# Business-To-Business Interpersonal Relationships: The Role Of Professional Distance 

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#### Abstract

Abstraet Drawing upon the logic of cognitive dissonance heory and the theory of reasoned action, we model dysfunctional behaviour in interpersonal B2B relationships as a mediated consequence of relational tensions. Based on construal level theory, this mediated effect is, in turn, moderated by professional distance. Our conceptualisation contributes to the literature as despite recognising the existence of relatonal tensions in interpersonal B2B relationships, there is little known about the intricacies underlying them and the mamer in which they influence dysfunctional behaviours.


Keywords: relational tensions, business-to-business, professional distance, interpersonal

## Introduction

Business-to-business (B2B) relationships operate on two levels (Noordewier, John and Nevin, 1990; Tellefsen, 2002), the interorganisational relationship between the buying and selling firms (fim-to-firm), and the interpersonal relationship between the two firms' representatives (individual-to-individual). The fatter is the primary conduit through which firms communicate, negotiate, and influence each other. The actions and decisions of these individuals detemine the strength and structure of the telationship between the two fims (Tellefsen, 2002). As Jutner and Wehrli (1995:230) gugest: "the focal points for faclitating and mantaining relationships are the psychological and social factors of the individual actor". Put simply, "organisations do not make decisions - people do" (Blois, 1997, p. 370).

The importance of these individual-to-individual relationships is highlghted by several authors (e.g. Price and Arnould, 1999; Coutter and Ligas, 2004; Hayko, 2004), who identify that personal ties can have both positive and negative effects on firm-level outcomes. For example, interpersonal relationships can facilitate problem solving and help overcome barrers to communcation (Metcalf, Frear and Krishan, 1992), provide social satisfaction (Geyskens and Steenkamp, 2000), and increase trust and commitment to a partnership (W) Tson and Mummalaneni, 1986). However, these ties may also provide a partner with the opportunty to take advantage of emotional attachments by making unreasonable demands (Beatty et al., 1996; Hakansson and Snehota, 1098). Thus, friendships in B2B contexts can induce relational tensions between economic (or instrumental) and friendship (or expressive) noms (Price and Amould, 1999; Swan et al., 2001). They provoke ties of obltgation (Duck, 1998; Ford et $a l$, 1998), which can lead a firm representative to identify more closely with the interests of a customer than those of his employer (Ford et al., 1998). This, in tum, can lead to tendencies towards dysfunctional behaviour, which may have possible mplications at the firm-level. For example, if the emotional involvement (or feeling of friendship) of one actor is not fully reciprocated by the other, oppottunities for methical behaviour can evolve (Brass, Butterfeld and Skaggs, 1998). Indeed, emotional bonding transcends economic exchange (Sheth and Parvatiyar 1995).

Whie the existence of these relational tensions is recognised, there is litte known about the intricacies underlying them and the manner in which they affect unwartanted behaviour As a consequence, organisational-level strategies are put in place to mimimise the development of personal ties between individuals (Lovett, Harrison and Virick, 1997; Bendapudi and Leone, 2001 and 2002). These inclade staff rotation, working in teans and providing multiple staff
contacts (Bendapudi and Leone, 2002). In restricting the development of interpersonal relationships the benefits that they can afford are significantly diminished. Therefore, it is important to comprehend the way in which individuals handle these tensions in order to reduce their possible influence on dysfunctional behaviout, while maintaing the interpersonal relationship and the benefits it may offer. In this paper we advance our understanding of these processes by developing a conceptual framework that accounts for both the personal and commercial nature of B2B interpersonal relationships and their potential impact on dysfunctional behaviour.

## A Conceptual Model of B2B Interpersonal Relationships and Professional Distance

According to our conceptualisation firm representatives may have different or contradictory cognitions about the personal and commercial dinensions within their B2B interpersonal relationships. Drawing upon the logic of cogntive dissonance theory (Festinger, 1957) a firm representative may experience tension (dissonance) when hisher cogntions regarding the personal and commercial dimensions of an interpersonal relationship with a business partner are psychologically inconsistent (Myers, 2005). This, in turn, provides justification for the existence of relational lensions regarding personal and commercial attitudes in the relationship. Consequently, a firm representave might have difficulties separating these cognitions and associated attitudes as they are embedded within a similar context, ie. the fim-level business partnership. Furthe, according to the theory of reasoned action (Azen and Fishbein, 1980; Madden, Ellen, and Ajzen, 1992) these attitudes may cause dysfunctional behavioural intentions, which, in tum, may lead to behaviours that are mapproprate from either the business or personal perspective, Representatives may differ in the extent to which these relational tensions affect their dysfunctional behavioural intentions. Such differences may be reflected on their ability to tolerate such relational tensions or put strategies in place that distance themselves professionally from the personal relationship. The logic underlying this argument is based on construal level theory (Trope and Liberman, 2003). We label this ability professional distance, Figure I Illustrates the structure of our framework, and Table 1 provides construct defmitions. According to this framework, the effect of relational tensions on dysfunctional behaviour is mediated through dysfunctional behavioural intentions. The effect of relational tensions on dysfunctional behayioural intentions is, it tum, moderated by professional distance.

Figure it B2B Interpersonal Relationships and Professional Distance


Table 1: Construct Definitions

| Constract | Detrition |
| :---: | :---: |
| Relational Tensions | Dissonance between the cognitons held by a firm's representative regarding the commercial and personal dimensions of hisher B2B interpersonal relationthip: |
| Dysfunctional Behayioural Intentions | Tewdencies towards actions that may jeopardise the commetial interests of the fime. |
| Dysfunctional Behaviour | Actions that may jeopardise the conmercial interests of the firm |
| Professional Distance | An individual's abilly to prychologically separate the commercal and personal. Icogntions whin a B2B interpersonal relationship. |

The following sections explore the nature of interpersonal B2B relationships and offer a conceptualisation of the relational tensions that occur within them. In addition, we explain the role of 'professional distance' in clarifying the effect of relational tensions on dysfunctional behavioural tendencies and actions.

## The Multiplex Nature of Interpersonal B2B Relationships

Many terms are routinely used interchangeably to describe interpersonal individual-toindividual and firm-to-firm B2B relationships. They are referred to as social bonds (Wilson, 1995: Perry, Cavaye and Coote, 2002), actor bonds (Hâkansson and Snehota, 1995), friendships (e.g. Haytko, 2004), closeness (Nelson, 1998; Guenzi and Pelloni 2004; Ferguson, Pauline and Bergeron, 2005), liking (Conway and Swift, 2000; Nicholson, Compeau and Sethi, 2001), personal commitment (Tellefsen and Thomas, 2005) and interpersonal trust (Doney and Camon 1997; Tellefsen and Thomas, 2005). Although these concepts are used synonymously, there is little consensus regarding their conceptual underpinnings and meanings. For example, social bonds are described as "the degree of mutual personal friendship and liking shared by the buyer and seller" (Wilson, 1995, p. 339), but also as the concepts of trust and commitment (Perry, Cavaye and Coote, 2002).

Swan and co-authors (2001), Coulter and Ligas (2004) and Haytko (2004) suggest that interpersonal relationships fall on a continuum from 'strictly business' to 'friendship'. In contrast to their view that business relationships and friendships are at opposite ends of the same construct, we argue that both friendship and business relationships can co-exist. We therefore propose that interpersonal relationships comprise both commercial (the individual-to-individual business relationship) and personal (the individual-to-individual "friendship") dimensions. These are driven by four main elements: similarity (Lichtenthal and Tellefsen, 2001; Nicholson, Compeau and Sethi 2001); liking (Nicholson, Compeau and Sethi, 2001); interpersonal trus: (McAllister, 1995; Johnson and Grayson 2005); and interpersonal. commitment (Tellefsen and Thomas, 2005). These four elements are observable within both the commercial and personal dimensions of B 2 B interpersonal relationships.
"Similarity breeds connection" and is described as homophily, the principle that contact between similar people occurs at a higher rate than among dissimilar people (McPherson, Smith-Lovin and Cook, 2001, p. 451). Similarity takes two forms similarity of business values (within the commercial dimension), and similarity of personal values (within the personal dimension). Both types of similarity have been found to positively influence liking (Lichtenthal and Tellefsen, 2001; Nicholson, Compeau and Sethi 2001; Byme 1971).

Liking is an emotional connection that one feels for another that can be viewed as fondness or affection (Nicholson, Compeau and Sethi, 2001) and has positive influences on interpersonal trust (Nicholson, Compeau and Sethi 2001), B2B exchange relationships "[depend] upon the interaction of managers in the separate organisations and the "chemistry" "which exists between purchasing and sales/marketing staff" (Blois 1997:370). Firm representatives may experience personal liking, resulting from a feeling of personal similarity, and professional liking, which is influenced by perceptions of business similarity. It is important to note that likability has also been identifed as a trust building process (e.g. Swan, Trawick and Silva 1985; Doney and Cannon 1997), and an important influence on personal commitment (Tellefsen and Thomas, 2005).

Described as the "binding force in most productive buyer-seller relationships" (Hawes, Mast and Swan, 1989, p. 1), evaluations of trustworthiness at the firm level may be separated from those of a firm's representative (Doney and Cannon 1997). The latter, interpersonal trust,
refers to the extent of a boundary-spanning agents trust in her connterpat in the partner organisation" (Zaheer McEvily and Perrone, 1998), and conprises both affective and cognitive components (McAllister, 1995; Johmson and Grayson, 2005). Within the personal dimension, affective trust is characterised by emotionat bonds between individuals, in which one party is trusted because they exhbit genume concer and care for the welfare of another person (Lewis and Welgert, 1985), Within the commerchit dimension, cognitive trust is a confidence or willingness to rely on a person's competence and reliabilty (bonnson and Grayson, 2005), and is based on knowledge buil up as a result of past experiences. Iterpersonal trust Influences interpersonal commitnent (Tellefsen and Thomas, 2005 ).

Without commitment the most common dependent variable used in buyer-seller relationship. studics (Wilson. 1995, p.37), no relationship is believed to exist (O)Malley, 2003, p,132). A sense of commiment develops betweena buyer and a seller that is diferent from the conmithent they feel towats theit fm (Hansen, Sandve and Sehes, 2003, Tellefsen and Thomas, 2005). Affective commiment is derived fom liking and positive feelings for a relationship partner (Clansen, Sandvik and Selnes, 2003 ), reflecting the personal dimenston. Calculative commiment arises as a restult of perceived switching costs on lack of better altematives (Gundlach, Achrol and Mentzer, 1995 ), which may be relevant to the conmercial dimension of interpersonal B 2 B relationships.

Our conceptualisation reflects the notion of multiplex relationships, discussed in social network literatue (Brass, Butterheld and Skaggs, 1998). Multiplexity refers to the degree to which two actors are linked by more than one yype of relationship (e,g. fiend and busitess associate) (Burt, 1983). Eaoh of these relationships can be chatacterised by specifce goals, values, beliefs and interaction styles (Ashorth, Kreiner and Fugate, 2000). We argue that in multiplex business relationships, the relational tensions that exist betweencommercial and personal (or instrumental and expressive) goals arise fom the difliculty im separating hese "relationships" from one another. The difleulty les in "switching cognitive gears" (Louis and Sutton, 1991, p.55), or disengaging psychologically from one dentity (business ascociate), and reengaging in adissimilar identity (frend) (Ashforth, Kreiner and Fugate, 2000 ). Although the management of 'dual or 'mutiple' relationships is explored within the fields of professional psychology and nursing (e.g. Younggren and Gottieb, 1994, Schank and Skovhol, 1997 , such a phenomenon has not yet been addressed in the contexi of B2B relationships.

## Dysfunchonal Behavioural Intentions and Actions

Relational tensions, arsing as a result of dissonance between the commercial and personat dimensions of an interpersonal relationship, can lead a fim representative to identify more closely with the interests of a customer or bustness partner than those of his employer (Fordet al. 1998). Indeed, extant literature highlights a number of dysfunctional conseguences that occur as a result of interpersonal relationships (see Granovetter, 1985; Hakansson and Snehota, 1998; Grayson and Ambler, 1999). Relational tensions relate to the dissonance experienced by a representative regarding commercial and personal attitudes fomed within the interpersonal $B 2 B$ relationship. According to the theory of reasoned action, it is these atitudes underlying relational tensions that lead to behavioural intentions. A firm representative may act upon these intentions and behave accordingly, A fectively committed patners show a stronger intention to mantain a relationshtp than those who feel more calculatively committed (Wetzels. De Ruyter and van Birgelen, 1998). Such intentions can jeopardise the commercial interests of the organisation, as representatives may continue a relationship as a result of affective commitment, when, in fact, there may be other
commercially more viable exchange partners avalable to the firm. Recognising the potential for dysfunctional behaviour, firm representatives may professionally distance themselves to reduce the effect of relational tensions on dysfunctional behavioural tendencies.

## The Role of Professional Distance

Based on construal level theory (Trope and Liberman, 2003), the distancing required is influenced by the perceived type, valence and magnitude of outcomes associated with the relational tensions. Further, personal and commercial elements of the relationship may differ (Trope and Liberman, 2003). This affect-dependent argument implies that personal outcomes are weighted less than commercial outcomes. In the context of B2B interpersonal relationships, application of construal level theory would mean that a firm representative may be inclined to place more importance on the commercial dimension of the interpersonal relationship, than on that of the personal dimension. Therefore, it is proposed that a firm representative may decide to distance commercial and personal cognitions resulting in professional intentions that do not jeopardise the commercial goals of the organisation.

Professional distance is an individual's ability to psychologically separate the commercial and personal cognitions within a B2B interpersotal relationship. This ability is manifested in the capability to reduce the influence of relational tensions on intentions towards dysfunctional behaviour, while facilitating the maintenance of the interpersonal relationship, which can result in firm-level benefits for both parties. This process might include similar strategies to those adopted to reduce cognitive dissonance; changing attitudes, adding cognitions, altering the importance of the discrepancy, and reducing perceived choice (Franzoi, 2006). For example, as a result of relational tensions experienced between economic (the commercial role) and social (the personal role) norms, a firm representative might deliberately reduce disclosure of personal information, for fear of conflict between 'two personalities' (Swan et al. 2001, p. 35).

## Conclusions and Directions for Future Research

Drawing upon cognitive dissonance theory and the theory of reasoned action, this paper suggests a framework in which dysfunctional behavioural intentions in interpersonal B2B relationships are modelled as consequences of relational tensions. In line with construal level theory, we also suggest that this effect is moderated by professional distance. In addition, we have gained some empirical support for our proposed framework, utilising 20 semi-strucured, in-depth interviews with managers from a range of industries. This qualitative research explores the concepts of relational tensions, dysfunctional behavioural intentions and actions, and the moderating role of professional distance, in the context of B2B interpersonal relationships from both buyer and seller perspectives. We envisage that the results of the qualitative work will provide the basis for two quantitative studies. Study 1 will involve the development of a core survey instrument comprising formative and reflective multi-item scales. Consequent data collection and analysis will empirically test the framework. Study 2 will utilise Discrete Choice Modelling to examine the nature of the proposed framework and its embodied effects, whereby probabilities of dysfunctional behaviour are estimated. These two studies will provide a stronger foundation for generalising our findings.

This paper contributes to the marketing literature as, notwithstanding the knowledge regarding the existence of relational tensions in interpersonal B 2 B relationships, there is a paucity of research which offers explanations regarding the intricacies that underlie them, and the manner in which they may influence dysfunctional behaviours. We believe our paper represents an additional step forward in our understanding of B2B interpersonal relationships.

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