

CORPORATE SOCIAL RESPONSIBILITY FOR ALL (CSR FOR ALL)

CORPORATE SOCIAL RESPONSIBILITY FOR ALL
NATIONAL REVIEW REPORT
AZERBAIJAN

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The survey which includes desk and primary researches conducted by BCP Caspian Consultancy Company

29 april - 28 may 2015

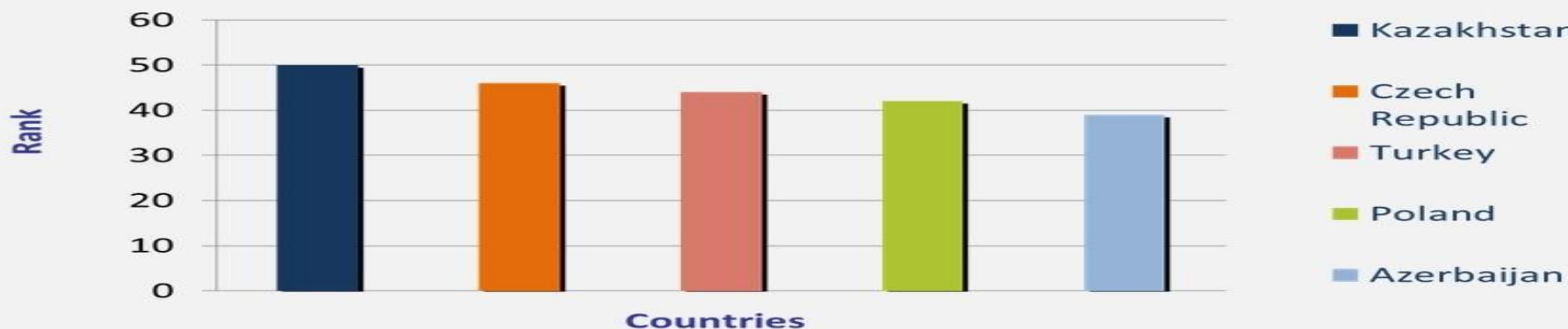
The questionnaire were distributed among 300 company, in total 75 completed surveys were received from companies

AZERBAIJAN IN BRIEF

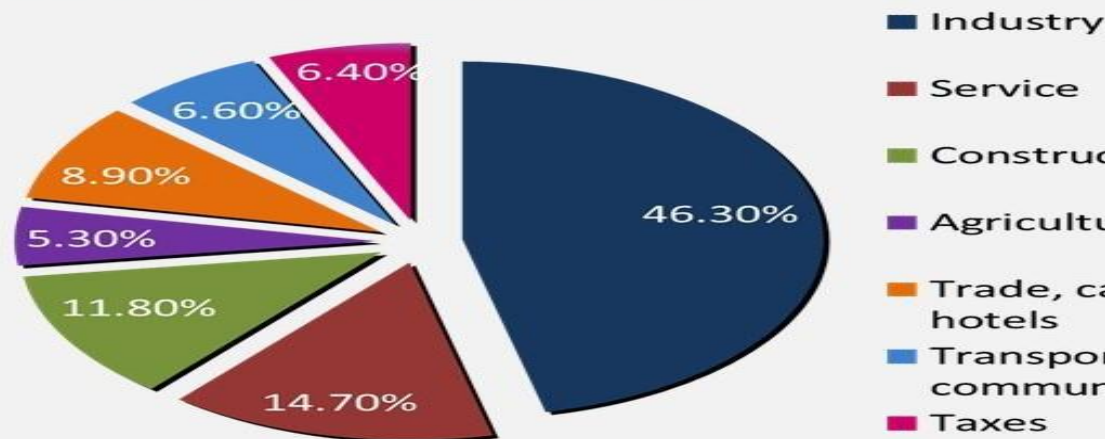
Territory: 86.600 sq.km
Population (2013): 9,5 mln.
Head of State: President
Religions: Islam, Christianity, Judaism

Legal system: Civil Law
GDP (2013): 76.01 billion USD
Exports (2013): 23.9 billion USD
Imports (2013): 9.6 billion USD

The 1st among CIS countries (5 times running), 39th among 148 countries according to the Global Competitiveness Report 2013-2014.



GDP per sector of the economy (2013)



Azerbaijan has one of the fastest growing economies in the world due to oil and gas extraction. Revenues from the State Oil Fund have been funnelled towards public expenditure. As a result, the construction, banking and real estate sectors have expanded very fast.

economic expansion in Azerbaijan slowed to 2.8% in 2014 from 5.8% in 2013, mainly because the petroleum sector contracted by 2.9%

Largely dependent on public investment, the economy outside the oil sector expanded by 7.0%, down from 10.0% in 2013 as spending on infrastructure was constrained.

growth is projected to recover slightly to 3.0% in 2015 before reverting to 2.8% in 2016 as public investment moderates.

Planned investment in infrastructure should offset declines in the oil sector, aiding non-oil growth in 2015 and 2016. However, growth could be less if declining oil revenue constrains budget outlays more than anticipated

What this situation brings?

Considering the above stated, it may be predicted that the local business can be stressed by the economic crisis. However, at the same time, such a situation brings new opportunities, need for revision of a company structure and values. While business persons are complaining about difficulties, sustainable business models can be successfully offered and applied in entities looking for a new approach.

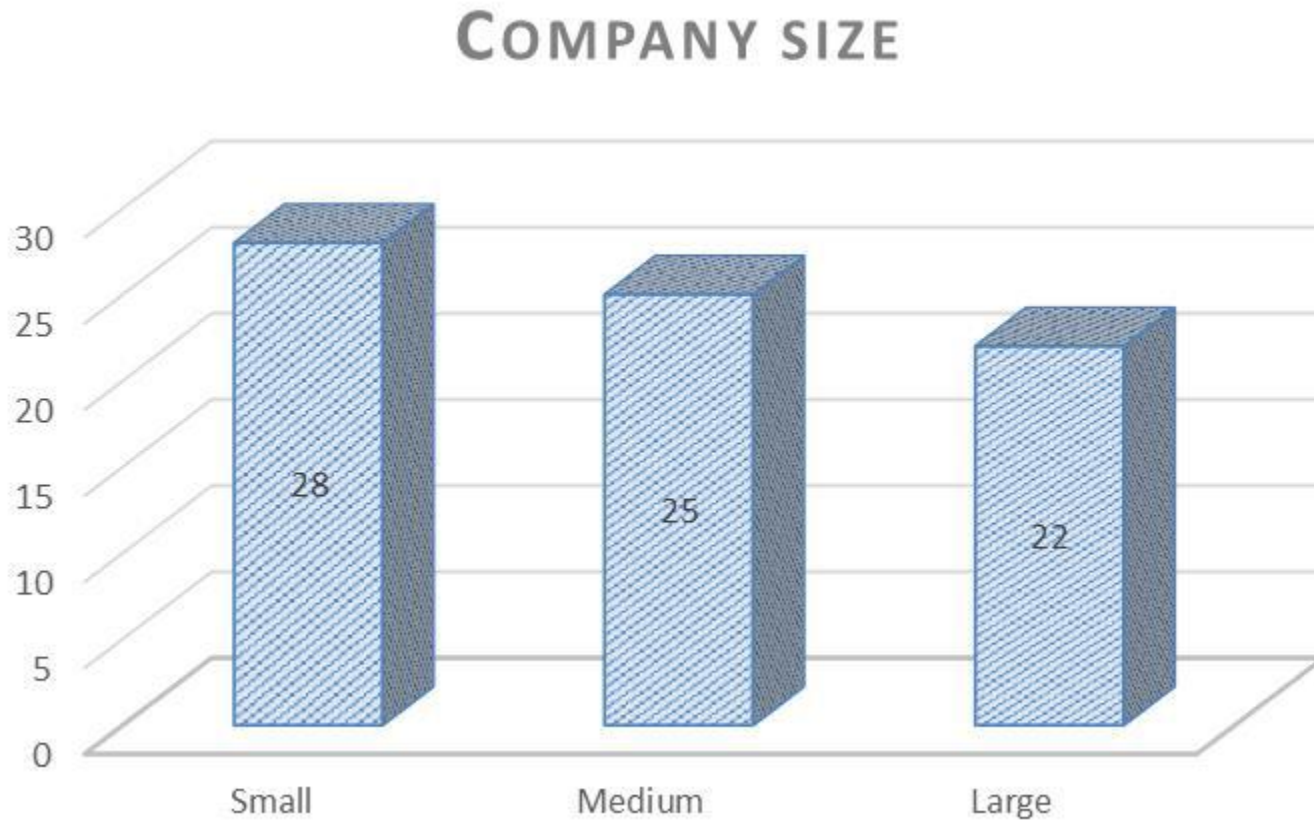
Crisis , in other words opportunity!

In other words, we, CSR people, can take an advantage and make the crisis a turning point leading to the development of sustainable business.

BACKGROUND INFORMATION ON THE NATIONAL AND SOCIAL FRAMEWORK CONDITIONS OF CSR

- Labour Code, 1999
- Law on Employment
- Law on Environmental Protection and etc.
- Anti-corruption Law
- Social Advocacy Guidelines
- Corporate Ethics Code
- Azerbaijan -UN Global Compact Network
- Azerbaijan 2020: Vision to Future

Number of replies based on companies' size



Ownership structure

1. Limited Liability Companies 51
2. Joint Stock Company 12
3. Others 12

Companies Headquartes

85 % domestic headquartes
15% foreign headquartes

73 % domestic

27% international
companies

CSR AWARENESS

57 % no
43% yes

Small 20/8
Medium 16/9
Large 7/15

Manufacturing 1/9
Wholesale and
trade 10 /2

ICT 2/6
Finance and
insurance 1/8

Foreign 10/90 %
Domestic 30/70 %

CSR activity

Not active 72 %
Active 28 %

Small 23/5
Medium 21/4
Large 10/12

Manufacturing 1/9
Wholesale trade
1/11

ICT 6/2
Finance and
insurance 3/6

Foreign 3/6
Domestiv 41/10

Priority areas with regard to CSR



Towards employee (securing jobs)



Human rights



Anti-corruptive and fair business behaviour