

ACT 12

An Act Prohibiting Covenants in Leases Wherein the Lessee Must Sell His Crop to the Lessor.

Be it Enacted by the Legislature of the State of Hawaii:

SECTION 1. Unlawful covenants. It shall be unlawful for any person, association, firm or corporation, as the lessor, to lease agricultural or farm lands with covenants or clauses in the lease stating that the lessee must sell all or a portion of the crop grown on such agricultural or farm lands to the lessor.

SECTION 2. No recovery on illegal covenants. Any covenant or clause contained in any lease made by any person, association, firm or corporation in violation of this Act is hereby declared to be illegal, and no recovery thereon shall be had, provided that such illegal covenant or clause shall not affect the validity of the remainder of such lease.

SECTION 3. This Act shall take effect upon its approval, provided, however, that the provisions of this Act shall not apply to leases existing at or prior to the effective date hereof.

(Approved May 8, 1961.) **S.B. 860.**
