

City University of Hong Kong
Course Syllabus
offered by School of Law
with effect from Semester A 2024/25

Part I Course Overview

Course Title:	<u>Law of Contract</u>
Course Code:	<u>LW6164E</u>
Course Duration:	<u>One semester</u>
Credit Units:	<u>3</u>
Level:	<u>P6</u>
Medium of Instruction:	<u>English</u>
Medium of Assessment:	<u>English</u>
Prerequisites: (Course Code and Title)	<u>Nil</u>
Precursors: (Course Code and Title)	<u>Nil</u>
Equivalent Courses: (Course Code and Title)	<u>LW5602 (only applicable to students who completed LW5602 before Sem A 2019/20)</u>
Exclusive Courses: (Course Code and Title)	<u>LW6564E, LW5602</u>

Note:

Students who have taken a contract law course during their LLB degree, which was obtained from institutions in a common law jurisdiction, are not allowed to take this course.

Part II Course Details

1. Abstract

This course aims to enable students to:

- acquire a strong foundation in the principles and doctrines of contract law;
- apply contract law principles and doctrines to solve problems and resolve disputes;
- critically evaluate contract law principles and doctrines;
- discover relationship between different contract law components: formation, content, vitiating factors, discharge and remedies for breach;
- assess how contractual obligations affect our daily lives; and
- develop an attitude of critical and reflective learning.

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.	CILOs	Weighting (if applicable)	Discovery-enriched curriculum related learning outcomes (please tick where appropriate)		
			A1	A2	A3
1.	➤ Identify and explain principles of contract law as well as the relationship between different contract law components.	40%	√	√	
2.	➤ Apply contract law principles to solve problems by: ✧ reading and interpreting cases ✧ interpreting statutes ✧ analysing facts ✧ conducting independent legal research ✧ developing persuasive arguments by using legal authorities appropriately ✧ writing and communicating orally.	35%	√	√	√
3.	➤ Analyse critically and evaluate legal principles and doctrines in the law of contract in the light of doctrinal coherence and the policy objectives of the law.	25%	√	√	√
		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 real-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.

3. Learning and Teaching Activities (LTAs)

(LTAs designed to facilitate students' achievement of the CILOs.)

LTA	Brief Description	CILO No.			Hours/week (if applicable)
		1	2	3	
Lectures	Students will be introduced to principles and doctrines	√			

	of contract law through lectures and interactive discussion using hypothetical scenarios and real life situations.				
	Students will read cases to prepare for lectures, interpret statutes and develop persuasive arguments in class discussion.		√		
	Students will explore relevant issues of law and address the theoretical underpinnings of various topics.			√	
<i>Seminars</i>	Students will be given the opportunity to clarify or raise further questions regarding principles and doctrines of contract law taught in lectures.	√			
	Students will apply legal principles to solve hypothetical problems and communicate solutions in a coherent and persuasive manner.		√		
	Students will critically analyse and evaluate legal principles and doctrines.			√	

4. Assessment Tasks/Activities (ATs)

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

Assessment Tasks/Activities	CILO No.			Weighting	Remarks
	1	2	3		
Continuous Assessment: 40%					
Presentation/drafting legal essay				20%	
Students' ability to identify legal issues, analyse facts, apply the relevant contract law rules/principles and articulate their advice in a coherent and reasoned manner will be tested.	√	√			The use of Generative AI tools is not allowed.
Class participation and discussion				20%	
Students' ability to develop persuasive arguments and communicate them orally in a cohesive manner will be tested.		√			The use of Generative AI tools is not allowed.
Students' ability to analyse facts, identify legal issues and apply as well as critically evaluate contract law rules/principles will be tested.			√		
Examination: 60% (duration: 2 hours)					
Students' ability to explain clearly contract law principles and doctrines will be tested.	√				The use of Generative AI tools is not allowed.
Students' ability to analyse facts, identify legal issues and apply legal rules and principles to hypothetical scenarios will be tested.		√			
Students' ability to critically analyse and evaluate legal principles and doctrines will be tested.			√		
				100%	

Applicable to students admitted before Semester A 2022/23 and in Semester A 2024/25 & thereafter

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

Further information about continuous assessment tasks, including the submission schedule, will be provided by the course leader.

The duration of the open book examination will be 2 hours.

To achieve all ILOs of this course, students are strongly encouraged to attend and participate actively in all lectures and tutorials.

Applicable to students admitted from Semester A 2022/23 to Summer Term 2024

To pass this course, students must obtain an aggregate mark of 50% and a minimum of 50% in each of the continuous and the examination elements of the assessment. Continuous assessment for this purpose means those ways in which students are assessed otherwise than by the end of session examination.

Further information about continuous assessment tasks, including the submission schedule, will be provided by the course leader.

The duration of the open book examination will be 2 hours.

To achieve all ILOs of this course, students are strongly encouraged to attend and participate actively in all lectures and tutorials.

5. Assessment Rubrics

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

Applicable to students admitted before Semester A 2022/23 and in Semester A 2024/25 & thereafter

Assessment Task	Criterion	Excellent (A+, A, A-)	Good (B+, B, B-)	Fair (C+, C, C-)	Marginal (D)	Failure (F)
1. Drafting legal essay	Ability to identify issues, analyse facts, conduct research, apply legal principles, provide a reasoned analysis, and write in a coherent and persuasive manner by using supporting authorities	Excellent identification of issues, analysis of facts, evidence of research, application of legal principles, and articulation of views supported by authorities	Good identification of issues, analysis of facts, evidence of research, application of legal principles, and articulation of views supported by authorities	Fair identification of issues, analysis of facts, evidence of research, application of legal principles, and articulation of views supported by authorities	Barely adequate identification of issues, analysis of facts, evidence of research, application of legal principles, and articulation of views supported by authorities	Poor identification of issues, analysis of facts, evidence of research, application of legal principles, and articulation of views supported by authorities
2. Class participation and discussion	Ability to analyse facts, identify relevant issues, develop persuasive arguments, communicate one's arguments orally in a cohesive manner, and demonstrate an aptitude for critical thinking	Excellent analysis of facts, identification of issues, articulation of one's arguments persuasively and cohesively, and demonstration of an aptitude for critical thinking	Good analysis of facts, identification of issues, articulation of one's arguments persuasively and cohesively, and demonstration of an aptitude for critical thinking	Fair analysis of facts, identification of issues, articulation of one's arguments persuasively and cohesively, and demonstration of an aptitude for critical thinking	Barely adequate analysis of facts, identification of issues, articulation of one's arguments persuasively and cohesively, and demonstration of an aptitude for critical thinking	Poor analysis of facts, identification of issues, articulation of one's arguments persuasively and cohesively, and demonstration of an aptitude for critical thinking
3. Examination	Ability to analyse facts, identify relevant issues, explain and apply legal principles, and communicate one's reasoned views in writing	Excellent analysis of facts, identification of issues, explanation and application of legal principles, and communication of one's reasoned views	Good analysis of facts, identification of issues, explanation and application of legal principles, and communication of one's views	Fair analysis of facts, identification of issues, explanation and application of legal principles, and communication of one's views	Barely adequate analysis of facts, identification of issues, explanation and application of legal principles, and communication of one's views	Poor analysis of facts, identification of issues, explanation and application of legal principles, and communication of one's views

Applicable to students admitted from Semester A 2022/23 to Summer Term 2024

Assessment Task	Criterion	Excellent (A+, A, A-)	Good (B+, B)	Marginal (B-, C+, C)	Failure (F)
Drafting legal essay	Ability to identify issues, analyse facts, conduct research, apply legal principles, provide a reasoned analysis, and write in a coherent and persuasive manner by using supporting authorities	High	Significant	Moderate	Inadequate
Class participation and discussion	Ability to analyse facts, identify relevant issues, develop persuasive arguments, communicate one's arguments orally in a cohesive manner, and demonstrate an aptitude for critical thinking	High	Significant	Moderate	Inadequate
Examination	Ability to analyse facts, identify relevant issues, explain and apply legal principles, and communicate one's reasoned views in writing	High	Significant	Moderate	Inadequate

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

1. Syllabus

1.1 Keyword Syllabus

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

Nature and purpose of contract law; theories of contract law; offer and invitation to treat; acceptance; intention to create legal relations; consideration; estoppel; different types of terms: conditions, warranties and innominate terms; implied terms; exemption clauses; vitiating factors: misrepresentation, mistake, duress, undue influence and unconscionability; discharge of contract: performance, breach, and frustration; remedies: damages (including remoteness of damages), injunction, and specific performance; privity of contract and the rights of third parties.

1.2 Detailed Syllabus

The following topics are studied in detail:

Contract formation

Offer and acceptance: introduction to contract; offer and invitation to treat; unilateral and bilateral contracts; modes of communicating acceptance; acceptance by instantaneous means of communication; termination of an offer

Intention to create legal relations: the test to ascertain intention; presumptions in social and commercial contexts

Consideration and estoppel: executed and executory consideration, past consideration, adequacy of consideration, consideration and motive, forbearance as consideration: acts or forbearance in performance of existing duties; promissory and proprietary estoppels

Contents of a contract

Express and implied terms: diverse circumstances in which terms are implied

Nature of contract terms: conditions, warranties and innominate terms

Exclusion clauses: meaning; modes of incorporation; interpretative tools to limit exclusion clauses; statutory limits on exclusion clauses

Vitiating factors

Misrepresentation: meaning and typology; how to rescind a contract; limitations on the right to rescission; right to indemnity; statement as a 'warranty'; misrepresentation in a collateral contract; damages for negligent misrepresentation; implications of the Misrepresentation Ordinance

Mistake: meaning; mistake at common law and equity; types of mistakes: common mistake, mutual mistake, and unilateral mistake

Duress: meaning; differences with undue influence; effect on the contract entered

Undue influence: concept; differences with duress; remedy for the innocent party

Unconscionability: meaning; differences with duress and undue influence; position at common

law and under the Unconscionable Contracts Ordinance

Discharge of contract

Performance: conditional contracts; partial performance; defective performance; substituted performance; substantial compliance

Breach: actual, repudiatory and anticipatory breaches; effect; options available to the innocent party

Frustration: concept; grounds of frustration; effect of frustration

Remedies

Damages: principles governing quantification of damages; remoteness; mitigation and liquidated damages

Specific performance and injunction

Privity of contract: meaning and historical evolution; justifications for the doctrine; protecting interests of third parties; exemption clauses and third parties; exceptions to the privity doctrine; effect of the Contracts (Rights of Third Parties) Ordinance.

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.)

1. Students should acquire any one of the following: MJ Fisher and DG Greenwood, *Contract Law in Hong Kong*, 3rd edn HKU Press, 2018.
2. S Hall, *Foundations of Contract Law in Hong Kong*, 8th edn LexisNexis, 2023
3. J Cartwright, *An Introduction to the English Law of Contract for the Civil Lawyer*, latest edition, Hart Publishing
4. Ewan McKendrick, *Contract Law*, latest edition. Hart Publishing.

2.2 Additional Readings

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

Supplementary Reading

Students may find the following useful

Student books:

E McKendrick, *Contract Law: Text, Cases, and Materials*, 8th edn., OUP, 2018.

E Peel, *(Treitel on the) Law of Contract*, current edition., Sweet & Maxwell.

Ordinances

Sales 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 458).
Law Amendment and Reform (Consolidation) Ordinance (Cap 23).
Contracts (Rights of Third Parties) Ordinance (Cap 623).

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