

311 U.S. 243  
MONTGOMERY WARD & CO. v.  
DUNCAN.

No. 30.

Argued Nov. 12, 1940.

Decided Dec. 9, 1940.

## 1. Courts ⇐385(1)

Where defendant moved for judgment notwithstanding verdict for plaintiff and in the alternative for new trial on grounds not appropriate to the motion for judgment, and motion for judgment was granted, but judgment was reversed on appeal, defendant's argument in the trial court that motion for new trial should not be decided because it passed out of existence on granting of motion for judgment would not preclude defendant on ground of "election" from urging in Supreme Court that case should be remanded by the Circuit Court of Appeals for disposition of the motion for new trial. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c.

See Words and Phrases, Permanent Edition, for all other definitions of "Election".

## 2. Courts ⇐353

Under federal rule, grant of motion for judgment notwithstanding the verdict did not effect an automatic denial of alternative motion for new trial. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c.

## 3. Courts ⇐353, 354

The federal rule permitting motion for judgment or motion for judgment joined with motion for new trial, or motion for new trial in the alternative, was adopted for purpose of speeding litigation and preventing unnecessary retrials, but it does not alter the right of either party to have a question of law reserved upon decision of which the court might enter judgment for one party in spite of a verdict in favor of the other. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c; U.S.C.A. Const. Amend. 7.

## 4. Courts ⇐353

The federal rule permitting motion for judgment or motion for judgment joined with a motion for new trial, or motion for new trial in the alternative, merely renders

unnecessary a formal reservation of a question of law, but it adds nothing of substance to rights of litigants theretofore existing through a more cumbersome procedure. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c.

## 5. New trial ⇐5

At common law, a motion for judgment notwithstanding the verdict did not preclude a motion for new trial, and the latter motion might be presented after the former had been denied.

## 6. Courts ⇐353

The federal rule permitting motion for judgment or motion for judgment joined with motion for new trial or motion for new trial in the alternative was not intended to alter the existing right to move for new trial theretofore recognized by statute. Federal Rules of Civil Procedure, rule 59(a, b), 28 U.S.C.A. following section 723c; Jud.Code § 269, 28 U.S.C.A. § 391.

## 7. Courts ⇐354

Under federal rule, a motion for judgment notwithstanding the verdict cannot be granted unless as a matter of law the opposing party failed to make a case and, therefore, a verdict in movant's favor should have been directed. Federal Rules of Civil Procedure, rule 59(b), 28 U.S.C.A. following section 723c.

## 8. Courts ⇐353

A motion for new trial may invoke the court's discretion in so far as it is based on claim that verdict is against weight of the evidence, that the damages are excessive, or that, for other reasons, the trial was not fair to movant, and may raise questions of law arising out of alleged substantial errors in admission or rejection of evidence or in instructions. Federal Rules of Civil Procedure, rule 59(b), 28 U.S.C.A. following section 723c.

## 9. Courts ⇐353, 354

The federal rule providing that a motion for new trial may be joined with motion for judgment or that a new trial may be prayed for in the alternative, does not confine trial judge to initial choice of disposing of either motion, the exercise of which charge precludes consideration of remaining motion, but rather the phrase "in the alternative" means that the things to which it refers are

to be taken not together but one in the place of the other. Federal Rules of Civil Procedure, rule 59(b), 28 U.S.C.A. following section 723c.

See Words and Phrases, Permanent Edition, for all other definitions of "In the Alternative".

#### 10. Courts ⇨353, 354

The federal rule permitting a motion for new trial to be joined with motion for judgment notwithstanding the verdict, or motion for new trial in the alternative contemplates that either party to the action may have the trial judge's decision on both motions if both are presented. Federal Rules of Civil Procedure, rule 59(b), 28 U.S.C.A. following section 723c.

#### 11. Courts ⇨353

Where a motion for judgment notwithstanding the verdict is made and new trial is prayed for in the alternative, if the trial court errs in granting the motion for judgment, the movant is entitled to have his motion for new trial considered in respect of asserted substantial trial errors and matters appealing to the discretion of the judge. Federal Rules of Civil Procedure, rule 59(b), 28 U.S.C.A. following section 723c.

#### 12. Courts ⇨353, 354

The federal rule permitting motion for judgment or motion for judgment joined with motion for new trial or motion for new trial in the alternative should be administered so as to accomplish all that is permissible under its terms. Federal Rules of Civil Procedure, rule 59(b), 28 U.S.C.A. following section 723c.

#### 13. Courts ⇨353, 354

Where a party moves for judgment notwithstanding the verdict and for new trial in the alternative, the trial judge should rule on the motion for judgment but whatever his ruling thereon, he should also rule on motion for new trial indicating the grounds of his decision. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c.

#### 14. Courts ⇨406(1, 2)

Where a party moves for judgment notwithstanding the verdict and for new trial in the alternative, if the trial judge denies judgment notwithstanding the verdict and

also denies a new trial, judgment on the verdict stands, and losing party may appeal from judgment entered thereon, assigning as error both refusal of judgment notwithstanding the verdict and errors of law in the trial, whereupon the appellate court may reverse the judgment and itself enter judgment notwithstanding the verdict, or may reverse and remand for a new trial for errors of law. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c.

#### 15. Courts ⇨405(12)

Where a party moves for judgment notwithstanding the verdict and for new trial in the alternative, if the trial judge grants judgment notwithstanding the verdict and denies motion for new trial, the party who obtained verdict may appeal from that judgment, the trial judge's order being essentially an "order nisi," since it is subject to review. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c.

See Words and Phrases, Permanent Edition, for all other definitions of "Order Nisi".

#### 16. Courts ⇨405(17)

Where a party moves for judgment notwithstanding the verdict and for new trial in the alternative, if the trial judge grants judgment notwithstanding the verdict and denies motion for new trial, the movant may cross-assign error in the opposing party's appeal, to rulings of law at the trial, so that if the appellate court reverses order for judgment notwithstanding the verdict, it may pass on errors of law which movant asserts nullify the judgment on the verdict. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c.

#### 17. Courts ⇨405(12), 406(2)

Where a party moves for judgment notwithstanding the verdict and for new trial in the alternative, if the trial judge enters judgment notwithstanding the verdict and in the alternative grants a new trial on any of the grounds assigned therefor, disposition of motion for new trial would not ordinarily be reviewable and only action in entering judgment would be ground of appeal, whereupon if the judgment is reversed, the case, on remand, would be governed by the trial judge's award of new trial. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c.

18. Courts ~~6~~ 406(2)

Where defendant moved for judgment notwithstanding verdict for plaintiff, and in the alternative for new trial, and motion for judgment was granted, without a ruling in the alternative, but judgment was reversed by the Circuit Court of Appeals, cause should have been remanded to the District Court to hear and rule on motion for new trial. Federal Rules of Civil Procedure, rule 50(b), 28 U.S.C.A. following section 723c.

On Writ of Certiorari to the United States Circuit Court of Appeals for the Eighth Circuit.

Action by Luther M. Duncan, employee, against Montgomery Ward & Co., employer, for injuries allegedly sustained as result of a fellow-servant's negligence. Judgment for defendant notwithstanding a verdict for plaintiff, 27 F.Supp. 4, was reversed by the Circuit Court of Appeals with directions, 108 F.2d 848, and defendant brings certiorari.

Judgment of Circuit Court of Appeals ordered modified.

244

Messrs. John A. Barr, of Chicago, Ill., and J. Merrick Moore, of Little Rock, Ark., for petitioner.

Mr. Edward H. Coulter, of Little Rock, Ark., for respondent.

Mr. Justice ROBERTS delivered the opinion of the Court.

In this case we are called upon to determine the appropriate procedure under Rule

50(b) of the Federal Rules of Civil Procedure.<sup>1</sup>

245

To recover damages for personal injuries, respondent (hereinafter spoken of as plaintiff) brought action against petitioner (hereinafter spoken of as defendant), pursuant to an Arkansas statute declaring that corporations should be liable for injuries to an employee attributable to the negligence of a fellow employee. The complaint alleged that the plaintiff, while in the defendant's service, had been so injured. The answer denied the plaintiff was an employee of the defendant; denied he was injured in the manner described or by the negligence of his co-employee, and set up assumption of risk. At the close of the evidence upon the trial, the defendant moved for a directed verdict. The motion was denied and the jury returned a verdict for plaintiff on which judgment was entered. Within ten days the defendant filed its written motion in the following form:

"Comes the defendant, Montgomery Ward & Company, and files its motion praying that the jury's verdict herein and the judgment rendered and entered thereon be set aside and judgment entered herein for the defendant notwithstanding the verdict, and its motion for a new trial in the alternative, and as grounds therefor states:"

Thereunder, in heading A, it set out nine reasons in support of the motion for judgment, four of which were general, to the effect that the verdict was contrary to law, to the evidence, to the law and the evidence, and that the court erred in refusing to direct a verdict. Four challenged the sufficiency of the evidence as to negligence, as to the existence of the employ-

<sup>1</sup> 308 U. S. Appendix, p. 63; U.S.C.A. Tit. 28, following section 723 c. "Whenever a motion for a directed verdict made at the close of all the evidence is denied or for any reason is not granted, the court is deemed to have submitted the action to the jury subject to a later determination of the legal questions raised by the motion. Within 10 days after the reception of a verdict, a party who has moved for a directed verdict may move to have the verdict and any judgment entered thereon set aside and to have judgment entered in accordance

with his motion for a directed verdict; or if a verdict was not returned such party, within 10 days after the jury has been discharged, may move for judgment in accordance with his motion for a directed verdict. A motion for a new trial may be joined with this motion, or a new trial may be prayed for in the alternative. If a verdict was returned the court may allow the judgment to stand or may reopen the judgment and either order a new trial or direct the entry of judgment as if the requested verdict had been directed. If no verdict was return-

ment relation,

246

and as to assumption of risk, to support the verdict. One dealt with the preponderance of the evidence and was therefore inappropriate in support of the motion.

Under heading B, in support of the motion for a new trial, the same reasons as were assigned for the other motion were, with an immaterial exception, repeated; and additional reasons were added to the effect that the damages were excessive; that the court erred in ruling upon evidence, and in refusing to give requested instructions.

The motion concluded thus:

"Wherefore, the defendant prays that the verdict of the jury herein, and the judgment rendered and entered thereon, be set aside, and a judgment rendered and entered herein in favor of the defendant; and defendant further prays in the alternative that in the event the Court refuses to set aside the verdict rendered for the plaintiff and the judgment in favor of the plaintiff rendered and entered on said verdict, and refuses to render and enter judgment herein in favor of the defendant notwithstanding said verdict and judgment, that the court set aside said verdict and judgment on behalf of the plaintiff and grant the defendant a new trial herein."

The District Court rendered an opinion<sup>2</sup> holding that there was no evidence of negligence on the part of the co-employee and that, therefore, judgment should be entered for the defendant.

The plaintiff filed a motion praying that, to limit the issues on appeal, the court's order and judgment specifically show the grounds on which relief was granted, and "in order that the judgment of the appel-

late court may be final", the motion for a new trial be overruled. The court, however, merely entered a judgment for the defendant notwithstanding the verdict.

247

The plaintiff filed a second motion reciting that, at a hearing upon his earlier motion, the defendant had resisted the contention that the court should rule on the motion for a new trial as that motion "passed out of existence and consideration on the granting of its motion for a judgment notwithstanding the verdict." The plaintiff further recited that the court did not pass upon the plaintiff's contentions but simply entered a judgment in favor of the defendant, and renewed his prayer that the court consider the motion, modify the judgment to specify the grounds upon which relief was granted, and dispose of all issues raised by both motions. This was denied.

The plaintiff appealed to the Circuit Court of Appeals, which decided that the District Court erred in holding the evidence insufficient to make a case for a jury. It reversed the judgment and remanded the cause with instructions to the District Court to enter judgment on the verdict in favor of the plaintiff.<sup>3</sup> It overruled the defendant's contention that the case should be remanded with leave to the trial court to dispose of the motion for a new trial.

The importance of a decision by this court, respecting the proper practice under Rule 50(b), and a conflict of decisions,<sup>4</sup> moved us to grant certiorari. 309 U.S. 650, 60 S.Ct. 809, 84 L.Ed. 1001.

The Circuit Court of Appeals said:

"Strictly speaking the motion did not pray for relief in the 'alternative', giving the court a choice between

248

two propositions

ed the court may direct the entry of judgment as if the requested verdict had been directed or may order a new trial."

<sup>2</sup> 27 F.Supp. 4.

<sup>3</sup> 8 Cir., 108 F.2d 848, 853.

<sup>4</sup> *Pruitt v. Hardware Dealers Mutual Fire Ins. Co.*, 5 Cir., 112 F.2d 140; *Pesagno v. Euclid Investment Co., Inc.*, App.D.C., 112 F.2d 577. Other cases cited seem not to have raised the precise question here presented. *Leader v. Apex*

*Hosiery Co.*, 3 Cir., 108 F.2d 71, affirmed 310 U.S. 469, 60 S.Ct. 982, 84 L. Ed. 1311, 128 A.L.R. 1044; *Massachusetts Protective Ass'n v. Moubert*, 8 Cir., 110 F.2d 203; *Lowden v. Denton*, 8 Cir., 110 F.2d 274; *Reliance Life Ins. Co. v. Burgess*, 8 Cir., 112 F.2d 234; *Ferro Concrete Construction Co. v. United States*, 1 Cir., 112 F.2d 488; *Williams v. New Jersey-New York Transit Co.*, 2 Cir., 113 F.2d 649; *Southern Ry. Co. v. Bell*, 4 Cir., 114 F.2d 341.

either of which he might grant in the first instance. The court was asked to rule on the motion for a new trial only 'in the event' he 'refuses to set aside the verdict \* \* \* and judgment \* \* \* and refuses to enter judgment herein in favor of the defendant. \* \* \*'. The court having granted the prayer of the motion as made did not err in not ruling on the motion for a new trial. The condition on which the court was asked to grant a new trial did not come into existence. The new rules are not intended to prolong litigation by permitting litigants to try cases piecemeal. Their purpose would not be accomplished if when relief is asked on condition or in the alternative the successful party could on reversal go back to the trial court and demand a ruling on his conditional or alternative proposition. The order sustaining the motion for judgment notwithstanding the verdict was equivalent to a denial of the motion for a new trial; and the latter motion passed out of the case upon the entry of the order."

The defendant contends that the rule continues the existing practice respecting granting of new trials, and also regulates the procedure for rendering judgment notwithstanding a verdict; that the provision for an alternative motion for a new trial would be meaningless and nugatory if the granting of the motion for judgment operated automatically to dismiss it, since the bases of the two motions are, or may be, different, and orderly procedure requires that the court first rule on the motion for judgment, the granting of which renders unnecessary a ruling upon the motion for a new trial, which should be reserved until final disposition of the former.

The plaintiff insists that the trial court is limited to a choice of action on one motion or the other, but cannot rule upon the motion for judgment and leave that for a new trial to be disposed of only if judgment notwithstanding

249

the verdict is denied. He further asserts, in support of the judgment below, that the uncontradicted allegations of his motion in the District Court disclose that defendant elected to stand upon its motion for judgment alone and that it cannot now repudiate the position thus taken.

We shall consider the plaintiff's contentions in inverse order.

[1] 1. While we took the case to review the Circuit Court's construction of the rule, it is true that if the defendant elected to stand on its motion for judgment and, in effect, withdrew its motion for a new trial, we do not reach the question involved in our grant of certiorari. We are, however, unable to spell out any such election or withdrawal. The motion for a new trial assigned grounds not appropriate to be considered in connection with the motion for judgment. It put forward claims that the verdict was against the weight of the evidence and was excessive; that the court erred in rulings on evidence and in refusing requested instructions. An affirmative finding with respect to any of these claims would have required a new trial whereas none of them could be considered in connection with the motion for judgment.

We think that when the defendant urged upon the District Court that it should not decide the motion for a new trial because it passed out of existence and consideration on the granting of the motion for judgment, all that defendant meant was that, having granted the motion for judgment, the court had no occasion to pass upon the reasons assigned in support of the motion for a new trial. That would obviously have been true if no appeal had been taken from the District Court's action or if that action had been affirmed upon appeal.

[2] 2. We come then to the substantial question which moved us to issue the writ, namely, whether under Rule

250

50(b) the District Court's grant of the motion for judgment effected an automatic denial of the alternative motion for a new trial. We hold that it did not.

[3] The rule was adopted for the purpose of speeding litigation and preventing unnecessary retrials. It does not alter the right of either party to have a question of law reserved upon the decision of which the court might enter judgment for one party in spite of a verdict in favor of the other.<sup>5</sup> Prior to the adoption of the rule,

<sup>5</sup> Compare *Slocum v. New York Life Ins. Co.*, 228 U.S. 364, 33 S.Ct. 523, 57 L.Ed. 879, Ann.Cas.1914D, 1029 with

*Baltimore & C. Line v. Redman*, 295 U.S. 654, 55 S.Ct. 890, 79 L.Ed. 1636.

in order to accomplish this it was necessary for the court to reserve the question of law raised by a motion to direct a verdict.<sup>6</sup> The practice was an incident of jury trial at common law at the time of the adoption of the Seventh Amendment to the Constitution.<sup>7</sup>

[4] Rule 50(b) merely renders unnecessary a request for reservation of the question of law or a formal reservation and, in addition, regulates the time and manner of moving for direction and of moving for judgment on the basis of the refusal to direct. It adds nothing of substance to rights of litigants heretofore existing and available through a more cumbersome procedure.

[5,6] A motion for judgment notwithstanding the verdict did not, at common law, preclude a motion for a new trial.<sup>8</sup> And the latter motion might be, and often was, presented after the former had been denied. The rule was not intended to alter the existing right to move for a new trial theretofore recognized and confirmed by statute.<sup>9</sup> It permits the filing of a motion for judgment

251

in the absence of a motion for a new trial or the filing of both motions jointly or a motion for a new trial in the alternative.

[7,8] Each motion, as the rule recognizes, has its own office. The motion for judgment cannot be granted unless, as matter of law, the opponent of the movant failed to make a case and, therefore, a verdict in movant's favor should have been directed. The motion for a new trial may invoke the discretion of the court in so far as it is bottomed on the claim that the verdict is against the weight of the evidence, that the damages are excessive, or that, for other reasons, the trial was not fair to the

party moving; and may raise questions of law arising out of alleged substantial errors in admission or rejection of evidence or instructions to the jury.

[9] We are of opinion that the provision of the rule,—“A motion for a new trial may be joined with this motion, or a new trial may be prayed for in the alternative”—does not confine the trial judge to an initial choice of disposing of either motion, the exercise of which choice precludes consideration of the remaining motion. We hold that the phrase “in the alternative” means that the things to which it refers are to be taken not together but one in the place of the other.<sup>10</sup>

[10,11] The rule contemplates that either party to the action is entitled to the trial judge's decision on both motions, if both are presented. A decision in favor of the moving party upon the motion for judgment ends the litigation and often makes it possible for an appellate court to dispose of the case without remanding it for a new trial. If, however, as in the present instance, the trial court erred in granting the motion the party against whom the verdict went is entitled to have his motion for a new trial considered in respect of asserted substantial trial errors

252

and matters appealing to the discretion of the judge. In this case the reasons assigned in support of the motion for a new trial were in both categories. The grounds assigned for a new trial have not been considered by the court. In the circumstances here disclosed the uniform practice in state appellate courts has been to remand the case to the trial court with leave to pass upon the motion for new trial.<sup>11</sup>

The plaintiff urges that, whereas the rule was intended to expedite litigation, to

<sup>6</sup> *Baltimore & C. Line v. Redman*, supra, 295 U.S. page 659, 55 S.Ct. page 892, 79 L.Ed. 1636.

<sup>7</sup> *Ibid.*, 295 U.S. page 660, 55 S.Ct. page 893, 79 L.Ed. 1636.

<sup>8</sup> *Thompson, Trials*, (2d) Ed. § 2726; *Brannon v. May*, 42 Ind. 92; *Stone v. Hawkeye Ins. Co.*, 68 Iowa 737, 28 N.W. 47, 56 Am.Rep. 870; *Tomberlin v. Chicago, etc., Ry. Co.*, 211 Wis. 144, 148, 246 N.W. 571, 248 N.W. 121.

<sup>9</sup> See Rule 59(a) U.S.C.A. following

section 723c; cf. Judicial Code § 269, as amended, 28 U.S.C. § 391, 28 U.S.C.A. § 391.

<sup>10</sup> The word “alternative” may be used properly in this sense. See Webster's International Dictionary, Second Edition.

<sup>11</sup> *Bryan v. Inspiration Consol. Copper Co.*, 24 Ariz. 47, 206 P. 402; *Estate of Caldwell*, 216 Cal. 694, 16 P.2d 139; *Hayden v. Johnson*, 59 Ga. 104; *Chicago & N. W. Ry. Co. v. Dimick*, 98 Ill. 42; *Daniels v. Butler*, 175 Iowa, 439, 155 N.

prevent unnecessary trials, and to save the time of courts and litigants, the course urged by the defendant tends to extend the duration of litigation, to create unnecessary hardship, and to defeat the purpose of the rule.

We are of opinion that the position is untenable. This case well illustrates the efficacy of the procedure sanctioned by the rule. In view of the trial judge's conclusion that the plaintiff failed to make out a case for the jury he would, under the earlier practice, simply have

253

granted a new trial. Upon the new trial, the judge, in his view as to the law remained unchanged, would have directed a verdict for the defendant. The only recourse of the plaintiff would have been an appeal from this second judgment. If the appellate court had been of the view it here expressed, it would have reversed that judgment and remanded the cause for a third trial. Upon such third trial, if the trial court had ruled upon the evidence and given the instructions to which the defendant objects a judgment for the plaintiff would have been the subject of a third appeal and, if the defendant's position were sustained by the appellate court, the cause would be remanded for a fourth trial at which proper rulings would be rendered and proper instructions given.

[12] Much of the delay formerly encountered may be avoided by pursuing the course for which the defendant contends. But the courts should so administer the rule as to accomplish all that is permissible under its terms. Is it necessary, if the trial judge's order for judgment be reversed on appeal, that only thereafter he deal with the alternative motion? If so,

and he then refuses to set aside the original judgment, a second appeal will lie,—not from his order denying a new trial, for that order, save in most exceptional circumstances, is not appealable,<sup>12</sup> but from the judgment entered on the verdict, for errors of law committed on the trial. Can such a second appeal be avoided in the interest of speeding litigation? We think so.

[13-16] If alternative prayers or motions are presented, as here, we hold that the trial judge should rule on the motion for judgment. Whatever his ruling thereon he should also rule on the motion for a new trial, indicating the grounds of his decision. If he denies a judgment n. o. v. and also denies a new trial the judgment on the verdict stands, and the losing party may appeal

254

from the judgment entered upon it, assigning as error both the refusal of judgment n. o. v. and errors of law in the trial, as heretofore.<sup>13</sup> The appellate court may reverse the former action and itself enter judgment n. o. v. or it may reverse and remand for a new trial for errors of law. If the trial judge, as he did here, grants judgment n. o. v. and denies the motion for a new trial, the party who obtained the verdict may, as he did here, appeal from that judgment. Essentially, since his action is subject to review, the trial judge's order is an order nisi. The judgment on the verdict may still stand, because the appellate court may reverse the trial judge's action. This being so, we see no reason why the appellee may not, and should not, cross-assign error, in the appellant's appeal, to rulings of law at the trial, so that if the appellate court reverses the order for judgment n. o. v., it may pass on

W. 1013; *Linker v. Union Pac. R. Co.*, 87 Kan. 186, 123 P. 745; *Cummins' Estate*, 271 Mich. 215, 259 N.W. 894; *Kies v. Searles*, 146 Minn. 359, 178 N.W. 811; *Central Metropolitan Bank v. Fidelity & Casualty Co.*, 159 Minn. 28, 198 N.W. 137; *Wegmann v. Minneapolis St. Ry. Co.*, 165 Minn. 41, 205 N.W. 433; *Trovatten v. Hanson*, 171 Minn. 130, 218 N.W. 536; *Fisk v. Henarie*, 15 Or. 89, 13 P. 760; *Osche v. New York L. I. Co.*, 324 Pa. 1, 187 A. 396; *Altomari v. Kruger*, 325 Pa. 235, 188 A. 828; *Raske v. Northern Pac. Ry. Co.*, 74 Wash. 155, 132 P. 865; *McLain v. Easley*, 146 Wash. 377, 262 P. 975, 264 P.

714. Statutory provisions or rules render it possible in some states to bring the grounds for new trial or the action of the trial court on the motion for new trial before the appellate court. See *Peters v. Aetna L. I. Co.*, 282 Mich. 426, 276 N.W. 504; *Kauders v. Equitable L. I. Co.*, 299 Ill.App. 152, 19 N.E.2d 630; *Dochtermann Van & Express Co. v. Fiss, Doerr & Carroll Horse Co.*, 155 App.Div. 162, 140 N.Y.S. 72.

<sup>12</sup> See *Fairmount Glass Works v. Culb Fork Coal Co.*, 287 U.S. 474, 481-485, 53 S.Ct. 252, 254, 255, 77 L.Ed. 439.

<sup>13</sup> *Hall v. Weare*, 92 U.S. 728, 732, 23 L.Ed. 500.

the errors of law which the appellee asserts nullify the judgment on the verdict.<sup>14</sup>

[17] Should the trial judge enter judgment n. o. v. and, in the alternative, grant a new trial on any of the grounds assigned therefor, his disposition of the motion for a new trial would not ordinarily be reviewable,<sup>15</sup> and only his action in entering judgment would be ground of appeal. If the judgment were reversed, the case, on remand, would be governed by the trial judge's award of a new trial.

[18] We might reverse and direct that the cause be remanded to the District Court to pass on both motions.

255

But that course would, in the circumstances, be neither fair nor practical. As respects federal courts, the procedure permitted by the rule is novel. The provision which is involved in this case substantially follows the first state statute to authorize such procedure.<sup>16</sup> The Supreme Court of that State has construed the statute to permit the trial judge to pass on the motion for judgment, leaving the motion for a new trial for later disposition. In the event that his decision is reversed, the practice is to remand the cause with leave to the trial judge to pass upon the motion for a new trial.<sup>17</sup> It was therefore not unnatural for the defendant to advocate that course, or for the trial judge to follow it.

In the circumstances, we think the failure of the District Court to rule in the alternative on both matters can be cured without depriving the defendant of opportunity to have its motion for a new trial heard and decided by the trial court, by modifying the judgment below to provide that the cause be remanded to the District Court to hear and rule upon that motion.

So ordered.

Modified.

<sup>14</sup> This procedure is prescribed under a statute and a supplementary court rule in Michigan; *Peters v. Aetna Life Ins. Co.*, 282 Mich. 426, 276 N.W. 504, and perhaps is indicated in Wisconsin in the absence of statute or formal rule: *Tomberlin v. Chicago, St. P., M. & O. R. Co.*, 211 Wis. 144, 149, 246 N.W. 571, 248 N.W. 121.

<sup>15</sup> *United States v. Young*, 94 U.S. 258, 24 L.Ed. 153; *Young v. United States*,

311 U.S. 273  
**WRIGHT v. UNION CENTRAL LIFE  
INS. CO. et al.**

No. 51.

Argued Nov. 20-22, 1940.

Decided Dec. 9, 1940.

Rehearing Denied Jan. 13, 1941.

See 312 U.S. 711, 61 S.Ct. 445, 85 L.Ed. —.

#### 1. Bankruptcy $\S$ 38

If farmer who has sought an agricultural composition and subsequently has asked to be adjudged a bankrupt asks for an appraisal, it is duty of court to make it upon such request, in which event the three-year stay provided for in Bankruptcy Act may start to run only after appraisal has been made. Bankr. Act  $\S$  75, sub. s(2), 11 U.S.C.A.  $\S$  203, sub. s(2).

#### 2. Bankruptcy $\S$ 38

Under Bankruptcy Act provisions authorizing a farmer-debtor who has failed to obtain creditors' acceptance of composition or extension proposal to seek bankruptcy adjudication, and providing that debtor may redeem property upon payment into court of amount of appraisal of property, the granting of request for a public sale, and the seemingly inconsistent remedy of granting of a request for a valuation at which debtor may redeem are "mandatory". Bankr. Act  $\S$  75, sub. s(3), 11 U.S.C.A.  $\S$  203, sub. s(3).

See Words and Phrases, Permanent Edition, for all other definitions of "Mandatory".

#### 3. Bankruptcy $\S$ 38

The Bankruptcy Act providing for agricultural compositions or extensions and authorizing a farmer-debtor who has failed to obtain creditors' acceptance of composition or extension proposal to seek bankruptcy adjudication provides a procedure to effectuate a broad program of rehabilitation of dis-

95 U.S. 641, 24 L.Ed. 467; *Phillips v. Negley*, 117 U.S. 665, 671, 6 S.Ct. 901, 903, 29 L.Ed. 1013; *Hume v. Bowie*, 148 U.S. 245, 13 S.Ct. 582, 37 L.Ed. 438; *Fairmount Glass Works v. Cub Fork Coal Co.*, supra.

<sup>16</sup> 2 Mason's Minnesota Statutes (1927)  $\S$  9495.

<sup>17</sup> See the Minnesota cases cited in note 11.