

# Exchange

Define

General Meaning

Rights and liabilities of Parties to Exchange

# Exchange....Define

- **There are various modes of transfer of ownership rights in property ,exchange is one of that modes.**
- **118. "Exchange" defined under section 118 of Transfer of Property Act**
- When two persons mutually transfer the ownership of one thing for the ownership of another, neither thing or both things being money only, the transaction is called an "exchange".
- A transfer of property in completion of an exchange can be made only in manner provided for the transfer of such property by sale.

# Characteristics of Exchange

- Mutual Transfer of ownerships.
- Exchange of money with money
- Parties to exchange
- No valid title created on the bases of oral exchange

# Case laws

- For exchange it is mandatory to prove transfer of ownership. PLD 2007S.C.(AJ&K)63
- NO VALID TITLE COULD BE CREATED ON THE BASES OF ORAL EXCHANGE. PLD1969DACCA 499(503).