

Tacoma

May 1, 2007

Dividend Announcement

Dear Shareholder:

On May 1, 2007, the Board of Trustees of Russell Investment Company declared the following dividends payable from net investment income. Dividends will be payable on May 4, 2007, to shareholders of record May 2, 2007.

Fund	Identifier	Net Investment Income
Diversified Bond - Class S	782493860	0.0925
Diversified Bond - Class E	782493639	0.0874
Diversified Bond - Class C	782493415	0.0703
Tax Exempt Bond - Class S	782493837	0.0643
Tax Exempt Bond - Class E	782493316	0.0601
Tax Exempt Bond - Class C	782493324	0.0459
Multistrategy Bond - Class S	782493753	0.0452
Multistrategy Bond - Class E	782493613	0.0430
Multistrategy Bond - Class C	782493142	0.0370
Multistrategy Bond - Class A	782494702	0.0437

Key Dates

Ex:	05/02/07
Record:	05/02/07
Payable:	05/04/07

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 84.94% of the Diversified Bond Fund dividends and 65.47% of the Multistrategy 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 the Russell Investment Group at 1-800-787-7354.