**BLAW 201 Topics**

**Professor Kreider**

**Objectives**

Understand the effects of illegality

Identify contracts based on conduct prohibited by law

Recognize unconscionable contracts and those contrary to public policy

Describe the effect of unequal guilt or partial illegality

Know when gambling is lawful or unlawful

State the requirements for valid noncompetition clauses

Recognize usury

**Chapter 15: Legality**

Illegal contracts

Conduct prohibited by law

Unconscionable contracts

Contrary to public policy

Effect of illegality

Void

Exceptions

Protection of one party

Unequal guilt

Partial illegality

Illegal parts may be severable

Unconscionable

Unequal bargaining power

Shocks the conscience

Contracts of adhesion

Contrary to public policy

Offensive to society

Violates the public interests

Gambling

Pay a price for a chance to win

Licenses

Restraint of Trade

Noncompetition clauses

Sale of an ongoing business

Employment

Invalid: unreasonable in time, geographic area or scope

Invalid: void or apply blue pencil rule

Usury