

1488 701

17

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 at said office or agency 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 prior to August 1, 1980, in which case from the date of original issuance of the bonds of the 1987 Series, and unless the date hereof is a January date subsequent to January 15, or a July date subsequent to July 15, in which case from the next succeeding February 1 or August 1, as the case may be), at the rate of fourteen and three-eighths per cent per annum, in like coin or currency, semi-annually on August 1 and February 1 in each year and at maturity, 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 15th day of January or July preceding each semi-annual interest payment date (and at the close of business on February 15, 1987 with respect to the interest payment at maturity), as the case may be (subject to certain exceptions provided in the Indenture hereinafter mentioned), at his last 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.....

President

Attest:

.....
Secretary

0701

4328 RV-2