**Capacity of parties**

**Definition:** Section 11 says about that who is competent to inter into a contract. Section 11 of the contract act says that-

“every person is competent to contract who is of the age of majority according to the law to which he is subject, and who is of sound mind, and is not disqualified from contracting by any law to which he is subject”.

If we analyzed above section then we get the following persons who can not enter into a contract. Such as-

1. Minors;
2. Persons of unsound mind; and
3. Persons disqualified by any law.

So the following persons can enter into a contract.

1. If he has attained the age of majority according to the law to which he is subject.
2. If he is not of sound mind
3. If he is not disqualified from contracting by any law to which he is subject.