## ON 'APPEALS AND WRITS OF ERROR.

they should be liable for an escape when acting in June 27, conformity to the construction which the Court put 1817. upon its own act; and if any alteration in the mode LIABILT of proceeding in cases of this nature is necessary, MAGISTRATES IN CASES OF it is more fitting that it should be made by act of LIBERATION OF DEBTORS parliament operating in future, than to say that UNDER ACT those who were acting on the law as laid down OF SEDERUNT, 1671. twenty-two or twenty-three years ago by the Court of Session without question till this time, should be held liable for the debt as in case of an escape. It appears to me therefore that upon both grounds the judgment ought to be affirmed.

Judgment affirmed.

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### SCOTLAND.

#### APPEAL FROM THE COURT OF SESSION.

- MACDOWAL (ANDREW)—Appellant. BUCHAN (JOHN)—Respondent.
- A PERSON employed as a gentleman's general law agent in purchasing lands, making payments, in conveyancing and expeding titles, receives, in behalf 'of his employer, the rents of a small detached property let to inferior tenants, without any written commission as factor, and under circumstances which showed that it was not expected that he should compel payment of the rents by ultimate diligence, as in the case of a country factor, though he charged factor's fees. A considerable arrear of rent having accrued due, and several of the tenants FORCE PAYhaving become insolvent, the son of the original em-

June 2, July 2, 1817.

PACTOR NOT LIABLE, UNDER THE CIRCUMSTAN-CES OF THIS CASE, FOR **RENTS LOST** BY HIS NEG-LECT TO EN-MENT BY UL-TIMATE DILI-GENCE.

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## . CASES IN THE HOUSE OF LORDS

June 2, July 2, 1817. FACTOR NOT LIABLE, UNDER THE CIRCUM-STANCES OF THIS CASE, FOR RENTS LOST ' BY HIS NEG-LECT TO EN-FORCE PAY-MENT BY UL-TIMATE DILLI-GENCE. ployer calls upon the agent for payment of the amount of the rents lost during the time of his management by such insolvency; as he might have compelled payment by incarceration, sequestration, and a roup of effects, but neglected to do so. Held by the House of Lords, affirming a decision of the Court of Session, that, under the particular circumstances of the case, the agent was not liable for the rents so lost.

But the agent having been called upon by his employer for a general account, and not having kept his accounts in such a state that they could be readily produced, and the delay having been the immediate cause of bringing an action for an account, though the sum justly due was less than the sum claimed, and the decision below in favour of the agent was affirmed above, it was so affirmed without costs.

JOHN MACDOWAL, of Logan, in 1773, became proprietor of about 110 acres of land, called Bankton, in East Lothian. At that period these lands were occupied partly by old servants of Lord Bankton, from whom Mr. Macdowal had the property, who were considered as kindly tenants; and the remainder was let by Mr. Macdowal in small patches to labouring people, who earned their subsistence chiefly as carriers of the produce of the neighbouring potteries, salt-works, &c. to Edinburgh. The Respondent, Mr. Buchan, was nearly related to Mr. John Macdowal, and was, for many years, employed by him as a conveyancer and cashier, in paying claims against him, in lending his money, in making ourchases of land for him, and in expeding titles to his different estates. The general employment of the Respondent was of a more important nature than that of a country factor, and it

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Mr. J. Macdowal lets Bankton to small tenants.

## ON APPEALS AND WRITS OF ERROR.

did not appear that he would have accepted of the June 2, factorship of Bankton, with the obligation to enforce payment of the rents from the small tenants by the use of ultimate diligence. But Bankton being at no great distance from Edinburgh, the tenants were directed to pay their rents to the Respondent; and he continued for several years to uplift such of the rents as could be obtained without a strict admi- LECT TO ENnistration, which Mr. John Macdowal did not insist upon. The Respondent had no written commission as factor, and the property was managed chiefly by Mr. Cadell, a friend of Mr. John Macdowal, who resided in the neighbourhood. The Respondent, Mr. John however, charged factor's fees.

rents of Bank-From the description of tenants who occupied ton, without Bankton, and the lenient administration adopted in being bound to a strict adregard to them, the rents were not regularly paid; to a surce aubut the Respondent did not execute ultimate diligence . against them by incarceration, sequestration, and a roup of effects; and when he settled accounts with Settled ac-Mr. John Macdowal, in 1781, the arrear of rents Rents in arfor Bankton amounted to 266*l*. The same system rear. of management was however persisted in by Mr. John Macdowal till 1785, when he determined to adopt a plan of strict administration with respect to this property, and granted a written commission or factory to Mr. Adam Bell, writer in Edinburgh, 1785. Another factor for that purpose. appointed for It appeared from some correspondence between Bankton. Mr. John Macdowal and Mr. Buchan, that the former imputed some blame to the latter for his loss of his Bankton rents, but that he at the same time considered these arrears, which it became impossible to recover, as lost to himself, and not as money

July 2, 1817. FACTOR NOT LIABLE, UNDER THE CIRCUM-STANCES OF THIS CASE, FOR **RENTS LOST** BY HIS NEG-FORCE PAY-MENT BY UL-TIMATE DILI-GENCE. Mr. Buchan, the general law agent of Macdowal, uplifts the

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# CASES IN THE HOUSE OF LORDS

June 2, July 2, 1817. The Respondent, for some time subsequent to 1785, continued to act as the agent of Mr. Macdowal in FACTOR NOT LIABLE, his general and more important concerns. Some UNDER THE years afterwards, Mr. John Macdowal called upon CIRCUM-STANCES OF the Respondent for a general settlement of accounts. THIS CASE, FOR **RENTS LOST** It appeared that the Respondent had not kept his BY HIS NEGaccounts in such a way that they could be imme-LECT TO EN-FORCE PAYdiately prepared; and a considerable delay having MENT BY UL-TIMATE DILItaken place, Mr. John Macdowal, in 1794, raised GENCE. an action 'against the Respondent, calling upon Mr. J. Machim to account " for the sums put into his hands dowal calls upon Mr. " and intromitted with by him." Buchan for a general settle-The account was at length produced, and the adment of acmitted balance paid, after which the process fell asleep. counts. 1794. Action In 1799, Mr. John Macdowal died; and his son, the for an account. Appellant, having intimated an intention to waken Account prothe action, the Respondent consented that it should be duced. 1799, Death of Mr. considered as wakened. Objections were then given J. Macdowal, succeeded by in, and the accounts and objections were referred to his son, the an accountant, who made a report, to which no ob-Appellant, who objects jection was made for two years by either party. to the ac-The Appellant then again wakened the process, count. The account and and gave in objections to the Report, the chief of objections referred to acwhich was, that the Respondent had not been countant. Recharged with such of the rents of Bankton as had port objected to by Appelbeen lost, during the time of his management of lant, because Respondent the Bankton property, by the insolvency of the was not chargtenants. The ground of this objection was, that the ed with rents of Bankton Respondent, having been factor on the property, lost by insolvency of the had neglected to use the proper means to compel tenants. payment of the rents. The answer was, that the Ground of objection, that Respondent was factor only, in the sense of agent Respondent had the power or receiver, and not in the sense of administrator;

which the Respondent was bound to make good.

### ON APPEALS AND WRITS OF ERROR.

that it was clear from all the circumstances of the June 2, case that the Appellant's father never intended, during the time of the Respondent's management, FACTOR NOT that the tenants who occupied Bankton should be subject to a strict administration, and was well aware, from the general nature of the Respondent's business, that he never would have undertaken the management on such terms; also, that the sum- LECT TO ENmons called for an account of such sums only as the Respondent had received. The following authorities were quoted with respect to the duties of factors.

Mr. Erskine says, " In improper mandates, when ment, and " salaries are either expressly given or presumed " from circumstances, the mandatory, conformably "to the general rule of the Roman law, præstat factor only in " culpam levem, is obliged to act with the diligence sense of agent or receiver, " and discretion which a man of prudence uses in " his own affairs :--- Macbridge, January 1, 1680; mistrator. Book iii. tit. "Gibson, July 18, 1710:—and consequently if, 3. sect. 37. " through any neglect in the execution of his com-" mission, a damage shall arise, he is liable to make " it up to his employer, or other person who suffers "by it. New Coll. II. 2.—This is the case of " factors, whether granted by the Court of Session " on sequestrated estates, or by private persons with " salaries annexed to them." "A factor must either do diligence, or acquaint Dict. vol. ii. " his constituent with his reasons for not doing it; P. 132. " and in a case where a factor gave such notice, and gence. " his constituent gave no orders for diligence, but " left it to his discretion, the Lords found that the " factor could not be held negligent in the event of " the debtor's insolvency :---Kilk. February 8, 1740; " Mac Caul contra Vareils."

July 2, 1817. LIABLE, UNDER THE CIRCUM-STANCES OF THISCASE, FOR **RENTS LOST** BY HIS NEG-FORCE PAY-MENT BY UL . TIMATE DILI-GENCE. to have enforced payneglected to . do so. Answer, that Respondent was

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and not as ad-

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### CASES IN THE HOUSE OF LORDS

June 2, July 2, 1817. FACTOR NOT LIABLE, UNDER THE CIRCUM-STANCFS OF THIS CASE, FOR RENTS LOST BY HIS NEG-LECT TO EN-FORCE PAY-MENT BY UL-TIMATE DILI-GENCE.

Harcarse.

"A merchant whose estate consisted of accounts " and book debts to the value of 20,000l., having " left Balbedy tutor-testamentary, the Lords found "this defence relevant to purge the tutor's negli-"gence to pursue all the debtors in the account-" books, viz. that he had employed the defunct's " nephew, who had been his apprentice, to draw " out a list of such of the debts as he thought were " resting, which list was acquiesced in by the relict, " who had a share of the free gear; and that he had " pursued on the said list, and that many of the " persons inserted therein as debtors had assoilzied "themselves by their oaths, which was the only " means of probation then competent, whereby the " pupil saved much unnecessary expense that would " have been laid out in pursuing more of the debtors, "whom there was no probability to overtake:----

" Pirias and Garpin against Balbedy, Feb. 1682.

June 26, 1812. Judgment below for Respondent, Buchan.

The Court, by interlocutor, 26th June, 1812, repelled the objections to the Report, and, upon reclamation, adhered to that interlocutor. From that judgment Mr. Macdowal appealed.

The case was heard in the House of Lords on the 2d June, 1817. Sir S. Romilly and Mr. Brougham for Appellant; Mr. Leach and Mr. Adam for Respondent.

Judgment. July 2, 1817. Lord Eldon C. (after stating the case). The items are many in number, which rendered it necessary to take some time to examine them with attention. I have done so, and it is my humble advice that the judgment should be affirmed; for, under the particular circumstances of the present case,

## ON APPEALS AND WRITS OF ERROR.

I think Buchan is not answerable as he would have been if he had been acting strictly in the character of factor, and had not on the contrary been acting on principles which displaced the obligation, that would attach upon him by the general principles of law as applicable to factors.

But it was insisted also that the judgment should be affirmed with costs. I cannot, however, concur in that; for though the just demands against Buchan were less than the claims insisted upon by the other party, yet from the relation in which he stood with respect to the father, he ought to have kept accurate accounts always ready to be produced; and the contest has, in some measure, arisen from his failure in that duty. I propose therefore that the judgment be affirmed, but without costs.

July 2, 1817. FACTOR NOT LIABLE, UNDER THE CIRCUM-STANCES OF THIS CASE, FOR **RENTS LOST** BY HIS NEG-LECT TO EN-FORCE PAY-MENT BY UL-TIMATE DILI-GENCE. Buchan not acting strictly in character of factor, and not liable in payment of the loss. Costs,

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Judgment affirmed accordingly.

Judgment affirmed.

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## ENGLAND.

IN ERROR FROM THE EXCHEQUER CHAMBER.

DORAN—Plaintiff in error. O'REILLY and others—Defendants in error.

Debt in K. B. and demand made in lawful money of Great March 7, Britain, founded upon a judgment of the supreme Court <sup>1817.</sup> of Jamaica obtained in an action of assumpsit in that Court for so much Jamaica currency,—the declaration in K. B. stating that this amounted to so much in British money. Final judgment by default against the Defendant, and error brought in the Ex. Ch.; OF INQUIRY. and there, the errors not being argued, judgment —costs.