TOP TIPS WHEN WRITING YOUR CONTRACT TERMS



AT-A-GLANCE GUIDE



When writing your terms, put yourself in your customers' shoes – think about how they might read and access them.

Here are some of the key things to consider to help you communicate with your customers clearly and avoid unnecessary disputes:





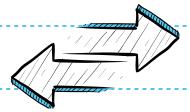














- Be **open and fair** don't hide important wording or use 'small print' that might surprise or mislead your customer.
- Wording that has a significant impact for customers should be particularly drawn to their attention.
- Use **ordinary words** and avoid legal jargon or technical language.

 Put yourself in your customers' shoes to make sure the effect of the term is likely to be understood by them.

AN UNFAIR TERM IS NOT LEGALLY BINDING ON YOUR CUSTOMER. ENFORCERS CAN ALSO TAKE ACTION TO STOP YOU USING IT.





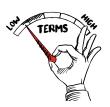
- Consider whether your written contract is **reader-friendly** (for example, are terms legible? Are short sentences and subheadings used?).
- Consider whether terms describing the contract's main subject matter and those setting the price
 (i.e. the essential obligations of the contract) are specifically brought to the customer's attention
 as well as easy to understand.
- Take particular care with terms that could potentially work against your customer, for example:



 Terms that limit your liability if things go wrong



 Terms that transfer risks to your customer that they can't control



 Terms that allow you to make changes to the contract



 Terms that allow you to keep deposits and advance payments



 Terms that impose financial sanctions on your customer (eg cancellation fees)



 Terms that automatically renew your customer's contract.



HAVING CLEAR AND FAIR TERMS IN YOUR CONTRACT WILL

- · SAVE YOU TIME
- HELP PREVENT DISPUTES AND REPUTATIONAL DAMAGE
- PROTECT YOUR BUSINESS IF SOMETHING GOES WRONG

WANT TO KNOW MORE

<u>Introductory guide</u> – click here for an overview of some of the key things you need to know about unfair terms.

Individual guides – see our other guides on contract terms that may be unfair.