

Introduction

- Measurement of the variables in the <u>theoretical framework</u> is an integral part of research.
- Unless the variables are measured in some way, we will not be able to test our hypothesis and find answers to our research questions.
- Example: To test the hypothesis that workforce diversity affects organizational effectiveness.
- Example: To test the hypothesis that entrepreneurial orientation and firm performance.

Introduction cont'd

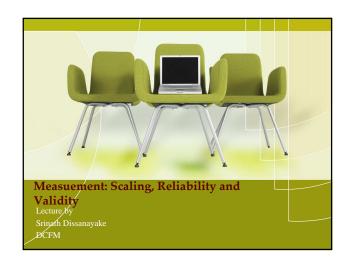
- Attributes of objects that can be physically measured by some calibrated instruments pose no measurement problems.
- Example: Data representing some demographic variables.
 - How long have you been working in this company?
 - What is your marital status?
- The measurement of more *abstract* and *subjective attributes* is more difficult however..
- Example: Level of achievement motivation of office managers.
- *Example:* The *shopping enjoyment* of women.

Introduction cont'd

- Important: therefore, there are at least two types of variables.
 - One leads to itself to objective and precise measurements
 - The other is nebulous and does not lead to itself to accurate measurements because of its abstract and subjective nature.

Operationalization of variables

- Despite the lack of physical devices to measure the more nabulous variables, there are ways of tapping these types of variables:
 - One is to reduce the abstract/ subjective nature of the observable behavior. simply put, the abstract notions are broken down into observable behaviors.



Scales

- A scale is a tool of a mechanism by which individuals are distinguished as to how they differ from one another on the variables of interest to our study.
- Also, a scale is a fine –tuned tool that differentiates individuals on the variables with varying degrees of "sophistication".
- Four types of Scales
 - Nominal Scale
 - Ordinal Scale
 - Interval Scale
 - Ratio Scale

Nominal Scale

- A nominal scale is one that allows the researcher to assign subjects to certain *categories or groups*.
- Example: with respect to the variable of gender, respondents can be grouped into two *categories Male and Female*.
- There is no third category into which respondents would normally fall.
- Thus nominal scales categorize individuals or objects into mutually exclusive groups.
- The information that can be generated from nominal scales is the calculation of *descriptive data*.
- <u>Exercise</u>: suggest two variables that would be natural candidates for nominal scales.

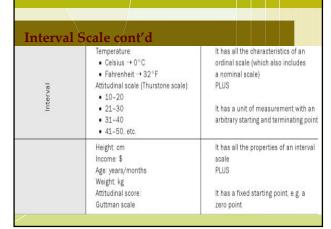
Ordinal Scale

- An ordinal scale not only categorizes the variables in such way as to denote differences among the various categories, it also rank-orders the categories in some meaningful way.
- Example: respondents were asked to indicate their preferences by ranking the importance they attach to five distinct characteristics in a job that the researcher might be interested in studying in.
- Exercise: develop an ordinal scale for consumer preferences for a brands of beer.



Interval Scale

- An interval scale allows us to perform certain *arithmetical operations* on the data collected from the respondents.
- Nominal scale: Quantitatively distinguish groups by categorizing them into mutually exclusive sets.
- Ordinal Scale: Ranked order preferences.
- Interval Scale: Measure the distance between any points on the scale.



Ratio Scale

- A ratio level of measurement represents fixed measuring units with an absolute zero point. Zero, in this situation, means absolutely no amount of whatever the variable indicates.
- On a ratio scale, 10 is two points higher than 8 and is also
 two times greater than 5. Ratio numbers can be added and
 subtracted, and because the numbers begin at an absolute
 zero point, they can also be multiplied and divided (so ratios
 can be formed between the numbers).





Rating Scales Dichotomous variable Dichotomous variable is used to elicit a Yes or No answer. Thus nominal scale is used to elicit the response. Category scale The category scale uses multiple items to elicit a single response.

