

## **Independent Auditors' Report To the Board of Trustees of the Kochi Biennale Foundation**

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the financial statements of Kochi Biennale Foundation ("Trust"), which comprise the balance sheet as at 31 March 2019 and the income and expenditure account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

As there are presently no authoritatively established accounting principles for the specialised aspects related to charitable trust not having any commercial activity, the financial statement of the Trust have been prepared on the basis of accounting policies referred to in the Note 1 to the financial statements.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with accounting policies referred to in the Note 1 to the financial statements, of the state of affairs of the Trust as at 31 March 2019 and excess of expenditure over income for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by Institute of Chartered Accountant of India (ICAI). 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 Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements 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.

**Kochi Biennale Foundation**  
**Independent Auditors' Report (continued)**

**Material Uncertainty relating to Going Concern**

We draw attention to Note 1.2 in the financial statements, which indicates that notwithstanding the fact that the Trust had an excess of expenditure over income for the year ended 31 March 2019 aggregating to Rs. 40,209,570 and as of that date, the Trust's current liabilities exceeds its current assets by Rs. 33,415,392 (excluding amounts related to designated funds), these financial statement have been prepared on a going concern basis. The appropriateness of the going concern assumption is dependent upon the Trust continuing to receive grants from its donors based on the forecasts prepared by the Trustees.

Our opinion is not modified in respect of this matter.

**Responsibilities of Trust's Management and Those Charged with Governance for the Financial Statements**

Trust's Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting policies, 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, Trust's management is responsible for assessing the Trust'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 Trust or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust'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 SAs 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 SAs, 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.



**Kochi Biennale Foundation**

**Independent Auditors' Report** (continued)

- 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 Trust'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 Trust's 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 Trust'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 project 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 Trust to cease to continue as a going concern.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

*for* **B S R & Associates LLP**

Chartered Accountants

Firm registration number: 116231W/W-100024



**Baby Paul**

*Partner*

Membership No.: 218255

ICAI Unique Document Identification Number: 19218255AAAADJ9177

Kochi

23 December 2019

**Kochi Biennale Foundation**  
**Balance sheet as at 31 March 2019**  
 (All amounts in Indian rupees)

	Notes	As at 31 March 2019	As at 31 March 2018
<b>FUNDS AND LIABILITIES</b>			
<b>Funds</b>			
Trust fund receipts	2	70,000	70,000
Excess of income over expenditure / (expenditure over income)	3	(17,471,956)	22,737,614
Designated funds	4	36,578,802	33,789,241
		<b>19,176,846</b>	<b>56,596,855</b>
<b>Current liabilities</b>			
Other current liabilities	5	34,165,256	5,098,751
Short-term provisions	6	2,087,819	2,087,819
		<b>36,253,075</b>	<b>7,186,570</b>
		<b>55,429,921</b>	<b>63,783,425</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property plant and equipment	7	14,416,730	5,257,731
Intangible assets	8	142,383	189,844
Other non-current assets	9	525,364	542,690
		<b>15,084,477</b>	<b>5,990,265</b>
<b>Current assets</b>			
Cash and bank balances	10	8,261,697	56,662,792
Other current assets	11	32,083,747	1,130,368
		<b>40,345,444</b>	<b>57,793,160</b>
		<b>55,429,921</b>	<b>63,783,425</b>
<b>Significant accounting policies</b>	1		

The notes referred to above form an integral part of the balance sheet

As per our report attached  
 for **B S R & Associates LLP**  
 Chartered Accountants  
 Firm registration no.: 116231W/W-100024



**Baby Paul**

Partner

Membership number: 218255

Kochi  
 23 December 2019

for and on behalf of the Board of Trustees of  
**Kochi Biennale Foundation**

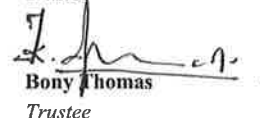


**Bose Krishnamachari**  
 Trustee

Kochi  
 23 December 2019



**Sunil V**  
 Trustee



**Bony Thomas**  
 Trustee

**Kochi Biennale Foundation**  
**Income and expenditure account for the year ended 31 March 2019**  
(All amounts in Indian rupees)

	Notes	Year ended 31 March 2019	Year ended 31 March 2018
<b>INCOME</b>			
Income from donations	12	174,024,258	60,387,260
Other income	13	1,598,982	3,614,237
<b>Total income</b>		<b>175,623,240</b>	<b>64,001,497</b>
<b>EXPENSES</b>			
Employee benefit	14	3,704,253	3,223,760
Depreciation and amortisation	15	7,773,116	988,546
Curator fee		2,327,395	1,777,776
Rent and other venue expenses		19,340,709	4,633,799
Artist expenses		38,571,247	-
Biennale pavilion and other venue expenses		12,270,716	-
Travelling and conveyance		6,331,146	3,101,274
Freight and forwarding		9,592,250	11,705,571
Other expenses	16	115,921,978	27,759,916
<b>Total expenses</b>		<b>215,832,810</b>	<b>53,190,642</b>
<b>Excess of income over expenditure / (expenditure over income)</b>		<b>(40,209,570)</b>	<b>10,810,855</b>

**Significant accounting policies**

1

The notes referred to above form an integral part of the income and expenditure account

As per our report attached  
for **B S R & Associates LLP**  
Chartered Accountants  
Firm's registration no.: 116231W/W-100024



**Baby Paul**  
Partner  
Membership number: 218255

Kochi  
23 December 2019

for and on behalf of the Board of Trustees of  
**Kochi Biennale Foundation**

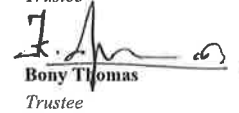


**Bose Krishnamachari**  
Trustee

Kochi  
23 December 2019



**Sunil V**  
Trustee



**Bony Thomas**  
Trustee

**Kochi Biennale Foundation**  
**Notes to the financial statements**

**1. Significant accounting policies**

**1.1 Organisation overview**

Kochi Biennale Foundation ('the Trust' or 'KBF') is registered under Indian Trust Act 1882 as a Public Charitable Trust. The Trust was formed and registered on 4 August 2010. Kochi Biennale Foundation is a non-profit charitable trust engaged in promoting art and culture and educational activities in India; primary amongst them the hosting of the Kochi-Muziris Biennale, an art exhibition and festival.

The Foundation organizes Kochi-Muziris Biennale once in two years to strengthen contemporary art infrastructure and to broaden public access to art across India through a diverse range of programmes.

**1.2 Going Concern**

The Trust had an excess of expenditure over income for the year ended 31 March 2019 aggregating to Rs. 40,209,570 and as of that date, the Trust's current liabilities exceeds its current assets by Rs. 33,415,392 (excluding amounts related to designated funds). With the expected contributions/donations from its donors, the management believes that the trust will be able to meet all its liabilities for a period of twelve months from the balance sheet date. Accordingly, the financial statements continue to be prepared on a going concern basis.

**(i) Basis of preparation of financial statements**

The balance sheet and income and expenditure accounts are prepared under the historical cost convention and the accounting is on accrual basis. In the absence of any authoritatively established accounting principles for the specialised aspects related to charitable trusts which do not carry out any commercial activity, these statements have been prepared in accordance with the significant accounting policies as described below.

The financial statements were authorised for issue by the Trust's Managing Committee on 6 December 2019.

**(ii) Use of estimates**

The preparation of the financial statements in conformity with the significant accounting policies requires that the Board of Trustees of the Trust ('Trustees') make estimates and assumptions that affect the reported amounts of income and expenditure of the year and reported balances of assets and liabilities. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

**(iii) Property, plant and equipment**

Property, plant and equipment are stated at cost of acquisition or construction, less accumulated depreciation. The cost of property, plant and equipment includes the purchase cost of property, plant and equipment and any other directly attributable costs of bringing the assets to their working condition for the intended use. Borrowing costs, if any, directly attributable to acquisition or construction of those property, plant and equipment which necessarily take a substantial period of time to get ready for their intended use are capitalised.

Intangible assets are recorded at the consideration paid for acquisition of such assets and are carried at cost less accumulated amortization



**Kochi Biennale Foundation**  
**Notes to the financial statements (continued)**

**1. Significant accounting policies (continued).**

**(iv) Depreciation**

Depreciation on fixed assets is calculated using the Straight Line Method ('SLM') as per the useful lives of the assets estimated by the management. The estimated useful lives of items fixed assets are as follows:

<b>Asset</b>	<b>Useful lives</b>
Computers	3
Electrical equipment	3
Office equipment	5
Furniture and fixtures	5
Computer software	3

**(v) Revenue recognition**

Donations received in cash, other than those received for depreciable fixed assets, are recognised as income when the donation is received, except where the terms and conditions require the donations to be utilised over a certain period. Such donations are accordingly recognised rateably over the period of usage. Such specific purpose donations are initially recorded in Balance sheet as designated funds. Expenditure incurred out of designated funds is charged to income and expenditure account and a corresponding amount is transferred from the concerned designated fund to the credit of income and expenditure account.

Income from cultural events, if any, is recognised as and when such events are performed.

Income from receipts for other programs is recognised when the associated obligation is performed and right to receive money is established.

Interest on deployment of surplus funds is recognized using the time proportionate method, based on the transactional interest rates.

**(vi) Income tax**

The Trust is registered under Section 12A of the Income Tax Act, 1961 ('the Act'). Under the provisions of the Act, the income of the Trust is exempt from tax, subject to the compliance of terms and conditions specified in the Act.

**(vii) Provisions and contingent liabilities**

Provisions are recognised when, as a result of obligating events, there is a present obligation that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation.

Contingent liability disclosure is made when, as a result of obligating events, there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.

No provision or disclosure is made when, as a result of obligating events, there is a possible obligation or a present obligation where the likelihood of an outflow of resources is remote.



**Kochi Biennale Foundation**  
**Notes to the financial statements**

**1. Significant accounting policies (continued)**

**(viii) Retirement benefits - Provident fund**

All eligible employees receive benefits from provident fund, which is a defined contribution plan. Both the employee and the Trust make monthly contribution to the fund, which is equal to a specified percentage of the covered employee's basic salary. The Trust has no further obligations under this plan beyond its monthly contributions. Monthly contributions made by the Trust are charged to income and expenditure account.

Payment of Gratuity Act, 1972 is not applicable to the Trust as the number of employees has not exceeded ten.

**(ix) Leases**

The lease arrangement is classified as either a finance lease or an operating lease, at the inception of the lease, based on the substance of the lease arrangement.

Leases where the lessor effectively retains substantially all the risks and rewards of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term





**Kochi Biennale Foundation**  
**Notes to the financial statements**  
(All amounts in Indian rupees)

	As at 31 March 2019	As at 31 March 2018
<b>2 Trust fund receipts</b>		
<b>Corpus donations</b>		
At the beginning and end of the year	70,000	70,000
	<b>70,000</b>	<b>70,000</b>
<b>3 Excess of income over expenditure / (expenditure over income)</b>		
Balance at the beginning of the year	22,737,614	11,926,759
Add: Excess of income over expenditure / (expenditure over income) for the year	(40,209,570)	10,810,855
Balance at the end of the year	<b>(17,471,956)</b>	<b>22,737,614</b>
<b>4 Designated funds</b>		
Balance at the beginning of the year	33,789,241	4,545,238
Add: Specific purpose donation during the year (A)	54,081,048	32,219,601
Less: Amount transferred to income and expenditure account(B)	(51,291,487)	(2,975,598)
Balance at the end of the year	<b>36,578,802</b>	<b>33,789,241</b>
<b>A. Specific purpose donation during the year</b>		
Auction of art works, net of expenses incurred for auction	31,888,048	26,461,601
HCL Technologies Limited	3,343,000	5,508,000
Tata Trust Fund	18,850,000	250,000
	<b>54,081,048</b>	<b>32,219,601</b>
<b>B. Amount transferred to income and expenditure account</b>		
- from Auction of art works	26,461,601	-
- from HCL Technologies Limited (also refer note 18)	8,615,439	235,561
- from Tata Trust Fund (also refer note 17)	16,214,447	2,740,037
	<b>51,291,487</b>	<b>2,975,598</b>
<b>5 Other current liabilities</b>		
Creditors for expenses	25,560,106	3,371,826
Accrued expenses and provisions	2,949,113	1,502,278
Accrued salaries and wages	4,758,999	9,466
Statutory dues payable	897,038	215,181
	<b>34,165,256</b>	<b>5,098,751</b>
<b>6 Short-term provisions</b>		
Provision for litigation - Service tax matters	2,087,819	2,087,819
	<b>2,087,819</b>	<b>2,087,819</b>



**Kochi Biennale Foundation**  
**Notes to the financial statements**  
(All amounts in Indian rupees)

	As at 31 March 2019	As at 31 March 2018
<b>9 Other non-current assets</b>		
Taxes deducted at source	525,364	542,690
	<u>525,364</u>	<u>542,690</u>
<b>10 Cash and bank balances</b>		
Cash in hand	57,103	628
Balance with banks		
- in current accounts	6,928,149	55,513,164
- in deposit accounts under lien	1,276,445	1,149,000
	<u>8,261,697</u>	<u>56,662,792</u>
<b>11 Other current assets</b>		
Rent and other deposits	2,084,299	975,706
Advance for supply of goods and rendering of services	295,728	54,662
Other receivables	29,623,720	-
Advance to staff	80,000	100,000
	<u>32,083,747</u>	<u>1,130,368</u>



Kochi Bienziale Foundation  
Notes to the financial statements  
(All amounts in Indian rupees)

7 Property, plant and equipment

Particulars	Gross block			Accumulated depreciation			Net block		
	As at 1 April 2018	Additions	As at 31 March 2019	As at 1 April 2018	For the year	Deletions	As at 31 March 2019	As at 31 March 2019	As at 31 March 2018
Computers	2,087,263	3,421,181	5,508,444	1,580,289	1,706,619	-	3,286,908	2,221,536	506,974
Electrical equipment	2,315,126	10,391,969	12,707,097	693,615	4,848,044	-	5,541,659	7,165,438	1,621,513
Office equipment	2,660,954	2,688,482	5,349,436	895,420	1,032,153	-	1,927,573	3,421,863	1,765,533
Furniture and fixtures	2,453,015	383,021	2,836,036	1,089,304	138,839	-	1,228,143	1,607,893	1,363,711
<b>Total</b>	<b>9,516,360</b>	<b>16,884,653</b>	<b>26,401,013</b>	<b>4,258,628</b>	<b>7,725,655</b>	<b>-</b>	<b>11,984,283</b>	<b>14,416,730</b>	<b>5,257,731</b>

8 Intangible assets

Particulars	Gross block			Accumulated amortisation			Net block		
	As at 1 April 2018	Additions	As at 31 March 2019	As at 1 April 2018	For the year	Deletions	As at 31 March 2019	As at 31 March 2019	As at 31 March 2018
Computer software	450,000	-	450,000	260,156	47,461	-	307,617	142,383	189,844
<b>Total</b>	<b>450,000</b>	<b>-</b>	<b>450,000</b>	<b>260,156</b>	<b>47,461</b>	<b>-</b>	<b>307,617</b>	<b>142,383</b>	<b>189,844</b>



**Kochi Biennale Foundation**  
**Notes to the financial statements**  
(All amounts in Indian rupees)

	Year ended 31 March 2019	Year ended 31 March 2018
<b>12 Income from donations</b>		
Donations received	<u>174,024,258</u>	<u>60,387,260</u>
	<u><b>174,024,258</b></u>	<u><b>60,387,260</b></u>
<b>Donations received</b>		
Grant from Government of Kerala	56,000,000	10,000,000
Ticketing income	18,852,584	-
Donations from		
- South Indian Bank	10,062,585	-
- BMW India Private Limited	3,782,000	8,895,460
- IIFL Wealth Management Limited	2,500,000	-
- Axis Bank Foundation	2,500,000	-
- Nirlon Foundation Trust	1,200,000	-
- The Raza Foundation	500,000	-
- TVS Motor Company Limited	2,500,000	-
- Anjali Hotels Private Limited	-	1,280,000
- Crest Ventures Limited	-	1,000,000
- French Institut, New Delhi	-	1,729,489
- Australian Art Council, New Delhi	-	1,536,826
- Patrons	18,025,000	29,497,097
- Others	6,810,602	3,472,790
Transfer from designated funds		
- Auction of art works	26,461,601	-
- HCL Technologies Limited	8,615,439	235,561
- Tata Trust Fund	16,214,447	2,740,037
	<u><b>174,024,258</b></u>	<u><b>60,387,260</b></u>
<b>13 Other income</b>		
Interest on deposits with banks	1,517,144	729,581
Discount	72,338	2,235,569
Sale of scrap	9,500	649,087
	<u><b>1,598,982</b></u>	<u><b>3,614,237</b></u>
<b>14 Employee benefit</b>		
Salaries, wages and bonus	3,402,360	3,025,590
Contributions to provident and other funds	301,893	198,170
	<u><b>3,704,253</b></u>	<u><b>3,223,760</b></u>
<b>15 Depreciation and amortisation</b>		
Depreciation on property, plant and equipment	7,725,655	925,265
Amortisation on intangible assets	47,461	63,281
	<u><b>7,773,116</b></u>	<u><b>988,546</b></u>



**Kochi Biennale Foundation**  
**Notes to the financial statements**  
(All amounts in Indian rupees)

	Year ended 31 March 2019	Year ended 31 March 2018
<b>16 Other expenses</b>		
Office expenses	2,477,495	2,790,801
Legal, professional and consultancy	6,345,753	2,302,880
Electricity	262,283	983,882
Students Biennale and other programs	13,284,345	1,492,908
Rates and Taxes	234,807	120,199
Power, water and fuel	268,543	190,173
Insurance	2,485,725	84,161
Penalty against customs and other regulatory bodies	4,386,826	885,174
Lease hold improvements written off	-	1,158,399
Advertisement and publicity	10,967,547	781,149
Auction expenses	-	354,809
Bank charges	128,836	107,336
Volunteers, housekeeping and security	12,963,611	21,000
Repairs and maintenance	2,194,212	-
Expenses against donation from Tata Trust Fund (also refer note 17)	16,214,447	2,740,037
Expenses against donation from HCL Technologies Limited(also refer note 18)	8,615,438	235,561
Miscellaneous expenses	16,167,036	2,609,260
Contract staff	18,925,074	10,902,187
	<u>115,921,978</u>	<u>27,759,916</u>
<b>17 Expenses against donation from Tata Trust Fund</b>		
Travel and accommodation	2,318,329	1,619,399
Salary	6,385,000	595,000
Curators allowance for students biennale program	303,774	360,000
Research expenses for students biennale program	1,084,802	28,328
Venue expenses for students biennale program	1,921,166	11,430
Wages for volunteer	60,265	21,500
Production cost for students biennale exhibits	4,131,940	-
Miscellaneous expenses	9,171	104,380
	<u>16,214,447</u>	<u>2,740,037</u>
<b>18 Expenses against donation from HCL Technologies Limited</b>		
Rent and other venue expenses	262,600	235,561
Event expenses	6,599,166	-
Accommodation expenses	1,753,672	-
	<u>8,615,438</u>	<u>235,561</u>



**Kochi Biennale Foundation**  
**Notes to the financial statements**  
 (All amounts in Indian rupees)

	Year ended 31 March 2019	Year ended 31 March 2018
19 The trust has received grants from Government of Kerala, to meet the Biennale related expenses, Trust has identified following expenditures as Biennale related expenses, which has been utilized from such grant:		
Curator fee	535,819	1,777,776
Artist expenses	12,875,167	-
Travel expense	6,545,734	-
Production cost for exhibits	6,687,921	-
Freight and forwarding	9,592,250	-
Housekeeping and security	1,223,365	-
Advertisement and publicity	2,257,282	513,675
Rent and other venue expenses	8,886,016	1,144,020
Office expenses	-	300,000
Electricity	-	241,992
Salaries, wages and bonus	1,252,696	300,000
Miscellaneous expenses	189,915	1,129,896
	<u>50,046,165</u>	<u>5,407,359</u>

These expenses are included under the respective heads in employee benefits, curator fee, artist expenses, rent and other venue expenses, freight and forwarding and other expenses. Further Rs. 15,953,835 has been utilised for procuring capital assets (audio / video equipment) for the event.

**20 Contingent liabilities**

Claims against the Trust not acknowledged as debt (refer note 1 and 2)	49,753,140	-
	<u>49,753,140</u>	<u>-</u>

**Notes:**

- 1 The Trust received a show cause notice on 26 April 2018 of Rs. 38,759,715 (which relates to service tax liability from non deduction of service tax in relation to
- admission fee from general public and from the participants for the period from 01.07.2012 to 31.03.2017 amounting to Rs 3,719,950.
  - sponsorship services to the contributors amounting to Rs 25,655,286.
  - expenses incurred by the Trust for the foreign artists amounting to Rs. 9,384,479
- Management believes that the position taken by it on the matter is tenable and hence no adjustment has been made to the financial statements. The Trust has filed a reply before Commissioner of Central Tax and Central Excise against the show cause notice received

- 2 During the year, some of the vendors have submitted invoices totaling to Rs. 27,423,766 for the construction of Biennale Pavilion and other related structures. During the year, the Trust has already made the payment of Rs. 16,430,341 against these invoices and Rs. 10,993,425 was outstanding as on 31 March 2019.

Further, owing to certain disputes with the vendors, the Trust has appointed an independent valuer for valuation of appropriateness of cost incurred for Biennale pavilion and other related structures, who has submitted his report on 9 March 2019. Based on that, the Trust has reversed creditors outstanding as on 31 March 2019. Pending resolution of such dispute, the Trust has recorded Rs.10,993,425 as as contingent liability.

- 3 In the past, the Trust has accepted foreign contribution amounting to Rs. 30,471,283 in violation of the provisions of Foreign Contribution (Regulation) Act, 2010 ("FCRA"). The Trust has received an order from FCRA by compounding the offence. Further the Trust has applied for certificate of registration from FCRA, for accepting foreign contributions.

**21 Leases**


The Company is obligated under cancellable operating leases. The total rental expenses under such leases amounted to Rs 1,141,060 (previous year: Rs 1,247,240)



**22 Prior period comparatives**

Previous year figures have been reclassified wherever necessary to conform current year's presentation.

As per our report attached

for **B S R & Associates LLP**  
 Chartered Accountants  
 Firm registration number: 116231W/W-100024  
  
**Baby Paul**  
 Partner  
 Membership No. 218255

for and on behalf of the Board of Trustees of  
**Kochi Biennale Foundation**  
  
**Bose Krishnamachari**  
 Trustee

  
**Sunil V**  
 Trustee  
  
**Bony Thomas**  
 Trustee

Kochi  
 23 December 2019

Kochi  
 23 December 2019