

Tacoma

September 2, 2008



**Russell Investment Company
Dividend Announcement**

Dear Shareholder:

On September 2, 2008, the following dividends payable was declared from net investment income. Dividends will be payable on September 5, 2008, to shareholders of record effective with the opening of business on September 3, 2008.

Fund	Identifier	Net Investment Income
Russell Tax Exempt Bond - Class S*	782493837	0.0578
Russell Tax Exempt Bond - Class E*	782493316	0.0535
Russell Tax Exempt Bond - Class C*	782493324	0.0418
Multistrategy Bond - Class S	782493753	0.0345
Multistrategy Bond - Class E	782493613	0.0326
Multistrategy Bond - Class C	782493142	0.0267
Multistrategy Bond - Class A	782494702	0.0326

Key Dates

Ex: 09/03/08
Record: 09/03/08
Payable: 09/05/08

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, 73.77% of the Multistrategy Bond Fund dividends are exempt from the U.S. withholding tax.

* On September 2, 2008, Tax Exempt Bond was renamed Russell Tax Exempt Bond.

If you have any questions or need additional information, please feel free to call Russell Investments at 1-800-787-7354.