

Tacoma

July 1, 2009

 **Russell
Investments**
Russell Investment Company
Dividend Announcement

Dear Shareholder:

On July 1, 2009, the following dividends payable was declared from net investment income. Dividends will be payable on July 6, 2009, to shareholders of record effective with the opening of business on July 2, 2009.

Fund	Identifier	Net Investment Income
Russell U.S. Core Equity Fund - Class I	782493100	0.0570
Russell U.S. Core Equity Fund - Class E	782493290	0.0436
Russell U.S. Core Equity Fund - Class Y	782493282	0.0590
Russell U.S. Core Equity Fund - Class A	782494611	0.0386
Russell U.S. Core Equity Fund - Class C	782494595	0.0015
Russell U.S. Core Equity Fund - Class S	782494587	0.0504
Russell U.S. Quantitative Equity Fund - Class I	782493811	0.0765
Russell U.S. Quantitative Equity Fund - Class E	782493233	0.0626
Russell U.S. Quantitative Equity Fund - Class Y	782493225	0.0789
Russell U.S. Quantitative Equity Fund - Class A	782494579	0.0570
Russell U.S. Quantitative Equity Fund - Class C	782494561	0.0169
Russell U.S. Quantitative Equity Fund - Class S	782494553	0.0697
Russell Real Estate Securities Fund - Class S	782493761	0.1159
Russell Real Estate Securities Fund - Class E	782493647	0.1200
Russell Real Estate Securities Fund - Class C	782493423	0.0812
Russell Real Estate Securities Fund - Class A	782494405	0.1023
Russell Real Estate Securities Fund - Class Y	782478713	0.1254
Russell U.S. Value Fund - Class I	782478770	0.0164
Russell U.S. Value Fund - Class S	782478762	0.0153
Russell U.S. Value Fund - Class E	782478788	0.0117
Russell U.S. Value Fund - Class C	782478796	0.0021
Russell Investment Grade Bond Fund - Class I	782493407	0.0850
Russell Investment Grade Bond Fund - Class E	782493183	0.0799
Russell Investment Grade Bond Fund - Class Y	782493175	0.0858
Russell Investment Grade Bond Fund - Class C	782494827	0.0657
Russell Investment Grade Bond Fund - Class S	782494835	0.0827

Fund	Identifier	Net Investment Income
Russell Short Duration Bond Fund - Class S	782493506	0.0636
Russell Short Duration Bond Fund - Class E	782493332	0.0598
Russell Short Duration Bond Fund - Class C	782493340	0.0487
Russell Short Duration Bond Fund - Class A	782494801	0.0598
Russell Short Duration Bond Fund - Class Y	782494421	0.0651
Russell Strategic Bond Fund - Class I	782493738	0.0456
Russell Strategic Bond Fund - Class E	782493167	0.0435
Russell Strategic Bond Fund - Class Y	782493159	0.0460
Russell Strategic Bond Fund - Class A	782494470	0.0428
Russell Strategic Bond Fund - Class C	782494462	0.0365
Russell Strategic Bond Fund - Class S	782494454	0.0447
Russell Tax Exempt Bond Fund - Class S	782493837	0.0645
Russell Tax Exempt Bond Fund - Class E	782493316	0.0599
Russell Tax Exempt Bond Fund - Class C	782493324	0.0460

Key Dates

Ex:	07/02/09
Record:	07/02/09
Payable:	07/06/09

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, 88.69% of the Russell Investment Grade Bond Fund, 88.24% of the Russell Short Duration Bond Fund, and 76.30% 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.

Securities products and services offered through Russell Financial Services, Inc. (formerly Russell Fund Distributors, Inc.), member FINRA, part of Russell Investments.

Russell Investment Group is a Washington, USA Corporation which operates through subsidiaries worldwide, including Russell Investments, and is a subsidiary of The Northwestern Mutual Life Insurance Company.

First Used January 2009 RFS 09-1594