

Green supply chain management

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Abstract- *Green Supply Chain Management (GSCM) has appeared as an environmental innovation which integrates environmental concerns into supply chain management. GSCM has gained popularity with both academic and practitioners. The purpose of the paper is to briefly review the recent literatures of the GSCM and also determine the new direction area of this emerging field. A detailed review is used to sort out the literature and develop the research direction of the study. The review is focused on development of GSCM in a developed and developing countries including all those researchers which is relevant to environmental and social sustainability towards operation management and the supply chain. It shows that lack researches to examine the adoption and implementation of GSCM practices especially in developing countries such as Malaysia. Thus, the authors bring forward a proposed research direction on GSCM adoption and implementation in Malaysia's manufacturing industries.*

Keywords- *Supply Chain Management, Green Supply Chain Management, Environmental Management, ISO 14001 Certified Manufacturing Firms*

1. INTRODUCTION

The economic growth increases the level of energy and material consumption, which contribute to the environmental issues and resource depletion problems. It has become increasingly significant for organizations facing competitive, regulatory, and community pressures to balance economic and environmental performance [1]. Nowadays, most organizations are starting to go green in their business as concern to environmental sustainability. They have realized the greater benefit of the green technology adoption in business operation, which also affected suppliers and customers. Environmental issues under legislation and directives from customer especially in the US, the European Union (EU), and Japan become an important concern for manufacturers [2]. As a result, Green Supply Chain Management (GSCM) emerges as a new systematic environmental

approach in supply chain management and has been increasingly accepted and practices by forward-thinking organization [3].

The current changing in environmental requirements that influenced manufacturing activities had increased attention in developing environmental management (EM) strategies for the supply chain [4]. Thus, the concept of GSCM arises as a new systematic approach and becoming an important factor for business activities today. Zhu *et al.* [5] also claimed GSCM can be regarded as an environmental innovation. By integrating the 'green concept to the supply chain' concept, it has created a new research agenda where the supply chain will have a direct relation to the environment [6]. Thus, it becomes interesting issue because the past literatures showed these two paradigms were related each other [7].

The purpose of this paper is to discuss an overview of the development of GSCM literature in a developed countries and developing countries. This study also is performed to determine the new research area of issues related GSCM's implementation. This paper will then provide a thorough review from previous studies. At the end, this paper will propose the research direction framework for the study.

2. LITERATURE REVIEW

2.1. Green Supply Chain Management

It is important to integrate environmental management practices into the whole supply chain management in order to achieve a greener supply chain and maintain competitive advantage [8] and also increase business profit and market share objectives. Various definition of GSCM exist in the literature. Accordingly, Zhu and Sarkis [3] defines GSCM as has ranged from green purchasing to integrated supply chains starting from supplier, to manufacturer, to customer and reverse logistics,

which is “closing the loop”. According to Srivastava [7], GSCM can be defined as “integrating environmental thinking into supply chain management, including product design, material sourcing and selection, manufacturing process, delivery of the final product to the consumers as well as end-of-life management of the product after its useful life”.

The quality revolution of the 1980s and the supply chain revolution of the 1990s extend the green supply chain literature with the beginning of corporate environmental management, environmentally conscious manufacturing strategy, and supply chain management literature [9]. It has become clear that the best practices call for integration of environmental management with ongoing operations [7]. Green supply-chain management (GSCM) is gaining increasing interest among researchers and practitioners of operations and supply chain management. The past literature also shows that most researchers have studied the GSCM adoption and implementation on developed countries such as Japan, Germany, Portuguese, UK and Taiwan and so on. Still limited studies have examined the GSCM practices in developing countries.

2.2. Green Supply Chain Management in Developed Countries

Developed countries can be described as a high level development of countries based on certain characteristics. These characteristics consist of economic, industrialization and Human Development Index (HDI). The economic characteristic is income per capita. Countries with high income or gross domestic product per capita can be categorized as developed countries. Then, developed countries according to industrialization characteristic are the tertiary and quaternary sectors of industry. Another recently measure, the Human Development Index (HDI) integrate an economic measure, country income, with indices for expectancy and education. Developed countries can be defined from this characteristic as those have a higher HDI rating. Thus, the developed countries are believed to deal with lots of environmental issues and depletion problems due to their increasing economic development. Most researchers conducted their study in developed

countries to examine the integration of environmental concept and supply chain management.

One study from Germany conducted by Large and Thomsen [10] identified five potential drivers of green supply chain management performance: green supply management capabilities, the strategic level of purchasing department, the level of environmental commitment, the degree of green supplier assessment, and the degree of green collaboration with suppliers. Azevedo *et al.* [11] examined the links between green practices of supply chain management and supply chain performance in the context of the Portuguese automotive supply chain. This study obtained the conceptual model from data analysis that provide evidence as to which green practices have positive effects on quality, customer satisfaction and efficiency also negative effects on supply chain performance.

In the study of Chiou *et al.* [12] in Taiwan has explored the correlation between greening the supplier and green innovation in Taiwan industry by using Structural Equation Modeling. They concluded that greening the supplier through green innovation leads to significant benefits to the environmental performance and competitive advantage of the firm. Through a study in Italy by Cagno *et al.* [13] examined the GSCP adopted by Third Party Logistics (3PLs) service providers such as specific practices implemented and level of adoption of each practices and also examined the relationship of various GSCP implementation and company performance. In this study, the work offers a depth understanding of potential effects of GSCP on company performance.

The study from Japan conducted by Arimura *et al.* [14] determined the influence of ISO 14001 certification on the green supply chain management (GSCM) by using Japanese facility level- data. The study proved that ISO 14001 and also voluntary EMS government program are significantly influence GSCM practices. These programs highly perhaps the facilities will evaluate their suppliers' environmental performance and ask suppliers to undertake specific environmental practices. Another study from Japan by Zhu *et al.* [5] sought to introduce environmental, green supply chain management experiences of large Japanese

manufactures. This work shows that the large companies can green their supply chain by creating win-win relationships with their partners, and hence realize the sustainable growth for the entire supply chains. Besides, it also indicates that suitable regulations and policies set by government can help GSCM circulation from larger leading companies to smaller companies.

Hsu and Hu [15] investigated the consistency approaches by factor analysis that determines the adoption and implementation of GSCM in Taiwanese electronic industry. The fuzzy analytic hierarchy process method was applied to prioritize the relative importance of four dimensions and 20 approaches among nine firms in electronic industry. Meanwhile, Shang *et al.* [16] explored key green supply chain management (GSCM) capability dimensions and firm performance based on electronics-related manufacturing firms in Taiwan. On the basis of a factor analysis, six green supply chain management dimensions were identified: green manufacturing and packaging, environmental participation, green marketing, green suppliers, green stock, and green eco-design.

Holt and Ghobadian [17] investigated the level and nature of greening the supply chain in the UK manufacturing sector. In this study, the work explores the driving forces behind environmental, the specific management practices that result, and the relationship between them. The study by Nawrocka *et al.* [18] in Sweden, has concentrated on the role of ISO 14001 in environmental supply management practices in Swedish companies. The study described the existing and potential role of ISO 14001 for three key operational tasks of environmental supply chain management: to communicate the requirements to the supplier, to motivate and enable the supplier, and to verify that the supplier follows the requirements.

Moreover, the study from South Korea carried out by Lee [19] has identified the drivers of participation in green supply chain initiatives by considering small and medium-sized suppliers and their most important stakeholders, including buyers and the government. Raymond *et al.*

[20] examined the relationship between supply chains and environmental performance of SMEs in Canada. This study proved that time and financial resources to deal with solid waste and energy issues

are the most limiting factors.

In addition, Chen [21] looked into the relationship between green innovation and green image of companies in Taiwan. The study proposed a new concept of green core competence. Chien and Shih [22] examined the adoption of GSCM practices among the electrical and electronic industry in Taiwan. The relationship between green supply chain management practices and environmental performance, as well as financial performance has been studied. One study from Australia, conducted by Simpson *et al.* [23] explored the moderating impact of relationship conditions existing between a customer and its suppliers and effectiveness of the customer's environmental performance requirements (otherwise known as "green-supply"). Practically no research exists on the actual effectiveness of green supply requirements when placed in context with the realities of inter-organizational dynamics.

2.3. Green Supply Chain Management in Developing Countries

Green supply chain practice commonly is believed to represent the environmentally-friendly image of products, process, systems and technologies, and how the business is conducted [24]. Nonetheless, as stressed by Anbumozhi and Kanda [25] most companies especially in developing countries adopted the green solutions into their business more tries to reduce the negative environmental effects rather than adopting a proactive approach to reduce the sources of waste or pollution. Then, these adopted green solutions continue to be the traditional command-and control or "end-of-the-pipe" solutions [25]. Therefore, there is needed to put more interest in studying the adoption and implementation of GSCM in developing countries due to the "end-of-the-pipe" approach. Little research attention has been devoted to the concern of GSCM in developing countries especially in Asian Regions. The GSCM concept is a relatively new concept in South East Asian Region and probably only a few companies are actually able to implement it [26]. However, as claimed by Rao [26] in his study on green supply chain in South East Asian Region (Philippines, Indonesia, Malaysia, Thailand, and Singapore) found that environmental supply chain practices had started to take place.

Thus, the findings from those researches in Asian Region can be useful for manufacturing in developing countries in order to develop the appropriate GSCM practices and help to reduce the environmental problems.

Recent literature showed that most researchers starting investigate on GSCM in East Asian Region especially China as developing country. The issues related to GSCM have become even more critical in China. Although China gains more opportunities as a major manufacturing country, they also deal with huge environmental problems with this opportunity [26]. Zhu *et al.*

[27] investigated whether different Chinese manufacturer clusters varying in their extent of implementing GSCM exist from the ecological modernization perspective. The study also examined whether Chinese manufacturers' awareness of local and international environmental ESPR-oriented (enhancing energy savings and pollution reduction) compliance is related to GSCM implementation and also either a mediating effect of regulatory pressure plays a major role. Then, study found that the varying pace of Chinese manufacturers to ecological modernize with GSCM practices and the significance of regulatory pressure to distribute the practices adoption by Chinese manufacturing industry.

The study by Liu *et al.* [28] in China has analyzed the relationship between green supply chain management level (LGSCM) and the classified determinant factors. The study confirmed that a company's environmental management capacities will be strongly enhanced by frequent internal training of employees to increase its involvement in GSCM practices. Another research from China, studied by Yan Li [29], examined the adoption levels of GSCM practices in China and explored the performance measurement for GSCM. The findings demonstrated that GSCM was strongly balancing to other advanced management practices, and contributed to improving environmental performance.

Zhu *et al.* [30a] evaluated GSCM practices relating GSCM to closing the supply chain loop for four Chinese industries (power generating, chemical/petroleum, electrical/electronic and automobile). They concluded that adoption of GSCM practices in different industrial contexts is

not uniform across the four industries. Another study also by Zhu *et al.* [31] in China has evaluated and explained GSCM drivers, practices and performance among diverse Chinese manufacturing firms. They concluded that the higher environmental awareness and pressures in Chinese enterprise has not contributed into strong or higher GSCM practice adoption, let alone to improvements expected in some areas of performance.

Concern about the environmental issue has also rise the interest of researchers to investigate the adoption and implementation of GSCM practices in another Asian Countries such as Thailand, India and Malaysia. A study of Ninlawan *et al.* [2] in Thailand analyzed the recent green activities in computer parts' manufacturers and also measured the level of green supply chain management. The in-depth interview regarding green procurement, green manufacturing, green distribution, and reverse logistic has been conducted. The study conducted in India by Diabat and Govindan [32] identified the drivers influencing the implementation of GSCM using an Interpretive Structural Modeling (ISM) methodology and extracted 11 drivers collected through past literature: Certification of suppliers' environmental management system; environmental collaboration with suppliers; collaboration between product designers and suppliers to reduce and eliminate product environmental impacts; government regulation and legislation; green design; ISO 14001 certification; integrating quality environmental management into planning and operation process; reducing energy consumption; reusing and recycling materials and packaging, environmental collaboration with customers; and reverse logistics.

The concept of GSCM is relatively newer in Malaysia. Recent literature found that still lack of researchers study on GSCM adoption and implementation based on Malaysian context as a developing country. One study from Malaysia that has been carried out by Eltayeb and Zailani [33] has identified the four key drivers or motivators to green supply chain initiatives: Regulations, customer requirements, expected business gains, and social responsibility. Eltayeb *et al.* [34] analyzed the relationship between green supply chain initiatives and performance outcomes and identified the key initiatives (eco-design) that have

positive effect on the four types of outcomes (environmental, economic, cost reductions, and intangible outcomes).

2.4. Review of Previous Studies on Green Supply Chain Management

The following is a review of previous literatures about issues related to GSCM and has been summarized into three sections which by manufacturing (various industry), by manufacturing (focus industry) and by Malaysian country.

Table 1 shows the previous studies of GSCM according to various industries in manufacturing. Most researchers used manufacturing industry as their sample of study in order to investigate the GSCM adoption and implementation either in

developed and developing countries. Manufacturing is believed to be the main causes to the emerging environmental problems due to its traditional business operation. Various industries in manufacturing companies such as manufacturers in paper; textile and dyeing; chemicals, plastics and rubbers; metals; machinery and equipment manufacturing; electronics; automobile; printing; construction and others. Traditional polluting industries such as manufacturers in chemical, electrical and paper industries generally experience higher environmental pressure. Therefore, the manufacturing industry as traditional polluters tend to be the potential sample of study as they tend to implement GSCM practices.

Table 1. Summary of the previous studies of GSCM according to manufacturing industry (Various Industry)

Year	Title/Author	Findings	Variables	Country
2011	Drivers of Green Supply Chain Management Performance: Evidence from Germany	<ul style="list-style-type: none"> The degree of green supplier assessment and green collaboration has direct influence on environmental performance. 	<ul style="list-style-type: none"> Five potential drivers of green supply management performance: Green supply management 	Germany
	Large, R.O. & Thomsen, C.G.	<ul style="list-style-type: none"> These two practices are driven by the strategic level of the purchasing department and the level of environmental commitment of the firm. Commitment influences green assessment directly, the impact of commitment on green collaboration is mediated by the capabilities of the purchasing department. Environmental performance has a positive impact on purchasing performance. 	<ul style="list-style-type: none"> capabilities The strategic level of purchasing department The level of environment commitment The degree of green supplier assessment The degree of green collaboration with suppliers Performance: Environmental performance and purchasing performance 	
2011	Is ISO 14001 a gateway to more advanced voluntary action? The case of green supply chain management Arimura et al.	<ul style="list-style-type: none"> ISO 14001 contributed to GSCM practices which facilities with ISO 14001 are 40% more likely to evaluate their suppliers' environmental performance and 50% more likely to ask their suppliers undertake specific environmental practices. Government program of encouraging EMS adoption indirectly influences ISO 14001 adopters to implement GSCM practices. 	<ul style="list-style-type: none"> ISO 14001 Facility's GSCM practices 	Japan
2011	The Influence of Greening the Suppliers and Green Innovation on Environmental Performance and Competitive Advantage in Taiwan	<ul style="list-style-type: none"> Greening the suppliers leads to green innovation and competitive advantage. The finding also support that the intervening variables of green innovation contribute to competitive advantage. 	<ul style="list-style-type: none"> Green innovation (Product innovation, Process innovation, Managerial Innovation) Environmental performance Competitive advantage 	Taiwan

	Chiou, T.Y. et al.	<ul style="list-style-type: none"> Taiwanese companies have started to implement actions toward greening their suppliers and developing greener products and manufacturing process. 		
2011	Research on the Performance Measurement of Green Supply Chain Management in China Yan Li	<ul style="list-style-type: none"> Chinese enterprises have tried to implement a variety of GSCM practices to improve their environmental performance in response to the export philosophy. Internal environmental management, (commitment from top-level managers and support from mid-level managers) will be necessary for development of any GSCM programs in China. 	Eco-design level; green purchasing level; green manufacturing capacity; green marketing and consumption; recycling products processing ability; level of information technology; comprehensive level	China
2011	Sustainable Production: Practices and Determinant Factors of Green Supply Chain Management of Chinese Companies Liu, X. et al.	<ul style="list-style-type: none"> Chinese companies are still at a preliminary stage of GSCM practices. Their environmental management in cooperation with external members of the supply chain is very marginal. A company's LGSCM is significantly and positively associated with external pressures from regulatory, domestic clients and business competitors. A company's learning capacity in internal factors greatly measured LGCM. 	<ul style="list-style-type: none"> External pressures Internal factors GSCM practices Controls (company's size, industrial sector) 	China
2011	Evaluating Green Supply Chain Management among Chinese Manufacturers from the Ecological Modernization Perspective Zhu et al.	<ul style="list-style-type: none"> The results highlighted the varying pace of Chinese manufacturers to ecological modernize with GSCM practices and the significance of regulatory pressure to diffuse the practices adoption by Chinese manufacturing industry 	Awareness of environmental regulations/ policies	China
2011	The impact of green supply chain practices on company performance: the case of 3PLs Cagno et al.	<ul style="list-style-type: none"> Still limited adoption of GSCP among the 3PLs service providers, sometimes oriented only to a compliance with environmental regulations. Some participant have shown a proactive attitude and gained significant benefit from the adoption of GSCP. 	<ul style="list-style-type: none"> Green supply chain practices (GSCP) 3PLs performance 	Italy
2010	Green Supply Chain Management in Leading Manufacturers- Case Studies in Japanese Large Companies Zhu et al.	<ul style="list-style-type: none"> Japanese large manufacturers implement one key GSCM practice, internal environmental management at a significantly higher level than Chinese manufacturers. The four other GSCM practices were implemented at similar levels when compared to Chinese manufacturers. It was found that large Japanese companies have made significant improvements for environmental 	<ul style="list-style-type: none"> GSCM drivers (Normative pressure, Coercive pressure, Mimetic pressure) GSCM practices (Internal & external dimensions) GSCM performance (Economic, financial, operational) 	Japan

		and financial performance but not for operational performance.		
2009	An Empirical Study of Green Supply Chain Management Practices Amongst UK Manufacturers Holt, D. & Ghobadian, A.	<ul style="list-style-type: none"> Manufacturers identify the greatest pressure to increase environmental performance is legislation and internal drivers (IDs). GSCM practices among the UK manufacturers are focusing on internal higher risk, descriptive activities. Environmental attitude (EA) is a key predictor of GSCM activity and those organizations that have progressive attitude are also operationally very active. 	<ul style="list-style-type: none"> External drivers (Legislation, competitive, supply chain, societal) Internal drivers 	UK
2009	ISO 14001 in environmental supply chain practices Nawrocka et al.	<ul style="list-style-type: none"> ISO 14001 has a facilitating role in the environmental activities between a customer and a supplier. Closer relationship with suppliers was seen as beneficial both for the successful outcomes of projects and as a facilitator for environmental work. The purchasing function, and its interplay with the environmental function and other company functions, was seen as important for engaging in supply chain activities 	<ul style="list-style-type: none"> Communication of environmental requirements between a customer and a supplier. Motivation and enabling of a supplier company to comply with the requirements. Mechanisms for control and follow-up. 	Sweden
2008	Green Supply Chain Management Implications for “Closing the Loop” Zhu et al.	<ul style="list-style-type: none"> Investment recovery seemed to get less attention in China. However, more Chinese manufacturing have realized the importance of GSCM due to potential regulatory pressure in China as well as pending marketing pressure from Europe when they export products. 	GSCM dimensions: Internal environmental management, green purchasing, customer cooperation with environmental concern, investment recovery, and eco- design	China
2008	Drivers for the participation of small and medium-sized suppliers in green supply chain initiatives Su-Yol Lee	<ul style="list-style-type: none"> Buyer environmental requirements and support have positive effect to their suppliers’ willingness to participate in green supply chain initiatives. The government can play an important role in motivating these suppliers. The more slow resources and organizational capabilities suppliers had, the more willingly they were to participate in those initiatives. 	Buyer GSC practices, government involvement, GSC readiness, GSC participation	South Korea
2008	Influences, practices and opportunities for environmental supply chain management in Nova Scotia SMEs Raymond et al.	<ul style="list-style-type: none"> Small suppliers and medium-sized enterprises, have difficulties in allocating resources to initiatives that are not viewed as directly related to their core function, namely manufacturing the product or providing the service. This study clearly demonstrated that opportunities exist to reduce greenhouse gas emissions and solid 	<ul style="list-style-type: none"> Environmental performance Environmental issues 	Canada

		waste within supply chains.		
2005	Green Supply Chain Management in China: Pressures, Practices and Performance <i>Zhu et al.</i>	<ul style="list-style-type: none"> Chinese enterprises have increased their environmental awareness due to regulatory, competitive and marketing pressures and drivers. However, this awareness has not been translated into strong GSCM practice adoption, let alone into improvements in some areas of performance, where it was expected. 	<ul style="list-style-type: none"> GSCM drivers (regulatory, supply chain partners, competitors, market) GSCM practices GSCM performance 	China

Meanwhile, Table 2 also presents the previous studies of GSCM among manufacturing industry but it only study certain industries from the various type of industries. These researchers had focused to specific industry in order to get depth understanding of GSCM practices without comparing to different industries.

Table 2. Summary of the previous studies of GSCM according to manufacturing industry (Focus Industry)

Year	Title/Author	Findings	Variables	Country/ Industry
2011	The Influence of Green Practices on Supply Chain Performance: A Case Study Approach <i>Azevedo, S.G. et al.</i>	<ul style="list-style-type: none"> The critical green practices are ‘reverse logistic (Downstream)’, ‘minimizing waste and ISO 140001 (Focal Company)’. The most widely adopted green practices in the case study companies: [ISO 140001, minimizing waste, decreasing the consumption of hazardous and toxic materials-Focal company] and [reverse logistic- Downstream]. The performance measures that were most extensively used in the case study companies are: Operational (customer satisfaction, quality) and economic (cost). 	<ul style="list-style-type: none"> Green practices: Upstream (suppliers), Focal company (internal operations, Downstream (customers) Supply chain performance: Economic, Operational, Environmental 	Portuguese; Automotive sector
2011	The Implementation of Green Supply Chain Management Practices in Electronics Industry <i>Ninlawan et al.</i>	<ul style="list-style-type: none"> For GSCM practices, three products (semiconductor, hard disk drive, print circuit board) with carrying out from some degree to full adoption. Both environmental and positive economic were in relatively significant in GSCM performance. Pressure from environmental regulations is the highest driver, followed by export pressure for Thai electronics supply chain to implement GSCM. 	<ul style="list-style-type: none"> GSCM practices GSCM performance GSCM pressure (market, regulatory, competition) 	Thailand; Electronic (Computer Part) sector
2011	An Analysis of the Drivers Affecting the Implementation of Green Supply Chain Management <i>Diabat & Govindan</i>	<ul style="list-style-type: none"> Government regulation and legislation and reverse logistics are significant drivers to achieve the collaboration between product designers and suppliers to reduce and eliminate product environmental impact driver, which to achieving the GSCM certification of suppliers’ environmental management system driver. 	Drivers of GSCM (11 types of drivers involved in this study, collected through several previous studies)	India; Aluminium sector

2010	A taxonomy of green supply chain management capability among electronics-related manufacturing firms in Taiwan Shang et al.	<ul style="list-style-type: none"> • The green marketing oriented group performed best. • According to the resource-based view (RBV), the capability of the green marketing oriented group was considered to be the use of a collection of resources that enables it to successfully compete against competitors • The importance of green marketing as a GSCM capability and strategic asset/critical resources for electronics-related manufacturing firms to obtain a competitive edge is therefore highlighted in this study. 	<ul style="list-style-type: none"> • Green manufacturing and packaging • Environmental participation • Green marketing • Green suppliers • Green stock • Green eco- design. 	Taiwan; Electronic Industry
2008	Green Supply Chain Management in the Electronic Industry Hsu, C.W. & Hu, A.H.	<ul style="list-style-type: none"> • The enterprises would emphasize on supplier management performance in the crucial role of implementing GSCM. • The most important approaches included establishing an environmental database of products, asking for product testing report and top management support. 	Approach for implementing GSCM: Supplier management, product recycling, organizational involvement, life cycle management	Taiwan; Electronic Industry
2008	The Driver of Green Innovation and Green Image – Green Core Competence Yu-Shan Chen	<ul style="list-style-type: none"> • Green core competences of firms were positively linked to their green innovation performance and green images. • Two types of green innovation performance had partial mediation effects between green core competences and green images of firms. • Green core competence, two types of green innovation performance, and green images of medium & small enterprises (SMEs) were all significantly less than those of large enterprises in the information and electronics industry in Taiwan. 	<ul style="list-style-type: none"> • Green core competence • Green innovation: green product innovation performance, green process innovation performance, and green images information 	Taiwan; Electronics Industry
2007	An empirical study of the implementation of green supply chain management practices in the electrical and electronic industry and their relation to organizational performances Chien, M. K. and Shih, L. H.	Original equipment manufacturing and original designing and manufacturing manufacturers have adopted green procurement and green manufacturing practices in response to the current trend of international green issues and have caused positive environmental and financial performances for the respective companies.	Environmental regulations, External stakeholders, GSCM practices, Environmental performance, Financial performance	Taiwan; Electrical and electronic industry

2007	Greening the automotive supply chain: a relationship perspective Simpson et al.	<ul style="list-style-type: none"> • Traditional operations theory on inter-organizational performance improvement is just as relevant to the use of environmental performance requirements. • Suppliers were found to be more responsive to their customers' environmental performance requirements where increasing levels of relationship-specific investment occurred. 	<ul style="list-style-type: none"> • Customer environmental performance requirements • Supplier environmental commitment 	Australia; Automotive industry
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Based on Table 3, the previous studies of GSCM in Malaysia are presented. From the table below, it shows clearly how many researchers were attempt to promoting this relatively new concept in Malaysia. As a matter of fact, Malaysia is moving forward to be an industrialized economy. Malaysia shifted from material production to manufacturing. The manufacturing industry remained to be an important contributor to Malaysian's economy in recent years. But, the rapid industrialization had caused negative impact on the environment because of the increase in the pollution, waste, and rapid consumption of natural resources [35]. It is clearly showed that manufacturing industry is the most contributors to the environmental problem. Environmental issues have become very important issues of concern for the Malaysian government and the public [34]. With regards to environmental concern into manufacturing industry, it is necessary for the study to investigate the level of adoption and implementation GSCM among certified companies in Malaysia.

However, the studies in Malaysia are still lacking and the findings are also not conclusive. Most researchers conducted study on GSCM practices in several Asian countries such as China may have similar market and social-cultural situation with Malaysia. However, as stressed by Christmann and Taylor [36], different industries sectors of different

countries are facing different pressures. It is also supported by Rao [26] stated the level and mode of implementation of GSCM practices vary significantly in different countries. It means manufacturing industry in Malaysia is differed to other countries due to different background or culture.

In addition, a lot of companies in Malaysia are still behind and yet to adopt the green supply chain concept in their business operation [37]. According to Eltayeb and Zailani [35], Malaysian fully owned companies have lower level of adoption and participation in green supply chain practices compare to foreign based companies and MNC (Multinational Company). The barriers in the adoption of GSCM in Malaysia depend on the companies' size [19] and high cost of adopting green supply chain practice [25]. Other than that, the establishment of the Ministry of Energy, Green Technology and Water on April, 9 2009 by the Prime Minister, Y.A.B Datuk Sri Najib Tun Razak has pushed business organization to adopt a green culture in their business operation. However, the level of readiness to adopt green technology among Malaysian manufacturing companies is still unclear. Therefore, given of these above issues, the future study is required to investigate in more depth the adoption and implementation of GSCM in Malaysia and also other variables that relevant to the field.

Table 3. Summary of the previous studies of GSCM in Malaysia

Year	Title/Author	Findings	Variables	Area
2011	Green Supply Chain Initiatives among Certified Companies in Malaysia and Environmental	<ul style="list-style-type: none"> • Eco-design has significant positive effect on the four types of outcomes. • Reverse logistic was 	<ul style="list-style-type: none"> • Green supply chain initiatives (Eco-design, green 	Manufacturing (EMS ISO 14001 Certified Firms)

	Sustainability: Investigating the Outcomes Eltayeb, T.K. <i>et al.</i>	found to have significant positive effect on cost reductions only, while green purchasing was not found to have significant effect on any of the four types of outcomes.	purchasing, reverse logistic- commonly adopted in Malaysia) • Green supply chain outcomes (Environmental, economic, operational, intangible)	
2011	Greening of the Supply Chain Through Supply Chain Initiatives towards Environmental Sustainability Al Khidir, T. & Zailani, S.H.M.	<ul style="list-style-type: none"> • Expected business benefits have the greatest influence on green supply chain initiatives followed by regulations and customer pressures, and finally social responsibility. • Malaysian firms tend to respond regulations and customer pressures that require them to adopt green supply chain initiatives but the decision is based mainly on evaluating the benefits that return to the firms from adopting such initiatives. 	Drivers: Regulations, customer requirements, expected business gains, social responsibility	Manufacturing (EMS ISO 14001 Certified Firms)

Based on these tables, the authors can see that most studies were explored on developed countries and more focus to the manufacturing area. It can be concluded that most developed countries are chosen because they were facing a lot of environmental problems due to the greater economic consumption. Then, the manufacturing industry can be seen as the major contributor to the environmental problems [34].

3. RESEARCH DIRECTION

Green supply chain management continues to be an important research agenda among the researchers. However, there is still limited of studies to investigate GSCM adoption and implementation in developing countries. Therefore, our research direction will be focus on ISO 14001 certified manufacturing firms in Malaysia context in order to extend the study about GSCM in more depth. ISO 14001 certified firms will be focused because they are expected to be involved in the adoption of GSCM practices. This is supported by the studies of Darnall *et al.*

[38] and Zhu *et al.* [30b]. The research direction of this paper is showed in Figure 1.

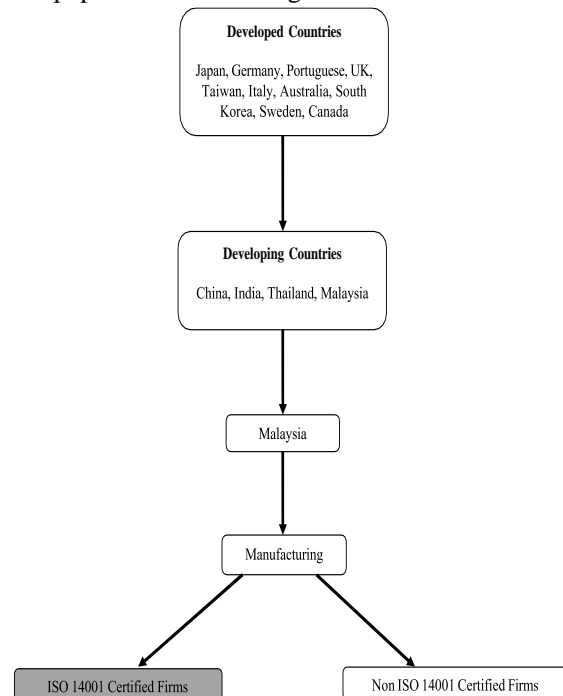


Figure 1. Research direction framework

4. CONCLUSIONS

The purpose of this paper is to discuss an overview of the development of GSCM literature in a developed countries and developing countries. Although some studies in the literature discussed the GSCM implementation includes drivers, practices, and performance over the world, but there has still little research about the GSCM implementation and adoption in developing countries especially Malaysia. Further study still required for more understanding toward the adoption and implementation of GSCM and also the organization awareness level on environmental problems that caused by their business operation.

ACKNOWLEDGEMENTS

The authors would like to thank to the Faculty of Management and Human Resource Development, GUP research grant Vot.Q.J130000.7129.03J72 (MOHE) and UTM Johor Bahru.

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