Labor Law Violations At Chinese Supplier To Hasbro, Mattel, Takara Tomy: Report

Source: International Business Times

By Kukil Bora

Jingyu Toy Products, a toy factory based in the Chinese city of Shenzhen, has been accused of underpaying its employees and forcing them to work long hours, according to a report released by China Labor Watch (CLW) on Tuesday. Workers at the factory, which is a supplier to American toy companies, Hasbro and Mattel, and Japanese toy-maker Takara Tomy, recently went on strike, demanding compensation as the company prepared to relocate the plant.

As part of the investigation, CLW interviewed some factory workers who claimed that the company demanded that workers start a normal morning shift despite making them work until 2 a.m. the previous night. The workers also alleged that they were paid the local minimum wage of $327 a month, for 6 hours and 40 minutes on each weekday, though they sometimes worked for 12 hours a day to meet a sudden surge in orders.

"The normal daily shift—calculated as normal working hours—is only 6 hours and 40 minutes long rather than 8 hours," the CLW report said. "In this way, a number of working hours paid at the normal workweek rate are shifted onto Saturdays, thereby allowing the company to avoid paying workers hours of weekend overtime pay each week."

According to the workers, about 100 people participated in the strike last week, demanding severance pay and retirement insurance as Jingyu prepared to relocate the factory.

"New workers at Jingyu receive social insurance, but according to interviewees, the monthly individual insurance payment is 160 RMB ($26), which may indicate underpayment of insurance," the report said, adding that some veteran workers are still waiting to be paid by the company for past insurance contributions.

CLW has in the past revealed excessive working hours and wage theft at Chinese toy factories. Between June and November 2014, CLW investigated labor conditions at four facilities in Guangdong province in southeast China and found several violations of labor rights, including hiring discrimination, detaining of personal IDs, a lack of physical exams and safety training, and excessive overtime work and unpaid wages.

China is currently dealing with a worsening labor shortage. China Labor Watch | 147 W 35 St, Ste 406, NYC, NY 10001

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