

SHAFWAN SHAMSUDDIN

Senior Industrial Relations Adviser, The Malayan Agricultural Producers Association

MALAYSIA



Leaders of Employers' Organizations and Successful Former Participants [EREF] 03 February to 08 March 2022, Online Seminar

BRIEF BACKGROUND





MAPA IS THE **OLDEST** AND **LARGEST** EMPLOYERS' TRADE UNION IN MALAYSIA

- Established on 25th August, 1966 under Trade Union Act.
- MAPA was formed to <u>unite</u> all employers in the
 Plantation Industry and to <u>protect and preserve</u>
 their rights and interest against employees' trade
 unions.
- Current membership of MAPA <u>159 member</u>
 <u>companies</u> (451 Estates with planted hectarage totaling 854,854.83 and 99 Factories/Mills)



Name : Shafwan Shamsuddin
 Company : The Malayan Agricultural
 Producers Association (MAPA)
 Position : Senior Industrial Relations Adviser



Job Duties :-

- Render advice, interpretation and assistance to members on matters relating to MAPA Collective Agreements
- Render advice and interpretation to members on labour laws and on other applicable laws connected to employment
- 3. Represent members at the Labour Court and Industrial Court in respect of labour and trade disputes referred for adjudication
- 4. Organise regional seminars for members on relevant topics connected with employment and other areas of administration in the plantations sector



COVID-19 IMPACT ON PLANTATION SECTOR





CRITICAL LABOUR SHORTAGE



WHY AND HOW TO OVERCOME?







- 1. Labour Intensive Sector
- 2. "3D" Jobs Dirty, Difficult & Dangerous
- 3. Highly Dependence on Foreign Workers
- About 70% of the workforce in estate are Foreign Workers
- 75,000 labour shortage nationwide currently
- 4. About 20-30% shortfall in potential production
- Translated into loss of revenue of MYR 10 to 12 Billion in a year
- 5. Freeze on recruitment of Foreign Workers due to the COVID-19 since 2020
- 6. COVID-19 on other sectors many local employees retrenched and unemployed
- 7. Still no interest from local employees and why?

CRITICAL LABOUR SHORTAGE IN PLANTATION







The society does not view them as highly-respected career choices

It involves manual labour job and working under the Sun

Estate location not in Town area

WORKING AS ESTATE WORKER – IS IT BAD?



Descent Wages

Productivity Linked Wage System Could be similar to earning of Jr Executive

Free Amenities

Accommodation, Water, Electricity, Cooking Gas, Cooking Oil, Wi-Fi, Transport for School going Children



High Crude Palm Oil (CPO) Prices

Estate workers will earn higher "Daily CPO Price Bonus"

MOVING FORWARD IN THE PLANTATION SECTOR

1. AUTOMATION & MECHANIZATION



2. JOB REBRANDING & AWARENESS





Thank You for Listening, Greatly Appreciated



Great things in business are never done by one person, they're done by a **team** of people.

– Steve Jobs ––––

AZQUOTES