



FOR IMMEDIATE RELEASE:

May 2, 2007

NYSE Symbol: CPK

CHESAPEAKE UTILITIES CORPORATION ANNOUNCES INCREASE IN QUARTERLY DIVIDEND

Dover, Delaware – At their meeting held on May 2, 2007, the Board of Directors of Chesapeake Utilities Corporation (NYSE: CPK) declared a quarterly cash dividend of \$0.295 per share on the Company's common stock. The Board's action raises the annualized dividend two cents per share from \$1.16 to \$1.18 per share. The \$0.295 per share dividend will be paid July 5, 2007 to all shareholders of record at the close of business on June 13, 2007.

Chesapeake has paid a cash dividend to common stock shareholders for forty six consecutive years.

Chesapeake Utilities Corporation is a diversified utility company engaged in natural gas distribution, transmission and marketing, propane distribution and wholesale marketing, advanced information services and other related businesses. Information about Chesapeake Utilities Corporation and the Chesapeake family of businesses is available at <http://www.chpk.com>.

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