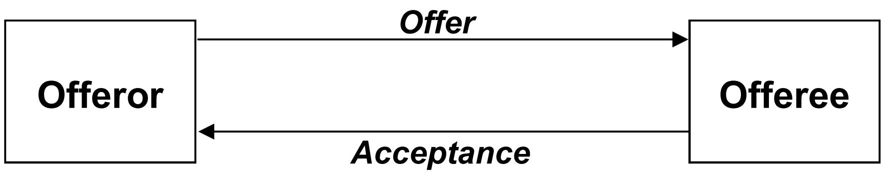
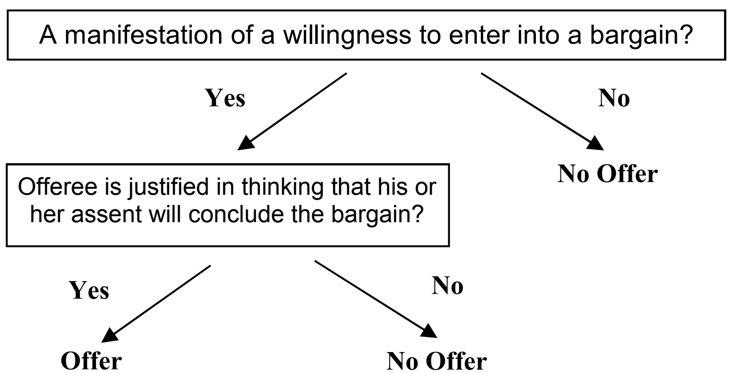
Contract Formation

Contracts—legally enforceable agreements—are formed by offer and acceptance. The offeror must make an offer, which the offeree accepts.



Definition of Offer



For there to be an offer, two conditions must be met: There must be (1) a manifestation of a willingness to enter into a bargain; (2) made in such a way that the offeree is justified in thinking that his or her assent will conclude the bargain.

Definition of Acceptance

Acceptance is defined as a manifestation of a willingness to enter the bargain proposed by the offer.