

EU AI Act

DMA versus EU AI Act

A Mapping Exercise

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Al & Partners

Sean Musch, Al & Partners

Michael Borrelli, AI & Partners

Charles Kerrigan, CMS UK

Priya Guliani, EarthID

Robert Lienhard, Sika

Michael Tchuindjang, Signature S.A.S.

Articles

EU AI Act

DMA





Digital
Markets
Act











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This report was prepared by Sean Donald John Musch and Michael Charles Borrelli. For more information visit https://www.ai-and-partners.com/.

Contact: Michael Charles Borrelli | Director | m.borrelli@ai-and-partners.com.

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Introduction

As artificial intelligence becomes increasingly embedded in online platforms, organizations must integrate transparency, accountability, and user protection into their AI governance strategies. The combined frameworks of the Digital Markets Act (DMA) and the EU AI Act offer a structured approach for managing platform power, promoting fair competition, and mitigating risks associated with high-impact AI systems. By aligning AI deployment with interoperability mandates, transparency-by-design principles, and strong user rights protections, organizations can build digital environments that foster both innovation and trust.

This report explores how the DMA's platform obligations and the EU AI Act's AI-specific requirements together define a new standard for responsible AI governance. From ensuring fair business practices and protecting user autonomy to monitoring systemic risks in general-purpose AI models, these regulations offer a comprehensive foundation for deploying AI technologies safely, ethically, and in compliance with EU law.

With regulatory scrutiny intensifying across Europe, businesses must now demonstrate platform responsibility, Al transparency, and user-centric practices to maintain trust and competitive positioning. Implementing the requirements of the DMA and the EU AI Act enables organizations to not only manage legal risk but also future-proof their digital services in a rapidly evolving market.

Whether you are an online platform operator, AI developer, SME innovator, or policymaker, this report serves as a strategic resource for navigating the intersection of AI, competition, and user protection. At AI & Partners, we are committed to helping organizations deploy AI systems that are transparent, resilient, and aligned with the highest global standards for ethical innovation and regulatory compliance.

Best regards,

Sean Musch

Founder/CEO

AI & Partners







Key questions being asked about Digital Markets Act



1. What is the main purpose of the Digital Markets Act?

The DMA aims to ensure fair, open, and contestable digital markets in the EU. It targets powerful online platforms—called gatekeepers—that can control access between businesses and users. The DMA introduces clear obligations and prohibitions to stop unfair practices, such as self-preferencing or blocking competitors. By doing so, it helps smaller businesses compete fairly, empowers consumers with more choices, and promotes innovation. The goal is not to limit large platforms' success, but to prevent them from using their dominance to shut others out or impose unfair conditions that distort healthy digital competition.

2. Who qualifies as a gatekeeper under the Digital Markets Act?

A gatekeeper is a large digital platform that has a strong economic position, operates in multiple EU countries, and links many users with businesses. They must also hold an entrenched and lasting position in the market. Specific thresholds—like €7.5 billion annual EU turnover or 45 million monthly users—help the EU decide which companies qualify. As of September 2023, Alphabet (Google), Amazon, Apple, ByteDance, Meta, and Microsoft have been designated as gatekeepers. These platforms provide core services like search engines, app stores, and must follow strict rules outlined in the DMA.

3. What are "core platform services" under the Digital Markets Act?

Core platform services are digital services that serve as critical infrastructure between businesses and users. These include online intermediation services (like app stores or marketplaces), search engines, social networking services, cloud services, operating systems, and web browsers. Gatekeepers offering any of these services are subject to specific obligations to prevent them from abusing their control. These core services are where unfair behavior is most likely to occur, as users and business customers often rely heavily on them.



4. How does the Digital Markets Act affect consumers directly?

The DMA gives consumers more freedom, choice, and transparency. Users can uninstall unwanted preinstalled apps, connect to businesses outside a gatekeeper's ecosystem, and avoid being tracked without proper consent. It also opens up access to alternative services, potentially leading to better quality, more innovative tools, and fairer prices. For instance, a user might choose a different default browser or app store without friction. The DMA protects consumers from being locked into one company's services, ensuring that convenience doesn't come at the cost of control, privacy, or access to diverse digital offerings.

5. How does the Digital Markets Act support small businesses and startups?

The DMA levels the playing field for small businesses and startups by preventing gatekeepers from imposing unfair terms. It ensures these businesses can access their own customer data, promote offers outside the platform, and compete on equal terms. By stopping practices like self-preferencing and forced exclusivity, the DMA creates opportunities for smaller players to reach consumers without relying entirely on dominant platforms. This support is crucial in enabling innovation, as startups often struggle to grow under the shadow of tech giants. Fair access and freedom to operate online help foster a diverse, competitive digital economy.





6. What happens if a gatekeeper violates the Digital Markets Act rules?

Gatekeepers who violate the DMA can face serious consequences. The European Commission can impose fines of up to 10% of a company's global annual turnover—and 20% for repeat offenses. Additionally, daily penalty payments (up to 5% of daily turnover) may be applied to ensure compliance. For systematic infringements, the Commission can impose structural remedies, such as breaking up parts of a business. These tough sanctions are designed to make sure compliance is not optional.

7. How is the Digital Markets Act different from existing competition law?

Traditional EU competition law addresses abusive behavior after it occurs and often requires lengthy investigations. The DMA takes a proactive approach—setting clear, pre-defined obligations for gatekeepers before harm is done. Instead of proving each individual case of abuse, the DMA defines what behaviors are unacceptable, speeding up enforcement. It complements existing laws by addressing structural risks from dominant platforms more efficiently. While competition law still applies, the DMA gives regulators more direct, consistent tools to keep markets fair, preventing dominant firms from harming competition with repeated misconduct that would be hard to catch.

8. Can gatekeepers still innovate and grow under the Digital Markets Act?

Yes, the DMA does not prevent gatekeepers from innovating, growing, or offering new services. It simply requires that they do so without using unfair practices that harm rivals or users. The DMA ensures that gatekeepers can't favor their own products in search rankings, block alternative services, or restrict user choice. The DMA encourages innovation across the ecosystem, not just within dominant platforms. This creates a healthier digital economy where innovation comes from many players—big and small—rather than being stifled by the control of a few powerful platforms.

9. How is the Digital Markets Act enforced across the EU?

Enforcement of the DMA is centralized through the European Commission. The Commission investigates, designates gatekeepers, monitors compliance, and imposes penalties. This avoids a patchwork of national rules and ensures consistency across all EU member states. While national regulators can support investigations, only the Commission can enforce DMA obligations. Market investigations are also used to adapt rules and address systemic abuse. This centralized enforcement model helps businesses operate under one clear rulebook across the EU, reduces compliance confusion, and ensures that all gatekeepers are held to the same high standards, regardless of location.

10. Will the Digital Markets Act evolve with future digital trends?

Yes, adaptability is a core part of the DMA. The European Commission can launch market investigations to reassess which companies qualify as gatekeepers, update obligations, and create new remedies for emerging issues. As digital markets shift—with new technologies, services, or business models—the DMA can evolve accordingly. This ensures it stays relevant and responsive in a fast-moving tech environment. The law is structured to remain flexible, so it won't become outdated as platforms or tactics change. This adaptability helps protect competition and users long-term, even as the digital landscape continues to evolve rapidly.





Understanding Digital Markets Act







Gatekeeper Designation

Identifies dominant platforms, establishes regulation focus

What are the key goals?

The goal is to identify companies whose platform power can distort digital markets. These gatekeepers control access between businesses and consumers, so fair behaviour must be enforced. Clear designation ensures targeted regulation, making sure only the most impactful players are bound by strict rules, preserving competition and innovation across the EU.



Why is it needed?

Large platforms can use entrenched market dominance to unfairly limit competitors' growth. Without clear designation, abusive practices might go unchecked. Designating gatekeepers targets regulatory attention to real systemic risks, protecting market openness and reducing barriers for emerging businesses, consumers, and alternative platforms trying to succeed.

How does it work in practice?

Companies meeting the thresholds (size, user base, revenue, EU reach) are assessed and designated as gatekeepers. The European Commission formally announces them. Once designated, the company must comply with specific DMA obligations. Regular reviews and investigations can adapt designations as market dynamics evolve, ensuring ongoing relevance to digital realities.







Obligations for Gatekeepers

Fair practices set, harmful behaviours banned

What are the key goals?

The main goals are to create fairer market conditions and stop gatekeepers from using unfair advantages to stifle competition. Gatekeepers must allow interoperability, ensure transparency, and empower businesses to operate independently, and not engage in practices like self-preferencing. The DMA wants business users to engage freely with customers and control their own data without being exploited.



Why is it needed?

Without such obligations, gatekeepers could impose dependency, limit outside innovation, and exploit the data and success of smaller businesses. Historically, dominant platforms have tilted digital markets in their favour by manipulating rankings, blocking alternatives, or making it hard for users to switch. These practices reduce innovation.

How does it work in practice?

Gatekeepers must offer APIs for interoperability, provide advertising performance data, and allow merchants to promote offers off-platform. Gatekeepers failing to uphold these obligations face escalating enforcement actions. Moreover, gatekeepers must cease identified practices immediately upon designation. Monitoring, complaints, and Commission audits verify compliance. Transparency and accountability reports from gatekeepers are also part of monitoring practical compliance.







User Rights and Consumer Protection

More choice, control, transparency for users

What are the key goals?

The goal is to empower consumers by giving them more freedom, transparency, and control in the digital marketplace. The DMA ensures consumers can uninstall apps, avoid lock-in, and have access to better, more competitive services without being trapped or manipulated by platform operators.



Why is it needed?

Consumers often have limited choices because of platform control—like being stuck with pre-installed apps or being tracked without clear consent. Power imbalances between platforms and users led to exploitation. Strengthened user rights ensure real choice, better privacy, and a healthier digital environment where consumers actively shape market outcomes.

How does it work in practice?

Gatekeepers must respect user autonomy: users can uninstall unwanted apps, choose competitors' services, and consent must be clearly and genuinely obtained before tracking. The European Commission monitors user complaints and checks platforms' processes to ensure fair consumer treatment. Violations can trigger rapid fines and corrective actions.







Business Opportunities and Innovation

Boosts competition, supports start-ups' growth

What are the key goals?

The DMA seeks to unlock opportunities for startups, SMEs, and innovators. By preventing gatekeepers from imposing unfair conditions, the DMA allows smaller businesses to access markets, connect with consumers directly, and innovate without fear of predatory practices that favour established giants.



Why is it needed?

Without fair conditions, promising companies struggle to scale or survive. Gatekeepers can easily copy, suppress, or block rising competitors. Innovation and consumer choice suffer when markets are closed. An open and contestable platform economy encourages more varied, higher-quality products and fuels economic dynamism within the EU.

How does it work in practice?

Businesses can promote offers independently, access essential performance data, and integrate with platforms without coercive restrictions. Complaints by affected businesses are investigated by the Commission. If a gatekeeper hinders competition, penalties are applied, and adjustments are demanded to restore fair market conditions and preserve competition incentives.







Enforcement and Sanctions

Strict penalties enforce compliance, deter abuse

What are the key goals?

The goal is to ensure meaningful deterrence. Powerful platforms should not find it cheaper to violate rules than to comply. By imposing heavy fines, daily penalties, and structural remedies if necessary, the DMA forces compliance and rebalances the market when gatekeepers abuse their power.



Why is it needed?

In the past, light penalties or slow enforcement allowed big platforms to ignore regulations or absorb fines as "business costs." Strong, credible sanctions ensure that compliance is economically preferable to misconduct. They also reassure businesses and users that the rules are genuinely enforceable and protective.

How does it work in practice?

The Commission can impose fines up to 10% of annual turnover (20% for repeat offenses) or daily penalties. Systematic abuses may trigger deeper remedies, including the breakup of business units. Investigations and sanctions are proportionate but firm, maintaining consistent pressure for adherence to DMA standards.







Cross-Border Legal Certainty

Unified EU rules, reduced regulatory fragmentation

What are the key goals?

The DMA aims to create one consistent legal framework across the EU for digital platforms. Companies know exactly what rules apply EU-wide, reducing fragmentation, legal confusion, and excessive compliance costs. The ultimate goal is a smoother single market that supports competition and innovation.



Why is it needed?

Previously, each EU Member State tried addressing digital dominance differently. The resulting patchwork made it costly and confusing for platforms to operate across borders and for businesses to challenge unfair practices. A single set of EU-wide rules simplifies compliance and levels the playing field.

How does it work in practice?

DMA rules apply directly across all EU countries without needing national laws. Gatekeepers face uniform obligations and enforcement by the European Commission. Businesses and consumers benefit from the same rights across borders. Disputes and complaints are handled centrally, ensuring consistency and predictability in enforcement.







Adaptability to Market Changes

Dynamic oversight maintains relevance amid innovation

What are the key goals?

The goal is to keep the DMA future-proof. Digital markets evolve fast, so the law must adapt quickly to new business models, emerging tech giants, and fresh competition issues. Flexibility ensures gatekeepers can't sidestep obligations through new tactics or technologies.



Why is it needed?

Rigid rules risk becoming outdated as technology changes. Without adaptability, dominant platforms might exploit loopholes or new digital sectors without oversight. Market investigations and dynamic adjustments ensure the DMA remains effective and responsive to real-world changes in platform behaviours and market dynamics.

How does it work in practice?

The Commission can initiate market investigations to reclassify gatekeepers, refine obligations, and design custom remedies for emerging risks. This tool allows the DMA to grow alongside digital innovation, ensuring that new digital markets and services remain open, fair, and competitive for future generations.

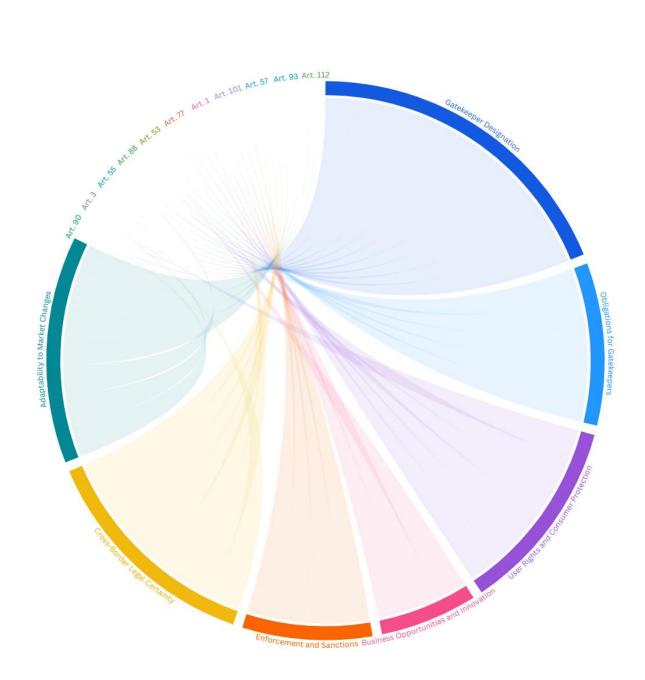


Mapping Digital Markets Act to EU Al Act





EU AI Act







| | OORA | | EU AI Act | |
|-------------|---------------------|---------------|-------------------------------------|--------------------------|
| Categories | Description | Article(s) | Explanation | Action |
| Gatekeeper | The DMA defines | 90, 25, 74, | Significant Influence | Assess Al System |
| Designation | strict criteria for | 3, ANNEX | Across the EU | Classification |
| | identifying | XIII, 52, 55, | General-Purpose | Enterprises should |
| | "gatekeepers," | 89, 50, 88 | Al Models with | review their AI systems |
| | major online | | Systemic Risk: The | and classify them |
| | platforms with | | EU AI Act | according to the EU AI |
| | entrenched | | identifies general- | Act's risk-based |
| | market power. | | purpose Al | framework. Identify if |
| | Companies must | | models that have | their AI falls under |
| | have significant | | a significant | "high-risk," "limited |
| | influence across | | impact on the | risk," or "minimal risk" |
| | the EU, act as | | internal market | categories. This |
| | intermediaries | | due to their | classification will |
| | between users | | reach, aligning | determine the specific |
| | and businesses, | | with the DMA's | regulatory obligations |
| | and possess a | | focus on | required, such as |
| | stable market | | platforms with | transparency, |
| | position. Clear | | significant | documentation, or risk |
| | designation | | influence. | management, ensuring |
| | ensures | | Systemic Risk: The | compliance with the |
| | regulatory focus | | Act defines | law. |
| | on the platforms | | systemic risk as | |
| | most capable of | | having a | |
| | distorting fair | | significant impact | |
| | competition. | | on the Union | |
| | | | market, a key | |
| | | | consideration for | |
| | | | gatekeeper | |
| | | | designation under | |
| | | | the DMA. | |
| | | | Acting as Intermediaries | |
| | | | Providers and | |
| | | | Deployers: The EU | |
| | | | Al Act outlines | |
| | | | obligations for | |
| | | | providers and | |
| | | | deployers of Al | |
| | | | systems, which | |
| | | | can include acting | |
| | | | as intermediaries | |
| | | | between users | |
| | | | and businesses, | |
| | | | similar to the role | |
| | | | of gatekeepers. | |
| | | | General-Purpose | |
| | | | Al Systems: These | |
| | | | systems can be | |
| | | | integrated into | |
| | | | integrated into | |







applications, potentially acting as intermediaries in different sectors. **Stable Market Position** Market Surveillance and Compliance: The Act includes provisions for market surveillance and compliance, ensuring that Al systems maintain a stable and compliant market presence. Post-Market Monitoring: Continuous monitoring and enforcement actions help maintain the stability of Al systems in the market, akin to the stable market position required for gatekeepers. **Additional Considerations** Transparency and Accountability: The EU AI Act emphasizes transparency and accountability, crucial for platforms with significant market power to ensure fair competition. Regulatory Focus: The Act's focus on high-risk Al systems and general-purpose Al models with





systemic risk





| | | | ensures that | |
|-----------------|--------------------|------------|--------------------------------|---------------------------|
| | | | regulatory efforts | |
| | | | are directed | |
| | | | towards the most | |
| | | | impactful | |
| | | | systems, similar to | |
| | | | the DMA's focus | |
| | | | on major | |
| | | | platforms. | |
| Obligations for | a. Fair Business | 50, 13, 5, | a. Fair Business Practices | |
| Gatekeepers | Practices ("Do's") | 53, 10 | ("Do's") | Dos |
| оциноврего | Gatekeepers | 33, 13 | Interoperability and Data | Implement |
| | must enable | | Access: | Transparency Measures |
| | interoperability | | The EU Al Act | For high-risk Al |
| | with external | | emphasizes | systems, businesses |
| | services, provide | | transparency and | must ensure |
| | data access to | | the provision of | transparency, providing |
| | business users, | | information to | clear information about |
| | ensure | | deployers, | how AI models function |
| | transparency in | | particularly for | and their decision- |
| | digital | | high-risk Al | making processes. |
| | advertising, and | | systems. This | Enterprises should |
| | allow businesses | | includes ensuring | communicate the |
| | to independently | | that AI systems | purpose, logic, and |
| | reach customers. | | are designed to | impact of Al systems to |
| | These obligations | | be transparent | users and regulators. |
| | create a fairer | | and that | This transparency |
| | digital ecosystem | | deployers have | promotes trust and |
| | where third | | access to | ensures compliance |
| | parties can | | necessary | with the EU AI Act's |
| | innovate, | | information to | requirements for public |
| | compete, and | | interpret and use | accountability. |
| | interact with | | the systems | accountability. |
| | consumers | | appropriately. | Don'ts |
| | without undue | | Providers of | Strengthen Risk |
| | platform control. | | general-purpose | Management |
| | piatronin control. | | Al models are | Frameworks |
| | b. Prohibited | | required to | Enterprises should |
| | Behaviors | | maintain technical | develop and implement |
| | ("Don'ts") | | documentation | robust risk |
| | Gatekeepers are | | and make it | management practices |
| | prohibited from | | available to | for Al systems, |
| | favoring their | | downstream | especially those |
| | own products, | | providers, | identified as high-risk. |
| | blocking external | | facilitating | This includes |
| | commercial | | interoperability | performing regular risk |
| | connections, | | and data access. | assessments, |
| | forcing users to | | Transparency in Digital | identifying potential |
| | keep unwanted | | Advertising: | biases, and taking |
| | software, and | | • The Act mandates | actions to mitigate risks |
| | conducting cross- | | | related to safety, |
| | conducting cross- | | transparency | related to safety, |







service tracking without consent. These restrictions protect businesses and consumers from manipulative practices, promoting an open market where alternatives have a genuine chance to succeed.

obligations for providers and deployers of Al systems, ensuring that users are informed when interacting with Al systems, aligning with the need for transparency in digital advertising.

Independent Customer Reach:

• The EU AI Act supports fair competition by ensuring that AI systems do not exploit vulnerabilities or manipulate users, thereby allowing businesses to reach customers independently without undue influence from gatekeepers.

b. Prohibited Behaviors ("Don'ts")

Favoring Own Products:

• The EU AI Act prohibits AI practices that exploit vulnerabilities or manipulate users, which can be seen as a measure to prevent gatekeepers from unfairly favoring their own products.

Blocking External Commercial Connections:

 The Act's emphasis on transparency and interoperability indirectly privacy, and fairness. Risk management ensures compliance with the EU AI Act and minimizes regulatory and operational risks.







| | | | supports the prohibition of blocking external commercial connections by ensuring that AI systems are open and accessible. Forcing Unwanted Software: • The EU AI Act's focus on transparency and user information ensures that users are aware of AI interactions, reducing the likelihood of being forced to use unwanted software. Cross-Service Tracking Without Consent: • The Act includes provisions for data governance and protection, ensuring that personal data is processed with appropriate | |
|---|--|--------------------------|--|--|
| | | | safeguards, aligning with the prohibition of cross-service tracking without consent. | |
| User Rights and Consumer Protection | Consumers benefit from increased choice, control, and protection. They can uninstall unwanted apps, connect freely to outside businesses, and enjoy services without hidden disadvantages. | 19, 77, 5, 74, 72, 13 | Increased Choice and Control Transparency and Information: The EU AI Act mandates that high-risk AI systems be designed with transparency to enable users to understand and appropriately use | Ensure High-Quality Data Governance To meet the EU AI Act's standards, businesses must ensure their AI systems are built on high-quality, representative, and non-biased data. Implementing strong data governance policies, including continuous monitoring |





The DMA empowers users against restrictive platform behaviors, ensuring transparent practices, privacy rights, and the ability to switch providers without unnecessary obstacles.

the system's outputs. This aligns with the DMA's goal of empowering consumers with clear information about the services they use.

• Interoperability:
The Act supports
interoperability by
requiring
providers to
maintain technical
documentation,
facilitating the
integration of Al
systems with
other services and
increasing
consumer choice.

and validation, is essential. This ensures that AI models produce reliable and fair outcomes, thus meeting regulatory requirements and maintaining compliance.

Protection Against Restrictive Behaviors

- Prohibited Al
 Practices: The EU
 Al Act prohibits Al
 practices that
 manipulate or
 exploit users,
 aligning with the
 DMA's aim to
 protect
 consumers from
 restrictive and
 unfair platform
- Data Protection and Privacy: The Act includes provisions for data governance and protection, ensuring that personal data is processed with appropriate safeguards and upholding consumer privacy rights.







| | | | Ability to Switch Providers • Market | |
|---------------------------|--|----------|---|--|
| | | | Surveillance and Compliance: The EU AI Act includes | |
| | | | measures for market | |
| | | | surveillance and compliance, | |
| | | | ensuring that Al systems remain fair and | |
| | | | competitive, supporting the | |
| | | | DMA's objective of allowing | |
| | | | consumers to switch providers | |
| | | | without unnecessary obstacles. | |
| | | | Post-MarketMonitoring: | |
| | | | Continuous monitoring of Al | |
| | | | systems ensures compliance with regulations, | |
| | | | maintaining a fair market | |
| | | | environment where consumers | |
| | | | can freely choose and switch services. | |
| Business Opportunities | The DMA fosters a competitive | 62, 1, 5 | Support for Start-ups and SMEs | Ensure High-Quality Data Governance |
| and Innovation | environment where start-ups, | | Priority Access to Al Regulatory | To meet the EU AI Act's standards, businesses |
| | SMEs, and innovators can thrive. It prevents | | Sandboxes: The EU AI Act provides SMEs, including | must ensure their AI systems are built on high-quality, |
| | gatekeepers from imposing unfair | | start-ups, with priority access to | representative, and non-biased data. |
| | terms or restricting | | AI regulatory sandboxes — | Implementing strong data governance |
| | growth opportunities. New businesses | | controlled environments that allow for the | policies, including continuous monitoring and validation, is |
| | can offer competing | | development, testing, and | essential. This ensures that AI models produce |





services directly to consumers, strengthening diversity and technological advancement in digital markets, without being overshadowed by platform giants.

validation of innovative Al systems. This access supports innovation by enabling SMEs to experiment and refine their Al technologies within a supportive regulatory framework

reliable and fair outcomes, thus meeting regulatory requirements and maintaining

Reduced Fees for Conformity
 Assessment: The Act considers the specific needs of SMEs by reducing fees for conformity assessments proportionate to their size and market presence, lowering barriers to entry and encouraging innovation.

Prevention of Unfair Terms and Restrictions

Prohibition of
 Manipulative AI
 Practices: The EU
 Al Act prohibits AI practices that exploit
 vulnerabilities or manipulate users, aligning with the DMA's goal of preventing gatekeepers from imposing unfair terms that restrict growth opportunities for new businesses.

 Transparency and Accountability:







| | of worldwide | | administrative | respect individuals' |
|---------------|------------------|--------------|---|------------------------|
| | of up to 10–20% | | Act provides for | that their AI systems |
| | DMA rules. Fines | | Fines: The EU AI | businesses must ensure |
| | compliance with | | Administrative | Under the EU AI Act, |
| and Sanctions | ensure | 83 | Compliance | Protection Measures |
| Enforcement | Strong penalties | 99, 20, 101, | Strong Penalties for | Implement Strong Data |
| | | | digital markets. | |
| | | | advancement in | |
| | | | technological | |
| | | | for strengthening diversity and | |
| | | | which are crucial | |
| | | | and start-ups, | |
| | | | focusing on SMEs | |
| | | | particularly | |
| | | | innovation, | |
| | | | support | |
| | | | measures to | |
| | | | Act includes | |
| | | | Support for Innovation: The | |
| | | | to consumers. | |
| | | | services directly | |
| | | | offer competing | |
| | | | businesses can | |
| | | | where new | |
| | | | playing field | |
| | | | promoting a level | |
| | | | systems, | |
| | | | and use of Al | |
| | | | for the placement | |
| | | | establishes harmonised rules | |
| | | | The EU AI Act | |
| | | | for Al Systems: | |
| | | | Harmonised Rules | |
| | | | Advancement | |
| | | | Technological | |
| | | | Encouragement of | |
| | | | giants. | |
| | | | larger platform | |
| | | | overshadowed by | |
| | | | environment without being | |
| | | | and open market environment | |
| | | | operate in a fair | |
| | | | businesses can | |
| | | | ensuring that | |
| | | | Al systems, | |
| | | | accountability for | |
| | | | transparency and | |





penalties, and serious remedies like divestitures can be imposed for repeated violations. These measures deter systemic abuse, restore competitive conditions, and show that fair digital market practices are enforceable and non-negotiable

compliance with its provisions. For instance, non-compliance with the prohibition of certain Al practices can result in fines of up to EUR 35 million or 7% of total worldwide annual turnover, whichever is higher, aligning with the DMA's approach of imposing substantial fines to ensure

privacy and data protection rights. Implementing robust security measures, including encryption, secure data storage, and user consent protocols, is essential. These practices help ensure that AI systems operate in a legally compliant and ethical manner, protecting user data and rights.

• Fines for GeneralPurpose AI
Models: Providers
of generalpurpose AI
models can face
fines of up to 3%
of annual total
worldwide
turnover or EUR
15 million for
infringements,
reflecting the
Act's commitment
to enforcing
compliance
through financial
penalties.

Deterrence of Systemic Abuse

 Proportionate and Dissuasive
 Penalties: The EU Al Act mandates that penalties be effective, proportionate, and dissuasive, taking into







nature, gravity, and duration of the infringement, similar to the DMA's goal of deterring systemic abuse

• Consideration for SMEs: The Act considers the interests of SMEs, ensuring that penalties do not disproportionately impact their economic viability while still maintaining a deterrent effect.

Restoration of Competitive Conditions

- Corrective Actions and Duty of Information:
 Providers of highrisk AI systems are required to take corrective actions if their systems are noncompliant, ensuring that competitive conditions are
 - Market
 Surveillance and
 Enforcement: The
 Act includes
 provisions for
 market
 surveillance and
 enforcement to
 monitor
 compliance and
 take necessary
 actions against
 non-compliant Al
 systems,
 maintaining fair
 market practices.







Cross-Border Legal Certainty

In harmonizing digital platform rules across the EU, the DMA eliminates regulatory fragmentation. Gatekeepers face one consistent framework, reducing compliance costs and legal complexity. Smaller businesses and cross-border operators benefit from predictable rules, fostering a healthier, unified single market with fairer competition across all EU Member States.

74, 58, 1, 57, 62, 70, 75

Harmonization of Rules

- Harmonised Rules for Al Systems:
 The EU Al Act establishes harmonised rules for the placing on the market, putting into service, and use of Al systems across the EU. This harmonization reduces regulatory fragmentation and ensures that all Member States follow a consistent framework
- Al Regulatory
 Sandboxes: The
 Act provides for Al
 regulatory
 sandboxes,
 designed to be
 consistent across
 the EU, allowing
 for uniform
 testing and
 development of Al
 systems. This
 contributes to
 legal certainty and
 reduces
 complexity for
 businesses
 operating in
 multiple Member
 States

Reduction of Compliance Costs and Legal Complexity

Simplified
 Procedures for
 SMEs: The EU AI
 Act includes
 measures to

Prepare for External Audits and Compliance Checks

Enterprises should establish internal systems to ensure they are ready for audits and compliance checks from regulators. This involves keeping detailed records of AI system development, data usage, risk assessments, and mitigation measures. Being audit-ready ensures that companies can demonstrate compliance with the EU AI Act when regulators conduct inspections.







procedures and reduced fees for conformity assessments, helping reduce compliance costs and legal complexity for smaller businesses.

• Consistent
Enforcement and
Surveillance: The
Act outlines
consistent
enforcement and
market
surveillance
procedures across
the EU, ensuring
that businesses
face a predictable
regulatory
environment.

Fostering a Unified Single Market

- Cross-Border
 Cooperation: The
 EU AI Act
 encourages crossborder
 cooperation
 among national
 competent
 authorities,
 helping create a
 unified approach
 to AI regulation
 and fostering a
 single market.
- Support for Innovation and Competition: By providing a consistent regulatory framework, the Act supports innovation and







| | | | across the EU, | |
|-----------------|--------------------------------|-------------|-----------------------------------|--|
| | | | allowing | |
| | | | businesses to | |
| | | | | |
| | | | operate more | |
| | | | freely and fairly in | |
| A 1 . 1 110 | | 02 02 74 | the single market. | 5 UNI O 19 |
| Adaptability to | Recognizing the | 93, 92, 74, | Market Investigations and | Ensure High-Quality |
| Market | fast pace of | 90, 89, 94, | Adaptability | Data Governance To meet the EU AI Act's |
| Changes | digital | 112 | Evaluations and | |
| | innovation, the DMA allows the | | Monitoring: The | standards, businesses |
| | | | EU AI Act | must ensure their Al |
| | European Commission to | | empowers the Al Office and the | systems are built on |
| | conduct market | | Commission to | high-quality, |
| | | | conduct | representative, and non-biased data. |
| | investigations. These | | evaluations and | |
| | | | monitor | Implementing strong |
| | investigations enable updates | | monitor compliance with | data governance policies, including |
| | to gatekeeper | | the regulation. | continuous monitoring |
| | status, evolution | | This includes | and validation, is |
| | of specific | | assessing systemic | essential. This ensures |
| | obligations, and | | risks and ensuring | that AI models produce |
| | implementation | | that Al systems | reliable and fair |
| | of remedies for | | adhere to | outcomes, thus |
| | new abuses. This | | established | meeting regulatory |
| | dynamic | | obligations. Such | requirements and |
| | approach ensures | | evaluations are | maintaining |
| | the DMA remains | | akin to market | compliance. |
| | effective and | | investigations | |
| | relevant in a | | under the DMA, | |
| | changing digital | | allowing for | |
| | world. | | dynamic | |
| | | | responses to | |
| | | | emerging | |
| | | | challenges. | |
| | | | Power to Request | |
| | | | Measures: The | |
| | | | Commission can | |
| | | | request providers | |
| | | | to take measures | |
| | | | to comply with | |
| | | | obligations or | |
| | | | mitigate systemic | |
| | | | risks, reflecting | |
| | | | the DMA's | |
| | | | approach to | |
| | | | updating | |
| | | | obligations and | |
| | | | implementing | |
| | | | remedies for new | |
| | | | abuses. | |







Updating Obligations and Remedies **Procedural Rights** and Enforcement: The EU AI Act outlines procedural rights and enforcement mechanisms, allowing for the adaptation of obligations and remedies as necessary. This ensures the regulation can evolve in response to new developments in AI technology and market conditions. Harmonisation and Flexibility: The Act provides for harmonised rules across the EU while also allowing for flexibility in enforcement and compliance measures. This balance supports the DMA's goal of maintaining relevance in a rapidly changing digital landscape. Ensuring Relevance in a Changing Digital World Continuous Review and **Evaluation:** The EU AI Act mandates regular evaluations and reviews by the





Commission to assess the need for amendments





| | and updates to | |
|--|--------------------|--|
| | the regulation. | |
| | This ongoing | |
| | process ensures | |
| | the Act remains | |
| | aligned with | |
| | technological | |
| | advancements | |
| | and market | |
| | changes. | |
| | Dynamic Risk | |
| | Assessment: The | |
| | Act includes | |
| | provisions for | |
| | dynamic risk | |
| | assessment and | |
| | the ability to | |
| | address systemic | |
| | risks at the Union | |
| | level, ensuring | |
| | that the | |
| | regulatory | |
| | framework can | |
| | adapt to new | |
| | challenges and | |
| | maintain its | |
| | effectiveness. | |
| | | |



Calls to action







Implement Transparency Protocols for AI on Online Platforms

The EU AI Act mandates that users interacting with AI systems must be properly informed. Ensure your platforms disclose AI-driven functionalities clearly and accessibly. Implement labelling, explainability features, and transparent user notices to comply with Article 52.



Strengthen User Autonomy and Consent Mechanisms

Articles 5 and 52 of the EU AI Act require safeguarding user rights against manipulative AI practices. Review your AI interfaces to ensure users can easily give or withdraw consent, disable automated features, and access alternatives. Building real user choice into your platform design will fortify compliance and trust.





Establish AI Risk Management Across Platform Services

High-risk AI systems under the EU AI Act demand continuous risk monitoring and mitigation. Integrate dynamic risk assessments, bias audits, and post-deployment monitoring into your online platform governance. Proactive risk management underpins both regulatory compliance and resilient platform innovation.



Prepare for Third-Party Al System Accountability

High-risk AI systems under the EU AI Act demand continuous risk monitoring and mitigation. Integrate dynamic risk assessments, bias audits, and post-deployment monitoring into your online platform governance. Proactive risk management underpins both regulatory compliance and resilient platform innovation.





Conclusion

The intersection of the Digital Markets Act (DMA) and the EU AI Act marks a transformative moment for platform governance and AI accountability in Europe. Together, these frameworks clear establish а blueprint embedding transparency, fairness, and systemic resilience into the use of Al across online platforms. By aligning obligations for gatekeepers with Alsafeguards specific around transparency, risk management, and user protection, the DMA and the EU Al Act are reshaping the digital economy toward a more open, competitive, rights-respecting and future.

However, successful implementation will determine the true impact of these regulations. Online platforms and Al providers are at different stages of preparedness—from embedding transparency protocols and choice mechanisms to developing robust AI risk management and compliance structures. Small and medium-sized enterprises (SMEs) operating within platform ecosystems may require targeted support to meet evolving regulatory demands without losing agility or innovation capacity.

Nonetheless, early movers are already demonstrating the benefits compliance-driven innovation. Leading platforms, technology firms, and digital service providers are leveraging DMAaligned interoperability, transparency obligations, and AI risk controls to strengthen trust with users, regulators, and business partners Embedding responsible AI practices into platform operations is becoming a strategic advantage in an increasingly regulated digital environment.

For businesses and policymakers alike, the DMA and the EU AI Act offer a unique opportunity to lead in building a fairer, safer, and more dynamic digital market. Prioritizing transparency, user empowerment, and responsible AI deployment will be critical to achieving compliance and sustaining trust. As AI becomes further embedded in core platform services, frameworks provide these the foundation for ensuring digital innovation remains open, ethical, and resilient across the European market.









Al & Partners - 'Al That You Can Trust'

At AI & Partners, we're here to help you navigate the complexities of the EU AI Act, so you can focus on what matters—using AI to grow your business. We specialize in guiding companies through compliance with tailored solutions that fit your needs. Why us? Because we combine deep AI expertise with practical, actionable strategies to ensure you stay compliant and responsible, without losing sight of your goals. With our support, you get AI you can trust—safe, accountable, and aligned with the law.



To find out how we can help you, email contact@ai-and-partners.com or visit https://www.ai-and-partners.com.



Contacts

Sean Donald John Musch, CEO/Founder, s.musch@ai-and-partners.com

Michael Charles Borrelli, Director, m.borrelli@ai-and-partners.com

Authors

Sean Donald John Musch, CEO/Founder

Michael Charles Borrelli, Director





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