WEB APPENDIX A
Main Effects (Study 1)

| Task Significance | Discount | No Discount |
| :--- | :--- | :--- |
| Mean (S.D.) | $6.31(1.03)$ | $6.58(.60)$ |
| ANOVA: discount vs. no discount | $F(1,161)=4.16, p<.05$ |  |
| Perceived Appreciation | Discount | No Discount |
| Mean (S.D.) | $5.43(1.41)$ | $5.94(1.06)$ |
| ANOVA: discount vs. no discount | $F(1,161)=6.83, p<.05$ |  |
| Intrinsic Motivation | Discount | No Discount |
| Mean (S.D.) | $5.05(1.62)$ | $5.35(1.24)$ |
| ANOVA: discount vs. no discount | $F(1,161)=1.79, n .5$. |  |
| Ambivalent Identification | Discount | No Discount |
| Mean (S.D.) | $2.96(1.67)$ | $2.31(1.39)$ |
| ANOVA: discount vs. no discount | $F(1,161)=7.25, p<.01$ |  |
| Turnover Intentions | Discount | No Discount |
| Mean (S.D.) | $2.82(1.67)$ | $2.18(1.29)$ |
| ANOVA: discount vs. no discount | $F(1,161)=7.70, p<.01$ |  |

WEB APPENDIX B
Correlation Matrix (Study 2)

|  |  | M (SD) | DF | SIG | APP | AID | IMT | TUI |  |
| :--- | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Discount | (DF) | 3.02 |  | $1.80)$ | 1 |  |  |  |  |
| Frequency |  | 5.99 |  |  |  |  |  |  |  |
| Task | (SIG) | $(1.23)$ | $-.12^{*}$ | 1 |  |  |  |  |  |
| Significance |  | 5.38 |  |  |  |  |  |  |  |
| Perceived | (APP) | $(1.59)$ | $-.16^{* *}$ | $.48^{* *}$ | 1 |  |  |  |  |
| Appreciation |  | 3.04 |  |  |  |  |  |  |  |
| Ambivalent | (AID) | $(1.96)$ | $.28^{* *}$ | $-.24^{* *}$ | $-.44^{* *}$ | 1 |  |  |  |
| Identification |  | 5.74 |  |  |  |  |  |  |  |
| Intrinsic | (IMT) | $(1.41)$ | $-.18^{* *}$ | $.53^{* *}$ | $.52^{* *}$ | $-.45^{* *}$ | 1 |  |  |
| Motivation |  | 2.79 | $.27^{* *}$ | $-.26^{* *}$ | $-.54^{* *}$ | $.65^{* *}$ | $-.56^{* *}$ | 1 |  |
| Turnover | (TUI) | $(1.83)$ |  |  |  |  |  |  |  |
| Intentions |  |  |  |  |  |  |  |  |  |

${ }^{*} p<.05$ (two-tailed); ${ }^{* *} p<.01$ (two-tailed).

WEB APPENDIX C Main Effects (Study 2)

| Discount Frequency |  | Effect |  |
| :--- | :--- | :--- | :--- |
|  | $\rightarrow$ | Task Significance | $\beta=-.12, p<.05$ |
|  | $\rightarrow$ | Perceived Appreciation | $\beta=-.16, p<.01$ |
|  | $\rightarrow$ | Intrinsic Motivation | $\beta=-.18, p<.01$ |
|  | $\rightarrow$ | Ambivalent Identification | $\beta=.28, p<.001$ |

WEB APPENDIX D
Correlation Matrix (Study 3)

|  |  | M (SD) | DD | SIG | APP | AID | IMT | TUI |  |
| :--- | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Discount | (DD) | 11.08 |  | $12.87)$ | 1 |  |  |  |  |
| Depth [in \%] |  | 6.52 |  |  |  |  |  |  |  |
| Task | (SIG) | $(.78)$ | $-.6^{* *}$ | 1 |  |  |  |  |  |
| Significance |  | 5.09 | $-.11^{*}$ | $.26^{* *}$ | 1 |  |  |  |  |
| Perceived | (APP) | $(1.59)$ |  |  |  |  |  |  |  |
| Appreciation |  | 3.31 | $.12^{*}$ | $-.14^{* *}$ | $-.55^{* *}$ | 1 |  |  |  |
| Ambivalent | (AID) | $(1.88)$ |  |  |  |  |  |  |  |
| Identification |  | 4.56 | -.04 | $.38^{* *}$ | $.44^{* *}$ | $-.28^{* *}$ | 1 |  |  |
| Intrinsic | (IMT) | $(1.78)$ |  |  |  |  |  |  |  |
| Motivation |  | 3.62 | .08 | $-.21^{* *}$ | $-.57^{* *}$ | $.71^{* *}$ | $-.41^{* *}$ | 1 |  |
| Turnover | (TUI) | $(1.97)$ | .08 |  |  |  |  |  |  |
| Intentions |  |  |  |  |  |  |  |  |  |

* $p<.05$ (two-tailed); ** $p<.01$ (two-tailed).

WEB APPENDIX E
Main Effects (Study 3)

| Discount Depth |  | Effect |  |
| :--- | :--- | :--- | :--- |
|  | $\rightarrow$ | Task Significance | $\beta=-.16, p<.01$ |
|  | $\rightarrow$ | Perceived Appreciation | $\beta=-.11, p<.05$ |
|  | $\rightarrow$ | Intrinsic Motivation | $\beta=-.04$, n.s. |
|  | $\rightarrow$ | Ambivalent Identification | $\beta=.12, p<.05$ |
|  |  | Turnover Intentions | $\beta=.08$, n.s. |

# WEB APPENDIX F <br> Experimental Pre-Study (Study 3) 

## Research Design

Procedure and measures. We recruited 205 service-experienced participants from the MTurk panel, who were incentivized with $\$ 1$ for their participation. A one-factorial betweensubjects design was employed (i.e., no discount, $10 \%$ discount, $30 \%$ discount, $50 \%$ discount). The instructional background scenario was identical to the one used in Study 1, where subjects pictured the role of a personal trainer at a hypothetical local gym. Customer discount depth varied in terms of the treatment conditions, otherwise participants were exposed to the same information as used in Study 1. Likewise, the multi-item measures for task significance, appreciation, and the three workplace responses were identical to the initial experiment (see also Web Appendix H).

Manipulation checks. In a first step, we examined the perceptual manipulation between the zero-level condition -which also constitutes a no-discount scenario- to the aggregated discount manipulations. Using the same manipulation checks as in Study 1, we find that this overall discount manipulation was successful $\left(\mathrm{M}_{\mathrm{no}}\right.$ discount_condition $=1.64, \mathrm{Mdiscount}$ _conditions $=6.89$; $t(203)=40.96, p<.001)$. An additional set of manipulation check items was deployed subsequently to assess the effectiveness of the differentiated discount depth manipulations. These items were only captured in the three conditions that included a discount (since they do not apply in the absence of a discount). Specifically, participants responded to the following items: "In the scenario, the discount given to the customer was very large" and "In the scenario, the discount amount was extremely high" ( $\mathrm{r}=.96$ ). An ANOVA on the respective composite
score shows a significant effect. Likewise, mean directions were as expected $\left(\mathrm{M}_{\text {discount } 10 \%}=1.89\right.$,
$\left.\mathrm{M}_{\text {discount } 30 \%}=5.55, \mathrm{Mdiscount} 50 \%=6.15 ; F(2,162)=232.77, p<.001\right)$.

## Results

Main effects. Between-subjects ANOVAs and mean comparisons underline that discount depth affects the levels of perceived task significance $(F(3,201)=3.48, p<.05)$ and experienced appreciation $(F(3,201)=4.88, p<.01)$ as predicted by and in support of Hypothesis 5. Planned contrasts illustrate these effects, demonstrating larger effect sizes when comparing increasing discount levels to the no-discount baseline condition (see Web Appendix G). The non-significant contrasts between the $10 \%$-level cells and the neutral baseline ( $p \mathrm{~s}>.10$ ) reflect the low discount depth boundary condition identified by Guha et al. (2018).

Indirect effects on workplace responses. We tested whether the effects of discount depth on task significance and appreciation further translate to workplace responses. In so doing, discount depth served as the independent variable, task significance and appreciation as mediating mechanisms, and workplace responses (i.e., intrinsic motivation, ambivalent identification, and turnover intentions) as downstream outcomes. Given the multiple levels of discount depth, we specified the independent variable as multi-categorical in nature. Hayes'
(2018) PROCESS macro (model 4) was used to generate 5,000 bootstrap subsamples. Ninetyfive percent bias-corrected confidence intervals (CI) were estimated.

As expected (Guha et al. 2018), no significant effects emerged when comparing the $10 \%$ level scenario to the no-discount condition. Conversely, we find that providing a $30 \%$ discount (vs. no discount) significantly reduces employees' intrinsic motivation via perceived appreciation ( $b=-.20,95 \%$ CI $[-.48,-.02]$ ) but we do not find an indirect effect via task significance. Likewise, a 30\% discount significantly increases employees' ambivalent
identification via appreciation $(b=.63,95 \% \mathrm{CI}[.22,1.10])$, whereas the respective indirect effect via task significance is not significant. Also, a $30 \%$ discount level significantly increases employees' turnover intentions via appreciation ( $b=.49,95 \% \mathrm{CI}[.17, .91]$ ) but not through task significance.

Moreover, a $50 \%$ discount (vs. no discount) significantly lowers intrinsic motivation via appreciation $(b=-.23,95 \% \mathrm{CI}[-.54,-.03]$ ) but not through task significance, and also significantly amplifies ambivalent identification via appreciation only ( $b=.71,95 \%$ CI $[.31$, 1.14]). Lastly, a discount depth of $50 \%$ significantly increases turnover intentions via perceived appreciation $(b=.56,95 \%$ CI $[.21, .95])$ but exerts no such indirect effect through task significance.

## Discussion

Overall, these supplementary findings illustrate how increasing degrees of discount depth are reflected in gradually reduced levels of task significance and appreciation perceptions in line with Hypothesis 5. Respective variations in effect sizes and-correspondingly- evidence of the low discount depth boundary condition (Guha et al. 2018) underline this finding. The experiment further underscores the mediating role of experienced appreciation as asserted by Hypothesis 6 b, whereas task significance facilitates no such indirect effects. Thus, the results of the pre-study do not support H6a.

WEB APPENDIX G
Experimental Pre-Study: Mean Differences (Study 3)

| Task Significance | No Discount | 10\% | 30\% | 50\% |
| :---: | :---: | :---: | :---: | :---: |
| Mean (S.D.) | 6.68 (.70) | 6.49 (.62) | 6.33 (1.00) | 6.13 (.90) |
| ANOVA: Overall mean difference | $F(3,201)=3.48, p<.05$ |  |  |  |
| Planned contrast: no discount vs. discount ${ }_{10}$ | $F(3,201)=1.26$, n.s. |  |  |  |
| Planned contrast: no discount vs. discount ${ }_{30}$ | $F(3,201)=4.37, p<.05$ |  |  |  |
| Planned contrast: no discount vs. discount ${ }_{50}$ | $F(3,201)=9.25, p<.01$ |  |  |  |
| Perceived Appreciation | No Discount | 10\% | 30\% | 50\% |
| Mean (S.D.) | 6.19 (.96) | 5.94 (1.02) | 5.45 (1.44) | 5.35 (1.40) |
| ANOVA: Overall mean difference | $F(3,201)=4.88, p<.01$ |  |  |  |
| Planned contrast: no discount vs. discount ${ }_{10}$ | $F(3,201)=1.00$, n.s. |  |  |  |
| Planned contrast: no discount vs. discount $_{30}$ | $F(3,201)=8.85, p<.01$ |  |  |  |
| Planned contrast: no discount vs. discount $_{50}$ | $F(3,201)=9.65, p<.01$ |  |  |  |

## WEB APPENDIX H

## Measures

| Construct | Item | Reliability | Source |
| :---: | :---: | :---: | :---: |
| Task <br> Significance | I feel that how I treat this (my) customer(s) is important. ${ }^{\text {a }}$ * I feel that how I serve this (my) customer(s) is critical. ${ }^{\text {a }}$ I feel that the service level I provide to this (my) customer(s) is important. ${ }^{\text {a }}$ | $.84^{1} .89^{3}$ | Hackman and Oldham (1975), <br> Morgeson and Humphrey (2006) |
| Perceived <br> Appreciation | I feel that my employer appreciates the work I do. ${ }^{\text {a }}$ <br> I feel that my employer values what I do. ${ }^{\text {a }}$ <br> I feel that my employer acknowledges the work I do. ${ }^{\text {a }}$ | $\begin{aligned} & .97^{1} \\ & .95^{3} \end{aligned}$ | Frey, Bayon, and Totzek (2013) |
| Ambivalent Identification | I have mixed feelings about my affiliation with this firm. ${ }^{\text {a }}$ I have contradictory feelings about this firm. ${ }^{\text {a }}$ <br> I feel conflicted about being part of this firm. ${ }^{\text {a }}$ * | $\begin{aligned} & .95^{1} \\ & .96^{3} \end{aligned}$ | Kreiner and Ashforth (2004) |
| Intrinsic Motivation | I serve this (my) customer(s) for the pleasure of it. ${ }^{\text {a }}$ I am motivated to serve this (my) customer(s) because I enjoy it. ${ }^{\text {a* }}$ <br> I serve this (my) customer(s) because it is my own desire. ${ }^{\text {a }}$ | $\begin{aligned} & .91^{1} \\ & .95^{3} \end{aligned}$ | Oliver and Anderson (1994) |
| Turnover Intentions | I would prefer to work for a different firm rather than this one. ${ }^{\text {a }}$ <br> I intend to leave this firm in the short term. ${ }^{\text {a }}$ <br> I would be inclined to work somewhere else. ${ }^{\text {a }}$ | $\begin{aligned} & .94^{1} \\ & .91^{3} \end{aligned}$ | Brockner and <br> Guare (1983), <br> Ganesan and <br> Weitz (1996), <br> Keaveney (1992) |
| Discount <br> Frequency | Does your company usually offer price discounts (e.g., customer discounts, rebates, weekend fares) on services to customers? ("not at all" [1] to "very frequently" [7])." | n.a. | Own measure |
| Discount Depth | What is the average price reduction (in percent) provided by customer discounts of your firm?** | n.a. | Own measure |
| Instrument | Item | Reliability | Source |
| Discount Popularity | In this industry, customer discounts (e.g., reductions, rebates, and weekend rates) are particularly popular. ${ }^{\text {a* }}$ | n.a. | Own measure |
| Discount Effectiveness | In this industry, customer discounts are particularly suitable to increase sales. ${ }^{\text {a* }}$ | n.a. | Own measure |
| Discount Expectations | In this industry, customers expect to receive discounts (e.g., reductions, rebates, and weekend rates). ${ }^{\text {a* }}$ | n.a. | Own measure |


*Single-item used in Study 2; ** single-item used in Study 3.
${ }^{1,3}$ Cronbach's Alphas obtained from Study 1, 3 respectively.

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