

102.25% if redeemed thereafter and on or before January 31, 1965
 102.21% if redeemed thereafter and on or before January 31, 1966
 102.16% if redeemed thereafter and on or before January 31, 1967
 102.12% if redeemed thereafter and on or before January 31, 1968
 102.06% if redeemed thereafter and on or before January 31, 1969
 102.01% if redeemed thereafter and on or before January 31, 1970
 101.96% if redeemed thereafter and on or before January 31, 1971
 101.90% if redeemed thereafter and on or before January 31, 1972
 101.83% if redeemed thereafter and on or before January 31, 1973
 101.77% if redeemed thereafter and on or before January 31, 1974
 101.70% if redeemed thereafter and on or before January 31, 1975
 101.63% if redeemed thereafter and on or before January 31, 1976
 101.56% if redeemed thereafter and on or before January 31, 1977
 101.48% if redeemed thereafter and on or before January 31, 1978
 101.39% if redeemed thereafter and on or before January 31, 1979
 101.31% if redeemed thereafter and on or before January 31, 1980
 101.21% if redeemed thereafter and on or before January 31, 1981
 101.12% if redeemed thereafter and on or before January 31, 1982
 101.02% if redeemed thereafter and on or before January 31, 1983
 100.91% if redeemed thereafter and on or before January 31, 1984
 100.80% if redeemed thereafter and on or before January 31, 1985
 100.68% if redeemed thereafter and on or before January 31, 1986
 100.56% if redeemed thereafter and on or before January 31, 1987
 100.43% if redeemed thereafter and on or before January 31, 1988
 100.30% if redeemed thereafter and on or before January 31, 1989
 100.00% if redeemed thereafter and prior to maturity.

together, in each case, with interest accrued thereon to the date fixed for redemption thereof. Such redemption is in every case to be effected at the office or agency of the Company in the Borough of Manhattan, The City of New York, upon at least thirty days' prior notice, given as more fully provided in the Indenture, including publication at least once in each week for at least three successive weeks in a daily newspaper printed in the English language and published and of general circulation in said Borough of Manhattan.

If this bond or any portion hereof (\$1,000 or a multiple thereof) is called for redemption and payment is duly provided, this bond or such portion

thereof shall cease to bear interest from and after the date fixed for such redemption.

This bond is transferable, as provided in the Indenture, by the registered owner hereof in person or by duly authorized attorney, at the office or agency of the Company in the Borough of Manhattan, The City of New York, upon surrender and cancellation of this bond, and thereupon a new registered bond or bonds without coupons of the same series and of like aggregate principal amount will be issued to the transferee in exchange herefor as provided in the Indenture; or the registered owner of this bond, at his option, may surrender the same for cancellation at said office or agency of the Company and receive in exchange herefor the same aggregate principal amount of registered bonds without coupons of the same series of authorized denominations or coupon bonds of the same series of the denomination of \$1,000; in each case 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. This bond shall not 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, manually or by facsimile signature, and its corporate seal to be hereto affixed,