Fictional example · AI draft

Check sheet for a differing clause

Your input

What type of contract is it?	Services agreement with a customer
Which clause do you want to check?	The Supplier's liability is unlimited for all loss arising from this agreement.
What does your own template or policy say?	Our template limits liability to one year's invoiced amount and excludes indirect loss.
What is the background to the agreement?	A new customer, a three-year contract, on the customer's purchasing terms.
What are you unsure about?	Whether we can accept this for a customer of this size.

Preparation for the lawyer

> The difference from your template
>
> The draft has no limit on liability. Your template limits it to one year's invoiced amount and excludes indirect loss.

Possible consequence

Without a limit, a claim could exceed what the contract earns. The input doesn't say whether your insurance covers that.

Questions for the lawyer

Do we accept a higher limit than our template, and up to what amount? Must indirect loss stay excluded in any case?

Possible alternative wording

The Supplier's liability is limited to the amount invoiced in the twelve months before the loss. Indirect loss is excluded.

Who decides

The lawyer assesses the difference. A limit above your template needs approval under your mandate.

Check first

Review the terms of your liability insurance before making a counter-proposal.

This is an AI draft based on your input. AI hasn't looked anything up or checked anything. Review it before you use it.