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UNIDROIT

International Institute for the Unification of Private Law

WORKING GROUP FOR THE PREPARATION OF PRINCIPLES OF INTERNATIONAL COMMERCIAL CONTRACTS

Consolidated edition of Part I and Part II of the Principles of International Commercial Contracts: Draft Structure

(Prepared by the Secretariat)

Rome, April 2003

Part II of the UNIDROIT Principles consists of five new chapters: AUTHORITY OF AGENTS, THIRD PARTY RIGHTS, ASSIGNMENT OF RIGHTS/TRANSFER OF OBLIGATIONS/ASSIGNMENT OF CONTRACTS, SET-OFF, LIMITATION PERIODS which have to be merged with Part I, i.e. the current edition of the Principles. In order to assist the Working Group when considering the final structure of the consolidated edition of the UNIDROIT Principles, the Secretariat has prepared this document containing the table of contents of the Principles of European Contract Law (Parts I, II and III) and the corresponding chapters of the UNIDROIT Principles (Parts I and II).

The Working Group has still to approve the proposed new provision on "Inconsistent Behaviour" (cf. UNIDROIT 2003 – Study L, Doc. 84). Accordingly the Working Group will have to decide where it should be placed in the new edition of the Principles.

UNIDROIT PRINCIPLES (PARTS I and II)

PREAMBLE (*Purpose of the Principles*)

CHAPTER 1: GENERAL PROVISIONS

- Article 1.1 (Freedom of contract)
- Article 1.2 (*No form required*)
- Article 1.3 (Binding character of contract)
- Article 1.4 (Mandatory rules)
- Article 1.5 *(Exclusion or modification by the parties)*
- Article 1.6 (Interpretation and supplementation of the Principles)
- Article 1.7 (Good faith and fair dealing)
- Article 1.8 (Usages and practices)
- Article 1.9 (Notice)
- Article 1.10 (Definitions)

CHAPTER 2: FORMATION

- Article 2.1 (Manner of formation)
- Article 2.2 (*Definition of offer*)
- Article 2.3 (*Withdrawal of offer*)
- Article 2.4 (*Revocation of offer*)
- Article 2.5 (*Rejection of offer*)
- Article 2.6 (*Mode of acceptance*)
- Article 2.7 (*Time of acceptance*)
- Article 2.8 (Acceptance within a fixed period of time)
- Article 2.9 (*Late acceptance. Delay in transmission*)
- Article 2.10 (Withdrawal of acceptance)
- Article 2.11 (*Modified acceptance*)
- Article 2.12 (Writings in confirmation)
- Article 2.13 (Conclusion of contract dependent on agreement on specific matters or in a specific form)
- Article 2.14 (Contract with terms deliberately left open)
- Article 2.15 (Negotiations in bad faith)
- Article 2.16 (*Duty of confidentiality*)
- Article 2.17 (Merger clauses)
- Article 2.18 (Written modification clauses)
- Article 2.19 (Contracting under standard terms)
- Article 2.20 (Surprising terms)
- Article 2.21 (Conflict between standard terms and non-standard terms)
- Article 2.22 (Battle of forms)

THE PRINCIPLES OF EUROPEAN CONTRACT LAW (PARTS I, II and III)

CHAPTER 1 - GENERAL PROVISIONS

Section 1 - Scope of the Principles

Article 1.101 - Application of the Principles

Article 1.102 - Freedom of contract

Article 1.103 - Mandatory Law

Article 1.104 - Application to questions of consent

Article 1.105 - Usages and Practices

Article 1.106 - Interpretation and Supplementation

Article 1.107 - Application of the Principles by Way of Analogy

Section 2 - General Obligations

Article 1.201 - Good Faith and Fair Dealing Article 1.202 - Duty to Co-operate

Section 3 - Terminology and Other Provisions

Article 1.301- Meaning of Terms Article 1.302 - Reasonableness Article 1.303 - Notice Article 1.304 - Computation of Time Article 1.305 - Imputed Knowledge and Intention

CHAPTER 2 - FORMATION

Section 1 - General Provisions

Article 2.101 - Conditions for the Conclusion of a Contract

Article 2.102 - Intention

Article 2.103 - Sufficient Agreement

Article 2.104 - Terms not individually negotiated

Article 2.105 - Merger Clause

Article 2.106 - Written Modification only

Article 2.107 - Promises binding without acceptance

Section 2 - Offer and Acceptance

Article 2.201 - Offer Article 2.202 - Revocation of an Offer Article 2.203 - Lapse of an Offer Article 2.204 - Acceptance Article 2.205 - Time of Conclusion of the Contract Article 2.206 - Time Limit for Acceptance Article 2.207 - Late Acceptance

Article 2.208 - Modified Acceptance

Article 2.209 - Conflicting General conditions

CHAPTER [...]: AUTHORITY OF AGENTS

- Article 1 (Scope of the chapter)
- Article 2 (Establishment and scope of the authority of the agent)
- Article 3 (Agency disclosed)
- Article 4 (Agency undisclosed)
- Article 5 (Agent acting without or exceeding its authority)
- Article 6 (*Liability of agent acting without or exceeding its authority*)
- Article 7 (Conflict of interests)
- Article 8 (Subagency)
- Article 9 (*Ratification*)
- Article 10 (*Termination of authority*)

CHAPTER 3: VALIDITY

- Article 3.1 (Matters not covered)
- Article 3.2 (Validity of mere agreement)
- Article 3.3 (*Initial impossibility*)
- Article 3.4 (*Definition of mistake*)
- Article 3.5 (*Relevant mistake*)
- Article 3.6 (Error in expression or transmission)
- Article 3.7 (*Remedies for non-performance*)
- Article 3.8 (Fraud)
- Article 3.9 (Threat)
- Article 3.10 (Gross disparity)
- Article 3.11 (Third persons)
- Article 3.12 (Confirmation)
- Article 3.13 (Loss of right to avoid)
- Article 3.14 (*Notice of avoidance*)
- Article 3.15 (*Time limits*)
- Article 3.16 (*Partial avoidance*)
- Article 3.17 (*Retroactive effect of avoidance*)
- Article 3.18 (Damages)
- Article 3.19 (Mandatory character of the provisions)
- Article 3.20 (Unilateral declarations)

Article 2.210 - Professional's written confirmation Article 2.211 - Contracts not Concluded through Offer and Acceptance

Section 3 - Liability for negotiations

Article 2.301 - Negotiations Contrary to Good Faith Article 2.302 - Breach of Confidentiality

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Section 2 - Direct Representation

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Article 3.202 - Agent acting in exercise of his authority
Article 3.203 - Unidentified Principal
Article 3.204 - Agent acting without or outside his authority
Article 3.205 - Conflict of Interests
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Article 3.207 - Ratification by Principal
Article 3.208 - Third Party's Right with Respect to Confirmation of Authority
Article 3.209 - Duration of Authority

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Article 3.302 - Intermediary's Insolvency or Fundamental Non-performance to Principal

Article 3.303 - Intermediary's Insolvency or Fundamental Non-performance to Third Party

Article 3.304 - Requirement of Notice

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- Article 4.103 Mistake as to facts or law
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- Article 4.105 Adaptation of contract
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- Article 4.107 Fraud
- Article 4.108 Threats
- Article 4.109 Excessive benefit or unfair advantage
- Article 4.110 -Unfair terms which have not been individually negotiated
- Article 4.111 Third persons
- Article 4.112 Notice of Avoidance
- Article 4.113 Time limits
- Article 4.114 Confirmation
- Article 4.115 Effect of avoidance

CHAPTER 4: INTERPRETATION

- Article 4.1 (Intention of the parties)
- Article 4.2 (Interpretation of statements and other conduct)
- Article 4.3 (*Relevant circumstances*)
- Article 4.4 (*Reference to contract or statement as a whole*)
- Article 4.5 (All terms to be given effect)
- Article 4.6 (Contra proferentem rule)
- Article 4.7 (*Linguistic discrepancies*)
- Article 4.8 (Supplying an omitted term)

CHAPTER 5: CONTENT

- Article 5.1 *(Express and implied obligations)*
- Article 5.2 (Implied obligations)
- Article 5.3 (*Co-operation between the parties*)
- Article 5.4 (Duty to achieve a specific result. Duty of best efforts)
- Article 5.5 (Determination of kind of duty involved)
- Article 5.6 (Determination of quality of performance)
- Article 5.7 (*Price determination*)
- Article 5.8 (Contract for an indefinite period)

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- Article 1 (Contracts in favour of third parties)
- Article 2 (*Third Party Identifiable*)
- Article 3 (Exclusion and Limitation Clauses)
- Article 4 (Defences)
- Article 5 (*Revocation*)
- Article 6 (*Renunciation*)

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- Article 6.1.1 (*Time of performance*)
- Article 6.1.2 (Performance at one time or in instalments)
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- Article 6.1.4 (Order of performance)
- Article 6.1.5 (*Earlier performance*)
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- Article 6.1.7 (Payment by cheque or other instrument)
- Article 6.1.8 (Payment by funds transfer)
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- Article 6.1.14 (Application for public permission)
- Article 6.1.15 (*Procedure in applying for permission*)
- Article 6.1.16 (Permission neither granted nor refused)
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- Article 6.2.2 (*Definition of hardship*)
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- Article 5.106 Terms to Be Given (Full) Effect
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CHAPTER 6 - CONTENTS AND EFFECTS

- Article 6.101 Statements giving rise to contractual obligation
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- Article 6.103 Simulation
- Article 6.104 Determination of Price
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- Article 6.111 Change of Circumstances

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- Article 7.1.6 (Exemption clauses)
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