



Decision to include Raytheon Company

June 2020

Introduction

Raytheon Company (Raytheon) was excluded from KLP and the KLP Mutual Funds in December 2005. The company was involved in the development of key components for cluster munitions and nuclear weapons.

Raytheon has also been excluded from the Government Pension Fund Global since 2005 due to its production of cluster munitions. The Government Pension Fund Global revoked the exclusion based on recommendation from The Council on Ethics ¹. Pursuant to the decision the company has informed that it does not manufacture or sell cluster munitions, land mines, nuclear warheads, or biological or chemical weapons.

The assessment

Raytheon Company is a major American industrial corporation with core manufacturing concentrations in defense and aerospace electronics. Based on the recommendation from the recommendation from The Council on Ethics the company was involved in production of cluster munitions. The company has informed that the company is no longer involved in such business activity.

«Raytheon does not manufacture or sell cluster munitions (as defined in the 2008 Convention on Cluster Munitions), land mines, nuclear warheads, or biological or chemical weapons ».

Since this activity has ceased, and there are no longer grounds to maintain the exclusion of the company.

KLP uses MSCI Inc. as a supplier of analysis and data. According to MSCI, the company is not involved in the production of key components for nuclear or cluster weapons. There is also no other information that would indicate that the company is now involved in such activities.

KLP's decision

KLP has decided to revoke the exclusion of Raytheon Company from KLP and the KLP Mutual Funds' investments from June 2020. ss

¹ <https://etikkradet.no/files/2017/02/Raytheon-rec-ENG-2016.pdf>

