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## Original Article

# Analysis of negotiation strategies between buyers and sellers: an applied study on crop protection products distribution

## *Análise das estratégias de negociação entre compradores e vendedores: um estudo aplicado na distribuição de defensivos agrícolas*

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### Abstract

This paper aims to analyze how buyers and sellers use trading strategies considering the relationship between them and the transaction sequence. It also focuses on assessing what are the reasons associated with the use of each strategy. For this, we used a multiple case study method, analyzing the negotiations between distributors of inputs and rural producers. We studied 13 cases with a dyad approach (buyer's and seller's view on the same trading). Data were collected from interviews with the parties in six distributors, three in Brazil and three in the United States. The main result is that due to the importance of the relationship, the parties opt to use, in most of the time, integrative strategies. On one hand, in some cases sellers are willing to give up part of their earnings in order to maintain share in the customer purchases or due to a focus on the relationship continuity. On the other hand, in some cases producers tend to compete, seeking to protect their interests and the profitability of their business. Finally, it can be seen that the strategy adopted by the negotiators can change throughout the negotiation process, emphasizing the dynamic aspect of negotiation, being the central contribution of the study.

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**Keywords:** Negotiation strategy; Buyer–seller relationship; Win–win

### Resumo

O presente artigo teve como objetivo analisar como compradores e vendedores utilizam as estratégias de negociação considerando o relacionamento entre as partes e a sequência de transações que ocorrem, bem como avaliar quais motivos podem estar associados ao uso de cada estratégia. Para isso, foi utilizado o método de estudo de casos múltiplos, analisando as negociações que ocorreram entre distribuidores de insumos e produtores rurais. Foram estudados 13 casos com uma abordagem de díade (visão do comprador e visão do vendedor sobre a mesma negociação). Os dados foram coletados a partir de entrevistas com as duas partes em seis distribuidores de insumos, sendo três no Brasil e três nos Estados Unidos. Os principais resultados mostram que devido à importância do relacionamento das partes as estratégias integrativas são as mais utilizadas por ambos os lados. No entanto, em alguns momentos os vendedores estão dispostos a abrir mão de parte dos seus ganhos para não perder participação nas compras do cliente ou por foco na continuidade do relacionamento. Já os produtores em alguns casos tendem a competir, buscando proteger seus

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interesses e a rentabilidade do seu negócio. Por fim, pôde-se perceber que a estratégia adotada pelos negociadores pode mudar ao longo do processo da negociação, enfatizando o aspecto dinâmico da negociação, sendo essa a contribuição central do artigo.

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*Palavras-chave:* Estratégia de negociação; Relacionamento comprador-vendedor; Ganha-ganha

## Introduction

The research in the area of negotiation has presented several advances in the last decades (Martinelli, 2006; Thompson, 2006), however, it has shown a lack of discussions with regard to the field of business, focusing on the political sense in which negotiation is part of day-to-day operations (Zachariassen, 2008). According to Fells, Rogers, Prowse, and Ott (2015, p. 119), “although negotiations are central to business activities, there is a lack of information about what actually occurs during business negotiations”.

Considering the business environment and the relationship between buyers and sellers, Herbst, Voeth, and Meister (2011) highlight a latent opportunity for further studies that connect the issue negotiation and business relationship. Fells et al. (2015, p. 119) argue that negotiation is part of day-to-day business. In that sense, “an in-depth understanding of how negotiators negotiate and how this process occurs in a business context can contribute more effectively to business negotiation practices”.

One of the main sources of research is the study of integrative and distributive negotiation strategies (Thompson, Wang, & Gunia, 2010). Negotiation strategies are decisive for the success or failure of a negotiation (Lewicki, Hiam, & Olander, 1996). Thus, it is crucial that negotiators define what strategy they will adopt, thinking about the results they want to achieve. Several studies have been conducted in recent years analyzing negotiation strategies in the relationship environment between buyers and sellers (Ramsay, 2004; Thomas, Thomas, Manrodt, & Rutner, 2013; Thomas, Manrodt, & Eastman, 2015; Zachariassen, 2008). The initial discussion is that integrative strategies may favor the development of long-term business relationships (Sharland, 2001; Thomas et al., 2013), since the quality of negotiators’ relationship is derived from the way that parties deal with each other during negotiations (Fisher & Ertel, 1995). However, some other studies (Ramsay, 2004; Zachariassen, 2008) show that, while negotiators are aware that integrative strategies are beneficial to relationships, some of them tend to adopt distributive strategies as a way of protecting individual interests and maintenance of power, even in situations where it is expected to develop a relationship.

In this sense, this study aims to analyze, from real negotiations, what are the strategies used by negotiators (buyers and sellers) in relational contexts and the reasons which lead negotiators to adopt such positions. To carry out this research, the agricultural input distribution industry was chosen, and negotiations between sellers of inputs (dealers) and buyers (farmers)

were analyzed. The choice of this sector was due to the strong relational characteristic present in producers’ buying decision process (Kool, Meulenberg, & Broens, 1997), as well as the lack of existing studies focusing on the industry.

The study contributes to the discussion that in situations of relationships between the parties, the integrative strategy is not necessarily the most appropriate to be used, as was concluded by Ramsay (2004) and Zachariassen (2008). Also, it suggests that alternative strategies, such as compromise, can be used by the parties to maximize long-term results even if it is necessary to earn less at the first moment. The paper also presents a list of motivations for each type of strategy that may be the basis for understanding the behavior of buyers and sellers in relational negotiations. Finally, as the central contribution of the research and refinement of existing theories, it is observed that negotiators can change their negotiation strategy throughout the process. As an example, a negotiator can start a deal by adopting a competitive approach depending on the protection of his/her individual interests, and migrate to a collaborative strategy, considering the importance of the relationship between the parties.

To contribute to a better understanding of negotiation in business environments, this paper aims to analyze how buyers and sellers use negotiation strategies considering the relationship between the parties and the sequence of transactions, as well as to evaluate which motives may be associated to the use of each strategy.

Thus, in addition to this introduction, the paper is divided into four other sections. The first is the theoretical framework that addresses the discussion of integrative and distributive negotiation strategies, and compromise, followed by the discussion of strategies in relational contexts. The second part presents the method used to gather and analyze the results. The third one concerns the discussion of results. In the fourth, some implications of the results for the theory were presented from the cases that were used as the basis for the research. Last, but not least, the fifth section presents the final considerations and contributions of this research.

## Theoretical framework

### *Negotiation strategies: distributive, integrative and compromise*

According to Kersten (2001), integrative and distributive classifications were first introduced by the work of Walton and

McKersie in the 1960s in which the authors studied negotiations in the workplace, analyzing the components of the process, as well as attitudes and perceptions of negotiators.

For [Walton and McKersie \(1991\)](#) distributive negotiation happens in a situation of bargain, in the strict sense of the word. It may occur in situations where two parties have conflicting objectives and may move to the interpretation that one party must win and the other must lose. On the other hand, integrative negotiation takes place in situations where the parties do not necessarily have conflicting objectives or have a common problem. In the author's view, integrative negotiation can happen more easily at times when the nature of the problem offers the possibility of joint or distribution of gains without sacrificing the gains of the other party.

Although having presented integrative and distributive classifications, [Walton and McKersie \(1991\)](#) did not highlight which of the two behaviors would be the most appropriate. Thus, both behaviors became the basis for study and development of various negotiation strategies ([Kersten, 2001](#)).

Due to the great focus of researches in these two strategies, integrative and distributive behaviors have received different names in the literature ([Siedel, 2014](#)). Integrative approaches are also called win–win, cooperative, problem-solving or “enlarge the pie”. On the other hand, distributional approaches are called win–lose, competitive, adversarial or “divide the pie” ([Siedel, 2014](#); [Thomas et al., 2013](#)). Although win–win and win–lose nomenclatures are quite popular in the negotiation literature ([Martinelli, 2006](#); [Thomas et al., 2013](#)), the terms “integrative” and “distributive”, respectively, are the nomenclatures most commonly used by researchers ([Thompson, 2006](#)).

However, the association of the term “win–lose” with the term “distributive” is not always adequately made in the literature. The fact that gains are not necessarily symmetrical does not mean that one side has failed to win. “Even in simple negotiations, it is possible to identify more than one issue involved” ([Thompson, 2009](#), p. 69). In this case, a negotiator will be willing to give in to what does not bring so much value to gain in another point that has more importance to him/her at that moment. Such negotiation, despite having one of the resources distributed between the parties, has its amount extended to something that favored the good result for both sides, being an integrative agreement (win–win). Also, the negotiator would not have reached an agreement if he/she realized that the viable solution would not exceed his/her best available alternative. [Thompson \(2009\)](#) classifies this situation as an integrative solution level 1.

Distributive strategies focus on immediate results, without worrying about the development of the future relationships, in which the negotiators usually adopt harder behavior ([Lax & Sebenius, 2006](#); [Martinelli & Almeida, 1997](#)). In addition, these negotiations are characterized by situations in which the parties seek to maximize individual outcomes without taking the other party into account, often assuming that the available resources are fixed ([Krause, Terpend, & Petersen, 2006](#); [Lax & Sebenius, 2006](#)). It is possible to observe a situation of competition or even of mutually exclusive interests ([Fisher, Ury, & Patton, 2011](#); [Spangle & Isenhardt, 2002](#)). For [Thompson et al. \(2010, p. 494\)](#),

they occur in negotiation situations in which participants “divide scarce resources among themselves”.

On the other hand, integrative negotiations or win–win can be characterized by the search for long-term relationships by maximizing gains of the parties involved and construction of joint value ([Lax & Sebenius, 2006](#); [Martinelli & Almeida, 1997](#)), since negotiators can perceive the existence of mutual interests in negotiation to benefit both sides ([Spangle & Isenhardt, 2002](#)). [Thompson et al. \(2010, p. 493\)](#) define integrative negotiations like those in which the results of negotiations satisfy “the interests of both parties”, so that the results achieved “cannot be improved without hurting one or more of the parties involved”. Still, according to [Thompson \(1990\)](#), some integrative situations do not necessarily need to have a pure coordination to be integrative. For the author, some situations can be classified as integrative if the gain of one of the parties is not equivalent to the loss of the other party. However, it is important that there is no greater possibility of gain for both parties. It is noted that “true integrative negotiations leave no underutilized resource” ([Thompson, 2009](#), p. 70). Therefore, this approach has been defended by several authors as more favorable to achieve positive results for both sides, as well as the prosperity of relationships ([Kersten, 2001](#)).

There is a classic example given by several authors that can be applied to explain situations in which an integrative strategy is used ([Martinelli & Almeida, 1997](#); [Martinelli, 2006](#); [Thompson et al., 2010](#); [Thompson, 2006](#)). The example reports that two children were playing in a backyard when they saw a single orange in an orange tree in the garden of the house. The children began to fight for the orange until they had the idea of cutting the fruit in half. To the surprise of the children's mother, after the splitting of the orange, one girl wanted the rind because she was interested in giving it to the mother to make a cake and the other one had the pulp because she was interested in the juice of the orange.

It can be said that the child who wanted the juice attributed zero value to the rind, as well as the child who wanted the rind assigned zero value to the juice. However, if the real needs had been mapped throughout the negotiation (which resulted in the splitting of the orange), both children could have maximized the gains by one getting the whole peel and the other getting all the fruit juice.

The lack of mapping the needs led negotiation to a compromise approach, as the children lost some of the individual gains by reaching an agreement, not maximizing the potential gains in that situation ([Thompson et al., 2010](#)). It is noteworthy that the children (negotiators) may not have perceived this during the negotiation, realizing that they stopped winning something only when the negotiation ended. However, it must be emphasized that compromise can be an alternative to negotiations in which win–win is not possible ([Martinelli & Almeida, 1997](#)). [Fig. 1](#) presents a summary of the main characteristics of each of the strategies: distributive, compromise and integrative.

It is noted that negotiation strategies should not be seen as one or the other, as highlighted in the discussion above, but as extremes of a continuum, being possible to observe intermediate behaviors according to the negotiation faced by the participants.

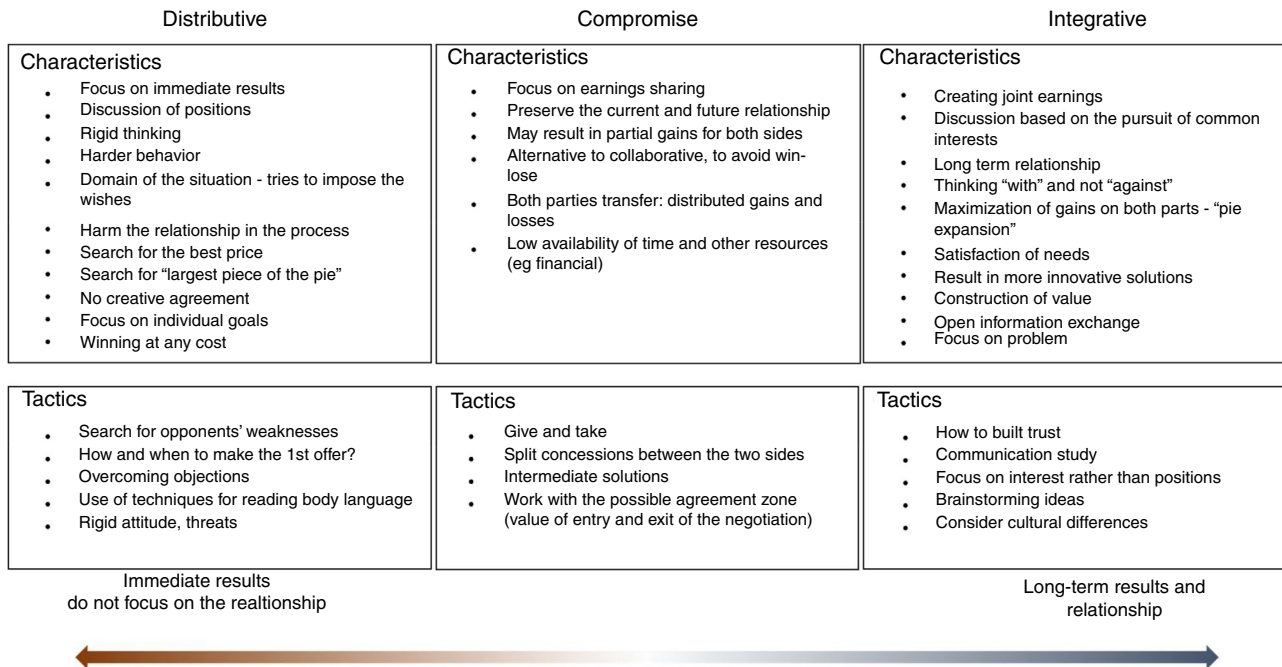


Fig. 1. The *continuum* of negotiation approaches.

Source: Prepared by authors based on Lewicki, Hiam, and Olander (1996), Martinelli and Almeida (1997), Spangle and Isenhardt (2002), Ness and Haugland (2005), Lax and Sebenius (2006) and Fisher, Ury, and Patton (2011).

Finally, according to Siedel (2014), it is worth noting that the negotiator must be clear about which approach to use before starting a negotiation, since, depending on the situation, one approach may be more suitable than the other. However, the author cautions that even if the negotiator enters into a distributive negotiation, it is important to raise the real interests and needs.

#### *Negotiation strategies in relational contexts (buyer–seller)*

The research of Dwyer, Schurr, and Oh (1987), one of the pioneers in the study of the relationship between buyers and sellers, already emphasized the importance of the study of negotiation, considering the interactions that occur between the parties as a process of bargaining. Considering the importance of effective negotiation, proposed by Martinelli and Almeida (1997), for situations in which long term is the main objective, it is necessary to discuss negotiation strategies and possible impacts on the relationship between parties.

The study of negotiations considering the transactional dichotomy (discrete contracts) and relational (long-term strategic alliances) has evolved considerably in recent times. In transactional situations, the mechanisms of regulation are economic structures (prices and incentives). On the other hand, in relational situations, the rules of cooperation and obligations between the parties are based on trust between the parties (Ness & Haugland, 2005). However, “recent research shows that more complete contracts strengthen relational governance, and both improve performance in operating alliances, suggesting that relationships complement rather than substitute for well-designed, complete contracts during the negotiation

stage” (Shenkar & Reuer, 2005, p. 140). The results of Ness and Haugland (2005) show that the coexistence of governance mechanisms is complex and is developed gradually. It can be emphasized that the two dimensions of negotiation (integrative and distributive) not be necessarily bipolar (Shenkar & Reuer, 2005). Even in negotiations where the amount of resources created (size of the pie) by negotiators has been increased (integrative amount), it is noted that at some point it will be divided as it needs to be distributed between the parties (Perdue & Summers, 1991; Thompson, 2009).

The importance of the integrative approach (win–win) in the context of business relationships in which the needs and interests of both parties are met was already highlighted by Graham (1986). Integrative strategies are more effective and have proven to bring better financial results to suppliers and more satisfaction to customers, considering the analysis of the two parties involved in a negotiation. This strategy can not only be desired in the short term but can also be a basis for profitability and the structuring of long-term relationships between the parties (Graham, 1986). This view can be supplemented by the comments of Sharland (2001), who emphasizes that a distributive approach will hardly lead to a long-term business relationship.

Ramsay (2004) emphasizes that the distribution of the value generated in the interactions between buyers and sellers are important issues for any negotiation between these parties. For the author (p. 223), “both buyer and supplier depend for their continued survival on revenue (and thence profit) flowing from the buyer’s customer(s)”. Besides that, Fisher and Ertel (1995) point out that the quality of the relationship between negotiators is the product of the way we deal with the other party.

Thomas et al. (2013) point out that when companies look at negotiations as a short-term event (transactional), there is a tendency for the use of distributive strategies. On the other hand, in relational contexts, the use of these strategies can be considered myopia by both sides involved in a negotiation. For the authors, buyers and sellers who use this strategy must consider relational costs and the negative impact on communication and information exchange.

Thomas et al. (2015) emphasize that although negotiation strategy studies normally focus on economic aspects, the results found in their study highlight the importance that relational results have for the negotiations, considering future negotiation expectations.

However, by analyzing the context of business negotiations, Ramsay (2004) highlights some results that, in his view, are somewhat unexpected. The author's study was based on an investigation with market professionals (experienced buyers from the service and manufacturing industries). The results presented by the author show several reasons that justify the use of competitive strategies in business negotiations such as the existence of a power difference between the parties (power of dependence or threat and punishment). Because integrative strategies are appropriate for situations where the parties think in the long run, some buyers may simply compete because they are not seeking long-term partners. Also, some performance measures used by the companies they represent may favor the use of distributive strategies, since buyers need to reduce their budget index. The author points out that these results cannot be generalized. Based on his conclusions, it can be inferred that the metrics used to evaluate the performance of sellers can also influence a more competitive position, focusing their discussion on the price of the product.

Though, the study of Zachariassen (2008) brings the discussion raised by Ramsay (2004) and presents some results that confirm the 2004 study's findings concerning the use of integrative strategies. According to Zachariassen (2008), it is noted that in business negotiations between buyers and sellers, both parties feel uncomfortable in disclosing strategic information to the other party, besides feeling some loss of power. Under these circumstances, the adoption of a distributive approach at the beginning of a relationship can be a form of protection. Thus, the present study seeks to analyze the use of negotiation strategies based on the investigation of negotiations between buyers and sellers inserted in a relational context.

## Methods

An exploratory research of qualitative nature was developed to reach the proposed objectives for this research. As Herbst et al. (2011) showed, the research that relates studies of negotiation in contexts of the relationship between buyers and sellers still needs more attention. Moreover, the reason for choosing the qualitative method is the need to understand the subjects studied in greater depth. In this paper, we present some of the results of a more comprehensive study on negotiations between buyers and sellers, following the considerations of Fells et al. (2015). Thus, the phases described below present the steps followed in

the elaboration of the study, highlighting the specificities of the steps presented in this study.

### *Collection method*

For this research, the case study method was adopted considering the study of real negotiations between farmers (buyers) and distributors of agricultural inputs (sellers). The adequacy of case studies in qualitative research is related to their ability to highlight the real context in which the phenomenon occurs (Eisenhardt & Graebner, 2007).

Although reaching similar results when comparing samples of students trained in negotiation with experienced professionals (Herbst & Schwarz, 2011), the conduct of research in simulations does not take into account the impacts of continuous relationships in negotiations between buyers and sellers in a business context (Greenhalgh, 1987; Thomas et al., 2015). In this sense, this research used case study to broaden the understanding of the negotiations in the analyzed context, following the steps suggested by Yin (2005) and De Massis and Kotlar (2014).

### *Unit of analysis definition*

Meinberg, Tomanini, Teixeira, and Peixoto (2011) state that companies are embedded in a context of interdependence, where there is a flow of ownership of goods and services between them, and also where negotiation is the basis for the conclusion of such agreements. In most situations, these negotiations are led by buyers (or the purchasing team, depending on the size of the organization) and by sales people (sales staff), and the main contact is led by two people: a buyer and a seller (Cunningham & Turnbull, 1982).

Based on this discussion, the target negotiation is the one that occurs in the process of buying and selling (exchange of products and services) of pesticides for crops, considering a producing company as a buyer (rural producer) and a company that sells agricultural inputs as a seller (retailers and distributors). Negotiations that occurred in previous harvests were analyzed, specifically in the harvest that began in 2015.

### *Determination of the number of cases*

For this research, six Brazilian cases and seven international cases (United States) were selected. The choice of international cases was based on the importance of carrying out comparative studies considering the relationship between buyers and sellers (Rocha & Luce, 2006), as well as the representativeness of the two countries for the input distribution sector (Castro, 2008).

This way, each dyad (seller-buyer) is considered as a case. It should be emphasized that the view of the two parties involved in the process is fundamental when considering the negotiation context and the relationship between the parties, since this broader approach favors the understanding of the negotiation dynamics (Gelfand, Major, Raver, Nishii, & O'Brien, 2006).

Each negotiation presents unique characteristics, however, to broaden the discussion of the results, negotiation dyads in different companies were chosen, since each inputs distributor may have characteristics that affect the negotiations conducted.

	Seller Experience in sales Time Serving the Account	Buyer Planted area-crop 15/16 (Brazil)/ 2015 (USA) Relationship time with distributor	Distributor / Location
Dyad 1	5 – 10 years 2 – 5 crops	570 ha (soybean/corn) 11-15 crops	Distributor B1 São Paulo - Brazil
Dyad 2	5 – 10 years 6 – 10 crops	18.5 ha (mango) More than 15 crops	Distributor B1 São Paulo - Brazil
Dyad 3	11 – 15 years 11 – 15 crops	900 ha (corn) 11 - 15 crops	Distributor B2 São Paulo - Brazil
Dyad 4	More than 20 years More than 15 crops (the seller served this account in another company)	500 ha (soybean/corn) 6 - 10 crops	Distributor B2 São Paulo - Brazil
Dyad 5	11 – 15 years 6 – 10 crops	2,500 ha (soybean) 6 - 10 crops	Distributor B3 Minas Gerais - Brazil
Dyad 6	11 – 15 years Less than 2 crops	2,200 ha (soybean) More than 15 crops	Distributor B3 Minas Gerais - Brazil
Dyad 7	Less than 5 years 2 – 5 crops	200 acres (soybean) 2 - 5 crops	Distributor E1 Indiana – USA
Dyad 8	Less than 5 years 2 – 5 crops	6,800 acres (soybean) 2 - 5 crops	Distributor E1 Indiana – USA
Dyad 9	More than 20 years 2 – 5 crops	2,000 acres (soybean) 2 - 5 crops	Distributor E2 Ohio – USA
Dyad 10	More than 20 years 2 – 5 crops	3,400 acres (soybean) 2 - 5 crops	Distributor E2 Ohio – USA
Dyad 11	5 – 10 years 6 – 10 crops	2,200 acres (soybeans/wheat) More than 15 crops	Distributor E3 Kansas – USA
Dyad 12	5 – 10 years Not informed	3,800 acres (soybean/corn) More than 15 crops	Distributor E3 Kansas – USA
Dyad 13	Less than 5 years 2 – 5 crops	1,800 acres (soybean) More than 15 crops	Distributor E3 Kansas – USA

Fig. 2. Summary of the dyads studied.

Source: Prepared by the authors.

Consequently, three companies in Brazil and three companies in the United States were selected. For each of them, two dyads were chosen, except one company in the United States where three dyads were analyzed. The distributors (companies) did not follow the criterion of convenience, but of purposeful choice (Pratt, 2009), to strengthen data collection. In this way, we opted for companies that had well defined management practices and sales controls. The choice of distribution channels participating in the research was made with the assistance of two specialists in agricultural inputs distribution in Brazil and with the support of two specialists in the study of agricultural inputs distribution in the United States.

For both contexts, the specialists were asked to list five names of distributors, considering the size, the importance for the region of operation, the importance for the manufacturers, as well as a qualitative view of the management level of the distributors, which contributed to the fact that the analysis of results was not affected by poorly defined management practices. Of the five distributors contacted for the study in each country, we obtained the interest of three in each country.

Due to participants' request, names of companies, as well as descriptive characteristics that could demonstrate which companies participated in the study, were omitted. Thus, a codification was created so that the reader can identify which company is being considered in the presentation and discussion of the

results. For Brazilian distributors, the letter “B” was used followed by a number (1, 2 and 3); for US distributors, the letter “E” was used followed by a number (1, 2 and 3). In the end, 13 dyads (cases) were selected, distributed among the six participating companies. It was possible to perceive a theoretical saturation with the evolution of the interviews, which was a criterion used to close the number of cases. Fig. 2 presents a summary of some characteristics of each dyad studied.

#### Collection of information

As Cunningham and Turnbull (1982) pointed out, sellers and buyers are often the main points of contact in transactions and relationships between firms. By the part of producers, interviews were carried out with those responsible for purchasing/final decision-making. By the part of distributors, interviews were carried out with those responsible for sales to producers. These are the ones who are directly involved in negotiations. Thus, semi-structured scripts were elaborated for the interviews with sellers and producers, which were conducted in person by the researchers. All interviews were recorded, with the permission of the participants, for later transcription and analysis. In general, the script sought to evaluate the various dimensions of the negotiation that took place during the sale/purchase process for the conclusion of the agreement.

The basic questions for collecting the information presented in this study were:

**Seller:** *What strategy did you adopt during the sales process for the customer (collaborative/win–win or competitive/win–lose) and why did you decide to adopt it? Could you exemplify how this strategy was implemented?*

**Buyer:** *What strategy did you adopt during the buying process (collaborative/win–win or competitive/win–lose) and why did you decide to adopt it? Could you exemplify how this strategy was implemented?*

To facilitate the understanding of the interviewees we used the terms collaborative/win–win as synonyms of integrative strategies, and competitive/win–lose as synonyms of distributive strategies, as pointed out by Siedel (2014). However, a certain care was taken in the analysis of the results to verify whether they were integrative or purely distributive, avoiding the interpretation of a distribution of resources, resulting from an integrative strategy (increase of the amount and the gains) such as win–lose, which was highlighted in the theoretical framework of this study.

The questions were elaborated by the authors to be as open as possible and to allow the content analysis of the respondents' answers. The objective was to evaluate the strategic posture adopted by the participants, aiming at identifying the main factors that influence choices. "The standardized open-ended interview allows the participants to contribute as much detailed information as they desire [...] allowing the researcher to ask probing questions as a means of follow-up" (Turner, 2010, p. 756). Still, according to Turner (2010), the nature of open questions can allow participants to express their points of view and experiences with more intensity. The choice of open questions was based on the need to capture participants' point of view, but at the same time explore details that allow the interpretation of behaviors and strategies used.

The interviews were conducted following the steps outlined in the case study protocol based on Yin (2005). The collection method was the same for both Brazilian and North American contexts. However, the scripts suffered minor adjustments to adapt to the local context (such as area unit – hectares × acres), and the translation into English. Dyads were studied in the context of six companies together with the interviews with the managers, totaling 26 interviews.

#### *Evaluation, analysis, and presentation of data*

As pointed out by Eisenhardt (1989) data analysis is one of the most critical phases of the case study. Therefore, the collected data were analyzed with the support of the technique of content analysis, following the steps proposed by Bardin (2008): transcription of interviews, reading, clipping, and notation, and definition of empirical thematic categories. Categories were defined *a posteriori*. The analysis of the results was strengthened by the recommendations of Burnard, Gill, Stewart, Treasure, and Chadwick (2008). The authors propose the definition of initial categories, defined from the transcripts made, which are bases for the definition of final categories. According to the authors, the objective is to allow the researcher to explore and interpret

the qualitative data in greater depth. The authors still claim that the use of software to carry out this process can be recommended to facilitate analysis. However, manual analysis does not impair the quality of the research, since the most important is that the researcher can go through the initial and final coding phases, generating consistent and organized data for discussions. In this sense, it was decided to carry out the analysis without the help of information systems. The use of coding, besides being a more current way to demonstrate qualitative data, allows researchers to give more rigor to their analyzes (Burnard et al., 2008).

#### **Presentation of results**

In this section, we present the main results obtained in interviews with buyers and sellers. The strategies were evaluated according to transcripts of questions asked for the parties, which were highlighted in the method section of this study. To make the understanding simpler, the question was asked considering the two extremes (collaborative/integrative and competitive/distributive). However, through the theory studied, the authors sought elements in the discourses that allowed an interpretation of the strategy that was used by the parties. For the presentation of the results, the terms collaborative, competitive and compromise will be worked in this study. The use of open-ended questions allowed interviewees to discuss more the strategies that were used, highlighting the main motivations for using each strategy. The results are evaluated in two stages: The first stage aims to identify initial codes from the transcripts of the interviews and the classification of the type of strategy that was used by the negotiator; The second one makes a grouping of the initial coding into final coding, seeking to reduce the number of categories identified, highlighting the main motivations for the use of negotiation strategies.

The initial coding of the sellers is highlighted in Fig. 11 (Appendix A). Fig. 11 presents the excerpts from the transcribed interviews, which enabled an initial codification of the factors that may motivate the definition of the negotiation strategy that was adopted by the sellers. Also, a classification of the adopted strategy is presented. In general, sellers used three strategies: collaborative, compromise and competitive.

After the initial coding, a final coding was elaborated, adding the codes in broader concepts, to avoid repetitions and to define consolidating categories. Fig. 3 shows the motivators of the collaborative strategy use by sellers. Thus nine categories were defined, which were formed from the consolidation of the analysis of Fig. 11.

Fig. 4 shows the categories that motivate the use of the compromise strategy. Two major categories can be highlighted: long-term maximization of return and the need to reach an agreement and complete the negotiation.

Finally, Fig. 5 presents the two categories that emerged after the initial codification, motivating the use of the competitive strategy.

The same analysis was made for the responses given by buyers (farmers). Firstly, the excerpts from the transcribed interviews were analyzed, and initial codes were identified. In addition to the initial codes, an analysis was made on the

Final coding (Sellers) Collaborative Strategy	Initial coding (Factors that may motivate the use of the collaborative strategy)
1. Strengthening/maintaining trust	- Maintenance of trust (Dyad 2, Dyad 7, Dyad 13) - Building Trust (Dyad 11)
2. Influence of existing relationship	- Influence of the relationship of the parties (Dyad 1) - Strategy influenced by existing relationship (Dyad 7)
3. Positive influence on negotiation conclusion	- Producers value a collaborative approach (Dyad 1) - Increased earning potential for the seller (Dyad 1) - Influence on reaching the agreement (Dyad 5)
4. Maximizing Mutual Gains	- Enables mutual gains (Dyad 1) - Need for Mutual Gains (Dyad 5)
	- Presence of mutual objectives (Dyad 7) - Generate mutual gains (Dyad 12)
5. Strengthening the relationship	- Maintenance of the relationship (Dyad 6, Dyad 13) - Strengthening the relationship (Dyad 11)
6. Expansion of negotiation value	- Need to show the value of the offer (Dyad 5)
7. Maximizing long-term return	- Long-term earnings support (Dyad 6) - Business continuity in the future (Dyad 13)
8. Improving Customer Satisfaction	- Generate client's satisfaction (Dyad 6, Dyad 11) - Satisfaction of both sides (Dyad 12)
9. Style - Personality traits	- Own Style (Dyad 10)

Fig. 3. Final coding – sellers – collaborative strategy.

Source: Prepared by the authors.

Final coding (Sellers) Compromise Strategy	Initial coding (Factors that may motivate the use of the compromise strategy)
1. Protection against attack from competitors in the short term for continuity of the relationship - future earnings	- Account Protection (Dyad 3, Dyad 4) - Continuity of the relationship in search of long-term gains (Dyad 3) - Continuity of transactions in the future (Dyad 4) - Move the competitor (Dyad 13)
2. Conclusion of the negotiation	- Need of satisfaction on both sides for conclusion of the business, but without maximizing the gains (Dyad 9)
3. Division of gains	- Give and take (Dyad 9) - Division of earnings (Dyad 9)

Fig. 4. Final coding – sellers – commitment strategy.

Source: Prepared by the authors.

Final coding (Sellers) Competitive Strategy	Initial coding (Factors that may motivate the use of the competitive strategy)
1. Defense of self-interest	- Need to defend one's own interests (Dyad 8) - Protection of the competitive position (Dyad 8)
2. Compete, because the other side will compete. Better way to face the other side	- Acting competitively, due to the fact that the other side is competitive (Dyad 8)

Fig. 5. Final coding – sellers – competitive strategy.

Source: Prepared by the authors.

strategy that each negotiator adopted based on the interpretation of the initial responses and codes identified. As well as in the analysis of the sellers, the use of three strategies was also identified: collaborative, compromise and competitive. Fig. 12, highlighted in Appendix B of the paper, presents the consolidation of these analyzes.

From the initial coding, a second refinement of the data was made for the definition of final categories, seeking a consolidation of themes, organizing them by type of strategy adopted. Fig. 6 shows the five categories that motivate the use of the collaborative strategy by buyers.

Another strategy adopted was a compromise. From the initial coding, it was possible to identify three final categories motivating the use of this strategy. Fig. 7 summarizes the final coding defined based on the initial codes raised. Three categories were defined.

Finally, Fig. 8 presents the five categories that were identified from the analysis of the initial coding as motivators of the use of the competitive strategy.

After analyzing the data, the following section presents a discussion of the results, as well as the cross-analysis of the data.

Final coding (Buyers) Collaborative Strategy	Initial coding (Factors that may motivate the use of the collaborative strategy)
1. Influence of existing relationship	- Existing relationship between the parties (Dyad 4, Dyad 5) - Commitment to the relationship (Dyad 4)
2. Maximizing Mutual Gains	- Generate mutual gains (Dyad 4, Dyad 6, Dyad 7, Dyad 10) - Share gains (Dyad 11, Dyad 12)
3. Strengthening the relationship/Supplier Maintenance	- Continuity of the relationship (Dyad 6, Dyad 7, Dyad 10) - Being able to count on the supplier next year (Dyad 10) - Strengthening the relationship (future) through trust (Dyad 11) - Continuity of the commercial relationship (Dyad 12)
4. Improvement of the seller's satisfaction	- Satisfaction of the other party (Dyad 6, Dyad 10, Dyad 11)

Fig. 6. Final coding – buyers – collaborative strategy.

Source: Prepared by the authors.

Final coding (Buyers) Compromise Strategy	Initial coding (Factors that may motivate the use of the compromise strategy)
1. Influence of existing relationship	- Influence of the existing relationship between the parties (Dyad 2)
2. Division of gains	- Earnings distribution (Dyad 2) - Divide the difference to reach an agreement (Dyad 8) - Give and take (Dyad 8)
3. Improved satisfaction on both sides	- Satisfaction of both sides (Dyad 8)

Fig. 7. Final coding – buyers – compromise strategy.

Source: Prepared by the authors.

Final coding (Buyers) Competitive Strategy	Initial coding (Factors that may motivate the use of the competitive strategy)
1. Defense of self -interest	- Defense of self-interest (Dyad 1) - Focus on individual results (Dyad 9)
2. Styles of personality traits	- Personal style influencing the negotiation strategy (Dyad 3)
3. Reduction of price paid	- Pressure for Price Reduction (Dyad 9)
4. External environmental pressures	- Low Commodity Prices - Decrease in Revenue (Dyad 13)
5. Expansion of individual earnings	- Attempt to increase individual gains (cost management) (Dyad 1) - Search for the walkaway point (reservation value) on the other side (Dyad 1)
6. Interest in substantial results	- Focus on Substantial Results (Dyad 1, Dyad 13)
7. Availability of equivalent alternatives	- Uniformity of alternative offers (comparative level of alternatives) (Dyad 13)

Fig. 8. Final coding – buyers – competitive strategy.

Source: Prepared by the authors.

### Cross-analysis and discussion

To begin the analysis, Fig. 9 presents a summary of the main reasons that led buyers and sellers to define their negotiation strategy. It is noted, on both sides (buyers and sellers), the use of strategies of collaborative, competitive and compromise.

A discussion of the results will be deepened, initially, focusing on the seller's side. By analyzing the strategy of the sellers, it is possible to observe that in eight dyads (1, 2, 5, 6, 7, 10, 11 and 12) there were a collaborative strategy. In addition to using collaborative strategies with the aim of structuring or strengthening a relationship with clients, it can be noted that this strategy is used for several other purposes, such as building trust between the parties or even increasing the value of negotiations. These results confirm the findings previously presented in theory.

Moreover, it is observed that the existing relationship between the parties may impact on the seller's choice of collaborative negotiation strategy, since there is a relationship of trust that allows the discussion of the interests of the parties, seeking to reach the results which are satisfactory to both sides: “*when it is a relationship, I know, you know, and we balance everything, and we both define a plan, and we trust each other*” (Seller dyad 7).

Besides collaborative strategy, the use of two other strategies was observed: competitive and compromise. Thus, salespeople who seek to structure a relationship do not always use integrative strategies. The maintenance of the relationship with the client, allowing the conclusion of the agreement and the maximization of long-term return is one of the objectives of the compromise strategy:

Strategy	Seller's Reasons	Buyer's Reasons
Collaborative	<ol style="list-style-type: none"> <li>1. Strengthening/maintaining trust</li> <li>2. Influence of existing relationship</li> <li>3. Positive influence on negotiation conclusion</li> <li>4. Maximizing Mutual Gains</li> <li>5. Strengthening the relationship</li> <li>6. Expansion of negotiation value</li> <li>7. Maximizing long-term return</li> <li>8. Improving Customer Satisfaction</li> <li>9. Style - Personality traits</li> </ol>	<ol style="list-style-type: none"> <li>1. Influence of existing relationship</li> <li>2. Maximizing Mutual Gains</li> <li>3. Strengthening the relationship/Supplier Maintenance</li> <li>4. Improvement of the seller's satisfaction</li> </ol>
Compromise	<ol style="list-style-type: none"> <li>1. Protection against attack from competitors in the short term for continuity of the relationship - future earnings</li> <li>2. Conclusion of the negotiation</li> <li>3. Division of gains</li> </ol>	<ol style="list-style-type: none"> <li>1. Influence of existing relationship</li> <li>2. Division of gains</li> <li>3. Improved satisfaction on both sides</li> </ol>
Competitive	<ol style="list-style-type: none"> <li>1. Defense of self-interest</li> <li>2. Compete, because the other side will compete. Better way to face the other side</li> </ol>	<ol style="list-style-type: none"> <li>1. Defense of self-interest</li> <li>2. Styles /personality traits</li> <li>3. Reduction of price paid</li> <li>4. External environmental pressures</li> <li>5. Expansion of individual earnings</li> <li>6. Interest in substantial results</li> <li>7. Availability of equivalent alternatives</li> </ol>

Fig. 9. Reasons to adopt specific negotiation strategies.

Source: Prepared by the authors.

*"I can not make room for the other (supplier) to access this client" (Seller dyad 3)*

*"Sometimes it is worth doing this (sacrificing something), so you do not open the door to the competitor" (Seller dyad 4).*

The importance of continuing the relationship with producers is considered even if they have to give up part of the gains. This behavior can be justified by the possibility of relational results obtained, which will allow the continuity of the business in the future. Also, it is noted that the compromise strategy is used in situations that negotiators recognize the need to cede to meet demand from the other side. However, they do not stop charging some interests.

Finally, the competitive strategy appears on the part of the seller at times when the improvement of short-term results is necessary, or when the negotiator has to defend his own interests: *"Always competitive [...] there are always several people trying to do the work you do [...] but you are the person who has the business [...] With clients who are more negotiators it is a little easier for you to lose the account [...] they do not care what you do" (Seller dyad 8)*. It is also observed that competitive posture may be a strategy used in situations in which the seller expects the other side to adopt a competitive attitude.

It is worth mentioning that the customer of the dyad 8 has a strong bargaining power due to its size, as well as having other suppliers at its disposal as alternatives. Also, the relationship between the parties is at a more initial stage, according to the seller, which leaves the relationship with a more transactional character. This result is in line with the conclusions of Thomas et al. (2013).

By analyzing Fig. 9, on the buyer's side, it was possible to see that some producers (4, 5, 6, 7, 10, 11 and 12) use collaborative (integrative) strategies thinking about strengthening/maintenance of the supplier due to the influence of the existing relationship or about improving the satisfaction of the seller.

On the influence of the existing relationship between the parties, we observe an interesting fact: negotiators can vary their strategy according to the level of the relationship. In some moments, they can adopt a collaborative attitude and in others, with less relational suppliers, they may adopt a competitive attitude: *"in his situation is more win-win, taking into account the assistance he gives me. For other companies, I am usually win-lose. I end up being harder. I cut him some slack. That is where the relationship comes in."* (Buyer dyad 5). Based on this result we can highlight evidence that the intensity of the relationship may impact on the choice of strategy to be used.

In addition to collaborative strategy, it is noted that other strategies can be used by buyers even in a context in which the relationship between the parties is important.

Thus, it is possible to highlight the use of competitive strategy by buyers. This strategy was verified in four dyads: 1, 3, 9 and 13. Among the reasons found, the defense of one's interests, the availability of equivalent alternatives, the reduction of prices paid on inputs, interest in substantial results, or the need to reduce costs, can motivate the use of this strategy. These results confirm the conclusions of Ramsay (2004) and Zachariassen (2008), highlighting that even in relational contexts negotiators can use distributive strategies.

Here arises a reflection on the possibility of expanding the value of negotiations. Since cost reduction is important to cus-

tomers, sellers may think of ways to reduce costs through their offerings or they can also look for ways to increase producers' productivity (gains) without changing the price of products, expanding the value of the negotiations.

Still, regarding the use of the competitive strategies, it is observed by the results of the research that the style of the negotiator and personality traits can influence in the way the parties will act in negotiations. This fact can be observed not only by the buyer, according to the section highlighted by the producer of dyad 3 and 9, but also by the seller, as observed in the dyad 10:

*"I am not very collaborative; I think I am harder in the negotiations. [...] My personal style [...] a little German blood" (buyer dyad 3)*

*"I paid less, so I won, and they lost" (buyer dyad 9)*

*"I always try to play win-win" (seller dyad 10)*

It was not the objective of this paper to evaluate the impact of the negotiators' style in the definition of the strategy, however, new studies could explore this research problem, since the definition of the strategy that will be used may not only depend on the importance of the substance and relational results that are intended to achieve through negotiations.

Finally, it was identified the use of compromise strategies on the part of buyers, notably by the influence of the existing relationship, or by the intention of improving the satisfaction of both sides involved in the negotiation.

### Implications of results for negotiation strategy theory

This section presents a synthesis of the implications of the results for negotiation strategy theory. Based on the results presented previously, it is possible to emphasize that the main contribution of this study is the perception of the temporal changes of the strategies. The study shows indications that negotiators' strategy may not be fixed during the same negotiation process since in some dyads it was possible to perceive a change in the strategy used during the negotiation process.

The first example to be highlighted represents the posture of the buyer Dyad 5, who initially adopted a competitive stance and then moved to a collaborative stance, which can be noted from the seller's speech: *"I told the customer that it was not good for me and he realized that it had to be good for me and then he started to do some analysis and went back to negotiating, and we had a deal" (Seller dyad 5).*

When analyzing the speech of the buyer of the dyad 5, in relation to the situation of the negotiation analyzed, it is noted that the buyer is willing to adopt a different strategy with this seller, especially due to the value of the relationship existing between the parties: *"in his situation is more win-win, taking into account the assistance he gives me. For other companies, I am usually win-lose. I end up being harder. I cut him some slack. That is where the relationship comes in."* By analyzing the two phrases highlighted, it can be noticed that the style or worldview of the buyer influences the initial strategy (competitive). However, throughout the negotiation, it was altered since it was influenced by the relationship between the parties.

In the passage highlighted by the buyer Dyad 13 (*"Loyalty may disappear at times because of price"*) there are indications that, due to external pressures and the number of alternatives, the negotiator may have moved from a collaborative position to a competitive position.

Another passage shows that the negotiator, due to the long relationship with the other party, may have entered the negotiation seeking a collaborative position. However, as a strategy of protection against the attack of competitors in the short term for the continuity of the relationship, the negotiator may have adopted a compromise strategy. *"Sometimes it is worth doing this (sacrificing something), so you do not give access to the competitor" (Seller Dyad 4).*

A secondary contribution of the research is the importance of both sides adopting a collaborative stance so that economic and relational gains could be maximized. By analyzing the terms negotiated and discussed in each of the dyads, it is noted that in dyads 7, 11 and 12 there was no price bargain. The terms negotiated were the package options, which products are more suited to customers' needs, as well as the performance of protection and earnings programs. Thus, even though it has been a well-known point for some time in negotiation theory (beginning of game theory), it is noted that if only one side adopts a collaborative strategy and the other side adopts any of the other strategies (compromise or competitive), there is the possibility that a portion of the agreement value is left at the negotiating table. The outcome of the negotiation may be less integrative.

Fig. 10 shows a graphical representation of a matrix created from the results of this research. It is proposed that the maximization of the negotiation value for both sides occur in situations in which both parties adopt an integrative negotiation strategy. In situations when one party uses a compromise or competitive approach may occur the division of negotiation value.

### Final considerations

The present study aimed to analyze, from real negotiation situations between buyers and sellers and also inserted in a relationship, how both parties use negotiation strategies and what motives may influence their use.

It could be noticed that even in situations where the relationship is important for the parties, they use strategies that go beyond integrative. On the part of sellers, the use of compromise strategies can be seen as a technique to make the producer more satisfied without harming the relationship between them, seeking the maximization of long-term results. Moreover, compromise approaches were presented as a defense by sellers, since they are willing to lose a little in the current negotiations but to continue their business with the producer next year.

On the side of the producer (buyer), it is noted that some of them use collaborative strategies thinking about mutual gains. However, it is also observed the use of competitive strategies, which was mainly motivated by the need to take care of the profitability of the business. Also, it is observed that the negotiation environment can influence this behavior in situations of low commodity prices.

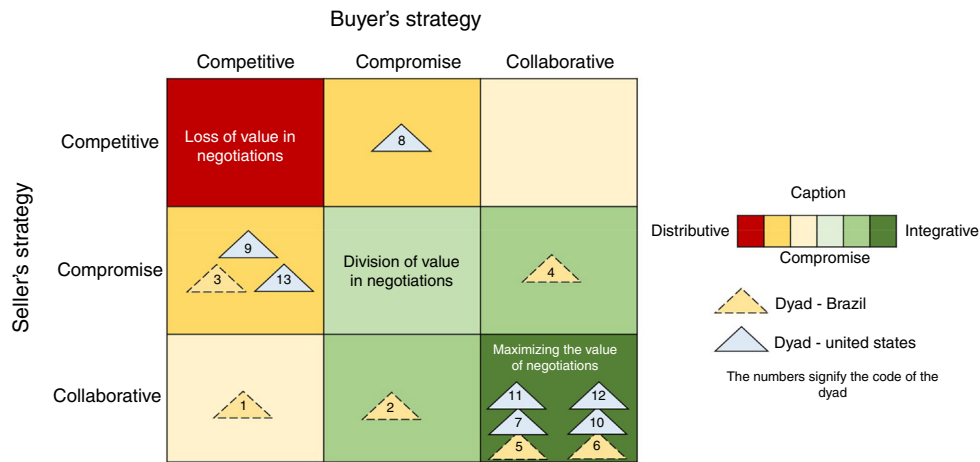


Fig. 10. Matrix of buyer–seller negotiation strategies.

Source: Prepared by the authors.

Thus, the study contributes to the theory of negotiation and relationship between buyers and sellers as it advances in the discussion raised by Ramsay (2004), Zachariassen (2008) and Thomas et al. (2013), highlighting the possibility of adopting strategies of compromise besides integrative and distributive. Also, this research broadens the list of reasons that lead buyers and sellers to use the three strategies. These conclusions make room for the development of new researches that could expand the verification of these results through studies with broader samples.

In addition to broadening the theoretical discussion pointed out above, this article has as its central contribution the fact that negotiators can change their negotiation strategy throughout the process, as it could be observed in some dyads. In previous studies, such as Ramsay (2004) and Zachariassen (2008), the focus of the considerations was on the fact and the reasons that could lead negotiators to adopt negotiation positions in relational situations other than collaborative. However, we noted that even in relational situations, in addition to using other strategies (competitive and compromise) during negotiations, parties can migrate their strategy throughout the negotiation process considering the three positions: collaborative, compromise and competitive. In particular, it was observed that these changes were motivated by the need to protect the account (offers of competitors), external pressures and number of alternatives, and also by the strengthening of the relationship between the parties.

This observation reinforces the dynamic and systemic aspect of negotiation in non-simulated business environments. For instance, even in situations where negotiators plan to adopt an initial collaborative stance influenced by the interest in the relationship, their strategy may shift to a competitive one to defend their personal goals. On the other hand, thinking about individual objectives, a competitive strategy may change to collaborative, once negotiators realize the importance of the relationship between the parties.

Therefore, the study opens up opportunities for further research that can explore the motives that lead negotiators to change strategy throughout the process, as well as other motives that may appear.

As managerial contributions, the present study opens the door to a better understanding of professionals on the reasons that can lead the parties to adopt their negotiation strategies, allowing a greater preparation of both parties for situations of purchase and sales of agricultural inputs. Also, it draws the attention of professionals to the dynamic nature of negotiation strategies, as it was highlighted above.

A possible limitation of this study is the exclusive focus on negotiation strategies, since other elements of the negotiation may impact the results achieved by the parties. As an example, it was noted that styles and personality traits might also influence the way negotiators to behave. However, these analyzes were not deepened, since the research did not aim to map the style of the negotiators interviewed. Finally, the fact of being a study with a small sample (qualitative) prevented to carry out comparative strategy analyzes between the two countries in which the survey was conducted (Brazil and the United States). However, the dimensions raised here may serve as a basis for the preparation of future quantitative studies to compare the two realities.

Although not generalizable, the conclusions found here may be used to expand studies on the subject in other sectors, which also present strong relational characteristics, such as agricultural input distribution sector.

### Conflicts of interest

The authors declare no conflicts of interest.

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## Appendix A.

No. of Dyad	Interview Transcripts (Sellers)	Initial Coding	Strategy adopted
D1	“by the relationship [...] sometimes there is one thing (product) that will not work for the guy and you know, [...] (but) you have the goal of that product, [and] (if) I know it will not suit him, I will not want to sell to him.[...] I think the customer gives a lot of value to those who are collaborative, of course you can not forget your side, the side of the company. [...] “I also come from a family of rural producers, so you know how much it is complicated” (V1).	<ul style="list-style-type: none"> <li>- Influence of the relationship of the parties</li> <li>- Producers value a collaborative approach</li> <li>- Increased earning potential for the seller</li> <li>- Enables mutual gains</li> </ul>	Collaborative
D2	“I never go there thinking about selling a product to him only to meet the goal of the store. Because he’s a person who has too much trust in me ” (V2).	<ul style="list-style-type: none"> <li>- Maintenance of trust</li> </ul>	Collaborative
D3	“I can not make room for the other (supplier) to access this client. If we’re already inside, then why should I let another come? We’ll protect him” (V3).	<ul style="list-style-type: none"> <li>- Account Protection</li> <li>- Move the competitor</li> <li>- Continuity of the relationship in search of long-term gains</li> </ul>	Compromise
D4	“It’s been 20 years that I sell crop after crop to him. If I open the door there it’s not that I will not sell anymore, I will, but I’ll have to conquer again. [...] Sometimes it’s worth doing this (sacrificing something) so you do not open the door to the competitor”(V4).	<ul style="list-style-type: none"> <li>- Existing relationship</li> <li>- Move the competitor</li> <li>- Account Protection</li> <li>- Continuity of transactions in the future’</li> </ul>	Compromise
D5	even if you do not win this time, it will help you win in the future. [...] Once you are sent away (from the farm), or lose the chance to a competitor, it is much harder to gain his trust again and get the customer back” (V13).	<ul style="list-style-type: none"> <li>- Need for Mutual Gains</li> <li>- Influence on reaching the agreement</li> <li>- Need to show the value of the offer</li> </ul>	Collaborative

D6	"I never think of win -lose because <u>I need the customer next year. He can not have a bad feeling</u> "(V6).	<ul style="list-style-type: none"> <li>- Long -term earnings support.</li> <li>- Maintenance of the relationship</li> <li>- Generate client satisfaction</li> </ul>	Collaborative
D7	" <u>when it's a relationship</u> , I know, you know and we <u>balance everything</u> , and <u>we both define a plan</u> and we <u>trust each other</u> " (V7).	<ul style="list-style-type: none"> <li>- Strategy influenced by existing relationship</li> <li>- Presence of mutual objectives</li> <li>- Maintenance of trust</li> </ul>	Collaborative
D8	" <u>always competitive</u> [...] <u>there are always several people trying to do the work you do</u> [...] <u>but you are the person who has the business</u> [...] <u>With clients who are more negotiators it is a little easier for you to lose the account, they are not in a relationship, they do not care what you do</u> " (V8).	<ul style="list-style-type: none"> <li>- Need to defend one's own interests</li> <li>- Protection of the competitive position</li> <li>- Acting competitively, due to the fact that the other side is competitive</li> </ul>	Competitive
D9	" <u>because we both had to give in to define the final products and prices</u> " (V9)	<ul style="list-style-type: none"> <li>- Need of satisfaction on both sides for conclusion of the business, but without maximizing the gains</li> <li>- Give and take</li> <li>- Division of earnings</li> </ul>	Compromise
D10	" <u>I always try to play win -win</u> . [...] I look for information and try to understand where I can go". (V10)	<ul style="list-style-type: none"> <li>- Own Style</li> </ul>	Collaborative
D11	" <u>I always try to show that I'm working for him and not for my company</u> , because if he knows it he'll feel better about his decision. [...] If you can prove that <u>you are in his team</u> <u>you will build more confidence and have a better relationship</u> " (V11).	<ul style="list-style-type: none"> <li>- Generate client's satisfaction</li> <li>- Building Trust</li> <li>- Strengthening the relationship</li> </ul>	Collaborative
D12	" <u>The main point is that we are a business enterprise (and) we need to be profitable</u> . [...] (But) <u>We always try to reduce the cost</u> , not to hurt our business, but to benefit the producer".	<ul style="list-style-type: none"> <li>- Generate mutual gains</li> <li>- Satisfaction of both sides</li> </ul>	Collaborative
D13	"even if you do not win this time, _____ <u>it will help you win in the future</u> . [...] <u>Once you are sent away (from the farm), or lose the chance to a competitor, it is much harder to gain his trust again and get the customer back</u> " (V13).	<ul style="list-style-type: none"> <li>- Business continuity in the future</li> <li>- Maintenance of trust</li> <li>- Move the competitor</li> <li>- Maintenance of the relationship</li> </ul>	Compromise

Fig. 11. Initial coding – interview with sellers.

Source: Prepared by the authors.

## Appendix B.

No. of Dyad	Interview Transcripts (Buyers)	Initial Coding	Strategy adopted
D1	"I am more competitive, because who will defend my company, my interests, my branch is me. If he is making the price, it is because he has the condition to make. I try to squeeze to the max" (C1). "sometimes when the volume is large [...] you try to earn a few cents per liter. A little you win makes a good difference. So I try not to lose" (C1).	- Defense of self-interest - Search for the walkaway point (reservation value) on the other side - Attempt to increase individual gains (cost management) - Focus on Substantial Results	Competitive
D2	"I think on my side, but I do not miss seeing the seller's side too"(C2). "the company and the seller are a set. [...]. Then you can discuss the price [...] of a product, because you have friendship. Now, if you do not have friendship with the person, you can not do it"(C2).	- Earnings distribution - Influence of the existing relationship between the parties	Compromise
D3	"I'm not very collaborative, I think I'm harder in the negotiations. [...] My personal style [...] little German blood [...] we are very pragmatic" (C3).	- Personal style influencing the negotiation strategy	Competitive
D4	"this familiarity helps a lot. You end up thinking about the other side, [...] The fact of the help he (the seller) gives me. [...] When you need him, he's there to help. Now there are companies that are a mere salesman. They do not get involved. So why are you going to be collaborative? You have to see both sides, you end up helping who helps you" (C4).	- Existing relationship between the parties - Commitment in the relationship - Generate mutual gains	Collaborative
D5	"in his situation is more win-win, taking into account the assistance he gives me. For other companies, I am usually win-lose, I end up being harder. I cut him some slack. That's where the relationship comes in."(C5).	- Existing relationship between the parties	Collaborative
D6	"you have to win on both sides, you have to think about the continuity of the partnership. It's no use trying to step on the person's neck, take out the last penny, and they will not make money. They need to have some margin" (C6).	- Generate mutual gains - Continuity of the relationship - Satisfaction of the other party	Collaborative
D7	"I'm more win-win, because I'm going to keep dealing with this business next year. [...] If people have an agreement that they can not fulfill anymore, this does not work in the long run" (C7).	- Continuity of the relationship - Generate mutual gains	Collaborative
D8	"I feel that at some point there should be a consensus. [...] we will reach a consensus on price and product and we will make an agreement. Maybe not the price he wants, or more than I intended to pay, but there will be a consensus" (C8).	- Satisfaction of both sides - Divide the difference to reach an agreement - Give and take	Compromise
D9	"it is win-lose. I paid less, so I won and they lost" (C9).	- Pressure for Price Reduction - Focus on individual results	Competitive
D10	"I do not want to push my supplier because he may consider it is painful to do business with me. [...] I ask them the best price and I trust they are bringing me the best price. [...] I'm not going to keep asking him to lower the price, because I want them to stay in business, so I can do business with them next year". (C10)	- Generate mutual gains - Satisfaction of the other party - Continuity of the relationship - Being able to count on the supplier next year	Collaborative
D11	"we have a phrase: shared growth, shared success. If I grow, he grows and we're both successful. [...] I can not negotiate price with him. I do not want him to lose his job, because I want to pay a better price than everyone else" (C11).	- Share gains - Satisfaction of the other party - Strengthening the relationship (future) through trust	Collaborative
D12	"I always try to be win-win, because if I am doing business with you [...] and I always make money, and you always lose money, very soon you will not be in business anymore. And I will not be able to use your business anymore. Everyone has to win". (C12)	- Share gains - Continuity of the commercial relationship	Collaborative
D13	"because we want to save money. Loyalty may disappear at times because of price. This is not something that people like to hear. If you are buying the same products you can save a few dollars per acre. It's hard not to go with the cheapest when you have the same product or similar. It's a competition, pure competition. Even more so now with the low commodity price" (C13).	- Focus on Substantial Results - Uniformity of alternative offers (comparative level of alternatives) - Low Commodity Prices - Decrease in Revenue	Competitive

Fig. 12. Initial coding – interview with buyers.

Source: Prepared by the authors.

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