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Test Paper : BUSINESS LAW

1. S, a singer, contracts with M, the manager of a theater, to sing at the letter's theatre for two evenings in every week during the next two months. M engages to pay her Rs.300 for each evening's performance. On the seventh evening, S wilfully absents herself from theatre. M, in consequence, wants to rescind the contract and claim compensation for the loss suffered by him through the non- fulfilment of the contract by S. Advise.
2. P, a dealer of imported goods, entered into a contract to sell certain goods to R. Subsequently, a law was made which banned the sale of imported goods. Can P be compelled to supply the goods?
3. A firework merchant booked 10 packets of some special kind of crackers with a transport company, and at that time he informed the company that the packets were being sent for Diwali festival and in case they did not reach their destination in time, he will lose his profit of Rs.2,000. However the packets reached the destination after Dewali festival was over. Can the merchant recover Rs.2,000 from the transport company.
4. B contracts to sell and deliver 5 trucks of sugarcane to C on a fixed day. B knows nothing of C's mode of conducting his business. B breaks his promise, and C having no sugarcane is compelled to close his factory. Is B responsible to C for the loss caused to him by the closing of the factory?
5. A agrees to pay B Rs.1,000 if two straight lines should enclose a space. Advise B.
6. A promises to B, for valuable consideration, to put back the life of a dead relation of B by some supernatural powers but fails to keep up his promise. Would A be liable for damages for such non-performance? Comment on it.
7. A contracted to deliver a specific crop of tomatoes to B. Before delivery, crop was burnt by lightning. Is A discharged from the performance of the contract?
8. A agreed to let his theatre to B for a show in connection with Mayor's Fund. Before the date of entertainment the Hall was destroyed by fire. Advise the parties.