

Big Data Analytic Capabilities Playing a Critical Role in Sustainability performance of Supply Chain at Australian Organisations

by BARA'AH AHMAD SHDIFAT

Thesis submitted in fulfilment of the requirements for the degree of

DOCTOR OF PHILOSOPHY (INFORMATION SYSTEMS)

under the supervision of Prof. Dilek Cetindamar and Dr. Eila Erfani

University of Technology Sydney Faculty of Faculty of Engineering and IT

June 2022

CERTIFICATE OF ORIGINAL AUTHORSHIP

I, Bara'ah Ahmad Shdifat declare that this thesis is submitted to fulfilment the

requirements for the award doctor of Philosophy (Information System), in school Information, Systems and Modelling at the Faculty of Engineering and Information

Technology at the University of Technology Sydney.

This thesis is wholly my own work unless otherwise referenced or acknowledged.

In addition, I certify that all information sources and literature used are indicated

in the thesis.

This document has not been submitted for qualifications at any other academic

institution.

This research is supported by the Australian Government Research Training

Program.

Signature: Bara'ah Ahmad Shdifat

Production Note:

Signature removed prior to publication.

Date: 6th June 2022

2

Acknowledgment

First, I thank Allah for giving me health, strength, and knowledge to complete my postgraduate journey. Second, I would like to take this chance to thank the people who were involved at different stages in my PhD journey and supported me in this difficult challenge to bring it to completion. I extend my sincere gratitude to my supervisor Prof. Dilek Cetindamar and co-supervisor, Dr Eila Erfani, who not only provided me with guidance and valuable insights to keep this research on track despite several unanticipated obstacles but were also very kind and supportive friends. Thank you both for your invaluable advice, continuous support and patience. Without you, this project would not have been complete.

I am deeply grateful to my parents. My mother, Mrs. Nowwara Shdifat, for her emotional support throughout my studying journey, which made this journey easier. My father, Mr. Ahmad Shdifat, believed in me but did not live to see me achieve my dream, may his soul rest in peace. I am also very appreciative of my husband, Mr. Mohammad, and my kids, Ali and Layan. Thanks to all my sisters and brothers especially my oldest brother Mr. Ashraf for their encouragement and humour. Many thanks to my close friends Latifa and Ayah for their companionship, patience, and support.

I would also like to extend my heartfelt gratitude to my friends and fellow students at UTS that listened to my grievances and shared theirs with me - all part of this rewarding journey. Fatuma, Noor, Tsholofelo, and I have learned a lot from you.

There are many people whom I may have forgotten to name, but they are all in my heart. Finally, I am very grateful to Al alBayat University, whose generous scholarship made this project possible in the first place.



Doctoral Research Publications to Date

1. Book chapter

Shdifat, B., Kozanoglu, D. C., & Erfani, S. (2021). Achieving the Triple Bottom Line Through Big Data Analytics. In the Palgrave Handbook of Corporate Sustainability in the Digital Era (pp. 631-649). Palgrave Macmillan, Cham.

2. Conference Papers

Cetindamar, D., Shdifat, B., & Erfani, S. (2020, January). Assessing big data analytics capability and sustainability in supply chains. In Proceedings of the 53rd Hawaii International Conference on System Sciences.

Shdifat, B., Cetindamar, D., & Erfani, S. (2019, August). A literature review on big data analytics capabilities. In 2019 Portland International Conference on Management of Engineering and Technology (PICMET) (pp. 1-6). IEEE.

3. Journal Papers

Cetindamar, D., Shdifat, B., & Erfani, E. (2021). Understanding Big Data Analytics Capability and Sustainable Supply Chains. Information Systems Management, 1-15.

Abstract

Climate change is undoubtedly one of the key challenges facing sustainability for contemporary business and society. It is widely recognized that current violations associated with climate change are going to make addressing it a critical issue for future generations. Unfortunately, Australia faces significant environmental and economic impacts of climate change across several sectors. Thus, focusing on short-term temporary solutions may lead to poor sustainability. Consequently, sustainability performance has become a necessity. Supply chain management is one of the driving forces to achieving business's sustainability. To attain a sustainable supply chain, an organisation has to social, economic, and environmental concerns across its entire supply chain.

Nowadays, organisations are dealing with large amounts of data, not only for important decisions but also in their day-to-day activities. A considerable amount of records or data, known as Big Data (BD) has become a new source for boosting sustainable supply chain performance (SSCP) because it allows the efficient use of vast volumes of strategic, operational, and tactical information across the supply chain phases. Embracing the advantages of big data is not enough towards addressing sustainability issues, investing in human and technology capabilities of big data analytics(BDA) is seen as a strategic capability that will help a business respond to social, environmental, and economic issues in an uncertain environment. By doing so, big data analytics capabilities(BDACs) can improve an organisation's sustainable performance.

The main goal of this study is to provide empirical evidence concerning the influence of BDACs on SSCP and obtain insights regarding its impacts. Therefore, two key motivations behind this research. Firstly, even though BDA has received more attention from scholars and practitioners because of the predicted valuable benefits, such as increased productivity and future economic growth, few empirical studies investigate data analytics from a capability perspective. Many prior studies

have also primarily paid more interest to infrastructure and analytics tools (non-human capabilities). Nonetheless, they do not offer a holistic picture of BDACs (BDA human and non-human capabilities). Furthermore, there is a scarcity of measurement scales for BDACs and SSCP. Secondly, there is a limited managerial and academic understanding as to how organisations can harvest the maximum benefit from BDA to respond to supply chain sustainability issues by adopting and reconfiguring appropriate BDA human and non-human capabilities. Empirical studies of the relationship between BDACs and SSCP have hardly been conducted. Prior empirical studies investigate the influence of BDACs on three sustainability dimensions (environment, social, and economic), but they do not consider all sustainability dimensions simultaneously

There are two adopted research strategies to meet the thesis's core objectives and answer the research questions. Firstly, to set the foundations for BDACs and SSCP, we carried out a systemic literary review. Secondly, we conducted a questionnaire-based survey method to collect data from Australian IT-related managers. Quantitative data (73 responses) were used to empirically evaluate and test causal relationships (proposed hypotheses) between research variables. Our findings suggest that BDACs have a positive influence on an organisation's sustainability performance in the supply chain. However, this impact is direct without a moderated effect.

Our study yields some interesting theoretical and empirical contributions. Firstly, a capability-based measurement for BDACs and a multi-dimensional measurement of SSCP, including environmental, social and economic performances, is proposed. Secondly, a novel empirically validated BDACs-SSCP model is developed, using the fragmented and disconnected relevant literature (Big Data and sustainable supply chain literature) as a baseline. This model successfully assesses the impact of BDACs on sustainability performance in supply chains and can act as a guiding mechanism for organisations. Finally, this thesis provides a case study from Australia for the extant literature on BDACs. In practical respect, organisations can achieve sustainability performance outcomes by employing BDA human and non-human capabilities. Additionally, practitioners might build long-term strategies to develop their capabilities

and organisational culture to transform their businesses into a sustainable future. Last but not least, the developed sustainability of companies will further improve their social and environmental performances, which will benefit all of society.

Keywords:

Big data analytics capabilities, Supply chain management, Sustainable supply chain performance, Social performance, Environmental performance, and Economic performance.

Table of Contents

CERTIFICATE OF ORIGINALAUTHORSHIP	1
Acknowledgment	3
Doctoral Research Publications to Date	4
Abstract	5
Table of Contents	8
Table of Tables	13
Table of Figure	15
Abbreviations	16
Chapter 1. Introduction	17
1.1 Research Background	17
1.2 Research Questions	19
1.3 Research Significance	20
1.4 Research Plan	21
1.5 Research Methodology	22
1.6 Thesis structure	23
Chapter 2. Literature Review	25
2.1 Basics of Big Data Analytics Capabilities	25
2.1 What is Big Data	25
2.2 Big Data Analytics	28
2.3 Dimensions of Big Data Analytics Capabilities	30
2.3.1 BDA Human capabilities	31
2.3.2. BDA Non-Human Capabilities	33
2.2 Supply Chain Management and Sustainability	35
2.2.1 Supply Chain Management	35
2.2.2 Sustainable Supply Chain Management	36

	2.2.3. Dimensions of SSCM	38
	2.2.4 Sustainable Supply Chain performance	43
	2.3 The Relationship Between Big Data Analytics and Sustainability Performance	44
	2.3.1 Impact of BDA on Environmental Performance	45
	2.3.2 Impact of BDA on Social Performance	47
	2.3.3 Impact of BDA on Economic Performance	50
	2.4 Research Model	52
	2.5 Theoretical Perspective	55
	2.5.1Dynamic Capabilities View For BDACs	55
	2.5.2 The Triple Bottom Line for Sustainability Performance	58
	2.6 Hypothesis Development	61
	2.6.1 The impact of BDACs on SSCP	62
	2.6.2 The moderating Factors on The Relationship between BDACs and SSCP	67
C	Chapter 3. Research Methodology	.74
C	Chapter 3. Research Methodology	
C		76
C	3.1 Research Philosophy	76 78
C	3.1 Research Philosophy	76 78 79
C	3.1 Research Philosophy	76 78 79
C	3.1 Research Philosophy	76 78 79 81
	3.1 Research Philosophy	76 78 79 81 87
	3.1 Research Philosophy	76 78 79 81 87 88
	3.1 Research Philosophy	76 78 79 81 87 88 89
	3.1 Research Philosophy 3.2 Research Approach 3.3 Research Strategy 3.3.1 Systematic Literature Review 3.3.2 Survey 3.3 Research Method 3.4 Data Collection Technique 3.4.1 The Questionnaire-Based Survey Method	76 78 79 81 87 88 89 89
	3.1 Research Philosophy 3.2 Research Approach 3.3 Research Strategy 3.3.1 Systematic Literature Review 3.3.2 Survey 3.3 Research Method 3.4 Data Collection Technique 3.4.1 The Questionnaire-Based Survey Method 3.5 Measures of the Constructs	76 78 79 81 87 88 89 89

3.5.4	Corporate Social Responsibility	98
3.5.6	Alignment of Business Strategy with BDACs	98
3.6 Qu	uestionnaire Development	99
3.7 Qu	uestionnaire Design	101
3.8 Eth	hical Consideration (Consideration of Ethics and Risks)	103
3.9 Sel	election of Target Population	103
3.9.1 S	Sample Size	105
3.10 I	Data Collection Process	106
Chapter 4	4. Data Analysis and Results	108
4.1 Dat	ata preparation and Coding	108
4.2 Dat	ata Screening	109
4.2.1 M	Missing Data	109
4.2.2 N	Normality Testing	109
4.2.3 C	Common Method Bias Test	110
4.3 Dat	ata quality	110
4.3.1 V	Validity	111
4.3.2 R	Reliability	112
4.4 Fac	actor Analysis	112
4.5	Descriptive Statistics	116
4.5.1 R	Respondent Profile	116
4.5.2 C	Organisational Profile	117
4.5.3 S	Study Constructs	119
4.6 Eva	valuation of the PLS-SEM Model	124
4.7 Me	easurement Model Analysis	124
4.7.1 C	Outer Loadings	125

4.7.3 Convergent Validity	128
4.7.4 Discriminant Validity	129
4.8 Structural Model Analysis	131
4.8.1 Coefficient of Determination	132
4.8.2 Predictive Relevance of the Model	133
4.8.3 Goodness of Fit	134
4.8.4 Effect Size	134
4.9 Hypotheses Testing	135
4.9.1 Testing Direct Hypotheses	135
4.9.2 Testing Moderation Hypotheses	138
4.10 Summary of Results	139
Chapter 5. Discussion	140
5.1 What Capabilities Have Been Required to Build BDACs?	140
5.2 What Constitutes the Dimensions of SSCP?	141
5.3 To What Extent Can BDACs Enhance SSCP?	142
5.4 To What Extent Does Supplier Integration Influence the Relationship be BDACs and SSCP?	
5.5 To What Extent Does Alignment of Business Strategy with BDACs Influen	nce the
Relationship between BDACs and SSCP?	145
5.6 To What Extent Does Corporate Social Responsibility Influence the Relatibetween BDACs and SSCP?	•
Chapter 6. Conclusion	147
6.1 Summary	147
6.2Theoretical Contribution	148
6.3 Practical Implications	150
6.4 Contributions to Current Thinking in the BDACs and SSCP Fields	152
6.5 Limitations and Recommendations for Future Research	152

References	
Appendix A: Ethics Approval	173
Appendix B: Results of Systematic Literature Review on BDACs	174
Appendix C: Results of Systematic Literature Review on SSCP	175
Appendix D: The Research Problem and Gaps in The Literature	177
Appendix E: Questionnaire	179
Appendix F: Missing Data and Data Distribution	190

Table of Tables

Table 2-1 Several Definitions of BD (derived from Wamba et al., 2015)26	
Table 2-2 Definitions of Constructs and Related Literature	
Table 3-1 Summary of Thesis Process	
Table 3-2. Summarize SLR Method	
Table 3-3 Key Quantitative and Qualitative Criteria (based off Saunders et al., 2019) 89	
Table 3-4 Measures for BDA Human Capabilities	
Table 3-5 Measures For Non-Human BDACs	
Table 3-6. Measures for environmental performance	
Table 3-7 Measures for Economic Performance	
Table 3-8 Measures for Social Performance	
Table 3-9 Measures for Supplier Integration	
Table 3-10 Measures for Corporate Social Responsibility	
Table 3-11 Measures for Alignment of Business Strategy with BDACs99	
Table 3-12 Analysis of the Survey Responses	
Table 4-1 Latent Variables Correlation	
Table 4-2. Types of Validity (derived from Bryman and Bell, 2015)111	
Table 4-3 Factor Analysis and Reliability	
Table 4-4 Rotated Component Matrix	
Table 4-5 Respondent Profile	
Table 4-6 Organisational Profile	
Table 4-7 Mean and SD of Big Data Analytics Capabilities	
Table 4-8 Mean and SD of Sustainable Supply Chain Performance	
Table 4-9 Mean and SD of Supplier Integration	
Table 4-10 Mean and SD of Corporate Social Responsibility	
Table 4-11 Mean and SD of Alignment Of Business Strategy with BDACs 123	
Table 4-12 Evaluation of the PLS-SEM Model (derived from Hair et al., 2019; Hair Jr et a	l.,
2016)	
Table 4-13 Results of Measurement Model	
Table 4-14. Range Reliability of Cronbach's Alpha Coefficient Evaluations(Source: Zikmun	nd
and Babin (2007, p. 322)	
Table 4-15 The Reliability Coefficients (Cronbach's Alpha Values) 127	
Table 4-16 Cross-Loading Matrix	
Table 4-17 Heterotrait-Monotrait Ratio (HTMT)	

Table 4-18 Coefficient of Determination Scores	133
Table 4-19 Predictive Relevance of Endogenous Construct	134
Table 4-20 GoF Baseline Criteria	134
Table 4-21. Effect Size (f²) of the Independent Construct	135
Table 4-22 Path Coefficient of Research Hypotheses	136
Table 4-23 Test of Moderating Role	138

Table of Figure

Figure 1-1 Research plan	21
Figure 2-1 Different Characteristics of Big Data	28
Figure 2-2 Research Model	52
Figure 2-3 Triple Bottom Line Framework (derived from Carter and	Rogers, 2008).59
Figure 2-4 Hypotheses Model	61
Figure 2-5 Hypothesis H1	63
Figure 3-1 Deduction Process (source: (Bell et al., 2018, p. 21)	79
Figure 3-2 Systematic Literature Review of BDACs	84
Figure 3-3 Systematic Literature Review of SSCP	85
Figure 4-1 Measurement Model Using Smart PLS	131
Figure 4-2 Structural Model Path	132
Figure 4-3 Bootstrapping Direct Effect Results	137

Abbreviations

BD Big Data

BDA Big Data analytics

BDACs Big Data analytics capabilities

SC Supply chain

SCM Supply chain management

SSCM Sustainable supply chain management

SSCP Sustainable chain supply performance

SP Social performance

ENP Environmental performance

ECP Economic performance

CMV Common method bias

CIO Chief Information Officer

IS Information System

IT Information Technology

IoT Internet of Things

RBV Resource-based view

DCV Dynamic capabilities view

AVE Average variance extracted

FA Factor analysis

CR Composite reliability

GoF Goodness-of-Fit

Q Predictive relevance