## Collective Bargaining Agreement: Mining Industry

IT is hereby notified that the Minister of Public Service, Labour and Social Welfare has, in terms of section 80 of the Labour Act [Chapter 28:01], approved the publication of the Collective Bargaining Agreement set out in the Schedule.

The agreement has been registered in terms of section 79 of the Act.

#### SCHEDULE

# COLLECTIVE BARGAINING AGREEMENT

(MINE WORKERS)

This further agreement, made and entered into in accordance with the provisions of the Labour Act [Chapter 28:01], between the Chamber of Mines of Zimbabwe (hereinafter referred to as "the employers' organisation"), on the one part, and the Associated Mine Workers Union of Zimbabwe (hereinafter referred to as "the trade union"), on the other part, being parties to the National Employment Council for the Mining Industry.

The Collective Bargaining Agreement: Mining Industry (General Conditions), 1990, published in Statutory Instrument 152 of 1990 is amended by the parties as follows—

The National Employment Council for the Mining Industry have today, 19th May, 2022, reached an agreement to raise the NEC minimum rates/earnings for the Mining Industry by 108.50000000%.

## Rates of Pay

The Principal Agreement Statutory Instrument 152 of 1990 is amended by the deletion of Clause 1(a) and 1(b) of Schedule E and the substitution of—

1. (a) Subject to the provisions of paragraph 1(b) the basic minimum earnings payable to employees with effect from 1st April, 2022, to 31st December, 2022, shall be as per the attached Schedules.

The agreement carries an Exemption Clause as stipulated in the Principal Agreement, Statutory Instrument 152 of 1990, Clause 6 (Exemptions, Variations and Savings).

Those employers who are able to pay more than the NEC Minimums are encouraged to do so.

The dollar value principle will apply.

|                          | NATIONAL EMI                                    | PLOYMENT COU                                       | NCIL FOR THE M   | MINING INDU                 | STRY                        |  |  |
|--------------------------|---|--|--|-----------------------------|-----------------------------|--|--|
|                          | RATES OF PA                                     | Y FROM 1ST APR                                     | IL 2022 TO 31ST  | DECEMBER 2                  | 2022                        |  |  |
| GRADE                    | MINIMUM<br>PER NEW<br>MONTH AS AT<br>31/03/2022 | NEW<br>MINIMUM<br>PER MONTH<br>AS AT<br>01/04/2022 | PORTION OF<br>MINIMUM<br>PAYABLE IN<br>USD AS AT<br>01/04/2022 | NEW<br>MINIMUM<br>PER SHIFT | DOLLAR<br>VALUE<br>INCREASE |  |  |
|                          |   | ZWL  | USD  | ZWL                         |                             |  |  |
| 1                        | 44 640,00                                       | 93 074,40  | 198,08   | 3 579,78                    | 48 434,40                   |  |  |
| 2                        | 44 996,48                                       | 93 817,67  | 199,66   | 3 608,37                    | 48 821,18                   |  |  |
| 3                        | 45 180,22                                       | 94 200,75  | 200,47   | 3 623,11                    | 49 020,54                   |  |  |
| 4                        | 45 973,66                                       | 95 855,08  | 203,99   | 3 686,73                    | 49 881,42                   |  |  |
| 5                        | 47 345,58                                       | 98 715,54  | 210,08   | 3 796,75                    | 51 369,96                   |  |  |
| 6                        | 49 568,26                                       | 103 349,81   | 219,94   | 3 974,99                    | 53 781,56                   |  |  |
| 7                        | 51 598,30                                       | 107 582,46   | 228,95   | 4 137,79                    | 55 984,16                   |  |  |
| 8                        | 56 198,77                                       | 117 174,44   | 249,36   | 4 506,71                    | 60 975,67                   |  |  |
| 9                        | 68 171,84                                       | 142 138,29   | 302,49   | 5 466,86                    | 73 966,45                   |  |  |
| 10                       | 76 430,59                                       | 159 357,77   | 339,14   | 6 129,15                    | 82 927,19                   |  |  |
| 11                       | 89 546,82                                       | 186 705,12   | 397,34   | 7 180,97                    | 97 158,30                   |  |  |
| 12                       | 97 126,33                                       | 202 508,39   | 430,97   | 7 788,78                    | 105 382,07                  |  |  |
| 13                       | 103 535,87                                      | 215 872,28   | 459,41   | 8 302,78                    | 112 336,41                  |  |  |
| INCREASE % 108.50000000% |   |  |  |                             |                             |  |  |

The portion payable in USD shall be converted to ZWL at the prevailing Reserve Bank of Zimbabwe (RBZ) auction rate at the time of payment and deducted from the respective minimum wage to determine the balance to be paid in ZWL. For clarity, the total earnings for each grade will be equal to the respective minimum for that grade.

Non-foreign currency generating companies are excluded from the requirement to pay in US dollars.

## **Service Increments**

The basic minimum earnings, prescribed in paragraph 5 shall be increased as specified hereunder in respect of employees whose total length of service with the same employer amounts to two or more years.

Employees whose total length of service with the same employer exceeds:—

| SERVICE YEARS  | PERCENTAGE<br>INCREASE | ACCUMULATED<br>PERCENTAGE<br>INCREASE |
|----------------|------------------------|---------------------------------------|
| After 2 years  | 2%                     | 2%                                    |
| After 3 years  | 1%                     | 3%                                    |
| After 4 years  | 1%                     | 4%                                    |
| After 10 years | 2%                     | 6%                                    |
| After 15 years | 2%                     | 8%                                    |
| After 20 years | 2%                     | 10%                                   |
| After 25 years | 2%                     | 12%                                   |

**Note:** Employers are to ensure that the following deductions are implemented and shortfalls back-dated to April 2022.

- (1) Mining Industry Pension Fund (M.I.P.F).
- (2) NEC dues 0.3% of grade minimum.
- (3) AMWUZ subscriptions for members shall be 3% of an employee's basic salary until further notice.

| SERVICE INCREMENT RATES FROM 1ST APRIL 2022 TO 31ST DECEMBER 2022 |   |          |          |          |          |          |          |           |
|---|---|----------|----------|----------|----------|----------|----------|-----------|
|   | The rates of service increments shall be as follows:- |          |          |          |          |          |          |           |
| GRADE   | BASIC   | AFTER     |
|   | WAGE  | 2 YRS    | 3 YRS    | 4 YRS    | 10 YRS   | 15 YRS   | 20 YRS   | 25 YRS    |
|   | ZWL   | 2%       | 3%       | 4%       | 6%       | 8%       | 10%      | 12%       |
|   |   | (ZWL)     |
| 1   | 93 074,40   | 1 861,49 | 2 792,23 | 3 722,98 | 5 584,46 | 7 445,95 | 9 307,44 | 11 168,93 |
| 2   | 93 817,67   | 1 876,35 | 2 814,53 | 3 752,71 | 5 629,06 | 7 505,41 | 9 381,77 | 11 258,12 |
| 3   | 94 200,75   | 1 884,02 | 2 826,02 | 3 768,03 | 5 652,05 | 7 536,06 | 9 420,08 | 11 304,09 |
| 4   | 95 855,08   | 1 917,10 | 2 875,65 | 3 834,20 | 5 751,30 | 7 668,41 | 9 585,51 | 11 502,61 |

| SERVICE INCREMENT RATES FROM 1ST APRIL 2022 TO 31ST DECEMBER 2022 |            |          |          |          |           |           |           |           |
|---|------------|----------|----------|----------|-----------|-----------|-----------|-----------|
| The rates of service increments shall be as follows:-             |            |          |          |          |           |           |           |           |
| GRADE   | BASIC      | AFTER    | AFTER    | AFTER    | AFTER     | AFTER     | AFTER     | AFTER     |
|   | WAGE       | 2 YRS    | 3 YRS    | 4 YRS    | 10 YRS    | 15 YRS    | 20 YRS    | 25 YRS    |
|   | ZWL        | 2%       | 3%       | 4%       | 6%        | 8%        | 10%       | 12%       |
|   |            | (ZWL)    | (ZWL)    | (ZWL)    | (ZWL)     | (ZWL)     | (ZWL)     | (ZWL)     |
| 5   | 98 715,54  | 1 974,31 | 2 961,47 | 3 948,62 | 5 922,93  | 7 897,24  | 9 871,55  | 11 845,87 |
| 6   | 103 349,81 | 2 067,00 | 3 100,49 | 4 133,99 | 6 200,99  | 8 267,99  | 10 334,98 | 12 401,98 |
| 7   | 107 582,46 | 2 151,65 | 3 227,47 | 4 303,30 | 6 454,95  | 8 606,60  | 10 758,25 | 12 909,89 |
| 8   | 117 174,44 | 2 343,49 | 3 515,23 | 4 686,98 | 7 030,47  | 9 373,96  | 11 717,44 | 14 060,93 |
| 9   | 142 138,29 | 2 842,77 | 4 264,15 | 5 685,53 | 8 528,30  | 11 371,06 | 14 213,83 | 17 056,59 |
| 10  | 159 357,77 | 3 187,16 | 4 780,73 | 6 374,31 | 9 561,47  | 12 748,62 | 15 935,78 | 19 122,93 |
| 11  | 186 705,12 | 3 734,10 | 5 601,15 | 7 468,20 | 11 202,31 | 14 936,41 | 18 670,51 | 22 404,61 |
| 12  | 202 508,39 | 4 050,17 | 6 075,25 | 8 100,34 | 12 150,50 | 16 200,67 | 20 250,84 | 24 301,01 |
| 13  | 215 872,28 | 4 317,45 | 6 476,17 | 8 634,89 | 12 952,34 | 17 269,78 | 21 587,23 | 25 904,67 |

The portion payable in USD shall be converted to ZWL at the prevailing Reserve Bank of Zimbabwe (RBZ) auction rate at the time of payment and deducted from the respective minimum wage to determine the balance to be paid in ZWL.

For clarity, the total earnings for each grade will be equal to the respective minimum for that grade.

Non-foreign currency generating companies are excluded from the requirement to pay in US dollars.

Such increases shall be reflected separately on paysheets and payslips and will continue to form part of an employee's basic earnings.

Provided that employers may at their discretion, and when they are paying in excess of the minimum wage still pay a service increment based on the actual wage.

### **Declaration**

The employer's organisation and the trade union, having arrived at the agreement set forth herein, the undersigned officers of the Council hereby declare that the foregoing is the agreement arrived at, and affix their signatures thereto.

Signed at Harare this 19th May, 2022.

M. C. KARE, Chairman, National Employment Council for the Mining Industry.

> S. PAPIAS, Acting President, Associated Mine Workers Union of Zimbabwe.

> > T. GONO, Vice President, Chamber of Mines of Zimbabwe.

T. S. KABOTE, General Secretary, National Employment Council for the Mining Industry.

