

Auditor's Report
&
Financial Statements
Of

THE KASHIPUR TEA ESTATE
For the year ended 30th June, 2024

itors:

med Zaker & Co.;
rtered Accountants
ember Firm of GGI)
k. Mujib Road (3rd Floor), Agrabad C/A, Chattogram-4100, Bangladesh.



Independent Auditor's Report
To the Bangladeshi Tea Board
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **THE KASHIPUR TEA ESTATE** which comprise the Statement of Financial Position as at 30th June, 2024, Statement of Comprehensive Income, Profit & Loss Appropriation Account and Statement of Cash Flows for the year then ended and Notes to the Financial Statements.

In our opinion, the accompanying financial statements give true and fair view in all material respects, of the financial position of the tea estate as at 30th June, 2024 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and other applicable laws and regulations.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the tea estate in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirement that is relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the tea estate's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless management either intends to liquidate the tea estate or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the tea estate's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the tea estate's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the tea estate's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the tea estate to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

We also report the following:

- We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- In our opinion, proper books of account as required by law have been kept by the tea estate so far as it appeared from our examination of those books; and
- The Statement of Financial Position and Statement of Comprehensive Income dealt with by the report are in agreement with the books of account.

Ahmed Zaker & Co.
Chartered Accountants
DVC: 2412240893AS374329
Signed By:
Arup Chowdhury FCA
Partner



THE KASHIPUR TEA ESTATE
Statements of Financial Position

As at 30th June, 2024

Particulars	Notes	Amount in BDT.	
		30-Jun-2024	30-Jun-2023
Assets			
Property, Plant & Equipment	1.00	2,007,411,244	2,007,708,695
		2,007,411,244	2,007,708,695
Current Assets			
Stock of Stores & Implements	2.00	453,050	418,572
Stock of Tea	3.00	917,124	807,803
Cash & Cash Equivalents	4.00	49,870	230,287
		1,420,044	1,456,662
Total Assets		2,008,831,288	2,009,165,358
Equity & Liabilities			
Equity			
Share Capital	5.00	-	-
General Reserve	-	2,000,000,000	2,000,000,000
Unappropriated Profit	-	(9,421,854)	(1,816,404)
Capital Reserve	-	-	-
		1,990,578,146	1,998,183,596
Current Liabilities			
Accounts Payable	6.00	10,458,126	5,976,847
Provision for Taxation	7.00	2,587,056	2,504,916
Liabilities for Goods, Expenses & Other Finance	8.00	25,000	-
Source Tax Collection	9.00	52,960	-
Short Term Loan	10.00	5,130,000	2,500,000
		18,253,142	10,981,762
Total Equity & Liabilities		2,008,831,288	2,009,165,358

These financial statement should be read in conjunction with the annexed notes

Secretary

Signed in terms of our separate report of even date annexed.

Ahmed Zaker & Co.
Chartered Accountants
DVC: 2412240893AS374329
Signed By:
Arup Chowdhury FCA
Partner





THE KASHIPUR TEA ESTATE
Statement of Comprehensive Income
For the year ended 30th June, 2024

Particulars	Notes	Amount in BDT.	
		30-Jun-2024	30-Jun-2023
Revenue			
Sales of Tea	11.00	13,447,190	16,823,581
Miscellaneous Income	12.00	241,578	40,289
Bank Interest	-	1,371	11,289
(A) Total Income		13,690,139	16,875,159
Expenditure			
Salary, Wages & Bonus	13.00	11,342,522	10,792,536
Fertilizer, Insecticides & Weedicides	-	968,410	694,206
Tea Chest & Packing Materials	-	324,189	134,750
Stores & Implements	-	57,940	57,243
Fuel & Electricity	14.00	630,917	672,506
Rent & Taxes	-	50,000	92,462
General Charges	15.00	190,536	188,313
Hospital & Medicine	-	194,705	210,238
Ration	-	190,000	161,500
Provident Fund & Gratuity	16.00	82,636	126,619
Freight on Tea	-	207,712	160,746
Labour Welfare & Entertainment	-	21,580	36,010
Repair & Maintenance	17.00	92,692	161,247
Tea Charges & Selling Expenses	18.00	715,809	1,077,359
Tea Manufacturing Cost	-	3,758,346	4,278,748
General Manager Office Expenditure	-	-	-
Depreciation	1.00	453,600	477,978
Bank Charges	-	1,512	3,549
Audit Fee	-	25,000	8,709
Other Expenses	-	-	-
Head Office Expense	-	482,730	2,132,522
Excise Duty & Inspection	-	-	3,500
Cost of Tea Manufactured		19,790,836	21,470,741
Add: Opening Stock of Tea		807,803	1,154,112
Cost of Tea Available for Sale		20,598,639	22,624,853
Less: Closing Stock of Tea		917,124	807,803
(B) Cost of Tea Sold		19,681,515	21,817,050
Net Profit/(Loss) before Tax (A-B)		(5,991,376)	(4,941,891)
Less: Tax Expenses		82,141	100,941
Net Profit/(Loss) after Tax		(6,073,517)	(5,042,832)

These financial statement should be read in conjunction with the annexed notes

Secretary

Signed in terms of our separate report of even date annexed

Ahmed Zaker & Co.
Chartered Accountants
DVC: 2412240893AS374329
Signed By:
Arup Chowdhury FCA
Partner





THE KASHIPUR TEA ESTATE
Profit & Loss Appropriation Account
For the year ended 30th June, 2024

Particulars	Amount in BDT.	
	30-Jun-2024	30-Jun-2023
Adjusted balance as per last year	(1,816,404)	3,226,428
Add : Profit during the year after Provision for Tax	(6,073,517)	(5,042,832)
	(7,889,921)	(1,816,404)
Add/(Less): Prior year's adjustment	(1,531,933)	-
Balance transfer to Statement of Financial Position	(9,421,854)	(1,816,404)

These financial statement should be read in conjunction with the annexed notes

Secretary





THE KASHIPUR TEA ESTATE
Statement of Cash Flows
For the year ended 30th June, 2024

Particulars	Amount in BDT.	
	30-Jun-2024	30-Jun-2023
A) CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit/(Loss) after Tax	(6,073,517)	(5,042,832)
Depreciation	453,600	477,978
(Increase)/Decrease of Stock of Stores & Implements	(34,478)	(199,948)
(Increase)/Decrease of Stock of Tea	(109,321)	346,309
Increase/(Decrease) of Provision for Taxation	82,141	5,591
Increase/(Decrease) of Liabilities for Goods, Expenses & Other Finance	25,000	(291,891)
Increase/(Decrease) of Accounts Payable	4,481,279	2,536,774
Increase/(Decrease) of Source Tax Collection	52,960	-
Cash Generated From Operations	(1,122,336)	(2,168,019)
Net Cash Inflow/(Outflow) from Operating Activities	(1,122,336)	(2,168,019)
B) CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant & Equipment	(156,149)	(376,632)
Net Cash Inflow/(Outflow) from Investing Activities	(156,149)	(376,632)
C) CASH FLOWS FROM FINANCING ACTIVITIES		
Short Term Loan	2,630,000	2,500,000
Unappropriated Profit (Prior adjustment)	(1,531,933)	-
Net Cash Inflow/(Outflow) from Financing Activities	1,098,067	2,500,000
D) Net Increase/(Decrease) in Cash & Cash Equivalents	(180,418)	(44,651)
E) Cash & Cash Equivalents at the beginning of the year	230,288	274,939
F) Cash & Cash Equivalents at the ending of the year	49,870	230,288

Secretary



THE KASHIPUR TEA ESTATE
Notes to the Financial Statements
For the year ended 30th June, 2024

Notes No.	Particulars	Amount in BDT.		
		30-Jun-2024	30-Jun-2023	
1.00	Property, Plant & Equipment			
	(A) Cost			
	Opening Balance	2,009,991,050	2,009,614,418	
	Add: Addition During the year	156,149	376,632	
	Less: Disposal during the year	-	-	
	Closing Balance	2,010,147,199	2,009,991,050	
	(B) Accumulated Depreciation			
	Opening Balance	2,282,355	1,804,377	
	Add: Charged during the year	453,600	477,978	
	Less: Adjustment during the year	-	-	
	Closing Balance	2,735,955	2,282,355	
	Written down value (A-B)	2,007,411,244	2,007,708,695	
	<i>***For Details Please See Annexure - 1</i>			
2.00	Stock of Store & Implements			
	Fertilizer & Cultivation	325,550	151,100	
	Agro & Chemicals & Fertilizers	127,500	267,472	
		453,050	418,572	
	<i>(***For Details Please See Annexure - 3)</i>			
3.00	Stock of Tea			
Particulars	Quantity in KG.		Amount in BDT.	
	2024	2023	30-Jun-2024	30-Jun-2023
Stock of Tea	5,879	4,463	917,124	807,803
			917,124	807,803
4.00	Cash & Cash Equivalents			
	Cash in Hand	245	4,326	
	Cash at Bank (Note:4.01)	49,625	225,961	
		49,870	230,287	
4.01	Cash at Bank			
	Kashipur Tea Estate			
	Bangladesh Krishi Bank (Rajnagar Branch) A/C No.: 2961	1,990	28,386	
	Bangladesh Tea Board			
	Bangladesh Krishi Bank (Ctg) SND A/C No.- 442	47,635	197,575	
		49,625	225,961	
5.00	Share Capital:			
	Authorized Capital	-	-	
		-	-	
		-	-	

Notes No.	Particulars	Amount in BDT.	
		30-Jun-2024	30-Jun-2023
6.00	Accounts Payable		
	The New Samanbagh Tea Estate	8,393,851	4,139,559
	The Dauracherra Tea Estate	1,113,269	886,282
	BTRI	951,006	951,006
		10,458,126	5,976,847
	6.01: The New Samanbagh Tea Estate		
	Opening Balance	4,139,559	3,440,073
	Add: Addition during the year	3,088,218	2,441,460
	Less: Prior Adjustment	1,531,933	-
	Add: Transfer from Patharia Tea Estate	-	2,282,469
	Less: Paid during the year	365,859	4,024,444
	Closing Balance	8,393,851	4,139,559
	In the financial year 2022-23, the transfer from Patharia Tea Estate was mistakenly added twice. This error was identified in the financial year 2023-24 and corrected through a prior adjustment of Tk. 1,531,933.		
	6.02: The Dauracherra Tea Estate		
	Opening Balance	886,282	-
	Add: Addition during the year	670,128	886,282
	Less: Paid during the year	443,141	-
	Closing Balance	1,113,269	886,282
	6.03: BTRI		
	Opening Balance	951,006	-
	Add: Addition during the year	-	951,006
	Less: Paid during the year	-	-
	Closing Balance	951,006	951,006
7.00	Provision for Taxation		
	Opening Balance	2,504,916	2,499,324
	Less : Paid during the year	-	95,350
	Add: Provision during the year	2,504,916	2,403,974
		82,141	100,941
		2,587,056	2,504,916
8.00	Liabilities for Goods, Expenses & Other Finances		
	M/S S Yeon Agro Industries Ltd.	-	-
	M/S S Abubakar Traders	-	-
	M/S S Larson Co.	-	-
	Audit Fee	25,000	-
	VAT/AIT Payable	-	-
		25,000	-
9.00	Source Tax Collection		
	VAT realized from suppliers	52,960	-
		52,960	-
10.00	Short Term Loan		
	Short Term Loan from Bangladesh Tea Board	4,130,000	1,500,000
	Short Term Loan from Dauracherra Tea Estate	1,000,000	1,000,000
		5,130,000	2,500,000



Notes No.	Particulars	Amount in BDT.	
		30-Jun-2024	30-Jun-2023
10.01: Short Term Loan from Bangladesh Tea Board			
Opening Balance	1,500,000	1,500,000	
Add: Addition during the year	2,630,000		
Less: Paid during the year	-		
Closing Balance	4,130,000	1,500,000	
10.02: Short Term Loan from Dauracherra Tea Estate			
Opening Balance	1,000,000	1,000,000	
Add: Addition during the year			
Less: Paid during the year			
Closing Balance	1,000,000	1,000,000	
11.00 Sales of Tea			
Unity Brokers Limited	9,412,384	-	
National Brokers	-	5,229,911	
Produce Brokers	160,971	-	
Purba Bangla Brokers Ltd.	2,387,483	10,254,699	
M/S K S Brokers	-	1,338,971	
Makson Brother Limited (Green Leaf)	1,486,353	-	
	13,447,190	16,823,581	
12.00 Miscellaneous Income			
Misc. Income	241,578	40,289	
	241,578	40,289	
13.00 Salary, Wages & Bonus			
Wages (Permanent)	1,645,318	-	
Wages (Temporary)	7,301,800	-	
Wages (Ticca)	222,600	-	
Manager Salary	694,457	-	
Staff Salary	461,588	-	
Sirder Salary	79,555	-	
Pensioner Allowance	13,860	-	
Bonus	458,255	-	
Arrear Wages	310,230	-	
Others (Leave allowance, meeting allowance,etc)	154,859	-	
	11,342,522	10,792,536	
14.00 Fuel & Electricity			
Gas & Fuel Bill	38,750	36,150	
Electricity	35,986	28,198	
Fuel for Transport	556,181	608,158	
	630,917	672,506	
15.00 General Charges			
Messenger & Misc. Expenses	52,000	-	
Entertainment	12,500	-	
Stationery & Printing	7,196	-	
Cov. Staff Travelling Expenses	115,040	-	
Computer Repairing	3,800	-	
	190,536	188,313	

Notes No.	Particulars	Amount in BDT.	
		30-Jun-2024	30-Jun-2023
16.00	Provident Fund & Gratuity		
	Cov. Staff	26,058	-
	Clerical Staff, Daily & Monthly Labour	51,434	-
	Add: Charges	5,144	-
		82,636	126,619
17.00	Repair & Maintenance		
	Repair & Maintenance	92,692	161,247
		92,692	161,247
18.00	Tea Charges & Selling Expenses		
	Tea Charges & Selling Expenses	715,809	1,077,359
		715,809	1,077,359



THE KASHIPUR TEA ESTATE
Tea Charges & Selling Expenses
For the year ended 30th June, 2024

Annexure-2

Particulars		Sales No	Green Leaf	Qty. in Kg.	Sold Amount	Ware house Charges	Inspection Charges	Tea cess	Bank Charges	Brokerage	Additional Rent	Advance	Levy Charges	Total Deduction	Total Net Proceeds
Tea Garden															
Brokers Limited															
New Samanbag	2023-2024(13-45)	-	55,347	7,379,003	39,223	556	73,790	4,241	73,790	8,535	-	-	200,135	7,178,868	
Dauracherra	2023-2024 (11-39)	-	12,463	2,033,382	8,130	125	20,334	1,514	20,334	-	300,000	-	350,437	1,682,945	
New Samanbag	2023-2024(14-39), S.4	-	17,940	2,066,848	13,450	182	20,958	-	20,958	-	-	83,991	139,537	1,927,310	
Dauracherra	2023-2024(11-18)	-	2,960	320,635	2,530	30	3,206	-	3,206	-	-	12,825	21,798	298,837	
Angla Brokers Limited															
Ali Brother Limited	2023-2024	-	45,041	-	1,486,353	-	-	-	-	-	-	-	-	-	1,486,353
Deuce Brokers	2023-2024			749	160,970.50	675	8	1,610	-	1,610	-	-	-	3,902	157,069
		45,041	89,458	13,447,190	64,008	900	119,898	5,755	119,898	8,535	300,000	96,816	715,809	12,731,381	

ib- Total (a)



THE KASHIPUR TEA ESTATE
Stocks of Store & Implementation
For the year ended 30th June, 2024

SL.	Particulars	Qty.	Rate	Amount
1	Larmatoxy	60 LT	1,000	
2	Weed Off	50 LT	550	60,000
3	Titan	20 LT	750	27,500
4	Larsimite	10 LT	2,500	15,000
5	Nova	-	-	25,000
6	T.S.P	-	-	-
7	Urea	173 Bags (Per Bags 50 Kg)	@27 Kg	
8	M.O.P	92 Bags (Per Bags 50 Kg)	@20 Kg	233,550
Total Amount				92,000
				<u>453,050</u>

Annexure-3



THE KASHIPUR TEA ESTATE
Total Green Leaf, Production, Stock of Production, Dispatch, Broker Sales, Stock
For the year ended 30th June, 2024.

SL. No.:	Particulars	Green Leaf (Kg)	Opening Stock as per previous Audit (Kg)	Production Tea (Kg)	Dispatch(Kg)	Staff & Officer Consumption(Kg.)	Closing Stock of previous Audit (Kg)
1	The Dauracherra Tea Estate	64,355	1,488	14,568	13,250	24	2,782
2	The New Samanbag Tea Estate	320,510	2,975	73,529	73,335	72	3,097
3	Makson Brother Limited	45,041	-	-	45,041	-	-
Total							5,879

Correction of Stock Register Entry During the financial year 2023-24, it was identified that the closing stock of FY 2023-24 in the stock register. The error was rectified at the end of the financial year, and the correct closing stock as of 30th June, 2024, is 5,879 Kg. This adjustment has been accounted for and reflected in the revised figures for stock of stores and COGS for FY 2023-24.

