	Scope of UCC				
2-102 W	/hat's governed	Transactions in goods.			
	nder UCC?	Goods: all things which are movable, identifiable at the time of the contract.			
		Predominant factor test. Divisible K test.			
		Merchants: a person who regularly deals in goods of the kind, or otherwise skilled in			
		a particular knowledge of skill in the area of trade.			
	/hat if not covered y UCC?	Unless provided by UCC, common law controls.			
1-201 De 20	efinition. 3, 10, 12, 0.	 3) "Agreement" means the bargain of the parties in fact as found in their language or by implication from other circumstances including course of dealing or usage of trade or course of performance as provided in this Act. Whether an agreement has legal consequences is determined by the provisions of this Act, if applicable; otherwise by the law of contracts. 10) "Conspicuous": A term or clause is conspicuous when it is so written that a reasonable person against whom it is to operate ought to have noticed it. A printed heading in capitals is conspicuous. Language in the body of a form is "conspicuous" if it is in larger or other contrasting type or color. But in a telegram any stated term is "conspicuous". Whether a term or clause is "conspicuous" or not is for decision be the court. 12) "Creditor" includes a general creditor, a secured creditor, a lien creditor and any representative of creditors, including an assignee for the benefit of creditors, a trustee in bankruptcy, a receiver in equity and an executor or administrator of an insolvent debtor's or assignor's estate. 20) "Holder," with respect to a negotiable instrument, means the person in possession if the instrument is payable to bearer or, in the case of an instrument payable to an identified person, if the identified person is in possession. "Holder" with respect to 			
		document of title means the person in possession if the goods are deliverable to			
		bearer or to the order of the person in possession.			
	ariation by	a) Provisions of UCC may be varied by agreement, except:			
	greement	b) Obligations of good faith, diligence, reasonableness and care prescribed by UCC.			
1-303 Cc pe co	ourse of erformance, ourse of dealing, nd usage of trade.	 a) A "course of performance" is a sequence of conduct between the parties to a particular transaction that exists if: the agreement of the parties involves repeated occasions for performance and opportunity for objection to it, accepts the performance or acquiesces in it without objection. A "course of dealing" is a sequence of conduct concerning previous transactions between the parties fairly to be regarded as establishing a common basis. A "usage of trade" is any practice or method of dealing having such regularity of observance in a place, vocation, or trade as to justify an expectation that it will be observed with respect to the transaction in question. A course of performance or course of dealing between the parties or usage of trade is relevant in ascertaining the meaning of the parties' agreement. Except as otherwise provided in subsection (f), the express terms of an agreement and any applicable course of performance, course of dealing, or usage of trade must be construed whenever reasonable as consistent with each other. If such a construction is unreasonable: Express term > course of performance > course of dealing > usage of trade. Subject to Section 2-209, a course of performance is relevant to show a waiver or modification of any term inconsistent with the course of performance. Evidence of a relevant usage of trade offered by one party is not admissible unless that party has given the other party notice that the court finds sufficient to prevent 			

1-308	Reservation of Rights	a) A party with explicit reservation of rights performs / promises performance / assents to performance in a manner demanded or offered by the other party does not thereby prejudice the rights reserved. Such words as "without prejudice," "under protest," or the like are sufficient.		
2-105	Goods	 b) Subsection (a) does not apply to an accord and satisfaction. 1) "Goods" means all things (including specially manufactured goods) which are movable at the time of identification to the contract for sale other than the money in which the price is to be paid, investment securities (Article 8) and things in action. "Goods" also includes the unborn young of animals and growing crops and other identified things attached to realty as described in the section on goods to be severed from realty. 		
1-304	Obligation of good faith. Compared to customs.	Every contract or duty within this act imposes an obligation of good faith in its performance or enforcement. "Important and can be sanctioned."		

	Formation				
2-204	Formation in	1) Showing of agreement is enough, by conduct of both parties recognizing K.			
	general.	2) Time of formation unknown is ok.			
		3) Missing terms is ok, but need reasonably certain basis for giving proper remedy.			
2-206	Offer and	1)(a) Any manner of acceptance is ok if reasonable in the circumstances.			
	acceptance.	1)(b) Shipment is acceptance for offer to buy promptly no matter conforming or non-			
		conforming except seller seasonably notifies buyer it's accommodation.			
		2) When performance is acceptance, offeror not notified within reasonable time may			
		treat offer as lapsed			
2-201	Statute of Frauds	1) K over \$500 price requires writing; Missing terms ok but not enforceable beyond the			
X CL		quantity specified; Signed by the party against whom enforcement is sought.			
		2) Merchants: writing in confirmation of K is received and receiving party had reason to			
		know the content then K against receiving party! unless objected given within 10			
		days.			
		3) Exceptions:			
		3)(a) if goods specially for buyer, and if not suitable for resale, and if before notice of			
are for the buyer		repudiation is received, and if under circumstances reasonably indicating the goods			
		are for the buyer, and if seller has made either a substantial beginning of			
		manufacture or commitments for the procurement.			
		3)(b) admitted goods is enforced if the against whom party admits in his pleading,			
		testimony or otherwise in court that a K for sale was made.			
received and accep		3)(c) goods for which payment has been made and accepted or which have been			
2-202	Parol evidence rule	K intended as a final expression may not be contradicted by parol evidence. K terms			
2-202	raioi evidence rule	may be explained or supplemented by:			
		a) Course of performance; Course of dealing; Usage of trade.			
b) By evidence of		b) By evidence of consistent additional terms unless K found to be complete and			
		exclusive. (A finding of fact).			
2-205	Firm offers	• "In writing."			
X CL		Gives assurance that offer will be held open.			
		Not revocable for lack of consideration.			
		Be separately signed by the offeror.			
		 Duration: as specified, or reasonable time if not stated (3 months max). 			
		2 and the many of reasonable time if not stated (5 months max).			

2-207	Battle of forms	1) K formed even with "additional" or "different" terms if:	
X CL		"Definite and seasonable expression of acceptance."	
	Is it additional or different?	 K formation not expressly made conditional on assent to the additional or different terms. 	
	Materially alters K?	2) Additional terms:	
		 Not between two merchants: additional terms void. 	
		Between two merchants, additional terms incorporated unless: (then excluded)	
		a) Offer expressly limits acceptance to its terms. or	
		b) Additional term materially alters K. or	
		c) Offeror objected before or promptly upon receiving.	
		3) Conduct by both parties which recognizes the existence of a contract is sufficient to	
		establish a contract for sale. Different terms: (no merchant distinction)	
		Different/conflicting terms knock each other out, filled with gap fillers.	

	Terms of the K				
2-302	Unconscionability	1) Judge decides whether unconscionable; At the time of K formation; Can be entire K			
		or specific clause; Remedy: refuse to enforce; knock out unconscionable clause; limit the unconscionable clause.			
		2) shall be afforded a reasonable opportunity to present evidence as to its commercial			
		setting, purpose and effect to aid the court in making the determination			
2-209	Modification,	1) Agreement modifying a K needs no consideration to be binding			
X CL	rescission and waiver.	2) Signed agreement excluding oral modification afterwards is binding but requires (if between merchants:			
	NOM.	• A form supplied by a <u>merchant</u> must be separately signed by the other <u>merchant</u> .			
	Restricted by good	3) Contract as modified must satisfy SoF.			
	faith 1-304, and CL	4) Attempt at modification or rescission can operate as a waiver.			
	duress.	5) waivers of terms in executor portion of the K can be <u>retracted</u> by reasonable			
		notification <u>received</u> by the other party that strict performance will be required of			
		any term waived unless:			
		 Retraction is <u>unjus</u>t because of change of position in reliance on the waiver. 			
2-305	Open price term.	1) The parties if they so intend a K with price not settled. Then price is a reasonable			
		price at the time for <u>delivery</u> if			
		a) nothing is said as to price; or			
		b) the price is left to be agreed by the parties and they fail to agree; <u>or</u>			
		c) the price is to be fixed in terms of some agreed market or other standard as set or			
		recorded by a third person or agency and it is not so set or recorded.			
		2) A price to be fixed by either party implies good faith.			
		3) if 1) to be fixed other than agreement of the parties, and 2) fails to be fixed due to			
		fault of one party, then the other may: 1) treat the contract as cancelled or 2)			
		himself fix a reasonable price.			
		(4) Where, however, the parties intend not to be bound unless the price be fixed or			
		agreed and it is not fixed or agreed there is no contract. In such a case the buyer			
		must return any goods already received or if unable must pay their <u>reasonable</u>			
		value at the time of delivery and the seller must return any portion of the price paid			
		on account.			
2-306	Output,	1) A term that measures the quantity by the output of the seller or the requirements of			
	requirements and	the buyer requires good faith and excludes quantity unreasonably disproportionate			
	exclusive dealings.	to any stated estimate, or any normal or comparable prior output or requirements.			
		2) exclusive dealing requires (unless otherwise agreed):			
		Seller to use best efforts to supply the goods.			
		Buyer to use best efforts to promote their sale.			

	Anticipatory repudiation			
2-609 Rest.251	Right to adequate assurance of performance.	 If there is reasonable grounds for insecurity regarding performance; May in writing demand assurance of performance; May suspend performance until assured, if commercially reasonable. Between merchants the reasonableness of grounds for insecurity and the adequacy of any assurance offered shall be determined according to commercial standards. Acceptance of any improper delivery or payment does not prejudice the aggrieved party's right to demand adequate assurance of future performance. 		
		 4) Repudiation if no response within a reasonable time or 30 days max, as is adequate under the circumstances of the particular case. 		
2-610	Anticipatory repudiation.	If K repudiated with respect to a performance not yet due the loss of which will substantially impair the value of the K to the other, the aggrieved party may: a) for a commercially reasonable time await performance by the repudiating party; or b) resort to any remedy for breach (2-703 or 2-711), even though he has notified the repudiating party that he would await the latter's performance and has urged retraction; and c) in either case suspend his own performance or proceed on the seller's right to identify goods to the contract notwithstanding breach or to salvage unfinished goods (2-704).		
2-611	Retraction of anticipatory repudiation.	 Requirement for retraction: Before the next performance is due. Aggrieved party has not cancelled, or materially changed position, or indicate that repudiation is final. Retraction can be in any form, indicating intention to perform, giving assurance. Excuse and allowance to the aggrieved party for delay caused by repudiation. 		

	Breaching installment K			
2-307	Delivery in single lot	Unless otherwise stated in K, delivery is in one lot, so is payment.		
	or several lots	Where the circumstances give either party the right to make or demand delivery in		
		lots, then apportioned (if possible) payment may be demanded for each lot.		
2-309	Notice of	1) The time for shipment or delivery or any other action under a contract if not		
	Termination	provided in this Article or agreed upon shall be a reasonable time.		
		2) Where the contract provides for successive performances but is indefinite in		
		duration it is valid for a reasonable time but unless otherwise agreed may be		
		terminated at any time by either party.		
		3) Termination of a contract by one party requires reasonable notification received by		
		the other party,		
		 Unless terminated on the happening of an agreed event 		
		An agreement dispensing with notification is invalid if its operation would be		
		unconscionable.		
2-612	"Installment	1) Requires or authorizes installments of goods in separate lots to be separately		
	contract";	accepted, even though K says "each delivery is a separate K."		
	Breach.	2) May reject if 1) substantially impairing the value of that installment and cannot be		
		cured; or 2) if the non-conformity is a defect in the required documents, unless:		
		The seller gives adequate assurance of its cure, then must accept installment.		
		3) Breach of one or more installments is a breach of the whole if substantially		
		impairing the <u>value of the whole</u> contract, unless if he:		
		 demands performance as to future installments, or 		
		 brings an action with respect only to past installments, or 		
		accepts a non-conforming installment without seasonably notifying of cancellation		

 Perfect tender, acceptance, revocation, breach, cure, damage 2-601 Buyer's rights on X CL improper delivery If the goods or the tender of delivery fail in any respect to expect the whole; or 					
,	conform to the K, buyer:				
	, , -				
Perfect Tender • accept the whole; or					
Rule. • accept any <u>commercial unit</u> or unites and reject the resi	t with good faith.				
• Cmt 1: unless the partial acceptance produces so materiall	_				
remainder as to constitute bad faith.	y daverse an effect on the				
2-601 Limited by: 1) 612 installment K; 2) 2-719; 3) 601 commercial unit; 4) 2-602 timely and no	otify: 5) 2-605				
particularize; 6) 2-508 cure is a right of seller.	o,, o, = ooo				
	1) Rejection of goods must be within a reasonable time after their delivery or tender,				
of rightful and with seasonably notification to the seller.	,				
	2) Subject to 2-603 and 2-604,				
2)(a) exercise of ownership after rejection is wrongful.					
2)(b) if the buyer has before rejection taken physical posse	ession of goods, buyer has				
only a duty after rejection to hold them with reasonable					
disposition for a time sufficient to permit the seller to re					
3) The seller's rights with respect to goods wrongfully rejected					
remedies in general (2-703).	,				
2-605(1)a Waiver of objection 1)(a) Failure to state a particular defect with rejection preclud	des using such defect to				
by failure to particularize. justify rejection if the seller could cure if informed.					
2-606 What constitutes 1) Acceptance of goods occurs when the buyer:					
acceptance of 1)(a) After a reasonable opportunity to inspect, <u>signifies</u> sat	tisfaction / he will take or				
goods retain them in spite of their non-conformity.					
1)(b) had a reasonable opportunity to inspect and fail 2-602	2 to make a rejection. or				
1)(c) does any act inconsistent with the seller's ownership ι	ınless seller agrees.				
2) Acceptance of a part of any commercial unit is acceptance	of that entire unit.				
2-607 Burden of 1) The buyer must pay at the contract rate for any goods acce	epted.				
(1-4) establishing breach 2) Acceptance of goods by the buyer precludes rejection of the	ne goods accepted.				
after acceptance. 2) Acceptance of goods cannot be revoked because of a non-	•				
acceptance, unless, acceptance was on the reasonable assi	umption that the non-				
conformity would be seasonably cured.	· · · · · · · · · · · · · · · · · · ·				
3) Where a tender has been accepted	l ·				
	3)(a) buyer is barred from any remedy unless, the buyer <u>notifies</u> the seller of the				
	breach within a reasonable time after he discovers or should have discovered.				
3)(b) buyer is barred from any remedy over for liability esta					
litigations or alike, unless, the buyer <u>notify</u> the seller with	nin a reasonable time				
after he receives notice.					
4) The burden is on the buyer to establish any breach with res	spect to the goods				
accepted.	-1: t-1F				
2-608 Revocation of 1) The buyer may revoke his acceptance of a lot or commercially compared to the property of the property o					
Y CL acceptance in 1) the non-conformity <u>substantially impairs</u> its value to him					
whole or in part. 1)(a) he accepted it on the reasonable assumption that its r cured, and	ion-comorning would be				
1)(a) it has not been <u>seasonably</u> cured.					
	nercial unit IF				
	1) The buyer may also revoke his acceptance of a lot or commercial unit IF 1) the non-conformity substantially impairs its value to him, and				
1)(b) he did not discover such non-conformity, and	_,				
1)(b) his acceptance was reasonably induced either by the	difficulty of discovery				
before acceptance or by the seller's assurances.					
2) Revocation of acceptance must occur within a reasonable to	time after the buver				
discovers or should have discovered the ground for it and I	-				
change in condition of the goods which is not caused by th	-				
effective until the buyer notifies the seller of it.					

2-508	Cure by seller of improper tender or delivery; replacement	 Where any tender or delivery by the seller is rejected because non-conforming and the time for performance has not yet expired, the seller may seasonably notify the buyer of his intention to cure and may then within the contract time make a conforming delivery. Where the buyer rejects a non-conforming tender which the seller had reasonable grounds to believe would be acceptable with or without money allowance, the seller may have a further reasonable time to substitute a conforming tender if he seasonably notifies the buyer Application of 508 on 607 is not clear but many courts do so. 	
2-613	Casualty to Identified Goods	 Where K requires for its performance goods identified at K formation, and the goods suffer casualty without fault of either party before the risk of loss passes to the buyer, or in a proper case under a "no arrival, no sale" term, then a) if the loss is total the contract is avoided; and b) if the loss is partial or the goods have so deteriorated as no longer to conform to the contract the buyer may nevertheless demand inspection and at his option either treat the contract as avoided or accept the goods with due allowance from the contract price for the deterioration or the deficiency in quantity but without further right against the seller. 	
2-615(a)	Excuse by Failure of Presupposed Conditions		
2-723(1)	Proof of MP. [Missouri Furnace]	2-723 (1) If an action based on anticipatory repudiation comes to trial before the time for performance with respect to some or all of the goods, any damages based on market price (2-708 or 2-713) shall be determined according to the price of such goods prevailing at the time when the aggrieved party learned of the repudiation.	
CL	Frustration of purpose.	UCC does not have frustration of purpose but can be supplied with CL under 1-103. Krell v. henry, and Taylor.	

	Warranty			
2-313	Express warranties 1) Express warranties by the seller are created as follows:			
	by affirmation,	1)(a) Goods shall conform to the affirmation or promise: any affirmation of fact or		
	promise,	<u>promise</u> made by the seller to the buyer which relates to the goods and becomes		
	description,	part of the basis of the bargain.		
	sample.	1)(b) Goods shall conform to the description: any description of the goods which is		
	Weisz: painting.	made part of the basis of the bargain.		
		1)(c) The whole of the goods shall conform to the sample or model: any sample or		
		model which is made part of the basis of the bargain.		
		2) Formal words such as "warrant" or "guarantee" are not necessary.		
		2) Whether seller has a specific intention to make a warranty is not necessary.		
		2) An affirmation merely of the value of the goods or a statement <u>purporting to be</u>		
		merely the seller's opinion or commendation of the goods does not create a		
		warranty.		

2-314	Implied warranty: merchantability; usage of trade.	 Unless excluded or modified (2-316), a warranty that the goods shall be merchantable is implied in a contract for their sale if the seller is a merchant with respect to goods of that kind. Under this section the serving for value of food or drink to be consumed either on the premises or elsewhere is a sale. Goods to be merchantable must be at least such as (a) pass without objection in the trade under the contract description; and (b) in the case of fungible goods, are of fair average quality within the description; and (c) are fit for the ordinary purposes for which such goods are used; and (d) run, within the variations permitted by the agreement, of even kind, quality and quantity within each unit and among all units involved; and (e) are adequately contained, packaged, and labeled as the agreement may require; and (f) conform to the promises or affirmations of fact made on the container or label if any. Unless excluded or modified (2-316) other implied warranties may arise from course of dealing or usage of trade.
2-315	Implied Warranty: fitness for particular purpose.	 Goods shall fit purpose of buyer if: Seller has reason to know any particular purpose for which the goods are required at K formation. and Buyer is relying on the seller's skill or judgment to select or furnish suitable goods. Can be excluded by 2-316.
2-316	Exclusion or modification of warranties.	 Words or conduct relevant to the creation of an express warranty and words or conduct tending to negate or limit warranty shall be construed wherever reasonable as consistent with each other. Negation or limitation is inoperative to the extent that such construction is unreasonable subject to the parol or extrinsic evidence provision (2-202). To exclude or modify the implied warranty of merchantability or any part of it: the language must mention merchantability and in case of a writing must be conspicuous, To exclude or modify any implied warranty of fitness the exclusion must be by a writing and conspicuous. Language to exclude all implied warranties of fitness is sufficient if it states, for example, that "There are no warranties which extend beyond the description on the face hereof." all implied warranties are excluded by expressions like "as is", "with all faults" or other language which in common understanding calls the buyer's attention to the exclusion of warranties and makes plain that there is no implied warranty, unless the circumstances indicate otherwise. by no implied warranty with regard to defects which an examination ought in the circumstances to have revealed to him, if the buyer before K formation has examined the goods or the sample or model as fully as he desired or has refused to examine the goods. c) an implied warranty can also be excluded or modified by course of dealing or course of performance or usage of trade. Remedies for breach of warranty can be limited in accordance with liquidation or limitation of damages provision and contractual modification of remedy provision (2-718 and 2-719).
2-714(2)	Remedy for breach of warranty if accepted.	Difference at the time and place of acceptance between the value of the goods accepted and the value they would have had if they had been as warranted, unless special circumstances show proximate damages of a different amount.

	Buyer's Remedies after repudiation or failure to deliver				
	Withhold/suspend payment to seller Cancel K & cease performance	•	 2-609(1) demand assurance of performance. (1) may suspend performance if reasonably unsecured. (4) repudiation after 30 days or a reasonable time. 2-610(c). if repudiated a performance the loss of which substantially impair K. (a) can wait; (b) or treat as breach. (c) can suspend performance. 2-610(b). treat repudiation as breach. 2-711. Buyer's remedies in general. (1) If the seller fails to make delivery or repudiates or the buyer rightfully rejects or revokes acceptance, with respect to any goods involved or the whole (if breach goes to the whole), buyer may cancel and recover (can recover without cancel): So much of the price already paid. (a) "cover" and get damage according to 2-712. (b) recover damages of non-delivery according to 2-713. (no cover) 		
2	Await dalivary/retraction of		• (2)(b) Where the seller fails to deliver or repudiates the buyer may also obtain specific performance if proper according to 2-716.		
3.	Await delivery/retraction of repudiation	•	2-610(a). can wait after repudiation.		
4.	reject goods delivered by seller	•	2-601. Perfect tender rule.		
5.	revoke accep. of goods delivered	•	2-608. Revocation after acceptance.		
6.	recover payments made to seller	•	2-711(1). So much of the price already paid		
7.	Deduct damages from the price	•	2-717. The buyer on notifying the seller of his intention to do so may deduct all or any part of the damages resulting from any breach of the contract from any part of the price still due under the same contract.		
8.	Recover damages from seller for	•	2-610(b). treat repudiation as breach		
	goods not accepted.	•	2-711(1). buyer may cancel and recover.		
	8.1 cover difference.	•	 2-712. "cover"; buyer's procurement of substitute goods. (1) after breach, may cover by making reasonable purchase or K to purchase in substitution, subject to "in good faith", and "without unreasonable delay." (2) may recover difference between cost of cover and KP, together with incidental or consequential damages (defined 2-715) Less expenses saved because of breach. (3) Failure to cover does not bar other remedy. 		
	8.2 market difference.	•	 2-713. buyer's damages for non-delivery or repudiation. (no cover) (1) damage for non-delivery or repudiation by seller is the difference between MP at the time when the buyer learned of the breach and the K price. and incidental and consequential damages (2-715). less expenses saved. (2) MP is as of the place for tender or, in cases of rejection after arrival or revocation of acceptance, as of the place of arrival. 		
	8.3 Specific performance	•	 2-716. Buyer's right to specific performance or replevin. (1) goods are unique or in other proper circumstances. (2) specific performance may include terms and conditions as to payment of price, damages, or other relief <u>as the court deems just</u>. (3) replevin. 		

9.	Recover damages from seller for		
	goods accepted		
	9.1 non-conformity.	•	2-714. Buyer's damages for breach in regard to accepted goods.
	9.2 breach of warranty.	•	(1) If accepted and gave notification (2-607(3)), recover as damages for
			any non-conformity of tender, the loss resulting in the ordinary course of
			events from the breach, determined in any manner reasonable.
		•	(2) damages for breach of warranty is the difference between the value of
			the goods accepted and the value they would have had if they had been
			as warrantied,
		•	(2) at the time and place of acceptance,
		•	(2) unless special circumstances show proximate damages of a different
			amount.
		•	(3) Incidental and consequential damages if proper (2-715).
	9.3 Consequential and incidental	•	2-715. Buyer's incidental and consequential damages.
		•	(1) <u>incidental</u> : expenses reasonably incurred in the inspection, receipt,
			transportation and care and custody of goods rightfully rejected, any
			commercially reasonable charges, expenses, or commissions in effecting
			cover, and any other reasonable expense incidental to the delay or breach
		•	(2) Consequential: (a) of which the seller at the time of K formation had
			<u>reason to know</u> , and which buyer could not reasonably <u>prevent by cover</u>
			or otherwise.
		•	(2)(b): injury to person or property proximately resulting from any breach
			of warrantee.

Seller's Re	Seller's Remedies after repudiation or failure to deliver					
Withhold/suspend delivery to buyer	 2-609(1) (insecurity). 2-610(c), 2-703(a). 2-609(1) demand assurance of performance. (1) may suspend performance if reasonably unsecured. (4) repudiation after 30 days or a reasonable time. 2-610(c). if repudiated a performance the loss of which substantially impair K. (a) can wait; (b) or treat as breach. (c) can suspend performance. 2-703. Seller's remedies in general. Where the buyer wrongfully rejects or revokes acceptance of goods or fails to make a payment due on or before delivery, or repudiates with respect to a part or the whole, then with respect to any goods diretly affected or the whole undelivered balance (if breach is of the whole K), seller may: (a) withhold delivery of such goods (b) stop delivery by any bailee as hereafter provided (2-705). (c) proceed under 2-704 for goods unidentified to the K. (d) resell and recover damages as hereafter provided (2-706). (e) recover damages for non-acceptance (2-708) or in a proper case the price (2-709). 					
2 Canadaha K.O. aana nanfarra	• (f) cancel.					
2. Cancel the K & cease performance	• 2-610(b) repudiation, 2-703(f) breach.					
Await payment/retraction of repudiation	2-610(a) repudiation.					
4. Stop delivery to buyer	• 2-703(b). breach.					
5. Recover damages from buyer	• 2-610(b) repudiation, 2-703(d) breach, 2-703(e) breach.					

 5.1 Resale difference 2-706. Seller's resale including contract for resale. (1) if made "in good faith" and in a "commercially reasonable mannerseller may recover 	,,
	er",
	,
difference between resale price and K price	
 together with incidental and consequential damages (defined 2-7) 	710).
 less expenses saved. 	
• (2) resale can be at public or private, but must be commercially	
reasonable. Must be reasonably identified as referring to the broker	n K,
but not necessarily identified before breach.	
• (3) if reselling at private sale, the seller must give buyer reasonable	notice
• (4) if reselling at public sale, (a) restricted to identifies goods (unless	s) <i>,</i>
(b) at a usual place or market, and need to give buyer notice, (c) mu	st
provide for inspection by bidders, and (d) the seller may buy.	
• (5) purchaser buys in good faith at a resale takes the goods free of a	iny
rights of the original buyer even though the seller fails to comply wi	th one
or more of the requirements of this section.	
(6) seller not accountable to the buyer for any profit made on resale	.
5.2 Market difference • 2-708. Seller's damages for non-acceptance or repudiation.	
• (1) damages for non-acceptance or repudiation by the buyer is:	
Difference between the MP at the time and place for tender and	the
unpaid K price (subject to 2-723).	
Together with any incidental damages (defined 2-710).	
Less any expenses saved.	
(2) If (1) inadequate to put the seller in as good a position as perform	mance
would have done then the damage is	
• the profit (including reasonable overhead).	
• together with any incidental damages (2-710).	
due allowance for costs reasonably incurred and due credit for nayments or proceeds of resale.	
payments or proceeds of resale. 5.4 Price • 2-709 Action for the Price.	
• (1) when the buyer fails to pay the price as it becomes due, seller re	cover.
 incidental damages (2-710). and 	cover.
 (a) price of goods accepted, or of conforming goods lost or dama 	ged
within a commercially reasonable time after risk of their loss has	-
passed to the buyer; and	
 (b) price of goods identifies to the K if seller is unable to resell at 	а
reasonable price after reasonable effort or the circumstances	
reasonably indicate that such effort will be unavailing.	
• (2) Identified goods must be hold or sold for the buyer if seller sues	for P.
• (3) If not recoverable under this section, can still go 2-708.	
5.5 Incidental damages • 2-710. Seller's incidental damages.	
 any commercially reasonable charges, expenses, or commissions inc 	curred
in stopping delivery, in the transportation, care and custody of good	
after the buyer's breach, in connection with return or resale of the	
or otherwise resulting from the breach.	

Other damage clauses

- 2-718. liquidation or limitation of damages, deposits.
- (1) Damages for breach by either party may be liquidated in the agreement but only at an amount only at an amount
 which is reasonable in light of the anticipated or actual harm caused by the breach, the difficulties of proof of loss,
 and the inconvenience or nonfeasibility of otherwise obtaining an adequate remedy. A term fixing unreasonably large
 liquidated damages is void as a penalty.
- (2) when the seller justifiably withholds delivery of goods because of buyer's breach, buyer is entitled to restitution of any amount by which the sum of his payments exceeds:
 - a) the liquidated seller's damages.
 - b) if no liquidated damage, 20% of the value of total performance, or \$500, whichever is smaller.
- (3) restitution subject to offset and value of benefits received by the buyer directly or indirectly by reason of the K.
- (4) proceeds from reselling goods count toward satisfying (2).
- 2-719. Contractual Modification or Limitation of Remedy.
- (1) Subject to (2) and (3) and 2-718
- (1)(a) the agreement may provide for remedies in addition to or in substitution for those provided in UCC and may limit or alter the measure of damages recoverable under UCC, as by limiting the buyer's remedies to return of the goods and repayment of the price or to repair and replacement of non-conforming goods or parts; and
- (1)(b) resort to a remedy as provided is <u>optional unless</u> the remedy is expressly <u>agreed to be exclusive</u>, in which case it is the sole remedy.
- (2) Where circumstances cause an exclusive or limited remedy to <u>fail of its essential purpose</u>, remedy may be had as provided in this Act.
- (3) Consequential damages may be limited or excluded unless the limitation or exclusion is <u>unconscionable</u>.
 Limitation of consequential damages for injury to the person in the case of consumer goods <u>is prima facie</u> unconscionable but limitation of damages where the loss is commercial is not.