

Types Of Contact

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Types of contract

1. Valid Contract
2. Voidable Contract
3. Void Contract
4. Unenforceable Contract
5. Illegal Contract
6. Contingent Contract



Types of contract

1. Valid Contract:

A contract is legally bind or valid (officially accepted) agreement between two parties .

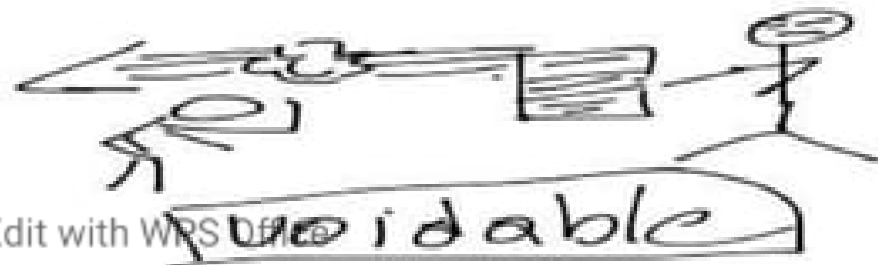


Types of contract

2. Voidable Contract:

An agreement that is enforceable at law (legally binding) at the option of one or more parties to the agreement but not at the option of the other is called a voidable contract.

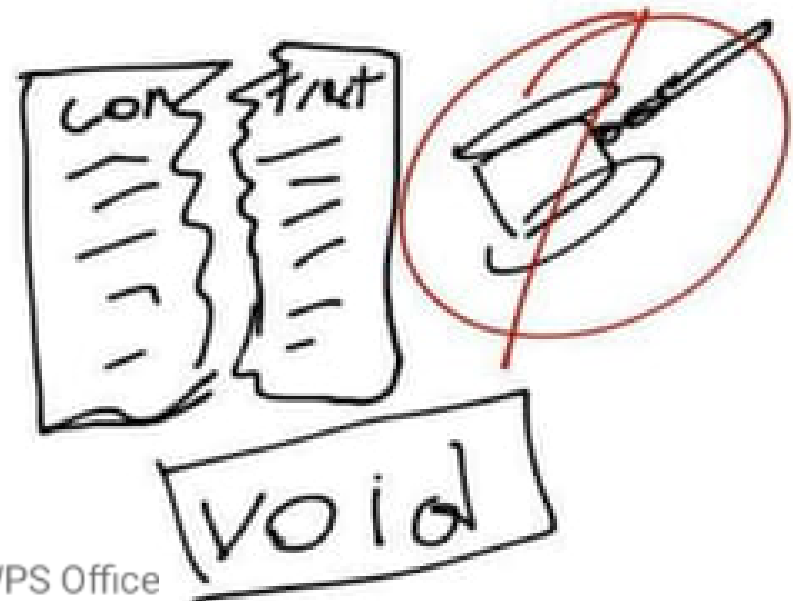
“An agreement enforceable by law at the option of one or more parties, but not at the option of the other”



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3. Void Contract:

A contract which is ordinarily enforceable at law (legally binding) but cannot be enforced due to the taking place of a certain event is known as void contract.



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4. Unenforceable Contract:

An unenforceable contract is one which cannot be enforced by court law **because of some technical defects** such as absence of writing or want of stamps.

EXAMPLE: Under stamped promissory note is unenforceable.



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5. **illegal** Contract:

An illegal contract is one which **criminal in nature** or which is **immoral** or which is against public policy.

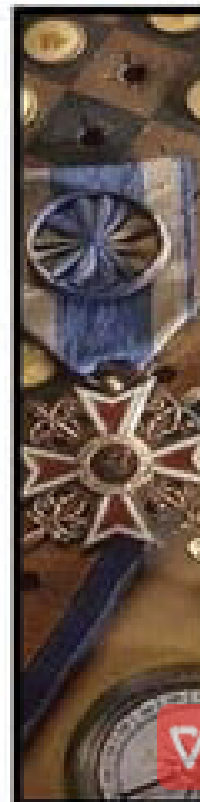
- Legal to sell guns/cutters
- BUT
- Illegal to kill someone.



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6. Contingent Contract:

The **contract** is characterized as “**contingent**” because the terms are not final and are based on certain events.



Example:

- A contracts to pay B Rs.10,000 if B's house is burnt. This is a contingent contract.



THANK YOU



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