

B. Com. Part II  
~~Contract~~ Business Law

Contract of Sale of Goods Act  
Part - VI

Mode of Fixing the Price  
or  
Rules as to Price

Under section 2(10), Price is an integral part of a contract of sale of goods. In other words, price means the money consideration for sale of the goods, it is an essential element of sale.

According to contract of sale of goods sections 9 and 10, mode of fixing the price are as follows -

1. Determination by practices - The parties may fix such price for the goods, ~~as~~ ~~they~~ A seller may sell his goods at any price.
2. By the course of dealing - The price may be implied from a course of dealing.
3. Manner given in contract - The contract may provide for the manner in which the price of goods is to be fixed.

If ~~no~~ no price is fixed, the buyer is bound to pay the seller a reasonable price,

iv. Reasonable price — The reasonable price is determined on the circumstances where the price is not determined, in accordance with the above way the buyer shall pay a reasonable price,

v. Fixed by third party — If the ~~goods or any part~~ price of a goods is fixed by the third party, that is also a mode of fixing the price,

### Mode of payment of price

Following are the mode of payment of price —

(i) Cheque (ii) Draft (iii) Letter of credit (iv) Bank S/O certificates and (v) any other mode of payment.

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