## **Contracts – Performance Breach and Discharge**

- 1. a. Identify and distinguish among the various types of conditions.
  - b. Answer end of the Chapter Questions 10 and 13.
- 2. Read and be prepared to orally brief and discuss Michael Silvestri v. Optus Software, Inc.
  - a. What standard was used in determining the satisfaction of the employer?
  - b. Answer the question posed at the end of the case:
    - (1) Critical Thinking Question: Could an employee discharged under a satisfaction clause demonstrate that the employer was not honestly dissatisfied? Explain.
- 3. Define, explain, give examples of, and distinguish between the following terms:
  - a. Material breach (Answer end of Chapter Question 6)
  - b. Substantial performance (Answer end of Chapter Case Problem 15)
  - c. Anticipatory repudiation (Answer end of Chapter Question 8).
- 4. Read and be prepared to orally brief and discuss *Hochster v. De La Tour*.
  - a. Was Hochster required to file an action for breach of contract immediately upon being notified that De La Tour was repudiating?
  - b. What reasons support the nonbreaching party's right to institute an action immediately when there is an anticipatory breach?
  - c. How long does the breaching party have to retract an anticipatory breach?
  - d. Answer the questions posed at the end of the case:
    - (1) Ethical Question: Is it ethical for the injured party to bring suit immediately? Explain.
    - (2) Critical Thinking Question: What policy reasons support an injured party's right to bring suit immediately upon an anticipatory repudiation? Explain.
- 5. Distinguish among mutual rescission, substituted contract, accord and satisfaction, and novation. Read and be prepared to orally brief and discuss *Associated Builders, Inc. v. William M. Coggins et al.* [online]
  - a. What are the requirements for an accord and satisfaction?
  - b. How does an accord and satisfaction differ from a substituted contract?
  - c. Answer the question posed at the end of the case:
    - (1) Critical Thinking Question: Should courts hold contracting parties strictly to the letter of a contract? Why or why not?
- 6. a. Identify and explain the ways discharge may be brought about by operation of law?
  - b. Answer end of Chapter Questions 1–3 and 5.