

Annual Report 2025



ECL

Eastland Camellia Limited



EASTLAND CAMELLIA LIMITED

ANNUAL REPORT 2025

EASTLAND CAMELLIA LIMITED

BOARD OF DIRECTORS AS ON 31 DECEMBER 2025

Ms. Shama Rukh Alam (Chairman)

Mr. Md. Mustafizur Rahman (Managing Director)

Mr. Syed Sarwar Moorshid

REGISTERED OFFICE

Camellia House

22 Kazi Nazrul Islam Avenue

Dhaka-1000, Bangladesh

Tel : PABX : 58611720-2, 223361397-8

E-mail : tareq.hosen@duncanbd.com

COMPANY SECRETARY

Mr. Kazi Mohammed Ehteshamur Rashid

PROPERTY OF THE COMPANY

Chaklapunji Tea Estate

Chunarughat, Habigonj

BANKERS

Bangladesh Krishi Bank

Chunarughat Branch, Habigonj

Pubali Bank Ltd.

Motijheel Branch, Dhaka

Chunarughat Branch, Habigonj

AUDITORS

A. Qasem & Co.

Chartered Accountants

BROKERS

National Brokers Ltd.

Chattogram

EASTLAND CAMELLIA LIMITED

NOTICE OF THE 42ND ANNUAL GENERAL MEETING

Notice is hereby given that the 42ND Annual General Meeting of the Shareholders of **Eastland Camellia Limited** will be held on Sunday, 27th September 2026 at 4:00 PM via digital platform to transact the following business:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 31 December 2025 together with the Reports of the Auditors and the Board of Directors thereon.
2. To declare a dividend for the year 2025 as recommended by the Board of Directors.
3. To elect Directors.
4. To appoint Auditors for the year 2026 and to fix their remuneration.

Dated: Dhaka, 05 September 2026

By order of the Board



Sd/-

Kazi Mohammed Ehteshamur Rashid
Company Secretary

Notes:

- **01 September 2026** was the record date. Shareholders whose names appeared in the Members' Register of the Company on that date would be eligible to attend the Annual General Meeting through digital platform and to receive dividend.
- A member entitled to attend and vote at the Annual General Meeting may appoint a proxy in his stead. The proxy form, duly stamped with a revenue stamp of Tk. 20 must be e-mailed to companysecretary@duncanbd.com not later than 48 hours before the meeting.
- The link for participating in the AGM through digital platform is <https://agmbd.live/eastland2026> and the QR Code is mentioned above. The link and QR code will also be provided to your email address and the procedure of login will be available in the website: www.duncanbd.com
- Shareholders who changed/amended their e-mail addresses or opened new e-mail addresses after the Record Date are requested to e-mail the details to companysecretary@duncanbd.com along with full name and Folio No. to receive the digital platform meeting invitation.
- Softcopy of Annual Report will be provided to the email address as per record of Member Register and also be available in the website: www.duncanbd.com
- The option for shareholders to submit comments and vote on the agenda in digital format will be available from **4:00 PM on 26 September 2026**, the day before the Annual General Meeting, and will remain open until the conclusion of the meeting.

REPORT OF THE BOARD OF DIRECTORS OF EASTLAND CAMELLIA LIMITED FOR THE YEAR ENDED DECEMBER 31, 2025

Dear shareholders,

The Directors have the pleasure to present the 42nd Annual Report of the Company for the year ended December 31, 2025 to the Shareholders together with audited financial statements and Auditor's report.

Eastland Camellia Limited owns and operates the Chaklapunji Tea Estate in Habiganj district with a grant area of 711 hectares (Ha). First tea of 14.57 Ha in this estate was planted in 1928. Currently, the estate has 320.33 Ha tea, 113 Ha rubber and balance of 278 Ha forest, paddy fields, labour lines and other infrastructure. It has 409 permanent workers and a population of 1,393. It also has tea and rubber processing factories, one hospital, one school, two bungalows, 12 staff quarters and 285 labour houses.

Production

i) Tea

The estate has 306 Ha mature tea and 15.74 Ha of young tea. In 2025, 86,622 kgs of black tea equivalent green leaf was sold to group gardens and 233,678 kgs of made tea produced in own factory. This was 40,200 kgs made tea equivalent lower than equivalent made tea of 360,500 kgs in 2024 mainly due to severe drought.

ii) Rubber

The estate has a total of 113 Ha of mature rubber plantation with trees ranging from 8 to 38 years of age. This year's smoked rubber production of 42,375 kgs is 10,225 kgs lower than 2024.

Comparison of five years Tea and Rubber production is shown below:

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Tea – kgs	320,300	360,500	415,800	301,326	401,985
Rubber(RSS)- kgs	42,375	52,600	37,600	29,150	31,150

Cost of Production and Sale Price

i) Tea

The company maintains close control over costs; however, due to lower crop, the cost of production per kg increased by 23.61% in 2025 over the prior year, reaching Taka 254.73 per kg (2024: Taka 206.07 per kg).

The average sale price of Chaklapunji tea in auction was Tk. 227.60 per kg (2023: Tk. 178.88 per kg).

ii) Rubber

In 2025, the estate produced 42,375 kgs RSS lower than 52,600 kgs in 2024 which increased cost of production per kg to Taka 134.38 which is 19.34% higher than Taka 112.60 per kg in 2024. The average price of rubber, linked to international market, was Taka 252.11 per kg this year compared to Taka 185.26 in 2024.

Capital Expenditure and Development Activities

In 2025, a total investment of Taka 3.26 million (2024: Taka 0.08 million) was made for tea and rubber development. 1.41 Ha extension was undertaken along with 1.68 Ha of replanting, 15.74 Ha of young teas maintenance.

A new fertilizer godown was constructed at the Main Office area at a cost of Tk. 1,127,379. In addition, Tk. 67,500 was spent on the making of a grinding machine and Tk. 270,000 on the making of a new leaf trailer. A further Tk. 141,650 was incurred for the installation of CCTV cameras in the garden to enhance security across the office and factory compounds.

Financial Result

During the year 2025, the Company made a pre-tax loss of Taka 7.48 million against loss of Taka 13.99 million in previous year. The net loss after tax stood at Taka 8.46 million (2024 loss: Taka 12.02 million).

The financial results of the Company and appropriation of profit/(loss) for last five years are given below:

Particulars	(in BDT million)				
	2025	2024	2023	2022	2021
	BDT	BDT	BDT	BDT	BDT
Income Statement:					
Revenue	83.27	68.16	80.17	46.56	73.96
Finance income	2.33	3.17	4.14	5.03	6.23
Other income/(loss)	-	-	-	0.10	-
Total income	85.60	71.33	84.31	51.69	80.19
Total expenditure	(93.32)	(85.32)	(103.11)	(74.05)	(68.56)
Profit/(loss) before WPPF	(7.48)	(13.99)	(18.80)	(22.35)	11.63
Provision for WPPF	-	-	-	-	(0.58)
Profit/(loss) before tax	(7.48)	(13.99)	(18.80)	(22.35)	11.05
Profit/(loss) after tax	(8.46)	(12.02)	(21.26)	(19.68)	10.14
Financial Position:					
Total equity	150.44	159.34	170.16	190.46	210.45
Total assets	198.21	208.09	220.64	246.29	266.46
Total current assets	73.84	83.34	90.16	113.76	133.95
Total current liabilities	18.99	21.15	19.09	24.07	22.55
Dividend per share of Taka 100 each	Nil (Proposed)	Nil	Nil	Nil	Nil

Dividend

The Board of Directors recommended no dividend for the year 2025 (2024: No dividend).

Board Meetings and Attendance

The Board of Directors met on 4 (four) occasions during the year 2025. The attendance of the Directors is shown at Annexure-1

Directors' Report on the financial statements

The Directors affirm that:

- a) The Financial Statements together with the Notes have been drawn up in conformity with the Companies Act, 1994 and Securities and Exchange Rules, 1987. These statements present fairly the Company's statement of affairs, the result of its operation, cash flow and statement of changes in equity.
- b) Proper books of accounts of the Company have been maintained.
- c) Appropriate Accounting Policies have been consistently applied in preparation of the financial statements except those referred to in the financial statements and the accounting estimates are based on reasonable and prudent judgment.
- d) International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements.
- e) Internal Control System is sound in design and has been effectively implemented and monitored.
- f) There are no significant issues to doubt the ability of the Company to continue as a going concern.

Shareholding Pattern

The shareholding pattern is detailed in annexure-2.

Retirement and Election of Directors

The following Director of the Company will retire by rotation at the AGM:

Mr. Md. Mustafizur Rahman

Being eligible, Mr. Md. Mustafizur Rahman was recommended for re-election.

Appointment of Auditors

M/S. A. Qasem & Co., Chartered Accountants, statutory auditor of 2025 completed its term and being eligible, recommended for reappointment for the year 2026.

Corporate Governance

The company follows a sound corporate governance policy which helps in ensuring delivery of strategic priority and thus creating the foundation for long term success. To achieve the objectives, the Board of Directors of the company is dedicated to ensuring high standard of corporate governance to keep the company's business integrity and performance on the right track. Being a responsible corporate entity, the Company maintains transparency and encourages sound business conduct both in its in-house practices and in its external relationship with suppliers and all stakeholders.

Conclusion

The Board of Directors records its deep appreciation to the valued shareholders of the Company for their interest in the affairs of the Company. The Board of Directors expresses its sincere thanks to Bankers, Bangladesh Tea Board and Bangladesh Tea Association for their co-operation and assistance. The Board also records its appreciation for the sincere services of the executives, employees and the workers for their relentless efforts towards the development of the Company.

For and on behalf of the
Board of Directors


(SHAMA RUKH ALAM)
CHAIRMAN

Annexure-1

Board meeting attendances

<u>Directors</u>	<u>Meetings attended</u>
1. Ms. Shama Rukh Alam	4
2. Mr. Md. Mustafizur Rahman	4
3. Mr. Syed Sarwar Moorshid	4

Annexure-2

Shareholding pattern as on December 31, 2025:

Shareholdings of Parent/Subsidiary/Associated companies and other related parties

<u>Name of Shareholders</u>	<u>No. of shares</u>	<u>% of Holdings</u>
Amo Tea Co. Ltd.	11,995	79.97
The Chandpore Tea Co. Ltd.	735	4.90
The Mazdehee Tea Co. Ltd.	455	3.03
Duncan Brothers (BD) Ltd.	320	2.13
Octavius Steel & Co. of Bangladesh Ltd.	305	2.03
Duncan Products Ltd.	305	2.03

Shareholdings of the Directors, CEO, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children.

<u>Name of Shareholders</u>	<u>No. of shares</u>	<u>% of Holdings</u>
Nil	Nil	Nil

Shareholdings of Executives

<u>Name of Shareholders</u>	<u>No. of shares</u>	<u>% of Holdings</u>
Nil	Nil	Nil

10% and above Shareholders

<u>Name of Shareholders</u>	<u>No. of shares</u>	<u>% of Holdings</u>
Amo Tea Co. Ltd.	11,995	79.97

**Independent Auditor's Report
To the Shareholders of Eastland Camellia Limited
Report on the Audit of the Financial Statements**

Opinion

We have audited the financial statements of Eastland Camellia Limited (the Company), which comprise the statement of financial position as at 31 December 2025, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2025, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

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 Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note 34 (Contingent liabilities) in the financial statements. The company is currently having claims made by the Tax authority for additional tax payments amounted to BDT 2,582,746 for the assessment year 2011-12 and BDT 6,940,588 for the assessment year 2012-13.

Considering the legal grounds, the company is confident that no liability will be imposed on the company. Therefore, no provision for any liability has been made in the accompanying financial statements.

Our opinion is not modified in respect of this matter.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, the Companies Act 1994 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 Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company'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 scepticism 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 Company'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 Company'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 Company 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

In accordance with section 213(4) of the Companies Act 1994, we also report the following:

- i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii) In our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of these books;
- iii) The statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account and returns.

A. Qasem & Co.

Chartered Accountants

Enlistment Registration No. of FRC: CAF-001-129



Dipta Dipayan Paul, FCA

Partner

Enrolment Number: 1492

DVC: 2606211492AS237763

Place: Dhaka

Date: 21 June 2026

Eastland Camellia Limited
Statement of financial position
As at 31 December 2025

	Notes	2025 BDT	2024 BDT
Assets			
Non-current assets			
Property, plant and equipment	4	120,833,192	121,458,784
Deferred tax assets	5.1	3,533,701	3,293,701
		124,366,893	124,752,485
Current assets			
Inventories	6	19,124,089	17,835,577
Advances, deposits and prepayments	7	4,679,782	6,469,996
Trade and other receivables	8	3,139,565	2,046,530
Inter-company receivable	9	30,642,050	7,145,287
Cash and cash equivalents	10	16,258,074	49,841,831
		73,843,560	83,339,221
Total assets		198,210,453	208,091,706
Equity and liabilities			
Equity			
Paid up capital	11	1,500,000	1,500,000
Capital reserve	12	1,977,754	1,977,754
General reserve	13	30,000,000	30,000,000
Retained earnings	14	116,967,028	125,860,059
		150,444,782	159,337,813
Non-current liabilities			
Deferred tax liabilities	5.2	24,743,566	24,526,917
Defined benefit obligation	15	1,380,000	420,000
Other non-current liabilities	16	2,655,000	2,655,000
		28,778,566	27,601,917
Current liabilities			
Trade and other payables	17	17,976,973	20,719,761
Inter-company payable	18	832,768	130,838
Unclaimed dividend	19	359,445	359,445
Taxation	20	(182,080)	(58,068)
		18,987,105	21,151,976
Total equity and liabilities		198,210,453	208,091,706

Footnotes:

1. Independent auditor's report in page 1 to 2.
2. The accompanying notes form an integral part of these financial statements.

A. Qasem & Co.

Chartered Accountants

Enlistment Registration No. of FRC: CAF-001-129



Dipta Dipayan Paul, FCA

Partner

Enrolment Number: 1492

DVC: 2606211492AS237763

Place: Dhaka

Dated: 21 June 2026



Ranjit Chandra Shil

Director

Eastland Camellia Limited



Md. Mustafizur Rahman

Managing Director

Eastland Camellia Limited

Eastland Camellia Limited
Statement of profit or loss and other comprehensive income
For the year ended 31 December 2025

	Notes	2025 BDT	2024 BDT
Sales revenue	21	83,270,953	68,155,151
Cost of sales	22-23	(84,500,530)	(77,106,058)
Gross profit/(loss)		(1,229,577)	(8,950,908)
Administrative expenses	24	(5,745,584)	(6,120,915)
Distribution costs	25	(2,482,169)	(1,662,421)
Other income/(loss)	26	235,748	-
Profit/(loss) from operation		(9,221,582)	(16,734,244)
Finance income	27	2,330,249	3,177,016
Finance costs	28	(559,037)	(284,201)
Net interest on post-employment benefits obligation	29	(30,000)	(150,000)
Profit/(loss) before contribution to WPWF		(7,480,370)	(13,991,429)
Contribution for WPWF	30	-	-
Net profit/(loss) before tax		(7,480,370)	(13,991,429)
Current tax	20	(856,012)	(427,993)
Deferred tax	5.3	(121,649)	2,394,943
Net profit/(loss) after tax		(8,458,031)	(12,024,479)
Other comprehensive income (OCI)			
Actuarial gain/(loss) on post-employment benefits obligation		(580,000)	1,600,000
Deferred tax on actuarial (gain)/loss		145,000	(400,000)
Total comprehensive income		(8,893,031)	(10,824,479)

Footnotes:

1. Independent auditor's report in page 1 to 2.
2. The accompanying notes form an integral part of these financial statements.

A. Qasem & Co.

Chartered Accountants

Enlistment Registration No. of FRC: CAF-001-129



Dipta Dipayan Paul, FCA
 Partner
 Enrolment Number: 1492

DVC: 2606211492AS237763

Place: Dhaka
 Dated: 21 June 2026



Ranjit Chandra Shil
 Director
 Eastland Camellia Limited



Md. Mustafizur Rahman
 Managing Director
 Eastland Camellia Limited

Eastland Camellia Limited
Statement of changes in equity
For the year ended 31 December 2025

	Share capital	Capital reserve	General reserve	Retained earnings	Total
	BDT	BDT	BDT	BDT	BDT
Balance as at 1 January 2024	1,500,000	1,977,754	30,000,000	136,684,538	170,162,292
Dividend paid for 2023	-	-	-	-	-
Net profit/(loss) for 2024	-	-	-	(12,024,479)	(12,024,479)
Other comprehensive income (OCI):					
Actuarial gain/(loss) on post-employment benefits obligation	-	-	-	1,600,000	1,600,000
Deferred tax on actuarial gain/(loss)	-	-	-	(400,000)	(400,000)
Balance as at 31 December 2024	1,500,000	1,977,754	30,000,000	125,860,059	159,337,813
Dividend paid for 2024	-	-	-	-	-
Net profit/(loss) for 2025	-	-	-	(8,458,031)	(8,458,031)
Other comprehensive income (OCI):					
Actuarial gain/(loss) on post-employment benefits obligation	-	-	-	(580,000)	(580,000)
Deferred tax on actuarial gain/(loss)	-	-	-	145,000	145,000
Balance as at 31 December 2025	1,500,000	1,977,754	30,000,000	116,967,027	150,444,781

Footnotes:

1. Independent auditor's report in page 1 to 2.
2. The accompanying notes form an integral part of these financial statements.

A. Qasem & Co.

Chartered Accountants

Enlistment Registration No. of FRC: CAF-001-129



Dipta Dipayan Paul, FCA

Partner

Enrolment Number: 1492

DVC: 2606211492AS237763

Place: Dhaka

Dated: 21 June 2026



Ranjit Chandra Shil

Director

Eastland Camellia Limited



Md. Mustafizur Rahman

Managing Director

Eastland Camellia Limited

Eastland Camellia Limited
Statement of cash flows
For the year ended 31 December 2025

	<u>2025</u> <u>BDT</u>	<u>2024</u> <u>BDT</u>
Profit/(loss) from operations	(9,221,582)	(16,734,244)
Cash flows from operating activities:		
Depreciation	4,427,872	5,355,846
(Increase)/decrease in inventories	(1,288,512)	(1,955,250)
(Increase)/decrease in debtors	697,178	(1,573,186)
Increase/(decrease) in creditors	(1,782,788)	551,288
Increase/decrease in intra group balances	(22,794,834)	46,981,570
Gain/(loss) on actuarial valuation of gratuity scheme	(580,000)	1,600,000
Interest paid	(589,037)	(434,201)
Interest received	2,330,249	3,177,016
Income taxes paid	(980,024)	(83,253)
Net cash from operating activities	<u>(29,781,478)</u>	<u>36,885,585</u>
Cash flows from investing activities:		
Purchases of property, plant and equipment	(538,950)	(234,241)
Additions to biological assets	(3,263,328)	(83,417)
Net cash from investing activities	<u>(3,802,278)</u>	<u>(317,658)</u>
Cash flows from financing activities:		
Loan repayments	-	-
Payment of lease liabilities	-	-
Proceeds from new borrowings	-	-
Dividend paid	-	-
Net cash from financing activities	<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents	(33,583,756)	36,567,927
Cash and cash equivalents at the beginning of the year	49,841,831	13,273,904
Cash and cash equivalents at the end of the year	<u>16,258,074</u>	<u>49,841,831</u>

Footnotes:

1. Independent auditor's report in page 1 to 2.
2. The accompanying notes form an integral part of these financial statements.

A. Qasem & Co.

Chartered Accountants

Enlistment Registration No. of FRC: CAF-001-129



Dipta Dipayan Paul, FCA
 Partner
 Enrolment Number: 1492

DVC: 2606211492AS237763

Place: Dhaka
 Dated: 21 June 2026



Ranjit Chandra Shil
 Director
 Eastland Camellia Limited



Md. Mustafizur Rahman
 Managing Director
 Eastland Camellia Limited

Eastland Camellia Limited
Notes to the financial statements
As at and for the year ended 31 December 2025

1 Company Profile

Eastland Camellia Limited (the “Company”) is a public limited company incorporated in Bangladesh on 26 April 1984 with registered office at Camellia House, 22 Kazi Nazrul Islam Avenue, Dhaka. It acquired the Chaklapunji Tea Estate on 6 June 1984. The Company issued shares to the public in 1985 and was listed with the Dhaka Stock Exchange in the same year. The shares were being traded publicly until it was voluntarily de-listed from the Dhaka Stock Exchange on 25th June 2007.

It is a 79.97% subsidiary of Amo Tea Company Limited, a company registered in United Kingdom. The ultimate parent company is Camellia Plc., a company registered in the United Kingdom.

2 Nature of business

The Company is principally engaged in producing and selling tea at local auctions. It also produces rubber for local and export markets.

3 Significant accounting policies

3.01 Basis of preparation

The financial statements have been prepared on going concern basis in accordance with International Financial Reporting Standards (IFRS) and the Companies Act, 1994.

The financial statements have been prepared in historical cost basis, except for Tea and Rubber plantations which were measured at fair value under IAS 41 until 2015 and considered as deemed cost under IAS 16. Effective 1st January 2016, additions are at cost.

3.02 Current versus non-current classification

The company presents assets and liabilities in the statement of financial position based on current/non-current classification. An asset is current when it is:

- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

Eastland Camellia Limited
Notes to the financial statements
As at and for the year ended 31 December 2025

3.03 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is received. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment.

The specific recognition criteria described below must also be met before revenue is recognised.

Sale of goods

Revenue from the sale of goods is recognised when significant risks and rewards of ownership of the goods have passed to the buyer, usually on receipt of broker's confirmation of sale at local auction market in case of tea and delivery of the goods for rubber. Revenue from the sale of goods is measured at fair value of the consideration received or receivable.

Interest income

Interest income is recorded using the effective interest rate (EIR). The EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset. Interest income is included in finance income in the statement of profit or loss.

3.04 Income tax

Income tax expense comprises of current and deferred tax. Income tax expense is recognised in the statement of profit or loss and other comprehensive income.

Current tax

Current income tax is recognized on the estimated taxable profit for the year @ 25% or minimum tax @ 1% on gross receipts pursuant to provisions of Income Tax Act 2023.

Deferred tax

Deferred tax arises due to temporary difference between tax liability created in the financial statement based on accounting principles and the current tax payable based on the tax rates and regulations.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Eastland Camellia Limited
Notes to the financial statements
As at and for the year ended 31 December 2025

3.05 Property, plant and equipment

Property, plant and equipment are recognised if it is probable that future economic benefits associated with the assets will flow to the company and the cost of the assets can be reliably measured. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the assets to its working condition for its intended use inclusive of inward freight, duties, non-refundable taxes and un-allocated expenditures etc. In case of biological assets, as the bearer plants mature (Tea and Rubber plantation mature on 4th and 7th year respectively), the bearer plants are measured at cost less any subsequent accumulated depreciation and impairment.

Subsequent costs

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of an item if it is probable that the future economic benefits embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the profit and loss account as incurred.

Depreciation on fixed assets

Depreciation is provided to amortise the cost of the assets after commissioning, over the period of the expected useful lives, in accordance with the provisions of IAS 16: Property Plant and Equipment. Depreciation is charged on addition during the period for full year.

Depreciation of an asset begins when it is available for use and is charged on all fixed assets except leasehold land on Straight-line method at the following rates:

<u>Asset types/group</u>	<u>Sub-group</u>	<u>Useful life (Years)</u>
Bearer Plants	Matured Tea Plant	50
	Matured Rubber Plant	28
Infrastructure	Bridge & Boundary wall	40
	Fencing & Post	5
	Road & Box Culvert	10
	Water & Electric Line	10
	Executive Bungalow	40
Building	Factory & Office Building	40
	Staff Quarter - Pucca	40
	Staff Quarter - Semi Pucca	20
	Other Buildings- Pucca	40
	Labour House - Pucca	40
	Labour House - Semi Pucca	20
	Labour Latrine	20
	Factory Machineries	15
Plant & Machineries	Other Machineries	15
	All Furniture & Fixtures	20
Furniture & Fixture	All Furniture & Fixtures	20
Tools & Equipment	All Tools & Equipment	10
Computer & Accessories	Computer	10
Vehicles	Motor Vehicle	8
	Non-engine vehicle	8

Eastland Camellia Limited
Notes to the financial statements
As at and for the year ended 31 December 2025

Capital work-in-progress

Property, plant and equipment under construction/acquisition have been accounted for as capital work-in-progress until construction/acquisition is completed, and measured at cost. Immature bearer plants are in capital work-in-progress until these mature on 4th and 7th year for Tea and Rubber respectively.

No depreciation is charged on land, immatured plantation and capital work in progress.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss when the asset is derecognised. The residual value, useful life and method of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

3.06 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

3.07 Financial instruments - initial recognition and subsequent measurement

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Initial recognition and measurement

Financial assets are classified, at initial recognition, as financial assets at fair value through profit or loss, loans and receivables as appropriate.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in two categories:

- Financial assets at fair value through profit or loss
- Loans and receivables

Cash and cash equivalents

Cash and cash equivalents comprise of cash in hand and cash at bank which are available for use by the Company without any restriction.

Trade receivables

Trade receivables are initially recognised at invoice value. This generally does not require any provision for impairment as the Trade receivables of the Company only relates to the auction houses who confirm the payment complying with the terms and condition of Tea Trade Association of Bangladesh and Bangladesh Tea Association.

Rubber is sold on cash basis only and export sales are made complying with the terms and conditions of export.

Eastland Camellia Limited
Notes to the financial statements
As at and for the year ended 31 December 2025

Other receivables

Receivables of interest income and others are also measured at cost, which are subsequently adjusted with the receipt net off deductions, adjustments or charges and recognised in the statement of comprehensive income.

Deposits

Deposits are measured at payment value which are expected to be recovered after completing certain period or purpose.

Derecognition

A financial asset is primarily derecognised when the rights to receive cash flows from the asset have expired.

3.08 Financial liabilities

A financial liability is recognised when contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the Company resources. The Company initially recognises financial liabilities on the transaction date on which the Company becomes a party to the contractual provisions of the liability.

Trade payables and other payables and accruals are recognised when its contractual obligations arising from past events are certain and the settlement of which is expected to result in an outflow from the Company of resources.

Financial liabilities include trade payables and other payables and accruals. The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

3.09 Inventories

Inventories are valued at the lower of cost and net realisable value.

- The finished stock of tea and rubber have been valued at lower of cost or net realisable value.
- Stores and spares are valued at moving average cost.

Green leaf inventory at year-end are valued as made tea, adding all cost of conversion after the year end.

Air Dried Sheets (ADS) is valued at cost of RSS less cost of smoking to convert to RSS.

3.10 Provisions

Provisions are recognised when the Company has a present obligation (legal or contractual) as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company is certain that some or all of a provision will be reimbursed, for example, under an insurance contract, the expense related cost is presented in the statement of profit or loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

3.11 New and amended standards and interpretations

The Company did not adopt any new accounting standards or apply any changes in accounting policies during the reporting period.

Eastland Camellia Limited
Notes to the financial statements
As at and for the year ended 31 December 2025

3.12 Significant accounting judgements, estimates and assumptions

The preparation of the financial statements require management to make judgements, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Estimates and assumptions

The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

Post employment benefits

The cost of the defined benefit pension plan and the present value of the pension obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions.

The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at intervals in response to demographic changes. Future salary increases and pension increases are based on expected future inflation rates for Bangladesh.

3.13 Subsequent event

All material events occurring after the reporting period are considered and where necessary, adjusted for or disclosed in accordance with IAS 10 : Events after the Reporting Period.

3.14 General

- a) Previous year's figures have been restated to conform to current year presentation.
- b) Figures appearing in these financial statements are rounded off to the nearest taka.
- c) Deferred tax was calculated based on timing difference between provision and actual payments.

Eastland Camellia Limited
Notes to the financial statements

4 Property, plant and equipment

Amounts in BDT

Particulars	Cost			Depreciation				WDV as at 31 December 2025
	Balance as at 01 January 2025	Additions during the year	Disposal/ adjustment/ capitalised during the year	Balance as at 31 December 2025	Balance as at 01 January 2025	Charge during the year	Disposal/ adjustment/ capitalised during the year	Balance as at 31 December 2025
Tea:								
Land	1,021,939	-	-	1,021,939	-	-	-	1,021,939
Infrastructure	10,790,964	-	-	10,790,964	6,974,330	253,656	-	7,227,986
Bearer plants- matured plantation	97,940,089	4,388,993	-	102,329,082	19,258,485	2,269,055	-	21,527,540
Building	13,757,720	1,127,379	-	14,885,099	7,684,285	471,169	-	8,155,454
Plant and machinery	10,751,070	67,500	-	10,818,570	10,421,929	87,114	-	10,509,042
Furniture and fixture	608,982	-	-	608,982	608,159	605	-	608,764
Tools and equipments	2,838,924	141,650	-	2,980,574	2,302,167	83,894	-	2,386,061
Computer and accessories	165,750	42,300	-	208,050	149,749	8,928	-	158,677
Vehicles	9,114,153	270,000	-	9,384,153	8,238,154	269,148	-	8,507,302
	146,989,591	6,037,822	-	153,027,413	55,637,258	3,443,568	-	59,080,826
Rubber:								
Infrastructure	473,914	-	-	473,914	473,910	-	-	473,910
Bearer plants- matured plantation	40,808,213	60,220	-	40,868,433	22,119,701	945,238	-	23,064,939
Building	2,064,677	-	-	2,064,677	1,202,320	39,066	-	1,241,385
Plant and machinery	340,285	-	-	340,285	340,281	-	-	340,281
Furniture and fixture	1,800	-	-	1,800	1,796	-	-	1,796
Tools and equipments	466,205	-	-	466,205	466,194	-	-	466,194
	44,155,094	60,220	-	44,215,314	24,604,200	984,304	-	25,588,504
Capital work-in-progress (Note: 4.1)								
Tea plantation- immatured	9,192,164	3,208,955	(4,388,993)	8,012,126	-	-	-	-
Rubber plantation- immatured	253,515	54,373	(60,220)	247,668	-	-	-	-
Other works	1,109,879	17,500	(1,127,379)	-	-	-	-	-
	10,555,558	3,280,828	(5,576,592)	8,259,794	-	-	-	8,259,794
Balance as at 31 December 2025	201,700,243	9,378,870	(5,576,592)	205,502,522	80,241,458	4,427,872	-	84,669,330
Balance as at 31 December 2024	201,382,584	4,017,460	(3,699,801)	201,700,243	74,885,613	5,355,846	-	80,241,459
								121,458,784

Eastland Camellia Limited
Notes to the financial statements

	As at 31 December	
	2025	2024
	BDT	BDT

4.1 Capital work-in-progress

This represents expenditure for extension planting of tea and rubber, rehabilitation and maintenance thereof which will be capitalised in the fourth (tea) and seventh (rubber) year respectively and other capital works:

	Tea Development	Rubber Development	Other Works	Total	Total
Balance as on 1 January	9,192,164	253,515	1,109,879	10,555,558	13,937,700
Add: Addition during the year (a)	3,208,955	54,373	17,500	3,280,828	317,659
	12,401,119	307,888	1,127,379	13,836,386	14,255,359
Less: Capitalised during the year (b)	(4,388,993)	(60,220)	(1,127,379)	(5,576,592)	(3,699,801)
Balance as on 31 December	8,012,126	247,668	-	8,259,794	10,555,558

(a) Details of expenditure (WIP) incurred during the year:

	Related Year	Tea Area in Ha	Rubber Area in Ha	Tea Development BDT	Rubber Development BDT	Other Works BDT	Total BDT	Total BDT
New manure godown	2025	-	-	-	-	-	-	234,241
Extension	2025	1.41	-	506,112	-	-	506,112	-
Replanting	2025	1.68	-	768,994	-	-	768,994	-
Block Infilling	2025	-	-	-	-	-	-	-
Maint. 0 Yr.	2025	1.41	-	172,125	-	-	172,125	-
Maint. 1 Yr.	2024	-	-	704,620	-	-	704,620	-
Maint. 2 Yr.	2023	2.33	-	511,739	5,048	-	516,787	-
Maint. 3 Yr.	2022	5.00	-	73,585	30,925	-	104,510	82,908
Maint. 4 Yr.	2021	7.00	-	471,780	18,400	-	490,180	-
Maint. 5 Yr.	2020	-	-	-	-	-	-	-
Maint. 6 Yr.	2019	-	-	-	-	-	-	510
				3,208,955	54,373	-	3,263,328	317,659

(b) Expenditure capitalised the 4th year (2021) matured planting of tea, 7th year (2018) matured planting of rubber.

5 Deferred tax

5.1 Deferred tax assets

Opening balance	3,293,701	3,988,673
Addition/(less) during the year	240,000	(694,972)
	3,533,701	3,293,701

5.2 Deferred tax liabilities

Opening balance	24,526,917	27,216,832
Addition/(less) during the year	216,649	(2,689,915)
	24,743,566	24,526,917

5.3 Deferred tax income/(expense)

Income/(expense) on movement of deferred tax assets (note-5.1)	240,000	(694,972)
Income/(expense) on movement of deferred tax liabilities (note-5.2)	(216,649)	2,689,915
Income/(expense) on actuarial gain/(loss) of Post-employment benefits obligation	(145,000)	400,000
	(121,649)	2,394,943

Eastland Camellia Limited
Notes to the financial statements

	As at 31 December	
	2025	2024
	BDT	BDT
6 Inventories		
Stock of black tea	12,416,050	10,109,556
Stock of rubber-Ribbed Smoked Sheets (RSS)	238,522	720,651
Stock of rubber-Air Dried Sheets (ADS)	1,142,690	183,661
Stores and spares (stock of estate stores)	5,321,066	6,815,645
	19,118,328	17,829,513

Details of inventory movement	31-Dec-25			31-Dec-24		
	Black Tea kgs.	Rub(RSS) kgs.	Rub(ADS) Nos.	Black Tea kgs.	Rub(RSS) kgs.	Rub(ADS) Nos.
Opening stock	65,750	6,400	3,910	34,750	26,550	13,168
Production during the year	320,300	42,375	121,161	360,500	52,600	116,835
ADS smoked to RSS	-	-	(111,946)	-	-	(126,093)
Intra group sales *	(86,622)	-	-	(191,780)	-	-
Auction sales	(246,000)	(47,000)	-	(136,250)	(72,750)	-
Samples/ staff and labour consumption	(1,478)	-	-	(1,470)	-	-
Closing stock	51,950	1,775	13,125	65,750	6,400	3,910

* This represents greenleaf purchases/sales equivalent made tea

6.1 Biological assets- growing crop	5,761	6,064
The biological asset relating to bearer plants will be the amount attributable to the value of growing crops not yet harvested (note-24).		
	19,124,089	17,835,577
7 Advances, deposits and prepayments		
Advance	92,360	50,000
Prepaid insurance	215,286	288,758
Nursery and vermi compost cost	1,448,241	3,207,344
Security deposit with Pally Bidyut Samity, Habiganj	50,600	50,600
Security deposit with Jalalabad Gas T&D System Ltd.	2,873,294	2,873,294
	4,679,782	6,469,996
8 Trade and other receivables		
National Brokers Ltd.(Ctg. auction tea sales)	3,139,565	2,046,530
	3,139,565	2,046,530
9 Inter- company receivable		
The Allynugger Tea Co. Ltd.	1,207,931	1,199,707
The Lungla (Sylhet) Tea Co. Ltd.	5,028,779	390,369
The Mazdehee Tea Co. Ltd.	846,643	1,016,976
Amo Tea Co. Ltd.	3,810,912	2,398,472
Surmah Valley Tea Co. Ltd.	10,491,389	841,375
The Chandpore Tea Co. Ltd.	9,256,395	1,298,386
	30,642,050	7,145,287
10 Cash and cash equivalents		
Cash in hand:		
At Chaklapunji Tea Estate	3,166	2,064
Cash at banks:		
Bangladesh Krishi Bank, Chunarughat (Current A/C No. 3911-0210001471)	20,726	21,416
Bangladesh Krishi Bank, Chunarughat (Current A/C No. 3911-0210001435)	11,797	12,487
Pubali Bank Limited, Chunarughat (Current A/C No. 1024901009841)	3,245,145	4,157,022
Pubali Bank Limited, Dhaka (Current A/C No. 0340901092720)	5,374,359	4,087,127
Pubali Bank Limited, Dhaka (SND A/C No. 0340102002504)	7,602,881	41,561,714
	16,258,074	49,841,831

Eastland Camellia Limited
Notes to the financial statements

11 Share capital

Authorised:

500,000 Ordinary Shares of Tk.100 each

Issued, subscribed and paid-up:

15,000 Ordinary Shares of Tk 100 each in cash

As at 31 December	
2025	2024
BDT	BDT
<u>50,000,000</u>	<u>50,000,000</u>
<u>1,500,000</u>	<u>1,500,000</u>

List of share holders:

	Country of Incorporation/ Nationality	31-Dec-25		31-Dec-24			
		% of Holdings	No. of Shares	% of Holdings	No. of Shares		
Amo Tea Co. Ltd	UK	79.97%	11,995	79.97%	11,995	1,199,500	1,199,500
The Chandpore Tea Co. Ltd.	UK	4.90%	735	4.83%	725	73,500	72,500
The Mazdehee Tea Co. Ltd.	UK	3.03%	455	3.03%	455	45,500	45,500
Duncan Brothers (Bangladesh) Ltd.	Bangladesh	2.13%	320	2.13%	320	32,000	32,000
Duncan Products Ltd	Bangladesh	2.03%	305	2.03%	305	30,500	30,500
Octavius Steel & Co. of Bangladesh Ltd.	Bangladesh	2.03%	305	2.03%	305	30,500	30,500
Bangladesh Commerce Bank	Bangladesh	0.13%	20	0.13%	20	2,000	2,000
General Public	Bangladeshi	5.77%	865	5.83%	875	86,500	87,500
		<u>100%</u>	<u>15,000</u>	<u>100%</u>	<u>15,000</u>	<u>1,500,000</u>	<u>1,500,000</u>

Classification of shareholders by holdings:

	No. of shareholders		% of shareholders	
	31-Dec-25	31-Dec-24	31-Dec-25	31-Dec-24
Less than 50 shares	51	53	83.61	84.13
51 to 100 shares	2	2	3.28	3.17
101 to 150 shares	2	2	3.28	3.17
151 to 200 shares	-	-	-	-
201 to 250 shares	-	-	-	-
251 to 300 shares	-	-	-	-
Over 300 shares	6	6	9.84	9.52
	<u>61</u>	<u>63</u>	<u>100.00</u>	<u>100.00</u>

12 Capital reserve

1,977,754 1,977,754

This represents the differential value between book value of all assets of Chaklapunji Tea Estate taken over in 1984 by Eastland Camellia Limited and current liabilities thereof including lease money payable to Government after necessary adjustments made in the books up to 1984.

13 General reserve

30,000,000 30,000,000

A general reserve for Tk. 30,000,000 has been created in the year 2009, for future estate development including factory modernisation.

Eastland Camellia Limited
Notes to the financial statements

	As at 31 December	
	2025	2024
	BDT	BDT
14 Retained earnings		
Opening Balance	125,860,059	136,684,538
Cash dividend paid for the last year	-	-
Net profit/(loss) after taxation for the year	(8,458,031)	(12,024,479)
	-	-
Other comprehensive income (OCI):		
Actuarial gain/(loss) on post-employment benefits obligation	(580,000)	1,600,000
Deferred tax on actuarial (gain)/loss	145,000	(400,000)
	(435,000)	1,200,000
	116,967,028	125,860,059
15 Defined benefit obligation		
Staff gratuity:		
Opening Balance	420,000	1,520,000
Current service cost (Note-22)	350,000	350,000
Interest cost on defined benefit obligation (Note-29)	950,000	790,000
Interest income on plan assets (Note-29)	(920,000)	(640,000)
Net actuarial (gain)/loss- OCI (Note-14)	580,000	(1,600,000)
	1,380,000	420,000
16 Other non-current liabilities	2,655,000	2,655,000
This amount represents a deposit received from The Chandpore Tea Company Limited in the year 2007 to purchase any shares offered by other shareholders outside the group.		
17 Trade and other payables		
Trade payable	2,702,625	4,736,249
Wages and salaries payable	1,071,733	1,141,116
Staff and Labour provident fund	695,784	1,209,539
Staff and Labour union subscription	14,280	22,139
Land rent	279,034	377,726
VAT, tax and other payable	290,713	310,188
Audit fee	168,000	168,000
Provision for WPWF	12,754,804	12,754,804
	17,976,973	20,719,761
18 Inter-company payable		
Duncan Brothers (Bangladesh) Ltd.	815,710	119,083
Octavius Steel & Co. of Bangladesh Ltd.	17,058	11,755
	832,768	130,838

Eastland Camellia Limited
Notes to the financial statements

	As at 31 December	
	2025	2024
	BDT	BDT
19 Unclaimed dividend		
Upto year 2008	86,617	86,617
Year 2009	12,825	12,825
Year 2010	15,840	15,840
Year 2011	14,175	14,175
Year 2012	38,250	38,250
Year 2013	34,650	34,650
Year 2014	22,725	22,725
Year 2015	24,075	24,075
Year 2016	24,013	24,013
Year 2017	35,700	35,700
Year 2018	50,575	50,575
	359,445	359,445
20 Taxation provision		
Opening balance	(58,068)	(402,808)
Current tax expenses	856,012	427,993
Paid during the year	(980,024)	(83,253)
	(182,080)	(58,068)

Eastland Camellia Limited
Notes to the financial statements
For the year ended 31 December 2025

21 Sales revenue	2025		2024	
	Kgs.	BDT	Kgs.	BDT
Beginning inventory:				
Black tea	65,750	10,809,557	34,750	3,241,312
Rubber (RSS)	6,400	1,613,494	26,550	4,918,775
		12,423,051		8,160,087
Current season:				
Black tea	180,250	45,180,830	101,500	21,130,954
Greenleaf	383,592	15,431,466	859,314	30,304,885
Rubber (RSS)	40,600	10,235,606	46,200	8,559,225
		70,847,902		59,995,064
Total:				
Black tea	246,000	55,990,387	136,250	24,372,266
Greenleaf	383,592	15,431,466	859,314	30,304,885
Rubber (RSS)	47,000	11,849,100	72,750	13,478,000
		83,270,953		68,155,151

Eastland Camellia Limited
Notes to the financial statements
For the year ended 31 December 2025

22	Cost of sales	2025			2024		
		BDT			BDT		
		Tea	Rubber	Total	Tea	Rubber	Total
	Opening inventory	10,109,556	904,312	11,013,868	3,109,562	4,807,063	7,916,625
	Current season costs:						
	Management expenses	2,852,602	150,136	3,002,738	2,269,593	117,720	2,387,313
	Clerical staff and monthly workers salary	8,000,842	533,090	8,533,932	7,624,838	473,511	8,098,349
	Staff and Labour welfare/benefits	17,545,284	285,973	17,831,257	15,845,135	293,974	16,139,109
	Current service cost (staff gratuity)	308,000	42,000	350,000	315,000	35,000	350,000
	Cultivation	8,824,456	688,666	9,513,122	8,559,544	610,156	9,169,700
	Manuring/fertilisation	4,125,512	75,225	4,200,737	2,234,685	60,529	2,295,214
	Building maintenance	1,947,462	285,867	2,233,330	2,699,560	218,578	2,918,139
	Transportation	3,562,678	42,082	3,604,760	3,314,359	29,177	3,343,536
	General works	429,029	34,852	463,881	449,875	37,094	486,969
	Medical services	1,472,075	600	1,472,675	1,606,747	1,140	1,607,887
	Plucking (tea) and tapping (rubber)	13,673,618	1,182,125	14,855,743	14,199,347	880,611	15,079,959
	Manufacturing tea and rubber processing	5,440,824	1,033,237	6,474,061	2,884,355	983,087	3,867,442
	Fuel and power	6,660,005	130,924	6,790,929	5,251,117	-	5,251,117
	Cost charge from immatured tea	411,775	-	411,775	619,923	-	619,923
	Land rent	459,017	67,204	526,221	459,017	67,204	526,221
	General and office expenses	1,030,503	1,660	1,032,163	828,426	2,426	830,852
	Provident fund	123,098	6,482	129,580	78,261	5,584	83,845
	Superannuation fund	184,653	9,720	194,373	159,098	8,378	167,476
	Depreciation (note-4)	1,174,513	39,066	1,213,579	1,235,254	39,112	1,274,366
	Depreciation on bearer plants (note-4)	2,269,055	945,238	3,214,293	2,214,203	1,867,278	4,081,481
	Production pool expenses	221,890	29,510	251,400	366,045	43,773	409,818
	Chandpore central hospital exp. (CCH)	601,459	79,992	681,451	527,472	63,077	590,549
	CDFH expenses	270,975	30,645	301,620	547,511	55,108	602,619
	Rubber management cost	-	-	-	-	30,337	30,337
	Total :	81,589,325	5,694,296	87,283,621	74,289,365	5,922,854	80,212,219
	Closing inventory: finished items	(12,416,050)	(238,522)	(12,654,572)	(10,109,556)	(720,651)	(10,830,207)
	Closing inventory: work-in-progress	-	(1,142,690)	(1,142,690)	-	(183,661)	(183,661)
	Total cost of sales	79,282,831	5,217,396	84,500,227	67,289,371	9,825,605	77,114,976
22.1 Cost of sales attributed to:							
	Sale of opening stock	10,109,556	904,312	11,013,868	3,109,562	4,807,063	7,916,625
	Sale of current produce	69,173,275	4,313,084	73,486,359	64,179,809	5,018,542	69,198,351
		79,282,831	5,217,396	84,500,227	67,289,371	9,825,605	77,114,976
23 Biological asset fair value adjustment gain/(loss):							
	Fair value adjustment- growing crop:						
	Opening valuation	-	6,064	6,064	-	(2,854)	(2,854)
	Closing valuation (note-6.1)	-	5,761	5,761	-	6,064	6,064
	Gain/(loss)	-	(303)	(303)	-	8,918	8,918
	Total gain/(loss)	-	(303)	(303)	-	8,918	8,918

Eastland Camellia Limited
Notes to the financial statements
For the year ended 31 December 2025

	2025			2024		
	BDT			BDT		
24 Administrative expenses	Tea	Rubber	Total	Tea	Rubber	Total
AGM expenses	70,748	9,647	80,395	66,438	7,382	73,820
General charges *	1,591,974	211,773	1,803,746	1,443,514	161,509	1,605,023
Management pool exp.	3,070,649	449,276	3,519,925	3,693,588	496,933	4,190,521
Agency commission	167,971	35,547	203,518	73,117	40,434	113,551
Audit fee	124,200	13,800	138,000	117,300	20,700	138,000
	5,025,542	720,042	5,745,584	5,393,957	726,958	6,120,915

* General charges include legal fee, printing, depreciation of pool assets, bank charges, staff costs etc.

25 Distribution costs	Tea	Rubber	Total	Tea	Rubber	Total
Warehouse charges	246,338	-	246,338	123,134	-	123,134
Inspection charges	2,460	-	2,460	1,363	-	1,363
Brokerage	559,904	-	559,904	243,723	-	243,723
Sundry charges	89,401	-	89,401	97,622	-	97,622
Tea cess	559,904	-	559,904	243,723	-	243,723
Transportation	527,520	67,210	594,730	331,139	104,033	435,171
Insurance on tea/rubber	17,813	5,279	23,092	18,478	6,311	24,789
Share of pool exp. (marketing)	329,520	76,820	406,340	406,033	86,865	492,897
	2,332,860	149,309	2,482,169	1,465,213	197,208	1,662,421

		For the year ended	
		2025	2024
		BDT	BDT
26 Other income/(loss)			
Profit on sale of scrap		235,748	-
		235,748	-
27 Finance income			
Interest income from term deposits		806,250	-
Interest income from special notice deposit account		133,522	56,266
Interest income on temporary loan from group company		1,390,477	3,120,750
		2,330,249	3,177,016
28 Finance costs			
Interest expense on temporary loan from group company		559,037	284,201
		559,037	284,201
29 Net interest on post-employment benefits obligation			
Interest expense on defined benefit obligation (Actuarial valuation-staff gratuity)		950,000	790,000
Interest income on plan assets (Actuarial valuation-staff gratuity)		(920,000)	(640,000)
		30,000	150,000
30 Workers' Participation and Welfare Fund (WPWF)			
Contribution for WPWF		-	-
		-	-

31 Duncan Brothers (Bangladesh) Limited is the managing agent for the Company and receives 0.30% of the turnover.

Eastland Camellia Limited
Notes to the financial statements
As at and for the year ended 31 December 2025

32 Financial risk management and financial instrument

The company has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

The Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. The company's risk management policies are established to identify and analyse the risks faced by the company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

32.1 Credit risk

Credit risk is the risk of a financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from customers.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

The following are the contractual maturities of financial liabilities :

As at 31 December 2025				
	Carrying amount BDT	Contractual cash flows BDT	6 months or less BDT	6-12 months BDT
Short term loan	-	-	-	-
Accrued and other liabilities	47,765,671	-	5,222,169	-
Total	47,765,671	-	5,222,169	-
As at 31 December 2024				
	Carrying amount BDT	Contractual cash flows BDT	6 months or less BDT	6-12 months BDT
Short term loan	-	-	-	-
Accrued and other liabilities	48,753,893	-	7,964,957	-
Total	48,753,893	-	7,964,957	-

32.2 Liquidity risk

Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation.

Typically, the company ensures that it has sufficient cash and cash equivalents to meet expected operational expenses, including financial obligations by analysing the cash flow forecast, prepared based on time line of payment of the financial obligation and accordingly arrange for sufficient liquidity/fund to make the expected payment within due date.

In extreme stressed conditions, the company may get support from the parent company in the form of shareholder's loan/capital contribution.

32.3 Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Eastland Camellia Limited
Notes to the financial statements
As at and for the year ended 31 December 2025

33 Events after reporting date

Since the reporting date there have been no material events affecting the financial statements that require disclosure or adjustment.

34 Contingent liabilities

The company is involved in legal proceedings with the Tax authority, who has unilaterally increased revenue, disallowed expenses, and claimed additional income tax for the assessment years 2011-12 and 2012-13. The total contingent liability arising from these claims amounts to Taka 9,523,334, with Taka 2,582,746 pertaining to the assessment year 2011-12 and Taka 6,940,588 pertaining to the assessment year 2012-13. While the management is confident in its defense and believes that the outcome will be favorable, an adverse ruling could result in the company being liable for the aforementioned amounts.

35 Number of employees

	2025 Persons	2024 Persons
Management	3	3
Clerical staff	15	14
Workers	409	409
Total number of employees	427	426

All the permanent employees' received total remuneration in excess of BDT 36,000 per annum per employee.

36 Directors' remuneration

No amount has been paid as remuneration to directors and nothing is due from any director of the company.

37 Related party disclosures

As per International Accounting Standards (IAS) 24 "Related Party Disclosures", parties are considered to be related if one of the parties has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. During the year, the company carried out transactions in the ordinary course of business on an arm's length basis at commercial rates with its related parties which are summarised below:

Name of the party	Relationship	Nature of transactions	Closing balance receivable/(payable) BDT
Surmah Valley Tea Co. Ltd.	Group Company	Group loan, Greenleaf sale and store items transfer	10,491,389
Amo Tea Co. Ltd.	Group Company	Group loan, Greenleaf sale and store items transfer	3,810,912
The Chandpore Tea Co. Ltd.	Group Company	Greenleaf sale and store items transfer	9,256,395
Duncan Brothers (BD) Ltd.	Group Company	Management fees and expense	(815,710)
Octavius Steel & Co. of BD Ltd.	Group Company	Store handling commission	(17,058)
The Lungla (Sylhet) Tea Co.	Group Company	Group loan, Management pool expense,	5,028,779
The Mazdehee Tea Co. Ltd.	Group Company	Group loan, Rubber sale and store items transfer	846,643
The Allynugger Tea Co. Ltd.	Group Company	Group loan, Store items transfer	1,207,931



Ranjit Chandra Shil
 Director
 Eastland Camellia Limited



Md. Mustafizur Rahman
 Managing Director
 Eastland Camellia Limited

EASTLAND CAMELLIA LIMITED

Camellia House
22 Kazi Nazrul Islam Avenue, Dhaka-1000, Bangladesh.

PROXY FORM

I/We _____

of _____

being a Member of Eastland Camellia Limited do hereby appoint

Mr./Ms. _____

of _____

or (failing him/her) Mr./Ms. _____

of _____

as my/our proxy, to vote for me/us and on my/our behalf at the 42nd Annual General Meeting of the Company to be held on Sunday, 27th September, 2026 at 4:00 PM through digital platform and at any adjournment thereof.

Signed this _____ day of _____ 2026

Signature of Proxy _____

Revenue
Stamp
Tk. 20/-

Signature of Shareholder _____

Folio No. _____

No. of Shares _____

N.B. IMPORTANT

- (1) This Form of Proxy, duly completed, must be deposited at least 48 hours before the meeting at the Company's Registered Office. Proxy is invalid if not signed and stamped as explained above.
- (2) Signature of the Shareholder should agree with the Specimen Signature registered with the Company.