

charged from registration by being in like manner transferred to bearer, and thereupon transferability by delivery shall be restored, but such bond may again, and from time to time, be registered or transferred to bearer as before. Such registration, however, shall not affect the negotiability of the interest coupons hereto appertaining, which shall continue to be transferable by delivery merely and payment to the holder thereof shall discharge the Company in respect of the interest therein mentioned, whether or not this bond shall have been or then be registered.

The holder of any coupon bonds of this series may, at his option, and on surrender thereof with all unmatured coupons thereto appertaining at the office or agency of the Company in the Borough of Manhattan, The City of New York, receive in exchange therefor a registered bond or bonds without coupons of the same series and of any authorized denomination or denominations and in the same aggregate principal amount, upon payment, if the Company shall so require, of the charges provided for in the Indenture.

This bond is a corporate obligation only and no recourse whatsoever, either directly or through the Company or any trustee, receiver, assignee or any other person, shall be had for the payment of the principal of or premium, if any, or interest on this bond, or for the enforcement of any claim based hereon, or otherwise in respect hereof or of the Indenture, against any promoter, subscriber to the capital stock, incorporator, or any past, present or future stockholder, officer or director of the Company as such, or of any successor or predecessor corporation, whether by virtue of any constitutional provision, statute or rule of law, or by the enforcement of any assessment, penalty, subscription or otherwise, any and all such liability of promoters, subscribers, incorporators, stockholders, officers and directors being waived and released by each successive holder hereof by the acceptance of this bond, and as a part of the consideration for the issue hereof, and being likewise waived and released by the terms of the Indenture.

Neither this bond nor any of the coupons for interest hereon shall become or be valid or obligatory for any purpose until the Trustee shall have signed the form of certificate endorsed hereon.

IN WITNESS WHEREOF, said Duke Power Company has caused this bond to be signed in its name by its President or one of its Vice-Presidents, and its corporate seal to be hereto affixed, or a facsimile thereof to be hereon engraved, lithographed or printed, and to be attested by its Secretary or one of its Assistant Secretaries, and interest coupons, each bearing the facsimile signature of its Treasurer, to be attached hereto, all as of the first day of January, 1955.

DUKE POWER COMPANY,

By
Vice-President

ATTTEST:

.....
Secretary.

[FORM OF INTEREST COUPON, BONDS OF THE 1975 SERIES.]

No. \$15.00

On the first day of _____, 19____, Duke Power Company will pay to bearer, at its office or agency in the Borough of Manhattan, The City of New York, upon surrender of this coupon, Fifteen Dollars in any coin or currency of the United States of America which at the time of payment shall be legal tender for the payment of public and private debts, being six months' interest then due on its First and Refunding Mortgage Bond, 3% Series Due 1975, No. GM-_____, unless said bond shall have been called for previous redemption and payment duly provided for.

.....
Treasurer.