

Decision to exclude companies

June 2022

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 June 2022 KLP and the KLP funds have decided to exclude a total of 18 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 and with the percentage of revenue (in brackets) from the excluded activity.

2.1 Gambling

Exclusion threshold 5% revenue

- Lottery Corp Ltd/The; Gambling (100%).
- Melco Rsrts & Entmt Adr, Gambling (83%)

2.2 Coal

Exclusion threshold 5% revenue from coal mining or energy production from coal, or > 20 millioner tonnes extracted yearly

- Adani Transmission Step-One Ltd; Coal power revenue (21%)
- ContourGlobal Power Holdings SA; Coal power revenue (20%)
- GS Holdings Corp; Coal power revenue (7%)
- Itochu Enex Co Ltd; Coal power revenue (7%)
- Jindal Steel & Power Ltd; Coal power revenue (11%)
- Jizhong Energy Resources Co Ltd; Coal mining revenue (21%)
- Narragansett Electric Co/The; Coal power revenue (46%)
- Public Service Co of Oklahoma; Coal power revenue (20%)
- Shan Xi Hua Yang Group New Energy Co Ltd; Coal power revenue (76%)
- Adani Power; Coal power revenue (99%)
- Inner Mongolia Yitai B; Coal mining revenue (82%)
- Pingdingshan Ti A (HK-C); Coal mining revenue (26%)

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

2.3 Oil Sand

Exclusion threshold 5% revenue

- Athabasca Oil; Oil sand (78%)

2.4 Alcohol

Exclusion threshold 5% revenue from production of alcohol

- Vintage Wine Estates Inc; Alcohol (80%).

2.5 Adult entertainment

Exclusion threshold 5% revenue

- RCI Hospitality Holdings Inc; Adult Entertainment (29%) and Alcohol (44%).

2.6 Cannabis

The company produces and/or sell products containing cannabis for recreational use.

- Canopy Growth; Production and sales of Cannabis.

3 Decision

KLP and KLP funds exclude the 18 companies listed above from all of investments effective June 2022.