

**REPORT TO THE ASSEMBLY ON UNPAID CONTRIBUTIONS FROM
MEMBER ASSOCIATIONS AS OF 30 AUGUST 2011**

As of 30 August 2011, an amount of EUR 33,999.04 (inclusive of credit notes applied retroactively to 2010) was outstanding from 24 member associations with respect to contributions for 2010, as reflected in the attached list of unpaid subscriptions. This represents a slight increase in unpaid contributions as compared to last year when EUR 29,952.47 was outstanding from 18 member associations with respect to contributions for 2009. However, additional payments are expected by the time the Assembly convenes on 27 September 2011, which will reduce the unpaid contributions for 2010.

The older outstanding subscriptions (prior to 2005 and excluding unpaid contributions for expelled NMLAs, such as Indonesia, Israel, Malaysia and UAE, and NMLAs that are no longer in existence, such as the Netherlands Antilles and Portugal) are expected to drop substantially (i.e., to EUR 14,902.78), once the settlements of unpaid subscriptions with several Latin American member associations (which were approved at the last meeting of the Executive Council) have been finalized. A dialogue is continuing with other member associations that remain in default to determine whether similar settlements of outstanding subscriptions can be negotiated.

At the October 2010 meeting of the Executive Council in Buenos Aires, it was agreed we should support the initiative by maritime attorneys in Portugal and the Netherlands Antilles who have indicated a desire to form a new NMLA since the former member associations in those countries are no longer in existence. Writing off the subscriptions of these now defunct member associations will further reduce the outstanding contributions reflected in the attached list of unpaid subscriptions.

The package of reforms recommended by the Steering Committee and approved by the Assembly in Rotterdam on September 23, 2009, and, in particular, the proposed changes or reductions to the annual subscriptions of member associations as of 2010, should hopefully be of assistance in negotiating prospective settlements of unpaid subscriptions with the remaining defaulting NMLAs.

In the meantime, the member associations on the attached list of unpaid subscriptions are being "chased" in the usual manner and there does not appear to be any reason for immediate concern in that respect.