# **Happiness, Positive Psychology & Decision Making**



## references



Dear IE Alumni:

I hope you enjoyed the GAF 2011 session on *Happiness* with Eduard Punset. Given the importance of this topic in general – and particularly in times of economic difficulty – I wanted to offer a list of references for those of you who might like to explore the topic further. I would be happy to take your comments or questions, so feel free to get in touch.

Warm Regards, Lee Newman, PhD Dean, IE School of Social & Behavioral Sciences

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## **Happiness and Positive Psychology**

References: Recent findings in the behavioral sciences have shed new light on both what it means to be happy, and

how we as individuals, organizations, and societies might foster happiness in our lives and in our work. Below are highly accessible references on the topic of happiness that are well grounded in behavioral

science.

New at IE: In 2013, IE will launch a new Executive Master to train senior managers in using positive psychology and

behavioral science to transform the way they design and lead their organizations. A session on *Decision* 

Making and Happiness is now included in an iMBA elective on Behavioral Decision Making.



#### Flourish: A Visionary New Understanding of Happiness and Well-being.

by Martin Seligman (U. Pennsylvania)

This is the recent book by the founder of the field of positive psychology. It offers an easy-to-read and scientifically supported view on "well being" and how it can be cultivated.



#### The Happiness Hypothesis: Finding Modern Truth in Ancient Wisdom

by Jonathan Haidt (U. Virginia)

Haidt merges a scientific and cross-civilization view of happiness, offering the reader ideas about how to construct a fulfilling and meaningful life.



## Stumbling on Happiness

by Daniel Gilbert (Harvard University)

A fun book that mixes science and personal experience to highlight common misconceptions that challenge us in our pursuit of happiness.



### Flow: The Psychology of Optimal Experience

by Mihaly Csikszentmihalyi (Claremont Graduate University; University of Chicago)

In this book (and subsequent books), the author explores the science of flow - a state that we have all experienced in which we are deeply absorbed and immersed in what we are doing.



**Article: Why it Pays to Be an Optimist**, Martha Mangelsdorf, Sloan Management Review, Winter 2011 http://sloanreview.mit.edu/the-magazine/2011-winter/52204/why-it-pays-to-be-an-optimist/

**Article:** But Will it Make You Happy? By Stephanie Rosenbloom, New York Times, August 7, 2010 http://www.nytimes.com/2010/08/08/business/08consume.html



Video: Dan Gilbert on "Our Mistaken Expectations", TED Talk, 2008.

http://www.ted.com/talks/dan\_gilbert\_researches\_happiness.html



What are your strengths? The following are well-validated tools you can use to start to identify and understand how to pursue a positive life and career by leveraging your strengths.

**Tool: VIA Survey of Character Strengths** (free, as used in the book "Authentic Happiness", by M. Seligman)

http://www.viacharacter.org/www/en-us/viamecharacterprofile.aspx

**Tool: StrengthsFinder 2.0** (provided with book "Strengths Finder", by T. Rath) http://www.amazon.com/dp/159562015X/ref=nosim/?tag=thegalluporganiz



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## references

## Resilience, Psychological Fitness and Dealing with Uncertainty

Description: Coping with stress, ambiguity and uncertainty requires that managers learn to leverage their strengths

to develop resilience and psychological fitness. Below are several articles and videos on this topic.

New at IE: Content on managerial resilience and dealing with ambiguity is now incorporated into the leadership

components of IE's in-company executive education programs.

**How Positive Psychology Can Boost Your Business** by Jill Hamburg Coplan, Business Week, Feb 13, 2009. *A brief look at how entrepreneurs are implementing positive psychology to improve their businesses.* 

Building Resilience by Martin Seligman, Harvard Business Review, April 2011.

How developing strengths and psychological fitness might be transferred from a US Army program into the workplace.

**Social Intelligence and the Biology of Leadership** by Daniel Goleman, Harvard Business Review, September 2008. Behavioral and brain sciences offer ideas about improving performance by through social intelligence.

Video: Martin Seligman on "Positive Psychology", TED Talks, 2008.

http://www.ted.com/index.php/talks/martin seligman on the state of psychology.html

Video: Brene Brown on "The Power of Vulnerability", TED Talks, 2010

http://www.ted.com/index.php/talks/martin\_seligman\_on\_the\_state\_of\_psychology.html

**Video: Nancy Etcoff on "The Surprising Science of Happiness"**, TED Talks, 2009. http://www.ted.com/talks/nancy\_etcoff\_on\_happiness\_and\_why\_we\_want\_it.html

## **Behavioral Decision Making**

**Description**: New research in behavioral science and economics has identified many cognitive and emotional biases

that challenge our ability to make effective judgments and decisions. There is perhaps no more important a set of than those we make about our own happiness and future. Below are several

references to explore this topic further.

New at IE: Courses and sessions on behavioral decision making are now being taught across a number of IE

programs including the International MBA, several new university Masters, the International Executive

MBA, and a range of open and in-company Executive Education programs.



### Predictably Irrational: The Hidden Forces that Shape Our Decisions

by Dan Ariely (Duke University; MIT)

A fun and accessible book highlighting the many behavioral biases that we all possess when making simple, everyday decisions. Ariely is a key figure in the emerging field of behavioral economics.



### Why Smart People Make Big Money Mistakes and How to Correct Them

Gary Belsky & Tom Gilovich (ESPN Magazine & Cornell University)

Another fun, easy-to-read book that applies new ideas from behavioral economics to help us understand how to make better financial decisions.



### Nudge: Improving Decisions About Health, Wealth and Happiness

by Richard Thaler & Cass Sunstein (University of Chicago)

Thaler is one of the pioneers of behavioral economics, and in this book he and legal scholar Cass Sunstein lay out a vision of how policymakers and organizations can produce desired outcomes by implementing small "nudges" designed to shape our decision making.



**Video: Dan Ariely, on "Irrationality in the Workplace",** McKinsey Quarterly, 2011 http://www.mckinseyguarterly.com/Dan Ariely on irrationality in the workplace 2742

**Video: Daniel Kahneman, on "The Riddle of Experience vs. Memory"**, TED Talk, 2010 http://www.ted.com/talks/daniel kahneman the riddle of experience vs memory.html

Video: Sendhil Mullainathan, on "Solving Social Problems with a Nudge", TED Talk, 2009

http://www.ted.com/talks/sendhil\_mullainathan.html