

Daffodil International University
Faculty of Business and Entrepreneurship

Department of Business Administration

Program: BBA

Semester: Summer 2026

Time:

Course Code: 0421-215

Sections: 68 A

Examination: Quiz 1

Full Marks: 5

Course Title: Business Law

Teacher's Name: NTH

1. **Define** any two of the following terms according to Section 2 of the Contract Act 1872 with two examples: (i) Proposal (offer) – Section 2(a) (ii) Acceptance – Section 2(b) (iii) Agreement – Section 2(e) (iv) Contract – Section 2(h) (CLO 1, Level I)

2. **Describe** what is meant by “**free consent**” under the Contract Act 1872. Briefly explain how coercion and undue influence can affect consent and the status of the contract. (CLO 2, Level II)

3. A textile company and a retailer verbally agree at a trade fair that the retailer will “buy some cloth at a reasonable price when needed.” No specific quantity or price is fixed. Later, the retailer refuses to buy stating there was no valid contract between them. **Apply** the **essential elements of a valid contract** to answer whether this is an enforceable contract. (CLO 3, Level III)

4. Void agreements, voidable contracts and illegal agreements have different legal consequences. **Analyze** these three categories under the Contract Act 1872 with proper illustrations. In your answer, examine how each is treated in terms of **enforceability** and the **rights and remedies of the parties**, including what happens when a contract later “**becomes void**”. (CLO 4, Level IV)