

CH ENERGY GROUP, INC.  
CONSOLIDATED BALANCE SHEET

ASSETS	September 30, 2008 <sup>1</sup>	December 31, 2007 <sup>2</sup>
	(Thousands of Dollars)	
<b>UTILITY PLANT</b>		
Utility plant	\$1,219,531	\$1,169,800
Less: Accumulated depreciation	<u>368,065</u>	<u>354,353</u>
	851,466	815,447
Construction work in progress	<u>80,302</u>	<u>75,866</u>
Net Utility Plant	<u>931,768</u>	<u>891,313</u>
<b>OTHER PROPERTY AND PLANT - NET</b>	<u>32,607</u>	<u>31,236</u>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	11,325	11,313
Short-term investments - available-for-sale securities	-	3,545
Accounts receivable - net	119,338	139,107
Fuel, materials and supplies	47,794	33,321
Fair value of derivative instruments	28	1,218
Regulatory assets	52,179	35,012
Special deposits and prepayments	23,904	28,108
Accumulated deferred income tax	7,077	7,378
Other	<u>14,941</u>	<u>18,590</u>
	<u>276,586</u>	<u>277,592</u>
<b>DEFERRED CHARGES AND OTHER ASSETS</b>	<u>301,876</u>	<u>294,607</u>
<b>TOTAL</b>	<u>\$1,542,837</u>	<u>\$1,494,748</u>
<b>CAPITALIZATION and LIABILITIES</b>		
<b>CAPITALIZATION</b>		
Common Equity <sup>3</sup>	\$520,869	\$523,148
Cumulative Preferred Stock:		
Not subject to mandatory redemption	21,027	21,027
Long-term debt	<u>383,893</u>	<u>403,892</u>
	<u>925,789</u>	<u>948,067</u>
<b>CURRENT LIABILITIES</b>		
Current maturities of long-term debt	20,000	-
Notes payable	51,500	42,500
Accounts payable	54,596	44,880
Accrued interest	4,288	6,127
Dividends payable	8,765	8,760
Customer advances and deposits	34,035	31,171
Regulatory liabilities	3,922	9,392
Fair value of derivative instruments	14,080	1,235
Accrued income taxes	409	834
Other	<u>53,436</u>	<u>34,600</u>
	<u>245,031</u>	<u>179,499</u>
<b>DEFERRED CREDITS AND OTHER LIABILITIES</b>	<u>210,283</u>	<u>218,469</u>
<b>MINORITY INTEREST</b>	<u>1,474</u>	<u>1,345</u>
<b>ACCUMULATED DEFERRED INCOME TAX</b>	<u>160,260</u>	<u>147,368</u>
<b>TOTAL</b>	<u>\$1,542,837</u>	<u>\$1,494,748</u>

<sup>1</sup> Unaudited.

<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, 2007.

<sup>3</sup> Shares outstanding at September 30, 2008 = 15,783,083.  
Shares outstanding at December 31, 2007 = 15,762,000.

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

Consolidated CH Energy Group	3 Months Ended September 30,		9 Months Ended September 30,	
	2008	2007	2008	2007
Central Hudson - Electric	\$ 0.49	\$ 0.48	\$ 1.11	\$ 1.21
Central Hudson - Natural Gas	\$ (0.12)	\$ (0.11)	\$ 0.24	\$ 0.31
Griffith	\$ (0.28)	\$ (0.21)	\$ (0.08)	\$ 0.11
Other Businesses and Investments	\$ 0.09	\$ 0.11	\$ 0.24	\$ 0.35
Earnings per Share (basic)	<u>\$ 0.18</u>	<u>\$ 0.27</u>	<u>\$ 1.51</u>	<u>\$ 1.98</u>
Earnings per Share (diluted)	<u>\$ 0.18</u>	<u>\$ 0.27</u>	<u>\$ 1.51</u>	<u>\$ 1.97</u>

**CH ENERGY GROUP, INC.**  
**CONSOLIDATED STATEMENT OF INCOME**

	(Unaudited)		(Unaudited)	
	3 Months Ended		9 Months Ended	
	September 30,		September 30,	
	2008	2007	2008	2007
	(Thousands of Dollars)			
<b>Operating Revenues</b>				
Electric	\$179,001	\$167,949	\$468,659	\$470,069
Natural gas	21,773	21,622	142,267	126,055
Competitive business subsidiaries	100,013	70,545	413,306	278,354
Total Operating Revenues	<u>300,787</u>	<u>260,116</u>	<u>1,024,232</u>	<u>874,478</u>
<b>Operating Expenses</b>				
Operation:				
Purchased electricity and fuel used in electric generation	116,900	107,706	291,675	298,974
Purchased natural gas	13,405	13,579	98,008	84,841
Purchased petroleum	82,002	54,247	334,982	209,625
Other expenses of operation - regulated activities	39,247	38,589	123,414	115,747
Other expenses of operation - comp. bus. Subs	20,508	17,409	65,716	53,958
Depreciation and amortization	9,713	8,956	28,722	27,086
Taxes, other than income tax	9,634	8,990	28,425	26,137
Total Operating Expenses	<u>291,409</u>	<u>249,476</u>	<u>970,942</u>	<u>816,368</u>
<b>Operating Income</b>	<u>9,378</u>	<u>10,640</u>	<u>53,290</u>	<u>58,110</u>
<b>Other Income and Deductions</b>				
Income from unconsolidated affiliates	123	171	459	1,715
Interest on regulatory assets and investment income	1,339	1,685	4,404	6,079
Other - net	(41)	-	(159)	(1,018)
Total Other Income	<u>1,421</u>	<u>1,856</u>	<u>4,704</u>	<u>6,776</u>
<b>Interest Charges</b>				
Interest on long term debt	4,926	4,616	15,064	13,603
Interest on regulatory liabilities and other interest	1,485	1,340	4,116	3,212
Total Interest Charges	<u>6,411</u>	<u>5,956</u>	<u>19,180</u>	<u>16,815</u>
<b>Income before income taxes and preferred dividends of subsidiary, and minority interests</b>	4,388	6,540	38,814	48,071
Income taxes	1,193	1,885	14,102	16,141
Minority Interest	68	84	129	(13)
<b>Income before preferred dividends of subsidiary</b>	3,127	4,571	24,583	31,943
Cumulative preferred stock dividends of subsidiary	242	242	727	727
<b>Net Income</b>	2,885	4,329	23,856	31,216
<b>Dividends Declared on Common Stock</b>	8,523	-	25,564	17,023
<b>Amount Retained in the Business</b>	<u>(\$5,638)</u>	<u>\$4,329</u>	<u>(\$1,708)</u>	<u>\$14,193</u>
Average number of common stock shares outstanding				
Basic	15,771	15,762	15,767	15,762
Diluted	15,819	15,785	15,815	15,786
Earnings per share -Basic:	\$0.18	\$0.27	\$1.51	\$1.98
Earnings per share -Diluted:	\$0.18	\$0.27	\$1.51	\$1.97
Dividends Declared Per Share	\$0.54	\$0.00	\$1.62	\$1.08

\* Does not reflect dividend of \$8,511 (\$0.54 per share) declared on October 2, 2007.