

[GENERAL FORM OF COUPON BOND]

No.

\$

CITIES SERVICE GAS COMPANY

FIRST MORTGAGE PIPELINE BOND,

....% SERIES DUE

DUE.....

CITIES SERVICE GAS COMPANY (hereinafter called the "Company"), a corporation of the State of Delaware, for value received, hereby promises to pay to bearer, or, if this Bond be registered, to the registered owner hereof, on the.....day of....., at.....in..... Dollars, in any coin or currency of the United States of America which at the time of payment shall be legal tender for public and private debts, and to pay interest thereon from at the rate of per cent. per annum, payable at said in like coin or currency semi-annually on and in each year until the maturity date hereof. The interest accrued up to the date of maturity shall be paid only upon presentation and surrender, and according to the tenor, of the interest coupons hereto annexed as they severally mature.

This Bond is one of an authorized issue of Bonds of the Company known as its "First Mortgage Pipeline Bonds" of an aggregate principal amount not exceeding \$47,500,000 at any one time outstanding, and issued and to be issued in series under, and all equally and ratably secured by, an Indenture of mortgage and deed of trust dated December 1, 1938, executed by the Company to Central Hanover Bank and Trust Company and Commerce Trust Company, as Trustees, to which Indenture and all indentures supplemental thereto reference is hereby made for a description of the properties mortgaged and pledged, the nature and extent of the security, the rights of the holders of said Bonds and the annexed coupons