CONTRACT LAW IN INDIA

THIRD EDITION

NILIMA BHADBHADE



Contract Law in India

Third Edition

Nilima Bhadbhade

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Contract Law in India

The Author



Nilima Bhadbhade, Ph.D. practices law at Pune, Maharashtra State, India, and had been Associate Professor at ILS Law College in Pune, Maharashtra, India. She studied law at the ILS Law College, Pune, and later LL.M. at the University of Pune. She topped the LL.B. class of 1982, joined the bar immediately, practiced in the Civil and Appeal Courts and Tribunals in Pune, and also taught law. In 1993, she left the profession for full-time teaching at the ILS Law College. She had been teaching laws of contracts, insurance, evidence, and intellectual property and has trained students for moot courts and presentation skills. She now practices

contracts, commercial and arbitration laws.

Her areas of interest are Laws of Contract, Insurance, and Intellectual Property. She has been invited to seminars and workshops to speak on these subjects and has also conducted workshops and seminars on teaching methods. She conducts training programmes for persons in industry about contracting.

In 2012, she thoroughly revised the fourteenth edition in two volumes of the 100-year old treatise – *Pollock and Mulla's Indian Contract and Specific Relief Acts*, with an updated edition in 2014. She has also written a book in 2014 – *Specific Performance of Contracts: The Tests of Inadequacy and Effective Enforcement.*

Her works are available at http://ilslaw.academia.edu/NilimaBhadbhade.

The Author

List of Abbreviations

AC Appeal Cases

AIR All India Reporter

All Allahabad

All ER All England Reports

All ER Rep All England Reports (Reprint)

AP Andhra Pradesh

Bom Bombay

Bom LR Bombay Law Reporter

Cal Calcutta
Ch Chancery
Del Delhi

FB Full Bench FC Federal Court

Guj Gujarat Hyd Hyderabad

IA Indian Appeals

ibid. ibidium (in the same place)

ILR Indian Law Reports
ITR Income-Tax Reports

KB King's Bench

Ker Kerala
Lah Lahore
LR Law Reports

Mad Madras

Mad LJ Madras Law Journal
MIA Moore's India Appeals
MLJ Madras Law Journal

List of Abbreviations

MP Madhya Pradesh

Mys Mysore
Nag Nagpur
Ori Orissa
Pat Patna

PC Privy Council
Pesh Peshawar

PIL Public Interest Litigation

Pun Punjab

QB Queen's Bench Raj Rajasthan SC Supreme Court

SCC Supreme Court Cases
SCR Supreme Court Reports
SCW Supreme Court Weekly

Supp Supplement UK United Kingdom

UNCITRAL United Nations Commission on International Trade Law

US United States of America WTO World Trade Organization

Preface

This monograph presents the Indian law of contracts for a foreign lawyer. It discusses important principles of contract law as found in the Indian Contract Act 1872 and other special laws and precedent. At first sight, a reader might be tempted to think that Indian law follows English law. This is to some extent true, because the Act draws heavily on the English common law prevalent when it was enacted. Yet Indian law differs on many important aspects; the difference have been highlighted at suitable places. Contracts are governed by many other statutes. These statutes and their application are stated at appropriate places. Reference to case law is also indispensable for interpretation of the Act. Many case laws decide principles on which the Act is silent. The statutes and judgments, especially of the Supreme Court of India, are available on the Internet for anyone wanting to know the details.

The law stated here is updated as of August 2015.

Nilima Bhadbhade, Ph.D., Pune.

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