## THE OPEN UNIVERSITY OF SRI LANKA

LL.B. DEGREE PROGRAMME - LEVEL 4

CONTINUOUS ASSESSMENT TEST I - 2006/2007

LAW OF CONTRACT - LWU 2311

**DURATION: FOURTY MINUTES** 

DATE: 05<sup>th</sup> September 2006

TIME: 1.30 p.m. -2.10 p.m.

## ANSWER ONE QUESTION ONLY.

## Illegible handwriting will be penalized.

01. "The words used by the parties are not themselves conclusive to distinguish the differences between offer and an invitation to treat. An 'offer' may be in fact be 'an invitation to treat' or vice versa"

Comment. You are expected to cite decided cases and adduce other evidence to support your answer.

02. Aruna offered his antique car to Biyanka for Rs, 500,000/- by a letter on 25<sup>th</sup> of August 2006. On the same day, Biyanka wrote a letter to Aruna offering to buy his antique car at the same price. After receiving Aruna's letter on 31<sup>st</sup> August 2006 Biyanka went to meet Aruna to buy the car. However, Aruna refuse to sell the car.

Advise Biyanka.

Would your answer be different if Biyanka sent a telegram of acceptance on 31st August 2006?

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