

Decision to exclude companies

June 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- or behaviour-based criteria will be excluded from all KLP and KLP funds' portfolios.

In June 2023 KLP and the KLP funds have decided to exclude a total of 12 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 Thermal Coal

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

- WINTIME ENERGY, Coal power revenue
- SDIC POWER HLDGS, Coal power revenue
- SHENERGY CO, Coal power revenue
- ZHEJIANG ZHENENG, Coal power revenue
- Idemitsu Kosan Co Ltd, Coal mining revenue
- YANCOAL AUSTRALIA, Coal mining revenue
- GOLDEN ENERGY AND RES, Coal mining revenue
- SHANXI COAL INTL, Coal mining revenue

2.2 Alcohol

Exclusion threshold 5% revenue from production of alcohol

- SHEDE SPIRITS, Alcohol
- HEBEI HENSHUI, Alcohol

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

2.3 The rights of individuals in situations of war or conflict

Unacceptable risk that the company contributes to violation of human rights in situations of war and conflict

The assessment of, and decisions to exclude the companies below are based on recommendations from the Council on Ethics to Norges Bank Investment Management, and the decisions by Norges Bank to adhere to their recommendations.

- Gail India Ltd,
- KoreaGas corporation

3 Decision

KLP and KLP funds exclude the 12 companies listed above from all of investments effective 01 June 2023.