

# European AI's €683M Series A Boom

## Comprehensive Research Report: H1 2025

Analysis of 30 European AI startups securing Series A funding rounds of €10M or more

### Executive Summary

The European AI landscape has reached a critical inflection point in H1 2025, with 30 startups securing Series A funding rounds of €10M or more, totalling an impressive €683 million. This funding surge represents a fundamental shift in the commercial AI marketplace across Europe.

Vertical AI Dominance

70%

of funding rounds went to industry-specific solutions

London's Market Share

44%

of total funding (€301.8M)

Biotech & Infrastructure

6 of 10

largest funding rounds

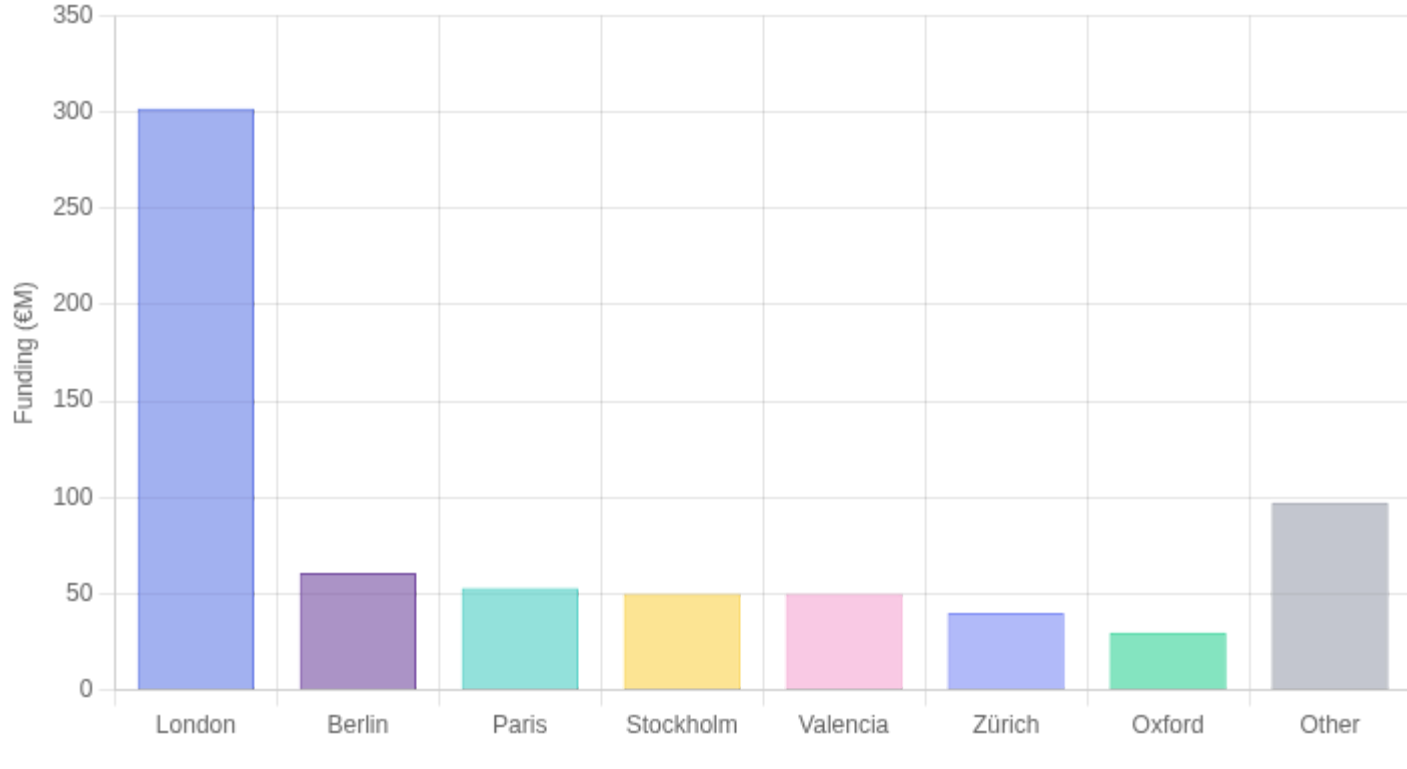
Three pivotal trends emerge from our comprehensive analysis:

- Vertical AI dominates the landscape** (70% of funding rounds), signalling a clear market preference for industry-specific solutions over general AI platforms. By 2025, vertical AI is projected to capture 70% of the AI market share, up from just 30% in 2020.
- London has cemented its position as Europe's AI epicentre**, hosting 11 of the 30 companies and capturing 44% of total funding (€301.8M). The UK secured nearly €6 billion in AI funding in 2024—more than France and Germany combined.
- Biotech and infrastructure companies are securing the largest investments**, with 6 of the top 10 rounds going to these sectors. Healthcare & Biotech attracted €181M across just four companies, while infrastructure & GPU platforms received €122M.

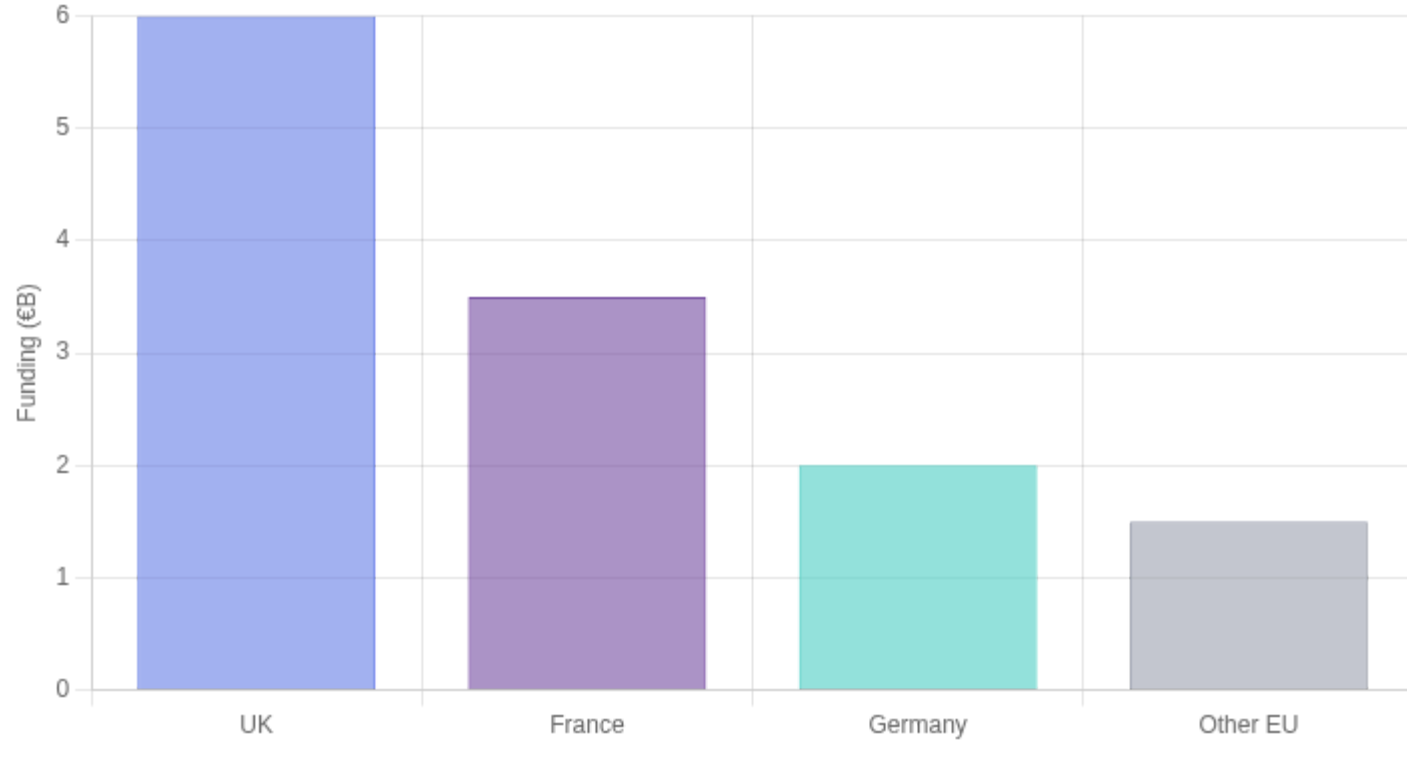
### Geographic Distribution

London has emerged as the clear leader in Europe's AI ecosystem, with 11 of the 30 companies (37%) based in the city. Other notable European AI hubs include Berlin, Munich, Zürich, and Paris.

#### AI Funding by City



#### AI Funding by Country (2024)



#### Key AI Hubs

##### London

11 companies

€301.8M funding

Strengths: Vertical Applications, Infrastructure, R&D

##### Berlin

4 companies

€60.8M funding

Strengths: Model performance, voice interfaces

##### Paris

2 companies

€53M funding

Strengths: Biotech AI, digital twinning

##### Zürich

2 companies

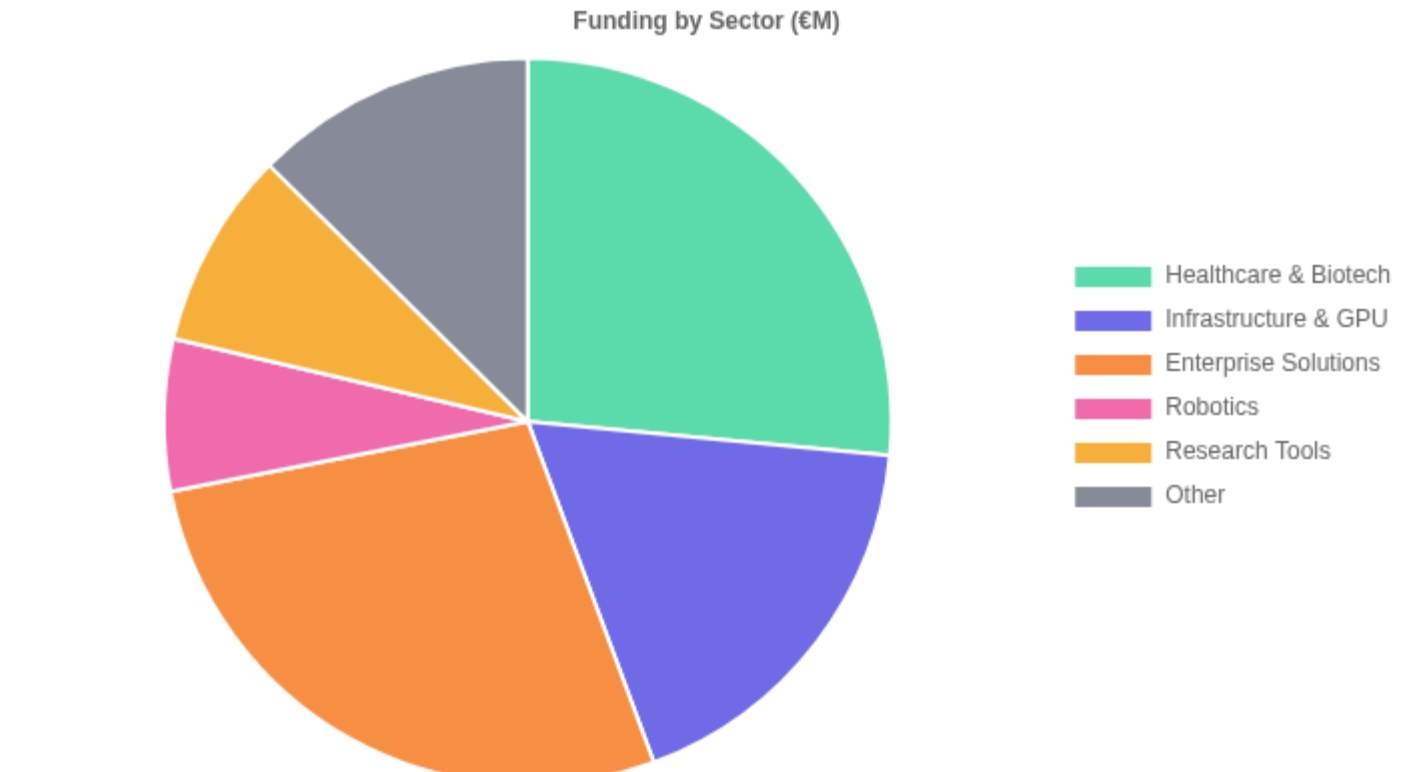
€40M funding

Strengths: Finance, weather forecasting

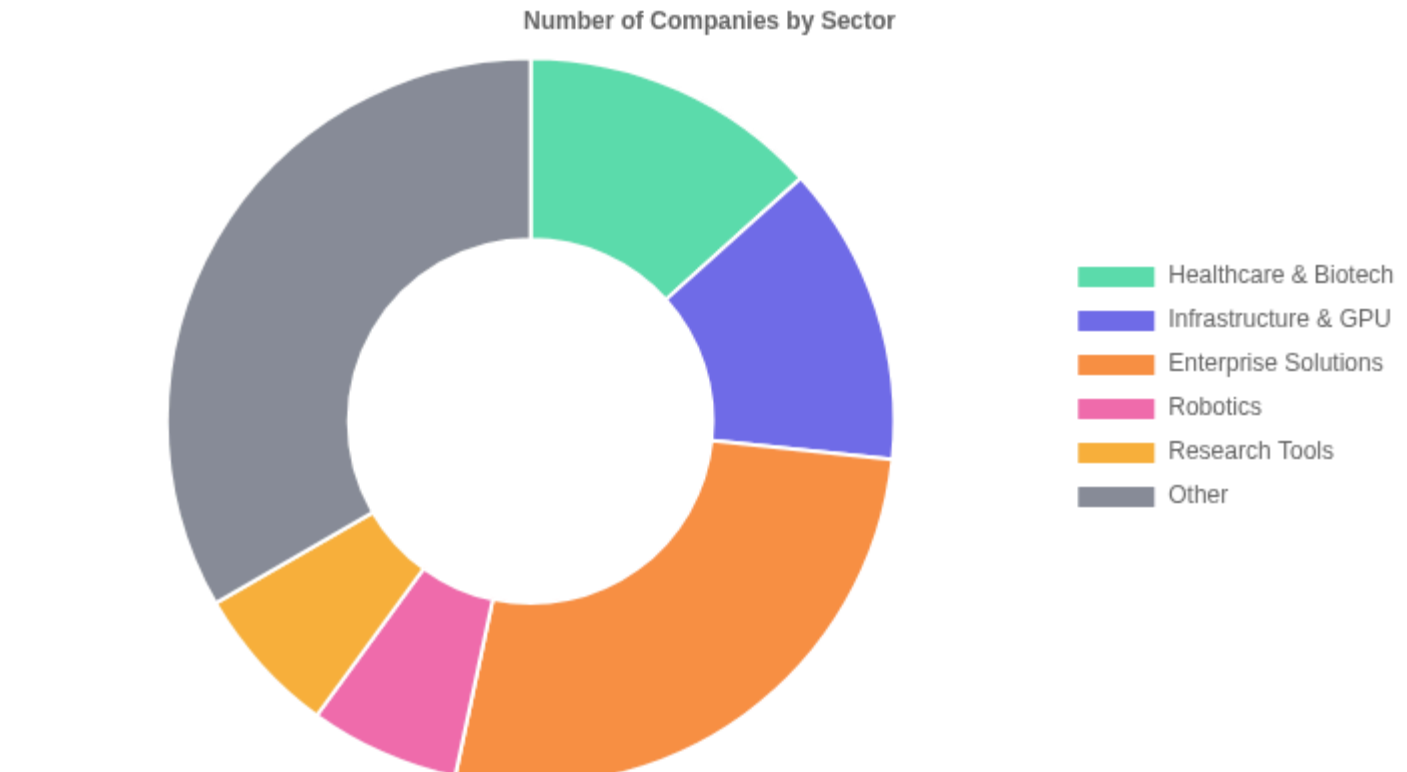
### Sector Analysis

The vertical AI market was valued at USD 10.2 billion in 2024 and is projected to grow at a compound annual growth rate (CAGR) of 21.6% from 2025 through 2034. This growth reflects a maturing market where investors increasingly value AI that solves concrete business problems rather than promising broad capabilities.

#### Funding by Sector



#### Companies by Sector



##### Healthcare & Biotech

€181M

4 Companies

Key players: Tandem Health, Quibim, Bioptimus, Latent Labs

##### Infrastructure & GPU

€122M

4 Companies

Key players: NexGen Cloud, cartagon.ai, Sallience Labs

##### Enterprise Solutions

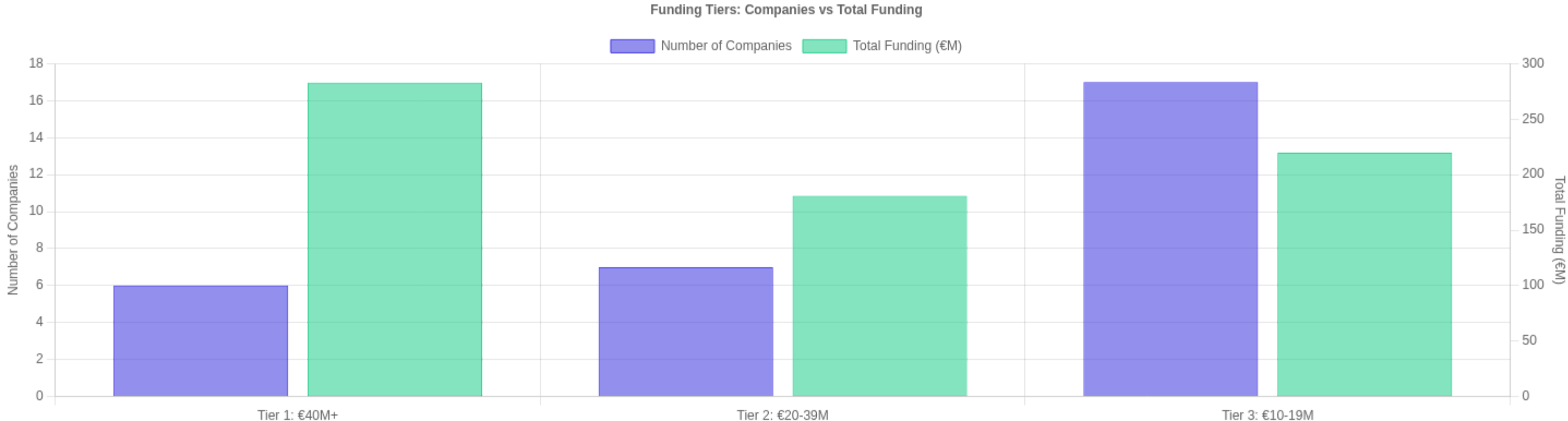
€188.2M

8 Companies

Spans insurance, e-commerce, finance, legal, and security

### Funding Tier Analysis

Breaking down the companies by funding amount reveals distinct groups at different stages of growth and market expansion.



##### Tier 1: €40M+

6 companies | €283M total

Market leaders with substantial capital to accelerate growth trajectories.

Key Companies: AppliedAI, Tandem Health, Quibim, NexGen Cloud, Samaya AI, Bioptimus

##### Tier 2: €20-39M

7 companies | €181M total

Companies with proven value propositions now focused on scaling market reach.

Key Companies: Latent Labs, Relay, cartagon.ai, Sallience Labs, Unique, Sereact

##### Tier 3: €10-19M

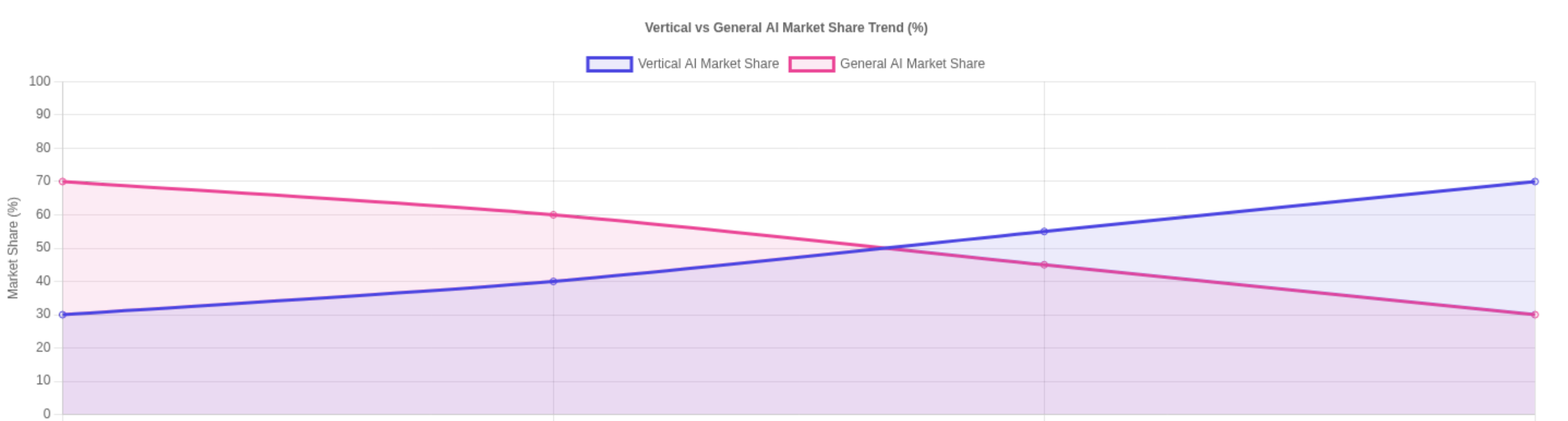
17 companies | €219.8M total

Earlier-stage companies beginning their scaling journey with recent market validation.

Largest group by company count, diverse in sector focus

### Vertical vs General AI Trends

The most striking trend in the H1 2025 data is the overwhelming dominance of vertical AI applications. Approximately 70% of funding rounds went to companies developing AI solutions for specific industries or business functions, rather than general-purpose AI platforms.



#### Key Features of Vertical AI

- Industry specificity:** Training on proprietary or sector-specific datasets
- Deep domain knowledge:** Understanding unique languages, regulations, and workflows of target sectors
- Workflow integration:** Direct embedding into core business processes
- High accuracy and compliance:** Built-in regulatory alignment for heavily regulated industries

#### Promising Vertical AI Sectors

- Healthcare & Biotech:** Drug discovery, diagnostics, treatment planning
- Financial Services:** Risk assessment, fraud detection, regulatory compliance
- Legal:** Contract analysis, case research, document automation
- Manufacturing:** Predictive maintenance, quality control, process optimization
- Insurance:** Claims processing, underwriting automation, risk modeling

### Featured Company Profiles

#### AppliedAI

Insurance

€55M

Founded in 2021 and headquartered in London, AppliedAI transforms insurance underwriting and claims processing through AI-powered automation. The company's solutions have achieved an 87% reduction in processing times for major insurers.

Largest Series A funding round in the dataset

#### Tandem Health

Healthcare

€50M

Based in Stockholm, Tandem Health is revolutionizing healthcare documentation through AI-powered clinical notes. Their AI scribe technology allows clinicians to focus on patient care rather than administrative tasks.

Active in 5+ countries and used by 500+ healthcare organizations

#### NexGen Cloud

GPU Infrastructure

€45M

Founded in 2020, NexGen Cloud provides sustainable AI cloud infrastructure powered entirely by renewable energy. Their focus on data sovereignty makes them uniquely positioned for European enterprises requiring GDPR compliance.

NVIDIA Preferred Partner for AI infrastructure

#### Bioptimus

Biotech

€41M

Paris-based Bioptimus is developing what they call "GPT for biology"—a foundation model that could revolutionize drug discovery, diagnostics, and biotech research. Founded by ex-Google scientists, the company has raised €76M total funding.

Led by Cathay Innovation with Sofinnova Partners and Bpifrance

### Complete Data Set: 30 European AI Leaders

Company	Sector	HQ	Funding
AppliedAI	Insurance	London	€55M
Tandem Health	Health	Stockholm	€50M
Quibim	Biotech	Valencia	€50M
NexGen Cloud	GPU Infra	London	€45M
Samaya AI	Research Tooling	London	€43M
Bioptimus	Biotech	Paris	€41M
Latent Labs	Biotech	London	€40M
Relay	E-commerce	London	€35M
cartagon.ai	High Performance GPUs	Berlin	€32M
Sallience Labs	Chips Infra	Oxford	€30M
Unique	Finance	Zürich	€30M
Sereact	Robotics	Stuttgart	€25M
Wordsmith AI	Legal Tech	Edinburgh	€25M
Maze	Cloud Security	London	€25M
THEKER Robotics	Robotics	Munich	€21M
Apheris	Model Performance	Berlin	€20.8M
Synthflow AI	Voice Interfaces	Berlin	€20M
GetWhy	Research	Copenhagen	€17M
ecoplanet	Energy Management	Munich	€16M
Validation Cloud	Web3 Infra	Zug	€15M
TurinTech AI	Code Optimisation	London	€15M
Gradient Labs	Customer Success	London	€11.8M
Aive	Video Automation	Levallois	€12M
Yaspa	Fintech	London	€12M
Inven	B2B M&A SaaS	Helsinki	€11.2M
Stotles	Public Sector Sales	London	€10M
Jua.ai	Weather Forecasting	Zürich	€10M
ocell	Climate Intelligence	Munich	€10M
Flank	Enterprise Governance	Berlin	€10M
tlldraw	Developer Tooling	London	€10M

### Data Sources & Methodology

This report is based on publicly available information about Series A funding rounds in European AI companies during the first half of 2025. The data was collected from multiple sources including:

- Pitchbook and Crunchbase data on European AI funding
- Global Market Insights reports on vertical AI market trends
- Company press releases and announcements
- SVB's "AI industry trends in Europe" report
- Sifted and Tech.eu coverage of European startup funding
- Industry analyst reports on AI sector growth

Note: All funding amounts are converted to Euros. The dataset includes only Series A rounds of €10M or more announced between January 1 and June 30, 2025.