

The Passionate Shepherd

That all the woods may answer, and your echo ring.

I. Use the words to form derivatives.



Capacity to contract

Competence to enter into a legally binding agreement. The main categories of persons lacking this capacity in full are minors, the mentally **(1)**, the drunk, and corporations other than those created by royal charter.

ORDER

A minor is capable of making valid contracts for necessities and is also bound by any **(2)** contract of service into which he enters (i.e. any contract of employment or training that is **(3)** to him taken as a whole). Certain contracts of a proprietary nature (e.g. tenancy agreements, agreements to buy company shares, and partnership agreements) are **(4)** in that a minor may repudiate them either before he comes of age or within a reasonable time thereafter. If he fails to repudiate, he becomes fully **(5)** All other contracts made by a minor are **(6)** unless ratified by the minor when he comes of age unless the Minors Contracts Act 1987 applies. This Act gives the court the right to require the transfer of property acquired by a minor under a contract when it is just and **(7)** to do so and improves the rights of adults contracting with minors.

BENEFIT

ADVANTAGE

VOID

**BIND
ENFORCE**

EQUITY

A contract made by a person who is **(8)** disordered or drunk is voidable if the other party knows that his disorder or **(9)** will prevent him from understanding what he is doing. This means that, subject to certain **(10)**, he can set the contract aside by **(11)**

MENTAL

**DRUNK
LIMIT
RESCIND**