

# THE RELATIONSHIP OF SOCIO-TECHNICAL 5S PRACTICES ON SUSTAINABILITY PERFORMANCE THROUGH RELATIONAL COORDINATION IN JAVA ISLAND



**DOCTOR OF PHILOSOPHY** 



# Faculty of Industrial and Manufacturing Technology and Engineering

THE RELATIONSHIP OF SOCIO-TECHNICAL 5S PRACTICES ON SUSTAINABILITY PERFORMANCE THROUGH RELATIONAL COORDINATION IN JAVA ISLAND MANUFACTURING SMEs

**Doctor of Philosophy** 

# THE RELATIONSHIP OF SOCIO-TECHNICAL 5S PRACTICES ON SUSTAINABILITY PERFORMANCE THROUGH RELATIONAL COORDINATION IN JAVA ISLAND MANUFACTURING SMEs

#### NASHRULLAH SETIAWAN



Faculty of Industrial and Manufacturing Technology and Engineering

UNIVERSITI TEKNIKAL MALAYSIA MELAKA

#### **DECLARATION**

I declare that this dissertation entitled "The Relationship of Socio-Technical 5S Practices on Sustainability Performance Through Relational Coordination in Java Island Manufacturing SMEs" is the result of my own research except as cited in the references. The dissertation has not been accepted for any degree and is not concurrently submitted in candidature of any other degree.

MALAYSIA	t <sub>e</sub>	
	Signature	· · · · · · · · · · · · · · · · · · ·
	Name	: Nashrullah Setiawan
E Staning	Date	: 15/08/2024
ليسياً ملاك	ڪل م	اونيؤمرسيتي تيكني
LINIVERSITI :	TEKNIKA	I MALAYSIA MELAKA

### **APPROVAL**

I hereby declare that I have read this dissertation and in my opinion this dissertation is sufficient in terms of scope and quality as a partial fulfillment of Doctor of Philosophy

N	Signature	······
KINE	Supervisor Name	: Profesor Dr. Mohd Rizal Bin Salleh
F	Date	: 15/08/2024
Lied		
10	Nn =	
مالاك	کل ملیسیا	اوبيونرسيتي تيكنيه
UNIVE	ERSITI TEKNIK	AL MALAYSIA MELAKA

#### **DEDICATION**

To my beloved mother Hj. Hestuti and father H. Syafaruddin Alwi.

To my beloved mother-in-law Hj. Mursiyah and father-in-law H. Kadiran.

To my beloved wife Arsi Noviana Sari.

To my children Nurul Fasya Azzahra, Muhammad Rafiq Alhaqqi, Muhammad Azhar Khairi, Muhammad Adzka 'Ilmi, and Muhammad Fawwaz Ramadhan.

To my beloved brother and sister.



#### **ABSTRACT**

The enhancement of sustainability performance becomes a critical parameter for enhancing the competitiveness of small and medium enterprises (SMEs) in the manufacturing sector on Java Island, Indonesia. One strategy that is widely recognized as the basic continuous improvement process is through the implementation of 5S practices. However, there were problems and research gaps in balancing social and technical aspects that support the sustainability of 5S practices. These issues have been addressed in previous studies through the integration of 5S practices with various technical management platforms such as Plan-Do-Check-Action, Reducing Waste, Total Quality Management, and Quality Management System. However, there were limited studies that focused on social mechanisms such as relational coordination. Therefore, this study aims to propose a conceptual model that examines the influence relationship between social aspects of 5S practices (SA5S) and technical aspects of 5S practices (TA5S) on sustainability performance (SP) mediated by relational coordination (RC) variables among stakeholders (leaders, employees, customers, and suppliers). This research was conducted with a deductive-quantitative strategy, survey questionnaires, and a cross-sectional study to examine the relationship between variables through the proposed hypotheses. The population frame and sample size are based on manufacturing SMEs units in Java Island, Indonesia, that focused on implementing 5S practices assisted by government agencies. The research has gathered 131 participants, predominantly managers, through purposive sampling. The data were then analyzed using structural equation modeling (SEM) with IBM-SPSS-AMOS version 24.0 software. The findings of this study showed that the proposed model has achieved the validity based on Goodness of Fit criteria of SEM. From the hypothesis analysis, the social and technical aspects of 5S practices have a positive and significant direct effect on relational coordination among stakeholders (Hypothesis 1 and Hypothesis 2). Similarly, relational coordination has a positive and significant direct impact on sustainability performance (Hypothesis 5). In term of the influence social aspects of 5S practices on sustainability performance, it is a significant direct effect (Hypothesis 3). In contrast, the technical aspects of 5S practices do not has a significant direct effect on sustainability performance (Hypothesis 4). Based on the mediation test, the results show that relational coordination is proven to be significant in mediating the social aspects of 5S practices, partially affecting sustainability performance (hypothesis 6). Meanwhile, relational coordination fully mediates between the technical aspects of 5S practices and sustainability performance (hypothesis 7). Finally, it could be concluded that the valid model can be illustrated by the achievement level of all latent constructs (SA5S, TA5S, RC, and SP), and hypothetically, the social and technical aspects of 5S practices considerably affect sustainability performance through relational coordination among stakeholders in manufacturing SMEs in Java Island, Indonesia.

## HUBUNGAN AMALAN SOSIO-TEKNIKAL 5S TERHADAP KEMAMPANAN PRESTASI MELALUI PENYELARASAN HUBUNGAN DI PKS PEMBUATAN DI PULAU JAWA

#### **ABSTRAK**

Peningkatan prestasi kemampanan menjadi parameter kritikal untuk meningkatkan daya saing perusahaan kecil dan sederhana (PKS) dalam sektor pembuatan di Pulau Jawa, Indonesia. Satu strategi yang diiktiraf secara meluas sebagai proses penambahbaikan berterusan asas adalah melalui pelaksanaan amalan 5S. Walau bagaimanapun, terdapat masalah dan jurang penyelidikan dalam mengimbangi aspek sosial dan teknikal yang menyokong kemampanan amalan 5S. Isu-isu ini telah ditangani dalam kajian lepas melalui penyepaduan amalan 5S dengan pelbagai platform pengurusan teknikal seperti Plan-Do-Check-Action, Mengurangkan Sisa, Pengurusan Kualiti Menyeluruh dan Sistem Pengurusan Kualiti. Walau bagaimanapun, terdapat kajian terhad yang memberi tumpuan kepada mekanisme sosial seperti penyelarasan hubungan. Oleh itu, kajian ini bertujuan untuk mencadangkan model konseptual yang mengkaji hubungan pengaruh antara aspek sosial amalan 5S (SA5S) dan aspek teknikal amalan 5S (TA5S) terhadap prestasi kelestarian (SP) yang dimediasi oleh pembolehubah koordinasi hubungan (RC) di kalangan pihak berkepentingan (pemimpin, pekerja, pelanggan dan pembekal). Penyelidikan ini dijalankan dengan strategi deduktif-kuantitatif, soal selidik tinjauan, dan kajian keratan rentas untuk mengkaji hubungan antara pembolehubah melalui hipotesis yang dicadangkan. Rangka populasi dan saiz sampel adalah berdasarkan unit PKS pembuatan di Pulau Jawa, Indonesia, yang memberi tumpuan kepada pelaksanaan amalan 5S dibantu oleh agensi kerajaan. Penyelidikan telah mengumpulkan 131 peserta, kebanyakannya pengurus, melalui persampelan bertujuan. Data tersebut kemudiannya dianalisis menggunakan pemodelan persamaan struktur (SEM) dengan perisian IBM-SPSS-AMOS versi 24.0. Dapatan kajian ini menunjukkan model yang dicadangkan telah mencapai kesahan berdasarkan kriteria kesesuaian untuk SEM. Daripada analisis hipotesis, aspek sosial dan teknikal amalan 5S mempunyai kesan langsung yang positif dan signifikan terhadap penyelarasan hubungan di kalangan pihak berkepentingan (Hipotesis 1 dan Hipotesis 2). Begitu juga, penyelarasan hubungan mempunyai kesan langsung yang positif dan signifikan terhadap prestasi kemampanan (Hipotesis 5). Dari segi pengaruh aspek sosial amalan 5S terhadap prestasi kemampanan, ia merupakan kesan langsung yang ketara (Hipotesis 3). Sebaliknya, aspek teknikal amalan 5S tidak mempunyai kesan langsung yang ketara ke atas prestasi kemampanan (Hipotesis 4). Berdasarkan ujian pengantaraan, keputusan menunjukkan bahawa penyelarasan hubungan terbukti signifikan dalam pengantaraan aspek sosial amalan 5S, sebahagiannya mempengaruhi prestasi kemampanan (hipotesis 6). Sementara itu, penyelarasan hubungan menjadi pengantara sepenuhnya antara aspek teknikal amalan 5S dan prestasi kemampanan (hipotesis 7). Akhirnya, boleh disimpulkan bahawa model yang sah boleh digambarkan melalui tahap pencapaian semua konstruk latent (SA5S, TA5S, RC, dan SP), dan secara hipotesis, aspek sosial dan teknikal amalan 5S banyak mempengaruhi prestasi kemampanan melalui penyelarasan hubungan antara pihak berkepentingan dalam pembuatan PKS di Pulau Jawa, Indonesia.

#### **ACKNOWLEDGEMENT**

Alhamdulillah, in the Name of Allah, the Most Gracious, the Most Merciful. Shalawat and Salam always send to my revered Prophet Muhammad SAW, as well as his family and companions. First and foremost, I would like to express my heartfelt gratitude to Universiti Teknikal Malaysia Melaka (UTeM) for providing the resources and platform that facilitated this research. My deepest appreciation goes to Profesor Dr. Mohd Rizal Bin Salleh, my main supervisor, for his unwavering support, guidance, and invaluable insights throughout the course of this study. His patience and encouragement will always be remembered. I would also like to extend my thanks to my co-supervisor, Profesor Dr. Hambali Bin Arep @ Ariff, for his continuous support and guidance during the completion of my research. I am also grateful to Profesor Dr. TS. Burhanuddin Bin Mohd Aboobaider, Profesor Dr. Mohd Khanapi Bin Abd Ghani, and TS. Dr. Abdul Syukor Bin Mohamad Jaya for their motivational support during this journey. Special thanks to Profesor Dr. Ir. Hari Poernomo, M.T, Dean of the Faculty of Industrial Technology at the Islamic University of Indonesia TEKNIKAL MALAYSIA (FTI UII), Dr. Imam Djati Widodo, and Ir. Muhammad Ridwan AP, M.Sc., Ph.D., as the Chairman of the Industrial Engineering Department at UII, and Profesor Dr. Fathul Wahid, Chancellor of UII, for their encouragement and support in the completion of my doctoral program. I would like to acknowledge my senior colleagues from Indonesia, including Ir. Hartomo Soewardi, M.Sc., Ph.D., Profesor Dr. Ir. Elisa Kusrini, M.T, Dr. Zaenal Mustofa, and R.A. Chairdino Leuveano, Ph.D., for their valuable advice and mentorship. I also extend my gratitude to Mr. Heri and Mr. Arif from the Indonesian Government for their support in facilitating my field research. Additionally, I thank Mr. Lukman, Mr. Risang, and Dr. Sudiyatno for their consultation on 5S practices and their insightful discussions related to the Indonesian industry. My appreciation extends to my fellow Indonesian colleagues at UTeM (Mr. Zakiyullah, Mr. Faizuddin, Mr. Joko Sutopo, Mr. Hery, Mr. Oesman, Mr. Faisal, Mr. Okka, Mrs. Susi, Mrs. Izzah, Mrs. Ussy, Mr. Taufiq, Mr. Fahmi, Mr. Nugroho, and Mr. Hendra) for their camaraderie and support throughout this journey. Likewise, I extend my thanks to my doctoral peers from UII (Dr. Agus Mansur, Dr. Yuli Agusti Rochman, Dr. Harwati, Mr. Joko Sulistio, Mr. Muchamad Sugarindra, Mr. Feris Firdaus, Mrs. Vembri Noor Helia, Mrs. Sri Indrawati, Mr. Muhammad Ragil Suryoputro, Mr. Andrie Pasca Hendradewa, and Mrs. Amarria Dila Sari) for their continuous encouragement and collaboration. Finally, from the bottom of my heart my gratitude to my beloved parents for their endless support, love, and prayers, my beloved wife, Arsi Noviana Sari. My eternal love also to my children, Nurul Fasya Azzahra, Muhammad Rafiq Alhaqqi, Muhammad Azhar Khairi, Muhammad Adzka 'Ilmi and Muhammad Fawwaz Ramadhan. Finally, thank you to all the individuals who provided me with the assistance, support, and inspiration to embark on my study.

اونيونر سيتي تيكنيكل مليسيا ملاك UNIVERSITI TEKNIKAL MALAYSIA MELAKA

iv

### **TABLE OF CONTENTS**

			PAGE
DEC	CLAR	ATION	
DEI	DICAT	CION	
ABS	STRAC	CT	i
ABS	STRAK	•	ii
ACI	KNOW	VLEDGEMENTS	iii
TAI	BLE O	F CONTENTS	v
LIS	T OF	ΓABLES	X
LIS	T OF I	FIGURES	xiii
LIS	T OF A	ABBREVIATIONS	xvi
LIS	T OF S	SYMBOLS	xviii
LIS	T OF A	APPENDICES	xix
LIS	T OF I	PUBLICATIONS	XX
CIT	A DODGE	R MALAYS/A	
_	APTEI		1
1.		RODUCTION  Description	1
	1.1	Research Background	1
		Research Motivation	7
	1.3	Problem Statement	8
	1.4	Research Question	9
	1.5	Research Objective	10
	1.6	Research Scope	11
	1.7	Significance of Research	11
	1.8	Thesis Outline	12
		UNIVERSITI TEKNIKAL MALAYSIA MELAKA	
2.		ERATURE REVIEW	14
	2.1	Introduction	14
	2.2	Underpinning Theories	14
		2.2.1 Socio-technical System Theory	15
		2.2.2 The Social System Theory	21
		2.2.3 The Technical System Theory	27
		2.2.4 Change Management Theory	30
	2.3	Sustainability Performance	32
		2.3.1 The Concept of Sustainability Performance	33
		2.3.2 Sustainability Performance related 5S Practices	35
		2.3.3 Indicators of Sustainability Performance	43
	2.4	The 5S Principles	46
		2.4.1 Basic Framework of 5S Practices	49
		2.4.1.1 Osada's Framework of 5S Practices	50
		2.4.1.2 Hirano's Framework of 5S Practices	54
		2.4.2 The Evolution Concept of 5S Practices	56

	2.4.3	The Stud	dies of Practices in Manufacturing	61
	2.4.4	Justifica	tion Framework of 5S Practices	64
2.5	Social	Aspect of	f 5S Practices	72
	2.5.1	The Con	ncept of Social Aspect of 5S Practices	73
	2.5.2	Indicato	rs of Social Aspect of 5S Practices	78
2.6	Techn	ical Aspe	ct of 5S Practices	81
	2.6.1	The Con	ncept of Technical Aspect of 5S Practices	82
		2.6.1.1	TA5S and Kaizen	82
		2.6.1.2	TA5S and Lean Management	84
		2.6.1.3	TA5S and Visual Management	85
		2.6.1.4	TA5S and Hardware Structure	87
		2.6.1.5	TA5S and Management System	87
	2.6.2	Indicato	rs of Technical Aspect of 5S Practices	88
2.7	Media	ting Varia	able of 5S Practices to Sustainability Performance	94
	2.7.1	Mediatir	ng Model	94
	2.7.2		ng Variable related to 5S Practices	96
	2.7.3		al Coordination as A Mediating Variable	100
	3		Relational Coordination Theory	101
		2.7.3.2	Relational Coordination in Empirical Research	103
	=		Indicators of Relational Coordination	106
2.8		iterature (		108
2.9			Model and Hypothesis Development	112
	2.9.1		s for Developing Model	112
	الرلت		Justification Method for Developing Model	118
			Overview of Structural Equation Modeling	118
	UNIV		Analysis of Measurement Model MELAKA	121
	202		Assessment of Structural Model	130
	2.9.2	•	Research Method	132
			Survey Strategy	132
		2.9.2.2	Instrument Design	133
			Population Frame and Sample	139
		2.9.2.4	•	140
	202	2.9.2.5	Sampling Design	140
	2.9.3	-	oing 5S Conceptual Framework	145
	2.9.4		nceptual Model of the Current Research	152
		2.9.4.1	Developing of Hypothesis  Social Aspects of 55 Practices and Relational	153
		2.9.4.2	Social Aspects of 5S Practices and Relational Coordination	154
		2042		155
		2.9.4.3	Technical Aspects of 5S Practices and Relational Coordination	155
		2.9.4.4	Social Aspects of 5S Practices and Sustainability	156
		∠.ヺ <del>.</del> ₩.₩	Performance	130
			1 0110111101100	

		2.9.4.5 Technical Aspects of 5S Practices and	157
		Sustainability Performance 2.9.4.6 Relational Coordination and Sustainability	159
		Performance	139
		2.9.4.7 Social Aspects of 5S Practices and Sustainability	161
		Performance Mediated by Relational	
		Coordination	
		2.9.4.8 Technical Aspects of 5S Practices and	162
		Sustainability Performance Mediated by	
	2.10	Relational Coordination Summary of the Chapter	163
3.	MET	THODOLOGY	165
	3.1	Introduction	165
	3.2	Research Paradigm	165
		3.2.1 Positivism	166
		3.2.2 Interpretivism	166
		3.2.3 Realism	167
		3.2.4 Justification of the Current Research Paradigm	167
	3.3	Research Design	168
		3.3.1 Questionnaire Design	170
		3.3.2 Questionnaire Scales	173
		3.3.3 Questionnaire Content Validity	174
		3.3.4 Pilot Study	176
	3.4	Sampling Strategy	178
		3.4.1 The Population and Sample Targets SIA MELAKA	178
		3.4.2 Determining the Sampling Method	179
	2.5	3.4.3 Determining the Sample Size	180
	3.5	Data Analysis 3.5.1 Questionnaire Screening Analysis	181 181
		<ul><li>3.5.1 Questionnaire Screening Analysis</li><li>3.5.2 Descriptive Analysis</li></ul>	182
		3.5.3 Structural Equation Modeling	183
		3.5.3.1 Measurement Model Analysis	184
		3.5.3.2 Structural Model Analysis	187
	3.6	Summary of the Chapter	189
4.	FINI	DINGS AND DISCUSSION	190
	4.1	Introduction	190
	4.2	Response Rate	190
	4.3	Data Screening Analysis	190
		4.3.1 Examination of Missing Data	191
		4.3.2 Normality and Data Outliers Assessment	191

	4.4	Demographic Information	196
	4.5	Descriptive Analysis of the Constructs	203
		4.5.1 Descriptive Analysis of Social Aspect of 5S Practices	205
		4.5.2 Descriptive Analysis of Technical Aspect of 5S Practices	208
		4.5.3 Descriptive Analysis of Relational Coordination	212
		4.5.4 Descriptive Analysis of Sustainability Performance	215
	4.6	Measurement Model	217
		4.6.1 Confirmatory Factor Analysis	218
		4.6.2 Constructs Validity Assessment	218
		4.6.3 Convergent Validity and Composite Reliability Assessment	222
		4.6.4 Discriminant Validity Assessment	224
	4.7	Structural Model	225
		4.7.1 Fitnesses the Model	225
		4.7.2 Hypothesis Testing of Direct Effect (H1, H2, H3, H4, and H5)	228
		4.7.2.1 Hypothesis 1 (H1)	229
		4.7.2.2 Hypothesis 2 (H2)	230
		4.7.2.3 Hypothesis 3 (H3)	230
		4.7.2.4 Hypothesis 4 (H4)	231
		4.7.2.5 Hypothesis 5 (H5)	232
		4.7.3 Hypothesis Testing for Mediation (Indirect Effect)	232
		4.7.3.1 Mediation Testing of Hypothesis 6 (H6)	233
		4.7.3.2 Mediation Testing of Hypothesis 7 (H7)	236
		4.7.4 Summary of Hypothesis Testing	239
	4.8	Discussion of Research Findings	240
		4.8.1 Social Aspect of 5S Practices and Relational Coordination	240
		4.8.2 Technical Aspect of 5S Practices and Relational Coordination	242
		4.8.3 Social Aspect of 5S Practices and Sustainability Performance	243
		4.8.4 Technical Aspect of 5S Practices and Sustainability Performance	244
		4.8.5 Relational Coordination and Sustainability Performance	246
		4.8.6 Mediating Role of Relational Coordination between Social	248
		Aspect of 5S Practices and Sustainability Performance	
		4.8.7 Mediating Role of Relational Coordination between	249
		Technical Aspect of 5S Practices and Sustainability	
	4.0	Performance Summers of the Chapter	250
	4.9	Summary of the Chapter	250
5.	CO	NCLUSION AND RECOMMENDATION	253
	5.1	Introduction	253
	5.2	Conclusion of Research Findings	253

	5.3	Resea	rch Contr	ibution	255
		5.3.1	Theoret	ical Contributions of the Research	255
			5.3.1.1	Management Science Development Contribution	255
			5.3.1.2	Basic Theory Contribution	257
			5.3.1.3	Methodology Contribution	258
		5.3.2	Practica	l Contributions of the Research	259
			5.3.2.1	Contribute to Academics	260
			5.3.2.2	Contribute to Government	260
			5.3.2.3	Contribute to Consultant	261
			5.3.2.4	Contribute to Manufacturing SMEs	261
	5.4	Limita	ation of th	ne Research	262
	5.5	Recor	nmendatio	on for Future Research	263
	5.6	Sumn	nary of the	e Chapter	264
REF	ERE	NCES			265
APP	ENDI	CES	MALAYSI	4	335
		34		4,	

# LIST OF TABLES

TABLE	TITLE	PAGE
Table 2.1	Future Research for 5S Practices based on STS theory	20
Table 2.2	Comparing Three Change Management Models	31
Table 2.3	Indicators SP Related 5S Practices in Manufacturing SMEs	36
Table 2.4	5S Practices Benefit for ESP in Manufacturing SMEs	41
Table 2.5	Indicators and Definition of SP related 5S Practices	44
Table 2.6	The Systematic of 5S Principles	52
Table 2.7	Historical of the 5S Concept	57
Table 2.8	Literature Study of 5S Practices based on STS Theory	64
Table 2.9	Critical View of SA5S Based on SWOT	75
Table 2.10	Indicators, Definition, and Key Findings of SA5S	78
Table 2.11	Indicators, Definition, and Key Findings of TA5S	88
Table 2.12	Steps of Mediation Analysis	95
Table 2.13	Indicators and Definition of RC in 5S Practices	107
Table 2.14	Summary of Literature Gaps	110
Table 2.15	Prior Research of Model Development Approaches for 5S Practices	112
Table 2.16	Differences between PLS-SEM and CB-SEM	120
Table 2.17	Goodness of Fit Indices Categories	123
Table 2.18	The Main Constructs in Common Survey Scale	134
Table 2.19	Comparison of Probability and Nonprobability Sampling	142
Table 3.1	Number of Indicators Based on Variables	170
Table 3.2	Validity and Reliability Test Results Based on Pilot Study	176
Table 3.3	Summary of Research Hypothesis and Analytical Statistics	188
Table 4.1	Normality Data of The Research	191

Table 4.2	Data Outlier Assessment based on Mahalanobis Distance	193
Table 4.3	Gender of Respondents	196
Table 4.4	Age of Respondents	197
Table 4.5	Educational of Respondent	197
Table 4.6	Job Position	198
Table 4.7	Working Experience	199
Table 4.8	Location of Company	199
Table 4.9	Industrial Types	200
Table 4.10	Industrial Size	201
Table 4.11	Standardization of Management System by the Company	201
Table 4.12	Operation Management Program by the Company	202
Table 4.13	Direction and Supporting of 5S Practices in the Company	202
Table 4.14	Categorization of Score Items	204
Table 4.15	Descriptive Statistics of Social Aspect in 5S Practices	206
Table 4.16	Descriptive Statistics of Technical Aspect in 5S Practices	209
Table 4.17	Descriptive Statistics of Relational Coordination	212
Table 4.18	Descriptive Statistics of Sustainability Performance	215
Table 4.19	Goodness of Fit Indexes of Basic Measurement Model	219
Table 4.20	Goodness of Fit Indexes of Measurement Model	221
Table 4.21	Average Variance Extracted and Composite Reliability Results	222
Table 4.22	The Discriminant Validity of the Constructs	224
Table 4.23	Goodness of Fit Indexes of Final Structural Model	227
Table 4.24	The Significant Effect of SA5S on RC	230
Table 4.25	The Significant Effects of TA5S on RC	230
Table 4.26	The Significant Effect of SA5S on SP	231
Table 4.27	The Significant Effect of TA5S on SP	231

Table 4.28	The Significant Effects of RC on SP	232
Table 4.29	Estimation Value of Variable Mediating for Sub Model H6	234
Table 4.30	Bootstrapping for Mediation Test of H6	235
Table 4.31	Estimation Value of Variable Mediating for Sub Model H7	237
Table 4.32	Bootstrapping for Mediation Test of H7	238
Table 4.33	Summary of Hypothesis Testing	239
Table 4.34	Summary of the Research Finding	250



### LIST OF FIGURES

FIGURE	TITLE	PAGE
Figure 1.1	Gross Domestic Product share of Indonesia in 2023 by sector	2
Figure 1.2	The share of manufacturing industry to exports in ASEAN	4
Figure 2.1	Socio-technical System Model (Sources: Bostrom and Heinen, 1977)	16
Figure 2.2	Structure of Action System (Source: Šubrt, 2020)	22
Figure 2.3	System Hierarchy According to Origin (Source: Hubka and Eder, 1988)	28
Figure 2.4	General Transformation System Model	29
Figure 2.5	The Tripple Bottom Line of SP	34
Figure 2.6	Conceptual Framework of 5S Practices (Source: Osada, 1991)	51
Figure 2.7	Implementation Framework of 5S Practices (Source: Osada, 1991)	52
Figure 2.8	The Conceptual Framework of 5S Practices (Source: Hirano, 1995)	55
Figure 2.9	Implementation Framework of 5S Practices (Source: Hirano, 1995)	56
Figure 2.10	Path Diagram of Mediation Model (Source: Mackinnon, 2008)	95
Figure 2.11	Conceptual Model of the Relationship between 5S and Manufacturing Performance (Source: Naik et al., 2015)	97
Figure 2.12	A Model of Lean Practices and Supply Chain Performance	98
Figure 2.13	Mediating Role of Waste (Muda) and PDCA in Kaizen 5S Model	99
Figure 2.14	Integration Model Lean and Green Practices (Source: Thekkoote, 2022)	100
Figure 2.15	The Core Concept of Relational Coordination	102
Figure 2.16	Model Relational Co-ordination in Work Organization and Performance	104
Figure 2.17	Mediation of RC between Workforce Diversity and Firm Performance	104
Figure 2.18	RC as Mediator of MDC and OE (Source: Hernaus et al., 2021)	105

Figure 2.19	Mediation Role of RC in Social Pillar of Lean Practices	105
Figure 2.20	Analysis Process of SEM (Source: Hair Jr. et al., 2014))	119
Figure 2.21	Path Diagram of Measurement Model	122
Figure 2.22	Comparison Kurtosis (a) and Skewness (b) Diagram	128
Figure 2.23	Path Diagram of Structural Model (Source: Hair Jr. et al., 2014)	130
Figure 2.24	Step of A Question to be Valid and Reliable (Source: Foddy, 1993)	134
Figure 2.25	Sampling Technique (Source: Foddy, 1993)	141
Figure 2.26	Integrated Model for Lean Green and Six Sigma Practices for SP	145
Figure 2.27	Lean Work Practices Model based on Socio-technical System	146
Figure 2.28	Socio-technical Lean Model (Source: Sahoo, 2019)	148
Figure 2.29	Model of Lean Socio-technical System	149
Figure 2.30	Research Model for 5S Kaizen towards Manufacturing Performance (Source: Maryani et al., 2020)	150
Figure 2.31	5S Implementation for Business Excellence Performance Parameter (Source: Randhawa and Ahuja 2017d)	151
Figure 2.32	The Proposed Conceptual Framework	153
Figure 3.1	The Research Design Phases	169
Figure 3.2	Measurement Model	186
Figure 3.3	A Proposed Conceptual Framework of the Current Research	187
Figure 4.1	Radar Chart of Mean Values of Social Aspect of 5S Practices	207
Figure 4.2	Radar Chart of Mean Values of Technical Aspect of 5S Practices	211
Figure 4.3	Radar Chart of Mean Values of Relational Coordination	214
Figure 4.4	Radar Chart of Mean Values of Sustainability Performance	216
Figure 4.5	Basic Measurement Model using Pooled CFA (PCFA)	219
Figure 4.6	Final Fit of Measurement Model	220
Figure 4.7	Basic Structural Model based on Fit Measurement Model	225
Figure 4.8	The Fit Structural Model in the First Running Process	226

Figure 4.9	Final Fit of Structural Model	227
Figure 4.10	Mediating Effect Variable of Sub Model H6	233
Figure 4.11	Mediating Effect Variable of Sub Model H7	236
Figure 4.12	Final Conceptual Model	239



#### LIST OF ABBREVIATIONS

AHP - Analytical Hierarchical Process

AMOS - Analysis of Moment Structure

*CFA* - Confirmatory Factor Analysis

*CnV* - Convergent Validity

*CR* - Critical Ratio

*CSFs* - Critical Success Factors

*CV* - Coefficient of Variations

GDP - Gross Domestic Product

ISM - Interpretive Structural Model

ISO - International Standardization Organization

JIT - Just In Time

*LM* - Lean Manufacturing

LSS - Lean Six Sigma

MD UN-VEMahalanobis Distance L MALAYSIA MELAKA

*MDC* - Managerial Design Competencies

*MP* - Manufacturing Performance

*MPC* - Malaysia Productivity Corporation

*MSMEs* - Micro, Small and Medium Enterprises

*MT* - Mediating Theory

*OE* - Organizational Effectiveness

OHS - Occupational Health and Safety

*OP* - Operational Performance

*PCFA* - Pooled Confirmatory Factor Analysis

**PDSA** Plan, Do, Study, and Action RC**Relational Coordination** SA5S Social Aspects of 5S Practices SDSystem Dynamic **SEM** Structural Equation Model **SMED** Single Minutes Exchange of Dies **SMEs** Small and Medium Enterprises SPSustainability Performance Statistical Package for the Social Sciences SPSS STDStandard Deviation STS Socio-technical System TA5S Technical Aspect of 5S Practices TPMTotal Productive Maintenance TPSToyota Production System TQM**Total Quality Management VSM** Value Stream Mapping

### LIST OF SYMBOLS

α	-	Cronbach's alpha
β	-	Regression coefficient of the causal effect between X and Y
$\beta_0$	-	Regression coefficient of constant variable
df	-	Degree of freedom
$e_i$	-	Error of variance
IDR	-	Indonesian Rupiahs
$L_i$	-	Loading factor
X	A PARTY IN	Exogenous Variable
Y	TEKA	Endogenous Variable
k	=	The number of items in the questionnaire instrument
$\sigma_i^2$	3/1/	The sum of the variances of the instrument items
$\sigma_{\chi}^2$	مالاك	Total score variance
S	UNĪVE	Standard deviation
$\bar{x}$	-	Means value
n	-	Number of samples