# City University of Hong Kong Course Syllabus

# offered by School of Law with effect from Semester A 2015/16

Part I Course Over	view
Course Title:	Law of Contract
Course Code:	LW5602
Course Duration:	One Semester
Credit Units:	3
Level:	P5
Medium of Instruction:	English
Medium of Assessment:	English
Prerequisites: (Course Code and Title)	Nil
Precursors: (Course Code and Title)	Nil
(Course Code and Time)	LW6164E Law of Contract LW6564E Law of Contract
<b>Equivalent Courses</b> : (Course Code and Title)	LW2602 Law of Contract (LLB) LW2602A Law of Contract I and LW2602B Law of Contract II (LLB) (must have completed both components)
Exclusive Courses: (Course Code and Title)	Nil

#### Part II Course Details

#### 1. Abstract

This course aims is enable students to:

- acquire knowledge of the law of contract;
- apply that knowledge in the solution of typical problems;
- critically analyse and evaluate the legal principles and doctrines in the law of contract;
- work through the process of agreement and consider the nature of what is agreed;
- prepare and assess how obligations, whether arising in contract, tort or otherwise, affect our daily lives; and
- have the attitude of critical and reflective learning of the law of contract.

## 2. Course Intended Learning Outcomes (CILOs)

(CILOs state what the student is expected to be able to do at the end of the course according to a given standard of performance.)

No.	CIL	LOs	Weighting (if applicable)	DEC related learning outcomes (please tick where appropriate)		
				A1	A2	A3
1.		<b>Identify and explain</b> the principles of contract law and the different components of the law of contract	55%	<b>√</b>	<b>✓</b>	
2.	>	Apply the principles of contract law to solve legal problems by:	35%	<b>√</b>	<b>√</b>	<b>√</b>
3.	>	Analyse and critically evaluate legal principles and doctrines in the law of contract in the light of doctrinal coherence and the policy objectives of the law.	10%	<b>√</b>	<b>√</b>	
			100%		•	•

#### A1: Attitude

Develop an attitude of discovery/innovation/creativity, as demonstrated by students possessing a strong sense of curiosity, asking questions actively, challenging assumptions or engaging in inquiry together with teachers.

### A2: Ability

Develop the ability/skill needed to discover/innovate/create, as demonstrated by students possessing critical thinking skills to assess ideas, acquiring research skills, synthesizing knowledge across disciplines or applying academic knowledge to self-life problems.

#### A3: Accomplishments

Demonstrate accomplishment of discovery/innovation/creativity through producing /constructing creative works/new artefacts, effective solutions to real-life problems or new processes.

# Alignment of CILOs with PILOs:

Programme Intended Learning Outcomes (PILOs)						
1	Explain and assess specified areas of the law and the legal system of Hong	1				
	Kong, with particular emphasis on the law in action and the dynamic interplay					
	between law and other social phenomena.					
2	Assess the common law system and its values, and its interaction with the law	2				
	and legal system of mainland China, the East Asian region and the wider					
	world.					
3	Explain, interpret and apply main principles of ethics, civil duty, and social	2, 3				
	and professional responsibility.					
4	Critically assess the strengths and weaknesses of law as a means of regulating	3				
	society in the context of competing and conflicting interests.					
5	Demonstrate and apply skills of legal analysis and reasoning, of legal research,	2				
	or problem solving, and of oral and written communication to a level					
	appropriate to a graduate-entry degree in law.					

# **3.**

**Teaching and Learning Activities (TLAs)**(TLAs designed to facilitate students' achievement of the CILOs.)

TLA	Brief Description	CILO No. Ho		Hours/week (if	
		1	2	3	applicable)
Lectures	Students will be introduced to the basic principles of contract through lectures and interactions with the lecturer and amongst themselves by way of	<b>√</b>			2
	discussions or debates in the course of the lectures.				
	Students will read cases to prepare for lectures, interpret statutes and develop persuasive arguments in class discussion.		<b>√</b>		
	Students will explore relevant issues of law and address the theoretical underpinnings of various topics.			<b>√</b>	
Tutorials	Students will be given the opportunity to clarify or raise further questions with regard to the basic principles of contract taught in the lectures and apply them to hypothetical situations to provide solutions through formation of legal strategy or negotiation and best alternatives for the parties in question.	<b>✓</b>			1
	Students will apply legal principles to the solution of problems. This may be done in the form of discussions, debate or presentations.		<b>√</b>		
	Students will critically analyse and evaluate legal principles and doctrines.			<b>√</b>	

#### 4. Assessment Tasks/Activities (ATs)

(ATs are designed to assess how well the students achieve the CILOs.)

Assessment Tasks/Activities		LO N	о.	Weighting	Remarks
		2	3	<u> </u>	
Continuous Assessment: 50%					
Coursework				30%	
Students' ability to identify, apply and analyse the relevant principles and components of the law of contract will be tested.	<b>√</b>				
Participation in tutorial sessions				20%	
Students' ability to understand rules and principles will be tested in forms such as presentations, debates and client counselling.	<b>√</b>				
Students' ability to apply rules and principles will be tested in forms such as discussions, presentations or debates.		<b>√</b>			
Students' ability to critically analyse and evaluate rules and principles will be tested in forms such as discussions, presentations or debate			<b>√</b>		
Examination: 50% (duration: 2 or 3 hours, if applicable)					•
Students' ability to identify and apply relevant principles and the components of the law of contract will be tested.	<b>√</b>				
Students' ability to apply legal rules and principles to particular sets of hypothetical circumstances will be tested.		<b>√</b>			
students' ability to apply legal rules and principles to particular sets of hypothetical circumstances in order to critically analyse evaluate legal principles and doctrines will be tested.			<b>√</b>		
				100%	

To pass this course student must obtain an aggregate mark of 40% and a minimum of 40% in each of the coursework and the examination elements of the assessment. Coursework for this purpose means those ways in which students are assessed otherwise than by the end of session examination.

The portion of the overall mark allocated to performance/participation in inter-active in class activities will be assessed on the quality of the participation. Assessment criteria for those activities, their nature and their timing will be set out in the study guide/course manual and will be further expanded upon by the course leader.

The duration of the examination may last for 2 or 3 hours and it will be at the discretion of the course leader. The course leader will announce the duration of the examination in the first week of the course. Similarly the course leader will announce whether the examination will be closed book or open book.

To enable the full benefit to be obtained from this course, students should attend all of the classes and activities.

Assessment will be formative to enable students to demonstrate their capacity to understand, analyse and apply rules and principles and summative to assess ability to synthesise primary and secondary materials to solve novel problems.

# 5. Assessment Rubrics

(Grading of student achievements is based on student performance in assessment tasks/activities with the following rubrics.)

Assessment Task	Criterion	Excellent	Good	Adequate	Marginal	Failure
		(A+, A, A-)	(B+, B, B-)	(C+, C, C-)	(D)	(F)
1. Participation	- Demonstration of oral presentation skills and	Strong	Evidence of	Student who is	Sufficient	Little evidence
in tutorial	willingness / ability to answer questions in	evidence of	grasp of	profiting from	familiarity	of familiarity
sessions	class.	original	subject, some	the university	with the	with the
2. Coursework	- Demonstration of understanding of principles,	thinking; good	evidence of	experience;	subject matter	subject matter;
assignment	theories and concepts.	organization,	critical	understanding	to enable the	weakness in
	<ul> <li>Demonstration of ability to identify issues.</li> </ul>	capacity to	capacity and	of the subject;	student to	critical and
	- Application of knowledge to specific	analyse and	analytic	ability to	progress	analytic skills;
	problems and discussion questions.	synthesize;	ability;	develop	without	limited, or
	- Ability to write and communicate ideas and	superior grasp	reasonable	solutions to	repeating the	irrelevant use
	arguments in a logical manner	of subject	understanding	simple	course.	of literature.
	- Ability to engage in argument-based analysis.	matter;	of issues;	problems in		
	<ul> <li>Demonstration of ability to research.</li> </ul>	evidence of	evidence of	the material.		
3. Examination	- Demonstration of understanding of principles,	extensive	familiarity			
	theories and concepts.	knowledge	with literature.			
	<ul> <li>Demonstration of ability to identify issues.</li> </ul>	base.				
	- Application of knowledge to specific					
	problems and discussion questions.					
	- Ability to engage in argument-based analysis.					
	- Aptitude for formulating innovative solutions					
	to designated fact-based questions.					

Part III Other Information (more details can be provided separately in the teaching plan)

## 1. Keyword Syllabus

(An indication of the key topics of the course.)

Nature of purpose of contract law; sources of contract law; offer; invitation to treat; acceptance; intention to create legal relations; consideration; estoppels; different types of terms such as conditions, warranties, and innominate terms; implied terms; exemption clauses, vitiating factors: misrepresentation, mistake, duress, undue influence; discharge of contract: performance, breach and frustration; remedies: damages and remoteness of damages.

### **Detailed Syllabus:**

The following topics are studied in detail:

**Formation** 

- 1. Offer and acceptance.
- 2. Intention to create legal relations and consideration

Contents of a contract

- 3. Contract terms: express and implied
- 4. Contract terms and breach: conditions, warrantees and innominate terms
- 5. Exclusion clauses

Vitiating factors

- 6. Misrepresentation
- 7. Duress, undue influence and unconscionability
- 8. Mistake

Discharge of contract

- 9. Performance: defective performance, repudiatory and anticipatory breach
- 10. Frustration

Remedies

- 11. Damages: remoteness, mitigation and liquidated damages
- 12. Specific performance and injunction
- 13. Recap: formation, terms, vitiating factors, discharge and remedies

### 2. Reading List

## 2.1 Compulsory Readings

(Compulsory readings can include books, book chapters, or journal/magazine articles. There are also collections of e-books, e-journals available from the CityU Library.)

# **Essential reading**

J.C. Smith, Smith & Thomas: A Casebook on Contract, Sweet & Maxwell, 13th ed, 2013

#### 2.2 Additional Readings

(Additional references for students to learn to expand their knowledge about the subject.)

# Supplementary reading

The following books and texts will be referred to in certain topics. Students are expected to download latest Hong Kong cases that are mentioned in the lectures.

Students are also advised to keep abreast of articles on contract law principles published in journals. Specific journal articles may be mentioned and referred to. It is expected that student research papers for assignment will include comparative positions(UK, Singapore, Australia i.e common law jurisdictions) reflecting similarities, application or differences with Hong Kong law.

### Texts:

J Poole, Textbook on Contract Law, 11th ed, 2012.

G.H. Treitel, Law of Contract, Sweet & Maxwell, 11th ed, 2003.

S. Hall, Law of Contract in Hong Kong: Cases and Commentary, 2<sup>nd</sup> ed, LexisNexis, 2008 Lee Mason, Contract Law in Hong Kong, Sweet & Maxwell, 2011.

P.S. Atiyah, An Introduction to the Law of Contract, OUP, 5<sup>th</sup> ed, 1995.

M.P. Furmstone, Cheshire, Fifoot and Furmstone's Law of Contract, Butterworths, 2001.

### Ordinances

Sale of Goods Ordinance (Cap 26).

Supply of Services (Implied Terms) Ordinance (Cap 457).

Control of Exemption Clauses Ordinance (Cap 71).

Misrepresentation Ordinance (Cap 284).

Unconscionable Contracts Ordinance (Cap 87).

Law Amendment and Reform (Consolidation) Ordinance (Cap 23).

#### Online Resources:

Bilingual Laws Information System at <a href="https://www.legislation.gov.hk">www.legislation.gov.hk</a>.