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ACSA	Airports Company of South Africa	FAWU	Food and Allied Workers Union
AGM	Annual General Meeting	FMAIWU	Federated Mining and Allied Industries Workers Union
AMCU	Association of Mineworkers and Construction	FDC	Free State Development Corporation
BAWUSA	Bawsi Agricultural Workers Union of South Africa	FGWU	Food and General Workers Union
BCAWU	Building Construction and Allied Workers Union	GDP	Gross Domestic Product
BEMAWU	Broadcasting, Electronic, Media and Allied Workers Union	GIWUSA	General Industries Workers Union of South Africa
BTR	Bus Rapid Transport	HOSPERSA	Health and Other Service Personnel Trade Union of South Africa
CAWUSA	Congregated and Allied Workers Union of South Africa	HOTELICCA	Hotel, Liquor, Catering, Commercial and Allied Workers Union of S.A.
CCRAWUSA	Care Centre Catering Retail and Allied Workers Union of South Africa	ICCAFWU	Independent Catering Commercial Farm Workers Union
CCMA	Commission for Conciliation, Mediation and Arbitration	ILO	International Labour Organization
CEPPWAWU	Chemical, Energy, Paper, Printing, Wood and Allied Workers Union	IMATU	Independent Municipal and Allied Trade Union
COSAWU	Commercial Services and Allied Workers' Union	ITU	Inqubelaphambili Trade Union
CSAAWU	Commercial, Stevedoring, Agricultural and Allied Workers'	LMIS	Labour Market Information and Statistics
COSATU	Union Congress of South African Trade	MEWUSA	Metal and Electrical Workers' Union of South Africa
СРІ	Unions Consumer Price Index	MIBC	Metal Industries and Bargaining Council
CPIX	Consumer Price Index excluding	MTWU	Motor Transport Workers Union (South Africa)
	mortgage interest cost for metropolitan and other urban areas	MWASA	Media Workers Association of South Africa
CWU	Communication Workers Union	NAPTOSA	National and Professional Teachers' Organization of South Africa
DENOSA	Democratic Nursing Organization of South Africa	NEDLAC	National Economic, Development and Labour Council
DPSA	Department of Public Service and Administration	NEHAWU	National Education, Health and Allied Workers Union

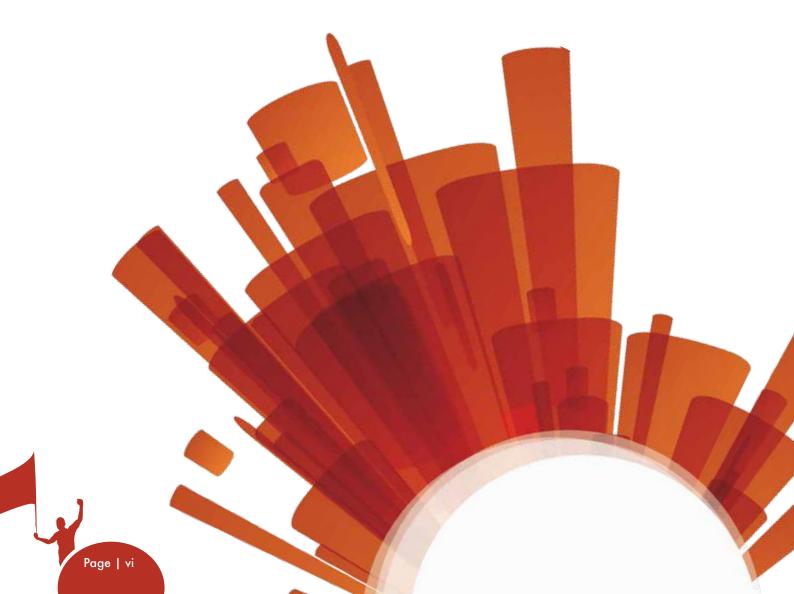
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NHLS	National Health Laboratory Service	SALGA	South African Local Government Association
NTM	National Transport Movement	SAMA	South African Medical Association
NUFBSAW	National Union of Food Beverages Wine	SAMWU	South African Municipal Workers Union
NUMSA	National Union of Metal Workers of South Africa	SANC	South African Nursing Council
NUM	National Union of Mineworkers	SAPTU	South African Parastatal and Tertiary Institutions Union
NUPSAW	National Union of Public Service and Allied Workers	SATAWU	South African Transport and Allied Workers Union
PRASA	Passenger Rail Agency of South Africa	SEIFSA	Steel and Engineering Industry Federation of South Africa
PSA	Public Servants Association	SU	Solidarity Union
PTAWU	Professional Transport and Allied Workers Union	TAWU	Transport and Allied Workers Union
PTWU	Professional Transport Workers Union	TAWUSA	Transport and Allied Workers Union of South Africa
RFEA	Road Freight Employee Associated	ТВ	Tuberculosis
SACCAWU	South African Commercial, Catering and Allied Workers' Union	TOWU	Transport and Omnibus Workers Union
SACTWU	South African Clothing and Textile Workers Union	TSAM	Toyota South African Motors
SACU	South African Communications Union	TWU	Tirisano Workers Union
SACWU	South African Chemical Workers Union	UASA	United Association of South Africa
SADTU	South African Democratic Teachers Union	UNISA	University of South Africa
SAEWA	South African Equity Workers Association	UTATU	United Transport and Allied Trade Union
SAEPU	South African Emergency Personnel's Union	UNICIMESHAWU	United Chemical Industries Mining Electrical State Health and Aligned
SAFA	South African Football Association		Workers Unions
SAFCEC	South African Federation of Civil Engineering Contractors	WITS	Witwatersrand



The Department of Labour would like to express appreciation for the timely effort by all employers, bargaining councils and associations for providing the Department through the Labour Market Information and Statistics (LMIS) Directorate with strike statistics during 2013. The success and final outcome of this report requires a lot of involvement and assistance from many people and the LMIS Directorate is extremely fortunate to have received this support to enable the completion of this annual report, in particular with the completed LRA 9.2 forms at the end of strike activities. We acknowledge that the completion of the form can be cumbersome at times especially where forms are incomplete and have to be returned to employers for accurate information.

Much appreciation is extended to the LMIS team for ensuring all the necessary information was collected from various media reports, bargaining councils, then analysed and put together into a meaningful report and to those who reviewed this report.





According to data collected and analysed in 2013 by the Department of Labour there was a rise in the number of strike incidents but a drop in working days lost in 2013 as compared to 2012. About 114 strike cases were identified and recorded by the Department, however it resulted in a drop of about 1 847 006 working days. The number of strikes recorded is more than strikes recorded in the last five years. It represents an increase of 15.1% between 2012 and 2013.

Working days lost through industrial disputes in 2013 were however lower than working days lost in 2012. Workdays lost decreased by 44.2% from 3 309 884 in 2012 to 1 847 006 in 2013.

Key features of strike incidents in the 2013 report include the following:

- South Africa has experienced a rise in strikes incidents from 2009 to 2013 with the exception of 2011 where strikes recorded were lower. In 2009, the Department recorded 51 cases of industrial action, 74 cases in 2010, 67 in 2011, 99 in 2012 and 114 industrial incidents in 2013
- Working days lost were at a decrease to 1 847 006 in 2013 as compared to 3 309 884 in 2012
- Unlike in 2012, protected strikes in 2013 amounted to 48% as compared to the 54% in 2012
- The mining industry continued to experience more working days lost (515 971 in 2013) contributing 27.9% of the total days lost. This was followed by the transport and manufacturing industries at 477 355 and 343 222 working days lost respectively
- In 2013, about R6.7 billion in wages were lost due to the participation of workers in strikes as compared to the R6.6 billion in 2012
- In terms of work stoppages recorded provincially, Gauteng, Western Cape and KwaZulu-Natal continued to experience more strikes incidents at 97, 66 and 44 respectively
- The median wage settlement level as reported by Labour Research Services in 2013 was about 8% (this is above the inflation rate)
- SATAWU and NUM were mostly affected as a result of high member participation during strike actions in 2013 where both recorded 25.7% and 17.4% respectively
- Wages, bonus and other compensation disputes remains to be the main reason for work stoppages in 2013 at 76.6% working days lost
- There were more "strikes in company only" in 2013 with the likes of the South African Post Office, Rumdel Construction, Anglo Platinum Thembelani mines and SAA Technicians.



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From an economic perspective, statistics are useful to analyse, evaluate and monitor the way the economy is performing and the effectiveness of current and longer term economic policies. From a social perspective, they are useful in the fight for **decent work** through policies and programmes for job creation, training and retraining schemes, and assistance for vulnerable groups, which may include young people, the aged, women, etc., in finding and securing decent employment¹.

Addressing the Annual NEDLAC Conference in 2014, the South African Minister of Labour stressed that Government recognises the importance to review the possibility of increasing minimum wages so as to address poverty and inequality, and to expand provision for retirement savings for low income workers. This indeed will capture the social perspective to respond to decent salaries and to ensure that the number of decent jobs continues to grow.

Low wages, rising income inequalities and tough economic conditions have led analysts to predict difficult negotiations² in 2013, also influenced by hefty wage increases granted in 2012. The 2013 strike season mainly affected the mining, manufacturing and community industries.

The impacts of the strikes have been harsh for South Africa. In the mining industry, union rivalries between Association of Mineworkers and Construction Union (AMCU) and National Union of Mineworkers (NUM) continued to stretch the wage negotiations and also fuel the strikes and stall production. Although mining as a whole makes up about 5% of South Africa's overall GDP, it makes up approximately 50% of the country's total exports. Therefore a drop in production is a drop in the country's export performance. The strikes in the manufacturing sector, e.g., automotive components sector also affected the South African economy. Manufacturing shrank 6.6% over the second quarter of 2013 due to the lower production of motor vehicles, parts and accessories and other transport equipment. As a result, the German automobile company BMW had confirmed that the strikes in South Africa's automotive sector had killed off its expansion prospects as they considered a location for their new model. The industrial action in the mining, manufacturing and transport industries have all had a bad impact on the economy of the country, while it is battling with high unemployment, in the region of 25%. Experts suggest that 2014 will be no different. These strikes will continue to hurt the South African economy and the investment appeal.

Government has however, played an active role in mitigating the damages resulting from strikes. The Minister of Labour had to step in to speed up proceeding in the petrol attendant's strikes, which resulted in a settlement. On the other hand, employers have condemned the unions' attitudes, accusing unions of demanding unreasonable wage increases and resorting to strikes too readily, while unions have pointed out that the employers make huge profits without investing in the workers. Either way, South Africa needs to find a solution for the seemingly failing bargaining structure. Government, unions and business have an important role to play in order to maintain a stable labour force and fair labour practices that will attract investors and inspire economic growth in the long run.

In this 2013 Industrial Action Report, the layout of the report is as follows: **Chapter One** provides an overview of the strike analysis measuring the number of work stoppages, working days lost, time-loss ratio and working hours lost and wages. The analysis in this chapter is based on a comparative trend analysis over a five year's period from 2009 to 2013, to examine how strike incidents have occurred and impacted on the South African economy.

Similar trends and patterns across provinces are examined in **Chapter Two** where strike by industries, employment size, strike duration and trade union involvement in work stoppages in the country between 2012 and 2013 are presented.

Chapter Three presents wage settlements in recognition to the right of workers to strike. It covers settled wages, abandoned without strikes and trade union involvement. Lastly, **Chapter Four** provides strike information over the twelve months of 2013 in a chronological manner as captured and monitored in the strike database. This will be followed by a brief conclusion and strike monitoring methodology in the Annexure.

¹ International Labour Organisation, ILO Stat database, www.ilo.org

² Section 23 of the Bill of Rights in South Africa specifically refers to labour relations. It guarantees workers the right to fair labour practices, to join or form trade unions and to participate in union activities and strikes.



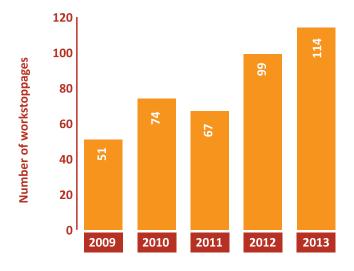


Strike activity as measured in the number of work stoppages, working days and hours lost, time-loss and wages lost, 2009 - 2013

The number of strikes incidents, working hours lost, working days lost, wages lost and the number of protected and unprotected strikes overtime are analysed in this chapter. These are the most important indicators of strike activities and they point to the level and impact of strike activities in the country. Variations in each measure can be said to have a different impact in the economy.

According to the strike information database, strike activities in 2013 were slightly more compared to those in the past four years. Community, mining and manufacturing industries had more and the most effective strike activities. Strike activities were high and mostly happened in the hospital, hospitality and universities sectors within the community, social and personal industry.

Figure 1: Trends in the number of work stoppages in South Africa, 2009 - 2013

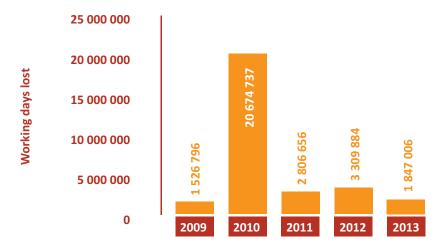


Source: Department of Labour, Strikes Statistics

Figure 1 above shows that there has been an increase in the number of strike incidents in South Africa. The number of strikes increased from 99 in 2012 to 114 in 2013, demonstrating a 15.2% increase from 2012. Amongst them, the disputes in 2013 included those that affected the motor industry, technicians from South African Airways (SAA), Walter Sisulu University, the bus service strikes and strikes from the mining sector.

In terms of the total number of work stoppages, 2013 has been the most unstable labour market year as compared to the last four years. To address the issue of reducing strikes incidents with regards to wage demands, the Minister alluded that³ "possibilities of increasing minimum wages to address poverty and inequality and to expand provision for retirement savings for low income workers" will come into sharp focus in 2014.

Figure 2: Trends in working days lost⁴ in South Africa, 2009-2013

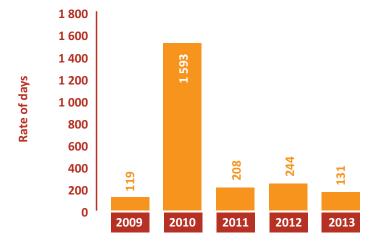


Source: Department of Labour, Strikes Statistics

Figure 2 above presents the trends of working days lost due to strikes in South Africa from 2009 to 2013. It shows that there has been a decrease in the total number of working days lost from 3 309 884 in 2012 to 1 847 006 in 2013. This represents a decrease of 44.2% in the total number of working days lost from 2012 despite the total number of stoppages that increased by 54% from 2012 to 2013. The impact was high on the private sector at a contribution of 1 694 084 days lost from the total of 1 847 006 working days lost in the country.

However, an analysis by the Government Communication and Information System (GCIS) Chief Directorate of Policy and Research⁵ noted that "the overall media view was that in general all parties involved acted responsibly; engaging in protracted negatiations to avoid strikes where possible or to keep them as short as possible if unavoidable; and mostly steering clear of violence and intimidation".

Figure 3: Working days lost per 1 000 employees due to strikes, 2009-2013



Source: Department of Labour, Strikes Statistics

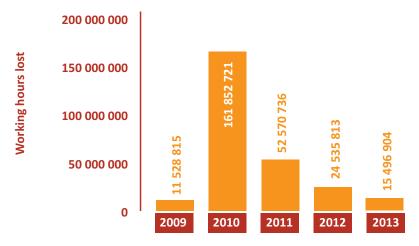
Using the number of working days lost per 1 000 employees (time-loss ratio),⁶ this enables a comparison of annual average work stoppages. As shown in **Figure 3** above, the working days lost per 1 000 employees due to strikes have decreased from 244 in 2012 to 131 in 2013. This represents a 46.3% decrease in working days lost per 1 000 employees. It also implies that from every 1 000 workers involved in a strike during 2013, 131 days were lost an annual average. It represents the lowest in the past five years.

⁴ The working days lost due to strikes implies the total number of workers involved in the strike or lockout multiplies by the length of the work stoppage

⁵ Insight, A Reflection on 2013 Wage Negotiations

⁶ This indicator allows for international comparison in strike activity. For international comparison, the ratio distinguishes which country is strike prone when compared to another.

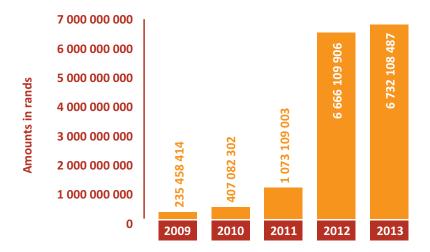
Figure 4: Trends in working hours lost in South Africa, 2009-2013



Source: Department of Labour, Strikes Statistics

Figure 4 above shows that the number of working hours lost in the 2013 strike actions has decreased by 36.8% from 2012, a similar trend as in the number of working days lost. The decrease in the total number of working hours lost, as in the case of the total number of days lost could be explained by the observations made in the media that parties involved in negotiations acted positively to keep the strikes as short as possible in 2013 as compared to the previous year. The number of working days and hours, can have significant impact on the performance and productivity of companies and the economy as a whole.

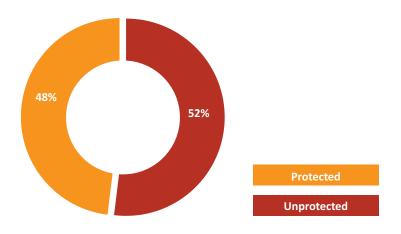
Figure 5: Wages lost due to work stoppages in South Africa, 2009-2013



Source: Department of Labour, Strikes Statistics

Wages lost during the strike actions are measured in order to determine the impact of the industrial action in the economy and as result are an impacting factor to both the employer and the employee's pocket. **Figure 5** above presents the wages lost due to work stoppages in the South Africa for the period 2009-2013. It shows that an extra R65 million has been lost to employees between 2012 and 2013 due to work stoppage. This aggregates to a 1.0% increase in wages lost from 2012 to 2013 due to work stoppages.

Figure 6: Percentage distribution of protected and unprotected strikes in South Africa, 2013



Source: Department of Labour, Strikes Statistics

Figure 6 above shows that more than half (52.0%) of the strikes in 2013 were unprotected as compared to 48.0% protected strikes. This is unlike in 2012, where protected strikes amounted to 54.0%. According to the Insight, the media observations are that the 2013 strikes were not as violent or as intimidating as the previous years. For example, the media reports on the incidences of violence and intimidation during the petrol attendants strikes recorded just one death claimed to be related to this strikes. In other instances, the media reported that the employers resorted to Labour Courts for protection against violence and intimidation. Furthermore, it should also be noted that unprotected strikes can also lead company owners to start laying off striking workers.



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Comparative analysis of work stoppages, 2012 and 2013

Comparative analysis of work stoppages with special focus by province, distribution of work stoppages by their nature, employees involved in work stoppages, wages lost and work stoppages by principal causes of disputes are presented in this chapter.

The data shows that most strike activities were from the biggest and high economical provinces namely: Gauteng, Western Cape and KwaZulu-Natal. The private sector also recorded a major impact in terms of working days lost as compared to public sector in 2013.

2.1. Provincial distribution of work stoppages

Table 1: Distribution of work stoppages and wages lost by province, 2012 and 2013

		Woi	rk stoppages		Wages lost (Rands)		
Province ⁷	2012	2013	% Change	Annual average ⁸	2012	2013	
Gauteng	42	97	131.0%	70	5 378 824 209.84	2 790 818 539	
Western Cape	15	61	373.3%	38	13 017 752.05	282 476 238.90	
Mpumalanga	12	17	41.7%	15	34 214 840.22	6 624 440.19	
KwaZulu-Natal	13	44	238.5%	29	501 089 592.20	217 917 033.10	
Eastern Cape	14	33	135.7%	24	102 994 710.40	88 216 194.54	
Limpopo	10	17	70.0%	14	17 879 161.20	20 460 233.3	
North-West	8	12	50.0%	10	499 316 444.70	3 267 311 526	
Northern Cape	4	3	-25.5%	4	23 048.06	53 000 000	
Free State	3	18	500.0%	11	1 590 147.15	5 284 281.73	
Total	121	302	149.6%	212	6 666 103 906	6 732 108 487	

Source: Department of Labour, Strikes Statistics

Table 1 above presents the distribution of work stoppages and wages lost by province in 2012 and 2013. As in the previous year, Gauteng had the most work stoppages in the country, with 97 work stoppages encountered in the province. This represents a 133% increase from 42 stoppages in 2012. Other provinces with higher work stoppages include Western Cape with 61 work stoppages, an increase of 373% from 15 in 2012. The least number of stoppages were encountered in Northern Cape with just 3 stoppages in 2013, a decrease from last year's with almost 26% stoppages.

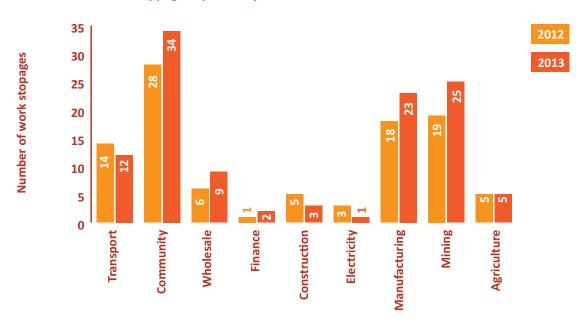
With regards to wages lost, a total of R6.7 billion in wages were lost due to work stoppages in 2013. This indicates that an additional R65 million was lost due to work stoppages from 2012 to 2013. North-West contributed the most to the total wages lost, contributing 48.5%, followed by Gauteng with 41.5% in 2013.

⁷ The total for work stoppages in 2013 in Table 1 differs from the total of 114. This is due to national work stoppages that may affect a number of branches or establishments in the nine provinces, being counted as one in the national total but according to workplaces affected in several provinces being counted more than once.

⁸ Quarter averages have been rounded to the whole number since we cannot have half a work stoppage.

2.2. Industrial distribution of work stoppages

Figure 7: Distribution of work stoppages by industry, 2012 and 2013



Source: Department of Labour, Strikes Statistics

Figure 7 above shows the distribution of work stoppages by industry in 2012 and 2013. It shows that overall, the community industry had the most stoppages, followed by the mining and manufacturing industries. The community industry encountered 34 stoppages in 2013, an increase of 21.4% from 28 in 2012, while the mining industry had 25 stoppages in 2013, increasing by 31.6% from 19 in 2012 and the manufacturing industry suffering 23 stoppages in 2013, an increase of 27.8% from 18 in 2012. The bus driver strike reportedly left commuters stranded as they had to stand in long queues for taxis and it also affected their pockets as they had to pay higher costs for transport.

2.3. Industrial distribution of working days lost

Table 2: Distribution of working days lost by industry, 2012 and 2013

Industry	Working days lost				
	2012	2013	% Contribution		
Agriculture	123 369	64 442	3.5		
Mining	2 728 359	515 971	27.9		
Manufacturing	188 804	343 222	18.6		
Electricity	1 484	3 232	0.2		
Construction	10 124	250 243	13.5		
Wholesale, retail trade	13210	47 216	2.6		
Transport	135 186	477 355	25.8		
Financial intermediation	964	20 415	1.1		
Community services	108 384	124 910	6.8		
Total	3 309 884	1 847 006	100.0		

Source: Department of Labour, Strikes Statistics

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Table 2 presents the distribution of working days lost by industry in 2012 and 2013. It shows that there has been a decrease of 44.2% in the total number of working days lost, from 3 309 884 in 2012 to 1 847 006 in 2013. In terms of the percentages contribution to the total number of working days lost, the mining industry (27.9%) contributed the most, followed by the transport industry (25.8%). The strikes experienced in the mining industry were peaceful as compared to the wildcat strikes in 2012. The mining industry experienced the strikes after the unions demanded the basic wage in the gold sector to increase from R4 000 to R7 000 and underground workers wage to go up from R5 000 to R8 000 a month. The mining and transport industries jointly contributed over half (53.7%) of the total working days lost in 2013. The manufacturing industry was also badly affected, contributing 18.6% to the total days lost. The electricity and finance industry lost the least number of working days, in total contributing just 1.3% to the total working days lost between them.

2.4. Working days lost per 1 000 employees by industry

Table 3: Distribution of working days lost per 1 000 employees by industry, 2012 and 2013

Industry	Time-loss ratio ⁹		
	2012	2013	
Agriculture	180.1	870.8	
Mining	7 642.4	1 222.7	
Manufacturing	109.1	193.0	
Electricity	15.1	23.3	
Construction	9.54	218.6	
Wholesale, retail trade	4.52	149.9	
Transport	165.6	134.9	
Financial intermediation	0.5	229.2	
Community services	35.7	6.1	

Source: Department of Labour, Strikes Statistics

Table 3 shows the distribution of working days lost per 1 000 employees by industries. The table shows a decrease in the number of working days lost per 1 000 in the mining industry, from a hefty 7 642.4 in 2012 to 1 222.7 in 2013. The decrease can be linked to the impact that the mining sector experienced during the 2012 strike season. The other industry to have decreases in days lost per 1 000 employees are electricity, transport and community services. Agriculture, finance intermediation and construction industries recorded increases in days lost per 1 000 employees in 2013 from 2012. The increase in working days lost per 1 000 employees involved in strikes in the construction industry was due to the large strike that contributed to the devaluation of the domestic currency (Rand) in 2013.

⁹ We used quarter 3 revised QLFS number of employees by industry to determine the Working days lost per 1 000 employees by industry

2.5. Industrial distribution of working hours lost

Table 4: Distribution of working hours lost by industry, 2012 and 2013

Industry	Working hours lost				
	2012	2013	% Contribution		
Agriculture	1 106 550	608 090	3.9		
Mining	19 789 694	3 630 625	23.4		
Manufacturing	1 391 357	3 337 979	21.5		
Electricity	10 634	25 856	0.2		
Construction	88 495	2 207 375	14.2		
Wholesale, retail trade	115 032	458 434	3.0		
Transport	1 135 922	3 825 742	24.7		
Financial intermediation	7 687	163 480	1.1		
Community services	890 441	1 239 324	8.0		
Total	24 535 813	15 496 904	100.0		

Source: Department of Labour, Strikes Statistics

The distribution of working hours lost due to strikes by industry is shown in **Table 4**. As with the total number of working days lost, the total number of working hours lost has decreased. A decrease of 36.8% in the total number of working hours lost in 2013 reiterates the observation that those involved in disputes acted swiftly to keep the strikes as short as possible.

In terms of the percentage contribution to the total number of working hours lost, the transport industry contributed the most (24.7%), followed by the mining (23.4%) and manufacturing (21.5%) industries. The least contribution was from the electricity and finance industries, contributing a total of 1.3% between them.

A high percentage of working hours lost from the manufacturing industry was attributed to the big car manufacturers that were affected by the strikes. These companies included Volkswagen, General Motors, Ford, Toyota and Mercedes Benz.

2.6. Industrial distribution of workers involved in work stoppages

Table 5: Distribution of employees involved in work stoppages by industry, 2012 and 2013

Industry		Employees involved			
	2012	2013	% Contribution		
Agriculture	11 078	8 417	2.8		
Mining	138 993	204 661	68.9		
Manufacturing	56 324	21 718	7.3		
Electricity	1 078	1 458	0.5		
Construction	2 793	13 083	4.4		
Wholesale, retail trade	4 170	1 939	0.7		
Transport	12 900	22 331	7.5		
Financial intermediation	160	1 066	0.4		
Community services	13 877	22 520	7.6		
Total	241 391	297 193	100.0		

Source: Department of Labour, Strikes Statistics

One of the factors that have a direct impact on the increase in wages lost in 2013 despite the decrease in number of days and hours lost is the numbers of employees involved in work stoppages. The number of employees involved in work stoppages have increased from 241 391 in 2012 to 297 193 in 2013, an increase of 23.1%. The majority of the employees involved (68.9%) in the work stoppages in 2013 were in the mining industry. Other industries that had a noticeable contribution to the total number of employees involved were the community services (7.6%), transport (7.5%) and manufacturing (7.3%) industries.

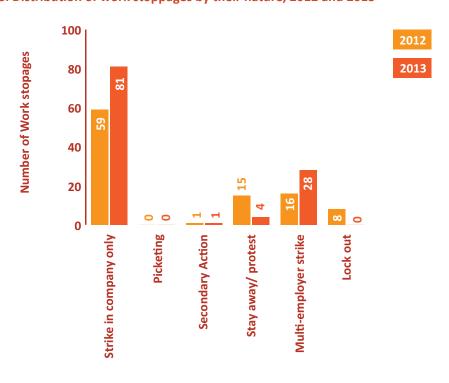
On the other hand, the financial intermediation, electricity, and retail trade industries recorded the least members who participated in dispute actions in 2013.



Photograph: Miora Rajaonary

2.7. Nature of work stoppages

Figure 8: Distribution of work stoppages by their nature, 2012 and 2013



Source: Department of Labour, Strikes Statistics

The distribution of the nature of work stoppages comparing 2012 and 2013 is presented in **Figure 8**. As shown, most of the strikes 81 (71.1%) of the 114 work stoppages in 2013 were "Strike in company only" and 28 strikes (24.6%) were multi-employer strikes. Some of the strikes in company only were realised from the transport, mining, construction, agriculture and manufacturing industries. The year 2013 witnessed a decline in strikes affecting stay away/protests 4 (73%) as compared to 2012. There was no picketing or lock-outs in the 2013 strike season.

2.8. Work stoppages by employment size of establishments

Figure 9: Percentage distribution of establishments affected by work stoppages by employment size, 2012 and 2013



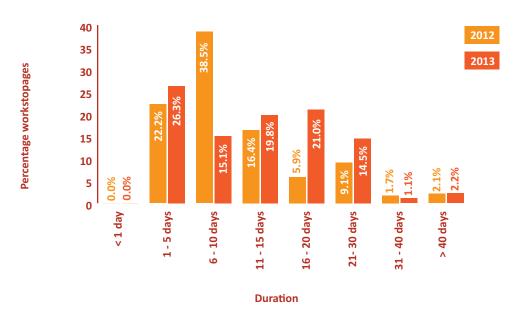
Source: Department of Labour, Strikes Statistics

Figure 9 shows that all establishments were affected by the strikes, regardless of their sizes. However, the smallest establishments with less than 50 employees were the most affected by the strikes in 2013. From the 114 work stoppages in 2013, 30.4% were in the establishments with less than 49 employees, an increase from 26.4% in 2012. Establishments with 50-149 employees were the second most unstable, encountering 19.3% of the 114 work stoppages in 2013, a decrease from 24.3% in 2012. The largest establishments with more than 1 000 employees encountered 19.6% of the 114 work stoppages, also an increase from 14.8% in 2012. This implies that the work stoppages have increased in both the largest and smallest establishments in 2013.



2.9. Duration of work stoppages

Figure 10: Percentage distribution of work stoppages by duration, 2012 and 2013



Source: Department of Labour, Strikes Statistics

Figure 10 shows the percentage distribution of work stoppages by duration for years 2012 and 2013. About a quarter (26.3%) of the work stoppages were reasonably short, lasting 1-5 days. In 2013, just 15.1% of the work stoppages lasted for 6-10 days, a difference of 23.4% from 38.5% in 2012. There were reasonably high percentages of work stoppages that lasted for 11-15 days (19.8%), 16-20 days (21.0%) and 21-30 days (14.5%). Amongst those are the Document Warehouse that lasted for 70 days, Rumdel Construction at 57 days and 3D marketing with 52 days.

One chief economist⁷ reported that production could be recovered for any strike that lasted for one or two days, but it becomes increasingly difficult to achieve this if the strike lasted for 8 or 10 days.

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⁷ Mike Schüssler, the chief economist of economist.co.za, Business Times 2013

2.10. Principal cause of strike activity measured in working days lost

Table 6: Distribution of working days by principal cause of dispute, 2012 and 2013

Principal cause	2012	% difference	2013	%	% difference
Wages, bonus and other compensation	2 699 411	81.6%	1 378 351	76.6%	-5%
Working conditions	74 684	2.3%	34 933	1.9%	-0.4%
Disciplinary matters	0	0.0%	17 450	1.0%	1.0%
Grievances	33 794	1.0%	120 431	6.5%	5.5%
Socio-economic and political conditions	71 314	2.2%	30 713	1.7%	-0.5%
Secondary action	2 082	0.1%	3 532	0.2%	0.1%
Retrenchments/redundancy	0	0.0%	176	0.0%	0.0%
Refusal to bargain	13 979	0.4%	1 818	0.1%	0.3%
Trade union recognition	1 603	0.0%	67 203	3.6%	3.6%
Other compensation combined with other factors	30 364	0.9%	155 095	8.4%	7.5%
Other reasons	382 653	11.7%	37 304	2.0%	-9.7%
Total	3 309 884	100.0%	1 847 006	100.0%	0.0%

Source: Department of Labour, Strikes Statistics

The main causes of industrial actions are also provided in the LRA 9.2 form and captured in the strike database. Table 6 shows that just as in 2012, wage, bonus and other compensation disputes remained the major reason for work stoppages in 2013. In relation to days lost, 76.6% of the days lost were due to wage, bonus and other compensation disputes. This could be seen in the context of a high number of people claiming higher wage increases to meet their socio-economic needs. This trend has been consistent over the years. Thus, the argument of national minimum wages should be explored and welcomed in the South African economy. Other compensation combined with other factors (8.4%) and grievances (6.5%) were also recorded as other principal causes of stoppages to cause a loss of a notable number of working days.



Photograph: www.thepeoplesrecord.com

2.11. Trade union involvement in work stoppages

Table 7: Working days lost by trade union 2012 and 2013

	2012 Working days lost	%	2013 Woking days lost	%
AGENCY SHOP	1	0.0	0	0.0
AMCU	4 500	0.1	134 064	7.3
BAWUSA	39 453	1.2	17 222	0.9
BCAWU	0	0.0	24 023	1.3
CCRAWUSA	0	0.0	299	0.01
CEPPWAWU	7 317	0.2	7 668	0.4
COSAWU	303	0.0	0	0.0
CSAAWU	502	0.0	302	0.01
CWU	628	0.0	1 306	0.1
CAWUSA	0	0.0	350	0.01
DENOSA	4	0.0	8 597	0.5
FAWU	100 288	3.0	26 968	1.5
FMAIWU	3 696	0.1	0	0.0
GIWUSA	170	0.0	8 956	0.5
HOSPERSA	208	0.0	157	0.01
HOTELLICA	675	0.0	0	0.0
HICRAWU	0	0.0	270	0.01
ICCAFAWU	9 095	0.3	0	0.0
IMATU	0	0.0	11 679	0.6
ITU	86	0.0	10 425	0.6
MEWUSA	138	0.0	4 986	0.3
MIBC	296	0.0	0	0.0
MTWU	350	0.0	0	0.0
MWASA	261	0.0	0	0.0
NAPTOSA	54	0.0	0	0.0
NDCAWU	792	0.0	0	0.0
NEHAWU	22 673	0.7	11 8532	6.4
NTM	0	0.0	67 963	3.8
NONE	448 631	13.6	76 934	4.2
NUFBSAW	0	0.0	4 053	0.2
NUM	832 751	25.2	321 598	17.4
NUMSA	107 770	3.3	305 398	16.3
PSA	21	0.0	305	0.01
PTAWU	759	0.0	0	0.0
SACCAWU	22 424	0.7	9 289	0.5
SACTWU	13 385	0.4	0	0.0
SACU	2	0.0	0	0.0

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SACWU	72	0.0	0	0.0
SADTU	0	0.0	1 993	0.1
SAEPU	300	0.0	0	0.0
SAEWA	243	0.0	0	0.0
SAMWU	16 977	0.5	23 471	1.3
SAPTU	1 050	0.0	0	0.0
SAPWU	66	0.0	1 306	0.1
SATAWU	40 366	1.2	466 206	25.2
SS	16	0.0	122	0.01
SOLIDARITY	191	0.0	240	0.01
TAWUSA	392	0.0	20 787	1.1
TAWU	182	0.0	0	0.0
TOWU	1837	0.1	138 319	7.5
TWU	1158	0.0	11 700	0.6
UASA	418	0.0	2 604	0.1
UNICIMESHAWU	22	0.0	0	0.0

Source: Department of Labour, Strikes Statistics

Table 7 depicts working days lost per trade union as a result of work stoppages. Memberships of trade unions proportions reflects a shift where dominance was realised from SATAWU at 25.2%. This was as a result of the national bus strike that too happened during April and May where workers were striking over an 18% wage increase demand. Unlike in 2012, NUM and AMCU had more member participation in strike actions. NUM recorded less members (7.8%) participating in strikes during 2013 as opposed to 2012. Following this, it is possible that members decided to refrain from embarking on strike action because participation amounted to "no work no pay" or they would have to find employment elsewhere.

2.12. Determinants identified as giving rise to work stoppages in South Africa

It has been acknowledged by all parties in the country that unemployment, poverty and inequality have been a persistent challenge for South Africa, since the inception of the democratic Government. The battle against poverty is ongoing and Government is fighting hard to assist in the eradication of poverty. For example the social grants and no-fee school policy are supporting most families in making strides to exit severe poverty. However, inequality still remains another major challenge. For the workers, this is a case of rising income inequalities between the labourers and the company executives. The findings in this report still confirm that the strikes in 2013 were due to disputes over wages, bonuses and other compensation. Unions claim that the companies report increasing outputs while the workers struggle in poverty to uplift themselves. This implies that workers and unions go into negotiations seeking higher wage increases in order to meet the rising living standards, exacerbated either by the tough domestic or international economic conditions. Therefore, unmet demands for higher wage demands in big or small companies result in strikes because workers understand their legislative right to fight for better socio-economic conditions.

The South African President⁸ stressed that "we cannot have conflict that destroys the economy (workers loses their jobs)". This was a plea by the President to mine bosses and trade unions in the mining sector to stop unnecessary strikes leading to job losses.

In the mining sector, the battle lines are drawn between AMCU and NUM as they struggle for members and power. In a gold sector dispute, AMCU have refused to join the strike, leading to speculations that AMCU will wait for NUM to settle, and then call a second-wave strike. This poses a challenge for employers, as they seek one settlement. The battle between AMCU and NUM could undermine future negotiations, in that the focus of the unions is not on the wage outcome, but on the political balance of power following the wage outcomes and thus resulting in more regular or a prolong strikes.

2.13. Work stoppage future outlook for 2014

Most observers caution for continued labour unrest in 2014 for the struggling South African economy. Unions continue to demand high wage increases, while employers complain that such wage increases could push them out of business and into company closures resulting in high unemployment. The struggles for power between AMCU and NUM are predicted to have a negative impact on the stability of the labour force in the mining industry. Based on its contribution to the tax revenue and its employment creation, it is important that the trade union leaders and the mine owners work together for "open negotiations" in order to meet worker's interests which can minimize strikes in the industry in 2014.

By the end of 2013, Government, Organised Labour and Organised Business were planning a year-end summit to discuss the ways of minimising the collective damage caused by protracted strikes as they look to stabilise the labour force, advance economic growth and assure investor confidence. It is projected that 2014 will probably be a relatively calm year if these directives are well implemented by all parties in the country.

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Wage settlements

This chapter reflects on the wage agreements concluded with and without strike incidents, and suspended strikes between the employers, bargaining councils and other employee representatives. This is to allow bargaining processes to assist in bringing about reasonable wage agreements and settlements in striving to meet employee's needs.

South African bargaining councils experienced peaceful bargaining processes in 2013 as opposed to the 2012 bargaining processesses where it took long to conclude wage negotiations to reach agreements characterised by violent industrial action and work stoppages.

The median wage settlements across industries in 2012 and 2013 are shown in **Table 8**. According to the Labour Research Services, it is indicated that in 2012 and 2013, the mining and quarrying industry had the highest median wage settlements of 10.0% and 9.0% respectively. In 2013, all the other industries had median settlements of 8.0%, except for agriculture (7.3%) and community services (7.2%). On average, higher wage settlements were granted in 2012 than in 2013.

Table 8: Median wage settlements levels in South Africa by industry, 2013

Industry	2012	2013 (%)
Agriculture, Hunting, Forestry and Fishing	8	7.3
Construction	7.8	8.0
Mining and Quarrying	10	9.0
Manufacturing	7.5	8.0
Electricity, Gas and Water	7.5	-
Finance, Insurance and Business Services	8	8.0
Transport, Storage and Communication	8.5	8.0
Wholesale and Retail Trade	8	8.0
Community, Social and Personal Services	7	7.2

Source: Labour Research Service, Wage Settlements Trends, December 2013

The next section shows an overview of the wage agreements collected by the Department during the period of 2013.



3.1. Wage settlements concluded in various industries

3.1.1. Manufacturing

- On 25 January, NUMSA members at PMP embarked on a protected strike over a wage dispute with Denel as Denel
 failed to adhere to a collective bargaining agreement signed between the union and its senior management.
 Employees demanded equal pay for equal work after the employer was offering adjustments on Peromnes Grades
 17–13 to move 4% below the average of that particular grade. On 20 February, parties reached consensus where
 299 employees would receive adjustments while 302 employees within the 4% did not get adjustments
- Employees in the meat industry downed tools demanding a 15% salary increase while the International Meat
 Quality Assurance Services was offering 2 6% increase. On 12 April, parties came to an agreement to increase
 salaries by 10%
- In March, NUMSA members from Powertech started a strike demanding extra payment for a production bonus. The
 employer agreed to include one more unit on the bonus payment, verbally. The inclusion of the unit amounted to
 an extra R1 300 as bonus payment
- Workers in the leather tanning sector in Cape Town agreed to a 7% pay rise. The deal was in line with a two-year
 wage agreement reached last year between SACTWU and the tanning sector employers. On 21 April, again parties
 agreed to increase salaries where the agreement will be effective from 1 April for the period of twelve months, with
 settlements ranging from 7.4% to 10%
- Employees associated with FAWU at Dairy Belle, downed tools demanding R900 and R800 wage increases across
 the board while the employer was only offering R250. On 2 February, a consensus was reached by both parties on
 a R305 increment applicable for the period 1 October 2012 to 30 September 2013
- Workers affiliated with CEPPWAWU at LUFILE Packaging went on strike over a salary increase demand. Both the employer and the union reached a wage deal of 12.5% after employees' demanded a 35% salary increase
- SACTWU settled its national wage dispute in the cotton textile sector. The settlement provided for a seven percent
 wage increase, backdated to 1 July 2013. The agreement will benefit about 7 000 cotton textile workers employed
 in 65 factories
- The minority of employees at SAB Miller participated in the walkout on 1 October. FAWU demanded a 9% wage increase meanwhile SAB Miller offered an average increase of 7%, with 60% of this across the board and 40% of it payable as "non-guaranteed" performance-related pay. On 4 November, parties managed to reach an agreement of 7% plus performance-related pay, back-dated to 1 July, whereas other issues of the provident fund and medical scheme and disability cover would be reviewed at a later stage
- NUMSA members started a strike demanding extra payment as a production bonus on 11 and 12 March. The
 employer agreed to include one more unit on the bonus payment verbally. The inclusion of the unit amounted to
 R1 300 extra on the bonus payment
- NUMSA members from the retail motor industry organisation downed tools on 9 September demanding a 10% wage increase for 2013, 2014 and 2015 and 12.5% in all other sectors across the board for workers earning more than R6 000, a night-shift allowance of 20% of the normal rate of pay and an afternoon shift allowance of 15%. In October 2013, a multi-year agreement was reached. According to the settlement reached, workers in the component, manufacturing sector will receive a 10% increase 2013, and 8% increases in both 2014 and 2015.

3.1.2. Finance, Insurance and Business Services

SAMWU members from Ithala Development Finance Corporation Limited embarked on a strike demanding a wage increase of 7-9%. On 28 May, parties agreed to increase the salaries with effect from 1 April 2013 untill 31 March 2014 by 7-9 % depending on the job grade, 12% increase on the shift allowance depending also on employee's salaries and R1 300 once off to the employees who participated in the strike.

3.1.3. Transport, Storage and Communication

- Taxi drivers called for a wage increase from the owners demanding R3 500 a month, boarding allowance of R279.93 to be raised to R350 and not to work more than nine hours a day. The agreement reached in May was to increase the incomes by CPI + 2% that is 5.9 + 2% which add up to 7.9 % increment for the period of one year, 1 July 2013 until 30 June 2014
- In 2012, SATAWU, PTAWU and the Road Freight Employers Association agreed on a three-year deal dating from 1 March 2013 where employees would receive a minimum 8% salary increase and night shift allowance of 7%. This came after employees were demanding 12%. On 14 February 2013, the agreement was amended to include a minimum wage increase of 10% across the board to all employees employed prior to the scheduled new wage deal. A new sub-item added to the agreement which makes provisions for an extended bargaining unit for employees graded up to and including C1 on the Patterson Grading system states thus: A 7% increase across the board for employees who earn R183 008 (current Basic of Conditions of Employment Act threshold) or less per annum and a 6% increase for employees who earn more than the current threshold plus 30% which is R237 910.40 per annum
- On 19 April, SATAWU and other unions embarked on a nationwide bus strike demanding an 18% salary increase, allowances for housing, night-shifts, and long-distance journeys whiles the employer was offering 6.5%. On 13 May, a fifteen-month wage agreement was concluded with a wage agreement of 10% increase from April
- On 7 August, BEMAWU and CWU members demanded a 9.5% rise across the board and a R1 500 allowance for housing, R300 for subsistence and travelling and R55 for meals. SABC management was offering a 7.44% salary increase, with no "movement on other conditions of employment". Unions claimed increases of over 40% to some executives were affected in the last financial year when the company was bleeding financially. All parties signed an agreement for an 8.5% increase across the board with effect from 1 April 2013 and R1 500 once-off payment after tax
- A wage increase agreement was reached between UASA, SATAWU and South African Airways management after staff at the airways went on a wage increase demand strike. An agreement to a wage increase of 6.5% in workers' basic salaries, housing allowances and medical contributions was agreed to after an initial wage demand of 9%.

3.1.4. Wholesale and Retail Trade

• The Hospitality, Industrial, Catering Retail and Allied Workers and Professional Caterers Association signed a three year wage agreement of 9% year 1, year 2 of 6% and year 3 was CPI + 2% and CPI. The agreement came after the Bargaining Council negotiated for about 200 outlets like; Wimpy, Nando's, Pie City, Romans Pizzas, Fedics, King Pie, Chicken Licken, KFC. Compass groups raised their voices in demand of a 12% minimum salaries and 10% across the board increase for those earning above the current minimum salaries, improved hourly rates for Sunday and Public Holiday work, paid sick leave for casual workers, annual bonus, family responsibility leave, and the scrapping of independent waitron category, the abolishment of using labour broking and the conversion of these category of work to full-time position.

3.1.5. Community, Social and Personal Services

- Thousands of workers associated with NEHAWU, DENOSA, HORSEPERSA and SOLIDARITY at Netcare hospitals
 downed tools demanding wage increases ranging from 12% to 15% while the management was offering only 8%.
 Netcare Hospitals (Pty) Ltd reached an agreement in March 2013 with HOSPERSA, DENOSA and Solidarity on a 7.2%
 increase while NEHAWU agreed on 7.25% after their demand of 11%
- On 16 April, UNISA staff associated with NEHAWU and the Academic and Professional Staff Association embarked
 on a strike demanding a 11.7 % wage increase while the management was offering only 5.6% and later 7%. Both
 parties agreed to a 7% increase on 19 April
- On 28 February, staff at the University of Technology of Durban went on a strike demanding a 12% increase and R500 increase in the housing subsidy, while management was offering a 5% salary increase and 1.5% in medical and housing subsidy increase. On 27 March, both parties agreed to increase the salaries, P5-P2 employees by 5%, P9-P6 employees by 7% and P16–P10 employees by 9% and 1.5 % increase for medical aid and housing benefits

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- On 19 April, SATAWU, TOWU and South African Bus Association members embarked on a nationwide strike demanding a 18% salary increase, allowances for housing, night-shifts, and long-distance journeys whereas the employer was offering 6.5%. In May 2013, a fifteen-month 10% wage agreement was concluded. All parties agreed on a 9.5% effective from 1 April and a further 0.5% that would kick in later during the year
- A wage agreement was reached between NEHAWU and the Walter Sisulu University staff after officials embarked
 on a wage strike. Employees went on strike demanding on 18% salary increase and later 8–10% where management
 was offering 4.25%. A consensus was reached to increase the salaries by 5%. Staffers were also offered a once-off
 opportunity to migrate to a preferred retirement fund
- A 6% wage agreement was reached between employee's representatives and Kelly Industrial after a wage strike. This came after officials downed tools over a 6% wage demand
- More than 120 workers at Document Warehouse in Selby, Southern Johannesburg downed tools on 3 July over poor salaries, demanding R10 000 across the board. The employer was offering 8% or R675 plus additional amount ranging from R50-R175 depending on the years of service. Employees were reportedly earning R3 000 a month, while some of them claimed to have been with the company for more than 10 years. Parties managed to reach an agreement to increase earnings by 8% and additional amounts depending on the years of experience
- A group of senior analysts and economists at the Competition Commission of SA engaged on a lunchtime picketing on 2 September. They were demanding better salaries and an end to the alleged victimisation of staff by management. Their initial demand for a wage increase was reduced from 22% to 15%. The offer on the table was 8% with an undertaking by management to do a benchmark study to compare the pay levels of the commission's staff with those of other state institutions. Finally parties agreed to increase salaries by 7.5 % and a 1% performance linked increase effective from April 2013.

3.1.6. Agriculture

• In 2012 November, employees on the farms at De Doorns, Cape Town downed tools till January 2013 demanding a wage increase of R 150 a day. Through intervention of the Department of Labour, the recalled strike caused the farm owners to agree on the wage hike of R105 per day.





Photograph: www.dailymaverick.co.za

3.1.7. Mining and Quarrying

- Approximately 500 rock drill operators at Northam Platinum's Zondereinde mine went on strike in April in demand
 of wage increase. The workers were demanding a 38% increase in their bonuses whereas the employer was offering
 an average increase of between 9.0% and 9.5% on wages and an increase in the living out allowance from R1
 600 to R1 750 per month. Employees received a return-to-work compensation comprising of an once-off payment
 equivalent to 50% of their basic wages for the duration of the strike period and R2 000 extra
- During April, NUM members at New Adventure downed tools demanding R30 a day. After two weeks of protesting, a consensus was reached between the two parties that workers be paid R17.60 – R19.60 per hour
- Employees at Exxaro (Arnot, Matla, Leeuwpan, Inyanda and Grootgeluk coal) downed tools demanding payment of performance bonuses. The mining company made an offer of R2 800 to NUM members and it was accepted by the employees
- In May 2013, 400 miners at Granite Miner in Rustenburg went on strike demanding between 131% and 350% salary increase. In practice they wanted R9 000 increase from the current salary of R2 000 and R2 700 a month. The employer made an offer of R1.15 (i.e. 5.9%) an hour. Consensus was reached to give employees R1.20 per hour across the board and they promised to give another 20 cents per hour after 6 months. In percentage terms, it works out to an average of ±15%
- Employees at Lanxess Chrome Mine went on strike demanding annual performance bonus increases as they accused management of solely sharing the bonuses. The mine made an offer of an additional payment which considered efforts of staff doing staff safety and production. The parties agreed to an once-off performance payment to be paid on 23 May 2013. The payment is related to the present and future performance of the mine, as well as safety targets and was to be done in two steps; where workers would receive a bonus of R3 500 on 28 May and an extra 2% bonus in June 2013 on conditions that production targets are met
- On 16 September, about 100 workers employed at Somkhele went on strike following failure to achieve a settlement
 in wages and employee benefits in KwaZulu-Natal. The workers demanded a 12% increase, R1 400 housing and
 R2 500 medical aid allowance. In October, a two-year agreement was reached to increase earnings by 8% for
 2013/14 for Somkhele's lowest-paid workers with a further 7.5% increase for 2014/15. Other pay-grades received
 negotiated increases of 5.5% to 7%. It was further agreed to create forums in order to improve performance and
 productivity at R930 per month
- About 600 workers at DRD Gold's Ergo gold operation, near Johannesburg, downed tools on 8 October in a protected strike demanding that all entry-level, category 4 employees be promoted to category 6 and that a skills retention increase allocated to engineering foremen be extended to all foremen. On 10 October, parties reached a two-year wage agreement where entry-level employees in job categories four and five would receive a 10% basic wage increase in year one and 8% in year two. Employees in job categories six and seven would receive 9% in year one (2013) and 7.5% in year two (2014), employees in job categories eight to 15 would receive 8% in year one (2013) and 7.5% in year two (2014)
- Petra Diamonds mine shafts got hit by wage-related work stoppages on 29 August at Cullinan Diamond Mine, East
 of Pretoria. The wage negotiations commenced in July and the strike action followed a breakdown in talks and a
 deadlock at the CCMA. NUM claimed that employees were earning about R4 000 a month and were therefore
 demanding a monthly wage of R8 000. On 18 September, parties came to an agreement after the union accepted a
 9.5% salary increase, R650 for medical aid and R650 for housing allowance
- NUM members downed tools on 5 August in a protected strike at Rand Refinery in Germiston after mediation failed at the CCMA where unions were demanding a 20% increase across the board. The employer was only offering 7%. An agreement was concluded on the 8 August to increase salaries by 8%.

3.1.8. Construction

• From 13 March to 29 of April, NUM members employed by Corobrick went on strike demanding 34% salary increases while the employer was offering 7.5%. On 29 April parties agreed to a salary increase of 7.5 %.

NUM members at Polokwane Bricks PTY LTD downed tools in February demanding an increase of R10 an hour
on their current rates. The employer was offering R1.50 per hour. An agreement was eventually reached where a
person who earns R5.50 an hour would earn R7.00.

3.1.9. Electricity, Gas and Water

- On 7 June, both parties Medupi Kusile and ESKOM signed a partnership agreement at its Medupi and Kusile power station construction projects after an outcry for bonus pay. The agreement included a number of issues:
 - a. A guaranteed minimum wage of R25 for all hourly-paid contract employees and standardised pay rates within industries
 - b. Normal time hours for the MEIBC are 40 hours per week whilst for BCCEI it is 45 hours per week
 - c. The monthly project wage allowance will be calculated as follows: Kusile and Medupi project allowance = (minimum wage rate per hour [R25] less current basic rate per hour [R20.50]) x normal time hours per month
 - d. Overtime is therefore calculated based on the basic rate of pay (excluding Kusile and Medupi Project allowance). Should industry minimum rates supersede the R25 per hour then the industry rate will be applicable
 - e. For new contractor employees, the R25 per hour minimum wage will only take effect after the completion of eight weeks of employment
 - f. The payment of this Kusile and Medupi project allowance was to be effective from 12 June 2013 and paid by the applicable payroll dates
 - g. The standard rate will be R2.50 per kilometre before tax. Employees using transport supplied by the Contractors to travel home will not be entitled to R2.50 per kilometre
 - h. All employees travelling on a daily basis to and from site with company-supplied bus transport will be paid a commuting allowance. The wage rates and benefits for Full Time Shop Stewards will be standardised across Medupi and Kusile sites, and will be implemented in the July 2013 payroll.



Photograph: Mail and Gaurdian

3.2. Wage settlements concluded without strike incidents

- Employees secured a 6.5% wage increase and a handful of benefits. Parties including the South African Municipal Workers' Union and the Independent Municipal and Allied Trade Union have agreed to a three-year wage agreement after workers were demanding 15% from the State's offer of 4%. The offer entails that in 2013, workers will get the average CPI +1.25% and in 2014 average CPI +1% plus 100% medical aid subsidy for the lowest income workers
- A "compromise" agreement on an above-inflation 9% wage increase for lowest-ranked employees was reached between NUM and De Beer. This came after the worker's initial wage demand was 13% wage increase, while the company had offered 6%. Apart from the wage negotiations, De Beers intended to phase out the lowest employee ranking, the category-A band over the next three months, and intends to the move up the 25 employees within that grading into the category-B band
- Two of the gold producers Pan African Resources and Village Main Reef reached a settlement agreement with the
 National Union of Mineworkers and UASA in respect of the Evander and Tau Lekoa gold mines respectively. The
 settlements are for an 8% increase in the basic wage for Category 4 and 5 employees, including Rock Drill Operators,
 and a 7.5% increase for Category 6 to 8 employees, Miners and Artisans, and Officials. Through the chamber, gold
 producers had offered between 6% and 6.5%. NUM initially demanded a 60% increase for entry level workers
- Transnet reached a two-year wage agreement with unions, SATAWU and United Transport and Allied Trade Union-South African Railways and Harbours which will see employees in the bargaining unit receiving an 8.5% across-the-board increase for the current financial year, backdated to 1 April, and a 9% increase for the following year (2014). Employees earning R96 000 per annum would get a 9% increase, middle managers to senior managers 6% and general managers, group executives and CEO's would get 5.3%
- The Sugar Milling and Refining Employers Association concluded a wage increase of 8% across the board awarded to all employees within the Bargaining Unit successfully in Durban. A further R200 for all A-Band employees and R150 for all Band-B employees, to be effective on 1 November 2013. However, the increase will be effective from 1 April 2013 until 1 March 2014
- A three-year wage agreement was reached between SAMWU, IMATU and SALGA. The agreement entailed a secured
 pay hike of 6.5% from January 2013, at the average CPI +1.25% and average CPI +1% in 2014 plus a secured
 100% medical aid subsidy for the lowest income workers and a handful of allied benefits. Workers were initially
 demanding 15% whereas the State offered 4%
- Gold and platinum junior Pan African Resources entered into a two-year wage agreement and conditions of employment for employees at its Barberton Mines. The average increase in the Barberton salary and wage bill for the financial years ending June 2014 and June 2015 amounted to approximately 8% a year.

3.3. Abandoned strike incidents

• Employees of the Department of Labour from the Sheltered Employment Factories averted strike action after their wage demands were met. On 16 July, a wage agreement was reached with the employer who agreed to a 6% wage increase plus 1% increase to the provident fund.

3.4. Suspended strike incidents

• Medical services at St Mary's Hospital in Durban, KwaZulu-Natal, resumed on Monday, 2 December after the Democratic Nursing Organisation of South Africa (DENOSA) temporarily suspended its strike. This action came after hundreds of nurses and other workers embarked on a strike demanding a 6.5% wage increase and that the privately owned hospital should be absorbed by the government to safeguard the employment of hundreds of staff members. The strike at the 200-bed hospital left scores of patients stranded and some had to be transferred to other hospitals. DENOSA halted the strike after approaching the Commission for Conciliation, Mediation and Arbitration to resolve the issues.





Profile of work stoppages, 2013

The Department of Labour's media monitoring system captured identified strikes activities in the last twelve months. Nonetheless, it must be pointed out that not all strike incidents were captured due to other resource limitations. These kind of disputes affected small, medium and big companies in the country.

Below, this annual report provides a profile of strike incidents in a chronological manner in order to allow the readers to have full details of strike incidents as recorded in the Departmental database within the year under review⁹. From this, employers were requested by law to send the strike LRA 9.2 form seven days after the strike has been concluded.

January 2013

- Casual workers at Clicks stores in Grahamstown downed tools on Saturday, 5 January. Casuals downed tools after they went without pay since December 2012. They alleged they won't return until they've received their wages. Clicks spokesperson said they were aware of the problem and appealed to affected staff to come forward with their details so they can resolve the issue and ensure payment
- Eskom employees at Medupi power station in Lephalale Limpopo Province downed tools on 16 January. It was reported the station went temporarily closed after workers held protest action over various issues including a lack of training and inadequate working conditions and food. On the same morning, Eskom management sent the workers home for safety reasons. As an interim measure, Eskom had to work with contractors to restore the operations to avoid closure as it could result in more pressure on the schedule for the power station's completion
- Both South African Airways and Passenger Rail Agency of South African (Prasa) employees went on strike on Friday, 18 January. Members went on strike after accusing airline management of refusing National Transport Movement (NTM) recognition as a union. NTM claimed that SAA refused to recognise it even though it had 1 300 members
- Thousands of commuters at Seshego, Limpopo were left stranded after Great North Transport bus drivers aligned to
 Transport and Allied Workers Union of South Africa (TAWUSA) downed tools on Thursday, 31 January. Drivers were
 demanding that a senior official be axed. It was reported that more than 150 buses were stationed at the depot and
 was left stationary. The strike affected commuters from Moletjie and surrounding villages. Great North Transport
 spokesperson apologised to customers for the huge inconvenience caused.

⁹ It should be emphasised that the chronological list of labour disputes in Chapter 4 should not be confused with the quantitative data analysis in Chapters 1 and 2. Chapter 2 covers all labour disputes, including those that are pre-arranged between management and employees like cases related to the mourning of the death of miners at the workplace. This chapter also includes protest actions and pickets during lunch-hours and after hours. It also includes protests by workers who were on leave. In all these cases, employers are not expected to submit completed LRA 9.2 Forms, since there can only be a recognised industrial action during office hours and by workers who are expected to be at work. Hence, these cases would not form part of Chapters 1 and 2. The consent of employers on whether an incident is a strike or not is always important to consider before the Department send a form to the employer affected to complete. Chapters 1 and 2 deal with the "actual" strike incidents that were completed and submitted to the Department for capturing. Some industrial action do not come to the knowledge of the Department's officials; however, since employers are expected to complete the LRA 9.2 Form after experiencing a labour dispute, some employers do complete the LRA 9.2 Form and send it to the Department for capturing even without the knowledge of the officials. This implies that this kind of a labour dispute will not be recorded in Chapter 4 since it was not identified by the Departmental officials.

February 2013

Durban University of Technology staff members associated with the National Education, Health and Allied Workers'
Union and Tertiary Education Union embarked on strike action demanding higher wages. Classes were disrupted
at the ML Sultan campus over staff's demand for a 12% wage increase, twice the offer by management. During the
industrial action police had be to be called to monitor the situation after striking workers threatened to further
disrupt classes and force lecturers to join them. Strikers urged they would not go back to work until their demands
were met.

March 2013

- On 4 March, container depot employees at Port Elizabeth's South African Container Depots joined their colleagues on a country wide strike for higher wages. South African Container Depots is a shipping company responsible for the import and export of goods. Employees were demanding a 10% wage increase from the employer's offer of a 5%. Employees were also demanding the company to address the issue of casuals being permanently employed, also that the wage structure be put under a microscope and that their salaries be benchmarked with those of workers in Johannesburg as they are earning more than the ones in Port Elizabeth or Durban and yet doing the same job. South African Container Depot's regional operations manager indicated negotiations were under way at their Cape Town head office but did not have any details about the negotiations
- "Employees were demanding a 10% wage increase from the employer's offer of a 5%"
- About 6 158 workers at Lonmin's Saffy and Newman shafts in Marikana in Rustenburg
 went on a one-day illegal work stoppage on 5 March. The strike was allegedly incited
 by Association of Mineworkers and Construction Union (AMCU) workers who demanded
 that the National Union of Mineworkers (NUM) offices at the Saffy shaft be moved off the
 property. The strike began at the Saffy mine where many members of the media were scheduled
 to visit the site.
- Five Exxaro coal mines Matla, Arnot, Grootgeluk, Leeuwpan and Inyanda were affected by an unprotected strikes
 dating from 5 March. It is reported the strike was related to different issues at the different mines including nonpayment of performance bonuses as the operations missed their performance targets and various grievances.
 Production had stopped at these mines and Exxaro reported that it was engaging with unions and managing the
 situation to bring operations to normality. Moreover the mines had implemented contingency plans to continue
 supplying coal to maintain the functionality of their respective power stations and other customers
- Furious teachers who had not been paid for marking the matric 2012 examination papers blocked the Education
 Department's entrance in Polokwane, Limpopo. Angry teachers protested over outstanding pay after the department
 has failed to keep the promise of a 100% pay rise for the teachers marking matric papers. Protesters also demanded
 that all temporary teachers be appointed permanently
- About 500 community development workers (CDW) employees in the Randfontein local municipality downed tools
 over unpaid salaries. Workers claim they have not been paid for February and that nothing has been communicated
 since. Protesting workers burned tyres and threw rubbish bins in the streets. The affected workers are responsible
 for cleaning the township of Mohlakeng including churches, taxi ranks and schools. Gauteng Department of
 Infrastructure Development spokesperson reported the department was not aware of the strike over unpaid wages
 and will thus investigate and find out where the problem lies
- Walter Sisulu University staff members associated with the National Education Health and Allied Workers Union
 at Butterworth and Buffalo City campuses embarked on an illegal strike on Monday, 11 March. Workers were
 demanding that last year's salary negotiations be reopened after management's once-off 10% increment from
 their initial demand of 12%. The strike affected thousands of students as they were unable to attend classes.
 Management developed a process to address the impasse to implement this process with immediate effect. The
 university management appealed to striking staff members to assist in resolving the labour impasse as a matter of
 extreme urgency in order to assist deal with the matter in a proper, procedural way.

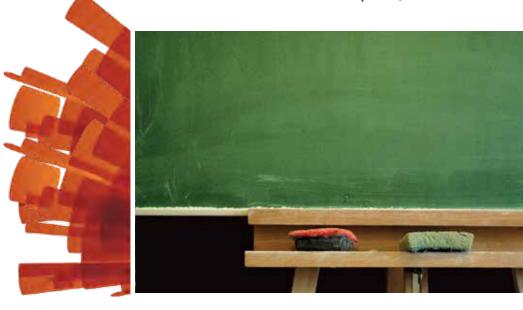
Nearly 100 miners at the Palaborwa mine went on strike on 13 March, lasting for a week. Miners are demanding
additional danger-pay for working underground. It is reported the action by the crews is a significant concern and is
in contravention of their obligations to the mine's policies.

April 2013

- On 4 April contracted workers within the Johannesburg City, Region F marched on the streets of Johannesburg demanding a wage increase. A memorandum was presented to various offices such as Mvula Trust, the Department of Infrastructure and Development in Gauteng. Over an above the wage increase demand the memorandum contained issues such as the reversal of the Region F recruitment system and immediate suspension of operations, ensure posts are advertised in the local media, afford Region F staff and locals enough and adequate time to apply and to adjust Coordinators wages to the same scale
- Rock drill operators at Zondereinde mine in Limpopo, Northam Platinum went on strike after operators were
 demanding a salary hike. It is reported the operators were demanding a 38% increase in their bonuses. NUM
 general secretary reported the strike was caused by management's refusal to comply with an agreement entered
 into with the union. The agreement was mainly about how to compensate rock drill operators for holes drilled.
 Northam Platinum said Zondereinde's management team had constituted a consultative forum and was engaging
 with employee representatives to try to resume operations
- Thousands of nurses and other workers at Johannesburg's Charlotte Maxeke Hospital and private hospital staff
 associated with the National Education Health and Allied Workers' Union went on strike on 16 April. They were
 demanding an 11% increase from private hospital group Netcare after rejecting the group's final offer of an 8%
 annual increase
- Strikers referred to themselves as not working at "Netcare but at Not Care". Netcare hospitals nationwide were left
 without some nurses and kitchen staff. The nurses said their "low" pay showed the hospital group "cared about
 patients but not about them". Netcare nurses complain that nurses at government hospitals earn more than they
 do. A Netcare nurse's salary starts at R8 000 a month, with about R1 400 deducted for membership of the medical
 aid. "We cannot qualify for an RDP house but also earn too little to be granted a bond by banks," said a striking nurse
- Around 200 casual workers at the Post Office's Witspos branch in Johannesburg went on strike on Tuesday,
 16 April. The employees were previously contracted by labour brokers and are now demanding that they be
 permanently employed by the company. The Post Office's spokesperson said they received a memorandum
 from employees, who were representing themselves. The spokesperson indicated that there is a process to seek
 alternatives of their employment within the organisation. It was reported the services were not affected by the
 labour dispute and that there wasn't any apparent impact.







- Staff at the University of South Africa (UNISA) associated with NEHAWU downed tools on 16 April, however
 operations were unaffected. Union members embarked on a strike due to pay demands. Members went on
 strike after rejecting a 5% salary increase tabled by the university from a wage demand of 11.7%. The university
 spokesperson indicated that they are hoping to resolve the impasse as soon as they possibly can and that "As a
 university, we respect the bargaining processes and remind striking unions that UNISA's bargaining forum is always
 open for further talks"
- South African Transport and Allied Workers' Union (SATAWU) and Transport and Omnibus Workers Union called for a
 nation wide strike on 19 April. This came after wage talks between bus companies and unions deadlocked in February.
 Unions were demanding an 18% salary hike, while employers were offering a 6.5% increase. The nationwide strike
 left thousands of commuters stranded and affected all public transport modes in the cities. The mayoral committee
 member for transport, roads and storm water requested employers to assist them by considering how they can
 accommodate their employees to travel to and from work when public transport is constrained by allowing flexible
 working hours
- On 22 April, Rea Vaya bus drivers began with a strike pulling away from its Orlando station in Soweto, Johannesburg.
 As a result, bus commuters in Johannesburg went without transport because of the strike. The strike by bus drivers
 from Piotrans, the company which operates the Rea Vaya service, related to salary progression and the status of
 drivers who were shareholders in the company. Workers were demanding an increase of 18% whiles employers
 had offered 2.5 % i.e. a minimum monthly wage of R6 000 across the industry, a R1 000 housing allowance, and an
 increase in medical aid contributions. Piotrans advised the city that it would seek an urgent Labour Court interdict
 to have the strike declared illegal
- Close to 25 000 South African teachers associated with SADTU embarked on nation wide marches on Tuesday 23
 and 24 April to Union Buildings in Pretoria and Parliament in Cape Town. The marches were meant to increase
 the pressure on Basic Education Minister and her Director-General to resign from their positions in defense of
 collective bargaining and promotion of quality public education. The department's spokesperson reported that the
 department has put systems in place to ensure that those embarking on this unprotected strike will be subjected
 to disciplinary processes.

May 2013

• On 13 May, about 300 Ekurhuleni metro police officers associated with the South African Municipal Workers Union (SAMWU) went on strike. Officers decided to go on strike because they were furious at a number of internal issues and wanted the municipality to sort them out soon. The shop steward reported they have been trying to negotiate with the employer; however they refused to come on board and send junior management to deal with issues. Meanwhile, the municipality said it has applied for a court interdict as the strike is illegal and that legal action will be taken against all metro officers who stopped work and that whoever is participating in such industrial action would have to face the necessary consequences, which means normal pay rules apply and disciplinary action can be taken against strikers

- On 16 May, about 470 miners staged an illegal strike at the South Africa's Amplats Operations, a chrome mine owned by chemicals group Lanxess in Rustenburg. The workforce downed tools over bonus claims. It is reported workers who are members of the National Union of Mineworkers (NUM), were entitled to a production-based bonus scheme but were not eligible to payments under any other plans. The interdict ordered striking employees to report for work with immediate effect, however most of the workforce did not complied with the order. It was further reported that the situation around the mine has been tense although without reports of violence
- On Friday, 17 May, thousands of workers at the Mercedes-Benz plant in East London embarked on an unprotected strike. Workers told the Dispatch newspaper reporter that a recognition agreement between the company and NUMSA in 1989 allowed them to embark on an unprotected strike for 72-hours. Workers embarked on the strike bringing production to a halt. The strike brought tension over the company's mooted plans to outsource its logistics department, which it said were not finalised

"Workers embarked on the strike bringing production to a halt."

POPCRU members from the South African Police Services gathered for a march in Cape Town
and Durban. Staff members were protesting over the safety and security sectoral bargaining
council agreement signed in 2011, which had apparently not been implemented. The agreement contains
provisions related to pay level upgrades and career path planning for police officials. The protest affected essential
support services that includes human resources, finance and supply chain management. Members warned top
management to adhere to the agreement or face war





On 28 May, the world's fourth-biggest mining company, Glencore Xstrata South African Chrome at the Helena
mine in the Bushveld Complex in the Northwest and other three sites were disrupted when about 200 miners
embarked on a wildcat strike. The strike started after an employee, a member of the Association of Mineworkers
and Construction Union, accused a shift supervisor of assault. It is reported workers related to AMCU who never
reported for duty have been dismissed following the strike and had three days to appeal the decision.

June 2013

Workers employed by Rumdel Cape/EXR Joint Venture in Durban, downed tools at the road construction site
alongside the Umgeni road, demanding a R12 000 project bonus. Metro police said they were trying to contain the
protesters under the N2 bridge with the help of the Public Order Policing Unit after the situation went chaotic. One
of the workers, who had been part of a handful of those protesting said they had had no joy regarding their unmet
demands as they were being sent from pillar to post by SANRAL and Rumdel Cape/EXR Joint Venture. The protest
called for angry commuters to abandon their taxi transport and to start walking to work



- On 14 June, up to 3 000 to 4 000 mineworkers staged on an underground sit-in strike at an Anglo American Platinum
 mine in South Africa's restive platinum belt, Thembelani shaft in Rustenburg over the suspension of four leaders. It
 was confirmed the action had been ignited by the suspension of four local unionists "for inappropriate behaviour"
 that is against the mines behavioural procedure. Workers associated with the Association of Mineworkers and
 Construction Union (AMCU) at the mine, refused to come out of the ground since the 4am shift started, because
 they wanted their leadership's suspension lifted
- Johannesburg Social Housing Company officials went on an industrial action on 26 June. The industrial action was prompted by the lack of leadership at the municipal-owned entity and the refusal by the employer to bargain with organised labour on a number of issues. Organised labour presented items for discussion with the employer, however it deadlocked due to a lack of consensus from the employer's side. The following issues were raised and referred for conciliation and arbitration: termination of contract with the recruitment agencies in the company, collectively agreed conditions of services, fixed term contract workers, salary progression and re-employment of the CFO who resigned under a cloud of suspicion from the previous employer.

July 2013

• SAMWU workers at Sasolburg went on strike against Metsimaholo Local Municipality on 5 July. This emerged after the local municipality's enforcement applied a "no-work-no-pay" policy to workers who went on an illegal strike. Striking South African Municipal Workers Union workers trashed the Sasolburg central business district against the local municipality's enforcement to the deduction of pay. It was reported the Labour Relation Act makes provision for employers to enforce the no-work-no-pay principle if workers engage in an illegal strike. Landlords, tenants and the residents were left stranded when heaps of rubbish piled up. The weekly reporters reported that the municipality was sorry for the inconvenience that the strike has caused residents.

"applied a
"no work no
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workers who
went on an
illegal strike"

- NEHAWU members at the Walter Sisulu University went on a strike after university management failed to consider
 their wage demands. The union working with the National Tertiary Education Union (NTEU) declared a strike after
 the management refused to accede to a proposed salary increase of between 8% and 10% on a sliding scale. This
 came after employee's patience was tested to its limit, following a four-month long marathon negotiations that
 yielded very little in terms of tangible outcomes. Due to the strike action, student learning was compromised. Over
 and above their wage demands staff reiterated that other outstanding demands for resolution be addressed which
 included the following:
 - Finalisation of leave buy-out
 - Harmonisation of conditions of service
 - Absorption of contract workers
 - Academic Promotions Policy
 - Teaching Infrastructure
 - Harmonisation of remuneration, benefits and policies.

August 2013

- Thousands of SAMWU members at the Sol Plaatjie Municipality brought Kimberley to a standstill on 5 August and trashed the streets, halted service delivery and barricaded the council's offices with refuse bins. They demanded that the contract workers appointed by the municipality be appointed permanently as per the settlement agreement that was reached on 12 June, 2013. Amongst their demands were an external audit to review the implementation of the wage curve which was backdated from 28 June to 26 July
- Auto workers embarked on a strike on 19 August over a wage increase demand. The affected car makers included Toyota, Nissan, BMW, Volkswagen, Daimler AG, Ford and General Motors. NUMSA, on behalf of members, demanded a 14% salary increase, while the sector was offering a 10% raise plus R1.07 an hour for the first year and then inflation-related increases plus a further R1.07 an hour for each of the following two years. The Chamber of Business director reflected that due to the strike, not only would vehicle manufacturers feel the pinch, but so would their suppliers. "We believe that the unions are not only fighting about the percentage increase but about their position in the labour market" said the director. Due to the strike, millions of rands were lost daily and the reputation of South Africa as a investor market, which takes long to recover
- Nationwide, NUM members in the construction sector downed tools on 26 August over a wage demand. The strike
 came after workers were demanding a 13% wage increase for the year 2013 and a 14% increase for 2014 whiles the
 employers tabled a 6% wage increase for 2013 and an inflation-linked increase for the next year. It is reported that
 about 90 000 members of the NUM did not report for work after negotiations with employers reached an impasse





- On 25 August, Sun City workers went on an intensified strike action over labour issues. Workers were demanding
 that all workers who were dismissed for attending workers day events on 1 May be reinstated. They were also calling
 for the dismissal of management members who instructed that two female workers accused of stealing R400 be
 searched by security guards. Of the 6 000 workers employed by Sun City, about 3 000 have joined the strike. The
 striking workers were members of the SA Commercial Catering and Allied Workers' Union and the SA Transport and
 Allied Workers' Union
- SAA technical workers downed tools at the airports on 26 August. The union and management could not agree on a once-off 0.4% payment of monthly salaries after SAA implemented a 6.5% increase. SATAWU lowered its initial demand of 12% to a 6.5% increase plus a 0.4% once-off payment but management had refused to agree to the 0.4%. SATAWU reported that the minimum salary was R4 200. SATAWU's 1 300 members in the division are responsible for minor repairs on aircraft and ensuring aircraft are fuelled. The affected airlines included SAA, Mango, British Airways and Zimbabwe Airways. SATAWU also reported that most of the employees were based at OR Tambo International in Johannesburg with 80 workers each at Cape Town International Airport and the King Shaka International Airport. According to SATAWU's spokesperson, the once-off payment would have cost the company less than R3 million "which is not a lot of money". SAA spokesman said while SAA was willing to have further talks with SATAWU, the 6.5% offer was what the airline could afford.

September 2013

- Employees at Port St Johns Municipality were issued an ultimatum to return to work after they went on a violent stay away. Workers were urged to return to work or face the axe. Municipal workers alleged that the municipality had defaulted on a promise to sort out the grading of salaries and other allowances due to employees. About 12 employees were arrested and charged with assault and for damaging property. An agreement was reached that the municipality would drop charges against the affected employees and lift the suspension of the 14 employees who were suspended at the beginning of the strike. The issue of wage curves¹⁰ and the problem of un-procedural appointments were left unattended
- On 2 September, Post Office casual workers at mail processing centres in parts of Gauteng went on strike. This
 was part of their lobbying campaign to be appointed into permanent part-time positions. The SA Post Office
 management engaged in talks with representatives of the striking temporary employees to try and address casual
 worker's concerns. The SAPO reported the strike resulted in mail delivery delays in some parts of the province
 although retail outlets had not been affected by the strike
- Hundreds of Johannesburg City Power workers downed tools in the late afternoon of 4 September. They worked
 during the day and downed tools at 4pm, saying they won't work after hours. The spokesperson reported that
 Johannesburg City Power was in the process of introducing shifts to its work rosters to improve service delivery.
 This was initiated because workers were sometimes needed to attend to outages after normal working hours.
 Unfortunately, there was a certain level of resistance by some employees
- Free State warders associated with POPCRU from the Mangaung Prison in Bloemfontein started protesting on 12 September. Prison warders who were employed by a security company were angry about the suspension of a fellow employee, said the prison's contract management company. It was reported that the suspended employee was accused of intimidating and influencing members to protest during wage negotiations
- On 16 September, close to 100 miners at Petmin Limited in KwaZulu-Natal went on strike over pay increase demands. It is reported the strike followed failures to settle negotiations over wages and employee benefits. The company reported that the action continued over days even though the company was negotiating with labour representatives with the hopes to resolve the industrial action
- Workers associated with the General Industry Workers' Union of SA at Bokoni platinum mine near Burgersfort in Limpopo, went on a protest march over union recognition on 17 September. It is alleged the union has obtained majority members, but the company is employing delaying tactics and is denying workers their right to belong to a trade union of their choice. It is reported that the Commission for Conciliation Mediation and Arbitration (CCMA) had conducted a verification process and concluded that GIWUSA was the majority union

- Municipal workers affiliated to SAMWU at the City of Cape Town embarked on a strike over allegations of "racism"
 against workers. Striking workers are also dissatisfied with the changing of work programmes and the effectiveness
 of the Local Labour Forum. It is said the strike was likely to affect removal of refuse bins in the area. Residents were
 urged to put out their refuse bins as normal but warned collections might take longer than normal
- Over 2 000 workers at SABMiller's South Africa, embarked on an indefinite strike on Monday, 30 September. The
 strike was over wage demands. Workers were demanding a 9.5% wage increase while South African Breweries a
 subsidiary of the worlds second largest brewer, was offering 7%. The firm reported in a statement it was disappointing
 that the unions had decided to go on strike over such a small difference in the wage position.

October 2013

- On 7 October parking marshals associated with the SA Transport and Allied Workers Union in Cape Town's CBD went
 on a protest march over unfair working conditions. It is alleged they work under horrible conditions and that they
 are charged for quota shortfalls. They do not earn a salary and make money only if they bring in more than their
 daily target. They also complained about being forced to rent uniforms and to clean toilets at the office outside
 of working hours without being paid. Street Parking Solutions is contracted with the City of Cape Town to collect
 payment from motorists parking in the CBD
- About 600 workers at DRD Gold's Ergo gold operation near Johannesburg downed tools in a protected strike on 8 October after the JSE-listed company refused to yield to last-minute union demands. It is reported the National Union of Mineworkers made eleventh-hour wage demands that would be more than double DRD's wage bill
- Samancor Chrome workers associated with the National Union of Metalworkers of South Africa and the National
 Union of Mineworkers went on strike at smelting operations on 17 October. The strike action was due to wage
 increase demands. Both the unions engaged on negotiations with the company over its offer to smelter workers. At
 the end parties reached an agreement over a fair and competitive offer.

November 2013

- Over 7 000 members of the NUM workers at Northam Platinum went on a wage strike on 1 November after the
 union had served the employer with notice of its intention to strike. This emerged after NUM's wage increase
 demand of R2 100 for core workers and R2 000 for non-core workers and the company responded with 6,5% for
 non-core and 7% for core workers and living-out allowance to be increased to R3 718. The NUM rejected these
 offers. A dispute was raised and elevated to the CCMA and a renowned labour lawyer where they failed to find an
 amicable solution
- Cape Town farmworkers associated with the trade union, Building and Allied Workers Union of South Africa, employed by the JC Le Roux group on farms near Paarl, Stellenbosch and Piketberg downed tools on Thursday 7 November. Farm workers went on strike over wage increase demands. The group produces and exports table grapes, plums and citrus fruit. The farmer's spokesperson said: "We are now once again entering a harvest season, which is the time when farmers can generate income which has to sustain them for the rest of the year". Role players were urged to conduct themselves in a dignified manner and to keep things within the legal framework
- Miners at the Anglo American Platinum Ltd's Dishaba mine in Limpopo went on an underground strike on 10 November. The strikers were demanding a suspension to the hostage of an Association of Mineworkers and Construction Union shop steward
- All 75 miners at Glencore Chrome in Rustenburg, North West, abandoned work over a sit-in on 14 November. The
 miners, affiliated to the National Union of Mineworkers protested against having to work extra shifts on weekends,
 they also wanted wage increases. A meeting between the Department of Mineral Resources, NUMSA and Glencore
 Mine management took place to help resolve and allow other stakeholders, such as the CCMA and the Labour
 Department to facilitate further talks

- About 250 Bawsi Agricultural Workers Union of SA workers at Tiger Brands went on a violent strike on 15 November.
 Workers remained outside the premises of Langeberg and Ashton Foods factories demanding the release of detained shop stewards. The strike turned violent when workers briefly clashed with the police amidst reports of intimidating non-striking workers
- Workers employed at BHP Billiton Energy SA downed tools at the Klipspruit, Middelburg and Khutala collieries in Mpumalanga from 18 to 20 November. The dispute was about disciplinary procedures and resulted in the company agreeing to drop the procedures. To combat the industrial action the negotiators agreed to give negotiations a chance and those regions would be updated to progress made.

December 2013

• No strikes were identified from the media during December 2013.







Noting from the Minister of Labour's concerns to understand the logic of pursuing strike action to the point where it damages workers' interests, the 2013 Annual Industrial Action Report shows an increase from 99 strikes in 2012 to 114 strikes in 2013. In 2012, an average of 22.3% of work stoppages lasted from 11 to 20 days as compared to 2013 where 40.8% of work stoppages lasted from 11 to 20 days. In all cases, wage agreements reached were below the initial demand followed by other negative employment trends such as job losses in the mining sector. While an increase in the number of strikes was recorded, the working days lost between 2012 (3 309 884 strikes) and 2013 (1 847 006 strikes) decreased by 44.2%. Wages were still the main reason for workers to embark on strikes where they were seeking more money to sustain their socio-economic needs. In 2013, about R6.7 billion in wages were lost due to the participation of workers in strikes, as compared to the R6.6 billion in 2012.

During the 2013 period most strikes were noticed from the "early strike season to the end of the winter season". The strikes data indicates that provinces in urban areas have felt the effect of the strikes with the inclusion of North West. Employment in terms of working days lost in the private sector (91.7%) were mosts affected by labour market unrest. From January to November 2013 a high number of working days lost came from the manufacturing, transport and mining industries where the industries employ workers with low levels of education or no education at all.

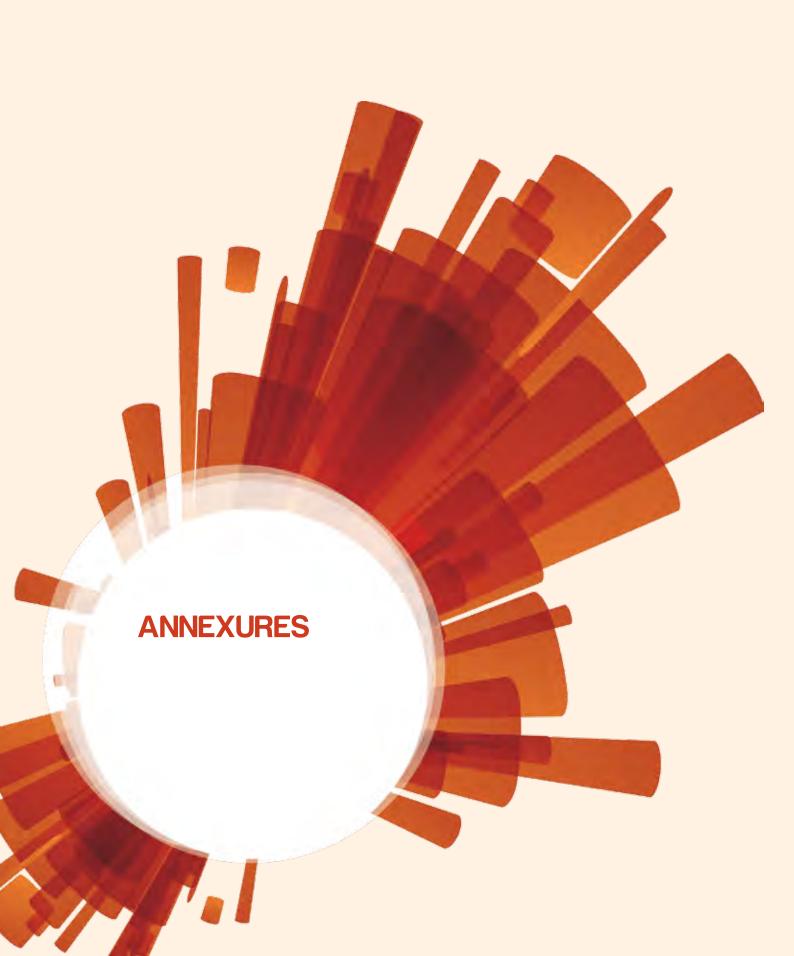
Policy Implications

The following policy implications can be stressed from the 2013 strike data analysis:

- The more strikes in the private sector the less the investor's interest to invest in the sector
- There is a need for organised labour and organised business not to wait until wage agreements lapse, but rather to start with wage negotiations within a reasonable time
- Unions also need to take responsibility to guide and advise workers in shortening the strikes, as they often result in low wage settlement percentages
- In the language of the South African President, we need a prosperous economy where the large majority of people can contribute but "in no way can we have conflict that destroys the economy...".



- 1. Insight, A Reflection on 2013 Wage Negotiation
- 2. International Labour Organisation Bulletin of Labour Statistics 1993-2,
- 3. Annexure 1, x1
- 4. Mike Schüssler, the chief economist of Economist.co.za Business Times 2013





Data Appendix

The following two supplementary tables contain data not included in the main report:

Table A1: Number of workers involved, working days lost and working hours lost by industry/sector, 2013

Industry/Sector	Workers involved	Working days lost	Working hours lost
Electricity, gas and water supply	1 458	3 232	25 856
Electricity, gas, steam and hot water supply	1 458	3 232	25 856
Collection, purification and distribution of water	-	-	-
Wholesale and retail, repair of motor vehicles	1 939	47 216	458 434
Hotels and restaurants	56	56	430
Retail trade, except of motor vehicles and motor cycles; repair of personal household goods	97	935	7 064
Sale, maintenance and repair of motor vehicles and motor cycles; retail trade in automotive fuel	1 282	23 449	245 956
Wholesale and commission trade, except of motor vehicles and motor cycles	504	22 776	204 984
Manufacturing	21 718	343 222	3 337 979
Basic metals, fabricated metal products, machinery and equipment	4 225	65 992	534 231.2
Sale, maintenance and repair of motor vehicles and motor cycles; retail trade in automotive fuel	676	13 125	112 505
Electrical machinery and apparatus	465	930	7 440
Food products, beverages and tobacco products	1 070	18 849	158 945
Other business activities	212	1 908	15 264
Other non-metallic mineral products	1 199	19 367	712 099
Transport equipment	13 781	219 901	1 769 145
Textiles, clothing and leather goods			
Wood and products of wood and cork	90	3 150	28 350
Community, social and personal services	22 520	124 910	1 239 324
Education	6578	25 826	198 520
Health and social work	4 830	73 071	809 668
Other community, social	2 084	5 360	56 398
Public administration and defense activities	5 979	10 038	93 843.50
Recruitment agency	333	2 454	22 086
Local Authority	1 252	4 738	37 904
Hotels and restaurants	811	811	8
Post and Telecommunication	653	2 612	20 896

Industry/Sector	Workers involved	Working days lost	Working hours lost
Mining and quarrying	204 661	515 971	3 630 625
Coal and lignite	4 652	56 084	636 032
Metal ores, except gold and uranium	55 357	140 702	1 274 502.80
Other mining and quarrying	2 658	21 264	191 376
Gold and uranium ore	141 977	297 700	1 526 735
Water Transport	17	221	1 989
Transport, storage and communication	22 331	477 355	3 825 742
Other Business	122	8 540	68 320
Passenger transport	15 241	328 559	2 620 699
Public transport	2 123	61 363	490 014.20
Air transport	3 740	51 476	426 478
Renting of machinery	263	1 315	11 415
Post and telecommunications	842	26 102	208 816
Construction	13 083	250 243	2 207 375
Financial intermediation, insurance, real estate	1 066	20 415	163 480
Financial intermediation, except insurance and pension funding	885	17 700	141 760
Renting of machinery	181	2 715	21 720
Agriculture, hunting, forestry and fishing	8 417	64 442	608 090
Agriculture, hunting and related services	8 417	64 442	608 090

Source: Department of Labour, Strikes Statistics

Table A2: Number of working days lost by nature of organization 2012, 2013

Nature of organisation	Working days lost 2012	Working days lost 2013
Central Government General	4 178	1323
Government Enterprise	11 218	110 817
Local Government General	17 936	10 666
Private Sector	3 224 726	1 694 085
Provincial Government General	168	30 115

Source: Department of Labour, Strikes Statistics





B: Methodology for monitoring industrial action

B1. Introduction

The collection and analysis of industrial action statistics is guided by the guidelines and practices that have been developed by the International Labour Organization (ILO). The point of departure can be found in the ILO Resolution adopted by the Fourteenth International Conference of Labour Statisticians in January 1993, concerning statistics of strikes, lockouts and other action due to labour disputes. This resolution is accommodative rather than prescriptive in its approach. It states that; "Each country should aim at developing a comprehensive programme of statistics of strikes, lockouts and where relevant other action due to labour disputes in order to provide an adequate statistical base for the various users, taking into account the specific national needs and circumstances" (ILO Bulletin of Labour Statistics, 1993-2, Annex I, XI). The Department has been provided with a legislated instrument (Form LRA 9.2) to collect data on labour disputes.

B2. Definitions

Section 213 of the Labour Relations Act, 1995 provides the following definitions: A strike:

The partial or complete concerted refusal to work, or the retardation or obstruction of work, by persons who are or have been employed by the same employer or by different employers, for the purpose of remedying a grievance or resolving a dispute in respect of any matter of mutual interest between employer and worker, and every reference to work in this definition includes overtime work, whether it is voluntary or compulsory (s 213).

A lockout:

The exclusion by an employer of workers from the employer's workplace, for the purpose of compelling the workers to accept a demand in respect of any matter of mutual interest between employer and worker, whether or not the employer breaches those workers' contracts of employment in the course of or for the purpose of that exclusion.

A protest action:

The partial or complete concerted refusal to work, or the retardation or obstruction of work, for the purpose of promoting or defending the socio-economic interests of workers, but not for a purpose referred to in the definition of strike".

Barker, F et al (1996) in "South African Labour Glossary" defined the following concepts as follows:

Picketing:

Action by employees or other persons to publicize the existence of a labour dispute by patrolling or standing outside or near the location where the dispute is taking place, usually with placards indicating the nature of the dispute. The aim of picketing might simply be to communicate the grievance to the public or it might be to persuade other employees in that workplace not to work and to take their side in the dispute, to deter scab labour, to persuade or pressurize customers not to enter the workplace, to disrupt deliveries or drum up public support.

A secondary strike:

A strike in support of a strike by other employees against their employer. The strikers have no issue with their employer, but that employer might be in a strong position (due to there being a close business relationship as either an important customer or supplier) to pressurize the employer who is in dispute.

Stay away action:

Industrial action by a group of employees in the form of absenting themselves from work without permission in support of some socio-political or socio-economic issue which does not relate to their employment situation.

Work stoppage:

A work stoppage is made up of a series of events, all relating to the same issue. Work stoppages have two characteristics, type and degree. The type of action is either a strike (action initiated by an employee), or a lockout (action initiated by an employer). The statutory definitions of strikes and lockouts are given in the Labour Relations Act, 1995 as amended.

Industrial action:

Action by unions, employees to pressurize the other party in the furtherance of an industrial dispute. It usually refers to strikes and lockouts but could also include picketing, product boycotts, sit-ins, go-slow strikes and other actions which disrupt the production process.

Work hours:

It refers to those hours during which an employee is obliged to work.

B3. Coverage

Data collection attempts to cover the entire country, all economic activity and all sectors of the economy, legal and illegal industrial action. The system attempts to cover all industrial action due to labour disputes. The figures in this report are inclusive of all industrial actions which come to the knowledge of the Department, and the methods taken to secure information practically preclude probability of omissions of a serious nature. This is a painstaking exercise, and it is believed that the statistics indicates the conditions of labour disputes in the country with reasonable precision. Since LRA Form 9.2 has been redesigned, the Department is now in a position to cover employees both directly and indirectly involved in industrial actions separately, that is, those who participate directly or indirectly by stopping work. Workers absent from their normal place of work at the time of a strike or stoppage, for reasons such as sick-leave, vacation, business or personal reasons, whether authorized or unauthorized, are excluded from participation in industrial actions and are therefore not counted.

The LRA excludes independent contractors from the definition of employee. The LRA further excludes from the scope of coverage certain categories of workers, namely members of the National Defense Force, National Intelligence Agency and South African Secret Service. The coverage by the Department of industrial action, however, includes all of the above, provided they embarked on an industrial action in the period under consideration.

B4. Data collection

In addition to the legal obligation on employers to report industrial action, the Department has introduced an active media monitoring programme. Through this system, media information on industrial action is used to make contact with employers and to encourage voluntary compliance with reporting requirements. Telephone and telefax communication with affected employers ensure a reasonably accurate coverage of all industrial action.

The cooperation of private sector employers also speeds up the process of data collection. After completing the form, most employers send it to the Head Office of the Department. Some employers keep blank forms with them to complete and when an industrial action arises they voluntarily complete the forms and send them to the Department.

After receiving the form either directly from the employer or from the provincial office, Head Office staff members check the form to assess if the information provided is sufficient. If the information is insufficient, Department of

Labour staff contact employers with the aim of getting relevant information, after which the data is captured on a database specifically designed for monitoring industrial action. The form is designed for workers who are both directly and indirectly involved in the industrial action, excluding all those who are on leave. The method of data collection and processing has remained the same ever since. The Department has to rely on the employers affected by disputes for detailed information on such matters as size, length, reason given for striking, etc., which it requires for its records as required by the 1995 Labour Relations Act. No attempt is made to contact other parties to disputes, e.g., unions to verify the information that has been supplied by employers. Hence at this level, employers constitute a principal source of strikes data.

B5. Calculations

Working days lost

All calculations are made on the basis of information recorded on the LRA Form 9.2. After capturing the data, the loss of working days is calculated by multiplying the number of workers involved in each stoppage by the duration of the stoppage in days lost and adding the totals for all stoppages during the reference period. For example, if during the reference period there is one stoppage, involving 2 000 workers and lasting three days, working days lost would be computed as follows:

2 000 workers x 3 days =6 000 working days lost

Working hours lost

Working hours lost is the aggregate number of working hours lost stemming from all work stoppages during the reference period. The statistic is calculated by multiplying the number of workers involved in each stoppage by the number of hours of the stoppage and summing the products thus obtained for all stoppages during the period. For example, if during the reference period there is one stoppage, involving 2 000 workers and lasting three hours, working hours lost would be computed as follows:

2 000 workers x 3 hours = 6 000 working hours lost

Estimated working time is computed by multiplying the employment for the period by the number of days typically worked by most employed workers during that period. In some cases, Saturdays (when customarily not worked), Sundays, and established holidays are excluded. It is also to determine the normal hours of work for groups of workers since LRA form 9.2 provides for this. An average eight hour day is used to represent the normal working day in the country.

Time- loss ratio

This is the number of working days lost due to industrial action per 1 000 employees. It is the standard method that has been used to convert working days lost into a strike rate that takes account of the size of total employment. This also enables comparisons to be made across industries and provinces that differ in employment size. For example, a country with 12 488 000 employees and loosing 1 662 000 working days will have a ratio of 133 arrived at as follows: 1 662 000/12 488 000*1 000

Measurement

The criterion used to identify a single strike, lockout, stoppage or protest action, is the industrial action in question. The Department of Labour has adopted the following International Labour Organisation (ILO) recommendations used to denote one industrial action:

- a temporary work stoppage, due to one industrial action, occurring among workers in one establishment at one time
- temporary work stoppages, due to one industrial action, occurring among workers in several establishments at the same time
- temporary work stoppages, due to one industrial action, occurring among workers in one establishment at different times, in which the period between stoppages is not more than two months
- temporary work stoppages, due to one industrial action, occurring among workers in several establishments at different times, in which the period between stoppages is not more than two months.

While attempts to satisfy the ILO requirements are made, the instrument of data collection (LRA Form 9.2) served as the point of departure, in order to meet the specific needs of the Department.

EMPLOYER DETAILS

1.

LRA Form 9.2 Labour Relations Act, 1995

READ THIS FIRST



WHAT IS THE PURPOSE OF THIS FORM?

An employer must keep a record of any strike, lock-out or protest action involving its employees.

WHO FILLS IN THIS FORM?

The employer/or relevant employer organization.

WHERE DOES THIS FORM GO?

ENQUIRIES:

Mhlengi Makhubela-LMIS Department of Labour Private Bag X117 Pretoria

Tel (012) 309 4004 Fax (012) 309 4406 E Fax 086 611 6490 E-mail: mhlengi. makhubela@labour.gov.za

OTHER INSTRUCTIONS

The employer must submit this form within seven days of the completion of the strike, lockout or protest action.

If a strike, lockout or protest action occurs in more than one workplace of single employer then a separate form must be completed for each

RECORD OF STRIKE, LOCKOUT OR PROTEST ACTION

RECORD OF DETAILS OF STRIKE, LOCKOUT OR PROTEST ACTION TO BE KEPT BY EMPLOYER IN TERMS OF SECTION 205(3)(a)

Name:				
Physical address:				
Province:				
Tel: Fax:				
E-mail address:				
Contact person:				
Sector/ nature of business:				
(e.g. food, mining, retail)				
Are wages and working conditions normally determined in a bargaining or statuto council or similar industry – level body?				
□ Yes □ No				
Please explain				
2. EMPLOYEE DETAILS				
2.1 Number of workforce				
2.2 Number of ordinary days/shifts worked per week Number of ordinary hours worked per day/shift				
3. DETAILS OF THE ACTION				
3.1 Nature of action				
□ Strike in company only □ Multi-employer strike □ Lockout □ Secondary strike □ Stayaway, protest action □ Picketing □ Other industrial action, please specify				

LRA-Form 9.2

If the action was a strike did the employer lockout the strike	rs? (defensive lockout)	
How was the industrial action resolved?		
Was replacement labour used?		
Duration		
Began: E (Date) (Time)	nded: (Date)	(Time
Duration in workdays (or hours if relevant)		
Employees		
Number of employees directly involved		
Number of female employees directly ¹ involved		
Number of employees indirectly ² involved		
Number of female employees indirectly ² involved		
Total man hours lost Total	wages lost in Rands	
Unions		
Which unions were involved? (if more than one union, list m	ain union first. If no union please indicat	re):
Compliance with the Act		
Was the action in compliance with the Act? (e.g., procedura	ıl or un-procedural)	
□ Yes □ No		Don't know
If no, or don't know, please explain		
Reasons		
Provide reasons for the action:		
 □ Wages only □ Bonuses and other compensation □ Retrenchments/Dismissals □ Working conditions □ Socio-economic/political conditions □ Any other reason, please specify 	 □ Refusal to bargain □ Secondary action from another dis □ Grievances □ Disciplinary matters □ Organisational rights 	
Signature of employer:		

Workers directly involved are those who went on strike or were locked out as a result of a dispute
 Workers indirectly involved are those not working as a consequence of the initial stoppage of work because necessary supplies or orders are no longer available.











