

STATE OF SOUTH CAROLINA
 COUNTY OF GREENVILLE



THIS LEASE, made this 10th day of March,
 1971, by DEERING MILLIKEN, INC., a corporation organized under the
 laws of the State of Delaware,
 Lessor, to DUKE POWER COMPANY, a corporation organized under the laws of
 the State of North Carolina, Lessee;

W I T N E S S E T H :

That in consideration of \$1.00 paid to Lessor by Lessee, receipt of which
 is hereby acknowledged, and of the agreements on the part of Lessee to be performed
 as herein set out, Lessor leases to Lessee, subject to the following terms and
 conditions, the premises hereinafter described.

The leased premises shall be used by Lessee for the purpose of installing,
 operating and maintaining thereon its electrical apparatus and other property, and
 transmitting electricity to and distributing electricity from same.

Title to all property placed or installed upon said premises by Lessee
 shall at all times remain in Lessee, and it shall at all times during the continuance
 of the lease, and at the termination thereof, have the right to enter said premises
 and remove same.

The lease shall continue in force so long as Lessee furnishes electric
 service to the plant now operated by Lessor located adjacent to said leased premises,
 and upon the discontinuance of the furnishing of such electric service, and upon
 ninety (90) days' notice in writing from Lessor, Lessee shall remove its property
 from the premises and this lease shall terminate.

The lease shall inure to and be binding upon the parties hereto, their
 successors and assigns.

(Continued on next page)