

## CH ENERGY GROUP, INC. CONSOLIDATED BALANCE SHEET

	December 31, 2009 <sup>1</sup>	December 31, 2008 <sup>2</sup>
<b>ASSETS</b>	(Thousands of Dollars)	
<b>UTILITY PLANT</b>		
Utility plant	\$1,329,700	\$1,262,071
Less: Accumulated depreciation	375,434	369,925
	954,266	892,146
Construction work in progress	58,120	53,778
Net Utility Plant	1,012,386	945,924
<b>OTHER PROPERTY AND PLANT - NET</b>	43,653	32,426
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	73,436	19,825
Accounts receivable - net	94,526	131,727
Fuel, materials and supplies	24,841	36,585
Fair value of derivative instruments	741	-
Regulatory assets	59,993	60,502
Special deposits and prepayments	23,153	21,344
Accumulated deferred income tax	300	7,498
Other	20,771	20,571
	297,761	298,052
<b>DEFERRED CHARGES AND OTHER ASSETS</b>	344,083	453,781
<b>TOTAL</b>	\$1,697,883	\$1,730,183
 <b>CAPITALIZATION and LIABILITIES</b>		
<b>CAPITALIZATION</b>		
Common Equity <sup>3</sup>	\$533,502	\$523,534
Non-controlling interest	1,385	1,448
Preferred Stock of subsidiary	21,027	21,027
Long-term debt	463,897	413,894
	1,019,811	959,903
<b>CURRENT LIABILITIES</b>		
Current maturities of long-term debt	24,000	20,000
Notes payable	-	35,500
Accounts payable	43,197	52,824
Accrued interest	6,067	5,899
Dividends payable	8,777	8,765
Customer advances and deposits	31,029	38,887

Regulatory liabilities	29,974	8,724
Fair value of derivative instruments	13,837	15,759
Accrued income taxes	-	441
Other	46,130	49,186
	<u>203,011</u>	<u>235,985</u>
DEFERRED CREDITS AND OTHER LIABILITIES	<u>316,978</u>	<u>380,192</u>
ACCUMULATED DEFERRED INCOME TAX	<u>158,083</u>	<u>154,103</u>
TOTAL	<u>\$1,697,883</u>	<u>\$1,730,183</u>

<sup>1</sup> Subject to explanations contained in the Annual Report on Form 10-K of the Company to the SEC for the Year ended December 31, 2009.

<sup>2</sup> Subject to explanations contained in the Annual Report on Form 10-K of the Company to the SEC for the Year ended December 31, 2008.

<sup>3</sup> Shares outstanding at December 31, 2009 = 15,804,562.

Shares outstanding at December 31, 2008 = 15,783,083.

## CH ENERGY GROUP, INC. EARNINGS PER SHARE BY SEGMENT

The chart below presents the change in earnings of CH Energy Group's business units in terms of earnings for each share of CH Energy Group's Common Stock. Management believes this presentation is useful because these business units are each wholly owned by CH Energy Group.

Consolidated CH Energy Group	Year Ended		Three Months Ended	
	December 31,		December 31,	
	2009	2008	2009	2008
Central Hudson - Electric	\$1.60	\$1.33	\$0.47	\$0.21
Central Hudson - Natural Gas	\$0.42	\$0.34	\$0.15	\$0.10
Griffith	\$0.76	\$0.26	\$0.48	\$0.35
Other Businesses and Investments	\$(0.02)	\$0.29	\$(0.06)	\$0.05
Earnings per Share (basic)	<u>\$2.76</u>	<u>\$2.22</u>	<u>\$1.04</u>	<u>\$0.71</u>
Earnings per Share (diluted)	<u>\$2.74</u>	<u>\$2.22</u>	<u>\$1.04</u>	<u>\$0.71</u>

The information above is considered a non-GAAP financial measure. This information is not an alternative to earnings per share determined on a consolidated basis, which is the most directly comparable GAAP measure. A reconciliation of each business unit's earnings per share to CH Energy Group's earnings per share, determined on a consolidated basis, is included in the table above.

# CH ENERGY GROUP, INC

## CONSOLIDATED STATEMENT OF INCOME

	Year Ended December 31,		
	2009	2008	2007
	(Thousands of Dollars)		
<b>Operating Revenues</b>			
Electric	\$536,170	\$608,161	\$616,839
Natural gas	174,137	189,546	165,449
Competitive business subsidiaries:			
Petroleum products	193,288	312,764	269,070
Other	27,994	28,730	27,409
<b>Total Operating Revenues</b>	<b>931,589</b>	<b>1,139,201</b>	<b>1,078,767</b>
<b>Operating Expenses</b>			
Operation:			
Purchased electricity and fuel used in electric generation	265,885	371,828	388,569
Purchased natural gas	107,221	129,649	110,123
Purchased petroleum	151,411	268,536	229,200
Other expenses of operation - regulated activities	194,383	167,805	153,978
Other expenses of operation - competitive business	54,338	57,355	52,308
Depreciation and amortization	37,703	35,258	33,902
Taxes, other than income tax	40,249	37,818	35,028
<b>Total Operating Expenses</b>	<b>851,190</b>	<b>1,068,249</b>	<b>1,003,108</b>
<b>Operating Income</b>	<b>80,399</b>	<b>70,952</b>	<b>75,659</b>
<b>Other Income and Deductions</b>			
Income from unconsolidated affiliates	228	568	1,895
Interest on regulatory assets and investment income	5,924	4,667	8,406
Write-off of note receivable	(1,299)	-	-
Regulatory adjustment for interest costs	(1,366)	766	538
Business development costs	(2,012)	(1,589)	(1,451)
Other - net	(1,259)	851	(366)
<b>Total Other Income and Deductions</b>	<b>216</b>	<b>5,263</b>	<b>9,022</b>
<b>Interest Charges</b>			
Interest on long-term debt	20,999	20,518	18,653
Interest on regulatory liabilities and other interest	4,797	3,774	3,064
<b>Total Interest Charges</b>	<b>25,796</b>	<b>24,292</b>	<b>21,717</b>
Income before income taxes, non-controlling interest and preferred dividends of subsidiary	54,819	51,923	62,964
Income taxes	20,392	19,314	20,960
<b>Net Income from Continuing Operations</b>	<b>34,427</b>	<b>32,609</b>	<b>42,004</b>
<b>Discontinued Operations</b>			
Income from discontinued operations before tax	6,073	6,060	2,419
Gain from sale of discontinued operations	10,767	-	-
Income tax expense from discontinued operations	6,989	2,515	938
<b>Net Income from Discontinued Operations</b>	<b>9,851</b>	<b>3,545</b>	<b>1,481</b>
<b>Net Income</b>	<b>44,278</b>	<b>36,154</b>	<b>43,485</b>

Net (loss) income attributable to non-controlling interest:			
Non-controlling interest in subsidiary	(176)	103	(121)
Dividends declared on cumulative Preferred Stock of Central Hudson	970	970	970
<b>Net income attributable to CH Energy Group</b>	<b>43,484</b>	<b>35,081</b>	<b>42,636</b>
Dividends declared on Common Stock	34,119	34,086	34,052
<b>Change in Retained Earnings</b>	<b>\$9,365</b>	<b>\$995</b>	<b>\$8,584</b>
Average number of common stock shares outstanding			
Basic	15,775	15,768	15,762
Diluted	15,881	15,805	15,779
Income from continuing operations attributable to CH Energy Group common shareholders			
Earnings per share -Basic:	\$2.13	\$2.00	\$2.61
Earnings per share -Diluted:	\$2.12	\$2.00	\$2.61
Income from discontinued operations			
Earnings per share -Basic:	\$0.63	\$0.22	\$0.09
Earnings per share -Diluted:	\$0.62	\$0.22	\$0.09
Amounts attributable to CH Energy Group common shareholders			
Earnings per share -Basic:	\$2.76	\$2.22	\$2.70
Earnings per share -Diluted:	\$2.74	\$2.22	\$2.70
Dividends Declared Per Share	\$2.16	\$2.16	\$2.16