ILO report reveals severe gender pay gap in Sri Lankan labour force

W.A. Sunil 23 April 2024

A report published by the International Labour Organization (ILO) in 2024 titled "The Gender Pay Gap in Sri Lanka—A Statistical Review with Policy Implications" reveals significant disparities between the participation of female and male workers in the labour force and in their wages. The report particularly examines the period between 2013 and 2019.

According to the report in 2019, the country's labour force was approximately 8.6 million or 59.3 per cent of those of working age. While the male labour force was around 5.6 million or nearly 80 percent of all men in working age, the female labour force was only 3 million, about 40 percent of all females in working age.

"Gender inequalities in participation have persisted in the last decade," the report stated. "This is consistent with the experience of many other South Asian countries as well as the historical evolution of female labour force participation in Sri Lanka."

The report noted that the gender pay gaps (GPG) were also large between male and female workers. "Average female hourly wages were approximately 27 percent lower than male hourly wages in 2019... The gap is particularly large among wage workers in the informal economy and among those with lower educational attainments."

"Compared to the global average of about 20 percent, the GPG in Sri Lanka is higher than the global average, and higher than the average for lower-middle income countries," it added.

As in many countries, there are historical roots regarding discrimination against women workers in Sri Lanka and their exploitation under low wage and harsh working conditions.

For 200 years, plantation workers, whose first generations were brought from South India beginning in the 19th century under British colonial rule, have faced these conditions.

The percentage of women workers in the plantations was 2.6 in 1843, grew rapidly to 27 percent by 1866, and is currently at around 80 percent. After two centuries, they are working under a poverty-level daily wage system and without basic facilities such as decent housing, health and education. They have no paid leave.

In past three years, their workloads have increased to unbearable levels. Plantation companies exploit this situation to cut the already low daily wage of 1,000 rupees if workers cannot meet their work targets.

Female workers in export-oriented manufacturing sectors in the free trade zones (FTZ) face similar conditions. The majority are young women from rural areas.

According to the Labour Force Survey 2020 conducted by the Department of Census and Statistics, the apparel sector employed nearly 470,000 workers, 70 percent of whom were women. The majority are low-skilled workers such as machine operators, line helpers and cutters. Approximately 33 percent are informal workers in insecure jobs with poor conditions and pay, as compared to only 13 percent of male workers.

The FTZs were established from 1978 under the free market policies of the government of President J.R Jayewardene to attract foreign investment by creating a cheap labour market through the suppression of workers' social and democratic rights.

A young man working at the Next Garment factory in Katunayake FTZ, near Colombo international airport, explained that he worked in the cutting section while his wife was in the sewing section.

"My basic [monthly] wage is about 39,000 rupees [\$US130]. Overall, I get about 70,000 rupees [\$US260] with overtime work and allowances and my wife gets

about 57,000 rupees. We pay 7,500 rupees in board including electricity and water. At the moment we manage our monthly expenses with difficulty but the situation is getting worse due to the rising cost of living."

Previously they had worked in a garment factory in Anuradhapura on even lower wages and difficult working conditions. At most he earned 35,000 rupees and was completely exhausted after working the entire month. His wife earned the same very low wage. "We worked two years there. Many young people quit because of low wages and difficult working conditions."

During 2021?22, around 150,000 garment workers lost their jobs amid the crisis in the industry triggered by the COVID-19 pandemic. Another 50,000 left their jobs in 2023 because the low wages failed to compensate for the huge prices rises. Nearly 10,000 garment workers lost their jobs in 2022 and 2023 due to the closure of factories.

The trade unions are responsible for the slave labour conditions faced by workers in general in the free trade zones and female workers in particular. Union bureaucrats, who sit on the National Labour Advisory Council with government officials and employers, supported the demands of employers to reduce the workforce and cut wages by half in 2021 and 2022 during the COVID-19 pandemic.

While ILO report reveals the discrimination against and gender gaps facing women workers, it calls for measures to make labour market more flexible so as to fully utilize "the country's human capital for sustainable and inclusive development" in Sri Lanka's crisis-ridden capitalist economy. This only means creating the conditions for the greater exploitation of workers—male and female alike—for super profits of foreign and local investors.

The gaps in work opportunities as well as pay and conditions between male and female workers are an integral part of system of capitalist exploitation that ensures lucrative profits for investors. The backwardness of countries of a belated capitalist development like Sri Lanka only compounds the slave labour conditions facing the working class, particularly women workers.

Academics, trade unions and non-government organisations make futile appeals to the government for

laws concerning the safety of women workers and their basic rights. President Ranil Wickremesinghe, however, is imposing the harsh austerity agenda demanded by the International Monetary Fund that is slashing the conditions confronting the working class as a whole. Far from enacting laws to safeguard workers, the government is planning to abolish their existing limited legal protection through its New Employment Act (NEA).

The NEA replaces 13 existing labour laws, including the Trade Unions Ordinance (1935), Maternity Benefits Ordinance, Wages Council Ordinance, Factories Ordinance (1942), Industrial Disputes Act (1950), Shops and Offices (Regulation of Employment and Wages) Act (1954) and the Termination of Service Act 1971 and abolishes basic rights won by the working class in bitter past struggles.

The discrimination facing female workers and low wages and brutal working conditions confronting the entire working class cannot be ended under capitalism. What is required is a unified political struggle of all workers—male and female—to overthrow the profit system and establish a workers' and peasants' government to reorganise society on the basis of a socialist program to meet the social needs of the vast majority, not the profits of the wealthy few.



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