

## **EU Data Act**

Cloud and Edge Computing Services: Key Customer Contract Requirements for Cloud Switching

The EU Data Act requires service providers to provide for minimum contractual requirements to allow for a switching of cloud and edge services to another provider or to on premise infrastructure, or to erase its exportable data. Key steps for compliance include the following:

1. Identify and categorise exportable data



Categorise and list exportable data and non-exportable data eligible to switching, while protecting IP rights, trade secrets and innovation derived from data produced by the use of a cloud service that might be ported to a competing provider:

- Exportable Data: Data provided by the customer including any personal data, and data, metadata and digital assets, directly or indirectly generated or cogenerated by service use, excluding non-exportable data.
- Non-exportable data: Data specific to the contractual relationship, and data, metadata and digital assets protected by IP rights, or business secrets of the provider or third parties.

2. Meet switching deadlines



- Mandatory Maximum Transitional Period: Ensure that switching process is initiated without undue delay and within 30 calendar days after a maximum 2 months from the customer's written request. This deadline can be extended:
  - By the provider: If meeting the deadline is technically not feasible, the provider notifies the customer within 14 days and may extend the deadline up to 7 months, ensuring service continuity during this period.
  - By the customer: Once and for a period deemed appropriate.

3. Keep in mind other provider requirements throughout switching



- Offer reasonable assistance to customer and authorised third parties.
- Maintain business continuity and service performance as contractually agreed.
- Provide clear information about known risks affecting service continuity.
- Maintain high level of data security, particularly during transfer and retrieval period.
- Support the customer's exit strategy, including by providing relevant information.
- **Define reduced switching charges** in line with gradual steps during transitory period from 11 January 2024 to 12 January 2027.
- Notify customer of contract termination upon successful completion of the switching processor at the end of notice period where customer wants to erase data instead of switching.
- Ensure full erasure of all exportable data.
- Optionally, specify proportionate penalty fees for early termination.