

CH ENERGY GROUP, INC.
CONSOLIDATED BALANCE SHEET

	June 30, 2010 ¹	December 31, 2009 ²
ASSETS		
(Thousands of Dollars)		
UTILITY PLANT		
Utility plant	\$1,362,265	\$1,329,700
Less: Accumulated depreciation	387,556	375,434
	974,709	954,266
Construction work in progress	54,176	58,120
Net Utility Plant	1,028,885	1,012,386
OTHER PROPERTY AND PLANT - NET	44,372	43,653
CURRENT ASSETS		
Cash and cash equivalents	43,732	73,436
Accounts receivable - net	83,192	94,526
Fuel, materials and supplies	22,406	24,841
Fair value of derivative instruments	1,138	741
Regulatory assets	68,881	59,993
Special deposits and prepayments	30,905	23,153
Accumulated deferred income tax	1,269	300
Other	16,751	20,771
	268,274	297,761
DEFERRED CHARGES AND OTHER ASSETS	344,172	344,083
TOTAL	\$1,685,703	\$1,697,883
CAPITALIZATION and LIABILITIES		
CAPITALIZATION		
Common Equity ³	\$544,376	\$533,502
Non-controlling interest	1,000	1,385
Preferred Stock of subsidiary	21,027	21,027
Long-term debt	463,899	463,897
	1,030,302	1,019,811
CURRENT LIABILITIES		
Current maturities of long-term debt	24,000	24,000
Notes payable	3,000	0
Accounts payable	40,732	43,197
Accrued interest	6,169	6,067
Dividends payable	8,787	8,777
Customer advances and deposits	23,463	31,029
Regulatory liabilities	19,592	29,974
Fair value of derivative instruments	24,729	13,837
Other	32,860	46,130
	183,332	203,011
DEFERRED CREDITS AND OTHER LIABILITIES	285,459	316,978
ACCUMULATED DEFERRED INCOME TAX	186,610	158,083
TOTAL	\$1,685,703	\$1,697,883

¹ Unaudited

² 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.

³ Shares outstanding at June 30, 2010 = 15,823,371.
Shares outstanding at December 31, 2009 = 15,804,562.

CH ENERGY GROUP, INC
CONSOLIDATED STATEMENT OF INCOME

	(Unaudited)		(Unaudited)	
	For the Three Months Ended June 30,	2009	For the Six Months Ended June 30,	2009
	2010		2010	
	(Thousands of Dollars)			
Operating Revenues				
Electric	\$125,096	\$108,597	\$271,058	\$265,350
Natural gas	32,461	31,056	101,548	121,179
Competitive business subsidiaries:				
Petroleum Products	37,178	33,057	117,338	101,575
Other	7,042	5,909	14,475	12,612
Total Operating Revenues	<u>201,777</u>	<u>178,619</u>	<u>504,419</u>	<u>500,716</u>
Operating Expenses				
Operation:				
Purchased electricity and fuel used in electric generation	53,445	51,884	121,596	143,635
Purchased natural gas	14,754	19,301	52,402	84,126
Purchased petroleum	32,313	26,960	95,084	74,849
Other expenses of operation - regulated activities	50,191	44,390	107,894	90,711
Other expenses of operation - comp bus subs	13,270	13,148	27,574	28,087
Depreciation and amortization	9,957	9,319	19,881	18,686
Taxes, other than income tax	10,627	9,553	21,480	19,658
Total Operating Expenses	<u>184,557</u>	<u>174,555</u>	<u>445,911</u>	<u>459,752</u>
Operating Income	<u>17,220</u>	<u>4,064</u>	<u>58,508</u>	<u>40,964</u>
Other Income and Deductions				
(Loss) income from unconsolidated affiliates	(532)	(153)	(298)	77
Interest on regulatory assets and investment income	1,513	2,350	2,640	3,466
Write-off of note receivable	0	0	0	(1,299)
Regulatory adjustments for interest cost	(107)	(659)	(248)	(1,188)
Business development costs	(499)	(529)	(802)	(1,010)
Other - net	150	(464)	(36)	(163)
Total Other Income (Deductions)	<u>525</u>	<u>545</u>	<u>1,256</u>	<u>(117)</u>
Interest Charges				
Interest on long term debt	5,649	5,094	11,257	9,874
Interest on regulatory liabilities and other interest	1,584	968	3,288	2,069
Allowance for borrowed funds used during construction	(97)	(29)	(138)	(55)
Total Interest Charges	<u>7,136</u>	<u>6,033</u>	<u>14,407</u>	<u>11,888</u>
Income (loss) before income taxes, non-controlling interest and preferred dividends of subsidiary				
	10,609	(1,424)	45,357	28,959
Income taxes	<u>4,021</u>	<u>(436)</u>	<u>18,054</u>	<u>10,993</u>
Net Income (loss) from Continuing Operations	6,588	(988)	27,303	17,966
Discontinued Operations				
(Loss) income from discontinued operations before tax	0	(656)	0	6,825
Income tax (benefit) expense from discontinued operations	0	(272)	0	2,832
Net Income (loss) from Discontinued Operations	<u>0</u>	<u>(384)</u>	<u>0</u>	<u>3,993</u>
Net Income (loss)	6,588	(1,372)	27,303	21,959
Net (loss) Income attributable to noncontrolling interest:				
Non-controlling interest in subsidiary	(419)	(157)	(385)	(190)
Dividends declared on Preferred Stock of subsidiary	242	242	485	485
Net income (loss) attributable to CH Energy Group	6,765	(1,457)	27,203	21,664
Dividends declared on Common Stock	<u>8,545</u>	<u>8,526</u>	<u>17,084</u>	<u>17,050</u>
Change in Retained Earnings	<u>(\$1,780)</u>	<u>(\$9,983)</u>	<u>\$10,119</u>	<u>\$4,614</u>
Average number of common stock shares outstanding				
Basic	15,782	15,774	15,780	15,773
Diluted	15,920	15,826	15,918	15,825
Income (loss) from continuing operations attributable to CH Energy Group common shareholders				
Earnings per share -Basic:	\$0.43	(\$0.07)	\$1.72	\$1.12
Earnings per share -Diluted:	\$0.42	(\$0.07)	\$1.71	\$1.12
Income (loss) from discontinued operations attributable to CH Energy Group common shareholders				
Earnings per share -Basic:	\$0.00	(\$0.02)	\$0.00	\$0.25
Earnings per share -Diluted:	\$0.00	(\$0.02)	\$0.00	\$0.25
Amounts attributable to CH Energy Group common shareholders				
Earnings per share -Basic:	\$0.43	(\$0.09)	\$1.72	\$1.37
Earnings per share -Diluted:	\$0.42	(\$0.09)	\$1.71	\$1.37
Dividends Declared Per Share	\$0.54	\$0.54	\$1.08	\$1.08

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	Three Months Ended June 30,		Six Months Ended June 30,	
	2010 ¹	2009 ¹	2010 ¹	2009 ¹
Central Hudson - Electric	\$ 0.48	\$ 0.10	\$ 1.06	\$ 0.50
Central Hudson - Natural Gas	\$ 0.14	\$ (0.04)	\$ 0.60	\$ 0.34
Griffith	\$ (0.10)	\$ (0.14)	\$ 0.16	\$ 0.50
Other Businesses and Investments	\$ (0.09)	\$ (0.01)	\$ (0.10)	\$ 0.03
Earnings per Share (basic)	<u>\$ 0.43</u>	<u>\$ (0.09)</u>	<u>\$ 1.72</u>	<u>\$ 1.37</u>
Earnings per Share (diluted)	<u>\$ 0.42</u>	<u>\$ (0.09)</u>	<u>\$ 1.71</u>	<u>\$ 1.37</u>

¹ Unaudited

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.