



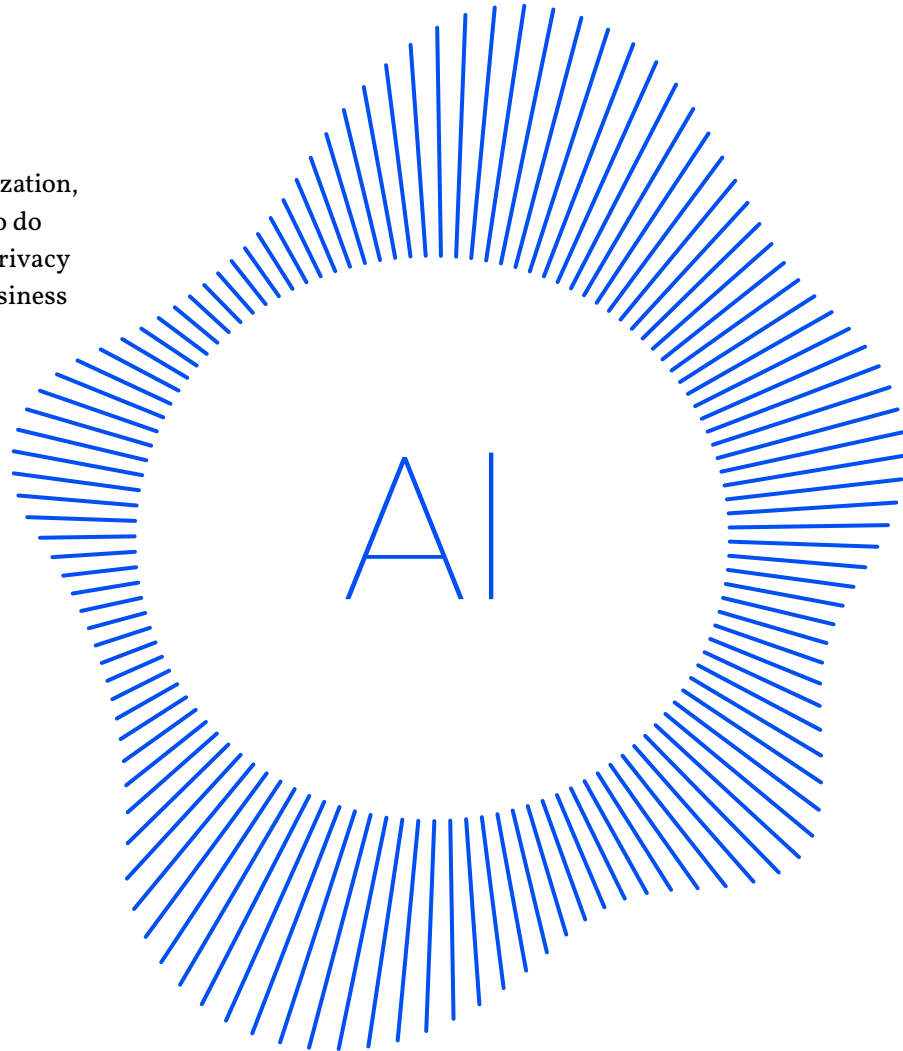
AXIS
Insurance

**Comprehensive
Insurance Solutions
for AI-Driven
Software Companies**

Why Insure AI Businesses?

Artificial Intelligence is transforming industries with unprecedented speed, powering automation, personalization, and efficiency. However, as this technology evolves, so do the risks associated with its deployment. From data privacy concerns to algorithmic failures, ensuring your AI business is protected against potential liabilities is essential.

Protect Your AI Innovations and Business Operations with Tailored Insurance and Risk Management Solutions.



Who We Serve

Our expertise lies in supporting the unique needs of:

Software Companies Integrating Third-Party AI Models:

Businesses leveraging external AI technologies to enhance their platforms or products.

Companies Developing Proprietary AI Models:

Innovators creating custom AI solutions for diverse applications.

Businesses Utilizing AI-Integrated Software:

Organizations using AI-powered tools to drive efficiencies, automate workflows, and gain competitive advantages.

Each of these companies faces distinct challenges, and we provide tailored insurance products and risk management strategies to ensure their long-term success.

Real-World Applications of AI

Integrating Third-Party AI Models into Software



Applications

- Integration of AI APIs for language processing, image recognition, or predictive analytics.
- Embedding third-party AI tools for customer service, fraud detection, and supply chain optimization.



Risks

- Errors or failures in third-party AI models causing financial or reputational harm.
- Data breaches involving sensitive customer information.
- Dependency on external providers leading to business disruptions.



Insurance Solutions

- Errors & Omissions (E&O) Insurance: Covers liabilities from software malfunctions caused by third-party AI.
- Cyber Liability Insurance: Protects against data breaches and unauthorized access.
- Business Interruption Insurance: Safeguards against losses from third-party service outages.

Developing Proprietary AI Models



Applications

- Designing AI algorithms for healthcare, finance, logistics, or marketing.
- Building industry-specific machine learning models for automation and decision-making.



Risks

- Algorithmic errors resulting in financial losses or harm to users.
- Intellectual property disputes over proprietary AI technologies.
- Regulatory compliance issues related to AI transparency and ethics.



Insurance Solutions

- Professional Liability Insurance: Covers claims arising from errors in AI model development.
- Intellectual Property Insurance: Protects against infringement claims and defends proprietary technologies.
- Regulatory & Compliance Insurance: Mitigates risks related to evolving AI laws and standards.
- AI warranty insurance guaranteeing that the AI will perform as promised.

Real-World Applications of AI

Utilizing AI-Integrated Software for Operational Efficiency



Applications

- AI-powered tools for process automation, customer insights, and operational optimization.
- Predictive maintenance systems in manufacturing or logistics.
- AI-driven analytics for strategic decision-making in retail, healthcare, or finance.



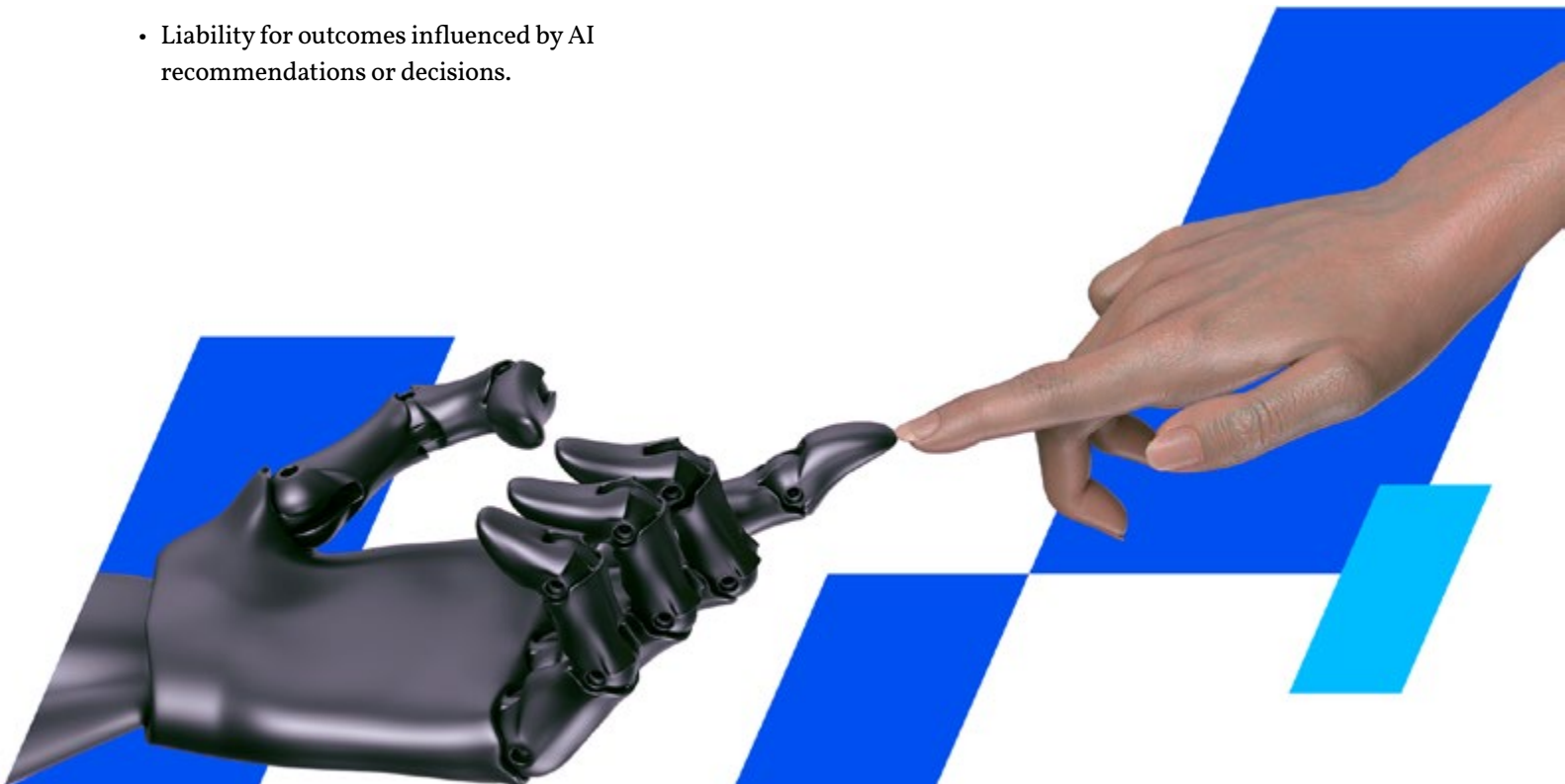
Risks

- Malfunctions or inaccuracies in AI systems disrupting operations.
- Unauthorized access or misuse of sensitive data handled by AI tools.
- Liability for outcomes influenced by AI recommendations or decisions.



Insurance Solutions

- Product Liability Insurance: Protects against harm caused by faulty AI software tools.
- Cyber Liability Insurance: Covers losses from cybersecurity breaches and ransomware attacks.
- Business Continuity Insurance: Ensures financial protection from downtime caused by AI system failures.
- Business Interruption Insurance: Safeguards against losses from third-party service outages.



Risks Associated with AI Software Companies

AI software companies face unique and evolving risks that require specialized solutions. These include:

Algorithmic Errors

- Faulty AI predictions or decisions leading to financial losses, reputational damage, or harm to users.

Data Privacy Issues

- Unauthorized access, misuse, or mismanagement of sensitive user or customer information.

Cybersecurity Threats

- Targeted attacks on AI systems, including ransomware, phishing, and data breaches.

Intellectual Property Disputes

- Claims of copyright, patent, or trademark infringement related to proprietary AI models or technologies.

Regulatory and Compliance Challenges

- Adapting to evolving laws governing AI ethics, transparency, and data privacy.

System Outage Risk

- Dependency on cloud-based or on-premise systems for AI model hosting, storage, and computing power creates vulnerability to service interruptions.
- These outages can disrupt operations, lead to financial losses, and impact customer satisfaction.



Tailored Insurance & Risk Management Solutions

We offer a comprehensive suite of insurance products and risk management services to address the unique challenges faced by AI software companies:

Insurance Products

Errors & Omissions (E&O) Insurance

- Protects against liabilities arising from software errors, integration issues, or unmet performance guarantees.

Intellectual Property Insurance

- Safeguards your proprietary AI models from infringement claims and helps defend your intellectual property.

Directors & Officers Insurance

- Helps manage risks tied to evolving regulations and management decisions
- Ethics and governance violations

AI Warranty Insurance

- Protects companies offering performance guarantees on their AI products or services.
- Covers claims related to unmet warranties, ensuring financial security for both providers and clients.

Cyber Liability Insurance

- Covers costs related to data breaches, ransomware attacks, and unauthorized access to sensitive information.

Product Liability Insurance

- Protects against claims of harm or financial loss caused by AI-powered software tools.

Business Interruption Insurance

- Provides financial protection in case of operational downtime caused by AI failures or third-party disruptions.

System Outage Insurance

- Provides financial protection against business interruptions caused by unexpected system outages, whether cloud-based or on-premise.
- Covers lost revenue, costs of restoring operations, and damages from service-level agreement (SLA) breaches with clients.

Tailored Insurance & Risk Management Solutions

We offer a comprehensive suite of insurance products and risk management services to address the unique challenges faced by AI software companies:

Risk Management Services

Contract Review

- Analysis of third-party agreements, vendor contracts, and service-level agreements (SLAs) to mitigate liability risks.
- Ensures terms align with your risk tolerance and protect your business interests.

Incident Response Planning

- Development of robust response protocols for addressing cybersecurity breaches, system failures, or regulatory inquiries.

Internal Audits

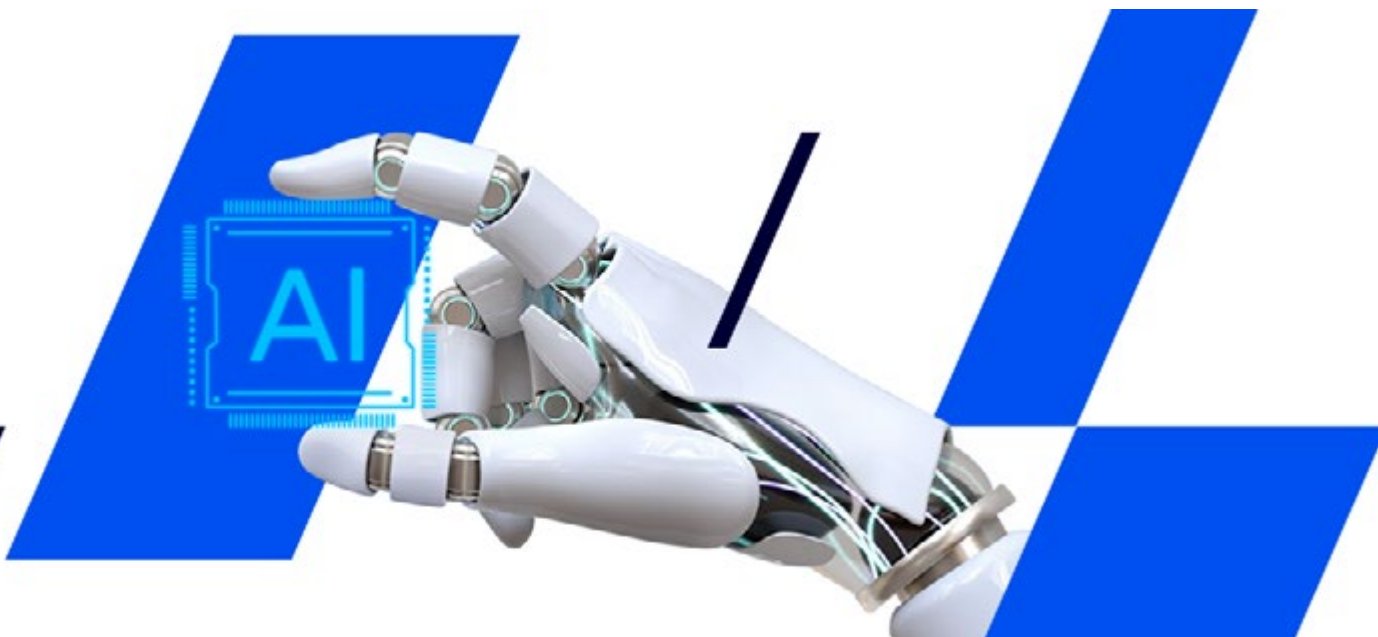
- Develop internal policies and adhere to regulatory standards and industry best practices.

Terms of Service (ToS) Review

- Evaluation and drafting of user agreements, privacy policies, and disclaimers.
- Reduces exposure to legal disputes while ensuring compliance with AI-related regulations.

Regulatory Compliance Monitoring

- Ongoing updates on evolving AI regulations and guidance on maintaining compliance in global markets.



Secure the Future of Your AI Business

Whether you're integrating third-party AI models, developing proprietary technologies, or leveraging AI to streamline operations, our insurance and risk management solutions ensure your business is protected against evolving challenges.



Next step?

Contact us today to learn how we can help safeguard your AI-powered ventures and enable your continued success in this fast-evolving landscape.

Chris Jones

Account Executive, Technology
chris.jones@axisinsurance.ca
(778) 788-2853

Clive Bird

Senior Vice President, Technology
clive.bird@axisinsurance.ca
(604) 817-8072

Johnny Luu

Associate Account Executive
johnny.luu@axisinsurance.ca
(604) 786-5325

Stacey Copeland

Vice President, Technology
stacey.copeland@axisinsurance.ca
(604) 619-7775



axisinsurance.ca