



RGC RESOURCES, INC.
ATTN: INVESTOR RELATIONS
P.O. BOX 13007
ROANOKE, VA 24030-3007

VOTE BY INTERNET - www.proxyvote.com

Use the Internet to transmit your voting instructions and for electronic delivery of information up until 11:59 P.M. Eastern Time the day before the meeting date. Have your proxy card in hand when you access the web site and follow the instructions to obtain your records and to create an electronic voting instruction form.

ELECTRONIC DELIVERY OF FUTURE PROXY MATERIALS

If you would like to reduce the costs incurred by our company in mailing proxy materials, you can consent to receiving all future proxy statements, proxy cards and annual reports electronically via e-mail or the Internet. To sign up for electronic delivery, please follow the instructions above to vote using the Internet and, when prompted, indicate that you agree to receive or access proxy materials electronically in future years.

VOTE BY PHONE - 1-800-690-6903

Use any touch-tone telephone to transmit your voting instructions up until 11:59 P.M. Eastern Time the day before the meeting date. Have your proxy card in hand when you call and then follow the instructions.

VOTE BY MAIL

Mark, sign and date your proxy card and return it in the postage-paid envelope we have provided or return it to Vote Processing, c/o Broadridge, 51 Mercedes Way, Edgewood, NY 11717.

TO VOTE, MARK BLOCKS BELOW IN BLUE OR BLACK INK AS FOLLOWS:

E15474-P82949

KEEP THIS PORTION FOR YOUR RECORDS
 DETACH AND RETURN THIS PORTION ONLY

THIS PROXY CARD IS VALID ONLY WHEN SIGNED AND DATED.

RGC RESOURCES, INC.

The Board of Directors recommends you vote "FOR" all nominees below:

For All **Withhold All** **For All Except**

To withhold authority to vote for any individual nominee(s), mark "For All Except" and write the number(s) of the nominee(s) on the line below.

1. Election of Directors

Nominees:

- 01) Nancy Howell Agee
- 02) J. Allen Layman
- 03) Raymond D. Smoot, Jr.

The Board of Directors recommends you vote "FOR" the following proposals:

For Against Abstain

- 2. To ratify the selection of Brown Edwards & Company L.L.P. as the independent registered public accounting firm.
- 3. Approval of the Restricted Stock Plan and reservation of 300,000 shares of the common stock for issuance under the Restricted Stock Plan.
- 4. A non-binding shareholder advisory vote on executive compensation.

The Board of Directors recommends you vote "1 Year" for the following proposal:

1 Year 2 Years 3 Years Abstain

- 5. A non-binding shareholder advisory vote on the frequency of holding a non-binding advisory vote on executive compensation.

Please sign exactly as your name(s) appear(s) hereon. When signing as attorney, executor, administrator, or other fiduciary, please give full title as such. Joint owners should each sign personally. All holders must sign. If a corporation or partnership, please sign in full corporate or partnership name by authorized officer.

Signature [PLEASE SIGN WITHIN BOX] Date

Signature (Joint Owners) Date

Meeting Information

Meeting Type: Annual Meeting
For holders as of November 25, 2016

Date: Monday, February 6, 2017

Time: Meeting @ 9:00 a.m.
**Breakfast provided at 8:15 a.m.*

Location: The Hotel Roanoke and Conference Center
110 Shenandoah Avenue
Roanoke, VA 24016

RSVP Attendance to Sherry Shaw at (540) 777-3972 or by e-mail at sherry_shaw@roanokegas.com

Important Notice Regarding the Availability of Proxy Materials for the Annual Meeting:

The Notice, Proxy Statement and 10-K are available at www.rgcreources.com.

E15475-P82949

**PROXY
RGC RESOURCES, INC.
519 Kimball Avenue, N.E. Roanoke, Virginia 24016
This Proxy is solicited on behalf of the Board of Directors**

The undersigned hereby appoints Frank T. Ellett and Roger L. Baumgardner, or either of them, with full power of substitution, to vote all common stock of RGC Resources, Inc. held of record by the undersigned as of November 25, 2016 at the Annual Meeting of Shareholders of RGC Resources, Inc., to be held on February 6, 2017, and at any adjournment thereof.

The shares represented by this Proxy will be voted as specified. If no choice is specified, the Proxy will be voted FOR all proposals and 1 Year on proposal 5. The undersigned hereby acknowledges receipt of the Proxy Statement dated December 16, 2016.

Continued and to be signed on reverse side