

Tacoma

August 1, 2008



**Russell Investment Company
Dividend Announcement**

Dear Shareholder:

On August 1, 2008, the following dividends payable was declared from Net Investment Income. Dividends will be payable on August 6, 2008, to shareholders of record effective with the opening of business on August 4, 2008.

Fund	Identifier	Net Investment Income
Tax Exempt Bond - Class S	782493837	0.0654
Tax Exempt Bond - Class E	782493316	0.0609
Tax Exempt Bond - Class C	782493324	0.0469
Multistrategy Bond - Class S	782493753	0.0433
Multistrategy Bond - Class E	782493613	0.0413
Multistrategy Bond - Class C	782493142	0.0349
Multistrategy Bond - Class A	782494702	0.0413

Key Dates

Ex: 08/04/08
Record: 08/04/08
Payable: 08/06/08

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, 76.41% of the Multistrategy Bond Fund dividends are exempt from the U.S. withholding tax.

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