

ABP stops investing in fossil fuel producers

Facts & figures

Which investments are involved?

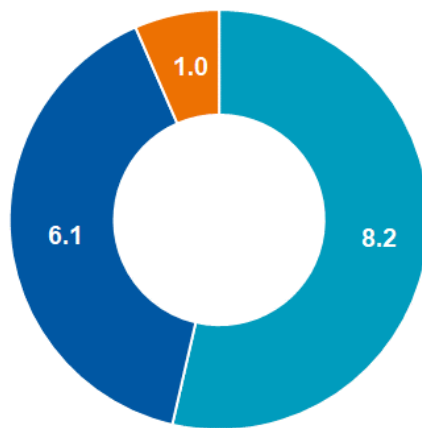
Producers of fossil fuels that generate more than 1% of their revenue from coal mines, oil extraction, and/or gas extraction.



ABP's investments in coal, oil and gas producers*

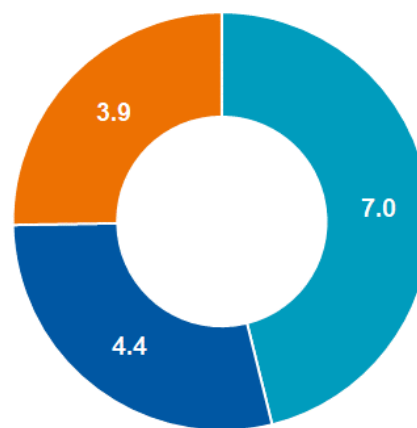
(in € billion, 31-12-2020)

Breakdown by type



- Gas
- Oil
- Coal

Breakdown by asset class**



- Equities
- Bonds
- Alternative investments

* Excluding investments in futures contracts on oil and gas (in total approximately € 11.6 billion) and investments that are not attributable to one energy source with certainty, but probably relate to fossil fuels (in total approximately € 1.6 billion).

**Alternative investments: infrastructure, private equity, hedge funds, natural resources and thematic investments (including ANET).

Futures contracts on oil and gas

In addition to direct investments in oil and gas companies, we also invest in futures contracts on oil and gas. With this we buy the right to buy or deliver a quantity of oil or gas at a certain price on a certain date. Our goal is to take advantage of fluctuations in the price of oil and/or gas. We do not own oil or gas and do not provide financing for its production. We therefore do not include these contracts in the calculation of our total investments in fossil fuels.

Calculation

We calculate the overview of our investments in fossil fuels once a year. We look at a company's actual exposure to fossil fuels. For example, if a company derives 30% of its revenue from fossil fuels, we include it for 30% in our calculations.



Careful execution

We will not rush the sales, in order to achieve the best possible return for our participants.

- ✓ Sale of highly marketable ('liquid') investments expected to be completed by the end of Q1 2023
- ✓ Plan drawn up in 2022 for the sale of fossil investments in liquid commodities and illiquid investments

Already sold at the end of June 2021

- ✓ Coal: all companies that derive more than 30% of their revenue from coal mines
- ✓ Oil sands: almost all companies that derive more than 20% of their revenue from oil sands



What have we already achieved?

By the end of 2020

- ✓ Contribution to SDGs 16.4% of total assets
- ✓ Invested in SDG 7 (Affordable and sustainable energy) € 13.8 billion*
- ✓ Invested in renewable energy € 4 billion
- ✓ CO2 footprint equities compared with 2015 -40%

* €14.9 billion at the end of June 2021

Anticipated next steps in 2022

- ✓ Tightening the CO2 reduction target for investments
- ✓ Tightening the inclusion criteria for bulk consumers of fossil energy
- ✓ Further pressure on the Dutch government to speed up further CO2 pricing and end subsidies on fossil activities
- ✓ Drawing up a plan for phasing out fossil investments in liquid commodities and illiquid investments
- ✓ Tightening the target for investments in SDG 7: Affordable and sustainable energy
- ✓ Tightening objectives in other areas, such as careful handling of nature resources, digitalization and human rights



General disclaimer

The source of the above information is the annual energy exposure analysis. This is a manual analysis that has not been audited by an external auditor. Especially going back to previous years, the quality and completeness of the information cannot be fully guaranteed and certain breakdowns of asset classes could not be easily made. Information has been recalculated for previous years in subsequent years.