

Seattle

December 22, 2011



**Russell Investment Company
Dividend Announcement**

Dear Shareholder:

On December 22, 2011, the following dividends payable was declared from net investment income and capital gains, respectively. Dividends will be payable on December 27, 2011, to shareholders of record effective with the opening of business on December 23, 2011.

Fund	Identifier	Net Investment Income	Short Term Capital Gains	Long Term Capital Gains
Russell Investment Grade Bond - Class I	782493407	0.0835	0.1513	0.0846
Russell Investment Grade Bond - Class E	782493183	0.0783	0.1513	0.0846
Russell Investment Grade Bond - Class Y	782493175	0.0853	0.1513	0.0846
Russell Investment Grade Bond - Class C	782494827	0.0625	0.1513	0.0846
Russell Investment Grade Bond - Class S	782494835	0.0820	0.1513	0.0846
Russell Investment Grade Bond - Class A	782494322	0.0790	0.1513	0.0846
Russell Short Duration Bond - Class S	782493506	0.0000	0.0000	0.0000
Russell Short Duration Bond - Class E	782493332	0.0000	0.0000	0.0000
Russell Short Duration Bond - Class C	782493340	0.0000	0.0000	0.0000
Russell Short Duration Bond - Class A	782494801	0.0000	0.0000	0.0000
Russell Short Duration Bond - Class Y	782494421	0.0000	0.0000	0.0000
Russell Strategic Bond - Class I	782493738	0.0284	0.1005	0.0000
Russell Strategic Bond - Class E	782493167	0.0260	0.1005	0.0000
Russell Strategic Bond - Class Y	782493159	0.0294	0.1005	0.0000
Russell Strategic Bond - Class A	782494470	0.0255	0.1005	0.0000
Russell Strategic Bond - Class C	782494462	0.0183	0.1005	0.0000
Russell Strategic Bond - Class S	782494454	0.0279	0.1005	0.0000
Russell Tax Exempt Bond - Class S	782493837	0.0722	0.0000	0.0000
Russell Tax Exempt Bond - Class E	782493316	0.0672	0.0000	0.0000
Russell Tax Exempt Bond - Class C	782493324	0.0533	0.0000	0.0000
Russell Tax Exempt Bond - Class A	782494314	0.0666	0.0000	0.0000
Russell US Small & Mid Cap - Class I	782493209	0.0804	0.0000	0.0000
Russell US Small & Mid Cap - Class E	782493274	0.0238	0.0000	0.0000
Russell US Small & Mid Cap - Class Y	782493266	0.1046	0.0000	0.0000
Russell US Small & Mid Cap - Class A	782494546	0.0081	0.0000	0.0000
Russell US Small & Mid Cap - Class C	782494538	0.0000	0.0000	0.0000
Russell US Small & Mid Cap - Class S	782494520	0.0706	0.0000	0.0000

Fund	Identifier	Net Investment Income	Short Term Capital Gains	Long Term Capital Gains
Russell International Developed Markets - Class I	782493605	0.5055	0.0000	0.0000
Russell International Developed Markets - Class E	782493217	0.4290	0.0000	0.0000
Russell International Developed Markets - Class Y	782493191	0.5354	0.0000	0.0000
Russell International Developed Markets - Class A	782494512	0.4005	0.0000	0.0000
Russell International Developed Markets - Class C	782494496	0.1385	0.0000	0.0000
Russell International Developed Markets - Class S	782494488	0.4856	0.0000	0.0000
Russell Tax Managed US Large Cap - Class S	782493720	0.0586	0.0000	0.0000
Russell Tax Managed US Large Cap - Class E	782478879	0.0088	0.0000	0.0000
Russell Tax Managed US Large Cap - Class C	782478309	0.0000	0.0000	0.0000
Russell Tax Managed US Large Cap - Class A	782494348	0.0170	0.0000	0.0000
Russell Tax Managed US Mid & Small Cap - Class S	782478408	0.0000	0.0000	0.0000
Russell Tax Managed US Mid & Small Cap - Class E	782478887	0.0000	0.0000	0.0000
Russell Tax Managed US Mid & Small Cap - Class C	782478507	0.0000	0.0000	0.0000
Russell Tax Managed US Mid & Small Cap - Class A	782494330	0.0000	0.0000	0.0000
Russell Emerging Markets - Class S	782493746	0.2691	0.0000	0.7019
Russell Emerging Markets - Class E	782493654	0.2217	0.0000	0.7019
Russell Emerging Markets - Class C	782493431	0.0703	0.0000	0.7019
Russell Emerging Markets - Class A	782494603	0.2199	0.0000	0.7019
Russell Emerging Markets - Class Y	782494439	0.3015	0.0000	0.7019
Russell US Core Equity - Class I	782493100	0.1155	0.0000	0.0000
Russell US Core Equity - Class E	782493290	0.0979	0.0000	0.0000
Russell US Core Equity - Class Y	782493282	0.1221	0.0000	0.0000
Russell US Core Equity - Class A	782494611	0.0936	0.0000	0.0000
Russell US Core Equity - Class C	782494595	0.0436	0.0000	0.0000
Russell US Core Equity - Class S	782494587	0.1104	0.0000	0.0000
Russell US Quantitative Equity - Class I	782493811	0.1169	0.0000	0.0000
Russell US Quantitative Equity - Class E	782493233	0.0983	0.0000	0.0000
Russell US Quantitative Equity - Class Y	782493225	0.1241	0.0000	0.0000
Russell US Quantitative Equity - Class A	782494579	0.0928	0.0000	0.0000
Russell US Quantitative Equity - Class C	782494561	0.0373	0.0000	0.0000
Russell US Quantitative Equity - Class S	782494553	0.1114	0.0000	0.0000
Russell US Value - Class I	782478770	0.0374	0.0000	0.0000
Russell US Value - Class S	782478762	0.0359	0.0000	0.0000
Russell US Value - Class E	782478788	0.0312	0.0000	0.0000
Russell US Value - Class C	782478796	0.0173	0.0000	0.0000
Russell US Growth - Class I	782478820	0.0000	0.0000	0.0000
Russell US Growth - Class S	782478812	0.0000	0.0000	0.0000
Russell US Growth - Class E	782478838	0.0000	0.0000	0.0000
Russell US Growth - Class C	782478846	0.0000	0.0000	0.0000

Fund	Identifier	Net Investment Income	Short Term Capital Gains	Long Term Capital Gains
Russell Global Equity - Class S	782478119	0.0745	0.0000	0.0000
Russell Global Equity - Class E	782478127	0.0545	0.0000	0.0000
Russell Global Equity - Class C	782478135	0.0000	0.0000	0.0000
Russell Global Equity - Class A	782478143	0.0507	0.0000	0.0000
Russell Global Equity - Class Y	782494447	0.0887	0.0000	0.0000
Russell Global Real Estate Securities - Class S	782493761	0.0062	0.0000	0.0000
Russell Global Real Estate Securities - Class E	782493647	0.0000	0.0000	0.0000
Russell Global Real Estate Securities - Class C	782493423	0.0000	0.0000	0.0000
Russell Global Real Estate Securities - Class A	782494405	0.0000	0.0000	0.0000
Russell Global Real Estate Securities - Class Y	782478713	0.0206	0.0000	0.0000
Russell Commodity Strategies - S	782494363	0.1744	0.2420	0.0002
Russell Commodity Strategies - E	782494371	0.1435	0.2420	0.0002
Russell Commodity Strategies - C	782494389	0.0895	0.2420	0.0002
Russell Commodity Strategies - A	782494397	0.1484	0.2420	0.0002
Russell Commodity Strategies - Y	782494355	0.1924	0.2420	0.0002
Russell Global Infrastructure - S	782494256	0.0587	0.0000	0.0036
Russell Global Infrastructure - E	782494264	0.0528	0.0000	0.0036
Russell Global Infrastructure - C	782494272	0.0334	0.0000	0.0036
Russell Global Infrastructure - A	782494280	0.0522	0.0000	0.0036
Russell Global Infrastructure - Y	782494249	0.0625	0.0000	0.0036
Russell Global Credit Strategies - S	782494199	0.6469	0.0000	0.0000
Russell Global Credit Strategies - E	782494215	0.6266	0.0000	0.0000
Russell Global Credit Strategies - C	782494223	0.5701	0.0000	0.0000
Russell Global Credit Strategies - A	782494231	0.6335	0.0000	0.0000
Russell Global Credit Strategies - Y	782494181	0.6547	0.0000	0.0000

Key Dates

Ex: 12/23/11
Record: 12/23/11
Payable: 12/27/11

With the enactment of The American Jobs Creation Act of 2004, Registered Investment Companies are now able to exempt from withholding the qualified interest income dividends paid to foreign investors. Of the net investment income dividends paid above, 100.00% of the Russell Investment Grade Bond Fund, 98.20% of the Russell Short Duration Bond Fund, and 98.84% of the Russell Strategic Bond Fund are exempt from the U.S. withholding tax.

If you have any questions or need additional information, please feel free to call Russell Investments 1-800-787-7354.

Fund objectives, risks, charges and expenses should be carefully considered before investing. A prospectus containing this and other important information can be obtained by calling (800) 787-7354 or visiting www.russell.com. Please read the prospectus carefully before investing.

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