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# EXAMINING THE EFFECT OF CORPORATE REPUTATION PERCEPTION ON EMPLOYEES' INNOVATIVE THINKING IN THE FOREST PRODUCTS INDUSTRY

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#### **Abstract**

Organizations must fully leverage their resources in increasingly challenging and changing production environments to succeed and remain strong. Corporate reputation and employees' innovative capabilities have now risen to the top of the resource hierarchy. Enhancing corporate reputation will support employees' desire to innovate, helping organizations secure top positions in market structuring. Our study aimed to examine the connection between corporate reputation and employees' innovative thinking within the forest products industry. The research, conducted with 128 managers, utilized a survey that included a Reputation Coefficient comprising six sub-components and an Innovative Behavior Perception Scale comprising three sub-components. The relationship between corporate reputation and innovative thinking was measured using the structural equation model with the help of 20 developed hypotheses. At the end of the study, it was determined that six of the hypotheses were accepted. It was also found that products and services, as well as vision and leadership, positively impact idea generation.

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#### EXAMINING THE EFFECT OF CORPORATE REPUTATION PERCEPTION ON EMPLOYEES' INNOVATIVE THINKING IN THE FOREST PRODUCTS INDUSTRY

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#### 1. Introduction

In today's world, organizations' economic success and ability to sustain their existence and achieve their goals depend on their ability to evaluate their resources in all aspects. Consumer demands and expectations, which are constantly differentiating and changing, show that organizations that provide this differentiation will remain strong in competition and can shape the markets. Operating only with a focus on economic success is not enough for continuity, and the availability of intangible resources (reputation, innovative thinking capacity, prestige, trust, honor...) gains critical importance (Sarıkaya, 2019).

It is clear that the existence of a respected corporate reputation will help to make economic and financial performance permanent. Whether the internal and external stakeholders of organizations have positive or negative opinions about the organization will determine the position of corporate reputation and will be the invisible criterion of organizational success (Gotsi and Wilson, 2001). Corporate reputation (Fombrun, 2007) is a collective representation of past activities and outputs that depict an organization's ability to provide desired outcomes for all stakeholders (Alnıaçık, 2001). Corporate reputation (Fombrun, 1996), defined as the level at which an organization is generally perceived when compared with its competitors, consists of social components such as knowledge, impression, perception, and belief (Rindova et al., 2010). Corporate reputation, which reduces costs, improves financial figures, and increases consumer confidence, is an important criterion for partners to evaluate their organizations (Caruana et al. 2004; Walsh and Beatty, 2007).

Different approaches have been developed to measure corporate reputation, ranging from unidimensional to multidimensional measurements. Initially, simple assessments of the goodness or badness of organizations were considered sufficient, but later, more effective and inclusive measurement methods were put into practice. Berens and van Riel (2004) identified three main topics for reputation measurement: social expectations, organizational personality, and trust. These headings have been referenced in important studies and have guided the studies in the field of corporate reputation as measurement criteria. The most important scales developed based on social expectations are the scale used by Fortune Magazine to rank America's Most Admired Companies (AMAC) and the Reputation Coefficient scale developed by Fombrun et al. (2000) The scale consists of six components: emotional appeal, products and services, financial performance, vision and leadership, work environment, and social responsibility. The most common corporate personality scale that measures corporate reputation by evaluating the personalization of organizations is the Corporate Personality Scale developed by Davis et al. (2004). Trustoriented corporate reputation scales are determined as the third main heading, and the Corporate Credibility Scale developed by Newell and Goldsmith (2001) is at the forefront.

One of the most important elements that will enable companies and organizations to be at the forefront in the competitive environment and increase corporate reputation is the employees' innovation capacity and the innovative thinking power of companies. A high corporate reputation will mean high innovation capacity. Firms with high corporate reputations are advantageous in retaining more qualified and talented employees than their competitors (Liu, 2011; Saeed and Arshad, 2012). The ability of corporate reputation and innovative thinking capacity to act together will create a synergy effect in the organizational structure and increase competitiveness. In many studies, it has been determined that corporate reputation supports the formation of organizational and individual innovation and that employees with a corporate reputation are willing to create innovation.

Coming from the Latin root "innovatus", innovation means the application of new techniques (Uzkurt, 2017). Innovation, which was made by Schumpeter in 1912 and accepted as the basis of academic definitions, is defined as doing new things or doing things in new ways and methods. In past historical processes, many definitions have been made. In its most accepted form, it is defined in the Oslo Guidelines

as "the realization of a new or significantly improved product (goods or services) or process, a new marketing method, or a new organizational method in the practices carried out within the enterprise, in the organization of the workplace, or the external relations of the enterprise" (Kacır and Sönmez, 2024). Innovation, which is classified in subgroups as product, process, organizational, and marketing innovation, has a broad concept.

In the literature, many studies examined corporate reputation and innovation capacity separately. However, studies that examine both concepts together are limited in number. In their study, Kacır and Sönmez (2024) investigated the level of impact of innovation activities on the perception of corporate reputation. They conducted a survey with 203 managers from small- and medium-sized enterprises. As a result of the study, they concluded that innovative activities could explain 55.4% of the changes in the corporate reputation of enterprises. Sarıkaya (2019), who examined the effect of corporate reputation perception on employees' innovative thoughts with a doctoral study, interviewed a total of 439 white-collar employees in the first 500 and second 500 industrial organizations published by the Istanbul Chamber of Industry. As a result of the study, he concluded that there are differences between corporate reputation and innovation according to the list in which the organization is included. Marvel et al. (2007) found that qualified employees who have a vision to create innovation evaluate corporate reputation in the first place in their organizational choices and make their choices accordingly. Özalp and Çetin (2022) investigated whether there is a relationship between the desire of academicians working at Marmara University to create innovation and the corporate reputation of their university. They concluded that the level of reputation encourages innovative behaviors. Yücel et al. (2022) determined that innovation studies indirectly affect corporate reputation. Again, in the doctoral study conducted by Yücel (2021), it was determined that corporate reputation contributes positively to innovation at the level of product differentiation.

Our study aimed to determine how the perception of corporate reputation in the Forest Products Industry impacts employees' innovative behaviors. For this purpose, a survey was conducted with employees in managerial positions at medium-and large-scale enterprises in the forest products industry.

#### 2. Materials and Methods

Our study material consisted of 1,158 companies in the medium- and large-scale forest products industry group (Web-1). The selection of this group was based on the fact that medium- and large-scale enterprises have a corporate structure and the potential to establish systems to foster innovative thinking. The following formula was used to determine the number of firms to which the survey would be applied. Additionally, this survey was administered online to employees in managerial positions. Based on the total number of firms (N):

$$n = \frac{Z^2 NPQ}{ND^2 + Z^2 PQ} \tag{1}$$

The sample size was determined using the following formula (Dorman et al., 1990). The symbols used in the formula are as follows:

- n: Sample size
- **Z**: Confidence coefficient (taken as 1.64 for a 90% confidence level)
- **P**: Probability of the characteristic being present in the population (set at 50% due to the multipurpose nature of our study)
- **0**: 1 P
- **D**: Accepted sampling error (set at 5%)
  Using these values, the sample size was calculated as follows:

$$n = \frac{1,64^2 * 1158 * 0.5 * 0.5}{1158 * 0.05^2 + 1.64^2 * 0.5 * 0.5} = 218$$

was calculated as follows.

Surveys were conducted during April, May, and June 2024. However, due to some surveys not meeting the desired criteria, the study was completed with 128 acceptable surveys, yielding a response rate of 58.7%. In the literature, response rates for studies conducted on target populations typically range between 20% and 45% (Bal and Gundry, 1999; Hum and Leow, 1996).

The survey consisted primarily of two sections designed to assess perceptions of corporate reputation and innovative behavior. The section measuring corporate reputation, referred to in the literature as the reputation quotient scale, included six sub-criteria and twenty statements formatted using a five-point Likert scale (1. Strongly Disagree ... 5. Strongly Agree) (Fombrun et al. 2000).

The section addressing perceptions of innovative behavior used a five-point Likert scale with nine statements (Jannsen, 2000). Additionally, the survey included two questions regarding the respondents' roles/positions within the company and the specific subsector in which they work.

The data obtained in the study were subjected to statistical analysis with SPSS (Statistical Package for the Social Sciences) and AMOS (Analysis of Moment Structures) programs. In the data analysis, structural equation modeling was used to reveal the relationships between the data sets. Structural equation modeling is a statistical approach based on the causal and relational identification of measurable and unmeasurable variables. This analysis tested the model in Figure 1 and the hypotheses in Table 1.

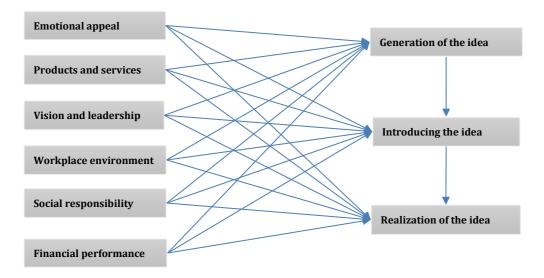


Figure 1: Structural model

Table 1: Test hypotheses

Hypotheses					
1	There is a relationship between emotional appeal and idea generation				
2	There is a relationship between emotional appeal and promotion of the idea				
3	There is a relationship between emotional appeal and idea realization				
4	There is a relationship between products and services and idea generation				
5	There is a relationship between products and services and the promotion of the idea				
6	There is a relationship between products and services and the realization of the idea				
7	There is a relationship between vision and leadership and idea generation				
8	There is a relationship between vision and leadership and promotion of the idea				
9	There is a relationship between vision and leadership and idea realization				
10	There is a relationship between workplace environment and idea generation				
11	There is a relationship between workplace environment and promotion of the idea				
12	There is a relationship between the workplace environment and the realization of the idea				
13	There is a relationship between social and environmental responsibility and idea generation				
14	There is a relationship between social and environmental responsibility and idea promotion				
15	There is a relationship between social and environmental responsibility and idea realization				
16	There is a relationship between financial performance and idea generation				
17	There is a relationship between financial performance and idea promotion				
18	There is a relationship between financial performance and idea realization				
19	There is a relationship between idea generation and idea promotion				
20	There is a relationship between promotion of the idea and realization of the idea				

#### 3. Results

#### 3.1. Demographic Characteristics

Within the scope of the study, the age, marital status, gender, working period, sector, and position of the group participating in the survey were questioned. In terms of the position worked, the position of foreman, etc., is considered a lower-level manager; shift supervisors and group/department-responsible engineers are considered middle-level; and the position of factory manager, etc., is considered an upper-level manager. Some demographic characteristics of the participants are given in Table 2.

	Category.	N	Rate (%)
	Furniture	12	9,4
Sector	Wood-based board		71,1
Sector	Paper-cardboard		11,7
	Timber-massive	10	7,8
	Top level manager	19	14,8
Position held	Middle manager	59	46,1
	Lower-level manager	50	39,1

Table 2: Participants' characteristics

When the table is examined, it is seen that 71.1% of the participants were in the wood-based board sector, and 46.1% were in middle management positions. In addition, it was determined that 50% of the participants were between the ages of 41 and 50, and 74.2% are married; 46.9% of them had a working period of 6-10 years. However, it should be noted that not all participants are male.

#### 3.2. Reliability and Validity Analyses

Cronbach's Alpha test was applied to determine the reliability of the questionnaire form. Cronbach's Alpha coefficient varies between 0 and 1 and determines the internal reliability level of the questionnaire, and a value above 0.90 is defined as an excellent reliability level (Kalaycı, 2009). As a result of the analysis, Cronbach's Alpha coefficient was determined to be 0.979. In this context, it was concluded that the questionnaire form was highly reliable.

Construct validity was examined to determine the validity of the questionnaire. Exploratory factor analysis was conducted to determine the factor structures of the judgments in the questionnaire. Before performing this analysis, the suitability of the data set for factor analysis was evaluated using the Kaiser-Meyer-Olkin (KMO) sampling adequacy criterion. To ensure the validity of the test, the KMO value should be higher than 0.5 (Sharma, 1996). As a result of this analysis, it was seen that the KMO value was 0.909 (Bartlett's Test of Sphericity Sig.: 0.001) and the factor analysis could proceed due to the high level of adequacy. The results of the factor analysis and Cronbach's Alpha coefficient of each subcomponent are given in Table 3.

Table 3: Construct validity analysis results of the scale

Emotional appeal         0,932           Q1         I have positive feelings about my organization         0,962           Q2         I admire and respect my organization         0,931           Q3         I trust my organization         0,927           Products and services         0,908           Q4         My organization stands behind its products and services to the end         0,886           Q5         My organization providees high-quality products and services         0,904           Q6         My organization provides high-quality products and services         0,903           Q6         My organization offers products and services that provide excellent value for money         0,824           Vision and leadership         0,848           Q8         In my organization, an anagement has excellent leadership         0,900           Q9         My organization has a clear vision for the future         0,928           Q10         In my organization is a clear vision for the future         0,928           Q10         In my organization is well-managed         0,918           Q11         My organization is a good company to work for         0,937           Q12         My organization is a good and talented employees         0,849           Q13         My organization is a company that fulfilis its responsibility </th <th>Question. No</th> <th>Variables</th> <th>Factor load</th> <th>Cronbach's Alpha</th>	Question. No	Variables	Factor load	Cronbach's Alpha
Q3		Emotional appeal		0.932
Products and services   0.908   0.908	Q1	I have positive feelings about my organization	0.962	
Q4         Products and services         0.908           Q5         My organization stands behind its products and services to the end         0.886           Q5         My organization produces innovative products and services         0.904           Q6         My organization provides high-quality products and services         0.938           Q7         My organization offers products and services that provide excellent value for money         0.824           Q8         In my organization, management has excellent leadership         0.900           Q9         My organization has a clear vision for the future         0.928           Q10         In my organization, opportunities in the market are recognized and used in favor of the company         0.823           Workplace environment         0.823           Q11         My organization is suell-managed         0.918           Q12         My organization is a good company to work for         0.937           Q13         My organization has good and talented employees         0.849           Social and Environmental Responsibility         0.890           Q14         My organization supports social responsibility projects         0.897           Q15         My organization supports social responsibility projects         0.897           Q15         My organization supports social responsibility projects </td <td>Q2</td> <td>I admire and respect my organization</td> <td>0.931</td> <td></td>	Q2	I admire and respect my organization	0.931	
Q4         My organization stands behind its products and services to the end         0.886           Q5         My organization produces innovative products and services         0.904           Q6         My organization produces injo-quality products and services         0.908           Q7         My organization offers products and services that provide excellent value for money         0.824           Vision and leadership         0.848           Q8         In my organization, management has excellent leadership         0.900           Q9         My organization has a clear vision for the future         0.928           Q10         In my organization by organization is a clear vision for the future         0.928           Q10         In my organization is well-managed         0.818           Q11         My organization is well-managed         0.918           Q12         My organization is a good company to work for         0.937           Q13         My organization is a company that fulfills its responsibility         0.890           Q14         My organization supports social responsibility projects         0.897           Q15         My organization is a company that fulfills its responsibilities towards the environment         0.921           Q16         My organization has a strong track record of profitability         0.815           Q16 <td>Q3</td> <td>I trust my organization</td> <td>0.927</td> <td></td>	Q3	I trust my organization	0.927	
Q5         My organization produces innovative products and services         0.904           Q6         My organization provides high-quality products and services         0.938           Q7         My organization offers products and services that provide excellent value for money         0.824           Q8         In my organization, management has excellent leadership         0.900           Q9         My organization has a clear vision for the future         0.928           Q10         In my organization, opportunities in the market are recognized and used in favor of the company         0.823           Workplace environment         0.823           Q11         My organization is well-managed         0.918           Q12         My organization is a good company to work for         0.937           Q13         My organization is a good company to work for         0.897           Q14         My organization supports social responsibility         0.897           Q15         My organization is a company that fulfills its responsibilities towards the environment         0.921           Q15         My organization ensures high standards in the way it treats people         0.917           Q16         My organization has a strong track record of profitability         0.815           Q17         My organization has a strong track record of profitability         0.815		Products and services		0.908
Q6         My organization provides high-quality products and services         0.938           Q7         My organization offers products and services that provide excellent value for money         0.824           Vision and leadership         0.848           Q8         In my organization, management has excellent leadership         0.900           Q9         My organization, opportunities in the market are recognized and used in favor of the company         0.823           Workplace environment         0.878           Q11         My organization is well-managed         0.918           Q12         My organization is a good company to work for         0.937           Q13         My organization has good and talented employees         0.849           Social and Environmental Responsibility         0.890           Q14         My organization is a company that fulfills its responsibilities towards the environment         0.921           Q15         My organization is a company that fulfills its responsibilities towards the environment         0.921           Q16         My organization is a company that fulfills its responsibilities towards the environment         0.921           Q16         My organization is a company that fulfills its responsibilities towards the environment         0.921           Q16         My organization is a company that fulfills its responsibility         0.815	Q4	My organization stands behind its products and services to the end	0.886	
My organization offers products and services that provide excellent value for money   Nision and leadership   0.848	Q5	My organization produces innovative products and services	0.904	
For money   Vision and leadership   0.948	Q6	My organization provides high-quality products and services	0.938	
Q8     In my organization, management has excellent leadership     0.900       Q9     My organization has a clear vision for the future     0.928       Q10     In my organization, opportunities in the market are recognized and used in favor of the company     0.823       Workplace environment     0.878       Q11     My organization is well-managed     0.918       Q12     My organization is a good company to work for     0.937       Q13     My organization has good and talented employees     0.849       Social and Environmental Responsibility     0.890       Q14     My organization supports social responsibility projects     0.897       Q15     My organization ensures high standards in the way it treats people     0.921       Q16     My organization ensures high standards in the way it treats people     0.917       Financial Performance     0.743       Q17     My organization has a strong track record of profitability     0.815       Q18     My organization has a strong track record of profitability     0.815       Q19     My organization has strong expectations for the future     0.870       Q20     My organization has strong expectations for the future     0.870       Q21     I generate new ideas when faced with difficult situations     0.913       Q22     I research new working methods, techniques and tools     0.910 <t< td=""><td>Q7</td><td></td><td>0.824</td><td></td></t<>	Q7		0.824	
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Q9       My organization has a clear vision for the future       0.928         Q10       In my organization, opportunities in the market are recognized and used in favor of the company       0.823         Workplace environment       0.878         Q11       My organization is well-managed       0.918         Q12       My organization is a good company to work for       0.937         Q13       My organization has good and talented employees       0.849         Social and Environmental Responsibility       0.890         Q14       My organization supports social responsibility projects       0.897         Q15       My organization is a company that fulfills its responsibilities towards the environment       0.921         Q16       My organization ensures high standards in the way it treats people       0.917         Financial Performance       0.743         Q17       My organization has a strong track record of profitability       0.815         Q18       My organization is seen as a low-risk venture that others may want to invest in       0.403         Q19       My organization has strong expectations for the future       0.870         Q20       My organization has strong expectations for the future       0.873         Q21       I generate new ideas when faced with difficult situations       0.913         Q22	Q8		0.900	
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	Q29	I measure and evaluate the usefulness of innovative ideas	0.939	

When the table is examined, it is found that Cronbach's alpha coefficient of all subcomponents is above 0.70, and their reliability levels are sufficient. In addition, when the factor loadings of all subcomponents were analyzed. They were observed to be above 0.80, except for Q18 (0.403) in the financial performance component. Therefore, Q18 was removed from the analysis, and the analysis continued.

#### 3.3. Measurement Model

Before proceeding to the structural model, the factor structure of the measurement model should be examined with confirmatory factor analysis. The AMOS program was used for confirmatory factor analysis. and the standard loadings and t-values of the model subcomponents were determined. These results are given in Table 4.

Table 4: Validity of the measurement model

	Variables	Standardized load	t
Emotional appeal	Q1	0.819	14.399
(CR=0.93. AVE=0.81)	Q2	0.918	20.511
	Q3	0.950	-
Products and services	Q4	0.834	13.998
(CR=0.91. AVE=0.73)	Q5	0.844	14.410
	Q6	0.932	-
	Q7	0.801	12.789
Vision and leadership	Q8	0.872	9.413
(CR=0.87. AVE=0.69)	Q9	0.924	9.892
	Q10	0.677	-
Workplace environment	Q11	0.891	12.525
(CR=0.89. AVE=0.74)	Q12	0.893	12.564
	Q13	0.790	-
Social and Environmental Responsibility	Q14	0.790	13.560
(CR=0.89. AVE=0.73)	Q15	0.807	14.257
	Q16	0.957	-
Financial performance	Q17	0.719	9.794
(CR=0.88. AVE=0.71)	Q19	0.928	15.539
	Q20	0.863	-
Generation of the idea	Q21	0.898	-
(CR=0.88. AVE=0.71)	Q22	0.791	11.698
	Q23	0.841	13.178
Introducing the idea	Q24	0.857	-
(CR=0.90. AVE=0.74)	Q25	0.866	13.528
•	Q26	0.866	13.536
Realization of the idea	Q27	0.962	-
(CR=0.96. AVE=0.88)	Q28	0.966	28.208
•	Q29	0.888	18.819

<sup>\*</sup> P values for all t values are set as 0.001

**AVE: Average Variance Extracted** 

CR: Critical Ratio

When the analysis results were examined, the standardized loadings of the variables varied between 0.677 and 0.966. In addition, the significance levels (p) of all t values were found to be significant at the 0.1% level. Therefore, the validity of the measurement model was statistically ensured.

Within the scope of this study, two types of reliability measures, namely the variance explained by factors (AVE) and the reliability coefficients of factors (CR), were used. Estimates of the explained variance of the factors indicated the total variance explained by the observed variables of each factor, while the reliability coefficients of the factors indicate the intrinsic reliability of the factors (Fornell and Larcker, 1981; Netemeyer et al., 2005; Bagozzi and Yi, 1988). As seen in Table 3, the variance explained by the factors is above the lower limit value (0.50) and the reliability coefficients are also above the lower limit value (0.70).

After ensuring the reliability and validity of the measurement model, the structural model was tested.

#### 3.4. Structural Model

The structural model of the measurement model, whose reliability and validity were ensured, was tested, and the fit indices were examined before proceeding to the model's results. The fit indices of the structural model are shown in Table 5.

Table 5: Fit indices of the structural model

Model	$\chi^2$	df	P- value	$\chi^2/df$	CFI	RMR
Current model	1300.32	302	0.001	4.306	0.817	0.058

When the fit indices of the structural model were examined, they were within the acceptable limits specified in the literature (Anderson and Gerbing, 1984; Hancock and Mueller, 2006; Al-Refaie, 2015). Table 6 shows the hypothesis test results that emerged from testing the structural model.

Table 6: Hypothesis test results

Нур	otheses	Prediction (r)	Decision
1	There is a relationship between emotional appeal and idea generation	-0.162	Reject
2	There is a relationship between emotional appeal and the promotion of the idea	-0.315	Reject
3	There is a relationship between emotional appeal and idea realization	0.091	Reject
4	There is a relationship between products and services and the generation of the idea	0.694*	Accept
5	There is a relationship between products and services and the promotion of the idea	-0.404	Reject
6	There is a relationship between products and services and the realization of the idea	-0.126	Reject
7	There is a relationship between vision, leadership. and idea generation	0.853*	Accept
8	There is a relationship between vision, leadership. and the promotion of the idea	0.222	Reject
9	There is a relationship between vision, leadership. and idea realization	0.149	Reject
10	There is a relationship between the workplace environment and idea generation	0.243	Reject
11	There is a relationship between the workplace environment and the promotion of the idea	-0.174	Reject
12	There is a relationship between the workplace environment and the realization of the idea	0.299*	Accept
13	There is a relationship between social and environmental responsibility and idea generation	-0.851*	Accept
14	There is a relationship between social and environmental responsibility and idea promotion	0.277	Reject
15	There is a relationship between social and environmental responsibility and idea realization	-0.258	Reject
16	There is a relationship between financial performance and idea generation	0.473	Reject
17	There is a relationship between financial performance and idea promotion	-0.076	Reject
18	There is a relationship between financial performance and idea realization	-0.339	Reject
19	There is a relationship between idea generation and idea promotion	0.708**	Accept
20	There is a relationship between the promotion of the idea and the realization of the idea	0.907**	Accept

Notes: \*p<0.05. \*\*p<0.01

#### 4. Discussion and Conclusion

Achieving targeted success is possible by organizing all inputs in line with the common goal and maximizing output with the positive interaction of production factors. While success in competition was measured by shaping the profit figures in the financial statements at desired or high levels in previous periods, today it has reached a position that is measured by continuity, respect, and reputation for all segments. Periodic gains have been replaced by long-term success goals. The most important actors in the goal of success are human resources and the productivity of the production power of this resource. Human power, which is used physically and mentally, has an infinite qualified production effect between entrepreneurial intelligence and muscle power in the densest parts of the production line. Studies show that there is a positive connection between the reputational position of the organizations and the innovative production power of the employees. Structural equation modelling was used to test the hypotheses in the study, in which the relationship between corporate reputation perception and innovative thinking was measured with 128 managers in the forest products industry sector.

As a result of testing the 20 hypotheses, two hypotheses (19 and 20) were accepted at the 1% significance level, and four hypotheses (4, 7, 12, and 13) were accepted at the 5% significance level. Products and services (r=0.694) and vision and leadership (r=0.853) positively and significantly affect idea generation, while social and environmental responsibility negatively and significantly affect idea generation. Workplace environment (r=0.299) and promotion of the idea (r=0.907) positively and significantly affect idea realization. It was also found that the introduction of the idea (r=0.708) had a positive and significant effect on the realization of the idea. Although the other hypotheses are not statistically significant, it is seen that they contain significant relationships.

Organizations that want to bring their human capital to the forefront should prioritize creating corporate reputation and developing investment ideas in this direction. The workplace's social position has a remarkable influence on the formation of innovation. The processes to be carried out at the level of corporate culture, as well as the existence of an environment for employees to express and prove themselves, should become a supportive force in the field of innovation.

#### **Disclosure Statement**

No potential conflict of interest was reported by the authors.

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