

* Important Sections of Unit - 1

Section	Provision.
Sec. 2(a)	Proposal: "A person is said to have made the proposal when he signifies to another his willingness to do or to abstain from doing anything with a view to obtaining the assent of that other to such act or abstinence".
Sec. 2(b)	Promise: "When the person to whom the proposal is made signifies his assent thereto, the proposal is said to be accepted. A proposal when accepted becomes a promise."
Sec. 2(c)	Promisor, Promisee: The person making the proposal is called the "Promisor". The person accepting the proposal is called the "Promisee".

Sections	Provisions.
Sec 2(d)	Consideration:- "When at the desire of the promisor, the promisee or any other person has done or abstained from doing, or does or abstains from doing, or promises to do or to abstain from doing something, such an act, or abstinence or promise is called a consideration for the promise."
Sec 2(e)	Agreement:- "Every promise & every set of promises forming the consideration for each other is an agreement".
Sec 2(f)	Reciprocal Promises: "Promises which form the consideration or part of the consideration for each other, are called reciprocal promises."
Sec 2(g)	Void agreement. "An agreement not enforceable by law"

Section	Provisions
Sec. 2(h) Contract:-	"An agreement enforceable by law"
Sec. 2(i) Voidable Contract:-	"An agreement which is enforceable by law at the option of one or more of the parties thereto, but not at the option of the other or others is a voidable contract."
Sec. 2(j) Void Contract:-	"A contract which ceases to be enforceable by law becomes void when it ceases to be enforceable."
Sec. 5 Revocation of Proposal:-	A Proposal may be revoked at any time before the communication of its acceptance is complete as against the proposer, but not afterwards.

Section

Provisions

An acceptance may be revoked at any time before the communication of the acceptance is complete as against the acceptor, but not afterwards.

Sec. 10. Valid Contracts:-

"All agreements are contracts if they are made by the free consent of the parties competent to contract, for a lawful consideration & with a lawful object & are not hereby expressly declared to be void."