

**IALA COUNCIL
3rd session****8-12 December 2025
Mumbai, India****8– Strategy and Policy*****8.2.3 – Termination of the Association*****INTRODUCTION**

The Council 81 of the Association met online on 20 November 2025 to note the closing of the Association's accounts and note that all formalities required by French law for the dissolution of the Association has been completed.

CLOSING OF THE ASSOCIATION'S ACCOUNTS

The transfer of rights, assets, liabilities and staff took place in several steps during the year 2025:

- The transfer of staff took place on 31 March with the signing of new employment contracts;
- The transfer of contracts with suppliers and other social contracts took place during the year and is now complete;
- All bank accounts were easily transferred by Société Générale; and
- The debts were automatically transferred to the IGO's accounts.

The transfer of the property, which was the last formality to be completed, was made with a Notary on 29 July 2025. It was therefore decided to close the association's accounts on 31 July 2025.

The Association's accounts were reviewed by the chartered accountant Rydge. It has been needed to separate accountings data in the respective entities (Association and Organization), recalculate all provisions and record necessary adjustment entry.

The Annex 8.2.3.1 presents the Association's Financial Statements (Balance sheet and Income Statement).

On the date of the transfer of assets, only the Association's balance sheet will be included in the Organization's accounts. This transaction will therefore have no impact on the Organization's results as of 31 December 2025. In order to obtain a clear picture of the financial year's activity, the accounts of both structures will need to be combined.



WINDING UP OF THE ASSOCIATION

The Annex to the Convention (Transitional Arrangements) and Article 13 of the current IALA Constitution outline the automatic dissolution of IALA as an association. It is important to note that references to the "Council" in the Constitution refer to the Council of IALA as an association.

Article 13 states:

In the event of IALA being constituted as an international organization based on an international agreement, the Council must arrange for the winding up of IALA and the formal transfer of ownership of all assets, free of charge and without reservation, into the possession of the organization constituted according to the international agreement. This Constitution will terminate without further action once the formalities for termination required by French law, initiated by the Council, are complete.

The Secretariat appointed a French law firm, Eltea Avocats, who has been assisting IALA with the administrative formalities required under French law to transfer the rights, interests, assets, and liabilities to the Organization.

Eltea Avocats in its Legal Statement in Annex 8.2.3.2 confirms that the transition is now complete, with all assets and liabilities already transferred. This includes the successful transfer of staff from the Association to the Organization on 31 March 2025. All 15 staff members have been transferred in accordance with the provisions of the new General Regulations and Staff Rules.

The transfer of the Headquarters located at 10 rue des Gaudines was completed on 29 July 2025.

The winding up (dissolution) of the legal structure Association IALA-AISM will be duly formalized before the end of 2025.

THE COUNCIL IS INVITED TO

Note the information provided.