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# Relationship of Emotional Intelligence with Transformational Leadership and Organizational Citizenship Behavior

By

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## RELATIONSHIP

## OF

# EMOTIONAL INTELLIGENCE

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## **Organizational Citizenship Behavior**

#### Abstract

This manuscript examines the relationship of emotional intelligence (EI) with transformational leadership (TL) and organizational citizenship behavior (OCB) of the followers. A sample of 57 dyads of managers and their supervisors (i.e. 114 respondents) participated in this study. The reliabilities of the scales were - OCB (0.83), TL (0.88), and EI (0.86). EI was significantly correlated to conscientiousness, civic virtue, and altruistic behaviors of followers. The method suggested by Barron and Kenny (1986) was used to test mediation of EI between TL and OCB but nothing significant was found. The results indicate that emotional intelligence of leaders enhances the OCB of followers. However, EI of the leader may not be the only factor determining the perception of TL.

#### Introduction

Through the ages, scholars and organizational development consultants have pursued the essence of transformational leadership. This paper argues that to be truly transformational, leadership qualities must be grounded in high levels of EI. The five established components of TL (idealized influence, attitude & behavior, inspirational motivation, intellectual stimulation and individualized consideration) have been juxtaposed with indicators of EI, to demonstrate that when led by a transformational leader, the members of an organization naturally exhibit organizational citizenship behavior. The literature on TL, EI and OCB are all interlinked, and an attempt has been made to study the relationship that exists between them. We begin by discussing transformational leadership.

## Transformational Leadership

The past two decades have heralded some convergence among organizational behavior scholars concerning a new genre of leadership theory, alternatively referred to as "transformational," "charismatic," and "visionary" leadership.

Kent, Crotts, and Aziz (2001) define transformational leadership as a process by which change or transformation is introduced to individuals and/or organizations.

## Traits of Transformational Leaders

Dvir, Dov, Avolio, and Shamir (2002) say that transformational leaders exert additional influence by broadening and elevating their followers' goals and providing them with the confidence to perform beyond the expectations specified in the implicit or explicit exchange agreement. Transformational leaders exhibit charismatic behaviors, arouse admiration, inspire, motivate, provide intellectual stimulation, and treat their followers with individualized consideration. Such behaviors transform their followers by inspiring them to reach their full potential and generate the highest levels of performance. Transformational leaders evaluate the potential of all followers in terms of their ability to fulfill current commitments, while also envisioning further expansion of their responsibilities.

Transforming leadership is enabling. The leader engages with people in a way that transforms their relationship - they are no longer the leader and the led in the authoritarian sense. They become partners in the pursuit of a common goal, each making their appropriate contribution, and increasing their capacity to perform (Nicholls, 1994). Popper, Ori, and Ury (1992) say that the main characteristic of transformational leaders is their extraordinary effect on subordinates, and their success in establishing their commitment. A transformational leader transforms and creates meaning for his subordinates - a meaning that enhances the subordinates'

commitment. A transformational leader can relate and articulate his subordinates' need for identity, and does this by giving meaning and strengthening the concept of the self, and by boosting their individual identity. A transformational leader is the catalyst who transforms the subordinates' motivation to commitment and their commitment into exceptional achievements.

## **Dimensions of Transformational Leaders**

Bass and Avolio (1993) say that the four dimensions that comprise transformation leadership behavior are idealized influence, inspirational motivation, intellectual simulation, and individualized consideration.

*Individualized influence*. Individualized influence occurs when leaders earn the trust and respect of their followers by doing the right thing rather than ensuring that the subordinates do things right. When the leaders focus on doing the right thing, which they usually do by using stories and symbols to communicate their vision and their message they serve as role models.

Humphreys and Einstein (2003) have found that transformational leaders operate out of deeply held personal value systems that include qualities like justice and integrity. By expressing these personal standards, transformational leaders unite their followers, but more importantly, they can change their followers' goals and beliefs for the better.

*Intellectual stimulation*. According to Shin, Shung, Zhou, and Jing (2003), inspirational motivation is related to the formulation and articulation of a vision and/or challenging goals. Intellectual stimulation promotes intelligence, rationality, and careful problem solving abilities. It also involves engaging the rationality of the subordinates, getting them to challenge their assumptions and to think about old problems in new ways. Leaders who engage in intellectual stimulation do not answer all their employees' questions; instead, they make them seek the answers on their own.

*Individual consideration*. Individual consideration is concerned with treating the employees as individuals and not just members of a group. Leaders exhibit this trait by being compassionate, appreciative, responsive to the employees' needs, and by recognizing and celebrating their achievements.

*Inspirational motivation.* Conger and Kanungo (1988) have found that inspirational motivation and charisma are companions. Transformational leaders inspire their followers to accomplish great feats by communicating the high expectations by using symbols to focus efforts and by expressing important purposes. Transformational leaders tend to pay close attention to the inter-individual differences among their followers and often act as mentors to their subordinates, typically coaching and advising the followers with individual personal attention. Since charismatic leaders have great power and influence, the employees have a high degree of trust and confidence in them and want to identify with them. Charismatic leaders inspire and excite their employees with the idea that they may be able to accomplish great things.

## Influence of Transformational Leaders on Followers

Shin, Shung, Zhou, and Jing (2003) found that transformational leadership positively relates to (1) Follower creativity, (2) Followers' "conservation," and (3) Intrinsic motivation. Transformational leadership boosts intrinsic motivation and provides intellectual stimulation; the followers are encouraged to challenge the status quo and old ways of doing things.

Kark and Shamir (2002) have found transformational leadership to be a multifaceted, complex, and dynamic form of influence - leaders can affect followers by highlighting different aspects of the followers' social self-concept and change their focus from one level to another. This is likely to determine whether the followers see themselves primarily in terms of their relationship with the leader, or in terms of their organizational group membership. They

suggested that different leadership behaviors could account for priming these distinct aspects of followers' self-concept and followers' identification. Furthermore, these different forms of influence are important because they can lead to differential outcomes.

Dionne, Yammarino, Atwater, and Spangler (2004) posit that by means of individualized consideration, a leader addresses issues of competence; meaningfulness and impact with each team member, and encourages continued individual development.

Kark and Shamir (2002) found that transformational leadership behavior such as intellectual stimulation increases the feeling of self-worth in the followers because they transmit the message that the leader believes in the follower's integrity and ability. Followers of transformational leaders who are willing to focus on their relational-self would be motivated to enhance the well-being of the leader by being cooperative, loyal and committed. The most significant effect of transformational leadership is that of influencing followers to transcend self-interests for the sake of the welfare of the organization.

Jung, Chow, and Wu (2003) indicate that transformational leadership has significant and positive relations in terms of both empowerment and fostering an innovation-supporting organizational climate. Dvir et al. (2002) have found transformational leadership to have a positive impact on the development of followers' empowerment in terms of their engagement in the task and specific self-efficacy. They confirmed the hypothesis that follower development can influence performance to show that transformational leadership affects development as well as performance.

Kark and Shamir (2002) suggested that transformational leaders can have a dual effect exerting their influence on followers through the creation of personal identification with the

leader and social identification with the work unit, and that these different forms of identification can lead to differential outcomes.

Transformational leadership theory suggests that such leadership is likely to result in a wide range of outcomes at the personal level (e.g., followers' empowerment, extra effort), and at the group or organizational level (e.g. unit cohesiveness, collective efficacy). Transformational leadership produces these effects primarily by priming the followers' relational self and promoting identification with the leader (Kark & Shamir, 2002). What distinguishes a leader is the combination of head and heart, the ability to understand and effectively apply emotions as a means of connection and influence i.e. the emotional intelligence that a leader posses. Therefore, we need to study how the emotional intelligence of a leader is related to transformational leadership.

## **Emotional Intelligence (EI)**

Salovey and Mayer (1990) first introduced the concept of EI as a type of social intelligence, separable from general intelligence. According to them, EI is the ability to monitor one's own and others' emotions, to discriminate among them and use the information to guide ones' thinking and actions. In a later attempt, they expanded their model and defined EI as the ability of an individual to perceive accurately, appraise, and express emotion; the ability to access and generate feelings when they facilitate thought; the ability to understand emotion and emotional knowledge; and the ability to regulate emotions to promote emotional and intellectual growth.

Research shows that EI is the common element that influences the different ways in which people develop in their lives, jobs, social skills; the way they handle frustration, control their emotions and get along with other people. It is found that the difference between a simply

brilliant person and a brilliant manager is due to a person's EI. Ultimately, it is EI that dictates the way people deal with one another and understand emotions. Hence, EI is considered important for business leaders because if they are insensitive to the mood of their staff or team, it can create frustration and therefore not get the best out of people (Anonymous, 2004).

Turner (2004), states that EI is the softer component of total intelligence, and that it contributes to both professional and personal lives. Traditional IQ is the ability to learn, understand, and reason. It is now thought to contribute only 20% to one's success, whereas emotional quotient (EQ), which is the ability to understand oneself and interact with people, contributes 80%. EQ is critical to effective leadership. IQ has been linked to job performance and is a key element in recruitment. However, EQ is evident in the leaders/managers ability to retain their positions and be successful in their roles. The fact is that most firms hire for intelligence (IQ) and sack because of attitude (EQ).

## Components of EI

Barling, Slater, and Kelloway (2000) say that EI comprises five characteristics, namely: understanding one's emotions; knowing how to manage them; emotional self-control, which includes the ability to delay gratification; understanding others' emotions, or empathy; and managing relationships. Lubit (2004) divided EI into two major components - personal competence and social competence. Personal competence refers to self-awareness and the ability to manage those feelings effectively (self-management). Personal competence is the combination of self-awareness and self-management - i.e., the ability to manage effectively the identified feelings. The components of self-awareness are awareness of emotions and their impact and the awareness of strengths and weaknesses. The components of self-management are emotional selfcontrol, adaptability i.e. flexibility in adapting to changing situations and obstacles, integrity,

honesty, trustworthiness, drive to grow and achieve, achievement orientation, continuous learning, willingness to take initiatives and optimism.

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Social competence comprises of social awareness (the ability to understand what others feel) and relationship management (having the skills to work effectively in teams). The ability to understand others' emotions, persuasion, motivation, conflict resolution, and reasons for cooperation are among the most critical skills identified as essential for leaders and successful managers. Social awareness involves empathy and insight, understanding others' perspectives and feelings, appreciation of others' strengths and weaknesses, political awareness, respect for others, conflict management skills, collaborative approach, sense of humor, persuasiveness, and the ability to leverage diversity. Social competence develops by paying attention to the emotions and behavior of others; seeking to understand others' behavior through reflection and discussions with third parties; thinking of various ways to deal with situations and observing the effects of one's actions. Social competence can be enhanced by observing others, thinking about why people behave and react as they do and identifying behavior that seems helpful in critical situations (Lubit, 2004).

Goleman (2002) divided the 18 competencies of EI into four main groups that encompass our understanding of people, namely, self-awareness, self-management, social awareness and relationship management.

As per Welch (2003), team EI comprises, not only of each individual's EI but also the collective competency. In addition, the social skills required of people within an emotionally intelligent team and a focused training methodology, can be broken down into the following five areas: inclusiveness, adaptability, assertiveness, empathy and influence.

Caruso, Mayer and Salovey (2002) proposed two alternative conceptions of EI - the ability model and the mixed model. The ability models place EI within the sphere of such intelligence, wherein emotion and thought interact in meaningful adaptive ways. Thus, EI is viewed much like verbal or spatial intelligence, except that it operates on an emotional content.

Mixed models blend various aspects of personality in a theoretical manner. The resulting conglomerate of traits, dispositions, skills, competencies, and abilities is labeled EI. These different models have also given rise to different ways of measuring EI.

#### Why EI is Important?

EI enables people to deal with just about anything with a measure of balance and maturity. Emotionally intelligent people have a deep-rooted sense of self, which helps them in understanding other people; keeping things in proportion, retaining focus and an understanding of what is important. They also retain a positive viewpoint almost all of the time; are successful in whatever they choose to do; have high work performance and personal productivity levels and consequently enjoy greater job satisfaction.

Bardzill and Slaski (2003) find that organizational leaders must recognize the importance of emotionally intelligent behavior, and reward it actively. Positive reinforcement of an emotionally intelligent environment ensures the development of a service-orientated climate. Performance measures that often exclude the "soft skills" fail to reflect any positive results of EI development that may be occurring within the organization. Emotional elements underlie the dynamics of many aspects of modern organizations and the role of EI should be considered while devising organizational policies, processes and procedures.

Lubit (2004) consideres social competence to be an important component of EI, which makes is very valuable for teams. Welch (2003) says EI enables teams to boost their performance. In an era of teamwork, it is essential to figure out what makes teams work. His research shows that just like individuals, the most effective teams are the emotionally intelligent ones - and that any team can improve and attain higher levels of EI. In his study, teams with identical aggregate IQ were compared and it was found that teams with high levels of EI outperformed teams with low levels of EI by a margin of two to one. He has two key points to highlight here- first, there is evidence that EI in teams is a significant factor, and second, there is the assertion that EI can be developed. He says that these five EI team competencies build on individual EI skills- inclusiveness, adaptability, assertiveness, empathy, and influence. However, these competencies are not enough on their own. Trust is the foundation of teamwork for it to be a truly joyous undertaking; it will allow people to examine where they can improve without becoming self-critical or defensive.

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Vakola, Tsaousis and Nikolaou (2004) say EI contributes to a better understanding of the affective implications of a change of policy in an organization. More specifically, they say that employees with low control of emotions react negatively towards the proposed changes, since they are not well equipped to deal effectively with the demands and the affective consequences of such a stressful, emotionally expensive procedure. In contrast, employees with the ability to use their emotions appropriately (since they are optimistic and often take initiatives) usually decide to reframe their perceptions of a newly introduced change program and view it as an exciting challenge. Attitudes toward organizational change demonstrate positive relationship with the use of emotions for problem solving and control of reactions.

Relating Transformational Leadership and Emotional Intelligence

As Palmer, Walls, Burgess and Stough (2001) state, EI has fast become popular as a means for identifying potentially effective leaders, and as a tool for nurturing effective leadership

skills. EI, which is measured by a person's ability to monitor and manage emotions within one's self and in others, has been found to be an underlying competency of transformational leadership.

Transformational leadership is defined as "that activity which stimulates purposeful activity in others by changing the way they look at the world around them and relate to one another. It affects people's personal beliefs by touching their hearts and minds" (Nicholls, 1994). Gardner and Stough (2002) have found that the two underlying competencies of effective leadership are the ability to monitor emotions in one's self and in others. In fact, their research results supported the existence of a strong relationship between transformational leadership and overall EI. It was found that EI correlated highly with all the components of transformational leadership, with the components of understanding of emotions and emotional management being the best predictors of this type of leadership style. Leaders, who considered themselves transformational not transactional, reported that they could identify their own feelings, emotional states, express those feelings to others, utilize emotional knowledge when solving problems; understand the emotions of others in their workplace; manage positive and negative emotions in themselves and others; and effectively control their emotional states. Barling, Slater and Kelloway (2000) found that EI is associated with transformational leadership. In contrast, active and passive management, and laissez faire management, were not associated with EI.

Analysis by Sivanathan and Fekken (2002) showed that the followers perceived leaders with high EI as more effective and transformational. They found that EI conceptually and empirically linked to transformational leadership behaviors. Hence, they concluded that having high EI increased one's transformational leadership behaviors.

Barling, Slater and Kelloway (2000) assert that EI is associated with the three aspects of transformational leadership, i.e. idealized influence, inspirational motivation and individualized consideration, and the contingent reward. The subordinates see individuals with higher EI as displaying more leadership behaviors. Controlling for attribution style, they have also showed that three aspects of transformational leadership (i.e. idealized influence, inspirational motivation, and individualized consideration) and constructive transactions differed according to level of EI.

Leaders who can identify and manage their own emotions, and who display self-control and delay gratification, serve as role models for their followers, thereby earning their followers' trust and respect. This would be consistent with the essence of idealized influence.

In fact, Gardner and Stough (2002) found that leaders with a high EI component of understanding emotions were able to perceive accurately the extent to which followers' expectations can be raised, and this is related to the transformational leadership's sub-component of inspirational motivation. Consistent with the conceptualization of idealized influence (the component of transformational leadership), leaders are able to understand and manage their emotions and display self-control, thus acting as role models for followers, earning their followers' trust and respect. They found that the ability to monitor emotions within oneself and others, correlated significantly with the transformational leadership components of idealized attributes and behaviors.

With emphasis on understanding other people's emotions, leaders with high EI would be able to realize the extent to which they can raise followers' expectations, which is a sign of inspirational motivation.

Gardner and Stough (2002) found that a major component of individualized consideration is the capacity to understand the followers' needs and interact accordingly. With emphasis on empathy and the ability to manage relationships positively, leaders having EI are likely to manifest individualized consideration.

Palmer, Walls, Burgess, and Stough, (2001) found that the inspirational motivation and individualized consideration components of transformational leadership were significantly correlated with the ability to both monitor and manage emotions in one-self and others. The ability to monitor and manage emotions is one of the underlying attributes that characterize the individual consideration component of effective transformational leadership.

Gardner and Stough (2002) found that the ability to manage emotions in relationships allows the emotionally intelligent leader to understand followers' needs and to react accordingly (related to the component of individualized consideration). The ability to monitor and the ability to manage emotions in one-self and others were both significantly correlated with the inspirational motivation and individualized consideration components of transformational leadership. Barling, Slater, and Kelloway (2000) have found that individuals high in EI use transformational behaviors. With EI being instrumental for transformational leadership behavior, one can hypothesize the following:-

*Hypothesis* 1: Transformational leaders are likely to be high on emotional intelligence.

Having discussed transformational leadership and emotional intelligence, the organizational citizenship behavior of followers, which is an important outcome for the effectiveness of an organization is discussed below.

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## Organizational Citizenship Behavior (OCB)

Appelbaum et al. (2004) say that organizational citizenship behavior (OCB) is discretionary behavior that is not part of an employee's formal job requirement, but it is that which promotes the effective functioning of the organization. Allen, Barnard, Rush, & Russell (2000) define OCB as that which embodies the cooperative and constructive gestures that are neither mandated by formal job role prescriptions nor directly or contractually compensated for by the formal organizational reward system.

Bolino and Turnley (2003) identify it as an organization's ability to elicit employee behavior that goes beyond the call of duty. They have found that citizenship behaviors generally have two common features: they are not directly enforceable (i.e., they are not technically required as a part of one's job), and that they are representative of the special or extra efforts that organizations need from their workforce in order to be successful.

Bolino, Bloodgood, and Turnley (2001) define OCB as the willingness of employees to exceed their formal job requirements in order to help each other, to subordinate their individual interests for the good of the organization, and to take a genuine interest in the organization's activities and overall mission.

Good citizenship as per Bolino and Turnley (2003) includes a variety of employee behaviors, such as, taking on additional assignments, voluntarily assisting people at work, keeping up with developments in one's profession, following company rules (even when no one is looking), promoting and protecting the organization, keeping a positive attitude and tolerating inconveniences at work.

## **Dimensions of OCB**

Podsakoff, Mackenzie, Paine, and Bachrach (2000), in a meta-analytic study found that researchers have identified almost thirty different forms of citizenship behaviors. However, there exists conceptual overlap between the constructs; therefore, they grouped these behaviors into seven dimensions: a) helping behavior, b) sportsmanship, c) organizational loyalty, d) organizational compliance, e) individual initiative, f) civic virtue, and g) self-development. Moorman, (1991) and Organ (1988) identified five dimensions of OCBs namely, altruism, courtesy, sportsmanship, conscientiousness, and civic virtue. Later Podsakoff et al. (1990) developed a scale that showed evidence for the five-factor model. Schnake and Dumler (2003) also highlight that the *same* five OCB dimensions that have been most frequently examined by researchers. They are five factors are discussed below:

*1. Altruism* is a voluntary action, like helping another person with a work problem, which ultimately benefits the organization - for example, helping a co-worker who has fallen behind in work.

2. **Courtesy** involves treating others with respect, preventing problems by keeping others informed of one's decisions and actions that may affect them and passing along information to those who may find it useful.

3. *Sportsmanship* is a citizen-like posture of tolerating the inevitable inconveniences and impositions of work without whining and grievances.

4. *Conscientiousness* is a pattern of going well beyond the minimum required levels of attendance, housekeeping, conserving resources and related matters of internal maintenance.

5. *Civic virtue* is a responsible, constructive involvement in the political process of the organization. It includes not just expressing opinions but reading one's mail, attending meetings, and keeping abreast of larger issues involving the organization.

As per Farh, Zhong, and Organ (2000), the five dimensions of OCB are self-learning, social welfare participation, protecting and saving company resources, preserving interpersonal harmony at the workplace, and compliance with social norms existing in the society.

## Factors Influenced by OCB

Some recent empirical studies have found that employee citizenship was positively associated with indicators of both product quantity and product quality (Bolino & Turnley, 2003).

Podsakoff and MacKenzie (1997) identified eight positive outcomes enhanced by OCB, including coworker productivity, managerial productivity, the organizational ability to attract and retain the best people by making it a more attractive place to work and a stabile organizational performance.

Bolino, Bloodgood and Turnley (2001) found that when a firm is comprised of good organizational citizens, it is likely to accumulate higher levels of social capital. OCB assists the development and maintenance of social capital within the firm, which in turn produces higher levels of organizational performance. OCB may also contribute to the development of trust, mutual obligations, expectations and identification among the employees in organizations. Now that we understand the importance of OCB in increasing organization performance; effectiveness by enhancing product quality, social capital, employee productivity etc, it is important that we know the factors that determine or affect OCB.

## The Determinants of Organizational Citizenship Behavior

Shapiro, Kessler and Purcell (2004) have two explanations for why employees engage in OCB. The first explanation views OCB as a form of reciprocation where employees engage in OCB to reciprocate fair or good treatment from the organization. The second view is that employees engage in OCB because they define those behaviors as part of their job. We discuss a few other determinants of OCB.

*Job satisfaction*. Shapiro, Kessler and Purcell (2004) have found that the relationship between job satisfaction and employee citizenship behavior is strong. It was seen to be more than twice as strong as the relationship between job satisfaction and employee productivity.

*Interesting work and job Involvement*. Shapiro, Kessler and Purcell (2004)) have found that citizenship levels are markedly lower when employees are engaged in very repetitive and highly standardized tasks. Individuals who are highly involved in their work are, in fact, more likely to engage in organizational citizenship behavior.

*Trust, organizational justice, and psychological contract fulfillment.* As per Shapiro, Kessler and Purcell (2004) employees who trust their supervisors and their organizations are also likely to exhibit higher levels of citizenship. Conversely, employees who perceive a violation of their psychological contracts, often respond by decreasing their citizenship behavior and do not believe in working beyond enforceable standards.

Chen, Lam, Schaubroeck and Naumann (2002) have found that OCB emerges, transmits and persists through the actions of members of the group. Thus, organizational justice is one of the key determinants of OCB.

Organizational support. The extent to which employees feel supported and taken care of by their employers, they are likely to repay the organization by engaging in constructive behaviors. As per Shapiro, Kessler and Purcell (2004) OCB is perceived organizational support, which captures an employee's perception of how well he/she feels of having been treated by the organization.

*Employee characteristics.* Highly conscientious individuals are generally more likely to engage in citizenship behaviors (Shapiro, Kessler & Purcell, 2004). In addition, employees who are outgoing and generally have a positive outlook on life are often more inclined to exhibit citizenship in the workplace. Likewise, individuals who are empathetic and altruistic are also more inclined to initiate citizenship behaviors at work. Finally, certain individuals tend to define their jobs more broadly than others do. For these individuals, engaging in citizenship behavior is simply an integral aspect of their jobs.

*Other factors.* Chen, Lam, Schaubroeck and Naumann (2002) have found that high cohesiveness groups are more likely to exhibit high levels of OCB. Shapiro, Kessler and Purcell (2004) have found that individuals who are team oriented engage in more citizenship behaviors.

As per Bolino and Turnley (2003), the findings of several studies indicate that transformational leadership is especially relevant in eliciting employee citizenship behaviors. That is, employees who work for transformational leaders are frequently motivated to go beyond the call of duty for the benefit of their organization.

- Set

According to Paine and Organ (2000), factors affecting OCB are organizational structure; power distance; cultural group norms; nature of work; collective contextual factors and the level of commitment. A rigid mechanistic structure might constrain spontaneous, extra-role behavior while the more open organic structures actually foster initiatives beyond job descriptions. Power distance influences the perception of OCB, as well as whether other employees are inclined towards demonstrating OCB.

## **Relating Transformational Leadership and Followers' OCB**

As per Paine and Organ (2000), HR managers can play a critical role in encouraging OCB by designing perceivably effective appraisal systems that are equitable, by carefully making management development programs, establishing fair compensation systems and designing jobs towards increased employee satisfaction and commitment. Bolino and Turnley (2003) have found that firms may be able to elicit more citizenship in their organizations by establishing (1) formal HRM practices that emphasize good citizenship, and (2) informal systems that encourage good citizenship. The formal HRM practices would be recruitment and selection, training and development, performance appraisal and compensation/ benefits. Similarly, firms may elicit more OCB from the followers of transformational leaders.

Having bright, talented people is necessary, but not sufficient to facilitate effectively the creating, sharing, and exploiting of knowledge. According to Bryant (2003), transformational leaders inspire workers on to higher levels of innovation and effectiveness. Transformational leaders with EI, create an atmosphere conducive to knowledge creation, sharing and exploration. Employees are much more productive when they have the freedom to create new ideas, share those ideas with co-workers, and test out their new ideas. Specially, through charisma, encouraging intellectual development and by paying individual attention to workers, transformational leaders motivate their workers to create and share knowledge. Also, by clearly articulating a challenging vision and strategic goals for the organization, transformational leaders attract talented individuals and are able to generate higher levels of innovation from all workers.

EI is an underlying competency of transformational leaders (Palmer, Walls, Burgess & Stough 2001). Abraham (2004) found that EI interacts with organizational climate to influence performance. The traits of EI - social skills, conscientiousness, reliability and integrity, promote

trust, which in turn may build cohesiveness among the members of the work groups. The EI traits of emotional honesty, self-confidence and emotional resilience promote superior performance and increased OCBs.

Transformational leaders provide intellectual stimulation and challenging jobs to their followers (Kark & Shamir, 2002), who experience greater job satisfaction. Through individualized consideration, inspirational motivation and exemplification, these leaders build trust and may thus increase the level of intrinsic motivation and willingness for extra role behavior. Therefore, we can hypothesize the following:

*Hypothesis 2*: Subordinates of transformational leaders are likely to have high level of OCB

Literature suggests that EQ is an underlying characteristic of transformational leaders (Gardener & Stough, 2002; Palmer, Walls, Burgess & Stough, 2001). EQ helps in providing the capacity to give individualized consideration and understand followers' needs (Gardner & Stough, 2002). The ability to understand self and others and have control of one's own emotions are the requirements for a transformational leader to provide inspirational motivation or individualized influence.

Abraham (2004) found that the traits of EI, a combination of superior social skills and conscientiousness, enhance the self-sacrifice of benevolent employees to heightened levels of dependability and consideration. Resilience, the emotional competency that is the basis of self-control; harnesses angry reactions when workers are confronted with the vicissitudes of corporate life and suppresses personal needs for organizational goals. EI is directly related to work group cohesion. The emotional competency of social skills strengthens work group

cohesion, resulting in superior performance and it has the capacity to monitor and evaluate others' feelings and emotions and to use that knowledge to guide actions. The emotional competencies of heightened conscientiousness, reliability and integrity enhance feelings of trust in the group by arousing positive moods and positive perceptions. Unconditional trust is the sharing of values between group members that leads to their investment in long-term relationships and greater interpersonal cooperation and teamwork.

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According to Brief and Weiss (2002) transformational leaders feel excited, enthusiastic and energetic and thus energize their followers. Transformational leaders use strong emotions to arouse similar feelings in their audiences is evident in transformational leadership literature.

Masi and Cooke (2000) have found that transformational behaviors on the part of leaders promote empowering cultural norms, high levels of subordinate motivation, commitment to quality and enhanced productivity. It was seen that empowering cultural norms of OCB promote constructive and achievement-oriented behaviors by members. Such norms are associated with basic values and shared assumptions emphasizing the significance of organizational members' roles and collaboration through motivation rather than by competition. Motivation in this context is the extrinsically stimulated "extra effort" on the part of subordinates; inspired by transformational leaders.

Transformational leaders enhance the OCB of followers through motivation. The inspirational motivation provided by transformational leaders by building shared assumptions and trust may be the result of the emotional intelligence of the leaders. Therefore, we hypothesize that:

*Hypothesis 3:* The EQ of a leader is likely to mediate the relationship between transformational leaders and the OCB of the followers.

## Methodology

## Instruments

The Multifactor Leadership Questionnaire (MLQ) 45X is used to measure transformational leadership. Dimensions of transformational leadership, namely, idealized influence (attributed & behavioral), inspirational motivation, intellectual motivation and individualized consideration are measured using 20 items. Subordinates rated their managers TL behaviors.

Using the 33 item composite EQ scale developed by Schutte et al (1998) the superiors self rated their EQ. It is a 5-point Likert type scale; with '1' being 'strongly disagree' and '5' being 'strongly agree'.

The 24 item scale devised by Podsakoff et al. (1990) was used to rate the OCB of the subordinates by the managers. It is a 1-7 point Likert scale, ranging from 'strongly disagree' to 'strongly agree'. It measures the five dimensions of OCB.

#### Sample

Data was collected from dyads of 57 managers and subordinates. The respondents, totaling 114, belonged to a diverse set of industries located in Goa and Daman. The respondents were predominately male (75%) with an average age of 40.2 years, and an average work experience of 15.2 years, holding their current position for 5.5 years on an average. The questionnaires were distributed in separate sets assuring participants of complete confidentiality.

## Results

All the three scales were found to be highly reliable; the TL scale had alpha of .88, the EI scale had .86 and the OCB scale had .83 alpha. The details are given in Table 1.

Table 1

After the reliabilities were confirmed the correlation between the dimensions of TL and OCB and the complete scale of EQ were calculated. The emotional intelligence of managers was positively correlated with the conscientiousness, civic virtue, and altruism of the subordinates as shown in Table 2.

Simple multiple linear regression was used to study hypothesis no. 2. The five OCBs as dependent variables were regressed on TL & EI as independent variables. The results did not support the hypothesis. The results indicate that while TL did not predict the OCB of followers, the EI of leaders did predict the conscientiousness, civic virtue, and altruism behaviors of the subordinates. Table 3 shows the T value, r-square and F value of the regressions.

Table 2	
Table 3	
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The regression analysis conducted studied the mediating role of EQ between TL and the OCB of followers using the method suggested by Barron and Kenny (1986) for mediation analysis. The hypothesis with EI as the mediating variable between TL and OCBs of followers was not found to be significant. The T value,  $r^2$  and f values are given in Table 4

2	Table 4	

## Discussion

The results show that while transformational leadership was not directly related to the OCBs of followers, the EI of leaders had a significant relationship with several OCBs of the followers. The three specific OCB behaviors of followers driven by the EI of the leader were conscientiousness, civic virtue and altruism. However, TL did not relate to the EI of leaders. Therefore, hypothesis 3 was not supported. EI was not mediating between transformational

leadership and OCBs of followers. Since the EI of leaders did affect the OCBs of followers, the results indicate that EI is an important component for being an effective leader. However, whether EQ is an important factor in transformational leadership is a question that these findings raise.

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The EI of managers had a positive correlation with the conscientiousness of the subordinates. When understood and appreciated by their leaders, the subordinates may feel motivated and satisfied with their jobs and thus may reciprocate by being conscientious. The EI of managers had a positive correlation with the civic virtue of the subordinates. An emotionally intelligent leader creates cohesion and a sense of belonging amongst the followers. The leader treats the followers as a family on a common mission for the betterment of the organization. Such a sense of common purpose inculcates civic virtue in the followers, inspiring them in turn to treat the organization as their own. Hence, they would protect the reputation of the organization, defend it, treat its property as their own and thereby create a healthy work environment.

In addition, the EI of managers was found to have a positive correlation with the altruism of the subordinates. Since the superior believes in creating a 'work family', holding up a vision that benefits all, the followers are motivated to attain the organizational objectives as a team, thus helping one another to accomplishment.

Therefore, the EI of a leader plays a significant role in determining the three specific OCBs of followers. This is also because the emotionally intelligent leader is able to monitor his own behavior and understand those of his followers, thus enhancing the extra role behavior of the members of the organization. Only when they feel that the leader understands their needs,

will the followers be willing to give their best to the organization. By understanding their subordinates, leaders can motivate them and direct them in exhibiting OCBs.

## Implications of the Study

This study shows that emotional intelligence in leaders encourages conscientiousness, civic virtue and altruism in followers. Thus, leaders who can identify and manage their own emotions and those of others, create more sincere and helpful followers in their organizations. It also demonstrates the enormous impact the emotional intelligence of a leader has on follower behavior at the work place. Organizations can use this knowledge to their advantage. By encouraging EQ, they can enhance the desirable role behavior in the members of their organization.

## **Limitations and Conclusion**

The study has some strengths - the data has been collected from several sources, which circumvents spurious relationships emanating from the same source variance (Deluga, 1994). The ratings for transformational leadership were the subordinates' perception while the subordinates' OCBs were the perception of the superiors. However, the small data sample of only 57 dyads of managers and their supervisors i.e. 114 respondents is an area of caution. This study provides scope for further analysis on the relationship of the individual dimensions of OCBs and TL on emotional intelligence.

The importance of OCB cannot be emphasized enough while creating competencies for organizations in today's world. EI plays a big role in enhancing the OCBs of followers, specifically qualities such as conscientiousness, civic virtue and altruism. Organizations need to give importance to EI for enhancing positive outcomes like OCB.

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35(4), 168-171.

# Annexure Table 1: Reliability of Scales (Alpha Value) Image: Comparison of Scales (Alpha Value)

Scale	Reliability
TL	0.88
EI	0.86
OCB	0.83

## **Table 2: Correlation Matrix**

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	М	SD	Conscientious- ness	Sportsman- ship	Civic Virtue	Courtesy	Altruism	Idealized Influence A	Idealized Influence B	Inspirational Motivation	Intellectual Stimulation	Individual Consideration	Emotional Intelligence
Conscientiousness	5.38	0.91	(0.60)									5	
Sportsmanship	4.90	1.15	0.39**	(0.75)									
Civic Virtue	4.64	0.86	0.11	0.26*	(0.20)				)				
Courtesy	5.16	1.01	0.21	0.51**	0.36**	(0.70)		р -					
Altruism	4.76	1.18	0.07	0.34*	0.32*	0.57**	(0.77)	÷		. *			
Idealized Influence A	2.72	0.90	0.08	0.14	0.08	-0.06	0.08	(0.75)					-
Idealized Influence B	2.53	0.79	0.12	0.17	0.30*	0.11	0.05	0.54**	(0.50)				
Inspirational Motivation	2.53	0.85	0.00	0.07	0.12	-0.04	0.06	0.61**	0.61**	(0.73)			
Intellectual Stimulation	2.58	0.72	0.13	0.19	0.25	-0.05	0.07	0.53**	0.51**	0.62**	(0.46)		
Individual consideration	2.37	0.85	0.10	0.15	0.16	-0.05	0.08	0.58**	0.59**	0.65**	0.60**	(0.53)	
Emotional Intelligence	3.58		0.28*	0.25	0.50**	0.20	0.44**	0.15	0.16	0.22	0.15	0.12	(0.86)

\*\*Correlation is significant at the 0.01 level (2-tailed). \*Correlation is significant at the 0.05 level (2-tailed).

1 . . .

	T value	<b>R</b> square	F value	Sig.
Dependent Variable: Conscientiousness Independent Variable:	(† .35	.083	2.433	
TL EQ	.353 2.067			.725 .044
Dependent Variable: Sportsmanship Independent Variable:		.080	2.352	
TL EQ	.951 1.726			.346 .090
Dependent Variable: Civic Virtue Independent Variable:		.265	9.753	
TL EQ	1.027 4.012			.309 .000
Dependent Variable: Courtesy Independent Variable:		.045	1.281	
TL EQ	499 1.589			.620 .118
Dependent Variable: Courtesy Independent Variable:		.192	6.422	
TL EQ	021 3.519			.984 .001

# Table 3: Regression Table

# Table 4: Mediation Analysis

	T value	R square value	F value	Sig.	
EQ on TL	13.717	0.038	2.185	.145	
OCB on TL	12.208	0.021	1.174	.283	
OCB on		······································			
TL				.693	
EQ	2.95	0.259	9.429	.000	