

Tacoma

February 2, 2009

 **Russell
Investments**
Russell Investment Company
Dividend Announcement

Dear Shareholder:

On February 2, 2009, the following dividends payable was declared from net investment income. Dividends will be payable on February 5, 2009, to shareholders of record effective with the opening of business on February 3, 2009.

Fund	Identifier	Net Investment Income
Russell Investment Grade Bond Fund - Class I	782493407	0.2536
Russell Investment Grade Bond Fund - Class E	782493183	0.2494
Russell Investment Grade Bond Fund - Class Y	782493175	0.2543
Russell Investment Grade Bond Fund - Class C	782494827	0.2355
Russell Investment Grade Bond Fund - Class S	782494835	0.2514
Russell Short Duration Bond Fund - Class S	782493506	0.1883
Russell Short Duration Bond Fund - Class E	782493332	0.1844
Russell Short Duration Bond Fund - Class C	782493340	0.1731
Russell Short Duration Bond Fund - Class A	782494801	0.1837
Russell Short Duration Bond Fund - Class Y	782494421	0.1896
Russell Strategic Bond Fund - Class I	782493738	0.0635
Russell Strategic Bond Fund - Class E	782493167	0.0616
Russell Strategic Bond Fund - Class Y	782493159	0.0638
Russell Strategic Bond Fund - Class A	782494470	0.0606
Russell Strategic Bond Fund - Class C	782494462	0.0553
Russell Strategic Bond Fund - Class S	782494454	0.0626
Russell Tax Exempt Bond Fund - Class S	782493837	0.0424
Russell Tax Exempt Bond Fund - Class E	782493316	0.0376
Russell Tax Exempt Bond Fund - Class C	782493324	0.0236

Key Dates

Ex: 02/03/09
Record: 02/03/09
Payable: 02/05/09

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, 84.59% of the Russell Strategic Bond Fund, 93.16% of the Russell Investment Grade Bond Fund, and 68.27% of the Russell Short Duration 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