

In the event of the selection for redemption (whether for the sinking fund or otherwise) of a portion only of the principal of this bond, payment of the redemption price will be made only upon presentation of this bond for notation hereon of such payment of the portion of the principal amount of this bond so called for redemption or upon surrender of this bond in exchange for a bond for the unredeemed balance of the principal amount of this bond.

This bond is transferable by the registered owner hereof in person or by his duly authorized attorney, at said office of the Trustee, upon surrender of this bond for cancellation and upon payment, if the Company shall so require, of the charges provided for in the Indenture, and thereupon a new registered bond or bonds without coupons of the same series, of the same aggregate principal amount and in authorized denominations will be issued to the transferee in exchange herefor, or the registered owner of this bond at his option may surrender the same, with or without others of like form and series, for cancellation at said office and receive in exchange herefor the same aggregate principal amount of registered bonds of the same series but of other authorized denominations or coupon bonds of the same series of the denomination of One Thousand Dollars (\$1,000), upon payment, if the Company shall so require, of the charges provided for in the Indenture and subject to the terms and conditions therein set forth. In like manner, any such coupon bonds with all unmatured coupons attached (so long as the same shall not have been called for redemption) may in turn be exchanged for a like aggregate principal amount of registered bonds.

The Company, the Trustee, any paying agent, and any registrar may deem and treat the person in whose name this bond is registered as the absolute owner hereof for the purpose of receiving payment of or on account of the principal hereof and interest due hereon, and for all other purposes, and neither the Company, the Trustee nor any paying agent nor any registrar shall be affected by any notice or writing to the contrary.

This bond shall not become or be valid or obligatory for any purpose until the authentication certificate hereon shall have been signed by the Trustee.

IN WITNESS WHEREOF, PIEDMONT NATURAL GAS COMPANY, INC., has caused these presents to be executed in its name and behalf by

its President or a Vice President and its corporate seal or a facsimile thereof, to be affixed hereto, and attested by its Secretary or an Assistant Secretary.

Dated as of

PIEDMONT NATURAL GAS COMPANY, INC.,

By _____

President.

Attest:

Secretary.

[FORM OF TRUSTEE'S AUTHENTICATION CERTIFICATE]

This bond is one of the bonds, of the series designated therein, referred to in the within-mentioned Indenture.

MORAN GUARANTY TRUST COMPANY OF
NEW YORK,
as Trustee,

By _____

Authorized Officer.

WHEREAS, the execution of this Supplemental Indenture has been duly authorized by the Company and all other acts and proceedings required by law and by the Certificate of Incorporation and By-Laws of the Company necessary to make the Bonds of the 1985 Series, when executed by the Company and authenticated and delivered by the Trustee and duly issued, the valid, binding and legal obligations of the Company, and to constitute the Original Indenture, as heretofore supplemented and modified and as hereby supplemented and added to, a valid, binding and legal instrument for the security of the Bonds issued and to be issued under the Original Indenture and this and other indentures supplemental thereto, have been done and performed;