

Tacoma

December 13, 2007



**Russell Investment Company  
Dividend Announcement**

Dear Shareholder:

On December 13, 2007, the following dividends payable was declared from net investment income and capital gains, respectively. Dividends will be payable on December 18, 2007, to shareholders of record effective with the opening of business on December 14, 2007.

<b>Fund</b>	<b>Identifier</b>	<b>Net Investment Income</b>	<b>Short Term Capital Gains</b>	<b>Long Term Capital Gains</b>
Fixed Income I - Class I	782493407	0.2857	0.0000	0.0000
Fixed Income I - Class E	782493183	0.2758	0.0000	0.0000
Fixed Income I - Class Y	782493175	0.2882	0.0000	0.0000
Fixed Income I - Class C	782494827	0.2393	0.0000	0.0000
Fixed Income I - Class S	782494835	0.2805	0.0000	0.0000
Short Duration Bond - Class S	782493506	0.1730	0.0000	0.0000
Short Duration Bond - Class E	782493332	0.1607	0.0000	0.0000
Short Duration Bond - Class C	782493340	0.1229	0.0000	0.0000
Short Duration Bond - Class A	782494801	0.1665	0.0000	0.0000
Fixed Income III - Class I	782493738	0.1891	0.0000	0.0000
Fixed Income III - Class E	782493167	0.1852	0.0000	0.0000
Fixed Income III - Class Y	782493159	0.1903	0.0000	0.0000
Multistrategy Bond - Class S	782493753	0.0718	0.0000	0.0000
Multistrategy Bond - Class E	782493613	0.0675	0.0000	0.0000
Multistrategy Bond - Class C	782493142	0.0550	0.0000	0.0000
Multistrategy Bond - Class A	782494702	0.0689	0.0000	0.0000
Tax Exempt Bond - Class S	782493837	0.0911	0.0000	0.0000
Tax Exempt Bond - Class E	782493316	0.0829	0.0000	0.0000
Tax Exempt Bond - Class C	782493324	0.0607	0.0000	0.0000
Equity II - Class I	782493209	0.1402	1.4517	3.3729
Equity II - Class E	782493274	0.0833	1.4517	3.3729
Equity II - Class Y	782493266	0.1714	1.4517	3.3729
International - Class I	782493605	1.5819	2.8402	5.1673
International - Class E	782493217	1.4738	2.8402	5.1673
International - Class Y	782493191	1.6052	2.8402	5.1673
Tax Managed Large Cap - Class S	782493720	0.1643	0.0000	0.0000

<b>Fund</b>	<b>Identifier</b>	<b>Net Investment Income</b>	<b>Short Term Capital Gains</b>	<b>Long Term Capital Gains</b>
Tax Managed Large Cap - Class E	782478879	0.1121	0.0000	0.0000
Tax Managed Large Cap - Class C	782478309	0.0000	0.0000	0.0000
Tax Managed Mid & Small Cap - Class S	782478408	0.0064	0.1467	1.0752
Tax Managed Mid & Small Cap - Class E	782478887	0.0000	0.1467	1.0752
Tax Managed Mid & Small Cap - Class C	782478507	0.0000	0.1467	1.0752
Special Growth Fund - Class S	782493886	0.0786	1.4725	3.6441
Special Growth Fund - Class E	782493696	0.0000	1.4725	3.6441
Special Growth Fund - Class C	782493472	0.0000	1.4725	3.6441
Special Growth Fund - Class A	782494306	0.0381	1.4725	3.6441
Emerging Markets - Class S	782493746	0.7442	1.4388	3.7800
Emerging Markets - Class E	782493654	0.6800	1.4388	3.7800
Emerging Markets - Class C	782493431	0.4905	1.4388	3.7800
Emerging Markets - Class A	782494603	0.7301	1.4388	3.7800
International Securities - Class S	782493845	2.2879	3.9462	7.2617
International Securities - Class E	782493662	2.0836	3.9462	7.2617
International Securities - Class C	782493449	1.4464	3.9462	7.2617
International Securities - Class A	782494504	2.2221	3.9462	7.2617
Multi-Manager Principal Protected - Class A	782478697	0.1087	0.2591	0.3353
Multi-Manager Principal Protected - Class B	782478689	0.0605	0.2591	0.3353
Equity I - Class I	782493100	0.1565	0.7765	2.1961
Equity I - Class E	782493290	0.1400	0.7765	2.1961
Equity I - Class Y	782493282	0.1609	0.7765	2.1961
Equity Q - Class I	782493811	0.1425	0.6684	3.0514
Equity Q - Class E	782493233	0.1233	0.6684	3.0514
Equity Q - Class Y	782493225	0.1473	0.6684	3.0514
Select Value Fund - Class I	782478770	0.0538	0.3571	1.5955
Select Value Fund - Class S	782478762	0.0484	0.3571	1.5955
Select Value Fund - Class E	782478788	0.0449	0.3571	1.5955
Select Value Fund - Class C	782478796	0.0176	0.3571	1.5955
Diversified Equity - Class S	782493803	0.1847	1.1717	3.0458
Diversified Equity - Class E	782493712	0.1499	1.1717	3.0458
Diversified Equity - Class C	782493480	0.0503	1.1717	3.0458
Diversified Equity - Class A	782494108	0.1657	1.1717	3.0458
Quantitative Equity - Class S	782493795	0.1297	0.5181	2.4731
Quantitative Equity - Class E	782493670	0.1024	0.5181	2.4731

<b>Fund</b>	<b>Identifier</b>	<b>Net Investment Income</b>	<b>Short Term Capital Gains</b>	<b>Long Term Capital Gains</b>
<b>Quantitative Equity - Class C</b>	782493456	0.0231	0.5181	2.4731
<b>Quantitative Equity - Class A</b>	782494207	0.1145	0.5181	2.4731
<b>Global Equity - Class S</b>	782478119	0.1285	0.1808	0.0127
<b>Global Equity - Class E</b>	782478127	0.1069	0.1808	0.0127
<b>Global Equity - Class C</b>	782478135	0.0637	0.1808	0.0127
<b>Global Equity - Class A</b>	782478143	0.1136	0.1808	0.0127
<b>Real Estate Securities - Class S</b>	782493761	0.1519	0.8484	4.9225
<b>Real Estate Securities - Class E</b>	782493647	0.1198	0.8484	4.9225
<b>Real Estate Securities - Class C</b>	782493423	0.0238	0.8484	4.9225
<b>Real Estate Securities - Class A</b>	782494405	0.1369	0.8484	4.9225
<b>Select Growth - Class I</b>	782478820	0.0000	0.0000	0.4127
<b>Select Growth - Class S</b>	782478812	0.0000	0.0000	0.4127
<b>Select Growth - Class E</b>	782478838	0.0000	0.0000	0.4127
<b>Select Growth - Class C</b>	782478846	0.0000	0.0000	0.4127

**Key Dates**

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Ex: 12/14/07  
Record: 12/14/07  
Payable: 12/18/07

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 47.60% of the Fixed Income I Fund dividends, 42.16% of the Short Duration Bond Fund dividends, 32.11% of the Fixed Income III Bond Fund dividends, 28.54% of the Multistrategy Bond Fund dividends and 0.00% of the Tax Exempt 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 the Russell Investment Group at 1-800-787-7354.

