

Tacoma

March 2, 2009

 **Russell
Investments**
Russell Investment Company
Dividend Announcement

Dear Shareholder:

On March 2, 2009, the following dividends payable was declared from net investment income. Dividends will be payable on March 4, 2009, to shareholders of record effective with the opening of business on March 3, 2009.

Fund	Identifier	Net Investment Income
Russell Investment Grade Bond Fund - Class I	782493407	0.0690
Russell Investment Grade Bond Fund - Class E	782493183	0.0653
Russell Investment Grade Bond Fund - Class Y	782493175	0.0697
Russell Investment Grade Bond Fund - Class C	782494827	0.0524
Russell Investment Grade Bond Fund - Class S	782494835	0.0671
Russell Short Duration Bond Fund - Class S	782493506	0.0566
Russell Short Duration Bond Fund - Class E	782493332	0.0535
Russell Short Duration Bond Fund - Class C	782493340	0.0439
Russell Short Duration Bond Fund - Class A	782494801	0.0542
Russell Short Duration Bond Fund - Class Y	782494421	0.0578
Russell Strategic Bond Fund - Class I	782493738	0.0410
Russell Strategic Bond Fund - Class E	782493167	0.0393
Russell Strategic Bond Fund - Class Y	782493159	0.0414
Russell Strategic Bond Fund - Class A	782494470	0.0385
Russell Strategic Bond Fund - Class C	782494462	0.0333
Russell Strategic Bond Fund - Class S	782494454	0.0403
Russell Tax Exempt Bond Fund - Class S	782493837	0.0550
Russell Tax Exempt Bond Fund - Class E	782493316	0.0509
Russell Tax Exempt Bond Fund - Class C	782493324	0.0387

Key Dates

Ex:	03/03/09
Record:	03/03/09
Payable:	03/04/09

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, 92.65% of the Russell Investment Grade Bond Fund, 83.43% of the Russell Short Duration Bond Fund, and 81.05% 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.

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