

**BLOGS**

# Practice Contract Law Questions for CLAT PG 2026 (Part I)

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**1. Which of the following is an essential element of a valid contract under the Indian Contract Act, 1872?**

- A. A written document
- B. Consent of the parties obtained by coercion
- C. Lawful consideration
- D. Verbal acceptance only

**Correct Answer: C. Lawful consideration**

**Explanation:** As per Section 10 of the Indian Contract Act, a contract must have lawful consideration to be valid. Consent must also be free and not obtained by coercion.

**2. In a contract of bailment, the person who delivers the goods is called the:**

- A. Bailee
- B. Lessor
- C. Bailor
- D. Agent

**Correct Answer: C. Bailor**

**Explanation:** Under Section 148, the person delivering goods for a purpose under a contract is the bailor; the receiver is the bailee.

**3. Which of the following is not a valid mode of terminating an agency?**

- A. By the principal becoming of unsound mind
- B. By mutual agreement
- C. By expiry of time
- D. By novation

**Correct Answer: D. By novation**

**Explanation:** Novation applies to contracts, not specifically agency. Agency can end due to revocation, mutual agreement, completion, or incapacity.

**4. Estoppel prevents a person from:**

- A. Enforcing a legal right
- B. Denying a statement made to another who relied on it
- C. Entering into a contract
- D. Filing a civil suit

**Correct Answer: B. Denying a statement made to another who relied on it**

**Explanation:** Estoppel bars a party from denying the truth of a statement previously made, if the other party acted upon it.

**5. A lease for more than one year must be:**

- A. Notarized
- B. Registered
- C. In oral form
- D. Executed on plain paper

**Correct Answer: B. Registered**

**Explanation:** As per the Transfer of Property Act, 1882, leases exceeding 12 months must be registered.

**6. A gratuitous bailment ends:**

- A. When the bailee wants
- B. Only after delivery
- C. When the purpose is completed
- D. When the goods are destroyed

**Correct Answer: C. When the purpose is completed**

**Explanation:** Gratuitous bailment (without consideration) ends when the purpose is served or time expires.

**7. An offer becomes a contract when:**

- A. It is accepted and communicated
- B. It is withdrawn
- C. It is made in writing
- D. It is posted

**Correct Answer: A. It is accepted and communicated**

**Explanation:** A contract is formed when a valid offer is accepted and communicated to the offeror.

**8. An agent must not:**

- A. Be paid
- B. Delegate his authority
- C. Be competent
- D. Be in writing

**Correct Answer: B. Delegate his authority**

**Explanation:** An agent cannot delegate authority unless expressly allowed or under necessity.

**9. A minor's agreement is:**

- A. Voidable
- B. Valid
- C. Void ab initio
- D. Enforceable with guardian's consent

**Correct Answer: C. Void ab initio**

**Explanation:** As per the ruling in Mohori Bibee v. Dharmodas Ghose, a minor's agreement is void from the beginning.

**10. Which one of the following is not essential to constitute a bailment?**

- A. Delivery of possession
- B. Ownership transfer
- C. Contract
- D. Purpose

**Correct Answer: B. Ownership transfer**

**Explanation:** Bailment involves transfer of possession, not ownership.