

Law Reform (Frustrated Contracts) Act 1943

1943 CHAPTER 40 6 and 7 Geo 6

2 Provision as to application of this Act.

- (1) This Act shall apply to contracts, whether made before or after the commencement of this Act, as respects which the time of discharge is on or after the first day of July, nineteen hundred and forty-three, but not to contracts as respects which the time of discharge is before the said date.
- (2) This Act shall apply to contracts to which the Crown is a party in like manner as to contracts between subjects.
- (3) Where any contract to which this Act applies contains any provision which, upon the true construction of the contract, is intended to have effect in the event of circumstances arising which operate, or would but for the said provision operate, to frustrate the contract, or is intended to have effect whether such circumstances arise or not, the court shall give effect to the said provision and shall only give effect to the foregoing section of this Act to such extent, if any, as appears to the court to be consistent with the said provision.
- (4) Where it appears to the court that a part of any contract to which this Act applies can properly be severed from the remainder of the contract, being a part wholly performed before the time of discharge, or so performed except for the payment in respect of that part of the contract of sums which are or can be ascertained under the contract, the court shall treat that part of the contract as if it were a separate contract and had not been frustrated and shall treat the foregoing section of this Act as only applicable to the remainder of that contract.
- (5) This Act shall not apply—
 - (a) to any charterparty, except a time charterparty or a charterparty by way of demise, or to any contract (other than a charterparty) for the carriage of goods by sea; or
 - (b) to any contract of insurance, save as is provided by subsection (5) of the foregoing section; or

Changes to legislation: There are currently no known outstanding effects for the Law Reform (Frustrated Contracts) Act 1943, Section 2. (See end of Document for details)

- (c) to any contract to which [^{F1}section 7 of the Sale of Goods Act 1979](which avoids contracts for the sale of specific goods which perish before the risk has passed to the buyer) applies, or to any other contract for the sale, or for the sale and delivery, of specific goods, where the contract is frustrated by reason of the fact that the goods have perished.

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Textual Amendments

F1 Words substituted by [Sale of Goods Act 1979 \(c. 54, SIF 109:1\)](#), ss. 62, 63, **Sch. 2 para. 2**

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Modifications etc. (not altering text)

C1 [S. 2\(3\)](#) excluded by [Aircraft and Shipbuilding Industries Act 1977 \(c. 3\)](#), s. **32(2)**

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