



Decision to exclude companies that produce tobacco

June 2021

Introduction

KLP and the KLP Funds (KLP) have decided to exclude Imperial Brands Finance Netherlands and Reinet Investments S.C.A. from the investment portfolios because they earn any, i.e. more than 0 per cent, of their revenues from the production of tobacco.

With effect from June 2021, KLP's board of directors decided to introduce a product-based criterion for the exclusion of companies involved in the production of tobacco. The rationale behind for the decision can be read in full at [klp.no](https://www.klp.no).

Information about the companies

- Imperial Brands Finance Netherlands derives an estimated 95.0 percent of its total revenues from its involvement in Tobacco production, distribution and supply. The company manufacture and market a range of cigarettes, fine cut and smokeless tobacco products, mass market cigars, and tobacco accessories such as papers and tubes¹.
- Reinet Investments S.C.A. is an investment company that has approx. 40 percent of its funds invested in British American Tobacco². This is a company that has all its revenues from tobacco production. Reinet Investments S.C.A. is excluded due to its large share invested in the tobacco industry, which implicates that a large part of the company's expected income derives from this sector.

Decision

KLP and the KLP Funds have decided to exclude Brands Finance Netherlands and Reinet Investments S.C.A. from the investment portfolios because the companies earn more than 0 per cent of their revenues from the production of tobacco.

¹ <https://www.imperialbrandsplc.com/about-us/our-companies/imperial-tobacco.html>

²

https://www.reinet.com/images/investor_relations/reports/annual_report/2020/ar2020_jd834nd62nd81.pdf