

right, is precluded from setting up the forgery or want of authority.

CHAPTER III.

CONSIDERATION OF NEGOTIABLE INSTRUMENTS.

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43. Presumption of consideration. 46. When lien on instrument constitutes holder for value.
 44. What constitutes consideration. 47. Effect of want of consideration.
 45. What constitutes holder for value. 48. Liability of accommodation party.

43. Every negotiable instrument is deemed *prima facie* to have been issued for a valuable consideration; and every person whose signature appears thereon to have become a party thereto for value.

44. Value is any consideration sufficient to support a simple contract. An antecedent of pre-existing debt constitutes value; and it is deemed such whether the instrument is payable on demand or at a future time.

45. Where value has at any time been given for the instrument, the holder is deemed a holder for value in respect to all parties who became such prior to that time.

46. Where the holder has a lien on the instrument, arising either from contract or by implication of law, he is deemed a holder for value to the extent of his lien.

47. Absence or failure of consideration is matter of defense as against any person not a holder in due course; and partial failure of consideration is a defense *pro tanto*, whether the failure is an ascertained and liquidated amount or otherwise.

48. An accommodation party is one who has signed the instrument as maker, drawer, acceptor or indorser, without receiving value therefor, and for the purpose of lending his name to some other person. Such a person is liable on the instrument to a holder for value, notwithstanding such holder at the time of taking the instrument knew him to be only an accommodation party.

CHAPTER IV.

NEGOTIATION.

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