

# A Study on Significance of total Quality Management in Manufacturing Company

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## ABSTRACT

This study examines the significance of Total Quality Management (TQM) in manufacturing companies, focusing on its impact on operational efficiency, product quality, and customer satisfaction. TQM, a comprehensive management approach that involves all employees in improving processes, products, and services, is critical for organizations striving to maintain competitive advantage in the manufacturing sector. The research highlights key principles of TQM, such as continuous improvement, customer focus, and employee involvement, and explores how their implementation leads to reduced defects, enhanced productivity, and improved customer loyalty. Through case studies and analysis of manufacturing firms that have adopted TQM practices, the study demonstrates the tangible benefits of TQM, including cost savings, better market positioning, and long-term sustainability. Additionally, the study identifies challenges in the adoption of TQM, such as resistance to change and the need for adequate training and leadership. The findings emphasize that the successful integration of TQM is vital for manufacturing companies aiming for operational excellence and long-term growth in an increasingly competitive global market.

## 1. INTRODUCTION

In today's highly competitive business environment, manufacturing companies are constantly striving to enhance their operational efficiency, improve product quality, and satisfy customer expectations. Total Quality Management (TQM) has emerged as a comprehensive approach that focuses on embedding quality at every level of an organization. TQM is not merely about product quality but extends to all processes, aiming to create a culture of continuous improvement.

This study aims to explore the significance of TQM in manufacturing companies, examining how its principles—such as customer focus, leadership, employee involvement, and process optimization—can lead to enhanced performance, reduced costs, and improved customer satisfaction.

By analyzing the impact of TQM on the day-to-day operations of manufacturing firms, this research seeks to highlight the role of quality management in sustaining competitive advantage, fostering innovation, and driving long-term success.

## 2. LITERATURE REVIEW

**Flynn, Schroeder & Sakakibara (1995):** This study explored the dimensions of TQM in U.S. and Japanese manufacturing companies. The authors identified both behavioral and technical components of TQM as essential for success.

**Kaynak (2003):** Kaynak conducted a comprehensive empirical study to test the relationship between TQM practices and firm performance. The research identified key components like leadership, training, process management, and customer focus.

**Prajogo & Sohal (2006):** Prajogo and Sohal conducted a study to explore the relationship between TQM practices and innovation in manufacturing firms. They found that companies with strong TQM systems were more likely to adopt innovative processes and technologies. This challenged the notion that TQM was only focused on standardization and stability. Instead, TQM was shown to promote a learning culture and adaptability.

**Talib, Rahman & Qureshi (2011):** Talib, Rahman, and Qureshi explored critical success factors for TQM implementation in Indian manufacturing firms. They identified top management commitment, employee involvement, continuous training, and a customer-focused approach as essential components for effective TQM.

**Kumar, Antony & Dhakar (2020):** Kumar, Antony, and Dhakar examined the integration of TQM with Lean and Six Sigma methodologies in manufacturing firms. Their research emphasized that when combined, these three methodologies—TQM, Lean, and Six Sigma—can lead to significant improvements in both quality and efficiency.

**Oakland (2003):** Oakland's work on Total Quality Management focuses on the importance of organizational commitment and leadership in achieving sustainable quality improvement. He emphasized that TQM is not merely a set of tools but a holistic management philosophy that requires involvement from all levels of the organization.

**Yusof & Aspinwall (2000):** Yusof and Aspinwall conducted a study to develop a TQM framework specifically for small and medium-sized enterprises (SMEs). They recognized that while larger firms often have the resources to implement full-scale TQM programs, SMEs face unique challenges due to their size and resource constraints.

**Sadikoglu & Zehir (2010):** Sadikoglu and Zehir (2010) focused on the impact of TQM on the innovation capabilities and performance of Turkish manufacturing firms. Their study demonstrated that TQM not only enhances product quality but also plays a significant role in fostering innovation.

**Wahid & Corner (2009):** Wahid and Corner (2009) explored the challenges of implementing TQM in developing countries, specifically focusing on Malaysia. They found that, while the principles of TQM are universal, there are significant challenges in adopting these practices in countries with limited resources and different cultural contexts.

**Psomas & Jaca (2016):** Psomas and Jaca (2016) examined the long-term benefits of TQM in European manufacturing companies, focusing on employee engagement and performance improvements. Their study showed that the success of TQM is heavily reliant on the continuous involvement of employees at all levels of the organization.

**Cheng & Liu (2013):** Cheng and Liu (2013) explored the role of TQM in the context of sustainability, particularly how TQM can support green manufacturing initiatives.

**Deming (1986)** – In *"Out of the Crisis"*, W. Edwards Deming emphasized the importance of continuous improvement, statistical process control, and leadership's role in quality. He introduced the Deming Cycle (PDCA) and 14 Points for Management.

**Talib et al. (2011):** Talib and colleagues developed a TQM framework tailored for service industries, especially in developing countries. They identified critical success factors such as customer focus, leadership, and continuous improvement.

**Prajogo & Sohal (2003):** They compared TQM with innovation practices and found that while TQM enhances process efficiency and quality, innovation focuses more on growth and market responsiveness. Their study suggested that a balanced approach combining both leads to superior business performance.

**Aquilani et al. (2017):** In their systematic literature review, Aquilani and colleagues identified three clusters in TQM research: identification, implementation, and impact-on-performance.

**Nasim et al. (2019):** Nasim and co-authors conducted a systematic review of two decades of TQM research in higher education. They found a focus on teaching and learning, often overlooking research and industry engagement, and called for a more holistic approach to TQM in educational institutions.

### 3. RESEARCH METHODOLOGY

#### 1. Research Objectives

- To understand the factors influencing Total Quality Management in Manufacturing Company.
- To assess Investigate how implementing TQM practices affects key performance metrics like productivity, quality, and customer satisfaction within an organization.
- To explore the common challenges and obstacles organizations face when adopting TQM.

#### 2. Research Design

- **Type of Study:** Descriptive and exploratory research.

- **Approach:** Mixed methods (quantitative and qualitative).
- 3. **Population and Sample**
  - **Population:** The population consists of all individuals who engage in Total Quality Management, including various demographic groups and purchase behaviors.
  - **Sample Size:** 130 responses were collected from a convenience sample.
- 4. **Sampling Method:** stratified sampling ensures each subgroup is represented, allowing for more precise insights into how TQM impacts different parts of the organization.
- 5. **Data Collection Methods**
  - **Surveys:** Online questionnaires to gather customer feedback and experiences.
  - **Interviews:** One-on-one discussions with total quality Management to obtain in- depth feedback on their manufacturing experiences and retention factors.
- 6. **Variables**
  - **Independent Variables:**
    - Demographic factors (gender)
    - Overall satisfaction with products and services.
    - Quality and responsiveness of Total Quality Management.
  - **Dependent Variables:**
    - Employee Satisfaction and Engagement
    - Operational Efficiency
    - Financial Performance
- 7. **Data Analysis**
  - **Descriptive Statistics:** Frequencies, percentages, and mean scores were calculated for each variable to summarize the data.
  - **Cross-Tabulation:** Used to examine the relationships between demographic variables and opinions on Total Quality Management.
  - **Mean Scores:** Analyzed for satisfaction levels, perceived effectiveness, and confidence in Total Quality Management.
  - **Graphical Representation:** Bar charts and pie charts were used to visualize the distribution of responses for various questions.

#### 4. DATA INTERPRETATION AND ANALYSIS

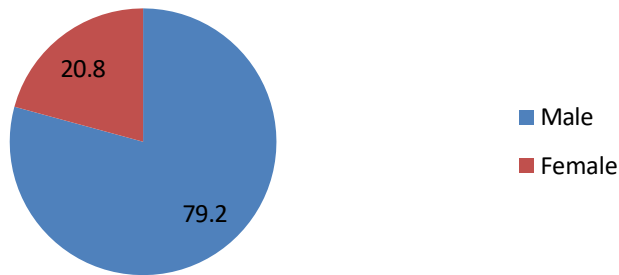
Table indicating gender of the respondents.

S.No	Option	No. of Respondents	Percentage
1	Male	103	79.2
2	Female	27	20.8
	Total	130	100

Source: Primary

Chart represents gender of the respondents.

### Gender of the respondents



#### Interpretation:

From the above table it is interpreted that the number of respondents who are male are 79.2% and Female are 20.8%

#### Inference:

Majority (79.2%) of the respondents are male.

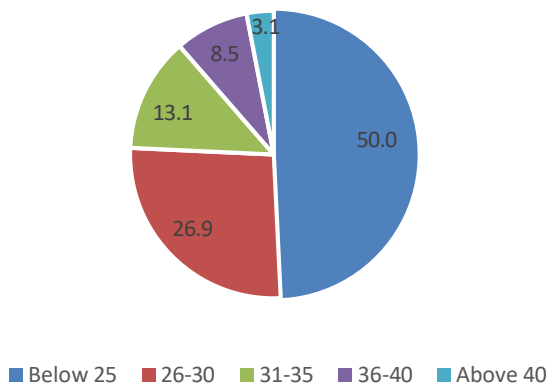
#### Table indicating Age of the Respondents

S.No	Option	No. of. Respondents	Percentage
1	Below 25	65	50.0
2	26-30	35	26.9
3	31-35	17	13.1
4	36-40	11	8.5
5	Above 40	2	3.1
	Total	130	100

Source: Primary

#### Chart represents Age of the Respondents

### Age of the Respondents



### Interpretation:

From the above table it is interpreted that the number of respondents Age are Below 22-50.0%, 26 to 30- 26.9%, 31 to 35- 13.1%, 36 to 40 – 8.5%

### Inference:

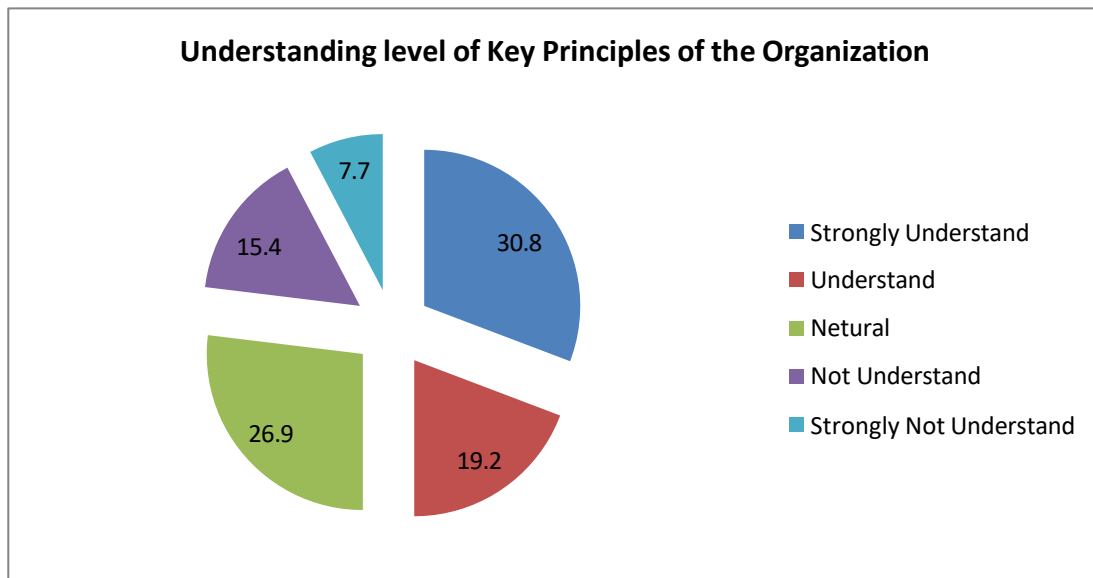
Majority (50.0%) of the respondents say Below 22 age of the respondents.

**Table shows that the Understanding level of Key Principles of the organization.**

S.No	Option	No. of. Respondents	Percentage
1	Strongly Understand	40	30.8
2	Understand	25	19.2
3	Neutral	35	26.9
4	Not Understand	20	15.4
5	Strongly Not Understand	10	7.7
	Total	130	100

Source: Primary

**Chart Represents the Understanding level of Key Principles of the organization.**



### Interpretation:

From the above table it is interpreted that the number of respondents who Strongly Understand at 30.8%, Understand at 19.2%, Neutral at 26.9%, Not Understand at 15.4%, Strongly not Understand at 7.7%.

### Inference:

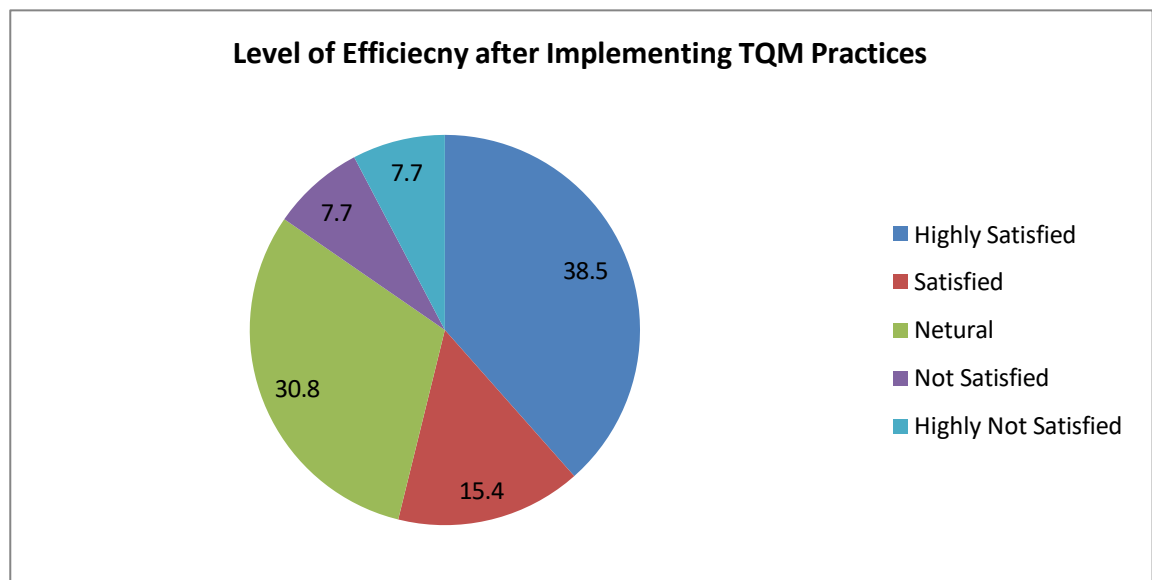
Majority (30.8%) respondents say the Understanding level of Key Principles of the organization.

**Table shows that the operation level of efficiency after implementing TQM Practices**

S.No	Option	No. of Respondents	Percentage
1	Highly Satisfied	50	38.5
2	Satisfied	20	15.4
3	neutral	40	30.8
4	Not Satisfied	10	7.7
5	Highly Not Satisfied	10	7.7
	Total	130	100

Source: Primary

Chart represents the operation level of efficiency after implementing TQM Practices



Interpretation:

From the above table it is interpreted that the number of respondents who say High satisfied at 38.5%, Satisfied at 15.4% and Neutral at 30.8%

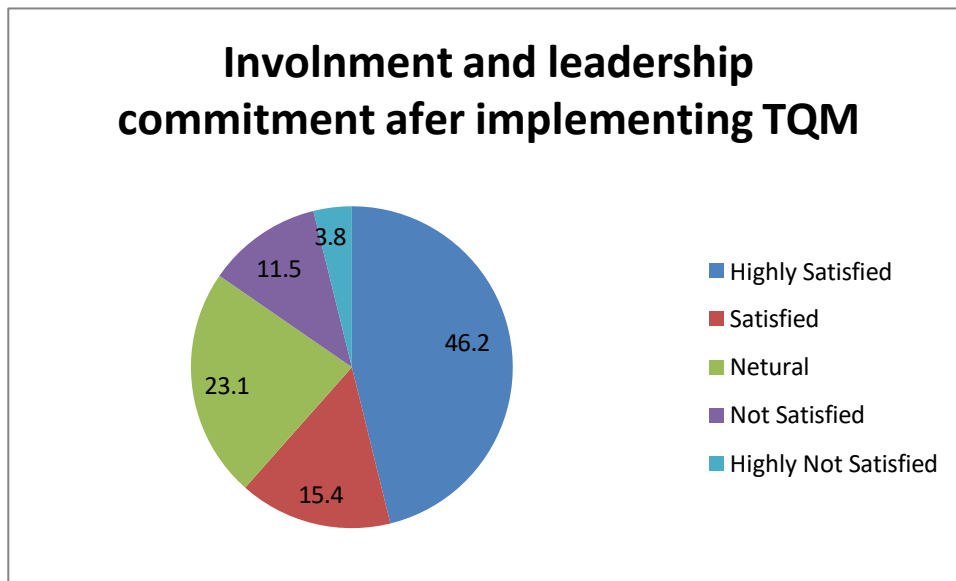
**Inference:**

Majority (38.5%) respondents say High satisfied the operation level of efficiency after implementing TQM Practices. Table shows that rate employee Involvement and leadership commitment after implementing TQM.

S.No	Option	No. of Respondents	Percentage
1	Highly Satisfied	60	46.2
2	Satisfied	20	15.4
3	Neutral	30	23.1
4	Not Satisfied	15	11.5
5	Highly Not Satisfied	5	3.8
	Total	130	100

Source: Primary

Chart represents rate employee Involvement and leadership commitment after implementing TQM.



#### Interpretation:

From the above table it is interpreted that the number of respondents who say High satisfied at 46.2%, Satisfied at 15.4% and Netural at 23.1% from the above table.

#### Inference:

Majority (85.6%) respondents say very familiarwith the concept of Total Quality Management (TQM)

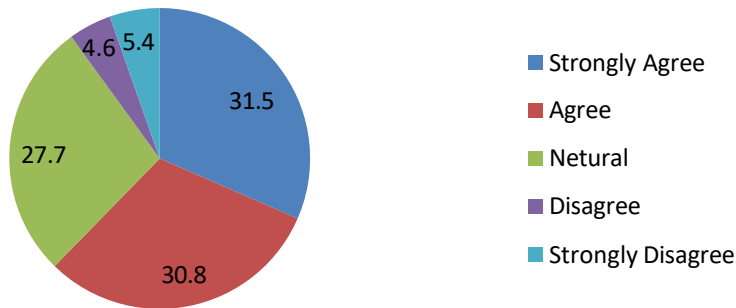
Table shows that the adoption of total quality management is helps to face the challenges in your company.

S.No	Option	No. of Respondents	Percentage
1	Strongly Agree	41	31.5
2	Agree	40	30.8
3	Neutral	36	27.7
4	Disagree	6	4.6
5	Strongly Disagree	7	5.4
	Total	130	100

Source: Primary

Chart represents the adoption of total quality management is helps to face the challenges in your company.

## Total quality management is helps to face the challenges in your company



### Interpretation:

From the above table it is interpreted that the number of respondents who say Strong Agree at 31.5%, Agree at 30.8%, Netural at 27.7%, Disagree at 4.6%, Strongly Disagree at 5.4%.

### Inference:

Majority (31.5%) respondents say Strong Agree that the adoption of total quality management helps to face the challenges in your company.

## 5. KEY FINDINGS

### 1. Customer Feedback and Satisfaction:

Collecting and analyzing customer feedback is essential for identifying areas for improvement and ensuring that the organization is meeting customer expectations.

### 2. Customer Focus:

The central goal of TQM is to meet or exceed customer expectations. Successful TQM implementation focuses on understanding customer needs and delivering high-quality products or services that meet those needs.

### 3. Employee Involvement:

For TQM to be effective, all employees, from top management to the frontline workers, need to be actively involved in decision-making, problem-solving, and quality improvement processes. Employee empowerment and training are crucial components.

### 4. Process Approach:

TQM emphasizes understanding and managing processes rather than focusing solely on outcomes. By improving processes, organizations can ensure consistent and high- quality results.

### 5. Cost Reduction Through Quality:

TQM can lead to cost savings through reduced waste, fewer defects, and less rework. As a result, organizations can



improve their profitability by enhancing quality without incurring additional costs.

## 6. RECOMMENDATION

- Ensure that top management is fully committed to TQM principles. Leaders should provide clear direction, allocate resources, and foster a culture of quality throughout the organization.
- Engage employees at all levels in decision-making and problem-solving processes
- Maintain a strong focus on customer satisfaction by understanding their needs, expectations, and feedback.
- Regularly review processes, products, and services to identify opportunities for enhancement.

## 7. CONCLUSION

The study on the significance of Total Quality Management (TQM) in manufacturing companies highlights the transformative impact of TQM on various aspects of organizational performance. Through its emphasis on continuous improvement, process optimization, and employee involvement, TQM significantly enhances product quality, operational efficiency, and customer satisfaction. The adoption of TQM practices not only results in cost reductions and waste elimination but also strengthens a company's competitive position by fostering innovation and meeting customer expectations consistently. Furthermore, TQM promotes a culture of teamwork and employee empowerment, driving long-term sustainability and growth. Overall, the successful implementation of TQM can provide manufacturing companies with the tools to achieve higher standards of quality, greater profitability, and increased market competitiveness.

## 8. REFERENCE

- **John S. Oakland (2014).** This book provides practical guidance and a detailed framework for implementing TQM in organizations.
- **David L. Goetsch and Stanley Davis (2020).** A modern approach to TQM, focusing on quality improvement in organizations, with a focus on continuous improvement and leadership.
- **S. S. P. R. S. Reddy and R. K. Gupta (2009).** This book outlines the principles and concepts behind TQM, with a special focus on its implementation in Indian industries.
- **S. L. S. Sharma (2007).** A concise introduction to the TQM methodology and its integration into the organizational structure.
- **James R. Evans and William M. Lindsay (2014).** This textbook offers a comprehensive look at quality management techniques, including TQM, Six Sigma, and other methodologies.
- **George E. L. Spotts (2004).** This book introduces readers to the basic principles and strategies behind TQM, focusing on how to achieve quality excellence in any organization.
- **William A. Levinson (2010).** A practical guide for those starting with TQM, offering tools, techniques, and examples for implementing quality management practices in a variety of industries.