# **Research Report - 2**

#### **Managerial Analysis of Chanakya Sutras**

By

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## **Table of Contents**

### Introductory Note

Chapter	Title	Page No.
1.	Education Management	
2.	Governance of a state	
3.	Four Purusharthas	
4.	Personal qualities, self management and values of life	
5.	Health, Environment Management and Miscellaneous topics	
6.	Management of subordinates	
7.	Family Management	

#### **Introductory Note:**

I am glad to present research report no. 2 titled "Managerial Analysis of Chanakya Sutras" on recently completed research project by me at Global Centre for Indian Management in 2017-18.

Chanakya has given 572 sutras in Sanskrit language. He was a renewed scholar of Sanskrit and Bharatiya Vedic Sanskriti both. He was the first cadre professor of Political Economy at Takshshila University of world fame (after partition it falls in Pakistan). His superb knowledge of Sanskrit and Vedas and rich experience as professor of political economy and a Prime Minister is amply reflected through his Sutras. As sutras are used to say much in very few words, these serve as effective tool of communication and learning. Recall rate is very high and their impact on human behaviour is significant.

Commentaries on Chanakya Sutras written by Sanskrit scholars focus on linguistic analysis. A commentary on Chanakya sutra by a sanyasin focuses on public administration. With management focus, this is perhaps the first comprehensive analysis. The purpose is to reveal management principles and concepts hidden in Chanakya Sutras to highlight his contribution to management field.

#### **Research Design:**

It is conceptual and descriptive research based on library search. 572 Chanakya Sutras contained in Kautilya Arth Shastra commentary by Vacaspati Gorilla Shastri have been taken as primary source of secondary data. These have been classified under the following heads:

Sr.No.	Title of Head	No. of Sutras
1.	Education Management	24
2.	Governance of a state	226
3.	Four Purusharthas	121
4.	Personal qualities, self management, values of life	160
5.	Health, Environment and Misc. topics	28
6.	Management of subordinates	21
	Total:	580

Note: Total varies because some Sutras are classified under more than one head.

After classification, each slok has been analysed and interpreted from two angles - Discovering management principle or concept hidden in it and establishing its relevance to contemporary management. Titles of the principles or concepts of management derived are listed here under various heads/sub heads:

#### No. of Principles

1	Management of Education	27

1.	Principle of ethics	
(a)	Leadership (15)	
2	Governance of a state	192
16.	Principle of avoid bad literature	
15.	Principle of discussion with intellectuals	
14.	Principle of natural intellect	
13.	Principle of respect of intellectuals	
12.	Principle of obedience of guru	
11.	Principle of relevant question-answer	
10.	Principle of no idleness in learning	
9.	Principle of caution in learning	
8.	Principle of immortality of intellectual	
7.	Principle of security of knowledge	
6.	Principle of no fear	
5.	Principle of knowledge of tatva or philosophy	
4.	Principle of empirical knowledge	
3.	Principle of mastery of knowledge	
2.	Principle of knowing self, God (para vidya)	
1.	Principle of experienced knowledge	

- 2. Principle of resources
- 3. Principle of self-central
- 4. Principle of submissiveness
- 5. Principle of service of seniors
- 6. Principle of scientific temper
- 7. Principle of self-realization
- 8. Principle of self victory
- 9. Principle of total wealth (sarvartha)
- 10. Principle of ethical happiness
- 11. Principle of detachment
- 12. Principle of detached consumption
- 13. Principle of sanyam (shama)
- 14. Principle of respect for shastra (law)
- 15. Principle of Tapa
- 16. Principle of avoid bad literature

#### (b) Good Governance (61)

- 1. Principle of Governance functions
- 2. Principle of ethical governance
- 3. Principle of good domestic and external policies.

- 4. Principle of order
- 5. Principle of place and status
- 6. Principle of supreme authority
- 7. Principle of respect for authority
- 8. Principle of long arms of Law
- 9. Principle of gift
- 10. Principle of respect for royal family
- 11. Principle of good relations with royal family
- 12. Principle of good relations with ministers and administrators
- 13. Principle of safe distance from royal maid servants
- 14. Principle of royal ettiquets
- 15. Principle of respecting public visitors
- 16. Principle of effective spy network
- 17. Principle of easy access to public
- 18. Principle of direct public contact and effective grievance resolution
- 19. Principle of effective delivery of justice
- 20. Principle of public happiness
- 21. Principle of good leader
- 22. Principle of yogah (growth)

- 23. Principle of no idleness
- 24. Principle of practice of shastras
- 25. Principle of no addictions
- 26. Principle of care for wealth
- 27. Principle of sexual propriety
- 28. Principle of non-violent communication
- 29. Principle of growth-oriented leadership
- 30. Principle of good dandaniti
- 31. Principle of good leadership for good governance
- 32. Principle of respecting a king
- 33. Principle of decision before action
- 34. Principle of time management
  - (a) No procrastination
  - (b) Principle of stable mind
  - (c) Principle of matching of work and resources
  - (d) Principle of capitalize on merits
  - (e) Principle of avoid impossible work
  - (f) Principle of caring for time-limit
- 35. Principle of ethical means
- 36. Principle of competence

37.	Principle of examining proposals
38.	Principle of secrecy
39.	Principle of uncontrollable factors
	(control by exception)
40.	Principle of managing controllable human factors
41.	Principle of accountability
42.	Principle of strategic management
43.	Principle of control of selfish persons
44.	Principle of duty
45.	Principle of decision after due scrutiny of a proposal
46.	Principle of matching work and strength
47.	Principle of care of Needs of subordinates
48.	Principle of bold decision-making
49.	Principle of know nature and mood of authority
50.	Principle of keep away mean persons from secrets
51.	Principle of tactfulness
52.	Principle of no public disclosure of others' weakness
53.	Principle of no anger without reason
54.	Principle of truthfulness
55.	Principle of wisdom-based courage

- 56. Principle of no addictions
- 57. Principle of discipline/good conduct
- 58. Principle of avoid mean or petty objects
- 59. Principle of fulfil promises
- 60. Principle of keep off back biters
- 61. Principle of listen innocent's words
- 62. Principle of valour

#### Assistants (15)

- 1. Principle of competent assistants
- 2. Principle of no spoonery
- 3. Principle of addiction
- 4. Principle of get rid of deadwood
- 5. Principle of display power of punishment
- 6. Principle of participative decision-making
- 7. Principle of natural justice
- 8. Principle of not consulting incompetent persons
- 9. Principle of proper consultation
- 10. Principle of secrecy of consultation

- 11. Principle of no procrastination in execution of secret mission
- 12. Principle of plugging leakage of secrecy
- 13. Principle of idea as wealth
- 14. Principle of skill in consultation
- 15. Principle of Advice as Lamp
- 16. Principle of Advice as an Eye
- 17. Principle of open mind in consultation
- 18. Principle of a small core group in consultation
- 19. Principle of Manage Time
- 20. Principle of examine Place and Time
- 21. Principle of examine financial feasibility
- 22. Principle of rational decisions
- 23. Principle of Matching capacity and work
- 24. Principle of Developing New sources of Revenue
- 25. Principle of avoid bad adventures
- 26. Principle of prefer uncertain destruction to certain destruction
- 27. Principle of respect opinion of detached gentle persons
- 28. Principle of exploring new opportunities
- 29. Principle of never rely on unreliable persons

- 30. Principle of control own persons
- 31. Principle of Focus on outcome
- 32. Principle of compliance of order
- 33. Principle of No Public criticism of own people
- 34. Principle of renounce bad seniors
- 35. Principle of not ignoring petty crimes
- 36. Principle to be careful of concealed enemies
- 37. Principle to be early riser

#### **Minister / Secretaries (6)**

- 1. Principle of complementarity
- 2. Principle of loyalty
- 3. Principle of knowledge of shastras
- 4. Principle of Trust and Confidence
- 5. Principle of ethical, strategic and tactical ministers
- 6. Principle of safe distance

#### Friends / Allies and Enemies (12)

- 1. Principle of help in crisis
- 2. Principle of source of strength

- 3. Principle of having no friend as weakness
- 4. Principle of those who help us are our bandhus
- 5. Principle of petty persons may also be helpful
- 6. Principle of unaryan (unethical) be avoided as friend
- 7. Principle of winning enemies as friends
- 8. Principle of Ajatshatru
- 9. Principle of food security
- 10. Principle of not humiliate enemy publicly
- 11. Principle of uproot enemies, debt and sickness
- 12. Principle of not snatching livelihood and create enemies

#### **Administration (7)**

- 1. Principle of Domestic or Internal Security
- 2. Principle of Matching Job with skills of employees
- 3. Principle of work rationalization
- 4. Principle of not making accidental success as norm
- 5. Principle of respecting consistent expertise / performance
- 6. Principle of publicizing genuine success stories
- 7. Principle of control by exception

#### Diplomacy (28)

- 1. Principle of all countries can't be friends
- 2. Principle of constant evolution of strategies
- 3. Principle of neighbour becoming enemy
- 4. Principle of enemy of our neighbour as our friend
- 5. Principle of permanency of interest, not friendship / enmity
- 6. Principle of weak to go for truce
- 7. Principle of strong be willing to protect the weak
- 8. Principle of mutual need of truce / alliance
- 9. Principle of maintaining continuous active combat power
- 10. Principle of avoid conflict with equal or more strong
- 11. Principle of avoid conflict between strong and weak
- 12. Principle of constant vigilance of enemy moves
- 13. Principle of be vigilant even after peace pact
- 14. Principle of be vigilant of cross border terrorism and spies
- 15. Principle to seek protection of strong
- 16. Principle of refuge of weak brings pain or insecurity
- 17. Principle of keep safe distance

- 18. Principle of never act against interest of your protector
- 19. Principle of wear sober dress
- 20. Principle of never copying role of your protector
- 21. Principle of dviding enemies
- 22. Principle of never join hands with your enemies to defeat another enemy
- 23. Principle of reciprocal interests
- 24. Principle of make enemy's son your ally
- 25. Principle of tolerate enemy till right moment
- 26. Principle of note weakness of enemy and friends both
- 27. Principle of conceal own weaknesses
- 28. Principle of be vigilant of enemy arrested in war

#### **Dandaniti (Power of Punishment) (17)**

- 1. Principle of use power wisely
- 2. Principle of protect public
- 3. Principle of ensure growth of economy
- 4. Principle of weak power of punishment causing loss of able ministers
- 5. Principle of avoid misuse of power

- 6. Principle of power of punishment protecting public and king both
- 7. Principle of king protect self first against misuse of power
- 8. Principle of proper procedure to apply power of punishment
- 9. Principle of nature of use of power indicating quality of governance
- 10. Principle of quality of governance deciding quality of king
- 11. Principle of excess punishment creates enemies
- 12. Principle of award appropriate punishment
- 13. Principle of punish own people also (king has no relatives)
- 14. Principle of a good king as a winner
- 15. Principle of respect a common man
- 16. Principle of grant pardon to deserving
- 17. Principle of matching punishment and crime

#### **Time Management (9)**

- 1. Principle of know significance of time
- 2. Principle of avoid delay

- 3. Principle of seize opportunity
- 4. Principle of know place and outcome
- 5. Principle of know limitations of efforts
- 6. Principle of make timely efforts
- 7. Principle of time and efficiency have inverse relationship
- 8. Principle of prepone work to avoid delay
- 9. Principle of time value of money

#### 3. Four Purusharthas of life

Dharma 106

- 1. Root of happiness are ethics
- 2. Root of ethics are resources (artha)
- 3. Concentrate on doing own duties
- 4. Leader as ethical role model
- 5. Examine / Supervise duties
- 6. Be truthful
- 7. Be a donor
- 8. Love and faith are life forces
- 9. Avoid tension / anger in donating

- 10. Donate as per your capacity
- 11. Ethics hold the universe
- 12. Ethics decide life after death
- 13. Be kind
- 14. Root of ethics is truth and donation
- 15. Duty (Dharma) wins people
- 16. Ethical person enjoys happy long life
- 17. Yatha raja tatha praja
- 18. Malific intellect indicates self-destruction
- 19. Ethical control by Shastras
- 20. Ethics are best ornament
- 21. Ethics defined by Vedas
- 22. Emergency ethics
- 23. Truth leads to heaven
- 24. Top tapa is truth
- 25. Truth is a means to reach heaven
- 26. Truth holds the universe
- 27. Tapa by Sun brings rainfall
- 28. Falsehood is the biggest sin
- 29. Gentlemen live to do duties

- 30. Prefer higher order ethics / duties
- 31. Enterprising persons love their duties
- 32. Follow pragmatic ethics (Avoid extremism)
- 33. Be practical in ethics
- 34. be practical in ethics
- 35. Non-violence as Chief attribute of ethics
- 36. Ethics or Duties are our best friends

Artha 46

- 1. Root of Dharma is artha
- 2. Root of artha is power / governance
- 3. Desire for artha is no addiction
- 4. Artha contentment is cause of poverty
- 5. Gain artha depends on attitude
- 6. Artha is root of Dharma and Kama
- 7. Work is root of artha
- 8. Rich persons accomplish work easily
- 9. Management leads to failure of work
- 10. Mismanagement leads to failure of work
- 11. Make work (Karma) as Mission of life

- 12. Make constant efforts for success
- 13. Make your destiny by good work
- 14. Combination of efforts and destiny-key to success
- 15. Avoid Indecision
- 16. First decide then execute
- 17. Pursue work till goal is achieved
- 18. Avoid unstable mind
- 19. Match work and Resources
- 20. Learn to live with defect
- 21. Avoid Impossible work
- 22. Focus on revenue generation
- 23. Don't usurp other's wealth
- 24. Avoid tainted wealth
- 25. Have long term perspective in artha
- 26. All qualities / respects reside in wealth
- 27. No pain is equal to poverty
- 28. Riches make clan high
- 29. Food grain is best form of wealth
- 30. Idleness make us poor
- 31. Hunger is worst enemy

- 32. Knowledge is best wealth of a poor
- 33. Doing work without money is waste of time
- 34. Exploitation and riches are positively correlated
- 35. Donation gives power to control
- 36. Practice asteya (not desiring other's wealth)
- 37. Money earned wrongly is consumed by wrong persons
- 38. The whole world works for money
- 39. Theory of expectation
- 40. Lust and wealth are inversely related
- 41. Trishna has no patience
- 42. Trishna makes a person beggar
- 43. Expectation makes a person beggar
- 44. Riches makes one arrogant
- 45. Trishna leads to mrgtrishna
- 46. Save wealth for contingencies
- 47. Save wealth from corrupt public servants
- 48. Wisely consume, invest and donate wealth

#### Mukti / Moksha (7)

1. Heaven depends on Pundya

3.	None wants to die
4.	Nirvana or Moksha is ultimate solution
5.	Tapa leads to heaven, not nirvan
6.	Granting pardon is a tapa
7.	Such a tapasvi will attain success
4.	Personal Qualities, Self Management, Values of life 106
(a)	Personal Qualities (79)
1.	Simple nature is rare quality
2.	Self respect
3.	Key defect destroys merits
4.	Principle of respect of sages
5.	Principle of ignoring minor defects
6.	Principle of no 100% purity or perfection
7.	Principle of Trust and ethical conduct
8.	Principle of Independence / Impartiality
9.	Principle of avoiding motivated or abnormal respect
10.	Principle of Good company
11.	Principle of not appointing mean person

2.

Fall from heaven is extremely painful

- 12. Principle of enthusiasm
- 13. Principle of no idleness
- 14. Principle of no negative attitude
- 15. Principle of stable mind
- 16. Principle of patience
- 17. Principle of avoiding lusty persons
- 18. Principle of avoiding fools
- 19. Principle of indicators of bad time
- 20. Principle of ignoring back biters
- 21. Principle of no bugging
- 22. Non-Aryam
- 23. Principle of skill as basis of job security
- 24. Principle of self-control
- 25. Principle of Immortality
- 26. Principle of Trusteeship / custodian
- 27. Principle of non-envy
- 28. Principle of aparigraha and asteya
- 29. Principle of want lessness
- 30. Principle of Non-ego
- 31. Principle of goodwill

- 32. Principle of paramartha
- 33. Principle of source of learning good qualities
- 34. Principle of no self praise
- 35. Principle of source of good qualities
- 36. Principle of value of Human Assets
- 37. Principle of perception
- 38. Principle of natural attributes
- 39. Principle of gratefulness
- 40. Principle of honoring good qualities
- 41. Principle of criminal intention
- 42. Sources of ethics
- 43. Principle of Threat and Challenges
- 44. Principle of avoid overwork
- 45. Principle of Aryan Values
- 46. Principle of fear of less of good name
- 47. Principle of no jokes on senior
- 48. Principle of safe distance
- 49. Principle of dress as per status
- 50. Principle of conformity with clan's values
- 51. Principle of donation as per donee

- 52. Principle of matching dress and age
- 53. Principle of non-gratification
- 54. Principle of safe distance
- 55. Principle of non-violence
- 56. Principle of non-reaction to anger
- 57. Principle of non-dispute
- 58. Principle of avoid obesity
- 59. Principle of indication of bad time
- 60. Principle of evenness of mind
- 61. Principle of Non-aryans
- 62. Principle of prosperity as per intellect
- 63. Principle of worship of Tapasvis
- 64. Principle of sexual purity
- 65. Principle of no criticism of seniors
- 66. Principle of firmness in ethics
- 67. Principle of no friendship with unethical personas
- 68. Principle of Daanveer
- 69. Principle of devotion to guru, god and intellectuals
- 70. Principle of submissiveness

- 71. Principle of Good conduct leads to longevity and fame
- 72. Principle of avoid sweet but harmful communication
- 73. Principle of accept or oppose majority
- 74. Principle of no link with bad people
- 75. Significance of oral communication
- 76. Principle of never make weak an ally
- 77. Principle of avoid temporary shine
- 78. Principle of sound sleep in night
- 79. Principle of no entry without permission

#### (a) Life values (23)

- 1. Principle of good traditions
- 2. Principle of non-criticism of maintainer
- 3. Principle of no self-praise
- 4. Principle of no sleep and day dreaming
- 5. Principle of Arya
- 6. Principle of fiduciary relationship
- 7. Principle of destiny beyond control
- 8. Principle of empathy
- 9. Principle of integrity

10.	Principle of Fellow Traveler	
11.	Principle of no disclosure of own weakness	
12.	Principle of pardon	
13.	Principle of non-discrimination	
14.	Principle of no false witness	
15.	Principle of natural witness	
16.	Principle of soul as witness	
17.	Principle of body language of criminal	
18.	Principle of non-violence	
19.	Principle of awareness of mortality	
20.	Principle of emancipation	
21.	Principle of pardon	
22.	Principle of no vulgar jokes	
23.	Principle of goodwill	
5.	Health and Environment Management	21
1.	Principle of limited food intake	
2.	Principle of observing fast	
3.	Principle of old-age care	
4.	Principle of food as poison in indigestion	

- 5. Principle of sickness as top enemy
- 6. Principle of healthy eye sight
- 7. Principle of maintaining purity of water
- 8. Principle of prompt freedom from debt, enemy and disease
- 9. Principle of prohibition of entry into water of a naked person
- 10. Principle of non-violence

#### **Miscellaneous topics**

- 1. Principle of maintaining miltch cow
- 2. Principle of respecting divine shrines
- 3. Principle of havishy distribution
- 4. Principle of practice of satsang
- 5. Principle of ideal location
- 6. Principle of relative ethics
- 7. Principle of Karma
- 8. Principle of an nadaan to banish sin of killing foetus
- 9. Principle of gratitude of employer
- 10. Principle of non-begging
- 11. Principle of matching goal and resources

#### 6. Management of subordinates

- 1. Principle of priority of work
- 2. Principle of rework under direct supervision
- 3. Principle of good employer
- 4. Principle of avoiding miser employer
- 5. Principle of management expert employer / boss
- 6. Principle of success indicators
- 7. Principle of constant improvement in performance
- 8. Principle of emergent work
- 9. Principle of matching work and efforts
- 10. Principle of harmony between employee and employer
- 11. Principle of winning back the trust of employer
- 12. Principle of avoiding spoil sport players
- 13. Principle of avoiding brokers, agents and lobbysts
- 14. Principle of alert / suspicion about intimates abnormal behavior
- 15. Principle of matching work and employee
- 16. Principle of protection for women employees
- 17. Principle of avoiding mean but efficient employees

18.	Principle of giving credit for success to boss	
19.	Principle of praising employer at public function	
20.	Principle of due compliance of orders of employer	
7.	Family Management	16
1.	Principle of Best wife	
2.	Principle of Best Son	
3.	Principle of rebuke by mother	
4.	Principle of bond of love	
5.	Principle of goal and bad members	
6.	Principle of vigilant husband	
7.	Principle of mother as first guru	
8.	Principle of duty of children to maintain mother	
9.	Principle of Lajja by a Woman	
10.	Principle of good son	
11.	Principle of duty of parents to children	
12.	Principle of ethics in getting children	
13.	Principle of Bond of wife	
14.	Principle of Limitations of woman	

- 15. Principle of bliss of rearing child
- 16. Principle of family ethics

Total Principles:-	484

Thus, Chanakya has given total 484 principles / concept of various fields of management. 27 Principles belong to management of education. New education policy is being formulated by Modi Govt. These principles may guide policy makers. Chanakya has dealt with Governance of a state in maximum details. He has contributed 192 principles which define good governance which deals with the big electoral promise of less government maximum (good governance). Of these, 15 principles are on Leadership, 61 about Governance, 37 related to assistants, 6 to ministers and secretaries, 12 related to Friends / allies and enemies, 7 to public administration, 28 to diplomacy, 17 to dandaniti and 9 to time management.

Four Purusharthas of life have total 106 principles/concepts of which 36 are on Dharma, 48 on Artha, 15 on Kama and 7 about Moksha. 102 principles related to personal qualities, self management and values of life. This will help people in becoming good responsible citizens. 21 principles related to health and environment will ensure good health of citizens. Management of subordinates has 20 principles last but not most important is family management on which 16 principles are propounded.

There are repetitions of principles which may be clubbed under one head. One principle finds place in different chapters. It means it has multiple field application.

Chanakya Sutras and Chanakya Niti deal with several common subjects. Hence both have several common principles of management. But, both

taken together is a solid proof of Chanakya's significant contribution to management.

#### **Scope for further research**

Principles provide basis for hypothesis formulation and empirical testing.

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