

Expansion of EU Forced Labor Laws: The German and Norwegian Supply Chain Acts

The **German Supply Chain Act** (German: Lieferkettensorgfaltspflichtengesetz or LkSG) requires companies to perform due diligence across the entirety of their supply chain — from the sourcing of raw materials to the delivery of finished goods — looking for evidence of human rights or environmental abuses. The human rights violations include issues such as child labor, forced labor, occupational safety hazards, and even using corporate security forces to intimidate employees.

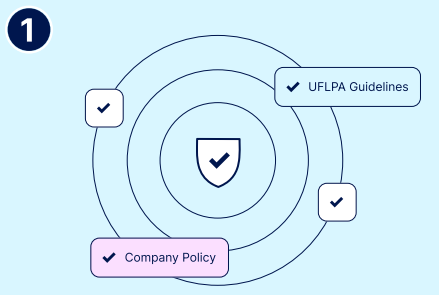
The **Norwegian Supply Chain Transparency Act** requires companies to perform human rights due diligence on their supply chains, and companies must publish an annual report on their due diligence efforts no later than June 30 of the following year.

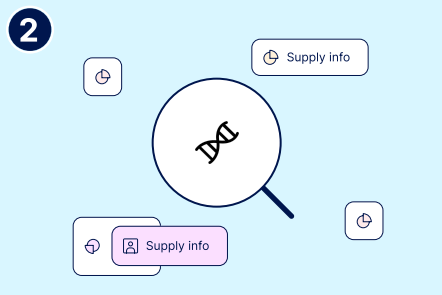
How do Certa's compliance solutions work for forced labor regulations?

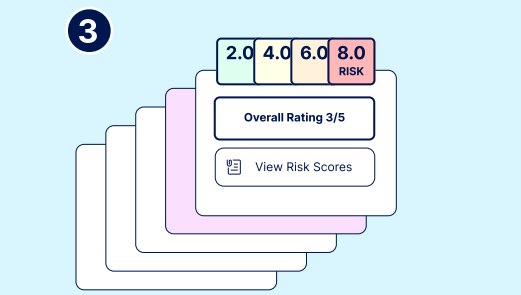
Certa's workflow automation tool combined with integrations with industry-leading data partners, uncover risk factors directly tied to forced labor and modern slavery. Certa's ability to collect information from your suppliers on their own upstream and downstream suppliers and combine that with independently sourced **Tier N illumination** provides a complete view of one's supply chain risk.


In the case of any red flags and/or violations, Certa simplifies remediation via 1) **Auto-alert system** for key stakeholders; 2) Automatic kickoff of **investigative due diligence**; 3) **Adjudication and approval escalation** in a unified platform; and 4) **Templatized reporting**.

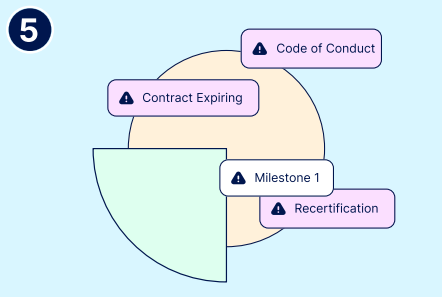
Why Certa?

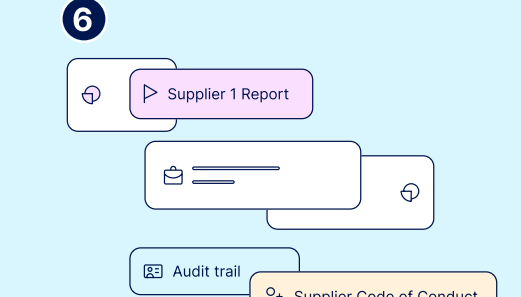
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Ensure a streamlined approach to communicating with suppliers about updated policies and expectations under forced labor laws
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Assist with careful evaluation of modern slavery and forced labor risks with your direct suppliers and their sub tiers in a single unified system
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Support a comprehensive risk assessment of all suppliers that can be continuously updated and monitored
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Incorporate all dimensions of risk including; human rights violations, modern slavery, ESG, compliance, ownership, relationship, regulatory, and more
- 

Manage and track your contractual obligations or remediation activities as well as updating Codes of Conduct
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Leverage robust documentation and audit capabilities

Germany LkSG

Yes No

✓ Does your company have more than 1,000 employees (including full-time, part-time and temporary contracted workers)?

Yes No

✓ Do you have a German Supply Chain Due Diligence Act (LkSG) Disclosure Report published within the last 12-months?

Yes No

Enterprise Risk Management

✓ Is there a formalized risk governance policy approved by management that defines the Enterprise Risk Management program requirements?

Yes No

Send intake questionnaires to suppliers and automatically risk rank based on their responses

Risk Factors

Critical Risk Factors (UFLPA) [Click here to investigate more](#)

✓ Forced Labor Risk (Xinjiang Import Controls Designation) No **Low**

✓ Forced Labor Risk (Entity Located in Xinjiang) No **Low**

✓ Forced Labor Risk (Keywords Found in Company Attributes) Yes **High**

✓ Forced Labor Risk (Owned by Xinjiang-based entity) No **Low**

Screen all disclosed and undisclosed names for forced labor risk and other compliance risk factors

Tier N Suppliers

✓ Do you have any critical suppliers?

Yes No

TIER 2 MAPPING [Edit Sequence](#) [+ Add](#)

NAME	ENTITY TYPE	COUNTRY
Jinzhou Xinyu Material Co., Ltd.	company	CHN

Survey third parties for critical supplier names (Tier N suppliers)

Tier N Detail [Assign](#) [...](#)

TIER 2 MAPPING [Edit Sequence](#) [+ Add](#)

NAME	UFLPA RISK	COUNTRY	SAYARI GRAPH LL	STATUS	ADJUDICATE
>	No	CHN	Investigate	SCREENED - NO HITS	Adjudicate
>	No	CHN	Investigate	SCREENED - NO HITS	Adjudicate
>	Yes	CHN	Investigate	BLOCKED	Adjudicate
>	No	USA	Investigate	SCREENED - NO HITS	Adjudicate

TIER 3 MAPPING [+ Add](#)

NAME	UFLPA RISK	COUNTRY	SAYARI GRAPH LL	STATUS	ADJUDICATE
>	No	IRL	Investigate	FALSE POSITIVE	Adjudicate

Perform investigative due diligence on any red flags. Plus, adjudicate hits, escalate for approval, and manage any remediation efforts on a single, unified platform

Certa offers automated solutions for enterprises to comply with legal requirements such as the German Supply Chain Act (LkSG), covering areas like risk, compliance, ESG, and contract management. Key features of Certa's solutions include conducting due diligence on third parties, accessing third party data from government databases and best-in-class data partners, efficient built-in reporting and documentation capabilities, comprehensive audit trails to make audits simple, and much more.

[Schedule a demo](#) to learn how we can help your business ensure compliance with the German and/or Norwegian Supply Chain Acts.