

Control Revenue Bonds, Series A (Duke Power Company Project) (herein called the "Revenue Bonds"), under a Trust Indenture, dated as of May 1, 1983 (herein called the "Revenue Bond Indenture"), from the County to the Revenue Bond Trustee. The bonds of this series correspond in principal amount, interest rate, maturity and redemption provisions with the Revenue Bonds maturing in 1988 and have been pledged and assigned by, and delivered on behalf of, the County to the Revenue Bond Trustee as security for the payment of the principal of and premium, if any, and interest on the Revenue Bonds.

The bonds of this series are subject to redemption (otherwise than through application of certain moneys included in the trust estate) by the Company prior to maturity in whole at any time, all as more fully provided in Section 4(a) of Part One of the supplemental indenture, dated as of May 1, 1983, providing for this series (hereinafter called the "Supplemental Indenture"), in the event the Company exercises its option to prepay the Loan, pursuant to Section 8.1 of the Loan Agreement, and an equivalent principal amount of Revenue Bonds maturing in 1988 are being concurrently called for redemption, at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date fixed for redemption.

The bonds of this series are also subject to redemption (otherwise than through application of certain moneys included in the trust estate) by the Company, prior to maturity in whole at any time or in part from time to time on or after May 1, 1985, all as more fully provided in Section 4(b) of Part One of the Supplemental Indenture, in the event that and to the extent that the Company exercises its option to prepay the Loan, pursuant to Section 8.2 of the Loan Agreement, and an equivalent principal amount of Revenue Bonds maturing in 1988 are being concurrently called for redemption, at redemption prices equal to the following percentages of the principal amount redeemed, plus in each case accrued interest to the date fixed for redemption:

<u>Redemption Date</u> <u>(Dates Inclusive)</u>	<u>Redemption</u> <u>Price</u>
May 1, 1985 to April 30, 1986	101 %
May 1, 1986 to April 30, 1987	100½
May 1, 1987 and thereafter	100

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