

The mediating effect of job happiness on the relationship between job satisfaction and employee performance and turnover intentions: A case study on the oil and gas industry in the United Arab Emirates

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Key words

Job satisfaction; job performance; job happiness; turnover intention; United Arab Emirates

Abstract

This study aims to examine the mediating effect of job happiness factor on the relationship between job satisfaction and both employees' performance and turnover intentions in oil and gas industry in the United Arab Emirates (UAE). The study utilized a total of 722 usable questionnaires that were administered to respondents in oil and gas industry in the United Arab Emirates. This study adopted structural equation modelling (SEM) approach to analyze these relationships. The Analysis of Data revealed that job satisfaction factor has a significant direct positive relationship with both factors the employees' performance and the job happiness, while it has a negative insignificant relationship with employees' turnover intention. On the other hand, the Job happiness displays a significant positive direct effect on job performance, but it records a significant negative effect on employee turnover intention. Results show that job happiness plays a mediating role between job satisfaction and employee performance and turnover intention. These findings may guide the implementation of policies by human resources or other organization managements in the UAE Oil and Gas industry. For instance, they may use job happiness (mental well-being) as a predictor of employee behaviors and then formulate recruitment policies that will help maintain employee happiness and satisfaction, thereby helping in employee retention.

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1. Introduction

Human capital is considered one of the most dynamic assets for the growth and development of any organization. Human capital makes other assets useful and valuable in any organization and subsequently generates the best return for the organization. Thus, to obtain improved human capital, the organization and its management should conduct great interchanges and movements. If employees are satisfied and happy with the actions of their organization management, then they will do their best for the best of the organization. High levels of happiness and satisfaction among employees indicates high returns for the organization (Adel Haddad, Ali Ameen, & Muaadh Mukred, 2018). Thus, the issue of employee happiness and satisfaction is important to any organization management and is recognized by numerous research conducted by several scholars, academicians, and management leaders.

Existing literature on human resources and organization behaviors identified various job satisfaction determinants, such as pay or level income, promotion opportunities, co-workers, job conditions, communications, personal growth, security, and working environments (Wu, X., 2012; Cook, 2015). Job satisfaction is also classified into two: affective and cognitive job satisfaction. Affective job satisfaction increases happiness toward the job, whereas cognitive job satisfaction helps in the logical

evaluation of facets related to the job. Job satisfaction has a direct effect on levels of absenteeism, commitment, performance, and productivity (Khan et al., 2011) and helps improve employee retention, thereby reducing the cost of hiring new employees (Murray, 1999).

In addition, the turnover intention of employees remains a critical issue for human resources and organization managements because of its adverse consequences for effective organizational functioning. A recent literature review of organization behaviors revealed that the turnover rate of employees within organizations increases day by day. This phenomenon may be attributed to organizations that focus more on large profitability and return than on the satisfaction level of employees (Abdulbaqi Ameen & Ahmad, 2011). This priority may create non-satisfaction among employees and consequently increase the rate of employee turnover intention. As a result, organization resources and time will merely be wasted on various activities. These resources and activities include costs involved in the selection of employees, the recruitment process, and employee training for enhancing their skills (Kessler-Ladelsky & Catana, 2013). This finding further results in the interruption of the organization's continuous work and hampers the organization's genial performance (Al-Maamari et al., 2018). Therefore, valuable employees of the organization should be retained.

Prior research in human resource and organization behaviors endeavored to test direct relationships between job satisfaction and employee performance and turnover intention (Fatah, Kamal Abdel, a Kamal Abdel Fatah, 2017). They found evidence of a positive relationship between job satisfaction and employee performance, as well as a negative relationship between job satisfaction and employee turnover intention. However, knowledge on the role of the mediating effect of employee happiness (mental well-being) between these relationships remains lacking. Happiness provides several positive benefits for not only the individuals themselves, but also for those whom they meet (Wright & Cropanzano, 2004). Many researchers believe that happiness should lead to improved job performance in any organization (Wright & Cropanzano, 2004). Therefore, this study attempts to examine the role of the mediating effect of job happiness (mental well-being) on the relationship between job satisfaction and employee performance and turnover intentions in the oil and gas industry in the United Arab Emirates (A. A. Ameen & Ahmad, 2012).

2. Literature Review

2.1 Job Satisfaction and Job Performance

The idea that job satisfaction and job performance are positively associated with each other is supported by a number of previous research. For instance, Vroom (1964), Opkara (2002), Guest (2004), Silla et al. (2005), Schermerhorn et al. (2005), Spector, (2008), and Davar and RanjuBala (2011) investigated the relationship between job satisfaction and job performance; they found a direct association between the two. Researchers of these studies suggest that organizations should focus on keeping their employees satisfied and happy to increase productivity. Existing literature also confirmed that satisfied employees have improved performance and they greatly contribute to the overall achievement of the organization (Davar & RanjuBala, 2011). By contrast, studies also concluded that employees who are unsatisfied with their position will not perform effectively, which may become one of the major barriers to the success of the organization. Therefore, the human resource management of any organization should enhance focus on determining or exploring ways in which the satisfaction of employees can be improved to achieve their business goals. Based on this discussion, a hypothesis was developed to test the relationship between both variables for organizations in the UAE oil and gas industry. The hypothesis is as follows.

H1: A direct positive relationship exists between job satisfaction and job performance.

2.2 Job Satisfaction and Turnover Intentions

The relationship between job satisfaction and turnover intentions was explored in many previous studies. Most scholars agree that job satisfaction and turnover intention are negatively related to each other (Carmeli, 1991; DeConinck & Stilwell, 2004; O'Reilly et al., 2005), and turnover intention is inversely related to job satisfaction. In other words, a low job satisfaction indicates increased turnover intention (Medina, 2012). Researchers also agree that the lack of employee job satisfaction in an organization leads to absenteeism, lack of commitment, and an increase in turnover rate. Employee job satisfaction was also found to be a good predictor of retention of a highly skilled and experienced labor force in an

organization (Alexander, Litchtenstein, & Hellman, 1998). A second hypothesis was developed to critically explore the relationship between the two variables in the context of organizational behaviors in the UAE oil and gas industry (Al-Obthani & Ameen, 2018).

H2: A negative relationship exists between job satisfaction and turnover intention.

2.3 Psychological Well-Being (Happiness) and Job Performance

The well-being or happiness of an employee is interconnected with the job performance of employees (Daniels & Harris, 2000). Researchers found that employees who exhibit happiness characteristics are the highest performing and most efficient workers (Daniels & Harris, 2000). The happiest employees take a reduced number of leaves of absences and display loyal behavior for an extended period of time, which eventually improves their job performance (Abd-Elaziz, Aziz, Khalifa, & Abdel-Aleem, 2015). Happiness in the workplace is a strong feeling associated with employees in which they are proud of themselves, thereby resulting in improved performance in the organization (Daniels & Harris, 2000; Rashed Shtait Hamad AlShamsi, Ali Ameen, 2017). Therefore, organizations should focus on developing and enhancing happy characteristics of employees to help improve employee performance in the most effective manner and achieve increased return (Argyle, 1989). The hypothesis of the relationship or association between psychological well-being or happiness and job performance is as follows.

H3: A positive relation exists between psychological well-being or happiness and job performance.

2.4 Psychological Well-Being (Happiness) and Turnover Intention

Happy employees can potentially understand the goals and objectives of the organization and display a certain set of behaviors in terms of tangible outcomes and physiological domains (Awang, Ibrahim & Nor, 2015). Happy employees have reduced turnover intentions because employees are treated fairly and are valued by the organization. This characteristic is one of the most important factors associated with job satisfaction and performance. Therefore, organizations at present place added focus on these aspects along with providing improved working conditions and environments (Judge T. A., Thoresen, Bono & Patton, 2001). Furthermore, happiness has a collective effect on many factors that reduces turnover intentions (Awang, Ibrahim & Nor, 2015). The proposed hypothesis for the relationship between psychological well-being or happiness and turnover intention in the current study is stated below.

H4: A negative relation exists between psychological well-being or happiness and turnover intention.

2.5 Job Satisfaction and Psychological Well-being (Happiness)

In the most recent years, most modern organization have trying to lay emphasis on the wellbeing of their employees to enhance productivity level. Happiness should be stimulated because it is an indicator of mental well-being and it enhances motivation, job performance, and work consequences (Awang, Ibrahim & Nor, 2015). Job satisfaction expresses how employees feel about their job and its related aspects (Cook D, 2015) and the extent to which employees like or dislike their job. Therefore, job dissatisfaction and job satisfaction can arise in any given work situation. Job satisfaction represents a combination of positive and negative feelings shown in the workplace, and it is highly associated with the behavior of an employee at the workplace. Various determinants of job satisfaction are rising in number and include pay and level income, promotion opportunities, co-workers, job conditions, communications, personal growth, security, and working environment (Wu, X. 2012; Govender, 2014; Cook, 2015). These determinants of job satisfaction are related to the happiness of employees because it provides them psychological and mental satisfaction. This study aims to determine the direct effect of job satisfaction on physical and mental well-being or happiness and the role of the mediating effect of job happiness on the relationship between job satisfaction and employee performance and turnover intentions in the UAE oil and gas industry (A. Ameen, Almulla, Ali, Al-shibami, & Ghosh, 2018). Thus, the following hypotheses were developed.

H5: Job Satisfaction has a positive effect on job happiness

H6: Job happiness mediates the positive effect of job satisfaction on job performance.

H7: Job happiness mediates the positive effect of job satisfaction on employee turnover intention.

3. Research Method

3.1 Overview of the Proposed Research Model

The preceding literature review supports the following theoretical framework that effectively describes the relationship between variables under the study on the UAE oil and gas industry. The theoretical framework of the study is graphically represented in Figure 1.

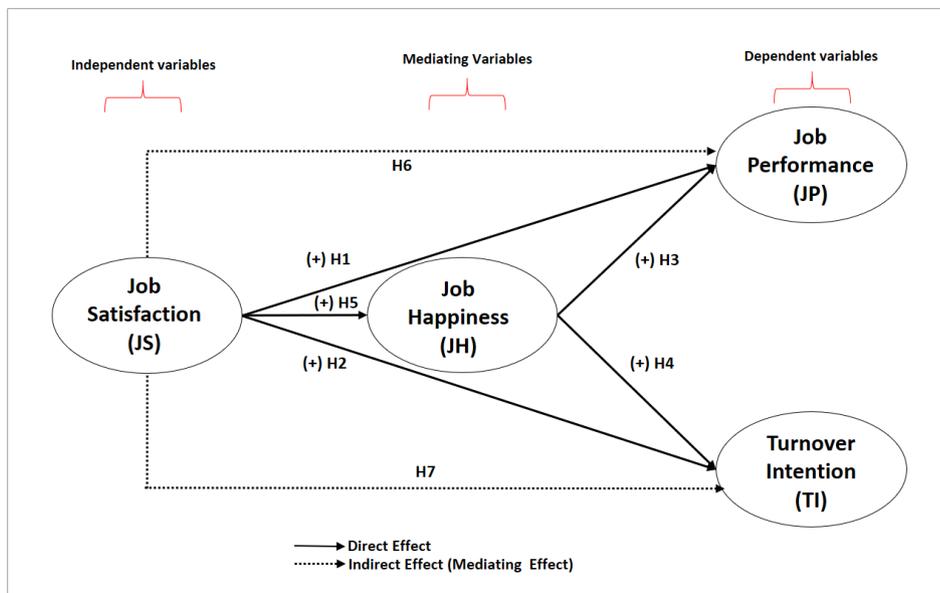


Figure 1: The Proposed Model

3.2. Data Processing and Methodology

This study used a quantitative research design for collecting primary data to test the proposed hypotheses. This study adopted the Structural Equation Modeling (SEM) approach using the analysis of moment structures version 23.0 with maximum likelihood estimation. Data analysis was conducted in several stages. In the first stage, the description of demographic characteristic variables of respondents was analyzed. The second stage involved the use of exploratory factor analysis to identify the strength of inter-correlations among variables. In the third stage, confirmatory factor analysis (CFA) was conducted to assess the validity and reliability of variables under study. The final stage employed SEM to test structural relationships between variables and hypotheses.

4. Result and Discussion

4.1 Response Rate

The total number of distributed survey questionnaires was 855. Of the 855 questionnaires, 740 were returned, which represents an 86.5% response rate. From the returned questionnaires, 18 were excluded from analysis due to outlier cases. Thus, a total of 722 usable questionnaires were utilized, which represents an 84.4% response rate. The sample size of $n=722$ was considered sufficient for this study. The study sample size ($n=722$) achieved a ratio of 10:1 as recommended by Hair et al. (1998) and Kline (2005).

4.2 Descriptive Analysis

Results of descriptive analysis are displayed in Table 1. The table shows that respondents of this study consist of 212 females (28.6%) and 528 males (71.4%). The average age of the sample in this study was divided into four categories. A total of 316 respondents (42.9%) were aged 25–35 years old, which indicates that most oil and gas industry employees are young people. Respondents who were 36–50 years old and more than 50 years old comprise 106 (14.3%).

In terms of nationality, the majority of respondents (528) were Emiratis, representing 71.4% of total respondents, followed by non-Emiratis (212), representing 28.6%. Results also indicate that most respondents (507) had a postgraduate degree at 68.6% of the total. A total of 212 respondents (28.6%) had a bachelor's degree, and 21 (2.9%) had a diploma. With regards to the designation of respondents, the majority of respondents (296) were executives, which constitute 40% of the total respondents. A total of

183 respondents (24.7%) were managers, and 155 (21%) were senior executives. The designation with the smallest number of respondents is that of senior managers, with 106 respondents (14.3%).

Results also show that the period of employment in present organizations with the highest percentage of respondents is 5–10 years, with 57.1% (423 respondents), and that with the lowest is 11–15 years, with 25.7% (190 respondents). Only 2.9% or 21 respondents have been employed in their present organizations for more than 15 years.

Table 1 Descriptive Statistics for Demographic Variables

<i>Particulars</i>	<i>Demographic</i>	<i>Frequency</i>	<i>Percent (%)</i>
Gender	Male	528	71.4
	Female	212	28.6
Age	Less than 25	212	28.6
	25–35 Years	316	42.9
	36–50 Years	106	14.3
	More than 50	106	14.3
Nationality	Emirati	528	71.4
	Non-Emirati	212	28.6
Qualification	Diploma	21	2.9
	Bachelor's degree	212	28.6
	Postgraduate degree	507	68.6
Designation	Executive	296	40
	Senior Executive	155	21
	Manager	183	24.7
	Senior Manager	106	14.3
Period of employment in the present organization	Less than 5 years	106	14.3
	5–10 years	423	57.1
	11–15 years	190	25.7
	More than 15 years	21	2.9

4.3 Exploratory Factor Analysis (EFA)

Principal axis factoring was conducted with Promax oblique rotation. Two types of rotation may be used in EFA: orthogonal and oblique rotations. Some scholars argue that oblique rotation is always appropriate because factor intercorrelations are the norm in social sciences; moreover, orthogonal and oblique rotations would yield the same result if the factors happen to be uncorrelated (Costello & Osborne, 2005). Regarding significant factor loadings for every item, the present study follows the criteria of Hair, Black, Babin, and Anderson (2010) based on sample size. With the sample size of this study at 722 for the EFA, significant factor loadings are at 0.40. This study used a fixed number of factors for extraction. Results regarding the statistical assumption for EFA are as follows.

- The sample size is 722, which is enough to conduct EFA (Tabachnick & Fidell, 2007).
- Bartlett's test of sphericity is significant at $p < 0.001$ (Field, 2013).
- The Kaiser-Meyer-Olkin value is 0.903 which is remarkable (Kaiser, 1974; Hutcheson & Sofroniou, 1999).
- The communalities value for every item is >0.5 (Field, 2013).
- Total explained variance is 70.14%, which is $>50\%$ (Podsakoff & Organ, 1986).
- The variance for the first factor is 34.08%, which is $< 50\%$ (Podsakoff & Organ, 1986).

Factor analysis results indicate nine factors with an eigenvalue greater than one: job performance with 12 items (JP1–JP12), optimism with nine items (JHO1–JHO9), job happiness in terms of passive moods with four items (JHP1–JHP4), job happiness in terms of social relationships with five items (JHS1–JHS5), co-worker satisfaction with four items (JSC1–JSC4), employee turnover intention with six items (ETI1–ETI6), supervisor satisfaction with four items (JSS1–JSS4), promotion satisfaction with four items (JSM1–JSM4), and pay satisfaction with four items (JSP1–JSP4).

After EFA, 52 items in the questionnaire were used to determine and investigate the relationship of factors in this study. All items have a loading of more than 0.50 and ranged from 0.549 to 0.895. Thus, this

study may continue with further analysis without dropping any other items because their factor loading is more than the required amount.

4.4 Measurement model assessment and CFA

4.4.1 Model Fit Indicators

As shown in Table 2 and Figure 2, all goodness-of-fit indices exceed their respective common acceptance levels as suggested by previous research. This finding demonstrate that the measurement model exhibited a fairly good fit with the data collected ($X^2/df=4.476$, $CFI=0.912$, $RMSEA=0.069$, $GFI=0.9901$, $AGFI=0.887$, $NFI=0.913$, $TLI=0.944$, $IFI=0.980$, $PNFI=0.791$, and $PGFI=0.725$). Absolute fit indices show that the chi-square is insignificant. However, the model still fits because when large samples are used, the chi-square statistic nearly always rejects the model (Bentler & G. Bonnet, 1980; Jöreskog & Sörbom, 1993). The chi-square is sensitive to sample size >200 (Byrne, 2010); the sample size in this study is 722. In this case, the model may be considered acceptable (Schumacker & Lomax, 2004; Lee & Kim, 2007), which indicates that the model employed in this research is a good fit for the collected data. Therefore, evaluation of psychometric properties of the measurement model in terms of construct reliability, indicator reliability, convergent validity, and discriminant validity may be pursued.

Table 2: Goodness-of-fit indices for the measurement model

Fit Index	Cited	Admissibilit y	Result	Fit (Yes/No)
X^2			5600.079	
DF			1251	
P value		$>.05$	.000	No
X^2/DF	(Kline, 2010)	1.00 - 5.00	4.476	Yes
RMSEA	(Steiger, 1990)	$<.08$	.069	Yes
SRMR	(Hu & Bentler, 1999)	$<.08$	.033	Yes
GFI	(Jöreskog & Sörbom, 1993)	$>.90$	.901	Yes
AGFI	(Jöreskog & Sörbom, 1993)	$>.80$	.887	Yes
NFI	(Bentler & G.Bonnet, 1980)	$>.80$	.913	Yes
PNFI	(Bentler & G.Bonnet, 1980)	$>.05$	.791	Yes
IFI	(Bollen, 1990)	$>.90$	.922	Yes
TLI	(Tucker & Lewis, 1973)	$>.90$	.944	Yes
CFI	(Byrne, 2010)	$>.90$	.912	Yes
PGFI	(James, Muliak & Brett, 1982)	$>.50$	.725	Yes

Note: X^2 = Chi-Square, DF = Degree of freedom, GFI = Goodness-of-fit index, NFI = Normed fit index, IFI = Increment fit index, TLI = Tucker-Lewis coefficient index, CFI = Comparative fit index, RMSEA = Root Mean Square Error of Approximation, SRMR = Standardized Root Mean Square Residual, PNFI = Parsimony Normed Fit Index, AGFI = Adjusted Goodness-of-fit index. Indices in bold are recommended because they are frequently reported in literature (Awang, 2014)

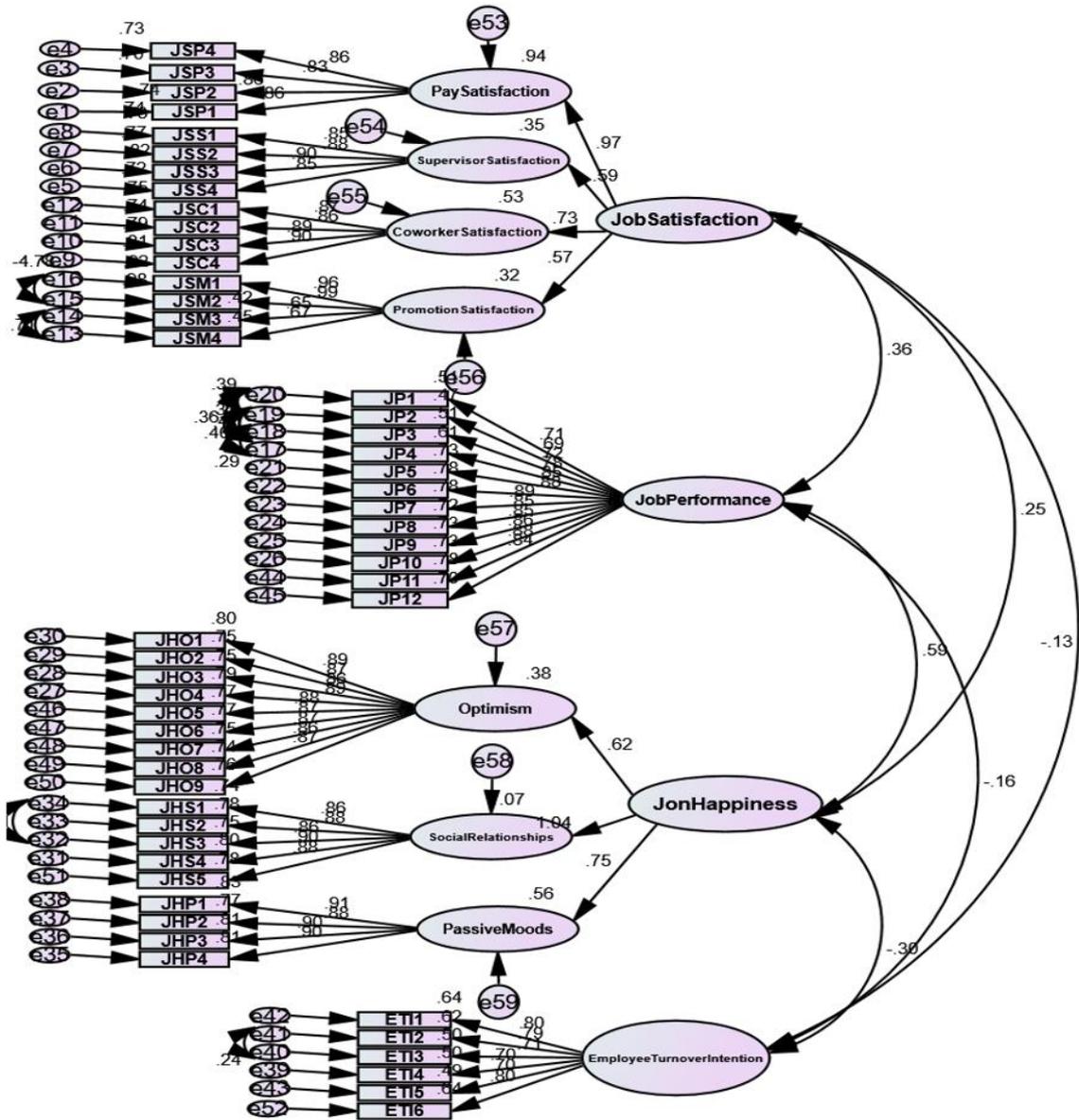


Figure 2: Full Measurement Model under Study

4.4.2 Reliability and Validity Assessment

To improve the measurement of model fit, some items with factor loadings lower than .50 and high error were excluded using Modification Indices (MI) to achieve additional goodness-of-fit. Further inspection of (MI) indicated that errors of items (JSM1↔JSM2), (JSM3↔JSM4), (JP1↔JP2), (JP3↔JP4), (JP1↔JP4), (JHS1↔JHS3), and (ET2↔ET3) should be correlated because they have high correlations, which would otherwise be jeopardized. The final measurement model consists of 52 items that were retained for subsequent analysis. As shown in Table 2 and Figure 2, all items have a loading of more than 0.50 and range from 0.666 to 0.968. In terms of measurement values, all constructs achieved the minimum estimations required: 0.70 for Cronbach’s alpha (Table 2), 0.50 for AVE, and 0.60 for CR.

Several relative tests were conducted to enable the measurement model to assess the validity of the proposed model. These tests include convergent validity and discriminant validity. In addition, Appendix F shows that the square root of AVE for all constructs is greater than correlations between this construct and other constructs in the model. Results also indicate that maximum shared squared variance is less

than AVE. Appendix E also shows that results of the AVE test for all constructs were above the recommended value of .50 and ranged from 0.564 to 0.806 (Fronell & Larcker, 1981).

Table 2: Factor Loading for CFA and Reliability Test Results

Name of Construct	Dimension	Number of Items	Items	Loading	Cronbach's Alpha
Job Performance	Job Performance	12	JP1	0.713	0.962
			JP2	0.688	
			JP3	0.716	
			JP4	0.784	
			JP5	0.853	
			JP6	0.884	
			JP7	0.885	
			JP8	0.848	
			JP9	0.852	
			JP10	0.857	
			JP11	0.882	
			JP12	0.836	
Employee Turnover Intention	Employee Turnover Intention	6	ETI1	0.800	0.888
			ETI2	0.783	
			ETI3	0.711	
			ETI4	0.706	
			ETI5	0.702	
			ETI6	0.796	
Job Satisfaction	Pay Satisfaction	4	JSP1	0.861	0.924
			JSP2	0.859	
			JSP3	0.836	
			JSP4	0.856	
	Supervisor Satisfaction	4	JSS1	0.853	0.926
			JSS2	0.877	
			JSS3	0.903	
			JSS4	0.848	
	Co-worker Satisfaction	4	JSC1	0.865	0.932
			JSC2	0.863	
			JSC3	0.889	
			JSC4	0.902	
Promotion Satisfaction	4	JSM1	0.933	0.901	
		JSM2	0.968		
		JSM3	0.666		
		JSM4	0.686		
Job Happiness	Optimism	9	JHO1	0.895	0.967
			JHO2	0.866	
			JHO3	0.866	
			JHO4	0.89	
			JHO5	0.88	
			JHO6	0.871	
			JHO7	0.862	
			JHO8	0.861	
			JHO9	0.872	
	Social Relationships	5	JHS1	0.861	0.946
			JHS2	0.882	
			JHS3	0.866	
			JHS4	0.895	
			JHS5	0.885	
	Passive Moods	4	JHP1	0.912	0.943
			JHP2	0.88	
JHP3			0.899		
JHP4			0.899		

4.5 Structural model assessment

A structural model assessment was conducted to examine the proposed hypothesis. This model has two independent variables: job satisfaction with four sub-dimensions (i.e., pay, supervisor, co-worker, and promotion satisfactions) and job happiness, which includes three sub-dimensions (i.e., optimism, social relationship, and passive moods). The variables of job performance and employee turnover intention comprise the dependent variables under study.

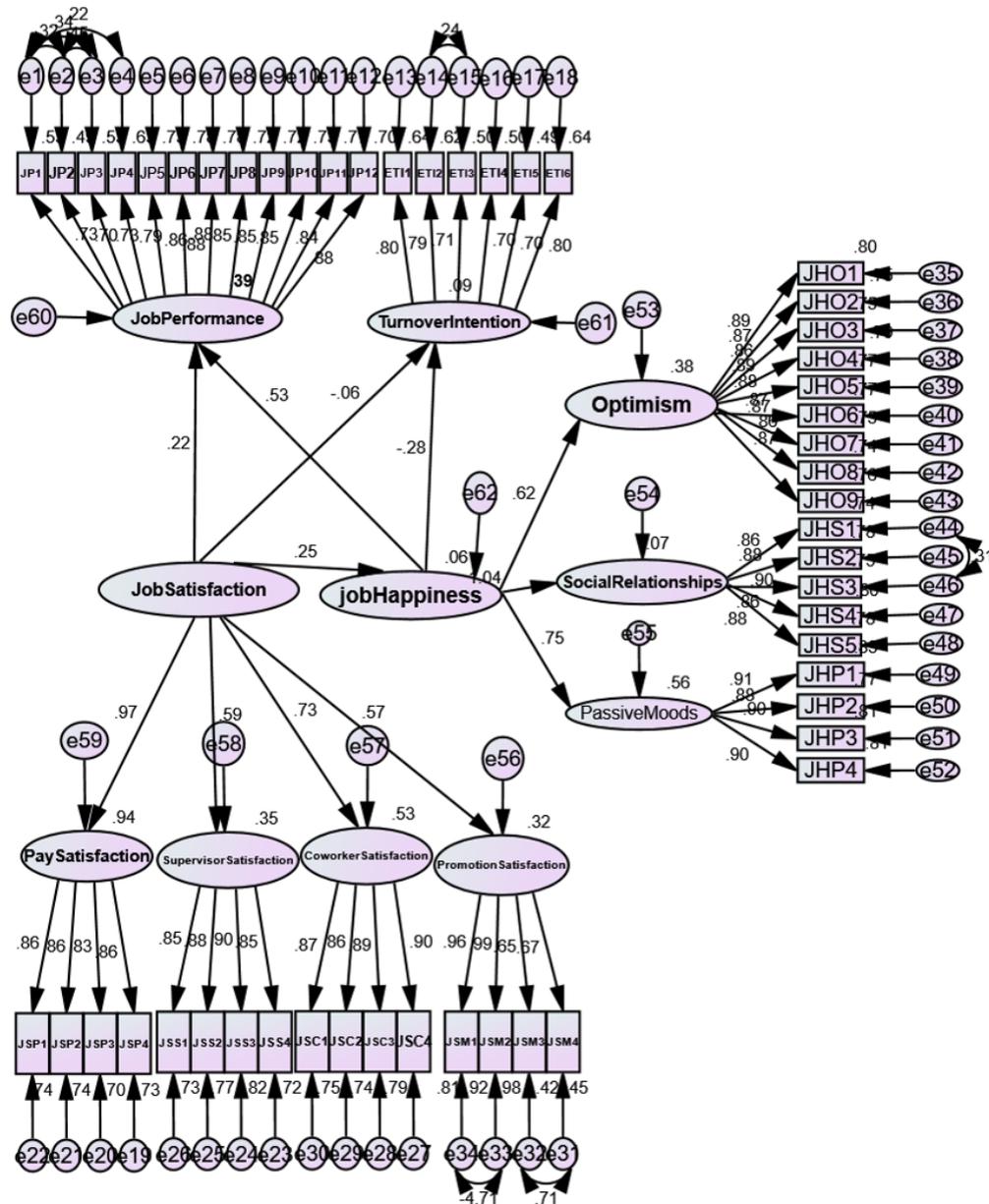


Figure 3: Structural model assessment

4.5.1 Direct Effect Hypotheses

Results in Table 3 indicate that job happiness has a strongly significant and positive effect on job performance among employees of the UAE oil and gas industry ($\beta = 0.523$; C.R = 12.866; P = 0.000). Thus, H3 is supported. This result is consistent with the study of Oswald, Proto, and SgROI (2014) who found that happy employees display enhanced motivation and that the health and well-being of employees and family are important factors that increase productivity. In other words, the happiest employees take a reduced number of leaves of absence and display loyal behavior for an extended period of time. These characteristics eventually improve the job performance of the workers. In essence, happiness at the

workplace is a strong feeling associated with employees in which they feel proud of themselves, which results in improved performance in the organization (Daniels & Harris, 2000).

Table 3 also shows that job happiness has a significant but negative effect on respondents with regard to turnover intention of employees in the UAE oil and gas industry ($\beta = -0.284$; C.R = -6.856; $P = 0.000$), thereby supporting H4. This result may be due to the fact that happiness or mental well-being has a collective effect on a number of factors that reduces turnover intention (Awang, Ibrahim & Nor, 2015). For example, a happy employee has the potential to understand the goals and objectives of the organization and then continues positively, which contributes to the achievement of these goals.

Table 3 also indicates that job satisfaction has a significant and positive effect on job performance ($\beta = 0.223$; C.R = 5.597; $P = 0.000$). Thus, H1 is supported. This finding is consistent with many previous studies, such as those by Christen, Iyer, and Soberman (2006), Cook (2008), and Davar and Bala (2012), who found that job satisfaction plays a vital role in enhancing job performance of employees which, in turn, increases overall productivity of the business organization. Table 4.7 reveals that job satisfaction has a significant and positive influence on job happiness ($\beta = -0.252$; C.R = 5.445; $P = 0.000$). Thus, H5 is supported.

Job satisfaction has an insignificant negative impact on the turnover intention ratio among employees of the UAE oil and gas industry ($\beta = -0.057$; C.R = -1.362; $P = 0.173$). Thus, H2 is supported. This result is reinforced by previous studies, such as that of Medina (2012) who found that job satisfaction and turnover intention is inversely proportional to each other. Mahdi, Zin, Nor, Sakat, and Naim (2012) also investigated the relationship between job satisfaction and turnover intentions in Malaysian organizations. Their results also proved that an inverse relationship exists between job satisfaction and turnover intentions. Findings of the present study indicate that job satisfaction and job happiness have negative relationships with employee turnover intention. Therefore, the management of oil and gas organizations in the UAE should try formulating policies to help them keep employees happy and satisfied, which will ultimately help in employee retention.

Table 3: Direct Hypotheses Testing Results

	Hypotheses		Estimate	C-Value		Results	
				.E.	.R.		
1	Job Performance	Job Satisfaction	.223	072	.597	5 **	Supported
		Employee Turnover Intention	Job Satisfaction	-.057	062	1.362	- 173	Not Supported
3	Job Performance	Job Happiness	.523	041	2.866	1 **	Supported
		Employee Turnover Intention	Job Happiness	-.284	033	6.856	- **	Supported
5	Job Happiness	Job Satisfaction	.252	086	.445	5 **	Supported

Notes: ***, **, and * denote significance at the 1%, 5%, and 10% level, respectively.

4.5.2 Indirect Effect Hypotheses (Mediation Effect)

Table 4 reveals that job satisfaction has significant indirect effects on job performance through its influence on job happiness, with an estimated coefficient of 0.243. Therefore, job happiness plays a partial mediation role between job satisfaction and job performance. This finding is due to the fact that, as illustrated in Table 6, job satisfaction has significant direct effects on job happiness which also has a direct significant effect on job performance. The results in Table 6 show that job satisfaction has significant indirect negative effects on turnover intention through its influence on job happiness with a coefficient of -0.106. Therefore, job happiness plays a full mediation role between job satisfaction and turnover intention. This finding is due to the estimated coefficient of -0.057, which indicates that the first direct relationship between job satisfaction and turnover intention is insignificant, but that the second and third ones are statistically significant.

Table 4 Indirect Hypotheses Testing Results

Hypotheses	Direct Effect			Indirect Effect	Results
	First Direct	Second Direct	Third Direct	Coefficient	
	Coefficient	Coefficient	Coefficient		
H ₆ : Job Performance ← Job Satisfaction through Job Happiness	.223***	.225***	.522***	.243***	Partial Mediating Effect
H ₇ : Employee Turnover Intention ← Job Satisfaction through Job Happiness	-0.057	.225***	-.284***	-.106***	Full Mediating Effect

Notes: ***, **, and * denote significance at the 1%, 5%, and 10% level, respectively.

5. Discussion

The study found that job satisfaction has a significant positive effect on job performance indicating that the higher the salary is reasonable for the amount of work in the organization, supervisor praises people who do good work, relationships with other workers in this company are very good, and current job offers the right professional development opportunities to be effective in the job tasks, the more employees perform well because they receive the recognition for my efforts and always reach the targets at work. These results are consistent with previous studies (Spector, 2008; Davar and RanjuBala, 2011). However, this study found that job satisfaction has no significant effect on turnover intention which inconsistent which the previous studies (DeConinck & Stilwell, 2004; O'Reilly et al., 2005) which they found that job satisfaction and turnover intention are negatively related to each other.

Further, job happiness which ground to have has a significant positive effect on job performance indicating that the higher the employees feel they have a great deal of energy, find beauty in some things, and find beauty in some things, the more employees perform well because they receive the recognition for my efforts and always reach the targets at work, which is consistent with previous studies (Daniels & Harris, 2000).

In addition, this study found that job happiness has a negative influence in turnover intention which is consistent with previous studies (Judge T. A., Thoresen, Bono & Patton, 2001), which indicate that the higher the employees feel they have a great deal of energy, find beauty in some things, and find beauty in some things, the less they think of giving up the present job, and looking for another job soon. Moreover, this study found that job satisfaction indirectly influencing job performance and turnover intention through job happiness.

6. Limitations and Suggestions for Future Work

One of the limitations of this study is that the data gathered was cross-sectional rather than longitudinal in nature. The longitudinal method might improve the understanding of the associations and the causality between variables (Isaac, Abdullah, Ramayah, & Mutahar, 2017; Isaac, Abdullah, Ramayah, Mutahar, & Alrajawy, 2017; Isaac, Abdullah, Ramayah, & Mutahar Ahmed, 2017). Future research should be conducted to investigate the relationship between variables by conducting cross-cultural studies as recommended by previous studies (Isaac, Abdullah, Ramayah, & Mutahar, 2017a; Isaac, Abdullah, Ramayah, & Mutahar, 2017b; Isaac, Masoud, Samad, & Abdullah, 2016).

7. Conclusion and Recommendation

Organizations should increase spending on research and development in order to increase the organizational effectiveness (Osama Isaac, Abdullah, Ramayah, Mutahar, & Alrajawy, 2018; Osama Isaac, Abdullah, Ramayah, & Mutahar, 2018). This study utilized SEM to examine factors that influence performance and turnover intentions of employees in the UAE oil and gas industry. This study examined the role of the mediating effect of job happiness between job satisfaction and performance and turnover intentions of employees in the oil and gas industry in the UAE. Data were randomly collected from 722 employees. Results revealed that job satisfaction has a positive significant influence on employee performance and an insignificant influence on turnover intention. Job happiness also has a direct

significant influence on employee job performance and turnover intention. Findings also indicate that job happiness plays a full mediation role between job satisfaction and turnover intention and a partial mediation role between job satisfaction and job performance. Thus, organization managements or human resource departments in the oil and gas industry in the UAE should consider the effect of the mediating role of job happiness (mental well-being) as an indicator for improving and predicting employee performance and for reducing turnover intention ratios.

This study focused only on the oil and gas industry in the UAE. Therefore, generalizing results of the current study to other industries in the UAE is inappropriate. Increasing the sample size of the study to include other industries in UAE may provide additional comprehensive and validation results that illustrate a highly realistic picture about the behavior of organizations and their employees.

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