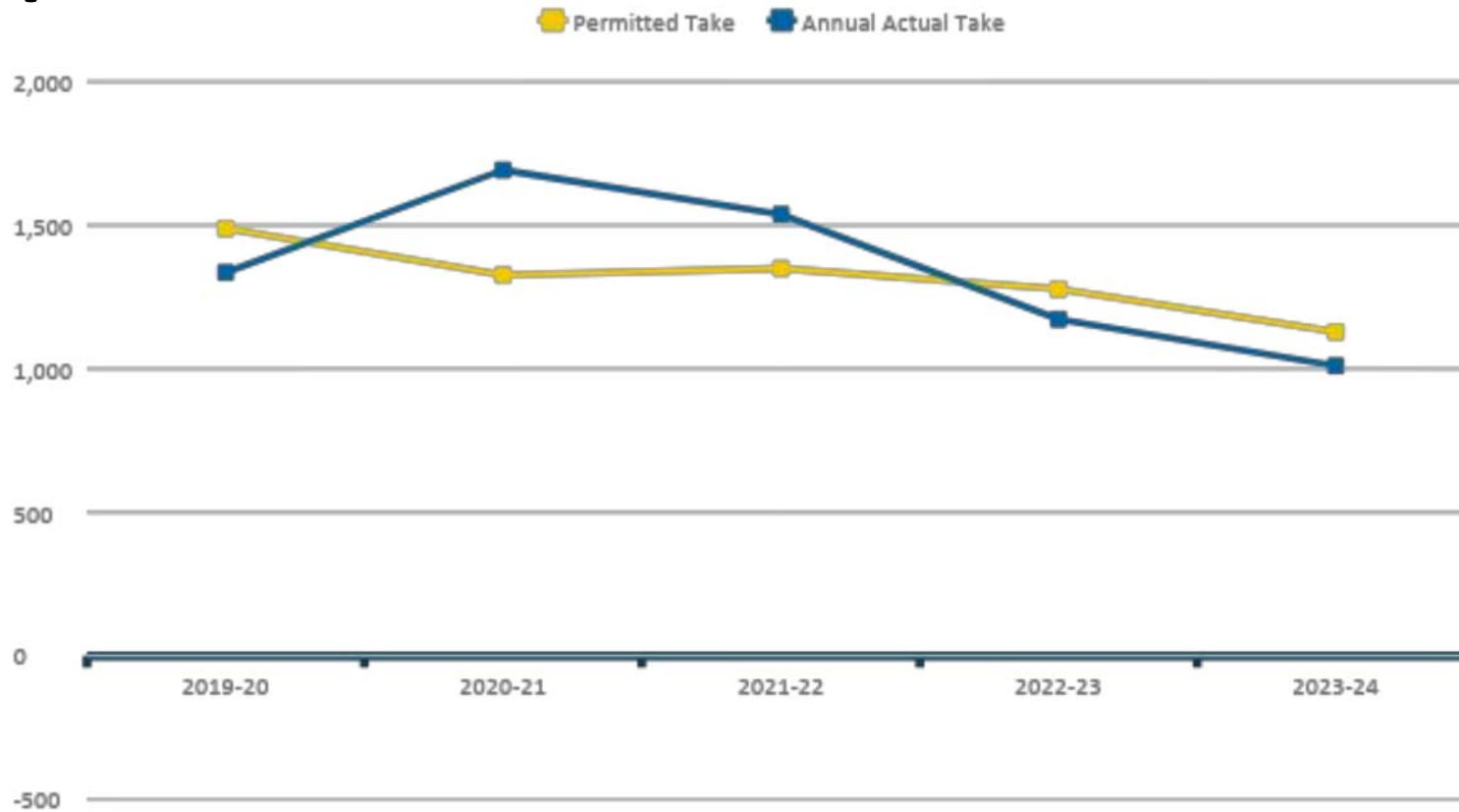
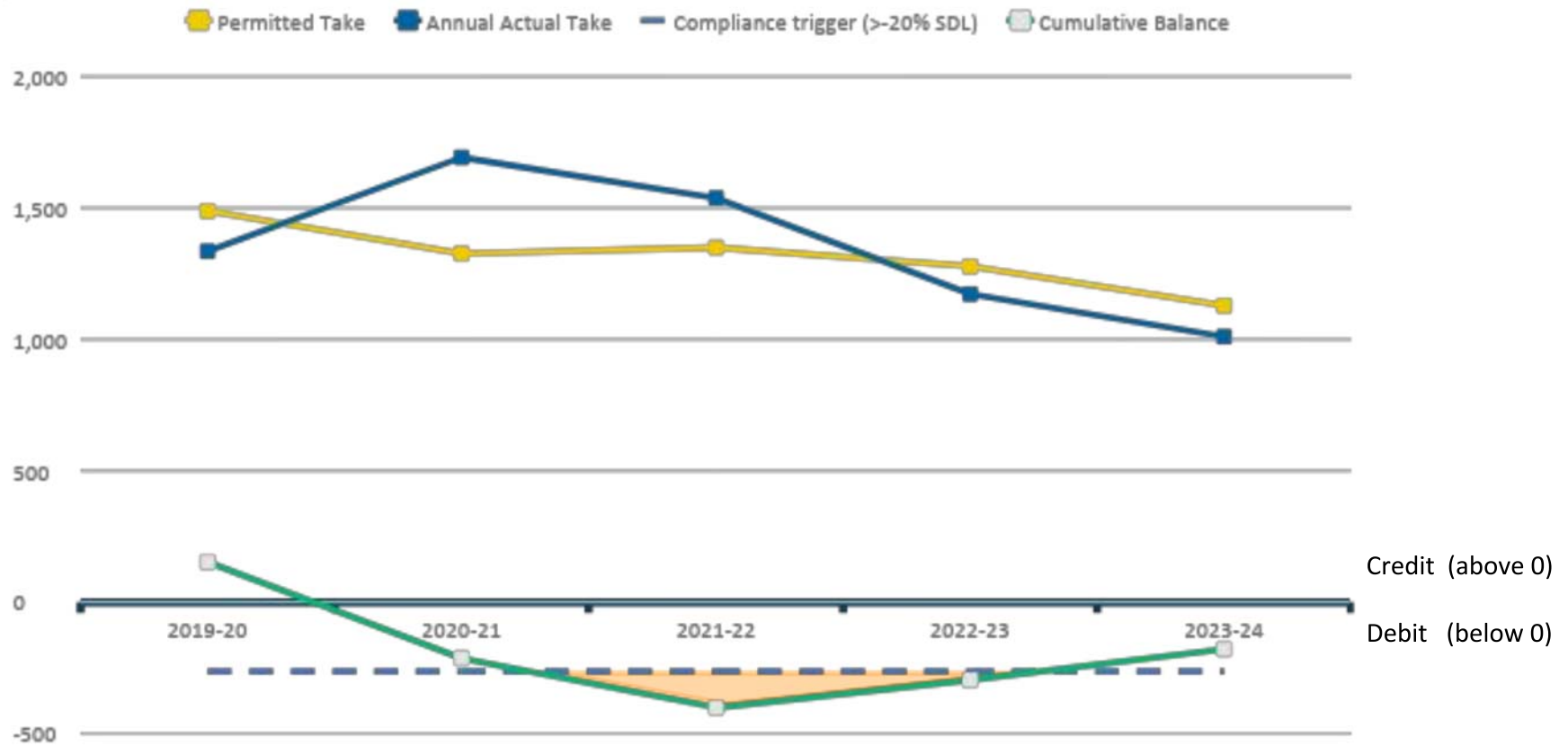





For SDL compliance, annual permitted take is compared to annual actual take



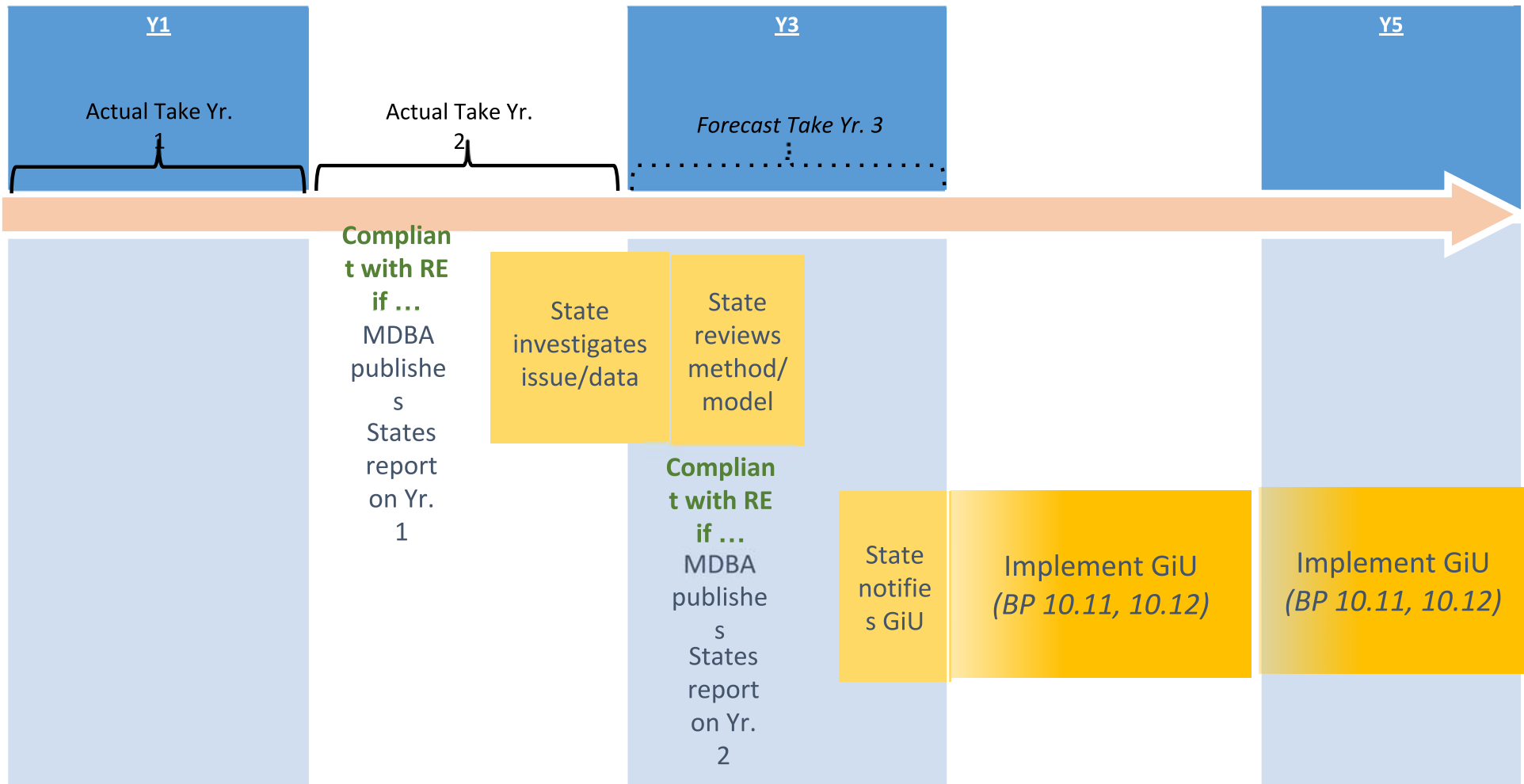
Cumulative balance is compared to compliance trigger from 2019



Compliance test

- 1: Is balance $< 20\%$ of SDL?  **Compliant**
- 2: Is balance $\geq 20\%$ of SDL?
with reasonable excuse  **Compliant with a reasonable
excuse – “make good”**
- 3: Is balance $\geq 20\%$ of SDL?
but no reasonable
excuse  **Non-Compliant –
“make good”**

Reasonable excuse – an example pathway



Next steps

- Finalisation by end September 2018
 - to allow for any legislative amendments to be reflected
 - some changes anticipated to SDL accounting but not to scope of 'reasonable excuse'
- The MDBA will continue to consult with States and peak bodies in the development of the draft Framework
- The MDBA will host webinars on the Framework in July/August