

Study of Logic in Management Education: Use of Tarka Shastra and Nyaya Philosophy

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Abstract

In today's complex business environment, effective management requires more than technical expertise. The ability to think critically, negotiate and communicate logically, and make ethically sound decisions is crucial. Teaching logic in management education equips future leaders with the cognitive tools to analyse problems, make decisions systematically, navigate ambiguity with confidence and communicate decisions clearly. India's rich tradition of reasoning—especially Tarka Shastra and Nyāya philosophy—offers powerful frameworks for enhancing managerial competence. This article explores the relevance of teaching logic in management education and the application of these classical Indian knowledge systems in the modern scenario, highlighting principles such as Pramāṇa, Anumāna, Nyāya syllogism, and debate typologies, and presents scholarly references to support the integration of these indigenous frameworks into contemporary curricula.

Keywords: Nyaya, Tarka Shastra, Management Education, Inductive and Deductive Logic, Pramana, Anumana

1. Introduction

Modern managers are constantly making decisions in high-stakes, uncertain, and rapidly changing environments. Whether resolving conflicts, designing strategies, interpreting data, or communicating with stakeholders, managers must think clearly, critically, and consistently. Logic, the foundation of structured reasoning, is therefore a crucial component of management education. Unfortunately, this key enabler is highly underemphasized and it doesn't seem to be a core course in any of the educational programmes in India.

But literature shows that this was not the case in Indian education of yore. As per Unnikrishnan (2024), one of the important aspects is that the ancient Indian education system gave priority to logical reasoning. Once language and grammar were perfected, the next course for study for any Indian subject was two systems of logic - Tarka Shastra (the science of reasoning and Nyāya (school of logic and epistemology). These offer time-tested tools for structured thinking, dialectical analysis, and evidence-based decision-making. These traditions provide a sophisticated framework that not only predates but often exceeds classical Western logic in nuance and applicability. This paper is an attempt to show these two methods as key enablers of logic which could be and should be incorporated into modern education.

Objectives of the Study

The objectives of this study were

1. To understand the need for logic in management education
2. To explore the application of traditional Indian logical frameworks in contemporary management contexts
3. To evaluate how Tarka and Nyāya can enrich management pedagogy
4. To propose a model or framework for integrating Tarka Śhāstra and Nyāya philosophy into management curriculum

Methodology of the Study

The study is based on secondary data, with the initial motivation arising from the personal experiences of the researchers, which highlighted the relevance of the topic. A review of existing literature further emphasised the significance of integrating logic into management education. Ancient texts, along with their translations and interpretations, provided the foundation for understanding the use of logic in earlier times. These insights were then compared with modern reasoning frameworks to establish conceptual equivalence and relevance. Building on this comparative analysis, the application of logic in management and business contexts were examined. The study concludes with a proposed model developed from these findings, offering a structured framework for integrating logic into management education.

Need for logic in Management Education

Learning logic is very important in education according to studies (CollegeNP, 2024, Mayer & Baraniuk, 2024) as it sharpens critical thinking, helping managers to identify assumptions, analyse arguments, evaluate alternatives, identify flaws and reach valid conclusions. This is essential in preparing business plans, evaluating market trends, or dealing with organisational behaviour. The manager for example, can assess whether the reason for the department budget being overrun is sound or not.

As per research (Evans et al., 1993, Very Big Brain 2024), logical thinking supports rational decision making. Strategic decisions must be based on evidence and reason, not assumptions or bias. Using deductive and inductive reasoning helps managers to evaluate alternatives and choose between competing options logically. Logic improves problem-solving skills. As business problems often involve multiple variables and uncertain outcomes, students trained in logic can break down problems, identify root causes and devise coherent solutions which are very much evidence-based.

A study of logic strengthens communication and persuasion. Management requires presenting ideas persuasively to stakeholders, teams and clients. A well-structured, logical argument is more convincing and easier to understand. Logic helps in making one aware of irrational patterns of thought and helps in maintaining objectivity, thus escaping flaws in the reasoning and hence wrong decisions based on that rationale. It helps managers navigate ethical dilemmas and legal constraints by anticipating the consequences of different actions. Logic forms the basis for tools like SWOT, PESTLE and decision trees. It enhances the ability to use and interpret these models effectively.

As mentioned earlier, ancient Indian education incorporated the different aspects of logic and reasoning in detail in the syllabus. Let us consider the first of the subjects - Nyaya.

Nyaya and Decision Making

Nyāya, is a system of logic and knowledge validation which teaches managers how to think clearly, argue rigorously, and avoid flawed assumptions. This is accomplished through the analysis of the available evidence and helps to navigate through the unknown using the known.

Pramanas: As per Gautama's (1913), Nyaya Sutra there are four valid ways to gain knowledge called Pramanas. These tools align with data-driven decision-making, expert consultation, benchmarking, and field observations. These are all applicable in management for accurate decision making and hence should be ideally taught in the B-Schools. The first Pramana is Prathyaksha, or direct observation. It is used in Market Research, Data Analytics and Customer Feedback. The second type of Pramana is Anumana or inference, which draws conclusions based on evidence. This is used for strategic planning and financial forecasting. The third Pramana, Upamana is comparison or learning by analogy. This comes handy in benchmarking competitors, best practices etc. The fourth Pramana is Sabda or testimony which is relying on authoritative sources. Expert opinions, consultant reports, employee insights all come under this category. Thus, the smart leader uses hard data like Market Trends for the past few years (Prathyaksha), forecasts future sales by extrapolating the data (Anumana), compares the same with previous examples (Upamana) and relies on expert opinion (Sabda) while making decisions.

Anumana mentioned earlier provides knowledge based on observed patterns and generalisations. Ganeri (2001) concludes that as per ancient texts Anumana has a three-part inferential model. These include Hetu (Reason), Drishtantha (Example) and Paksha (Subject). Business forecasting, diagnosing performance issues, and evaluating customer behaviour all rely on inference. For example, "Sales have dropped (Paksha) due to ineffective marketing (Hetu), as seen in Q2 results (Drishtantha)." Anumana also takes different natures.

Samanya-to-Drishtantha Anumana (Inductive Logic): is inference based on generalising from specific examples. As per Matilal (1990) it is a type of reasoning where the conclusion necessarily follows from the given premises. If the observation is that the sun has risen in the east every day so far, then the conclusion is that the sun will rise in the east tomorrow also. Here the conclusion is probable not guaranteed.

Such inductive logic can be used in trend analysis where managers look at sales patterns to draw broader inferences about consumer behaviour. From repeated feedback, managers infer underlying problems. Managers analysing and generalising employee exit trends to identify systemic HR issues is inductive logic. Managers inferring which marketing strategies will work from observed success patterns in the market is another example of the Samanya-to-Drishtantha Nyaya. In budgeting, the patterns inferred from seasonal data can guide future financial planning. Inductive logic can drive scalability decisions after successful trials. As can be seen from the above examples, it is very useful for market research and customer analysis.

Purvavat Anumana (Deductive Logic): is inference based on a known cause to predict a particular effect. Matilal (1990) explains that this Anumana moves from general principles to specific conclusions. There is the famous example of - If the first premise is all humans are mortal and second is Socrates is human

then the conclusion is that Socrates is mortal. Here the assumption is that if the premises are true then the conclusion must also be true.

It can be used in policy implementation where managers use policy to evaluate cases set before them logically. It helps align decisions with the organization's vision, mission, or strategic framework. It helps anticipate consequences and apply preventive measures and helps to troubleshoot or optimise processes. It also ensures action follows laws and compliance standards.

Panchavyaya (Argument Mapping): This is a visual or structured representation of the logical framework of an argument, which shows how various statements (claims, evidence and assumptions) support or oppose each other. This helps to clarify complex arguments and identify weak or missing links in reasoning. Panchavyaya, which is explained in Nyaya Sutra of Gautama (1913), is a five-step inference model which can be useful in business communication and can provide a powerful structure in presenting proposals or making pitches.

The first step is the Pratijna or problem statement (or opportunity). For example, the company should expand into Tier 2 cities. Now, if such a statement is made, a clear reason has to be mentioned, which is the Hetu. The reason could be that the urban markets are saturated. Now the question is how did we come to this conclusion? Udaaharana or example could be - in 2023 FMCG brands saw 15% growth in Tier 2 Cities. The interpretation of this is the Upanaya or application. For example, the reason is that our product appeals to these customers. The Nigamana or conclusion, therefore, is - Expansion will drive our future growth. This clear flow will enhance clarity and persuasion in boardroom discussions, business cases and team meetings.

Argument maps help lay out the pros, cons, and underlying assumptions of each strategy in strategic decision-making. It can help communicate why a new policy is necessary and how it's supported. When team members disagree, argument mapping reveals the logic of each side, reducing emotional bias. Managers can structure proposals using argument maps to anticipate stakeholder concerns. When things go wrong, argument maps help analyse causes logically instead of emotionally. These are typically used in business case development for management education.

Hetvabhasas (Logical Fallacy Detection): This is the ability to identify flaws or errors in reasoning that weaken arguments, even if the conclusion might be true. Strategic thinking often suffer from flawed assumptions. This is even more prevalent in groupthink. Gautama's (1913) Nyaya Sutra lists Hetvabhasas or fallacies that teach managers to identify cognitive or logical errors. These include Asiddha (unfounded assumption). For example, claiming that our brand is well known without presenting credible evidence. Viruddha or contradictory reason, where the reason given is in opposition to the conclusion. An example is, we stopped production because we couldn't cope with demand. Savyabhichara is irrelevant reasoning, where the reason is unrelated or inconsistent with the claim. For example, deciding someone should be hired as a salesman because he is tall. Satpratipaksha is a claim which can be countered by established facts. As in ignoring high customer churn while reporting high satisfaction scores. Then there are those reasons which are empirically refuted through direct observation or evidence called Badhita, For example, believing in customer loyalty despite data showing frequent brand switching. Teaching these fallacies enhances analytical thinking, improves hiring decisions, and sharpens investment logic by sharpening the detection of flawed premises and weak inference.

According to modern logical theories, several common fallacies undermine reasoning and decision-making. One such fallacy is the Strawman, which involves misrepresenting an opponent's argument to make it easier to attack (Walton, 1996). Another is the Ad Hominem fallacy, which dismisses an argument by attacking the person rather than addressing the issue—for instance, rejecting Raj's proposal solely because he has never led a successful project (Tindale, 2007). A False-cause fallacy assumes a faulty causal connection, such as attributing a decline in sales to a new logo simply because the decline followed its launch (van Eemeren & Grootendorst, 2004). The Appeal to Authority fallacy occurs when a claim is accepted as true solely because it is endorsed by an authority figure, such as assuming a marketing strategy must be correct because the CEO believes in it (Copi, Cohen, & McMahon, 2016). Recognizing these fallacies is crucial for avoiding misleading arguments and strengthening one's own reasoning. In practice, such awareness improves critical thinking, enhances negotiation outcomes, and aids in evaluating risks more effectively.

Yadi Tarhi Nyaya (Conditional Logic): is a classical Indian logical framework that corresponds to modern "if-then" reasoning. The principle is based on conditional statements where the truth of one proposition implies the truth of another. For example, If it rains, the ground will be wet; it rained, therefore the ground is wet. This corresponds to the logical form of modus ponens (if p , then q ; p is true, therefore q is true) (Ganeri, 2001). Related forms include Na chet...tarhi (contrapositive reasoning), Yadi na...tarhi na (modus tollens, if p then q ; not q , therefore not p), and Sarvatra...yatra... (universal conditional statements). These conditional structures are not only central to Indian logic but also parallel Western systems of deductive reasoning (Matilal, 1990; Potter, 1957). In practice, such logic is highly useful for forecasting, hypothesis testing, budgeting, programming, and structured argumentation, where outcomes must be derived systematically from specific assumptions. By applying Yadi Tarhi Nyāya, decision-makers and analysts can ensure clarity, avoid faulty inference, and strengthen both reasoning and predictive models.

After Nyaya another important science connected to logic in ancient India is Tarka Shastra.

Tarka and Negotiation

Tarka Shastra refers to the art and science of reasoning and debate within the Indian philosophical tradition. It provides a methodological approach for arriving at truth through rational discourse, hypothetical reasoning, and dialectical analysis (Matilal, 1990). Its purpose is to resolve contradictions, clarify assumptions, and test the strength of arguments through structured intellectual dialogue (Ganeri, 2001).

In practice, Tarka Śāstra emphasizes dialectical thinking, which is highly relevant to modern contexts such as leadership, stakeholder engagement, and negotiation. It cultivates skills of critical inquiry, structured argumentation, and constructive dialogue—all of which are essential for effective decision-making (Chakrabarti, 2011).

According to Tarka-Śāstra as expounded in Annambhaṭṭa's Tarka-Saṃgraha (1940) there are different types of negotiations and debates. There is the Vada or the truth-seeking dialogue. In a management setting, this corresponds to collaborative strategy meetings or co-creating a vision with a team. It can be Jalpa or a competitive debate where the objective is to win the argument, often through rhetorical strategies. This can be compared to hard bargaining in vendor negotiations, where the focus is on securing favourable

terms. It can also be Vitanda or destructive criticism, which is essentially a form of debate that seeks only to refute the opponent without offering constructive alternatives. In organisational life, this may be seen when managers undermine subordinates through fault-finding rather than solution-building.

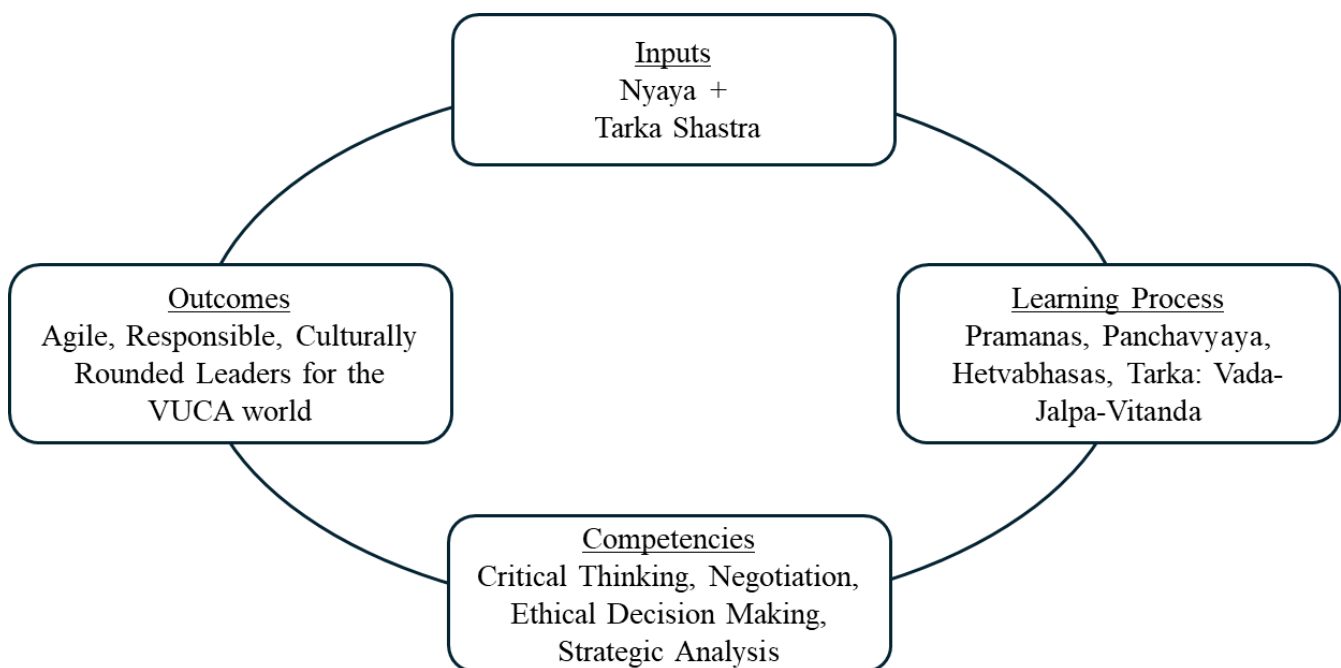
For leaders, the lesson from Tarka Śāstra is clear: encourage Vāda in collaborative environments, regulate Jalpa in high-stakes negotiations, and avoid Vitandā, which erodes trust and hampers constructive problem-solving. By understanding and applying these modes of discourse, managers can foster healthier dialogue, more effective negotiations, and stronger team alignment.

Tarka in classical Indian philosophy refers to reasoning based on hypothesis and the testing of consequences, functioning in many ways like modern scenario analysis (Matilal, 1990). For example, sensitivity analysis - such as asking If our prices rise, will sales fall? - can be understood as an application of Tarka. Similarly, contingency planning - What if a competitor enters our market space? - mirrors Tarka's method of exploring possible outcomes through conditional reasoning (Ganeri, 2001).

Within this framework, Pūrva Pakṣha represents the devil's advocate position, where the null hypothesis or opposing argument is first articulated and examined. This is followed by the Prati Pakṣha, the counter-argument or rebuttal, and finally the Uttara or Siddhānta, the synthesis or reasoned conclusion (Chakrabarti, 2011; Potter, 1957). Such a structured dialectical method trains individuals to consider multiple perspectives before arriving at a decision.

In contemporary management, the application of Tarka builds cognitive flexibility, sharpens analytical reasoning, and helps leaders anticipate risks, uncertainties, and stakeholder reactions. By systematically weighing opposing viewpoints before forming a conclusion, decision-makers reduce bias and strengthen the robustness of their strategic choices.

Implications for Management Education



In an age of global leadership challenges and complex decision-making, management education must go beyond technical skills to cultivate structured thinking, sound decision making and effective

communication. Teaching logic in management education is not just an academic exercise—it is a practical necessity. Logic empowers managers to think critically, communicate effectively, solve problems creatively, and lead ethically. As business environments grow more complex, cultivating logical reasoning skills will be key to developing thoughtful, agile, and responsible leaders.

Integrating Tarka and Nyāya into management education offers a culturally rooted model of reasoning and ethics, enhanced decision-making and argumentation skills, improved understanding of stakeholder perspectives and critical tools for conflict resolution and team collaboration. This approach complements Western frameworks, offering students a pluralistic and more holistic view of leadership and logic.

Conclusion

The practical applications in MBA Classrooms and organisations include: Using Panchavyaya technique for case study analysis, using Tarka techniques in Group Discussions and Negotiation training, especially to explore BATNA (Best Alternative to a Negotiated Agreement) Hetvabhasa tools can be used in decision making labs and Pramana framework for environmental scanning in Strategy Courses. In summary Pramanas help in comprehensive information processing, Panchavyaya in structured business communication, Hetvabhasa in error detection and critical thinking and Tarka itself in scenario planning and decision testing. Vada. Jalpa and Vitanda debates can be used in conflict resolution and negotiation framing.

By integrating Nyāya's epistemology and logic with Tarka Śāstra's dialectical techniques, managers and students can significantly sharpen their reasoning, communication, and decision-making skills. These classical tools are not merely historical artifacts—they remain intellectual techniques for navigating today's volatile, uncertain, complex, and ambiguous (VUCA) business environment. In an era overflowing with information but often lacking discernment, the Nyāya–Tarka approach empowers leaders to think clearly, argue ethically, decide dispassionately, and act wisely.

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