

GRC Trends in 2025

Strengthening Your Compliance Strategy: The 10 Key GRC Trends Shaping Your Journey



GRC Trends

01 Digital Resilience as a Business Imperative	3
02 Sustainability and ESG Compliance in Strategic Decision- Making	4
03 Artificial Intelligence (AI) and Responsible Innovation in GRC	4
04 Hyperautomation for Enhanced Efficiency	5
05 Product and Supply Chain Compliance	5
06 Workforce Transformation in GRC Functions	6
07 Unified GRC Frameworks for Integrated Governance	6
08 Business Continuity and Crisis Management Integration	6
09 Third-Party and Supply Chain Risk Management	7
10 Data Governance and Integration	8



Shaping the Future with GRC

In 2025, the Governance, Risk, and Compliance (GRC) landscape will continue to be defined by evolving regulatory frameworks, technological advancements, and shifting stakeholder expectations – making GRC even more critical to organizational resilience and bottom-line success.

Businesses across industries, particularly those managing complex risk landscapes, must continuously adapt to these developments to maintain resilience and remain competitive. This includes regulatory updates, such as stricter data privacy laws and ESG reporting requirements, as well as technological advancements like AI-driven solutions.

To successfully navigate the demands of digital transformation and regulatory evolution, here are the key GRC trends to watch and implement in 2025:

01 Digital Resilience as a Business Imperative

The rapid advancement of digitalization is transforming nearly every aspect of economic activity – from communication and business models to products and payment processes. The future success of organizations strongly depends on their ability to leverage new technological opportunities while actively managing their associated risks.

For compliance functions, this digital evolution is reshaping responsibilities while simultaneously offering access to innovative tools that enhance operational efficiency and risk management. Emerging technologies, such as AI-driven monitoring and automated reporting systems, empower compliance teams to identify vulnerabilities faster and mitigate risks more effectively.

Risk Assessment Risk Identification of Regulatory Requirements

Risk Identification

Risk Identification

Risk Identification

Risk Identification

Risk Identification

Regulatory Requirements

Partner Compliance Management

Transaction Monitoring

Source: PwC study (2024): "Compliance Transformation 2025+"

The always evolving regulatory frameworks increasingly emphasize the need for operational resilience against cyber threats and disruptions. A prime example is the <u>Digital Operational Resilience Act (DORA)</u>, which takes effect on January 17, 2025. DORA requires financial institutions in the EU to strengthen their digital infrastructures to withstand cyber incidents and ensure business continuity.

While <u>DORA</u> mainly targets financial institutions, its principles, such as implementing robust incident response frameworks, continuous risk assessments, and stringent third-party vendor oversight, set a benchmark for organizations across all sectors. Meeting these requirements is not only about regulatory compliance, but also about building trust in an increasingly interconnected digital ecosystem.



02 Sustainability and ESG Compliance in Strategic Decision-Making

<u>Environmental, Social, and Governance</u> (<u>ESG</u>) considerations have become central for long-term business success.

Organizations are held accountable for their environmental impact, social contributions, and governance standards, making <u>ESG</u> a critical factor in strategic decision-making. Regulatory frameworks are simultaneously evolving to reinforce this shift.

The <u>Corporate Sustainability Reporting</u>
<u>Directive (CSRD)</u>, effective January 1, 2025, expands reporting requirements for large organizations, mandating greater transparency on ESG performance. This directive emphasizes the need for comprehensive data collection, ongoing risk assessments, and standardized reporting processes to ensure accurate disclosure and accountability.

To meet these expanding obligations, leveraging GRC platforms for ESG data management and reporting will be essential. Tools like <u>ADOGRC</u> empower organizations to centralize ESG data, streamline compliance tasks, and proactively manage sustainability risks. By integrating these solutions, companies can not only meet regulatory expectations but also drive sustainable growth, enhance stakeholder trust, and strengthen their market positioning.

03 Artificial Intelligence (AI) and Responsible Innovation in GRC

Al-driven GRC solutions are transforming risk management by automating <u>compliance</u> monitoring, improving anomaly detection, and providing predictive insights for potential risks.

However, as AI becomes more embedded in GRC tools, organizations face increased scrutiny regarding ethical AI use data validation, security and cost-efficiency. The integration of AI can be highly resource-intensive, making it more challenging for organizations.

To overcome these challenges, many businesses are turning to holistic GRC platforms that combine elaborate compliance applications with features for monitoring, control, and risk assessment – offering significant advancements at a fraction of the cost of custom-built AI solutions. Comprehensive solutions, such as unified compliance platforms like ADOGRC, provide pre-configured scenarios that streamline real-time compliance management while incorporating an Al-powered chatbot. This chatbot not only provides users with contextspecific information but also analyses legal texts and identifies gaps in compliance frameworks by mapping them to the organization's processes. This allows businesses to proactively address compliance issues and ensure seamless alignment with regulatory requirements.





To maximize the benefits of AI, organizations are also implementing governance frameworks that:

- Mitigate algorithmic bias.
- Ensure explainability of AI-generated insights.
- Maintain human oversight of decisionmaking.

Regulators and stakeholders alike are prioritizing responsible AI practices to ensure fairness, transparency, and compliance with regulatory requirements.

04 Hyperautomation for Enhanced Efficiency

Hyperautomation integrates technologies such as <u>robotic process automation (RPA)</u>, AI, and machine learning (ML) to streamline workflows, reduce manual tasks, and increase process reliability. By leveraging hyperautomation, organizations can:

- Automate regulatory change monitoring.
- Enhance compliance audits and documentation.
- Improve decision-making with realtime data insights.

This trend aligns with the broader push toward cost efficiency and process optimization across industries in 2025.

05 Product and Supply Chain Compliance

The latest <u>PwC 2025 study</u> emphasizes that compliance is evolving from a traditionally reactive, control-oriented function, primarily intended to ensure compliance with regulations aimed solely at regulatory adherence, to a proactive, strategic function that promotes innovation and business growth. This evolution is particularly evident regarding supply chain compliance, where increasing obligations, especially around environmental standards, sustainability, and resilience, are reshaping expectations.

For example, regulations on supply chain due diligence emphasize the importance of a transparent end-to-end view. Ensuring regulatory alignment and operational integrity has become critical not only for avoiding regulatory penalties, but also for safeguarding brand reputation and meeting the rising expectations of consumers, investors, and regulators.

This is where comprehensive compliance libraries play a critical role. They simplify the management of compliance obligations by centralizing regulatory requirements, increasing visibility, and promoting consistent adherence across business units.

The <u>ADOGRC Compliance Library</u> addresses these challenges by providing over 1,000 control objectives – covering more than 30 standards and over 40 domains. Based on the <u>Secure Controls Framework (SCF)</u> and BOC Best Practices, it helps to cover standards like <u>ISO 27001</u>, ISO 31000, <u>NIST CSF 2.0</u>, EU-GDPR, <u>EU-DORA</u>, EU-NIS2, BSI 200-1.



06 Workforce Transformation in GRC Functions

As GRC processes become more data-driven and complex, organizations are expanding their teams to include multidisciplinary expertise, such as data science, legal compliance, and cybersecurity.

A recent <u>PwC study</u> shows that many organizations are increasing their compliance headcount, with a focus on recruiting specialists capable of managing emerging regulatory challenges and navigating complex risk environments. Beyond hiring, many businesses are also investing in <u>GRC tools</u> that streamline data management, automate compliance tasks, and support better decision-making.

By fostering a skilled, technology-enabled workforce, businesses can not only keep pace with regulatory demands but also enhance agility, resilience, and strategic decision-making in their GRC functions.

07 Unified GRC Frameworks for Integrated Governance

Organizations are increasingly moving towards a <u>unified approach to GRC</u> by integrating governance, risk management, compliance, and business continuity into a single, cohesive management system. This transformation reflects a growing need for collaboration and efficiency across GRC functions in response to evolving regulatory demands and complex risk environments.

Key benefits of this integrated approach include:

- Breaking down silos between departments, fostering cross-functional collaboration.
- Improving data consistency and transparency by centralizing information and processes.
- Simplifying reporting and enhancing decision-making through standardized data insights.

Industry research indicates that organizations adopting integrated GRC frameworks and tools, experience enhanced operational efficiency and a more cohesive risk management strategy. This provides businesses with real-time visibility into compliance performance, improved risk oversight, and streamlined reporting – supporting both strategic goals and regulatory requirements.

08 Business Continuity and Crisis Management Integration

Business continuity planning is becoming an integral part of broader GRC frameworks to enable a coordinated and proactive response to potential disruptions. Key focus areas include:



- Developing crisis simulation exercises to test and refine response strategies.
- Aligning continuity plans with risk management systems for a comprehensive approach.
- Streamlining internal communication to enable faster decision-making and response during critical incidents.

Standards such as ISO 22301 and BSI 200-4 provide structured guidance for implementing Business Continuity Management (BCM), ensuring alignment with best practices and regulatory requirements. Additionally, regulations like NIS-2 and <u>DORA</u> emphasize the importance of resilience and recovery capabilities.

This proactive approach enables organizations to mitigate the impact of crises and ensure operational resilience in uncertain environments. Strong BCM processes not only minimize downtime but also protect reputation and stakeholder trust.



09 Third-Party and Supply Chain Risk Management

Organizations face growing pressure to ensure transparency and accountability across their extended ecosystems.

Regulatory developments, such as supply chain due diligence requirements, emphasize the importance of third-party risk assessments to safeguard compliance, operational stability, and reputational integrity.

Key strategies for effective third-party and supply chain risk management include:

- Conducting regular vendor audits to assess their compliance status and performance.
- Implementing risk scoring for suppliers to monitor related risk levels.
- Enhancing collaboration with partners to align on compliance goals.

Effective third-party risk management reduces vulnerabilities, but also strengthens reputational trust by demonstrating a commitment to responsible business practices.

ADOGRC's Internal Audit offers a robust framework for conducting efficient, third-party audits. By improving risk visibility, ensuring corrective action implementation, and streamlining regulatory reporting.



10 Data Governance and Integration

With increasing regulatory requirements and rapid digital transformation, as well as the ever-growing amount of uncontrolled data, data governance becomes a vital GRC component in 2025.

Organizations are investing in data quality, validation and integration to:

- Ensure accurate compliance reporting by improving data reliability and consistency.
- Enable real-time insights across governance functions for faster, more informed decision-making.
- Track data lineage for better transparency and accountability.

Integrated data platforms not only improve reporting accuracy but also support more strategic decision-making within risk and compliance processes.

With its advanced capabilities for data validation, risk scoring, and automated reporting, <u>ADOGRC</u> enables organizations to streamline compliance workflows and improve data integrity.

Looking Ahead: Preparing for 2025 and Beyond

To succeed in this evolving GRC landscape, organizations must adopt *proactive* and *resilient* strategies that balance both compliance and innovation. With crucial regulatory milestones on the horizon – such as <u>DORA</u> and <u>CSRD</u> – businesses need a comprehensive approach that integrates advanced technologies and aligns with evolving stakeholder expectations.

By addressing these trends and leveraging GRC tools, organizations can:

- Strengthen digital resilience in line with evolving regulatory frameworks.
- Meet reporting obligations through automated data management and enhanced transparency.
- Streamline governance systems for improved efficiency, visibility, and decision-making.

Companies that embrace these strategies are well-positioned to transform regulatory challenges into strategic opportunities, driving sustainable growth, operational excellence, and stakeholder trust in the years ahead.



Contact us

Need help navigating your individual GRC challenges? Contact our experts to strengthen your business resilience for 2025.

Reach out