## BANKRUPT.

## DIVISION I.

Reduction of Alienations made by Bankrupts where the Reducer has done no Diligence.

## SECTION I.

Of Onerous Alienations.

1627: January 31.

Scougal against Binnie and Others.

In an action betwixt Scougal and Binnie, and the other creditors of Patrick Craig, the which Scougal being affigned by the faid Patrick to some debts owing to him, for fatisfying of a debt due to him by the faid Patrick; and which debt of the faid Patrick's, he instantly instructed, and therefore craved payment of the debt affigned to him; the rest of the creditors contended, that that affignation being made by the common debtor, who is become bankrupt, and being made that same day upon which he fled, and so done in meditatione fugæ; therefore, by the act of dyvoury, he could not prefer one creditor to another; but feeing the purfuer hath done no diligence to make him be preferred to the rest of the creditors, the affignation foresaid could not make him be preferred.—This allegeance was repelled, for the Lords found the purfuer, being a true and just creditor, might take payment of his true debt from his debtor, and so might also take an affignation for his payment, feeing no other of the creditors had done diligence against the common debtor by action or arrestment, execute before this affignation, and that it was not qualified that the purfuer was particeps fraudis with the common debtor, nor that he was rebel at any of the persons desenders instances, or at the horn.

February 1.

In an action of John Scougal's mentioned January 31. 1627, the Lords preferred the affignee made by the bankrupt, where the affignee had intimate his affignation, and intented his pursuit as timeously as the other creditors of the

Found, that as a creditor might take payment from : his debtor, although : meditatione fugæ, (in the present case on the same day that he fled,) fo he might also take affignation to debts for his payment; fince no other of the creditors had done any fort of diligence against the common debtor, before the affignation.

No 1.

bankrupt, who had arrested that very same day of the intimation of the assignation, nee's assignation, and had intented their actions also timeously, the assignation being made before the arrestment two days, and the common debtor being debtor to the assignee, before the debt owing to the other creditors, and his term of payment being before theirs, the common debtor not being rebel, nor charged by letters of horning, the time of the making of the assignation, and the assignee not being particeps fraudis, quia qui suum recipit non videtur alteri fraudem sacere, & I. C. Qui babet rem ex causa incrativa tenetur creditoribus actione Pauliana, licet ignoraverit consilium fraudulentum: qui vero rem accipit ex causa onerosa non alitur tenetur creditoribus, quam si fuerit particeps fraudis, I. pen. C. de Revoc. quæ in fraud.

Act. Belshes.

Clerk, Gibson.

Fol. Dic. v. 1. p. 66. Durie, p. 265. & 267.

No 2. A disposition to a brother. for satisfying debts resting to himfelf, and those for which he flood bound as cautioner, and to pay off fuch other creditors as he should think fit was found valid, only as to his own debts and cautionries; and to fall under the act 1621 as to the others.

1669. January 6. Captain Newman against Mr John Preston.

CAPTAIN NEWMAN being married to a fifter of George Preston of Craigmiller, to whom he gave an infeftment for 6000 merks out of his estate, and for which fum there was a comprising likewise led of the lands of Whythill: The faid Captain did thereupon purfue for maills and duties, wherein Mr John Preston, brother to the diffeoner, compeared, and did produce an infeftment of the faids lands for his own debts and cautionries, as likewife for the debts of the most part of the faid George's creditors, whereof Newman was one. In which disposition there being a provision in favours of the faid George, during his lifetime; and failing of him, by decease, to the said Mr John, to pay off and prefer any creditor he pleased; as likewise there being a reversion in favours of the disponer; both which claufes the faid George had renounced in favours of his brother Mr John; he thereupon did found a defence as having power, and accordingly having preferred and fatisfied, the rest of the creditors—The Lords did sustain this defence, only in fo far as the faid provision might be extended to the faid Mr John his own proper debts and cautionries, for his brother; as to which they gave him preference, notwithstanding it was alleged for the pursuer, That the said provision, and liberty to prefer, was fraudulent, and fell within the act of Parliament 1621, anent bankrupts; it being inter conjunctes personas; and the pursuer particularly enumerate in the disposition as a lawful creditor. Notwithstanding whereof the defence was fullained, being reftricted as faid is.

Fol. Dic. v. 1. p. 66. Gosford, MS. p. 27.