

trust for the benefit of those who shall hold the Bonds and coupons, or any of them, as follows:

ARTICLE I

BONDS OF THE 1968 SERIES, DUE MAY 1, 1985

SECTION 1.01. There is hereby created, for issuance under the Indenture and to be secured thereby, a series of Bonds to be designated "First Mortgage 6% Bonds, 1968 Series due 1985." The coupon Bonds of the 1968 Series due 1985, the coupons appertaining thereto, the registered Bonds without coupons of said Series and the Trustee's authentication certificate on all Bonds are to be substantially in the forms set out in Section 1.02 hereof and shall be executed, authenticated and delivered in accordance with the provisions of, and shall in all respects be subject to all of the terms, conditions and covenants of the Indenture. The Bonds of the 1968 Series due 1985 shall be registered Bonds without coupons, or coupon Bonds payable to bearer and with the privilege of registration as to principal, or both. The aggregate principal amount of Bonds of the 1968 Series due 1985 which may be executed by the Company and authenticated by the Trustee shall be limited to \$430,000 principal amount.

SECTION 1.02. The text of the coupon Bonds of the 1968 Series due 1985, the coupons appertaining thereto, the registered Bonds without coupons of said Series and the Trustee's authentication certificate on all Bonds are to be substantially in the following forms:

[FORM OF COUPON BOND]

No. M

\$1,000

PIEDMONT NATURAL GAS COMPANY, INC.
Incorporated under the laws of the State of New York
FIRST MORTGAGE 6% BOND, 1968 SERIES DUE 1985
Due May 1, 1985

PIEDMONT NATURAL GAS COMPANY, INC., a New York corporation (herein referred to as the "Company"), for value received hereby promises to pay to the bearer or, in case this Bond be registered as to principal,