

Tacoma

September 1, 2009

 **Russell
Investments**
Russell Investment Company
Dividend Announcement

Dear Shareholder:

On September 1, 2009, the following dividends payable was declared from net investment income. Dividends will be payable on September 3, 2009, to shareholders of record effective with the opening of business on September 2, 2009.

Fund	Identifier	Net Investment Income
Russell Investment Grade Bond Fund - Class I	782493407	0.0604
Russell Investment Grade Bond Fund - Class E	782493183	0.0561
Russell Investment Grade Bond Fund - Class Y	782493175	0.0612
Russell Investment Grade Bond Fund - Class C	782494827	0.0409
Russell Investment Grade Bond Fund - Class S	782494835	0.0581
Russell Short Duration Bond Fund - Class S	782493506	0.0551
Russell Short Duration Bond Fund - Class E	782493332	0.0512
Russell Short Duration Bond Fund - Class C	782493340	0.0412
Russell Short Duration Bond Fund - Class A	782494801	0.0511
Russell Short Duration Bond Fund - Class Y	782494421	0.0565
Russell Strategic Bond Fund - Class I	782493738	0.0377
Russell Strategic Bond Fund - Class E	782493167	0.0356
Russell Strategic Bond Fund - Class Y	782493159	0.0381
Russell Strategic Bond Fund - Class A	782494470	0.0347
Russell Strategic Bond Fund - Class C	782494462	0.0283
Russell Strategic Bond Fund - Class S	782494454	0.0368
Russell Tax Exempt Bond Fund - Class S	782493837	0.0628
Russell Tax Exempt Bond Fund - Class E	782493316	0.0582
Russell Tax Exempt Bond Fund - Class C	782493324	0.0455

Key Dates

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

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, 87.14% of the Russell Investment Grade Bond Fund, 87.46% of the Russell Short Duration Bond Fund, and 73.99% 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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