# IN THE INDUSTRIAL COURT OF MALAYSIA CASE NO: 4/4-945/24 BETWEEN ZURINA BINTI OTHMAN AND

# BANK PERTANIAN MALAYSIA BERHAD

This Industrial Court award concerns a case brought by **Zurina Binti Othman** against **Bank Pertanian Malaysia Berhad**, alleging that her dismissal on 6 January 2024 was without just cause or excuse.

# **Background:**

- Zurina was employed under two consecutive fixed-term contracts:
  - o First contract: 6 January 2020 to 5 January 2022
  - Second contract: 7 January 2022 to 6 January 2024 (with a salary increase to RM27,000/month)
- She held the position of **Chief Credit Officer (CCO)**, a senior role just below the CEO.
- Before the end of her second contract, the Bank issued her a "letter of explanation" on 10
   October 2023, questioning her conduct as chair of a disciplinary committee. She responded
   on 25 October 2023.
- On 29 November 2023, the Bank notified her that her contract would not be renewed upon its expiry on 6 January 2024.

# **Claimant's Argument:**

# Zurina claimed that:

- Her fixed-term contracts were a disguise and she was effectively a **permanent employee**.
- The non-renewal was due to the disciplinary issue raised in the October 2023 letter, making it a **dismissal without just cause**.
- She sought **reinstatement** with full back wages and benefits.

### Bank's Defense:

# The Bank argued that:

- Zurina was employed under **genuine fixed-term contracts** common for senior management (C-Suite) in GLCs.
- The contract ended naturally by **effluxion of time**, not dismissal.
- The disciplinary letter was unrelated to the non-renewal.

### **Court's Decision:**

The Industrial Court dismissed Zurina's claim, ruling that:

- 1. The contracts were **genuine fixed-term agreements**, not permanent employment in disguise.
- 2. The parties' intention, the Bank's conduct, and the nature of the Bank's business (a GLC with policy-driven fixed-term appointments for senior roles) supported this finding.
- 3. The contract ended naturally on 6 January 2024; there was **no dismissal**.
- 4. Therefore, the question of whether the dismissal was without just cause did not arise.

# **Key Legal Principles Applied:**

- The Court applied the test from **Ahmad Zahri Mirza v AIMS Cyberjaya** to determine whether a contract is a genuine fixed-term contract, considering:
  - o Intention of the parties
  - Employer's conduct
  - Nature of the business and role
- The Court emphasized that where a contract is unambiguous, it must be enforced as written.

## Outcome:

Zurina's claim was **dismissed**. The Court found she failed to prove she was dismissed, as her contract expired by its own terms.

Award Date: 23 September 2025

Case No.: 4/4-945/24 Award No.: 1491 of 2025