

# FINTECH

## INSURANCE

Reliance on networks, systems, data, cloud technology, and outsourced service providers exposes a FinTech to an array of risks.

Changes to regulation, perception to corporate responsibility and increased media attention towards FinTechs have focused the importance of effective operational, financial and technology risk management.

The Elmore FinTech insurance solution:

- ✓ Identification of risk
- ✓ Support in mitigating risk
- ✓ Arranging risk transfer with FinTech Insurance

## FINTECH INSURANCE EXPLAINED

With the backing of experienced Insurers behind a FinTech it can trade knowing their balance sheet has critical support should the unthinkable happen.

Fintechs are increasingly adopting and leveraging advanced technologies to deliver innovative financial products and services. While these innovative technologies present opportunities, they may also pose new sources of risks.

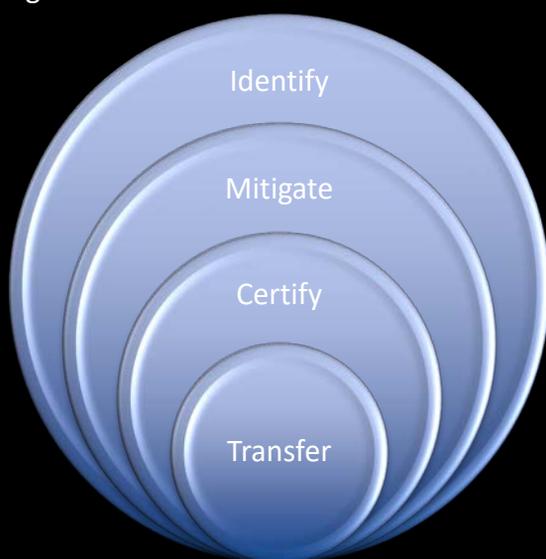
## FINTECH RISK MANAGEMENT

For a FinTech to partner successfully with its key stakeholders, it must appreciate the breadth and depth of financial and technology risk management.

In particular, the FinTech must understand the operational risk considerations that a stakeholder will need to consider before engaging them.

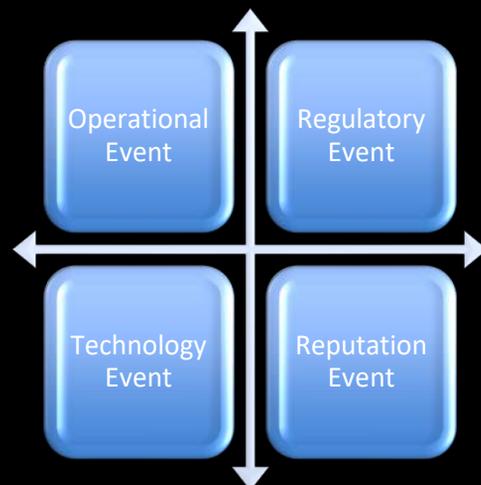
By following best practice controls and processes required to onboard insurance it can improve the overall governance and acceptance of a FinTech.

The below diagram represents the benefits of mitigating and reducing risk to optimise risk transfer through insurance:



## WHAT TRIGGERS FINTECH INSURANCE?

Generally the following events:



## FINTECH INSURANCE POLICY COVERAGE

The following cover can be combined in one policy or offered in separate policies:

- ✓ Directors & Officers Liability
  - Claims by regulators
  - Claims by shareholders
  - Claims by employees
  - Claims by other stakeholders
- ✓ Professional & Technology Liability
  - Claims by customers
  - Claims for failure of service
  - Claims for failure of technology
  - Mitigation costs to put right
- ✓ Cyber & Crime Insurance
  - Event management
  - Reputation management
  - Financial loss incl. fines
  - Cyber liability
- ✓ Office & Employee Insurance
  - Property and equipment
  - Employers liability
  - Public liability
  - Travel insurance