

bond so issued on original issuance prior to the interest payment date next succeeding the date of such original issuance, from such date of original issuance, or, if this bond was not so issued, from the interest payment date next preceding the date hereof to which interest on outstanding bonds of this series has been paid (unless the date hereof is a December date subsequent to December 15, or a June date subsequent to June 15, in which case from the next succeeding January 1 or July 1, as the case may be), at the rate of eleven per cent per annum, in like coin or currency, semi-annually on January 1 and July 1 in each year, until the principal hereof shall become due and payable. Such interest payments shall be made by check mailed to the person in whose name this bond is registered at the close of business on the preceding 15th day of June or December, as the case may be (subject to certain exceptions provided in the Indenture hereinafter mentioned), at his address as it shall appear upon the bond register of the Company.

The provisions of this bond are continued on the reverse hereof and such continued provisions shall for all purposes have the same effect as though fully set forth in this place.

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, the Company has caused this instrument 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, or a facsimile thereof to be hereon engraved, lithographed or printed, and to be attested by the manual or facsimile signature of its Secretary or one of its Assistant Secretaries.

Dated

DUKE POWER COMPANY

By

Attest.

President

.....
Secretary