



## DEEP DIVE: ADOPTING A STRENGTHENED FOSSIL STRATEGY

### AP PENSION

Danish pension company AP Pension revised its [fossil fuel policy](#) in 2022. The revised policy ensures the company's USD 23 billion fund will only be invested in fossil fuel firms on a net zero pathway and aligned with the Paris Agreement. The strategy includes the following exclusion criteria:

- Coal companies: excluded if they have more than 5% revenue from the extraction of thermal coal or have expansion plans
- Utility companies: excluded if they have more than 25% revenue from energy production with thermal coal or they have expansion plans
- Fossil companies are excluded if they have more than 5% revenue from the extraction of tar/oil sands
- Oil and gas companies are excluded if they have more than 20% revenue from upstream activities

Fossil fuel companies which are assessed to have taken steps towards net zero but cannot yet demonstrate a transition compatible with the Paris Agreement will be placed on AP Pension's observation list.

