#### INSTITUTE OF DISTANCE EDUCATION

### **DEPARTMENT OF LAW**

# **SUPPLEMENTARY EXAMINATION PAPER, JULY 2014**

TITLE OF PAPER

LAW OF CONTRACT

COURSE CODE

: DL023

TIME ALLOCATION : THREE (3) HOURS

INSTRUCTIONS

: 1. ANSWER ANY FOUR QUESTIONS

2. ALL QUESTIONS CARRY EQUAL MARKS

TOTAL MARKS

: 100

THIS PAPER IS NOT TO BE OPENED UNTIL PERMISION HAS BEEN GRANTED BY THE INVIGILATOR

OUESTION 1

All contracts are agreements but not all agreements are contracts. Do you agree? Discuss.

(25 marks)

### **QUESTION 2**

An unenforceable contract is a contract that cannot be conferred by legal action. Do you agree? Discuss.

(25 marks)

### **QUESTION 3**

Discuss each of the following topics:-

- (i) Error in Corpore
- (ii) Essentialia of a contract
- (iii) Duress
- (iv) Undue influence
- (v) Stipulatio alteri

### **QUESTION 4**

Cebile writes a letter to Sibongile in which she offers to buy Sibongile's house in Manzini for E200 000. Sibongile thinks that this is a good price and replies accepting the offer. At what stage will the contract be concluded? Discuss.

(25 marks)

## **QUESTION 5**

Distinguish and discuss merger, set-off and supervening impossibility of performance.

(25 marks)