

# Spiritualist Economy

DR. R. MOHABE

---

Date of Submission: 19-11-2022

Date of Acceptance: 03-12-2022

---

## Spiritualist Economy

### 1. Economy Meaning -

Economy is a system that provides livelihood to the people. The economy includes all those activities of production, exchange and distribution, which help people to meet their economic needs.

### 2. Types of Economy:

are three types of economy in the world.

- (i) Capitalist economy
- (ii) Communist economy
- (iii) Mixed economy

**(i) Capitalist economy-** Capitalist economy is the oldest economy in the world. It started in the middle of 16th century in European countries. It emerged as a result of the Industrial Revolution that started in England. Capitalism is an economic system in which the means of production are usually owned and controlled by the individual and the means are used by the capitalist to maximize his profit. Economy and Price Mechanism In a capitalist economy, all central problems are solved by a price machine. These are relative forces that help determine the price of goods and services in a capitalist economy.

**(ii) Communist Economy-** Kal Marx is considered the father of socialism. Socialism is an economic system in which all the important means of production are owned, managed, operated and controlled by the government. All activities related to the production and distribution of all important goods and services are planned, operated and controlled by the government. The government tries to establish equality and justice in the society.

**Socialist economy and planning-** In socialist economy, all the central problems are solved through economic planning. In such an economy, the government sets up a central planning body. It takes all economic decisions keeping in view the resources available in the country. In a socialist economy, all central problems are solved with the help of economic planning. Maximum social welfare and satisfaction are of paramount importance in solving all the problems.

**(iii) Mixed Economy-** Mixed economy is a system in which features of both capitalism and socialism are found. Under this, efforts are made to get the benefits of both capitalism and socialism. Mixed economy is an economic system in which both public sector and private sector work together. The role of both these sectors in the economy is determined in such a way that the economic welfare of all sections of the society can be increased. The ownership, control and direction of the industries established in the public sector is done by all the states and the ownership, management, control and direction of the industries established in the private sector are in the hands of private entrepreneurs and industrialists. Apart from this, there is also a joint sector in a mixed economy. It is operated jointly by both the government and private industrialists.

**Solution of central problems in mixed economy-** Government takes support of the system of economic planning to solve various central problems in the public sector. Decision are taken keeping in mind the available resources and their efficient use and public interest.

Central problems in the private sector are solved by the price machine. But here it is not completely free from the price mechanism like in capitalist economy. The government keeps on trying to influence this pricing mechanism towards the objectives of the plan in various ways. The price mechanism is influenced by the economic policy of the government. Like fiscal policy, license system etc.

### --- Spiritual Economy ---

Defects like class struggle, work aimed at profit maximization, economic exploitation, monopoly tendency, economic inequality and instability are found in capitalist economy. Lack of economic motivation, bureaucracy,

lack of personal freedom, end of consumer's sovereignty and lack of efficiency etc. are the defects found in socialist economy.

In mixed economy, lack of co-ordination in public and private sector, corruption and favoritism, dictatorship, fear of nationalization and economic instability etc. are found to be the fault.

All the three systems of economy are suffering from many defects. All the three systems are unable to help and provide all those activities of production, regulation and distribution of goods and services in the economy to meet the economic needs of all the people of the society.

All the three systems of economy are unsuccessful in providing healthy, dry and peaceful livelihood to all means of production (i.e. consumers).

Defects in all the three systems of economy can easily be solved through spiritualistic economy.

## **SPIRITUAL ECONOMY- MEANING**

Meaning of spiritualistic economy Spiritualistic economy provides healthy sustenance to all means of production. A happy and peaceful spiritualistic economy means such an economy in which the production, exchange and distribution of goods and services is completely under the private sector. Through the transparent and effective implementation of the legal provisions by the state, the economic activities are guided by protecting the interests of all the means of production. Production, exchange and distribution of goods and services is done at the cost price on the basis of fair return to all means of production. So that production, exchange and distribution of good quality goods and services can be done by efficient use of resources. Income is generated when all the means of production get just returns. On the basis of income generation, the wheel of economic development is set in motion, which leads to spontaneous economic development. In the private sector, the work of production, exchange and distribution of goods and services is done on the basis of the beliefs and principles of spirituality. So that all means of production can be provided with a healthy, happy and peaceful livelihood.

### **: Solution Of Central Problems In Spiritualist Economy:**

#### **1. Production exchange and distribution of high quality goods and services at cost of production price:**

In Spiritualist economy, goods and services are produced exchanged and distributed at cost price. Production, exchange and distribution of goods and services at cost price leads to the production of the best quality of goods and services. thereby protecting the interest of the consumer. With the end of cutthroat competition, there is no wastage of resources.

#### **2. Private Sector:**

In a spiritualistic economy, the production, exchange and distribution of goods and services is completely under the private sector. There is complete economic freedom between the producer and the consumer. The famous economist Chanakya said that the function of the state is not to do business.

#### **3. Fair returns to the means of goods and services:**

All the means of goods and services i.e. land, labour, capital, organization and adventurers are given rent, wages, interest, salary and profit respectively as a result of their cooperation in the production of goods and services. . In a spiritualistic economy, fair returns are given to all means of goods and services. This is possible with the concept of cost price. The state protects the interests of all resources under various legal provisions. Economic equality comes from getting a fair return to all the resources of production. Capital is created. Income is generated. All these things give impetus to economic development.

#### **4. Income Generation:**

Owners of all the means of production i.e. landowners, workers, capitalists, constituents and adventurers have both the means and ends of production, that is, the producer and the consumer are both the producers and the consumers.

The means of production get income from the production of goods and services. This income is used for consumption by the means of generation. Due to which the demand for goods and services increases. As a result, production increases, which increases the income of the means of production. In this way income is generated. This income generation drives the wheel of the economy. Income is generated only when all the means of production get a fair return. Economic equality and the standard of living of the people rises in the society. Gross product and national income increase. The just reward for all the means of production is the effective and transparent implementation of spiritualist ideas and legal provisions.

**5. Autonomous NITI Aayog:**

An autonomous NITI Aayog is established in the spiritualist economy. The chairman and members of NITI Aayog will be eminent economists. NITI Aayog will decide the economic policy for the rapid economic development of the country. The state will make legal provisions and fiscal policy according to the economic policy. The state controls the flow of money, production, exchange and distribution of goods and services through transparent and effective implementation of economic policy and rules. The interests of all means of production are protected by law. There is a system of independent economy through autonomous policy commission.

**6. Right to Private Property:**

There will be right to private property, which will motivate all the people of the society for maximum enterprise.

**7. Spiritual Values :**

In a spiritualistic economy, the private sector produces, exchanges and distributes goods and services based on the beliefs and principles of spirituality. So that all the means of production can be provided a healthy, happy and peaceful livelihood. Divine thoughts are spiritual values. A benevolent man must do self-reflection. Spirituality creates a strong sense of community and helps people deal with stress.

According to ShrimadBhagwatGeeta, the meaning of spirituality is to know the conscious element within oneself. "Spirituality gives a person new philosophy about life. It gives a new outlook. It promotes healthy habits in mind and body. It leads to attainment of perfect knowledge and self-realization.

**There Are Four Components Of Spirituality**

- (1) proper Life style
- (2) Relationship with others
- (3) Meaning and purpose of life and
- (4) Excellence.

In a spiritualistic economy, through spiritual values, the economy makes possible rapid economic development by protecting the interests of all through healthy competition.

**:Concept Of Spiritual Economy :**

**(1) Economic freedom:**

Political freedom is meaningless in the absence of economic freedom. Spiritualist economy provides economic freedom to both producer and consumer.

**(2) Free economy:**

The economy is completely under the private sector. Private commission is an autonomous institution. Whose president and members are famous economists, who independently determine economic policy in the interest of the country and society.

**(3) Economic development through income generation:**

All means of production Income is generated in the society by giving equitable rewards to them. Income generation increases purchasing power. Due to which the demand for goods and services increases. Which increases employment by producing more. Due to which there is rapid economic development of the country.

**(4) The means of production are both producers and consumers:**

The five factors of production are land, labour, capital, organization and courage respectively. The production of any goods or services is done with the help of these five means. On the production of goods and services, these resources get return in the form of rent, wages, interest, salary and profit respectively.

Which he spends for fulfilling his needs. Therefore, along with the origin, there are both producers and consumers.

**(5) Economic equality:**

Economic equality and exploitation-free society can be established in the society only by giving equitable returns to all the means of production.

**(6) Imperfect competition:**

There is imperfect competition in society. In perfect competition, there are differences in goods and services and differences in prices. Perfect competition is fictitious.

**(7) Sovereignty of Consumer:**

Consumer is God. The consumer gets satisfaction from the consumption of quality goods and services. By which production, exchange and distribution of goods and services are possible. The source of production is the

consumer. Therefore, they get benefit from the production of quality goods and services. Sustainable development of the economy comes from the interest and welfare of the consumer.

**(8) Rule of law:**

The function of the state is to rule. Famous economist Kautilya Chanakya said that no business and industry of the Raj should be run. The task of the king is to establish the rule of law.

**(9) There is a close relationship between the individual and the spiritual:**

All the people believe in the power of God. Every person has complete faith and belief in God. Everyone accepts and fears the principle of the fruit of action.

**(10) Class struggle:**

Class struggle can be ended in the society by giving a just reward to all the means of production. Economic development, economic justice and exploitation-free society can be established in the society only after the end of class struggle.

**(11) Social well-being through spiritual values:**

Spirituality gives people a strong sense of community and helps them cope with stress. Divine thoughts are spiritual values, a benevolent man must do self-reflection. Spirituality gives a new idea to the person. Which inculcate healthy habits in the mind and body. This is the only way social welfare is possible.

**(12) Auspicious benefits:**

The income which provides happiness, prosperity and peace to the person. It is called auspicious. Earnings earned through honesty and hard work. It is called auspicious. Income derived from dishonesty, fraud and theft leads to sorrow, destruction and unrest.

It is only through the spiritualist economy that all the activities of production, exchange and distribution of the economy are able to fulfill the real economic needs of all the people of the society.

Through spiritual economy, just economic equality can be brought in the society. Sovereignty of the consumer, a society without exploitation, balanced and rapid economic development and efficient use of resources, protecting the interests of the consumer, economic democratic system, fear and corruption free society can be achieved.

The removal of the defects of the three systems of capitalist, socialist and mixed economy prevailing at present is easily possible only through the spiritualist economy.

## **MERITES OF SPIRITUALISTIC ECONOMICS**

**1. Economy Freedom:**

Spiritualistic economy has the virtue of economic freedom. In this, the entrepreneur will have the freedom to choose the business as per his wish. Similarly, the consumer will also have the freedom to spend as per his wish.

**2 Economic Development:**

Income is generated by getting just returns to all the means of production. With the generation of income, the wheel of economic development moves at a rapid pace.

**3 Economic Equality:**

All the means of production get their fair returns, due to which almost equal distribution of income will bring economic equality in the society.

**4. Strong Governance:**

Production, exchange and distribution of goods and services are completely under private ownership. The state regulates the private sector according to the laws, policies and regulations. There are no economic activities by the state. The great economist Chanakya said that the main function of the state is to govern and not to do business. Therefore, the state makes the governance system efficient.

**5. Economic motivation:**

Goods and services are produced with the help of all the means of production. In a spiritualistic economy, all the means of production get a fair return on the cost price. That's why all means get economic inspiration.

**6. End of bureaucracy:**

The operation and management of economic activities is not done by government employees. Therefore, bureaucracy and red tape comes to an end.

**7 Economic stability:**

The determination of the price of goods and services will be done on the cost of production, which includes the profit of the entrepreneur. According to the concept of price discrimination, in fact, due to difference in the type of services, there is difference in the cost price of goods and services. Hence the cutthroat competition comes to an end. There is healthy competition on the basis of quality of goods and services. Due to which economic stability is maintained.

**8 End of class struggle:**

There is no conflict between the capitalist and the laborer as all the means of production get just returns. Consumers also get quality goods and services at reasonable prices. Due to which the consumer is also satisfied.

**9 Increase in employment:**

Due to increase in demand for goods and services by income generation, there is increase in production which creates employment opportunities. Healthy competition also increases business. Due to which employment opportunities are available.

**10. Maximum production:**

Maximum production is possible in a spiritualistic economy for personal wealth and profit. With the motivation of profit, the productive class is ready to take risks and enter new areas of production.

**11. Democratic form:**

Spiritualist economy works in a democratic way, due to the sovereignty of the consumer, the producers do not become autocratic. Economic freedom also maintains the democratic form of spiritualistic economy. Producers have to produce those goods which are demanded by the consumers. Production quantity is determined on the basis of the majority and interest of the consumer.

**12. Automatic System:**

Spiritualist economy is automatic. Economic growth is driven by income generation. Production cost including adventure fair. Production of quality goods and services creates demand in the market. Consumer's sense of welfare also increases the demand for goods and services.

**13. Technological Development:**

Consumer's welfare is considered paramount in a spiritualistic economy. Therefore, producers use the latest machines and technology to produce quality goods and services. Invents new means and methods of production. As a result, technological development of the economy takes place.

**14. Promotion of Capital Formation:**

In a spiritualistic economy, a person has the right to keep private property and give it in inheritance. This motivates people to save. Increase in savings gives impetus to capital formation which leads to increase in production. Apart from this, due to the facility of investment, capital formation and investment will be encouraged.

**15. Wise Exploitation Of Resources:**

In a spiritual economy, the resources will be used on the basis of the interest and welfare of the society with spiritual thinking and discretion. Therefore, judicious exploitation of resources will be possible. The state will be able to make judicious use of resources through economic policy, rules and regulations.

**16. Risk taking:**

In a spiritualistic economy, producers are ready to take any kind of risk to increase their profit. They enter new areas of production, explore new markets and invest capital in new experiments. As a result, not only will the quality of production improve, but many new items will also be produced. Consumers will also be benefited by this. The economy will also develop.

**17. Social Security and Welfare:**

In a spiritual economy, the government makes laws and rules to protect the interests of workers, savers, landowners and consumers. Whose full implementation will be done by the private sector, otherwise they will be punished by the government. Therefore, all work will be done by the businessman for social security and welfare of workers, savers, landowners and consumers.

**18. Exploitation-free society:**

Through spiritualistic economy, an exploitation-free society can be established in the society. By adopting the principles and beliefs of spirituality in the economic world, all the means of production can be given just reward. By which all classes, producers, consumers, workers, capitalists, landlords, organizers will be satisfied. Will conduct economic activities with healthy competition and conduct, which will lead to economic welfare and economic development.

**19. Protection of the environment:**

In a spiritualistic economy, adventurers produce, exchange and distribute goods and services with spiritual thought and conscience. Therefore, Courageous does all the work for the protection of the environment. The state boldly implements the measures of environmental protection through various laws and regulations.

**20 Increase in tax revenue:**

Rapid economic growth in a spiritual economy leads to an increase in the tax revenue of the state. Spiritual thinking reduces tax evasion. Due to the strengthening of the governance system, tax evasion is reduced. Rapid economic can be done only through spiritualistic economy. Protection of democratic values, economic freedom and interests of the consumer can be possible only through spiritualistic economy. The maximum social welfare of the society can be done by increasing the tax revenue from economic development. Spiritualist economy is an economy based on the philosophy of spirituality. On the basis of spiritual philosophy, all the means of production can be made sensitive and best human resource by making them responsible.

**Historical Evidence of Spiritual Economy**

**(1) Study of ShrimadBhagwat Gita:**

ShrimadBhagwat Gita is being studied in many universities and reputed management institutes of the world. The philosophy of Shrimad Bhagavad Gita is irrefutable. "Karmanyevadhikaraste ma phaleshukadachan or bhushtesadosastankarmani for the fruit of action, that means you have the right to do it. Never in its results? That's why you are only for the fruits of your actions and there is no ease in not doing your actions. Darshan of ShrimadBhagwatGeeta It is the basic concept of spiritualist economy.

**(2) Independent economy:**

In many countries including India, the policy of independent economy is being implemented since last two decades. Spiritualist economy is based on the concept of free economy.

**(3) NITI Aayog:**

NITI Aayog has been established in India for the last five years. Its Vice-Chairman and other members are famous economists. NITI Aayog is cooperating with the government in making economic policy. The determination of economic policy by the Independence NITI Aayog is a major feature of the spiritualist economy.

**(4) Minimum Governance and Maximum Governance:**

For the last decade in India, the government is working on the principle of minimum governance and maximum governance, that is, the government will do the least economic and the government will be in the interests of maximum people. Will work for meaning and creativity. Therefore, the government is protecting the interest of the public by improving the law and order. This is a characteristic of a spiritualist economy.

**(5)Advanced Private Sector:**

At present the private sector is very advanced. The private sector is very rich in economic, technical, management and financial all and is working on projects worth thousands and lakhs of crores of rupees by the private sector. The economy in the hands of the private sector is the specialty of the spiritualist economy.

**(6) Contribution in the social sector:**

The private sector is contributing some part of its profit in the social sector in the works of public interest like education, health, roads, electricity, drinking water etc. Is . Contribution of industrialists in the social sector, the effect of many spiritual thoughts

**(7) Service after the sale of goods and services:**

Private sector provides many types of services to the consumer after the sale of goods and services, such as guarantee / warranty of goods, home delivery service. Is . The universality of the consumer is the specialty of the spiritualistic economy.

**(8) Recognition of auspicious benefits:**

According to the Sanatan Dharma of India, a person should earn auspicious benefits (income). Income earned by honesty and hard work is called good profit. Happiness, peace and prosperity are attained only by auspiciousness. Inauspiciousness causes sorrow, pain, unrest and downfall. Spiritualistic economy provides system to earn good profit

**(9) Economy of ancient India:**

The economy of ancient India was completely under private sectors. The state had complete control over the economy by law. The interests of all the means of production were protected. The quality of goods and services was complete. The law of private property and inheritance was prevalent. In ancient times, education and health were also completely run by autonomous institutions in the private sector. The education center was operated by the Gurukul with the donation (alms) of the society. The medical work was provided by the legal consultation at a nominal fee. The king used to fully protect the lives and property of the people. Maintained peace and order in the state. Spiritualist economy points towards such a system.

**(10) Establishment of Ram Rajya:**

Ram Rajya in such a state system in which health, happiness, peace and prosperity of all the people is imagined. Spiritualistic economy provides such a livelihood to the people, in which all the means of production i.e. land, By providing justified returns to workers, bourgeoisie, organizations and courageous, they make health safety, peace and prosper. Exploiting the Sex Struggle Establishes the Society.

**(11) Spiritual contemplation:**

Survey sentence of Survey Bhavatu Survey SurveySurvey sentence is the basic basis of spiritual contemplation of India. Cost value to the goods and services in the Spiritualist economy: In which normal benefits are connected but it can be quality at sale and only when the survey will be applied to the principle of Survey Survey. In ancient India, the production and distribution of production and distribution of goods and services was done only on this conventional contemplation.

**(12) There is a close relationship between man and spirituality:**

All the people of the world have full faith and belief in spirituality. Be it a follower of any religion, they accept the beliefs and principles of spirituality. The split of spirituality is visible in their thoughts and actions.

**(13) Patanjali's products:**

All the products of Patanjali are available to the consumer in India at cost price. Patanjali's product variety is very good and is very popular among the consumer. All the means of production are given fair returns by Patanjali. The private sector is a unique example.

**(14) Material Values:**

Morality is a valuable currency. Thousands of fold profits are earned by investing ethics in livelihood. Spiritualist economy emphasizes on the investment of currency in the form of morality

DR. R. MOHABE. "Spiritualist Economy." *IOSR Journal of Economics and Finance (IOSR-JEF)*, 13(6), 2022, pp. 01-07.