

Tacoma

October 1, 2007



**Russell Investment Company
Dividend Announcement**

Dear Shareholder:

On October 1, 2007, the following dividends payable were declared from Net Investment Income. Dividends will be payable on October 4, 2007, to shareholders of record effective with the opening of business on October 2, 2007.

Fund	Identifier	Net Investment Income
Equity I - Class I	782493100	0.0830
Equity I - Class E	782493290	0.0595
Equity I - Class Y	782493282	0.0858
Equity Q - Class I	782493811	0.0863
Equity Q - Class E	782493233	0.0604
Equity Q - Class Y	782493225	0.0892
Fixed Income I - Class I	782493407	0.2692
Fixed Income I - Class E	782493183	0.2566
Fixed Income I - Class Y	782493175	0.2716
Fixed Income III - Class I	782493738	0.1233
Fixed Income III - Class E	782493167	0.1162
Fixed Income III - Class Y	782493159	0.1239

Key Dates

Ex: 10/02/07
Record: 10/02/07
Payable: 10/04/07

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, 86.64% of the Fixed Income I Fund dividends and 74.05% of the Fixed Income III Fund dividends are exempt from the U.S. withholding tax.

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