# Chapter 9

# **Conflict and Negotiations**

A **conflict** is a <u>situation</u>, in which <u>inacceptable</u> differences in <u>interests</u>, <u>values</u>, <u>expectations</u> and <u>opinions</u> occur in or between <u>individuals</u> or <u>groups</u>.

الصراع هو موقف تحدث فيه اختلافات غير مقبولة في المصالح والقيم والتوقعات والأراء بين الأفراد أو المجموعات.

Conflict Management is the use of processes, tools, and skills to find creative and respectful ways to manage disagreements and disputes. It includes the ability to resolve conflict collaboratively through effective communication skills, such as active listening and assertive speaking.

#### Conflict

#### Intrapersonal

Conflict within a person. It arises when a person is uncertain about what is expected or wanted, or has a sense of being inadequate to the task.

#### Interpersonal

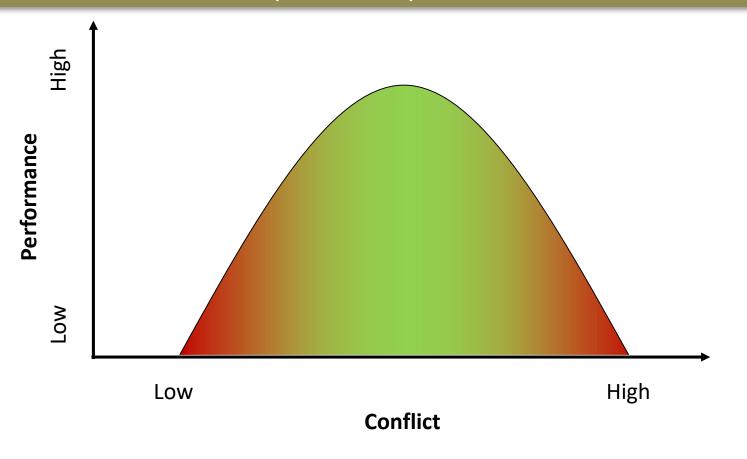
Conflict between two people.

#### Intergroup

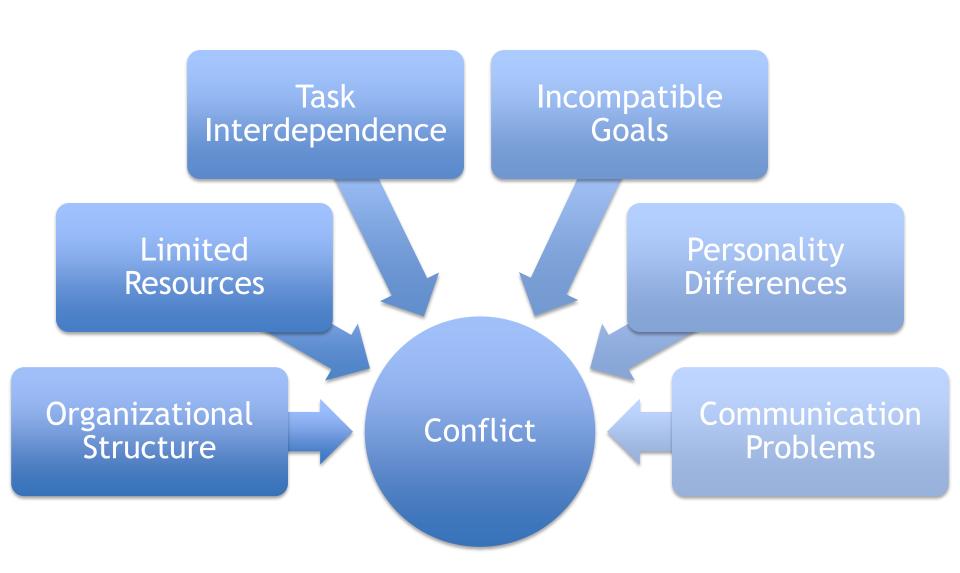
Conflict that
takes place
among different
groups, between
a union and
management, or
between
companies, such
as companies
that supply the
same customer.

### Is Conflict Always Bad?

The inverted U relationship between performance and conflict.



#### Causes of Conflict



#### **Outcomes of Conflict**

#### Negative

- Increased stress and anxiety among individuals, which decreases productivity and creativity
- Feelings of being defeated and demeaned, which lowers individuals' morale and may increase turnover
- A climate of mistrust, which hinders the teamwork and cooperation necessary to get work done

#### Positive

- Consideration of a broader range of ideas, resulting in a better, stronger idea
- Surfacing of assumptions that may be inaccurate
- Increased participation and creativity
- Clarification of individual views that build learning

# Is Your Job at Risk for Workplace Violence?

Job Characteristic	Example
Caring for others either emotionally or physically	nursing home
Interacting with frustrated customers	retail sales
Supervising others	manager
Denying requests others make of you	customer service

# Is Your Job at Risk for Workplace Violence?

Job Characteristic	Example
Dealing with valuables or exchanging money	banking
Handling weapons	law enforcement
Working with drugs, alcohol, or those under the influence of them	bartending
Working nights or weekends	gas station attendants

### Ways to Manage Conflict

Change the Structure

Change the Composition of the Team

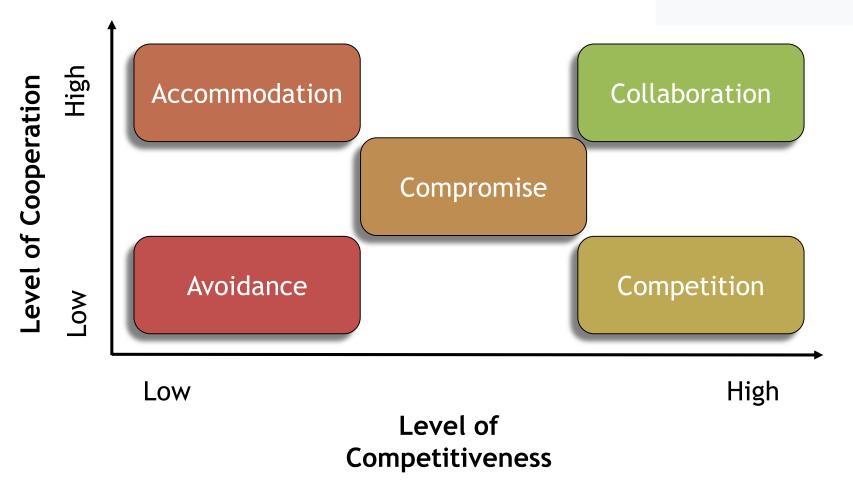
Create a Common Opposing Force

Consider Majority Rule

Problem Solve

### Conflict Handling Styles

إقامة Collaboration تعاون Collaboration مساومة Compromise تجنبAvoidance مسابقة Competition القدرة التنافسية Competitiveness تعاون Cooperation



### **Conflict Handling Styles**

#### Avoiding

• "I don't think there's any problem. I feel fine about how things are."

#### Accommodating

 "If it's important to you, I can go along with it."

#### Compromise

 "Maybe we can both agree to give a little."

### Competition

 "This is what I want, and I am going to fight for it."

#### Collaboration

 "Let's look at the bigger picture and find out how we can both get what we want."

### Which Style is Best?

There is no single "right way" to deal with conflict. Although many people have a single method they use most frequently, the best conflict handlers will adapt their style to the situation.

### How Can You Stimulate Healthy Conflict?

Encourage people to raise issues and disagree with you or the status quo without fear of reprisal

Assign a devil's advocate to stimulate alternative viewpoints

Create a competition among teams, offering a bonus to the team that comes up with the best solution to a problem

Build some ambiguity into the process

### The Five Phases of Negotiation

Investigation

Determine your BATNA

Presentation

المساومة Bargaining

Closure انهاء

What is BATNA? The definition, or the ability to identify a negotiator's best alternative to a negotiated agreement, is among one of the many pieces of information negotiators seek when formulating dealmaking and negotiation strategies.

### The Five Phases of Negotiation



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All phases of the negotiation process are important. The presentation is the one that normally receives the most attention but the work done before that point is equally important.

## **Determining Your BATNA**

B est
A Iternative
T o a
N egotiated
A greement

### **BATNA Best Practices**

1	Brainstorm a list of alternatives
2	Improve upon more promising ideas and convert them
3	Identify the most beneficial alternative
4	Remember that your BATNA may evolve over time
5	Don't reveal your BATNA to the other party

### **Negotiation Strategies**

# Distributive التوزيع Approach

• The traditional fixedpie approach in which negotiators see the situation as a pie that they have to divide between them.

# Integrative التكاملي Approach

 An approach to negotiation in which both parties look for ways to integrate their goals under a large umbrella.

### Seven Steps to Negotiating a Higher Salary

Step 1: • Overcome your fear Step 2: • Get the facts Step 3: • Build your case Step 4: • Know what you want Step 5: • Begin assertively Step 6: • Don't make the first offer Step 7: • Listen more than talk

### **Avoiding Common Mistake in Negotiations**

Failing to negotiate/accepting the first offer

Letting your ego get in the way

Having unrealistic expectations

Getting overly emotional

Letting past negative outcomes affect the present ones

### Tips for Negotiation Success

Focus on agreement first Be patient Whose reality? Deadlines Be comfortable with silence

### When All Else Fails: Third Party Negotiations

Third party negotiations are intended to help avoid a formal trial or hearing.



### When All Else Fails: Third Party Negotiations

#### Mediation

 An outside third party (the mediator) enters the situation with the goal of assisting the parties to reach an agreement.

#### Arbitration

 A process that involves bringing in a third party, the arbitrator, who has the authority to act as a judge and make a binding decision to which both parties must adhere.

#### Arbitration-Mediation

An arbitrator
 makes a decision
 and places it in a
 sealed envelope.
 Both parties then
 work through
 mediation. If they
 cannot reach an
 agreement, the
 arbitrator's
 decision becomes
 binding.

#### You Know It's Time for a Mediator When...

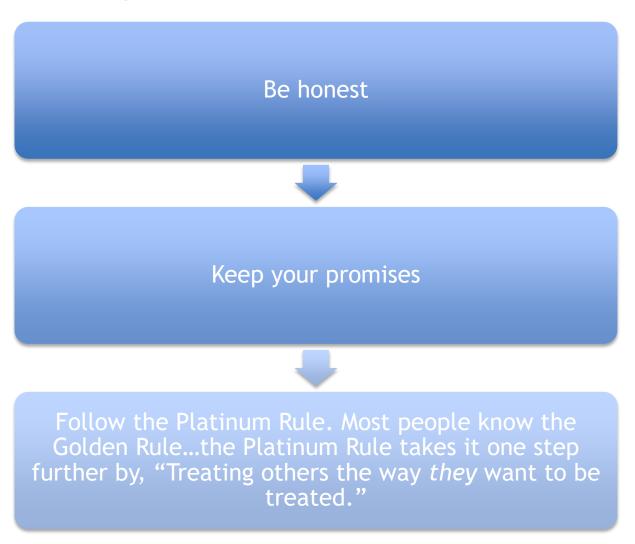
The parties are unable to find a solution themselves

Personal differences are standing in the way of a successful solution

The parties have stopped talking with one another

Obtaining a quick resolution is important

## **Ethics and Negotiations**



### Negotiations Around the Globe

Countries have different thresholds الحدود القصوى for conflict.

	Higher Threshold (conflict is acceptable)
Japan	America
Korea	Germany

Various other differences exist among cultures, such as levels of trust (e.g., Pakistan), negotiation "rituals" (e.g., China), how information exchanges are handled (e.g., Japan vs. United States), and how negotiations are viewed (e.g., Western vs. other cultures).