

[FORM OF REGISTERED BOND WITHOUT COUPONS OF THE 1992 SERIES.]

DUKE POWER COMPANY
FIRST AND REFUNDING MORTGAGE BOND,
4½% SERIES DUE 1992
Due February 1, 1992

No. JR-

\$

DUKE POWER COMPANY, a New Jersey corporation (hereinafter called the "Company"), for value received, acknowledges itself indebted and hereby promises to pay to or registered assigns on February 1, 1992,

Dollars, in any coin or currency of the United States of America which at the time of payment shall be legal tender for the payment of public and private debts, at the office or agency of the Company in the Borough of Manhattan, The City of New York, and to pay interest thereon from the interest payment day next preceding the date hereof, at the rate of four and one-half per cent. per annum, in like coin or currency, at said office or agency, semi-annually on February 1 and August 1 in each year, until the principal hereof becomes due and payable.

This bond is one of the bonds of a series, designated specially as First and Refunding Mortgage Bonds, 4½% Series Due 1992, of an authorized issue of bonds of the Company, without limit as to aggregate principal amount, designated generally as First and Refunding Mortgage Bonds, all issued and to be issued under and equally and ratably secured by an indenture dated as of December 1, 1927, duly executed by the Company to Guaranty Trust Company of New York (now Morgan Guaranty Trust Company of New York), as Trustee, as supplemented and modified by indentures supplemental thereto, including supplemental indentures dated as of September 1, 1947, February 1, 1949, April 1, 1951, January 1, 1955, May 1, 1956 and February 1, 1960, and a supplemental indenture dated as of February 1, 1962, providing for said series (said indenture as so supplemented and modified being hereinafter referred to as the "Indenture"), to which Indenture reference is made for a description of the property mortgaged, the nature and extent of the security, the rights of the holders of the bonds in respect thereof, the terms and conditions upon which the bonds are secured and the restrictions subject to which additional bonds secured thereby