

Decision to exclude companies

August 2023

1 Introduction

According to *KLP's Guidelines for Responsible Investment and Guidelines for Responsible Investments and KLP mutual funds*¹, companies that breach KLP's product-based criteria will be excluded from all KLP and KLP funds' portfolios.

In August 2023 KLP and the KLP funds have decided to exclude a total of 8 companies, on different exclusion criteria and based on the guidelines mentioned above. To read more about our work on exclusions please visit our [website](#).

2 Excluded companies by criteria

KLP's exclusions are based on data and analysis from our data provider MSCI Inc, publicly available company data (including annual reports), and dialogue with relevant companies.

The excluded companies are listed below under the relevant exclusion criteria.

2.1 Gambling

Exclusion threshold 5% revenue

- CDI Escrow Issuer Inc. Gambling.
- LOTTOMATICA GROUP. Gambling.

2.2 Thermal Coal

Exclusion threshold 5% revenue from coal mining or power production from coal, or > 20 million tones extracted yearly

- Huaibei Mining Holdings Co Ltd. Coal power revenue.
- Brickworks Ltd. Coal power revenue.

2.3 Alcohol

Exclusion threshold 5% revenue from production of alcohol

- Bacardi Ltd / Bacardi-Martini BV. Alcohol.

2.4 Weapons

The company is involved in production of controversial weapons.

- Leonardo DRS, Inc. Controversial weapons.

2.5 Environmental damage

Risk of company contributing to serious environmental impact. (Based on NBIM exclusion.)

¹ <https://www.klp.no/en/english-pdf/Guidelines%20for%20KLP%20as%20a%20responsible%20investor.pdf>

- Power Construction Corp of China Ltd
- Power Construction Corp of China

3 Decision

KLP and KLP funds exclude the 8 companies listed above from all of investments effective August 2023.