



VIT[®]

Vellore Institute of Technology

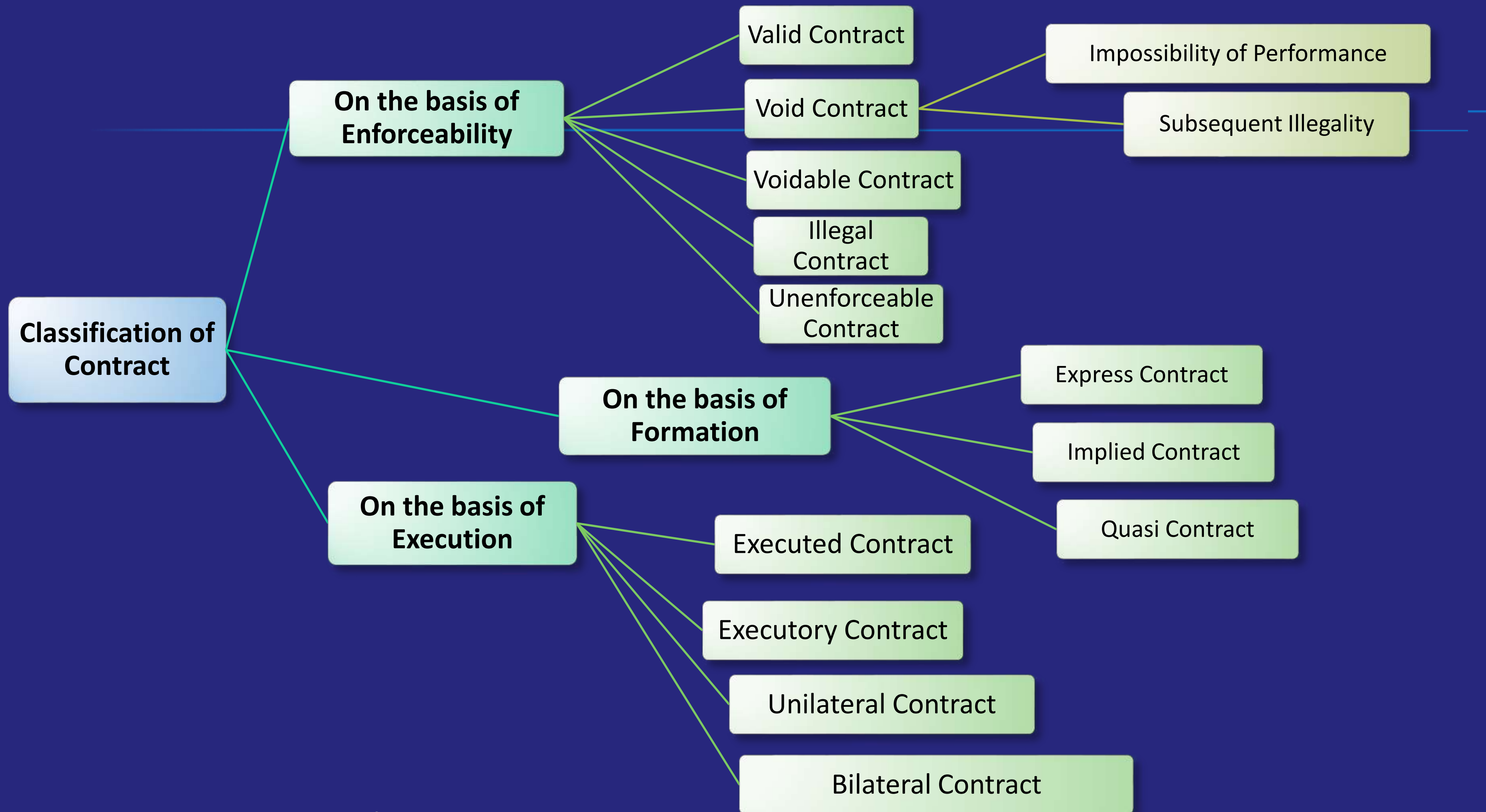
(Deemed to be University under section 3 of UGC Act, 1956)

Legal Aspects of Business

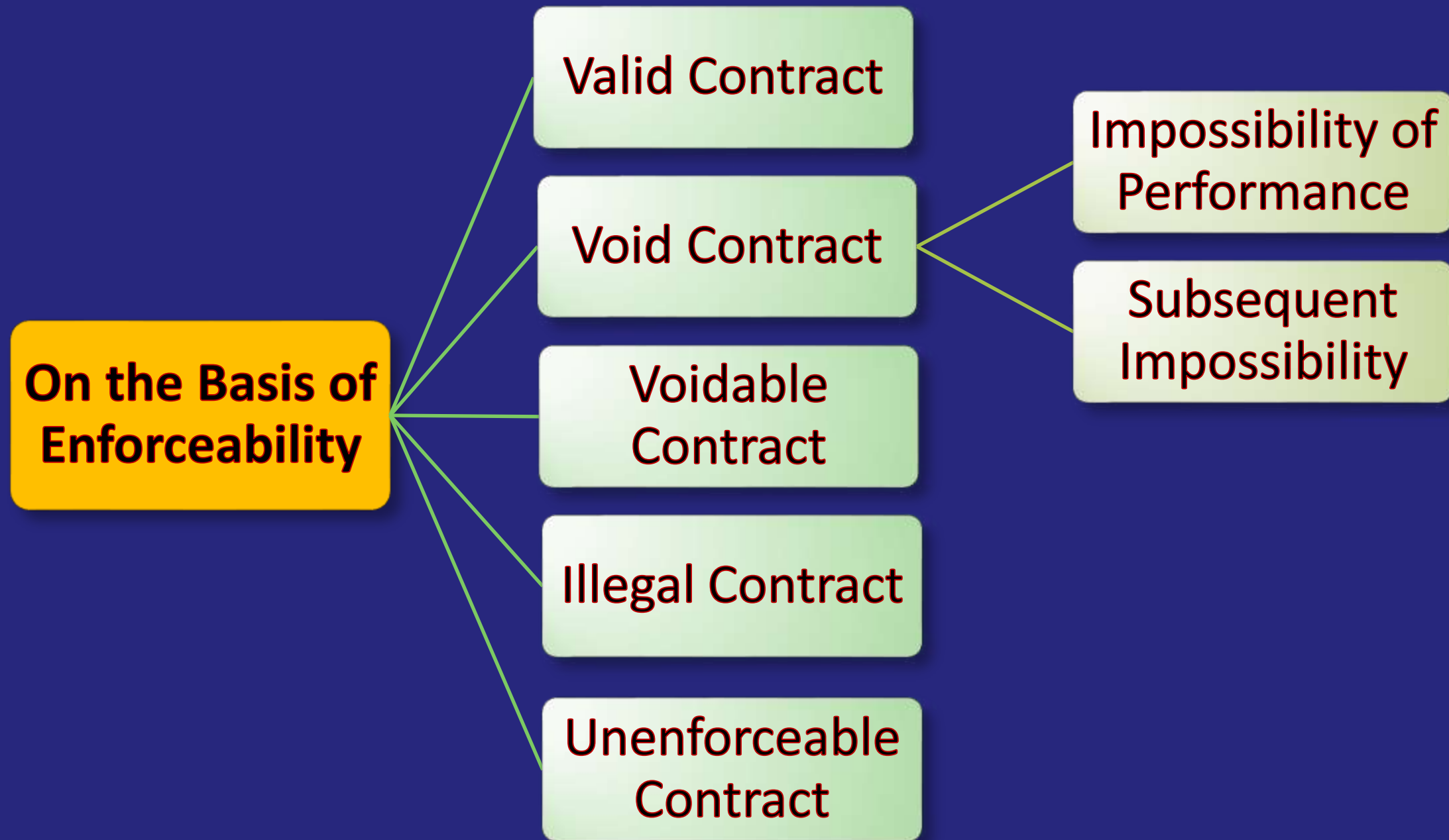
Dr. J Bhavani, Faculty,
Business School
Vellore Institute of Technology

Recapitulate

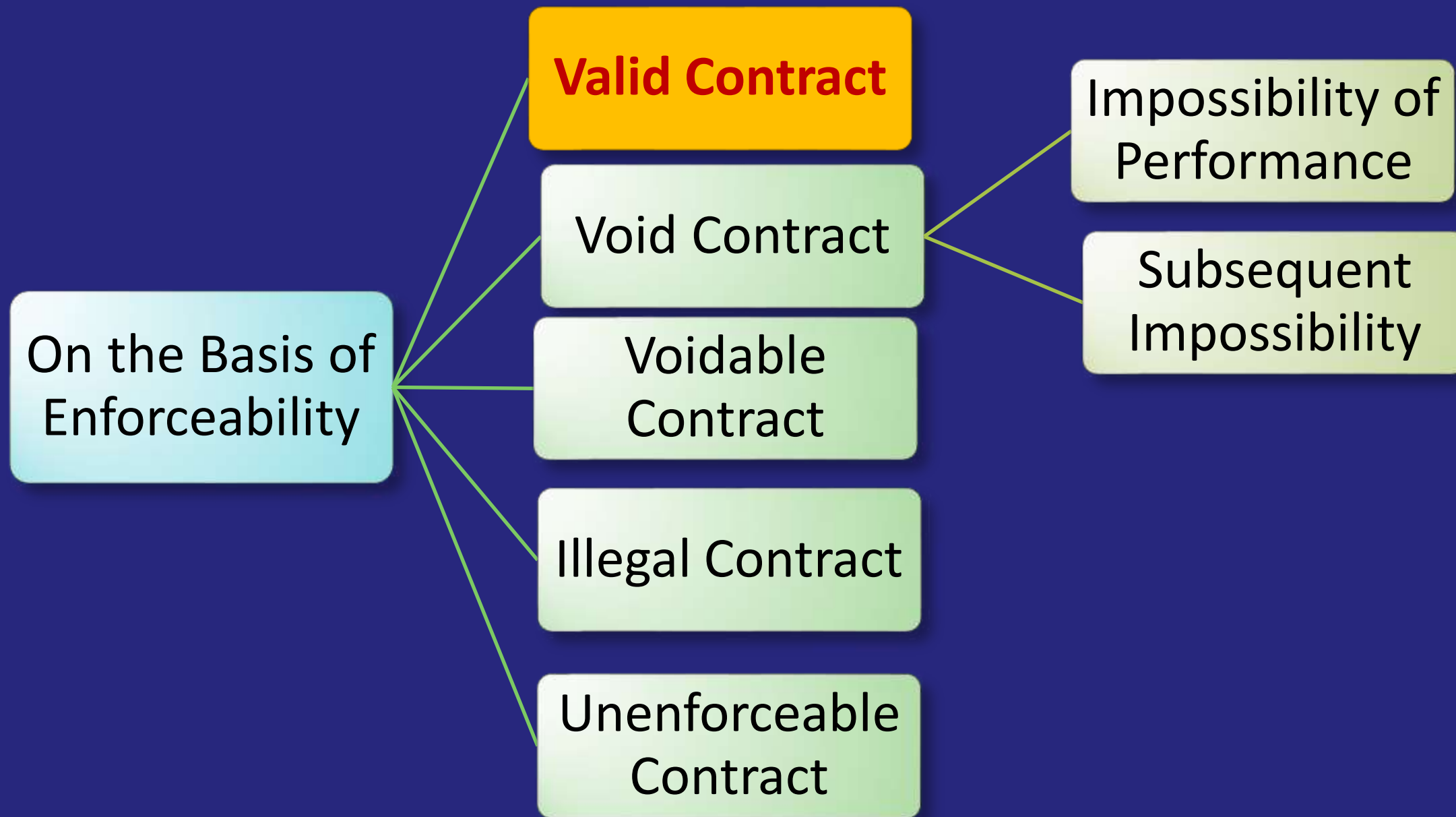
- 10 Essential Elements of Valid Contract
- To make a contract legally enforceable by law.



Classification of Contract

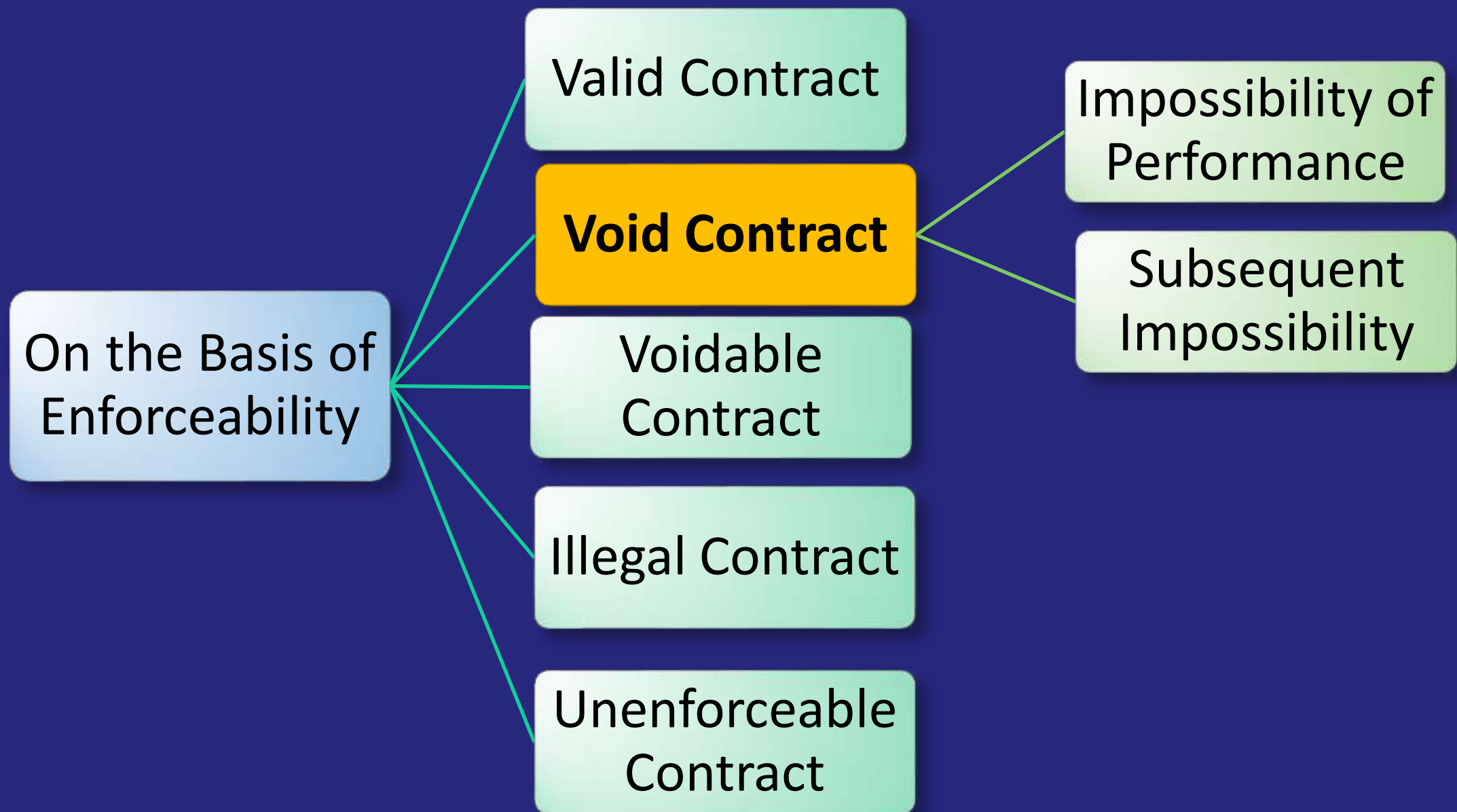


Classification of Contract



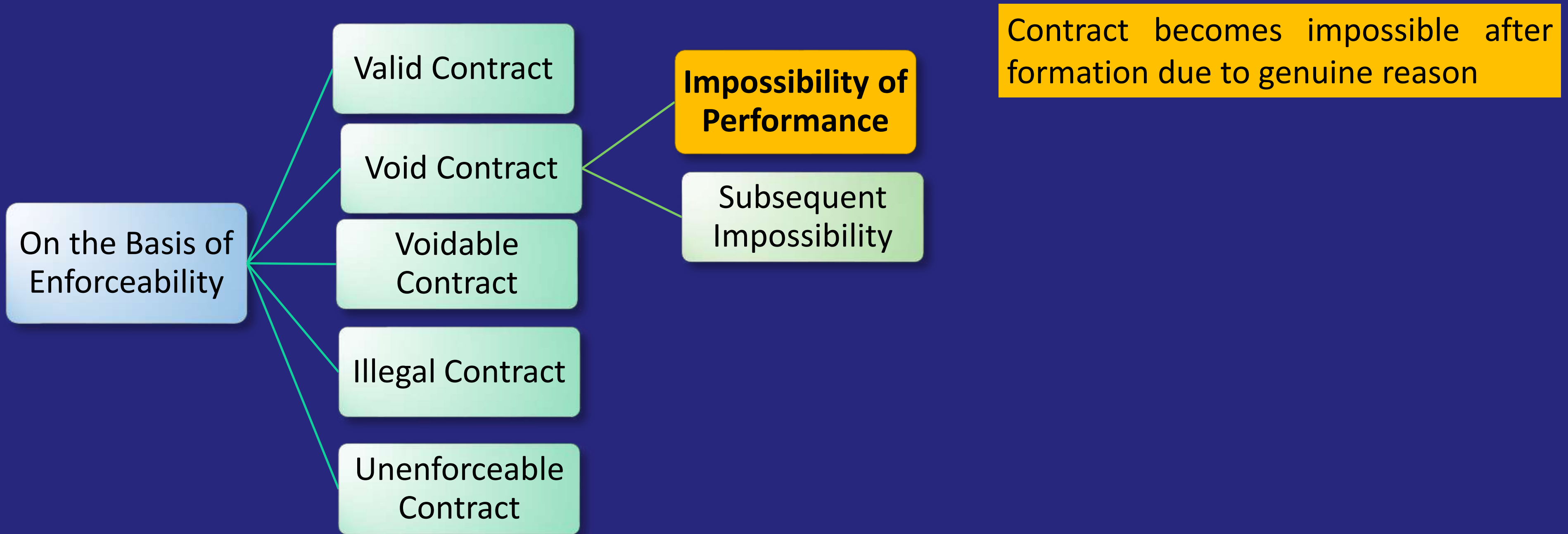
Contract which satisfy all the essential elements

Classification of Contract

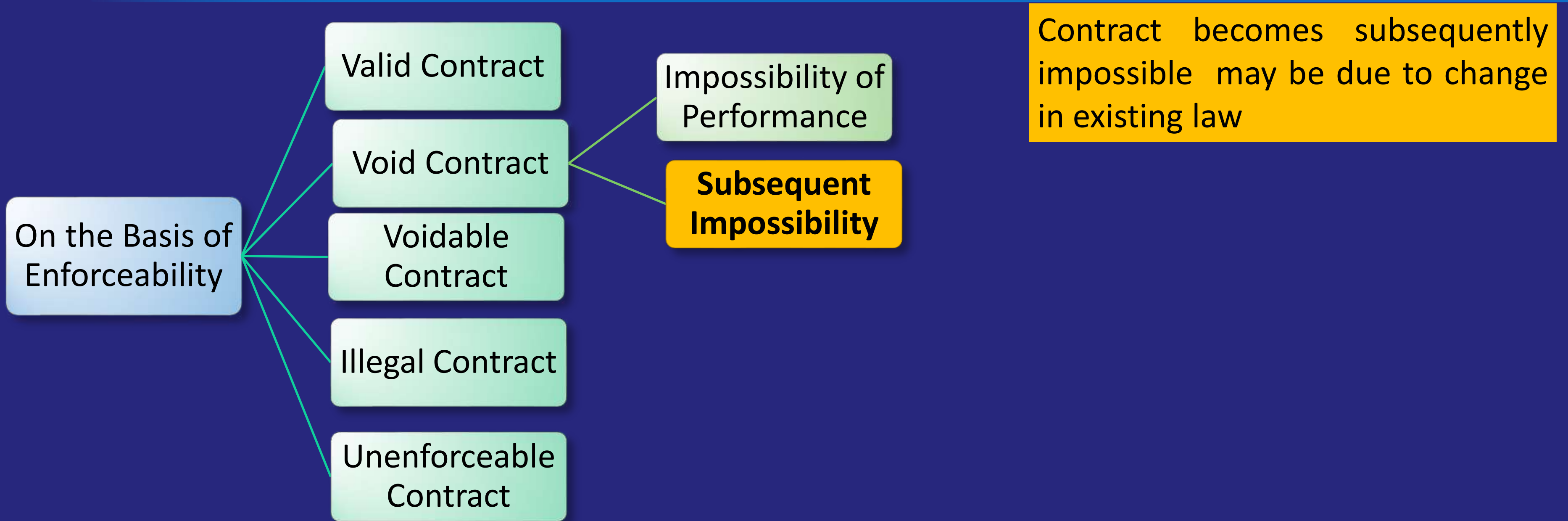


Contract which does not create legal rights or obligations

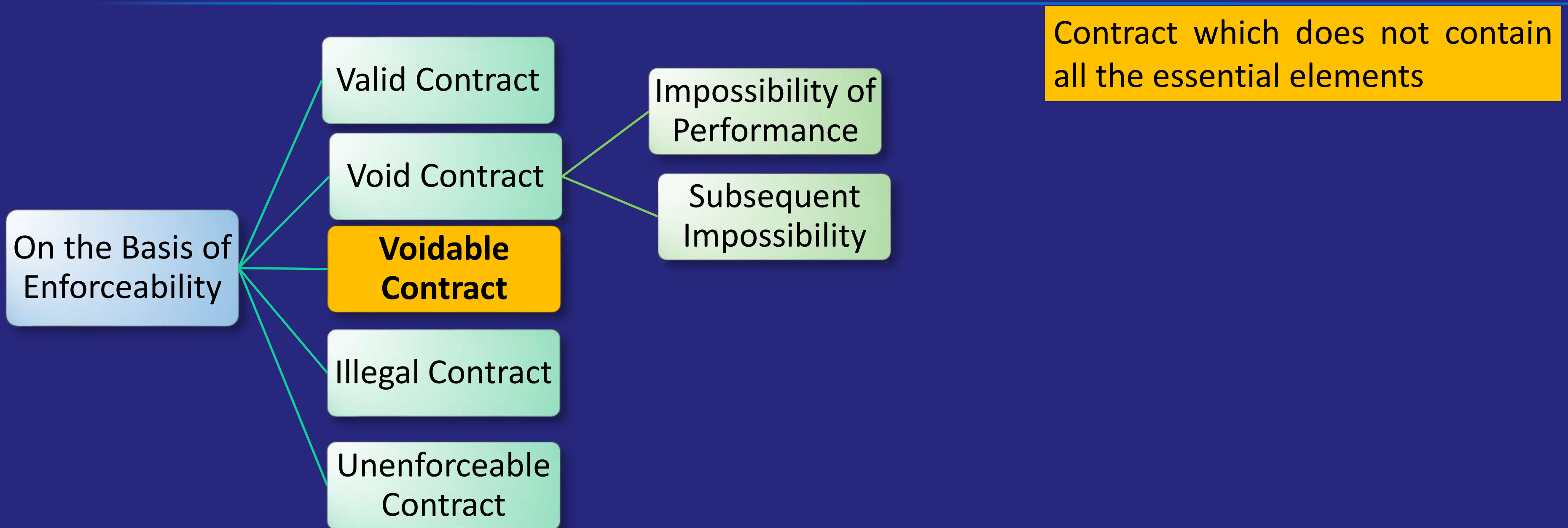
Classification of Contract



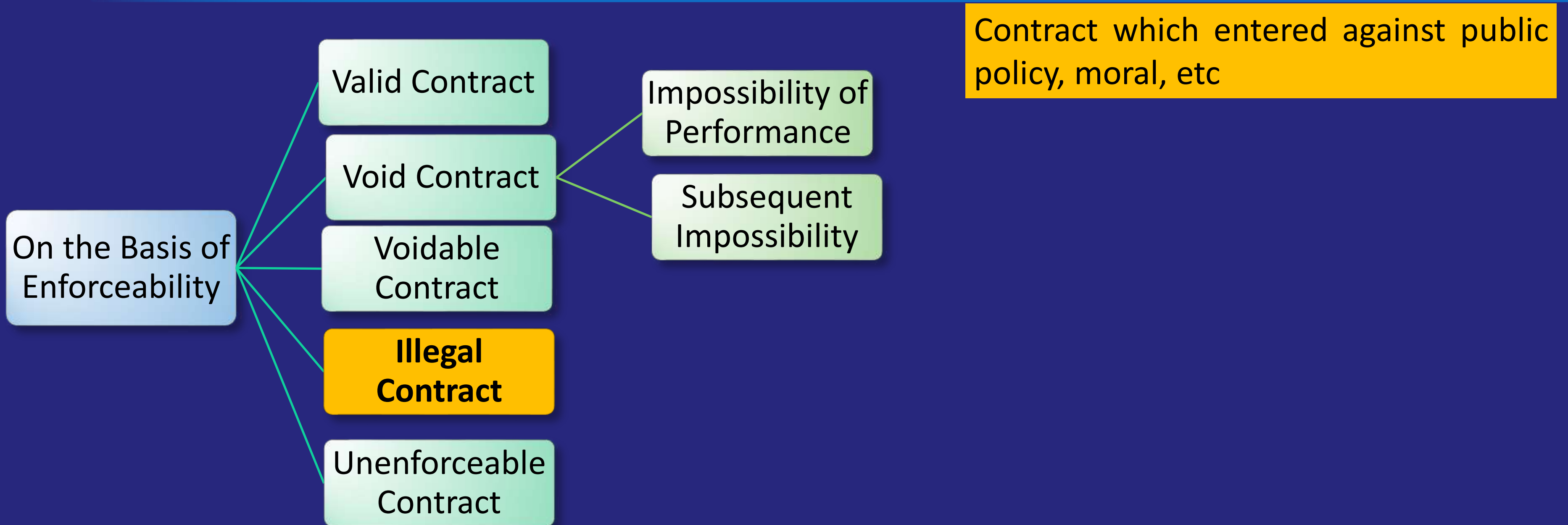
Classification of Contract



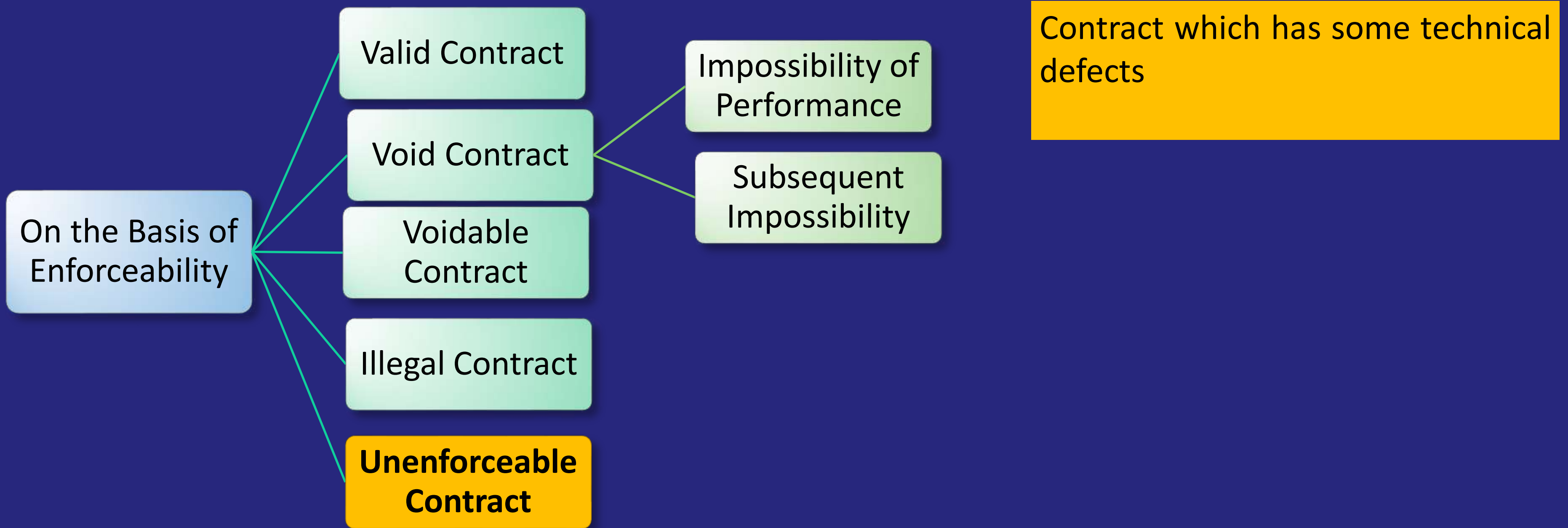
Classification of Contract



Classification of Contract



Classification of Contract



Classification of Contract

**On the Basis of
Formation**



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graph LR; A[On the Basis of Formation] --- B[Express Contract]; A --- C[Implied Contract]; A --- D[Quasi Contract];
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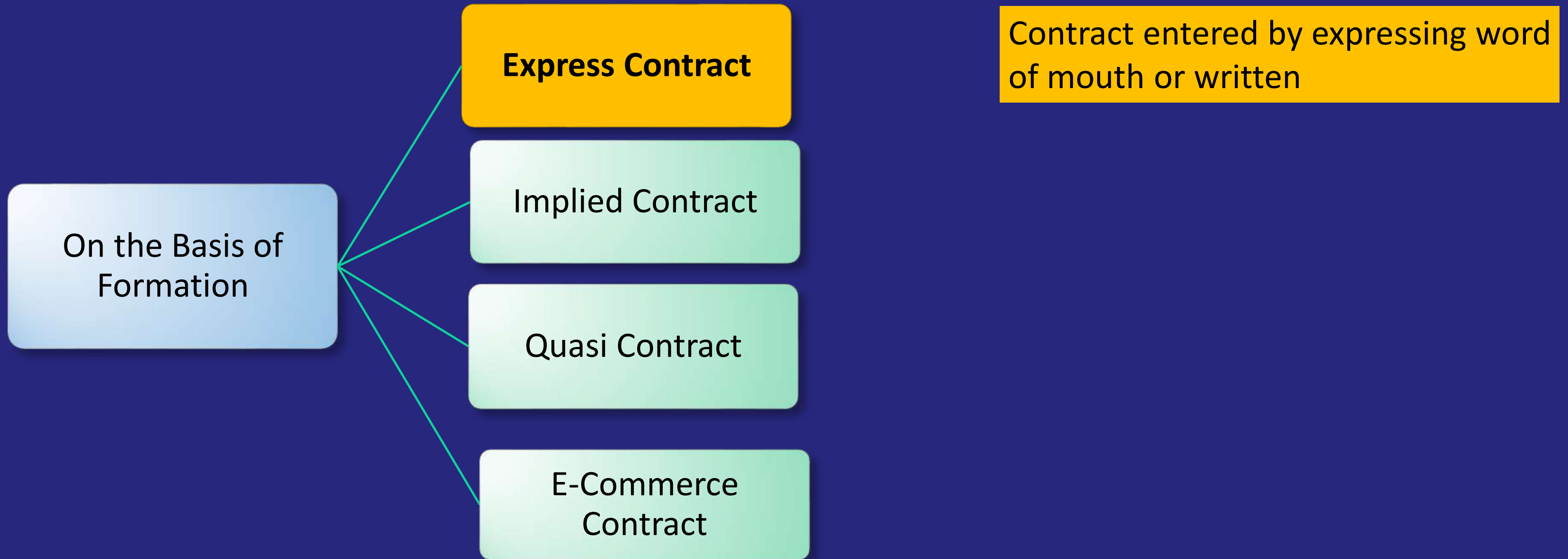
Express Contract

Implied Contract

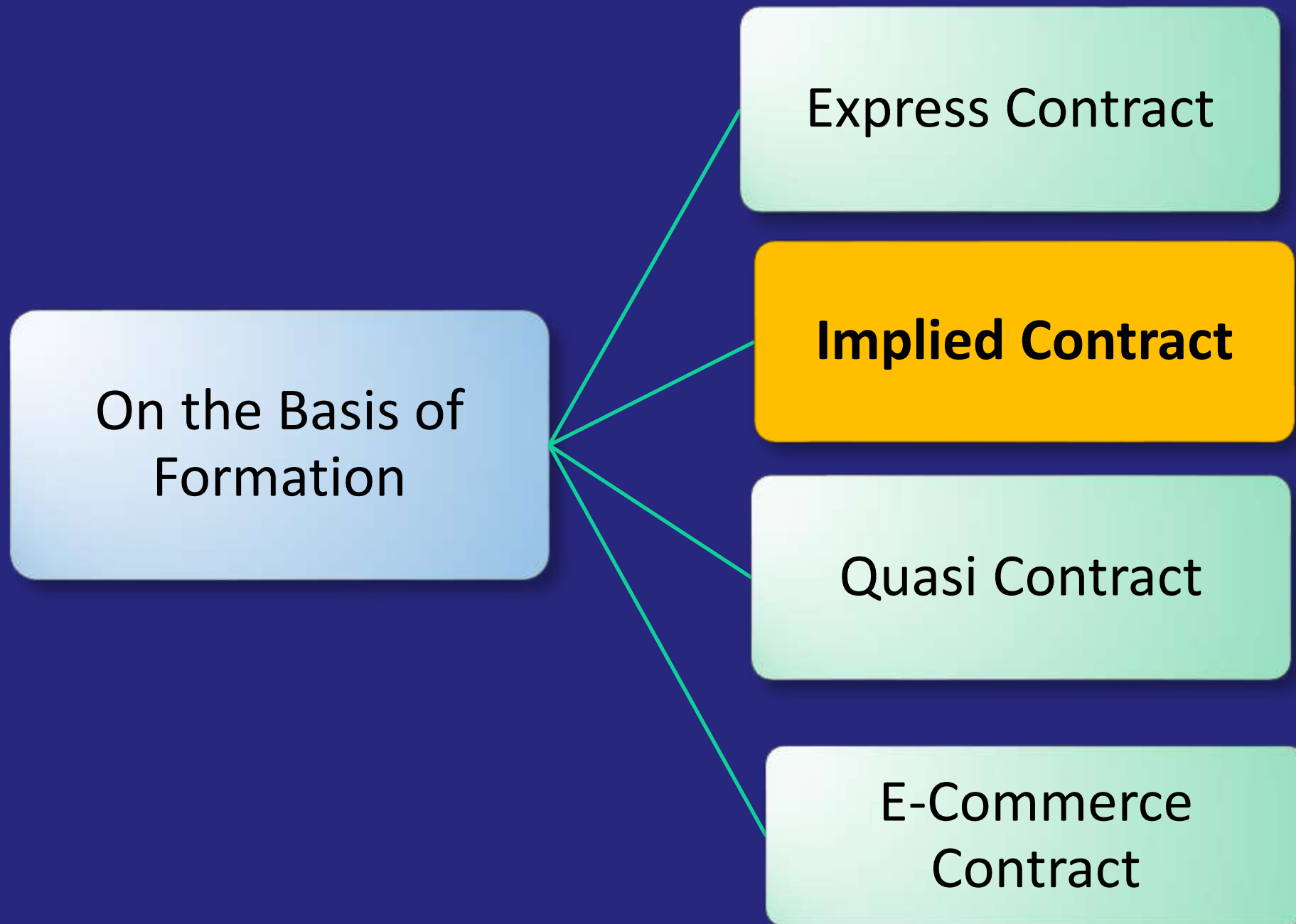
Quasi Contract

The mode of entering into a contractual relations

Classification of Contract



Classification of Contract



Contract which is inferred from the acts or conduct or the parties

Classification of Contract

On the Basis of
Formation



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graph LR; A[On the Basis of Formation] --- B[Express Contract]; A --- C[Implied Contract]; A --- D[Quasi Contract]; A --- E[E-Commerce Contract];
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Express Contract

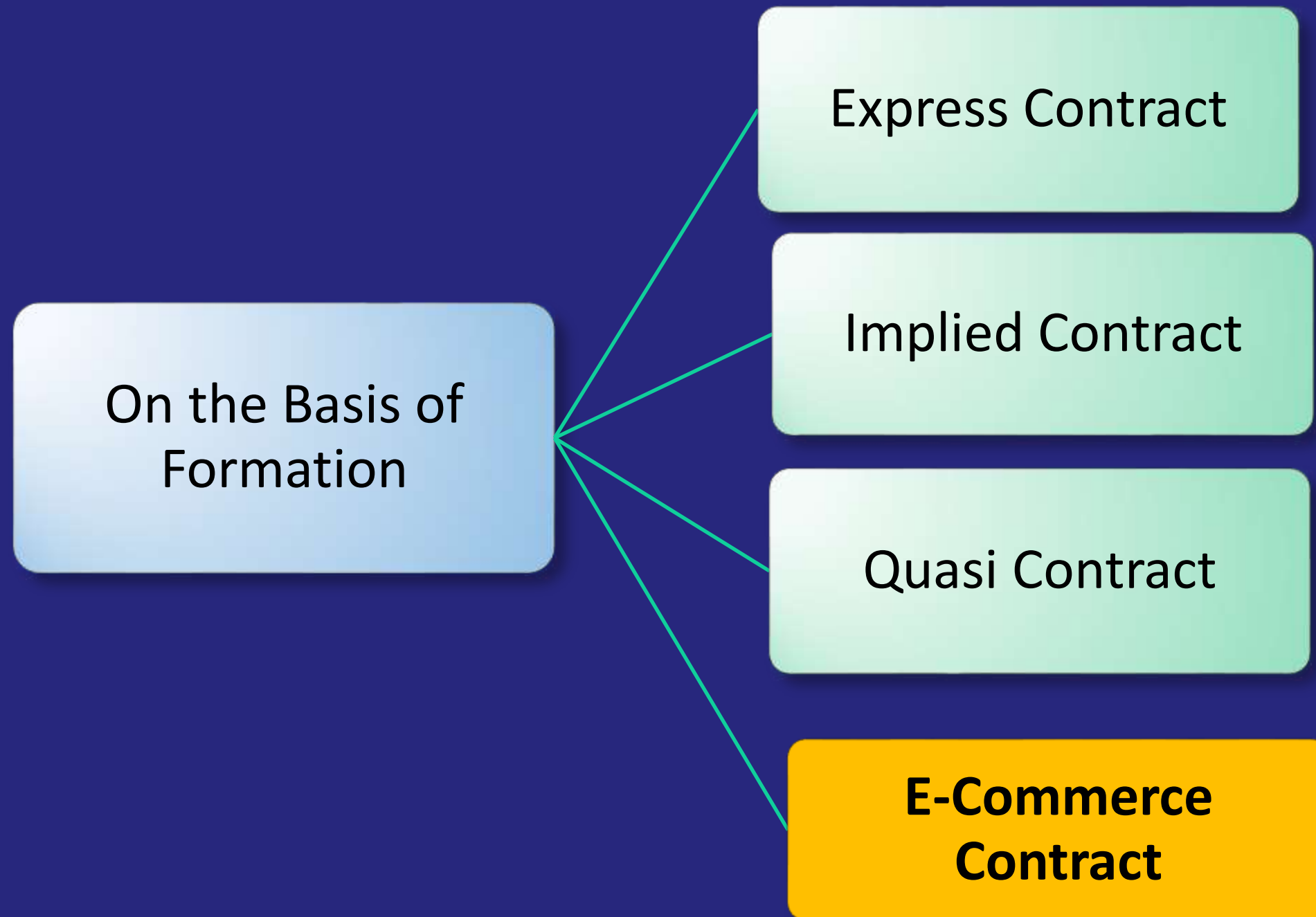
Implied Contract

Quasi Contract

E-Commerce Contract

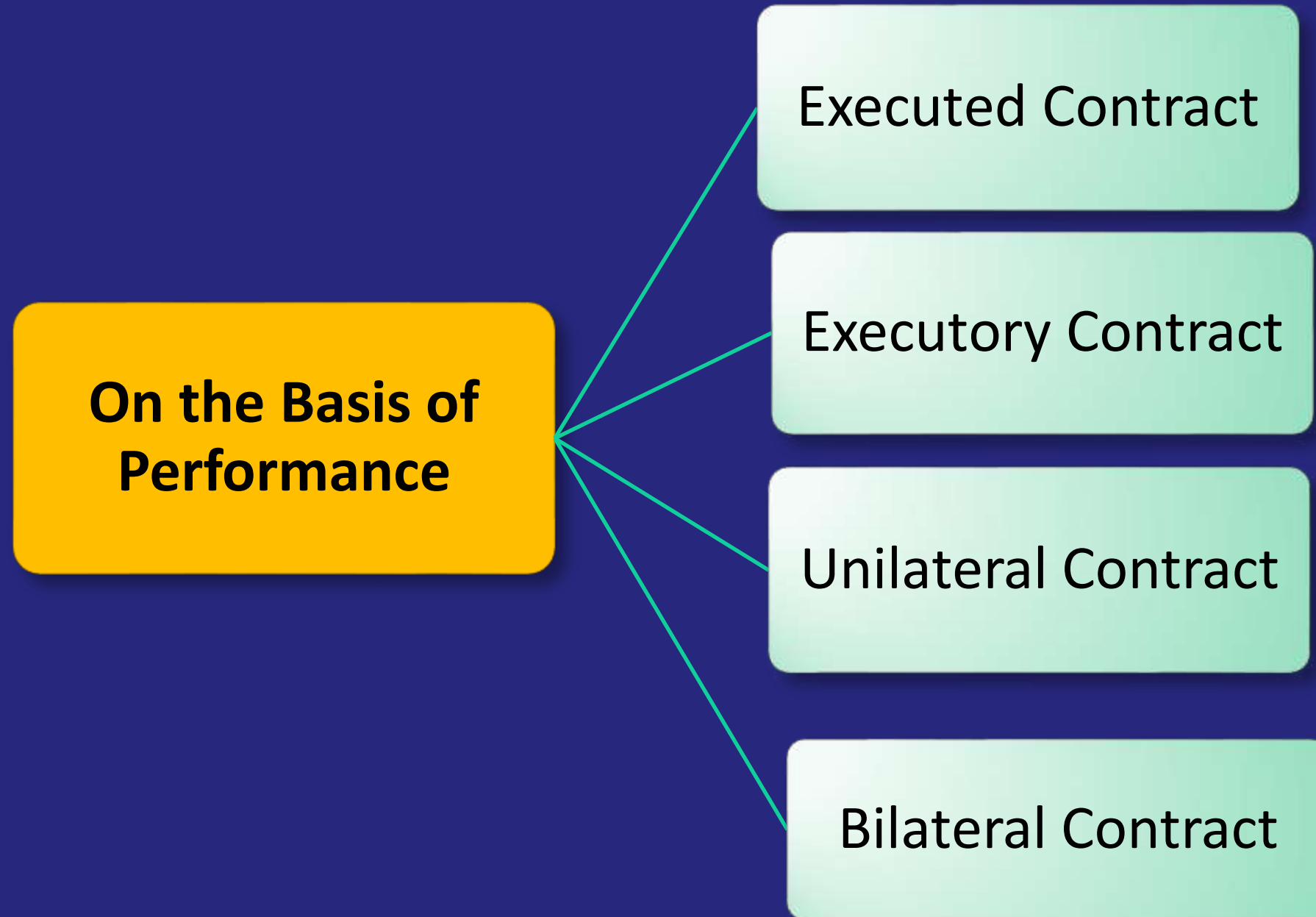
Contract which does not have all essential elements but created by law.

Classification of Contract



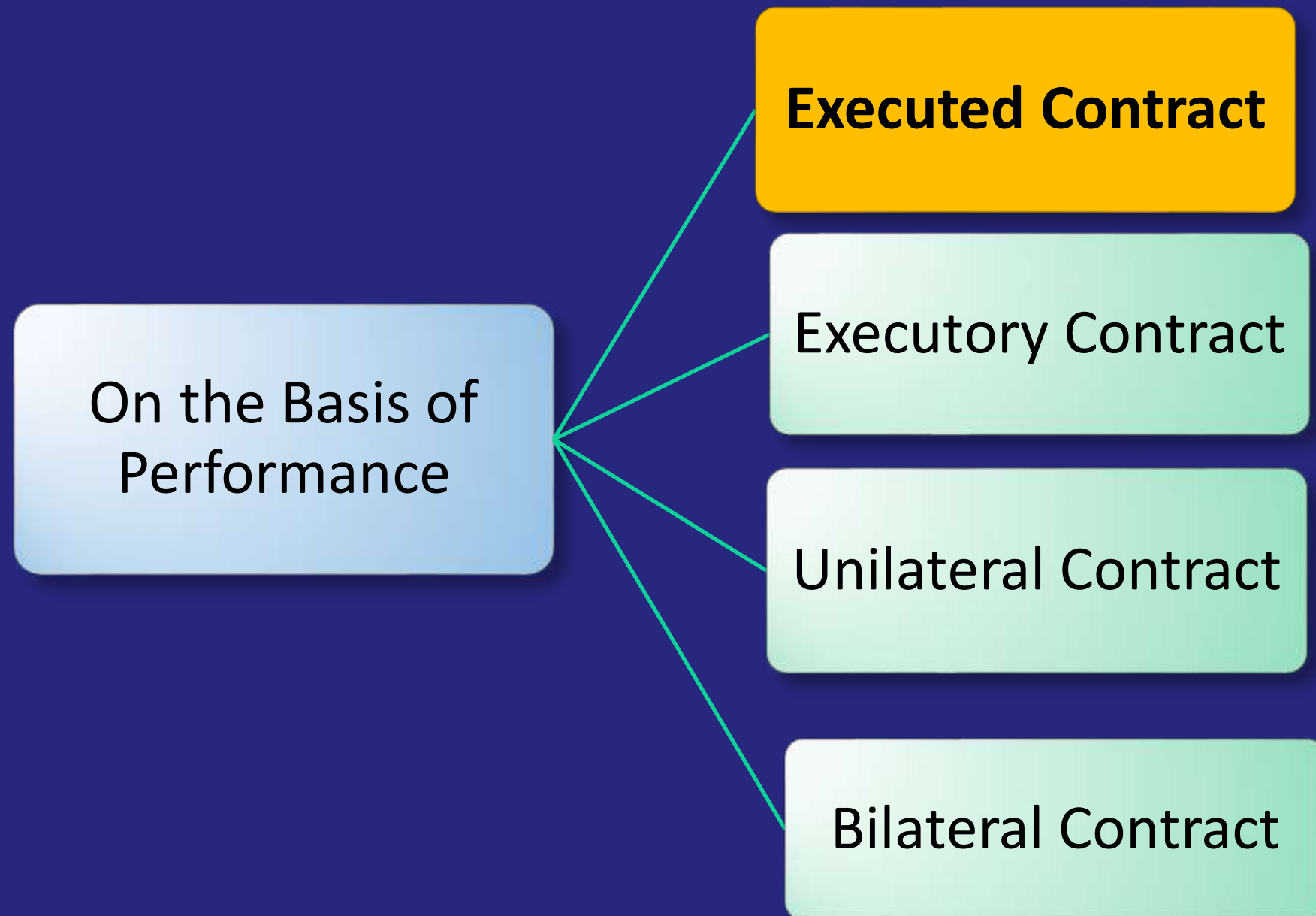
Contract which entered between the parties via internet.

Classification of Contract



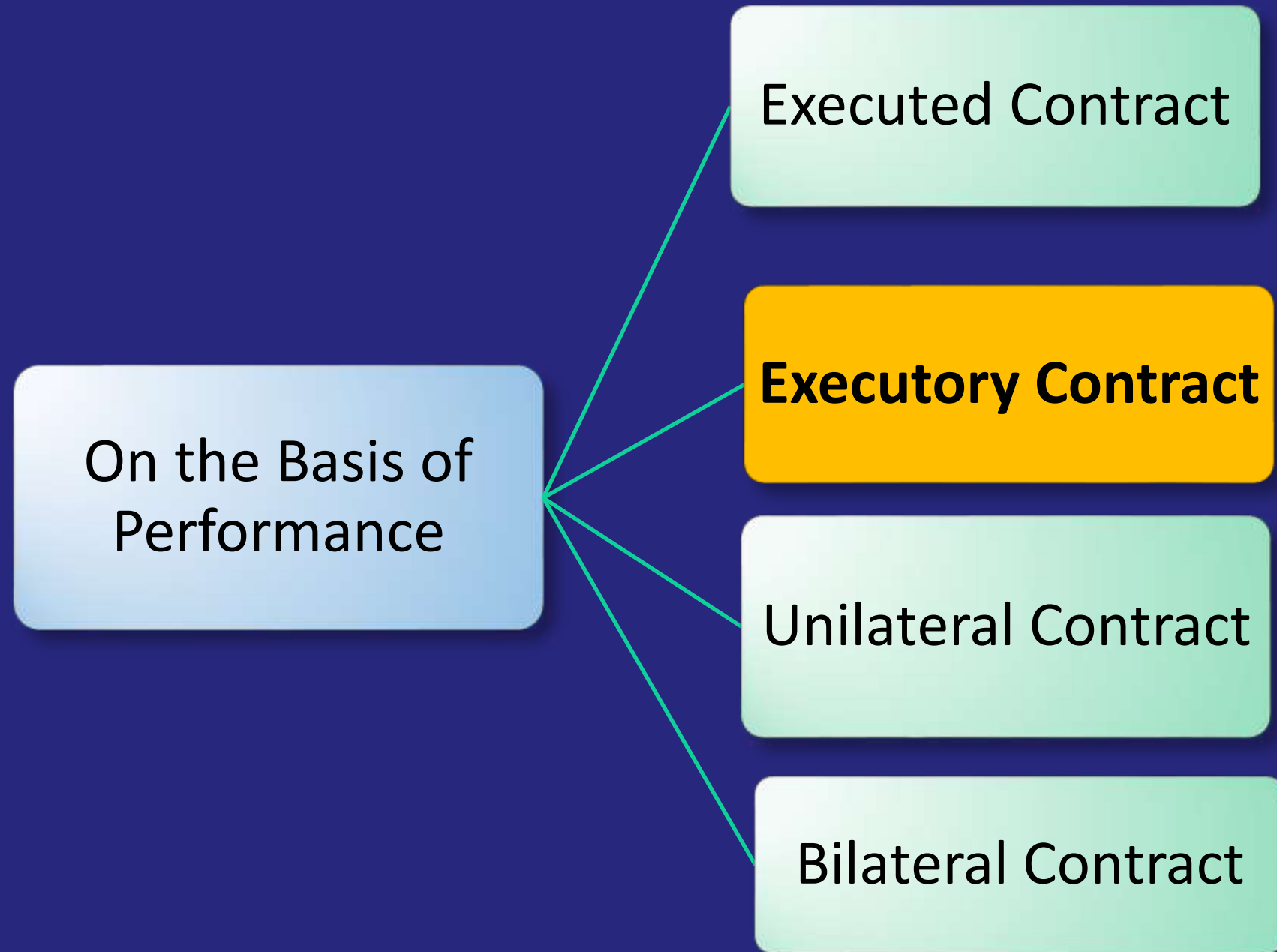
Contract can be classified based on the extent of its performance

Classification of Contract



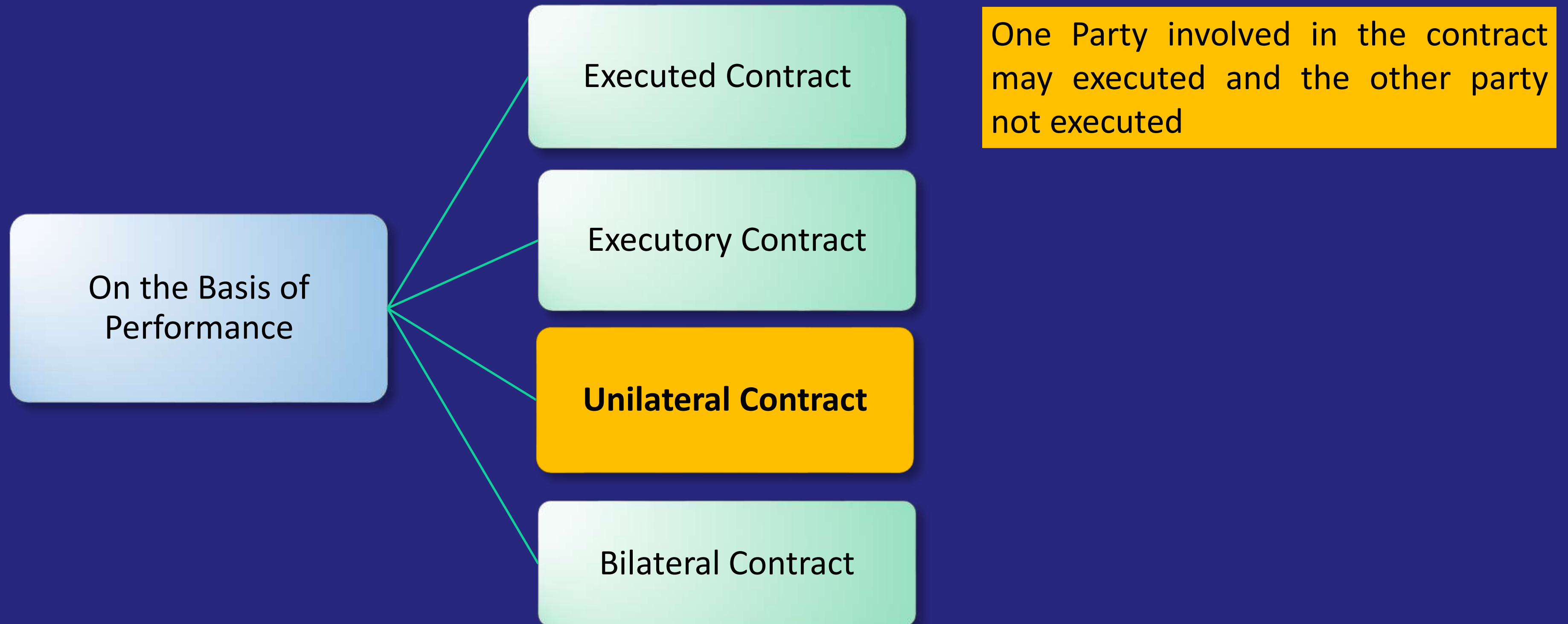
Parties involved in the contract have performed their obligations

Classification of Contract



Parties involved in the contract may partly executed and partly not executed

Classification of Contract



Classification of Contract

On the Basis of
Performance

Executed Contract

Executory Contract

Unilateral Contract

Bilateral Contract

Obligations on the part of both the parties are outstanding

Review Questions

1. There are some contracts and documents which are required to be not only in writing and signed by the parties, but in addition, required to be registered with some competent authority or the other. **True or False**
2. Lalit, the Proprietor of Lalit Traders and Company, had visited the house of Rangan, to sell some of his goods to him. While leaving the house of Rangan, he had, by mistake, forgotten to pick up some of his goods there at. Rangan, however, had consumed these goods, taking all these to be his own. Under the circumstances, is Rangan, from the legal point of view, required to pay for such goods to the trader?

Answer

1. There are some contracts and documents which are required to be not only in writing and signed by the parties, but in addition, required to be registered with some competent authority or the other.

Answer: True

2. Lalit, the Proprietor of Lalit Traders and Company, had visited the house of Rangan, to sell some of his goods to him. While leaving the house of Rangan, he had, by mistake, forgotten to pick up some of his goods there at. Rangan, however, had consumed these goods, taking all these to be his own. Under the circumstances, is Rangan, from the legal point of view, required to pay for such goods to the trader?

Answer: This is a clear case of contract implied by law, under which, the person who has availed the benefit therefrom is legally bound to reimburse the other party.