

Tacoma

July 1, 2008



**Russell Investment Company
Dividend Announcement**

Dear Shareholder:

On July 1, 2008, the following dividends payable were declared from Net Investment Income. Dividends will be payable on July 7, 2008, to shareholders of record effective with the opening of business on July 2, 2008.

Fund	Identifier	Net Investment Income
Tax Exempt Bond - Class S	782493837	0.0627
Tax Exempt Bond - Class E	782493316	0.0582
Tax Exempt Bond - Class C	782493324	0.0446
Multistrategy Bond - Class S	782493753	0.0471
Multistrategy Bond - Class E	782493613	0.0450
Multistrategy Bond - Class C	782493142	0.0386
Multistrategy Bond - Class A	782494702	0.0450
Diversified Equity - Class S	782493803	0.1133
Diversified Equity - Class E	782493712	0.0851
Diversified Equity - Class C	782493480	0.0042
Diversified Equity - Class A	782494108	0.0858
Quantitative Equity - Class S	782493795	0.0781
Quantitative Equity - Class E	782493670	0.0560
Quantitative Equity - Class C	782493456	0.0000
Quantitative Equity - Class A	782494207	0.0569

Fund	Identifier	Net Investment Income
Short Duration Bond - Class S	782493506	0.1975
Short Duration Bond - Class E	782493332	0.1860
Short Duration Bond - Class C	782493340	0.1551
Short Duration Bond - Class A	782494801	0.1860
Real Estate Securities - Class S	782493761	0.1773
Real Estate Securities - Class E	782493647	0.1522
Real Estate Securities - Class C	782493423	0.0771
Real Estate Securities - Class A	782494405	0.1525
Select Value Fund - Class I	782478770	0.0404
Select Value Fund - Class S	782478762	0.0365
Select Value Fund - Class E	782478788	0.0325
Select Value Fund - Class C	782478796	0.0138

Key Dates

Ex: 07/02/08
Record: 07/02/08
Payable: 07/07/08

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, 73.59% of the Multistrategy Bond Fund dividends and 91.25% of the Short Duration 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.