



AGL Resources™

2008 Annual Report

STRONG FUNDAMENTALS, SUSTAINABLE FUTURE



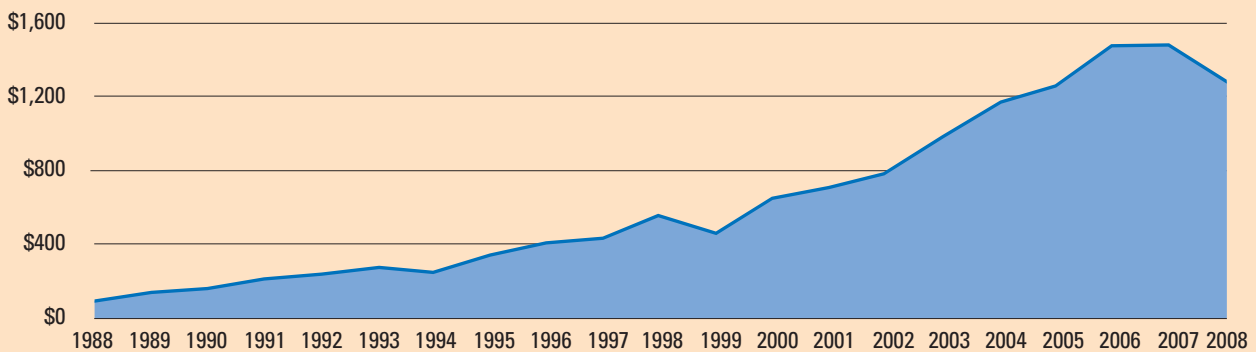
Contents

- 1 Letter from the Chairman, President and Chief Executive Officer
- 2 Financial Highlights
- 4 Strong Fundamentals, Sustainable Future
- 14 AGL Resources at a Glance
- 16 Executive Officers and Board of Directors
- 17 Presenting Our Form 10-K
- 19 Form 10-K
- 114 Shareholder Information

In this report, AGL Resources and our predecessor companies have maintained long relationships with our customers by delivering a valuable and useful product along with a high level of service. In this report we highlight several of these long-term relationships.

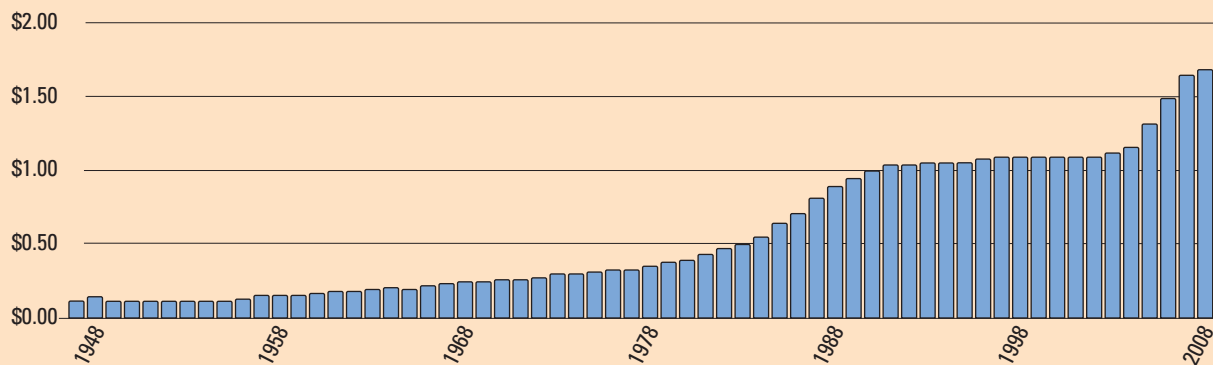
A PROGRESSIVE COMPANY WITH A LONG-TERM TRACK RECORD

Cumulative Shareholder Return on 20-Year Investment* in dollars



* \$100 invested on December 31, 1988 in AGL Resources Inc. stock, including reinvestment of dividends for years ending December 31.

60-Year History of Dividend Growth* in dollars



* Adjusted for stock splits

Letter to Shareholders

To Our Shareholders,

For more than 150 years, AGL Resources and its predecessor companies have provided safe, reliable natural gas services to our valued customers. And since becoming a public company more than 60 years ago, we have delivered financial results that consistently have generated steady and stable returns for our shareholders.

Today our country faces some of the most challenging economic times we have seen in decades. The impact has been felt in nearly every industry and company in America, including ours. Despite those challenges, we performed very well in 2008 by continuing to do the things we have done well throughout our history – focusing on the fundamentals of our business and managing the company in a way that provides long-term stability and sustainable growth.

2008 Performance Highlights

Record earnings We achieved record diluted earnings per share of \$2.84 in 2008, 4.4 percent higher than in 2007, and at the upper end of our earnings guidance range for the year. Our utility and retail energy operations businesses performed well, despite the challenges of lower customer growth resulting from a significant downturn in the housing market that affected all of our service areas. Strong performance in our non-utility business, particularly wholesale services, drove

John W. Somerhalder II
Chairman, President and
Chief Executive Officer



Financial Highlights

In millions, except per share amounts and market price

	2008	2007	Change
Operating revenues	\$ 2,800	\$ 2,494	12.3%
Net income	\$ 217	\$ 211	2.8%
Earnings per common share			
Basic	\$ 2.85	\$ 2.74	4.0%
Diluted	\$ 2.84	\$ 2.72	4.4%
Weighted average number of common shares outstanding			
Basic	76.3	77.1	(1.0)%
Diluted	76.6	77.4	(1.0)%
Market capitalization (year end)	\$ 2,411	\$ 2,876	(16.2)%
Market price (year end, closing)	\$ 31.35	\$ 37.64	(16.7)%
Total assets	\$ 6,710	\$ 6,258	7.2%

earnings improvement. Our wholesale services business generated higher economic results year-over-year by capitalizing on opportunities to market both storage and transportation capacity to customers throughout the U.S.

Progress on major capital projects We achieved several significant milestones on our major capital projects during the year. The largest project, Golden Triangle Storage, is a high-deliverability salt-dome storage facility in Beaumont, Texas that will serve producers and marketers throughout the Gulf Coast region. We began construction in May 2008 and expect the first storage cavern to begin commercial operation in late 2010. We also made significant progress on our Hampton Roads Crossing pipeline project in Virginia, which will connect the northern and southern parts of our Virginia Natural Gas system to enhance reliability and access to natural gas supply for our utility customers. The construction of this pipeline includes what we believe to be the longest underground horizontal directional drilling project in the world for 24-inch steel pipe — nearly a mile and a half under the Elizabeth River. We expect to complete the project by the end of this year.

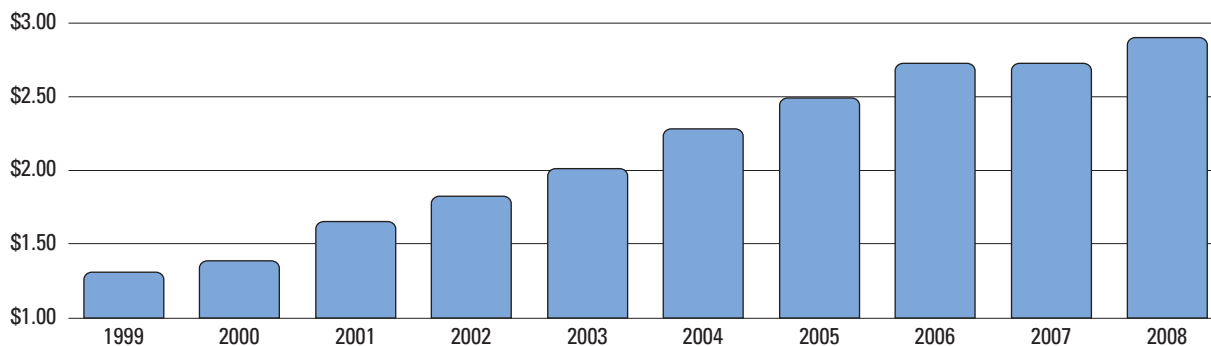
Strong liquidity position and capital discipline The turmoil in the financial markets in recent months only underscores the importance of financial strength and capital discipline in uncertain capital markets. We have a \$1 billion credit facility in place that does not expire until mid-2011, which puts us in a strong position to meet ongoing working capital needs. We have a diverse group of banks supporting our credit facility and strong investment-grade credit ratings that provide good access to the capital markets.

Commitment to dividend growth We recognize the importance of the dividend component of our total value proposition to investors. In 2008 and 2009 we maintained our commitment to growing the dividend by increasing our annual dividend \$0.04, or 2.4 percent each year, to an annual rate of \$1.68 per share in 2008 and \$1.72 per share in 2009.

2009 Operating Priorities

In 2009, we will continue to work toward completing our major capital projects, and we will continue to run each of our businesses by concentrating on operating fundamentals and discipline around operating costs and capital deployment. However, one of our highest

Sustainable Growth in Earnings Per Share* in dollars



* Represents calendar-year diluted earnings per share amounts.

priorities in 2009 and 2010 will be the successful execution of our regulatory strategy.

Over the next 18 months, we will file required rate cases in our largest jurisdictions. In each of those states, we have been encouraged by recent regulatory decisions that recognize the need for utilities to recover costs associated with investments made to increase system reliability and to enhance the customer experience. While we have sought to maintain rate freezes and long-term rate stayouts in most of our jurisdictions over the past few years, we do expect to request modest and reasonable base rate increases to recover major infrastructure investments, inflation, the rising costs of health care and pension expense.

We also will continue to explore opportunities related to alternative and renewable energy supply. As the cleanest-burning fossil fuel, natural gas plays an important role in our country's long-term energy strategy. The direct use of natural gas is highly efficient and has a significantly lower carbon footprint than traditional fuel sources. We are evaluating a number of potential opportunities, ranging from new appliance technologies to the conversion of landfill methane gas to pipeline-quality natural gas.

Strong Fundamentals, Sustainable Future

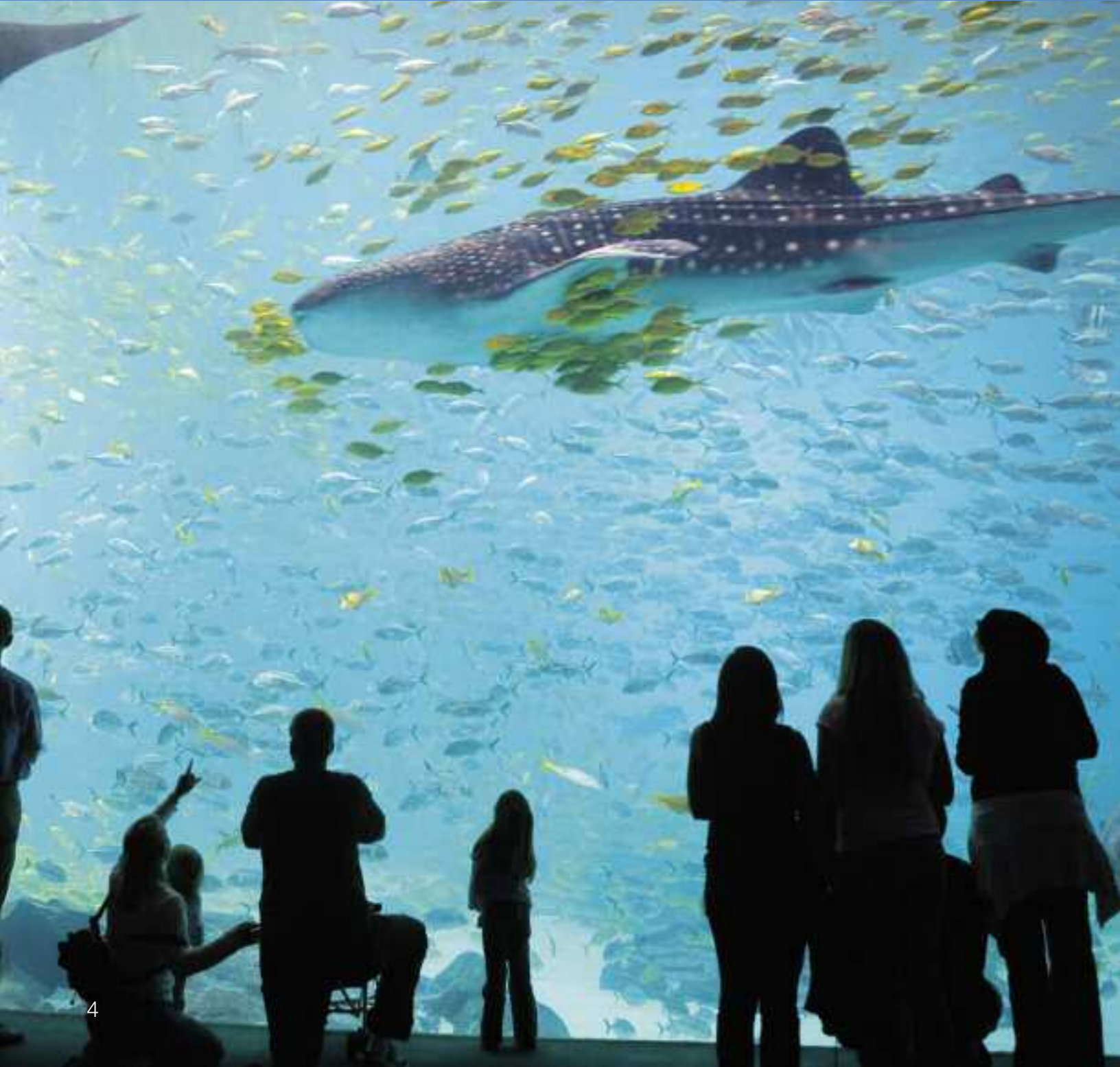
For more than 150 years, it's the way we have run our business, and it's the way we expect to run it for many years to come. Our success in 2008 and our ability to meet the challenges ahead of us are the direct result of the talent, skills and dedication of the more than 2,300 employees of AGL Resources. I am proud to work with such a committed group of people, who work tirelessly on behalf of customers and shareholders every day.

On behalf of our Board of Directors and our employees, we appreciate your investment and continued confidence in AGL Resources.

Sincerely,

John W. Somerhalder II
Chairman, President and Chief Executive Officer
February 27, 2009

Georgia Aquarium opened in 2005 as the world's largest. The Atlanta-based attraction, which features more animals than any other aquarium in the world, chose natural gas as the fuel source for regulating the temperature of its more than eight million gallons of water and to ensure a comfortable environment for its visitors as well.



STRONG FUNDAMENTALS, SUSTAINABLE FUTURE

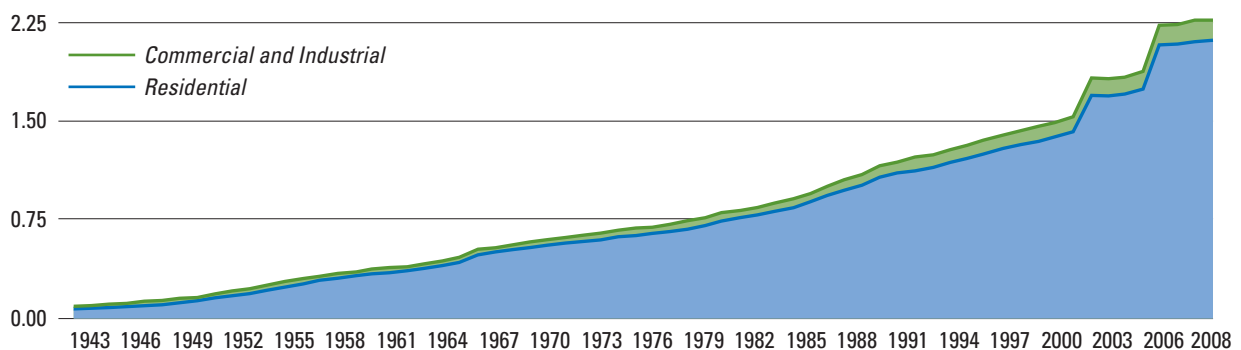
OUR CUSTOMERS KNOW WE CARE

At AGL Resources, we've demonstrated time and time again, through economic crises and turbulent times, that our foundation is not only strong, resilient and able to withstand a wide variety of challenges, but also is a reliable platform for continuous growth and stable earnings. Our business model is proven and it's sustainable.

At our company's core, we apply operational strategies and tactics that are prudent and focused on a sustainable future. And with our discipline around the deployment of capital in regulated and non-regulated energy investments, we maintain a strong balance sheet that helps to ensure our financial stability and access to the capital markets to fund future growth.

Good will, superior service and consistent community-focused operations result in good customer relations. We have enjoyed long and productive relationships with the customers and communities we serve. We also have nurtured partnerships with major industrial customers, which have become productive, decades-long, sustaining relationships. As our customers have grown, we've grown — providing them with the energy and services they need from a stable partner with deep roots in each jurisdiction.

Average End-Use Customer Growth *in millions*



PUTTING OUR MONEY WHERE THE FUTURE NEEDS IT

We always have paid close attention to the health and strength of our distribution and storage systems' infrastructures. The capital investments we've made over the last few years, and plan to make in the years to come, are carefully analyzed for the impact they will have on our company's, our customers' and our communities' futures. We invest capital for the purpose of strengthening our foundation to ensure that we have many years ahead of us, and also to diminish the impact we have on our environment. In short, we spend money to stay strong to reduce our carbon footprint.

Our pipeline replacement programs in Georgia and New Jersey replace aging bare steel and cast-iron pipe with plastic and coated steel pipe – resulting in lower methane emissions, fewer leaks, and improved safety and reliability. We are building new pipelines such as the Magnolia Pipeline Project, a project that we, along with Southern Natural Gas, have undertaken to diversify our sources of natural gas. Additionally, the Hampton Roads Crossing pipeline will link two important service areas and minimize adverse impacts of upstream interruptions in natural gas supplies. Wherever we build, we strive to minimize our environmental impact by

using environmentally friendly building methods, such as directional drilling, and using existing utility corridors to avoid disturbing shell fisheries, farmland, sensitive wetlands and residential areas.

Our capital investment in natural gas storage projects is driven by variables that include customer demand for energy, commodity market trends, geopolitical conditions and the weather, to name a few. Power generation drives demand for natural gas, and we believe that large volumes of natural gas will be offloaded on the Gulf Coast, either from LNG processing facilities or from unconventional reserves. These volumes will need to be stored and moved into the gas pipeline networks that supply the southeastern U.S. We're preparing for the future with the Golden Triangle Storage project. When completed in 2013, this facility will include two salt-dome caverns with a total storage capacity of 17 Bcf and six pipeline interconnects. We broke ground on the first cavern in mid-2008. The facility potentially can be expanded to a total of five caverns with 38 Bcf of working natural gas in the future based on customer interest.

Residential customer Mrs. Kathleen Holiman has been an Atlanta Gas Light customer for 55 years. But last year her furnace stopped working. On a fixed income, she began using a stove to heat her home in the dead of winter. Atlanta Gas Light stepped in to help Mrs. Holiman through its participation in the Home and Heartwarming Program in Georgia. Employees with the program repaired her furnace, added insulation, and installed new weather stripping at no charge. These measures helped make her home more energy efficient and lower her utility bills. An emotional Mrs. Holiman told a local TV news reporter, “I’m just overwhelmed. Somebody other than the Lord loves me.”



Waffle House, Inc., headquartered in Norcross, Georgia, has more than 1,500 restaurants across the United States that are open 24/7, 365 days per year. The Waffle House restaurants utilize natural gas for heating, water heating, food preparation and, more recently, desiccant dryers that reduce moisture and prevent the large windows from fogging over. Waffle House understands the value that natural gas brings to its business. And just as Waffle House provides a consistent dining experience, AGL Resources provides clean, efficient and reliable natural gas as an energy source central to their business.



PARTNERING FOR CLEAN ENERGY

Are all of our customers and potential customers aware of the efficiency and economic benefits that natural gas provides? Do they all have access to the high-efficiency natural gas appliances that deliver these benefits? Not yet, but we're working on that.

Our energy assistance programs are available to our low-income and elderly customers to help manage their energy usage and costs by making their homes more energy-efficient through expert conservation advice and equipment upgrades. Each of our utility companies goes the extra distance to provide customers with incentives to install higher efficiency natural gas home heating furnaces and water heaters, and to schedule seasonal heating check-ups and to install home weatherization.

But our commitment does not end there. Partnered with like-minded enterprises, we also are promoting the use of new technology and processes to meet and manage the energy needs of our customers and communities. For example, we have partnered with property developers to build "vertical mains" in high-rise condominium projects in order to provide residents with the benefits of natural gas. We

are piloting the use of natural gas dehumidifiers, or desiccants, to improve indoor air quality and conserve energy by allowing residents to leave thermostats at comfortable settings. We're working to increase the use of compressed natural gas, or CNG, as an efficient transportation fuel replacing diesel or gasoline for individual, commercial and government uses.

We also realize that one company could not possibly have the resources needed to make all our markets aware of the pressing environmental reasons for, and the long-range benefits of, natural gas. So we helped found the Council for Responsible Energy, or CRE, a coalition of leaders in the energy industry. The CRE, with top management membership from more than 190 organizations and representing more than 6.5 million households, is conducting a national campaign to educate consumers, promote the advantages and benefits of using natural gas and communicate why natural gas is the responsible energy choice for our environment.



CLEAN IS GOOD, GREEN IS BETTER

We are committed to being good environmental stewards. We educate our customers about the economic and environmental advantages of using clean-burning natural gas to heat water, cook and maintain a comfortable temperature in their homes and businesses. We make it possible for our customers to use natural gas more effectively and economically.

REDUCING OUR OWN CARBON FOOTPRINT

We place a high priority on environmental performance in all our operations and have worked hard to reduce the company's carbon footprint. We've reduced our own greenhouse gas emissions through prudent investments in energy-efficient technology and we're optimizing our operating processes to significantly decrease waste and pollution. From the implementation of enterprise-wide recycling programs to the installation of more efficient equipment at our liquefied natural gas facilities and in our distribution systems, we are committed to being responsible stewards of our environment.

In June of 2008, we issued a comprehensive Corporate Responsibility Report, "The Right Reasons." Detailed within it are the company's commitments to: protect our environment and the health and safety of our employees and customers; give back to the many communities we serve; and attract, train and retain a diverse and diligent workforce. Our Corporate Responsibility Report is available free of charge on our website aglresources.com.



Merck & Co., Inc. is a global research-driven pharmaceutical company that discovers, develops, manufactures and markets vaccines and medicines. The company is at the forefront of applying new and renewable technologies to conserve energy, reduce costs and lower its carbon footprint. Merck's facility in Rahway/Linden, New Jersey, is a longtime customer of Elizabethtown Gas. Merck operates a steam cogeneration facility and natural gas-fired micro turbines that supply steam, hot water and electricity to the site.



NASA's mission is to pioneer future advances in space exploration, scientific discovery and aeronautics research. Natural gas, supplied by Virginia Natural Gas, helps enable the NASA Langley Research Center in Hampton, Virginia, to conduct wind tunnel experiments. Additionally, the Kennedy Space Center in Florida depends on natural gas supplied by Florida City Gas to control humidity in sensitive processing areas.



REGULATED UTILITIES, RELIABLE RETURNS

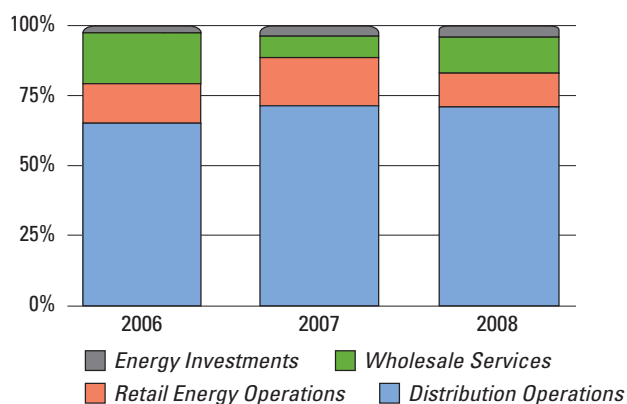
A chief advantage of owning and operating regulated utility companies, particularly in our current economic climate, is that we can maintain a relatively high degree of certainty around expectations. This means we have the opportunity to earn reliable returns. The challenges we face in our utility businesses are much the same year in and year out — managing costs, competing for capital for our infrastructure investments and competing for customers. All states served by the company’s utilities also require some level of commitment to energy-efficient initiatives and environmental stewardship. We have worked hand-in-hand with the states to promote conservation and the best uses for natural gas.

Over the past several years, the company’s utilities have been fulfilling their long-term commitments to rate freezes, which begin expiring in 2009. As these rate cases come up for renewal, we will be looking at rate reforms that encourage conservation and “decoupling.” In traditional rate designs, our utilities’ recovery of their fixed customer service costs are tied to customer usage. Separating or decoupling the recovery of these fixed costs from the natural

gas deliveries will align the interests of our customers and utilities by encouraging energy conservation and adding more stability to our utilities’ operating margins. We will work to achieve fair prices and fair treatment for both our company and our customers.

As the following chart indicates, a significant percentage of our consolidated earnings is derived from our regulated utilities and from the sale of natural gas to end-use customers, primarily in Georgia, through our retail energy operations segment. This statistic is significant as it represents the portion of our earnings directly resulting from supplying natural gas to retail customers.

Operating segment EBIT* by percentage



* Earnings before interest and taxes (EBIT) should not be considered an alternative to, or more meaningful measurement than, operating income or net income as determined in accordance with accounting principles generally accepted in the United States (GAAP). For a reconciliation of EBIT to GAAP, see Item 7 of our Form 10-K included with this report.

AGL Resources Operations at a Glance

Distribution Operations

[Atlanta Gas Light](#) is the largest natural gas distributor in the Southeastern United States in terms of customers, providing gas delivery service to approximately 1.6 million residential, commercial and industrial end-use customers throughout Georgia.

[Chattanooga Gas](#) provides retail natural gas service to approximately 62,000 residential, commercial and industrial customers in Hamilton County and Bradley County, Tennessee.

[Elizabethtown Gas](#) provides natural gas service to approximately 273,000 residential, commercial and industrial customers in northwestern and east central New Jersey.

[Elkton Gas](#) provides natural gas service to approximately 6,000 residential, commercial and industrial customers in northeastern Maryland.

[Florida City Gas](#) provides natural gas service to approximately 104,000 residential, commercial and industrial customers in southeastern and east central Florida.

[Virginia Natural Gas](#) provides natural gas service to approximately 271,000 residential, commercial and industrial customers in southeastern Virginia.

Retail Energy Operations

[SouthStar Energy Services](#) is a joint venture operating in Georgia under the trade name Georgia Natural Gas. The business supplies natural gas to approximately 526,000 retail and commercial customers in Georgia and to more than 300 interruptible customers throughout the Southeastern United States. SouthStar also provides gas supply to customers in Ohio and Florida.

Wholesale Services

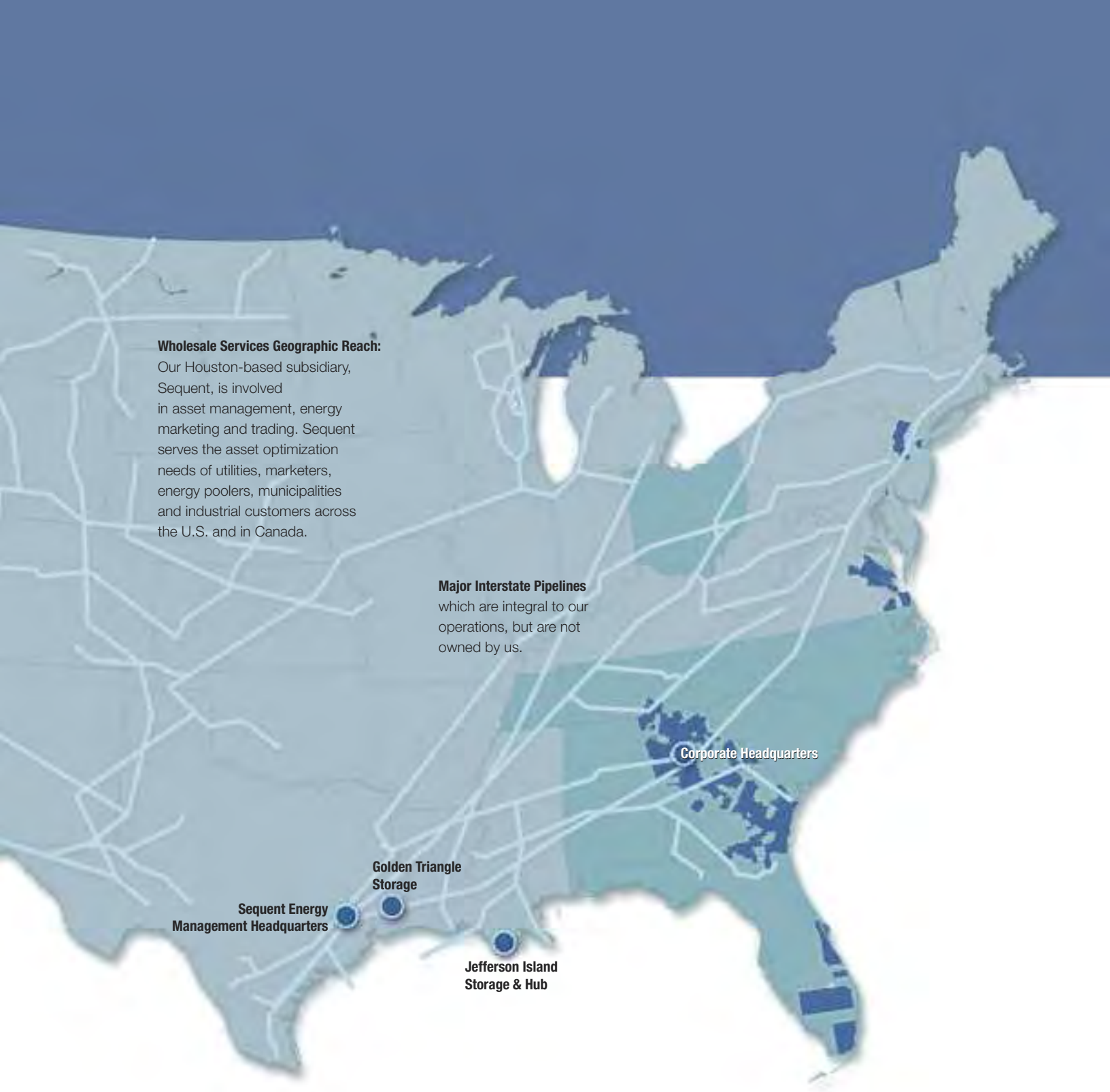
[Sequent Energy Management](#) provides customers throughout the United States and in Canada with the ability to optimize their natural gas asset portfolio and increase cost effectiveness from wellhead to burner tip. Services include natural gas asset management, producer and storage services, and full-requirements supply, including peaking needs.

Energy Investments

[Jefferson Island Storage & Hub](#) operates a high-deliverability natural gas storage facility in Louisiana. The facility consists of two salt-dome storage caverns with 10 Bcf of total capacity and approximately 7 Bcf of working gas capacity.

[Golden Triangle Storage](#) is building a high-deliverability natural gas storage facility in Texas. The project initially will consist of two underground salt-dome storage caverns that will hold approximately 17 Bcf of total capacity and approximately 12 Bcf of working gas capacity.

[AGL Networks](#) is a carrier-neutral provider that leases telecommunication fiber to a variety of customers in the Atlanta, Georgia, and Phoenix, Arizona metropolitan areas, and has a small presence in other cities in the United States. AGL Networks provides conduit and dark fiber to its customers under long-term lease arrangements, as well as telecommunications construction services.



Wholesale Services Geographic Reach:

Our Houston-based subsidiary, Sequent, is involved in asset management, energy marketing and trading. Sequent serves the asset optimization needs of utilities, marketers, energy poolers, municipalities and industrial customers across the U.S. and in Canada.

Major Interstate Pipelines

which are integral to our operations, but are not owned by us.

Corporate Headquarters

Golden Triangle Storage

Sequent Energy Management Headquarters

Jefferson Island Storage & Hub

SouthStar Energy Services Market Area
 (Retail Energy Operations)
 Georgia
 North Carolina
 South Carolina
 Alabama
 Florida
 Ohio
 Tennessee

Distribution Operations Service Territory
 Atlanta Gas Light
 Chattanooga Gas
 Elizabethtown Gas
 Elkton Gas
 Florida City Gas
 Virginia Natural Gas

Executive Officers

John W. Somerhalder II

Chairman, President and Chief Executive Officer

Ralph Cleveland

Executive Vice President, Engineering and Operations

Andrew W. Evans

Executive Vice President and Chief Financial Officer

Henry P. Linginfelter

Executive Vice President, Utility Operations

Kevin P. Madden*

Executive Vice President, External Affairs

Melanie M. Platt

Senior Vice President, Human Resources

Douglas N. Schantz

President, Sequent Energy Management, L.P.

Paul R. Shlanta

Executive Vice President, General Counsel and Chief Ethics and Compliance Officer

**In November 2008, Mr. Madden announced his retirement, effective March 1, 2009.*

Board of Directors

Sandra N. Bane^{1,2}

Retired partner, KPMG LLP
Pasadena, CA
Director since 2008

Thomas D. Bell, Jr.^{2,4}

Chairman and Chief Executive Officer
Cousins Properties, Incorporated
Atlanta, GA
Director since 2004

Charles R. Crisp^{2,4}

Former President, Chief Executive Officer
Coral Energy, LLC, a subsidiary of Shell Oil Company
Houston, TX
Director since 2003

Arthur E. Johnson^{2*,3,4}

Senior Vice President, Corporate Strategic Development
Lockheed Martin Corporation
Bethesda, MD
Director since 2002

Wyck A. Knox, Jr.^{1,5}

Former partner and chairman of the executive committee
Kilpatrick Stockton, LLP
Augusta, GA
Director since 1998

Dennis M. Love^{1,3,5*}

President and Chief Executive Officer
Printpack Inc.
Atlanta, GA
Director since 1999

Charles H. "Pete" McTier^{1,5}

Former President
The Robert W. Woodruff Foundation, the Joseph B. Whitehead
Foundation, The Lettie Pate Evans Foundation and the
Lettie Pate Whitehead Foundation
Atlanta, GA
Director since 2006

Dean R. O'Hare^{1,5}

Former Chairman and Chief Executive Officer
The Chubb Corporation
Warren, NJ
Director since 2005

D. Raymond Riddle^{3*,4,5}

Lead Director
AGL Resources Inc.
Atlanta, GA
Director since 1978

James A. Rubright^{2,3,4*}

Chairman and Chief Executive Officer
Rock-Tenn Company
Norcross, GA
Director since 2001

John W. Somerhalder II^{3,4}

Chairman, President and Chief Executive Officer
AGL Resources Inc.
Atlanta, GA
Director since 2006

Felker W. Ward, Jr.^{1,5}

Managing Member
Pinnacle Investment Advisors, LLC
Union City, GA
Director since 1988

Bettina M. Whyte^{2,4}

Chairman of the Advisory Board
Bridge Associates, LLC.
New York, NY
Director since 2004

Henry C. Wolf^{1*,3,5}

Former Vice Chairman and Chief Financial Officer
Norfolk Southern Corporation
Norfolk, VA
Director since 2004

* Committee Chair

¹ Audit

² Compensation and Management
Development

³ Executive

⁴ Finance and Risk Management

⁵ Nominating, Governance and
Corporate Responsibility

All members of the Audit,
Compensation and Management
Development, and Nominating,
Governance and Corporate

Responsibility committees are
"independent" as defined under
applicable rules and regulations.

Our 2008 Form 10-K

Our 2008 Form 10-K includes our financial statements. It also includes detailed information about each of our subsidiaries, our liquidity and capital resources, the competitive environments of our businesses and other matters.

All publicly held companies in the United States are required to file a Form 10-K report with the Securities and Exchange Commission (SEC) every year. We are supplying our 2008 Form 10-K (without exhibits) consistent with our commitment to provide transparency and full disclosure to our shareholders.

The 2008 Form 10-K is amended, supplemented and updated by any amendment that we may file, and by all of the quarterly reports on Form 10-Q and recent reports on Form 8-K we file with the SEC during the year. We urge you to read all such reports. Copies may be obtained as described under Available Information on page 114. We will also furnish without charge to any requesting shareholder a copy of any exhibit filed with our 2008 Form 10-K.

Form 10-K Overview

This Annual Report is not a part of, and should not be considered to be included in, our 2008 Form 10-K. Use the listing below, which includes highlights of the 2008 Form 10-K, to help you find information easily. A comprehensive Table of Contents with the page number for each item can be found on page 20.

Part I: A description of our businesses includes:

- Detailed descriptions of our segments
- The regulatory outlook for distribution operations
- Customer growth and competition in our distribution and retail energy operations segments
- Wholesale services' storage inventory outlook and asset management transactions
- Our natural gas storage businesses

Part II: Management's Discussion of Results and Financial Statements

Items 5 and 6 include:

- Quarterly dividend and stock price information
- Selected financial data

Items 7 and 7A include:

- Management's Discussion and Analysis of Financial Condition and Results of Operations, which provides a discussion of changes in earnings and cash flows over the past three years
- Quantitative and Qualitative Disclosures About Market Risk

Items 8 and 9 include:

- Reports of independent registered public accounting firm
- Management's reports on internal control over financial reporting and disclosure controls and procedures
- Our financial statements and footnotes
- Supplementary financial information (unaudited)

Part III: Information about board members, executive officers and accounting fees

- Information about members of the Board of Directors, executive compensation and accounting fees is incorporated by reference to our proxy statement

Part IV: Exhibits and signatures include:

- An index of exhibits
- Signatures of members of the Board of Directors and certain officers

Schedule II

Exhibit 31.1 – Certifications of John W. Somerhalder II pursuant to Rule 13a-14(a)

Exhibit 31.2 – Certifications of Andrew W. Evans pursuant to Rule 13a-14(a)

Shareholder Information

Corporate Headquarters

AGL Resources Inc., Ten Peachtree Place, N.E., Atlanta, GA 30309; 404-584-4000; website: aglresources.com.

Stock Exchange Listing

Our common stock is traded on the New York Stock Exchange under the symbol "AGL" and quoted in *The Wall Street Journal* as "AGL Res." Prior to February 2009, our common stock was traded on the New York Stock Exchange under the symbol "ATG."

Transfer Agent and Registrar

Wells Fargo serves as our transfer agent and registrar and can help with a variety of stock-related matters, including name and address changes; transfer of stock ownership; lost certificates; and Form 1099s.

Inquiries may be directed to: Wells Fargo Shareowner Services, P.O. Box 64874, St. Paul, MN 55164-0874; toll-free 800-468-9716; website: www.wellsfargo.com/shareownerservices.

Available Information

A copy of this Annual Report, as well as our Annual Report on Form 10-K, Quarterly Reports on Form 10-Q, Current Reports on Form 8-K, other reports that we file with or furnish to the Securities and Exchange Commission (SEC) and our recent news releases are available free of charge at our website aglresources.com as soon as reasonably practicable. The information contained on our website should not be considered part of this document and does not constitute incorporation by reference.

Our Annual Report on Form 10-K includes the certifications of our chief executive officer and chief financial officer required by Sections 302 and 906 of the Sarbanes-Oxley Act of 2002. Additionally, we have filed the most recent annual CEO certification as required by Section 303A.12(a) of the New York Stock Exchange Listed Company Manual pursuant to which our CEO certified to the NYSE that he was not aware of any violation by AGL Resources of the NYSE's corporate governance listing standards.

Our corporate governance guidelines; our code of ethics for the CEO and senior financial officers; our code of conduct and ethics; and the charters of our Board committees also are available on our website.

The above information and any exhibit to our 2008 Form 10-K also will be furnished free of charge upon written request to our Investor Relations department at: Steve Cave, Managing Director, Investor Relations, AGL Resources, Ten Peachtree Place, N.E., Atlanta, GA 30309; 404-584-3801; scave@aglresources.com.

Institutional Investor Inquiries

Institutional investors and securities analysts should direct inquiries to: Steve Cave, Managing Director, Investor Relations, AGL Resources, Ten Peachtree Place, N.E., Atlanta, GA 30309; 404-584-3801; scave@aglresources.com.

Annual Meeting

The 2009 annual meeting of shareholders will be held Wednesday, April 29, 2009, at AGL Resources corporate headquarters, Ten Peachtree Place, N.E., Atlanta, GA 30309.

ResourcesDIRECT™

New investors may make an initial investment, and shareholders of record may acquire additional shares of our common stock, through ResourcesDIRECT™ without paying brokerage fees or

service charges. Initial cash investments, quarterly cash dividends and/or optional cash purchases may be invested through the plan prospectus and enrollment materials. Contact our transfer agent at 800-468-9716 or visit our website at aglresources.com.

Stock Price and Dividend Information

At January 30, 2009, there were approximately 9,800 record holders of our common stock. Quarterly information concerning our high, low and closing prices and cash dividends that we paid in 2008 and 2007 is as follows:

2008

Quarter ended	Sales price of common stock			Cash dividend per common share
	High	Low	Close	
March 31, 2008	\$39.13	\$33.45	\$34.32	\$0.42
June 30, 2008	36.50	33.46	34.58	0.42
September 30, 2008	35.44	30.60	31.38	0.42
December 31, 2008	32.07	24.02	31.35	0.42

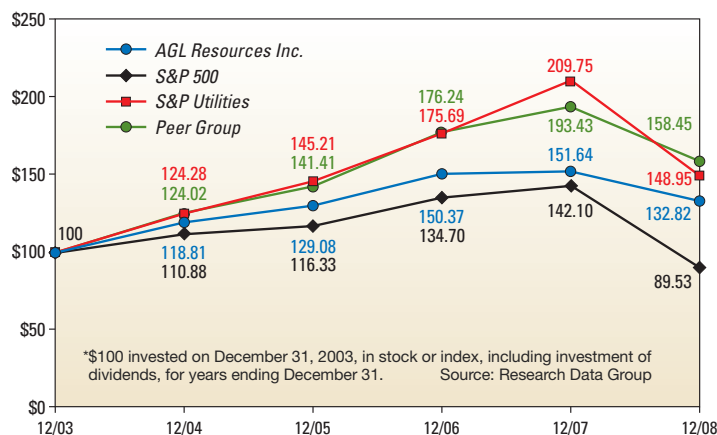
2007

Quarter ended	Sales price of common stock			Cash dividend per common share
	High	Low	Close	
March 31, 2007	\$42.99	\$38.20	\$42.72	\$0.41
June 30, 2007	44.67	39.52	40.48	0.41
September 30, 2007	41.51	35.24	39.62	0.41
December 31, 2007	41.16	35.42	37.64	0.41

We pay dividends four times a year: March 1, June 1, September 1 and December 1. We have paid 245 consecutive quarterly dividends beginning in 1948. Dividends are declared at the discretion of our Board of Directors, and future dividends will depend on our future earnings, cash flow, financial requirements and other factors. In February 2009, we increased the quarterly dividend to \$0.43 per common share and in February 2008 it was increased to \$0.42 per common share.

Comparison of 5 Year Cumulative Total Return*

The performance graph below compares the yearly percentage change in our total return to shareholders for the last five years with the total return of the Standard and Poor's 500 Stock Index, Standard and Poor's Utilities Stock Index and a self-determined peer group. The self-determined peer group contains a hybrid group of utility companies, primarily natural gas distribution companies, with similar revenues, market capitalization and asset base that were recommended by a global management consulting firm and approved by our Board of Directors. This new self-determined peer group will replace the S&P Utilities Index in prospective graphs. There are 13 companies included in this peer group: Atmos Energy Corp., Integrys Energy Group Inc., National Fuel Gas Company, New Jersey Resources Corp., Nicor Inc., Northwest Natural Gas Company, Oneok Inc., Piedmont National Gas Company Inc., Questar Corp., South Jersey Industries Inc., Southwest Gas Corp., UGI Corp. and WGL Holdings Inc.





Ten Peachtree Place, N.E.
Atlanta, Georgia 30309

AGL Resources serves approximately 2.3 million end-use natural gas customers in six states through its utility subsidiaries: Atlanta Gas Light, Chattanooga Gas, Elizabethtown Gas, Elkton Gas, Florida City Gas and Virginia Natural Gas. We provide asset management and related services to wholesale natural gas customers across the United States and in Canada through our subsidiary, Sequent Energy Management. We market natural gas in Georgia, Ohio and portions of the southeastern U.S. through a 70% ownership in SouthStar Energy Services. We own and operate complementary energy investments including Jefferson Island Storage & Hub, a high-deliverability natural gas storage facility near the Henry Hub in Louisiana, and the Golden Triangle Storage project, a natural gas storage facility currently under development near Beaumont, Texas.

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