

Tacoma
February 22, 2007

Dividend Announcement

Dear Shareholder:

On February 22, 2007, the Board of Trustees of Russell Investment Company declared the following dividends payable from net investment income. Dividends will be payable on February 27, 2007, to shareholders of record February 23, 2007.

Fund	Identifier	Net Investment Income
Diversified Bond - Class S	782493860	0.0611
Diversified Bond - Class E	782493639	0.0577
Diversified Bond - Class C	782493415	0.0470
Tax Exempt Bond - Class S	782493837	0.0428
Tax Exempt Bond - Class E	782493316	0.0399
Tax Exempt Bond - Class C	782493324	0.0304
Multistrategy Bond - Class S	782493753	0.0232
Multistrategy Bond - Class E	782493613	0.0218
Multistrategy Bond - Class C	782493142	0.0175
Short Duration Bond - Class S	782493506	0.0996
Short Duration Bond - Class E	782493332	0.0929
Short Duration Bond - Class C	782493340	0.0710

Key Dates

Ex:	02/23/07
Record:	02/23/07
Payable:	02/27/07

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 87.35% of the Diversified Bond Fund dividends, 94.71% of the Multistrategy Bond Fund and 83.56% of the Short Duration Bond dividends are exempt from the U.S. withholding tax.

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