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NAT WILK, Appellant, v. CHARLES A. VENCILL et al., Respondents.

- [1] Frauds, Statute of—Estoppel to Assert.—A wife who refused to carry out a promise to sign a contract to sell residential property owned by her and her husband in joint tenancy is estopped to invoke the statute of frauds where the prospective purchaser, in reliance on her representations that she consented to the sale and would sign the contract and also on her acts in encouraging his preparations to move into the house with his family, relinquished an opportunity to buy another home in that neighborhood.
- [2] Specific Performance Pleading Complaint.—In an action for specific performance of a contract to sell residential property owned in joint tenancy by husband and wife, a complaint alleging her refusal to carry out a promise to sign the contract and facts which would estop her from relying on the statute of frauds, including plaintiff's loss of an opportunity to purchase another home in reliance on such promise, was not insufficient because of the failure to allege that the wife knew of such opportunity.
- [3] Frauds, Statute of Estoppel to Assert. The doctrine of estoppel is not destructive of the statute of frauds. Without the qualifying doctrine of estoppel in a proper case, the statute would encourage rather than prevent the perpetration of frauds.
- [4a, 4b] Specific Performance Pleading Demurrer.—In an action for specific performance of a contract to sell realty owned in joint tenancy by husband and wife, it was error to sustain the husband's demurrer to the complaint without leave to amend, assuming that the complaint was insufficient as to the wife because she refused to sign the contract, where the contract did not show on its face that both joint tenants were to sign.
- [5] Cotenancy—Joint Tenancy—Conveyances. One joint tenant may dispose of his interest in real property without the consent of the other.

^[1] See 12 Cal.Jur. 935; 49 Am.Jur. 888.

McK. Dig. References: [1] Frauds, Statute of, § 59(4); [2] Specific Performance, § 101; [3] Frauds, Statute of, § 59(1); [4] Specific Performance, § 124; [5] Cotenancy, § 7; [6] Specific Performance, § 16; [7] Specific Performance, § 29(1); [8] Pleading, § 103.

Specific Performance—Availability of Remedy.—A party may agree to convey more than he possesses and, although he cannot fully perform, specific performance may be available in of ar as it is possible.

1d. — Contract — Certainty. — A contract to sell residential property owned in joint tenancy by husband and wife was infficiently clear in its statement of terms to support a decree specific performance where it recited that a designated portion of the purchase price was to be deposited in escrow within a certain time after a property settlement agreement was executed between the seller and his wife, that the property was to be subject to encumbrances for the unpaid balance, and that the wife would surrender possession of the property when she was able to procure other living accommodations.

Pleading — Demurrer to Complaint — Amendment After Demurrer Sustained.—Where a complaint is sufficient as against general demurrer, it is improper to sustain special demurrers without leave to amend.

PPEAL from a judgment of the Superior Court of Los les County. Alfred E. Paonessa, Judge. Reversed.

tion for specific performance or damages. Judgment of ssal after sustaining demurrers to complaint without to amend, reversed.

ibert G. Bergman for Appellant.

amuel H. Robinson and Harold M. Heimbaugh for Redents.

TAYNOR, J.—This appeal is from a judgment of the rior court dismissing an action for specific performance mages after defendants' demurrers to plaintiff's fourth ided complaint had been sustained without leave to amend. I following facts are alleged in the fourth amended plaint. Defendants, husband and wife, are the owners lint tenancy of a house and lot. On July 24, 1945, plaining defendant husband executed the following agreement: Received of Nat Wilk, the sum of Ten Dollars as part ment for my real property located at 425 North Martel Los Angeles, California.

The entire price to be paid for the above described propis the sum of Eighty-Nine Hundred Dollars and to be as follows: "Five Thousand Dollars Cash in escrow to be commenced within thirty days after a property settlement agreement is executed between the undersigned seller herein and his wife.

"Also this property to be sold to said Nat Wilk subject to two encumbrances wherein their total unpaid balances is the sum of approximately Thirty-Nine Hundred Dollars.

"Further this within option to purchase the above described property is made with the specific understanding that the undersign's wife will surrender possession thereof when and if she is able to procure other living accommodations.

Dated July 24, 1945. Chas. A. Vencill

"I accept the within option.
"July 24, 1945.
Nat Wilk"

Plaintiff gave defendant wife a copy of this agreement and requested that she join in its execution. She stated that she approved of and consented to the sale and agreed to sign the agreement as well as any other documents necessary to the transfer of title. Mrs. Vencill informed plaintiff of marital difficulties between her and her husband and said that they were living apart and were negotiating a property settlement. She stated that she wished to defer execution of the agreement until she and her husband completed their property settlement agreement. She estimated that this would be accomplished in about a week from July 24, 1945, and that immediately thereafter she would sign the agreement to sell the property.

Plaintiff was negotiating to purchase another home for himself and his family in the neighborhood where defendants live. The price was approximately the same as that fixed by defendants for their house, and the two houses were much alike. Plaintiff decided to purchase defendants' house and the other house was subsequently sold to another. When defendants later refused to sell there was no other house available in that neighborhood. Within a day or two after Mr. Vencill signed the agreement to which Mrs. Vencill orally assented, plaintiff made arrangements, in her presence, with painters and contractors to make repairs and improvements to the property. Mrs. Vencill told plaintiff that she was happy that he and his family were going to live in the house and that she preferred them to any other prospective purchasers. She stated that she was sure that they would be

happy in the home after it was redecorated and repaired. The next day she agreed to sell the bedroom rugs to plaintiff, at a price to be fixed when she moved out. Plaintiff spent about two weeks after July 24, 1945, cutting, cleaning and watering the grounds and premises, devoting his time thereto to the exclusion of his law practice. He also expended \$10 cmploying another person to assist him.

Defendants executed their property settlement agreement on or about July 31, 1945, and at that time, or immediately thereafter, plaintiff asked Mrs. Vencill to carry out her agreement. Mrs. Vencill refused, stating that she was arranging to sell the property to others, having been advised that plaintiff could not enforce the performance of her promise.

Plaintiff contends that when Mrs. Vencill made her promses she did so with the secret reservation not to perform and with the intention of misleading and deceiving him. Plaintiff indered the \$5,000 within the prescribed time and the tender as refused. He states that the price of \$8,900 is fair and as fair at the time of the execution of the agreement. The defendants agreed to sell the proprty to another on or about August 15. 1945, for about \$9,000, but this sale has not yet been consummated. Plaintiff requests specific performance or, if that is not possible, damages. Both defendants separately demurred generally and specially and their demurrers were ustained without leave to amend.

Plaintiff contends that although Mrs. Vencill did not in the contract as required by the statute of frauds (Code Proc., § 1973; Civ. Code, § 1624), her conduct was cufficient to bar her from invoking the statute. Defendants contend that plaintiff can show only that he relied upon her promise to sign the sales contract and that the failure to mply with a promise cannot serve as a basis for estoppel. The same contention was advanced in Seymour v. Oelrichs, Cal. 792, 797 [106 P. 88, 134 Am.St.Rep. 154], upon which defendants rely. It was there stated that although the flure to make a writing as agreed is not such fraud as will move a case from the operation of the statute of frauds. der the doctrine of equitable estoppel "a representation future intention, absolute in form, deliberately made for purpose of influencing the conduct of the other party if acted upon by the other party, is generally the source right, and may amount to a contract enforceable as such court of equity." (Pp. 797-798.) Plaintiff alleged that Mrs. Vencill told him that she consented to the sale and that she would sign the agreement in the near future; that in reliance upon her representations and acts he relinquished his opportunity to buy another home in that neighborhood within his price range; and that her words and acts led him to rely upon the security of his agreement. He thereby lost more than the subject of the agreement; he lost the opportunity to purchase another home. [2] Plaintiff does not allege that Mrs. Vencill knew of his opportunity to buy another home. but he states that he can prove that she did and that he requested the trial court to allow him to amend his complaint in order to add this allegation. The failure to make the allegation, however, is not fatal to his statement of a cause of action. The object of Mrs. Vencill's representations was to lead plaintiff to consider himself entitled to buy her house and to regard his search for a family home as ended. She encouraged his preparations to move into her house with his family. Since his change of position was a natural and probable consequence of his reliance upon her representations, it is immaterial whether or not she actually knew of his opportunity to purchase another home in that neighborhood

[3] The doctrine of estoppel is not destructive of the statute of frauds. (Halsey v. Robinson, 19 Cal.2d 476, 482 [122 P.2d 11].) Without the qualifying doctrine of estoppel in a proper case the statute would encourage rather than prevent the perpetration of frauds. (Wilson v. Bailey, 8 Cal.2d 416, 422 [65 P.2d 770].) [4] Plaintiff must still establish the truth of his allegations, and if he does not prove the contract, the reliance, and the change of position by a preponderance of the evidence, he cannot recover. (See Notten v. Mensing, 3 Cal.2d 469, 477 [45 P.2d 198]; Notten v. Mensing, 3 Cal.2d 469, 477 [45 P.2d 198]; Notten v. Mensing, 3 Cal.2d 469, 477 [45 P.2d 198]; Notten v. Mensing, 3 Cal.2d 469, 477 [45 P.2d 198]; Notten v. Mensing, 3 Cal.2d 469, 477 [45 P.2d 198]; Notten v. Mensing, 3 Cal.2d 469, 477 [45 P.2d 198]; Notten v. Mensing, 3 Cal.2d 469, 477 [45 P.2d 198]; Notten v.

sing, 20 Cal.App.2d 694, 697 [67 P.2d 734].)

Mr. Vencill contends that if his wife is successful in her defense on the statute of frauds, he cannot be held to the contract on the ground that where one of two joint tenants contracts to sell real estate and the other joint tenant does not execute the contract, the party executing the agreement cannot be compelled to convey his own undivided interest since he contracted to sell the entire property and not simply his undivided interest therein. Assuming that plaintiff cannot sustain his burden of proof as against Mrs. Vencill, it does not follow that plaintiff's complaint against her husband must be dismissed. [5] One joint tenant may dispose of

interest without the consent of the other. (Delanoy V. Delanoy, 216 Cal. 23, 26 [13 P.2d 513].) [6] Further, a narty may agree to convey more than he possesses and, although he cannot fully perform, specific performance may be vailable in so far as it is possible. (Armstrong v. Sacramento R. Co., 52 Cal.App. 110, 116 [198 P. 217]; see 5 Williston Contracts, § 1436; Rest., Contracts, § 365.) [4b] The intract does not show on its face that both joint tenants were sign. Mr. Vencill, in view of his impending separation, have intended to convey his interest whatever the deciof his wife. The nature and extent of plaintiff's recovif any, against Mr. Vencill will be decided after the have been presented to the trial court. It was thereerror to sustain Mr. Vencill's demurrer, regardless of ruling with respect to his wife.

There are other objections raised by defendants, establishat most only plaintiff's inability to obtain specific permance. [7] The contract is sufficiently clear in its statemost of terms to support a decree of specific performance Donnell v. Lutter, 68 Cal.App.2d 376, 383 [156 P.2d], and the trial court may require additional claffications the pleadings if necessary, or deny specific performance that remedy is not proper. [8] The complaint is sufficient that a general demurrer, however, and in such a case it is proper to sustain special demurrers without leave to amend. Sumbia Pictures Corp. v. De Toth, 26 Cal.2d 753, 762 P.2d 217, 162 A.L.R. 747]; Wilkerson v. Seib, 20 Cal. 2556, 564 [127 P.2d 904].)

ribson, C. J., Shenk, J., Edmonds, J., Carter, J., Schauer, and Spence, J., concurred.

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The judgment is reversed.

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