

Subscription lists will close on or before March 26th, 1919

Issue of

MONTREAL, March 19th, 1919

\$850,000

OTTAWA GAS COMPANY

6% Twenty-Year Refunding Mortgage Sinking Fund Gold Bonds

GUARANTEED UNCONDITIONALLY AS TO PRINCIPAL AND INTEREST BY OTTAWA LIGHT, HEAT AND POWER COMPANY, LIMITED

Dated March 1st, 1919.

Due March 1st, 1939.

Interest payable 1st March and September. Principal and semi-annual interest payable in gold coin at Montreal, Ottawa, Toronto, New York or London, Eng. Coupon Bonds with privilege of registration as to principal. Redeemable as a whole or in part, at the Company's option on sixty days' notice, on any interest date at 103 and accrued interest. Montreal Trust Company, Trustee.

DENOMINATIONS: \$1,000 and \$500

CAPITALIZATION

	Authorized.	Outstanding.
Common Shares (paying 6 per cent.)	\$2,000,000	\$2,000,000
5 Per Cent. Consolidated Mortgage Bonds, due 1934	250,000	150,000
6 Per Cent. Refunding Mortgage Bonds	1,000,000	850,000

SECURITY FOR BONDS

Bonds will be secured—subject only to lien of an issue of \$250,000 Consolidated Mortgage 5 Per Cent. Bonds of which \$150,000 are now outstanding—by a direct and specific mortgage and charge upon all the Company's real and immovable properties, gas mains and plant both present and future and by a floating charge on all other assets. \$150,000 of present issue will be held by Trustee for redemption of Consolidated Mortgage Bonds. Additional Bonds, amounting to \$2,000,000, ranking equally with the present issue, may be issued to the extent of 75 per cent. of additions and betterments to plant, but only if Earnings for last preceding year shall have been at rate of 1½ times interest on Bonds outstanding and to be issued. Trust Deed provides for Sinking Fund sufficient to retire over 50 per cent. of Bonds before maturity, at not over 103 and interest.

Complete prospectus, copies of which will be forwarded on request, contains a letter from Mr. T. Ahearn, President of the Company, from which we summarize as follows:

1. Perpetual Charter and Franchise to carry on a gas business in Cities of Ottawa and Hull was granted the Company by a By-law of the Town of Bytown (now Ottawa) passed in 1854, and by legislation of the Parliament of the Province of Canada, passed in 1853-1854 and 1865.
2. Company's System for the distribution of gas has a mileage of pipes of 141 miles. Production for the year 1918 amounted to 394,382,000 cubic feet of Gas; 14,227 tons Coke; 415,000 gallons Tar and 155,000 pounds Ammonia.
3. Property Values of the Company \$3,100,000, against total of \$1,000,000 Bonds outstanding, including this issue.
4. Net Earnings for 1918 available for interest on Refunding Mortgage Bonds \$167,466, or more than three times amount required.
5. Unconditional Guarantee. Ottawa Light, Heat and Power Company, Limited (The Holding Company of The Ottawa Electric Company and The Ottawa Gas Company), unconditionally guarantees principal and interest of The Ottawa Gas Company Refunding Mortgage Bonds. Combined Net Earnings of The Ottawa Electric Company and The Ottawa Gas Company for 1918 amounted to \$310,149—six times the amount required to pay interest charges on the present issue.

We offer the unsold balance of this issue at a price of:

101 and Accrued Interest, Yielding Over 5.90%

Payable as follows: 20% of the par value on application.

40% of the par value on May 1, 1919.

41% of the par value on June 1, 1919.

The right is reserved to allot a portion only of the amount applied for. If only a portion of the amount applied for be allotted, the balance of the deposit will be applied towards payment of subsequent instalments. Payments may be anticipated in whole or in part at any time. Interest will be applied on payments at the rate of 6 per cent. per annum. Accrued interest will be adjusted upon final payment.

Application may be made on the accompanying form.

ROYAL SECURITIES CORPORATION

LIMITED

164 St. James Street, Montreal

58 King Street West, Toronto

APPLICATION FORM

ROYAL SECURITIES CORPORATION, LIMITED

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Address either Montreal or Toronto Office.

Sirs: I/we hereby apply for \$..... par value Ottawa Gas Company 6 Per Cent. Twenty-Year Refunding Mortgage Sinking Fund Gold Bonds, due March 1st, 1939, and agree to pay for same, or any less amount that may be allotted to me/us, in accordance with the terms of your prospectus dated March 19th, 1919.

Cheque to the order of Royal Securities Corporation, Limited, for the amount payable on application (100 for each \$500 par value applied for) should accompany this form.

Name (in full)
(Mr., Mrs. or Miss)

Address (in full)

Date