Revision 2: Tided up and duplicates removed – 2019.

Whilst every Effort has been made to ensure these answers are correct, some traces of nut may remain.

Good luck!

Key: Correct Answer Incorrect answer

MGT388 Law MCQ (Polished)

- 1. What is the general rule about when <u>acceptance</u> takes place? When it is received by the offeror
- 2. An advertisement will generally: Amount to no more than an invitation to treat
- 3. Generally <u>acceptance</u> is effective: When the party to whom the offer was made communicated their (unequivocal assent)
- 4. Where the party accepting seeks to <u>add terms to the **agreement**</u> it will considered to be: A **counter offer**
- 5. Which one of the following statements is NOT true of <u>acceptance</u> of an <u>offer</u>? Acceptance must be in writing
- 6. Affirmation will occur: Only where the parties have communicated a wish to continue with their contractual obligations
- 7. Where the parties to a contract make a genuine attempt in the contract to quantity the level of damages payable on **breach**, this is known as? **Liquidated damages**
- 8. Which of the following cannot generally be claimed on <u>breach</u> of contract? Profits made by the contract breaker
- 9. The effects of the <u>breach</u> of which of the following depend on the seriousness of the breach and its consequences? An innominate term
- If there is a change in circumstances so that continued performance of a contractual obligation would be radically different from what the parties anticipated, it may well be that the <u>contract</u> has been <u>discharged</u> by: Frustration
- 11. What is meant by the <u>cost of cure</u> when assessing damages? The cost of remedying the defective performance
- 12. Consideration: Has to be something of value in the eye of the law
- 13. In contract law, which of the following best defines <u>consideration</u>? A benefit given by one party or detriment suffered by another
- 14. Copyright protects: The form of expression not the underlying idea
- 15. A counter offer will: Bring the original offer to an end
- 16. Which of the following sets out the <u>five traditional elements</u> of a valid contract? Offer, acceptance, consideration, intention to be legally bound & certainty of terms.
- 17. <u>Copyright</u> subsists on: Creation (in a fixed form) of a literary, dramatic or musical work

- 18. **Copyright** in a literary work normally lasts for: Life of the creator plus 70 years
- 19. If the parties to an <u>existing contract</u> wish to <u>change</u>, or vary any aspect of that contract: It will be a counter offer
- 20. A counter offer is: The variation of an existing contract
- 21. In deciding <u>contract cases</u> the courts will: Look to the decisions made in previous cases on like facts
- 22. In order for there to be a <u>breach of copyright</u>: there HAS to be a causal link between the two works in that one is derived from another <u>OR</u> the copy MAY be transient or temporary
- 24. The terms of a contract: Must be incorporate in to the contract
- 25. The terms of a contract are: The detailed obligations which the parties have agreed upon
- 26. What is meant by the <u>duty of a claimant</u> to <u>mitigate</u> his loss? That the claimant must try to reduce his or her loss where possible
- 27. In **English law** the significance of cases is that: They are where we find the law
- 28. English law is to be found in: Cases and legislation
- 29. A valid contract in <u>English law</u>: a: <u>Must be in writing; b: Must be verbal; c: Must be by deed</u> d: May be any of the above
- 30. A <u>contract</u> will be considered to have been <u>frustrated</u> in the following circumstances: The object of the contract has been destroyed
- 31. The <u>inventive step</u> requirement is met by: A technological advance which would have been non-obvious to a person skilled in the relevant art
- 32. Intention to create legal relations: Is presumed in the case of business dealings
- 33. The <u>law reform</u> (Frustrated Contracts) Act 1943 is particularly significant because: It gives the courts discretion in relation to allocating the financial consequences of the frustrating event.
- Section 2(2) <u>Misrepresentation Act 1967</u> gives the court discretion to do what? Award damages in (lieu of rescission)
- 35. There are three types of <u>misrepresentation</u> in law which one of the following is not a type of misrepresentation? **Truthful**
- 36. Statements of opinion are generally not capable of constituting a <u>misrepresentation</u> except where? They are made by an expert
- 37. In an actionable <u>misrepresentation</u>: The misrepresentation must have induced the party to enter into the contract
- 38. An actionable <u>misrepresentation</u> will require evidence of: A false statement of fact, which induces the other party to enter in to the contract
- 39. <u>Acceptance</u>: Is an (unequivocal assent) to the offer

- 40. An <u>advert</u> is generally: An invitation to treat
- 41. **<u>Novelty</u>** can be destroyed: by discussing the innovation with people online all the above.
- 42. An offer is: An indication of a willingness to be legally bound on certain terms.
- 43. An **<u>offer</u>** is only affective: When communicated.
- 44. <u>Affirmation</u> will occur: Only where the parties have communicated a wish to continue with their contractual obligations.
- 45. Where the parties to a contract make a genuine attempt in the contract to quantify the level of damages payable on **breach**, this is known as...? **liquidated damages.**
- 46. Which of the following cannot generally be claimed on <u>breach</u> of contract? Profits made by the contract breaker.
- 47. The effects of the **breach** of which of the following depends on the seriousness of the breach and its consequences? **An innominate term**
- 48. If there is a change in circumstances so that continued performance of a contractual obligation would be radically different from what the parties anticipated, it may well be that the <u>contract</u> has been <u>discharged</u> by: Frustration.
- 49. A patent: Can protect the technical results of inventive research and development
- 50. Patents can (normally) last for a maximum of: 20 years
- 51. In order to be granted the **<u>patent</u>** application must disclose: **Enough information that the invention can be worked by a skilled person**
- 52. Patent claims define the extent of: the extent of protection that is granted
- 53. **Patents** will not be granted over (excluded categories) of subject matter which include: **aesthetic creations**
- 54. A patent effective in the UK cannot be granted: By the US patent office
- 55. Which of the following statement about <u>patents</u> is true: They last for <u>20 years</u> grant without the need for renewal under normal circumstances
- 56. In a <u>Trade Mark</u> infringement action which of the following is true: the burden of proof lies on the claimant to prove infringement.
- 57. <u>Trade secrecy</u> is routinely used to protect: Discoveries made by development companies; The trading performance of private companies; Methods of manufacture/composition of novel materials All of the above
- 58. An Ltd sends B a **brochure** with details of widgets which are for sale at \$15 each. Which one of the following is correct? **This constitutes an invitation to treat by A Ltd.**

- 59. In Krell v Henry, the contract for the hire of a room to view the King's Coronation was <u>frustrated</u> because: The commercial purpose of the contract had been frustrated
- 60. A <u>Trade Mark</u> is comprised of a sign which must be: Capable of being represented graphically
- 61. <u>Trade Marks</u>: Prevent traders using another's Trade Mark to mislead the public about the source of origin of goods or services
- 62. In order for a <u>Trade Secret</u> to be protected: it must be disclosed in circumstances imposing an obligation of confidence the information must possess the necessary quality of confidence All of the above
- 63. A variation in terms: Indicates that the parties have renegotiated part of their contract
- 64. <u>Trade Secrecy</u> is routinely used to protect: Innovative ideas that are being generated/prepared with a view to patenting before exploitation.
- 65. A Trade Mark: Can protect logos and other devices used to market goods or services
- 66. In order to prove <u>passing off</u> has occurred: the claimant must show that the defendant has acted dishonestly in the course of trade.
- 67. When assessing whether one of the parties should <u>pay damages</u> the courts will consider: <u>Causation; Contributory negligence; Remoteness;</u> All of the above
- 68. In order to be granted a Trade Mark must: Be capable of distinguishing goods or services.
- 69. What is meant by the "<u>cost of cure</u>" when assessing damages? The cost of remedying the defective performance.
- 70. A <u>patent</u> will not be granted if there is a lack of novelty. <u>Novelty</u> means: the invention is not already in the public domain
- 71. <u>Patents</u> will not be granted over excluded categories of subject matter which... Aesthetic creations
- 72. An individual's contract of employment will normally impose an obligation of confidence on employees. A <u>Trade Secret</u> that will ALWAYS be covered and that may never be disclosed on leaving the employment is: any information they understood to be highly confidential which the employer restricts access to and clearly identifies as being 'top secret'
- 73. The parties to a <u>contract</u> must intend to be <u>legally bound</u>, this is ascertained by: The court utilising the granted a patent application the rebuttable presumption that in a business context there will be an intent and in a social context there will not
- 74. In order to be granted a **patent**, application must satisfy which validity requirements: it must be industrially applicable, Patents will not be granted over excluded, the invention must not already form part of the state of the art All of the above
- 75. A patent effective in the UK cannot be granted: by the US patent office

- 76. In order to be granted a Trade Mark must: be capable of distinguishing goods or services
- 77. The 'postal rules' apply: Where it is appropriate to make an acceptance by post, and the letter has been addressed and posted correctly
- 78. In order to be granted the <u>patent</u> application must disclose: <u>enough information that the</u> invention can be worked by a skilled person
- 79. Which of the following sets out the five traditional elements of a valid <u>contract</u>? Offer, acceptance, consideration, intention to be legally bound, certainty of terms.
- 80. Where the party accepting seeks to <u>add terms</u> to the agreement it will considered to be A counteroffer
- 81. If there is a change in circumstances so that continued performance of a <u>contractual obligation</u> would be radically different from what the parties anticipated, it may well be that the contract has been discharged by: Frustration
- 82. <u>Passing off</u> is a common law action that protects: the goodwill or reputation of one trading concern from damage caused by the misrepresentation(s) of another
- 83. 'Intention to create legal relations' Is presumed in the case of business dealings
- 84. What's meant by the <u>duty of a claimant</u> to mitigate his or her loss? That the claimant must not artificially increase his or her loss

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