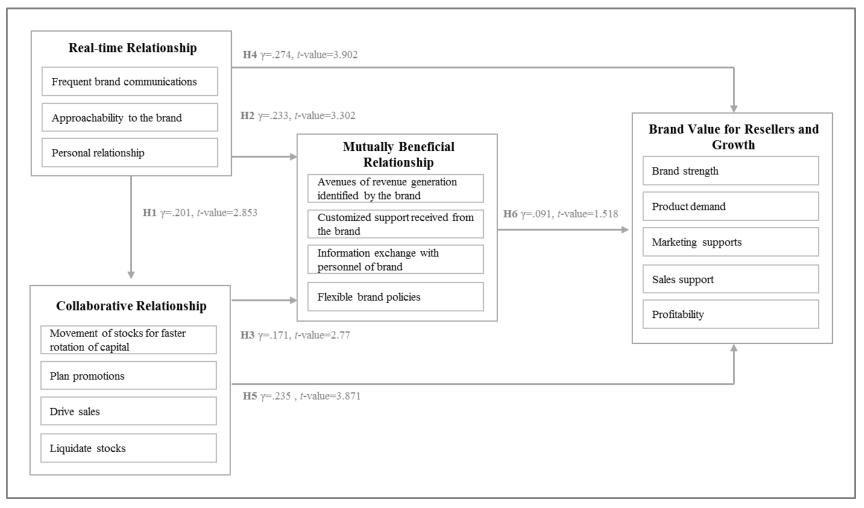


Table I: The main constructs and measurements items

CONSTRUCT	CODE	ITEMS	REFERENCE		
Real-time Relationship (RTR)	RTR1	Real-time relationship allow frequent personalised communications about the brand	Knox et al. (2007); VanBruggen et al. (2005); Urban et al. (2000); Glynn et al. (2007); Gupta et al. (2010); Palmatier		
	RTR2	Real-time relationship allow personalised communications that develop understanding about approachability to the brand			
	RTR3	Real-time relationship allow personalised communications that help me understand support I can receive from the brand	(2008)		
	RTR4	Real-time relationship allow personalised communications that facilitates development of a direct relationship with the brand			
	RTR5	Real-time relationship allow personalised communications that facilitates development of personal relationship			
	RTR6	Real-time relationship allow personalised communications that facilitates development of a social relationship with the brand	-		
Mutually Beneficial	MBR1	A relationship that creates avenues of revenue generation for mutual benefits	Hada et al. (2013); Lewin and		
Relationship (MBR)	MBR2	A relationship that creates mutual understanding about value offered by brand and its resellers to one another	Johnston (1997); Glynn (2012); Gupta et al. (2010); Homburg et		
MBR3 A relationship that allows mutual customization of support receive			al. (2000)		
	reseller from one another  MBR4 A relationship that enables mutual exchange of information by brand and reseller				
	MBR5 A relationship that enables both brand and reseller to have a flexible approach to their organisational policies for the benefit of the other				
	MBR6 A relationship that creates mutual incentives on sales for both brand and its resellers				
	MBR7	A relationship that ensures mutual efforts of both brand and its resellers for smooth delivery of service after sales			
Collaborative Relationship (CR)	CR1	A relationship that facilitates collaborative efforts by brand and its resellers to ensure availability of products of the brand when demand arises	Glynn (2004); Parniangtong (2017); Kasaulis et al. (1999);		
()	CR2 A relationship that facilitates collaborative efforts by brand and its resellers to ensure smooth movement of stocks for faster rotation of capital				
	CR3	A relationship that facilitates collaborative efforts by brand and its resellers to ensure availability of support for achieving target sales			
	CR4	A relationship that facilitates collaborative efforts by brand and its resellers to plan promotions			
	CR5 A relationship that facilitates collaborative efforts by brand and its resellers to drive sales				
	CR6	A relationship that facilitates collaborative efforts by brand and its resellers to liquidate stocks			

	CR7	A relationship that facilitates collaborative efforts by brand and its resellers to identify future targets  A relationship that facilitates collaborative efforts by brand and its resellers to mutually agreed targets		
Brand Value for Resellers and Growth (BVR)	BVR1	A relationship that communicates value offered by brand to its resellers as brand strength	Webster (2000); Glynn et al. (2012); Gupta et al. (2008);	
	BVR2	A relationship that communicates value offered by brand to its resellers as product demand	Keller and Lehmam (2007); Gupta et al. (2010)	
	BVR3 A relationship that communicates value offered by brand to its resellers as support after sales			
	BVR4 A relationship that communicates value offered by brand to its resellers as marketing support			
	BVR5 A relationship that communicates value offered by brand to its resellers as sales support  BVR6 A relationship that communicates value offered by brand to its resellers as growth			
	BVR7	A relationship that communicates value offered by brand to its resellers as profitability		

**Table II: Structural Equation Model Result** 

Нуро	thesized relationships	Estimate	S.E	C.R	p	Hypothesis		
H1	Real-time Relationship	>	Collaborative Relationship	0.201	0.07	2.853	0.004	Supported
H2	Real-time Relationship	>	Mutually Beneficial Relationship	0.233	0.071	3.302	***	Supported
Н3	Collaborative Relationship	>	Mutually Beneficial Relationship	0.171	0.062	2.77	0.006	Supported
H4	Real-time Relationship	>	<b>Brand Value for Resellers and Growth</b>	0.274	0.07	3.902	***	Supported
Н5	Collaborative Relationship	>	<b>Brand Value for Resellers and Growth</b>	0.235	0.061	3.871	***	Supported
Н6	Mutually Beneficial Relationship	>	<b>Brand Value for Resellers and Growth</b>	0.091	0.06	1.518	0.129	Not- Supported

<sup>\*\*</sup>p<0.01, \*p<0.05.

**Appendix I: Total Variance Explained** 

	•	<b>Extraction Sums</b>	<b>Rotation Sums</b>				
	Initial	of Squared	of Squared				
	Eigenvalues	Loadings% of	Loadingsa				
Component	Total	Variance	Cumulative %	Total	% of Variance	Cumulative %	Total
1	5.885	34.615	34.615	5.885	34.615	34.615	4.834
2	2.724	16.024	50.640	2.724	16.024	50.640	3.516
3	2.471	14.533	65.173	2.471	14.533	65.173	3.867
4	2.000	11.763	76.936	2.000	11.763	76.936	3.362
5	.911	5.357	82.293				
6	.653	3.839	86.132				
7	.322	1.892	88.024				
8	.300	1.765	89.789				
9	.282	1.657	91.446				
10	.268	1.574	93.020				

Extraction Method: Principal Component Analysis.
a. When components are correlated, sums of squared loadings cannot be added to obtain a total variance.

Appendix II: Study constructs and scale items, descriptive statistics, factor loadings and reliabilities

Constructs	Measurement	Fac. load.	Mean	Std Dev	AVE	Com.	Cronbach alpha		
Dool time Dele	items				90.7	.96	.915		
Real-time Rela	nuonsmp	1			90.7	.90	.915		
	D/FD 1	1 020	5.40	1 221	T/ 11/	L/DEDA DEDA DE	PD 4 1 DED <> 1 1' 1'1'		
	RTR1	.920	5.43	1.231	Items delete	<b>a</b> (R1R2, R1R3, R1	ΓR4, and RTR6) low reliability		
	RTR2	.909	5.49	1.254					
	RTR5	.882	5.43	1.270					
Mutually Bene	ficial Relationship				82.4	.94	.877		
		.257**	1						
	MBR1	.662	5.25	1.327	Items delete	d (MBR2 and MBR	.6) and (MBR7) cross-loaded		
	MBR3	.880	5.14	1.264					
	MBR4	.907	5.08	1.347					
	MBR5	.899	5.12	1.317					
Collaborative 1	Relationship				88.9	.97	.922		
		.176**	.245**	1					
	CR2	.878	5.24	1.377	Items delete	d (CR3 and CR7) lo	ow reliability and (CR1 and CR8) cross-		
	CR4	.914	4.96	1.548	loaded				
	CR5	.887	4.87	1.555					
	CR6	.855	5.44	1.423					
Brand Value fo	or Resellers and Gro	owth			90.8	.98	.947		
		.275**	.223**	.277**	1				
	BVR1	.877	5.60	1.396	Items deleted (BVR3 and BVR6) low reliability and cross-loaded				
	BVR2	.887	5.62	1.366		•	•		
	BVR4	.906	5.52	1.443					
	BVR5	.891	5.61	1.332					
	BVR7	.893	5.54	1.438					