GENERAL STATUTES

of

MINNESOTA

1923

PUBLISHED UNDER THE AUTHORITY OF LAWS OF 1923, CHAPTER 95, APPROVED MARCH 26th, 1923

COMPILED AND EDITED BY HUBERT HARVEY, OF THE ST. PAUL BAR

PUBLISHER
REVIEW PUBLISHING COMPANY
ST. PAUL, 1924

jail of said county do hereby order you to bring the said forthwith before me at my office in the, in said county, together with the warrant by which he was committed to your custody, in order that he may be tried.

Given under my hand this day of

...., 19... J. P., Justice of the Peace.

Commitment Where Justice, On the Trial, Finds He Has Not Jurisdiction

State of Minnesota,) County of) ss.

The State of Minnesota, to the Sheriff or Any Constable of Said County:

Whereas,, of, has been brought this day before the undersigned, one of the justices of the peace of said county, charged on the oath of with having on the day of, 19..., at, in said county, committed the offence of (here state the offence charged in the warrant), and, in the progress of the trial on said charge, it appearing to the said justice that there is probable cause to believe that said had been guilty of the offence of (here state the new offence found on the trial), committed at the time and place aforesaid, of which offence the said justice has not final jurisdiction; and whereas, after examination had, in due form of law, touching the said charge and offence last aforesaid, the said justice did adjudge that the said offence had been committed, and that there was probable cause to believe the said to be guilty thereof; and whereas the said has not offered sufficient bail for his appearance to answer for said offence, you are therefore commanded forthwith to take the said, and him convey to the common jail of said county, the keeper whereof is hereby required to detain him in custody in said jail until he shall be thence discharged according to law.

Given under my hand this day of, 19...

> J. P., Justice of the Peace. (4035) [7655]

9147 - 63 158-M 228 197-NW 209 154-M 157-M 191-NW 228 486

CHAPTER 76

FORCIBLE ENTRY AND UNLAWFUL DETAINER

9147. Forcible entry-Penalty-No person shall make entry into lands or tenements except in cases where his entry is allowed by law, and in such cases he shall not enter by force, but only in a peaceable manner. If any person does to the contrary, he shall

be punished by fine. (4036) [7656]

19-174, 137; 66-416, 418, 69+218; 72-446, 75+701; 85-90, 88+426; 110-186, 124+1094.

Breach of condition of lease. (138-179, 164+807, 194+

102).

; 246nw

9149

9149

-M -NW

9147 Et seq. 243nw 446

9148. Unlawful detention of lands or tenements subject to fine—When any person has made unlawful or forcible entry into lands or tenements, and detains the same, or, having peaceably entered, unlawfully detains the same, he shall be fined, and the person entitled to the premises may recover possession thereof in the manner hereinafter provided. (R. L. '05 § 4037, G. S. '13 § 7657, amended '17 c. 227 § 1)
Forcible entry statute inapplicable (127-93, 148+983).

9149. Recovery of possession-When any person holds over lands or tenements after a sale thereof on an execution or judgment, or on foreclosure of a mortgage and expiration of the time for redemption, or after termination of contract to convey the same, or after termination of the time for which they are demised or let to him or to the persons under whom he holds possession, or contrary to the conditions or covenants of the lease or agreement under which he holds, or after any rent becomes due according to the terms of such lease or agreement, or when any tenant 234nw 872 terms of such lease or agreement, or when any tenant 240nw 872 terms of such lease or agreement, or when any tenant 240nw 872 terms of such lease or agreement, or when any tenant 240nw 872 terms of such lease or agreement, or when any tenant 254nw 872 terms of such lease or agreement, or when a such lease or agreement 254nw 872 terms of such lease or agreement 254nw 872 terms of such lease or agreement 254nw 872 terms or agreement 254nw 872 terms or agreement 254nw 8 entitled to the premises may recover possession thereof in the manner hereinafter provided. (R. L. '05 § 4038, G. S. '13 § 7658, amended '17 c. 227 § 2)

4038, G. S. 13 § 7658, amended 17 c. 227 § 2)

1. Election of remedies—53-483, 487, 55+630.

2. Nature and object of action—8-524, 467; 14-170, 131; 25-183; 28-267, 273, 9+772; 28-388, 389, 10+417; 53-483, 486, 55+630; 62-370, 64+911; 67-449, 451, 70+567; 81-445, 450, 84+454.

3. Jurisdiction—Original jurisdiction limited to justice and municipal courts (53-483, 55+630). Municipal court of Minneapolis has no jurisdiction in proceedings based

on breach of contract of lease of lands partly within and partly without Hennepin county (99-426, 109+827).

4. When action will lie—Conventional relation of landlord and tenant essential (28-267, 273, 9+772; 30-393, 15+678; 47-269; 50-4227; 81-445, 451, 84+454. Sce 8-524, 467; 73-108, 75+1039). Unnecessary that detainer be forcible (36-80, 30+446). Will lie against tenant withholding possession after expiration of his term (28-267, 273, 9+772; 30-393, 15+678; 31-430, 18+151; 47-1, 49+327; 53-456, 55+603; 70-102. 72+841); contrary to the conditions or covenants of the lease or agreement (28-267, 273, 9+772; 29-432, 13+676; 32-291, 20+232; 36-80, 39+446; 36-102. 30+400; 51-358, 53+805; 67-449, 451, 70+567; 89-444, 59-414); after rent becomes due according to the terms of the lease or agreement whether the lease contains a re-entry clause or not (21-398; 22-37; 26-99, 1+820; 41-542, 546, 43+479; 45-26, 47+397; 61-448, 63+1099; 72-100, 75+114; 74-279, 77+3).

5. Who may maintain—Grantee of lessor (81-445, 84+454), Subsequent lessee from lessor (30-393, 15+678).

6. Parties defendant—Subtenants (31-430, 18+151; 34-470, 26+602). Servants agents or members of family of the ground of non-neywort of non-received of non-received of non-received of non-received of non-received and not subtenants agents or members of the ground of non-received of non-received of non-received and non-recei

7. Demand—Notice to quit—If the action is based on the ground of non-payment of rent no notice to quit or demand of rent is necessary before suit whether the tenancy is for a fixed term or at will (21-398; 22-37; 36-173, 30+457; 72-100, 75+114; 74-279, 77+3). If the action is based on the ground of expiration of a fixed term no notice to quit is necessary before suit (30-122, 14+510); otherwise if tenancy is at will.

S. Actions against mortgagors holding over—22-349, 30-27, 14+56; 37-76, 33+440: 47-269, 50+227; 60-6, 61+818; 66-262, 68+1087; 67-197, 69+887; 73-58, 61, 75+756.

9. Actions against debtor holding over after execution 11e-4-298, 215; 25-183; 35-367, 368, 29+3. See 37-76, 33+

10. Transfer to district court—An action for forcible entry and unlawful retainer, transferred to district court after it appears that title to real estate is involved. is in effect an action in ejectment (105-348, 117+512). 127-93, 148+983.

A month's notice to quit entitles lessor to possession (128-534, 150+1102; 138-179, 164+807). Unlawful detainer judgment not a bar to action on title (152-330, 188+732; 154-228, 191+824; 194+722).

9150. Limitation-No restitution shall be made under this chapter of any lands or tenements of which the party complained of, or his ancestors, or those under whom he holds the premises, have been in quiet possession for three years next before the filing of the

9149

226nw 847 218⁵

9029

complaint, after the determination of the leasehold estate that he may have had therein. (4039) [7659] 45-26, 47+397; 81-445, 453, 84+454.

9151. Complaint and summons-The person complaining shall file a complaint with a justice of the peace, describing the premises of which possession is claimed, stating the facts which authorize the recovery, and praying for restitution thereof. The justice shall thereupon issue a summons, directed to the sheriff or any constable of the county, commanding him to summon the person against whom such complaint is made to appear before him on a day and at a place in such summons named, which shall not be less than three nor more than ten days from the day of issuing the same. A copy of the complaint shall be attached to the summons, which shall state that it is so attached, and that the original has been filed. [7660]

Requisites of complaint under § 9148 (19-174, 137. See 37-76, 33+440). Requisites of complaint under § 9149 (1-88, 67; 1-179, 153; 9-34, 23; 21-398, 30-122, 14+510; 43-458, 45+864). Pleadings to be construed as in ordinary civil actions (53-456, 459, 55+603). Cited (28-461, 462, 11+63). Summons in municipal court of St. Paul, when returnable (101-253, 112+220).

9152. Summons-How served-The summons shall be served at least three days before the return day thereof by delivering a copy to the person against whom it is issued or if such person be a corporation, a minor under fourteen years of age or a person under guardianship, by delivering a copy as provided in the case of a service of summons in a civil action in the district court; but in case such person cannot be found in the county, the summons may be served on him at least six days before the return day thereof, by leaving a copy thereof at his last usual place of abode with a member of his family, or a person of suitable age and discretion residing at such place, or if he had no place of abode, by leaving a copy thereof upon the premises described in the complaint with a person of suitable age and discretion occupying the same or any part thereof: Provided, that in case the defendant has no usual place of abode and cannot be found in the county, of which the return of the officer, shall be prima facie proof, and further that there is no person actually occupying the premises described in the complaint, then upon the filing of an affidavit by the plaintiff or his attorney in the court in which said action is brought stating that no person is actually occupying said premises and that he believes the defendant is not in said state, or cannot be found therein, and either that he has mailed a copy of the summons to the defendant at his last known address, or that such address is not known to him, service of the summons may be made upon such defendant by posting the summons in a conspicuous place on said premises one week and by one week's published notice thereof in some newspaper printed and published in the county wherein said action is brought, or, if there be no newspaper therein, then in some newspaper printed and published at the capitol of the state and if upon the return day the said defendant or his attorney does not appear in said court in said action then the trial thereof shall be continued for one week to enable the defendant to make his appearance and defend therein. (R. L. § 4041, amended '09 c. 496 § 1) [7661] 89-444, 95+314. Cited (101-253, 112+220).

9153

157-M 166 195-NW 898

9153. Answer-Trial-After the return of the summons, at the time and place appointed therein, if the defendant appear, he may answer the complaint, and all matters in excuse, justification, or avoidance of the allegations thereof shall be set up in the answer; and thereupon the justice shall hear and determine the action, unless he shall adjourn the trial as provided in § 9154, but either party may demand a trial by jury.

The proceedings in such action shall be the same as in other civil actions in a justice's court, except as in this chapter otherwise provided. (4042)

this chapter otherwise provided. (4042) [7662]

Defendant must answer, if at all, on the return day or at such other time as the justice may designate (42-35, 43+687). Oral plea of not guilty (89-444, 95+314). Matters requiring affirmative equitable relief cannot be set up by answer (28-267, 273, 9+772; 31-392, 18+101; 53-456, 55+603; 68-328, 331, 71+395, 72+71; 73-108, 113, 75+1039). Matters which control the legal effect of the lease may be set up (28-267, 273, 9+772). Matters in "excuse, justification, or avoidance" are such as constitute "new matter" under general practice act (101-155, 111+962). Held not a defence (36-80, 30+446; 53-204, 209, 54+112; 61-448, 63-1099; 67-449, 70+567. See 14-469, 351). If the complaint is insufficient defendant may move to dismiss (28-388, 390, 10+417). Judgment on the pleadings (53-456, 55+603; 61-448, 63+1099). Burden of proof (8-524, 467; 89-444, 446, 95+314). Walver of jury trial (21-398). Justice not required to wait an höur for appearance of defendant (22-37). Section 9155 deals only with judgment upon a trial on merits, and is not inconsistent with entry of judgment when there is no such trial (102-237, 113+383).

9154. Adjournment—Security for rent—The justice,

9154. Adjournment-Security for rent-The justice, in his discretion, may adjourn the trial, but not beyond six days after the return day, unless by consent of parties; but in all cases mentioned in § 9149, except in an action upon a written lease signed by both parties thereto, if the defendant, his agent or attorney, shall make oath that he cannot safely proceed to trial for want of a material witness, naming him, and that he has made due exertion to obtain said witness, and believes that, if such adjournment be allowed, he will be able to procure the attendance of such witness at the trial, or his deposition, and shall give bond conditioned to pay to the plaintiff all rent which may accrue during the pendency of the action, and all costs and damages consequent upon such adjournment, the justice shall adjourn the trial for such timé as may appear necessary, not exceeding three months. (4043) [7663] 41-542, 547, 43+479; 72-100, 75+114.

9155. Judgment - Fine - Execution - If, upon the trial, the justice or jury find the defendant or any of several defendants guilty of the allegations in the complaint, the justice shall thereupon enter judgment that the plaintiff have restitution of the premises, and tax the costs for him, and, when the action is brought under § 9148, shall impose such a fine against the defendant, not exceeding one hundred dollars, as he may deem just. The justice shall issue execution in favor of the plaintiff for such costs, and also issue a writ If the justice or jury shall find that of restitution. the defendant is not guilty as aforesaid, he shall enter judgment for the defendant, tax the costs against the plaintiff, and issue execution therefor. (4044) [7664]

Justice has reasonable time to enter judgment (21-398). Justice has reasonable time to enter judgment (21-398).
Judgment on default without proof unauthorized (28461, 11+63). Findings (26-99, 1+820; 28-461, 11+63).
Judgment of dismissal on appeal (40-211, 41+972). Judgment as a bar (68-328, 330, 71+395, 72+71). Cited 89-444,
446, 95+314. Form of judgment held sufficient (53-456,
55+603). Damages for withholding or for rent cannot be recovered. The only judgment that can be rendered is for restitution and costs (53-483, 487, 55+630).
See 102-227, 113+83.
Motion for new trial cannot be entertained by Justice or Municipal Judge (154-228, 191+824, 194+722).

9156. Disagreement-If the jury cannot agree upon a verdict, the justice may discharge them, and issue a venire, returnable forthwith, or at some other time agreed upon by the parties or fixed by the justice, for the purpose of impaneling a new jury. (4045) [7665] 53-232, 233, 54+1118.

9157. Writ of restitution—Effect of appeal—If the party against whom judgment for restitution is rendered or his attorney state to the justice that he intends to take an appeal, a writ of restitution shall not issue for twenty-four hours after judgment: Provided, that in an action on a lease, against a tenant holding over after the expiration of the term thereof, or a termination thereof by a notice to quit, such writ

9157-58 8460

70,9158

may issue forthwith notwithstanding such notice of appeal, if the plaintiff give a bond conditioned to pay all costs and damages in case on the appeal the judgment of restitution be reversed and a new trial ordered. (R. L. § 4046, amended '09 c. 496 § 2) [7666] 29-432, 433, 13+676; 53-483, 55+630; 85-90, 88+426; 123-377, 143+980;

9158. Appeal—Stay—If either party feels aggrieved by the judgment he may appeal within ten days as in other cases triable before justices of the peace except that if the party appealing remains in possession of the premises, his bond shall be conditioned to pay all costs of such appeal and abide the order the court may make therein and pay all rents and other damages justly accruing to the party excluded from possession during the pendency of the appeal. Upon the taking of such appeal all further proceedings in the case shall be stayed, except that in an action on a lease against a tenant holding over after the expiration of the term thereof or termination thereof by notice to quit, if the plaintiff give bond as provided in § 9157, a writ of restitution shall issue as if no appeal had been taken and the appellate court shall thereafter issue all needful writs and processes to carry out any judgment which may be rendered in such court. (R. L. § 4047,

mended '09 c. 496 § 3) [7667]

Defective bond. Right to file new bond (59-107, 60+1083). Right of possession on appeal by defendant with stay bond (85-90, 88+426). Cited (23-415, 419). See 102-237, 113+383.

9159. Appeal after issuance of writ-Stav-If a writ of restitution has issued before the taking of an appeal, the justice shall give appellant a certificate of the allowance thereof and upon service of such certificate upon the officer having the writ he shall cease all further proceedings thereunder and if the writ has not been completely executed the defendant shall remain in possession of the premises until the determination of the appeal, but this section shall not apply to a case where judgment for restitution has been entered on a lease against a tenant holding over after the expiration of the term thereof or determination thereof by notice to quit. (R. L. § 4048, amended '09 c. 496 § 4) [7668] 85-90, 96, 88+426.

9160. Not to be dismissed for form-Amendments -Return-In all cases of appeal, the appellate court shall not dismiss or quash the proceedings for want of form only, provided they have been conducted substantially in accordance with the provisions of this chapter. Amendments may be allowed at any time, upon such terms as to the court may appear just, in the same cases and manner and to the same extent as in civil actions. The court may compel the justice, by attachment, to make or amend any return which is withheld or improperly or insufficiently made. (4049) [7669]

9161. Form of verdict-The verdict of the jury or the finding of the court in favor of the plaintiff in an action under this chapter shall be substantially in the following form:

At a court held at, on the day of, 19..., before, a justice of the peace in and for the county of...... in an action between, plaintiff, and defendant, the jury (or, if the action be tried without a jury, the court) find that the facts alleged in the complaint are true, and that the said defendant is guilty thereof, and the said plaintiff ought to have restitution of the premises therein described without delay.

If the verdict or finding be for the defendant, it shall be sufficient to find that the facts alleged in the complaint are not true, and that the defendant is not guilty. (4050) [7670]

9162. Forms of summons and writ-The summons and writ of restitution may be substantially in the following forms:

Form of Summons

State of Minnesota,) County of) ss. The State of Minnesota, to the Sheriff or Any Constable of the County Aforesaid: Whereas,, of, hath filed with the undersigned, a justice of the peace in and for said county, a complaint against of, a copy whereof is hereto attached: Therefore you are hereby commanded to summon the said, if to be found in said county, to appear before the undersigned on the day of, 19..., at o'clock ... m., at, then and there to make answer to and defend against the complaint aforesaid, and further to be dealt with according to law; and make due return to me of this summons, with your doings Dated at day of Justice of the Peace.

Form of Writ of Restitution

State of Minnesota,) County of) ss.

...., 19...

The State of Minnesota, to the Sheriff or Any Con-

stable of the County Aforesaid:

Whereas,, plaintiff, of in an action for an unlawful or forcible entry and detainer (or for an unlawful detainer, as the case may be), at a court held at, in the county aforesaid, on the day of, 19..., before a justice of the peace in and for said county, by the consideration of the court, recovered a judgment against, of, to have restitution of (here describe the premises as in the complaint):

Therefore, you are hereby commanded that, taking with you the force of the county, if necessary, you cause the said to be immediately removed from the aforesaid premises, and the said to have peaceable restitution of the same. You are also hereby commanded that of the goods and chattels of the said within said county you cause to be levied, and, the same being disposed of according to law, to be paid to the said the sum of dollars, being the costs taxed against the said for the said, at the court aforesaid, together with twenty-five cents for this writ; and thereof, together with this writ, make due return within thirty days from the date hereof, according to law. Dated at day of

Justice of the Peace.

(4051) [7671]

9163. Execution of the writ of restitution-The officer holding the writ of restitution shall execute the same by making a demand upon defendant if he can be found in the county or any adult member of his family holding possession of the premises, or other person in charge thereof, for the possession of the same, and that the defendant remove himself, his family and all of his personal property from such premises within twenty-four hours after such demand. If defendant fails to comply with the demand, then

CIVIL ACTIONS

the officer shall take with him, necessary, the force of the county and whatever assistance may be necessary, at the cost of the complainant, remove the said defendant, his family and all his personal property from said premises detained, immediately and place the plaintiff in the possession thereof. In case defendant cannot be found in said county, and there is no person in charge of the premises detained, so that no demand can be made upon the defendant, then the officer shall enter into the possession of said premises, breaking in if necessary, and shall remove all property of the defendant at the expense of the plaintiff. The plaintiff shall have a lien upon all of the goods upon said premises for the reasonable costs and expenses incurred for removing said personal property and for the proper caring and storing the same, and the costs of transportation of the same to some suitable place of storage, in case defendant shall fail or refuse to make immediate payment for all the expenses of such removal from said premises and plaintiff shall have the right to enforce such lien by detaining the same until paid, and in case of nonpayment for sixty days after the execution of the writ, shall have the right to enforce his lien and foreclose the same by public sale as provided for in case of sales under chapter 328 of the general laws of 1905. (R. L. c. 76, amended '09 c. 496 § 5) [7672].

138-180, 164+807.

202-NW 448 $^{9166}_{201-NW}$

CHAPTER 77

CIVIL ACTIONS

9164. One form of action-Parties how styled-The distinction between actions at law and suits in equity, and the forms of such actions and suits, are abolished. There shall be in this state but one form of action for the enforcement or protection of private rights and the redress of private wrongs. This shall be called a civil action, and the party complaining shall be styled the plaintiff, and the adverse party the de-

fendant. (4052) [7673]
1-162, 136; 6-420, 284; 14-394, 300; 21-308, 64-505, 67+637; 72-143, 75+122; 77-20, 79+587; 86-365, 90+767.
121-296, 141+181; 122-152, 142+143; 124-195, 144+942; 150-499, 185+1019.

9165 .64-M 04-NW

9165

9165

220nw 822 223nw 822 223nw 287 224nw 152 224nw 271 20RCL669 Art 6 \$7 8912

246nw 532

06-NW

9165 163-M 165-M

PARTIES

9165. Real party in interest to sue—When one may sue or defend for all-Except when otherwise expressly provided by law, every action shall be prosecuted in the name of the real party in interest; but this section shall not authorize the assignment of a thing in action not arising out of contract: Provided, that when the question is one of common or general interest to many persons, or when those who might be made parties are numerous, and it is impracticable to 174m 410 bring them all before the court, one or more may sue 219nw 760 or defend for the benefit of all. (4053) [7674]

or defend for the benefit of all. (4053) [7674]

1. Held real party in interest—An assignee, legal or equitable, of a thing in action (1-162, 136: 2-44, 32; 3-332, 232: 5-352, 283: 14-145, 113: 15-132, 99: 35-434, 29+169; 36-198, 30+879; 46-185, 48+777; 54-272, 55+1130; 56-14, 57+218: 59-378, 61+29; 64-57, 65+930; 67-41, 69+477; 69-156, 71+1028; 75-527, 78+93; 79-275, 82+634); the party holding the legal title to property, although others may have an equitable interest therein (23-359; 46-277, 48+1113; 60-140, 61+1134); a pledgee of a note payable to order and not indorsed to him (14-27, 21). See (2-44, 32); the holder of a note payable to order (2-107, 89); the holder of a certificate of deposit payable to order (30-86, 14+363); the owner of a note, although the note by mistake was indorsed to his agent (30-436, 15+875); the holder of a note unconditionally indorsed by the payee (45-305, 47+970; 54-323, 56+38); the payee of a bill of exchange made payee really, but not expressly, for collection (37-191, 33+555; 49-395, 52+33); a cestui que trust, the trustee having died and no successor appointed (30-380, 15+672); an executor (81-324, 84+118); an infant (17-497, 473; 48-82, 50+1022; 52-386, 54+185).

2. Held not real party in interest—An indorsee "for collection" (21-385; 23-263, See 37-191, 33+555; 49-395, 52+33); a public officer (9-172, 159; 50-290, 52+652). Commission merchant to whom property is consigned for sale, without prior contract or advances made to shipper (109-513, 124+377).

3. Plending—An allegation that the plaintiff is not the real party in interest is a conclusion of law (82-462, 85+238, 718).

3. Plending—An allegation that the plaintiff is not the real party in interest is a conclusion of law (82-462, 85+238, 718).

4. Assignments—It is the general rule that a right of action for a personal tort is not assignable and the

statute leaves this rule unaffected (26-500, 5+376; 47-557, 50+614; 53-249, 54+1108. See 67-420, 70+2).

5. One or more suing for many—74-67, 76+1026. Mandamus, brought by a legal voter, on behalf of himself and all other legal voters in county, was authorized (100-49, 110+364).

See 124-239, 1f4+764; 124+239, 144+764; 125-466, 147+441; 126-14, 147+679; 127-440, 149+669; 128-345, 150+1086; 130-510, 153+1088; 130-71, 153+262; 139-327, 166+177; 150-10, 184+179; 150-377, 185+391.

9166. Action by assignee-Setoff saved-Exception -If a thing in action be assigned, an action thereon by the assignee shall be without prejudice to any setoff or defence existing at the time or before notice of the assignment; but this section does not apply to make able paper, transferred in good faith and upon good 201-NW 212-NW 212-NW that an as-212-NW 212-NW 212-NW

able paper, transferred in good faith and upon good 201-NW 212-NW 315 and a second rule—It is the general rule that an as 212-NW signee of a non-negotiable thing in action takes it sub-23-C.S. ject to all equities existing against it in the hands of 167-M his assignor at the time of the assignment or before notice thereof (23-175: 25-404; 5+273. 217: 54-14, 55+744 See 37-65, 33+42; 43-171. 45+11; 81-376, 84+119). Equitable doctrine of set-off applicable to all cases of assignments of non-negotiable choses in action (109-468, 124-423).

2. Equities of third parties—An assignee does not take subject to equities of third parties of which he had no notice (46-33, 48+450: 67-311, 69+1079; 71-139, 73+850).

3. Latent equities—The doctrine of latent equities does not prevail in this state. If A assigns to B a right of action against C, and B assigns the same to D, the latter takes it subject to any equities existing in A against B, in the absence of an estoppel (75-412, 78+103, 671. See 5-352, 283).

4. Counterclaim—A counterclaim can only be used against an assignee as a setoff and not as the basis of an affirmative judgment (23-307; 32-48, 19+82; 64-277, 664-973).

5. Mortgages—A mortgage is not a negotiable instrument although it seaves a second action and although it seaves.

5. Mortgages—A mortgage is not a negotiable instrument although it secures a negotiable note and on assignment passes to the assignee as an ordinary thing in action subject to all equities of the original parties (7-176. 120; 22-559; 29-177. 12+517; 35-245, 28+710; 36-460, 32+89, 864; 43-283, 45+445; 52-367, 54+736; 55-520, 57+311; 65-118, 67+796; 65-475, 68+100; 70-467, 73+404; 72-229, 75+106; 73-39, 75+749; 85-240, 88+760; 89-177, 94+550), but not as to equities of third parties of which the assignee was without notice (71-139, 73+850. See 49-462, 52+46). While, so far as the personal liability of the mortgagor on the note is concerned, the assignee may, if a bona fide purchaser before maturity, take it free from equities, the mortgage in his hands is subject to them (65-18, 67+796). The assignee of a paid mortgage takes it subject to the defence that it has been paid although it is not satisfied of record (43-283, 45+445). The recording act does not render a mortgage negotiable (70-467, 73+404).

6. Negotiable paper—The assignee of overdue negotiable paper takes it subject to equties as in the case of an ordinary thing in action (19-181, 145; 23-175; 31-33, 16+426; 33-422, 23+864; 67-311, 69+1079). See 64-277, 66+973). If a promissory note payable to the order of a party is transferred without his indorsement the holder takes it as a mere thing in action, subject to all defences

9166 170-M $161-M^{9166}$

9166 170m 83 179m 423 212nw 25