Abandonment of contract: arbitration 30-1, 493 release 491 rescission 493 Acceptance: actual notification, offeror requiring 46 battle of forms, 39-40 change of terms, effect of 39 communication: general offer, in case of 43 going astray, risk of 44-5 instantaneous modes of 47 need for 41 offeree, other than by 42 offeror, to 41 place of contracting 45 waiver 42-3 definition 38 electronic means, by 43-7 equivocal 41 inconclusive 38 inferred 49 mental, insufficiency of 41 mistake as to 306-8 need for 27 notification of 36 offer: acceptor to have knowledge of 49-50 coinciding with 38 party to which offer addressed, by 311-13 performance, by 43 place of 47 post, by 43-7 prescribed mode of 50-1 previous dealings, based on 48 process of 28-9 qualified 41 revocation 51 silence, by 47-9 telegram, by 43-7 telemessage, by 43-7 unauthorized modes of 50-1 unsolicited goods, of 48 Accord and satisfaction: discharge by 491-2 executory satisfaction 491-2 promissory estoppel 492 Account agent, duty of 635 Action for agreed sum: advance payment of price 594 remedy of 593-5 repudiatory action before falling due 594-5 Advertisement: auction, of 56

offer, not 33 reward, of 35-6 Affirmation: breach of contract, effect on 141-2, 537 rescission, limitation on right of 249, 285 Age: majority, of 211 Agency: agent see Agent agent and third parties, relationship between 648-53 creation, means of 623 effects of 635 exemption clauses benefiting third parties 442 expenses, reimbursement of 632 fiduciary nature of 636 gaming contract, relating to 345 nature of 623 necessity, of: meaning 630-1 negotiorum gestio, no recognition of 051-2 ship-masters and carriers, of 631 principal see Principal relations between principal and agent 635-41 relations between principal and third parties 641-8 Agent: auctioneer as 632-3 authority: actual 624 cohabitation, in case of 630 employee, of 629 husband and wife, of 629 implied 624 interest, coupled with 657-8 irrevocable 657-60 limited 628-9 ostensible 627-30 partnership, of 629 revoked 628-9 termination of 654-60 brokers 634 capacity 623 Commercial 634, 659-60 commission, earning 640 Crown 207 del credere 639 duties of: account, to 635 bribe, not to take 636-7 care and skill, exercise of 635 conflict of interests, avoiding 637-8 delegate, not to 638 fiduciary 636 secret profit, not to make 636

Agent (cont.): estate agent 634 expenses, reimbursement of 641 factor as 633 fraud of principal, acting in 641 lien, entitlement to 641 misrepresentation through 644-7, 650-1 named principal, contracting for 648 non-disclosure through 644-7 non-existent principal, contracting for 650 party to deed, as 642, 649 personal liability 648-51 personality, importance of 643 power of attorney 658 principal: acting as 651 not contracting as 643 privity of contract 638, 648 ratification of contract by: capacity of principal to contract 626 existence of principal 626 manner of 627 means of 624-5 principal to be named or identifiable 625 time of 627 relations with principal 635-41 relations with third parties 648-53 remuneration, right to 639 settlement with 647-8 signing on behalf of principal 644 solicitor as 634 termination of authority: act of parties, by 654 commercial agents 659-60 death, by 655-6 frustration, by 655 insolvency, on 655 means of 654 mental incapacity, on 656-7 operation of law, by 655-7 personal liability or loss, incurring 659 third party, settlement by 648 unauthorized acts of 652 undisclosed principal, acting for 652 Agreement: certainty of terms 62-7 see also Terms common intention, expression of 27 conclusion of 27 conditions, subject to 70 conduct, inferences from 29-32 contract as 2 exchange of correspondence, made by 28 imposition by court 63 incomplete: further agreement, reference to 67-8 further terms unresolved, where 67 letters of intent, status of 68 informal, acting on 68 intention, objective test of 31 offer and acceptance 27-9 see also Acceptance; Offer provisional, meaning 69

subject to contract 68-9 technique of 32 uncertain 61-7 Ambiguity: construction of contract in 157 mistake, giving rise to 295, 327 Anticipated contract: services rendered 30, 46, 64-5 Anticipatory breach 541-3 Anti-competitive practices: abuse of dominant position 373 Article 85 372-3, 376-7 Article 86 373 European Community law 372-3 legislation controlling 371 Apprenticeship: contract of 214-15 Arbitration: abandonment of contract 30-1, 493 frustration, cases relating to 534 Assignment: chose in action, of 447-8 contractual liabilities, of: consent, requirement of 461 general rule 461 mutual rights and obligations 462 novation, by 462 vicarious performance 461 contractual rights, of: claims arising 457 commercial or financial interest 459 common law, at 447-8 equitable 452-6 equities, assignee taking subject to 456 equity, in 448-9 general rule 447 insurance policies, of 452 Law of Property Act, under 449-52 priorities 458 rights not capable of 458-60 statutory 449-52 stocks and shares 452 title of assignee 456-8 copyright, of 447, 452 Crown, to and by 447 equitable: agreement for 455 consideration 454-6 equitable chose, of 455 form 453 gratuitous 455 informal nature of 453 joinder of assignee 453 legal chose, of 456 notice of 454 title acquired 452 Law of Property Act, under: absolute, to be 450 charge, by way of 451 consideration, no need for 452 effect of 450 express notice, need for 451

requirements 449 rights subject to 452 writing, need for 451 negotiability distinguished: consideration 466 holder in due course 467 notice 466 title 466 negotiable instruments see Negotiable instruments novation distinguished 462 operation of law, by: bankruptcy, on 470 covenants on land, of 471 death, on 469 patents, of 447, 452 rights not capable of: bare right of action 459 employment contracts 460 personal contracts 460 prohibitions 458 public officers, salaries of 460 Assumpsit: misfeasance, claim for 12 money, for 14 nonfeasance, claim for 13 reliance damage, action for 15 rise of 16 Auction: advertisement of, effect 56 bid at as retractable offer 56 offers and invitations to treat 34 sales without reserve, revocability of offer 55-7 Auctioneer: agent, as 632-3 Bailment: assumption of risk 444-5 exemption clauses, construction of 177-8 hire, for 438 imposition of contractual liabilities on third parties 434 nature of 434 Bankruptcy: assignment of property on 470 discharge of contract on 555 proceedings 470 Battle of the forms 39-40 Bilateral contracts 29 Bill of exchange: acceptance 464 discharge of 492 drawing of 464

holder in due course 467

indorsement 464

use of 467

past consideration 95

illegal agreement, relating to 397

limitation of negotiability 467-8

negotiable instrument, as 464

principal not liable on 642

writing, requirement of 78

Bill of lading: aspects of 468 copies of 468 holder, rights of 469 negotiable instrument, differing from 469 Bill of sale: form 78 Blackmail: duress and 276-7 Breach of confidence: remedies for 261 Breach of contract: accrued obligation, remaining 550-1 affirmation, implied 537 anticipatory 541-3 basis for determining existence of 62 consequences of discharge 550-1 damages, obligation to pay 535 see also Damages discharge at option of injured party 535-9 discharge by: forms of 539 frustration distinguished 518, 526, 550 election to accept repudiation, effect of 538 failure of performance 537 common ground, as 545 condition, broken term being 547 discharge from liabilities, entitlement to 545 entire obligation, of 547 independence of promises 546 instalment contracts 549-50 root of contract, going to 548-50 fundamental: construction 171-3 current position 173 exemption from liability for, impossibility of 171 nature of terms 170-1 principle of 170 repudiation of contract 172 rule of law 171 substantive doctrine 172 impossibility created by one party: before performance due 544 during performance 545 effect of 534 renunciation, differing from 534-5 innocent party not accepting 535-6 instalment contracts 549-50 loss of right of discharge 551 no reason or bad reason given for 538-9 prevention of performance by promisee 545 quantum meruit, claim for 551 remedies for: agreed sum, action for 593-5 damages see Damages direct enforcement 593 heads of 559 injunction see Injunctions restitutionary 559, 604-15 see also Restitution specific performance see Specific performance renunciation of liabilities: before performance due 541-3

Breach of contract (cont.): renunciation of liabilities (cont.): during performance 543 impossibility differing from 534-5 intention, requirement of 540 occurrence of 539 root of contract, going to 548-50 unaccepted repudiation, limited effect of 536-7 Breach of promise: marriage, of 357 Broker: agent, as 634 Building contracts: frustration 511 generally 2-3 imposition of contractual liabilities on third parties 430 Business efficacy: implied terms for 144-6 Business liability: Unfair Contract Terms Act, for purposes of 185 Capacity to contract see also Incapacity: corporations of see Corporations Crown, of see Crown drunken person, of 229-31 limitations on 203 mentally disordered persons, of 229-31 minors, of see Minors partnerships, of 229 public authorities see Public authorities trade union, of 229 unincorporated associations, of 228-9 Carriage of goods: damages for loss 574 deck, carriage of cargo on 176 delay in 176 deviation cases 175-6 exemption clauses, construction of 175-7 frustration of contracts 511 effects of 533 misdelivery 177 Carriers see also Carriage of goods: agency of necessity 631 Cartel: public interest, consideration of 371 purpose of 371 restraint of trade, as 370-4 Catalogue: offer, whether 33 Causation 567 Certainty: agreements to negotiated 65 executed transactions 64 lock-out agreement 66-7 machinery for ascertainment 65 necessity for in contract 62-8, 98 Champerty: bare right of action, no assignment of 459 crime and tort, abolition of 356 illegal contract of 355

Charge: assignment by way of 451 Charge card: payment by 480 Charterparty: condition in 133 frustration 509-10 imposition of contractual liabilities on third parties 435-7 use of chartered ships, restrictions on 435-7 Chattels: contracts concerning, imposition of contractual liabilities on third parties 431-8 use, restrictions on 437-8 Child see Minor Cheques: indorsement in blank 463 limitation of negotiability 468 negotiable instrument, as 463 special indorsement 463 Chose in action: assignment 447-8 equitable 448, 453, 455 legal 448, 453, 456 Civil servants: contract of employment, lack of 72 Codification: intention of 17-18 Cohabitation: agency, authority for 630 Collateral agreement: illegal contracts 397 land, for sale or disposition of 82-3 Commodity futures: gaming, as 339 Common law: contract as part of 1 Company: contractual capacity: lack of, abuse of power distinguished 226 ultra vires doctrine, modification of 226-8 directors, powers of 228 form of contracts by 228 Competition see Illegality; Restraint of trade Compromise: consideration, as 100 Conditions: breach: acceptance of 142-3 affirmation after 141-2 breach of warranty, treatment as 142 remedy for 132 right of discharge, loss of 141-3 waiver 141-2 charterparty, clause in 133 contingent 133-5 definition 133 essential term, as 133 express provision as 140 fulfilment and consideration distinguished 90 fundamental 141 implied provision as 140-1

intermediate terms distinguished 139-41 judicial decision, categorized by 140 non-fulfilment of 135 operation of contract, vital to 133 promise, as 133 promissory 133-5 standard, use of 159-60 statement of fact as 133 statute, designation by 139 stipulation, as 132 subsequent 135 terms classified as 132 warranty, distinguished from 132, 136 Conduct. certain and uniform course of, custom as 149 inferences from 29-32 standard in fiduciary relationship 261 subsequent, of parties 157 Consensus: theory of contract 4, 45, 50, 162, 294, 306 Consideration: absence, effect of 123 accidental binding of parties, prevention of 89 adequate, no need to be 96-7 appraisal of doctrine 123-4 benefit or detriment, as 89 compromise as 100 covenant in restraint of trade, for 365 definition 88-90 derisory, court finding 123 discharge by agreement, doctrine applying to 490 equitable assignment, for 454-6 evidence of intention to be bound, as 91 executed 92 executory 92 existing duty, discharge of: creditors, composition with 109 difference, existence of 107 Foakes v. Beer, rule in 108-9 no consideration, as 107 smaller sum, acceptance of 108 third party, part payment by 110 existing duty, performance of: detriment and benefit, showing 101 performing party, detrimental to 105 practical benefits 105-7 promise to perform 103-4 promisor, owed to 104-7 public duty 101-2 third party, owed to 102-4 failure of: money paid, recovery of 605-7 partial 606-7 subject-matter on contract, non-existence of 300 total 605-6 fair price, no doctrine of 97 forbearance as 90, 99-100 fulfilment of condition distinguished 90 functions of 124 gift distinguished 90 impossibility 98

iustification of doctrine 123 lack, defence of 92 legally enforceable promises, test of 89 love and affection as 98 moral obligation, and 91 motive distinguished 98 necessity for in simple contract 90-1 negotiable instruments, for 95-6, 466 nominal 97 past: antecedent debt, for 94 exceptions to rule 93-5 inadequacy of 93 meaning 93 negotiable instruments, for 95 request of promisor, at 93-4 peppercorn 97 privity of contract, rule distinguished 95 promise, in return for 89 promise to do something already required 88 promisee, moving from 95-6 promissory estoppel as alternative to 110 real, to be 97-100 reciprocity 88 requirement, circumventing 74 reward, in case of advertisement for 92 surrender of document as 96-7 uncertainty 99 value, having 96 variation, for 495-6 variety of policies, reflecting 124 waiver not requiring 497-8 Construction of contract: document, intention ascertained from 156-7 ejusdem generis rule 158 exemption clauses see Exemption clauses express mention, similar matters excluded by 158 parol evidence rule 130-1 party putting forward document, against 159 plain and literal meaning, words given 157 prior negotiations, evidence of 157 specific and particular descriptions of subjectmatter: meanings narrowed by 158 subsequent conduct of parties 157 subsidiary rules 158 two meanings, words with 158 whole of instrument, from 158 Consumer credit agreement: duty of disclosure 268 oppressive dealing 290 writing, requirement of 78 Consumer Protection Advisory Committee: consumer trade practices, powers as to 199 Consumer transactions: unfair terms see Unfair Contract Terms Act Contract: actionable promise or promises, as 2, 27 adhesion, of 159-60 agreement see Agreement breach see Breach of contract

Contract (cont.): conditions, subject to 70 consideration see Consideration constitutive function 3 construction see Construction of contract deed, made by see Deed definition 2 discharge see Discharge early actions 10-12 economic risks, allocation of 3 English law, principles of 1 European Community influence 18 everyday types of 2 form, need for 74 formal requirements, role of 75 freedom of see Freedom of contract illegal see Illegal contract interests protected by 8-9 law of obligations, as part of 21-2 nature and function of 1-9 offer and acceptance 27-9 see also Acceptance; Offer performance see Performance of contract place of 45 privity see Privity of contract remedies: damages see Damages form of 8 injunction see Injunctions provision for 3 restitution see Restitution specific performance see Specific performance responsibilities of parties, establishing 3 sanctity of 7, 16 separate and conflicting interests, reconciling 3 simple 74 standard form 5, 36, 159-60 terms see Terms tort, concurrence of claims in 21-2 types of 74 uberrimae fidei: disclosure, duty of see Disclosure; Nondisclosure meaning 258 unenforceable 20 unilateral and bilateral 29 vitiating factors, effect of 19 void see Void contract voidable see Voidable contract writing, requirement of: evidence, as 78-9 examples of 78 guarantee, contracts of 79-81 sale or disposition of land, contract for 81-8 Contract law: codification, intention of 17-18 content of 19-20 description of 1 European law, common principles of 18 general principles 19 Indian, codification of 17 international 18

statutory 17 twentieth century, reshaping in 17 Contractual capacity see also Incapacity: corporations of see Corporations Crown, of see Crown drunken person, of 229-31 limitations on 203 mentally disordered persons, of 229-31 minors, of see Minors partnerships, of 229 public authorities see Public authorities trade union, of 229 unincorporated associations, of 228-9 Contractual obligations: early actions 10-12 history of 9-18 obligations in tort, and 21 principles, development of 15-16 Contributory negligence 583-4 Copyright: assignment of rights 447, 452 imposition of contractual liabilities on third parties 433 Corporations: contractual capacity: lack of, abuse of power distinguished 226 ultra vires doctrine, modification of 226-8 directors, powers of 228 form of contracts by 228 Correspondence: agreement made by 28 Covenant: early actions 10-11 title, for 156 Credit card: payment by 480 Creditors: composition with as consideration 109 Crime: agreement to commit, illegality 349-50 compromise of offences 353 Crown: agents 207 assignment to or by 447 commercial contract, binding itself by 205-6 contracts by 204 discretionary powers: freedom to exercise 206 preservation of 205 employees: breach of contract by 207 dismissal 206-7 liability of 207 office, holding during pleasure of the Crown 206 rights of 207 future executive action, not fettering 205 guarantee by 205 immunity from legal proceedings 204 Parliamentary funds, contract providing for payment from 204 Petition of Right, action by 204

Custom:

binding effect, having 149 certain and uniform course of conduct, as 149 negotiability by 465 notoriety 149 reasonableness 149–50 terms implied by 148–50

Damages:

agreed damages clauses: amounts recoverable 591-2 breach, necessity for 590-1 construction of 588-90 liquidated damages 587 penalties 587 pre-estimate of damage, as 590 assessment: basis of 564 contract terms, reference to 565 cost of cure, for 565-6 diminution of value, for 565 expectation measure 564-6 performance measure 564-6 reliance measure 566-7 sale of goods, contracts for 577-82 see also Sale of goods bad bargain, no escape from 567 basic object of 8 causation 567-8 compensatory nature of 560-3 contributory negligence, and 583-4 difficulty of assessment no bar to 560 fraudulent misrepresentation, for 241-2 inconvenience or disappointment, compensation for 561-2 indemnity distinguished 248 interest on 586 liquidated 587 loss of reputation, for 562-3 market fluctuations, effect of 573-4 mitigation 582-3 negligent misrepresentation, for 243-5 normal business position, flowing from 573 overlap of rules 559 penalties: amounts recoverable 591-2 construction of 588-90 resumption as to 589 rule against 587 plaintiff, contributory fault of 583-4 punitive, not 560-1 quantum meruit, comparison with 612-13 remoteness: basic rule of 568-71 contemplation of breach 575 damage in contemplation of parties 576 economic loss, of 571-2 effect of 568 exceptional loss 574-5 foundation of law 568 loss of profits 569 physical damage, of 571-2

reasonable foreseeability 570 tort, rule in, 22, 570-2 type of damage 572 usual course of things, damage arising in 572-5 rescission, in lieu of: discretion to award 252-3 measure of 253-4 restitution: damages, as alternative to 604-14 measure of damages, as 614-15 tax element in 585 tort, in 22, 241, 244-5, 570-2 Death: agent, of 655-6 assignment, effect on 469 offeree, of 61 offeror, of 61 personal services, effect on contract for 508 principal, of 655-6 Debt: action in 10-11 assumpsit 13-15 bonds, use of 11 Common Pleas, jurisdiction of 14 contract, on 12 obligation, on 11 praecipe, writ of 11 repayment, enforcement of 559 Deceit: damages for 232 measure of 241 fraudulent misrepresentation see Misrepresentation requirements for action of 239 Deed: agent as party to 642, 649 attestation 76 contract by 29 execution of 76-7 gratuitous promise, in case of 77 need for, circumstances of 77 validity 74 delivery 77 escrow, in 77 irrevocability of offer made by 55 nature of 76 sealing, no need for 76 statutory provisions governing 76 Delay: carriage of goods, in 176 delivery, in accepting 580 frustration by 520-1 Delivery: deed, of 77 delay in accepting 580 late 578 misdelivery 177 non-delivery 577 Demurrage: nature of, in charterparty 172 Description: sale of goods by 151-2

Detinue action in 10-11 Director General of Fair Trading: action, taking 199 consumer trade practices, powers as to 199 Directors: powers of 228 Disability see Capacity Discharge: agreement, by: accord and satisfaction 491-2 automatic termination 500-1 consideration 490 contract, provisions in 500-2 form of 490, 494 release 491 rescission see Rescission termination on notice 501-2 writing, contracts evidenced by 490 bankruptcy, on 555 breach, by see Breach of contract frustration, by see Frustration judgment of court, by 553 merger, by 552 operation of law, by judgment of court 553 merger 552 written instrument, alteration or cancellation of 554 Disclosure: agent, non-disclosure through 644-7 duty of: allotment of shares, contracts for 263-4 contracts uberrimae fidei 258 family settlements, contracts preliminary to 263 fiduciary relationships, relating to 261-3 insurance contracts 259-61 investment business, relating to 264, 268 legislation, imposition by 268-9 no general duty of 257-8 non-disclosure see Non-disclosure Divorce. agreements for collusive, illegal 357 marriage, promise of, on 358 Documentary credit: payment by 479-80 Documents: agreement, absence of 318-22 blank, signed in 321 intention ascertained from 156-7 party putting forward, construction against 159 printed terms in 165 single, terms foe sale or disposition of land in 82.84-5 several, guarantee consisting of 84 standard form, terms in 125 surrender as consideration 96-7 Drunken person: contractual capacity 229-31 Duress: alternative remedies and 274

blackmail 276-7 causation 273 consent, vitiating 273-4 contract, threat to break 272-3 economic 17, 272-3 entry into illegal contract induced by 392 goods, of 272 illegitimate pressure, occurrence of 271, 276-7 juridical basis of 273-4 lawful action, threats of 276-7 lawful imprisonment, threat of 272 legitimate renegotiation distinguished 274-6 occurrence of 270 person, of 271-2 remedies for 274 types of 271 unlawful pressure: economic duress 272-3 goods, duress of 272 occurrence of 271 person, duress of 271-2 Easement: implied 147 Economic loss: negligent misrepresentation causing 17 Election: repudiation, to accept 538 waiver as 499-500 Employment: fiduciary relationship, as 262 Employment contract: assignment, not capable of 460 collective agreement, settled by 5 Crown, with 206-7 minor, by 214-15, 219 Entire obligations 484-9 Equity: equitable doctrine, operation of 74 Escrow: meaning 77 Estate agent: authority of 634 Estoppel: apparent authority, doctrine of 627-8 convention, by 119-20 equitable, rules of 17 existing or past fact, representations of 112 forms of 110 party to negotiations, raised by 121 promissory see Promissory estoppel proprietary see Proprietary estoppel sale of land, in case of 86-7 unconsciousness, general principle preventing 120-2 waiver as 498-9 Evidence: contract terms, of 130-1 Executed contracts: misrepresentation relating to 254 rescission, limitation on 254

Exemption clauses: adhesion, contracts of 159-60 agency contracts 442 burden of proof 179 business transaction, in 165-6 construction: bailment, contracts of 177-8 bargaining power, inequality of 165 carriage of goods cases 175-7 contra preferentum rule 167 deliberate breaches, in case of 178 hire-purchase cases 175 illustrations of 174-9 liability for negligence, exclusion of 167-9 precise words, need for 166 sale of goods cases 174 statutory provisions 165 strict 166 exception to privity 445-6 express undertakings, inconsistency with 180 fundamental breach of contract, and: construction 171-3 current position 173 principle of 171 protection of party by 173 rule of law 171 future contingencies, anticipation of 165 implied contract 443-4 legislative intervention 198-9 liability for fraud, not excluding 181 limitation clauses, and 169-70 misrepresentation of 181 misrepresentation, exclusion of 255-7 previous course of dealing, incorporation by 161 promise not to sue, contract construed as 441 reasonableness 181-2 third parties: benefit to 179-80, 439-40 burden on 440-6 Unfair Contract Terms Act, control by: breach of contract, exclusion or restriction of liability for 189 business liability, application to 185 consumer, dealing as 186 contractual liability, application to 188-90 force majeure clause, application to 190 hire-purchase contracts 188 impact of 195 indemnity clauses, unreasonable 187 liability for negligence, restrictions on power to exclude 186-7 reasonableness test, 190-5 sale of goods contracts 187-8 scope of 182 supply contracts 188 varieties of clauses 184-5 Unfair Terms in Consumer Contracts Regulations, control by: exclusions from 196 fairness, test of 197-8, 293 good faith, test of 198 misrepresentation, cases of 257

scope of 196 vicarious immunity 441 Fact existing or past, representations of 112 material, full disclosure of 262 representation of 235-7 statement of as condition 133 Factor: agent, as 633 Family arrangements: intention to create legal relations, lack of 71-3 Family settlements: contracts preliminary to, duty of disclosure 263 Fiduciary relationship: disclosure, duty of 261-3 employment, in 262 material facts, full disclosure of 262 parties negotiating contract, between 263 standard of conduct 261 undue influence, giving rise to presumption of 280 see also Undue influence Force majeure: clauses, use of 504 Foreign law: misrepresentation of 237 Fraud: agent, by 641 agreement to perpetrate, illegality 349-50 entry into illegal contract induced by 392 equity, in 277-8 meaning 261 exemption clause, liability not excluded by 181 fraudulent misrepresentation see Misrepresentation limitation of actions, effect on 617-18 meaning 239 remedies 277-8 Frauds, Statute of see Statute of Frauds Freedom of contract: abuse of 181-2 aspects of 4 compulsory transactions 6 equality of bargaining power, assumption of 4 extent of 4 implication of terms, effect of 6 lack of 6-7 nineteenth century, in 16 objective theory, reconciliation with 6 public authorities, of 210 standard form contracts, use of 5 statutory restrictions 4-5 theory of 4 Frustration: adventure, of 505-6 agent's authority, termination of 655 arbitration 534 building contracts, of 511 change in law, due to 512 charterparties, of 509-10 construction theory 517 discharge for breach compared 518

Frustration (cont.): doctrine of: defining characteristics 503 emergence of 504-6 history and scope of 503-13 effect of 7-8 accrued obligations, remaining 527 application of principles 532 benefits, value of 531 carriage of goods by sea, on 533 common law 526-8 contract of insurance, on 533 determination of contract 526 expenses, liability for 528-30 future obligations, discharge of 527 just sum, award of 532 money paid or pavable, recovery of 529 non-monetary obligations 530-1 proviso 530 restitutionary response 528 sale of goods contracts, on 533 self-induced 527 service, performance of 531 statutory provisions 528-34 vovage charters, on 533 foundation of contract, disappearance of 516 implication of term, by 513-15 impossibility, and 503 instances of 506-13 just and equitable result, as 515 lease of land, application to 52+-6 non-occurrence of particular event as 507 operation of law, by 515 partial failure 534 performance of one party, affecting 513, 520 personal services, death or incapacity for 508 radical change in obligation, as 516-18 risk, incidence of: contract, provision in 518-19 delay 520-1 foreseen events 519 inflation, effects of 521 performance of one party affected where 520 sale and carriage of goods, contracts for 511 sale of land, contract for 526 self-induced: different contracts, choosing between 522-3 effect of 527 inadvertent act, by 524 negligent act, by 524 reliance not placed on 521-2 subject-matter of contract, destruction of 506 theoretical basis 513-18 war, effect of 506, 513 Fundamental breach see Breach of contract Fundamental terms: breach see Breach of contract meaning 171 Gaming contract:

bookmaker and defaulting client, arrangements between 342

commodity futures, relationship with 339 common law, wagers at 340 definition 336 illegal gaming 348 insurance contract, relationship with 338 loans made for 346-8 null and void, being 341 principal and agent, relation of 345 restitution, and 342 securities 343-5 stakeholder, money deposited with 343 statutory provisions 340-3 Stock Exchange transactions 339 supplementary promises 341-2 uncertain event, as to 336-7 Gift: consideration distinguished 90 undue influence, presumed 282 Good faith 7, 66, 113, 197-8, 232, 257-8, 275-6, 291-3, 565, 595, 636-7 Government departments: contracts with 204 Guarantee, contract of: continuing liability under 80 contract of indemnity distinguished 79 Crown, by 205 enforcement 83 larger transaction, as part of 80 non-disclosure 265 parties and subject-matter 84 primary responsibility of third party under 79 principal debtor 80 property, protecting 80-1 real liability under 79-80 several documents, consisting of 84 signature 84 Statute of Frauds, outside 80 writing, requirement of 79-81

Hire:

imposition of contractual liabilities on third parties 438 Hire-purchase: conditions and warranties, statutory definition of terms as 139 exemption clauses, construction of 175 implied terms 156 imposition of contractual liabilities on third parties 438 Unfair Contract Terms Act, application of 188 Husband and wife: agency, creation of 629 intention to create legal relations 71-3 undue influence, presumed 280 Illegal contract: anti-competitive 359-80 benefit from 387-8 collateral transactions:

bills of exchange 397 security 397 untainted 397 common law, at: action hostile to friendly foreign government, concerning 351 champerty 355 course of justice, agreements tending to pervert 353-4 crime or civil wrong, agreement to commit 349-50 criminal offences, compromise of 353 due discharge of parental duty, agreements affecting 357-8 fraud, to perpetrate 349-50 good government, agreements tending to injure 352 good morals, agreements contrary to 356-7 indemnity against loss incurred as result of criminal or tortious act, contract of 350 invalidation of contract 349 jurisdiction of courts, agreements ousting 358-9 legal process, agreements tending to abuse 354-6 maintenance 354 marriage, agreements affecting freedom or security of 357-8 public interest, contract injurious to 352 public policy 348-9 restraint of trade, in 359-81 see also Restraint of trade revenue, agreement to defraud 350 salaries, assignment of 353 state, contracts injuring in relations with other states 351-2 competition, restriction of 359-81 see also Restraint of trade effect of 333 collateral remedies 387 contract illegal per se 386-7 fundamental principle 381-2 guilty parties, on 383 innocent parties, on 383-4 parties, intention of 383-6 subsequent illegal performance, where 384 variation in 381 gaming contract see Gaming contract ignorance of law: no defence, as 385 performance legal, where 385-6 innocent parties: illegal act, commission of 384 remedies 383 money paid, recovery of: class protecting statutes, under 391 equitable interest, claims based on 395-7 fraud, entry into contract induced by 392 genuine withdrawal, on 390-1 illegal purpose not yet carried into effect 389-91 marriage brokage contracts 391 merits, balancing 393 mistake, where 392-3 oppression and duress, where 392

parties not in pari delicto, where 391-3 plaintiff not relying on contract, where 394-7 refusal of 391 rule of law 388 nature of 20 passing of property 394 per se 386-7 property transferred, recovery of: class protecting statutes, under 391 equitable interest, claims based on 395-7 fraud, entry into contract induced by 392 genuine withdrawal, on 390-1 illegal purpose not yet carried into effect 389-91 legal title, claims based on 394-7 mistake, where 392-3 oppression and duress, where 392 parties not in pari delicto, where 391-3 plaintiff not relying on contract, where 394-7 refusal of 391 rule of law 388 public conscience test 382 refusal by court to enforce contract 336 repudiation of purpose 389-90 restitution of benefits transferred under 388-97 severance: agreement, not to alter 402 blue pencil rule 400-1 criteria for, changing 398 effect of 403 employer-employee covenants 400 illegal or void condition, of 398 main consideration, illegal promise not to form 401 nature of contract, altering 403 one-sided 403 public policy 398-400 requirements for 400-2 true 403 statutory: penalty, imposition of 335-8 performance, relating to 334-5 purpose of 336 statutory prohibition, effect of 334-7 unenforceable, contract being 334 void, contract being 336 Implied contract 29 Implied terms: business efficacy, for 144-6 cases for implication of 143 common law 6 common relationship, in 143-4 standardized terms 146-8 custom, by: binding effect, having 149 certain and uniform course of conduct, as 149 exclusions 148 illustrations 148 notoriety 149 reasonableness 149-50 default rules, as 147 easement, implied 147

Implied terms (cont.): hire-purchase contracts, in 156 intention, implication depending on 143 necessity for 144-6 obvious 145 reasonableness 145 sale of goods see Sale of goods statutory 6 supply of goods and services, contracts for 156 Impossibility of performance see Breach of contract; Frustration Incapacity: corporations see Corporations consequences of 203 mentally disordered person, of 229-31 minors, of see Minors persons suffering 203 refusal to enforce contract in case of 203 Indebitus assumpsit: action of 14 Indemnity: assessment of 247 contract of guarantee distinguished 79 damages distinguished 248 loss incurred as result of criminal or tortious act, against 350 unreasonable clauses 187 Industrial revolution: British economy, change in structure of 1 Ineffective contract: money paid, recovery of, 203, 211, 228 Inequality: bargaining power, of 165, 289-90 Infants see Minors Injunctions: laches, effect of 619 mandatory 603 prohibitory: breach of negative stipulation, restraining 601 contracts of personal service, not appropriate for 601-2 grant of 601 negative undertaking, effect of 602 practical realities of 603 types of 600 Insurance: basis of contracts clause 260-1 contracts: disclosure, duty of 259-61 frustration, effects of 533 gaming contract, as 338 marine 259-60 non-marine 260 third parties, for benefits of 420-1 life, assignment of policy 452 marine: assignment of policy 452 statutory provisions 259-60 writing, requirement of 78 reasonableness requirement 193 road traffic, third party rights 420-1 wife and children, on life for benefit of 421

Intention of parties: construction of contract see Construction of contract Intention to create legal relations: dispute as to 71-3 family arrangements, exclusion of 71-3 objective test of 71-3 offer intended to effect 70 social engagements, exclusion of 70-2 Interest. damages, on 586 Intermediate terms 138-41, 542-9 Interpretation see Construction of contract Invitation to treat 33-5 Investment business: duty of disclosure 264, 268 Iurisdiction: agreements ousting 358-9 Know-how: agreements protecting 367 Laches: equitable claims, application to 619 Land: contracts concerning: imposition of contractual liabilities on third parties 431 third parties, acquisition of contractual rights by 423-5 covenants: assignment of 471 restrictive 374-5, 431 running of benefit of 423 Land, sale or disposition of: collateral agreements 82-3 contract for: , form required 83-8 non-compliance with requirements, effect of 85 oral 85 parties 84 signature 84 subject-matter 84 void, performance of 86 equitable mortgage, validity of 82 estoppel 86-7 formal requirements 75 frustration 526 interest in, definition 82 lock-out agreement 82 misdescription 266-7 non-disclosure 266-7 option, grant of 82 restitutionary obligations 86-8 single document, terms in 82, 84-5 specific performance 597 statutory provisions 83 supplementary agreements 82-3 writing, requirement of 81-8

Law Commission: codification project 17-18 contract, work on 18, 81, 131, 261, 427, 583-4, 605-7, 613-14 Recommendations, Law Com. No. 69 (1975) 182 Scottish Law Com. No. 39 (1975) 182 Report, No. 104 (1980) 261 Report, No. 121 (1983) 485, 486, 489 Report, No. 134 (1984) 225 Report, No. 160 (1987) 150 Report, No. 242 (1996) 407, 414, 416, 420, 427, 428 Law Reform Committee: Seventh Report, 1958 (Cmd. 501) 585 Eighth Report, 1958 (Cmd. 622) 77 Tenth Report, 1962 (Cmd. 1782) 243, 253, 254 Twelfth Report, 1969 (Cmd. 2958) 316 Law Revision Committee: Sixth Interim Report, 1937 (Cmd. 5449) 79, 92, 109, 124, 421, 422, 427 I ease frustration 524-6 Legal relations: intention to create see Intention to create legal relations Legal rights: promise not to insist on 74 Letters of credit: third parties, acquisition of contractual rights by 422 Lien: agent, of 641 Limitation of actions: acknowledgement, effect of 618 concealment, effect of 617-18 disability, persons under 617 equitable relief, statutory periods not applying to 619 fraud, effect of 617-18 general rule 616-17 laches 619 law, policy of 616 mistake, effect of 617-18 once and for all and continuing breaches compared 617 part payment, effect of 618 remedy, barring 618 Liquidated damages: penalty distinguished from 587-92 Loans: wagering and gaming, for 346-8 Lunacy see Mentally disordered person Maintenance: bare right of action, no assignment of 459 crime and tort, abolition of 356 illegal contract of 354 Marine insurance see Insurance

Market price: sale of goods 577-8 Marriage: agreements affecting freedom or security of, illegality 357-8 breach of promise 357 brokage contracts 357, 391 separation, agreement for 358 Maxims: caveat emptor 152, 266 delegatus non potest delegare 638 de minimis non curat lex 476 eiusdem generis 158 ex antecedentibus et consequentibus fit optima interpretatio 158 ex turbi causa non oritur actio 382 expressio unius est exclusio alterius 158 ignorantia juris haud excusat 385 in pari delicto potior est conditio defendentis 388, 389, 391, 392, 393 locus poentitentiae 389, 391 potior est conditio defendentis 382 quantum meruit 610, 611, 613, 614 qui facit per alium facit per se 641 res periit domino 533 scriptum predictum non est factum suum 318, 319, 320, 321 ut res magis valeat quam pereat 63, 158, 650 verba charatarum fortius accipiuntur contra proferentem 159, 167 Measure of damages see Damages Mentally disordered person: contractual capacity 229-31 Minors: age of majority 211 agent, capacity to be 623 contracts by: apprenticeship, of 214-15 beneficial 214-16 common law rules 211-12 disclaimer, requiring 211, 216-18 effect of disclaimer 218 employment, of 214-15, 219 necessaries, for 211-14 negative voidable 211-12, 216, 220 option of minor, voidable at 211-12 positive voidable 211, 216-18, 220 property, relating to 216 rights and liabilities 211 third parties, effect on 225 time of disclaimer 217 liability of: contractual 218-20 nature of 218-20 necessaries, for 218 positive and negative voidable contracts, for 220 qualified enforceability 220 restitution, in 221-5 tort, in 220-1 partner, as 217 restitution in favour of 225 restitution, liability in: common law 221-2

Minors (cont.): restitution, liability in (cont.): equitable 222-4 fraud by minor, in case of 224 full age, fraudulent misrepresentation of 222 identity of property, loss of 223 statutory provisions 224-5 Misrepresentation: active concealment 234 agent, through 644-7, 650-1 ascertaining truth of, opportunity for 239 commendatory expressions, nature of 235-7 effect of 232 exclusion of liability for: avoidance of provisions 256-7 common law, at 255 statutory provisions 255-7 Unfair Terms in Consumer Contracts Regulations, control by 257 exemption clause, contents or effect of 181 foreign law, of 237 fraudulent: damages, measure of 241-2 deceit, damages for 232 effect of 239 false impression, giving 240 falsity, knowledge of 240 fraud, meaning 239 full age, of 222 reasonable grounds for believing 240 remedies for 240 influence, need for 238 innocent. common law, at 246 equitable remedies 246 executed contracts, relating to 254 indemnity 247-8, 254 meaning 246 remedies for 246 rescission of contract for 247 specific performance, as defence to action for 246 intention or prediction, expression of 236 law, of 236-7 liability, requirements of: contract, inducing 238-9 fact, representation of 235-7 false representation, making of 233-4 party misled, addressed to 237 loss caused by, damages for 232 mere puffs 233 negligent: action for 17 common law, at 242 damages, measure of 243-5 duty of care 244 fraud, equation with 244-5 fraud, not amounting to 240 statutory provisions 243 non-disclosure, overlap with 232 operative, meaning 233 opinion, not of 235-7

partial non-disclosure 234 planning permission, as to 237 private rights, of 237 prospectus, in 237 rescission, remedy of 248-55 see also Rescission remedies 233 statutory provisions 198 term of contract, as 233, 254-5 Mistake: attitude of judges to 294 common law, at: equity, relationship with 322-3 expression, of 295 failure of expression 296 genuine agreement, absence of 306-22 mutuality, want of 296 operative, cases of 296 root of contract, going to, 296-306 doctrine, absence of 297 entry into illegal contract induced by 392-3 equitable remedies 295 equity, in: common law, relationship with 322-3 effect of 322 remedies 322 rescission of contract 327-31 see also Rescission specific performance, refusal of 324 written contract, rectification of 324-7 genuine agreement, absence of: attributes of party, as to 313 blank, documents signed in 321 cross-purposes, parties at 307 essentially different transaction, effecting 319-20 identity of party, as to 311-18 known to other party 309-11 non est factum 318-22 objective test 306-7 offer and acceptance not corresponding 306-8 party signing, negligence of 321 promise, as to 308-11 same name, two things having 307-8 unknown to other party 309 void, contract being 307 written document, as to 318-22 law of 236, 296, 385, 393 legally operative, effect of 294 limitation of actions, effect on 617-18 non est factum 318-22 objectivity, reliance on 294 root of contract, going to: consideration, failure of 300 construction 298-9 false and fundamental assumption 304-6 instances of 299 invalidity, implied term as to 298 mutual 296-7 negligence, effect of 306 quality of thing contracted for, as to 302-4 subject-matter, non-existence of 299-301 substance, as to 303 title, as to 301-2

Money paid, recovery of: frustration 529 illegal contract see Illegal contract ineffective contract 203, 211, 228 innocent party, by entitlement to 604-7 partial failure of consideration, on 606-7 total failure of consideration, on 605-6 party in breach, by: advance payment of contract price, of 607-8 deposits and security payments 608-10 rule, reasons for 605 Monopolies and Mergers Commission 381 Mortgage: equitable, validity of 82 Necessaries: contract for 211-14 liability of minor for 218 loan of money got 214 meaning 212-14 mentally disordered or drunken person, delivery to 231 Negligence: contributory 583-4 exclusion of liability for: alternative non-negligent ground of liability, where 168 construction, rules of 167 legislation, restriction by 167 only possible liability for negligence, where 169 frustration of contract, causing 524 liability, restrictions on power to exclude 186-7 misrepresentation see Misrepresentation mistake, effect on reliance on 306 person seeking to rely on exclusion clause, by 193 Negligent misstatement: damages for 128, 243, 564 liability for 242 Negotiable instruments: assignment under common law 447 bills of exchange 464 cheques 463 consideration 466 past 95 person furnishing 96 custom: negotiable by 465 terms implied by 148 holder in due course 467 limitation of negotiability 467-8 negotiability 462-3 notice, no need for 466 payment by 479-80 principal not liable on 642 promissory notes 464 title to 466 types of 463-6 Non-disclosure:

future of 267-9 insurance contracts, in 259 misrepresentation, overlap with 232 partial 234 partnership contract, formation of 266 remedies for 259 sale of land, contracts for 266-7 scope of rule 267 suretyship, contracts of 265 utmost good faith, requirement of 232 Non est factum 318-22 Notice: assignment, of: equitable 454 Law of Property Act, under 451 negotiability distinguished 466 contracts terms, of see Terms Novation: contract, of 462 Objectivity 31, 310 Offer: acceptance coinciding with 38 acceptor to have knowledge of 49-50 advertisement distinguished 33 battle of the forms 39-40 carriage of persons, contract for 34 communication of 36-7 counter-offer 38 cross-offer 36 definition 32 general 35-6 information, supply of 32-3 intention to create legal relations 70 invitation to tender, and 34 invitation to treat distinguished 33-5 lapse: express or implied condition as to 60 fixed time, offer for 59 no fixed time, where 60 passing of time, due to 59 machine, transaction effected through 34 mistake as to 33, 306-8 need for 27 offeree, death of 61 offeror, death of 61 process of 28-9 rejection of 59 revocation: acceptance, before 52 acceptance, impossibility after 52-3 auction sales without reserve, in 55-7 communication of 57-9 deed, offer in 55 firm offers, of 54-5 intention as notice of 58 knowledge of offeree 58 mind of offeree, brought to 58 property, sale of 57 rules 52 unilateral contracts 53-4 services, by rendering 36

Offer (cont.): termination: death of offeror or offeree, by 61 lapse, by 59-61 means of 52 rejection, by 59 revocation, by 52-9 Option: firm offers, and 54 vendor of land, grant by 82 Package holidays 18, 145, 190, 198, 244, 268, 413 third parties, acquisition of contractual rights by 422 Parliamentary funds: provision for payment from 204 Parol evidence rule 130-1 Part payment: limitation, effect on 618 third party, by 110 Part performance: entire obligation, of 484-9 incontrovertible benefit from 489 injured party, acceptance by 488-9 Partner: minor as 217 Partnership: contractual capacity 229 formation of contract, non-disclosure 266 ostensible authority 629 Patent: assignment of rights 447, 452 imposition of contractual liabilities on third parties 433 Patient: contractual capacity 229-31 meaning 230 Payment: cash, in 478 charge card, by 480 complete performance by 478 credit card, by 480 documentary credit, by 479-80 duty of 480 interbank transfer, by 479 mode of 478 negotiable instrument, by 479-80 receipts 480 tender of 483-4 Penalty: liquidated damages distinguished from 587-92 statute, for breach of 335-8 Performance of contract: alternative modes of 481-2 attempted 483-4 bad or incomplete, right to cure 482 complete, failure to make 484 contract options 481-2 deviation from terms 475-6 early actions 11 entire and divisible obligations 485-7

failure of 537, 545-50 see also Breach of contract non-performance, excuses for 7 partial: entire obligation, of 484-9 incontrovertible benefit from 489 injured party, acceptance by 488-9 payment see Payment performance options 482 place of 478 precise and exact, to be 475 release, abandonment by 491 strict standard of 475 substantial, doctrine of 487-8 tender, by 483-4 time of: common law stipulations 476 equity, stipulations in 476 essence, of 477 Law of Property Act, provisions of 476-7 mercantile contracts 477-8 vicarious 480-1 Personal contract: assignable, not 460 death, effect of 508 injunctions not appropriate for 601-2 specific performance not appropriate for 598 Persons under disability: contractual capacity 229-31 limitation of actions 617 Planning permission: misrepresentation as to 237 Power of attorney: enduring 658 instrument creating 658 third party, given to 448 Price see also Consideration: fair, no doctrine of 97 reasonableness 64 Principal: agent acting as 651 bill of exchange, not liable on 642 capacity to contract 626 death of 655-6 duties of 639-41 existence, in 626 foreign 642, 650 intervention as contracting party 643 mental incapacity of 656-7 named or identifiable, to be 625 non-existent, contracting for 650 remuneration, paying 639 rights and liabilities, limitations on 642-4 set-off against 644 third parties, relationship with 641-8 undisclosed 642, 652 liability of 629-30 Privity of contract: acquisition of contractual rights by third parties: adoption, notion of 429 agreed sum, action for 415 commercial practice, effect of 421-3

consideration, provision of 410 contractual rights, trusts of 417-20 critique of 426-9 defences 428 doctrine of consideration, relationship with 409 enforceable benefit, test of 428 exceptions and circumventions of rule 416-26 see also Agency, Assignment general rule, development of 407-9 insurance contracts 420-1 intended legatees, by 425 land, contracts concerning 423-5 letters of credit, relating to 422 loss sustained by promisee, damages for 411 loss sustained by third party, damages for 412-14 money paid, recovery of 415 other legal systems, in 427 package holidays, contract for 422 present status of rule 409-10 promise not to sue 415-16 promisee, remedies of 410-16 specific performance, order for 414-15 statutory reform, proposals for 427 tortious duties of care, contracts giving rise to 425-6 trust of promise 417-20 variation and cancellation 428-9 agency, in 638 agent employed to establish 648 assumption of risk 444-5 consideration distinguished 95 exemption clauses see Exemption clauses implied contract 443-4 imposition of contractual liabilities on third parties: bailment 434 building contracts 430 charterparty, ships under 435-7 chattels and personal property, contracts concerning 431-8 exceptions to rule 430 general rule 430 hire agreements 438 hire-purchase agreement, under 438 intellectual property 433 land, contracts concerning 431 resale price maintenance 432-3 use of chattels, restrictions on 437-8 negation of duty 444-5 scope of obligation 407 specified act, contract by performing 442-3 Promise actionability, test of 91 moral obligation to fulfil 91 Promissory estoppel: accord and satisfaction, in relation to 492 cause of action, founding 121-2 clear and unequivocal promise, requirement of 113 consideration, as alternative to 110

equitable principle 110-11 estoppel by convention distinguished 120 existing duty, effect on 111-17 existing or past fact, representations of 112 extension of doctrine 117 extinguishing existing obligation 115-17 formation of contracts, and 117-22 legal enforceability of promise, routes to 117 no new cause of action crested, restriction to situations of 118 principle of 111-13 promisee, alteration of position by 114-15 promisor going back on promise, inequitable nature of 113 proprietary estoppel, distinguished from 119 reasonable renegotiations, protection of 274-5 scope of principle 113 shield, as 117 suspensive effect of 115-17 temporary effect of 116 terms and intent of promise, effect depending on 116 waiver: more limited than 499 similarities to 111 Promissory notes: discharge of 492 negotiable instrument, as 464 Proof, burden of: exemption clauses 179 restraint of trade, reasonableness of 363 unfair contract terms, reasonableness 191 Property: revocation of offer to sell 57 sale subject to contract 68-9 tort, protection of rights by 22 transfer of rights 22-3 validity of rights in 22 Property law: law of obligations distinguished 22 Proprietary estoppel: basis of 119 promissory estoppel, narrower than 119 where arising 118-19 Prospectus: duty of disclosure 263-4 misrepresentation in 237 Prostitution: agreement as to, enforcement 357 Public authorities: contracting functions, exercise of 210 contracts by: statutory controls 208 statutory purpose, incompatibility with 208-9 defect in procedure of 209-10 freedom of contract, limitation of 210 legitimate expectation, fulfilling 210 obligation to carry out statutory powers or duties, not estopped from carrying out 209 powers, fettering 209

development, reasons for 123-4

English, nature of 15

Public authorities (cont.): ultra vires, doctrine of 208 void contracts, recovery of payments under 211 Public policy: contracts illegal at: common law 348-9 severance 398-400 restraint of trade see Restraint of trade Quantum meruit see also Restitution: anticipated contracts 30, 46, 64-5 claim for 551 contractual claims 610-11 damages, comparison with 612-13 frustrated contract, for 530-1 goods and services, as recompense for 610 innocent party, restitutional claims by 611-13 party in breach, restitutionary claims by 613 recovery of 604 Quantum valebat: recovery of 604 Quasi-contract: non-contractual liability 16 Racial discrimination: statutory restrictions 5, 34, 334, 336, 599 Ratification: agent's authority, of: capacity of principal to contract 626 existence of principal 626 manner of 627 means of 62+-5 principal to be named or identifiable 625 time of 627 Vienna Convention on International Sales Reasonableness see also Misrepresentation; Unfair Contract Terms Act; Unfair Terms in Consumer Contracts Regulations 18 agreed damages clauses 587 certainty of terms, and 63 exemption clauses, and 182 implied terms, and 149 mitigation, and 582, 294-5 Rectification: mistake, after: clear evidence of 325 conditions for 325 continuing intention 325 full and final agreement 325 literal disparity 325-6 mutual 321-6 unilateral 326-7, 332 Release: discharge by 491 Remedies for breach see Damages; Injunctions; Penalty; Quantum meruit; Restitution; Specific performance Representation: agent, by 627, 641-7 contract terms, and 125-8 meaning 126, 233

misrepresentation see Misrepresentation term of contract, as 233 Repudiation: election to accept, effect of 538 fundamental breach, as 172 purpose, of 389-90 sums falling due, before 594-5 unaccepted, limited effect of 536-7 Reputation: loss, damages for 562-3 Resale price maintenance: imposition of contractual liabilities on third parties 432-3 Rescission: abandonment 493 agreement, by 492 communication of 248 damages in lieu of: discretion to award 252-3 measure of 253-4 form of discharge 494 indemnity, assessment of 247 innocent misrepresentation, for 247 just allowances, making of 251 limitations on right of: ability to restore 250-1 affirmation 249, 285 executed contracts 254 lapse of time 250 partial, no power to award 251-2 term of contract, misrepresentation incorporated as 254-5 third parties, rights of 250 misrepresentation, in case of 248-55 mistake, after: fault, absence of 329-30 fundamental 329 inequitable to rely on contract, where 329 mutual 327-31 terms, setting aside on 330 unconscionability, requirement of 331 unilateral 331-2 mode of 248 partial, no power to award 251-2 right to: misrepresentation, in case of 248 undue influence, in case of 284 substitution of terms or parties, by 493 third parties, interests of 286-7 time for determining entitlement to 253 undue influence, in case of 284-7 variation distinguished 494-6 Restitution: anticipated contracts, and 40, 64, 68 awards in nature of 604 claim in 22 complete, impossibility of 284 contract, independent of 22 contract-breaker, by 605-10, 613-14 damages 61+15 duress 272 entire obligations, and 486-8

frustration, on 528-31 illegal contracts see Illegality innocent party, by 604, 611-12 land, agreement concerning 86-8 minors, in favour of 225 minors, liability of: common law 221-2 equitable 222-4 fraud by minor, in case of 224 full age, fraudulent misrepresentation of 222 identity of property, loss of 223 statutory provisions 224-5 money paid under void contract, recovery of 203, 211, 228 non-contractual liability 16 obligations in 21 recompense, services for 40, 64, 68, 221-5, 610-13 recovery of money paid see Money paid, recovery of ulira vires contract, benefits conferred under 228 unjust enrichment 21 wager, money payable under 342 where arising 9 Restraint of trade: agreement in, defined 359 change in law of 360 consideration 365 construction of covenants 363 contracts in, classes of 366 doctrine, history of 360-2 employer and employee, between: area of 368 confidential information, protection of 367 duration of 366 employee's skill and experience, not inhibiting 367 employer, interests of 367 freedom to work after termination, reasonableness of 366 know-how, protecting 367 length of 369 nature of employment, relevance of 369 public interest, relevance of 369-70 scope of 368 severance 400 employers, agreements between: football clubs, retain and transfer system 379 labour and services, for 378-81 services and professional bodies, relating to 380 enforcement of 362-3 exclusive dealing agreements: Article 85, application of 376-7 forms of 377 land, restrictive covenants on 374-5 lease and lease-back 375-6 public interest test 377-8 solus ties 374 extent of protection 364

general and partial 362 justification 363 land, restrictive covenants on 374-5 modern law of 362-3 monopolies and mergers 381 policy as to 361 reasonableness: both parties, for 365 burden of proof 363 contracting parties, in interests of 363-5 legitimate interests of covenantee, protecting 363 public, in interests of 363, 265-6 time of 365 reformulation of doctrine 361 trade unions, protection of 379 traditional categories of 360 vendor and purchaser of goodwill, between cartels 370-4 exclusive dealing agreements 374-8 horizontal trading agreements 370-4 scope of 370 Restrictive trade practices: services subject to provisions 380 Revenue: agreement to defraud, illegality 350 Revocation: acceptance, of 51 offer, of see Offer offer to sell property, of 57 Reward: advertisement 35-6 consideration 92 Sale of goods: breach of warranty 580-2 conditions and warranties, statutory definition of terms as 139 damages, assessment of: breach of warranty, for 580-2 delay in accepting delivery, for 580 late delivery, for 578 loss of profit, for 581 non-acceptance, for 579 non-delivery, for 577 reliance loss 581 statutory provisions 577 sub-sales 580-1 delay in accepting delivery 580 exemption clauses, construction of 174 frustration of contracts 511 effects of 533 implied terms: description, sale by 151-2 fitness of goods, as to 154-5 negativing 150 sample, sale by 155-6 satisfactory quality, as to 152-5 statutory provisions 150 title, as to 150-1 variation of 150 international, rules for 32

Sale of goods (cont.): late delivery 578 necessaries 212-13 non-acceptance 579 non-delivery 577 specific performance 596-7 Unfair Contract Terms Act, application of 187 - 8waiver of condition 142 Sample: sale of goods by 155-6 Services, supply of: implied terms 156 Severance: illegal contract see Illegal contract Sex discrimination: statutory restrictions 5, 34, 334, 336 Sexual immorality: illegal contract relating to 356-7 Shares: allotment, duty of disclosure in contracts for 263-4 assignment of 452 Signature: contract for sale of land, of 84 contract of guarantee, of 84 Social engagements: intention to create legal relations, lack of 70-2 Solicitor: agent, as 634 Specific performance: activity, requiring carrying on over period of time 600 constant supervision, requiring 599 contracts not subject to 600 contracts of personal service, not appropriate for 598 discretionary remedy, as 324, 597 inadequacy of damages, where 596-7 innocent misrepresentation as defence to 246 laches, effect of 619 mistake in equity, effect of 324 order for 595 result, achieving 600 sale of goods 596-7 sale of land 597 transitory interest, where 600 unsuitability of obligations 599-600 want of mutuality, effect of 598 Standard form contracts 5, 36, 159-60 battle of, 39-40 terms in 125 Statute of Frauds: contract of guarantee under 79-81 requirements under 75, 78-9 sale of land, contracts for 81 Stock Exchange transactions: gaming, as 339 Supply of goods see also Sale of goods: Unfair Contract Terms Act, application of 188 Supply of goods and services: implied terms 156

Suretvship: contracts of, non-disclosure 265 Tax: damages, element in 585 Tender: acts, of 483 announcement inviting 34 attempted performance, as 483-4 early 484 payment, of 483-4 Terms: ascertainment of: executed transactions, for 64 machinery for 65 previous transaction, from 63 reasonableness, standard of 63-4 trade custom, from 63 certainty of: agreements not to negotiate 65-7 agreements to negotiate 65-7 courts, approach of 62-3 imposition of agreement 63 machinery for ascertainment 65 need for 62 conditions see Conditions construction see Construction of contract consumer contracts, unfair terms in: exclusions from 196 fairness, test of 197-8 good faith, assessment of 291-2 good faith, test of 198 Regulations, scope of 196, 281 significant imbalance, concept of 292 test of fairness 291-3 contractual intention, test of 126-7 exemption clauses see Exemption clauses express: ab initio classification, evaluation of 137 certainty as to nature of 137 innominate 132, 138-41 intermediate 132, 138-41 string contracts, in 137 types of 132 extrinsic evidence of 130-1 fairness, requirement of 291 fundamental: breach see Breach of contract meaning 171 implied see Implied terms meaningless 65 parol evidence of 130-1 printed, notice of: adequate 160 communication of 162 contract, contemporaneous with 161 contractual document, in 165 exhibition of 164 face of ticket, reference on 164 meaning 162 reasonable sufficiency of 162-4 unusual terms 163-4

proof of 125-31 representations, and 125-8, 233 standard form document, in 125 standard, use of 159-60 exemption clauses see Exemption clauses reasonableness requirement 166 statutory provisions 150 warranties see Warranties Theories of contract: consensus 4, 26, 42, 45, 59, 162, 218, 294, 306 objective 31, 36, 71, 156, 170, 294, 318, 513 will, in terms of 4 Third parties: agent, relationship with 648-53 agent, settlement with 648 assumption of risk 444-5 contractual right and liabilities of see Privity of contract exemption clauses: benefits under 439-40 burden of 440-6 negation of duty 444-5 principal, relationship with 641-8 Time: contract by minor, disclaimer of 217 determining entitlement to rescission, for 253 lapse, effect on rescission 250 offer, of see Offer performance, of see Performance of contract ratification of agent's authority, of 627 reasonableness of restraint of trade, of 365 Title: assignees, of 456-8 covenants for 156 implied terms 150-1 limited 151 mistake as to 301-2 negotiable instrument, to 466 Tort: agreement to commit, illegality 349-50 assumption of responsibility 21 contract, concurrence of claims in 21-2 damages, assessment of 241 duties of care to third parties, contracts giving rise to 425-6 early actions 10-12 minor, liability of 220-1 non-contractual liability 17 obligations in 21 privity of contract, restriction by 17 property rights, protection of 22 remoteness of damage 570-2 Trade union: contractual capacity 229 doctrine of restraint of trade, protection from 379 member, improper expulsion of 229 Trading with enemy: illegal 351, 388, 399, 655 Trespass: broken covenant, action for 13 early actions 10

Trust: contractual rights, of 417-20 intention to create 418-20 promise, of 418 Uberrimae fidei contracts see Disclosure Ultra vires: benefits conferred under contract, restitution of 203, 211, 228 capacity of corporations, limiting 226 existence of rule, explanation for 226 public authorities subject to doctrine of 208 purpose of rule 208 statutory modification of doctrine 227 Uncertainty of terms 62-7 Unconscionable bargains: consumer contracts, unfair terms in 291-3 credit agreements 290 doctrine of 270 unconscientious dealing: catching bargains 288 elements of 288 expectant heirs, protection of, 288 inequality of bargaining power 289-90 justification, burden of 287 serious disadvantage, party at 288 undervalue, purchase at 288 weakness, exploitation of 288 Undisclosed principal see Principal Undue influence: actual 279 effective consent, vitiating 285 form of unconscientious dealing, as 278 nature of 278 occurrence of 270 presumed: gifts, as to 282 husband and wife, in case of 280 manifest disadvantage, requirement of 283 nature of relationship 280-2 rebutting presumption 283-4 relationship of confidence, where 279-80 transaction, nature of 282-3 trust and confidence, relationships of 281 rescission of contract 284-7 see also Rescission voidable, transactions being 286 Unenforceable contract 20, 334 Unfair Contract Terms Act 1977: control, pattern of 184 effect of 195 exemption clauses, application to see Exemption clauses non-contractual notices under 182 reasonableness requirement 166 application of test 192-5 burden of proof 191 clarity, factor of 193-4 contracts of sale, relating to 192 court, powers of 195 damage, ratio to price 194 factors taken into account 192 guidelines 191

Unfair Contract Terms Act (cont.): reasonableness requirement (cont.); insurance, cover by 193 negligence by party relying on clause, factor of 193 specified sum of money, restriction of liability to 191 test 190-1 scope of 182 unreasonable indemnity clauses, prohibiting 187 Unfair Terms in Consumer Contracts **Regulations:** Directive, purpose of 18 fairness, test of 197, 291 good faith, requirement of 198, 291-2 scope 196 Unilateral contracts 29 Unincorporated associations: contractual capacity 228-9 Unjust enrichment: restitutionary obligations 21 Unsolicited goods: acceptance of 48 Utilities: contracts for supply of 6 Variation: consideration for 495-6 effecting 494 form of 494-5 rescission distinguished 494-6 Vienna Convention on International Sales 18, 32, 40, 46, 47, 53, 55, 58, 63, 109, 139 ratification, consideration of 18 Void contract: Gaming Act, under 20 gaming see Gaming contract illega'ity, for 336 see also Illegal contract incapacity see Incapacity mistake, for see Mistake money paid under, recovery of 19, 203, 211, 228 nature of 19 public authorities, by 211 Voidable contract: mentally disordered or drunken person, by 230 minors, of see Minors

nature of 20 Wager of law: action of 10 Wagering contract see Gaming contract Waiver: consideration, not requiring 497-8 election, as 499-500 estoppel, as species of 498-9 form of 496 meanings 496 promissory estoppel, similarities of 111 risk, burden of 498 variation distinguished 497 War: frustration of contracts due to 506, 513 ships, requisitioning of 509 Warranties: breach of: damages for 580-2 remedy for 132, 136 collateral 128-9 conditions, distinguished from 132 definition 136 express provision for 136 floating 129-30 nature of 136 representation as 233 statute, designation by 136 Will: intended legatees, acquisition of rights by 425 Witness: deed, to 76 Writing: assignment, needed for 451 bill of exchange, required for 78 consumer credit agreement, require contract, required for: discharge by agreement 490 evidence, as 78-9 examples of 78 land, for sale of 81-8 marine insurance, of 78 guarantee, contracts of 79-81 sale or disposition of land, contract

81-8