

Decision to exclude companies that produce alcohol

June 2021

Introduction

KLP and the KLP Funds (KLP) have decided to exclude Shanghai Bairun Investment Holding Group Co Ltd (“Bairun”) from the investment portfolios because they earn more than 5 per cent of their revenues from the production of alcohol.

With effect from May 2019, KLP’s board of directors decided to introduce a product-based criterion for the exclusion of companies involved in the production of alcohol. The rationale behind for the decision can be read in full at klp.no.

Information about the company

Bairun is a China-based company, principally engaged in the research and development, manufacture and distribution of premade cocktails. The company distributes its premade cocktails under the brand name RIO. The company distributes its products mainly within domestic markets.

According to KLPs data provider MSCI, Bairun earns 88.86% of the revenues from the production of alcohol.

Decision

KLP and the KLP Funds have decided to exclude Shanghai Bairun Investment Holding Group Co Ltd from the investment portfolios because the company earn more than 5 per cent of their revenues from the production of alcohol.