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Whereupon, *after argument, judgment was entered up for the plaintiff for the sum of \$100 damages, with costs, and the cause was brought by writ of error to this court.

February 16th. *Winder*, for the plaintiffs, contended, that they were entitled to recover the difference between the stipulated price of the cotton and the highest market price, at any time after the contract was made, up to the rendition of the judgment; citing *Bussey v. Donaldson*, 4 Dall. 306; *Douglas v. McAllister*, 9 Cranch 298; *Nelson v. Morgan*, 2 New Orleans T. R. 256; *Cortelyou v. Lansing*, 2 Caines Cas. 215; *Shepherd v. Johnson*, 2 East 211; *Fisher v. Prince*, 3 Burr. 1363; *Whitten v. Fuller*, 2 W. Bl. 902.

No counsel appeared to argue the cause on the other side.

*February 19th, 1818. MARSHALL, Ch. J., delivered the opinion *204] of the court.—The only question is, whether the price of the article, at the time of the breach of the contract, or at any subsequent time, before suit brought, constitutes the proper rule of damages in this case. The unanimous opinion of the court is, that the price of the article, at the time it was to be delivered, is the measure of damages. For myself only, I can say, that I should not think the rule would apply to a case where advances of money had been made by the purchaser, under the contract; but I am not aware, what would be the opinion of the court, in such a case.

Judgment affirmed.

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Illegal contract.

One citizen of the United States has no right to purchase of, or sell to, another, a license or pass from the public enemy, to be used or board an American vessel.¹

ERROR to the Circuit Court of the district of Columbia for the county of Alexandria. The plaintiff in error declared in *assumpsit*, for that the

is set down for hearing, without any special or dilatory pleadings. The trial is by jury, only when required by either of the parties.

¹ A contract founded upon a transact on which is either *malum prohibitum*, or *malum in se*, cannot be enforced by an action of any kind. *Everman v. Reitzel*, 1 W. & S. 181; *Rhodes v. Sparks*, 6 Penn. St. 473. As, a contract founded upon a furnishing of aid to the public enemy. *Clements v. Yturria*, 14 How. 151. A contract founded upon a consideration, in violation of the navigation laws. *Maybin v. Coulon*, 4 Dall. 298; s. c. 4 Yeates 24. A contract made with a public enemy, during a state of war. *Phillips v. Nutch*, 1 Dill. 571. For the price of smuggled goods. *Condon v. Walker*, 1 Yeates 483. For the wages of a marker at an illicit billiard-table. *Badgley v. Beale*, 3 Watts 263. For the services of an engineer on board an unlicensed steamboat.

The Pioneer, 1 Deady 72; *The Maria*, Id. 89. Or a note, the consideration of which is a gambling transaction in stocks. *Fariera v. Gabell*, 89 Penn. St. 89. The test, whether a demand connected with an illegal transaction can be enforced at law, is, whether the plaintiff requires the aid of the illegal transaction to establish his case. *Swan v. Scott*, 11 S. & R. 155; *Hipple v. Rice*, 28 Penn. St. 406; *Barker v. Hoff*, 7 Hun 284. And though an illegal contract will not be enforced, yet, if executed, the court will not inquire into the consideration. *Planters' Bank v. Union Bank*, 16 Wall. 483. s. r. *Town of Verona v. Peckham*, 66 Barb. 103; *Smith v. Rowley*, Id. 502; *Woodworth v. Bennett*, 43 N. Y. 273.

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defendant, &c., was indebted to the plaintiff in the sum of \$750, for a certain document or paper *called a Sawyer's License, by the plaintiff, &c., sold and delivered to the defendant, &c., and being so indebted, [*205 the defendant, &c., afterwards, &c., promised, &c. Plea, *non assumpsit*.

Evidence was offered to the jury, to show that both parties were citizens of the United States, and that the license in question was sold by the plaintiff to the defendant, in Alexandria, to be used for the protection of the schooner Brothers, an American vessel, during the late war, against enemy's vessels, on a voyage from Alexandria to St. Bartholomews, to be cleared out for Porto Rico. The license was as follows :

"Copy of a letter from his excellency H. Sawyer, his Britannic majesty's vice-admiral on the Halifax station, to his excellency the Chevalier de Onis, his Catholic majesty's envoy extraordinary and minister plenipotentiary near the United States of America.

"His Majesty's ship Centurion, at Halifax, the 10th of August 1812.

"Excellent Sir :—I have the honor to acknowledge the receipt of your excellency's letter of the 26th ultimo, and have fully considered the subject of it, as being of the greatest importance to the best interests of Great Britain, and those of his Catholic majesty, Ferdinand VII., and his faithful subjects ; and in reply, I have great satisfaction in informing your excellency, that I will give directions to the commanders of his majesty's squadron on this station, not to molest American *vessels, or others under neutral flags, unarmed and laden with flour and other dry provisions, [*206 *bond fide*, bound to Portuguese and Spanish ports, whose papers shall be accompanied with a certified copy of this letter, from your excellency, with your seal affixed or imprinted thereon, which I doubt not will be respected by all. I beg leave to assure your excellency of the high consideration with which I have the honor to be, your excellency's most obedient humble servant,

(Signed) H. SAWYER, Vice-admiral.

"His excellency, Don Luis de Onis Gonzalez Lopez y Vara, his Catholic majesty's envoy extraordinary and minister plenipotentiary to the United States, &c., Philadelphia."

The court below, upon this evidence, charged the jury, that on the evidence so offered, if believed by the jury, they ought to find a verdict for the defendant. To which charge, the plaintiff excepted. A verdict was taken, and judgment rendered for the defendant ; whereupon, the cause was brought to this court by writ of error.

February 19th, 1818. *Swann*, for the plaintiff, cited *Coolidge v. Inglee*, 13 Mass. 26, to show that an action might be maintained upon the sale of such a license.

Lee, on the other side, was stopped by the court.

*MARSHALL, Ch. J., delivered the opinion of the court, that the use of a license or pass from the enemy, by a citizen, being unlawful, [*207 one citizen had no right to purchase of, or sell to, another, such a license or pass, to be used on board an American vessel.

Judgment affirmed. (a)

(a) In the several cases, during the late war, of *The Julia*, 8 Cranch 181 ; *The*

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Aurora, Id. 203; The Hiram, Id. 444; s. c. 1 Wheat. 440, and The Ariadne, 2 Id. 143, the court determined, that the use of a license or passport of protection from the enemy, constitutes an act of illegality, which subjects the property sailing under it, to confiscation, in the prize court. The act of the 2d of August 1813, ch. 585, and of the 6th of July 1812, ch. 452, § 7, prohibiting the use of licenses or passes granted by the authority of the government of the United Kingdom of Great Britain and Ireland, repealed by the act of 3d of March 1815, ch. 766, were merely cumulative upon the pre-existing law of war. It follows, as a corollary from this principle, that a contract for the purchase or sale of such license is void, as being founded on an illegal consideration. That no contract whatever, founded upon such a consideration, can be enforced in a court of justice, is a doctrine familiar to our jurisprudence, and was also the rule of the civil law. It is upon the same principle, that every contract, whether of sale, insurance or partnership, &c., growing out of a commercial intercourse or trading with the enemy, is void. Thus, it has been held by the supreme court of New York, that a partnership between persons, residing in two different countries, for commercial purposes, is, at least suspended, if not *ipso facto* determined, by the breaking out of war between those countries; and that if such partnership expire, by its own limitation, during the war, the existence of the war dispenses with the necessity of giving public notice of the dissolution. *Griswold v. Waddington, 15 Johns. 57.

[*208] It is, perhaps, almost superfluous to add, that the use of a license from the government of the country itself, to which the person using it belongs, is lawful; and consequently, any contract between the citizens or subjects of that country, respecting such license, is also lawful. Thus, by the act of the 6th of July 1812, ch. 452, § 6, the president was authorized to give, at any time within six months after the passage of the act, passports for the safe protection of any ship or other property belonging to British subjects, and which was then within the limits of the United States. And such licenses are by no means, as has been commonly supposed, an invention of the present time. For Valin, speaking of the frauds by which the commerce and property of the enemy were screened from capture, during the war in which France and England were allied against Holland and Spain, not only on the high seas, but even in the ports of France, remarks, that previous to the ordinance on which he was commenting, no other means of counteracting these frauds had been discovered, than that of delivering passports to the vessels of the enemy, permitting them to trade with the ports of the kingdom, upon the payment of a duty of a crown per ton, which was done by an edict of 1673. Valin, Sur l'Ord.

But in order to protect a citizen in the use of a license from his own government to trade with the enemy, it is indispensably necessary, that he should conform to the terms and conditions under which it is granted; otherwise, the trading, and all contracts arising out of it, will be illegal. See the cases collected in Chitty's Law of Nations, ch. 8. To which add the following: The Byfield, Edw. 188; The Goede Hoop, Id. 327; The Catharina Maria, Id. 337; The Carl, Id. 339; The Europa, Id. 342; The Speculation, Id. 343; The Cousine Mariane, Id. 346; The Vrou Cornelia, Id. 349; The Johan Pieter, Id. 354; The Jonge Frederick, Id. 357; The Europa, Id. 358; The Cornelia, Id. 359; The Sarah Maria, Id. 361; The Henrietta, Id. 363; The Nicoline, Id. 364; The Wolfarth, Id. 365; The Emma, Id. 366; The Frau Magdalena, Id. 367;

[*209] *The Hoppet, Id. 369; The Bourse, *alias* Gute Erwagtung, Id. 370; The Jonge Clara, 371; The Minerva, Id. 275; The Saint Ivan, Id. 376; The Hector, Id. 379; The Edel Catharina, 1 Dods. 55; The Vrow Deborah, Id. 160; The Henrietta, Id. 168; The Bennet, Id. 175; The Dankerbarheit, Id. 183; The Seyerstadt, Id. 241; The Manly, Id. 257; The Æolus, Id. 300; The Wohlforth, Id. 305; The Louise Charlotte de Guldeneroni, Id. 308; The Freundschaft, Id. 316; Feise v. Thompson, 1 Taunt. 121; Feise v. Waters, 2 Id. 249; Miller v. Gernon, 3 Id. 394; Fayle v. Bourdilla, Id. 546; Morgan v. Oswald, Id. 554; Feise v. Bell, 4 Id. 4; De Fastet v. Taylor, Id. 233; Le Cheminant v. Pearson, Id. 367; Freeland v. Walker, Id. 478; Waring v. Scott, Id. 605; Siffkin v. Glover, Id. 717; Effurth v. Smith, 5 Id. 329; Flindt v. Scott, Id. 674; Schnakoneg v. Andren, Id. 716; Robertson v. Morris, Id. 720; Staniforth v.

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Sonlha, Id. 626; Siffken *v.* Allnut, 1 M. & S., 39; Robinson *v.* Touray, Id. 217; Hagedorn *v.* Reid, Id. 567; Hagedorn *v.* Bazett, 2 Id. 100; Hullman *v.* Whitmore, 3 Id. 337; Gibson *v.* Mair, 1 Marsh. 39; Gibson *v.* Service, Id. 119; Darby *v.* Newton, 2 Id. 252.

Such licenses, when issued to the citizens or subjects of the state only, in order to legalize a limited commercial intercourse with the enemy, which is tolerated from political motives, of which every government is the exclusive judge, have nothing in them contrary to the law of nations. But when granted to neutrals, in order to enable them to carry on a trade, which they have a right to pursue, independently of the license, or to the subjects of the belligerent state, in order to enable them to carry on a trade, which is forbidden to neutrals, under the pretext of a proclamation of blockade, they are manifestly an abuse of power, and a violation of the law of nations. In both these cases, they would subject the property to capture, and to condemnation, in the prize courts of the other belligerent, and if issued to the subjects of that belligerent, by *the enemy, would also render it liable to confiscation, as being a breach of their allegiance. [*210

The licenses granted by the officers of the British government, &c., during the late war, to American vessels, have been pronounced by this court, to subject the property sailing under them to confiscation, when captured by American cruisers; and it has been decided, to be immaterial, whether the licenses would or would not have saved the property from confiscation in the British prize courts (8 Cranch 200); but it has been made a question in those courts, how far these documents could protect against British capture, on account of the nature and extent of the authority of the persons by whom they were issued. The leading case on this subject is that of The Hope (1 Dods. 226), which was that of an American ship, laden with corn and flour, captured whilst proceeding from the United States, to the ports of Spain and Portugal, and claimed as protected by an instrument on board, granted by Allen, the British consul at Boston, accompanied by a certified copy of a letter from Admiral Sawyer, the British commander on the Halifax station. In pronouncing judgment in this case, Sir W. Scott observed, that if there was nothing further in the way of safeguard, than what was to be derived from these papers, it would certainly be impossible to hold, that the property was sufficiently protected. "The instrument of protection, in order to be effectual, must come from those who have a competent authority to grant such a protection; but these papers come from persons who are vested with no such authority. To exempt the property of enemies from the effect of hostilities, is a very high act of sovereign authority: if, at any time, delegated to persons in a subordinate station, it must be exercised either by those who have a special commission granted to them for the particular business, and who, in legal language, are termed mandatories, or by persons in whom such a power is vested, in virtue of any official situation to which it may be considered incidental. It is quite clear, that no consul, in any country, particularly in an enemy's country, is vested with any such power, in virtue of his station. *Ei rei non praeponitur*, *and therefore, his acts relating to it are not binding. Neither does the admiral, [*211 on any station, possess such authority. He has, indeed, power relative to the ships under his immediate command, and can restrain them from committing acts of hostility, but he cannot go beyond that; he cannot grant a safeguard of this kind, beyond the limits of his own station. The protections, therefore, which have been set up, do not result from any power incidental to the situation of the persons by whom they were granted; and it is not pretended, that any such power was specially intrusted to them, for the particular occasion. If the instruments which have been relied upon by the claimants, are to be considered as the naked acts of these persons, then they are, in every point of view, totally invalid. But the question is, whether the British government has taken any steps to ratify and confirm these proceedings, and thus to convert them into valid acts of state; for persons not having full powers, may make what in law are termed *sponsiones*, or, in diplomatic language, treaties *sub spe rati*, to which a subsequent ratification may give validity: *ratihabitio mandato equiparatur.*" He proceeds to show, that the British government

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had confirmed the acts of its officers, by the order in council, of the 26th of October 1813, and accordingly decrees restitution of the property. In the case of *The Reward*, before the Lords of Appeal, the principle of this judgment of Sir WILLIAM SCOTT was substantially confirmed. But in the case of *The Charles*, and other similar cases, certificates or passports of the same kind, signed by Admiral Sawyer, and also by Don Luis de Onis, the Spanish minister to the United States, had been used for voyages from America to certain Spanish ports in the West Indies, and the Lords held, that these documents, not being included within the terms of the confirmatory order in council, did not afford protection, and accordingly condemned the property. 1 Dods. app'x, D. In the cases of *The Venus* and *The South Carolina*, a similar question arose on the effect of passports granted by Mr. Forster, the British minister in the *United States, permitting American vessels to sail with provisions from the ports of the United States, to the island of St. Bartholomews, but not confirmed by an order in council. The Lords condemned in all the cases in which the passports were not within the terms of the orders in council, by which certain descriptions of licenses granted by Mr. Forster had been confirmed. Id.

ROBINSON v. CAMPBELL.

Land-law.—Conflict of laws.—Practice.—Ejectment.—Limitation.

By the compact of 1802, settling the boundary line between Virginia and Tennessee, and the laws made in pursuance thereof, it is declared, that all claims and titles to lands, derived from Virginia, or North Carolina, or Tennessee, which have fallen into the respective states, shall remain as secure to the owners thereof, as if derived from the government within whose boundary they have fallen, and shall not be prejudiced or affected by the establishment of the line. Where the titles, both of the plaintiff and defendant in ejectment, were derived under grants from Virginia, to lands which fell within the limits of Tennessee, it was held, that a prior settlement-right thereto which would, in equity, give the party a title, could not be asserted as a sufficient title, in an action of ejectment brought in the circuit court of Tennessee.

Although the state courts of Tennessee have decided, that, under their statutes declaring an elder grant, founded on a junior entry, to be void, a junior patent, founded on a prior entry, will prevail, at law, against a senior patent, founded on a junior entry—this doctrine has never been extended beyond cases within the express purview of the statute of Tennessee, and cannot apply to the present case of titles deriving all their validity from the laws of Virginia, and confirmed by the compact between the two states.

The general rule is, that remedies, in respect to real property are to be pursued according to the *lex loci rei sitae*. The acts of the two states *are to be construed as giving the same validity and effect to the titles in the disputed territory, as they had, or would have, in the state, by which they were granted, leaving the remedies to enforce such titles to be regulated by the *lex fori*.

The remedies in the courts of the United States, at common law and in equity, are to be, not according to the practice of the state courts, but according to the principles of common law and equity, as distinguished and defined in that country from which we derive our knowledge of those principles. Consistently with this doctrine, it may be admitted, that where, by the statutes of a state, a title, which would otherwise be deemed merely equitable, is recognised as a legal title, or a title which would be valid at law, is, under circumstances of an equitable nature, declared void, the right of the parties in such case may be as fully considered in a suit at law, in the courts of the United States, as in any state court.

A conveyance by the plaintiff's lessor, during the pendency of an action of ejectment, can only operate upon his reversionary interest, and cannot extinguish the prior lease. The existence of such lease is a fiction; but it is upheld for the purposes of justice; if it expire during the pendency of a suit, the plaintiff cannot recover his term at law, without procuring it to be enlarged by the court, and can proceed only for antecedent damages.

In the above case, it was held, that the statute of limitations of Tennessee was not a good bar to the action, there being no proof that the lands in controversy were always within the original limits of Tennessee, and the statute could not begin to run, until it was ascertained by the compact of 1802, that the land fell within the jurisdictional limits of Tennessee.