



# New EU Requirements on Supply Chains, Digitalization, and Compliance

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July 18, 2025



# Oracle Law Global – At a glance

## About:

- Leading international law firm
- Tailored legal solutions grounded in deep commercial understanding
- **Mission:** help clients manage risk & achieve strategic/financial goals

## Global Presence:

- Offices in: Frankfurt, Naples, Milan, London, Belfast, Addis Ababa, Poznan, Dublin
- Serving multinational corporation, banks, start-ups, public bodies and individuals

## Established Expertise

- Founded 2002 in London – now globally recognized
- Strength: Aviation Law, Banking & Finance, Energy / Oil & Gas, Corporate M&A

## Our Values

- Innovation, collaboration and commercial insight
- Trusted legal partner with solution-oriented mindset
- Consistent high quality service

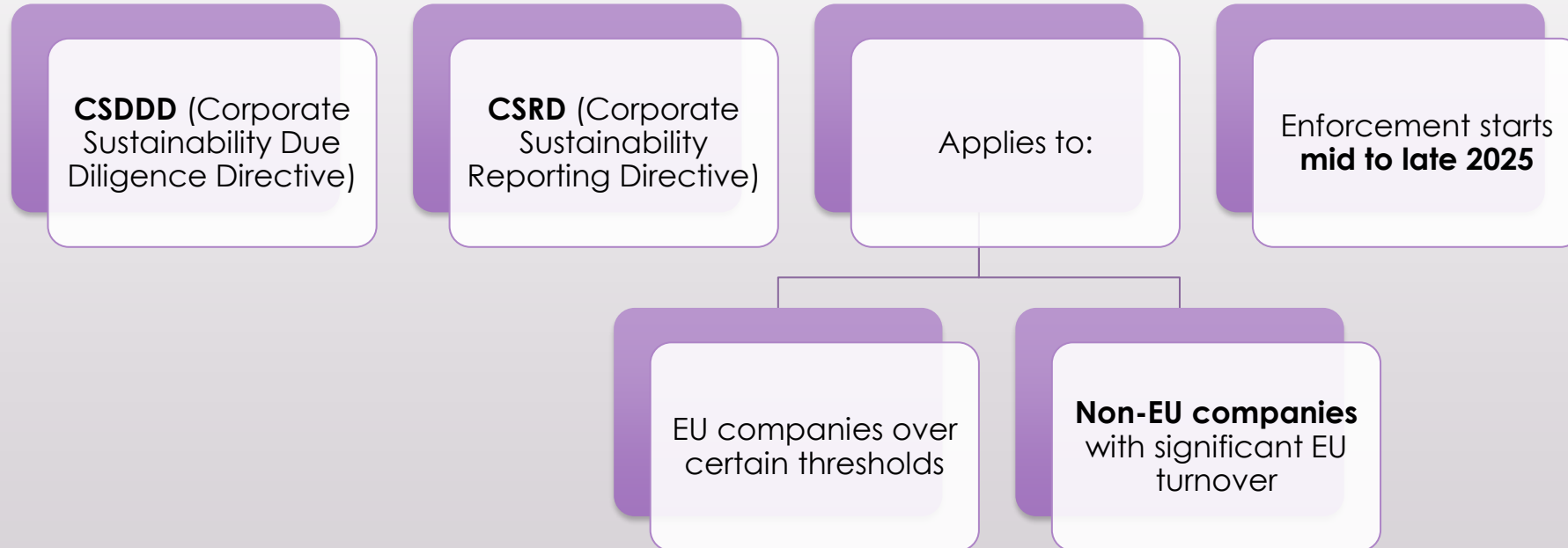
# Agenda

- ▶ EU Supply Chain Due Diligence Rules (CSDDD & CSRD)
- ▶ Digital Compliance (AI Act, DSA, DMA)
- ▶ ESG, Cybersecurity & Data Protection
- ▶ Practical Case Studies
- ▶ Risk Mitigation & Recommendations
- ▶ Q&A



# EU Supply Chain Laws

## - New Legal Landscape in the EU



Who is affected

Thresholds for  
Applicability

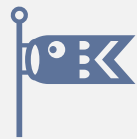


## EU Companies

EU Companies: 1,000+ employees +  
€450M turnover

**AND**

€450M+ global turnover



## Non-EU Companies

**€450M+** EU turnover

**OR**

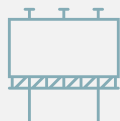
Tier 1 suppliers to EU companies



## Who is affected in Azerbaijan

**Exporters, Subcontractors & Tech  
providers**

Business working directly or indirectly  
with the **EU market**

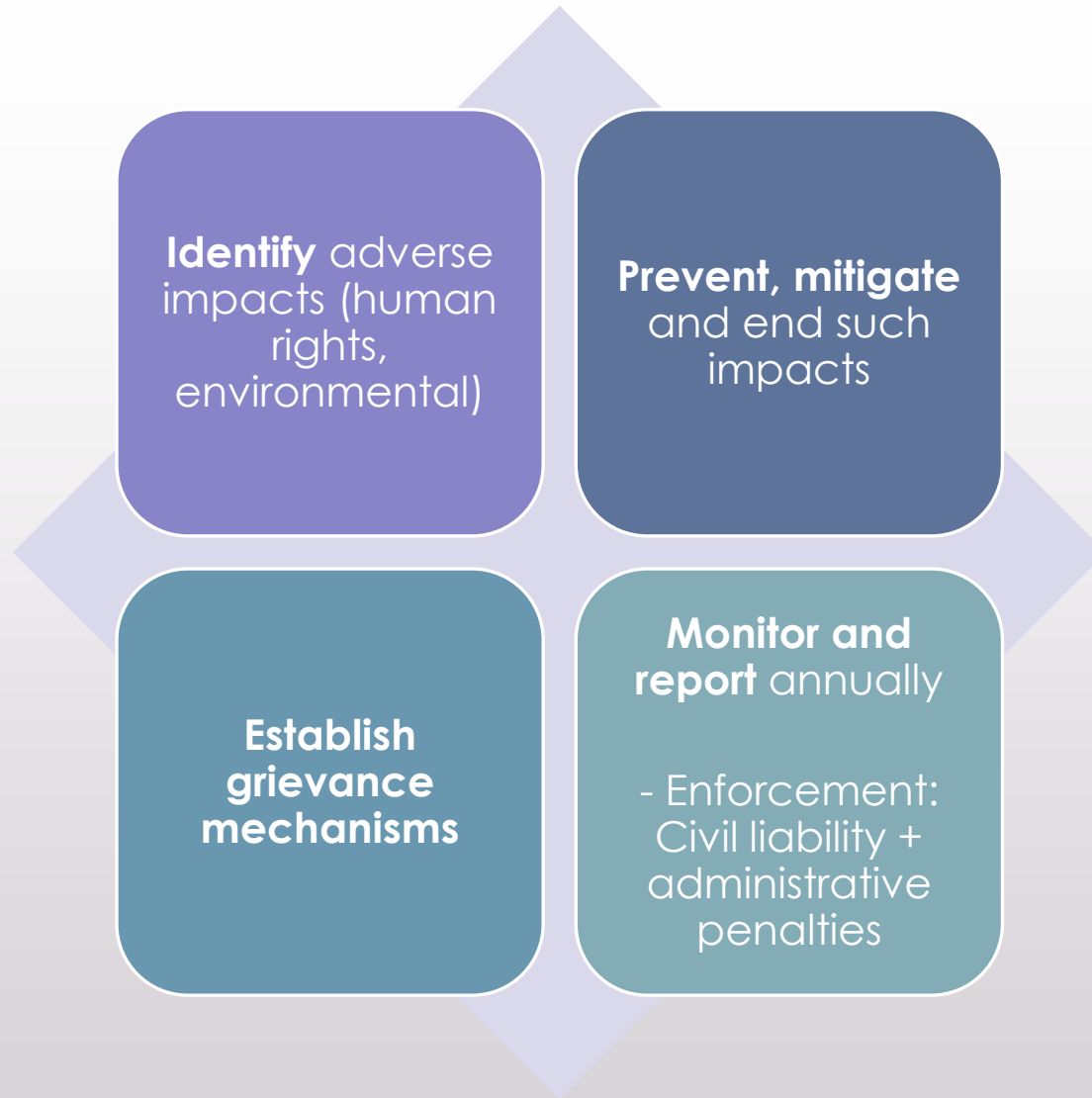


## Examples

**Textile factories** exporting to  
European retailers

**Software companies** providing  
digital tools to EU corporates

**Machinery part suppliers** to  
German manufacturers (OEMs)



## Key Legal Obligations (CSDDD)



## Case Study – EU Retailer Pressures Azerbaijani Supplier

### **Scenario:**

- ▶ Azerbaijani clothing manufacturer supplies a German fashion chain
- ▶ German client demands ESG audit, documentation of due diligence

### **Outcome:**

- ▶ Supplier had no human rights policy or monitoring
- ▶ Lost contract

### **Lessons:**

- ▶ Proactive legal due diligence is critical
- ▶ Develop compliance frameworks now

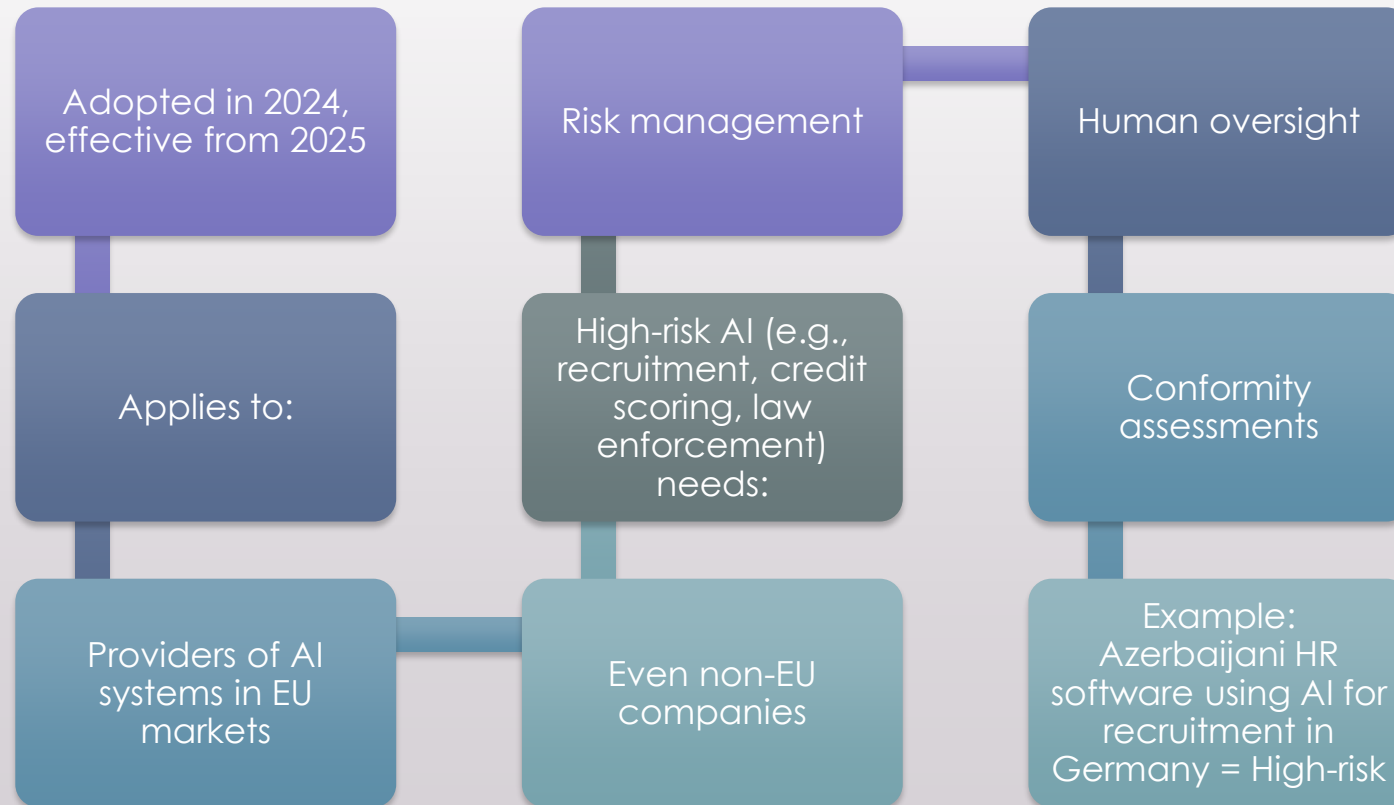
# Digital & AI Compliance

## Overview of EU Digital Rules

Regulation	Applies To	Key Focus
<b>AI Act</b>	Global	Risk-based regulation of AI
<b>Digital Services Act</b>	Online platforms	Transparency & content moderation
<b>Digital Markets Act</b>	Large tech "gatekeepers"	Anti-trust compliance



# AI Act – What You Must Know





## Case Study

### — Azerbaijani AI Start-Up Selling to EU

<b>Scenario</b>	Baku-based startup sells chatbot tools to German SMEs
	EU client asks: “Is it compliant with AI Act?”
<b>Issues:</b>	Lacked documentation, risk classification, user control
<b>Advice:</b>	Conduct risk assessment
	Keep technical documentation
	Consider CE marking for AI systems

## DSA & DMA – Extra- Territorial Reach



DSA: Applies to **digital platforms and intermediaries**

Hosting obligations, content moderation



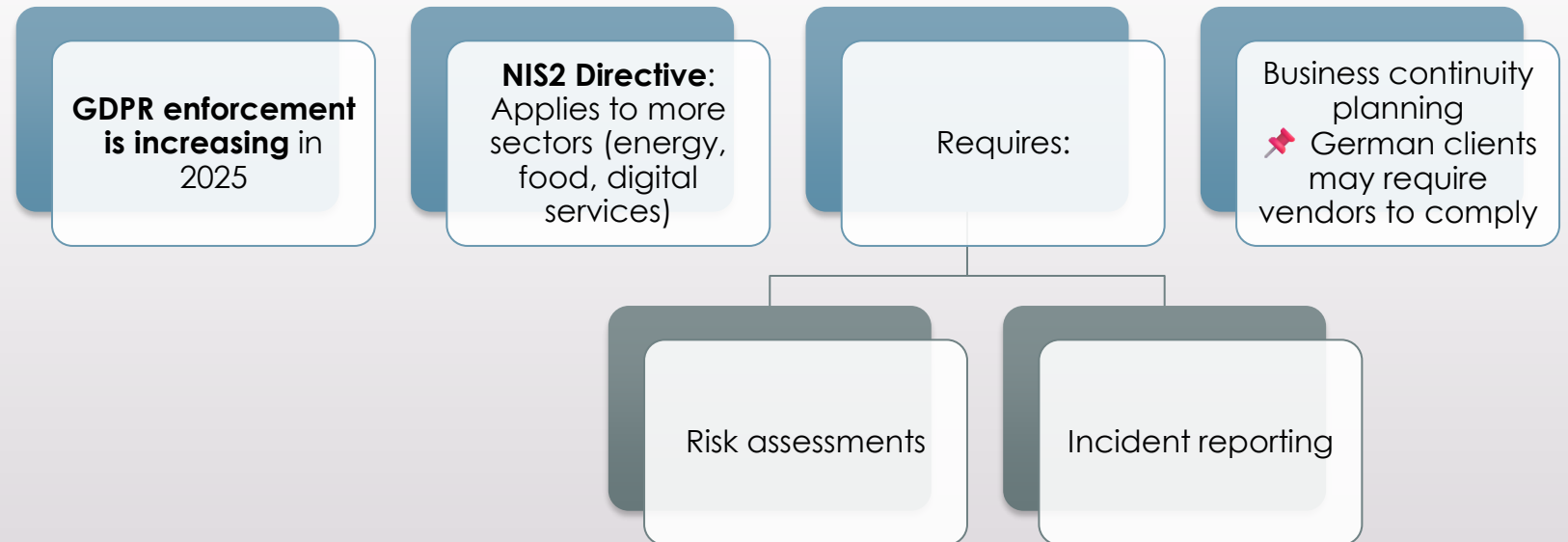
DMA: Targets large gatekeepers (Google, Amazon, etc.), but affects **ecosystems**



Non-compliance = large fines  
✓ Azerbaijani companies hosting EU content or processing EU data **must comply**

Data,  
Cybersecurity

GDPR + NIS2 =  
Data + Cyber  
Resilience



# CSRD – ESG Reporting Starts Now



**Applies to many EU companies from 2025**



Non-EU suppliers affected indirectly



German clients will request:

- Carbon data
- Social & governance metrics
- 💡 Tip: Use **ESG clauses** in contracts and keep a compliance file



Greenwashing Risks

- Only claim what you can prove
- Use EU Taxonomy for ESG-aligned products/services
- Coordinate legal + marketing + compliance teams

## Practical Guidance

What You Can  
Do Now  
– Legal Action  
Plan  
Supply Chain  
Due Diligence



Draft due diligence policy



Update supplier contracts



Train procurement teams  
**Digital Compliance**



AI Act screening



Data flow mapping (for GDPR)  
**Cybersecurity**



Create incident response plan



## Cooperation Opportunities: Azerbaijani- German Compliance Partnerships



Establish joint compliance working groups



Share audit results and certifications



Develop bilingual training materials  
(AZ/DE)



Participate in industry ESG roundtables



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QUESTIONS? – let's keep in touch:

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