

Quarterly Labour Force Survey Q3:2018

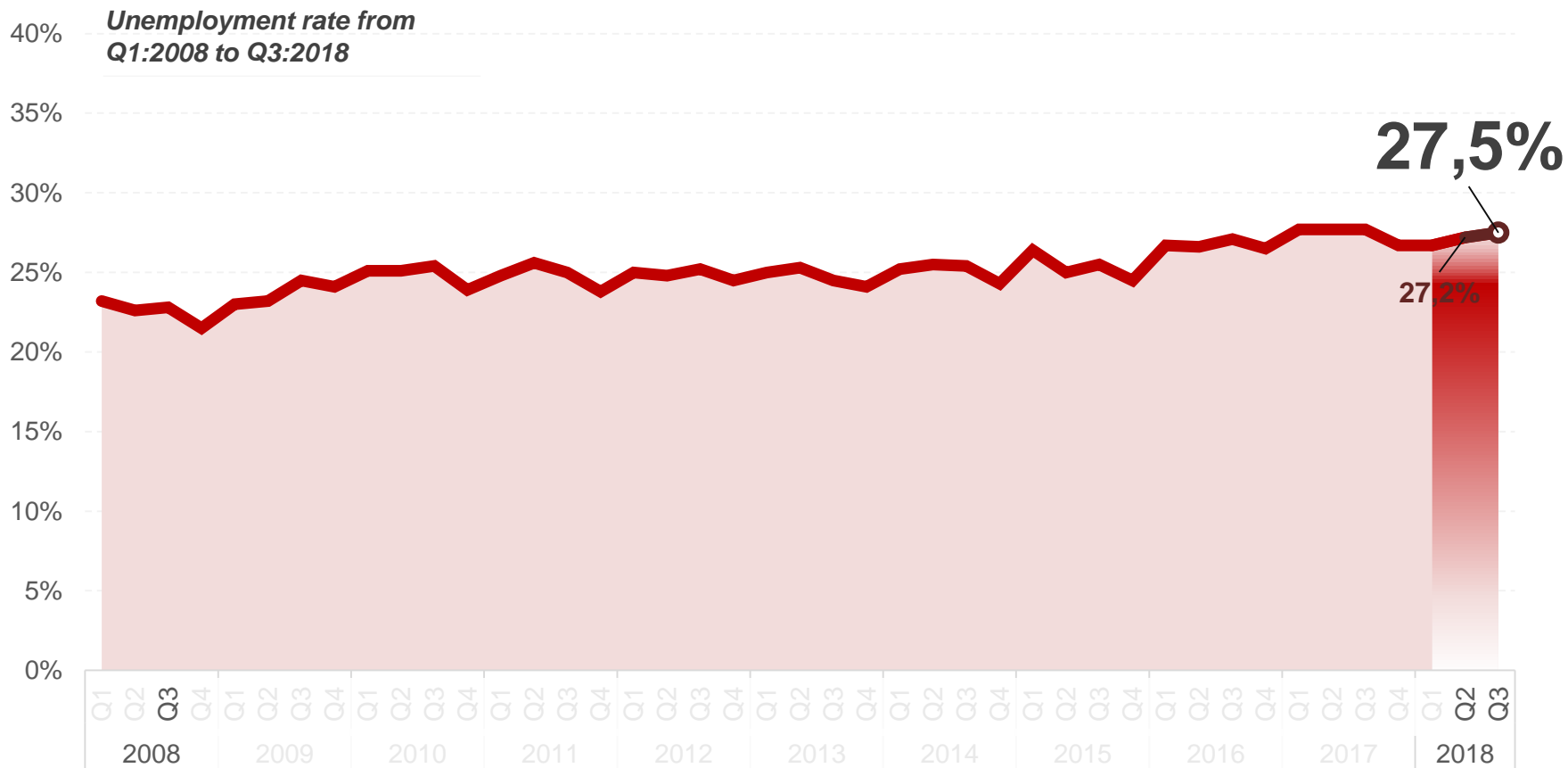


#StatsSA

Risenga Maluleke
Statistician-General

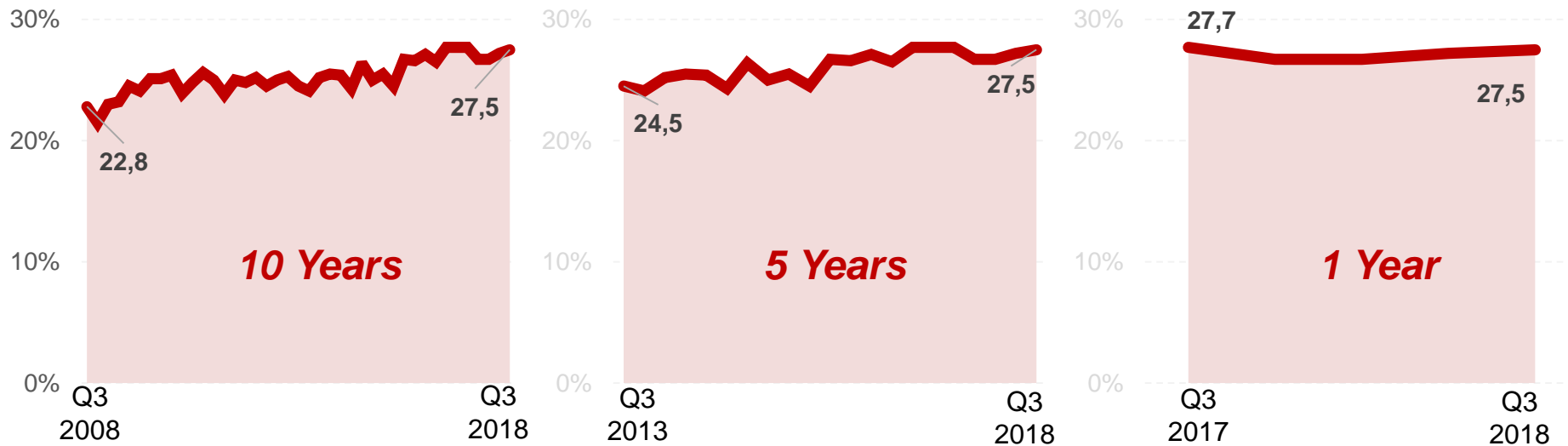
Labour
statistics

SOUTH AFRICA'S UNEMPLOYMENT RATE INCREASED BY 0,3 OF A PERCENTAGE POINT TO 27,5% IN Q3 OF 2018. *The unemployment rate has fluctuated between the 20% and 30% band for the last 10 years.*



THE UNEMPLOYMENT RATE HAS REMAINED STAGNANT YEAR ON YEAR. *There has been a 0,2 of a percentage point decrease between Q3:2017 and Q3:2018.*

**Unemployment rate from
Q3:2008 to Q3:2018**



THE WORKING AGE POPULATION (15-64 YEARS) IN Q3:2018 WAS 38,0 MILLION



38,0 million

People of working age in South Africa (15 – 64 year olds)

Labour force

22,6 million

Not Economically Active

15,4 million

Employed

16,4_M

Unemployed

6,2_M

discouraged
work seekers

2,7_M

Other NEA

12,7_M

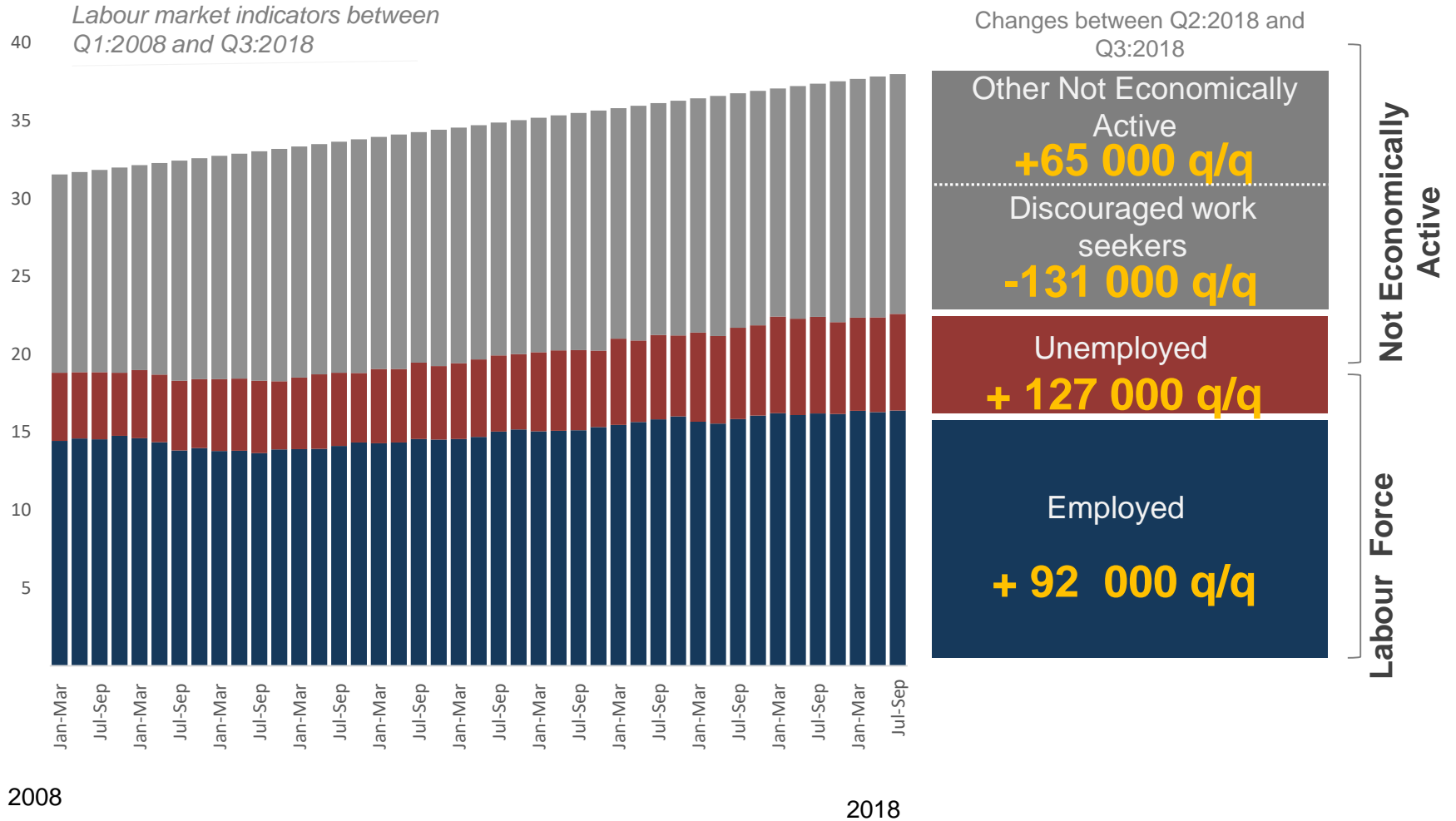
South Africa's
official
unemployment rate
stands at

27,5%

Increased by 0,3 ppt
between
Q2:2018 and Q3:2018

ILO hierarchy – Employed first then unemployed and the remainder is NEA (including discouraged job-seekers). 3 mutually exclusive groups. Cannot be in two groups at the same time,

THERE WAS AN INCREASE OF 153 000 PEOPLE OF WORKING AGE IN SOUTH AFRICA (15 – 64 YEAR OLDS) BETWEEN Q2:2018 AND Q3:2018



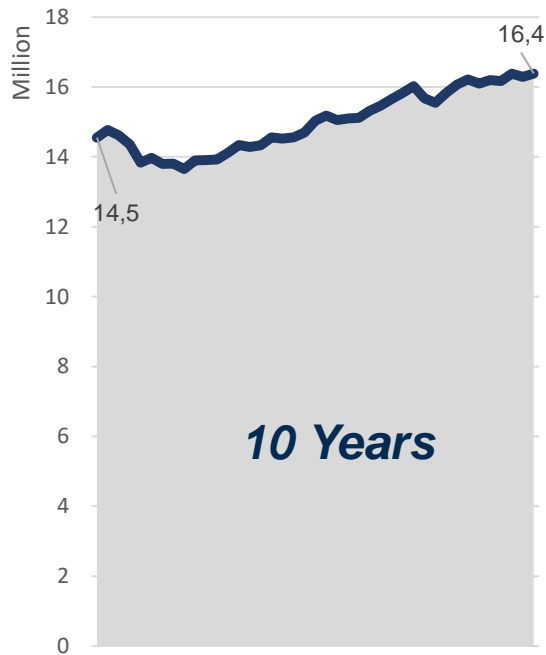
QLFS

Q3:2018

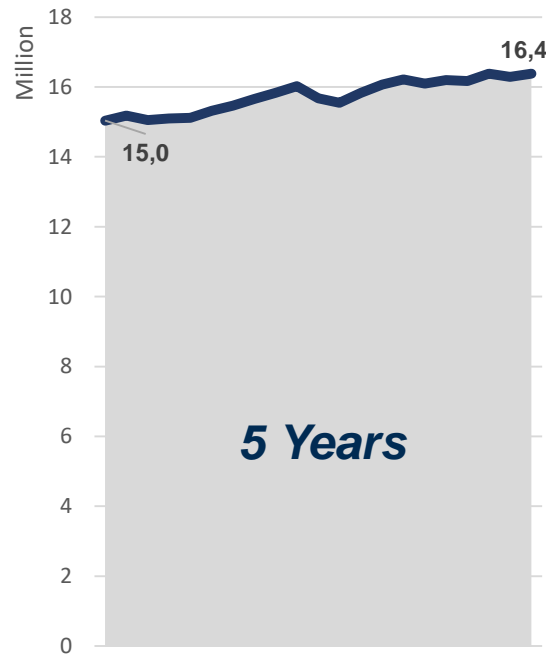
EMPLOYMENT & LABOUR MARKET RATES

THE NUMBER OF EMPLOYED PERSONS INCREASED BY 92 000 TO 16,4 MILLION IN Q3:2018

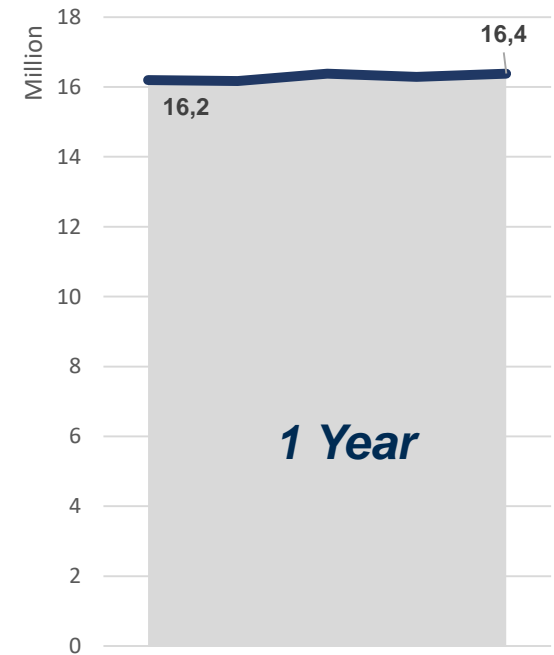
*Number of employed
From Q3:2008 to Q3:2018*



The number of employed people increased from 14,5 million in Q3:2008 to **16,4 million** in Q3:2018

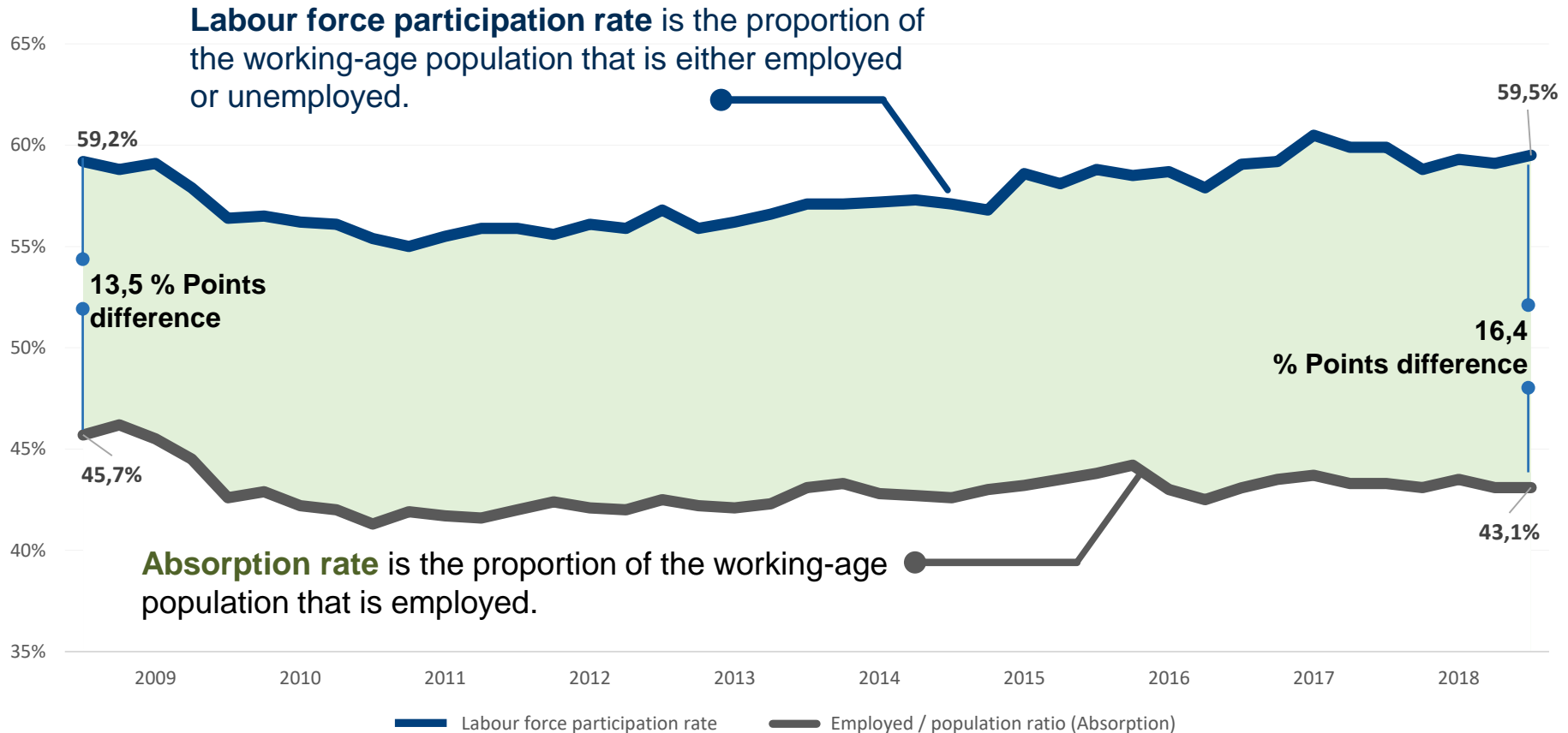


Employment increased by about 1,4 million jobs from 15,0 million in Q3:2013 to **16,4 million** in Q3:2018



The number of employed people increased from 16,2 million in Q3:2017 to **16,4 million** in Q3:2018

THE LABOUR FORCE PARTICIPATION RATE INCREASED BY 0,4 OF A PERCENTAGE POINT FROM 59,2% IN Q3:2008 TO 59,5% IN Q3:2018



LABOUR MARKET RATES VARY SIGNIFICANTLY DEPENDING ON EDUCATION LEVEL

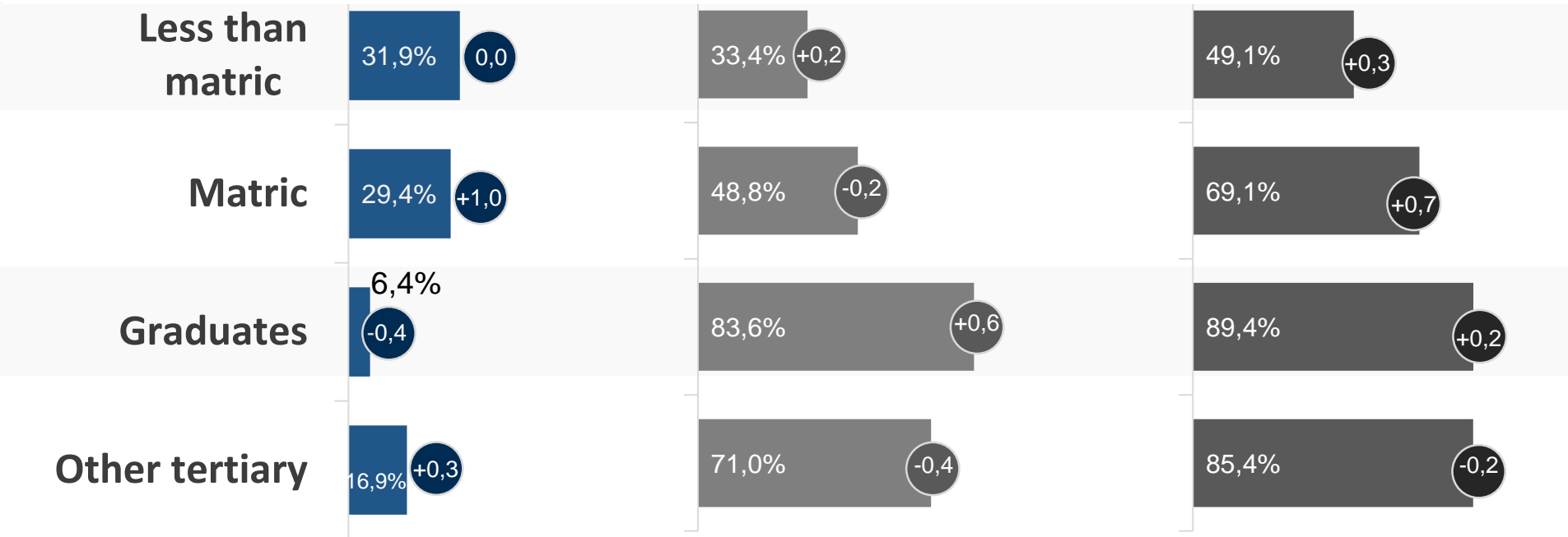
Labour market rates by education level, Q3:2018

○ Change: Percentage points Q2:2018 to Q3:2018

Unemployment rate

Absorption rate

Participation rate



THE UNEMPLOYMENT RATE FOR THOSE AGED 25-34 IS DOUBLE THAT OF THE 45-54 YEAR OLDS.

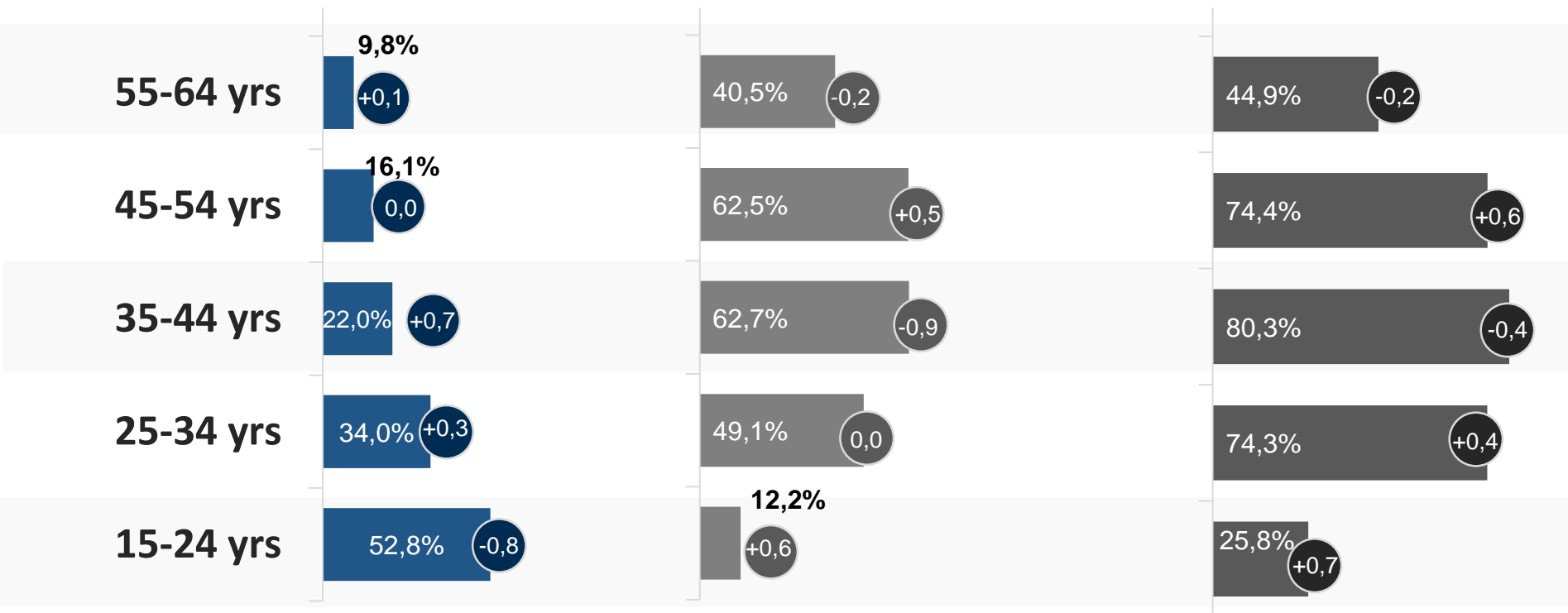
Labour market rates by age group, Q3:2018

○ Change: Percentage points Q2:2018 to Q3:2018

Unemployment rate

Absorption rate

Participation rate



THE UNEMPLOYMENT RATE AMONG THE YOUTH IS HIGHER IRRESPECTIVE OF EDUCATION LEVEL

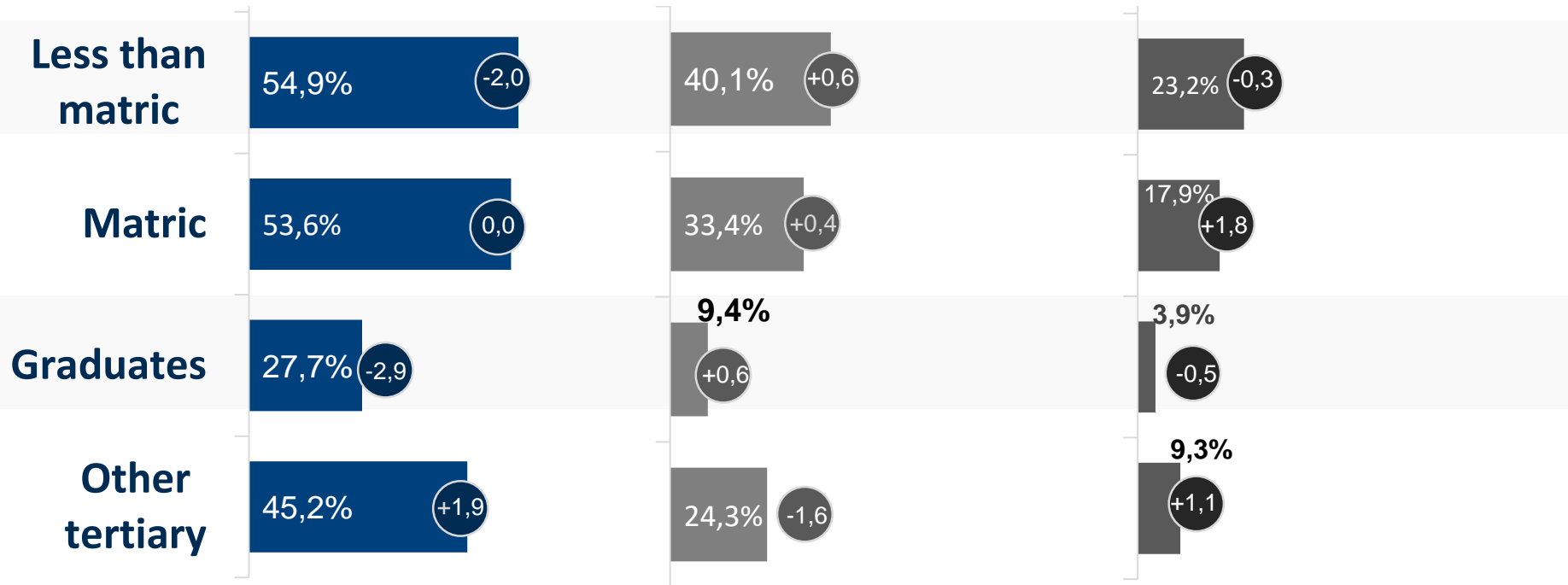
Unemployment rate by education level and age group, Q3:2018

○ Change: Percentage points Q2:2018 to Q3:2018

15 – 24 years

25 – 34 years

35 – 64 years

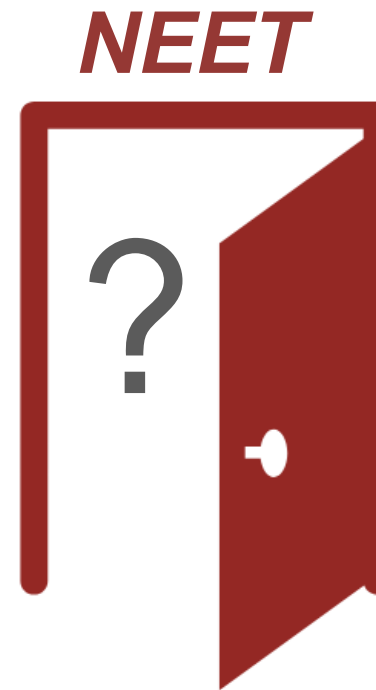


QLFS

Q3:2018

**PROFILE OF THOSE NOT IN
EMPLOYMENT, EDUCATION OR
TRAINING
(NEET)**

NOT IN EMPLOYMENT, EDUCATION OR TRAINING (NEET)

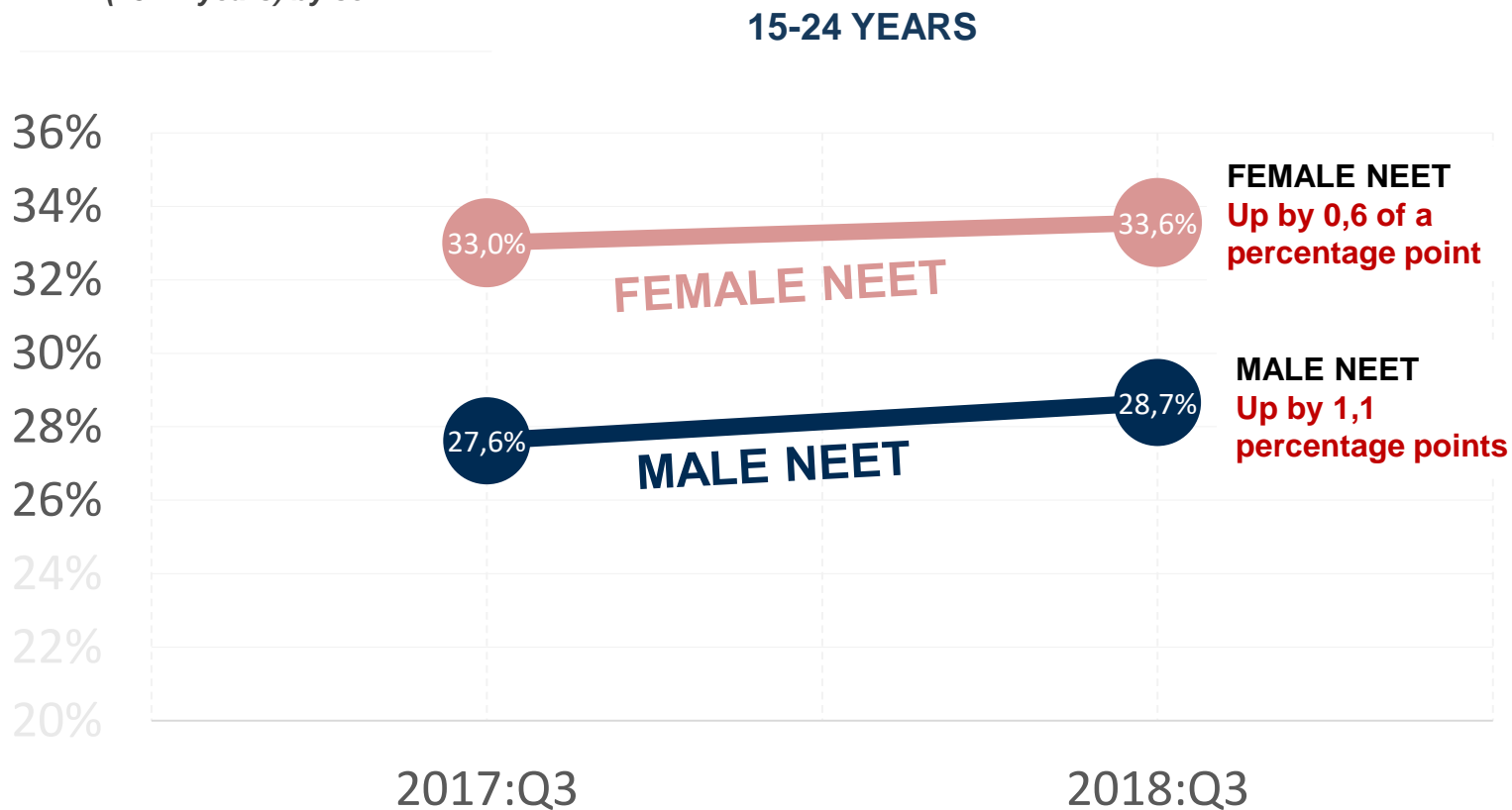


Those young people (15-24 years) who are categorised as NEET are considered to be *disengaged* from both work and education.

Youth NEET rate is calculated as the total number of youth who are NEET as a proportion of the total youth-specific working-age population

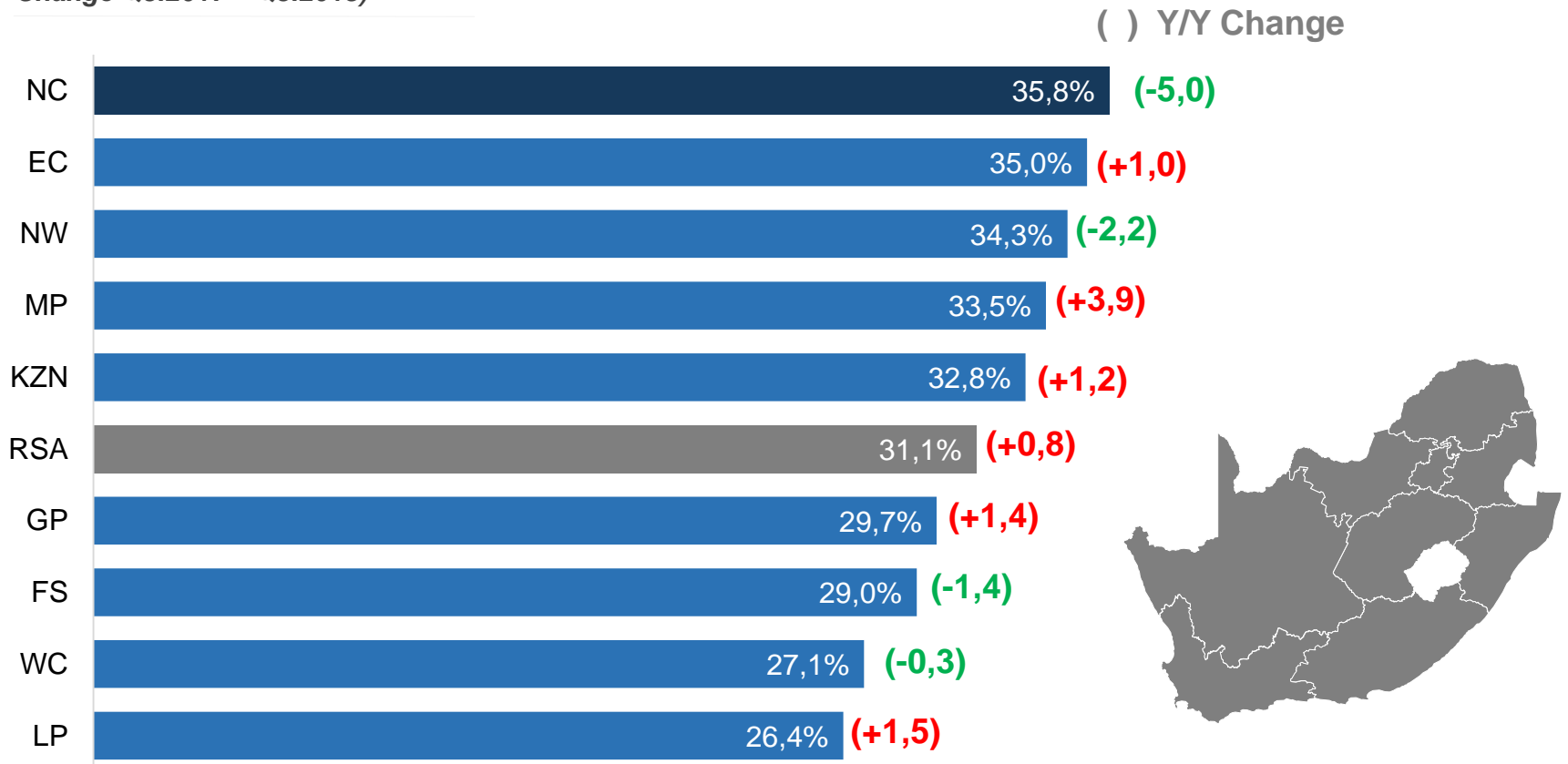
APPROXIMATELY 3,2 MILLION (31,1%) OUT OF 10,3 MILLION YOUNG PEOPLE AGED 15-24 YEARS WERE NOT IN EMPLOYMENT, EDUCATION OR TRAINING (NEET). *The overall NEET rate increased by 0,8 of a percentage point in Q3:2018 compared to Q3:2017.*

NEET (15-24 years) by sex



ALTHOUGH NC RECORDED THE HIGHEST RATE OF YOUNG PEOPLE **AGED 15-24 YEARS NOT IN EMPLOYMENT, EDUCATION OR TRAINING, THIS IS 5 PERCENTAGE POINTS LOWER THAN Q3:2017.**

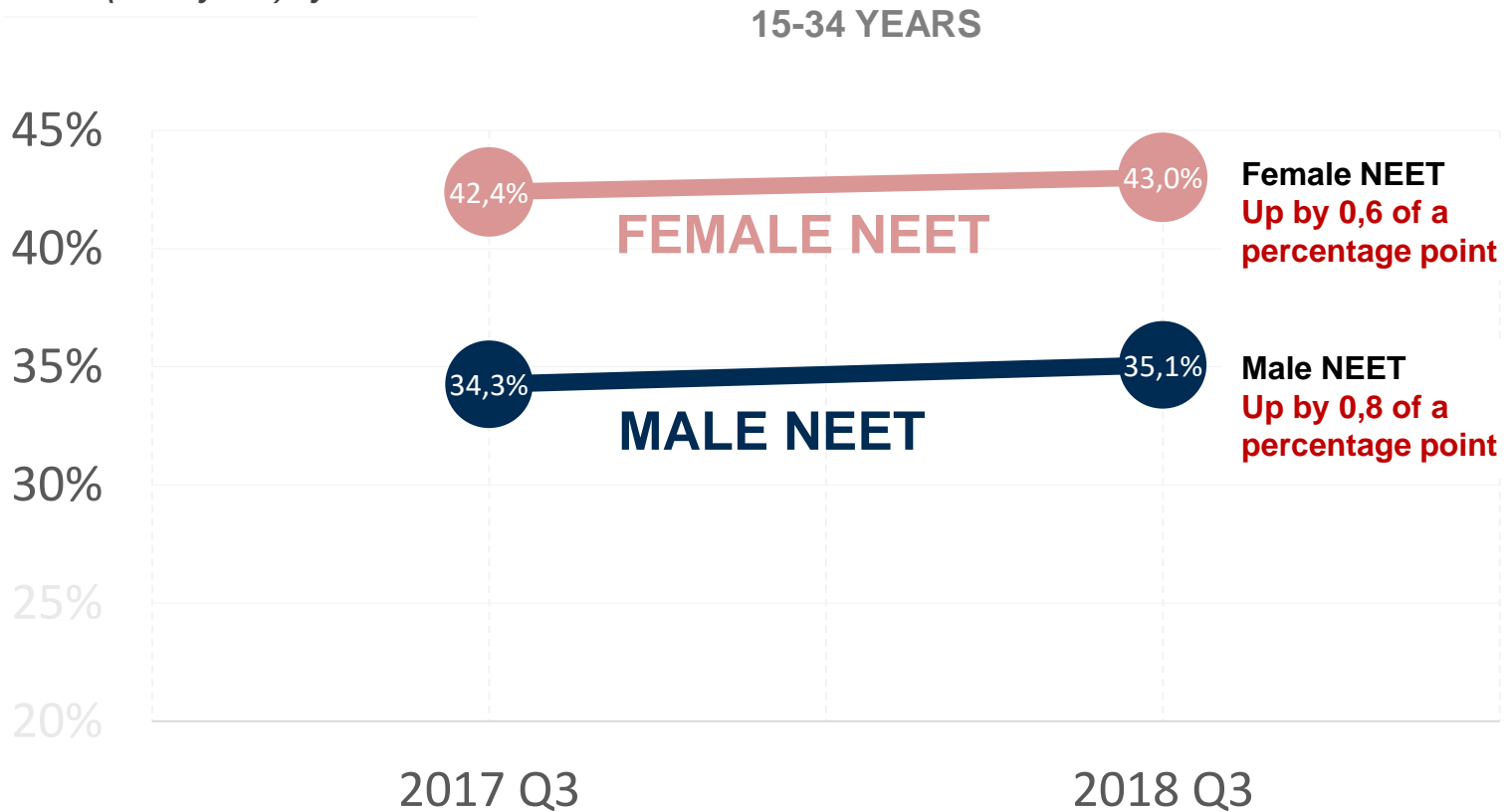
Provincial NEET rate (Year on Year Change Q3:2017 – Q3:2018)



APPROXIMATELY 7,9 MILLION (39,0%) OUT OF 20,3 MILLION YOUNG PEOPLE AGED 15-34 YEARS, WERE NOT IN EMPLOYMENT, EDUCATION OR TRAINING (NEET).

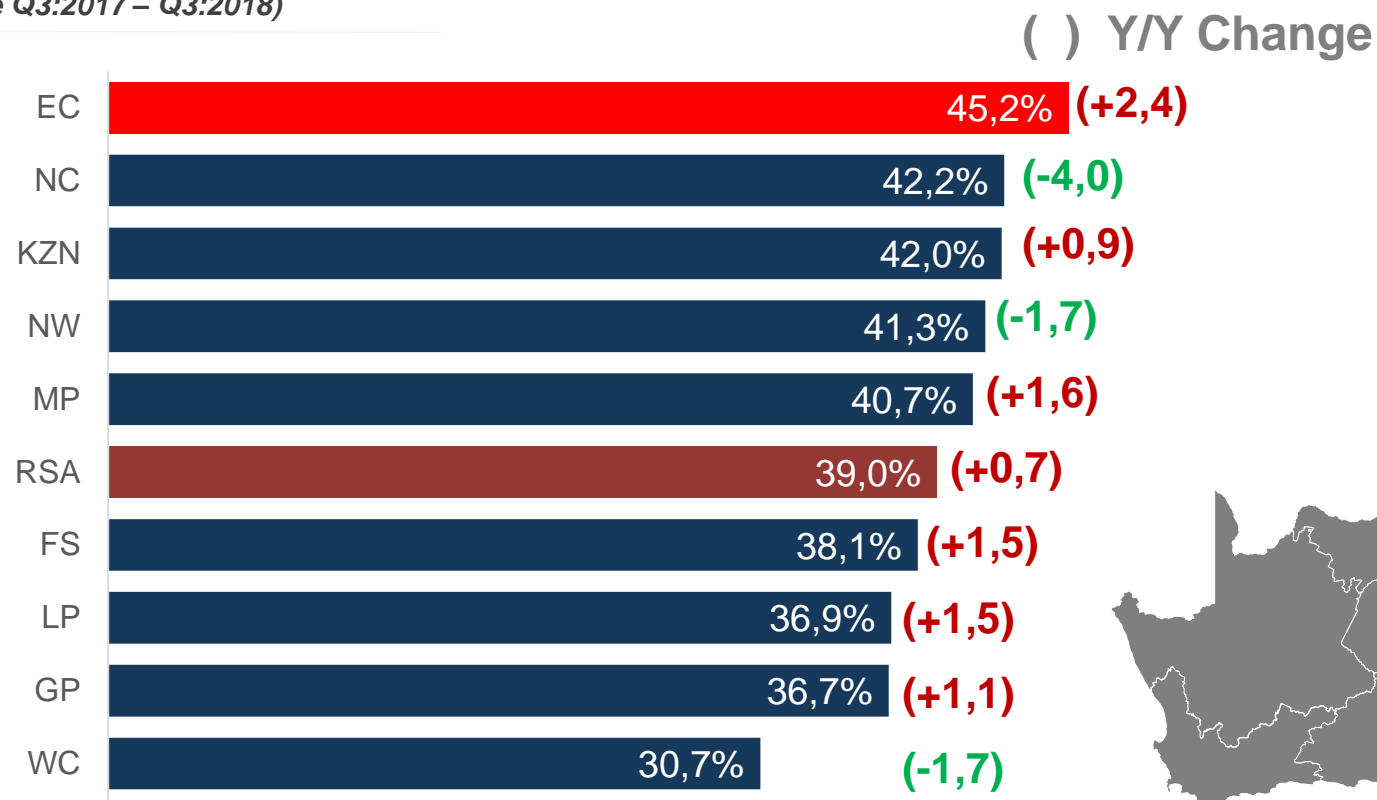
The overall NEET rate increased by 0,7 of a percentage point y/y.

NEET (15-34 years) by sex



THE EC PROVINCE HAD THE HIGHEST RATE OF YOUNG PEOPLE AGED 15-34 YEARS NOT IN EMPLOYMENT, EDUCATION OR TRAINING AT 45,2%. The rate increased by 2,4 percentage points year-on-year.

Provincial NEET rate (Year –on – Year Change Q3:2017 – Q3:2018)

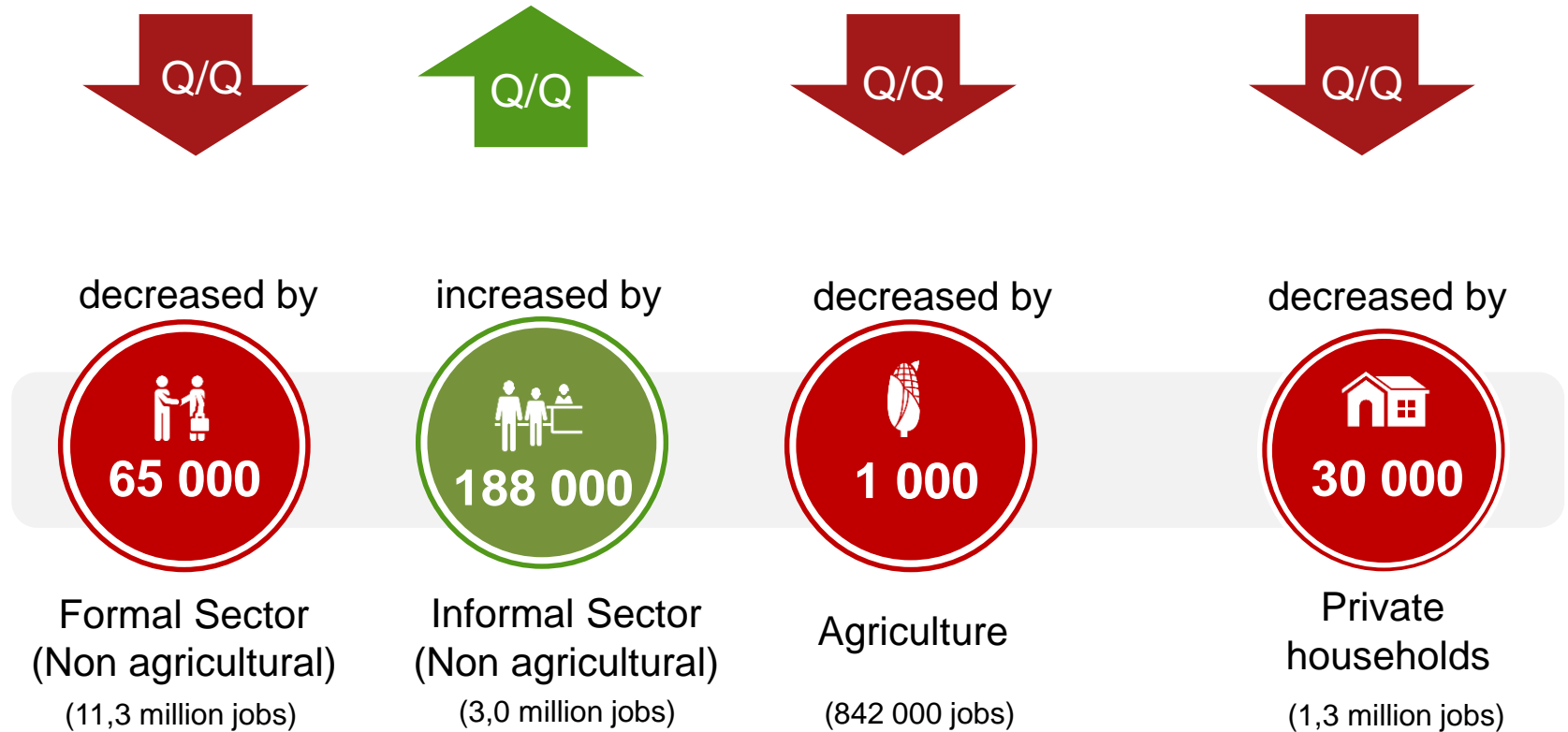


QLFS

Q3:2018

EMPLOYMENT

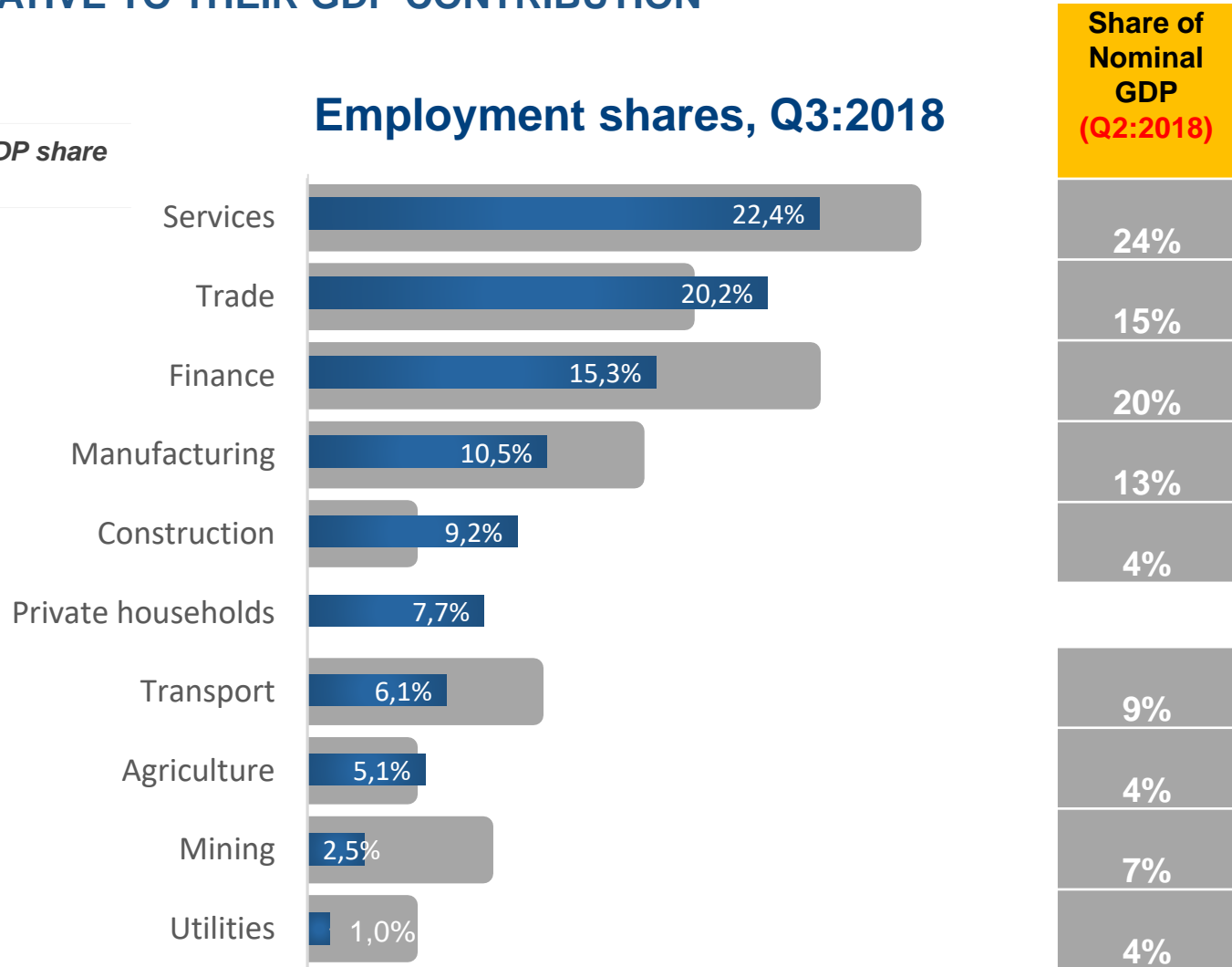
THE NUMBER OF PERSONS EMPLOYED GREW BY 92 000 IN Q3:2018 TO 16,4 MILLION.



CONSTRUCTION, TRADE AND AGRICULTURE HAVE HIGHER EMPLOYMENT SHARES RELATIVE TO THEIR GDP CONTRIBUTION

Employment and GDP share per industry

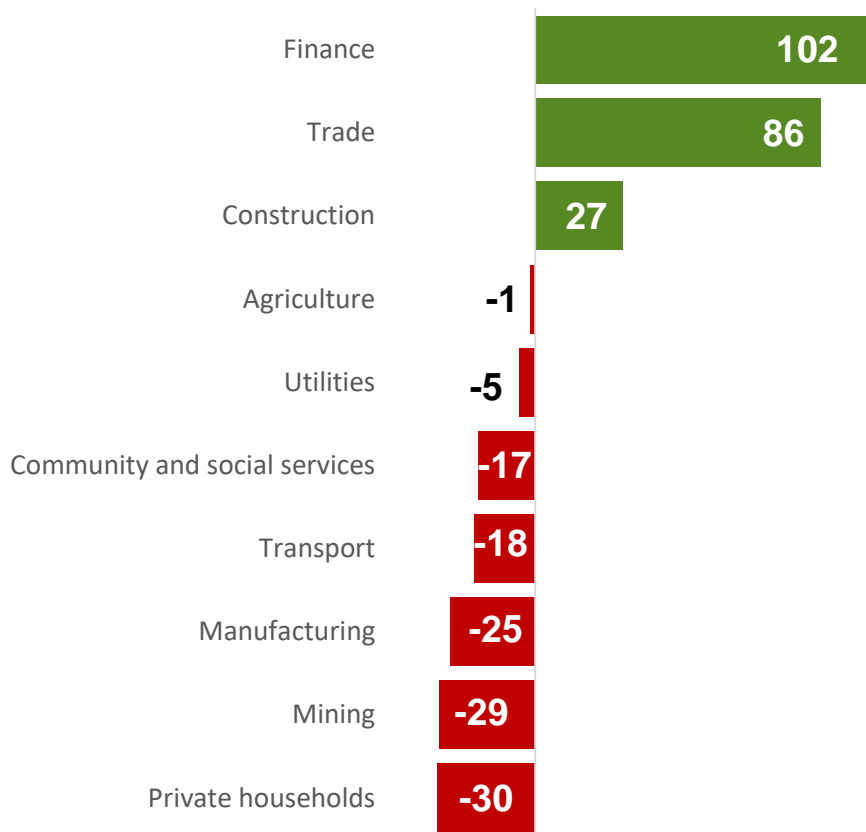
Employment shares, Q3:2018



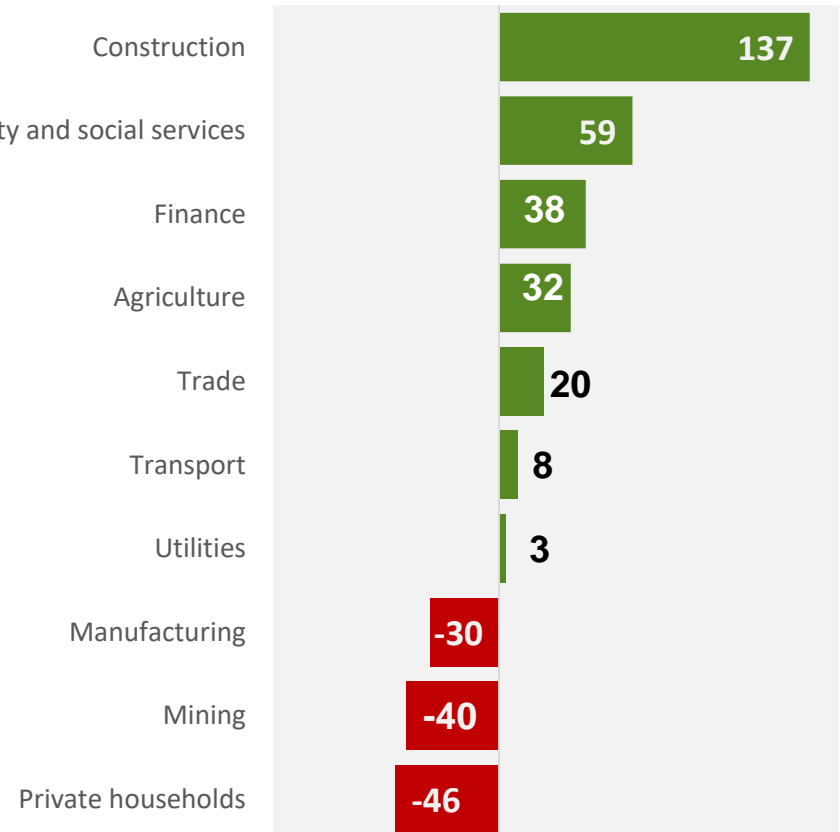
THE BIGGEST **QUARTER-ON-QUARTER** EMPLOYMENT GAINS WERE RECORDED IN FINANCE, TRADE AND CONSTRUCTION INDUSTRIES

Employment changes by industry

Quarter-on-quarter change ('000)

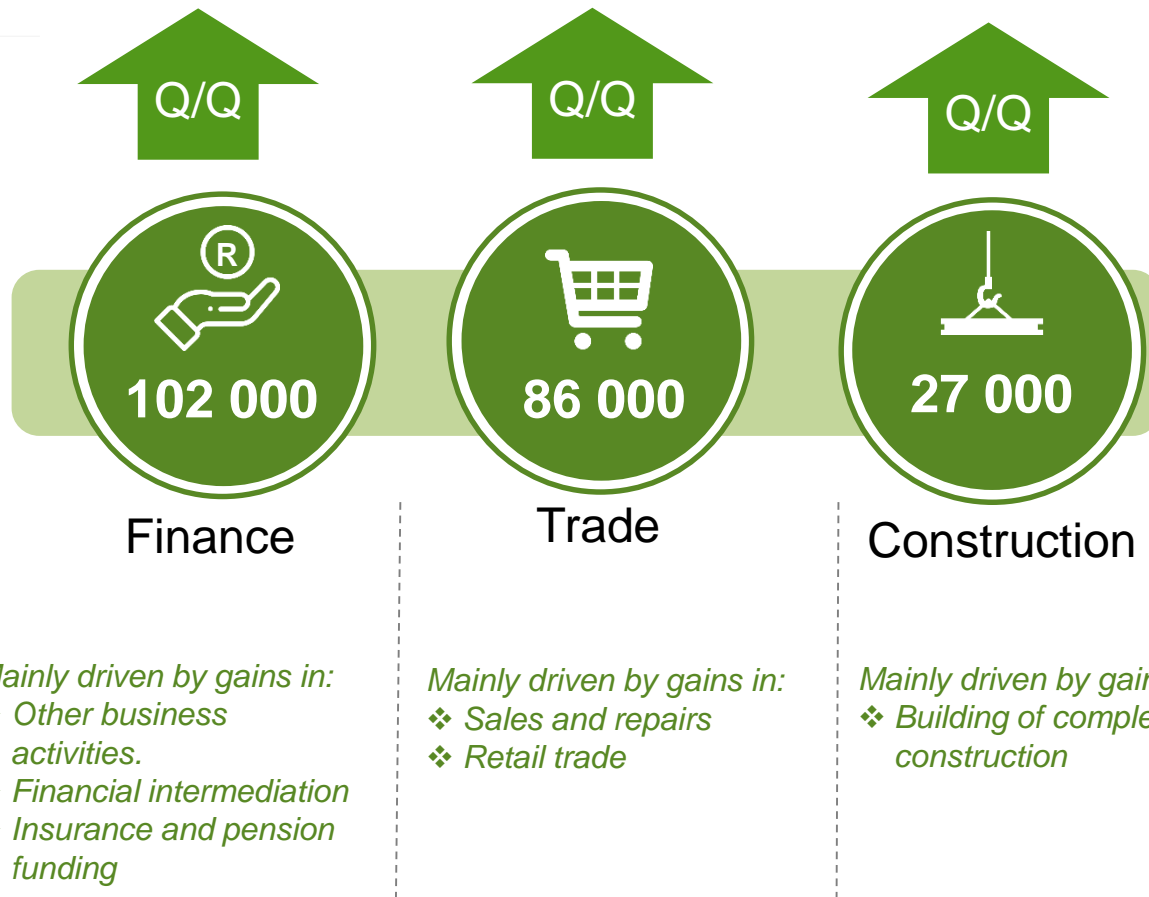


Year-on-year change ('000)



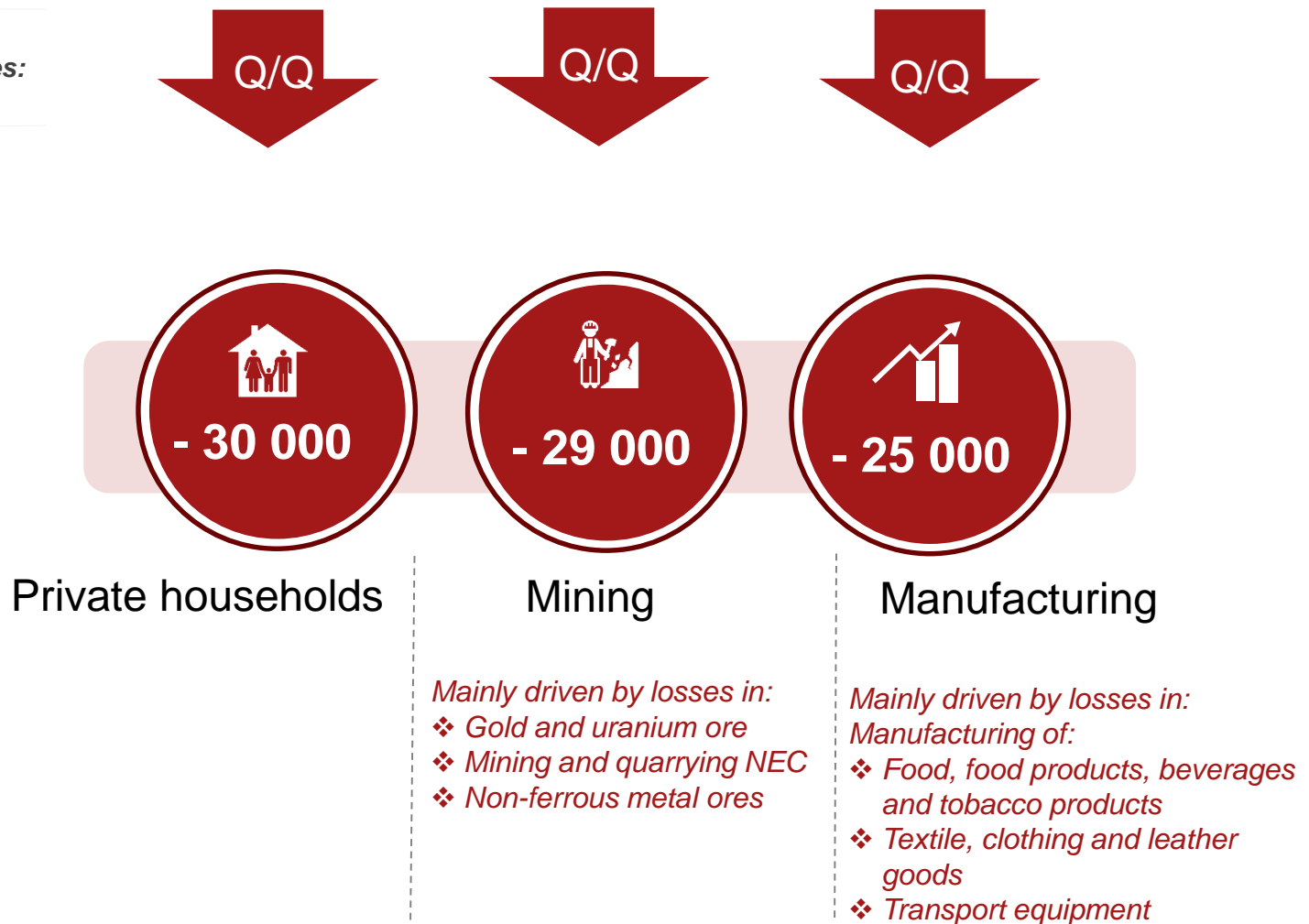
EMPLOYMENT GAINS WERE MAINLY DRIVEN BY THE FINANCE, TRADE AND CONSTRUCTION INDUSTRIES

Quarter-on-quarter
employment changes:
Gains



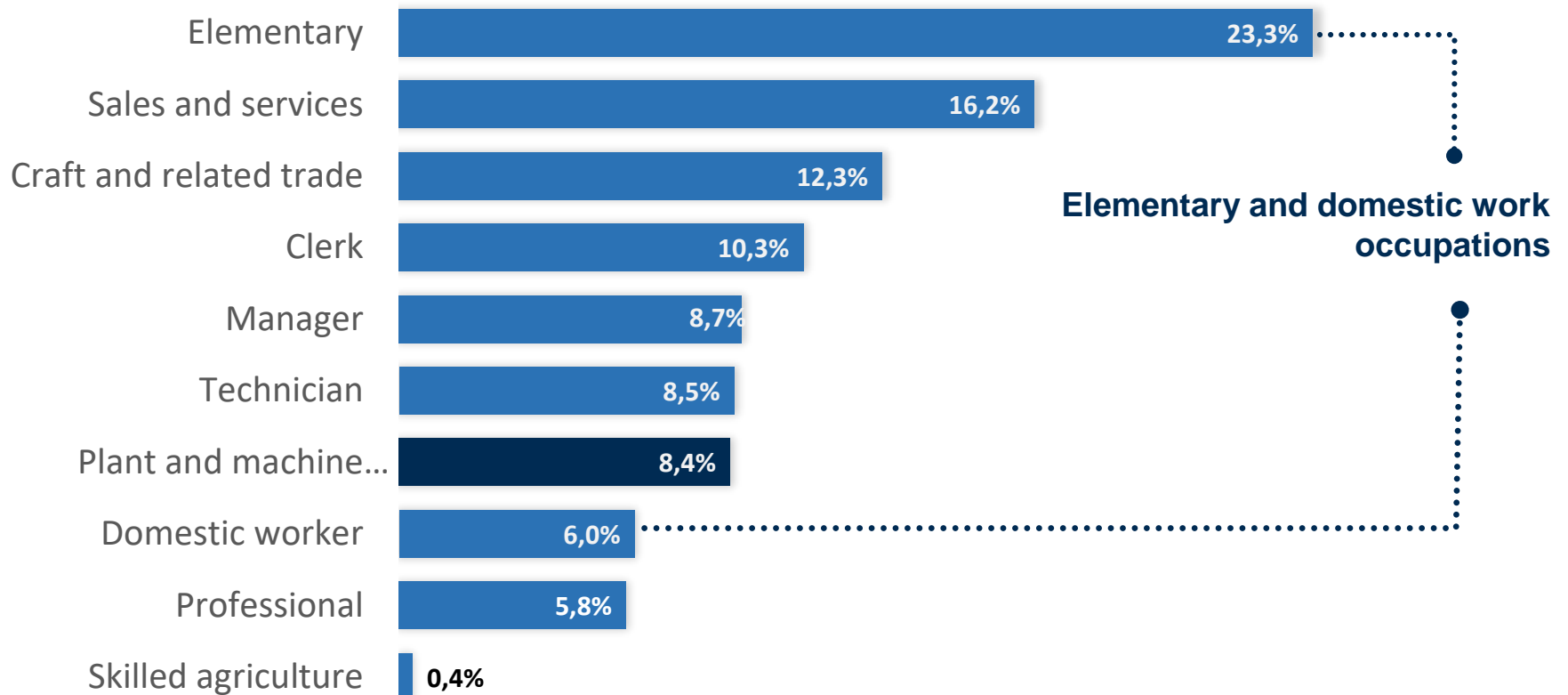
EMPLOYMENT LOSSES WERE MAINLY DRIVEN BY THE MANUFACTURING, PRIVATE HOUSEHOLD AND MINING INDUSTRIES

Quarter-on-quarter
employment changes:
Losses

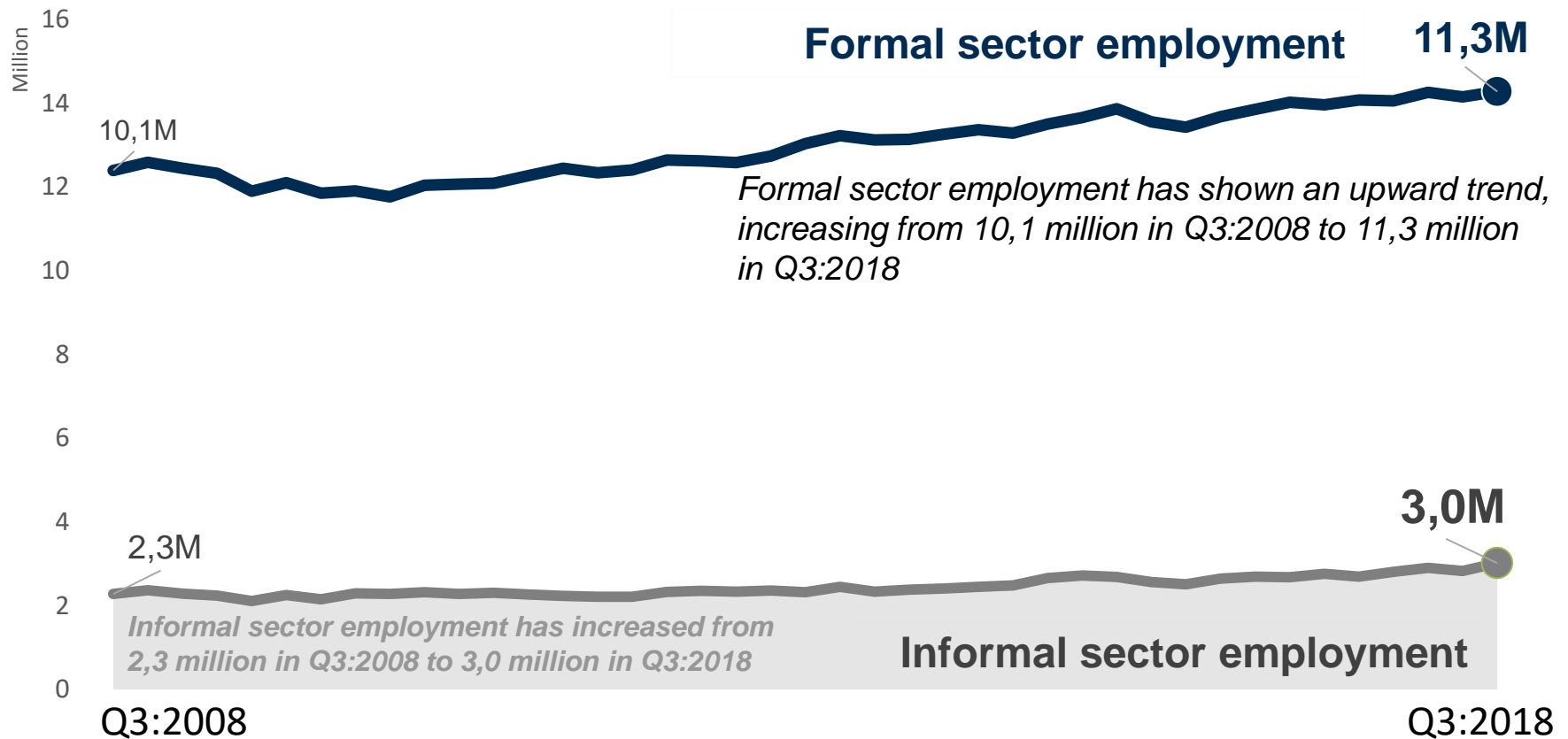


CLOSE TO A THIRD (29,3%) OF ALL PEOPLE EMPLOYED IN Q3:2018 WERE EMPLOYED IN ELEMENTARY AND DOMESTIC WORK OCCUPATIONS

Employment share by occupation, Q3:2018



THE FORMAL SECTOR IN SOUTH AFRICA ACCOUNTS FOR 68,7% OF TOTAL EMPLOYMENT



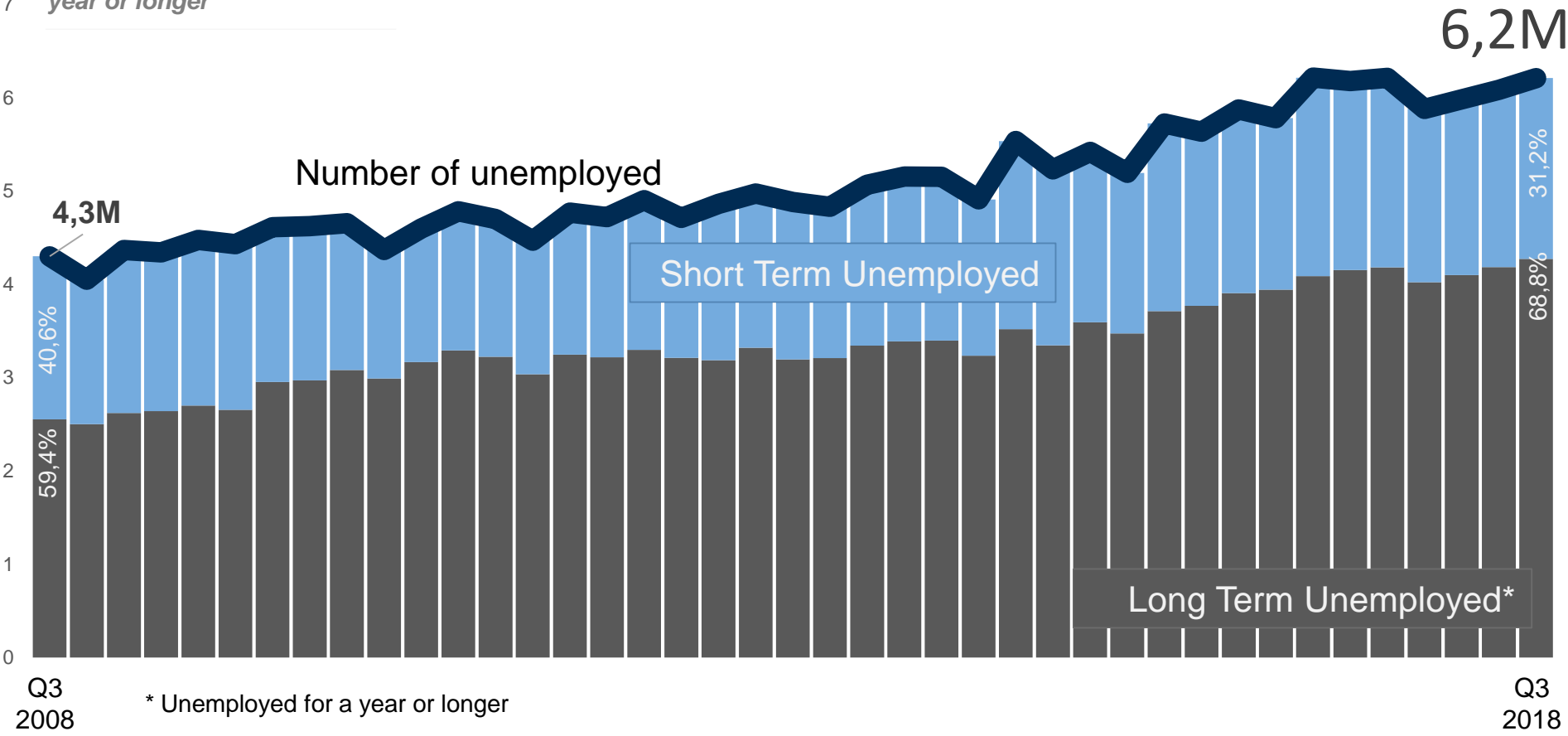
QLFS

Q3:2018

UNEMPLOYMENT

THE NUMBER OF UNEMPLOYED PEOPLE IN SOUTH AFRICA INCREASED FROM 4,3 MILLION IN Q3:2008 TO 6,2 MILLION IN Q3:2018. *The proportion of those in long-term unemployment increased from 59,4% in Q3:2008 to 68,8% in Q3:2018*

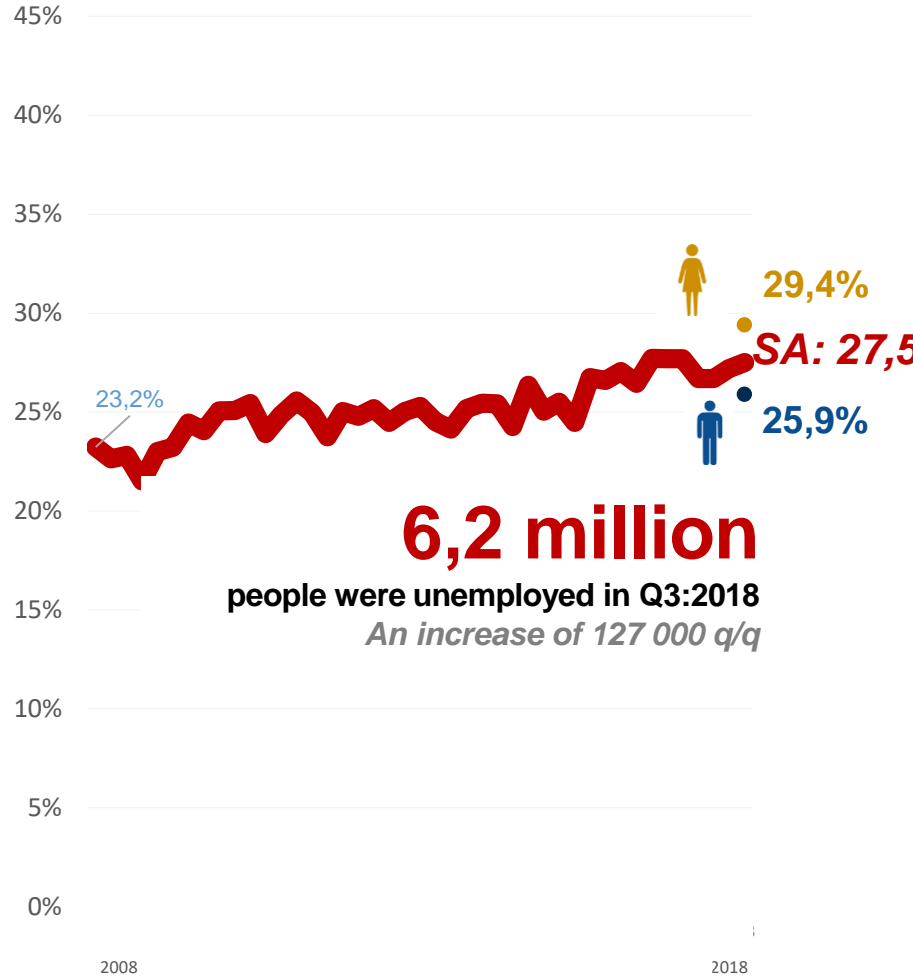
Number of unemployed for one year or longer



Q3:2018

Official Unemployment Rate

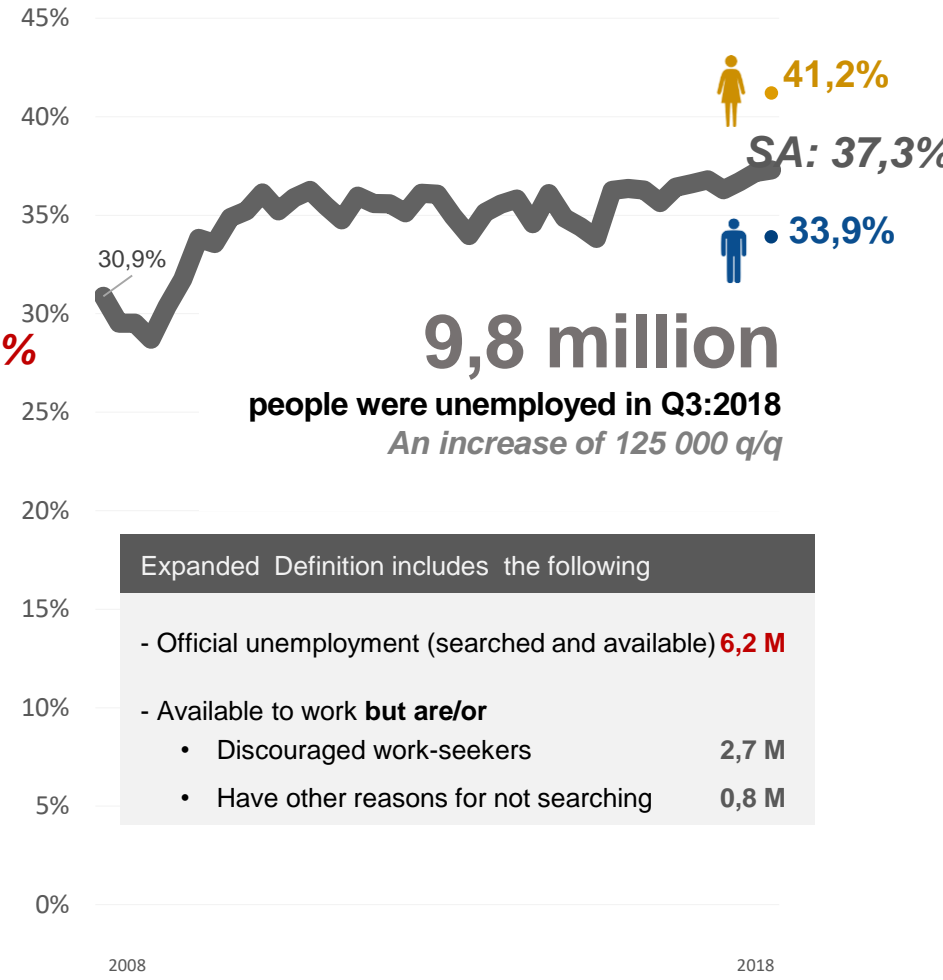
27,5% (+0,3 % Point Change Q/Q)



Q3:2018

Expanded Unemployment Rate

37,3% (+0,1 % Point Change Q/Q)

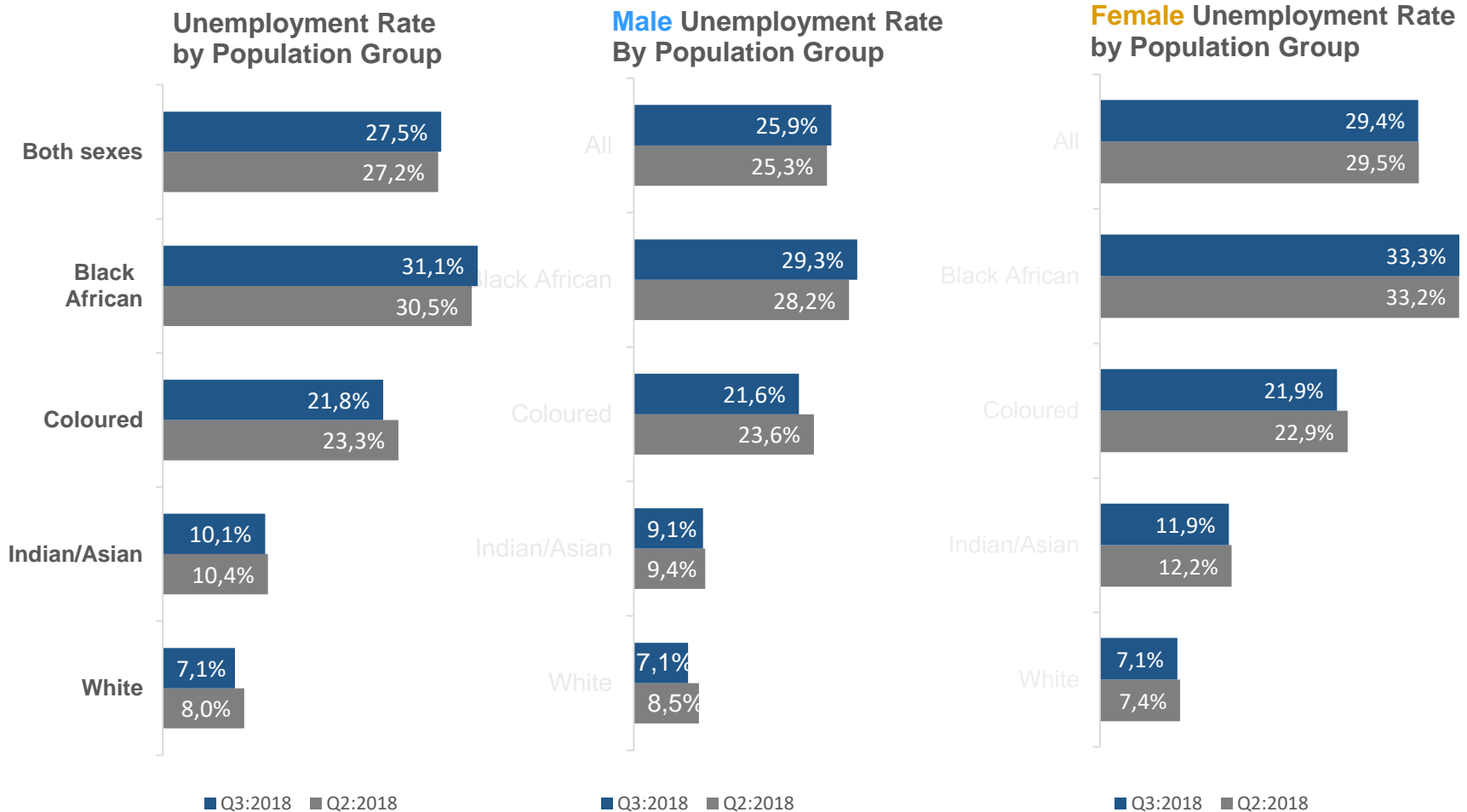


Expanded Definition includes the following

- Official unemployment (searched and available) **6,2 M**
- Available to work **but are/or**
 - Discouraged work-seekers **2,7 M**
 - Have other reasons for not searching **0,8 M**

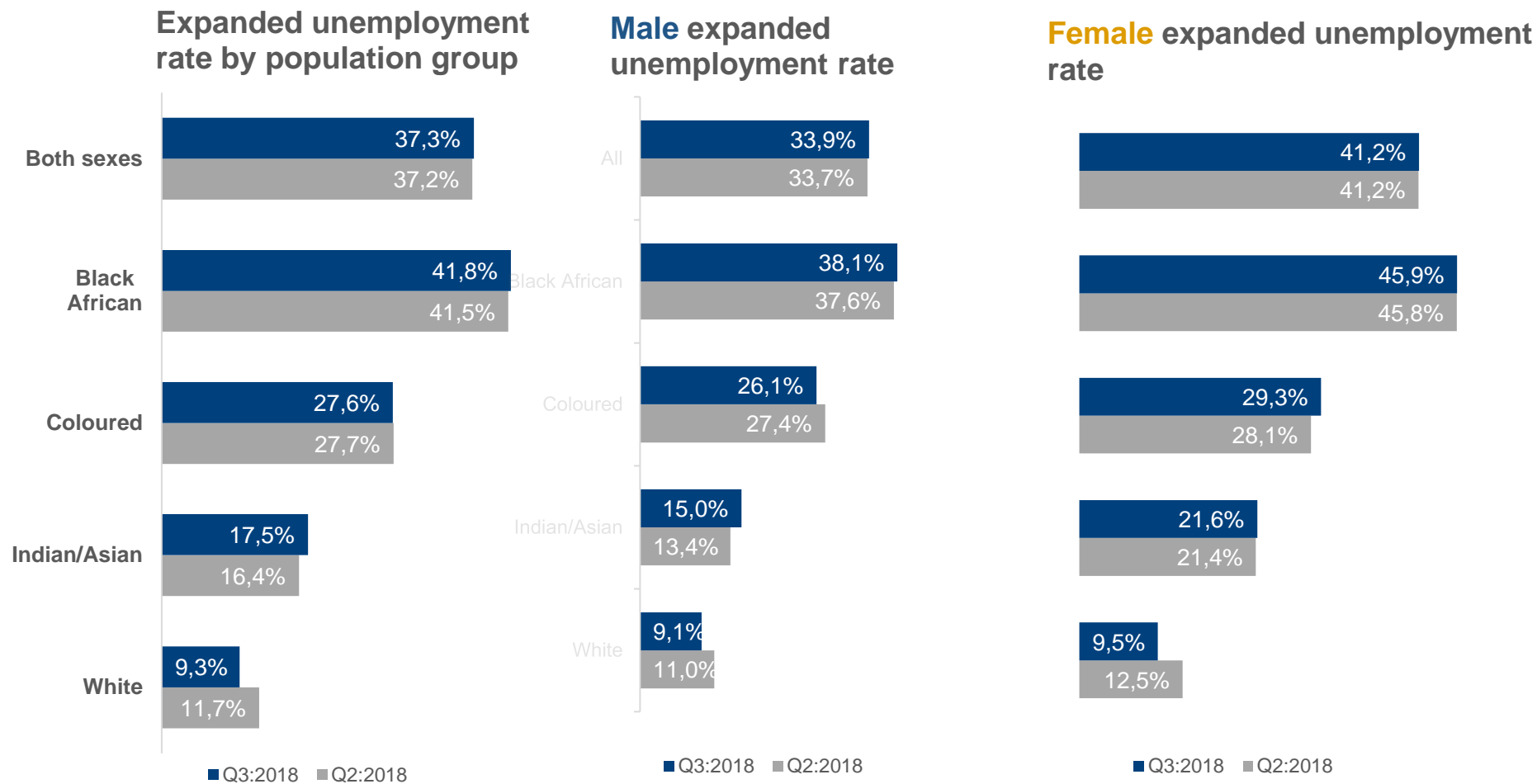
BLACK WOMEN ARE THE MOST VULNERABLE WITH AN UNEMPLOYMENT RATE OF OVER 30%.

OFFICIAL unemployment rate
by population group and sex



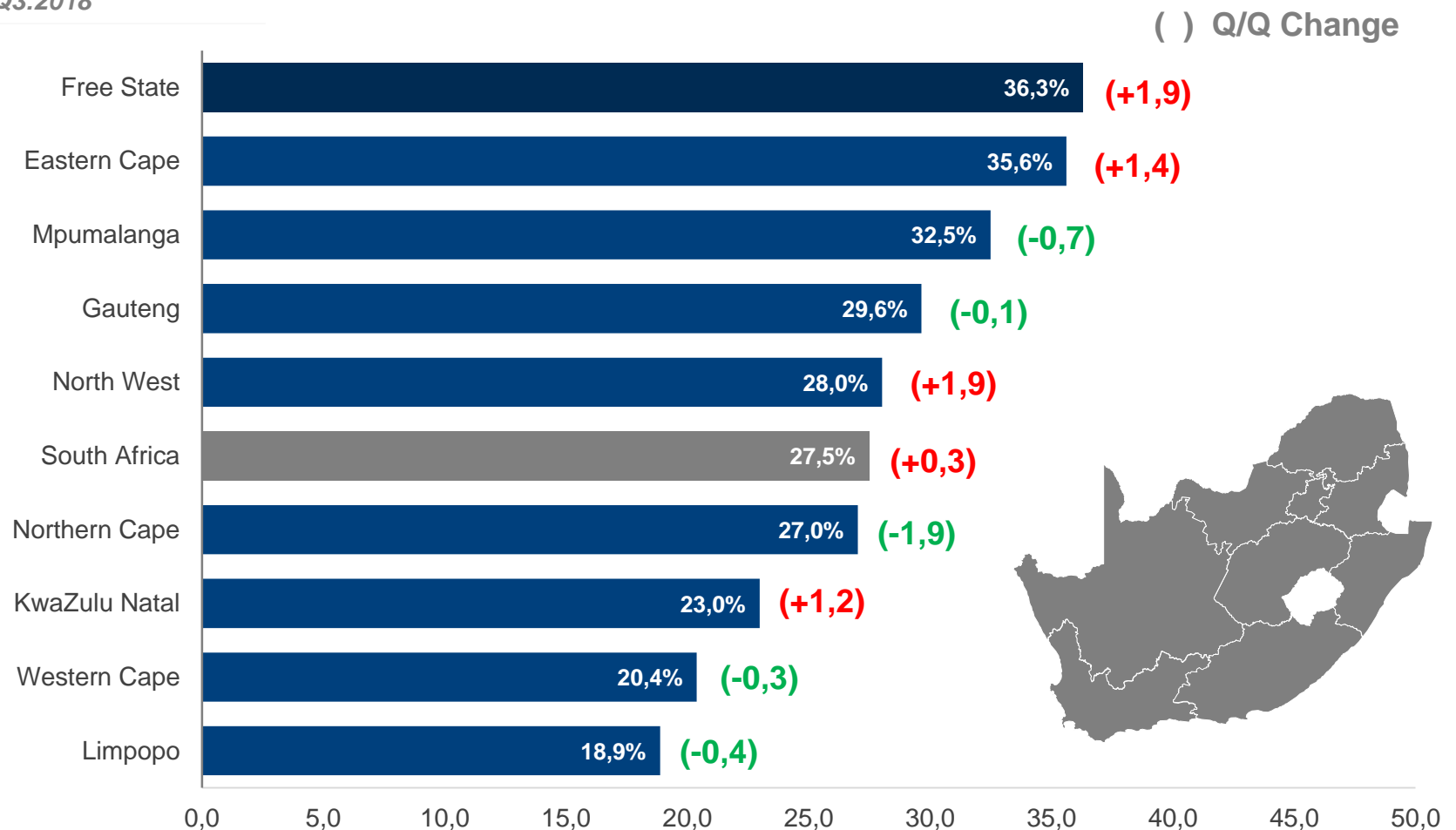
IRRESPECTIVE OF SEX, THE BLACK AFRICAN AND COLOURED POPULATION GROUPS REMAIN VULNERABLE IN THE LABOUR MARKET

EXPANDED unemployment rate by population group and sex



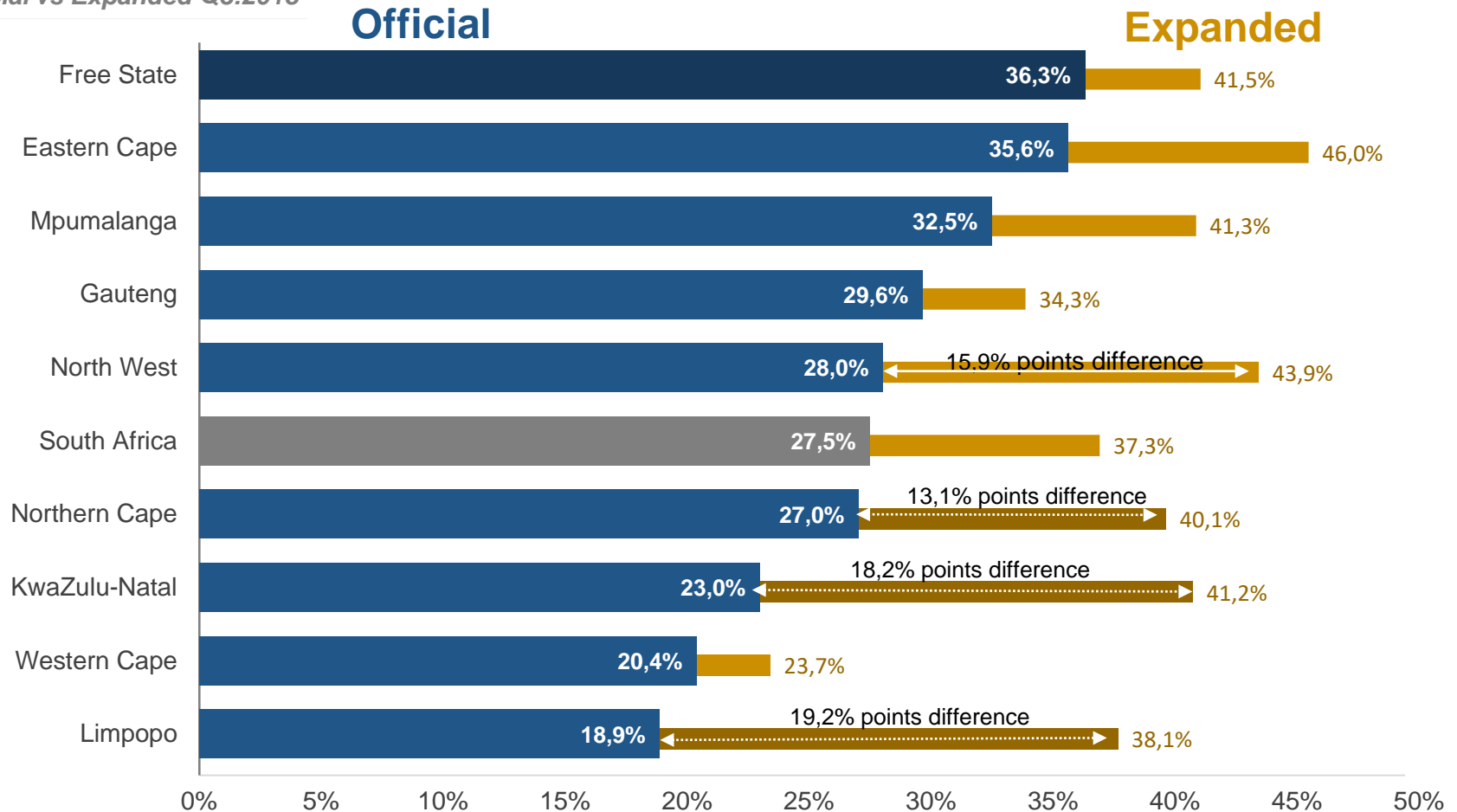
FIVE OUT OF NINE PROVINCES SHOWED DECREASES IN THEIR UNEMPLOYMENT RATE BETWEEN Q2:2018 AND Q3:2018 (MP, GP, NC, WC AND LP)

Provincial unemployment rate:
Official Q3:2018



FS HAS THE HIGHEST UNEMPLOYMENT RATE BASED ON THE OFFICIAL DEFINITION OF UNEMPLOYMENT. EC recorded the highest expanded unemployment rate while LP, KZN, NW and NC provinces all have more than 13% points difference between their expanded and official unemployment rates

Provincial unemployment rate:
Official vs Expanded Q3:2018



QLFS

Q3:2018

UNDERSTANDING NON-ECONOMICALLY ACTIVE (NEA)

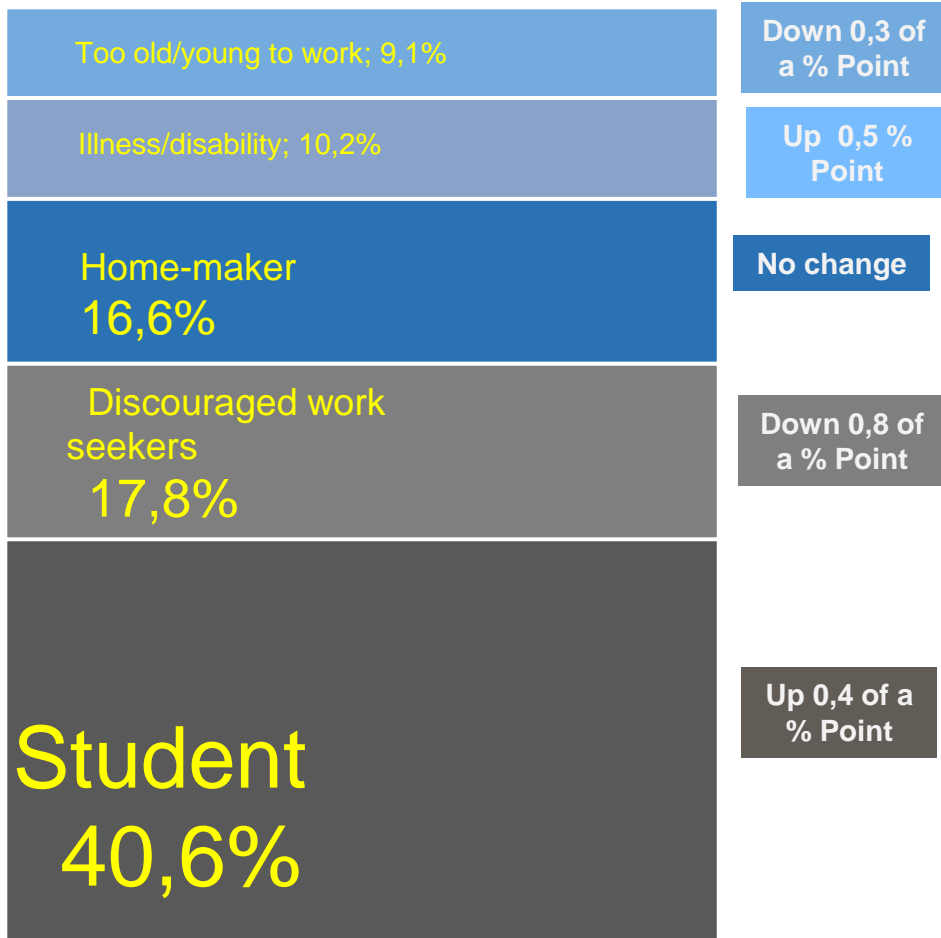
15,4 MILLION PEOPLE AGED 15 – 64 YEARS WERE NOT ECONOMICALLY ACTIVE. This is a decrease of 66 000 q/q

Reasons why – Not economically active (NEA)

5 main reasons for NEA

Q2:2018 to Q3:2018
% Change

Q2:2018 to Q3:2018
Change in levels



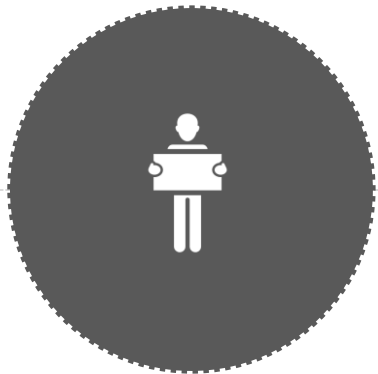
Quarter-on-quarter changes	
	Thousand
Student	32
Homemaker	-16
Illness/disability	68
Too young/too old to work	-49
Discouraged work seekers	-131
Other	30

NEA
15,4 M

Recap

Q3:2018

UNEMPLOYMENT RATE



Unemployment rate increased by 0,3 of a % point to 27,5% .

Absorption rate remained unchanged while labour force participation rate increased 0,4 of a percentage point

EMPLOYMENT GAINS



Employment gains were only recorded in **Finance (102 000)**, Trade (86 000) and Construction (27 000)

EMPLOYMENT LOSSES



Largest employment losses were observed in **Private households (30 000)**, Mining (29 000), and Manufacturing (25 000)

NOT IN EMPLOYMENT, EDUCATION AND TRAINING



Of the 10,3 million persons aged 15-24 years, **31,1% were not in employment, education or training.**

QLFS

Q3:2018

THANK YOU