Internal and external communication in oil & gas for enhancing CSR implementation: A review

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World Journal of Advanced Research and Reviews, 2024, 21(03), 109–118
Publication history: Received on 18 January 2024; revised on 23 February 2024; accepted on 26 February 2024

Abstract

Effective communication is essential for the successful implementation of Corporate Social Responsibility (CSR) initiatives in the oil and gas sector. This review examines the role of internal and external communication in enhancing CSR implementation in the industry. Internal communication focuses on engaging employees and stakeholders within the organization, while external communication involves interactions with external stakeholders, including communities, governments, and NGOs. The review finds that internal communication plays a crucial role in fostering a culture of CSR within oil and gas companies. By effectively communicating CSR goals, initiatives, and progress to employees, companies can increase employee engagement and commitment to CSR objectives. Internal communication also helps ensure that CSR values are integrated into organizational practices and decision-making processes. External communication is equally important for enhancing CSR implementation in the oil and gas sector. By engaging with external stakeholders, companies can build trust, enhance their reputation, and gain valuable insights into community needs and expectations. Effective external communication also helps companies demonstrate transparency and accountability in their CSR efforts, which is critical for maintaining a social license to operate. Overall, the review highlights the importance of integrating internal and external communication strategies into CSR implementation in the oil and gas sector. By fostering a culture of CSR internally and engaging with external stakeholders effectively, companies can enhance the impact of their CSR initiatives and contribute to sustainable development in the communities where they operate.

Keywords: Internal; External; Communication; Oil and Gas; CSR

1. Introduction

Corporate Social Responsibility (CSR) is an integral part of the oil and gas sector's operations, encompassing a range of initiatives aimed at minimizing the industry's environmental impact, promoting social welfare, and ensuring ethical business practices. Effective communication plays a crucial role in the successful implementation of CSR strategies, both internally within organizations and externally with stakeholders. This review explores the significance of internal and external communication in enhancing CSR implementation in the oil and gas sector (Agudelo, Johannsdottir & Davidsdottir, 2020, Duttagupta, et. al., 2021, Nabiebu, Efombruh & Udo, 2019).

In the oil and gas sector, CSR refers to the industry's commitment to operating in a socially responsible and sustainable manner. This includes minimizing environmental impacts, promoting health and safety, supporting local communities, and upholding ethical business practices. CSR in the oil and gas sector is essential for building trust with stakeholders,
ensuring long-term sustainability, and maintaining a social license to operate (Chowdhury, et. al., 2019, Huk & Kurowski, 2021, Rentizelas, et. al., 2020).

Communication is a key enabler of CSR implementation in the oil and gas sector. Internally, effective communication helps to foster a culture of CSR within organizations, ensuring that employees understand and embrace CSR goals and initiatives. Externally, communication with stakeholders such as communities, governments, and NGOs is essential for building trust, gaining support, and maintaining transparency in CSR efforts. Communication also plays a crucial role in managing reputation and mitigating risks associated with CSR issues (Koolwal & Khandelwal, 2019, Okeke, 2021, Oshioste, Okoye & Udokwu, 2023).

The purpose of this review is to examine the role of internal and external communication in enhancing CSR implementation in the oil and gas sector. By analyzing current practices, challenges, and opportunities, the review aims to provide insights into how communication strategies can be optimized to maximize the impact of CSR initiatives. The review also seeks to identify best practices and recommendations for improving communication in CSR implementation, ultimately contributing to more sustainable and socially responsible practices in the oil and gas industry.

2. Historical perspectives

The historical perspectives of internal and external communication in the oil and gas sector for enhancing CSR implementation can be traced back to the early 20th century when the industry began to realize the importance of engaging with stakeholders and managing its social and environmental impacts.

During this period, the oil and gas industry, like many other sectors, primarily focused on maximizing profits and expanding operations. However, with the rise of industrialization and the associated environmental and social challenges, companies started to face increased scrutiny from the public, governments, and NGOs. This led to a growing awareness among oil and gas companies of their responsibility to manage their impacts on society and the environment.

In the mid-20th century, oil and gas companies began to recognize the importance of engaging with a wide range of stakeholders, including local communities, governments, and environmental organizations. This shift was driven by a growing understanding that sustainable business practices were not only ethical but also essential for long-term success. Companies started to implement communication strategies aimed at informing and engaging stakeholders, building relationships based on trust and transparency (Basile, Capobianco & Vona, 2021, Raimi & Whitlock, 2023, Roberto Vona, 2021).

By the late 20th century, CSR reporting had become more common in the oil and gas industry, with companies publishing annual reports detailing their social and environmental performance. This was driven in part by increased pressure from investors, who were becoming more interested in companies' CSR practices as a measure of their overall sustainability and long-term viability. Companies began to invest more resources in communication efforts to ensure that their CSR initiatives were effectively communicated to stakeholders (Adeyemi, et. al., 2020, Bychkova, et. al., 2021, Dye, McKinnon & Van der Byl, 2021).

In the 21st century, the digital revolution has transformed communication in the oil and gas sector. Companies now use a variety of digital platforms, such as social media and websites, to engage with stakeholders and communicate their CSR efforts. This has enabled companies to reach a wider audience and respond more quickly to emerging issues. Additionally, the focus on CSR has evolved to include not just environmental and social issues but also governance, ethics, and human rights, reflecting a broader understanding of corporate responsibility (Al-Naser & Al-Habib, 2019, Lu, et. al., 2019, Wanasinghe, et. al., 2021).

Overall, the historical evolution of communication in the oil and gas sector for enhancing CSR implementation reflects a growing recognition of the importance of engaging with stakeholders and managing social and environmental impacts. Companies have increasingly recognized that effective communication is essential for building trust, managing risks, and enhancing their reputation as responsible corporate citizens.

3. Internal Communication Strategies

Internal communication plays a crucial role in the successful implementation of Corporate Social Responsibility (CSR) initiatives in the oil and gas sector. Effective internal communication ensures that employees understand and embrace CSR goals and initiatives, fostering a culture of responsibility within the organization. This essay explores the
importance of internal communication in CSR implementation, strategies for effective internal communication, and case studies illustrating successful internal communication practices in the oil and gas industry (Alsamawi, et. al., 2019, Ocran, 2021, Parast, 2021).

Internal communication is essential for engaging employees and stakeholders within the organization, ensuring that they are informed about CSR objectives, initiatives, and progress. It helps to build a sense of ownership and commitment among employees, motivating them to actively participate in CSR efforts. Effective internal communication also facilitates the integration of CSR values into organizational practices and decision-making processes, ensuring that CSR is embedded in the company's culture.

Engaging employees in CSR initiatives is crucial for creating a sense of shared responsibility. Companies can use various communication channels, such as newsletters, intranet portals, and team meetings, to inform employees about CSR activities and encourage their participation. Engaging employees in decision-making processes related to CSR can also increase their commitment to the company's sustainability goals (Bapat & Upadhyay, 2021, Koch, et. al., 2019, Nazir, Islam & Rahman, 2021, Simpson, Robertson & White, 2020).

Providing training and education to employees about CSR issues and practices can enhance their understanding and support for CSR initiatives. Companies can conduct workshops, seminars, and online training programs to educate employees about the importance of CSR and how they can contribute to sustainability efforts.

Launching internal CSR campaigns can raise awareness among employees about specific CSR initiatives and encourage them to get involved. These campaigns can include events, challenges, and volunteer opportunities that allow employees to contribute to CSR efforts and see the impact of their actions (Adu-Gyamfi, et. al., 2021, Carlini & Grace, 2021, Edinger-Schons, et. al., 2019).

Shell's LiveWire program is a global initiative that aims to engage employees in sustainability efforts. The program includes online platforms, such as forums and social media groups, where employees can share ideas, collaborate on projects, and participate in CSR activities. LiveWire has helped Shell to foster a culture of sustainability among its employees and drive meaningful change within the organization.

ExxonMobil encourages its employees to volunteer their time and skills to support community projects and initiatives. The company provides employees with paid time off to participate in volunteer activities and offers support and resources for organizing volunteer events. This program has not only benefited communities but has also enhanced employee morale and engagement (Jackson, 2020, Pollet, et. al., 2021, Singh & Misra, 2021).

Chevron's Sustainability Champions program identifies and trains employees to act as ambassadors for sustainability within the organization. These champions help to communicate CSR goals and initiatives to their colleagues, promote sustainable practices in their departments, and drive continuous improvement in CSR performance. The program has been instrumental in embedding sustainability into Chevron's corporate culture and driving positive change.

In conclusion, effective internal communication is essential for enhancing CSR implementation in the oil and gas sector. By engaging employees, providing training and education, and launching internal CSR campaigns, companies can create a culture of responsibility that drives meaningful change and contributes to sustainable development. Case studies from companies like Shell, ExxonMobil, and Chevron demonstrate the impact of successful internal communication practices in driving CSR initiatives forward.

4. External Communication Strategies

External communication is a critical component of Corporate Social Responsibility (CSR) implementation in the oil and gas sector. Effective external communication helps companies build trust, enhance their reputation, and gain valuable insights into community needs and expectations (Pizzi, et. al., 2021, Suska, 2021, Uwem, 2019). This essay explores the importance of external communication in CSR implementation, strategies for effective external communication, and case studies illustrating successful external communication practices in the oil and gas industry.

External communication is essential for building relationships with stakeholders outside the organization, including communities, governments, NGOs, and investors. It helps to demonstrate transparency and accountability in CSR efforts, which is crucial for maintaining a social license to operate. Effective external communication also enables companies to address stakeholder concerns and expectations, leading to more meaningful engagement and positive impact (Hąbek, Bialy & Livenskaya, 2019, Lin, et. al., 2019, Yang & Basile, 2021).
Engaging with stakeholders is essential for understanding their needs and expectations regarding CSR initiatives. Companies can use various communication channels, such as community meetings, stakeholder forums, and online platforms, to engage with stakeholders and solicit their input. By involving stakeholders in decision-making processes, companies can build trust and ensure that their CSR efforts are aligned with stakeholder interests.

Transparency is key to building trust with external stakeholders. Companies should communicate openly about their CSR goals, initiatives, and performance, including both successes and challenges. Accountability mechanisms, such as regular reporting and independent audits, can help demonstrate a commitment to transparency and hold companies accountable for their CSR commitments. Engaging with local communities is essential for ensuring that CSR initiatives meet local needs and priorities. Companies can involve communities in project planning and implementation, seeking their feedback and input, and providing opportunities for community participation. By actively involving communities in CSR efforts, companies can build strong relationships and create positive social impact (Bernardino, 2021, Nave & Ferreira, 2019, Wong, et al., 2021).

Following the Deepwater Horizon oil spill in 2010, BP launched a comprehensive external communication campaign to communicate its commitment to restoring the Gulf of Mexico ecosystem. The campaign included regular updates on cleanup and restoration efforts, engagement with local communities and stakeholders, and transparency in reporting on progress. BP’s communication efforts helped to rebuild trust with stakeholders and demonstrate its commitment to environmental stewardship.

Total, a French oil and gas company, has engaged extensively with stakeholders in Mozambique, where it operates a liquefied natural gas (LNG) project. Total has conducted regular stakeholder consultations, engaged with local communities through community development programs, and ensured transparency in its operations. These efforts have helped Total to build strong relationships with stakeholders and gain support for its operations in Mozambique. Shell has been publishing annual sustainability reports for its operations in Nigeria, highlighting its CSR initiatives and performance (Makonye, 2023, Salimo, Buur & Macuane, 2020, Salimo, 2023). The reports include information on environmental conservation efforts, community development programs, and social investments. Shell’s sustainability reports have helped to enhance transparency and accountability in its operations in Nigeria and build trust with stakeholders.

In conclusion, effective external communication is essential for enhancing CSR implementation in the oil and gas sector. By engaging with stakeholders, demonstrating transparency and accountability, and involving communities in CSR efforts, companies can build trust, enhance their reputation, and create positive social impact. Case studies from companies like BP, Total, and Shell demonstrate the impact of successful external communication practices in driving CSR initiatives forward.

5. Integrating Internal and External Communication

Effective communication is essential for the successful implementation of Corporate Social Responsibility (CSR) initiatives in the oil and gas sector. Integrating internal and external communication strategies can help companies align their messages, coordinate their efforts, and use feedback for continuous improvement. This essay explores the importance of integrating internal and external communication in CSR implementation, focusing on aligning messages, coordinating efforts, and using feedback for improvement (Akpaka, 2020, Alsamawi, et al., 2019, Taufiq. Rahmanto & Kartono, 2022, Yasir, et al., 2021).

Aligning internal and external messages is crucial for maintaining consistency and credibility in CSR communication. Internal stakeholders, such as employees, should be informed about external communication efforts to ensure they are aware of the company’s CSR goals and initiatives. Similarly, external stakeholders should receive consistent messages about the company’s CSR activities to build trust and credibility. By aligning internal and external messages, companies can ensure that their CSR communication is coherent and reinforces their commitment to sustainability (Bernardino, 2021, Ginder, et al., 2021, Pérez, 2019).

Coordinating communication efforts involves ensuring that internal and external communication strategies are integrated and complementary. This requires collaboration between different departments within the organization, such as CSR, marketing, and public relations, to ensure that messages are consistent across all channels. Coordinating communication efforts also involves selecting the most appropriate channels for reaching different stakeholders and ensuring that messages are tailored to their specific needs and interests. By coordinating communication efforts, companies can maximize the impact of their CSR communication and enhance stakeholder engagement (Cornelissen, 2020, Hilbolling, et al., 2020, Fiehler, Schade & Burmann, 2019).
Feedback from stakeholders is essential for evaluating the effectiveness of CSR communication efforts and identifying areas for improvement. Companies should actively seek feedback from both internal and external stakeholders through surveys, focus groups, and other feedback mechanisms. This feedback should be used to evaluate the impact of CSR communication, identify any gaps or shortcomings, and make adjustments accordingly. By using feedback for continuous improvement, companies can ensure that their CSR communication is relevant, engaging, and effective (Kim, 2019, Yang & Basile, 2021).

In conclusion, integrating internal and external communication is essential for enhancing CSR implementation in the oil and gas sector. By aligning messages, coordinating efforts, and using feedback for continuous improvement, companies can improve the effectiveness of their CSR communication and build stronger relationships with stakeholders. This integrated approach to communication can help companies achieve their CSR goals and contribute to sustainable development in the communities where they operate.

6. Challenges and Solutions

Communication plays a crucial role in the successful implementation of Corporate Social Responsibility (CSR) initiatives in the oil and gas sector. However, communication in this industry is not without its challenges. This review explores the challenges faced in internal and external communication in the oil and gas sector for enhancing CSR implementation, along with solutions and best practices to address these challenges (Mohammed, et al., 2022, Ning, Ismail & Piew, 2023, Pizzi, et al., 2021).

The oil and gas sector operates in diverse cultural contexts, with employees and stakeholders from different cultural backgrounds. This can lead to misunderstandings and miscommunications, making it challenging to convey CSR messages effectively. The global nature of the oil and gas industry means that communication often takes place in multiple languages. Language barriers can hinder effective communication, especially when conveying complex CSR concepts and initiatives. The oil and gas sector is subject to numerous regulations and standards, which can vary significantly across different regions and countries. Navigating these regulatory requirements while communicating CSR initiatives can be challenging (Al Mazrouei, et al., 2019, Liaropoulos, Sapountzaki & Nivolianitou, 2019, Naji, et al., 2022).

Providing cultural sensitivity training to employees can help them better understand and navigate cultural differences. This training can help employees develop the skills needed to communicate effectively with stakeholders from diverse backgrounds. Using multilingual communication strategies can help overcome language barriers. This may include translating CSR materials into multiple languages or providing language training to employees. Ensuring compliance with regulatory requirements is essential for effective communication in the oil and gas sector. Companies should stay informed about relevant regulations and standards and ensure that their CSR communication efforts comply with these requirements (Azevedo & Shane, 2019, Caligiuri, et al., 2020, Shepherd, 2019).

Shell, a multinational oil and gas company, has implemented cultural sensitivity training programs for its employees. These programs help employees understand and respect cultural differences, enabling them to communicate effectively with stakeholders from diverse backgrounds. Shell’s cultural sensitivity training has helped improve stakeholder relations and enhance the effectiveness of its CSR initiatives.

BP, another major player in the oil and gas industry, has implemented multilingual communication strategies to overcome language barriers. BP provides translated materials and offers language training to employees to ensure effective communication with stakeholders around the world. This approach has helped BP improve communication and engagement with stakeholders in diverse regions.

In conclusion, while communication challenges exist in the oil and gas sector, solutions such as cultural sensitivity training, multilingual communication, and compliance with regulations can help overcome these challenges. By addressing these challenges effectively, companies can enhance their CSR implementation and build stronger relationships with stakeholders.

7. Future Trends

As the oil and gas industry continues to evolve, so too will the communication strategies used to enhance Corporate Social Responsibility (CSR) implementation (Jagoda & Wojcik, 2019, Pons, et al., 2021, Verk, Golob & Podnar, 2021). This review explores future trends in internal and external communication in the oil and gas sector for enhancing CSR,
focusing on technological advancements, the emphasis on sustainability reporting, and the integration of CSR into business strategy.

Technological advancements are expected to play a significant role in shaping the future of communication in the oil and gas sector for CSR implementation. This includes the use of digital platforms, such as social media, mobile apps, and virtual reality, to engage stakeholders and communicate CSR initiatives. These technologies offer new ways to reach and interact with stakeholders, providing more personalized and immersive experiences (Bagratuni, et. al., 2023, D'Cruz, et. al., 2022, Ngobe, 2020).

There is a growing emphasis on sustainability reporting in the oil and gas sector, driven by increased stakeholder expectations for transparency and accountability. Future trends in communication are likely to focus on enhancing sustainability reporting practices, including the use of standardized frameworks and metrics to measure and report CSR performance. This will enable companies to communicate their CSR efforts more effectively and demonstrate their commitment to sustainable practices.

Another future trend is the integration of CSR into the broader business strategy of oil and gas companies. This involves aligning CSR goals and initiatives with the company’s core business objectives, rather than treating CSR as a separate, standalone initiative. By integrating CSR into business strategy, companies can ensure that CSR efforts are more strategic, impactful, and sustainable in the long term. (Gusov, et. al., 2022, Frynas & Yamahaki, 2019, Okeke, 2021)

In conclusion, future trends in internal and external communication in the oil and gas sector for enhancing CSR implementation are likely to be shaped by technological advancements, an emphasis on sustainability reporting, and the integration of CSR into business strategy. By embracing these trends, oil and gas companies can enhance their CSR efforts, build stronger relationships with stakeholders, and contribute to sustainable development.

8. Conclusion

Communication plays a crucial role in enhancing Corporate Social Responsibility (CSR) implementation in the oil and gas sector. This review has explored the key aspects of internal and external communication for CSR, including challenges, strategies, and future trends.

Throughout this review, it has become evident that effective communication is essential for building trust, engaging stakeholders, and demonstrating a company’s commitment to CSR. Internal communication is crucial for aligning employees with CSR goals, while external communication helps to build relationships with external stakeholders and enhance transparency.

To improve communication in CSR implementation, companies should consider the following recommendations: Ensure that internal and external messages are consistent to maintain credibility and trust. Actively engage with stakeholders to understand their needs and expectations regarding CSR initiatives. Embrace technological advancements to enhance communication, such as using digital platforms for stakeholder engagement and sustainability reporting. Integrate CSR into the broader business strategy to ensure that CSR efforts are strategic and sustainable in the long term. Looking ahead, the future of communication in the oil and gas sector for enhancing CSR implementation is likely to be shaped by technological advancements, an increased emphasis on sustainability reporting, and the integration of CSR into business strategy. Companies that embrace these trends and prioritize effective communication are likely to enhance their CSR efforts, build stronger relationships with stakeholders, and contribute to sustainable development.

In conclusion, effective communication is essential for enhancing CSR implementation in the oil and gas sector. By aligning internal and external messages, engaging stakeholders, and embracing technological advancements, companies can improve their CSR communication and drive positive change in the industry.

Compliance with ethical standards

Disclosure of conflict of interest

No conflict of interest to be disclosed.
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