

Unlocking Retail Potential: The Role of Knowledge Management Strategies in Enhancing Organizational Productivity in Jiangxi, China

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ABSTRACT

This study explores the influence of Knowledge Management (KM) strategies on organizational productivity within the retail sector of Jiangxi Province, China. Although KM is recognized globally as a vital driver of organizational success, its adoption in China's retail industry has been relatively slow. This research aims to bridge this gap by identifying the key factors influencing the successful implementation of KM strategies, including organizational culture, leadership practices, technological infrastructure, and employee engagement. By employing both qualitative and quantitative research methods, the study investigates how these factors collectively contribute to improving organizational productivity in an increasingly competitive and dynamic retail environment. The results indicate that organizations with strong KM systems, a supportive knowledge-sharing culture, and leadership that promotes continuous learning and improvement are better equipped to respond to market changes and enhance their competitive edge. Additionally, the study underscores the importance of integrating advanced technologies in the successful execution of KM practices, which significantly boosts operational efficiency and fosters innovation. The findings provide valuable insights for retail businesses looking to enhance their productivity and remain competitive, particularly in a rapidly changing Chinese market. The study contributes to the growing body of KM literature by offering empirical evidence on its application within the Chinese retail context and offers actionable recommendations for policymakers, business leaders, and retail companies seeking to leverage KM strategies for sustained growth and success.

Keywords: Knowledge Management, Organizational Productivity, Retail Sector, China, Jiangxi Province

INTRODUCTION

The retail sector is vital to China's economic growth, contributing significantly to GDP, employment, and innovation (Cheng, 2019; Lee & Zhang, 2020). As the industry expands, it faces challenges in enhancing productivity and competitiveness within a globalized market. A major barrier is the underdeveloped nature of knowledge management (KM) practices (Wang & Zhang, 2018). KM, involving the acquisition, creation, storage, and sharing of knowledge, is crucial for organizational success, especially in competitive sectors (Davenport & Prusak, 2017). Despite its potential, China's retail sector has been slow to adopt effective KM strategies, hindering its ability to leverage intellectual capital for growth (Chen & Wei, 2018). A significant challenge faced by many retail organizations in China is their limited backward integration, which impedes their ability to manage and exploit organizational knowledge effectively (Liu & Zhang, 2020). Backward integration, as described by Porter (1985), refers to a company's efforts to gain greater control over its supply chain, which helps facilitate more efficient management of knowledge flows across production, procurement, and distribution processes. Through backward integration, retailers can gain better control over the knowledge generated throughout different stages of their value chain, improving process optimization, fostering innovation, and aligning more closely with market demands. However, the lack of backward integration in many retail organizations hinders their ability to leverage knowledge assets effectively, resulting in missed opportunities for innovation, slower responses to market shifts, and inefficient operational performance (Zhu & Wang, 2019). The absence of this integration exacerbates inefficiencies within the sector, further reducing the competitiveness of

Chinese retailers in the global marketplace and undermining their productivity (Jiang, 2021). As the retail sector evolves, it becomes increasingly clear that the failure to manage and apply organizational knowledge effectively constitutes a significant barrier to improving both operational efficiency and market positioning.

Although KM strategies have been successfully adopted in a variety of industries globally, their implementation within China's retail sector remains fragmented and underdeveloped (Zhang et al., 2020). In many cases, retail organizations continue to operate without a comprehensive KM strategy, leading to inefficiencies in decision-making, customer satisfaction, and innovation capabilities (Xu & Li, 2021). The lack of a unified, strategic approach to knowledge management limits the ability of retail businesses to harness their knowledge resources effectively, preventing them from improving productivity and competitiveness. This gap in KM adoption highlights the need for more research focused on the relationship between KM practices and organizational productivity in China's retail industry. Existing studies predominantly focus on developed economies, where KM practices are more mature and well-established (Nonaka & Takeuchi, 1995), leaving a significant gap in research on emerging economies such as China, particularly in the retail sector (Yang & Zhang, 2019). This study aims to address this gap by investigating the key factors influencing KM adoption in China's retail industry and how these factors affect organizational productivity.

Several factors are crucial to the successful implementation of KM strategies, including organizational culture, leadership, technological infrastructure, and employee engagement (Davenport & Prusak, 2017; Nonaka & Takeuchi, 1995). In China, many retail organizations struggle with a lack of organizational culture that fosters knowledge sharing and collaboration, which can significantly undermine the effectiveness of KM strategies (Zhu & Wang, 2019). An organizational culture that encourages openness, trust, and continuous learning is essential to facilitate the sharing and application of knowledge across boundaries. Leadership also plays a vital role in the successful adoption of KM strategies. In many retail organizations in China, leaders do not fully recognize the potential of KM to improve productivity and drive innovation. This lack of awareness often leads to KM being treated as a secondary priority, contributing to its slow implementation (Zhu & Wang, 2019). Additionally, technological infrastructure in China's retail sector is often inadequate to support the effective implementation of KM. Many organizations lack the advanced tools needed to capture, store, and disseminate knowledge efficiently, which further hampers their ability to optimize knowledge flows (Chen & Wei, 2018). Technological advancements, including data analytics, cloud computing, and knowledge management systems, are essential for enabling organizations to manage and leverage their knowledge resources effectively. Furthermore, employee engagement in KM activities plays a crucial role in the success of these strategies. Engaged employees are more likely to participate in knowledge-sharing practices, creating an environment where knowledge can be transferred and applied to enhance organizational performance (Li & Zhou, 2017).

This study seeks to bridge the gap in existing literature by providing empirical evidence on the relationship between KM strategies and organizational productivity in China's retail sector. By identifying and analyzing the key factors influencing KM implementation, this research will provide valuable insights into how retail organizations in China can leverage KM to enhance productivity and competitiveness. The findings of this study are expected to have significant implications not only for academic research but also for the practical application of KM strategies in the retail sector. Policymakers and business leaders will be able to use the results to make informed decisions regarding the adoption of KM practices, with the goal of improving organizational effectiveness and ensuring long-term success in the increasingly competitive global retail market. Ultimately, the research aims to contribute to the advancement of KM practices in the Chinese retail sector, helping businesses harness their knowledge resources more effectively to drive innovation, improve operational efficiency, and sustain competitive advantage in a rapidly evolving global marketplace.

LITERATURE REVIEW

The relationships between Knowledge Management Structure (KMS), Knowledge Management Procedure (KMP), Knowledge Management Strategy (KMST), and Organizational Productivity (OP) are interrelated and essential for modern organizations. A strong KMS provides the foundation for effective KMST, which in turn influences productivity by ensuring the efficient use of knowledge. Well-defined KMP supports organizational processes by streamlining knowledge flows, enhancing decision-making, collaboration, and innovation. By investing in knowledge management practices that foster a culture of learning, trust, and collaboration, organizations can effectively share

and apply knowledge across the organization, driving innovation and improving productivity. These efforts will not only enhance organizational performance but also create a sustainable competitive advantage in today's knowledge-driven economy.

Knowledge Management Structure (KMS)

Knowledge is a complex and multifaceted concept that has been explored from various perspectives across multiple disciplines. Scholars have defined knowledge using terms such as beliefs, understanding, experience, and power to capture its varied nature (Sankaran, 2016). The exploration of knowledge, its origins, limitations, and validity, remains a central focus in epistemology, the branch of philosophy concerned with understanding the essence of knowledge. The origins of epistemological inquiry can be traced to ancient Greek philosophers who laid the groundwork for ideas still shaping modern perceptions of knowledge (Sankaran, 2016). One of the earliest and most influential contributions to epistemology came from Plato, who defined knowledge as "justified true belief" in his work *Theaetetus* (360 BC). This foundational definition has influenced Western epistemology significantly, and although it has evolved, it remains central to many debates about the nature of knowledge (Nonaka & Takeuchi, 1995).

In the 20th century, Peter Drucker (1993) introduced the concept of the "knowledge worker," asserting that knowledge would become the primary driver of economic growth in what he termed the "knowledge society." This idea marked a paradigm shift from traditional resources such as labor, capital, and natural resources, toward intellectual capital as the key determinant of economic development. Knowledge has since become an essential resource for organizations, influencing their performance and competitiveness.

Over time, knowledge has been categorized into two primary types: tacit and explicit knowledge. Tacit knowledge, as defined by Polanyi (1966), is highly personal, often difficult to articulate, and typically gained through experience. Tacit knowledge is subjective and shaped by an individual's insights, beliefs, and values. While tacit knowledge is challenging to transfer, it plays a vital role in decision-making and problem-solving within organizations. In contrast, explicit knowledge is objective, codified, and easily transferable through formal methods such as documents, manuals, and technical reports (Nonaka & Takeuchi, 1995). Both tacit and explicit knowledge are essential for organizational functioning, impacting decision-making, strategy development, and execution.

Knowledge Management (KM) refers to the systematic process through which organizations acquire, create, store, manage, and share knowledge. A Knowledge Management Structure (KMS) provides the organizational framework and mechanisms that support effective KM. Davenport and Prusak (2018) note that a robust KMS includes formalized processes, technology, policies, and leadership that facilitate knowledge creation, sharing, and utilization across an organization's various levels. By establishing a strong KMS, organizations can ensure the effective management of knowledge, which is crucial for their competitiveness and ability to innovate.

Research has shown that a strong KMS positively influences the development and execution of a Knowledge Management Strategy (KMST), which outlines the approach an organization adopts to leverage its knowledge resources. Alavi and Leidner (2001) emphasize that a well-established KMS enables organizations to generate, store, and share knowledge, supporting strategic initiatives. Nonaka and Takeuchi (1995) also argue that KMS provides the infrastructure necessary for the successful execution of KMST, enhancing organizations' capacity to harness their intellectual capital for competitive advantage. The relationship between KMS and KMST underscores the importance of creating an organizational framework that aligns knowledge management practices with business goals. Organizations with a strong KMS are better equipped to create and implement strategies that foster organizational success (Choi & Lee, 2003). A successful KMS also requires a knowledge-centric organizational culture, integration of technological tools, and leadership support. These elements help foster a culture of knowledge sharing, which is crucial for the effective management of intellectual capital. When KMS aligns with organizational objectives, it enables better decision-making, innovation, and process improvement, further enhancing organizational performance.

Knowledge Management Procedure (KMP)

Knowledge Management Procedure (KMP) refers to the processes and methods through which knowledge is managed, including acquisition, dissemination, application, and retention (Zack, 1999). KMP involves formalized activities that enable organizations to collect, organize, and apply knowledge to support both operational and strategic objectives. These activities ensure that knowledge is efficiently captured, stored, and shared across the organization, promoting the effective use of knowledge in day-to-day operations.

The relationship between KMP and KMST is well-documented in literature, with studies showing a positive correlation between structured knowledge management procedures and the successful implementation of KM strategies. Davenport and Prusak (2018) assert that well-defined KMP helps organizations streamline knowledge flows, making it easier for employees to access and apply the right knowledge at the right time. Nonaka and Takeuchi (1995) emphasize the importance of transforming tacit knowledge into explicit knowledge through structured processes, ensuring that valuable insights are accessible and usable for the organization.

For organizations to develop effective KM strategies, they must ensure that knowledge management procedures are systematically integrated into their processes. KMP supports knowledge sharing by enabling the formal collection, organization, and distribution of knowledge across the firm. By adopting structured KMP, organizations are better positioned to drive continuous learning and innovation, which are essential for maintaining a competitive advantage in a rapidly changing business environment. KMP also plays a vital role in the creation of a learning organization, which is essential for long-term success. Senge (1990) highlights that organizations that invest in structured knowledge management procedures are more likely to foster an environment conducive to continuous learning and knowledge innovation. Knowledge transfer and integration can be enhanced by formalized KMP, ensuring that valuable insights are disseminated across the organization and applied to strategic initiatives. Studies by Lee and Choi (2003) demonstrate that organizations adopting formalized KMP practices, such as knowledge audits, repositories, and best practice sharing, can effectively translate knowledge into strategic initiatives, improving overall business performance. Additionally, KMP enhances collaboration and communication within organizations. By creating knowledge-sharing platforms and repositories, organizations enable employees to access the information they need quickly, promoting collaboration and improving operational efficiency. These platforms facilitate faster decision-making and streamline workflows, ultimately enhancing productivity and performance.

Knowledge Management Strategy (KMST)

Knowledge Management Strategy (KMST) refers to the overall approach an organization takes to leverage its knowledge resources to achieve its strategic goals. KMST encompasses the organizational plan for managing and utilizing both tacit and explicit knowledge to create value and gain a competitive advantage. A well-designed KMST is critical for organizations seeking to harness knowledge as a strategic resource, enabling them to respond to market changes, innovate, and improve performance.

As part of KMST, organizations must align their knowledge management efforts with their business objectives. Lee and Choi (2003) emphasize that firms with well-established KMS can develop KM strategies that effectively align with their business goals. The implementation of KMST requires a coordinated effort that involves leadership support, integration of technology, and the cultivation of a knowledge-sharing culture. An organization's KMST must be tailored to its specific needs, considering its industry, market position, and strategic objectives.

Davenport and Prusak (2018) argue that the strategic management of knowledge is key to enhancing organizational productivity. By aligning knowledge management efforts with organizational goals, KMST ensures that knowledge is utilized to drive innovation, improve decision-making, and optimize performance. The development of a strong KMST requires not only the establishment of appropriate KMS and KMP but also the active engagement of organizational leadership and employees in knowledge-sharing practices. A well-executed KMST ensures that knowledge is applied to strategic initiatives, such as product development, customer engagement, and resource optimization, all of which contribute to enhanced productivity and organizational success.

Furthermore, KMST plays a significant role in improving decision-making and innovation. A well-crafted KMST ensures that the right knowledge is available to the right people at the right time, empowering employees to make informed decisions that align with the organization's strategic goals. By emphasizing knowledge sharing and collaboration, organizations can foster a culture of innovation that drives continuous improvement and strengthens

their competitive position in the market. A strong KMST also enables organizations to anticipate market changes, adapt to evolving customer demands, and optimize their product development processes. Through the strategic management of knowledge, organizations can better allocate resources, streamline operations, and identify new opportunities for growth. The integration of technologies such as enterprise resource planning (ERP) systems, knowledge repositories, and collaboration platforms enhances the effectiveness of KMST by providing employees with easy access to critical information, enabling faster decision-making and improved operational performance (Tiwana, 2020).

Organizational Productivity (OP)

Organizational Productivity (OP) refers to an organization's ability to efficiently utilize its resources to achieve its objectives, typically measured in terms of output per unit of input. OP is a key indicator of an organization's efficiency and effectiveness in utilizing its resources to produce goods and services. Knowledge management plays a crucial role in enhancing OP by improving decision-making, collaboration, and innovation within organizations. A strong KMS, supported by structured KMP and a well-aligned KMST, contributes to increased organizational productivity by enabling more effective knowledge sharing, faster decision-making, and streamlined operations. Research has shown that organizations with robust KMS are better positioned to improve OP by leveraging their knowledge resources. Grover and Davenport (2001) argue that firms with effective KMS can optimize their intellectual capital, leading to improved product quality, customer satisfaction, and operational efficiency. Hitt et al. (2018) demonstrate that firms with strong KMS experience higher productivity growth as they can leverage their knowledge base to streamline operations, reduce redundancies, and improve performance outcomes.

A well-established KMS facilitates collaboration and knowledge sharing across departments, reducing duplication of efforts and ensuring that employees have access to the right information when needed. This enables organizations to respond more effectively to market changes, identify new opportunities, and improve overall efficiency. The integration of technologies such as ERP systems and knowledge management platforms further enhances OP by ensuring that knowledge flows smoothly across the organization, enabling faster decision-making and more effective problem-solving (Tiwana, 2020). Moreover, effective knowledge sharing and collaboration foster a culture of continuous improvement, which is critical for maintaining a competitive advantage. By encouraging employees to share insights and best practices, organizations can drive ongoing innovation and process improvement, contributing to sustained growth and increased productivity (Zack, 1999). The strategic management of knowledge through KMST ensures that knowledge is applied to key areas of the business, such as product development, customer engagement, and operational optimization, ultimately enhancing organizational performance and productivity. Moreover, Figure 1 depicts the predicted research model and the major correlations to be investigated in this study, which are based on the theoretical frameworks discussed so far and the literature review described.

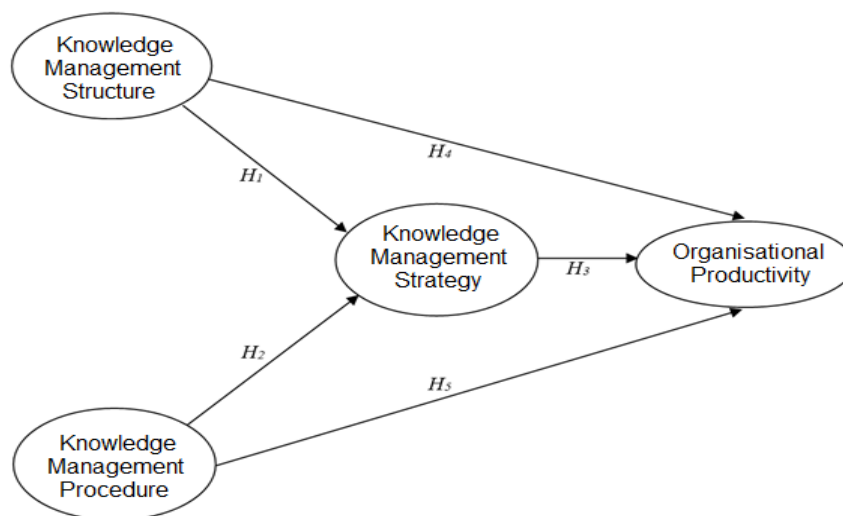


Figure 1: The Conceptual Framework

In this proposed model, five primary hypotheses are developed to test the relationships among the various variables; besides, a couple of mediated relationships are also tested. The following section first presents a discussion on the five hypotheses developed for this study.

H(x)	Hypothesis
H1	Knowledge Management Structure (KMS) is positively related to Knowledge Management Strategy (KMST)
H2	Knowledge Management Procedure (KMP) is positively related to Knowledge Management Strategy (KMST)
H3	Knowledge Management Structure (KMS) is positively related to Organizational Productivity (OP)
H4	Knowledge Management Strategy (KMST) is positively related to Organizational Productivity (OP)
H5	Knowledge Management Procedure (KMP) is positively related to Organizational Productivity (OP)

RESEARCH METHODOLOGY

This study aims to investigate the impact of knowledge management practices on organizational productivity in the Chinese retail sector. The target population comprises retail workers in China with at least five years of experience, as they are expected to possess significant practical knowledge of knowledge management and its effects on productivity. The population definition is crucial for ensuring the generalizability of the findings (Azam et al., 2021; Zikmund et al., 2017). To ensure robust data, a minimum sample size of 331 respondents is calculated, based on Sekaran and Bougie's (2014) formula, ensuring reliability and validity. The study employs stratified random sampling, which ensures diverse representation from subgroups such as different job positions and types of retail organizations (Zikmund et al., 2017). This minimizes sampling bias and enhances the accuracy of the findings (Azam et al., 2021).

The data is collected through an online survey, which allows for efficient outreach to a geographically dispersed sample. The survey includes both closed and open-ended questions, enabling the collection of both quantitative and qualitative data. This mixed-methods approach ensures a comprehensive understanding of the research topic and allows for data triangulation, strengthening the validity of the study's conclusions (Creswell, 2018; Bhattacharjee, 2019). The findings aim to provide valuable insights into how knowledge management practices influence productivity in the Chinese retail sector.

DATA ANALYSIS AND FINDINGS

This section presents the results of the data analysis conducted to explore the relationships between knowledge management (KM) practices and organizational productivity (OP) in the Chinese retail sector. The analysis involved reliability tests, hypothesis testing, and a detailed discussion of the findings. The primary constructs assessed were Knowledge Management Structure (KMS), Knowledge Management Procedure (KMP), Knowledge Management Strategy (KMST), and Organizational Productivity (OP), all of which are essential components of knowledge management practices within organizations. Cronbach's Alpha was employed to assess the reliability of the constructs, a well-established statistical tool for measuring internal consistency (Cronbach, 1951). In this study, the Cronbach's Alpha values for the key constructs exceeded the recommended threshold of 0.7, indicating satisfactory reliability. Furthermore, Maximum Likelihood Estimates (MLE) were used to examine the relationships between the constructs and test the hypotheses, providing robust results (Browne & Cudeck, 1993). Hypothesis testing revealed significant relationships between KMS, KMP, KMST, and OP, supporting the notion that effective knowledge management practices positively influence organizational productivity in the retail sector, aligning with findings from Davenport and Prusak (2018).

The reliability analysis indicated that all four constructs, KMS, KMP, KMST, and OP, demonstrated strong internal consistency. Table 1 reveals Cronbach's Alpha values ranging from 0.827 to 0.909 for these constructs, all of which surpass the accepted threshold of 0.70, signifying that the measurement tools used were reliable and consistent (Nunnally, 1978; Sekaran & Bougie, 2010). The KMS construct exhibited the highest reliability with an Alpha of 0.909, based on 11 items. This suggests that the items within KMS were highly correlated and accurately captured the dimensions of knowledge management structure, such as knowledge acquisition, creation, and the organizational framework for managing knowledge. KMP had a Cronbach's Alpha of 0.833, indicating good internal consistency, although slightly lower than KMS. KMP focuses on formalized processes, such as knowledge sharing and application within workflows, and showed sufficient reliability. KMST, with a Cronbach's Alpha of 0.827, indicated that the items measuring knowledge management strategy worked cohesively to assess the strategic approach to managing knowledge in the organization. OP, with an Alpha of 0.833, demonstrated that the items used to measure organizational productivity effectively captured key aspects of performance, including productivity, employee engagement, and market share growth.

The overall Cronbach's Alpha for the 29-item scale was 0.897, confirming the high reliability of the measurement tools and ensuring the validity of the study's results. This high level of internal consistency supports the robustness of the study's findings and their capacity to accurately reflect the relationship between knowledge management practices and organizational productivity.

Besides that, hypothesis testing is crucial in determining the relationships between the constructs in this study, specifically the relationship between Knowledge Management Structure (KMS), Knowledge Management Procedure (KMP), Knowledge Management Strategy (KMST), and Organizational Productivity (OP). The Maximum Likelihood Estimates (MLE) method was used to evaluate these relationships, with the results presented in Table 1. The hypothesis tests revealed significant relationships between the various constructs, offering valuable insights into the ways in which knowledge management influences organizational productivity. The relationship between KMS and KMST showed a significant positive estimate of 0.440, with a standard error of 0.119 and a critical ratio (C.R.) of 3.713 ($p < 0.001$). This result indicates that a well-structured knowledge management system plays a significant role in shaping and guiding the development of knowledge management strategies within an organization. These findings support the idea that a solid knowledge management structure serves as the foundation for successful strategy formulation and implementation (Sekaran & Bougie, 2010).

The relationship between KMP and KMST was even stronger, with an estimate of 0.468, a standard error of 0.084, and a critical ratio of 5.603 ($p < 0.001$). This suggests that formalized knowledge management procedures are critical in guiding and supporting an organization's knowledge management strategy. By having clear and structured procedures in place for managing knowledge, organizations can ensure that knowledge is efficiently shared, created, and applied, ultimately strengthening the alignment between knowledge management practices and organizational goals (Bhattacharjee, 2019).

The relationship between KMST and OP revealed a positive and statistically significant estimate of 0.286, with a critical ratio of 3.823 ($p < 0.001$), suggesting that implementing a strategic approach to knowledge management has a direct positive effect on organizational productivity. This finding reinforces the importance of aligning knowledge management practices with organizational objectives to improve overall performance. However, the relationship between KMS and OP yielded a marginally significant result, with an estimate of 0.176 and a p-value of 0.067, indicating that KMS may have a weaker or indirect influence on organizational productivity, potentially mediated by other factors. Similarly, the relationship between KMP and OP showed a marginally significant result, with an estimate of 0.129 and a p-value of 0.065, suggesting that while KMP may contribute to organizational productivity, its impact is less pronounced compared to the role of KMST in influencing productivity. These findings suggest that knowledge management structure and procedures play a secondary or indirect role in improving productivity, with the strategic alignment of knowledge management practices being the more influential factor.

The standardized regression weights provide further insight into the relative strength of the relationships between the constructs, highlighting how each knowledge management dimension influences organizational productivity. As shown in Table 2, the standardized regression weight for the relationship between KMST and KMP is 0.419, the highest among all tested relationships. This indicates that formalized knowledge management procedures have a

stronger influence on the development of knowledge management strategies than KMS, which has a standardized regression weight of 0.250. This result underscores the idea that the processes involved in managing knowledge, such as knowledge sharing, communication, and application, are more directly linked to the development of strategic approaches to knowledge management than the broader organizational structure.

Regarding the impact on organizational productivity, the relationship between KMST and OP showed the strongest standardized regression weight of 0.350. This finding highlights the critical role that a well-executed knowledge management strategy plays in enhancing organizational performance. By aligning knowledge management efforts with organizational goals and ensuring that knowledge is strategically utilized, organizations can significantly improve their productivity outcomes. In contrast, the influence of KMS on OP was weaker, with a standardized regression weight of 0.122, while KMP had a slightly stronger relationship with OP at 0.141. These results indicate that, although KMS and KMP contribute to organizational productivity, the strategic alignment of knowledge management (KMST) has the most substantial and direct impact on performance. These findings emphasize the importance of focusing on knowledge management strategies as a means to drive productivity within the retail sector and underline the value of aligning knowledge management efforts with organizational goals.

The results of this study provide important insights into the relationships between knowledge management practices and organizational productivity in the retail industry in China. A summary of the main findings is presented in Table 2.

Table 2: Summary of the Main Findings of the Study

H(x)	Hypothesis	Finding
H1	Knowledge Management Structure (KMS) is positively related to Knowledge Management Strategy (KMST)	Accepted
H2	Knowledge Management Procedure (KMP) is positively related to Knowledge Management Strategy (KMST)	Accepted
H3	Knowledge Management Structure (KMS) is positively related to Organizational Productivity (OP)	Rejected
H4	Knowledge Management Strategy (KMST) is positively related to Organizational Productivity (OP)	Accepted
H5	Knowledge Management Procedure (KMP) is positively related to Organizational Productivity (OP)	Rejected

The results of this study offer valuable insights into the relationships between knowledge management (KM) practices and organizational productivity (OP) in the Chinese retail sector. As outlined in Table 2, the study examined several hypotheses, which yielded both accepted and rejected findings. The research supports the hypothesis that both Knowledge Management Structure (KMS) and Knowledge Management Procedure (KMP) have a positive and significant impact on Knowledge Management Strategy (KMST). This finding underscores the importance of having a well-established structure and clear procedures in place to facilitate the effective formulation of a knowledge management strategy. A solid organizational framework, supported by formalized processes, is essential for managing knowledge efficiently, which aligns with Azam et al. (2021), who emphasize the role of structured approaches in enhancing knowledge management outcomes.

In line with previous research, the study also found that Knowledge Management Strategy (KMST) is positively related to Organizational Productivity (OP). This suggests that when an organization aligns its knowledge management efforts with its strategic objectives, it can significantly boost its performance. This supports the findings of Bhattacharjee (2019), who highlighted the direct impact of knowledge management strategies on organizational success. By integrating knowledge management practices with broader organizational goals, companies can improve overall productivity and effectiveness, particularly in a competitive retail environment.

However, the study also revealed that Knowledge Management Structure (KMS) and Knowledge Management Procedure (KMP) do not have a statistically significant direct impact on Organizational Productivity (OP). This outcome suggests that the relationship between knowledge management practices and productivity may be more

nuanced and could be influenced by additional factors. It implies that the impact of KMS and KMP on OP might be mediated or moderated by other elements, such as organizational culture, leadership, or external market conditions. These findings indicate that a holistic approach to knowledge management is necessary, where the structure and procedures are not only well-defined but also strategically aligned with the organization's broader objectives. Future research should consider exploring additional variables or mechanisms that could influence the relationship between knowledge management practices and productivity in the retail sector, offering deeper insights into the factors that drive organizational performance. By extending the current understanding of how knowledge management influences productivity, future studies can help refine strategies that enhance performance outcomes in dynamic and competitive industries like retail.

CONCLUSION AND RECOMMENDATIONS

This study provides valuable insights into the role of knowledge management (KM) practices in improving organizational productivity within the Chinese retail industry. It specifically examines how Knowledge Management Structure (KMS) and Knowledge Management Procedure (KMP) influence productivity, contributing to a deeper understanding of the operational dynamics within the sector. While offering significant contributions to the knowledge management literature, especially within the context of China's rapidly evolving economy, the study acknowledges several limitations. The sample size and geographical scope are relatively small, meaning the findings may not be fully generalizable to the broader retail industry across China. Additionally, the sample does not capture the diversity of the retail sector in terms of size, regional distribution, or organizational culture. Future research should consider expanding the sample size and including a broader range of retail organizations from different regions to increase the applicability of the findings.

Despite these limitations, this study fills an important gap, as most research on knowledge management has concentrated on Western economies, with limited attention to non-Western regions like China (Gheradi, 2019a; Gheradi, 2019b; Swan, 2007; Tsoukas, 2015). The findings highlight the complexities of knowledge management in China's retail sector, reflecting the ongoing cultural, economic, and technological shifts in the country. These shifts are particularly relevant given the growing importance of digital platforms and changing consumer behaviors.

A key contribution of the study is the finding that Knowledge Management Structure (KMS) significantly influences organizational productivity. The effective implementation of KMS, which includes creating structured frameworks and systems for managing knowledge, can lead to improved business outcomes. This insight is valuable for policymakers and business leaders aiming to optimize retail performance in China. As the retail sector continues to evolve, KMS serves as a critical tool for organizations to address new challenges, foster innovation, and boost overall productivity.

Additionally, the study emphasizes the importance of business networks in enhancing KMS. Industry networks, such as trade associations and chambers of commerce, play a vital role in fostering knowledge sharing and collaboration among retail organizations. Policymakers and industry leaders should promote the development of these networks to facilitate knowledge exchange, which can drive productivity improvements.

While KMP also positively impacts productivity, its effect was weaker than that of KMS. The study suggests that KMP, which involves systematic processes for managing knowledge, may not lead to immediate productivity gains as effectively as KMS. Further research could explore how technological advancements might strengthen the relationship between KMP and productivity.

In conclusion, this study offers valuable recommendations for policymakers and business leaders, including prioritizing the development of robust KMS, promoting collaboration within business networks, and supporting the adoption of advanced knowledge management technologies to enhance the sector's competitiveness and productivity.

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