No. 22 of 1985

ON APPEAL FROM THE FULL COURT OF THE SUPREME COURT OF QUEENSLAND

BETWEEN:

ABEL LEMON & COMPANY PTY. LTD.

(First Defendant)

Appellant

-and-

BAYLIN PTY. LTD. (Second Defendant)

Respondent

RECORD

OF

PROCEEDINGS

INCE AND COMPANY, 11 BYWARD STREET, LONDON, E.C.3. (REF 43)

01-623-2011

AGENTS FOR:

CLAYTON AND COMPANY, WESTPAC BUILDING, 260 QUEENS STREET, BRISBANE, AUSTRALIA.

(Solicitors for the Appellant)

LOVELL, WHITE & KING, 21 HOLBORN VIADUCT, LONDON ECLA 2DY. (Ref 11/T/RJC)

01-236 6011

AGENTS FOR:

SEYMOUR NULTY & CO.
NINTH FLOOR,
CITICORP HOUSE,
CNR. QUEEN & GEORGE STREET,
BRISBANE, AUSTRALIA.

(Solicitors for the Respondent)

No. of 1985

ON APPEAL FROM THE FULL COURT OF THE SUPREME COURT OF QUEENSLAND

(Writ No. 5289 of 1983 and Motion No. 364 of 1984)

BETWEEN:

ABEL LEMON & COMPANY PTY. LTD.

(First Defendant) Appellant

-and-

BAYLIN PTY. LTD. (Second Defendant) Respondent

INDEX OF REFERENCE

No.	Document	Date	Page
1.	Defence of First Defendant	16 April 1984	. 1
2.	Notice Claiming Indemnity or Contribution by Second Defendant against First Defendant	30 April 1984	4
3•	Statement of Claim by Second Defendant against First Defendant	30 April 1984	7
4.	Defence of Second Defendant	1 May 1984	13
5•	Reply of Plaintiffs to Defence of First Defendant	6 June 1984	17
6.	Defence of First Defendant to Statement of Claim by Second Defendant	7 June 1984	19
7.	Amended Statement of Claim	27 June 1984	23
8.	Demurrer	27 September 1984	29
9•	Reasons for Judgment of Kelly J. in Full Court of Supreme Court of Queensland (Macrossan and Ryan JJ. concurring)	14 December 1984	31
10.	Formal Judgment of Full Court of Supreme Court of Queensland	14 December 1984	37
11.	Order of Full Court of Supreme Court of Queensland granting final leave to appeal	25 February 1985	39
12.	Certificate of Registrar of Supreme Court of Queensland certifying Record of Proceedings		41

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LIST OF DOCUMENTS ON FILE OMITTED FROM RECORD

No.	Document	Date
Writ	No. 5289 of 1983	
1.	Writ of Summons	16 December 1983
2.	Entry of Appearance of Second Defendant	23 December 1983
3.	Entry of Appearance of First Defendant	23 December 1983
4.	Notice of Change of Solicitors for Plaintiffs	23 March 1984
5•	Notice of Change of Solicitors for First Defendant	3 April 1984
6.	Summons filed on behalf of Second Defendant	15 May 1984
7•	Affidavit of Charles Linley Seymour, with Exhibits "A", "B", "C1", "C2", "C3", "D1" and "D2"	15 May 1984
8.	Order of McPherson J.	17 May 1984
9.	Summons filed on behalf of First Defendant	28 May 1984
10.	Affidavit of Peter Arnold Murrell, with Exhibits "A" and "B"	28 May 1984
11.	Affidavit of Documents on behalf of First Defendant by John Julian Tenison-Woods	31 May 1984
12.	Affidavit of Michael William Jarrett, with Exhibit "A"	5 June 1984
13.	Order of Master Lee Q.C.	7 June 1984
14.	Affidavit of Documents on behalf of Second Defendant by Janiece Anne Seymour	18 June 1984
15.	Summons filed on behalf of Second, Third, Fourth and Fifth Plaintiffs	20 June 1984
16.	Affidavit of Anne-Marie Coulin, with Exhibits "A", "B" and "C"	20 June 1984

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LIST OF DOCUMENTS ON FILE OMITTED FROM RECORD (Contd.)

No.	Document	Date
17.	Summons filed on behalf of Second, Third, Fourth and Fifth Plaintiffs	20 June 1984
18.	Affidavit of Anne-Marie Coulin, with Exhibits "A", "B", "C" and "D"	20 June 1984
19.	Affidavit of Jennifer Mary McEwan, with Exhibits "A" and "B"	25 June 1984
20.	Notice of Change of Solicitors for First Plaintiff	25 June 1984
21.	Order of Master Weld	25 June 1984
22.	Affidavit of Anne-Marie Coulin	27 June 1984
23.	Order of Master Weld	27 June 1984
24.	Affidavit of Documents on behalf of Second, Third, Fourth and Fifth Plaintiffs	4 July 1984
25.	Affidavit of Documents on behalf of First Plaintiff by Georg e Dennis Taylor	4 July 1984
26.	Supplementary Affidavit of Documents on behalf of Second Defendant by Peter Fabian Geraghty	5 July 1984
27.	Summons Filed on behalf of First Defendant	23 July 1984
28.	Affidavit of Peter Arnold Murrell, with Exhibits "A", "B", "C", "D", "E", "F", "G", "H", "I", "J", "K", "L", "M", "N", "O", "P", "Q" and "R"	23 July 1984
29.	Affidavit of Peter Arnold Murrell, with Exhibits "A", "B" and "C"	27 July 1984
30.	Affidavit of George Dennis Taylor	10 August 1984
31.	Affidavit of Janiece Anne Seymour	22 August 1984

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LIST OF DOCUMENTS ON FILE OMITTED FROM RECORD (Contd.)

No.	Document	Date
32.	Answers of First Plaintiff to Interrogatories delivered by Second Defendant	10 September 1984
33.	Entry of Demurrer	2 October 1984
34.	Notice of Entry of Demurrer	filed 3 October 1984
35.	Affidavit of Baillie Percival Walker	27 November 1984
36 .	Answers of First Defendant to Interrogatories delivered by Second Defendant	29 January 1985
Moti	ion No. 364 of 1984	
1.	Notice of Motion for Leave to Appeal	19 December 1984
2.	Affidavit of Peter Arnold Murrell, with Exhibits "A", "B", "C" and "D"	30 January 1985
3.	Conditional Order for Leave to Appeal to Her Majesty in Council from Orders of Full Court of Supreme Court of Queensland	5 February 1985
4.	Notice of Payment of Security	22 February 1985
5•	Affidavit of Michael William Jarrett	25 February 1985
6.	Draft Index of Reference	

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No. 1 - Defence of First Defendant.
                      IN THE SUPREME COURT
                                                                                1
                      OF QUEENSLAND
                                                  No. 5289 of 1983
                      BETWEEN:
                                  TRICON INDUSTRIES PTY. LTD.
                                                       First Plaintiff
                                  FOUR WINDS POTTERY (a firm)
                                                                               10
                      AND:
                                                       Second Plaintiff
                      AND:
                                  R. & J. DYBKA
                                                       Third Plaintiffs
                      AND:
                                  CHARLES GORDON SPARKS
                                  and PRUE MacFARLANE
                                                                               20
                                                       Fourth Plaintiffs
                      AND:
                                  RAY SPARKS
                                                       Fifth Plaintiff
DEFENCE OF THE ABOVE-
NAMED FIRST DEFENDANT
                                  ABEL LEMON & COMPANY PTY. LTD.
                      AND:
                                                       First Defendant
                                                                               30
                      AND:
                                  BAYLIN PTY. LTD.
                                                       Second Defendant
                             DEFENCE OF THE ABOVENAMED FIRST DEFENDANT
                     Delivered the
                                                   day of
                                      Sixteenth
                                                                        1984.
                                                            April
                                                                               40
                             The First Defendant admits the allegations
                      1.
                      contained in paragraphs 1(b), 4(a) and 4(b) of the
                      Statement of Claim.
LAYTON & COMPANY
                      2.
                             The First Defendant does not admit the
Colicitors
Mestpac Building,
                     allegations contained in paragraphs 1(a), 1(c), 2,
60 Queen Street
                                                                               50
RISBANE.
               4000
                     4(c), 4(d), 4(e), 4(f), 8, 11, 14, 15 and 22 of the
ELEPHONE:
           221 6205
                     Statement of Claim.
M:JC:L1028-84
                     3.
                            As to paragraph 3 of the Statement of Claim:-
                             the First Defendant admits that the Second
                     (a)
                            Defendant was the owner of a building situated
                            at Millway Street, Kedron;
                                       -1-
                                                   No.1 - Defence of First
                                                          Defendant
                                                          16 April 1984
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(b)	save as aforesaid the first Defendant does	1
	not admit the allegations in paragraph 3 of	_
	the Statementof Claim.	
4.	As to paragraph 5 of the Statement of Claim:-	
(a)	the First Defendant denies the allegations in	
	paragraphs 5(c) and (d) so far as they relate	10
	to the First Defendant;	
(b)	save as aforesaid, the First Defendant does	
	not admit the allegations in paragraph 5 of	
	the Statement of Claim.	
5.	As to paragraph 6 of the Statement of Claim:-	20
(a)	the First Defendant admits that it had on its	
	premises certain swimming pool chemicals;	
(b)	save as aforesaid the First Defendant does	
	not admit the allegations contained in	
	paragraph 6 of the Statement of Claim.	3 0
6.	As to paragraph 8 of the Statement of Claim,	
the F	irst Defendant admits that fire broke out in the	
build	ing referred to in paragraph 3 hereof.	
7.	The First Defendant denies the allegations	
conta	ined in paragraphs 7, 9, 10, 12, 13, 15 and 21	40
of th	e Statement of Claim.	
8.(a)	Further or alternatively, if (which is denied)	
	fire began in the First Defendant's premises	
	it began accidentally and the First Defendant	
	will rely on the provisions of 14 Geo. IIIc. 78	50
	Section86;	
(b)	Alternatively, the fire was caused by arson	
	by a stranger.	
9.	The First Defendant does not plead to the	
alleg	ations contained in paragraphs 16, 17, 18, 19	60

and 20 of the Statement of Claim.

10. Save as aforesaid the First Defendant denies each and every allegation contained in the Statement of Claim.

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Solicitors for the First Defendant

This pleading was settled by Mr. H.G. Fryberg of Queen's Counsel and Mr. G.A. Thompson of Counsel.

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The Plaintiffs are required to reply to the within Defence within fourteen (14) days otherwise the pleadings will be deemed to be closed and all material statements of fact in the Defence will be deemed to have been denied and put in issue.

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No. 2 - Notice Claiming Indemnity or Contribution by Second Defendant against First Defendant. 1 IN THE SUPREME COURT OF QUEENSLAND No. 5289 of 1983 BETWEEN: TRICON INDUSTRIES PTY. LTD. First Plaintiff AND: FOUR WINDS POTTERY 10 Second Plaintiff AND: R. & J. DYBKA Third Plaintiffs AND: 20 CHARLES GORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS CE CLAIMING MNITY Fifth Plaintiff 30 RIBUTION AND ER RELIF AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: OUR NULTY & 40 BAYLIN PTY. LTD. Solicitors, Floor, Second Defendant House, corp Queen NOTICE CLAIMING INDEMNITY OR CONTRIBUTION ge Streets. BANE. AND OTHER RELIEF 221 5033 TO: ABEL LEMON & COMPANY PTY LTD, First Defendant LM: CMD 50 TAKE NOTICE that this action has been brought 11ap84[i] :Baylin] by the Plaintiffs against the Second Defendant. the Plaintiffs claim against the Second Defendant damages for negligence or in the alternative for damages for breach of contract as appears by the 60 -4-No.2 - Notice Claiming Indemnity or Contribution by Second Defendant against First Defendant

30 April 1984

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endorsement on the Writ of Summons, a copy whereof is served herewith.

- 1. The Second Defendant claims against you to be indemnified against the Plaintiffs' claim and the costs of this action on the grounds that:
- (a) There was a lease between the First and Second Defendants dated the twentyfirst day of July, 1981;
- Pursuant to the said lease the First Defendant (b) was required to indemnify the Second Defendant all damages, losses and costs against expenses which the Second Defendant may sustain, expend or be put to by reason of any neglect or default on the part of the First Defendant to observe any of the covenants under the said lease agreement;
- (c) The First Defendant was in breach of covenants under the said lease agreement;
- (d) The Second Defendant has suffered loss and damage as a result of the said breaches;
- 2.(a) In the alternative the First Defendant had stored on its property dangerous chemicals which if they escape would be likely to cause loss and damage;
- (b) The said chemicals did ignite and as a result a fire occurred;
- (c) The said fire caused loss and damage to the subject property referred to in paragraph 3 of the Statement of Claim;

-5-

No.2 - Notice Claiming Indemnity
or Contribution by Second
Defendant against First
Defendant
30 April 1984

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- (d) In addition and as a result of the said fire the Second Defendant may be liable for other loss or damage suffered by the Plaintiffs herein and for which the First Defendant is liable.
- 3.(a) in the alternative. Further or the First Defendant owed a duty of care to the Second Defendant to take all reasonable care in the storage of the said chemicals:
- (b) In addition thereto the Second Defendant may be liable for other loss or damage suffered by the Plaintiffs herein and for which the First Defendant is liable to indemnify the Second Defendant.
- (c) The First Defendant was in breach of its said duty and as a result the Second Defendant has suffered loss and damage;
- (d) addition thereto the Second Defendant claims damages against the First Defendant for any loss and damage arising as a result of the matters referred to in paragraph 3(c) hereof.

DATED the

day of April, 1984.

Solicitors for the Second Defendant

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Second Plaintiff AND: R. & J. DYBKA Third Plaintiffs AND: CHARLES GORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. Second Defendant AND: Solicitors, Second Defendant Floor, Outer House, Queen & STATEMENT OF CLAIM OF SECOND DEFENDANT Queen & STATEMENT OF CLAIM OF SECOND DEFENDANT Second Defendant is and was at all material times a company duly incorporated; 1.(a) The First Defendant is and was at all material times a company duly incorporated; 2. The Second Defendant was at all material times -7- No.3 - Statement of Claim by First Defendant First Defendant First Defendant First Defendant First Defendant			No. 3 - Statement of Claim by Second Defendant against First Defendant.	1
TRICON INDUSTRIES FTY. LTD. First Plaintiff AND: FOUR WINDS POTTERY Second Plaintiff AND: R. & J. DYBKA Third Plaintiffs AND: CHARLES GORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: AND: BAYLIN PTY. LTD. Second Defendant Queen & Statement of Claim of Second Defendant on the 3 cc day Second Defendant is and was at all material times a company duly incorporated; 1. (a) The First Defendant is and was at all material times a company duly incorporated; 2. The Second Defendant was at all material times -7- No. 3 - Statement of Claim by Second Defendant a gainst First Defendant First Defendant second Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times -7- No. 3 - Statement of Claim by Second Defendant a gainst First Defendant		OF QUEEN		4
FOUR WINDS POTTERY Second Plaintiff AND: R. & J. DYBKA Third Plaintiffs AND: CHARLES GORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN FTY. LTD. Second Defendant STATEMENT OF CLAIM OF SECOND DEFENDANT Queen & STATEMENT OF CLAIM OF SECOND DEFENDANT OF CORP House, Queen & STATEMENT OF CLAIM OF SECOND DEFENDANT OF CHARLES GORDON SPARKS BAYLIN FTY. LTD. Second Defendant Third Plaintiff AND: AND: BAYLIN FTY. LTD. Second Defendant STATEMENT OF CLAIM OF SECOND DEFENDANT OF CLA		*	TRICON INDUSTRIES PTY. LTD.	
FOUR WINDS POTTERY Second Plaintiff AND: R. & J. DYBKA Third Plaintiffs AND: CHARLES GORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: A			First Plaintiff	
Second Plaintiff AND: R. & J. DYBKA Third Plaintiffs AND: CHARLES GORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. Second Defendant AND: Solicitors, Second Defendant Floor, Outer House, Queen & STATEMENT OF CLAIM OF SECOND DEFENDANT Queen & STATEMENT OF CLAIM OF SECOND DEFENDANT Second Defendant is and was at all material times a company duly incorporated; 1.(a) The First Defendant is and was at all material times a company duly incorporated; 2. The Second Defendant was at all material times -7- No.3 - Statement of Claim by First Defendant First Defendant First Defendant First Defendant First Defendant		AND:		
AND: R. & J. DYBKA Third Plaintiffs AND: CHARLES GORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. Scoond Defendant STATEMENT OF CLAIM OF SECOND DEFENDANT Ge Streets, BANE, QLD. 221 5033 LM 1 JMar84 aylin) 1 (a) The First Defendant is and was at all material times a company duly incorporated; aylin) (b) The Second Defendant is and was at all material times a company duly incorporated; - 2. The Second Defendant was at all material times -7- No. 3 - Statement of Claim by Second Defendant against First Defendant against Fi			FOUR WINDS POTTERY	10
R. & J. DYBKA Third Plaintiffs AND: CHARLES GORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: BAYLIN PTY. LTD. First Defendant AND: Second Defendant STATEMENT OF CLAIM OF SECOND DEFENDANT Queen & Gestreets, BANE, QLD. 221 5033 LM AND: AND: The First Defendant on the 3 and was at all material times a company duly incorporated; aylin) The Second Defendant was at all material times AND: The Second Defendant was at all material times AND: The Second Defendant was at all material times AND: BAYLIN PTY. LTD. Second Defendant AND: AND: AND: AND: AND: AND: AND: AND: BAYLIN PTY. LTD. Second Defendant AND: AND:			Second Plaintiff	
Third Plaintiffs AND: CHARLES GORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: BAYLIN PTY. LTD. First Defendant AND: Solicitors, Floor, Corp House, Queen & ge Streets, BANE, QLD. 201 5033 I. (a) The First Defendant on the 30 C day day of 1984. 21 5033 I. (a) The First Defendant is and was at all material times a company duly incorporated; aylin) (b) The Second Defendant is and was at all material times a company duly incorporated; A. 2. The Second Defendant was at all material times -7- No.3 - Statement of Claim by Second Defendant First Defendant		AND:		
CHARLES CORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. Second Defendant Statement of Claim of Second Defendant on the Company and the company duly incorporated; LM 13mar84 aylin) (b) The Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times 2. The Second Defendant was at all material times 60 -7- No.3 - Statement of Claim by Second Defendant against First Defendant Again A			R. & J. DYBKA	
CHARLES CORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. Second Defendant Statement of Claim of Second Defendant on the Company and the company duly incorporated; LM 13mar84 aylin) (b) The Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times 2. The Second Defendant was at all material times 60 -7- No.3 - Statement of Claim by Second Defendant against First Defendant Again A	3 16		Third Plaintiffs	
CHARLES CORDON SPARKS and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. Second Defendant Statement of Claim of Second Defendant on the Company and the company duly incorporated; LM 13mar84 aylin) (b) The Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times 2. The Second Defendant was at all material times 60 -7- No.3 - Statement of Claim by Second Defendant against First Defendant Again A	5 5	AND:		20
AND: RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. BAYLIN PTY. LTD. Second Defendant Queen & Statement of Claim of Second Defendant on the Claim of Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times of Claim of Second Defendant on the Second Defendant on			CHARLES GORDON SPARKS and PRUE MacFARLANE	
RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. Solicitors, Floor, Corp House, Queen & ge Streets, BANE, QLD. 221 5033 1.(a) The First Defendant is and was at all material times a company duly incorporated; Times a company duly incorporated; The Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times 7. The Second Defendant was at all material times 60 7. No.3 - Statement of Claim by Second Defendant against First Defendant First Defendant First Defendant Second Defendant against First Defendant First Defendant			Fourth Plaintiffs	
RAY SPARKS Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. Solicitors, Floor, Corp House, Queen & ge Streets, BANE, QLD. 221 5033 1.(a) The First Defendant is and was at all material times a company duly incorporated; Times a company duly incorporated; The Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times 7. The Second Defendant was at all material times 60 7. No.3 - Statement of Claim by Second Defendant against First Defendant First Defendant First Defendant Second Defendant against First Defendant First Defendant		AND:		
Fifth Plaintiff AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. BAYLIN PTY. LTD. Second Defendant Statement of Claim of Second Defendant Courry House, Queen & Second Defendant Statement of Claim of Second Defendant DELIVERED to the First Defendant on the Courry day of 1984. 1.(a) The First Defendant is and was at all material times a company duly incorporated; and (b) The Second Defendant was at all material times A. 2. The Second Defendant was at all material times Fifth Plaintiff AND: 60 First Defendant AND: 60 60 60 60 60 60 60 60 60 6			RAY SPARKS	
AND: ABEL LEMON & COMPANY PTY. LTD. First Defendant AND: BAYLIN PTY. LTD. BAYLIN PTY. LTD. Solicitors, Floor, Corp House, Queen & ge Streets, BANE, QLD. 221 5033 LM 1.(a) The First Defendant is and was at all material times a company duly incorporated; aylin) The Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times 60 -7- No.3 - Statement of Claim by Second Defendant against First Defendant				30
AND: BAYLIN PTY. LTD. Second Defendant Second Defendant Second Defendant STATEMENT OF CLAIM OF SECOND DEFENDANT Queen & ge Streets, BANE, QLD. 221 5033 LM 1.(a) The First Defendant is and was at all material times a company duly incorporated; times a company duly incorporated; (b) The Second Defendant is and was at all material times accompany duly incorporated; The Second Defendant was at all material times 60 -7- No.3 - Statement of Claim by Second Defendant First Defendant First Defendant First Defendant		AND		
First Defendant AND: BAYLIN PTY. LTD. BAYLIN PTY. LTD. Second Defendant Second Defendant Second Defendant Second Defendant STATEMENT OF CLAIM OF SECOND DEFENDANT Queen & DELIVERED to the First Defendant on the 30 day of 0 1984. 1.(a) The First Defendant is and was at all material times a company duly incorporated; and (b) The Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times -7- No.3 - Statement of Claim by Second Defendant against First Defendant First Defendant Second Defendant against			AREL LEMON & COMPANY PTY, LTD.	
AND: BAYLIN PTY. LTD. BAYLIN PTY. LTD. Second Defendant Second Defendant Second Defendant STATEMENT OF CLAIM OF SECOND DEFENDANT Queen & STATEMENT OF CLAIM OF SECOND DEFENDANT Of 1984. 1.(a) The First Defendant is and was at all material times a company duly incorporated; (b) The Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times -7- No.3 - Statement of Claim by Second Defendant First Defendant Second Defendant 40 ACC ACC ACC ACC Second Defendant				
BAYLIN PTY. LTD. BAYLIN PTY. LTD. Second Defendant STATEMENT OF CLAIM OF SECOND DEFENDANT Queen & ge Streets, BANE, QLD. 221 5033 LM 1.(a) The First Defendant is and was at all material times a company duly incorporated; a) (b) The Second Defendant is and was at all material times a company duly incorporated;		AND.		
Solicitors, Floor, corp House, Queen & ge Streets, BANE, QLD. 221 5033 1.(a) The First Defendant is and was at all material times a company duly incorporated; aylin) 1.(b) The Second Defendant was at all material times A. 2. The Second Defendant was at all material times -7- No.3 - Statement of Claim by Second Defendant Second Defendant Second Defendant A day Of Of Of Of Of Of Of Of Of O		AND:	מתו מייט מייט אייט אייט אייט אייט אייט אייט	40
Floor, Corp House, Queen & ge Streets, BANE, QLD. 221 5033 LM 13mar84 aylin) (b) The Second Defendant is and was at all material times a company duly incorporated; A. 2. The Second Defendant was at all material times -7- No.3 - Statement of Claim by Second Defendant First Defendant First Defendant		-		
Queen & ge Streets, BANE, QLD. 221 5033 1.(a) The First Defendant is and was at all material times a company duly incorporated; (b) The Second Defendant is and was at all material times a company duly incorporated; 7. 2. The Second Defendant was at all material times -7- No.3 - Statement of Claim by Second Defendant is Defendant in the Second Defendant is Defendant in the Second Def	Floor,			
Dane, QLD. 221 5033 1.(a) The First Defendant is and was at all material times a company duly incorporated; (b) The Second Defendant is and was at all material times a company duly incorporated; 7. 2. The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times	Queen &			
221 5033 1.(a) The First Defendant is and was at all material times a company duly incorporated; (b) The Second Defendant is and was at all material times a company duly incorporated; 7. 2. The Second Defendant was at all material times -7- No.3 - Statement of Claim by Second Defendant First Defendant				
LM 13mar84 aylin) (b) The Second Defendant is and was at all material material times a company duly incorporated; (c) The Second Defendant is and was at all material times a company duly incorporated; (c) The Second Defendant was at all material times (d) Figure 1.(a) The First Defendant is and was at all material (d) The First Defendant is and was at all material (e) The Second Defendant was at all material times (f) Second Defendant is and was at all material (f) The First Defendant is and was at all material times a				50
aylin) The Second Defendant is and was at all material times a company duly incorporated; The Second Defendant was at all material times 7. 2. The Second Defendant was at all material times First Defendant The Second Defendant against First Defendant	LM	1.(a)	The First Defendant is and was at all material	
material times a company duly incorporated; 7. 2. The Second Defendant was at all material times 7- No.3 - Statement of Claim by Second Defendant against First Defendant			times a company duly incorporated;	
-7- No.3 - Statement of Claim by Second Defendant First Defendant	*/*	(b)	The Second Defendant is and was at all	
-7- No.3 - Statement of Claim by Second Defendant against First Defendant			material times a company duly incorporated;	
Second Defendant against First Defendant	٨.	2.	The Second Defendant was at all material times	60
A/ AL/1 1 1 'N 1 -T			Second Defendant agair	nst

	: 2 :	
	the owner of a large industrial building situate at 7	1
	Millway Street, Kedron in the State of Queensland.	
•	3.(a) Part of that building was occupied by the	
	First Defendant:	
	(b) The First Defendant was the tenant of the	10
L.	Second Defendant of part of that building	10
	pursuant to a lease or agreement for lease	
	between them;	
	4. On or prior to the nineteenth day of December,	
	1982, the First Defendant had on its premises as	20
	aforesaid a quantity of chemicals namely hydrochloric	
	acid, cyanuric acid, sodium dichlor, calcium	
	hypochlorite, sodium hypochlorite, soda ash, sodium	
	bicarbonate, and diatomceous earth.	
	5. Such chemicals so stored were dangerous, in	30
	that inter-mixing of them or contact with another or	
	others was likely to result in spontaneous ignition and	
	a fire or explosion.	
	6. On the nineteenth day of December, 1982 a fire	
	broke out in the First Defendant's said premises.	40
	7. Such fire was caused by a spontaneous ignition	
•	of the First Defendant's chemicals.	

- D

 - Such fire escaped throughout the premises of the Second Defendant.
 - Such fire and its escape into those premises 9. caused:
- Damage to building (a) 8/4. (estimated cost of \$325,000.00 reconstruction)

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5/A.

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No.3 - Statement of Claim by Second Defendant against First Defendant 30 April 1984

2/

(b)	Permanent loss of		1
	use of lettable area		
	due to Brisbane City	(details	
	Council Ordinance	not yet	
		available)	
(c)	Professional costs	(details	10
	viz. architects, legal	not yet	
		available)	
(d)	Loss of Rent:		
	First Defendant \$1,350.00 per mont	h	
	Cooperware \$1,625.00 per month		20
	Foligno \$1,500.00 per month		
10.	Further or alternatively, the fi	re and its	
escape	were caused by the negligence of	the First	
Defendar	in:		
(a)	Failing to prevent the chemicals	from coming	30
	into contact with one another;		
(b)	Failing to store the chemicals in	sound, firm	
	and strong containers;		
(c)	Storing the chemicals in close p	roximity to	
	one another;		40
(d)	Failing to have all the chemicals	s in such a	
	way as to prevent breakage	of their	
	containers;		
(e)	Storing the chemicals in premises t	not properly	
	adapted for that purpose.		50
11.	Further or alternatively the Secon	nd Defendant	
relies o	n the principle of res ipsa loquitur	·•	
12.	The First Defendant was bound by the	ne following	
terms of	the lease agreement:		60
	-9- No.3 - State	ment of Claim by	60

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No.3 - Statement of Claim by

Second Defendant against

First Defendant
30 April 1984

H / ± \	Duly and punctually to comply with
"(j)	buly and punctually to comply with
	and observe all statutes now or
	hereafter in force and all
	ordinances regulations and by-laws
	thereunder and orders and regulation
	of all other relevant authorities
	relating to the demised premises or
	to the business of the Lessee
	carried on therein and all
	requirements and orders lawfully
	given or made by any public body or
	authority relating to the demised
	aremines within the time required by
	premises within the time required by the notice of order PROVIDED THAT
	the Locace shall not be obliged to
	the Lessee shall not be obliged to effect any structural alterations to
	the existing improvements or
	conveniences on the said land or
	premises or to erect new
	conveniences on the said land or
	premises or to erect new additional
	or substitutional sanitary
	conveniences on the said land unless
	and then only so far as the same
	shall be occasioned by the nature of
	the business from time to time
	carried on upon the demised premises
	or in the manner or method of
	carrying on such business or the
	number and sex of persons employed
	therein.

To indemnify the Lessor and to hold (k) indemnified always Lessor against all damages losses costs and expenses which the Lessor sustain expend or be put to reason or on account of any neglect. or default on the part of the Lessee to observe and perform any of the covenants or agreements on the part the Lessee herein contained or hereby implied.

Not to use or permit the demised (1)premises to be used for any purpose other than for assembly, storage of merchandise processing and/or during the normal course of business The Lessee will at of the Lessee. Lessor times give to the all faithful and true account of the nature of the business carried on by the Lessee and the times which the demised premises have been kept open for business and in any to proceedings in relation demised premises the same onus shall be upon the Lessee to prove that the demised premises were used in

-10-

No.3 - Statement of Claim by Second Defendant against First Defendant 30 April 1984

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accordance with this covenant and not otherwise.

- (u) Not to use or permit to be used any chemical burning fluids acetylene or alcohol in lighting the premises or for any business other purpose nor to do nor permit anything to be done in the demised premises nor to bring nor keep anything therein that may in any way make void or voidable or lead to an premium inreased rate of payable in respect of any policy or policies of insurance on the said buildings or on any property kept therein or that may tend to obstruct interfere with the rights other tenants (if any) or in any way annoy them or conflict injure or laws regulations or with any relative to fires health with the rules otherwise or or regulation of any lawful authority or with any act of Parliament or regulation thereunder for the time. being in force or with any insurance policy upon the said building or any thereof or any contents If the Lessee shall commit therein. a breach of this sub-clause then in addition to and without prejudice to any other rights and remedies vested Lessor the Lessee forthwith without demand pay to the Lessor any increased premium."
- 13. In breach of the said terms of the lease agreement the First Defendant:
- (a) Stored dangerous chemicals or liquids on its leased premises inadequately and contrary to S.49G of the "Local Government Act, 1936-1972" and Regulations thereto;
- (b) Used the said premises for storage of chemicals other than in the normal course of business;
- (c) Stored upon the said premises chemicals in such a manner that may have made void or

-11-

No.3 - Statement of Claim by
Second Defendant against
First Defendant
30 April 1984

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voidable or lead to an increased rate of premium being payable in respect of the policy of the Second Defendant.

14. Further or alternatively, the fire and its escape and the loss and damage thereby suffered by the Second Defendant were caused by the breaches pleaded in paragraph 13 hereof.

In the premises the Second Defendant claims:

- (a) Damages together with interest pursuant to the Common Law Practice Act, 1867 1982.
- (b) Indemnity against the Plaintiff's claim.

Solicitors for the Second Defendant

This pleading was settled by Mr. Callinan of Queen's Counsel and Mr. Forde of Counsel.

The First Defendant is required to plead to the within Statement of Claim within twentyeight days from the time limited for appearance or from the delivery of the Statement of Claim whichever is the later, otherwise the Second Defendant may obtain judgement against it.

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30 April 1984

	Y N 1891 17 01		•	Defence of Second Defendant.	
	*******	JPREME COUR	T		, l
	OF QUEENS	<u> SLAND</u>		No. 5289 of 1983	
	BETWEEN:				
		TRICON IND	USTRIES P	TY. LTD.	
				First Plaintiff	
	AND:				10
		FOUR WINDS	POTTERY		
<u> </u>				Second Plaintiff	
	AND:				
14 3 14		R. & J. DY	ВКА		
15an 15-15				Third Plaintiffs	20
16 6	AND:				20
, 0 ,	electrical	CHARLES GO	RDON SPAR	KS and PRUE MacFARLANE	
4		VI 34 1-1 0-1	4600	Fourth Plaintiffs	
	AND:			FOULUR FARINCELLS	
	Win!	DAY CDADVC			
		RAY SPARKS	•	midat militarida	30
				Fifth Plaintiff	
DEFENCE	AND:		_		
		ABEL LEMON	& COMPAN	Y PTY. LTD.	
				First Defendant	
	AND:				40
openous satisfy c		BAYLIN PTY	. LTD.		
SEYMOUR NULTY & CO., Solicitors,				Second Defendant	
9th Floor, Citicorp House,			DRFE	NCE	
Cnr. Queen & George Streets,	De	livered the	124	day of 1984.	
BRISBANE, QLD.	1.	The Second	Defendar	nt admits the facts set out	50
Tel: 221 5033	in parag	raphs 1(b)	and (c),	3, 4(a), (b), 7, 8 and 9 of	
CLS:CMD:LM[14Mar 98](DefBaylin)		ement of Cl			
, (2.			nt does not admit the facts	
), 2, 4(e) and (f), 5(b),	
		• •		of the Statement of Claim.	60
		0 /1 (0 /1 (-	-13-	· · · · · · · · · · · · · · · · · · ·	00
				1 Hay 170+	

In relation to paragraph 6 and 14 of the said Statement of Claim the Second Defendant admits that the First Defendant stored a quantity of chemicals on its premises on and prior to the 19th December, 1982 but was unaware of their nature.

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In relation to paragraph 10 of the Statement 5. of Claim the Second Defendant says that such fire escaped into the premises occupied by the tenant.

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6. In relation to paragraph 11. the Defendant admits that the escape of the said fire caused the destruction of or damage to chattels in the possession and/or control of the tenant suspension of the business carried on by the tenant causing loss of profits and goodwill.

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7. In relation to paragraph 15, the Defendant says that the said storage was in breach of the terms of the lease between itself and the tenant.

8. In relation to paragraph 16 the 'Second Defendant does not admit it knew of the presence of the chattels in the possession of the tenant.

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9. In relation to paragraph 19(a) of Statement of Claim the Second Defendant admits that it was an implied term of the agreement under which the tenant was to occupy the premises that:

-14-

- (a) The said premises were reasonably fit for the occupation by the tenant;
- (b) The Second Defendant would not interfere with the tenant's quiet enjoyment of the said premises.
- 10. The Second Defendant denies the allegations contained in paragraphs 5(c) and (d), 17, 18(a) (b), (c) and (d), 19(c) and 20 of the Statement of Claim.
- 11. In relation to paragraphs 21 and 22 of the Statement of Claim the Second Defendant admits that the tenant suffered loss and damage and the loss of business records.
- 12. Further, or alternatively, the Second Defendant was in breach of no relevant duty of care owed to the Plaintiff.
- 13. Clause 13.02 of the said agreement for lease provides as follows:-

-15-

"OCCUPATION AT RISK OF LESSEE: agrees to occupy and use the demised premises at the risk of the Lessee and the Lessor shall not in any circumstances be liable to the Lessee for any damage to the plant, equipment, fittings, merchandise, stock-intrade or any other property of any description of or in the possession of the Lessee and the demised contained in, about or near premises occasioned by water, heat, fire, electricity, vermin, explosion, tempest, riot, civil commotion, bursting pipes or by the entry of water from any source whatsoever or by the operation of any fire equipment nor for any loss of profits or other damage whatsoever resulting therefrom and notwithstanding that the same may occur by reason of any defect in the construction of the building containing the demised premises or any part thereof or of any of the appurtenances, plant, equipment or air conditioning therein PROVIDED ALWAYS that nothing herein contained shall be deemed to derogate from the obligation of the Lessor to construct the building in accordance with the terms of the Agreement for Lease."

No.4 - Defence of Second
Defendant
1 May 1984

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14. Further or in the alternative, the Second Defendant says that if it prima facie is in breach of the said Agreement and/or negligent (which is denied) then by reason of Clause 13.02 of the said agreement with the tenant it is not liable for any such damage as alleged.

15. Save as aforesaid the Second Defendant denies each and every allegation contained in the Statement of Claim.

Solicitors for the Second Defendant

This pleading was settled by Mr. Callinan of Queens's Counsel and Mr. Forde of Counsel.

The Plaintiffs are required to reply to the within Defence within fourteen days otherwise the pleadings will be deemed to be closed and all material statements of fact in the Defence will be deemed to have been denied and put in issue.

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IN THE SUPREME COURT OF QUEENSLAND

No. 5289 of 1983

BETWEEN:

TRICON INDUSTRIES PTY. LTD.

First Plaintiff

AND:

FOUR WINDS POTTERY

Second Plaintiff

AND:

R. & J. DYBKA

Third Plaintiff

AND:

CHARLES GORDON SPARKS and

PRUE Mac FARLANE

Fourth Plaintiff

AND:

RAY SPARKS

Fifth Plaintiff

AND:

ABEL LEMON & COMPANY PTY. LTD.

First Defendant

AND:

BAYLIN PTY. LTD.

Second Defendant

REPLY OF THE PLAINTIFFS TO THE DEFENCE OF THE FIRST DEFENDANT

Delivered the

64.

day of June, 1984.

- As to paragraph 8 (a) of that Defence, the Plaintiffs say that the provisions of 14 George III Chapter 78, Section 86:
 - Do not apply in Queensland; (a)
 - (b) In the alternative, do not apply in the circumstances of this case, as alleged in the Statement of Claim and hereunder.
- The chemicals referred to in paragraph 6 of the Statement of Claim were kept on the First Defendant's premises in such condition that, if they ignited, the resulting fire would be likely to spread to that part of

No.5 - Reply of Plaintiffs -17to Defence of First Defendant 6 June 1984

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the building occupied by the First Plaintiff.

- The First Defendant, in keeping such chemicals on its premises, was doing so in the course of some nonnatural use of its premises.
- Save as aforesaid the Plaintiffs join issue on the Defence of the First Defendant.

leter Com to Solicitors for the Plaintiffs.

This Pleading was settled by Mr. McGill of Counsel.

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No. 6 - Defence of First Defendant to Statement of Claim by Second Defendant. 1 IN THE SUPREME COURT OF QUEENSLAND No. 5289 of 1983. BETWEEN: TRICON INDUSTRIES PTY. LTD. First Plaintiff AND: FOUR WINDS POTTERY 10 Second Plaintiff AND: R. & J. DYBKA Third Plaintiff AND: CHARLES GORDON SPARKS and PRUE MacFARLANE 20 Fourth Plaintiff AND: RAY SPARKS ICE OF THE Fifth Plaintiff NAMED FIRST AND: IDANT TO THE ABEL LEMON & COMPANY PTY. LTD. MENT OF OF THE First Defendant AND: D DEFENDANT 30 BAYLIN PTY. LTD. Second Defendant DEFENCE OF THE ABOVENAMED FIRST DEFENDANT TO THE STATEMENT OF CLAIM OF THE ABOVENAMED SECOND DEFENDANT. 1984. Seventh day of June, Delivered the The First Defendant admits the allegations contained in paragraphs 1(a), 2, 3(a), and 3(b) of the Second Defendant's Statement of Claim. The First Defendant does not admit the allegations 2. contained in paragraph 1(b) of the Second Defendant's 50 YON & COMPANY Statement of Claim. As to paragraph 4 of the Second Defendant's oac Building Statement of Claim: Queen Street The First Defendant admits that it had on its (a) PHONE: 2216205 premises certain swimming pool chemicals; RENCE: PM:JC: 60 No.6 - Defence of First Defendant -19to Statement of Claim by Second Defendant

7 June 1984

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- (b) Save as aforesaid the First Defendant does not admit the allegations contained in paragraph 4 of the Second Defendant's Statement of Claim.
- 4. As to paragraph 9 of the Second Defendant's Statement of Claim:
- (a) The First Defendant admits that the Second Defendant has suffered loss in consequence of a fire on 19th December, 1982;
- (b) Save as aforesaid, the First Defendant denies the allegations contained in paragraph 9 of the Second Defendant's Statement of Claim.
- 5. As to paragraph 12 of the Second Defendant's Statement of Claim:
- (a) The First Defendant admits the said lease agreement contained the terms alleged therein.
- (b) The First Defendant says that it was a term of the said lease agreement that nothing contained therein should prevent the First Defendant from storing in its premises swimming pool chemicals or any other product material or commodity incidental to the conduct of the First Defendant's business as importer and merchant.

At the trial of this action the First Defendant will refer to the said lease agreement for its full terms meaning and effect.

- 6. As to paragraph 13 of the Second Defendant's Statement of Claim:
- (a) The First Defendant denies that it stored any

-20-

chemicals in its premises other than swimming pool chemicals and other products materials and commodities incidental to the conduct of the First Defendant's business as importer and merchant.

- (b) Save as aforesaid the First Defendant denies the allegations contained in paragraph 13 of the Second Defendant's Statement of Claim.
- 7. The First Defendant denies the allegations contained in paragraphs 5,6,7,8,10,11 and 14 of the Second Defendant's Statement of Claim.
- 8.(a) Further or alternatively, if (which is denied) fire began in the First Defendant's premises it began accidentally and the First Defendant will rely on the provisions of 14 Geo. III c. 78 Section 86.
- (b) Alternatively, the fire was caused by arson by a stranger.
- 9. Further or alternatively, if (which is denied) the fire was cuased by ignition of the First Defendant's swimming pool chemicals, the Second Defendant knew or ought to have known that the storage of such chemicals involved the risk of fire and the Second Defendant in leasing the premises to the First Defendant voluntarily consented to accept such risk.
- 10. Save as aforesaid the First Defendant denies each and every allegation contained in the Second Defendant's Statement of Claim.

Solicitors for the First Defendant

This pleading was settled by Mr. G.A. Thompson of Counsel.

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The Second Defendant is required to reply to the within Defence within fourteen (14) days otherwise the pleadings will be deemed to be closed and all material statements of fact in the Defence will be deemed to have been denied and put in issue.

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	IN THE S	SUPREME	COURT		1
	OF QUEEN	ISLAND		Writ No. 5289 of 1983	
	Writ iss	sed the	Sixteenth day of Dec	cember, 1983.	
	BETWEEN:	<u>:</u>	TRICON INDUSTRIES I	PTY. LTD.	
				First Plaintiff	
	AND:		FOUR WINDS POTTERY	(a firm)	10
				Second Plaintiff	
	AND:		R. & J. DYBKA		
\				Third Plaintiffs	
2	AND:		CHARLES GORDON SPAN	RKS and	0.0
, C			PRUE MacFARLANE	Fourth Plaintiffs	20
	AND:		RAY SPARKS		
				Fifth Plaintiff	
0,/	AND:	·	ABEL LEMON & COMPAN	NY PTY. LTD.	
			,	First Defendant	~~ ~
DED	AND:		BAYLIN PTY. LTD.		30
ENT OF				Second Defendant	
<u>M</u>			AMENDED STATEMENT	OF CLAIM	
		Delive	red the	ay of June, 1984	
	1. (a)	The Fir	st Plaintiff is and	was at all material times	4. 6
		a compa	ny duly incorporated	, carrying on business	40
CAPNER		under t	he business name "Co	operware"	
0.	(b)	The Fir	st Defendant is and	was at all material	
TORS, INE PARADE,		times a	company duly incorp	porated.	
ORT. Q.4215 75) 328 711	(c)	The Sec	ond Defendant is and	l was at all material	50
S FOR		times a	company duly incorp	porated.	<i>)</i> 0
ICE CAPNER	2.	The Sec	ond Plaintiff is and	d was at all material	
TORS, EEN STREET, NE. Q.4000 07) 221 1833	-	firm ca	rrying on business a	as potteryware	
			-23- N	No.7 - Amended Statement of Claim 27 June 1984	60

manufacturers.				
3. The	Second Defendant was at all material times the	1		
owner of	a large industrial building situated at 7			
Millway	Street, Kedron in the State of Queensland.			
4. As	at the 19th day of December 1982:			
(a)	Part of that building was occupied by the First			
	Défendant;	10		
(b)	The First Defendant was the tenant of the Second			
	Defendant of part of that building pursuant to			
	a lease or agreement for lease between them;			
(c)	Another part of that building (hereinafter called			
	"the First Plaintiff's premises"), adjacent to	20		
	the part occupied by the First Defendant, was			
	occupied by the First Plaintiff.			
(d)	One George Dennis Taylor was the tenant of the			
	Second Defendant of the First Plaintiff's premises			
	pursuant to an agreement for lease between them;	30		
(e)	Part of the premises so held by the said George			
	Dennis Taylor were sublet to the Second Plaintiff			
	and/or the Third Plaintiffs;			
(f)	There were lawfully on the First Plaintiff's			
	premises chattels owned by the First Plaintiff,	40		
	chattels owned by the Second Plaintiff, chattels			
	owned by the Third Plaintiffs jointly, chattels			
	owned by the Fourth Plaintiffs jointly, and			
	chattels owned by the Fifth Plaintiff.			
5. At	all material times:	50		
(a)	The First Plaintiff carried on business as a			
	nottomuse manufacturer on the First Plaintiff's			

The Second Plaintiff carried on its business on

premises;

(b)

that part of the First Plaintiff's premises sublet No.7 - Amended Statement of Claim 27 June 1984 -24-

to it;	
(c) That the First Plaintiff so carried on business	
there was known to the First and Second Defendants	1
(d) That the Second Plaintiff so carried on business	
there was known to the First and Second Defendants	
6. On and prior to the 19th day of December 1982 the	
First Defendant had on its premises as aforesaid a	• •
quantity of chemicals namely hydrochloric acid, cyanuric	10
acid, sodium dichlor, calcium hypochlorite, sodium	
hypochlorite, soda ash, sodium barcarbonate, and	
diatomceous earth.	
7. Such chemicals so stored were dangerous, in that	20
intermixing of them was likely to result in spontaneous	-0
ignition and a fire or explosion.	
8. Such chemicals were kept on the First Defendant's	
premises in such condition that, if they ignited, the	
resulting fire would be likely to spread to the First	30
Plaintiff's premises.	
9. The First Defendant, in keeping such chemicals	
on its premises, was doing so in the course of some	
non-natural use of its premises.	
10. On the 19th day of December 1982 a fire broke out	40
in the First Defendant's premises.	
11. Such fire was caused by spontaneous ignition of the	
First Defendant's chemicals.	
12. Such fire escaped into the First Plaintiff's premises	
13. Such fire and its escape into the First Plaintiff's	50
premises caused:	
(a) The destruction of or damage to chattels owned	
by the First Plaintiff;	
(b) The suspension of the First Plaintiff's business	
causing loss of profits and goodwill; -25- No.7 - Amended Statement of Claim	60
27 June 1984	

by the Second Plaintiff;
(d) The suspension of the Second Plaintiff's business,
causing loss of profit and goodwill;
(e) The destruction of or damage to chattels owned
by the Third Plaintiff;
(f) The destruction of or damage to chattels owned
by the Fourth Plaintiffs;
(g) The destruction of or damage to chattels owned
by the Fifth Plaintiff.
14. In the premises the First Defendant is liable for
the loss and damage so suffered by the Plaintiffs.
15. In the alternative, such loss and damage was caused
by the negligence of the First Defendant, particulars of
which are as follows:
(a) Keeping such chemicals in close proximity of
each other;
(b) Failing to take any or any adequate care in the
handling of such chemicals;
(c) Failing to take any or any adequate precautions
to prevent fire from occurring or to prevent
or slow its spread;
(d) Keeping dangerous chemicals in premises not suited
for their storage.
16. At all material times the Second Defendant:
(a) Knew, or;
(b) Ought to have known;
That the First Defendant was storing dangerous chemicals
on the premises occupied by it.
17. Such storage was in breach of the terms of the
lease between the First Defendant and the Second
Defendant. -26- No.7 - Amended Statement of Claim 27 June 1984

(c) The destruction of and damage to chattels owned

18. The	Second Defendant knew of or could reasonably	
have fore	seen the presence on the First Plaintiff's	
premises	of the chattels of the First, Second, Third,	1
Fourth, a	nd Fifth Plaintiffs.	
19. In	the premises the loss and damage suffered by	
the Plair	tiffs was caused or contributed to by the	
negligen	e of the Second Defendant particulars of which	10
are as fo	llows:	
(a) 1	llowing the First Defendant to store dangerous	
C	nemicals in its said premises, notwithstanding	
1	hat such premises were not suitable for the	
S	torage of dangerous chemicals;	20
(b) 1	ailing to take any or any reasonable steps	•
	o prevent the First Defendant from storing	
·	angerous chemicals in the said premises;	
(c)	ailing to take any precautions to prevent the	
•	utbreak or spread of fire within the said	30
1	uilding;	•
(d)	ailing to warn the Plaintiffs or any of them	
•	f the presence of the dangerous chemicals in	
	he First Defendant's premises.	
20. The	Plaintiffs claim the following special damages:	40
(a)	he First Plaintiff:	
	i) Loss of stock \$98,000.00	
	ii) Loss of plant and equipment \$25,000.00	
	iii) Additional costs incurred as a result	
	of the fire \$21,000.00	50
	iv) Loss of profits during the period when	
	the business did not operate because of	
	the fire \$58,000.00.	
(b)	he Second Plaintiff:	
	i) Loss of stock \$5,590.00 -27- No.7 - Amended Statement of Claim 27 June 1984	60

(ii) Loss of raw materials \$ 19,000.00	1
(iii) Loss of plant and equipment \$143,000.00	
(iv) Additional expenses caused by fire \$ 43,750.00	
<pre>(v) Loss of profits during the period when the business was suspended \$ 7,680.00</pre>	10
(c) The Third Plaintiffs:	
Value of chattels lost \$ 80,400.00	
(d) The Fourth Plaintiffs:	
Value of chattels lost \$ 26,525.00	
(e) The Fifth Plaintiff:	20
Value of chattels lost \$ 10,800.00	
22. The First Plaintiff also lost business records and	
list of customers.	
AND the Plaintiffs claim damages together with	
interest thereon pursuant to Section 72 of the Common Law	30
Practice Act 1867 - 1981.	
Cart Com to	
Solicitors for the First	
Plaintiff	40
Solicitors for the Second, Third, Fourth and Fifth Plaintiffs	
This pleading was settled by Mr. McGill of Counsel.	ΕO
The address for service of the Plaintiffs is at the offices of its solicitors, Messrs. Carter Capner & Co., Level 23 T & G Building, 141 Queen Street, Brisbane aforesaid.	50
Each Defendant is required to plead to the within Statement of Claim within 28 days from the time limited for appearance of from the delivery of the Statement of Claim whichever is the later, otherwise the Plaintiffs may obtain judgement	
against them.	<u>.</u> .

-28-

against them.

	110.				
IN THE SUPREME COURT			63	1	
OF QUEEN	SLAND	No. 5289 of 1983			
BETWEEN:					
	TRICON INDUSTRIES P	TY. LTD.			
		First Plaintiff			
AND:				10	
	FOUR WINDS POTTERY				
		Second Plaintiff			
AND:					
	R. & J. DYBKA				
		Third Plaintiffs		20	
AND:					
	CHARLES GORDON SPAR	KES and PRUE MacFARLANE			
		Fourth Plaintiffs			
AND:					
	RAY, SPARKS			30	
		Fifth Plaintiff			
AND:					
ABEL LEMON & CO. PTY. LTD.					
		First Defendant			
AND:				40	
	BAYLIN PTY. LTD.				
		Second Defendant			
DEMURRER					
· · · · · · · · · · · · · · · · · · ·					
The Second Defendant demurs to the First 50					
Defendant's Defence as to the matters alleged in					
paragraph 8(a) and says that the same is bad in law on					
the following grounds:-					
(a)	14 GEO III c.78 Sec	ction 86 was repealed by	the	60	
	•			00	
	-29-	No.8 - <u>Demurrer</u> 27 September	1984		
	AND: And:	OF QUEENSLAND BETWEEN: TRICON INDUSTRIES F AND: FOUR WINDS POTTERY AND: CHARLES GORDON SPAR AND: RAY SPARKS AND: ABEL LEMON & CO. PT AND: Defivered the Differ day The Second Defend Defendant's Defence as to paragraph 8(a) and says that the following grounds:- (a) 14 GEO III c.78 Second Buildings Addings Adding	OF QUEENSLAND BETWEEN: TRICON INDUSTRIES PTY. LTD. First Plaintiff AND: Second Plaintiff AND: R. & J. DYBKA Third Plaintiffs AND: CHARLES GORDON SPARKES and PRUE MacFARLANE Fourth Plaintiffs AND: RAY, SPARKS Fifth Plaintiff AND: ABEL LEMON & CO. PTY. LTD. First Defendant DEMURRER Delivered the Diff. day of Leafender, 1984. The Second Defendant demurs to the First Defendant's Defendent as to the matters alleged paragraph 8(a) and says that the same is bad in law the following grounds:- (a) 14 GEO III c.78 Section 86 was repealed by Sydney Buildings Act 1837; -29- No.8 - Demurrer	OF QUEENSLAND BETWEEN: TRICON INDUSTRIES PTY. LTD. First Plaintiff AND: Second Plaintiff AND: CHARLES GORDON SPARKES and PRUE MacFARLANE Fourth Plaintiffs AND: RAY SPARKS Fifth Plaintiff AND: BAYLIN PTY. LTD. Second Defendant DEMURRER Delivered the Diff day of Second 1984. The Second Defendant demurs to the First Defendant's Defence as to the matters alleged in paragraph 8(a) and says that the same is bad in law on the following grounds:- (a) 14 GEO III c.78 Section 86 was repealed by the Sydney Buildings Act 1837;	

(b) That the said Imperial Act once repealed was not revived by the repeal of the said Sydney Building Act 1837 by the New South Wales Termination of Application Act 1973 (Queensland) and Schedule thereto.

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Jeyman, huly do Solicitors for the Second Defendant

This pleading was settled by Mr. Callinan of Queen's Counsel and Mr. Forde of Counsel.

The First Defendant is required to set this Demurrer down for argument within ten (10) days otherwise judgment will be given against it on the matters demurred to.

Solicitors for the Second Defendant

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No. 9 - Reasons for Judgment of Kelly J. in Full Court of Supreme Court of Queensland (Macrossan and Ryan JJ. concurring).

IN THE SUPREME COURT OF QUEENSLAND FULL COURT

No. 5289 of 1983

BETWEEN:

TRICON INDUSTRIES PTY. LTD.

First Plaintiff 10

AND:

FOUR WINDS POTTERY

Second Plaintiff

AND:

R. & J. DYBKA

Third Plaintiffs

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AND:

CHARLES GORDON SPARKS and PRUE MACFARLANE

Fourth Plaintiffs

AND:

RAY SPARKS

Fifth Plaintiff

AND:

ABEL LEMON & CO. PTY. LTD.

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First Defendant

AND:

BAYLIN PTY, LTD.

Second Defendant

JUDGMENT - KELLY J.

Delivered the Forteenth day of December 1984.

The question for determination on this demurrer is whether

No. 9 - Reasons for Judgment 60

of Kelly J. in Full

Court of Supreme Court

of Queensland (Macrossan
and Kyan JJ. concurring)

14 December 1984

the provisions of s. 86 of the Fires Prevention (Metropolis) 1 Act 1774 (14 Geo. III c. 78) are applicable in Queensland. The section was part of the law which under. 24 of The Australian Courts Act, 1828 (9 Geo. IV c. 83) was originally in force in New South Wales (Hazelwood v. Webber (1934) 52 C.L.R. 268, at p. 275). The provisions of s. 86 were then repeated in s. 74 10 of a New South Wales statute, the Sydney Building Act 1837, and this operated as an implied repeal of the British enactment so far as it applied to New South Wales (Hazelwood v. Webber (supra), at p. 275).

Upon the territory of Queensland becoming a separate colony by Letters Patent of 6th June 1859, the Sydney Building Act 1837 then continued in force in Queensland pursuant to cl. 20 of the Order in Council of the same date and the operation of that Act was further continued in Queensland by s. 33 of the Constitution Act of 1867.

The Supreme Court Act of 1867 was assented to on the same date as was the Constitution Act of 1867 and commenced on 31st December 1867. Section 20 of the Supreme Court Act provided as follows:

"20. Laws of England to be applied in the administration of justice. 9 Geo. 4 c. 83 s. 24. Provided and be it declared and enacted that all laws and statutes in force within the realm of England at the time of the passing of the Imperial Act of the ninth year of King George the Fourth chapter eighty-three (not being inconsistent herewith or with any law or statute now in force in this Colony) shall be applied in the administration of justice in the Courts of Queensland so far as the same can be applied within the said colony

Proviso not to extend to Queensland Imperial Acts not now in force there. But nothing nerein shall have the effect of extending to Queensland the operation of any Imperial Act not now extending to Queensland or of diminishing the present jurisdiction power or authority of the said Supreme Court or of the judges

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of Queensland (Nacrossan

and Ryan JJ. concurring)

14 December 1984

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or any judge thereof."

The effect of the proviso was that the operation or s. 86 of the Fires Prevention (Metropolis) Act 1774 was not extended to Queensland as even though it was in force within the realm of England at the passing of The Australian Courts Act 1828, it did not then, that is, when the Supreme Court Act commenced on 31st December 1867, extend to Queensland because it had been impliedly repealed by the enactment of s. 74 of the Sydney Building Act 1837 which was in force in Queensland at the date of the commencement of the Supreme Court Act.

In Kellett v. Cowan (1906) St.R.Qd. 116, which was a decision of the Full Court, it was stated by Cooper C.J. that s. 86 of the Fires Prevention (Metropolis) Act 1774 was then in force. However this statement, although apparently accepted by the other members of the Court, was merely obiter as the provision relates to a fire begun accidentally whereas the Court took the view that this was not the case in that instance and that the loss suffered by the appellant resulted from the respondent's It had been wrongly assumed in argument by both counsel that the Imperial Act was still in force and no reference was made to the Sydney Building Act 1837 and it would seem that this view of the law was adopted by Cooper C.J. per incuriam. In the circumstances this Court is not bound by Kellett v. Cowan to proceed on the pasis that the Fires Prevention (Metropolis) Act 1774 was in force in Queensland in 1906 and in my view it is clear that it was not then in force.

The Sydney Building Act 1837 was repealed by the New South Wales Acts (Termination of Application) Act 1973, s. 2 of which provided that the New South Wales Acts specified in the Schedule,

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of Kelly J. in Full

Court of Supreme Court

of Queensland (Macrossan

and Ryan JJ. concurring)

14 December 1984

which included the Sydney Building Act 1837, insofar as such Acts apply in Queensland, cease to apply in and for Queensland. There was a savings provision in s. 3 which, so far as is here relevant, was in the following terms:

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"The repeal by this Act of the Acts specified in the Schedule does not -

(a) revive anything not in force or existing at the commencement of this Act:"

For the respondent it was submitted that upon the repeal of the Sydney Building Act 1837 the Fires Prevention (Metropolis) Act 1774 revived because of the common law rule that if an Act of Parliament, which repeals former statutes, be repealed by 20 an Act which contains nothing in it that manifests the intention of the legislature that the former laws shall continue repealed, the former laws will by implication be revived by the repeal of the repealing statute (Tattle v. Grimwood (1826) 3 Bing. 493, at p. 496; 130 E.R. 603, at p. 605). In Marshall v. Smith (1907) 30 4 C.L.R. 1617, Barton J., at pp. 1634-1635, and Higgins J., at p. 1646, accepted this statement of the rule as a presumption which will be reputted if the last repealing statute snows an intention that the statute first repealed shall continue so The submission was that no such intention was to be found in s. 3 of the New South Wales Acts (Termination of Application) Act 1973.

In my opinion the correct view is that such an intention is to be found in that section and that consequently s. 86 of the Fires Prevention (Metropolis) Act 1774 was not revived by the repeal of the Sydney Building Act 1837. This was neld in Hazelwood v. Nepper (supra) to be the position in New South Wales where the statute of 1837 had been repealed by the City

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of Sydney Improvement Act 1879. In referring to that repeal, the Court said, at p. 276:

"It appears to be correct that the repeal would not revive the Imperial provision which the repealed statute had, in its application to New South Wales, previously repealed. For sec. 4 of the Acts Shortening Act (22 Vict. No. 12), uses the term 'enactment,' a term apt to include Acts of the British Parliament in force by virtue of 9 Geo. IV. c. 83. The Act of 1774 may, therefore, be regarded as not in force in New South Wales."

I would consider that because of the express provisions of s. 3 of the New South Wales Acts (Termination of Application) Act 1973 it is not necessary to have recourse to s. 19 of the Acts Interpretation Act 1954-1977 and to consider whether, without those express provisions, the difference between the meaning of the term "Act" in the Acts Interpretation Act and that of the term "enactment" in the Acts Shortening Act of New South Wales is such that the decision in Hazelwood v. Webper (supra) could not be applied on the question of revival. For the reasons which I have given, in my opinion that decision can be so applied and it is authority for the proposition that a statutory provision which alters the common law rule as to the revival of a former law by the repeal of a repealing statute applies to a repeal of that former law by implication and that, although not referred to in Hazelwood v. Webper, the New South Wales decisions to the contrary in Te Kloot v. Te Kloot (1894) 15 L.R. (N.S.W.) D. 1 and Aarons v. Rees (1898) 15 W.N. (N.S.W.) 88 should not be followed.

The fact that s. 86 of the Fires Prevention (Metropolis) Act 1774 was apparently still in force in the United Kingdom at the time of the commencement of the New South Wales Acts (Termination of Application) Act 1973 is irrelevant. In my

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of Kelly J. in Full
Court of Supreme Court
of Queensland (Macrossan
and Ryan JJ. concurring)
14 December 1984

view the words "in force or existing" in s. 3 of the latter Act must be read as referring to Queensland.

It may be that consideration should now be given to the enactment of a statutory provision having the effect of s. 86 of the Fires Prevention (Metropolis) Act 1774 as it would seem to be as desirable now as it was in 1774 that the common law rule as to liability which was modified by that legislation should be so modified.

In my opinion the demurrer should be allowed with costs.

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60 -36-No. 9 - Reasons for Judgment of Kelly J. in Full Court of Supreme Court of Queensland (Hacrossan and Kyan JJ. concurring 14 December 1984

IN THE SUPREME COURT OF QUEENSLAND

No. 5289 of 1983

BETWEEN:

TRICON INDUSTRIES PTY. LTD.

First Plaintiff

AND:

FOUR WINDS POTTERY

Second Plaintiff

AND:

R. & J. DYBKA

Third Plaintiffs

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AND:

CHARLES GORDON SPARKES and PRUE MacFARLANE

Fourth Plaintiffs

AND: bu. LaMi. COURT OF QUEENSLAND 07. JAN. 1985 AND: FILED BRISBANE

RAY SPARKS

Fifth Plaintiff

ABEL LEMON & CO. PTY. LTD.

SEYMOUR NULTY & CO., Solicitors, floor, Citicorp House, Cnr. Queen and George Streets, BRISBANE.

AND:

First Defendant

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BAYLIN PTY. LTD.

Second Defendant

221 5033 Tel: D.X. Box 40124 FULL COURT

CLS: CMD CS8 21d84[ii] [JudgBaylin]

BEFORE THEIR HONOURS MR. JUSTICE KELLY, JUSTICE MR.

MACROSSAN AND MR. JUSTICE RYAN

THE FOURTEENTH DAY OF DECEMBER, 1984

The Second Defendant having the 27th September, 1984 demurred to the First Defendant's Defence

> No.10 - Formal Judgment of -37-Full Court of Supreme Court of Queensland 14 December 1984

IT IS THIS DAY ADJUDGED that the said demurrer be allowed and that the Second Defendant recover against the First Defendant its costs of the said demurrer, to be taxed.

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BY THE COURT

REGITS TRAR

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No. 11 - Order of Full Court of Supreme Court of Queensland granting final leave to appeal.

IN THE SUPREME COURT OF QUEENSLAND

Motion No. 364 of 1984

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IN THE MATTER of the Rules regulating Appeals to Her Majesty in Council from the State of Queensland (Imperial Order in Council of 18th October, 1909)

and -

IN THE MATTER of an application for leave to appeal to Her Majesty in Council by ABEL LEMON & COMPANY PTY. LTD. from the orders of the Full Court of the Supreme Court of Queensland in Action No. 5289% of 1983 between TRICON INDUSTRIES PTY. LTD., the First Plaintiff AND OTHERS AND ABEL LEMON & COMPANY PTY. LTD., First Defendant and BAYLIN PTY. LTD., Second Defendant.

JUHLENE COURT OF QUEENSLAND - 4. MAR. 1985 FILED BRISBANE

Filed on behalf f **th**e Applicant)

RDER

MR. JUSTICE ANDREWS S.P.J., MR. JUSTICE KELLY AND MR. JUSTICE SHEPHERDSON THE TWENTY-FIFTH DAY OF FEBRUARY, 1985 UPON MOTION this day made unto this Court by Mr. Thompson of Counsel on behalf of the abovenamed ABEL & COMPANY PTY. LTD. (the Applicant) and UPON HEARING Mr. Thompson of Counsel on behalf of the abovenamed ABEL LEMON & COMPANY PTY. LTD. (the Applicant) and Mr. Forde of Counsel on behalf of the abovenamed BAYLIN PTY. LTD. (the Respondent) and UPON READING the Notice of Motion filed herein on the Nineteenth day of December, 1984, the Affidavit of PETER ARNOLD MURRELL filed herein on the Thirtieth aday of January, 1985 and the Affidavit of MICHAEL WILLIAM JARRETT filed herein by leave this day, and the Order of the Full Court of the Supreme Court of

Queensland made the Fifth day of February, 1985, and

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No.11 - Order of Full Court

of Supreme Court of Queensland granting final leave to appeal

25 February 1985

THE FULL COURT BEFORE THEIR HONOURS,

LAYTON & COMPANY olicitors, المنا estpac Building, 60 Ocean Street, RISBANE QLD 4000 elephone 21 6205

850b/55-57

UPON the Applicant by their Counsel undertaking that the Applicant will with all reasonable speed take all necessary steps for the purpose of procuring the despatch of the record to England.

THIS COURT DOTH ORDER that the Applicant be granted final leave to Appeal to Her Majesty in Council from the Judgment and Orders of the Full Court of the Supreme Court of Queensland made in ACtion No. 5289 of 1983 whereby

- It was ordered that the demurrer of the Second 1. Defendant to the Defence of the First Defendant, be allowed and
- It was ordered that First Defendant pay to the 2. Second Defendant its costs of the demurrer to be taxed.

and

THIS COURT DOTH FURTHER ORDER AND ADJUDGE that the costs of and incidental to the Notice of Motion abide the event unless Her Majesty in Council should otherwise Order and

THIS COURT DOTH FURTHER ORDER AND ADJUDGE that the costs of and incidental to this Motion be paid by the Applicant in the event of the said Appeal not being proceeded with or being dismissed for want of prosection.

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THE COURT

EPUTY REGISTRAR

No.11 - Order of Full Court of Supreme Court Queensland granting

5 February 1985

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No. 12 - Certificate of Registrar of Supreme Court of Queensland certifying Record of Proceedings.

IN THE PRIVY COUNCIL

NO. of 1985

ON APPEAL

FROM THE FULL COURT

OF THE SUPREME COURT

OF QUEENSLAND

(Writ No. 5289 of 1983 and Motion No. 364 of 1984)

BETWEEN:

ABEL LEMON & COMPANY PTY. LTD.

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Appellant (First Defendant)

AND:

BAYLIN PTY. LTD.

Respondent (Second Defendant)

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OF THE SUPREME COURT OF QUEENSLAND AT BRISBANE
CERTIFYING THE RECORD OF PROCEEDINGS

I, ROBERT HORE, Registrar of the Supreme Court of Queensland at Brisbane DO HEREBY CERTIFY that this record contains a true copy of all pleadings, proceedings,

Judgments and Orders had or made in this action so far as the same have relation to the matter of an Appeal to her Majesty in Council in which ABEL LEMON & COMPANY PTY. LTD. is the Appellant and BAYLIN PTY. LTD. is the Respondent from the Judgment of the Full Court of the Supreme Court of Queensland, pronounced in this action on the Fourteenth day of December, 1984, and an index of reference of all papers and documents in the said action (except documents

No.12 - Certificate of Registrar of
Supreme Court of Queensland
certifying Record of
Proceedings

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of a merely formal character or otherwise immaterial for the purposes of the said Appeal) and a list of the said formal and immaterial documents which have been omitted.

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I have hereunto affixed my Seal of Office and also the Seal of the Supreme Court of Queensland in the State of Queensland this TWENTY - SECOND day of APRIL, One thousand, nine hundred and eighty-five.

REGISTRAR

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