

Wm. H. Brown Collection

cat.
Sc^o

YALE UNIVERSITY

JOV 2 1931
LIBRARY.

Wm. H. Brown Collection

YALE UNIVERSITY
JAN 23 1937
LIBRARY

—ESTABLISHED 1861.—

BANKING HOUSE

—OF—

BUNNELL & SCRANTON,

216 & 218 Chapel Street.

New Haven, Conn., May, 1882.

The Stockholders of the American District Steam Co., having given unanimous consent to the issue of \$200,000 of Preferred Stock, the Board of Directors of the Company have appointed Messrs. Gold, Barbour & Swords of New York City, and ourselves, Agents for the sale of the same.

After having satisfied ourselves that it promises a safe investment, and after a careful examination, we recommend it to our customers and would be pleased to have you look at the prospectus which we give in this circular.

Respectfully yours,

BUNNELL & SCRANTON.

Ndy 53

U2

+ Am 12m

150

SIX PER CENT. PREFERRED STOCK

—OF—

The American District Steam Company,

DIVIDENDS PAYABLE SEMI-ANNUALLY,

January 1st and July 1st, in New York City.

Convertible into Common Stock at the rate of five shares of Preferred for six shares of Common; and if not so converted, to be redeemable at option of the Company, after five years, at 110 per cent. and accrued dividends.

LIMIT OF ISSUE, \$200,000.

SHARES, \$100 EACH.

PRICE, PAR AND ACCRUED INTEREST.

THIS Company has succeeded, by purchase, to the control of the patents of the HOLLY STEAM COMBINATION COMPANY LIMITED, of Lockport, N. Y., issued in the United States, Canada, England, France, Germany and Belgium, for warming buildings and furnishing power for manufacturing and other purposes, from central points in cities and towns, to districts embraced in a radius of one mile or more.

The business of the company is to sell licenses to use the system, to local companies organized for its introduction, and to construct the steam works and manufacture and furnish the patented devices controlled by this Company, under such licenses.

Local companies have already been established in the cities of Lockport, Auburn and Troy, N. Y., Springfield and Lynn, Mass., Detroit, Mich., Dubuque and Burlington, Ia., Belleville, Ill., Denver, Col., New Haven, Conn., and at other points. Systems are also in process of construction in Philadelphia and in New York City; at which latter place more than one million dollars has already been expended in the purchase of real estate, building of boiler-houses, pipe laying, etc., and the work is now being vigorously pushed by the New York Steam Company, under liberal powers from the city. Charters have been obtained and organizations effected in other of the larger cities of the United States, and the work of construction in these is expected to commence in earnest early in the coming Summer.

There are over two hundred and fifty cities in the United States having a population of ten thousand and upwards, besides smaller towns where it is believed steam-heating can be profitably introduced, and the field for operations in the crowded cities of Europe is still greater, the subject having been already agitated in Vienna, Berlin, Paris, Amsterdam, and other portions of the Continent.

The Steam service of this Company is practically without a rival. It has passed the point of mere experiment and is becoming the recognized system of the future—as practicable, as necessary and as certain as the systems for distribution of light and water—and the Holly steam patents are working into popular use even more rapidly and widely than the well-known system for water supply to cities invented and introduced by the same engineer.

Estimating the future by the past, the revenues of the American District Steam Company arising from the sources named are destined to an immense growth.

Of the \$10,000,000 Capital Stock of this Company, \$200,000 only is issued as Preferred Stock, entitled to dividends at the rate of six per cent. per annum, payable semi-annually, January 1st and July 1st. This preferred Stock is issued to enlarge the facilities and to enable the Company to supply the rapidly increasing demand for the patented devices of the Company, and to provide for contracts to be carried out this Summer.

The fact that this method of furnishing steam for power and heating purposes has now been so long in use demonstrates that it will ever be in demand, and the Company now established in our own city is furnishing steam and power to the satisfaction of all who are using it.

As additional security for the payment of dividends on the Preferred Stock, there has been placed with the Farmers' Loan and Trust Co., of New York, as trustee, two hundred thousand dollars in Stock of local steam heating companies, with power to sell in case of default in payment of dividends, and to apply the proceeds to the payment of any deficiency.