

Contract Clause Risk Report

Generated by Contract Risk Analyzer

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Executive Summary

Total Clauses: 5

High Risk: 0

Medium Risk: 2

Low Risk: 3

Overall Risk Rating: LOW

Clause 1

Risk Level: LOW

Issue: None

Explanation:

This clause is merely an introductory statement indicating that definitions will follow. It does not contain any substantive content.

Suggested Rewrite:

No rewrite needed as this is a descriptive header for a section, not a substantive clause that introduces content.

Original Clause:

1. Definitions This clause defines important terms used in the agreement.

Clause 2

Risk Level: MEDIUM

Issue: Clause is descriptive boilerplate rather than a substantive definition of contract scope.

Explanation:

This clause merely states what a scope clause does, rather than actually defining the specific scope.

Suggested Rewrite:

1.1 Scope This Agreement covers the provision of [SPECIFY SERVICES/PRODUCTS/ACTIVITIES]

Original Clause:

1.1 Scope This clause

explains the scope of the contract and its limitations.

Clause 3

Risk Level: LOW

Issue: None

Explanation:

The payment term of 30 days after invoice receipt is standard and generally acceptable for most co

Suggested Rewrite:

No rewrite strictly necessary based on inherent risk; however, for added clarity, consider: 'The buyer

Original Clause:

2. Payment Terms The buyer agrees to pay the seller within 30 days of invoice receipt.

Clause 4

Risk Level: MEDIUM

Issue: Vague and incomplete confidentiality clause.

Explanation:

The clause lacks critical details such as a definition of confidential information, the duration of the confidentiality, and the consequences for non-compliance.

Suggested Rewrite:

Both parties agree to treat as confidential all non-public information, materials, or data disclosed by

Original Clause:

3. Confidentiality Both parties agree not to disclose confidential information.

Clause 5

Risk Level: LOW

Issue: None

Explanation:

A 30-day notice period for termination is standard and generally provides a reasonable timeframe for both parties to prepare for the end of the agreement.

Suggested Rewrite:

No rewrite is necessary as this clause is standard and reasonable.

Original Clause:

4. Termination Either party may terminate this agreement with 30 days' notice.