Ethics in Negotiation

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Acknowledgments



- Check the message Welcome greeting published in the News Bulletin Board.
- Dear student please edit your profile uploading a photo where your face is clearly visible.
- The purpose of the virtual meetings is to answer questions and not to make a summary of the study material.
- This presentation is based on (Lewicki, Barry, and Saunders 2024, chap. 5)





Explore and understand the ethical standards commonly accepted in a negotiation process in order to detect and deal with deceptive tactics.



Ethics and its relationship with negotiation

- Ethics is understand as the social standards that are apply to examine what is right or wrong in a specific situation or a process to establish such standards (Lewicki, Barry, and Saunders 2024, chap. 5, p 136).
- The ethical considerations in a negotiation are related to how the exchange of information occurs (Lewicki and Robinson 1998).
 - Because the exchange of information in the negotiation process is vital, the analysis of ethics is associated with examining whether or not there is a dishonest communication.



 To evaluate how ethical the strategies and tactics are in a negotiation, 4 standards can be used (Lewicki, Barry, and Saunders 2024, chap. 5, p 118):

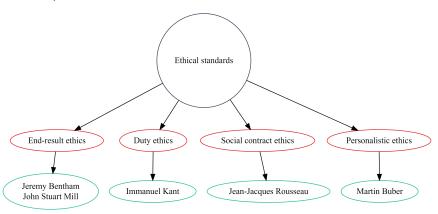


Figure 1: Approaches to ethical reasoning to evaluate strategies and tactics in a negotiation (Lewicki, Barry, and Saunders 2024, pp 140)

- There are tactics that are not ethical and that can be quickly identified, such as stealing confidential data from the counterpart.
 - These types of tactics must be removed from the negotiator's toolbox.
- However, in the context of negotiation there are gray areas. These gray areas are known as ethically ambiguous tactics within the theory of negotiation.
 - These tactics are related to what the negotiators say or what they claim they will do concerning what they really do.



- Gray areas within a negotiating context regarding ethically ambiguous tactics are presented due to the 2 dilemmas a negotiator faces:
 - Dilemma of honesty
 - How much truth should be revealed to the counterpart?
 - Dilemma of trust
 - How much should a negotiator believe what the counterpart says?



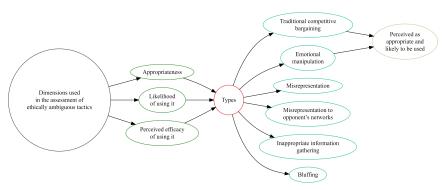


Figure 2: Types of ethically ambiguous tactics (Lewicki, Barry, and Saunders 2024, p 148)



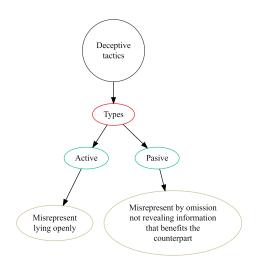


Figure 3: Use of deceptive tactics (Lewicki, Barry, and Saunders 2024, p 151)



- Why do negotiators use deceptive tactics in the context of a
 - Need to acquire greater power through the manipulation of information to get closer to the target point
 - Use of a more competitive negotiation style¹



negotiation?

¹This aspect generates a greater probability of using this type of tactics

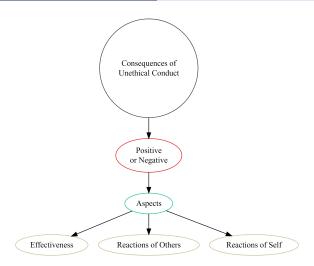


Figure 4: Consequences of unethical conduct (Lewicki, Barry, and Saunders 2024, pp 155-158)



Effectiveness

- Deceptive tactics generate positive consequences when the outcome
 of the negotiation improves compared to whether a negotiator had
 acted ethically and if the conduct is not punished where the
 consequences materialize in the short run.
- Deceptive tactics generate **negative consequences** because the reputation of the negotiator is damaged where the consequences materialize in the future.



Reactions of Others

- Deceptive tactics generate positive consequences only if constituents, indirect actors or interest observers considered appropriate to use this type of tactics².
- Deceptive tactics generate negative consequences because retaliations occur directly from the counterpart and possibly from the constituents, indirect actors or interest observers if they consider that the tactic used is inappropriate³.

³As a personal opinion in the case of the indirect actors or interest observers the retaliation is materialize through a social sanction.



²This is my own personal opinion and it is not mentioned in (Lewicki, Barry, and Saunders 2024, chap. 5)

Reactions of Self

- Deceptive tactics generate positive consequences only if the negotiator does not suffer from guilt, remorse or discomfort.
- Deceptive tactics generate negative consequences when the negotiator suffers from guilt, remorse or discomfort for having used these tactics⁴

⁴This issue directly affects the negotiation since the negotiator is willing to make greater concessions to the counterpart to compensate for using deceptive tactics.

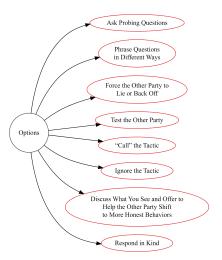


Figure 5: Dealing with deceptive tactics by the counterpart (Lewicki, Barry, and Saunders 2024, pp 172-174)



• My personal opinion:

- Read the article (Adler 2007):
 - Before the Bargaining Begins
 - During the Bargaining Process
- I think the best approach is to follow the recommendations in the section Before the Bargaining Begins because they are carried out during the planning stage of a negotiation where there is more time and information that can be collected in order to respond adequately to deceptive tactics.



- To my family that supports me
- To the taxpayers of Colombia and the UMNG students who pay my salary
- To the Business Science and R4DS Online Learning communities where I learn R and π -thon
- To the R Core Team, the creators of RStudio IDE, Quarto and the authors and maintainers of the packages tinytex for allowing me to access these tools without paying for a license
- To the Linux kernel community for allowing me the possibility to use some Linux distributions as my main OS without paying for a license



References I

- Adler, Robert S. 2007. "Negotiating with Liars." *MIT Sloan Management Review* 48 (4): 69–79.
- Lewicki, Roy J., Bruce Barry, and David M. Saunders. 2024. *Negociación*. 9th ed. McGraw-Hill Education.
 - https://www-ebooks7-24-com.ezproxy.umng.edu.co/?il=40562.
- Lewicki, Roy J., and Robert J. Robinson. 1998. "Ethical and Unethical Bargaining Tactics: An Empirical Study." *Journal of Business Ethics* 18 (2): 211–28. https://doi.org/10.1023/A:1005719122519.

