

Misrepresentation

Law

False statements that induce a contract, and the remedies.

Type and remedy.

Type	State of mind	Remedy
Fraudulent	Knowing or reckless	Rescission and damages
Negligent	No reasonable grounds to believe	Rescission and damages
Innocent	Honest and reasonable belief	Rescission, damages at discretion

Educational reference. Rescission may be barred by delay, affirmation, or third-party rights having intervened.