

## Section - 3

Q. f. → Explain the law of agency under contract act. Explain the method of termination of agency

Ans. → Law of agency: - Agency is a comprehensive word which is used to describe the relationship that arises where one man is appointed to act as the representative of another.

### Essential of contract of Agency

- ① Agreement
- ② Contractual capacity
- ③ Consideration
- ④ Privity of contract between principal and third party.

Termination of agency :- Termination of agency implies the end of the relationship of principal and agent. Agency may be terminated in any of the following ways :-

- ① By Act of parties
- ② By operation of law
- ③ Other modes of termination of agency