

Chapter 2 Outline

Definition of a Contract
 "Offer" Defined
 "Acceptance" Defined
 "Consideration" Defined
Express and Implied Contracts
Bilateral and Unilateral Contracts
Void and Voidable Contracts
Unenforceable Contracts
Statutes of Limitation
Important Points for Management

Competencies

1. Identify the necessary elements of a contract. (pp. 13–14)
2. Define "offer," "acceptance," and "consideration." (pp. 14–15)
3. Explain the differences between express and implied contracts. (p. 15)
4. Distinguish between bilateral and unilateral contracts. (pp. 15–16)
5. Define "void," "voidable," and "unenforceable" contracts. (p. 16)
6. Explain why statutes of limitations have been enacted. (p. 17)