

**Exercise 3**

Look at this very short text. It is about a statute. Look at the words that are highlighted in the text. Without using a dictionary decide if each word is a verb or a noun.

The Unfair Contract **Terms** Act (UCTA) 1977 is an example of a statute that deals with contract law. It **covers transactions** between people.

This statute **places** some **restrictions** upon the contract terms people can agree to. One particular part of it deals with the ways in which people that are selling something can limit their **liability** for negligence.

**Verb****Noun**

Verb	Noun

**Exercise 4**

Here are the definitions of the highlighted words in Exercise 3. Put the correct word into each sentence to complete the definition.

- a A \_\_\_\_\_ is a piece of business, such as buying or selling something.
- b To \_\_\_\_\_ something is to deal with, or include something.
- c A \_\_\_\_\_ is a limit that is put on something.
- d If you have \_\_\_\_\_ for something it means that you have legal responsibility for it.
- e The \_\_\_\_\_ of a contract are its contents. It means the conditions and duties that you agree to perform when you enter into the contract.
- f To \_\_\_\_\_ a restriction upon someone is to put limits upon what they are allowed to do.

**Exercise 5**

Using the words 'term' and 'terms'. These can be confusing words because they can have more than one meaning when lawyers use them.

Read the explanation about the meaning of these words. In the sentences opposite, decide which of the four options you need to complete the sentence. Then identify which meaning of the word is the correct one.

**Terms**

- 1 terms:** All of the duties and conditions contained in a contract.

**Example sentence:** She explained the terms of the contract to her client.

- 2 terms:** Words and expressions.

**Example sentence:** A lawyer sometimes uses legal terms that his client might not understand.

**Term**

- 1 term:** A single duty or condition contained in a contract. It is sometimes called a provision.

**Example sentence:** There is a term in this contract that forbids you to sell goods in Australia or New Zealand.

- 2 term:** The duration of a contract.

**Example sentence:** The term of this contract is one year from the date of signing.