International Business and Human Rights

Businesses operate in a complex global environment and face unique challenges when operating in areas affected by social, political and economic instability or when managing larger, more sophisticated supply chains. The convergence of technology, social media and more targeted activism also means consumers, investors and shareholders often find out about human rights impacts before businesses do.

Understanding human rights impacts is an essential component of integrity, risk management and citizenship. In addition to minimizing litigation risks, demonstrating respect for human rights is vital to building a culture of trust and integrity, protecting brand profile and enhancing reputation, managing investor and shareholder relations and making companies attractive business partners.

The increasing convergence of human rights standards, such as the United Nations Guiding Principles on Business and Human Rights, with domestic legislation and international standards also demonstrates a global trend of expected business conduct. Businesses need a proactive approach that balances short-term goals with a long-term vision. An effective strategy that takes into account emerging expectations of business conduct can also enhance business stability, productivity, and long-term profitability.

DLA Piper has a dedicated International Business and Human Rights team led by international business and human rights lawyers with multi-jurisdictional, cross-practice experience to support business in this emerging area.

Risk management

Sound risk management is about having effective systems and processes for identifying and preventing or responding to adverse human rights, social and community impacts. The journey starts with a strong policy commitment to set the tone from the top on a business’s approach to human rights.

Reporting and disclosure

Reporting and disclosure requirements are increasingly focusing on encouraging transparency and requiring businesses to disclose human rights, social and community risks as well as information on human rights policies and their effectiveness. Examples include the UK Modern Slavery Act 2015, narrative reporting requirements in the Companies Act 2006 (Strategic Report and Directors’ Report) Regulations 2013, the "Dodd-Frank Act", the Californian Transparency in Supply Chain Act 2010 and developments across Europe for transparency-based legislation and the implementation of the non-financial reporting Directive.
Crisis management

When operating in emerging markets businesses often face unforeseen social, political and economic challenges due to poor governance, corruption, political instability and social incohesion. In contrast to risk management, which involves identifying potential impacts and seeking to avoid them, human rights crisis management involves dealing with unforeseen impacts as they occur.

When a business faces criticism or unexpected human rights-related issues, such as adverse impacts on physical or sexual integrity of workers or local community members, or land rights related disruption to operations, DLA Piper can help clients effectively respond with its global investigation and crisis management capability.

Supply chain management

An estimated 80% of global trade passes through supply chains, so it is vital for businesses to manage human rights issues associated with them. This is integral to protecting brand, managing legal, regulatory and reputational risks and for effective expansion into new markets. Sustainable supply chains and ethical procurement procedures make good business sense and create long-term social and economic value for all stakeholders involved in bringing products and services to the market.

Project finance

Institutional investors and financial institutions increasingly require businesses to identify and manage social and human rights issues related to their activities as a condition of providing funding. Examples of standards that incorporate requirements related to human rights include the IFC Performance Standards, Equator Principles, OECD Common Approaches and OECD Guidelines on Multinational Enterprises and are applicable to most of the world's largest financial institutions.

INSIGHTS

Publications

Supply chain human rights risk management: Blockchain and emerging technology

8 NOV 2018
Global businesses, financiers and investors are faced with an increasingly complex and interconnected legal, financial and reputation risk agenda related to human rights and other responsible business conduct issues.

What can Al Capone teach us about business and human rights?

23 MAY 2018
You may well ask - how on earth can a mafia capo in Chicago from the early 20th century have anything to do with Business and Human Rights in the 21st century?

Export control: finally, at long last, the "Licence Zero"

8 FEB 2018
The new Legislative Decree no. 221 of 15 December 2017 entered into force on 1 February 2018.

Business and Human Rights: interaction of human rights impact assessment and legal advisory work

5 FEB 2018
Adding a human rights layer to legal and commercial considerations can raise complex challenges for businesses and their advisors. For business lawyers and their clients, addressing these challenges requires more than just technical, legal advice and purely legal solutions.

The role of mediation in business and human rights disputes

20 DEC 2017
The United Nations Forum on Business and Human Rights brings together business, governments, civil society and the legal profession to develop thinking and share best practice in this emerging area of law and practice. At the 6th Annual Forum, DLA Piper lawyers Sarah Ellington and Jess Hogan were joined by representatives from Anti-Slavery International, Doughty Street Chambers, Freshfields Bruckhaus Deringer and Sancroft International to present a live mediation role play. The role play was intended to explore the potential for mediation to resolve business and human rights disputes, particularly in cross-border cases.

United Nations Forum on Business and Human Rights - lessons for business lawyers and their clients

20 DEC 2017
This year, the United Nations Forum on Business and Human Rights brought together businesses, governments and civil society to develop thinking and share best practice in this emerging area of law and practice. For businesses, a number of key themes continue to develop pushing respect for human rights and responsible business conduct further up the corporate agenda.

The UK's role in Jordan and the wider Middle East post-Brexit

14 DEC 2017
In a week of significant developments in the Middle East, Theresa May's speech in Jordan on 30 November 2017 outlined her vision for the UK's post-Brexit relationship with Jordan and the wider region, focussing on a commitment to support national prosperity and regional security.

New guidance for lawyers advising clients on human rights risks

19 JUL 2017
On 17 July 2017, the International Bar Association Legal Policy and Research Unit (LPRU) released a Handbook for Lawyers on Business and Human Rights to provide guidance for business lawyers and their corporate clients on how to address human rights risks in corporate and commercial transactions.

Events
Previous
TopCo liability panel
25 JUN 2019
London
DLA Piper announces partnership promotions for 2019
1 APR 2019
DLA Piper is proud to announce that 77 lawyers have been promoted to its partnership. The promotions are effective as of April 1, 2019 in the United States and May 1, 2019 for EMEA and Asia Pacific. The promotions were made across many of the firm's practice areas in 43 different offices throughout 20 countries.

DLA Piper hosts leading business and diplomacy conference
14 MAR 2019
DLA Piper's London office has hosted the Annual Conference of the International Diplomatic and Business Exchange (IBDE).

DLA Piper's GTGA team named Sanctions Law Firm of the year 2018
27 JUL 2018
DLA Piper's Global Trade and Government Affairs (GTGA) team has been named Sanctions Law Firm of the year, Europe, at this year's WorldECR Awards.

Six months until GDPR: companies still reporting low levels of preparedness
15 Nov 2017
For the over 200 organisations responding to DLA Piper's Data Privacy Scorebox online survey tool since the start of the year, the average alignment score with all key international data privacy principles was 31.5%, as against an 38.3% average score for respondents in the 2016 calendar year.

DLA Piper launches UK Diplomatic Service offering
DLA Piper successfully launched its UK Diplomatic Service offering on Wednesday 18 October with presentations and a panel discussion at Grosvenor House, Mayfair.