Russell Investments

2013 ANNUAL REPORT

LifePoints® Funds

OCTOBER 31, 2013

FUND	SHARE CLASS
Conservative Strategy Fund	A, C, E, R1, R2, R3, S
Moderate Strategy Fund	A, C, E, R1, R2, R3, S
Balanced Strategy Fund	A, C, E, R1, R2, R3, S
Growth Strategy Fund	A, C, E, R1, R2, R3, S
Equity Growth Strategy Fund	A, C, E, R1, R2, R3, S
2015 Strategy Fund	R1, R2, R3
2020 Strategy Fund	A, E, R1, R2, R3, S
2025 Strategy Fund	R1, R2, R3
2030 Strategy Fund	A, E, R1, R2, R3, S
2035 Strategy Fund	R1, R2, R3
2040 Strategy Fund	A, E, R1, R2, R3, S
2045 Strategy Fund	R1, R2, R3
2050 Strategy Fund	R1, R2, R3
2055 Strategy Fund	R1, R2, R3
In Retirement Fund	A, R1, R2, R3

Russell Investment Company

Russell Investment Company is a series investment company with 37 different investment portfolios referred to as Funds. These financial statements report on 15 of these Funds.

Russell Investment Company

LifePoints® Funds

Annual Report

October 31, 2013

Table of Contents

	Page
To Our Shareholders	3
Market Summary	4
Conservative Strategy Fund	11
Moderate Strategy Fund	24
Balanced Strategy Fund	38
Growth Strategy Fund	52
Equity Growth Strategy Fund	66
2015 Strategy Fund	80
2020 Strategy Fund	92
2025 Strategy Fund	104
2030 Strategy Fund	116
2035 Strategy Fund	128
2040 Strategy Fund	140
2045 Strategy Fund	152
2050 Strategy Fund	164
2055 Strategy Fund	176
In Retirement Fund	188
Notes to Financial Highlights	200
Notes to Financial Statements	201
Report of Independent Registered Public Accounting Firm	215
Tax Information	216
Basis for Approval of Investment Advisory Contracts	218
Shareholder Requests for Additional Information	226
Disclosure of Information about Fund Trustees and Officers	227
Adviser and Service Providers	232

Russell Investment Company - LifePoints® Funds.

Copyright © Russell Investments 2013. All rights reserved.

Russell Investments is a Washington, USA corporation, which operates through subsidiaries worldwide and is a subsidiary of The Northwestern Mutual Life Insurance Company.

Fund objectives, risks, charges and expenses should be carefully considered before investing. A prospectus containing this and other important information must precede or accompany this material. Please read the prospectus carefully before investing.

Securities distributed through Russell Financial Services, Inc., member FINRA and part of Russell Investments.

Indices and benchmarks are unmanaged and cannot be invested in directly. Returns represent past performance, are not a guarantee of future performance, and are not indicative of any specific investment. Index return information is provided by vendors and although deemed reliable, is not guaranteed by Russell Investments or its affiliates.

Russell Investments is the owner of the trademarks, service marks, and copyrights related to its respective indexes.

Performance quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Current to the most recent month-end performance data may be obtained by visiting www.russell.com/us/fundperformance.

To Our Shareholders

Dear Shareholder,

During 2013, investors have endured their fair share of short-term political uncertainty here in the United States, but the equity markets continued to look beyond these events. In fact, the U.S. and world economies have generally shown consistent, stable growth that's been in line with Russell's expectations.

What's more, the global equity markets have enjoyed significant appreciation so far this year. As of November 12, 2013, the broad-based Russell 3000® Index is up 27% year-to-date, and for the fiscal year reporting period (10/31/2012 to 10/31/2013) it was up 26.8% .

Looking forward into 2014, we maintain modest growth expectations for the U.S. and global economies. Although we remain optimistic, we don't think it's reasonable to expect double-digit gains like we saw in 2013.

However, as global markets and economies continue to evolve, we will continue to invest where we believe the world is going – not where it's been – to seek to improve the overall return potential of our portfolios. This means being proactive and agile in the way we allocate assets on your behalf. It also means balancing the risk and return potential of the multi-asset solutions we build and manage for investors like you.

On the following pages you can gain additional insights by reviewing our Russell Investment Company's 2013 Annual Report for the fiscal year ending October 31, 2013, including portfolio management discussions and fund performance information.

Thank you for the trust you have placed in our firm. All of us at Russell Investments appreciate the opportunity to help you achieve financial security.

Best regards,

Sandra Cavanaugh

CEO, U.S. Private Client Services

Russell Investment Company

Market Summary as of October 31, 2013 (Unaudited)

U.S. Equity Markets

The U.S. equity market performed very well over the fiscal year ended October 31, 2013 despite potentially encumbering macroeconomic and political news items. Broadly measured by the Russell 3000® Index, U.S. stocks returned 28.99% over the period, which is the strongest October 31 fiscal year end return for the Index since 1997.

The Russell 3000® Index finished higher in ten of the fiscal year's twelve months, with exceptions in June and August. The fiscal year was led by small capitalization stocks as the Russell 2000® Index returned 36.28% while the Russell 1000® Index returned 28.40%. The fiscal year was also led by dynamic stocks as the Russell 1000® Dynamic™ Index returned 31.98% while the Russell 1000® Defensive™ Index returned 24.80%. Stocks of companies with leveraged balance sheets generally outperformed those with less debt in their capital structures. Within U.S. large cap stocks, the Russell 1000® Value and Russell 1000® Growth Indexes performed nearly identically, but deeper analysis reveals that stocks with low price-to-earnings ratios lagged as did stocks with high dividend yields. Growth stocks led the way within small cap; the Russell 2000® Value Index returned 32.83% in contrast to the 39.84% returned by the Russell 2000® Growth Index.

Toward the end of calendar year 2012, the U.S. equity market performed well. After being down almost 5% near the midpoint of November, the Russell 3000® Index rallied during the latter part of the month. On November 7th, the day after the U.S. presidential election, the Russell 3000® Index dropped by 2.25%, its worst day of the month. After the presidential election, investors refocused their attention to the impending "fiscal cliff" and the potential sequester. The associated looming combination of higher taxes and spending cuts, ultimately aimed at reducing the federal budget deficit, was at the forefront of many investors' concerns during the fourth quarter. Given these concerns, the market declined during the final two weeks of 2012.

On January 1, 2013, Congress partially addressed the fiscal issues and avoided the fiscal cliff for the moment. This allowed calendar year 2013 to begin with strong performance for the U.S. equity market as the Russell 3000® Index had a positive return in each of the first five months of the year. Despite the broad indexes rising, there were changes in market leadership during "risk off" times due to the Italian election, the events surrounding the Cyprus bailout, and speculation about U.S. Federal Reserve ("Fed") tapering of quantitative easing. When concerns about Europe increased, the Russell 1000® Defensive™ Index outperformed, and when they subsided, the Russell 1000® Dynamic™ Index outperformed.

Going into the summer of 2013, one of the most notable stories was the upward movement in bond yields and broader interest rates. The continued economic recovery and rising interest rates became important factors driving investor behavior as the year progressed. A key date was May 22nd, the day Fed Chairman Ben Bernanke announced that the U.S. economy was strengthening and the Fed may start to taper its policy of quantitative easing. This news caused stocks with high dividend yields to underperform because they had been used as "bond substitutes" by some investors and rising interest rates made the dividend yields less enticing on a relative basis. Real Estate Investment Trusts ("REITs") and utilities, which had been prized by investors for their high dividend yields in a period of low interest rates and low bond yields, underperformed during the second quarter. Given the evidence of the economic improvement, most sectors traditionally deemed to be non-cyclical underperformed for the second quarter. Among such sectors, health care was the only one to outperform for the second quarter and the fiscal year. Most of the more cyclical sectors outperformed the market, but the energy sector was a negative outlier for the fiscal year. The month of May was seen as a turning point that had a significant impact on the fiscal year in terms of which market segments outperformed.

During the summer of 2013, the U.S. equity market continued to rally but broad market leadership shifted strongly to growth stocks. Within U.S. large cap, growth stocks had lagged for nearly two years since the trough of the 2011 selloff. During the 3rd quarter of 2013, the Russell 1000® Growth Index beat the Russell 1000® Value Index by more than it had in any quarter of the past 4 years.

The U.S. Federal Reserve ultimately decided to push back plans to taper its quantitative easing program and markets responded positively in September. October began with concerns about the U.S. government not reaching agreement on a

Market Summary as of October 31, 2013, continued — (Unaudited)

spending bill or a plan to address the "fiscal cliff." This led to a government "shutdown," and despite some brief volatility, the market generally took the governmental chaos in stride. With an agreement reached to push the fiscal issues into 2014, the government was "re-opened" and the market produced a positive return for October.

Non-U.S. Developed Equity Markets

For the fiscal year ended October 31, 2013, the non-U.S. equity market, as measured by the Russell Developed ex-U.S. Large Cap® Index (the "Index"), was up 25.10%. Equity prices increased to new highs during the period, despite the continued tepid global growth environment and elevated price multiples. Political forces were a large driver behind rising markets, as monetary authorities globally attempted to calm market participants and introduce expansionary policies aimed at promoting growth and investment. Most regions and countries generated positive absolute returns, although the more economically-exposed regions and those that lagged the broader market in recent years performed the best.

During the first quarter of the fiscal year, markets posted solid gains as the Index was up 5.9% during the fourth quarter of 2012. The resolution of the U.S. presidential election, coupled with moderately positive economic data and encouraging steps towards a solution to the euro zone sovereign debt crisis, improved investor confidence and led markets to post strong results for the 2012 calendar year. One of the most notable story lines of the period was Shinzo Abe's winning election to be prime minister of Japan. Abe's rhetoric about reviving economic growth boosted Japanese equities over 16% in local terms as measured by the Russell Japan Index, although the extreme depreciation of the yen resulted in a 4.9% return in U.S. dollar terms.

Non-U.S. equity markets continued to rise in the new year, as the Index returned 4.7% in the first quarter of 2013. Results in the quarter were fairly bifurcated across regions, as Japan's aggressive monetary plans helped push Japanese equities up over 12%, while political stumbles in Europe led European equities to be up only 2.8% as measured by the Russell Developed ex-UK Index. March elections in Italy failed to secure a political majority and left the region uncertain on who would succeed Mario Monti in leading the country. Also complicating issues was Cyprus's need for a bailout in the first quarter of 2013. Although Cyprus was not the first country to need rescuing from the Troika (European Union, International Monetary Fund, and European Central Bank), it was the first country to include depositors to share some of the pain. This jolted markets as they feared this "bail-in" approach would set a precedent for other, and much larger, rescue packages.

The latter half of the fiscal year was dominated by the potential of the Fed tapering in the U.S. and whether the U.S. economy was strong enough for the Fed to scale back its accommodative monetary program. When Fed Chairman Ben Bernanke mentioned the possibility of tapering, markets sold off as the era of easy money was feared to be ending. The Index finished the period down 1.52%, although Japan and a few European countries faired decently. Commodities and commodity driven economies were the hardest hit during the period, with Australia down 15% and Canada down 7.7% according to the Russell Australian and Canadian Indices, respectively. The much anticipated taper date came and went without any action from the Fed and optimism was restored to the markets. Third quarter 2013 was the best quarter in the fiscal year, as the Index returned 11.5% during the quarter. Risky assets and lower quality securities were the most heavily rewarded, as banks in Spain, Italy, and France were up over 20% in the quarter, as measured by the Index. Japanese equities' torrid rise slowed down, as the implementation of a value added tax increase worried investors, although gross domestic product ("GDP") and the consumer price index ("CPI") showed signs of elevated readings, which would be a positive for the country. Over the entire fiscal year, Japanese equities were some of the strongest performing developed market equities in the period, up 61.6% in local terms and 32% in USD, as measured by the Russell Japan Large Cap Index. This sharp increase in equity prices came on the back of Prime Minister Shinzo Abe's "three arrow" approach to re-inflating the Japanese economy. The three arrows consist of monetary and fiscal stimulus, and structural reforms. Markets reacted positively to the first two arrows, making Japanese equities the best performing segment in the first three quarters of the fiscal year, while the uncertainty regarding the successful implementation of the third arrow caused a slight pause in optimism towards the end of summer. European equities also posted strong absolute returns, up 26.7% for the period, as measured by the Russell Developed Europe ex-UK Index. Europe emerged from its longest recession on record as the region posted positive growth in the second quarter of 2013. Signs of economic growth, coupled with massive corporate

Market Summary as of October 31, 2013, continued — (Unaudited)

de-leveraging, helped European equities post some of the strongest returns since the beginning of the global financial crisis. Within the Index, the peripheral European nations were the best performers, as Spain, Italy, Portugal, and Greece were all up over 20%. Despite improved optimism, not all regions benefited from the rising tide. Those markets exposed to commodity demand lagged most others. Australia returned 11.5% in the period, while Canada was up only 2.9%, as measured by the Russell Australia Large Cap Index and the Russell Canada Large Cap Index, respectively. Softening growth out of emerging markets, coupled with a shift to a consumer-led economy in China, weighed on commodity prices.

Sector performance over the period largely reflected the optimism in the markets and what typifies the early stages of an economic recovery. Consumer discretionary and industrials were the top performing sectors, followed closely by financials, which benefited from the improvement in the euro zone and the sovereign debt crisis that has plagued the region for the past three years. Conversely, the traditional defensive sectors struggled during the fiscal year, with utilities and consumer staples relative underperformers and the health care sector just slightly outperforming the Index. Energy and materials were the two worst performing sectors, as cyclical headwinds and negative sentiment weighed on returns.

Emerging Markets

The Russell Emerging Markets® Index (the "Index") gained 8.81% over the fiscal year ended October 31, 2013. It was another relatively volatile period in which macroeconomic, political and policy events frequently provided direction for emerging markets equities. With an economic recovery in some developed markets underway, investors focused on a timeline for the removal of quantitative easing measures, specifically from the Fed, which had been a tailwind for emerging markets in recent years.

The asset class registered a strong start in November and December as U.S. elections and a political transition in China passed smoothly, and the Fed opted to extend its quantitative easing program, sparking net capital inflows to emerging markets. Markets gained in December as expectations for a U.S. debt ceiling agreement and an upturn in Chinese macroeconomic data soothed investor concerns. This included an HSBC/Markit Manufacturing PMI (Purchasing Managers Index) reading for November which registered the first expansion in 13 months.

Emerging markets experienced a more subdued first quarter of 2013 in which the Index slipped 0.7%. After a short-lived bounce, brought about by the U.S.'s avoidance of the fiscal cliff and more encouraging economic data releases in China, markets retreated. A resurgence of Eurozone woes, precipitated by bailout negotiations in Cyprus, dented investor sentiment in March as many expected the outcome to set a precedent for the Eurozone and potentially negatively impact the outlook for global growth. Renewed fears over a hard landing in China, amid speculation over monetary tightening, increased regulation of wealth management products and efforts to cool the real estate market also served to drag market performance lower.

The second quarter of 2013 was more challenging as speculation regarding the timeline for the end of the "quantitative easing era" hampered emerging markets and resulted in some sizeable net capital outflows. In May, comments from Fed Chairman Bernanke led markets to the conclusion that a wind down of stimulus measures, which had helped to drive net capital inflows to the asset class in recent years, would take place in 2013. This sparked a sell off in a number of emerging markets currencies, in particular those countries with the largest current account deficits and those most closely linked to commodities. The negative sentiment was exacerbated by fears of a credit crunch scenario in China, as the People's Bank of China tightened credit provisioning. This was in reaction to the central bank's concerns over lending in the banking and shadow banking segments. The Index dropped 7.4% through the second quarter in U.S. dollar terms.

The latter part of the fiscal year saw an extension of the high volatility in emerging markets equities and local currencies. Comments from Fed Chairman Bernanke that quantitative easing would be scaled back gradually, rather than immediately, spurred a rally in July. However, speculation that such a gradual reduction in stimulus may occur as soon as September reversed these gains. A rise in tensions over potential U.S. military strikes in Syria (which led to a spike in global oil prices) also negatively impacted select emerging markets, such as neighbouring country Turkey and those which are net

Market Summary as of October 31, 2013, continued — (Unaudited)

oil importers such as India. The release of balance of payments data in certain countries, namely Indonesia, also hampered returns as several local currencies depreciated significantly against the U.S. dollar. However, a swift resolution to the threat of U.S. action in Syria and the Fed's decision not to taper resulted in a strong rally for emerging markets. The political impasse in the U.S., which culminated in a government "shutdown" in October, was also a boon for the asset class as analysts forecast it may have delayed the removal of quantitative easing until 2014.

For the one year period ended October 31, 2013, Poland (+27.44%) was one of the best performing markets in emerging Europe as its economy rebounded, boosted by the central bank's rate cutting cycle, which took interest rates to a record low of 2.5% in September. Policymakers acted as gross domestic product ("GDP") growth for the country slowed to just 0.5% year over year in the first quarter of 2013, the lowest rate since 2009. Russia (+8.30%) outperformed, with the energy oriented economy boosted by a rise in the price of oil. Meanwhile Turkey (-0.13%) lagged as currency weakness, linked to increasing concerns over the country's current account deficit, and an intensification of the unrest in neighbouring Syria negatively impacted the local market. The Czech Republic (-4.86%) was the worst regional market as the country's economy extended the Republic's longest ever recession. Domestic demand continued to suffer from the government's austerity measures and the ongoing crisis in the Eurozone hit external demand, as the central bank maintained rates at 0.05%. GDP data showed that the country finally exited recession in the second quarter of 2013, the same time as the Eurozone bloc.

It was a challenging year for emerging Latin American markets as a decline in global commodities prices, notably precious metals gold and silver, and currency weakness hampered a number of regional markets. Peru (-22.47%), the Index's worst performing market, succumbed to sizeable losses as a result of the economy's metals and mining bias. Neighbouring country Chile (-12.73%) was another laggard, with a 7.78% decline in copper prices and the outlook for higher global interest rates hampering performance. Brazil (-1.42%) also underperformed as GDP growth in Latin America's largest economy slowed to just 0.6% quarter over quarter in the first quarter of 2013 and the central bank's rate cutting cycle was reversed in an effort to offset above target inflation. The central bank also intervened in the currency market as it sought to prop up the real and reduce inflation. In addition the tax on financial operations on foreign investments in fixed income markets ("IOF") was also scrapped in a further attempt to support the currency. Social unrest in June, sparked by a planned increase in bus fares, further increased negative sentiment towards the country. However, a reversal of fare rises and President Rousseff's spending and reform pledges helped to calm the demonstrations and restore some confidence in financial markets. The central bank's moderate success in cooling inflation, combined with a strong upside surprise in second quarter GDP growth data helped the local market recoup the majority of the losses. Mexico (+5.03%) was the only regional market to finish in positive territory, boosted by the election of Enrique Peña Nieto as president with a reformist agenda.

Asian markets in general performed well, with the larger Index countries of Taiwan (+20.92%), China (+15.83%) and South Korea (+12.11%) all outperforming. Despite some concern over the Chinese market, the underlying macroeconomic data remained relatively firm and GDP growth, whilst slower, remained at relatively high levels when contrasted with other developed and emerging countries and was in line with the government's target on a year over year basis. The new government has also been proactive in managing the economy and took steps to limit property price rises in some cities. In addition, the government's investment in industries such as telecommunications services was also a catalyst for positive returns. South Korea performed well as GDP growth for the second quarter reached a two year high. Efforts from policymakers to stimulate the economy appeared to be successful, in particular the central bank's decision to cut rates to 2.5% and the government's fiscal and monetary stimulus. Taiwan registered solid GDP growth through the year, whilst the country's export sector recorded strong acceleration in the first half of the year. Despite coming under pressure towards the end of the period, smaller Index countries Thailand (+13.32%) and the Philippines (+15.85%) both advanced, in contrast to peer Indonesia (-11.58%). The country was acutely impacted by concerns over its burgeoning current account deficit which sparked a major sell-off in the equity market and the rupiah. India (-1.91%) also underperformed with the central bank forced to maintain higher interest rates amid high inflation and in the face of sluggish GDP growth. The rupee also came under pressure and hit an all time low against the U.S. dollar during the period, with investors increasingly concerned about the country's twin deficit (fiscal and current account).

Market Summary as of October 31, 2013, continued — (Unaudited)

At the sector level, the pro-cyclical sectors of technology (+23.32%), consumer discretionary (+15.47%) and financial services (+11.65%) registered some of the strongest returns. The health care sector, which advanced 18.97%, also performed strongly with Chinese bio-tech companies in particular faring well, supported by the government's announcement that it plans to double the size of the industry as a percentage of GDP by 2015. Materials and processing (-4.55%) was the only sector to register a negative return, primarily due to a decline in global commodity prices linked to a slower growth outlook in China. Energy (+0.73%) and the traditionally more defensive utilities (+4.33%) sector also lagged.

U.S./Global Fixed Income Markets

For the fiscal year ended October 31, 2013, fixed income markets continued to be driven by macroeconomic factors and fiscal policy debates in Washington. Speculation surrounding the timing of the Federal Reserve's (the "Fed") tapering of its highly accommodative quantitative easing program were major drivers of volatility in the capital markets this year. Notably, U.S. treasury yields increased dramatically starting in the second half of the fiscal year in anticipation of a Fed tapering in September 2013. However, U.S. treasury yields sharply retracted a portion of prior increases after the Fed surprised markets by not beginning tapering in September. Aside from the U.S. treasury market, currency and credit markets also experienced heightened volatility over Fed tapering speculations throughout the year.

The fiscal year began in November 2012 with the U.S. presidential election, which left the status quo in the Senate and House of Representatives unchanged. On December 12th, the Fed announced the continuance of its low interest rate policy and an increase in open-ended monthly purchases of U.S. treasuries and agency mortgage-backed securities ("MBS") from $40 billion to $85 billion USD per month. While U.S. treasury rates hung near record lows through the beginning of December, they sold off near the end of the calendar year as fiscal cliff and debt ceiling debates in Washington showed little sign of a resolution before the December 31st deadline. While going over the fiscal cliff would cause considerable drain on the economy through significant tax increases and spending cuts, the debt ceiling expiration would have caused significant volatility in financial markets as the potential for the Treasury to default on its debt grew larger. However, Congress reassured markets on January 1st, passing a last minute deal that effectively diverted any material consequences in the short term by raising income, payroll, and capital gains taxes, and delaying spending cuts. Similarly, on January 23rd, the "No Budget, No Pay Act" was passed, allowing the Treasury to borrow money until mid-May, defusing the debt ceiling threat for several months. From October 2012 through January 2013, the Barclays U.S. Aggregate Bond Index gained a modest 0.01% excess return over equivalent duration U.S. treasuries with the strongest performers in riskier assets, such as high yield corporate and emerging markets debt. The Barclays High Yield Corporate Index and the Barclays Emerging Market Debt Index outperformed U.S. treasuries of similar duration by 4.12% and 2.45%, respectively. Additionally, the Barclays Tax-Exempt Municipal Bonds 1-10 year Blend Index gained 0.51% over the same period. The rally within the municipal bond market continued throughout January, ending strong upon Standard & Poor's upgrade of California local debt.

Beginning in February, negative announcements from the U.S. and euro zone regarding slowed economic growth supported demand for safe-haven U.S. treasuries, resulting in a relative underperformance from non-treasury sectors. On February 26th, the Italian election reached a stalemate and the general election returned a three to two vote against the austerity policy, grinding both spending cuts and tax rises to a halt. Fears that the end of these austerity measures in Italy would lengthen its recession and potentially spill over into the rest of the euro zone quickly spread market volatility to Germany, France, and the U.K. In Cyprus, an agreement with the group of euro zone finance ministers was reached in late March to help restructure its financial sector along with a €10 billion euro bailout package to escape a financial meltdown. The terms of the agreement, however, imposed strict capital controls in order to prevent a run on the banks, losses on bank depositors, and mandatory downsizing of the Cypriot banking sector, costing thousands of jobs. In the U.S., on February 28th, Capitol Hill failed to reach a last-minute compromise before the budget sequestration deadline and the $85 billion across-the-board spending cuts went into effect on March 1st. The combined impact of both the automatic spending cuts and the downbeat European data led to a rally in U.S. treasuries in a flight to quality, with the 10-year U.S. treasury yields falling from 2.04% at the start of February to 1.87% by the end of March. In April, Bank of Japan's new Governor, Haruhiko

Market Summary as of October 31, 2013, continued — (Unaudited)

Kuroda, announced an open-ended quantitative easing program to inject approximately $1.4 trillion USD into the economy in less than two years to support economic activity by keeping the Japanese yen weak and boosting financial markets. As a result of the announcement, the Japanese yen fell more than 3% against the U.S. dollar and the Japanese 10-year government bond yield hit a record low of 0.44% on October 4th. Monetary policy in the U.S. remained unchanged and the Fed cited that, although housing industry and household spending data showed signs of improvement, the unemployment rate remained elevated and fiscal policy restraints were hindering economic growth. Fed Chairman Ben Bernanke even suggested that the Fed may increase purchase amounts of longer-dated U.S. treasuries and agency mortgage-backed securities within quantitative easing three ("QE3"). As a result of continued Fed easing, U.S. treasury rates fell and the yield curve flattened overall in April. From February to April 2013, the Barclays Investment Grade Corporate Index and the Barclays High Yield Corporate Index were the strongest performers, outperforming similar duration treasuries by 0.42% and 2.18%, respectively. The Barclays Tax-Exempt Municipal Bonds 1-10 Year Blend had a total return of 0.33%, -0.23%, and 0.89% for February, March and April, respectively.

Markets in May to August 2013 were dominated by announcements from the Fed, driving U.S. treasury yields higher. On May 22nd, Bernanke announced that Fed officials were considering the policy option of tapering the current quantitative easing program, despite his warning that "premature tightening of the monetary policy…carries a substantial risk of slowing or ending the economic recovery and causing inflation to fall further". The 10-year treasury yield started May at 1.66% and rose to 2.13% by the end of the month. Bernanke further stated on June 19th that the tapering could take place later in 2013, continuing to bolster the rise in yields. The global backdrop remained negative as the European recession reached a new low, notably with the high jobless rate among youth at 24.4% for the month of April. With 19.4 million unemployed across Europe, officials in the European Commission called on European Union member states to focus on boosting competitiveness and bringing down unemployment. They loosened austerity measures on six countries, including France, in order to give them more time to meet budget deficit targets. These concerns, amidst mixed U.S. economic indicators, caused credit sectors within the Barclays U.S. Aggregate Index to post negative to modest excess returns over equivalent duration U.S. treasuries in May. Agency MBS performance was bifurcated depending on the coupon of the security. Higher coupon (4% coupon and higher) mortgages outperformed similar duration treasuries, while lower coupon (below 4% coupon) mortgages, most heavily supported by Fed quantitative easing purchases, underperformed. High yield corporate bonds, as represented by the Barclays High Yield Corporate Index, returned 0.60% excess of similar duration treasuries in May. Municipal bonds took a hit after Detroit filed for bankruptcy on July 18th, reversing some of the inflows municipal bonds had been seeing over the previous few months. July and August continued to be dominated by the Fed, despite no new release of information regarding a taper schedule other than re-emphasizing that it would depend on the economic indicators given earlier of 2.5% inflation and 6.5% unemployment. Again, higher coupon agency MBS was one of the largest outperformers of similar duration U.S. treasuries for the month of August. The 10-year U.S. treasury yield gained over 1% from May to August, having ended August at 2.78% compared to the beginning of May at 1.66%.

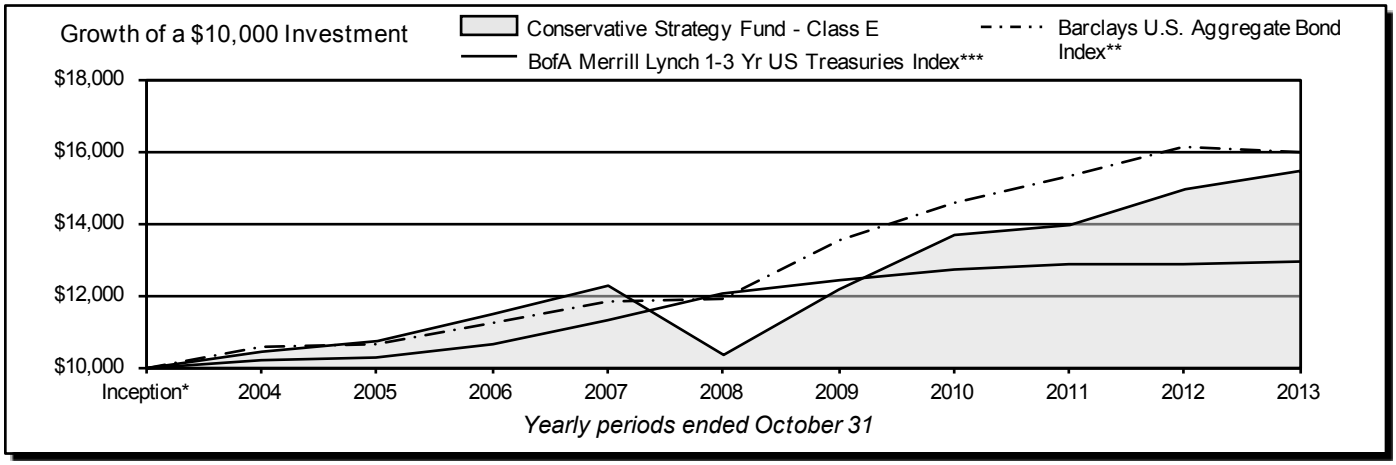
The turning point in U.S. treasury yields occurred on September 18th when the Fed announced that it would not be tapering but maintaining its pace of $85 billion in monthly bond purchases. The yield on the 10-year U.S. treasury plunged 17 basis points that day following the Fed decision, partially reversing the uptrend in rates over the past four months that persisted in anticipation of a taper. The Fed's taper decision was generally supportive of the fixed income market as a decrease in treasury yields and tightening of credit spreads support positive nominal returns. Despite a volatile year, investor demand for credit appeared to be robust as evidenced by oversubscription of Verizon's $49 billion bond offering in September, the largest corporate bond sale to date. Heading into October, focus shifted from the Fed to Congress as they failed to enact a continuing resolution to appropriate funds for the fiscal year 2014 on October 1st. The government entered a shutdown, indefinitely furloughing approximately 800,000 federal employees. Markets reacted minimally to the government shutdown as the cause for real concern was the debt ceiling deadline on October 17th, which if not raised, would not have allowed the Treasury to issue any new debt. Although the Treasury would not effectively default on its debt on the 17th, the Treasury would have likely defaulted on its debt in late October to early November when the revenue inflows would be insufficient to cover the expenditures. Consequently, 1-month treasury bill yields spiked from a yield of 0.02% as of September month

Market Summary as of October 31, 2013, continued — (Unaudited)

end to almost 0.35% on October 15th as investors demanded higher yields to compensate for default risk. The impact of default on financial markets would likely have been catastrophic, as treasuries have historically been considered by investors as risk-free. As the debt ceiling deadline approached, rates rose modestly on uncertainty over whether or not a deal would be struck in time before the 17th. The 10-year treasury yields rose to 2.75% on the 15th, just before falling back down to 2.69% on the 16th and 2.61% on the 17th as it became clear that Congress would pass a last-minute deal. On the 17th, Congress passed the Continuing Appropriations Act of 2014 ending the government shutdown and suspending the debt limit until February 7, 2014. On October 22nd, September nonfarm payroll data was released showing that the economy only added 148,000 nonfarm jobs, compared to expectations of 180,000. On news of the weak employment data, markets responded positively on expectations that the Fed will be less likely to taper when labor markets remained weak. The 10-year U.S. treasury yield fell 9 basis points to 2.51%, the lowest since July 2013, while the European periphery bond yields, notably Spain's and Italy's, fell to new lows as well, boosting demand for higher-yielding assets. The culmination of the various developments over September and October was highly supportive of risk assets. The Barclays Investment Grade Corporate Index, Barclays High Yield Corporate Index, and Barclays Emerging Market Debt Index outperformed similar duration U.S. treasuries in October by 0.83%, 2.07%, and 1.52%, respectively.

Russell Investment Company
Conservative Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



Conservative Strategy Fund - Class A‡

	Total Return
1 Year	(2.56)%
5 Years	7.06%§
10 Years	3.85%§

Conservative Strategy Fund - Class C

	Total Return
1 Year	2.57%
5 Years	7.51%§
10 Years	3.68%§

Conservative Strategy Fund - Class E

	Total Return
1 Year	3.40%
5 Years	8.33%§
10 Years	4.46%§

Conservative Strategy Fund - Class R1‡‡

	Total Return
1 Year	3.76%
5 Years	8.72%§
10 Years	4.76%§

Conservative Strategy Fund - Class R2‡‡‡

	Total Return
1 Year	3.51%
5 Years	8.43%§
10 Years	4.50%§

Conservative Strategy Fund - Class R3‡‡‡‡

	Total Return
1 Year	3.30%
5 Years	8.16%§
10 Years	4.24%§

Conservative Strategy Fund - Class S

	Total Return
1 Year	3.59%
5 Years	8.60%§
10 Years	4.72%§

Barclays U.S. Aggregate Bond Index **

	Total Return
1 Year	(1.08)%
5 Years	6.09%§
10 Years	4.78%§

BofA Merrill Lynch 1-3 Yr US Treasuries Index ***

	Total Return
1 Year	0.52%
5 Years	1.45%§
10 Years	2.62%§

Russell Investment Company
Conservative Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The Conservative Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide high current income and low long term capital appreciation.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the Conservative Strategy Fund's Class A, Class C, Class E, Class R1, Class R2, Class R3 and Class S Shares gained 3.37%, 2.57%, 3.40%, 3.76%, 3.51%, 3.30% and 3.59%, respectively. This is compared to the Fund's primary benchmark, the Barclays U.S. Aggregate Bond Index, which lost 1.08% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target Allocation Conservative Funds Average, a group of funds that Lipper considers to have investment strategies similar to those of the Fund, gained 7.23%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's outperformance relative to the Barclays U.S. Aggregate Bond Index was due to the Fund's out-of-benchmark allocation to equities, global real estate securities, opportunistic credit, listed infrastructure and alternative strategies, which outperformed fixed income securities over the period.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index. International equities were also up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. The general outperformance of equities over fixed income was a large driver of the Fund's positive benchmark relative performance, as fixed income markets finished slightly negative, down 1.08% as measured by the Barclays U.S. Aggregate Bond Index.

Global REITs and listed infrastructure (represented by the FTSE/EPRA NAREIT Developed Index and S&P Global Infrastructure Index) finished the fiscal year up 12.38% and 14.30%, respectively. These assets classes also outperformed fixed income markets, which was beneficial given the Fund's allocation to the Russell Global Real Estate Securities and Russell Global Infrastructure Funds. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity and fixed income markets. As a result, the Fund's allocation to the Russell Commodity Strategies Fund negatively impacted Fund performance.

In fixed income, macroeconomic themes were large drivers of bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of Fed announcements. Overall, exposure to other asset classes in addition to fixed income benefited the Fund's benchmark relative performance.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

The Fund's strategic allocation to fixed income Underlying Funds was generally positive. An allocation to the Russell Global Opportunistic Credit Fund and Russell Short Duration Fund benefited, as these Underlying Funds outperformed the Fund's benchmark. An allocation to the Russell Strategic Bond Fund was also beneficial, while an allocation to the Russell Investment Grade Bond Fund was slightly negative. Results of Underlying Fund active management were mixed. For the Russell Strategic Bond Fund and Russell Investment Grade Bond Fund, exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Markets Fund and Russell Global Equity Fund benefited the Fund's benchmark relative performance, as each outperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed ex-U.S. Large Cap Index Net, while the Russell Global Equity Fund outperformed the broad global equity

market as represented by the Russell Developed Large Cap Index Net. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap Underlying Funds benefited the Fund's benchmark relative performance, as broad U.S. equities outperformed core fixed income for the period. However, each of the large cap U.S. equity Underlying Funds underperformed its respective U.S. equity market segment as represented by each Fund's primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had positive effects on performance. The Fund's allocations to the Russell Global Real Estate Securities Fund, Russell Global Infrastructure Fund and the Russell Multi-Strategy Alternative Fund were positive as these Underlying Funds outperformed the Fund's benchmark. The Fund's strategic allocation to the Russell Commodity Strategies Fund detracted, as the commodities asset class underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was generally positive. The Russell Global Infrastructure Fund and Russell Multi-Strategy Alternative Fund outperformed their respective asset class benchmark. In particular, positive performance for the Russell Global Infrastructure Fund was driven by an underweight to electric utilities and out-of-benchmark exposure to construction and engineering securities.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

RIMCo has discretion to modify the target strategic asset allocation of the Fund by up to +/- 3% at the equities, fixed income or alternative category level based on RIMCo's assessment of relative market valuation of the asset classes represented by each Underlying Fund. Performance of the Fund's short-term asset allocation modifications ended the fiscal year modestly positive. This was driven by beneficial tilts away from target strategic allocations, including increased U.S. equity versus non-U.S. equity positioning relative to target strategic allocations, and increased equity versus fixed income positioning relative to target strategic allocations.

Entering the fiscal year, the Fund maintained its underweight to the Russell International Developed Markets Fund at 1.00% below the target strategic allocation and its 1.00% overweight to the Russell U.S. Core Equity Fund given RIMCo's perception of continued economic concerns over Europe and the Federal Reserve's continuation of economic stimulation in the U.S.

On February 1, 2013, the Fund tilted 0.50% away from the Russell Investment Grade Bond Fund and 0.50% towards the Russell U.S. Core Equity Fund to express a positive equity outlook over fixed income for the 2013 calendar year.

On May 3, 2013, the Fund tilted 2% from the Russell Strategic Bond Fund and 1.00% towards each of the Russell Short Duration Bond Fund and Russell Global Opportunistic Credit Fund. This tilt was taken to express a short duration position and an expectation of a rising interest rate environment over the near term. This tilt was removed on May 14, 2013 as interest rates had risen to a level in line with the portfolio manager's expectations.

On June 18, 2013, the Fund tilted 0.50% away from the Russell Commodity Strategies Fund and 0.50% towards the Russell Global Infrastructure Fund to express a negative near to medium term outlook for commodities and the desire to increase the Fund's equity beta exposure.

On July 5, 2013, the Fund partially removed its 1.00% underweight to the Russell International Developed Markets Fund by 0.50% and moved 0.50% underweight to the Russell Investment Grade Bond Fund, as the portfolio manager continued to expect a positive equity market and a muted outlook on fixed income for the second half of 2013.

On October 7, 2013, the Fund tilted 0.50% away from the Russell Global Real Estate Securities Fund and 1.00% away from the Russell U.S. Core Equity Fund, while increasing the Russell International Developed Markets Fund by 0.50% and the Russell Investment Grade Bond Fund by 1.00%, bringing both back to policy weights. These tilts were implemented to remove the negative outlook on the non-U.S. developed equity markets and to move the Fund to a neutral equity and fixed income weight. The underweight to the Russell Global Real Estate Securities Fund was taken to mitigate the Fund's exposure in this interest rate sensitive asset class, given potential for rising interest rates in the near term.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* Assumes initial investment on November 1, 2003.

** The Barclays U.S. Aggregate Bond Index is an index, with income reinvested, generally representative of intermediate-term government bonds,investment-grade corporate debt securities and mortgage-backed securities.

*** BofA Merrill Lynch 1-3 Yr U.S. Treasuries Index is an index composed of approximately 160 issues in the form of publicly placed, coupon-bearing U.S.Treasury debt. Issues must carry a term to maturity of at least one year and par amounts outstanding must be no less than $10 million at the start and at the close of the performance measurement periods.

‡ The performance shown has been adjusted to reflect deduction of the maximum Class A sales charge of 5.75%.

‡‡ The Fund first issued Class R1 Shares on December 29, 2006. The returns shown for Class R1 Shares prior to that date are the returns of the Fund's Class S Shares.

‡‡‡ The Fund first issued Class R2 Shares on March 29, 2006. The returns shown for Class R2 Shares prior to that date are the returns of the Fund's Class E Shares.

‡‡‡‡ Class D Shares were redesignated Class R3 Shares on March 1, 2006.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
Conservative Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, and (2) ongoing costs, including advisory and administrative fees; distribution (12b-1) and/or service fees; and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class A	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 997.40	$ 1,022.33
Expenses Paid During Period*	$ 2.87	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class C	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 993.10	$ 1,018.55
Expenses Paid During Period*	$ 6.63	$ 6.72

* Expenses are equal to the Fund's annualized expense ratio of 1.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class E	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 997.10	$ 1,022.33
Expenses Paid During Period*	$ 2.87	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Conservative Strategy Fund

Shareholder Expense Example, continued — October 31, 2013 (Unaudited)

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 998.50	$ 1,024.35
Expenses Paid During Period*	$ 0.86	$ 0.87

* Expenses are equal to the Fund's annualized expense ratio of 0.17% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 998.10	$ 1,023.09
Expenses Paid During Period*	$ 2.12	$ 2.14

* Expenses are equal to the Fund's annualized expense ratio of 0.42% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 996.70	$ 1,021.83
Expenses Paid During Period*	$ 3.37	$ 3.41

* Expenses are equal to the Fund's annualized expense ratio of 0.67% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class S	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 998.60	$ 1,023.59
Expenses Paid During Period*	$ 1.61	$ 1.63

* Expenses are equal to the Fund's annualized expense ratio of 0.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Conservative Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 7.4%		
Russell Commodity Strategies Fund	1,035,266	8,717
Russell Global Infrastructure Fund	1,194,479	14,740
Russell Global Real Estate Securities Fund	209,598	8,625
Russell Multi-Strategy Alternative Fund	1,158,649	11,818
		43,900
Domestic Equities - 6.0%		
Russell U.S. Core Equity Fund	384,479	14,633
Russell U.S. Defensive Equity Fund	369,115	14,787
Russell U.S. Dynamic Equity Fund	468,886	5,889
		35,309
Fixed Income - 78.1%		
Russell Global Opportunistic Credit Fund	1,157,434	11,829
Russell Investment Grade Bond Fund	5,407,393	118,476
Russell Short Duration Bond Fund	5,505,446	106,585
Russell Strategic Bond Fund	20,619,487	225,165
		462,055
International Equities - 8.5%		
Russell Global Equity Fund	2,382,599	26,542
Russell International Developed Markets Fund	648,142	23,599
		50,141
Total Investments 100.0% (identified cost $532,210)		591,405
Other Assets and Liabilities, Net - (0.0%)		(146)
Net Assets - 100.0%		591,259

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	7.4
Domestic Equities	6.0
Fixed Income	78.1
International Equities	8.5
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Conservative Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	532,210
Investments, at fair value		591,405
Receivables:		
Investments sold		197
Fund shares sold		862
Total assets		592,464
Liabilities		
Payables:		
Fund shares redeemed		729
Accrued fees to affiliates		424
Other accrued expenses		52
Total liabilities		1,205
Net Assets	$	591,259
Net Assets Consist of:		
Undistributed (overdistributed) net investment income	$	171
Accumulated net realized gain (loss)		7,329
Unrealized appreciation (depreciation) on investments		59,195
Shares of beneficial interest		534
Additional paid-in capital		524,030
Net Assets	$	591,259
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class A(#)	$	11.09
Maximum offering price per share (Net asset value plus sales charge of 5.75%): Class A	$	11.77
Class A — Net assets	$	136,433,196
Class A — Shares outstanding ($.01 par value)		12,304,690
Net asset value per share: Class C(#)	$	10.99
Class C — Net assets	$	227,048,312
Class C — Shares outstanding ($.01 par value)		20,651,228
Net asset value per share: Class E(#)	$	11.13
Class E — Net assets	$	24,179,962
Class E — Shares outstanding ($.01 par value)		2,172,474
Net asset value per share: Class R1(#)	$	11.15
Class R1 — Net assets	$	43,145,291
Class R1 — Shares outstanding ($.01 par value)		3,868,723
Net asset value per share: Class R2(#)	$	11.10
Class R2 — Net assets	$	35,427,095
Class R2 — Shares outstanding ($.01 par value)		3,191,902
Net asset value per share: Class R3(#)	$	11.17
Class R3 — Net assets	$	42,334,444
Class R3 — Shares outstanding ($.01 par value)		3,790,158
Net asset value per share: Class S(#)	$	11.16
Class S — Net assets	$	82,690,555
Class S — Shares outstanding ($.01 par value)		7,410,227

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Conservative Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 20,184
Expenses	
Advisory fees	1,282
Administrative fees	308
Custodian fees	33
Distribution fees - Class A	354
Distribution fees - Class C	1,796
Distribution fees - Class R3	132
Transfer agent fees - Class A	283
Transfer agent fees - Class C	479
Transfer agent fees - Class E	65
Transfer agent fees - Class R1	87
Transfer agent fees - Class R2	81
Transfer agent fees - Class R3	106
Transfer agent fees - Class S	181
Professional fees	42
Registration fees	73
Shareholder servicing fees - Class C	599
Shareholder servicing fees - Class E	82
Shareholder servicing fees - Class R2	101
Shareholder servicing fees - Class R3	132
Trustees' fees	17
Printing fees	45
Miscellaneous	16
Expenses before reductions	6,294
Expense reductions	(1,252)
Net expenses	5,042
Net investment income (loss)	15,142
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	9,197
Capital gain distributions from Underlying Funds	2,414
Net realized gain (loss)	11,611
Net change in unrealized appreciation (depreciation) on investments	(7,452)
Net realized and unrealized gain (loss)	4,159
Net Increase (Decrease) in Net Assets from Operations	$ 19,301

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Conservative Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 15,142	$ 15,004
Net realized gain (loss)	11,611	8,650
Net change in unrealized appreciation (depreciation)	(7,452)	21,735
Net increase (decrease) in net assets from operations	19,301	45,389
Distributions		
From net investment income		
Class A	(3,543)	(2,813)
Class C	(4,440)	(3,179)
Class E	(862)	(1,002)
Class R1	(1,188)	(923)
Class R2	(1,172)	(1,134)
Class R3	(1,400)	(3,412)
Class S	(2,428)	(2,492)
From net realized gain		
Class A	(267)	—
Class C	(441)	—
Class E	(68)	—
Class R1	(74)	—
Class R2	(88)	—
Class R3	(116)	—
Class S	(170)	—
Net decrease in net assets from distributions	(16,257)	(14,955)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(58,302)	(74,211)
Total Net Increase (Decrease) in Net Assets	(55,258)	(43,777)
Net Assets		
Beginning of period	646,517	690,294
End of period	$ 591,259	$ 646,517
Undistributed (overdistributed) net investment income included in net assets	$ 171	$ 49

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Conservative Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class A				
Proceeds from shares sold	3,514	$ 38,659	3,795	$ 40,569
Proceeds from reinvestment of distributions	339	3,693	249	2,627
Payments for shares redeemed	(3,635)	(39,917)	(2,436)	(26,070)
Net increase (decrease)	218	2,435	1,608	17,126
Class C				
Proceeds from shares sold	6,987	76,283	7,476	79,535
Proceeds from reinvestment of distributions	441	4,775	294	3,056
Payments for shares redeemed	(7,801)	(84,914)	(5,098)	(54,252)
Net increase (decrease)	(373)	(3,856)	2,672	28,339
Class E				
Proceeds from shares sold	913	10,059	1,347	14,402
Proceeds from reinvestment of distributions	83	912	94	989
Payments for shares redeemed	(2,366)	(26,053)	(1,937)	(20,894)
Net increase (decrease)	(1,370)	(15,082)	(496)	(5,503)
Class R1				
Proceeds from shares sold	2,233	24,625	2,072	22,339
Proceeds from reinvestment of distributions	115	1,262	86	911
Payments for shares redeemed	(2,138)	(23,609)	(1,255)	(13,559)
Net increase (decrease)	210	2,278	903	9,691
Class R2				
Proceeds from shares sold	1,700	18,716	1,779	18,981
Proceeds from reinvestment of distributions	116	1,260	107	1,134
Payments for shares redeemed	(2,633)	(28,845)	(1,700)	(18,246)
Net increase (decrease)	(817)	(8,869)	186	1,869
Class R3				
Proceeds from shares sold	1,020	11,270	2,048	22,012
Proceeds from reinvestment of distributions	138	1,516	323	3,412
Payments for shares redeemed	(3,126)	(34,498)	(13,943)	(150,129)
Net increase (decrease)	(1,968)	(21,712)	(11,572)	(124,705)
Class S				
Proceeds from shares sold	4,804	52,939	3,910	41,931
Proceeds from reinvestment of distributions	230	2,517	222	2,348
Payments for shares redeemed	(6,241)	(68,952)	(4,209)	(45,307)
Net increase (decrease)	(1,207)	(13,496)	(77)	(1,028)
Total increase (decrease)	(5,307)	$ (58,302)	(6,776)	$ (74,211)

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Conservative Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class A						
October 31, 2013	11.02	.28	.08	.36	(.27)	(.02)
October 31, 2012	10.53	.24	.50	.74	(.25)	—
October 31, 2011	10.71	.39	(.19)	.20	(.38)	—
October 31, 2010	9.79	.28	.93	1.21	(.29)	—
October 31, 2009	8.79	.35	1.11	1.46	(.41)	(.05)
Class C						
October 31, 2013	10.94	.19	.09	.28	(.21)	(.02)
October 31, 2012	10.46	.16	.49	.65	(.17)	—
October 31, 2011	10.64	.31	(.17)	.14	(.32)	—
October 31, 2010	9.75	.20	.90	1.10	(.21)	—
October 31, 2009	8.75	.28	1.12	1.40	(.35)	(.05)
Class E						
October 31, 2013	11.05	.30	.07	.37	(.27)	(.02)
October 31, 2012	10.56	.25	.49	.74	(.25)	—
October 31, 2011	10.73	.47	(.26)	.21	(.38)	—
October 31, 2010	9.82	.28	.92	1.20	(.29)	—
October 31, 2009	8.81	.35	1.12	1.47	(.41)	(.05)
Class R1						
October 31, 2013	11.08	.31	.10	.41	(.32)	(.02)
October 31, 2012	10.59	.28	.51	.79	(.30)	—
October 31, 2011	10.76	.40	(.14)	.26	(.43)	—
October 31, 2010	9.85	.29	.93	1.22	(.31)	—
October 31, 2009	8.83	.36	1.15	1.51	(.44)	(.05)
Class R2						
October 31, 2013	11.03	.32	.06	.38	(.29)	(.02)
October 31, 2012	10.54	.27	.49	.76	(.27)	—
October 31, 2011	10.72	.30	(.07)	.23	(.41)	—
October 31, 2010	9.81	.28	.92	1.20	(.29)	—
October 31, 2009	8.80	.35	1.12	1.47	(.41)	(.05)
Class R3						
October 31, 2013	11.09	.30	.06	.36	(.26)	(.02)
October 31, 2012	10.60	.28	.44	.72	(.23)	—
October 31, 2011	10.77	.41	(.20)	.21	(.38)	—
October 31, 2010	9.85	.26	.92	1.18	(.26)	—
October 31, 2009	8.84	.33	1.12	1.45	(.39)	(.05)
Class S						
October 31, 2013	11.09	.31	.08	.39	(.30)	(.02)
October 31, 2012	10.60	.28	.49	.77	(.28)	—
October 31, 2011	10.77	.44	(.20)	.24	(.41)	—
October 31, 2010	9.85	.30	.93	1.23	(.31)	—
October 31, 2009	8.84	.38	1.11	1.49	(.43)	(.05)

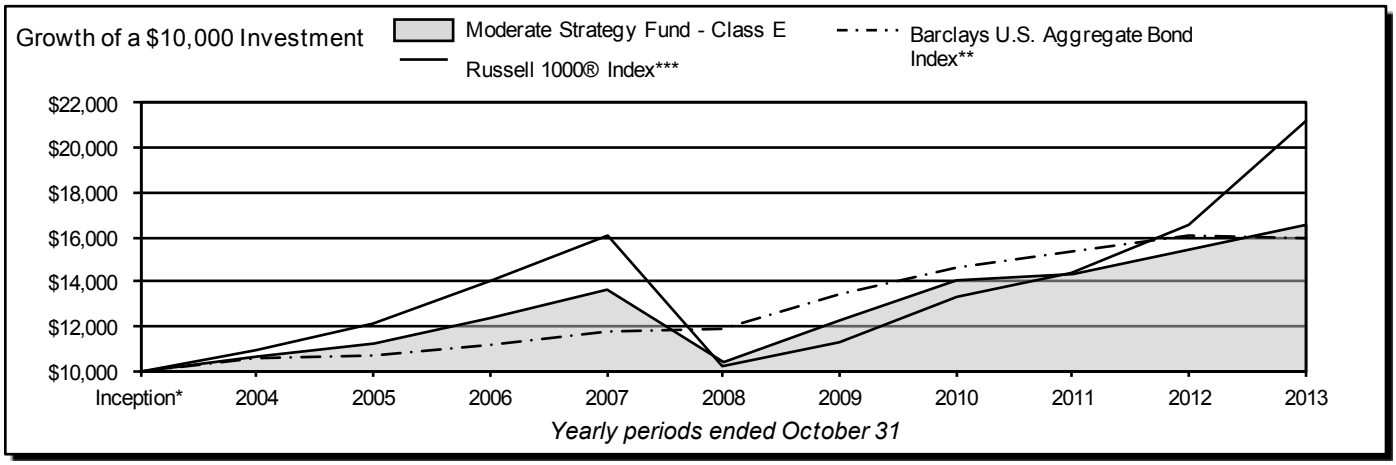
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(d)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets (b)(e)	% Portfolio Turnover Rate
(.29)	11.09	3.35	136,433	.73	.57	2.55	21
(.25)	11.02	7.15	133,172	.72	.56	2.28	22
(.38)	10.53	1.98	110,375	.74	.55	3.55	19
(.29)	10.71	12.55	103,561	.73	.54	2.74	38
(.46)	9.79	17.41	74,240	.73	.50	3.93	17
(.23)	10.99	2.61	227,048	1.48	1.32	1.76	21
(.17)	10.94	6.28	230,038	1.47	1.31	1.51	22
(.32)	10.46	1.33	191,953	1.49	1.30	2.83	19
(.21)	10.64	11.48	174,211	1.48	1.29	1.95	38
(.40)	9.75	16.66	116,776	1.48	1.25	3.16	17
(.29)	11.13	3.40	24,180	.74	.57	2.75	21
(.25)	11.05	7.11	39,156	.72	.56	2.32	22
(.38)	10.56	2.01	42,668	.74	.55	4.21	19
(.29)	10.73	12.39	89,672	.72	.54	2.77	38
(.46)	9.82	17.48	77,702	.73	.50	3.92	17
(.34)	11.15	3.79	43,145	.48	.17	2.81	21
(.30)	11.08	7.57	40,536	.47	.14	2.59	22
(.43)	10.59	2.51	29,187	.49	.12	3.66	19
(.31)	10.76	12.64	18,008	.48	.27	2.83	38
(.49)	9.85	17.85	7,662	.48	.25	4.02	17
(.31)	11.10	3.51	35,427	.73	.42	2.95	21
(.27)	11.03	7.32	44,214	.72	.39	2.51	22
(.41)	10.54	2.19	40,304	.74	.37	2.74	19
(.29)	10.72	12.43	8,458	.73	.52	2.69	38
(.46)	9.81	17.44	4,571	.74	.50	3.97	17
(.28)	11.17	3.30	42,335	.98	.67	2.76	21
(.23)	11.09	6.91	63,878	.98	.64	2.60	22
(.38)	10.60	1.99	183,681	.99	.62	3.66	19
(.26)	10.77	12.18	209,751	.97	.77	2.52	38
(.44)	9.85	17.13	175,502	.98	.75	3.68	17
(.32)	11.16	3.59	82,691	.48	.32	2.82	21
(.28)	11.09	7.37	95,523	.47	.31	2.61	22
(.41)	10.60	2.32	92,126	.49	.30	4.00	19
(.31)	10.77	12.73	93,182	.47	.29	2.93	38
(.48)	9.85	17.71	67,653	.48	.25	4.18	17

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Moderate Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



Moderate Strategy Fund - Class A‡

	Total Return
1 Year	1.13%
5 Years	8.56%§
10 Years	4.63%§

Moderate Strategy Fund - Class C

	Total Return
1 Year	6.42%
5 Years	9.04%§
10 Years	4.46%§

Moderate Strategy Fund - Class E

	Total Return
1 Year	7.21%
5 Years	9.84%§
10 Years	5.24%§

Moderate Strategy Fund - Class R1‡‡

	Total Return
1 Year	7.57%
5 Years	10.24%§
10 Years	5.48%§

Moderate Strategy Fund - Class R2‡‡‡

	Total Return
1 Year	7.31%
5 Years	9.97%§
10 Years	5.30%§

Moderate Strategy Fund - Class R3‡‡‡‡

	Total Return
1 Year	7.01%
5 Years	9.67%§
10 Years	5.02%§

Moderate Strategy Fund - Class S

	Total Return
1 Year	7.41%
5 Years	10.12%§
10 Years	5.50%§

Barclays U.S. Aggregate Bond Index **

	Total Return
1 Year	(1.08)%
5 Years	6.09%§
10 Years	4.78%§

Russell 1000® Index ***

	Total Return
1 Year	28.40%
5 Years	15.84%§
10 Years	7.83%§

Russell Investment Company
Moderate Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The Moderate Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide high current income and moderate long term capital appreciation.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the Moderate Strategy Fund's Class A, Class C, Class E, Class R1, Class R2, Class R3 and Class S Shares gained 7.26%, 6.42%, 7.21%, 7.57%, 7.31%, 7.01% and 7.41%, respectively. This is compared to the Fund's primary benchmark, the Barclays U.S. Aggregate Bond Index, which lost 1.08% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target Allocation Moderate Funds Average, a group of funds that Lipper considers to have investment strategies similar to those of the Fund, gained 14.24%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's outperformance relative to the Barclays U.S. Aggregate Bond Index was due to the Fund's out-of-benchmark allocation to equities, global real estate securities, opportunistic credit, listed infrastructure and alternative strategies, which outperformed fixed income securities over the period.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index. International equities were also up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. The general outperformance of equities over fixed income was a large driver of the Fund's positive benchmark relative performance, as fixed income markets finished slightly negative, down 1.08% as measured by the Barclays U.S. Aggregate Bond Index.

Global REITs and listed infrastructure (represented by the FTSE/EPRA NAREIT Developed Index and S&P Global Infrastructure Index) finished the fiscal year up 12.38% and 14.30%, respectively. These assets classes also outperformed fixed income markets, which was beneficial given the Fund's allocation to the Russell Global Real Estate Securities and Russell Global Infrastructure Funds. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity and fixed income markets. As a result, the Fund's allocation to the Russell Commodity Strategies Fund negatively impacted Fund performance.

In fixed income, macroeconomic themes were large drivers of bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of Fed announcements. Overall, exposure to other asset classes in addition to fixed income benefited the Fund's benchmark relative performance.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

The Fund's strategic allocation to fixed income Underlying Funds was generally positive. An allocation to the Russell Global Opportunistic Credit Fund benefited, as this Underlying Fund outperformed the Fund's benchmark. An allocation to the Russell Strategic Bond Fund was also beneficial, while an allocation to the Russell Investment Grade Bond Fund was slightly negative. Results of Underlying Fund active management were mixed. For the Russell Strategic Bond Fund and Russell Investment Grade Bond Fund, exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund benefited the Fund's benchmark relative performance, as each outperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed ex-U.S. Large Cap Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented

by the Russell Developed Large Cap Index Net. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds benefited the Fund's benchmark relative performance, as broad U.S. equities outperformed core fixed income for the period. However, each of the large cap U.S. equity Underlying Funds underperformed its respective U.S. equity market segment as represented by each Fund's primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance. The Russell U.S. Small Cap Equity Fund outperformed its benchmark, driven by an underweight to REITs and utility stocks.

The Fund's strategic allocation to alternative Underlying Funds had positive effects on performance. The Fund's allocations to the Russell Global Real Estate Securities Fund, Russell Global Infrastructure Fund and the Russell Multi-Strategy Alternative Fund were positive as these Underlying Funds outperformed the Fund's benchmark. The Fund's strategic allocation to the Russell Commodity Strategies Fund detracted, as the commodities asset class underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was generally positive. The Russell Global Infrastructure Fund and Russell Multi-Strategy Alternative Fund all outperformed their respective asset class benchmark. In particular, positive performance for the Russell Global Infrastructure Fund was driven by an underweight to electric utilities and out-of-benchmark exposure to construction and engineering securities.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

RIMCo has discretion to modify the target strategic asset allocation of the Fund by up to +/- 3% at the equities, fixed income or alternative category level based on RIMCo's assessment of relative market valuation of the asset classes represented by each Underlying Fund. Performance of the Fund's short-term asset allocation modifications ended the fiscal year modestly positive. This was driven by beneficial tilts away from target strategic allocations, including increased U.S. equity versus non-U.S. equity positioning relative to target strategic allocations, and increased equity versus fixed income positioning relative to target strategic allocations.

Entering the fiscal year, the Fund maintained its underweight to the Russell International Developed Markets Fund at 1.75% below the target strategic allocation and a 1.75% overweight to the Russell U.S. Core Equity Fund given RIMCo's perception of continued economic concerns over Europe and the Federal Reserve's continuation of economic stimulation in the U.S.

On February 1, 2013, the Fund tilted 1.00% away from the Russell Investment Grade Bond Fund and 0.50% towards the Russell Emerging Markets Fund to express a positive equity outlook over fixed income for the 2013 calendar year.

On June 18, 2013, the Fund tilted 0.75% away from the Russell Commodity Strategies Fund and 0.75% towards the Russell Global Infrastructure Fund to express a negative near to medium term outlook for commodities and the desire to increase the Fund's equity beta exposure.

On July 5, 2013, the Fund partially removed its 1.75% underweight to the Russell International Developed Markets Fund by 0.75% and moved 0.75% underweight to the Russell Investment Grade Bond Fund, as the portfolio manager continued to expect a positive equity market and a muted outlook on fixed income for the second half of 2013.

On October 7, 2013, the Fund tilted 0.75% away from the Russell Global Real Estate Securities Fund and 1.00% away from the Russell U.S. Core Equity Fund, while increasing the Russell International Developed Markets Fund by 1.00% and the Russell Investment Grade Bond Fund by 0.75%. These tilts were implemented to remove the negative outlook on the non-U.S. developed equity markets and to move the Fund to a neutral equity and fixed income weight. The underweight to the Russell Global Real Estate Securities Fund was taken to mitigate the Fund's exposure in this interest rate sensitive asset class, given potential for rising interest rates in the near term.

On October 9, 2013, the Fund tilted 1.00% away from the Russell U.S. Small Cap Equity Fund and 1.00% towards the Russell Investment Grade Bond Fund, bringing it back to policy weight. This tilt was driven by a more cautious outlook on equity markets for the remainder of the fiscal year, particularly small cap equities, which performed strongly over the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* Assumes initial investment on November 1, 2003.

** The Barclays U.S. Aggregate Bond Index is an index, with income reinvested, generally representative of intermediate-term government bonds, investment-grade corporate debt securities and mortgage-backed securities.

*** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments for income dividends and capital gains distributions reinvested as of the ex-dividend dates.

‡ The performance shown has been adjusted to reflect deduction of the maximum Class A sales charge of 5.75%.

‡‡ The Fund first issued Class R1 Shares on October 3, 2006. The returns shown for Class R1 Shares prior to that date are the returns of the Fund's Class S Shares.

‡‡‡ The Fund first issued Class R2 Shares on March 29, 2006. The returns shown for Class R2 Shares prior to that date are the returns of the Fund's Class E Shares.

‡‡‡‡ Class D Shares were redesignated Class R3 Shares on March 1, 2006.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
Moderate Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, and (2) ongoing costs, including advisory and administrative fees; distribution (12b-1) and/or service fees; and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class A	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,013.20	$ 1,022.33
Expenses Paid During Period*	$ 2.89	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class C	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,009.50	$ 1,018.55
Expenses Paid During Period*	$ 6.69	$ 6.72

* Expenses are equal to the Fund's annualized expense ratio of 1.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class E	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,013.80	$ 1,022.33
Expenses Paid During Period*	$ 2.89	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Moderate Strategy Fund

Shareholder Expense Example, continued — October 31, 2013 (Unaudited)

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,015.20	$ 1,024.35
Expenses Paid During Period*	$ 0.86	$ 0.87

* Expenses are equal to the Fund's annualized expense ratio of 0.17% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,013.90	$ 1,023.09
Expenses Paid During Period*	$ 2.13	$ 2.14

* Expenses are equal to the Fund's annualized expense ratio of 0.42% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,011.80	$ 1,021.83
Expenses Paid During Period*	$ 3.40	$ 3.41

* Expenses are equal to the Fund's annualized expense ratio of 0.67% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class S	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,014.40	$ 1,023.59
Expenses Paid During Period*	$ 1.62	$ 1.63

* Expenses are equal to the Fund's annualized expense ratio of 0.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Moderate Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 11.1%		
Russell Commodity Strategies Fund	2,473,980	20,831
Russell Global Infrastructure Fund	2,888,787	35,647
Russell Global Real Estate Securities Fund	513,480	21,130
Russell Multi-Strategy Alternative Fund	2,777,427	28,330
		105,938
Domestic Equities - 11.8%		
Russell U.S. Core Equity Fund	1,193,346	45,419
Russell U.S. Defensive Equity Fund	958,181	38,385
Russell U.S. Dynamic Equity Fund	1,517,923	19,065
Russell U.S. Small Cap Equity Fund	263,937	8,863
		111,732

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 58.1%		
Russell Global Opportunistic Credit Fund	1,861,821	19,028
Russell Investment Grade Bond Fund	8,684,673	190,281
Russell Strategic Bond Fund	31,394,156	342,824
		552,133
International Equities - 19.0%		
Russell Emerging Markets Fund	1,725,559	33,027
Russell Global Equity Fund	6,416,270	71,477
Russell International Developed Markets Fund	2,090,453	76,114
		180,618
Total Investments 100.0% (identified cost $823,458)		950,421
Other Assets and Liabilities, Net - (0.0%)		(255)
Net Assets - 100.0%		950,166

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	11.1
Domestic Equities	11.8
Fixed Income	58.1
International Equities	19.0
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Moderate Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	823,458
Investments, at fair value		950,421
Receivables:		
Investments sold		589
Fund shares sold		820
Total assets		951,830
Liabilities		
Payables:		
Fund shares redeemed		965
Accrued fees to affiliates		633
Other accrued expenses		66
Total liabilities		1,664
Net Assets	$	950,166
Net Assets Consist of:		
Undistributed (overdistributed) net investment income	$	218
Accumulated net realized gain (loss)		(28,178)
Unrealized appreciation (depreciation) on investments		126,963
Shares of beneficial interest		821
Additional paid-in capital		850,342
Net Assets	$	950,166
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class A(#)	$	11.59
Maximum offering price per share (Net asset value plus sales charge of 5.75%): Class A	$	12.30
Class A — Net assets	$	235,683,704
Class A — Shares outstanding ($.01 par value)		20,342,879
Net asset value per share: Class C(#)	$	11.49
Class C — Net assets	$	318,120,008
Class C — Shares outstanding ($.01 par value)		27,689,721
Net asset value per share: Class E(#)	$	11.61
Class E — Net assets	$	47,129,354
Class E — Shares outstanding ($.01 par value)		4,061,120
Net asset value per share: Class R1(#)	$	11.63
Class R1 — Net assets	$	69,273,614
Class R1 — Shares outstanding ($.01 par value)		5,954,760
Net asset value per share: Class R2(#)	$	11.60
Class R2 — Net assets	$	67,330,379
Class R2 — Shares outstanding ($.01 par value)		5,805,313
Net asset value per share: Class R3(#)	$	11.64
Class R3 — Net assets	$	57,788,406
Class R3 — Shares outstanding ($.01 par value)		4,963,335
Net asset value per share: Class S(#)	$	11.63
Class S — Net assets	$	154,840,476
Class S — Shares outstanding ($.01 par value)		13,315,246

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Moderate Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 29,438
Expenses	
Advisory fees	1,985
Administrative fees	477
Custodian fees	33
Distribution fees - Class A	590
Distribution fees - Class C	2,436
Distribution fees - Class R3	178
Transfer agent fees - Class A	472
Transfer agent fees - Class C	650
Transfer agent fees - Class E	131
Transfer agent fees - Class R1	138
Transfer agent fees - Class R2	139
Transfer agent fees - Class R3	142
Transfer agent fees - Class S	313
Professional fees	50
Registration fees	74
Shareholder servicing fees - Class C	812
Shareholder servicing fees - Class E	164
Shareholder servicing fees - Class R2	174
Shareholder servicing fees - Class R3	178
Trustees' fees	26
Printing fees	43
Miscellaneous	20
Expenses before reductions	9,225
Expense reductions	(1,833)
Net expenses	7,392
Net investment income (loss)	22,046
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	24,138
Capital gain distributions from Underlying Funds	3,074
Net realized gain (loss)	27,212
Net change in unrealized appreciation (depreciation) on investments	17,060
Net realized and unrealized gain (loss)	44,272
Net Increase (Decrease) in Net Assets from Operations	$ 66,318

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Moderate Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 22,046	$ 22,639
Net realized gain (loss)	27,212	7,560
Net change in unrealized appreciation (depreciation)	17,060	45,487
Net increase (decrease) in net assets from operations	66,318	75,686
Distributions		
From net investment income		
Class A	(5,368)	(4,870)
Class C	(5,597)	(4,438)
Class E	(1,625)	(1,878)
Class R1	(1,818)	(1,363)
Class R2	(1,715)	(1,667)
Class R3	(1,812)	(4,575)
Class S	(3,968)	(3,773)
Net decrease in net assets from distributions	(21,903)	(22,564)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(97,378)	(125,045)
Total Net Increase (Decrease) in Net Assets	(52,963)	(71,923)
Net Assets		
Beginning of period	1,003,129	1,075,052
End of period	$ 950,166	$ 1,003,129
Undistributed (overdistributed) net investment income included in net assets	$ 218	$ 75

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Moderate Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class A				
Proceeds from shares sold	3,981	$ 44,691	4,679	$ 50,076
Proceeds from reinvestment of distributions	480	5,304	427	4,464
Payments for shares redeemed	(5,128)	(57,660)	(3,816)	(40,865)
Net increase (decrease)	(667)	(7,665)	1,290	13,675
Class C				
Proceeds from shares sold	6,652	74,250	6,794	72,286
Proceeds from reinvestment of distributions	504	5,520	419	4,288
Payments for shares redeemed	(8,065)	(90,126)	(6,195)	(65,888)
Net increase (decrease)	(909)	(10,356)	1,018	10,686
Class E				
Proceeds from shares sold	1,449	16,283	3,409	35,937
Proceeds from reinvestment of distributions	146	1,611	177	1,855
Payments for shares redeemed	(4,235)	(47,719)	(3,803)	(41,022)
Net increase (decrease)	(2,640)	(29,825)	(217)	(3,230)
Class R1				
Proceeds from shares sold	2,534	28,553	3,036	32,652
Proceeds from reinvestment of distributions	164	1,818	129	1,363
Payments for shares redeemed	(2,759)	(31,147)	(1,365)	(14,766)
Net increase (decrease)	(61)	(776)	1,800	19,249
Class R2				
Proceeds from shares sold	1,875	21,116	2,699	28,704
Proceeds from reinvestment of distributions	155	1,715	159	1,667
Payments for shares redeemed	(2,817)	(31,704)	(2,025)	(21,790)
Net increase (decrease)	(787)	(8,873)	833	8,581
Class R3				
Proceeds from shares sold	1,281	14,486	2,717	29,215
Proceeds from reinvestment of distributions	163	1,812	438	4,575
Payments for shares redeemed	(4,284)	(48,372)	(18,905)	(202,242)
Net increase (decrease)	(2,840)	(32,074)	(15,750)	(168,452)
Class S				
Proceeds from shares sold	5,238	59,110	4,614	49,573
Proceeds from reinvestment of distributions	354	3,918	351	3,692
Payments for shares redeemed	(6,273)	(70,837)	(5,485)	(58,819)
Net increase (decrease)	(681)	(7,809)	(520)	(5,554)
Total increase (decrease)	(8,585)	$ (97,378)	(11,546)	$ (125,045)

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
Moderate Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class A						
October 31, 2013	11.06	.26	.53	.79	(.26)	—
October 31, 2012	10.51	.24	.55	.79	(.24)	—
October 31, 2011	10.68	.38	(.18)	.20	(.37)	—
October 31, 2010	9.55	.25	1.14	1.39	(.26)	—
October 31, 2009	8.53	.28	1.21	1.49	(.36)	(.11)
Class C						
October 31, 2013	10.99	.18	.52	.70	(.20)	—
October 31, 2012	10.44	.16	.55	.71	(.16)	—
October 31, 2011	10.62	.28	(.15)	.13	(.31)	—
October 31, 2010	9.50	.17	1.13	1.30	(.18)	—
October 31, 2009	8.49	.22	1.19	1.41	(.29)	(.11)
Class E						
October 31, 2013	11.08	.29	.50	.79	(.26)	—
October 31, 2012	10.52	.23	.57	.80	(.24)	—
October 31, 2011	10.68	.45	(.24)	.21	(.37)	—
October 31, 2010	9.55	.26	1.13	1.39	(.26)	—
October 31, 2009	8.54	.28	1.20	1.48	(.36)	(.11)
Class R1						
October 31, 2013	11.11	.31	.51	.82	(.30)	—
October 31, 2012	10.56	.27	.57	.84	(.29)	—
October 31, 2011	10.72	.38	(.12)	.26	(.42)	—
October 31, 2010	9.59	.27	1.14	1.41	(.28)	—
October 31, 2009	8.56	.29	1.23	1.52	(.38)	(.11)
Class R2						
October 31, 2013	11.08	.29	.51	.80	(.28)	—
October 31, 2012	10.52	.26	.56	.82	(.26)	—
October 31, 2011	10.69	.23	—(h)	.23	(.40)	—
October 31, 2010	9.56	.25	1.14	1.39	(.26)	—
October 31, 2009	8.53	.29	1.20	1.49	(.35)	(.11)
Class R3						
October 31, 2013	11.12	.30	.47	.77	(.25)	—
October 31, 2012	10.56	.27	.51	.78	(.22)	—
October 31, 2011	10.72	.38	(.17)	.21	(.37)	—
October 31, 2010	9.59	.23	1.13	1.36	(.23)	—
October 31, 2009	8.56	.26	1.21	1.47	(.33)	(.11)
Class S						
October 31, 2013	11.11	.30	.51	.81	(.29)	—
October 31, 2012	10.55	.27	.56	.83	(.27)	—
October 31, 2011	10.72	.37	(.14)	.23	(.40)	—
October 31, 2010	9.58	.28	1.14	1.42	(.28)	—
October 31, 2009	8.56	.30	1.21	1.51	(.38)	(.11)

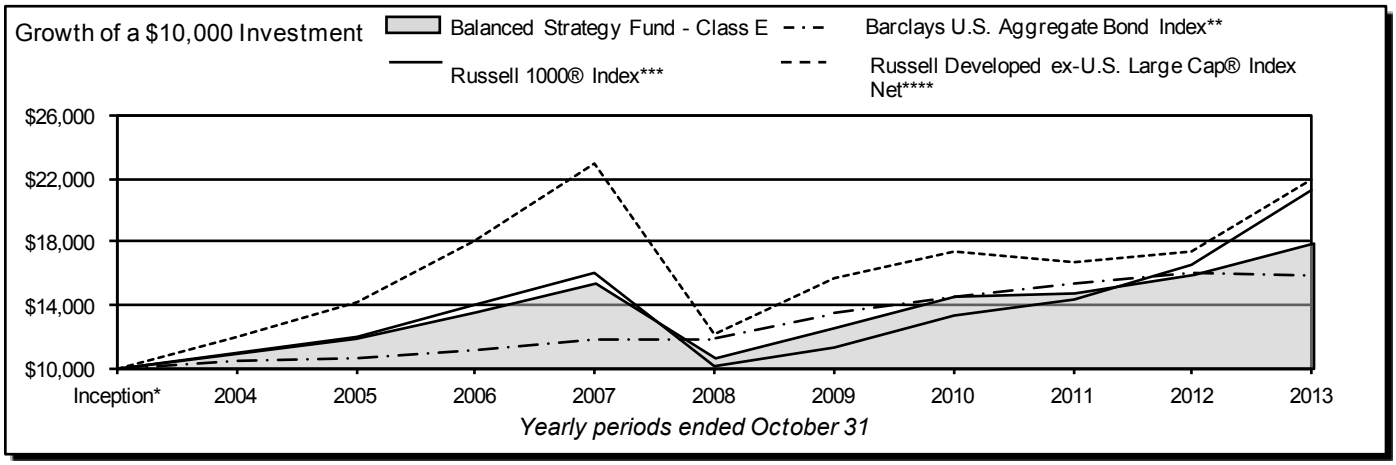
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(d)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets(b)(e)	% Portfolio Turnover Rate
(.26)	11.59	7.22	235,684	.72	.57	2.35	13
(.24)	11.06	7.67	232,467	.71	.56	2.21	23
(.37)	10.51	1.95	207,292	.73	.55	3.53	15
(.26)	10.68	14.75	220,380	.71	.54	2.51	48
(.47)	9.55	18.43	182,901	.72	.51	3.34	17
(.20)	11.49	6.42	318,120	1.47	1.32	1.60	13
(.16)	10.99	6.91	314,391	1.46	1.31	1.48	23
(.31)	10.44	1.20	288,055	1.48	1.30	2.66	15
(.18)	10.62	13.87	270,529	1.46	1.29	1.74	48
(.40)	9.50	17.54	221,669	1.46	1.26	2.59	17
(.26)	11.61	7.17	47,129	.72	.57	2.56	13
(.24)	11.08	7.75	74,240	.71	.56	2.14	23
(.37)	10.52	2.00	72,800	.73	.55	4.21	15
(.26)	10.68	14.74	155,540	.71	.54	2.54	48
(.47)	9.55	18.28	150,712	.72	.51	3.36	17
(.30)	11.63	7.57	69,274	.47	.17	2.71	13
(.29)	11.11	8.10	66,823	.46	.14	2.48	23
(.42)	10.56	2.49	44,486	.48	.12	3.55	15
(.28)	10.72	14.97	28,704	.47	.27	2.64	48
(.49)	9.59	18.79	14,348	.46	.26	3.28	17
(.28)	11.60	7.31	67,330	.72	.42	2.56	13
(.26)	11.08	7.95	73,019	.71	.39	2.38	23
(.40)	10.52	2.17	60,610	.73	.37	2.14	15
(.26)	10.69	14.74	7,221	.71	.52	2.50	48
(.46)	9.56	18.42	5,738	.72	.51	3.51	17
(.25)	11.64	7.01	57,788	.97	.67	2.63	13
(.22)	11.12	7.55	86,756	.97	.64	2.56	23
(.37)	10.56	1.97	248,661	.98	.62	3.51	15
(.23)	10.72	14.39	288,375	.96	.77	2.32	48
(.44)	9.59	18.19	276,878	.97	.76	3.09	17
(.29)	11.63	7.41	154,841	.47	.32	2.63	13
(.27)	11.11	8.02	155,433	.46	.31	2.52	23
(.40)	10.55	2.21	153,148	.48	.30	3.49	15
(.28)	10.72	15.09	126,620	.46	.29	2.77	48
(.49)	9.58	18.65	117,448	.47	.26	3.54	17

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Balanced Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



Balanced Strategy Fund - Class A‡

	Total Return
1 Year	5.98%
5 Years	9.69%§
10 Years	5.41%§

Balanced Strategy Fund - Class C

	Total Return
1 Year	11.60%
5 Years	10.16%§
10 Years	5.25%§

Balanced Strategy Fund - Class E

	Total Return
1 Year	12.50%
5 Years	11.00%§
10 Years	6.04%§

Balanced Strategy Fund - Class R1‡‡

	Total Return
1 Year	13.00%
5 Years	11.39%§
10 Years	6.36%§

Balanced Strategy Fund - Class R2‡‡‡

	Total Return
1 Year	12.67%
5 Years	11.12%§
10 Years	6.09%§

Balanced Strategy Fund - Class R3‡‡‡‡

	Total Return
1 Year	12.32%
5 Years	10.82%§
10 Years	5.83%§

Balanced Strategy Fund - Class S

	Total Return
1 Year	12.77%
5 Years	11.28%§
10 Years	6.31%§

Barclays U.S. Aggregate Bond Index **

	Total Return
1 Year	(1.08)%
5 Years	6.09%§
10 Years	4.78%§

Russell 1000® Index ***

	Total Return
1 Year	28.40%
5 Years	15.84%§
10 Years	7.83%§

Russell Developed ex-U.S. Large Cap® Index Net ****

	Total Return
1 Year	25.10%
5 Years	12.46%§
10 Years	8.13%§

Russell Investment Company
Balanced Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The Balanced Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide above average capital appreciation and a moderate level of current income.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the Balanced Strategy Fund's Class A, Class C, Class E, Class R1, Class R2, Class R3 and Class S Shares gained 12.47%, 11.60%, 12.50%, 13.00%, 12.67%, 12.32% and 12.77%, respectively. This is compared to the Fund's primary benchmark, the Barclays U.S. Aggregate Bond Index, which lost 1.08% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target Allocation Moderate Funds Average, a group of funds that Lipper considers to have investment strategies similar to those of the Fund, gained 14.24%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's outperformance relative to the Barclays U.S. Aggregate Bond Index was due to the Fund's out-of-benchmark allocation to equities, global real estate securities, opportunistic credit, listed infrastructure and alternative strategies, which outperformed fixed income securities over the period.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index. International equities were also up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. The general outperformance of equities over fixed income was a large driver of the Fund's positive benchmark relative performance, as fixed income markets finished slightly negative, down 1.08% as measured by the Barclays U.S. Aggregate Bond Index.

Global REITs and listed infrastructure (represented by the FTSE/EPRA NAREIT Developed Index and S&P Global Infrastructure Index) finished the fiscal year up 12.38% and 14.30%, respectively. These assets classes also outperformed fixed income markets, which was beneficial given the Fund's allocation to the Russell Global Real Estate Securities and Russell Global Infrastructure Funds. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity and fixed income markets. As a result, the Fund's allocation to the Russell Commodity Strategies Fund negatively impacted Fund performance.

In fixed income, macroeconomic themes were large drivers of bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of Fed announcements. Overall, exposure to other asset classes in addition to fixed income benefited the Fund's benchmark relative performance.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

The Fund's strategic allocation to fixed income Underlying Funds was generally positive. An allocation to the Russell Global Opportunistic Credit Fund benefited, as this Underlying Fund outperformed the Fund's benchmark. An allocation to the Russell Strategic Bond Fund was also beneficial. Results of Underlying Fund active management were mixed. For the Russell Strategic Bond Fund, exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund benefited the Fund's benchmark relative performance, as each outperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed ex-U.S. Large Cap Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Index Net. The Russell Emerging Markets Fund underperformed its Russell Emerging

Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds benefited the Fund's benchmark relative performance, as broad U.S. equities outperformed core fixed income for the period. However, each of the large cap U.S. equity Underlying Funds underperformed its respective U.S. equity market segment as represented by each Fund's primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance. The Russell U.S. Small Cap Equity Fund outperformed its benchmark, driven by an underweight to REITs and utility stocks.

The Fund's strategic allocation to alternative Underlying Funds had positive effects on performance. The Fund's allocations to the Russell Global Real Estate Securities Fund, Russell Global Infrastructure Fund and the Russell Multi-Strategy Alternative Fund were positive as these Underlying Funds outperformed the Fund's benchmark. The Fund's strategic allocation to the Russell Commodity Strategies Fund detracted, as the commodities asset class underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was generally positive. The Russell Global Infrastructure Fund and Russell Multi-Strategy Alternative Fund all outperformed their respective asset class benchmark. In particular, positive performance for the Russell Global Infrastructure Fund was driven by an underweight to electric utilities and out-of-benchmark exposure to construction and engineering securities.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

RIMCo has discretion to modify the target strategic asset allocation of the Fund by up to +/- 3% at the equities, fixed income or alternative category level based on RIMCo's assessment of relative market valuation of the asset classes represented by each Underlying Fund. Performance of the Fund's short-term asset allocation modifications ended the fiscal year modestly positive. This was driven by beneficial tilts away from target strategic allocations, including increased U.S. equity versus non-U.S. equity positioning relative to target strategic allocations, and increased equity versus fixed income positioning relative to target strategic allocations.

Entering the fiscal year, the Fund maintained its underweight to the Russell International Developed Markets Fund at 2.00% below the target strategic allocation and a 2.00% overweight to the Russell U.S. Core Equity Fund given RIMCo's perception of continued economic concerns over Europe and the Federal Reserve's continuation of economic stimulation in the U.S.

On February 1, 2013, the Fund tilted 1.00% away from the Russell Strategic Bond Fund and 1.00% towards the Russell Emerging Markets Fund to express a positive equity outlook over fixed income for the 2013 calendar year.

On June 18, 2013, the Fund tilted 1.00% away from the Russell Commodity Strategies Fund and 1.00% towards the Russell Global Infrastructure Fund to express a negative near to medium term outlook for commodities and the desire to increase the Fund's equity beta exposure.

On July 5, 2013, the Fund partially removed its 2.00% underweight to the Russell International Developed Markets Fund by 1.00% and moved 1.00% underweight to the Russell Strategic Bond Fund, as the portfolio manager continued to expect a positive equity market and a muted outlook on fixed income for the second half of 2013.

On October 7, 2013, the Fund tilted 1.00% away from the Russell Global Real Estate Securities Fund and 1.00% away from the Russell U.S. Core Equity Fund, while increasing the Russell International Developed Markets Fund by 1.00% and the Russell Strategic Bond Fund by 1.00%. These tilts were implemented to remove the negative outlook on the non-U.S. developed equity markets and to move the Fund to a neutral equity and fixed income weight. The underweight to the Russell Global Real Estate Securities Fund was taken to mitigate the Fund's exposure in this interest rate sensitive asset class, given potential for rising interest rates in the near term.

On October 9, 2013, the Fund tilted 1.00% away from the Russell U.S. Small Cap Equity Fund and 1.00% towards the Russell Strategic Bond Fund, bringing it back to policy weight. This tilt was driven by a more cautious outlook on equity markets for the remainder of the fiscal year, particularly small cap equities, which performed strongly over the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* Assumes initial investment on November 1, 2003.

** The Barclays U.S. Aggregate Bond Index is an index, with income reinvested, generally representative of intermediate-term government bonds,investment-grade corporate debt securities and mortgage-backed securities.

*** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments for income dividends and capital gains distributions reinvested as of the ex-dividend dates.

**** Russell Developed ex-U.S. Large Cap® Index (net of tax on dividends from foreign holdings) is an index which offers investors access to the large-cap segment of the global equity market, excluding companies assigned to the United States. It is constructed to provide a comprehensive and unbiased barometer for the large-cap segment and is completely reconstituted annually to accurately reflect the changes in the market over time.

‡ The performance shown has been adjusted to reflect deduction of the maximum Class A sales charge of 5.75%.

‡‡ The Fund first issued Class R1 Shares on June 6, 2006. The returns shown for Class R1 Shares prior to that date are the returns of the Fund's Class S Shares.

‡‡‡ The Fund first issued Class R2 Shares on April 3, 2006. The returns shown for Class R2 Shares prior to that date are the returns of the Fund's Class E Shares.

‡‡‡‡ Class D Shares were redesignated Class R3 Shares on March 1, 2006.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
Balanced Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, and (2) ongoing costs, including advisory and administrative fees; distribution (12b-1) and/or service fees; and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class A	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,039.90	$ 1,022.33
Expenses Paid During Period*	$ 2.93	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class C	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,035.60	$ 1,018.55
Expenses Paid During Period*	$ 6.77	$ 6.72

* Expenses are equal to the Fund's annualized expense ratio of 1.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class E	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,039.60	$ 1,022.33
Expenses Paid During Period*	$ 2.93	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Balanced Strategy Fund

Shareholder Expense Example, continued — October 31, 2013 (Unaudited)

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,042.30	$ 1,024.35
Expenses Paid During Period*	$ 0.88	$ 0.87

* Expenses are equal to the Fund's annualized expense ratio of 0.17% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,041.10	$ 1,023.09
Expenses Paid During Period*	$ 2.16	$ 2.14

* Expenses are equal to the Fund's annualized expense ratio of 0.42% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,039.40	$ 1,021.83
Expenses Paid During Period*	$ 3.44	$ 3.41

* Expenses are equal to the Fund's annualized expense ratio of 0.67% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class S	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,041.00	$ 1,023.59
Expenses Paid During Period*	$ 1.65	$ 1.63

* Expenses are equal to the Fund's annualized expense ratio of 0.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Balanced Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 11.7%		
Russell Commodity Strategies Fund	13,180,125	110,977
Russell Global Infrastructure Fund	12,699,514	156,712
Russell Global Real Estate Securities Fund	1,815,209	74,696
Russell Multi-Strategy Alternative Fund	11,169,512	113,929
		456,314
Domestic Equities - 22.2%		
Russell U.S. Core Equity Fund	8,780,466	334,184
Russell U.S. Defensive Equity Fund	4,943,874	198,052
Russell U.S. Dynamic Equity Fund	17,248,070	216,636
Russell U.S. Small Cap Equity Fund	3,470,374	116,535
		865,407

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 37.9%		
Russell Global Opportunistic Credit Fund	11,437,633	116,892
Russell Strategic Bond Fund	124,352,737	1,357,932
		1,474,824
International Equities - 28.2%		
Russell Emerging Markets Fund	9,162,616	175,373
Russell Global Equity Fund	33,461,707	372,763
Russell International Developed Markets Fund	15,079,796	549,055
		1,097,191
Total Investments 100.0% (identified cost $3,405,380)		3,893,736
Other Assets and Liabilities, Net - (0.0%)		(1,233)
Net Assets - 100.0%		3,892,503

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	11.7
Domestic Equities	22.2
Fixed Income	37.9
International Equities	28.2
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Balanced Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	3,405,380
Investments, at fair value		3,893,736
Receivables:		
Investments sold		1,043
Fund shares sold		4,356
Prepaid expenses		1
Total assets		3,899,136
Liabilities		
Payables:		
Fund shares redeemed		3,893
Accrued fees to affiliates		2,541
Other accrued expenses		199
Total liabilities		6,633
Net Assets	$	3,892,503
Net Assets Consist of:		
Undistributed (overdistributed) net investment income	$	640
Accumulated net realized gain (loss)		(176,540)
Unrealized appreciation (depreciation) on investments		488,356
Shares of beneficial interest		3,277
Additional paid-in capital		3,576,770
Net Assets	$	3,892,503
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class A(#)	$	11.89
Maximum offering price per share (Net asset value plus sales charge of 5.75%): Class A	$	12.62
Class A — Net assets	$	1,093,787,865
Class A — Shares outstanding ($.01 par value)		91,967,674
Net asset value per share: Class C(#)	$	11.76
Class C — Net assets	$	1,300,173,377
Class C — Shares outstanding ($.01 par value)		110,522,132
Net asset value per share: Class E(#)	$	11.94
Class E — Net assets	$	88,973,402
Class E — Shares outstanding ($.01 par value)		7,452,134
Net asset value per share: Class R1(#)	$	12.00
Class R1 — Net assets	$	306,020,333
Class R1 — Shares outstanding ($.01 par value)		25,505,555
Net asset value per share: Class R2(#)	$	11.92
Class R2 — Net assets	$	276,655,648
Class R2 — Shares outstanding ($.01 par value)		23,216,163
Net asset value per share: Class R3(#)	$	11.94
Class R3 — Net assets	$	212,515,966
Class R3 — Shares outstanding ($.01 par value)		17,794,743
Net asset value per share: Class S(#)	$	12.00
Class S — Net assets	$	614,375,922
Class S — Shares outstanding ($.01 par value)		51,199,829

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Balanced Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands

Investment Income	
Income distribution from Underlying Funds	$ 99,026
Expenses	
Advisory fees	7,737
Administrative fees	1,860
Custodian fees	32
Distribution fees - Class A	2,693
Distribution fees - Class C	9,829
Distribution fees - Class R3	601
Transfer agent fees - Class A	2,155
Transfer agent fees - Class C	2,621
Transfer agent fees - Class E	221
Transfer agent fees - Class R1	580
Transfer agent fees - Class R2	537
Transfer agent fees - Class R3	481
Transfer agent fees - Class S	1,142
Professional fees	95
Registration fees	109
Shareholder servicing fees - Class C	3,276
Shareholder servicing fees - Class E	276
Shareholder servicing fees - Class R2	672
Shareholder servicing fees - Class R3	601
Trustees' fees	100
Printing fees	82
Miscellaneous	54
Expenses before reductions	35,754
Expense reductions	(6,626)
Net expenses	29,128
Net investment income (loss)	69,898
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	133,050
Capital gain distributions from Underlying Funds	3,684
Net realized gain (loss)	136,734
Net change in unrealized appreciation (depreciation) on investments	241,004
Net realized and unrealized gain (loss)	377,738
Net Increase (Decrease) in Net Assets from Operations	$ 447,636

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Balanced Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 69,898	$ 78,278
Net realized gain (loss)	136,734	159,144
Net change in unrealized appreciation (depreciation)	241,004	57,524
Net increase (decrease) in net assets from operations	447,636	294,946
Distributions		
From net investment income		
Class A	(20,594)	(21,879)
Class C	(18,373)	(16,986)
Class E	(2,361)	(3,337)
Class R1	(6,331)	(5,889)
Class R2	(5,498)	(5,897)
Class R3	(4,700)	(11,804)
Class S	(11,704)	(12,184)
Net decrease in net assets from distributions	(69,561)	(77,976)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(324,203)	(550,418)
Total Net Increase (Decrease) in Net Assets	53,872	(333,448)
Net Assets		
Beginning of period	3,838,631	4,172,079
End of period	$ 3,892,503	$ 3,838,631
Undistributed (overdistributed) net investment income included in net assets	$ 640	$ 303

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Balanced Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class A				
Proceeds from shares sold	12,198	$ 137,145	12,294	$ 127,660
Proceeds from reinvestment of distributions	1,877	20,428	2,111	21,258
Payments for shares redeemed	(21,274)	(239,033)	(19,044)	(197,954)
Net increase (decrease)	(7,199)	(81,460)	(4,639)	(49,036)
Class C				
Proceeds from shares sold	17,845	199,121	18,293	188,891
Proceeds from reinvestment of distributions	1,689	18,155	1,696	16,619
Payments for shares redeemed	(29,068)	(325,179)	(24,994)	(257,914)
Net increase (decrease)	(9,534)	(107,903)	(5,005)	(52,404)
Class E				
Proceeds from shares sold	2,007	22,469	3,475	35,574
Proceeds from reinvestment of distributions	215	2,347	327	3,299
Payments for shares redeemed	(6,721)	(75,697)	(8,186)	(85,356)
Net increase (decrease)	(4,499)	(50,881)	(4,384)	(46,483)
Class R1				
Proceeds from shares sold	6,986	79,065	10,039	104,553
Proceeds from reinvestment of distributions	576	6,331	575	5,889
Payments for shares redeemed	(7,793)	(87,878)	(5,094)	(53,666)
Net increase (decrease)	(231)	(2,482)	5,520	56,776
Class R2				
Proceeds from shares sold	5,601	63,007	6,581	67,828
Proceeds from reinvestment of distributions	504	5,498	584	5,897
Payments for shares redeemed	(7,686)	(86,053)	(6,891)	(71,830)
Net increase (decrease)	(1,581)	(17,548)	274	1,895
Class R3				
Proceeds from shares sold	2,961	33,399	5,242	54,558
Proceeds from reinvestment of distributions	430	4,699	1,176	11,804
Payments for shares redeemed	(9,752)	(110,423)	(50,412)	(520,687)
Net increase (decrease)	(6,361)	(72,325)	(43,994)	(454,325)
Class S				
Proceeds from shares sold	18,052	205,811	14,300	150,075
Proceeds from reinvestment of distributions	1,035	11,376	1,157	11,798
Payments for shares redeemed	(18,351)	(208,791)	(16,204)	(168,714)
Net increase (decrease)	736	8,396	(747)	(6,841)
Total increase (decrease)	(28,669)	$ (324,203)	(52,975)	$ (550,418)

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
Balanced Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss) (a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class A						
October 31, 2013	10.78	.22	1.10	1.32	(.21)	—
October 31, 2012	10.20	.22	.57	.79	(.21)	—
October 31, 2011	10.33	.29	(.13)	.16	(.29)	—
October 31, 2010	9.12	.22	1.21	1.43	(.22)	—
October 31, 2009	8.35	.20	1.17	1.37	(.24)	(.36)
Class C						
October 31, 2013	10.69	.14	1.09	1.23	(.16)	—
October 31, 2012	10.11	.14	.58	.72	(.14)	—
October 31, 2011	10.27	.21	(.14)	.07	(.23)	—
October 31, 2010	9.07	.14	1.21	1.35	(.15)	—
October 31, 2009	8.31	.14	1.16	1.30	(.18)	(.36)
Class E						
October 31, 2013	10.82	.25	1.08	1.33	(.21)	—
October 31, 2012	10.23	.22	.58	.80	(.21)	—
October 31, 2011	10.36	.39	(.24)	.15	(.28)	—
October 31, 2010	9.15	.22	1.21	1.43	(.22)	—
October 31, 2009	8.37	.20	1.18	1.38	(.24)	(.36)
Class R1						
October 31, 2013	10.86	.27	1.12	1.39	(.25)	—
October 31, 2012	10.28	.25	.59	.84	(.26)	—
October 31, 2011	10.41	.30	(.10)	.20	(.33)	—
October 31, 2010	9.19	.23	1.23	1.46	(.24)	—
October 31, 2009	8.41	.21	1.19	1.40	(.26)	(.36)
Class R2						
October 31, 2013	10.80	.24	1.11	1.35	(.23)	—
October 31, 2012	10.21	.23	.59	.82	(.23)	—
October 31, 2011	10.36	.17	(.01)	.16	(.31)	—
October 31, 2010	9.14	.21	1.23	1.44	(.22)	—
October 31, 2009	8.36	.20	1.18	1.38	(.24)	(.36)
Class R3						
October 31, 2013	10.83	.23	1.08	1.31	(.20)	—
October 31, 2012	10.23	.24	.56	.80	(.20)	—
October 31, 2011	10.36	.30	(.15)	.15	(.28)	—
October 31, 2010	9.15	.20	1.20	1.40	(.19)	—
October 31, 2009	8.38	.18	1.17	1.35	(.22)	(.36)
Class S						
October 31, 2013	10.87	.25	1.12	1.37	(.24)	—
October 31, 2012	10.28	.24	.59	.83	(.24)	—
October 31, 2011	10.42	.32	(.15)	.17	(.31)	—
October 31, 2010	9.19	.24	1.23	1.47	(.24)	—
October 31, 2009	8.41	.22	1.18	1.40	(.26)	(.36)

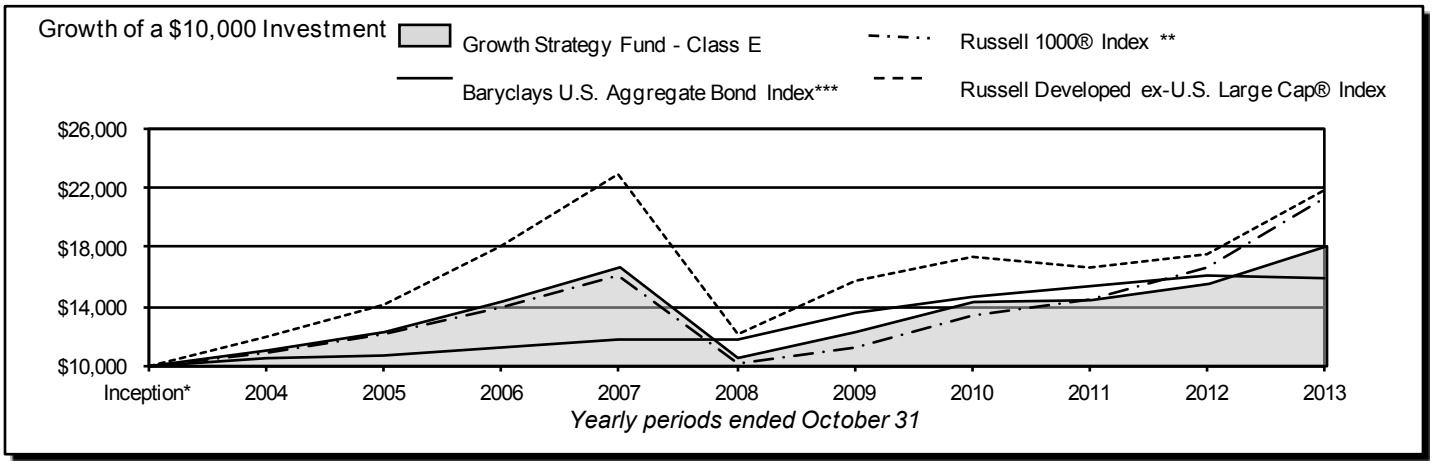
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(d)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets(b)(e)	% Portfolio Turnover Rate
(.21)	11.89	12.47	1,093,788	.71	.57	1.99	11
(.21)	10.78	7.94	1,068,990	.70	.56	2.07	20
(.29)	10.20	1.51	1,058,489	.71	.55	2.79	9
(.22)	10.33	15.86	1,095,814	.70	.54	2.25	24
(.60)	9.12	18.02	1,018,019	.70	.52	2.45	11
(.16)	11.76	11.60	1,300,173	1.46	1.32	1.22	11
(.14)	10.69	7.22	1,283,125	1.45	1.31	1.32	20
(.23)	10.11	.64	1,264,734	1.46	1.30	2.03	9
(.15)	10.27	14.99	1,310,397	1.45	1.29	1.49	24
(.54)	9.07	17.14	1,188,328	1.45	1.27	1.71	11
(.21)	11.94	12.50	88,974	.71	.57	2.22	11
(.21)	10.82	7.98	129,301	.70	.56	2.16	20
(.28)	10.23	1.42	167,108	.71	.55	3.64	9
(.22)	10.36	15.81	526,084	.70	.54	2.24	24
(.60)	9.15	18.09	501,582	.70	.52	2.46	11
(.25)	12.00	13.00	306,020	.46	.17	2.36	11
(.26)	10.86	8.36	279,572	.45	.14	2.34	20
(.33)	10.28	1.94	207,763	.47	.12	2.84	9
(.24)	10.41	16.14	113,700	.45	.27	2.35	24
(.62)	9.19	18.31	57,963	.45	.27	2.55	11
(.23)	11.92	12.67	276,656	.71	.42	2.15	11
(.23)	10.80	8.23	267,734	.70	.39	2.24	20
(.31)	10.21	1.52	250,510	.72	.37	1.64	9
(.22)	10.36	15.95	31,620	.70	.52	2.19	24
(.60)	9.14	18.04	28,403	.70	.52	2.54	11
(.20)	11.94	12.32	212,516	.96	.67	2.01	11
(.20)	10.83	7.95	261,491	.95	.64	2.34	20
(.28)	10.23	1.43	697,038	.96	.62	2.82	9
(.19)	10.36	15.52	840,066	.95	.77	2.03	24
(.58)	9.15	17.67	827,996	.95	.77	2.21	11
(.24)	12.00	12.77	614,376	.46	.32	2.20	11
(.24)	10.87	8.26	548,418	.45	.31	2.30	20
(.31)	10.28	1.65	526,437	.47	.30	3.03	9
(.24)	10.42	16.25	561,801	.45	.29	2.49	24
(.62)	9.19	18.28	527,088	.45	.27	2.70	11

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Growth Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



Growth Strategy Fund - Class A‡

	Total Return
1 Year	9.81%
5 Years	10.17%§
10 Years	5.54%§

Growth Strategy Fund - Class C

	Total Return
1 Year	15.62%
5 Years	10.65%§
10 Years	5.38%§

Growth Strategy Fund - Class E

	Total Return
1 Year	16.47%
5 Years	11.51%§
10 Years	6.17%§

Growth Strategy Fund - Class R1‡‡

	Total Return
1 Year	16.93%
5 Years	11.88%§
10 Years	6.49%§

Growth Strategy Fund - Class R2‡‡‡

	Total Return
1 Year	16.73%
5 Years	11.63%§
10 years	6.23%§

Growth Strategy Fund - Class R3‡‡‡‡

	Total Return
1 Year	16.37%
5 Years	11.33%§
10 Years	5.97%§

Growth Strategy Fund - Class S

	Total Return
1 Year	16.80%
5 Years	11.79%§
10 Years	6.44%§

Russell 1000® Index **

	Total Return
1 Year	28.40%
5 Years	15.84%§
10 Years	7.83%§

Barclays U.S. Aggregate Bond Index ***

	Total Return
1 Year	(1.08)%
5 Years	6.09%§
10 Years	4.78%§

Russell Developed ex-U.S. Large Cap® Index Net ****

	Total Return
1 Year	25.10%
5 Years	12.46%§
10 Years	8.13%§

Russell Investment Company
Growth Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The Growth Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide high long term capital appreciation with low current income.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the Growth Strategy Fund's Class A, Class C, Class E, Class R1, Class R2, Class R3 and Class S Shares gained 16.55%, 15.62%, 16.47%, 16.93%, 16.73%, 16.37% and 16.80%, respectively. This is compared to the Fund's primary benchmark, the Russell 1000® Index, which gained 28.40% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target Allocation Growth Funds Average, a group of funds that Lipper considers to have investment strategies similar to those of the Fund, gained 19.00%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's underperformance relative to the Russell 1000® Index was due to the Fund's out-of-benchmark allocations to non-U.S. equity, fixed income and alternative Underlying Funds, which generally underperformed the U.S. large cap equity market as represented by the Russell 1000® Index.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index, outperforming international markets, which were up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. Thus, overall the Fund's exposure to international equities detracted as these markets underperformed U.S. large cap equities. U.S. large cap equities also outperformed fixed income, as fixed income markets finished slightly negative, down 1.08% (as measured by the Barclays U.S. Aggregate Index). As a result, the Fund's exposure to fixed income was a headwind for the period.

Global REITs and listed infrastructure (represented by the FTSE/EPRA NAREIT Developed Index and S&P Global Infrastructure Index) finished the fiscal year up 12.38% and 14.30%, respectively, but underperformed U.S. large cap equities. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity markets. As a result, the Fund's allocation to these asset classes negatively impacted the Fund's benchmark relative performance.

In fixed income, macroeconomic themes were large drivers to bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of the Fed announcements. Overall, exposure to fixed income detracted from performance, as the asset class lagged U.S. large cap equities.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

The Fund's strategic allocation to fixed income Underlying Funds had a negative impact on the Fund's benchmark relative performance. An allocation to the Russell Global Opportunistic Credit Fund and Russell Strategic Bond Fund detracted as these Underlying Funds underperformed the Fund's benchmark. Results of Underlying Fund active management were mixed. For the Russell Strategic Bond Fund exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund detracted from the Fund's benchmark relative performance, as each underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed ex-U.S. Large Cap Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Index Net. The Russell

Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds provided mixed results. Exposure to the Russell U.S. Small Cap Equity Fund benefited the Fund's benchmark relative performance, as U.S. small cap equities outperformed U.S. large cap equities and this Underlying Fund outperformed its small cap primary benchmark. However, underlying active management within the U.S. large cap equity Underlying Funds detracted, as each underperformed its respective U.S. equity market segment as represented by its primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had negative effects on the Fund's benchmark relative performance. The Fund's allocations to the Russell Global Real Estate Securities Fund, Russell Global Infrastructure Fund, Russell Multi-Strategy Alternative Fund and Russell Commodity Strategies Fund were negative from a benchmark relative perspective, as these Underlying Funds underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was generally positive. The Russell Global Infrastructure Fund and Russell Multi-Strategy Alternative Fund each outperformed its primary benchmark. In particular, positive performance for the Russell Global Infrastructure Fund was driven by an underweight to electric utilities and out-of-benchmark exposure to construction and engineering securities.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

RIMCo has discretion to modify the target strategic asset allocation of the Fund by up to +/- 3% at the equities, fixed income or alternative category level based on RIMCo's assessment of relative market valuation of the asset classes represented by each Underlying Fund. Performance of the Fund's short-term asset allocation modifications ended the fiscal year modestly positive. This was driven by beneficial tilts away from target strategic allocations, including increased U.S. equity versus non-U.S. equity positioning relative to target strategic allocations, and increased equity versus fixed income positioning relative to target strategic allocations.

Entering the fiscal year, the Fund maintained its underweight to the Russell International Developed Markets Fund at 2.25% below the target strategic allocation and a 2.25% overweight to the Russell U.S. Core Equity Fund given RIMCo's perception of continued economic concerns over Europe and the Federal Reserve's continuation of economic stimulation in the U.S.

On February 1, 2013, the Fund tilted 1.25% away from the Russell Strategic Bond Fund and 1.25% towards the Russell Emerging Markets Fund to express a positive equity outlook over fixed income for the 2013 calendar year.

On June 18, 2013, the Fund tilted 1.25% away from the Russell Commodity Strategies Fund and 1.25% towards the Russell Global Infrastructure Fund to express a negative near to medium term outlook for commodities and the desire to increase the Fund's equity beta exposure.

On July 5, 2013, the Fund partially removed its 2.00% underweight to the Russell International Developed Markets Fund by 1.00% and moved 1.00% underweight to the Russell Strategic Bond Fund, as the portfolio manager continued to expect a positive equity market and a muted outlook on fixed income for the second half of 2013.

On October 7, 2013, the Fund tilted 1.25% away from the Russell Global Real Estate Securities Fund and 1.00% away from the Russell U.S. Core Equity Fund, while increasing the Russell International Developed Markets Fund by 1.25% and the Russell Strategic Bond Fund by 1.00%. These tilts were implemented to remove the negative outlook on the non-U.S. developed equity markets and to move the Fund to a neutral equity and fixed income weight. The underweight to the Russell Global Real Estate Securities Fund was taken to mitigate the Fund's exposure in this interest rate sensitive asset class, given potential for rising interest rates in the near term.

On October 9, 2013, the Fund tilted 1.25% away from the Russell U.S. Small Cap Equity Fund and 1.25% towards the Russell Strategic Bond Fund, bringing it back to policy weight. This tilt was driven by a more cautious outlook on equity markets for the remainder of the fiscal year, particularly small cap equities, which performed strongly over the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* Assumes initial investment on November 1, 2003.

** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments from income dividends and capital gain distributions reinvested as of the ex-dividend dates.

*** The Barclays U.S. Aggregate Bond Index is an index, with income reinvested, generally representative of intermediate-term government bonds, investment-grade corporate debt securities and mortgage-backed securities.

**** Russell Developed ex-U.S. Large Cap® Index (net of tax on dividends from foreign holdings) is an index which offers investors access to the large-cap segment of the global equity market, excluding companies assigned to the United States. It is constructed to provide a comprehensive and unbiased barometer for the large-cap segment and is completely reconstituted annually to accurately reflect the changes in the market over time.

‡ The performance shown has been adjusted to reflect the deduction of the maximum Class A sales charge of 5.75%.

‡‡ The Fund first issued Class R1 Shares on May 19, 2006. The returns shown for Class R1 Shares prior to that date are the returns of the Fund's Class S Shares.

‡‡‡ The Fund first issued Class R2 Shares on March 29, 2006. The returns shown for Class R2 Shares prior to that date are the returns of the Fund's Class E Shares.

‡‡‡‡ Class D Shares were redesignated Class R3 Shares on March 1, 2006.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
Growth Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, and (2) ongoing costs, including advisory and administrative fees; distribution (12b-1) and/or service fees; and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class A	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,058.10	$ 1,022.33
Expenses Paid During Period*	$ 2.96	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class C	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,053.80	$ 1,018.55
Expenses Paid During Period*	$ 6.83	$ 6.72

* Expenses are equal to the Fund's annualized expense ratio of 1.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class E	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,057.80	$ 1,022.33
Expenses Paid During Period*	$ 2.96	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Growth Strategy Fund

Shareholder Expense Example, continued — October 31, 2013 (Unaudited)

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,060.40	$ 1,024.35
Expenses Paid During Period*	$ 0.88	$ 0.87

* Expenses are equal to the Fund's annualized expense ratio of 0.17% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,059.20	$ 1,023.09
Expenses Paid During Period*	$ 2.18	$ 2.14

* Expenses are equal to the Fund's annualized expense ratio of 0.42% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,057.50	$ 1,021.83
Expenses Paid During Period*	$ 3.47	$ 3.41

* Expenses are equal to the Fund's annualized expense ratio of 0.67% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class S	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,060.00	$ 1,023.59
Expenses Paid During Period*	$ 1.66	$ 1.63

* Expenses are equal to the Fund's annualized expense ratio of 0.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Growth Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 16.4%		
Russell Commodity Strategies Fund	12,891,719	108,548
Russell Global Infrastructure Fund	10,333,330	127,514
Russell Global Real Estate Securities Fund	1,594,363	65,608
Russell Multi-Strategy Alternative Fund	9,164,818	93,481
		395,151
Domestic Equities - 27.8%		
Russell U.S. Core Equity Fund	7,191,808	273,720
Russell U.S. Defensive Equity Fund	3,358,112	134,526
Russell U.S. Dynamic Equity Fund	12,638,542	158,740
Russell U.S. Small Cap Equity Fund	3,020,229	101,419
		668,405

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 18.8%		
Russell Global Opportunistic Credit Fund	9,291,840	94,963
Russell Strategic Bond Fund	32,849,474	358,716
		453,679
International Equities - 37.0%		
Russell Emerging Markets Fund	7,236,705	138,511
Russell Global Equity Fund	28,313,849	315,416
Russell International Developed Markets Fund	11,986,624	436,433
		890,360
Total Investments 100.0% (identified cost $2,059,138)		2,407,595
Other Assets and Liabilities, Net - (0.0%)		(391)
Net Assets - 100.0%		2,407,204

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	16.4
Domestic Equities	27.8
Fixed Income	18.8
International Equities	37.0
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Growth Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	2,059,138
Investments, at fair value		2,407,595
Receivables:		
Investments sold		1,361
Fund shares sold		2,621
Prepaid expenses		1
Total assets		2,411,578
Liabilities		
Payables:		
Fund shares redeemed		2,550
Accrued fees to affiliates		1,610
Other accrued expenses		214
Total liabilities		4,374
Net Assets	$	2,407,204
Net Assets Consist of:		
Accumulated net realized gain (loss)	$	(305,003)
Unrealized appreciation (depreciation) on investments		348,457
Shares of beneficial interest		2,084
Additional paid-in capital		2,361,666
Net Assets	$	2,407,204
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class A(#)	$	11.60
Maximum offering price per share (Net asset value plus sales charge of 5.75%): Class A	$	12.31
Class A — Net assets	$	768,351,575
Class A — Shares outstanding ($.01 par value)		66,230,912
Net asset value per share: Class C(#)	$	11.36
Class C — Net assets	$	763,893,293
Class C — Shares outstanding ($.01 par value)		67,230,937
Net asset value per share: Class E(#)	$	11.64
Class E — Net assets	$	69,530,468
Class E — Shares outstanding ($.01 par value)		5,973,205
Net asset value per share: Class R1(#)	$	11.72
Class R1 — Net assets	$	166,211,044
Class R1 — Shares outstanding ($.01 par value)		14,180,896
Net asset value per share: Class R2(#)	$	11.64
Class R2 — Net assets	$	199,045,873
Class R2 — Shares outstanding ($.01 par value)		17,106,875
Net asset value per share: Class R3(#)	$	11.65
Class R3 — Net assets	$	135,920,437
Class R3 — Shares outstanding ($.01 par value)		11,669,659
Net asset value per share: Class S(#)	$	11.72
Class S — Net assets	$	304,251,403
Class S — Shares outstanding ($.01 par value)		25,960,516

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Growth Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 49,334
Expenses	
Advisory fees	4,692
Administrative fees	1,128
Custodian fees	32
Distribution fees - Class A	1,847
Distribution fees - Class C	5,509
Distribution fees - Class R3	390
Transfer agent fees - Class A	1,477
Transfer agent fees - Class C	1,469
Transfer agent fees - Class E	175
Transfer agent fees - Class R1	314
Transfer agent fees - Class R2	396
Transfer agent fees - Class R3	312
Transfer agent fees - Class S	549
Professional fees	63
Registration fees	62
Shareholder servicing fees - Class C	1,836
Shareholder servicing fees - Class E	218
Shareholder servicing fees - Class R2	495
Shareholder servicing fees - Class R3	390
Trustees' fees	59
Printing fees	22
Miscellaneous	36
Expenses before reductions	21,471
Expense reductions	(4,044)
Net expenses	17,427
Net investment income (loss)	31,907
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	82,887
Capital gain distributions from Underlying Funds	2,030
Net realized gain (loss)	84,917
Net change in unrealized appreciation (depreciation) on investments	237,090
Net realized and unrealized gain (loss)	322,007
Net Increase (Decrease) in Net Assets from Operations	$ 353,914

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Growth Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 31,907	$ 42,039
Net realized gain (loss)	84,917	94,816
Net change in unrealized appreciation (depreciation)	237,090	37,663
Net increase (decrease) in net assets from operations	353,914	174,518
Distributions		
From net investment income		
Class A	(11,303)	(12,464)
Class C	(7,472)	(8,643)
Class E	(1,446)	(2,166)
Class R1	(2,742)	(2,794)
Class R2	(3,345)	(3,915)
Class R3	(2,463)	(7,008)
Class S	(4,464)	(4,874)
Net decrease in net assets from distributions	(33,235)	(41,864)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(200,354)	(517,060)
Total Net Increase (Decrease) in Net Assets	120,325	(384,406)
Net Assets		
Beginning of period	2,286,879	2,671,285
End of period	$ 2,407,204	$ 2,286,879
Undistributed (overdistributed) net investment income included in net assets	$ —	$ 175

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Growth Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class A				
Proceeds from shares sold	8,780	$ 94,875	7,604	$ 74,289
Proceeds from reinvestment of distributions	1,088	11,242	1,308	12,211
Payments for shares redeemed	(14,172)	(152,980)	(15,144)	(147,804)
Net increase (decrease)	(4,304)	(46,863)	(6,232)	(61,304)
Class C				
Proceeds from shares sold	10,827	115,124	9,460	90,741
Proceeds from reinvestment of distributions	735	7,392	945	8,505
Payments for shares redeemed	(15,294)	(162,157)	(17,948)	(172,033)
Net increase (decrease)	(3,732)	(39,641)	(7,543)	(72,787)
Class E				
Proceeds from shares sold	1,464	15,727	2,670	25,483
Proceeds from reinvestment of distributions	139	1,437	230	2,150
Payments for shares redeemed	(5,058)	(55,138)	(7,058)	(69,225)
Net increase (decrease)	(3,455)	(37,974)	(4,158)	(41,592)
Class R1				
Proceeds from shares sold	4,554	49,364	6,066	59,277
Proceeds from reinvestment of distributions	262	2,742	293	2,794
Payments for shares redeemed	(4,670)	(50,844)	(4,439)	(44,142)
Net increase (decrease)	146	1,262	1,920	17,929
Class R2				
Proceeds from shares sold	3,044	32,844	4,213	40,215
Proceeds from reinvestment of distributions	323	3,345	417	3,915
Payments for shares redeemed	(5,985)	(64,276)	(5,387)	(52,696)
Net increase (decrease)	(2,618)	(28,087)	(757)	(8,566)
Class R3				
Proceeds from shares sold	1,939	20,813	3,563	34,648
Proceeds from reinvestment of distributions	238	2,463	754	7,006
Payments for shares redeemed	(7,368)	(79,877)	(39,674)	(382,471)
Net increase (decrease)	(5,191)	(56,601)	(35,357)	(340,817)
Class S				
Proceeds from shares sold	9,700	106,476	5,986	58,815
Proceeds from reinvestment of distributions	421	4,410	503	4,774
Payments for shares redeemed	(9,490)	(103,336)	(7,487)	(73,512)
Net increase (decrease)	631	7,550	(998)	(9,923)
Total increase (decrease)	(18,523)	$ (200,354)	(53,125)	$ (517,060)

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
Growth Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class A						
October 31, 2013	10.11	.17	1.48	1.65	(.16)	—
October 31, 2012	9.56	.17	.55	.72	(.17)	—
October 31, 2011	9.68	.21	(.13)	.08	(.20)	—
October 31, 2010	8.43	.15	1.24	1.39	(.14)	—
October 31, 2009	7.97	.12	1.04	1.16	(.12)	(.57)
Class C						
October 31, 2013	9.93	.08	1.46	1.54	(.11)	—
October 31, 2012	9.41	.10	.53	.63	(.11)	—
October 31, 2011	9.57	.13	(.12)	.01	(.17)	—
October 31, 2010	8.36	.08	1.23	1.31	(.10)	—
October 31, 2009	7.92	.06	1.04	1.10	(.08)	(.57)
Class E						
October 31, 2013	10.15	.18	1.47	1.65	(.16)	—
October 31, 2012	9.59	.18	.54	.72	(.16)	—
October 31, 2011	9.69	.29	(.20)	.09	(.19)	—
October 31, 2010	8.44	.15	1.24	1.39	(.14)	—
October 31, 2009	7.98	.12	1.04	1.16	(.12)	(.57)
Class R1						
October 31, 2013	10.21	.20	1.50	1.70	(.19)	—
October 31, 2012	9.65	.21	.56	.77	(.21)	—
October 31, 2011	9.75	.22	(.09)	.13	(.23)	—
October 31, 2010	8.49	.16	1.26	1.42	(.16)	—
October 31, 2009	8.02	.13	1.06	1.19	(.14)	(.57)
Class R2						
October 31, 2013	10.14	.19	1.48	1.67	(.17)	—
October 31, 2012	9.59	.19	.54	.73	(.18)	—
October 31, 2011	9.70	.10	—(h)	.10	(.21)	—
October 31, 2010	8.45	.15	1.24	1.39	(.14)	—
October 31, 2009	7.98	.12	1.05	1.17	(.12)	(.57)
Class R3						
October 31, 2013	10.16	.17	1.47	1.64	(.15)	—
October 31, 2012	9.59	.20	.52	.72	(.15)	—
October 31, 2011	9.71	.21	(.14)	.07	(.19)	—
October 31, 2010	8.46	.13	1.25	1.38	(.13)	—
October 31, 2009	8.00	.10	1.05	1.15	(.11)	(.57)
Class S						
October 31, 2013	10.21	.19	1.50	1.69	(.18)	—
October 31, 2012	9.65	.20	.55	.75	(.19)	—
October 31, 2011	9.76	.24	(.14)	.10	(.21)	—
October 31, 2010	8.49	.17	1.26	1.43	(.16)	—
October 31, 2009	8.02	.13	1.06	1.19	(.14)	(.57)

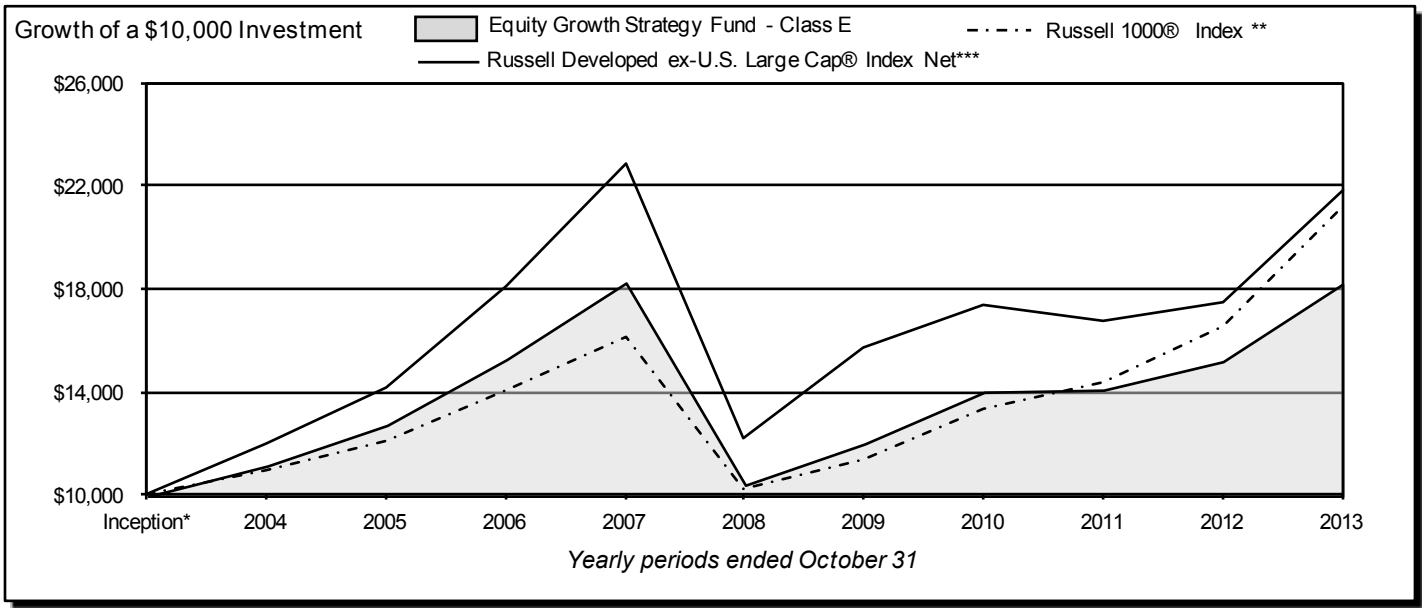
See accompanying notes which are an integral part of the financial statements.

$ Return of Capital	$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(d)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets(b)(e)	% Portfolio Turnover Rate
—	(.16)	11.60	16.55	768,352	.71	.57	1.53	11
—	(.17)	10.11	7.64	713,412	.70	.56	1.79	23
—	(.20)	9.56	.75	734,024	.73	.55	2.12	7
—	(.14)	9.68	16.67	791,754	.71	.54	1.68	31
(.01)	(.70)	8.43	16.83	745,197	.70	.52	1.57	9
—	(.11)	11.36	15.62	763,893	1.46	1.32	.76	11
—	(.11)	9.93	6.84	704,704	1.45	1.31	1.05	23
—	(.17)	9.41	.05	738,624	1.48	1.30	1.36	7
—	(.10)	9.57	15.74	798,130	1.46	1.29	.93	31
(.01)	(.66)	8.36	15.94	762,423	1.45	1.27	.82	9
—	(.16)	11.64	16.47	69,531	.71	.57	1.67	11
—	(.16)	10.15	7.69	95,667	.70	.56	1.87	23
—	(.19)	9.59	.88	130,274	.72	.55	2.92	7
—	(.14)	9.69	16.65	406,837	.71	.54	1.67	31
(.01)	(.70)	8.44	16.80	388,051	.70	.52	1.57	9
—	(.19)	11.72	16.93	166,211	.46	.17	1.87	11
—	(.21)	10.21	8.15	143,252	.45	.14	2.08	23
—	(.23)	9.65	1.23	116,928	.48	.12	2.22	7
—	(.16)	9.75	16.92	74,972	.46	.26	1.81	31
(.01)	(.72)	8.49	17.13	25,180	.45	.27	1.72	9
—	(.17)	11.64	16.73	199,046	.71	.42	1.74	11
—	(.18)	10.14	7.81	200,007	.70	.39	1.97	23
—	(.21)	9.59	1.00	196,374	.73	.37	1.03	7
—	(.14)	9.70	16.64	23,018	.71	.52	1.63	31
(.01)	(.70)	8.45	16.90	16,477	.70	.52	1.64	9
—	(.15)	11.65	16.37	135,920	.96	.67	1.57	11
—	(.15)	10.16	7.65	171,237	.95	.64	2.03	23
—	(.19)	9.59	.70	500,954	.98	.62	2.12	7
—	(.13)	9.71	16.41	618,128	.96	.77	1.45	31
(.01)	(.69)	8.46	16.48	601,602	.95	.77	1.32	9
—	(.18)	11.72	16.80	304,251	.46	.32	1.71	11
—	(.19)	10.21	7.96	258,600	.45	.31	2.01	23
—	(.21)	9.65	1.01	254,107	.48	.30	2.37	7
—	(.16)	9.76	17.02	312,660	.46	.29	1.93	31
(.01)	(.72)	8.49	17.12	303,597	.45	.27	1.81	9

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Equity Growth Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



Equity Growth Strategy Fund - Class A‡	Total Return
1 Year	12.96%
5 Years	10.50%§
10 Years	5.58%§

Equity Growth Strategy Fund - Class C	Total Return
1 Year	18.95%
5 Years	11.03%§
10 Years	5.41%§

Equity Growth Strategy Fund - Class E	Total Return
1 Year	19.74%
5 Years	11.82%§
10 Years	6.20%§

Equity Growth Strategy Fund - Class R1‡‡	Total Return
1 Year	20.37%
5 Years	12.22%§
10 Years	6.52%§

Equity Growth Strategy Fund - Class R2‡‡‡	Total Return
1 Year	20.07%
5 Years	11.96%§
10 Years	6.26%§

Equity Growth Strategy Fund - Class R3‡‡‡‡	Total Return
1 Year	19.71%
5 Years	11.67%§
10 Years	5.99%§

Equity Growth Strategy Fund - Class S	Total Return
1 Year	20.15%
5 Years	12.13%§
10 Years	6.47%§

Russell 1000® Index **	Total Return
1 Year	28.40%
5 Years	15.84%§
10 Years	7.83%§

Russell Developed ex-U.S. Large Cap® Index Net ***	Total Return
1 Year	25.10%
5 Years	12.46%§
10 Years	8.13%§

Russell Investment Company
Equity Growth Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The Equity Growth Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide high long term capital appreciation.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the Equity Growth Strategy Fund's Class A, Class C, Class E, Class R1, Class R2, Class R3 and Class S Shares gained 19.86%, 18.95%, 19.74%, 20.37%, 20.07%, 19.71% and 20.15%, respectively. This is compared to the Fund's primary benchmark, the Russell 1000® Index, which gained 28.40% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Global Multi-Cap Core Funds Average, a group of funds that Lipper considers to have investment strategies similar to those of the Fund, gained 26.08%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's underperformance relative to the Russell 1000® Index was due to the Fund's out-of-benchmark allocations to non-U.S. equity, fixed income and alternative Underlying Funds, which generally underperformed the U.S. large cap equity market as represented by the Russell 1000® Index.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index, outperforming international markets, which were up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. Thus, overall the Fund's exposure to international equities detracted as these markets underperformed U.S. large cap equities. U.S. large cap equities also outperformed fixed income, as fixed income markets finished slightly negative, down 1.08% (as measured by the Barclays U.S. Aggregate Index). As a result, the Fund's exposure to fixed income was a headwind for the period.

Global REITs and listed infrastructure (represented by the FTSE/EPRA NAREIT Developed Index and S&P Global Infrastructure Index) finished the fiscal year up 12.38% and 14.30%, respectively, but underperformed U.S. large cap equities. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity markets. As a result, the Fund's allocation to these asset classes negatively impacted the Fund's benchmark relative performance.

In fixed income, macroeconomic themes were large drivers to bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of the Fed announcements. Overall, exposure to fixed income detracted from performance, as the asset class lagged U.S. large cap equities.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

The Fund's strategic allocation to the Russell Global Opportunistic Credit Fund had a negative impact on the Fund's benchmark relative performance, as this Underlying Fund underperformed the Fund's benchmark.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund detracted from the Fund's benchmark relative performance, as each underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed ex-U.S. Large Cap™ Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Index Net. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds provided mixed results. Exposure to the Russell U.S. Small Cap Equity Fund benefited the Fund's benchmark relative performance, as U.S. small cap equities outperformed U.S. large cap equities and this Underlying Fund outperformed its small cap primary benchmark. However, underlying active management within the U.S. large cap equity Underlying Funds detracted, as each underperformed its respective U.S. equity market segment as represented by its primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had negative effects on the Fund's benchmark relative performance. The Fund's allocations to the Russell Global Real Estate Securities Fund, Russell Global Infrastructure Fund, Russell Multi-Strategy Alternative Fund and Russell Commodity Strategies Fund were negative from a benchmark relative perspective, as these Underlying Funds underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was generally positive. The Russell Global Infrastructure Fund and Russell Multi-Strategy Alternative Fund each outperformed its primary benchmark. In particular, positive performance for the Russell Global Infrastructure Fund was driven by an underweight to electric utilities and out-of-benchmark exposure to construction and engineering securities.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

RIMCo has discretion to modify the target strategic asset allocation of the Fund by up to +/- 3% at the equities, fixed income or alternative category level based on RIMCo's assessment of relative market valuation of the asset classes represented by each Underlying Fund. Performance of the Fund's short-term asset allocation modifications ended the fiscal year modestly positive. This was driven by beneficial tilts away from target strategic allocations, including increased U.S. equity versus non-U.S. equity positioning relative to target strategic allocations, and increased equity versus fixed income positioning relative to target strategic allocations.

Entering the fiscal year, the Fund maintained its underweight to the Russell International Developed Markets Fund at 2.50% below the target strategic allocation and a 2.50% overweight to the Russell U.S. Core Equity Fund given RIMCo's perception of continued economic concerns over Europe and the Federal Reserve's continuation of economic stimulation in the U.S.

On February 1, 2013, the Fund tilted 1.25% away from the Russell Global Opportunistic Credit Fund and 1.25% towards the Russell Emerging Markets Fund to express a positive equity outlook over fixed income for the 2013 calendar year.

On June 18, 2013, the Fund tilted 1.25% away from the Russell Commodity Strategies Fund and 1.25% towards the Russell Global Infrastructure Fund to express a negative near to medium term outlook for commodities and the desire to increase the Fund's equity beta exposure.

On July 5, 2013, the Fund partially removed its 2.5% underweight to the Russell International Developed Markets Fund by 1.25% and moved 1.25% underweight to the Russell Global Opportunistic Credit Fund, as the portfolio manager continued to expect a positive equity market and a muted outlook on fixed income for the second half of 2013.

On October 7, 2013, the Fund tilted 1.25% away from the Russell Global Real Estate Securities Fund and 1.25% away from the Russell U.S. Core Equity Fund, while increasing the Russell International Developed Markets Fund by 1.25% and the Russell Global Opportunistic Credit Fund by 1.25%. These tilts were implemented to remove the negative outlook on the non-U.S. developed equity markets and to move the Fund to a neutral equity and fixed income weight. The underweight to the Russell Global Real Estate Securities Fund was taken to mitigate the Fund's exposure in this interest rate sensitive asset class, given potential for rising interest rates in the near term.

On October 9, 2013, the Fund tilted 1.25% away from the Russell U.S. Small Cap Equity Fund and 1.25% towards the Russell Global Opportunistic Credit Fund, bringing it back to policy weight. This tilt was driven by a more cautious outlook on equity markets for the fiscal remainder of the year, particularly small cap equities, which performed strongly over the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* Assumes initial investment on November 1, 2003.

** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments from income dividends and capital gain distributions reinvested as of the ex-dividend dates.

*** Russell Developed ex-U.S. Large Cap Index® (net of tax on dividends from foreign holdings) is an index which offers investors access to the large-cap segment of the global equity market, excluding companies assigned to the United States. It is constructed to provide a comprehensive and unbiased barometer for the large-cap segment and is completely reconstituted annually to accurately reflect the changes in the market over time.

‡ The performance shown has been adjusted to reflect the deduction of the maximum Class A sales charge of 5.75%.

‡‡ The Fund first issued Class R1 Shares on May 19, 2006. The returns shown for Class R1 Shares prior to that date are the returns of the Fund's Class S Shares.

‡‡‡ The Fund first issued Class R2 Shares on March 29, 2006. The returns shown for Class R2 Shares prior to that date are the returns of the Fund's Class E Shares.

‡‡‡‡ Class D Shares were redesignated Class R3 Shares on March 1, 2006.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
Equity Growth Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, and (2) ongoing costs, including advisory and administrative fees; distribution (12b-1) and/or service fees; and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class A	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,073.80	$ 1,022.33
Expenses Paid During Period*	$ 2.98	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class C	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,070.10	$ 1,018.55
Expenses Paid During Period*	$ 6.89	$ 6.72

* Expenses are equal to the Fund's annualized expense ratio of 1.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class E	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,073.40	$ 1,022.33
Expenses Paid During Period*	$ 2.98	$ 2.91

* Expenses are equal to the Fund's annualized expense ratio of 0.57% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Equity Growth Strategy Fund

Shareholder Expense Example, continued — October 31, 2013 (Unaudited)

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,075.50	$ 1,024.35
Expenses Paid During Period*	$ 0.89	$ 0.87

* Expenses are equal to the Fund's annualized expense ratio of 0.17% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,074.60	$ 1,023.09
Expenses Paid During Period*	$ 2.20	$ 2.14

* Expenses are equal to the Fund's annualized expense ratio of 0.42% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,072.80	$ 1,021.83
Expenses Paid During Period*	$ 3.50	$ 3.41

* Expenses are equal to the Fund's annualized expense ratio of 0.67% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Class S	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,075.20	$ 1,023.59
Expenses Paid During Period*	$ 1.67	$ 1.63

* Expenses are equal to the Fund's annualized expense ratio of 0.32% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period). May reflect amounts waived, reimbursed and/or other credits. Without any waivers, reimbursements and/or other credits, expenses would have been higher.

Russell Investment Company
Equity Growth Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.1%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 18.6%		
Russell Commodity Strategies Fund	5,788,022	48,735
Russell Global Infrastructure Fund	4,453,341	54,954
Russell Global Real Estate Securities Fund	942,916	38,801
Russell Multi-Strategy Alternative Fund	5,091,064	51,929
		194,419
Domestic Equities - 33.7%		
Russell U.S. Core Equity Fund	3,658,847	139,256
Russell U.S. Defensive Equity Fund	1,447,464	57,986
Russell U.S. Dynamic Equity Fund	7,949,633	99,847
Russell U.S. Small Cap Equity Fund	1,623,773	54,526
		351,615

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 5.0%		
Russell Global Opportunistic Credit Fund	5,119,224	52,318
International Equities - 42.8%		
Russell Emerging Markets Fund	4,234,465	81,048
Russell Global Equity Fund	12,222,599	136,160
Russell International Developed Markets Fund	6,330,576	230,496
		447,704
Total Investments 100.1% (identified cost $894,109)		1,046,056
Other Assets and Liabilities, Net - (0.1%)		(618)
Net Assets - 100.0%		1,045,438

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	18.6
Domestic Equities	33.7
Fixed Income	5.0
International Equities	42.8
Total Investments	100.1
Other Assets and Liabilities, Net	(0.1)
	100.0

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Equity Growth Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	894,109
Investments, at fair value		1,046,056
Receivables:		
Investments sold		473
Fund shares sold		1,528
Total assets		1,048,057
Liabilities		
Payables:		
Fund shares redeemed		1,727
Accrued fees to affiliates		676
Other accrued expenses		216
Total liabilities		2,619
Net Assets	$	1,045,438
Net Assets Consist of:		
Undistributed (overdistributed) net investment income	$	(760)
Accumulated net realized gain (loss)		(247,797)
Unrealized appreciation (depreciation) on investments		151,947
Shares of beneficial interest		963
Additional paid-in capital		1,141,085
Net Assets	$	1,045,438
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class A(#)	$	11.24
Maximum offering price per share (Net asset value plus sales charge of 5.75%): Class A	$	11.93
Class A — Net assets	$	241,814,223
Class A — Shares outstanding ($.01 par value)		21,519,714
Net asset value per share: Class C(#)	$	10.23
Class C — Net assets	$	331,939,924
Class C — Shares outstanding ($.01 par value)		32,458,736
Net asset value per share: Class E(#)	$	10.99
Class E — Net assets	$	29,976,737
Class E — Shares outstanding ($.01 par value)		2,726,450
Net asset value per share: Class R1(#)	$	11.29
Class R1 — Net assets	$	87,681,596
Class R1 — Shares outstanding ($.01 par value)		7,764,332
Net asset value per share: Class R2(#)	$	11.03
Class R2 — Net assets	$	92,890,484
Class R2 — Shares outstanding ($.01 par value)		8,420,488
Net asset value per share: Class R3(#)	$	10.91
Class R3 — Net assets	$	70,232,735
Class R3 — Shares outstanding ($.01 par value)		6,436,048
Net asset value per share: Class S(#)	$	11.27
Class S — Net assets	$	190,902,552
Class S — Shares outstanding ($.01 par value)		16,935,234

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Equity Growth Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 17,842
Expenses	
Advisory fees	2,045
Administrative fees	492
Custodian fees	31
Distribution fees - Class A	565
Distribution fees - Class C	2,405
Distribution fees - Class R3	190
Transfer agent fees - Class A	452
Transfer agent fees - Class C	641
Transfer agent fees - Class E	76
Transfer agent fees - Class R1	160
Transfer agent fees - Class R2	183
Transfer agent fees - Class R3	152
Transfer agent fees - Class S	381
Professional fees	25
Registration fees	54
Shareholder servicing fees - Class C	802
Shareholder servicing fees - Class E	94
Shareholder servicing fees - Class R2	229
Shareholder servicing fees - Class R3	190
Trustees' fees	26
Printing fees	13
Miscellaneous	20
Expenses before reductions	9,226
Expense reductions	(1,849)
Net expenses	7,377
Net investment income (loss)	10,465
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	40,611
Capital gain distributions from Underlying Funds	733
Net realized gain (loss)	41,344
Net change in unrealized appreciation (depreciation) on investments	130,719
Net realized and unrealized gain (loss)	172,063
Net Increase (Decrease) in Net Assets from Operations	$ 182,528

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Equity Growth Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 10,465	$ 16,518
Net realized gain (loss)	41,344	54,046
Net change in unrealized appreciation (depreciation)	130,719	6,475
Net increase (decrease) in net assets from operations	182,528	77,039
Distributions		
From net investment income		
Class A	(2,856)	(3,094)
Class C	(3,229)	(3,883)
Class E	(531)	(761)
Class R1	(1,129)	(970)
Class R2	(1,309)	(1,434)
Class R3	(997)	(2,602)
Class S	(2,845)	(2,750)
Net decrease in net assets from distributions	(12,896)	(15,494)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(120,742)	(259,124)
Total Net Increase (Decrease) in Net Assets	48,890	(197,579)
Net Assets		
Beginning of period	996,548	1,194,127
End of period	$ 1,045,438	$ 996,548
Undistributed (overdistributed) net investment income included in net assets	$ (760)	$ 1,579

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
Equity Growth Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class A				
Proceeds from shares sold	3,828	$ 39,732	2,368	$ 21,624
Proceeds from reinvestment of distributions	288	2,829	346	3,018
Payments for shares redeemed	(5,610)	(57,399)	(5,708)	(52,295)
Net increase (decrease)	(1,494)	(14,838)	(2,994)	(27,653)
Class C				
Proceeds from shares sold	4,372	41,214	4,034	33,753
Proceeds from reinvestment of distributions	357	3,188	481	3,791
Payments for shares redeemed	(8,180)	(76,583)	(10,958)	(91,961)
Net increase (decrease)	(3,451)	(32,181)	(6,443)	(54,417)
Class E				
Proceeds from shares sold	703	7,088	1,534	13,369
Proceeds from reinvestment of distributions	55	529	89	756
Payments for shares redeemed	(2,609)	(26,416)	(3,481)	(30,610)
Net increase (decrease)	(1,851)	(18,799)	(1,858)	(16,485)
Class R1				
Proceeds from shares sold	3,000	30,495	2,890	26,309
Proceeds from reinvestment of distributions	114	1,129	110	970
Payments for shares redeemed	(2,126)	(21,974)	(2,196)	(20,283)
Net increase (decrease)	988	9,650	804	6,996
Class R2				
Proceeds from shares sold	1,739	17,432	3,752	32,382
Proceeds from reinvestment of distributions	136	1,309	167	1,434
Payments for shares redeemed	(2,927)	(29,438)	(4,147)	(37,110)
Net increase (decrease)	(1,052)	(10,697)	(228)	(3,294)
Class R3				
Proceeds from shares sold	1,047	10,407	2,264	19,981
Proceeds from reinvestment of distributions	105	997	311	2,603
Payments for shares redeemed	(3,208)	(32,245)	(21,683)	(188,777)
Net increase (decrease)	(2,056)	(20,841)	(19,108)	(166,193)
Class S				
Proceeds from shares sold	5,906	61,416	5,704	52,951
Proceeds from reinvestment of distributions	280	2,758	300	2,642
Payments for shares redeemed	(9,436)	(97,210)	(5,886)	(53,671)
Net increase (decrease)	(3,250)	(33,036)	118	1,922
Total increase (decrease)	(12,166)	$ (120,742)	(29,709)	$ (259,124)

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
Equity Growth Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class A						
October 31, 2013	9.50	.12	1.75	1.87	(.13)	—
October 31, 2012	8.93	.15	.54	.69	(.12)	—
October 31, 2011	9.00	.14	(.09)	.05	(.12)	—
October 31, 2010	7.80	.10	1.19	1.29	(.09)	—
October 31, 2009	7.46	.04	.93	.97	(.03)	(.59)
Class C						
October 31, 2013	8.69	.04	1.59	1.63	(.09)	—
October 31, 2012	8.21	.07	.51	.58	(.10)	—
October 31, 2011	8.34	.07	(.09)	(.02)	(.11)	—
October 31, 2010	7.27	.04	1.11	1.15	(.08)	—
October 31, 2009	7.03	(.01)	.87	.86	(.02)	(.59)
Class E						
October 31, 2013	9.30	.13	1.69	1.82	(.13)	—
October 31, 2012	8.75	.14	.53	.67	(.12)	—
October 31, 2011	8.81	.20	(.14)	.06	(.12)	—
October 31, 2010	7.64	.10	1.17	1.27	(.10)	—
October 31, 2009	7.32	.04	.91	.95	(.03)	(.59)
Class R1						
October 31, 2013	9.53	.15	1.77	1.92	(.16)	—
October 31, 2012	8.95	.18	.55	.73	(.15)	—
October 31, 2011	8.99	.16	(.08)	.08	(.12)	—
October 31, 2010	7.78	.12	1.19	1.31	(.10)	—
October 31, 2009	7.43	.05	.94	.99	(.04)	(.59)
Class R2						
October 31, 2013	9.32	.14	1.71	1.85	(.14)	—
October 31, 2012	8.77	.16	.52	.68	(.13)	—
October 31, 2011	8.82	.09	(.02)	.07	(.12)	—
October 31, 2010	7.64	.10	1.18	1.28	(.10)	—
October 31, 2009	7.32	.04	.91	.95	(.03)	(.59)
Class R3						
October 31, 2013	9.23	.11	1.69	1.80	(.12)	—
October 31, 2012	8.68	.16	.51	.67	(.12)	—
October 31, 2011	8.76	.13	(.09)	.04	(.12)	—
October 31, 2010	7.60	.08	1.17	1.25	(.09)	—
October 31, 2009	7.30	.03	.90	.93	(.03)	(.59)
Class S						
October 31, 2013	9.52	.15	1.75	1.90	(.15)	—
October 31, 2012	8.95	.17	.54	.71	(.14)	—
October 31, 2011	9.00	.17	(.10)	.07	(.12)	—
October 31, 2010	7.78	.12	1.20	1.32	(.10)	—
October 31, 2009	7.43	.06	.93	.99	(.04)	(.59)

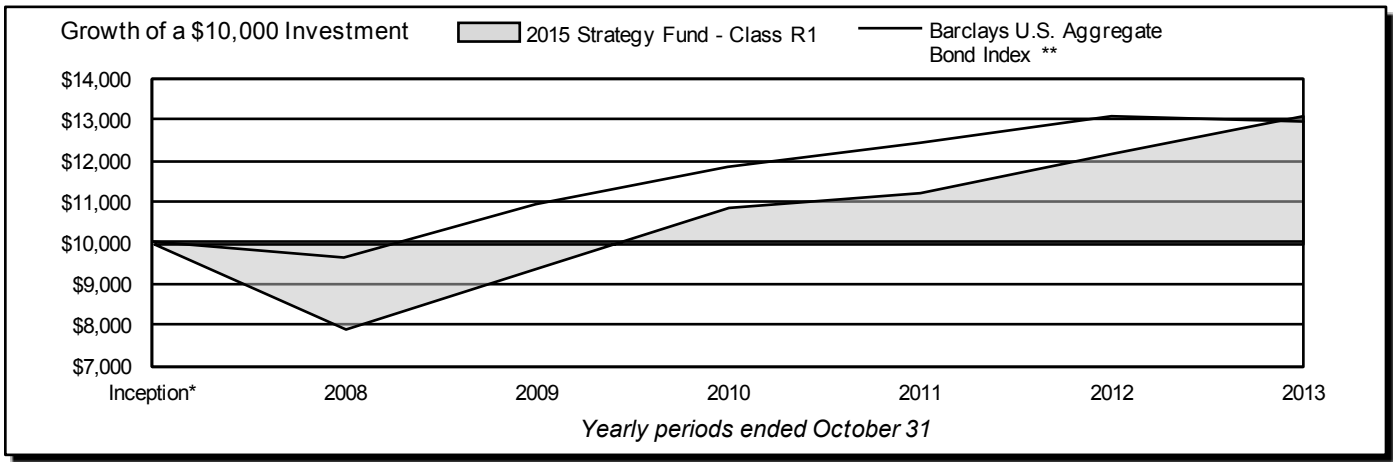
See accompanying notes which are an integral part of the financial statements.

$ Return of Capital	$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(d)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets(b)(e)	% Portfolio Turnover Rate
—	(.13)	11.24	19.86	241,814	.71	.57	1.17	14
—	(.12)	9.50	7.90	218,585	.71	.56	1.61	24
—	(.12)	8.93	.46	232,317	.74	.55	1.52	7
—	(.09)	9.00	16.70	262,968	.72	.54	1.23	28
(.01)	(.63)	7.80	15.35	252,855	.71	.52	.64	5
—	(.09)	10.23	18.95	331,940	1.46	1.32	.42	14
—	(.10)	8.69	7.12	311,910	1.46	1.31	.86	24
—	(.11)	8.21	(.34)	347,822	1.49	1.30	.76	7
—	(.08)	8.34	15.95	391,560	1.47	1.29	.51	28
(.01)	(.62)	7.27	14.58	386,145	1.46	1.27	(.12)	5
—	(.13)	10.99	19.74	29,977	.72	.57	1.29	14
—	(.12)	9.30	7.84	42,548	.71	.56	1.60	24
—	(.12)	8.75	.59	56,276	.73	.55	2.12	7
—	(.10)	8.81	16.66	171,027	.72	.54	1.23	28
(.01)	(.63)	7.64	15.38	178,858	.71	.52	.64	5
—	(.16)	11.29	20.37	87,682	.46	.17	1.40	14
—	(.15)	9.53	8.29	64,614	.46	.14	1.95	24
—	(.12)	8.95	.87	53,489	.49	.12	1.76	7
—	(.10)	8.99	17.00	39,248	.47	.27	1.39	28
(.01)	(.64)	7.78	15.71	15,197	.46	.27	.79	5
—	(.14)	11.03	20.07	92,890	.71	.42	1.34	14
—	(.13)	9.32	7.94	88,307	.71	.39	1.83	24
—	(.12)	8.77	.75	85,039	.75	.37	.96	7
—	(.10)	8.82	16.79	23,017	.72	.52	1.20	28
(.01)	(.63)	7.64	15.37	23,023	.71	.52	.65	5
—	(.12)	10.91	19.71	70,233	.97	.67	1.14	14
—	(.12)	9.23	7.81	78,384	.96	.64	1.78	24
—	(.12)	8.68	.37	239,637	.99	.62	1.47	7
—	(.09)	8.76	16.54	290,176	.97	.78	1.03	28
(.01)	(.63)	7.60	15.02	296,569	.96	.77	.39	5
—	(.15)	11.27	20.15	190,902	.46	.32	1.46	14
—	(.14)	9.52	8.06	192,200	.47	.31	1.82	24
—	(.12)	8.95	.74	179,547	.49	.30	1.81	7
—	(.10)	9.00	17.13	189,067	.47	.29	1.48	28
(.01)	(.64)	7.78	15.69	193,608	.46	.27	.93	5

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2015 Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



2015 Strategy Fund - Class R1

	Total Return
1 Year	7.49%
5 Years	10.54%§
Inception*	4.96%§

2015 Strategy Fund - Class R2

	Total Return
1 Year	7.21%
5 Years	10.24%§
Inception*	4.69%§

2015 Strategy Fund - Class R3

	Total Return
1 Year	6.85%
5 Years	9.98%§
Inception*	4.43%§

Barclays U.S. Aggregate Bond Index **

	Total Return
1 Year	(1.08)%
5 Years	6.09%§
Inception*	4.70%§

Russell Investment Company
2015 Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The 2015 Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide capital growth and income consistent with its current asset allocation which will change over time, with an increasing allocation to fixed income funds.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of approximately 30% equity Underlying Funds, 64% fixed income Underlying Funds and 6% alternative Underlying Funds. The Fund's allocation to fixed income Underlying Funds will be fixed at 68% in approximately the year 2015.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the 2015 Strategy Fund's Class R1, Class R2 and Class R3 Shares gained 7.49%, 7.21% and 6.85%, respectively. This is compared to the Fund's primary benchmark, the Barclays U.S. Aggregate Bond Index, which lost 1.08% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target 2015 Funds Average gained 10.36%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's outperformance relative to the Barclays U.S. Aggregate Bond Index was due to the Fund's out-of-benchmark allocation to equities and global real estate securities, which outperformed fixed income securities over the period.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index. International equities were also up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. The general outperformance of equities over fixed income was a large driver of the Fund's positive benchmark relative performance, as fixed income markets finished slightly negative, down 1.08% as measured by the Barclays U.S. Aggregate Bond Index.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% and outperformed fixed income markets, which was beneficial given the Fund's allocation to the Russell Global Real Estate Securities Fund. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% for the fiscal year (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity and fixed income markets. As a result, the Fund's allocation to the Russell Commodity Strategies Fund negatively impacted Fund performance.

In fixed income, macroeconomic themes were large drivers of bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of Fed announcements. Overall, exposure to other asset classes in addition to fixed income benefited the Fund's benchmark relative performance.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

The Fund's strategic allocation to fixed income Underlying Funds was generally positive. An allocation to the Russell Short Duration Fund benefited, as this Underlying Fund outperformed the Fund's benchmark. An allocation to the Russell Strategic Bond Fund was also beneficial, while an allocation to the Russell Investment Grade Bond Fund was slightly negative. Results of Underlying Fund active management were mixed. For the Russell Strategic Bond Fund and Russell Investment Grade Bond Fund, exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund benefited the Fund's benchmark relative performance, as each outperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed ex-U.S.

Large Cap™ Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Net Index. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds benefited the Fund's benchmark relative performance, as broad U.S. equities outperformed core fixed income for the period. However, each of the large cap U.S. equity Underlying Funds underperformed its respective U.S. equity market segment as represented by each Fund's primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance. The Russell U.S. Small Cap Equity Fund outperformed its benchmark, driven by an underweight to REITs and utility stocks.

The Fund's strategic allocation to alternative Underlying Funds had mixed effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund was positive as the asset class outperformed the Fund's benchmark. The Fund's strategic allocation to the Russell Commodity Strategies Fund detracted, as the commodities asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

Pursuant to the Fund's investment objective, the Fund changes its allocation to the Underlying Funds in which it invests once a year, typically near year end. In connection with this annual reallocation, the Fund shifted its asset allocation from 62% to 64% fixed income Underlying Funds and 38% to 36% equity and alternative Underlying Funds on December 28, 2012, generally increasing its allocation to fixed income Underlying Funds.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund first issued Class R1, R2 and R3 Shares on March 31, 2008.

** The Barclays U.S. Aggregate Bond Index is an index, with income reinvested, generally representative of intermediate-term government bonds, investment-grade corporate debt securities and mortgage-backed securities.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
2015 Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,015.70	$ 1,025.21
Expenses Paid During Period*	$ —	$ —

* There were no expenses charged to the Class.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,014.40	$ 1,023.95
Expenses Paid During Period*	$ 1.27	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,013.20	$ 1,022.68
Expenses Paid During Period*	$ 2.54	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Russell Investment Company
2015 Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 5.5%		
Russell Commodity Strategies Fund	114,804	967
Russell Global Real Estate Securities Fund	23,458	965
		1,932
Domestic Equities - 15.0%		
Russell U.S. Core Equity Fund	40,305	1,534
Russell U.S. Defensive Equity Fund	48,908	1,959
Russell U.S. Dynamic Equity Fund	71,911	903
Russell U.S. Small Cap Equity Fund	24,638	828
		5,224
Fixed Income - 64.1%		
Russell Investment Grade Bond Fund	318,133	6,970
Russell Short Duration Bond Fund	72,040	1,395
Russell Strategic Bond Fund	1,277,027	13,945
		22,310
International Equities - 15.4%		
Russell Emerging Markets Fund	29,086	557
Russell Global Equity Fund	180,952	2,016
Russell International Developed Markets Fund	76,255	2,776
		5,349
Total Investments 100.0% (identified cost $29,305)		34,815
Other Assets and Liabilities, Net - (0.0%)		(6)
Net Assets - 100.0%		34,809

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	5.5
Domestic Equities	15.0
Fixed Income	64.1
International Equities	15.4
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2015 Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	29,305
Investments, at fair value		34,815
Receivables:		
Fund shares sold		19
Total assets		34,834
Liabilities		
Payables:		
Investments purchased		17
Fund shares redeemed		2
Accrued fees to affiliates		6
Total liabilities		25
Net Assets	$	34,809
Net Assets Consist of:		
Accumulated net realized gain (loss)	$	2,202
Unrealized appreciation (depreciation) on investments		5,510
Shares of beneficial interest		32
Additional paid-in capital		27,065
Net Assets	$	34,809
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class R1(#)	$	10.76
Class R1 — Net assets	$	18,349,331
Class R1 — Shares outstanding ($.01 par value)		1,706,023
Net asset value per share: Class R2(#)	$	10.75
Class R2 — Net assets	$	5,362,520
Class R2 — Shares outstanding ($.01 par value)		498,978
Net asset value per share: Class R3(#)	$	10.75
Class R3 — Net assets	$	11,097,360
Class R3 — Shares outstanding ($.01 par value)		1,032,617

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2015 Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 1,656
Expenses	
Distribution fees - Class R3	29
Shareholder servicing fees - Class R2	14
Shareholder servicing fees - Class R3	29
Total expenses	72
Net investment income (loss)	1,584
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	2,506
Capital gain distributions from Underlying Funds	161
Net realized gain (loss)	2,667
Net change in unrealized appreciation (depreciation) on investments	(1,263)
Net realized and unrealized gain (loss)	1,404
Net Increase (Decrease) in Net Assets from Operations	$ 2,988

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2015 Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 1,584	$ 1,472
Net realized gain (loss)	2,667	591
Net change in unrealized appreciation (depreciation)	(1,263)	2,475
Net increase (decrease) in net assets from operations	2,988	4,538
Distributions		
From net investment income		
Class R1	(1,141)	(1,019)
Class R2	(164)	(160)
Class R3	(280)	(293)
From net realized gain		
Class R1	(500)	(88)
Class R2	(77)	(17)
Class R3	(140)	(38)
Net decrease in net assets from distributions	(2,302)	(1,615)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(22,261)	(3,993)
Total Net Increase (Decrease) in Net Assets	(21,575)	(1,070)
Net Assets		
Beginning of period	56,384	57,454
End of period	$ 34,809	$ 56,384
Undistributed (overdistributed) net investment income included in net assets	$ —	$ 1

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2015 Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class R1				
Proceeds from shares sold	1,343	$ 14,097	1,071	$ 10,822
Proceeds from reinvestment of distributions	160	1,641	112	1,107
Payments for shares redeemed	(3,628)	(37,564)	(883)	(8,913)
Net increase (decrease)	(2,125)	(21,826)	300	3,016
Class R2				
Proceeds from shares sold	298	3,134	188	1,890
Proceeds from reinvestment of distributions	23	241	18	177
Payments for shares redeemed	(347)	(3,642)	(420)	(4,164)
Net increase (decrease)	(26)	(267)	(214)	(2,097)
Class R3				
Proceeds from shares sold	414	4,318	475	4,797
Proceeds from reinvestment of distributions	41	420	34	330
Payments for shares redeemed	(467)	(4,906)	(987)	(10,039)
Net increase (decrease)	(12)	(168)	(478)	(4,912)
Total increase (decrease)	(2,163)	$ (22,261)	(392)	$ (3,993)

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
2015 Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class R1						
October 31, 2013	10.44	.36	.40	.76	(.31)	(.13)
October 31, 2012	9.92	.27	.54	.81	(.27)	(.02)
October 31, 2011	10.05	.38	(.06)	.32	(.42)	(.03)
October 31, 2010	8.96	.24	1.13	1.37	(.28)	—
October 31, 2009	7.80	.24	1.16	1.40	(.24)	—
Class R2						
October 31, 2013	10.43	.28	.45	.73	(.28)	(.13)
October 31, 2012	9.91	.27	.51	.78	(.24)	(.02)
October 31, 2011	10.04	.38	(.08)	.30	(.40)	(.03)
October 31, 2010	8.96	.25	1.09	1.34	(.26)	—
October 31, 2009	7.80	.24	1.14	1.38	(.22)	—
Class R3						
October 31, 2013	10.44	.26	.44	.70	(.26)	(.13)
October 31, 2012	9.91	.24	.52	.76	(.21)	(.02)
October 31, 2011	10.04	.33	(.06)	.27	(.37)	(.03)
October 31, 2010	8.95	.23	1.10	1.33	(.24)	—
October 31, 2009	7.80	.22	1.14	1.36	(.21)	—

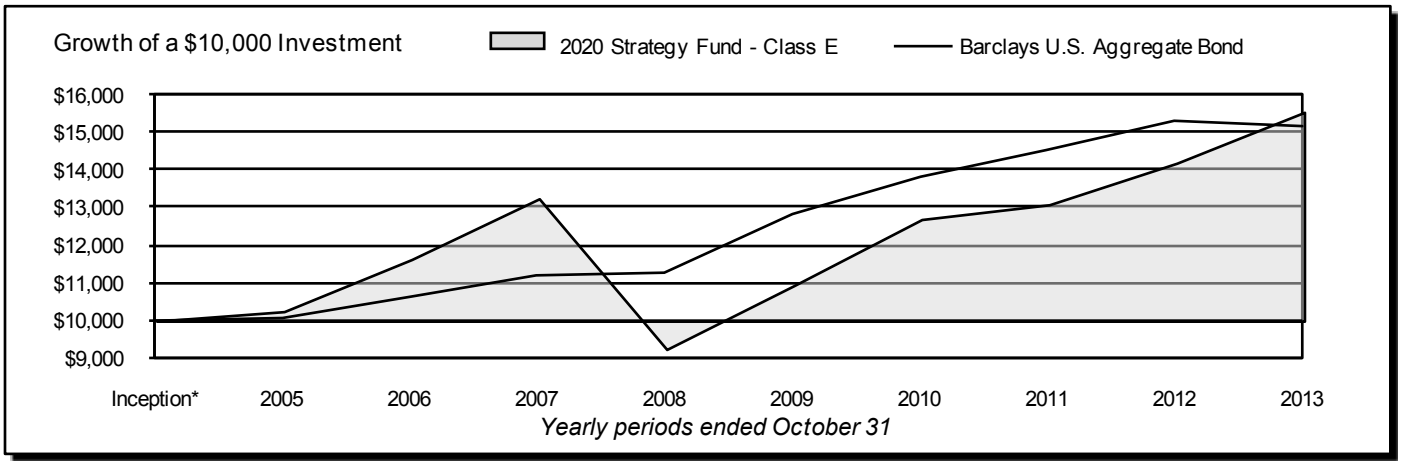
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets (b)(e)	% Portfolio Turnover Rate
(.44)	10.76	7.49	18,349	—	—	3.43	36
(.29)	10.44	8.45	40,004	—	—	2.63	28
(.45)	9.92	3.29	35,040	—	—	3.83	26
(.28)	10.05	15.60	23,319	.70	—	2.56	44
(.24)	8.96	18.57	4,382	1.86	—	2.80	14
(.41)	10.75	7.21	5,363	.25	.25	2.64	36
(.26)	10.43	8.13	5,473	.25	.25	2.63	28
(.43)	9.91	3.02	7,321	.25	.25	3.81	26
(.26)	10.04	15.23	7,207	1.00	.25	2.63	44
(.22)	8.96	18.31	2,003	2.52	.25	2.92	14
(.39)	10.75	6.85	11,097	.50	.50	2.47	36
(.23)	10.44	7.90	10,907	.50	.50	2.38	28
(.40)	9.91	2.78	15,093	.50	.50	3.26	26
(.24)	10.04	15.08	10,836	1.26	.50	2.40	44
(.21)	8.95	17.97	6,460	2.56	.50	2.72	14

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2020 Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



2020 Strategy Fund - Class A‡

	Total Return
1 Year	3.23%
5 Years	9.51%§
Inception*	4.37%§

2020 Strategy Fund - Class E

	Total Return
1 Year	9.48%
5 Years	10.89%§
Inception*	5.10%§

2020 Strategy Fund - Class R1‡‡

	Total Return
1 Year	9.77%
5 Years	11.13%§
Inception*	5.35%§

2020 Strategy Fund - Class R2‡‡‡

	Total Return
1 Year	9.48%
5 Years	10.87%§
Inception*	5.08%§

2020 Strategy Fund - Class R3‡‡‡‡

	Total Return
1 Year	9.23%
5 Years	10.60%§
Inception*	4.82%§

2020 Strategy Fund - Class S

	Total Return
1 Year	9.77%
5 Years	11.15%§
Inception*	5.35%§

Barclays U.S. Aggregate Bond Index **

	Total Return
1 Year	(1.08)%
5 Years	6.09%§
Inception*	4.77%§

Russell Investment Company
2020 Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The 2020 Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide capital growth and income consistent with its current asset allocation which will change over time, with an increasing allocation to fixed income funds.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of approximately 40% equity Underlying Funds, 54% fixed income Underlying Funds and 6% alternative Underlying Funds. The Fund's allocation to fixed income Underlying Funds will be fixed at 68% in approximately the year 2020.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the 2020 Strategy Fund's Class A, Class E, Class R1, Class R2, Class R3 and Class S gained 9.52%, 9.48%, 9.77%, 9.48%, 9.23%and 9.77%, respectively. This is compared to the Funds primary benchmark, the Barclays U.S. Aggregate Bond Index, which lost 1.08% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target 2020 Funds Average gained 13.08%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's outperformance relative to the Barclays U.S. Aggregate Bond Index was due to the Fund's out-of-benchmark allocation to equities and global real estate securities, which outperformed fixed income securities over the period.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index. International equities were also up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. The general outperformance of equities over fixed income was a large driver of the Fund's positive benchmark relative performance, as fixed income markets finished slightly negative, down 1.08% as measured by the Barclays U.S. Aggregate Bond Index.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% and outperformed fixed income markets, which was beneficial given the Fund's allocation to the Russell Global Real Estate Securities Fund. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% for the fiscal year (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity and fixed income markets. As a result, the Fund's allocation to the Russell Commodity Strategies Fund negatively impacted Fund performance.

In fixed income, macroeconomic themes were large drivers of bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of Fed announcements. Overall, exposure to other asset classes in addition to fixed income benefited the Fund's benchmark relative performance.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

From a fixed income perspective, an allocation to the Russell Strategic Bond Fund was beneficial while an allocation to the Russell Investment Grade Bond Fund was slightly negative. Results of Underlying Fund active management were mixed. For the Russell Strategic Bond Fund and Russell Investment Grade Bond Fund, exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund benefited the Fund's benchmark relative performance, as each outperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed ex-U.S. Large Cap™ Index Net, while the Russell Global Equity Fund

outperformed the broad global equity market as represented by the Russell Developed Large Cap Net Index. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds benefited the Fund's benchmark relative performance, as broad U.S. equities outperformed core fixed income for the period. However, each of the large cap U.S. equity Underlying Funds underperformed its respective U.S. equity market segment as represented by each Fund's primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance. The Russell U.S. Small Cap Equity Fund outperformed its benchmark, driven by an underweight to REITs and utility stocks.

The Fund's strategic allocation to alternative Underlying Funds had mixed effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund was positive as the asset class outperformed the Fund's benchmark. The Fund's strategic allocation to the Russell Commodity Strategies Fund detracted, as the commodities asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

Pursuant to the Fund's investment objective, the Fund changes its allocation to the Underlying Funds in which it invests once a year, typically near year end. In connection with the annual reallocation, the Fund shifted its asset allocation from 52% to 54% fixed income Underlying Funds, and 48% to 46% equity and alternative Underlying Funds on December 28, 2012, generally increasing its allocation to fixed income Underlying Funds.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund first issued Class D, E and S Shares on January 3, 2005.

** The Barclays U.S. Aggregate Bond Index is an index, with income reinvested, generally representative of intermediate-term government bonds, investment-grade corporate debt securities and mortgage-backed securities.

‡ The Fund first issued Class A Shares on September 1, 2005. The returns shown for Class A Shares prior to that date are the returns of Class E Shares. The performance shown has been adjusted to reflect the deduction of the maximum Class A sales charge of 5.75%.

‡‡ The Fund first issued Class R1 Shares on June 7, 2006. The returns shown for Class R1 Shares prior to that date are the returns of the Fund's Class S Shares.

‡‡‡ The Fund first issued Class R2 Shares on September 8, 2006. The returns shown for Class R2 Shares prior to that date are the returns of the Fund's Class E Shares.

‡‡‡‡ Class D Shares were redesignated Class R3 Shares on March 1, 2006.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
2020 Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class A	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,024.80	$ 1,023.95
Expenses Paid During Period*	$ 1.28	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class E	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,025.50	$ 1,023.95
Expenses Paid During Period*	$ 1.28	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,026.90	$ 1,025.21
Expenses Paid During Period*	$ —	$ —

* There were no expenses charged to the Class.

Russell Investment Company
2020 Strategy Fund

Shareholder Expense Example, continued — October 31, 2013 (Unaudited)

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,025.40	$ 1,023.95
Expenses Paid During Period*	$ 1.28	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,024.20	$ 1,022.68
Expenses Paid During Period*	$ 2.55	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class S	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,026.90	$ 1,025.21
Expenses Paid During Period*	$ —	$ —

* There were no expenses charged to the Class.

Russell Investment Company
2020 Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 6.2%		
Russell Commodity Strategies Fund	744,820	6,271
Russell Global Real Estate Securities Fund	140,366	5,776
		12,047
Domestic Equities - 20.4%		
Russell U.S. Core Equity Fund	332,057	12,638
Russell U.S. Defensive Equity Fund	306,467	12,277
Russell U.S. Dynamic Equity Fund	648,929	8,151
Russell U.S. Small Cap Equity Fund	189,336	6,358
		39,424
Fixed Income - 54.0%		
Russell Investment Grade Bond Fund	1,236,370	27,089
Russell Strategic Bond Fund	7,094,613	77,473
		104,562
International Equities - 19.4%		
Russell Emerging Markets Fund	232,683	4,454
Russell Global Equity Fund	1,148,943	12,799
Russell International Developed Markets Fund	559,760	20,381
		37,634
Total Investments 100.0% (identified cost $151,762)		193,667
Other Assets and Liabilities, Net - (0.0%)		(27)
Net Assets - 100.0%		193,640

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	6.2
Domestic Equities	20.4
Fixed Income	54.0
International Equities	19.4
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2020 Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	151,762
Investments, at fair value		193,667
Receivables:		
Investments sold		81
Fund shares sold		75
Total assets		193,823
Liabilities		
Payables:		
Fund shares redeemed		152
Accrued fees to affiliates		31
Total liabilities		183
Net Assets	$	193,640
Net Assets Consist of:		
Undistributed (overdistributed) net investment income	$	2
Accumulated net realized gain (loss)		643
Unrealized appreciation (depreciation) on investments		41,905
Shares of beneficial interest		162
Additional paid-in capital		150,928
Net Assets	$	193,640
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class A(#)	$	11.92
Maximum offering price per share (Net asset value plus sales charge of 5.75%): Class A	$	12.65
Class A — Net assets	$	1,459,515
Class A — Shares outstanding ($.01 par value)		122,394
Net asset value per share: Class E(#)	$	11.94
Class E — Net assets	$	2,239,471
Class E — Shares outstanding ($.01 par value)		187,517
Net asset value per share: Class R1(#)	$	11.93
Class R1 — Net assets	$	92,947,225
Class R1 — Shares outstanding ($.01 par value)		7,792,782
Net asset value per share: Class R2(#)	$	11.92
Class R2 — Net assets	$	17,171,862
Class R2 — Shares outstanding ($.01 par value)		1,440,482
Net asset value per share: Class R3(#)	$	11.90
Class R3 — Net assets	$	59,271,106
Class R3 — Shares outstanding ($.01 par value)		4,980,689
Net asset value per share: Class S(#)	$	11.93
Class S — Net assets	$	20,550,496
Class S — Shares outstanding ($.01 par value)		1,722,915

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2020 Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 6,475
Expenses	
Distribution fees - Class A	3
Distribution fees - Class R3	162
Shareholder servicing fees - Class E	6
Shareholder servicing fees - Class R2	49
Shareholder servicing fees - Class R3	162
Total expenses	382
Net investment income (loss)	6,093
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	9,214
Capital gain distributions from Underlying Funds	438
Net realized gain (loss)	9,652
Net change in unrealized appreciation (depreciation) on investments	3,755
Net realized and unrealized gain (loss)	13,407
Net Increase (Decrease) in Net Assets from Operations	$ 19,500

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2020 Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 6,093	$ 6,052
Net realized gain (loss)	9,652	593
Net change in unrealized appreciation (depreciation)	3,755	13,608
Net increase (decrease) in net assets from operations	19,500	20,253
Distributions		
From net investment income		
Class A	(25)	(34)
Class E	(58)	(54)
Class R1	(3,377)	(3,018)
Class R2	(511)	(748)
Class R3	(1,535)	(1,613)
Class S	(590)	(580)
Net decrease in net assets from distributions	(6,096)	(6,047)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(58,301)	(46,475)
Total Net Increase (Decrease) in Net Assets	(44,897)	(32,269)
Net Assets		
Beginning of period	238,537	270,806
End of period	$ 193,640	$ 238,537
Undistributed (overdistributed) net investment income included in net assets	$ 2	$ 5

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2020 Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class A				
Proceeds from shares sold	52	$ 600	1	$ 16
Proceeds from reinvestment of distributions	2	24	3	31
Payments for shares redeemed	(12)	(139)	(105)	(1,115)
Net increase (decrease)	42	485	(101)	(1,068)
Class E				
Proceeds from shares sold	17	197	41	458
Proceeds from reinvestment of distributions	5	58	5	54
Payments for shares redeemed	(48)	(544)	(66)	(714)
Net increase (decrease)	(26)	(289)	(20)	(202)
Class R1				
Proceeds from shares sold	2,561	29,401	2,958	32,063
Proceeds from reinvestment of distributions	300	3,376	286	3,016
Payments for shares redeemed	(5,917)	(67,478)	(2,961)	(32,062)
Net increase (decrease)	(3,056)	(34,701)	283	3,017
Class R2				
Proceeds from shares sold	357	4,119	638	6,887
Proceeds from reinvestment of distributions	46	511	71	748
Payments for shares redeemed	(1,123)	(12,815)	(2,743)	(29,313)
Net increase (decrease)	(720)	(8,185)	(2,034)	(21,678)
Class R3				
Proceeds from shares sold	1,530	17,460	1,948	20,964
Proceeds from reinvestment of distributions	137	1,535	154	1,613
Payments for shares redeemed	(2,750)	(31,485)	(4,754)	(51,100)
Net increase (decrease)	(1,083)	(12,490)	(2,652)	(28,523)
Class S				
Proceeds from shares sold	436	4,993	897	9,655
Proceeds from reinvestment of distributions	52	590	55	580
Payments for shares redeemed	(759)	(8,704)	(754)	(8,256)
Net increase (decrease)	(271)	(3,121)	198	1,979
Total increase (decrease)	(5,114)	$ (58,301)	(4,326)	$ (46,475)

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2020 Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income
Class A					
October 31, 2013	11.17	.24	.80	1.04	(.29)
October 31, 2012	10.55	.32	.54	.86	(.24)
October 31, 2011	10.63	.42	(.11)	.31	(.39)
October 31, 2010	9.42	.25	1.23	1.48	(.27)
October 31, 2009	8.20	.24	1.21	1.45	(.23)
Class E					
October 31, 2013	11.19	.30	.74	1.04	(.29)
October 31, 2012	10.57	.25	.62	.87	(.25)
October 31, 2011	10.63	.88	(.56)	.32	(.38)
October 31, 2010	9.42	.26	1.22	1.48	(.27)
October 31, 2009	8.19	.24	1.22	1.46	(.23)
Class R1					
October 31, 2013	11.18	.34	.73	1.07	(.32)
October 31, 2012	10.56	.27	.63	.90	(.28)
October 31, 2011	10.64	.40	(.07)	.33	(.41)
October 31, 2010	9.43	.28	1.22	1.50	(.29)
October 31, 2009	8.20	.25	1.23	1.48	(.25)
Class R2					
October 31, 2013	11.17	.30	.74	1.04	(.29)
October 31, 2012	10.54	.27	.60	.87	(.24)
October 31, 2011	10.62	.36	(.06)	.30	(.38)
October 31, 2010	9.41	.26	1.22	1.48	(.27)
October 31, 2009	8.18	.24	1.22	1.46	(.23)
Class R3					
October 31, 2013	11.15	.27	.74	1.01	(.26)
October 31, 2012	10.52	.23	.62	.85	(.22)
October 31, 2011	10.61	.35	(.08)	.27	(.36)
October 31, 2010	9.40	.24	1.21	1.45	(.24)
October 31, 2009	8.17	.21	1.23	1.44	(.21)
Class S					
October 31, 2013	11.18	.32	.75	1.07	(.32)
October 31, 2012	10.56	.27	.63	.90	(.28)
October 31, 2011	10.64	.39	(.06)	.33	(.41)
October 31, 2010	9.42	.30	1.21	1.51	(.29)
October 31, 2009	8.19	.25	1.23	1.48	(.25)

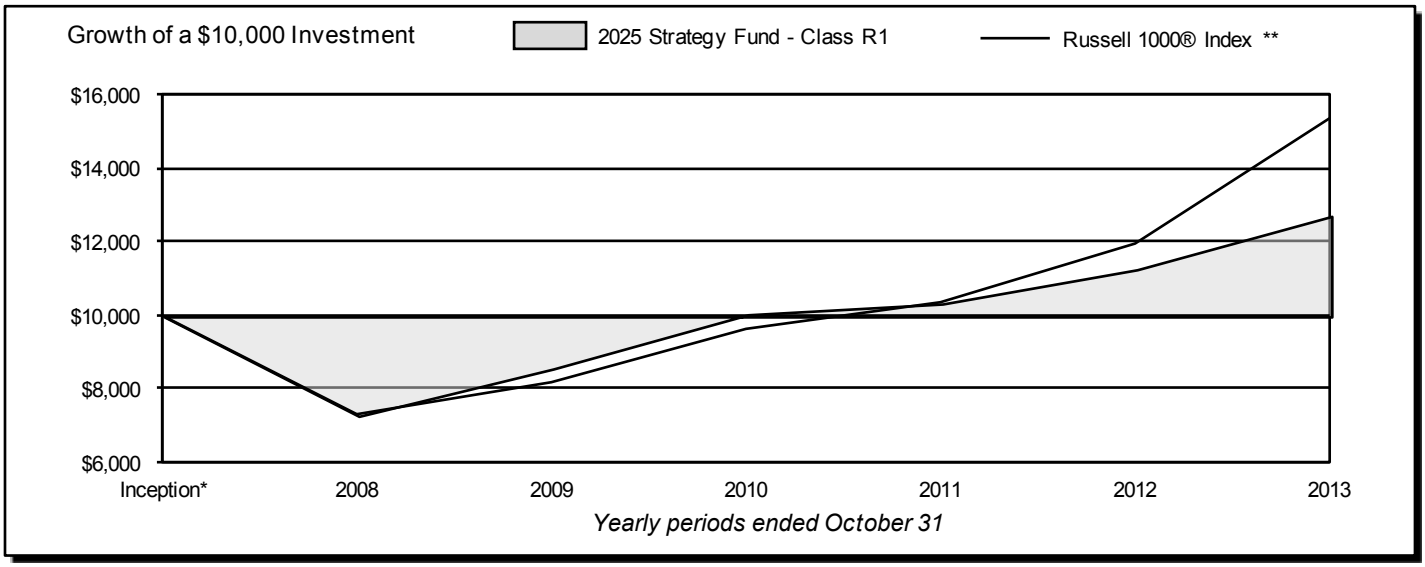
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(d)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets (b)(e)	% Portfolio Turnover Rate
(.29)	11.92	9.52	1,460	.25	.25	2.11	15
(.24)	11.17	8.33	902	.25	.25	3.02	21
(.39)	10.55	2.89	1,913	.25	.25	3.85	24
(.27)	10.63	15.93	2,542	.70	.25	2.46	32
(.23)	9.42	18.10	1,484	.82	.25	2.91	15
(.29)	11.94	9.48	2,240	.25	.25	2.62	15
(.25)	11.19	8.39	2,380	.25	.25	2.30	21
(.38)	10.57	3.07	2,455	.25	.25	8.23	24
(.27)	10.63	15.91	15,771	.71	.25	2.62	32
(.23)	9.42	18.26	11,769	.82	.25	2.83	15
(.32)	11.93	9.77	92,947	—	—	2.95	15
(.28)	11.18	8.68	121,239	—	—	2.51	21
(.41)	10.56	3.17	111,545	—	—	3.63	24
(.29)	10.64	16.31	84,152	.45	—	2.84	32
(.25)	9.43	18.38	44,337	.56	—	3.00	15
(.29)	11.92	9.48	17,172	.25	.25	2.65	15
(.24)	11.17	8.46	24,126	.25	.25	2.55	21
(.38)	10.54	2.88	44,217	.25	.25	3.25	24
(.27)	10.62	15.94	44,060	.71	.25	2.59	32
(.23)	9.41	18.26	26,236	.82	.25	2.94	15
(.26)	11.90	9.23	59,271	.50	.50	2.38	15
(.22)	11.15	8.19	67,605	.50	.50	2.17	21
(.36)	10.52	2.56	91,714	.50	.50	3.20	24
(.24)	10.61	15.66	90,563	.96	.50	2.41	32
(.21)	9.40	18.05	74,142	1.06	.50	2.52	15
(.32)	11.93	9.77	20,550	—	—	2.80	15
(.28)	11.18	8.68	22,285	—	—	2.53	21
(.41)	10.56	3.17	18,962	—	—	3.60	24
(.29)	10.64	16.30	15,600	.47	—	2.96	32
(.25)	9.42	18.53	19,494	.57	—	3.06	15

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2025 Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



2025 Strategy Fund - Class R1

	Total Return
1 Year	12.86%
5 Years	11.78%§
Inception*	4.42%§

2025 Strategy Fund - Class R2

	Total Return
1 Year	12.68%
5 Years	11.55%§
Inception*	4.18%§

2025 Strategy Fund - Class R3

	Total Return
1 Year	12.33%
5 Years	11.22%§
Inception*	3.88%§

Russell 1000® Index **

	Total Return
1 Year	28.40%
5 Years	15.84%§
Inception*	7.93%§

Russell Investment Company
2025 Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The 2025 Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide capital growth and income consistent with its current asset allocation which will change over time, with an increasing allocation to fixed income funds.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of approximately 51% equity Underlying Funds, 42% fixed income Underlying Funds and 7% alternative Underlying Funds. The Fund's allocation to fixed income Underlying Funds will be fixed at 68% in approximately the year 2025.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the 2025 Strategy Fund's Class R1, Class R2 and Class R3 Shares gained 12.86%, 12.68% and 12.33%, respectively. This is compared to the Fund's primary benchmark, the Russell 1000® Index, which gained 28.40% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target 2025 Funds Average gained 15.39%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's underperformance relative to the Russell 1000® Index was due to the Fund's out-of-benchmark allocations to non-U.S. equity, fixed income and commodity Underlying Funds, which generally underperformed the U.S. large cap equity market as represented by the Russell 1000® Index.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index, outperforming international markets, which were up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. Thus, overall the Fund's exposure to international equities detracted from the Fund's benchmark-relative performance as these markets underperformed U.S. large cap equities. U.S. large cap equities also outperformed fixed income, as fixed income markets finished slightly negative, down 1.08% (as measured by the Barclays U.S. Aggregate Index). As a result, the Fund's exposure to fixed income was a headwind for the period.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% but underperformed U.S. large cap equities. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity markets. As a result, the Fund's allocation to these asset classes negatively impacted the Fund's benchmark relative performance.

In fixed income, macroeconomic themes were large drivers to bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of the Fed announcements. Overall, exposure to fixed income detracted from benchmark-relative performance, as the asset class lagged U.S. large cap equities.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

The Fund's strategic allocation to fixed income Underlying Funds had a negative impact on the Fund's benchmark relative performance, as these Underlying Funds underperformed the Fund's benchmark. Results of Underlying Fund active management were mixed. For the Russell Strategic Bond Fund and Russell Investment Grade Bond Fund, exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund detracted from the Fund's benchmark relative performance, as each underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad

non-U.S. equity market as represented by the Russell Developed ex-U.S. Large Cap™ Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds provided mixed results. Less exposure to U.S. large cap equities detracted but exposure to small cap benefited, as small cap equities outperformed large cap. However, each of the large cap U.S. equity Underlying Funds underperformed its respective U.S. equity market segment as represented by each Fund's primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had mixed effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund was positive as the asset class outperformed the Fund's benchmark. The Fund's strategic allocation to the Russell Commodity Strategies Fund detracted, as the commodities asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

Pursuant to the Fund's investment objective, the Fund changes its allocation to the Underlying Funds in which it invests once a year, typically near year end. In connection with this annual reallocation, the Fund shifted its asset allocation from 39% to 42% fixed income Underlying Funds and 61% to 58% equity and alternative Underlying Funds on December 28, 2012, generally increasing its allocation to fixed income Underlying Funds.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund first issued Class R1, R2 and R3 Shares on March 31, 2008.

** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments from income dividends and capital gain distributions reinvested as of the ex-dividend dates.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
2025 Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,041.40	$ 1,025.21
Expenses Paid During Period*	$ –	$ —

* There were no expenses charged to the Class.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,041.00	$ 1,023.95
Expenses Paid During Period*	$ 1.29	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,039.00	$ 1,022.68
Expenses Paid During Period*	$ 2.57	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Russell Investment Company
2025 Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 6.8%		
Russell Commodity Strategies Fund	211,878	1,784
Russell Global Real Estate Securities Fund	33,353	1,373
		3,157
Domestic Equities - 26.9%		
Russell U.S. Core Equity Fund	114,893	4,373
Russell U.S. Defensive Equity Fund	79,399	3,181
Russell U.S. Dynamic Equity Fund	241,430	3,032
Russell U.S. Small Cap Equity Fund	53,054	1,781
		12,367
Fixed Income - 42.1%		
Russell Investment Grade Bond Fund	42,140	923
Russell Strategic Bond Fund	1,691,451	18,471
		19,394
International Equities - 24.2%		
Russell Emerging Markets Fund	69,671	1,333
Russell Global Equity Fund	321,826	3,585
Russell International Developed Markets Fund	170,548	6,210
		11,128
Total Investments 100.0% (identified cost $36,501)		46,046
Other Assets and Liabilities, Net - (0.0%)		(8)
Net Assets - 100.0%		46,038

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	6.8
Domestic Equities	26.9
Fixed Income	42.1
International Equities	24.2
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2025 Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	36,501
Investments, at fair value		46,046
Receivables:		
Fund shares sold		24
Total assets		46,070
Liabilities		
Payables:		
Investments purchased		22
Fund shares redeemed		1
Accrued fees to affiliates		9
Total liabilities		32
Net Assets	$	46,038
Net Assets Consist of:		
Accumulated net realized gain (loss)	$	1,631
Unrealized appreciation (depreciation) on investments		9,545
Shares of beneficial interest		43
Additional paid-in capital		34,819
Net Assets	$	46,038
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class R1(#)	$	10.80
Class R1 — Net assets	$	22,716,894
Class R1 — Shares outstanding ($.01 par value)		2,102,720
Net asset value per share: Class R2(#)	$	10.81
Class R2 — Net assets	$	6,736,447
Class R2 — Shares outstanding ($.01 par value)		623,349
Net asset value per share: Class R3(#)	$	10.77
Class R3 — Net assets	$	16,584,847
Class R3 — Shares outstanding ($.01 par value)		1,539,293

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2025 Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 1,434
Expenses	
Distribution fees - Class R3	37
Shareholder servicing fees - Class R2	17
Shareholder servicing fees - Class R3	37
Total expenses	91
Net investment income (loss)	1,343
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	2,186
Capital gain distributions from Underlying Funds	34
Net realized gain (loss)	2,220
Net change in unrealized appreciation (depreciation) on investments	2,443
Net realized and unrealized gain (loss)	4,663
Net Increase (Decrease) in Net Assets from Operations	$ 6,006

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2025 Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 1,343	$ 1,175
Net realized gain (loss)	2,220	820
Net change in unrealized appreciation (depreciation)	2,443	2,486
Net increase (decrease) in net assets from operations	6,006	4,481
Distributions		
From net investment income		
Class R1	(903)	(730)
Class R2	(144)	(156)
Class R3	(297)	(289)
From net realized gain		
Class R1	(695)	(85)
Class R2	(116)	(23)
Class R3	(273)	(49)
Net decrease in net assets from distributions	(2,428)	(1,332)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(13,000)	(169)
Total Net Increase (Decrease) in Net Assets	(9,422)	2,980
Net Assets		
Beginning of period	55,460	52,480
End of period	$ 46,038	$ 55,460
Undistributed (overdistributed) net investment income included in net assets	$ —	$ 1

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2025 Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class R1				
Proceeds from shares sold	980	$ 10,064	903	$ 8,750
Proceeds from reinvestment of distributions	161	1,598	87	815
Payments for shares redeemed	(2,523)	(25,740)	(498)	(4,800)
Net increase (decrease)	(1,382)	(14,078)	492	4,765
Class R2				
Proceeds from shares sold	222	2,290	270	2,584
Proceeds from reinvestment of distributions	26	260	19	179
Payments for shares redeemed	(248)	(2,544)	(534)	(5,031)
Net increase (decrease)	—	6	(245)	(2,268)
Class R3				
Proceeds from shares sold	603	6,161	565	5,459
Proceeds from reinvestment of distributions	58	570	36	338
Payments for shares redeemed	(559)	(5,659)	(868)	(8,463)
Net increase (decrease)	102	1,072	(267)	(2,666)
Total increase (decrease)	(1,280)	$ (13,000)	(20)	$ (169)

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
2025 Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class R1						
October 31, 2013	10.01	.28	.96	1.24	(.26)	(.19)
October 31, 2012	9.44	.22	.61	.83	(.23)	(.03)
October 31, 2011	9.49	.30	(.02)	.28	(.33)	—(h)
October 31, 2010	8.31	.20	1.20	1.40	(.22)	—
October 31, 2009	7.21	.15	1.09	1.24	(.14)	—
Class R2						
October 31, 2013	10.01	.23	1.00	1.23	(.24)	(.19)
October 31, 2012	9.44	.22	.58	.80	(.20)	(.03)
October 31, 2011	9.48	.30	(.04)	.26	(.30)	—(h)
October 31, 2010	8.30	.20	1.18	1.38	(.20)	—
October 31, 2009	7.20	.13	1.09	1.22	(.12)	—
Class R3						
October 31, 2013	9.98	.20	.99	1.19	(.21)	(.19)
October 31, 2012	9.41	.19	.58	.77	(.17)	(.03)
October 31, 2011	9.46	.25	(.02)	.23	(.28)	—(h)
October 31, 2010	8.29	.17	1.18	1.35	(.18)	—
October 31, 2009	7.20	.12	1.08	1.20	(.11)	—

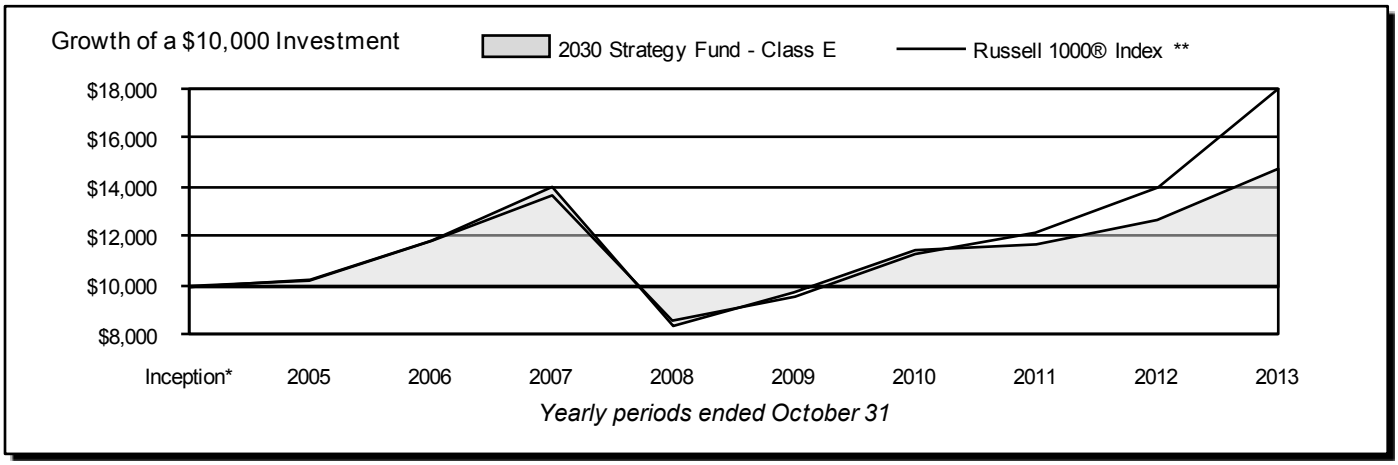
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets (b)(e)	% Portfolio Turnover Rate
(.45)	10.80	12.93	22,717	—	—	2.75	28
(.26)	10.01	9.00	34,875	—	—	2.32	37
(.33)	9.44	2.91	28,255	—	—	3.07	27
(.22)	9.49	17.14	19,470	.72	—	2.30	26
(.14)	8.31	17.67	3,863	2.12	—	1.93	12
(.43)	10.81	12.68	6,736	.25	.25	2.20	28
(.23)	10.01	8.67	6,235	.25	.25	2.28	37
(.30)	9.44	2.74	8,188	.25	.25	3.05	27
(.20)	9.48	16.89	8,541	1.01	.25	2.27	26
(.12)	8.30	17.47	3,020	2.58	.25	1.80	12
(.40)	10.77	12.41	16,585	.50	.50	1.99	28
(.20)	9.98	8.40	14,350	.50	.50	2.00	37
(.28)	9.41	2.42	16,037	.50	.50	2.57	27
(.18)	9.46	16.54	11,365	1.24	.50	1.87	26
(.11)	8.29	17.10	5,117	2.82	.50	1.66	12

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2030 Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



2030 Strategy Fund - Class A‡

	Total Return
1 Year	9.76%
5 Years	10.84%§
Inception*	3.93%§

2030 Strategy Fund - Class E

	Total Return
1 Year	16.34%
5 Years	11.95%§
Inception*	4.54%§

2030 Strategy Fund - Class R1‡‡

	Total Return
1 Year	16.71%
5 Years	12.28%§
Inception*	4.82%§

2030 Strategy Fund - Class R2‡‡‡

	Total Return
1 Year	16.33%
5 Years	11.98%§
Inception*	4.55%§

2030 Strategy Fund - Class R3‡‡‡‡

	Total Return
1 Year	16.13%
5 Years	11.73%§
Inception*	4.31%§

2030 Strategy Fund - Class S

	Total Return
1 Year	16.71%
5 Years	12.28%§
Inception*	4.82%§

Russell 1000® Index **

	Total Return
1 Year	28.40%
5 Years	15.84%§
Inception*	6.87%§

Russell Investment Company
2030 Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The 2030 Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide capital growth and income consistent with its current asset allocation which will change over time, with an increasing allocation to fixed income funds.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of approximately 65% equity Underlying Funds, 26% fixed income Underlying Funds and 9% alternative Underlying Funds. The Fund's allocation to fixed income Underlying Fundswill be fixed at 68% in approximately the year 2030.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the 2030 Strategy Fund's Class A, Class E, Class R1, Class R2, Class R3 and Class S Shares gained 16.42%, 16.34%, 16.71%, 16.33%, 16.13%, and 16.71%, respectively. This is compared to the Fund's primary benchmark, the Russell 1000® Index, which gained 28.40% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target 2030 Funds Average gained 18.12%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's underperformance relative to the Russell 1000® Index was due to the Fund's out-of-benchmark allocations to non-U.S. equity, fixed income and commodity Underlying Funds, which generally underperformed the U.S. large cap equity market as represented by the Russell 1000® Index.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index, outperforming international markets, which were up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. Thus, overall the Fund's exposure to international equities detracted from the Fund's benchmark-relative performance as these markets underperformed U.S. large cap equities. U.S. large cap equities also outperformed fixed income, as fixed income markets finished slightly negative, down 1.08% (as measured by the Barclays U.S. Aggregate Index). As a result, the Fund's exposure to fixed income was a headwind for the period.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% but underperformed U.S. large cap equities. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity markets. As a result, the Fund's allocation to these asset classes negatively impacted the Fund's benchmark relative performance.

In fixed income, macroeconomic themes were large drivers to bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of the Fed announcements. Overall, exposure to fixed income detracted from benchmark-relative performance, as the asset class lagged U.S. large cap equities.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

From a fixed income perspective, an allocation to the Russell Strategic Bond Fund was negative as it underperformed the Fund's benchmark. However, Underlying Fund active management was positive as the Russell Strategic Bond Fund outperformed its primary benchmark. Exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund detracted from the Fund's benchmark relative performance, as each underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed

ex-U.S. Large Cap™ Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Net Index. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds provided mixed results. Exposure to the Russell U.S. Small Cap Equity Fund benefited the Fund's benchmark relative performance, as U.S. small cap equities outperformed U.S. large cap equities and this Underlying Fund outperformed its small cap primary benchmark. However, underlying active management within the U.S. large cap equity Underlying Funds detracted, as each underperformed its respective U.S. equity market segment as represented by its primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had negative effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund and Russell Commodity Strategies Fund detracted, as the both asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

Pursuant to the Fund's investment objective, the Fund changes its allocation to the Underlying Funds in which it invests once a year, typically near year end. In connection with this annual reallocation, the Fund shifted its asset allocation from 22% to 26% fixed income Underlying Funds and 78% to 74% equity and alternative Underlying Funds on December 28, 2012, generally increasing its allocation to fixed income Underlying Funds.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund first issued Class D, E and S Shares on January 3, 2005.

** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments from income dividends and capital gain distributions reinvested as of the ex-dividend dates.

‡ The Fund first issued Class A Shares on September 1, 2005. The returns shown for Class A Shares prior to that date are the returns of Class E Shares. The performance shown has been adjusted to reflect the deduction of the maximum Class A sales charge of 5.75%.

‡‡ The Fund first issued Class R1 Shares on June 7, 2006. The returns shown for Class R1 Shares prior to that date are the returns of the Fund's Class S Shares.

‡‡‡ The Fund first issued Class R2 Shares on September 8, 2006. The returns shown for Class S Shares prior to that date are the returns of the Fund's Class E Shares.

‡‡‡‡ Class D Shares were redesignated Class R3 Shares on March 1, 2006.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
2030 Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class A	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,059.60	$ 1,023.95
Expenses Paid During Period*	$ 1.30	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class E	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,059.20	$ 1,023.95
Expenses Paid During Period*	$ 1.30	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,060.40	$ 1,025.21
Expenses Paid During Period*	$ —	$ —

* There were no expenses charged to the Class.

Russell Investment Company
2030 Strategy Fund

Shareholder Expense Example, continued — October 31, 2013 (Unaudited)

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,058.20	$ 1,023.95
Expenses Paid During Period*	$ 1.30	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,057.70	$ 1,022.68
Expenses Paid During Period*	$ 2.59	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class S	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,060.40	$ 1,025.21
Expenses Paid During Period*	$ —	$ —

* There were no expenses charged to the Class.

Russell Investment Company
2030 Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 99.8%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 9.0%		
Russell Commodity Strategies Fund	1,121,061	9,439
Russell Global Real Estate Securities Fund	159,191	6,551
		15,990
Domestic Equities - 34.4%		
Russell U.S. Core Equity Fund	605,376	23,040
Russell U.S. Defensive Equity Fund	347,297	13,913
Russell U.S. Dynamic Equity Fund	1,200,463	15,078
Russell U.S. Small Cap Equity Fund	285,551	9,589
		61,620

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 25.9%		
Russell Strategic Bond Fund	4,240,052	46,301
International Equities - 30.5%		
Russell Emerging Markets Fund	344,942	6,602
Russell Global Equity Fund	1,506,686	16,785
Russell International Developed Markets Fund	858,100	31,243
		54,630
Total Investments 99.8% (identified cost $128,945)		178,541
Other Assets and Liabilities, Net - 0.2%		435
Net Assets - 100.0%		178,976

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	9.0
Domestic Equities	34.4
Fixed Income	25.9
International Equities	30.5
Total Investments	99.8
Other Assets and Liabilities, Net	0.2
	100.0

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2030 Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	128,945
Investments, at fair value		178,541
Receivables:		
Fund shares sold		582
Total assets		179,123
Liabilities		
Payables:		
Investments purchased		11
Fund shares redeemed		109
Accrued fees to affiliates		27
Total liabilities		147
Net Assets	$	178,976
Net Assets Consist of:		
Accumulated net realized gain (loss)	$	(5,779)
Unrealized appreciation (depreciation) on investments		49,596
Shares of beneficial interest		149
Additional paid-in capital		135,010
Net Assets	$	178,976
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class A(#)	$	12.05
Maximum offering price per share (Net asset value plus sales charge of 5.75%): Class A	$	12.79
Class A — Net assets	$	2,320,792
Class A — Shares outstanding ($.01 par value)		192,638
Net asset value per share: Class E(#)	$	11.96
Class E — Net assets	$	526,682
Class E — Shares outstanding ($.01 par value)		44,037
Net asset value per share: Class R1(#)	$	11.98
Class R1 — Net assets	$	83,568,686
Class R1 — Shares outstanding ($.01 par value)		6,975,682
Net asset value per share: Class R2(#)	$	11.96
Class R2 — Net assets	$	20,147,374
Class R2 — Shares outstanding ($.01 par value)		1,684,026
Net asset value per share: Class R3(#)	$	11.97
Class R3 — Net assets	$	51,507,260
Class R3 — Shares outstanding ($.01 par value)		4,304,043
Net asset value per share: Class S(#)	$	11.98
Class S — Net assets	$	20,904,729
Class S — Shares outstanding ($.01 par value)		1,745,326

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2030 Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 3,976
Expenses	
Distribution fees - Class A	5
Distribution fees - Class R3	130
Shareholder servicing fees - Class E	2
Shareholder servicing fees - Class R2	51
Shareholder servicing fees - Class R3	130
Total expenses	318
Net investment income (loss)	3,658
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	6,089
Capital gain distributions from Underlying Funds	76
Net realized gain (loss)	6,165
Net change in unrealized appreciation (depreciation) on investments	18,028
Net realized and unrealized gain (loss)	24,193
Net Increase (Decrease) in Net Assets from Operations	$ 27,851

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2030 Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 3,658	$ 3,632
Net realized gain (loss)	6,165	(1,205)
Net change in unrealized appreciation (depreciation)	18,028	12,727
Net increase (decrease) in net assets from operations	27,851	15,154
Distributions		
From net investment income		
Class A	(40)	(34)
Class E	(11)	(17)
Class R1	(1,889)	(1,687)
Class R2	(378)	(490)
Class R3	(862)	(917)
Class S	(481)	(484)
Net decrease in net assets from distributions	(3,661)	(3,629)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(31,882)	(38,233)
Total Net Increase (Decrease) in Net Assets	(7,692)	(26,708)
Net Assets		
Beginning of period	186,668	213,376
End of period	$ 178,976	$ 186,668
Undistributed (overdistributed) net investment income included in net assets	$ —	$ 3

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2030 Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class A				
Proceeds from shares sold	2	$ 29	25	$ 263
Proceeds from reinvestment of distributions	4	40	2	16
Payments for shares redeemed	(6)	(70)	(18)	(181)
Net increase (decrease)	—	(1)	9	98
Class E				
Proceeds from shares sold	19	208	21	213
Proceeds from reinvestment of distributions	1	11	2	17
Payments for shares redeemed	(32)	(361)	(66)	(656)
Net increase (decrease)	(12)	(142)	(43)	(426)
Class R1				
Proceeds from shares sold	1,889	21,168	1,960	19,823
Proceeds from reinvestment of distributions	175	1,889	172	1,687
Payments for shares redeemed	(3,407)	(38,023)	(1,829)	(18,391)
Net increase (decrease)	(1,343)	(14,966)	303	3,119
Class R2				
Proceeds from shares sold	353	3,947	592	5,965
Proceeds from reinvestment of distributions	35	378	51	491
Payments for shares redeemed	(758)	(8,378)	(2,485)	(24,563)
Net increase (decrease)	(370)	(4,053)	(1,842)	(18,107)
Class R3				
Proceeds from shares sold	1,284	14,318	1,622	16,309
Proceeds from reinvestment of distributions	81	862	96	918
Payments for shares redeemed	(1,924)	(21,527)	(4,081)	(40,887)
Net increase (decrease)	(559)	(6,347)	(2,363)	(23,660)
Class S				
Proceeds from shares sold	465	5,176	751	7,630
Proceeds from reinvestment of distributions	45	481	50	483
Payments for shares redeemed	(1,081)	(12,030)	(719)	(7,370)
Net increase (decrease)	(571)	(6,373)	82	743
Total increase (decrease)	(2,855)	$ (31,882)	(3,854)	$ (38,233)

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2030 Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income
Class A					
October 31, 2013	10.55	.21	1.50	1.71	(.21)
October 31, 2012	9.92	.17	.64	.81	(.18)
October 31, 2011	9.92	.23	.01	.24	(.24)
October 31, 2010	8.60	.17	1.32	1.49	(.17)
October 31, 2009	7.45	.10	1.14	1.24	(.09)
Class E					
October 31, 2013	10.48	.21	1.48	1.69	(.21)
October 31, 2012	9.84	.19	.63	.82	(.18)
October 31, 2011	9.87	.79	(.59)	.20	(.23)
October 31, 2010	8.56	.16	1.32	1.48	(.17)
October 31, 2009	7.46	.10	1.09	1.19	(.09)
Class R1					
October 31, 2013	10.49	.24	1.49	1.73	(.24)
October 31, 2012	9.86	.20	.64	.84	(.21)
October 31, 2011	9.87	.24	.02	.26	(.27)
October 31, 2010	8.57	.19	1.30	1.49	(.19)
October 31, 2009	7.46	.11	1.11	1.22	(.11)
Class R2					
October 31, 2013	10.48	.21	1.48	1.69	(.21)
October 31, 2012	9.84	.20	.61	.81	(.17)
October 31, 2011	9.85	.21	.02	.23	(.24)
October 31, 2010	8.55	.16	1.31	1.47	(.17)
October 31, 2009	7.45	.10	1.09	1.19	(.09)
Class R3					
October 31, 2013	10.48	.19	1.48	1.67	(.18)
October 31, 2012	9.84	.16	.63	.79	(.15)
October 31, 2011	9.85	.21	(.01)	.20	(.21)
October 31, 2010	8.55	.14	1.31	1.45	(.15)
October 31, 2009	7.45	.08	1.10	1.18	(.08)
Class S					
October 31, 2013	10.49	.24	1.49	1.73	(.24)
October 31, 2012	9.86	.20	.64	.84	(.21)
October 31, 2011	9.87	.25	.01	.26	(.27)
October 31, 2010	8.57	.18	1.31	1.49	(.19)
October 31, 2009	7.46	.12	1.09	1.22	(.11)

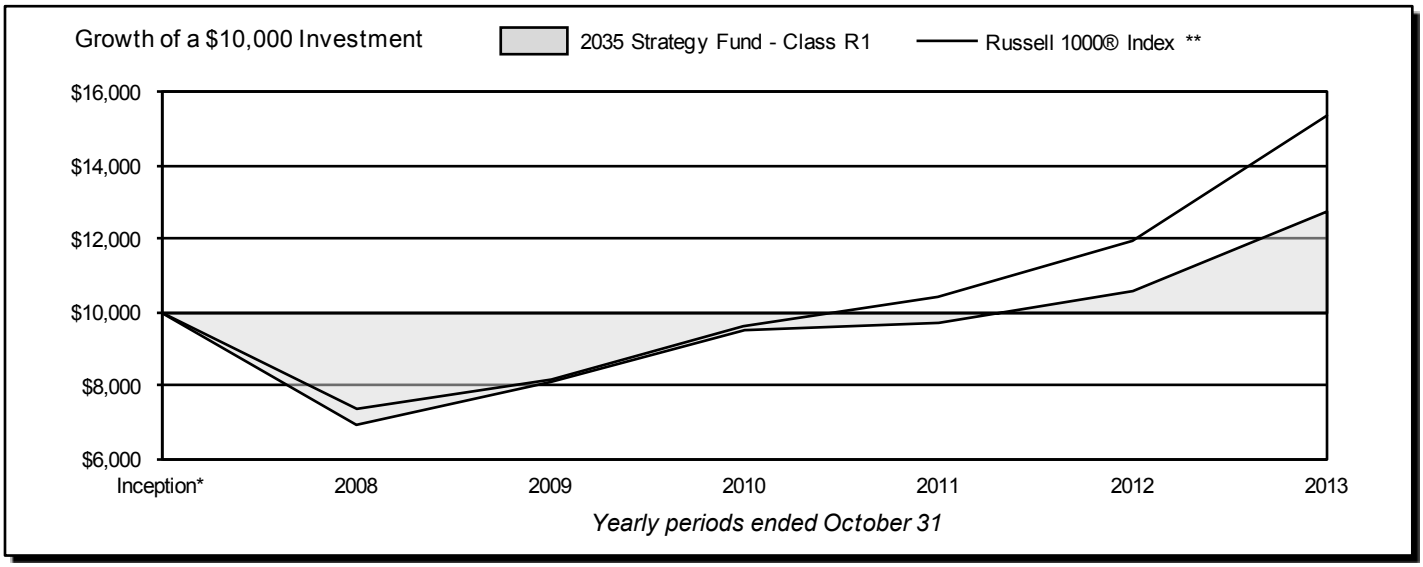
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(d)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets(b)(e)	% Portfolio Turnover Rate
(.21)	12.05	16.42	2,321	.25	.25	1.85	16
(.18)	10.55	8.32	2,033	.25	.25	1.70	26
(.24)	9.92	2.39	1,820	.25	.25	2.21	28
(.17)	9.92	17.51	1,603	.74	.25	1.93	25
(.09)	8.60	16.92	1,791	.86	.25	1.43	9
(.21)	11.96	16.34	527	.25	.25	1.84	16
(.18)	10.48	8.46	589	.25	.25	1.90	26
(.23)	9.84	2.02	975	.25	.25	7.79	28
(.17)	9.87	17.48	14,733	.73	.25	1.77	25
(.09)	8.56	16.24	10,639	.85	.25	1.36	9
(.24)	11.98	16.71	83,569	—	—	2.18	16
(.21)	10.49	8.65	87,265	—	—	1.99	26
(.27)	9.86	2.55	79,046	—	—	2.39	28
(.19)	9.87	17.63	53,702	.48	—	1.98	25
(.11)	8.57	16.65	31,322	.59	—	1.49	9
(.21)	11.96	16.33	20,147	.25	.25	1.86	16
(.17)	10.48	8.43	21,520	.25	.25	1.96	26
(.24)	9.84	2.27	38,352	.25	.25	2.03	28
(.17)	9.85	17.39	39,163	.73	.25	2.05	25
(.09)	8.55	16.26	23,534	.85	.25	1.41	9
(.18)	11.97	16.13	51,507	.50	.50	1.66	16
(.15)	10.48	8.15	50,961	.50	.50	1.64	26
(.21)	9.84	2.03	71,140	.50	.50	2.09	28
(.15)	9.85	17.09	72,164	.98	.50	1.72	25
(.08)	8.55	16.03	56,115	1.10	.50	1.03	9
(.24)	11.98	16.71	20,905	—	—	2.15	16
(.21)	10.49	8.65	24,300	—	—	1.98	26
(.27)	9.86	2.55	22,043	—	—	2.48	28
(.19)	9.87	17.77	19,124	.48	—	1.52	25
(.11)	8.57	16.51	15,945	.60	—	1.57	9

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2035 Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



2035 Strategy Fund - Class R1

	Total Return
1 Year	20.63%
5 Years	13.06%§
Inception*	4.51%§

2035 Strategy Fund - Class R2

	Total Return
1 Year	20.36%
5 Years	12.77%§
Inception*	4.24%§

2035 Strategy Fund - Class R3

	Total Return
1 Year	20.06%
5 Years	12.51%§
Inception*	4.00%§

Russell 1000® Index **

	Total Return
1 Year	28.40%
5 Years	15.84%§
Inception*	7.93%§

Russell Investment Company
2035 Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The 2035 Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide capital growth and income consistent with its current asset allocation which will change over time, with an increasing allocation to fixed income funds.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of 79% equity Underlying Funds, 10% fixed income Underlying Funds and 11% alternative Underlying Funds. The Fund's allocation to fixed income Underlying Funds will be fixed at 68% in approximately the year 2035.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the 2035 Strategy Fund's Class R1, Class R2 and Class R3 Shares gained 20.63%, 20.36%, and 20.06%, respectively. This is compared to the Fund's primary benchmark, the Russell 1000® Index, which gained 28.40% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target 2035 Funds Average gained 19.89%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's underperformance relative to the Russell 1000® Index was due to the Fund's out-of-benchmark allocations to non-U.S. equity, fixed income and commodity Underlying Funds, which generally underperformed the U.S. large cap equity market as represented by the Russell 1000® Index.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index, outperforming international markets, which were up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. Thus, overall the Fund's exposure to international equities detracted from the Fund's benchmark-relative performance as these markets underperformed U.S. large cap equities. U.S. large cap equities also outperformed fixed income, as fixed income markets finished slightly negative, down 1.08% (as measured by the Barclays U.S. Aggregate Index). As a result, the Fund's exposure to fixed income was a headwind for the period.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% but underperformed U.S. large cap equities. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity markets. As a result, the Fund's allocation to these asset classes negatively impacted the Fund's benchmark relative performance.

In fixed income, macroeconomic themes were large drivers to bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of the Fed announcements. Overall, exposure to fixed income detracted from benchmark-relative performance, as the asset class lagged U.S. large cap equities.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

From a fixed income perspective, an allocation to the Russell Strategic Bond Fund was negative as it underperformed the Fund's benchmark. However, Underlying Fund active management was positive as the Russell Strategic Bond Fund outperformed its primary benchmark. Exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund detracted from the Fund's benchmark relative performance, as each underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed

ex-U.S. Large Cap™ Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Net Index. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds provided mixed results. Exposure to the Russell U.S. Small Cap Equity Fund benefited the Fund's benchmark relative performance, as U.S. small cap equities outperformed U.S. large cap equities and this Underlying Fund outperformed its small cap primary benchmark. However, underlying active management within the U.S. large cap equity Underlying Funds detracted, as each underperformed its respective U.S. equity market segment as represented by its primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had negative effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund and Russell Commodity Strategies Fund detracted, as the both asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

There were no changes to the Fund's structure or allocation to the Underlying Funds during the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund issued Class R1, R2 and R3 Shares on March 31, 2008.

** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments from income dividends and capital gain distributions reinvested as of the ex-dividend dates.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
2035 Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,079.70	$ 1,025.21
Expenses Paid During Period*	$ –	$ —

* There were no expenses charged to the Class.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,078.40	$ 1,023.95
Expenses Paid During Period*	$ 1.31	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,077.10	$ 1,022.68
Expenses Paid During Period*	$ 2.62	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Russell Investment Company
2035 Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 10.9%		
Russell Commodity Strategies Fund	210,661	1,774
Russell Global Real Estate Securities Fund	36,049	1,483
		3,257
Domestic Equities - 42.1%		
Russell U.S. Core Equity Fund	126,266	4,806
Russell U.S. Defensive Equity Fund	60,119	2,408
Russell U.S. Dynamic Equity Fund	274,377	3,446
Russell U.S. Small Cap Equity Fund	57,532	1,932
		12,592

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 10.0%		
Russell Strategic Bond Fund	275,230	3,006
International Equities - 37.0%		
Russell Emerging Markets Fund	70,553	1,350
Russell Global Equity Fund	309,578	3,449
Russell International Developed Markets Fund	172,746	6,290
		11,089
Total Investments 100.0% (identified cost $21,894)		29,944
Other Assets and Liabilities, Net - (0.0%)		(6)
Net Assets - 100.0%		29,938

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	10.9
Domestic Equities	42.1
Fixed Income	10.0
International Equities	37.0
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2035 Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	21,894
Investments, at fair value		29,944
Receivables:		
Investments sold		13
Fund shares sold		18
Total assets		29,975
Liabilities		
Payables:		
Fund shares redeemed		31
Accrued fees to affiliates		6
Total liabilities		37
Net Assets	$	29,938
Net Assets Consist of:		
Accumulated net realized gain (loss)	$	287
Unrealized appreciation (depreciation) on investments		8,050
Shares of beneficial interest		27
Additional paid-in capital		21,574
Net Assets	$	29,938
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class R1(#)	$	11.16
Class R1 — Net assets	$	11,299,542
Class R1 — Shares outstanding ($.01 par value)		1,012,384
Net asset value per share: Class R2(#)	$	11.15
Class R2 — Net assets	$	6,257,605
Class R2 — Shares outstanding ($.01 par value)		561,062
Net asset value per share: Class R3(#)	$	11.15
Class R3 — Net assets	$	12,381,195
Class R3 — Shares outstanding ($.01 par value)		1,110,642

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2035 Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 528
Expenses	
Distribution fees - Class R3	27
Shareholder servicing fees - Class R2	15
Shareholder servicing fees - Class R3	27
Total expenses	69
Net investment income (loss)	459
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	596
Capital gain distributions from Underlying Funds	8
Net realized gain (loss)	604
Net change in unrealized appreciation (depreciation) on investments	4,339
Net realized and unrealized gain (loss)	4,943
Net Increase (Decrease) in Net Assets from Operations	$ 5,402

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2035 Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 459	$ 378
Net realized gain (loss)	604	589
Net change in unrealized appreciation (depreciation)	4,339	1,113
Net increase (decrease) in net assets from operations	5,402	2,080
Distributions		
From net investment income		
Class R1	(240)	(184)
Class R2	(89)	(74)
Class R3	(131)	(120)
From net realized gain		
Class R1	(318)	(53)
Class R2	(148)	(25)
Class R3	(259)	(52)
Net decrease in net assets from distributions	(1,185)	(508)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(245)	249
Total Net Increase (Decrease) in Net Assets	3,972	1,821
Net Assets		
Beginning of period	25,966	24,145
End of period	$ 29,938	$ 25,966
Undistributed (overdistributed) net investment income included in net assets	$ —	$ 1

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2035 Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class R1				
Proceeds from shares sold	1,083	$ 11,018	497	$ 4,677
Proceeds from reinvestment of distributions	58	557	27	237
Payments for shares redeemed	(1,316)	(13,541)	(405)	(3,786)
Net increase (decrease)	(175)	(1,966)	119	1,128
Class R2				
Proceeds from shares sold	180	1,861	272	2,561
Proceeds from reinvestment of distributions	25	237	11	99
Payments for shares redeemed	(208)	(2,141)	(263)	(2,393)
Net increase (decrease)	(3)	(43)	20	267
Class R3				
Proceeds from shares sold	425	4,266	419	3,911
Proceeds from reinvestment of distributions	41	391	20	172
Payments for shares redeemed	(288)	(2,893)	(549)	(5,229)
Net increase (decrease)	178	1,764	(110)	(1,146)
Total increase (decrease)	—	$ (245)	29	$ 249

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
2035 Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class R1						
October 31, 2013	9.68	.17	1.75	1.92	(.18)	(.26)
October 31, 2012	9.10	.17	.63	.80	(.17)	(.05)
October 31, 2011	9.13	.20	—(h)	.20	(.23)	—
October 31, 2010	7.92	.16	1.22	1.38	(.17)	—
October 31, 2009	6.86	.11	1.03	1.14	(.08)	—
Class R2						
October 31, 2013	9.67	.16	1.74	1.90	(.16)	(.26)
October 31, 2012	9.09	.14	.63	.77	(.14)	(.05)
October 31, 2011	9.12	.20	(.03)	.17	(.20)	—
October 31, 2010	7.92	.14	1.21	1.35	(.15)	—
October 31, 2009	6.87	.07	1.05	1.12	(.07)	—
Class R3						
October 31, 2013	9.67	.12	1.75	1.87	(.13)	(.26)
October 31, 2012	9.08	.13	.62	.75	(.11)	(.05)
October 31, 2011	9.11	.15	—(h)	.15	(.18)	—
October 31, 2010	7.91	.10	1.23	1.33	(.13)	—
October 31, 2009	6.87	.06	1.03	1.09	(.05)	—

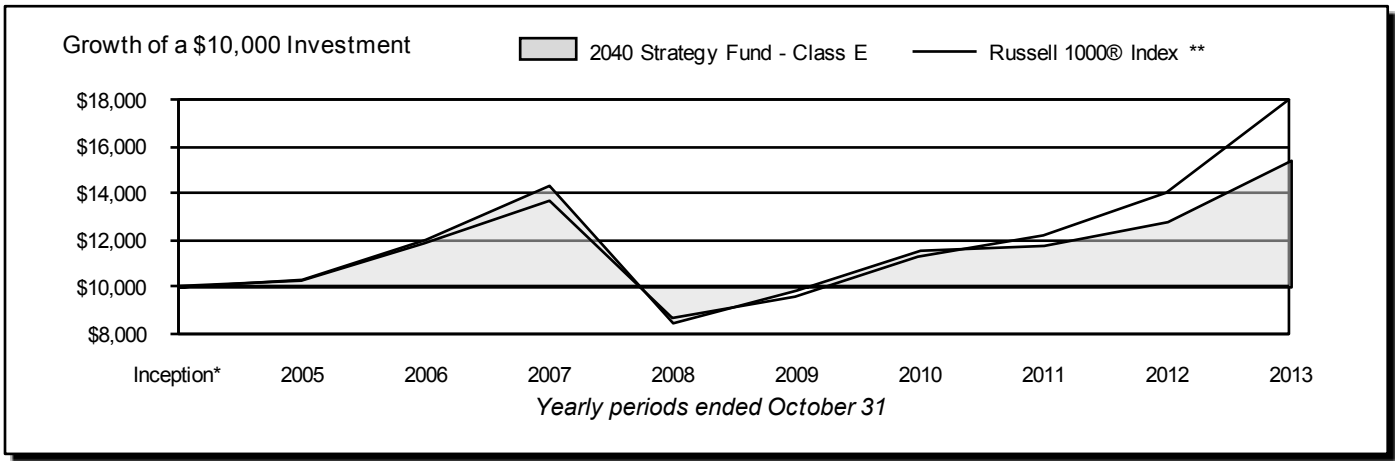
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets(b)(e)	% Portfolio Turnover Rate
(.44)	11.16	20.63	11,299	—	—	1.68	44
(.22)	9.68	8.99	11,495	—	—	1.78	47
(.23)	9.10	2.10	9,728	—	—	2.13	42
(.17)	9.13	17.61	7,252	1.03	—	1.87	19
(.08)	7.92	17.01	1,927	3.59	—	1.49	13
(.42)	11.15	20.36	6,258	.25	.25	1.52	44
(.19)	9.67	8.72	5,457	.25	.25	1.49	47
(.20)	9.09	1.81	4,944	.25	.25	2.12	42
(.15)	9.12	17.22	6,021	1.30	.25	1.64	19
(.07)	7.92	16.79	1,738	3.63	.25	1.06	13
(.39)	11.15	20.06	12,381	.50	.50	1.21	44
(.16)	9.67	8.50	9,014	.50	.50	1.36	47
(.18)	9.08	1.60	9,473	.50	.50	1.64	42
(.13)	9.11	16.98	6,728	1.54	.50	1.22	19
(.05)	7.91	16.43	2,877	3.83	.50	.86	13

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2040 Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



2040 Strategy Fund - Class A‡

	Total Return
1 Year	13.37%
5 Years	11.38%§
Inception*	4.30%§

2040 Strategy Fund - Class E

	Total Return
1 Year	20.45%
5 Years	12.68%§
Inception*	5.00%§

2040 Strategy Fund - Class R1‡‡

	Total Return
1 Year	20.61%
5 Years	12.99%§
Inception*	5.27%§

2040 Strategy Fund - Class R2‡‡‡

	Total Return
1 Year	20.41%
5 Years	12.72%§
Inception*	5.00%§

2040 Strategy Fund - Class R3‡‡‡‡

	Total Return
1 Year	20.14%
5 Years	12.45%§
Inception*	4.75%§

2040 Strategy Fund - Class S

	Total Return
1 Year	20.61%
5 Years	12.99%§
Inception*	5.27%§

Russell 1000® Index **

	Total Return
1 Year	28.40%
5 Years	15.84%§
Inception*	6.87%§

Russell Investment Company
2040 Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The 2040 Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide capital growth and income consistent with its current asset allocation which will change over time, with an increasing allocation to fixed income funds.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of 79% equity Underlying Funds, 10% fixed income Underlying Funds and 11% alternative Underlying Funds. The Fund's allocation to fixed income Underlying Funds will be fixed at 68% in approximately the year 2040.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the 2040 Strategy Fund's Class A, Class E, Class R1, Class R2, Class R3 and Class S Shares gained 20.33%, 20.45%, 20.61%, 20.41%, 20.14% and 20.61%, respectively. This is compared to the Fund's primary benchmark, the Russell 1000® Index, which gained 28.40% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target 2040 Funds Average 20.91%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's underperformance relative to the Russell 1000® Index was due to the Fund's out-of-benchmark allocations to non-U.S. equity, fixed income and commodity Underlying Funds, which generally underperformed the U.S. large cap equity market as represented by the Russell 1000® Index.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index, outperforming international markets, which were up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. Thus, overall the Fund's exposure to international equities detracted from the Fund's benchmark-relative performance as these markets underperformed U.S. large cap equities. U.S. large cap equities also outperformed fixed income, as fixed income markets finished slightly negative, down 1.08% (as measured by the Barclays U.S. Aggregate Index). As a result, the Fund's exposure to fixed income was a headwind for the period.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% but underperformed U.S. large cap equities. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity markets. As a result, the Fund's allocation to these asset classes negatively impacted the Fund's benchmark relative performance.

In fixed income, macroeconomic themes were large drivers to bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of the Fed announcements. Overall, exposure to fixed income detracted from benchmark-relative performance, as the asset class lagged U.S. large cap equities.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

From a fixed income perspective, an allocation to the Russell Strategic Bond Fund was negative as it underperformed the Fund's benchmark. However, Underlying Fund active management was positive as the Russell Strategic Bond Fund outperformed its primary benchmark. Exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund detracted from the Fund's benchmark relative performance, as each underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed

ex-U.S. Large Cap™ Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Net Index. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds provided mixed results. Exposure to the Russell U.S. Small Cap Equity Fund benefited the Fund's benchmark relative performance, as U.S. small cap equities outperformed U.S. large cap equities and this Underlying Fund outperformed its small cap primary benchmark. However, underlying active management within the U.S. large cap equity Underlying Funds detracted, as each underperformed its respective U.S. equity market segment as represented by its primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had negative effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund and Russell Commodity Strategies Fund detracted, as the both asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

There were no changes to the Fund's structure or allocation to the Underlying Funds during the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund first issued Class D, E and S Shares on January 3, 2005.

** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments from income dividends and capital gain distributions reinvested as of the ex-dividend dates.

‡ The Fund first issued Class A Shares on September 1, 2005. The returns shown for Class A Shares prior to that date are the returns of Class E Shares. The performance shown has been adjusted to reflect the deduction of the maximum Class A sales charge of 5.75%.

‡‡ The Fund first issued Class R1 Shares on June 7, 2006. The returns shown for Class R1 Shares prior to that date are the returns of the Fund's Class S Shares.

‡‡‡ The Fund first issued Class R2 Shares on March 17, 2006. The returns shown for Class R2 Shares prior to that date are the returns of the Fund's Class E Shares.

‡‡‡‡ Class D Shares were redesignated Class R3 Shares on March 1, 2006.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
2040 Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class A	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,077.80	$ 1,023.95
Expenses Paid During Period*	$ 1.31	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class E	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,078.80	$ 1,023.95
Expenses Paid During Period*	$ 1.31	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,079.10	$ 1,025.21
Expenses Paid During Period*	$ –	$ —

* There were no expenses charged to the Class.

Russell Investment Company
2040 Strategy Fund

Shareholder Expense Example, continued — October 31, 2013 (Unaudited)

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,078.50	$ 1,023.95
Expenses Paid During Period*	$ 1.31	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,077.30	$ 1,022.68
Expenses Paid During Period*	$ 2.62	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class S	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,079.10	$ 1,025.21
Expenses Paid During Period*	$ –	$ —

* There were no expenses charged to the Class.

Russell Investment Company
2040 Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 10.9%		
Russell Commodity Strategies Fund	984,609	8,290
Russell Global Real Estate Securities Fund	168,484	6,933
		15,223
Domestic Equities - 42.1%		
Russell U.S. Core Equity Fund	590,130	22,460
Russell U.S. Defensive Equity Fund	281,097	11,261
Russell U.S. Dynamic Equity Fund	1,282,775	16,112
Russell U.S. Small Cap Equity Fund	268,934	9,031
		58,864

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 10.0%		
Russell Strategic Bond Fund	1,283,745	14,018
International Equities - 37.0%		
Russell Emerging Markets Fund	328,209	6,282
Russell Global Equity Fund	1,443,798	16,084
Russell International Developed Markets Fund	806,084	29,350
		51,716
Total Investments 100.0% (identified cost $94,953)		139,821
Other Assets and Liabilities, Net - (0.0%)		(12)
Net Assets - 100.0%		139,809

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	10.9
Domestic Equities	42.1
Fixed Income	10.0
International Equities	37.0
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2040 Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	94,953
Investments, at fair value		139,821
Receivables:		
Fund shares sold		102
Total assets		139,923
Liabilities		
Payables:		
Investments purchased		46
Fund shares redeemed		49
Accrued fees to affiliates		19
Total liabilities		114
Net Assets	$	139,809
Net Assets Consist of:		
Undistributed (overdistributed) net investment income	$	1
Accumulated net realized gain (loss)		(3,220)
Unrealized appreciation (depreciation) on investments		44,868
Shares of beneficial interest		112
Additional paid-in capital		98,048
Net Assets	$	139,809
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class A(#)	$	12.53
Maximum offering price per share (Net asset value plus sales charge of 5.75%): Class A	$	13.29
Class A — Net assets	$	1,048,202
Class A — Shares outstanding ($.01 par value)		83,638
Net asset value per share: Class E(#)	$	12.53
Class E — Net assets	$	1,099,528
Class E — Shares outstanding ($.01 par value)		87,769
Net asset value per share: Class R1(#)	$	12.54
Class R1 — Net assets	$	66,545,667
Class R1 — Shares outstanding ($.01 par value)		5,305,173
Net asset value per share: Class R2(#)	$	12.54
Class R2 — Net assets	$	12,257,348
Class R2 — Shares outstanding ($.01 par value)		977,313
Net asset value per share: Class R3(#)	$	12.52
Class R3 — Net assets	$	36,644,262
Class R3 — Shares outstanding ($.01 par value)		2,928,021
Net asset value per share: Class S(#)	$	12.54
Class S — Net assets	$	22,213,743
Class S — Shares outstanding ($.01 par value)		1,770,877

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2040 Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 2,541
Expenses	
Distribution fees - Class A	2
Distribution fees - Class R3	96
Shareholder servicing fees - Class E	3
Shareholder servicing fees - Class R2	33
Shareholder servicing fees - Class R3	96
Net expenses	230
Net investment income (loss)	2,311
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	4,433
Capital gain distributions from Underlying Funds	40
Net realized gain (loss)	4,473
Net change in unrealized appreciation (depreciation) on investments	19,245
Net realized and unrealized gain (loss)	23,718
Net Increase (Decrease) in Net Assets from Operations	$ 26,029

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2040 Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 2,311	$ 2,328
Net realized gain (loss)	4,473	(38)
Net change in unrealized appreciation (depreciation)	19,245	9,026
Net increase (decrease) in net assets from operations	26,029	11,316
Distributions		
From net investment income		
Class A	(15)	(16)
Class E	(17)	(15)
Class R1	(1,124)	(1,018)
Class R2	(205)	(278)
Class R3	(514)	(568)
Class S	(437)	(430)
Net decrease in net assets from distributions	(2,312)	(2,325)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(21,566)	(35,523)
Total Net Increase (Decrease) in Net Assets	2,151	(26,532)
Net Assets		
Beginning of period	137,658	164,190
End of period	$ 139,809	$ 137,658
Undistributed (overdistributed) net investment income included in net assets	$ 1	$ 3

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2040 Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class A				
Proceeds from shares sold	—	$ 5	4	$ 45
Proceeds from reinvestment of distributions	1	15	2	16
Payments for shares redeemed	(3)	(39)	(28)	(291)
Net increase (decrease)	(2)	(19)	(22)	(230)
Class E				
Proceeds from shares sold	28	315	34	344
Proceeds from reinvestment of distributions	1	17	2	15
Payments for shares redeemed	(34)	(403)	(38)	(372)
Net increase (decrease)	(5)	(71)	(2)	(13)
Class R1				
Proceeds from shares sold	1,528	17,606	1,608	16,355
Proceeds from reinvestment of distributions	103	1,124	104	1,018
Payments for shares redeemed	(1,921)	(22,093)	(1,467)	(15,016)
Net increase (decrease)	(290)	(3,363)	245	2,357
Class R2				
Proceeds from shares sold	285	3,297	491	4,986
Proceeds from reinvestment of distributions	19	205	29	278
Payments for shares redeemed	(592)	(6,825)	(2,624)	(25,978)
Net increase (decrease)	(288)	(3,323)	(2,104)	(20,714)
Class R3				
Proceeds from shares sold	1,089	12,355	1,454	14,666
Proceeds from reinvestment of distributions	48	514	59	568
Payments for shares redeemed	(1,823)	(20,818)	(3,398)	(33,859)
Net increase (decrease)	(686)	(7,949)	(1,885)	(18,625)
Class S				
Proceeds from shares sold	781	8,914	1,099	11,219
Proceeds from reinvestment of distributions	40	437	44	431
Payments for shares redeemed	(1,411)	(16,192)	(968)	(9,948)
Net increase (decrease)	(590)	(6,841)	175	1,702
Total increase (decrease)	(1,861)	$ (21,566)	(3,593)	$ (35,523)

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2040 Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income
Class A					
October 31, 2013	10.58	.17	1.95	2.12	(.17)
October 31, 2012	9.89	.17	.67	.84	(.15)
October 31, 2011	9.92	.21	(.02)	.19	(.22)
October 31, 2010	8.61	.16	1.31	1.47	(.16)
October 31, 2009	7.49	.10	1.11	1.21	(.09)
Class E					
October 31, 2013	10.57	.17	1.96	2.13	(.17)
October 31, 2012	9.89	.16	.68	.84	(.16)
October 31, 2011	9.92	.79	(.61)	.18	(.21)
October 31, 2010	8.62	.16	1.31	1.47	(.17)
October 31, 2009	7.50	.10	1.11	1.21	(.09)
Class R1					
October 31, 2013	10.59	.21	1.94	2.15	(.20)
October 31, 2012	9.90	.18	.69	.87	(.18)
October 31, 2011	9.93	.22	—(h)	.22	(.25)
October 31, 2010	8.62	.18	1.32	1.50	(.19)
October 31, 2009	7.50	.11	1.12	1.23	(.11)
Class R2					
October 31, 2013	10.58	.18	1.95	2.13	(.17)
October 31, 2012	9.89	.18	.66	.84	(.15)
October 31, 2011	9.91	.18	.02	.20	(.22)
October 31, 2010	8.61	.15	1.31	1.46	(.16)
October 31, 2009	7.49	.10	1.11	1.21	(.09)
Class R3					
October 31, 2013	10.56	.15	1.95	2.10	(.14)
October 31, 2012	9.87	.14	.67	.81	(.12)
October 31, 2011	9.90	.19	(.03)	.16	(.19)
October 31, 2010	8.60	.14	1.30	1.44	(.14)
October 31, 2009	7.48	.08	1.12	1.20	(.08)
Class S					
October 31, 2013	10.59	.21	1.94	2.15	(.20)
October 31, 2012	9.90	.18	.69	.87	(.18)
October 31, 2011	9.93	.22	—(h)	.22	(.25)
October 31, 2010	8.62	.18	1.32	1.50	(.19)
October 31, 2009	7.50	.12	1.11	1.23	(.11)

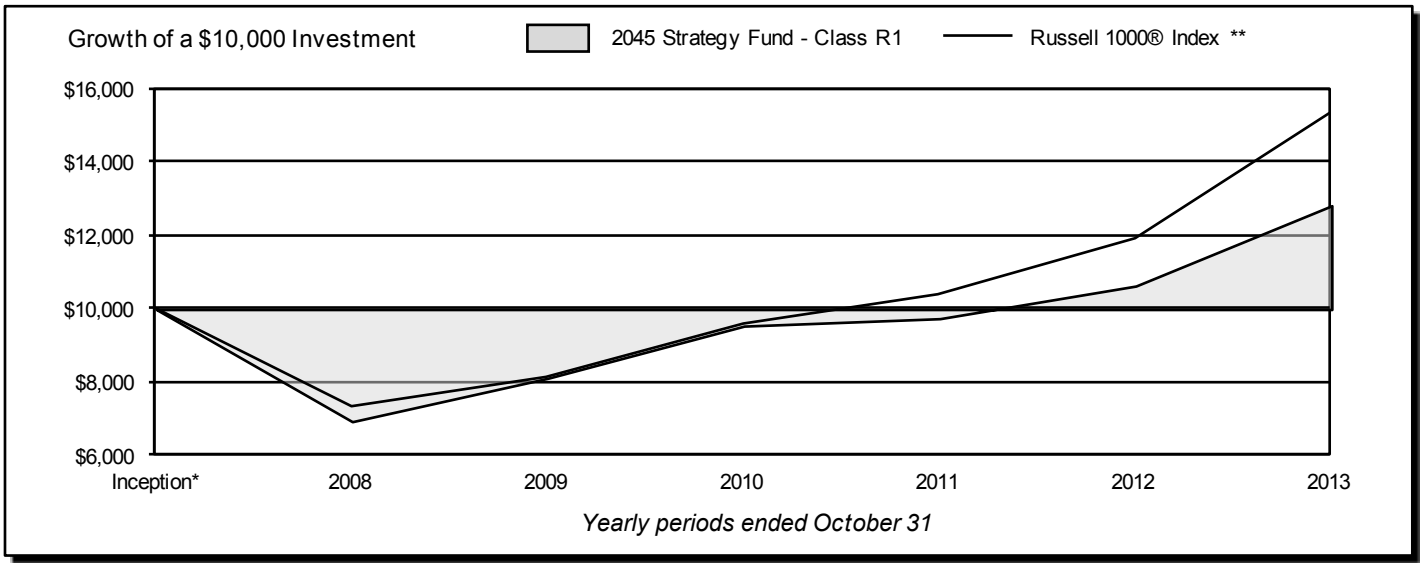
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(d)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets(b)(e)	% Portfolio Turnover Rate
(.17)	12.53	20.33	1,048	.25	.25	1.52	14
(.15)	10.58	8.69	902	.25	.25	1.71	26
(.22)	9.89	1.86	1,062	.25	.25	2.03	23
(.16)	9.92	17.29	902	.76	.25	1.79	19
(.09)	8.61	16.44	877	.91	.25	1.41	8
(.17)	12.53	20.45	1,100	.25	.25	1.49	14
(.16)	10.57	8.59	979	.25	.25	1.55	26
(.21)	9.89	1.79	939	.25	.25	7.73	23
(.17)	9.92	17.18	16,638	.75	.25	1.77	19
(.09)	8.62	16.44	7,070	.90	.25	1.33	8
(.20)	12.54	20.61	66,546	—	—	1.79	14
(.18)	10.59	8.99	59,225	—	—	1.76	26
(.25)	9.90	2.12	52,962	—	—	2.19	23
(.19)	9.93	17.57	36,998	.49	—	1.94	19
(.11)	8.62	16.71	19,892	.63	—	1.47	8
(.17)	12.54	20.41	12,257	.25	.25	1.58	14
(.15)	10.58	8.64	13,393	.25	.25	1.81	26
(.22)	9.89	1.94	33,320	.25	.25	1.70	23
(.16)	9.91	17.19	32,308	.75	.25	1.67	19
(.09)	8.61	16.46	20,226	.90	.25	1.39	8
(.14)	12.52	20.14	36,644	.50	.50	1.34	14
(.12)	10.56	8.39	38,165	.50	.50	1.38	26
(.19)	9.87	1.61	54,269	.50	.50	1.85	23
(.14)	9.90	16.92	53,208	1.00	.50	1.48	19
(.08)	8.60	16.23	42,544	1.15	.50	1.04	8
(.20)	12.54	20.61	22,214	—	—	1.87	14
(.18)	10.59	8.99	24,994	—	—	1.75	26
(.25)	9.90	2.12	21,638	—	—	2.18	23
(.19)	9.93	17.57	17,541	.50	—	1.94	19
(.11)	8.62	16.71	13,004	.65	—	1.56	8

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2045 Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



2045 Strategy Fund - Class R1

	Total Return
1 Year	20.59%
5 Years	13.08%§
Inception*	4.56%§

2045 Strategy Fund - Class R2

	Total Return
1 Year	20.37%
5 Years	12.82%§
Inception*	4.32%§

040

2045 Strategy Fund - Class R3

	Total Return
1 Year	20.07%
5 Years	12.52%§
Inception*	4.04%§

Russell 1000® Index **

	Total Return
1 Year	28.40%
5 Years	15.84%§
Inception*	7.93%§

Russell Investment Company
2045 Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The 2045 Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide capital growth and income consistent with its current asset allocation which will change over time, with an increasing allocation to fixed income funds.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of 79% equity Underlying Funds, 10% fixed income Underlying Funds and 11% alternative Underlying Funds. The Fund's allocation to fixed income Underlying Funds will be fixed at 68% in approximately the year 2045.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the 2045 Strategy Fund's Class R1, Class R2 and Class R3 Shares gained 20.59%, 20.37% and 20.07%, respectively. This is compared to the Fund's primary benchmark, the Russell 1000® Index, which gained 28.40% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target 2045 Funds Average 21.66%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's underperformance relative to the Russell 1000® Index was due to the Fund's out-of-benchmark allocations to non-U.S. equity, fixed income and commodity Underlying Funds, which generally underperformed the U.S. large cap equity market as represented by the Russell 1000® Index.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index, outperforming international markets, which were up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. Thus, overall the Fund's exposure to international equities detracted from the Fund's benchmark-relative performance as these markets underperformed U.S. large cap equities. U.S. large cap equities also outperformed fixed income, as fixed income markets finished slightly negative, down 1.08% (as measured by the Barclays U.S. Aggregate Index). As a result, the Fund's exposure to fixed income was a headwind for the period.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% but underperformed U.S. large cap equities. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity markets. As a result, the Fund's allocation to these asset classes negatively impacted the Fund's benchmark relative performance.

In fixed income, macroeconomic themes were large drivers to bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of the Fed announcements. Overall, exposure to fixed income detracted from benchmark-relative performance, as the asset class lagged U.S. large cap equities.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

From a fixed income perspective, an allocation to the Russell Strategic Bond Fund was negative as it underperformed the Fund's benchmark. However, Underlying Fund active management was positive as the Russell Strategic Bond Fund outperformed its primary benchmark. Exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund detracted from the Fund's benchmark relative performance, as each underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed ex-U.S. Large Cap™ Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented

by the Russell Developed Large Cap Net Index. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds provided mixed results. Exposure to the Russell U.S. Small Cap Equity Fund benefited the Fund's benchmark relative performance, as U.S. small cap equities outperformed U.S. large cap equities and this Underlying Fund outperformed its small cap primary benchmark. However, underlying active management within the U.S. large cap equity Underlying Funds detracted, as each underperformed its respective U.S. equity market segment as represented by its primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had negative effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund and Russell Commodity Strategies Fund detracted, as the both asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

There were no changes to the Fund's structure or allocation to the Underlying Funds during the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund first issued Class R1, R2 and R3 Shares on March 31, 2008.

** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments from income dividends and capital gain distributions reinvested as of the ex-dividend dates.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
2045 Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,079.40	$ 1,025.21
Expenses Paid During Period*	$ –	$ —

* There were no expenses charged to the Class.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,077.90	$ 1,023.95
Expenses Paid During Period*	$ 1.31	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,076.90	$ 1,022.68
Expenses Paid During Period*	$ 2.62	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Russell Investment Company
2045 Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 11.0%		
Russell Commodity Strategies Fund	115,536	973
Russell Global Real Estate Securities Fund	19,681	810
		1,783
Domestic Equities - 42.0%		
Russell U.S. Core Equity Fund	68,516	2,608
Russell U.S. Defensive Equity Fund	32,611	1,306
Russell U.S. Dynamic Equity Fund	148,866	1,870
Russell U.S. Small Cap Equity Fund	31,303	1,051
		6,835

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 10.0%		
Russell Strategic Bond Fund	149,816	1,636
International Equities - 37.0%		
Russell Emerging Markets Fund	38,312	733
Russell Global Equity Fund	168,003	1,872
Russell International Developed Markets Fund	93,941	3,420
		6,025
Total Investments 100.0% (identified cost $12,029)		16,279
Other Assets and Liabilities, Net - (0.0%)		(2)
Net Assets - 100.0%		16,277

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	11.0
Domestic Equities	42.0
Fixed Income	10.0
International Equities	37.0
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2045 Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	12,029
Investments, at fair value		16,279
Receivables:		
Fund shares sold		25
Total assets		16,304
Liabilities		
Payables:		
Investments purchased		9
Fund shares redeemed		15
Accrued fees to affiliates		3
Total liabilities		27
Net Assets	$	16,277
Net Assets Consist of:		
Undistributed (overdistributed) net investment income	$	2
Accumulated net realized gain (loss)		(99)
Unrealized appreciation (depreciation) on investments		4,250
Shares of beneficial interest		15
Additional paid-in capital		12,109
Net Assets	$	16,277
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class R1(#)	$	10.78
Class R1 — Net assets	$	6,750,304
Class R1 — Shares outstanding ($.01 par value)		626,043
Net asset value per share: Class R2(#)	$	10.80
Class R2 — Net assets	$	3,404,085
Class R2 — Shares outstanding ($.01 par value)		315,227
Net asset value per share: Class R3(#)	$	10.76
Class R3 — Net assets	$	6,122,247
Class R3 — Shares outstanding ($.01 par value)		569,050

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2045 Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 250
Expenses	
Distribution fees - Class R3	13
Shareholder servicing fees - Class R2	7
Shareholder servicing fees - Class R3	13
Total expenses	33
Net investment income (loss)	217
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	81
Capital gain distributions from Underlying Funds	4
Net realized gain (loss)	85
Net change in unrealized appreciation (depreciation) on investments	2,333
Net realized and unrealized gain (loss)	2,418
Net Increase (Decrease) in Net Assets from Operations	$ 2,635

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2045 Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 217	$ 173
Net realized gain (loss)	85	167
Net change in unrealized appreciation (depreciation)	2,333	540
Net increase (decrease) in net assets from operations	2,635	880
Distributions		
From net investment income		
Class R1	(107)	(82)
Class R2	(45)	(43)
Class R3	(65)	(47)
From net realized gain		
Class R1	(114)	(177)
Class R2	(56)	(127)
Class R3	(95)	(164)
Net decrease in net assets from distributions	(482)	(640)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	2,334	1,597
Total Net Increase (Decrease) in Net Assets	4,487	1,837
Net Assets		
Beginning of period	11,790	9,953
End of period	$ 16,277	$ 11,790
Undistributed (overdistributed) net investment income included in net assets	$ 2	$ —

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2045 Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class R1				
Proceeds from shares sold	360	$ 3,589	505	$ 4,567
Proceeds from reinvestment of distributions	24	221	31	260
Payments for shares redeemed	(339)	(3,356)	(372)	(3,339)
Net increase (decrease)	45	454	164	1,488
Class R2				
Proceeds from shares sold	93	928	146	1,315
Proceeds from reinvestment of distributions	11	102	20	170
Payments for shares redeemed	(89)	(894)	(157)	(1,359)
Net increase (decrease)	15	136	9	126
Class R3				
Proceeds from shares sold	350	3,393	276	2,483
Proceeds from reinvestment of distributions	17	159	25	211
Payments for shares redeemed	(187)	(1,808)	(299)	(2,711)
Net increase (decrease)	180	1,744	2	(17)
Total increase (decrease)	240	$ 2,334	175	$ 1,597

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
2045 Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class R1						
October 31, 2013	9.29	.18	1.67	1.85	(.17)	(.19)
October 31, 2012	9.10	.14	.62	.76	(.16)	(.41)
October 31, 2011	9.13	.20	—(h)	.20	(.23)	—
October 31, 2010	7.93	.17	1.20	1.37	(.17)	—
October 31, 2009	6.87	.10	1.05	1.15	(.09)	—
Class R2						
October 31, 2013	9.30	.15	1.69	1.84	(.15)	(.19)
October 31, 2012	9.11	.14	.60	.74	(.14)	(.41)
October 31, 2011	9.12	.23	(.05)	.18	(.19)	—
October 31, 2010	7.92	.13	1.22	1.35	(.15)	—
October 31, 2009	6.87	.07	1.05	1.12	(.07)	—
Class R3						
October 31, 2013	9.27	.12	1.69	1.81	(.13)	(.19)
October 31, 2012	9.08	.12	.60	.72	(.12)	(.41)
October 31, 2011	9.11	.15	—(h)	.15	(.18)	—
October 31, 2010	7.91	.10	1.23	1.33	(.13)	—
October 31, 2009	6.87	.06	1.04	1.10	(.06)	—

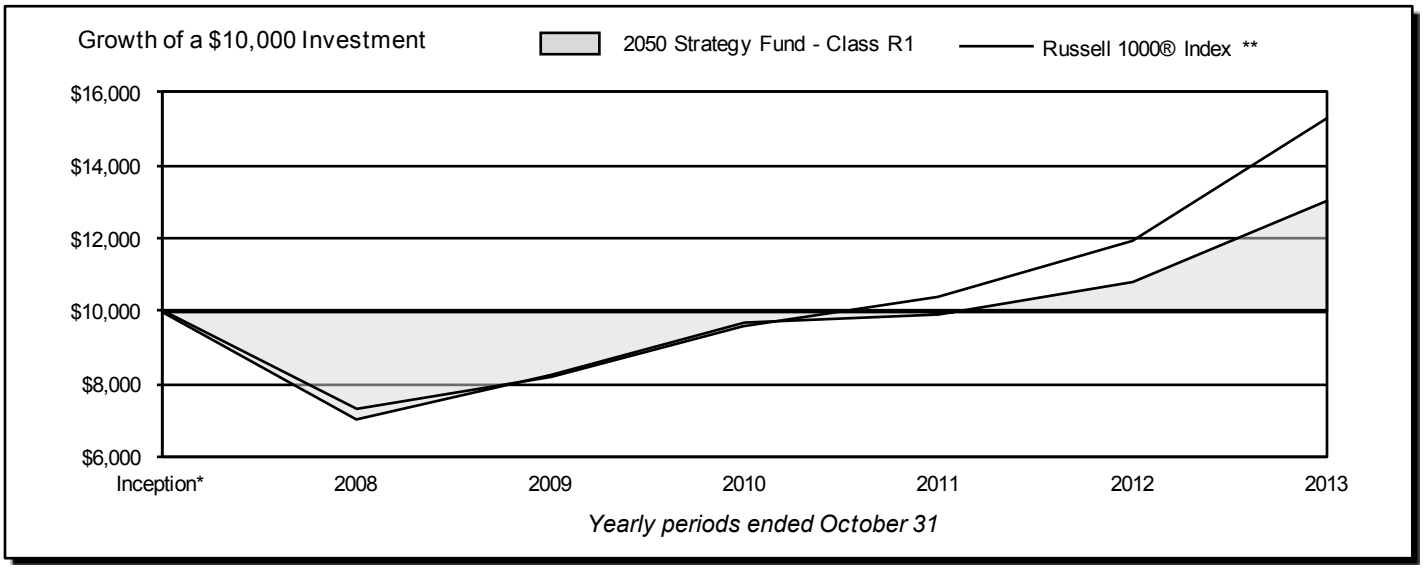
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets(b)(e)	% Portfolio Turnover Rate
(.36)	10.78	20.59	6,750	—	—	1.77	28
(.57)	9.29	9.13	5,391	—	—	1.59	57
(.23)	9.10	2.12	3,791	—	—	2.06	77
(.17)	9.13	17.47	2,347	1.58	—	2.02	31
(.09)	7.93	17.10	2,053	4.28	—	1.48	20
(.34)	10.80	20.37	3,404	.25	.25	1.48	28
(.55)	9.30	8.82	2,796	.25	.25	1.58	57
(.19)	9.11	1.98	2,651	.25	.25	2.37	77
(.15)	9.12	17.23	6,692	1.79	.25	1.53	31
(.07)	7.92	16.73	2,220	4.48	.25	1.02	20
(.32)	10.76	20.07	6,123	.50	.50	1.26	28
(.53)	9.27	8.56	3,603	.50	.50	1.30	57
(.18)	9.08	1.64	3,511	.50	.50	1.55	77
(.13)	9.11	17.00	2,147	2.03	.50	1.13	31
(.06)	7.91	16.36	702	4.81	.50	.88	20

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2050 Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



2050 Strategy Fund - Class R1

	Total Return
1 Year	20.61%
5 Years	13.13%§
Inception*	4.89%§

2050 Strategy Fund - Class R2

	Total Return
1 Year	20.42%
5 Years	12.86%§
Inception*	4.64%§

2050 Strategy Fund - Class R3

	Total Return
1 Year	20.03%
5 Years	12.58%§
Inception*	4.37%§

Russell 1000® Index **

	Total Return
1 Year	28.40%
5 Years	15.84%§
Inception*	7.93%§

Russell Investment Company
2050 Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The 2050 Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide capital growth and income consistent with its current asset allocation which will change over time, with an increasing allocation to fixed income funds.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of 79% equity Underlying Funds, 10% fixed income Underlying Funds and 11% alternative Underlying Funds. The Fund's allocation to fixed income Underlying Funds will be fixed at 68% in approximately the year 2050.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the 2050 Strategy Fund's Class R1, Class R2 and Class R3 Shares gained 20.61%, 20.42% and 20.03%, respectively. This is compared to the Fund's primary benchmark, the Russell 1000® Index, which gained 28.40% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target 2050+ Funds Average gained 22.48%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's underperformance relative to the Russell 1000® Index was due to the Fund's out-of-benchmark allocations to non-U.S. equity, fixed income and commodity Underlying Funds, which generally underperformed the U.S. large cap equity market as represented by the Russell 1000® Index.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index, outperforming international markets, which were up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. Thus, overall the Fund's exposure to international equities detracted from the Fund's benchmark-relative performance as these markets underperformed U.S. large cap equities. U.S. large cap equities also outperformed fixed income, as fixed income markets finished slightly negative, down 1.08% (as measured by the Barclays U.S. Aggregate Index). As a result, the Fund's exposure to fixed income was a headwind for the period.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% but underperformed U.S. large cap equities. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity markets. As a result, the Fund's allocation to these asset classes negatively impacted the Fund's benchmark relative performance.

In fixed income, macroeconomic themes were large drivers to bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of the Fed announcements. Overall, exposure to fixed income detracted from benchmark-relative performance, as the asset class lagged U.S. large cap equities.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

From a fixed income perspective, an allocation to the Russell Strategic Bond Fund was negative as it underperformed the Fund's benchmark. However, Underlying Fund active management was positive as the Russell Strategic Bond Fund outperformed its primary benchmark. Exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund detracted from the Fund's benchmark relative performance, as each underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed

ex-U.S. Large Cap™ Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Net Index. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds provided mixed results. Exposure to the Russell U.S. Small Cap Equity Fund benefited the Fund's benchmark relative performance, as U.S. small cap equities outperformed U.S. large cap equities and this Underlying Fund outperformed its small cap primary benchmark. However, underlying active management within the U.S. large cap equity Underlying Funds detracted, as each underperformed its respective U.S. equity market segment as represented by its primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had negative effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund and Russell Commodity Strategies Fund detracted, as the both asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

There were no changes to the Fund's structure or allocation to the Underlying Funds during the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of (RIMCo), or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund issued Class R1, R2 and R3 Shares on March 31, 2008.

** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments from income dividends and capital gain distributions reinvested as of the ex-dividend dates.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
2050 Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,079.50	$ 1,025.21
Expenses Paid During Period*	$ –	$ —

* There were no expenses charged to the Class.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,078.00	$ 1,023.95
Expenses Paid During Period*	$ 1.31	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,076.80	$ 1,022.68
Expenses Paid During Period*	$ 2.62	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Russell Investment Company
2050 Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 11.0%		
Russell Commodity Strategies Fund	141,092	1,188
Russell Global Real Estate Securities Fund	24,176	995
		2,183
Domestic Equities - 42.0%		
Russell U.S. Core Equity Fund	83,662	3,184
Russell U.S. Defensive Equity Fund	39,750	1,592
Russell U.S. Dynamic Equity Fund	182,214	2,289
Russell U.S. Small Cap Equity Fund	38,520	1,294
		8,359

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 10.0%		
Russell Strategic Bond Fund	182,324	1,991
International Equities - 37.0%		
Russell Emerging Markets Fund	46,775	895
Russell Global Equity Fund	205,409	2,288
Russell International Developed Markets Fund	114,752	4,178
		7,361
Total Investments 100.0% (identified cost $13,572)		19,894
Other Assets and Liabilities, Net - (0.0%)		(1)
Net Assets - 100.0%		19,893

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	11.0
Domestic Equities	42.0
Fixed Income	10.0
International Equities	37.0
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2050 Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	13,572
Investments, at fair value		19,894
Receivables:		
Investments sold		45
Fund shares sold		29
Total assets		19,968
Liabilities		
Payables:		
Fund shares redeemed		72
Accrued fees to affiliates		3
Total liabilities		75
Net Assets	$	19,893
Net Assets Consist of:		
Undistributed (overdistributed) net investment income	$	2
Accumulated net realized gain (loss)		(53)
Unrealized appreciation (depreciation) on investments		6,322
Shares of beneficial interest		22
Additional paid-in capital		13,600
Net Assets	$	19,893
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class R1(#)	$	9.20
Class R1 — Net assets	$	10,729,079
Class R1 — Shares outstanding ($.01 par value)		1,165,782
Net asset value per share: Class R2(#)	$	9.22
Class R2 — Net assets	$	3,515,093
Class R2 — Shares outstanding ($.01 par value)		381,370
Net asset value per share: Class R3(#)	$	9.20
Class R3 — Net assets	$	5,648,685
Class R3 — Shares outstanding ($.01 par value)		613,979

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2050 Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 305
Expenses	
Distribution fees - Class R3	12
Shareholder servicing fees - Class R2	8
Shareholder servicing fees - Class R3	12
Total expenses	32
Net investment income (loss)	273
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	138
Capital gain distributions from Underlying Funds	5
Net realized gain (loss)	143
Net change in unrealized appreciation (depreciation) on investments	2,871
Net realized and unrealized gain (loss)	3,014
Net Increase (Decrease) in Net Assets from Operations	$ 3,287

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2050 Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 273	$ 234
Net realized gain (loss)	143	57
Net change in unrealized appreciation (depreciation)	2,871	463
Net increase (decrease) in net assets from operations	3,287	754
Distributions		
From net investment income		
Class R1	(171)	(142)
Class R2	(42)	(37)
Class R3	(59)	(55)
From net realized gain		
Class R1	(82)	(1,220)
Class R2	(23)	(452)
Class R3	(39)	(881)
Net decrease in net assets from distributions	(416)	(2,787)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	2,151	3,758
Total Net Increase (Decrease) in Net Assets	5,022	1,725
Net Assets		
Beginning of period	14,871	13,146
End of period	$ 19,893	$ 14,871
Undistributed (overdistributed) net investment income included in net assets	$ 2	$ —

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2050 Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class R1				
Proceeds from shares sold	589	$ 4,978	1,389	$ 10,720
Proceeds from reinvestment of distributions	31	252	193	1,362
Payments for shares redeemed	(568)	(4,809)	(1,107)	(8,083)
Net increase (decrease)	52	421	475	3,999
Class R2				
Proceeds from shares sold	102	864	175	1,360
Proceeds from reinvestment of distributions	8	65	69	489
Payments for shares redeemed	(67)	(554)	(167)	(1,272)
Net increase (decrease)	43	375	77	577
Class R3				
Proceeds from shares sold	426	3,538	347	2,701
Proceeds from reinvestment of distributions	12	98	134	936
Payments for shares redeemed	(268)	(2,281)	(568)	(4,455)
Net increase (decrease)	170	1,355	(87)	(818)
Total increase (decrease)	265	$ 2,151	465	$ 3,758

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
2050 Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class R1						
October 31, 2013	7.84	.15	1.43	1.58	(.15)	(.07)
October 31, 2012	9.19	.11	.48	.59	(.16)	(1.78)
October 31, 2011	9.22	.18	.04	.22	(.23)	(.02)
October 31, 2010	8.03	.14	1.24	1.38	(.17)	(.02)
October 31, 2009	6.98	.10	1.05	1.15	(.10)	—
Class R2						
October 31, 2013	7.85	.12	1.45	1.57	(.13)	(.07)
October 31, 2012	9.19	.12	.46	.58	(.14)	(1.78)
October 31, 2011	9.21	.25	(.07)	.18	(.18)	(.02)
October 31, 2010	8.02	.14	1.22	1.36	(.15)	(.02)
October 31, 2009	6.98	.09	1.04	1.13	(.09)	—
Class R3						
October 31, 2013	7.84	.10	1.44	1.54	(.11)	(.07)
October 31, 2012	9.18	.11	.44	.55	(.11)	(1.78)
October 31, 2011	9.21	.16	.01	.17	(.18)	(.02)
October 31, 2010	8.02	.10	1.24	1.34	(.13)	(.02)
October 31, 2009	6.99	.05	1.05	1.10	(.07)	—

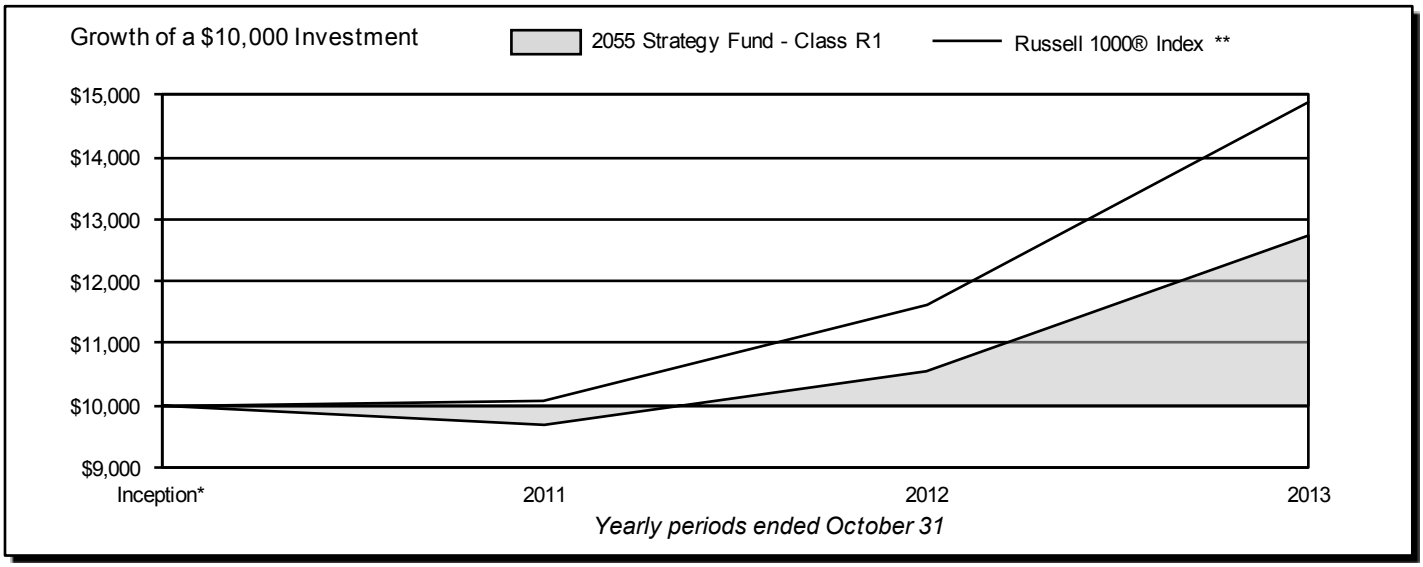
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(g)	% Ratio of Expenses to Average Net Assets, Net(e)(g)	% Ratio of Net Investment Income to Average Net Assets(b)(e)	% Portfolio Turnover Rate
(.22)	9.20	20.61	10,729	—	—	1.75	27
(1.94)	7.84	9.00	8,731	—	—	1.44	78
(.25)	9.19	2.28	5,861	—	—	1.92	72
(.19)	9.22	17.46	2,454	.93	—	1.58	28
(.10)	8.03	17.32	490	2.39	—	1.41	20
(.20)	9.22	20.42	3,515	.25	.25	1.44	27
(1.92)	7.85	8.82	2,658	.25	.25	1.52	78
(.20)	9.19	1.96	2,408	.25	.25	2.61	72
(.17)	9.21	17.20	15,616	1.21	.25	1.62	28
(.09)	8.02	16.95	8,959	1.95	.25	1.28	20
(.18)	9.20	20.03	5,649	.50	.50	1.17	27
(1.89)	7.84	8.50	3,482	.50	.50	1.43	78
(.20)	9.18	1.78	4,877	.50	.50	1.65	72
(.15)	9.21	16.94	3,693	1.45	.50	1.23	28
(.07)	8.02	16.66	1,436	2.34	.50	.77	20

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2055 Strategy Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



2055 Strategy Fund - Class R1

	Total Return
1 Year	20.74%
Inception*	8.94%§

2055 Strategy Fund - Class R2

	Total Return
1 Year	20.35%
Inception*	8.63%§

2055 Strategy Fund - Class R3

	Total Return
1 Year	20.09%
Inception*	8.39%§

Russell 1000® Index **

	Total Return
1 Year	28.40%
Inception*	15.11%§

Russell Investment Company
2055 Strategy Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The 2055 Strategy Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide capital growth and income consistent with its current asset allocation which will change over time, with an increasing allocation to fixed income funds.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of 79% equity Underlying Funds, 10% fixed income Underlying Funds and 11% alternative Underlying Funds. The Fund's allocation to fixed income Underlying Funds will be fixed at 68% in approximately the year 2055.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the 2055 Strategy Fund's Class R1, Class R2 and Class R3 Shares gained 20.74%, 20.35% and 20.09%, respectively. This is compared to the Fund's primary benchmark, the Russell 1000® Index, which gained 28.40% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target 2055+ Funds Average gained 22.80%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's underperformance relative to the Russell 1000® Index was due to the Fund's out-of-benchmark allocations to non-U.S. equity, fixed income and commodity Underlying Funds, which generally underperformed the U.S. large cap equity market as represented by the Russell 1000® Index.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index, outperforming international markets, which were up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. Thus, overall the Fund's exposure to international equities detracted from the Fund's benchmark-relative performance as these markets underperformed U.S. large cap equities. U.S. large cap equities also outperformed fixed income, as fixed income markets finished slightly negative, down 1.08% (as measured by the Barclays U.S. Aggregate Index). As a result, the Fund's exposure to fixed income was a headwind for the period.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% but underperformed U.S. large cap equities. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity markets. As a result, the Fund's allocation to these asset classes negatively impacted the Fund's benchmark relative performance.

In fixed income, macroeconomic themes were large drivers to bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of the Fed announcements. Overall, exposure to fixed income detracted from benchmark-relative performance, as the asset class lagged U.S. large cap equities.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

From a fixed income perspective, an allocation to the Russell Strategic Bond Fund was negative as it underperformed the Fund's benchmark. However, Underlying Fund active management was positive as the Russell Strategic Bond Fund outperformed its primary benchmark. Exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund detracted from the Fund's benchmark relative performance, as each underperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed

ex-U.S. Large Cap™ Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Net Index. The Russell Emerging Markets Fund underperformed its Russell Emerging Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds provided mixed results. Exposure to the Russell U.S. Small Cap Equity Fund benefited the Fund's benchmark relative performance, as U.S. small cap equities outperformed U.S. large cap equities and this Underlying Fund outperformed its small cap primary benchmark. However, underlying active management within the U.S. large cap equity Underlying Funds detracted, as each underperformed its respective U.S. equity market segment as represented by its primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance.

The Fund's strategic allocation to alternative Underlying Funds had negative effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund and Russell Commodity Strategies Fund detracted, as the both asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

There were no changes to the Fund's structure or allocation to the Underlying Funds during the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund first issued Class R1, R2 and R3 Shares on December 31, 2010.

** Russell 1000® Index includes the 1,000 largest companies in the Russell 3000® Index. The Russell 1000® Index represents the universe of stocks from which most active money managers typically select. The Russell 1000® Index return reflects adjustments from income dividends and capital gain distributions reinvested as of the ex-dividend dates.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
2055 Strategy Fund

Shareholder Expense Example — October 31, 2013 (Unaudited)

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,080.40	$ 1,025.21
Expenses Paid During Period*	$ –	$ —

* There were no expenses charged to the Class.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,078.20	$ 1,023.95
Expenses Paid During Period*	$ 1.31	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,076.90	$ 1,022.68
Expenses Paid During Period*	$ 2.62	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Russell Investment Company
2055 Strategy Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 11.0%		
Russell Commodity Strategies Fund	16,646	140
Russell Global Real Estate Securities Fund	2,837	117
		257
Domestic Equities - 42.0%		
Russell U.S. Core Equity Fund	9,858	375
Russell U.S. Defensive Equity Fund	4,696	188
Russell U.S. Dynamic Equity Fund	21,453	270
Russell U.S. Small Cap Equity Fund	4,526	152
		985

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Fixed Income - 10.0%		
Russell Strategic Bond Fund	21,566	235
International Equities - 37.0%		
Russell Emerging Markets Fund	5,528	106
Russell Global Equity Fund	24,206	270
Russell International Developed Markets Fund	13,522	492
		868
Total Investments 100.0% (identified cost $1,948)		2,345
Other Assets and Liabilities, Net - (0.0%)		(—)
Net Assets - 100.0%		2,345

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	11.0
Domestic Equities	42.0
Fixed Income	10.0
International Equities	37.0
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2055 Strategy Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	1,948
Investments, at fair value		2,345
Receivables:		
Fund shares sold		4
Total assets		2,349
Liabilities		
Payables:		
Investments purchased		2
Accrued fees to affiliates		2
Total liabilities		4
Net Assets	$	2,345
Net Assets Consist of:		
Accumulated net realized gain (loss)	$	2
Unrealized appreciation (depreciation) on investments		397
Shares of beneficial interest		2
Additional paid-in capital		1,944
Net Assets	$	2,345
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class R1(#)	$	12.04
Class R1 — Net assets	$	648,207
Class R1 — Shares outstanding ($.01 par value)		53,859
Net asset value per share: Class R2(#)	$	12.03
Class R2 — Net assets	$	1,290,055
Class R2 — Shares outstanding ($.01 par value)		107,192
Net asset value per share: Class R3(#)	$	12.03
Class R3 — Net assets	$	406,595
Class R3 — Shares outstanding ($.01 par value)		33,800

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2055 Strategy Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distributions from Underlying Funds	$ 29
Expenses	
Distribution fees - Class R3	1
Shareholder servicing fees - Class R2	3
Shareholder servicing fees - Class R3	1
Total expenses	5
Net investment income (loss)	24
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	4
Capital gain distributions from Underlying Funds	—**
Net realized gain (loss)	4
Net change in unrealized appreciation (depreciation) on investments	319
Net realized and unrealized gain (loss)	323
Net Increase (Decrease) in Net Assets from Operations	$ 347

** Less than $500.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2055 Strategy Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 24	$ 16
Net realized gain (loss)	4	14
Net change in unrealized appreciation (depreciation)	319	66
Net increase (decrease) in net assets from operations	347	96
Distributions		
From net investment income		
Class R1	(5)	(2)
Class R2	(16)	(13)
Class R3	(4)	(2)
From net realized gain		
Class R1	(2)	(—**)
Class R2	(11)	(2)
Class R3	(3)	(—**)
Net decrease in net assets from distributions	(41)	(19)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	678	288
Total Net Increase (Decrease) in Net Assets	984	365
Net Assets		
Beginning of period	1,361	996
End of period	$ 2,345	$ 1,361

** Less than $500.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
2055 Strategy Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

	2013		2012	
	Shares	Dollars	Shares	Dollars
Class R1				
Proceeds from shares sold	57	$ 642	9	$ 93
Proceeds from reinvestment of distributions	1	7	—	2
Payments for shares redeemed	(21)	(238)	(3)	(28)
Net increase (decrease)	37	411	6	67
Class R2				
Proceeds from shares sold	31	342	18	171
Proceeds from reinvestment of distributions	3	27	2	15
Payments for shares redeemed	(20)	(216)	(9)	(83)
Net increase (decrease)	14	153	11	103
Class R3				
Proceeds from shares sold	28	306	15	147
Proceeds from reinvestment of distributions	1	8	—	2
Payments for shares redeemed	(18)	(200)	(3)	(31)
Net increase (decrease)	11	114	12	118
Total increase (decrease)	62	$ 678	29	$ 288

See accompanying notes which are an integral part of the financial statements.

(This page intentionally left blank)

Russell Investment Company
2055 Strategy Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class R1						
October 31, 2013	10.27	.15	1.93	2.08	(.19)	(.12)
October 31, 2012	9.63	.16	.68	.84	(.18)	(.02)
October 31, 2011(1)	10.00	.06	(.37)	(.31)	(.06)	—
Class R2						
October 31, 2013	10.27	.16	1.88	2.04	(.16)	(.12)
October 31, 2012	9.63	.15	.66	.81	(.15)	(.02)
October 31, 2011(1)	10.00	.03	(.36)	(.33)	(.04)	—
Class R3						
October 31, 2013	10.27	.12	1.90	2.02	(.14)	(.12)
October 31, 2012	9.63	.11	.68	.79	(.13)	(.02)
October 31, 2011(1)	10.00	.02	(.37)	(.35)	(.02)	—

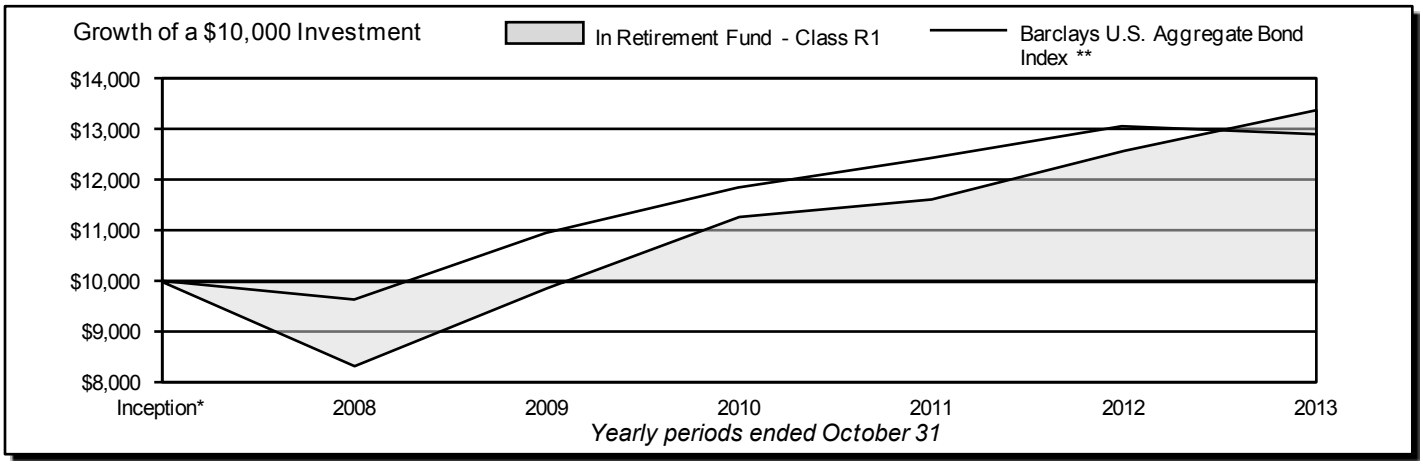
See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(c)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(f)(g)	% Ratio of Expenses to Average Net Assets, Net(e)(f)(g)	% Ratio of Net Investment Income to Average Net Assets (b)(c)(e)	% Portfolio Turnover Rate(c)
(.31)	12.04	20.74	648	—	—	1.31	27
(.20)	10.27	8.92	171	—	—	1.66	23
(.06)	9.63	(3.09)	97	—	—	.63	47
(.28)	12.03	20.35	1,290	.25	.25	1.43	27
(.17)	10.27	8.64	957	.25	.25	1.48	23
(.04)	9.63	(3.31)	793	.25	.25	.28	47
(.26)	12.03	20.09	407	.50	.50	1.04	27
(.15)	10.27	8.41	233	.50	.50	1.08	23
(.02)	9.63	(3.49)	106	.50	.50	.21	47

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
In Retirement Fund

Portfolio Management Discussion and Analysis — October 31, 2013 (Unaudited)



In Retirement Fund - Class A‡

	Total Return
1 Year	0.00%§
5 Years	8.50%§
Inception*	4.05%§

In Retirement Fund - Class R1

	Total Return
1 Year	6.44%
5 Years	10.05%§
Inception*	5.42%§

In Retirement Fund - Class R2

	Total Return
1 Year	6.16%
5 Years	9.78%§
Inception*	5.16%§

In Retirement Fund - Class R3

	Total Return
1 Year	5.90%
5 Years	9.50%§
Inception*	4.88%§

Barclays U.S. Aggregate Bond Index **

	Total Return
1 Year	(1.08)%
5 Years	6.09%§
Inception*	4.70%§

Russell Investment Company
In Retirement Fund

Portfolio Management Discussion and Analysis, continued — October 31, 2013 (Unaudited)

The In Retirement Fund (the "Fund") is a fund of funds that invests in other Russell Investment Company mutual funds (the "Underlying Funds"). The Underlying Funds employ a multi-manager approach whereby portions of the Underlying Funds are allocated to different money managers. Underlying Fund assets not allocated to money managers are managed by Russell Investment Management Company ("RIMCo"), the Fund's and Underlying Funds' advisor. RIMCo, as the Underlying Funds' advisor, may change the allocation of the Underlying Funds' assets among money managers at any time. An exemptive order from the Securities and Exchange Commission ("SEC") permits RIMCo to engage or terminate a money manager in an Underlying Fund at any time, subject to approval by the Underlying Fund's Board, without a shareholder vote. Pursuant to the terms of the exemptive order, an Underlying Fund is required to notify its shareholders within 90 days of when a money manager begins providing services.

What is the Fund's investment objective?

The Fund seeks to provide income and capital growth.

The Fund pursues this objective by investing in a diversified portfolio that, as of October 31, 2013, consisted of 26% equity Underlying Funds, 68% fixed income Underlying Funds and 6% alternative Underlying Funds.

How did the Fund perform relative to its benchmark for the fiscal year ended October 31, 2013?

For the fiscal year ended October 31, 2013, the In Retirement Fund's Class A, Class R1, Class R2 and Class R3 Shares gained 6.15%, 6.44%, 6.16% and 5.90%, respectively. This is compared to the Fund's primary benchmark, the Barclays U.S. Aggregate Bond Index, which lost 1.08% during the same period. The Fund's performance includes operating expenses, whereas index returns are unmanaged and do not include expenses of any kind.

For the fiscal year ended October 31, 2013, the Lipper® Mixed Asset Target Allocation Today Funds Average gained 5.43%. This result serves as a peer comparison and is expressed net of operating expenses.

The Fund's outperformance relative to the Barclays U.S. Aggregate Bond Index was due to the Fund's out-of-benchmark allocation to equities and global real estate securities, which outperformed fixed income securities over the period.

How did the market conditions described in the Market Summary report affect the Fund's performance?

It was a strong equity market environment for the fiscal year ending October 31, 2013. Global equities were led by the U.S., as U.S. equities were up 28.99% as measured by the Russell 3000® Index. International equities were also up 25.10% as measured by the Russell Developed ex-U.S. Large Cap Index. The general outperformance of equities over fixed income was a large driver of the Fund's positive benchmark relative performance, as fixed income markets finished slightly negative, down 1.08% as measured by the Barclays U.S. Aggregate Bond Index.

Global REITs (represented by the FTSE/EPRA NAREIT Developed Index) finished the fiscal year up 12.38% and outperformed fixed income markets, which was beneficial given the Fund's allocation to the Russell Global Real Estate Securities Fund. Commodities continued their bear market run for the fiscal year, as the market lost 12.21% for the fiscal year (as represented by the Dow Jones UBS Commodity Index Total Return) and largely underperformed broader equity and fixed income markets. As a result, the Fund's allocation to the Russell Commodity Strategies Fund negatively impacted Fund performance.

In fixed income, macroeconomic themes were large drivers of bond market performance. In particular, speculation around the U.S. Federal Reserve's (the "Fed") timing of its stimulus tapering drove fixed income volatility as U.S. Treasury rates rose and subsequently fell on the back of Fed announcements. Overall, exposure to other asset classes in addition to fixed income benefited the Fund's benchmark relative performance.

How did the investment strategies and techniques employed by the Fund and the Underlying Funds affect the Fund's performance?

The Fund is a fund of funds and its performance is based on RIMCo's strategic asset allocations and the performance of the Underlying Funds in which the Fund invests.

The Fund's strategic allocation to fixed income Underlying Funds was generally positive. An allocation to the Russell Short Duration Fund benefited, as this Underlying Fund outperformed the Fund's benchmark. An allocation to the Russell Strategic Bond Fund was also beneficial, while an allocation to the Russell Investment Grade Bond Fund was slightly negative. Results of Underlying Fund active management were mixed. For the Russell Strategic Bond Fund and Russell Investment Grade Bond Fund, exposure to non-agency mortgages and commercial mortgage backed securities and an overweight to corporate credit helped, while negative currency positioning detracted.

The Fund's strategic allocation to the Russell International Developed Market Fund, Russell Global Equity Fund and Russell Emerging Markets Fund benefited the Fund's benchmark relative performance, as each outperformed the Fund's benchmark. From an active management standpoint, performance of these Underlying Funds was mixed. The Russell International Developed Markets Fund underperformed the broad non-U.S. equity market as represented by the Russell Developed ex-U.S. Large Cap Index Net, while the Russell Global Equity Fund outperformed the broad global equity market as represented by the Russell Developed Large Cap Net Index. The Russell Emerging Markets Fund underperformed its Russell Emerging

Markets Net Index. Exposure to emerging markets detracted from performance of the Russell International Developed Market Fund against its respective benchmark, while positive stock selection within the U.S. and Europe benefited performance of the Russell Global Equity Fund's performance against its benchmark.

The Fund's strategic allocation to U.S. large cap and small cap Underlying Funds benefited the Fund's benchmark relative performance, as broad U.S. equities outperformed core fixed income for the period. However, each of the large cap U.S. equity Underlying Funds underperformed its respective U.S. equity market segment as represented by each Fund's primary benchmark. In particular, the Russell U.S. Core Equity Fund underperformed the Russell 1000® Index. Stock selection within the consumer discretionary sector detracted from performance. The Russell U.S. Small Cap Equity Fund outperformed its benchmark, driven by an underweight to REITs and utility stocks.

The Fund's strategic allocation to alternative Underlying Funds had mixed effects on performance. The Fund's allocation to the Russell Global Real Estate Securities Fund was positive as the asset class outperformed the Fund's benchmark. The Fund's strategic allocation to the Russell Commodity Strategies Fund detracted, as the commodities asset class underperformed the Fund's benchmark.

Describe any changes to the Fund's structure or allocation to the Underlying Funds.

There were no changes to the Fund's structure or allocation to the Underlying Funds during the fiscal year.

The views expressed in this report reflect those of the portfolio managers only through the end of the period covered by the report. These views do not necessarily represent the views of RIMCo or any other person in RIMCo or any other affiliated organization. These views are subject to change at any time based upon market conditions or other events, and RIMCo disclaims any responsibility to update the views contained herein. These views should not be relied on as investment advice and, because investment decisions for a Russell Investment Company ("RIC") Fund are based on numerous factors, should not be relied on as an indication of investment decisions of any RIC Fund.

* The Fund first issued Class R1, R2 and R3 Shares on March 31, 2008.

** The Barclays U.S. Aggregate Bond Index is an index, with income reinvested, generally representative of intermediate-term government bonds, investment-grade corporate debt securities and mortgage-backed securities.

‡ The Fund first issued Class A Shares on February 25, 2011. The returns shown for Class A Shares prior to that date are the returns of Class R2 Shares. The performance shown has been adjusted to reflect the deduction of the maximum Class A sales charge of 5.75%.

§ Annualized.

Performance is historical and assumes reinvestment of all dividends and capital gains. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than when purchased. Past performance is not indicative of future results. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Russell Investment Company
In Retirement Fund

Shareholder Expense Example — October 31, 2013 Unaudited

Fund Expenses

The following disclosure provides important information regarding the Fund's Shareholder Expense Example ("Example").

Example

As a shareholder of the Fund, you incur ongoing costs, including distribution (12b-1) and/or service fees and other Fund expenses. The Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of $1,000 invested at the beginning of the period and held for the entire period indicated, which for this Fund is from May 1, 2013 to October 31, 2013.

Actual Expenses

The information in the table under the heading "Actual Performance" provides information about actual account values and actual expenses. You may use the information in this column, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first column in the row entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The information in the table under the heading "Hypothetical Performance (5% return before expenses)" provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the information under the heading "Hypothetical Performance (5% return before expenses)" is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Class A	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,009.30	$ 1,023.95
Expenses Paid During Period*	$ 1.27	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Class R1	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,011.10	$ 1,025.21
Expenses Paid During Period*	$ —	$ —

* There were no expenses charged to the Class.

Class R2	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,009.70	$ 1,023.95
Expenses Paid During Period*	$ 1.27	$ 1.28

* Expenses are equal to the Fund's annualized expense ratio of 0.25% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Russell Investment Company
In Retirement Fund

Shareholder Expense Example, continued — October 31, 2013 Unaudited

Class R3	Actual Performance	Hypothetical Performance (5% return before expenses)
Beginning Account Value		
May 1, 2013	$ 1,000.00	$ 1,000.00
Ending Account Value		
October 31, 2013	$ 1,008.50	$ 1,022.68
Expenses Paid During Period*	$ 2.53	$ 2.55

* Expenses are equal to the Fund's annualized expense ratio of 0.50% (representing the six month period annualized), multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

Russell Investment Company
In Retirement Fund

Schedule of Investments — October 31, 2013

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Investments 100.0%		
Other Russell Investment Company Series Mutual Funds - Class Y Shares		
Alternative Funds - 5.1%		
Russell Commodity Strategies Fund	173,659	1,462
Russell Global Real Estate Securities Fund	35,520	1,462
		2,924
Domestic Equities - 13.0%		
Russell U.S. Core Equity Fund	56,584	2,153
Russell U.S. Defensive Equity Fund	73,765	2,955
Russell U.S. Dynamic Equity Fund	98,713	1,240
Russell U.S. Small Cap Equity Fund	29,982	1,007
		7,355
Fixed Income - 68.1%		
Russell Investment Grade Bond Fund	518,457	11,359

Amounts in thousands *(except share amounts)*

	Shares	Fair Value $
Russell Short Duration Bond Fund	234,848	4,547
Russell Strategic Bond Fund	2,080,821	22,723
		38,629
International Equities - 13.8%		
Russell Emerging Markets Fund	35,466	679
Russell Global Equity Fund	283,955	3,163
Russell International Developed Markets Fund	108,766	3,960
		7,802
Total Investments 100.0% (identified cost $45,682)		56,710
Other Assets and Liabilities, Net - (0.0%)		(9)
Net Assets - 100.0%		56,701

Presentation of Portfolio Holdings

Categories	% of Net Assets
Alternative Funds	5.1
Domestic Equities	13.0
Fixed Income	68.1
International Equities	13.8
Total Investments	100.0
Other Assets and Liabilities, Net	(—*)
	100.0

* Less than .05% of net assets.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
In Retirement Fund

Statement of Assets and Liabilities — October 31, 2013

Amounts in thousands		
Assets		
Investments, at identified cost	$	45,682
Investments, at fair value		56,710
Receivables:		
Investments sold		7
Fund shares sold		20
Total assets		56,737
Liabilities		
Payables:		
Fund shares redeemed		26
Accrued fees to affiliates		10
Total liabilities		36
Net Assets	$	56,701
Net Assets Consist of:		
Undistributed (overdistributed) net investment income	$	43
Accumulated net realized gain (loss)		1,375
Unrealized appreciation (depreciation) on investments		11,028
Shares of beneficial interest		52
Additional paid-in capital		44,203
Net Assets	$	56,701
Net Asset Value, offering and redemption price per share:		
Net asset value per share: Class A(#)	$	11.05
Maximum offering price per share (Net asset value plus sales charge of 5.75%): Class A	$	11.72
Class A — Net assets	$	493,197
Class A — Shares outstanding ($.01 par value)		44,626
Net asset value per share: Class R1(#)	$	10.90
Class R1 — Net assets	$	29,451,213
Class R1 — Shares outstanding ($.01 par value)		2,701,317
Net asset value per share: Class R2(#)	$	10.90
Class R2 — Net assets	$	7,817,640
Class R2 — Shares outstanding ($.01 par value)		717,174
Net asset value per share: Class R3(#)	$	10.88
Class R3 — Net assets	$	18,939,399
Class R3 — Shares outstanding ($.01 par value)		1,741,268

(#) Net asset value per share equals class level net assets divided by class level shares of beneficial interest outstanding.

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
In Retirement Fund

Statement of Operations — For the Period Ended October 31, 2013

Amounts in thousands	
Investment Income	
Income distribution from Underlying Funds	$ 2,063
Expenses	
Distribution fees - Class A	2
Distribution fees - Class R3	55
Shareholder servicing fees - Class R2	23
Shareholder servicing fees - Class R3	55
Total expenses	135
Net investment income (loss)	1,928
Net Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investments	2,704
Capital gain distributions from Underlying Funds	213
Net realized gain (loss)	2,917
Net change in unrealized appreciation (depreciation) on investments	(994)
Net realized and unrealized gain (loss)	1,923
Net Increase (Decrease) in Net Assets from Operations	$ 3,851

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
In Retirement Fund

Statements of Changes in Net Assets

Amounts in thousands	For the Periods Ended October 31, 2013	2012
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	$ 1,928	$ 1,995
Net realized gain (loss)	2,917	1,557
Net change in unrealized appreciation (depreciation)	(994)	2,471
Net increase (decrease) in net assets from operations	3,851	6,023
Distributions		
From net investment income		
Class A	(25)	(12)
Class R1	(1,058)	(997)
Class R2	(274)	(310)
Class R3	(551)	(674)
From net realized gain		
Class A	(4)	(4)
Class R1	(151)	(140)
Class R2	(44)	(53)
Class R3	(95)	(130)
Net decrease in net assets from distributions	(2,202)	(2,320)
Share Transactions*		
Net increase (decrease) in net assets from share transactions	(16,981)	(22,474)
Total Net Increase (Decrease) in Net Assets	(15,332)	(18,771)
Net Assets		
Beginning of period	72,033	90,804
End of period	$ 56,701	$ 72,033
Undistributed (overdistributed) net investment income included in net assets	$ 43	$ 2

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
In Retirement Fund

Statements of Changes in Net Assets, continued

* Share transaction amounts (in thousands) for the periods ended October 31, 2013 and October 31, 2012 were as follows:

In Retirement Fund	2013 Shares	2013 Dollars	2012 Shares	2012 Dollars
Class A				
Proceeds from shares sold	—	$ —	—	$ —
Proceeds from reinvestment of distributions	3	29	1	16
Payments for shares redeemed	(55)	(601)	(5)	(56)
Net increase (decrease)	(52)	(572)	(4)	(40)
Class R1				
Proceeds from shares sold	821	8,761	1,212	12,465
Proceeds from reinvestment of distributions	115	1,206	112	1,134
Payments for shares redeemed	(1,693)	(18,011)	(1,435)	(14,772)
Net increase (decrease)	(757)	(8,044)	(111)	(1,173)
Class R2				
Proceeds from shares sold	264	2,817	398	4,106
Proceeds from reinvestment of distributions	30	318	36	363
Payments for shares redeemed	(614)	(6,537)	(1,108)	(11,276)
Net increase (decrease)	(320)	(3,402)	(674)	(6,807)
Class R3				
Proceeds from shares sold	860	9,148	800	8,157
Proceeds from reinvestment of distributions	62	646	81	804
Payments for shares redeemed	(1,387)	(14,757)	(2,290)	(23,415)
Net increase (decrease)	(465)	(4,963)	(1,409)	(14,454)
Total increase (decrease)	(1,594)	$ (16,981)	(2,198)	$ (22,474)

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
In Retirement Fund

Financial Highlights — For the Periods Ended

For a Share Outstanding Throughout Each Period.

	$ Net Asset Value, Beginning of Period	$ Net Investment Income (Loss)(a)(b)(e)	$ Net Realized and Unrealized Gain (Loss)	$ Total from Investment Operations	$ Distributions from Net Investment Income	$ Distributions from Net Realized Gain
Class A						
October 31, 2013	10.74	.36	.29	.65	(.29)	(.05)
October 31, 2012	10.10	.25	.55	.80	(.12)	(.04)
October 31, 2011(2)	10.25	.14	(.15)	(.01)	(.14)	—
Class R1						
October 31, 2013	10.60	.33	.34	.67	(.32)	(.05)
October 31, 2012	10.10	.27	.55	.82	(.28)	(.04)
October 31, 2011	10.28	.24	.07	.31	(.45)	(.04)
October 31, 2010	9.27	.27	1.04	1.31	(.30)	—
October 31, 2009	8.12	.32	1.12	1.44	(.29)	—
Class R2						
October 31, 2013	10.60	.32	.32	.64	(.29)	(.05)
October 31, 2012	10.10	.27	.52	.79	(.25)	(.04)
October 31, 2011	10.28	.27	.01	.28	(.42)	(.04)
October 31, 2010	9.27	.28	1.01	1.29	(.28)	—
October 31, 2009	8.12	.31	1.11	1.42	(.27)	—
Class R3						
October 31, 2013	10.58	.27	.34	.61	(.26)	(.05)
October 31, 2012	10.08	.24	.53	.77	(.23)	(.04)
October 31, 2011	10.27	.19	.07	.26	(.41)	(.04)
October 31, 2010	9.26	.23	1.04	1.27	(.26)	—
October 31, 2009	8.12	.27	1.13	1.40	(.26)	—

See accompanying notes which are an integral part of the financial statements.

$ Total Distributions	$ Net Asset Value, End of Period	% Total Return(c)(d)	$ Net Assets, End of Period (000)	% Ratio of Expenses to Average Net Assets, Gross(f)(g)	% Ratio of Expenses to Average Net Assets, Net(e)(f)(g)	% Ratio of Net Investment Income to Average Net Assets (b)(c)(e)	% Portfolio Turnover Rate(c)
(.34)	11.05	6.15	493	.25	.25	3.30	19
(.16)	10.74	8.01	1,035	.25	.25	2.43	20
(.14)	10.10	(.06)	1,012	.25	.25	1.40	43
(.37)	10.90	6.48	29,451	—	—	3.10	19
(.32)	10.60	8.32	36,665	—	—	2.66	20
(.49)	10.10	3.10	36,059	—	—	2.35	43
(.30)	10.28	14.43	736	2.13	—	2.80	52
(.29)	9.27	18.68	196	4.67	—	3.86	26
(.34)	10.90	6.16	7,818	.25	.25	2.95	19
(.29)	10.60	8.05	10,996	.25	.25	2.59	20
(.46)	10.10	2.84	17,288	.25	.25	2.60	43
(.28)	10.28	14.16	3,809	2.47	.25	2.86	52
(.27)	9.27	18.43	2,356	3.98	.25	3.77	26
(.31)	10.88	5.90	18,939	.50	.50	2.57	19
(.27)	10.58	7.78	23,337	.50	.50	2.35	20
(.45)	10.08	2.55	36,445	.50	.50	1.90	43
(.26)	10.27	13.88	1,426	2.71	.50	2.39	52
(.26)	9.26	18.09	758	4.83	.50	3.24	26

See accompanying notes which are an integral part of the financial statements.

Russell Investment Company
LifePoints® Funds

Notes to Financial Highlights — October 31, 2013

(1) For the period January 1, 2011 (commencement of operations) to October 31, 2011.
(2) For the period February 28, 2011 (commencement of operations) to October 31, 2011.
(a) Average daily shares outstanding were used for this calculation.
(b) Recognition of net investment income by the Fund is affected by the timing of the declaration of dividends by the Underlying Funds in which the Fund invests.
(c) The ratios for periods less than one year are not annualized.
(d) Total return for Class A does not reflect a front-end sales charge. If sales charges were included, the total return would be lower.
(e) May reflect amounts waived and/or reimbursed by Russell Investment Management Company ("RIMCo") and/or Russell Fund Services Company ("RFSC").
(f) The ratios for periods less than one year are annualized.
(g) The calculation includes only those expenses charged directly to the Fund and does not include expenses charged to the Underlying Funds in which the Fund invests.
(h) Less than $.01 per share.

Russell Investment Company
LifePoints® Funds

Notes to Financial Statements — October 31, 2013

1. Organization

Russell Investment Company (the "Investment Company" or "RIC") is a series investment company with 37 different investment portfolios referred to as Funds. These financial statements report on 15 of these Funds (each a "Fund" and collectively the "Funds"). The Investment Company is registered under the Investment Company Act of 1940, as amended (Investment Company Act), as an open-end management investment company. It is organized and operates as a Massachusetts business trust under a Second Amended and Restated Master Trust Agreement dated October 1, 2008, as amended ("Master Trust Agreement"). The Investment Company's Master Trust Agreement permits the Board of Trustees (the "Board") to issue an unlimited number of shares of beneficial interest.

Target Portfolio Funds

Each of the Target Portfolio Funds listed in the table below is a "fund of funds" and diversifies its assets by investing, at present, in Shares of several other RIC Funds (the "Underlying Funds"). Each Fund seeks to achieve its specific investment objective by investing in different combinations of Underlying Funds. Each Fund currently intends to invest only in the Underlying Funds. Each Fund intends its strategy of investing in combinations of equity, fixed income and alternative Underlying Funds to result in investment diversification that an investor could otherwise achieve only by holding numerous individual investments. Russell Investment Management Company ("RIMCo"), the Funds' investment adviser, may modify the asset allocation for any Fund, including changes to the Underlying Funds in which a Fund invests from time to time based on capital markets research or on factors such as RIMCo's outlook for the economy, financial markets generally and/or relative market valuation of the asset classes represented by each Underlying Fund. Modifications in the allocations to the Underlying Funds are typically based on strategic, long-term allocation decisions. A Fund's actual allocation may vary from the target strategic asset allocation at any point in time (1) due to market movements, (2) by up to +/- 3% at the equity, fixed income or alternative category level based on RIMCo's assessment of relative market valuation of the asset classes represented by each Underlying Fund, and/or (3) due to the implementation over a period of time of a change to the target strategic asset allocation including the addition of a new Underlying Fund. There may be no changes in the asset allocation or to the Underlying Funds in a given year or such changes may be made one or more times in a year. In the future, the Funds may also invest in other Underlying Funds that pursue investment strategies not pursued by the current Underlying Funds or represent asset classes which are not currently represented by the Underlying Funds.

The following table shows the Underlying Funds in which each Fund invests and the target strategic asset allocation effective March 1, 2013 to each Underlying Fund.

	Asset Allocation Targets as of March 1, 2013*				
Underlying Funds	Conservative Strategy Fund	Moderate Strategy Fund	Balanced Strategy Fund	Growth Strategy Fund	Equity Growth Strategy Fund
Alternative Funds**					
Russell Commodity Strategies Fund	2%	3%	4%	6%	6%
Russell Global Infrastructure Fund	2	3	3	4	4
Russell Global Real Estate Securities Fund	2	3	3	4	5
Russell Multi-Strategy Alternative Fund	2	3	3	4	5
Domestic Equity Funds					
Russell U.S. Core Equity Fund	2	4	7	10	12
Russell U.S. Defensive Equity Fund	3	4	5	5	6
Russell U.S. Dynamic Equity Fund	1	2	6	6	9
Russell U.S. Small Cap Equity Fund	—	2	4	6	7
Fixed Income Funds					
Russell Global Opportunistic Credit Fund	2	2	3	4	5
Russell Investment Grade Bond Fund	20	20	—	—	—
Russell Short Duration Bond Fund	18	—	—	—	—
Russell Strategic Bond Fund	38	36	35	15	—
International Equity Funds					
Russell Emerging Markets Fund	—	3	4	5	6
Russell Global Equity Fund	4	7	9	13	13
Russell International Developed Markets Fund	4	8	14	18	22
	100%	100%	100%	100%	100%

* Prospectus dated March 1, 2013.

** Alternative Funds pursue investment strategies that differ from those of traditional broad market equity or fixed income funds or that seek returns with a low correlation to global equity markets.

Target Date Funds

Each of the Target Date Funds listed in the table below is a "fund of funds" and seeks to achieve its objective by investing in Shares of several of the Underlying Funds which represent various asset classes. Each Fund currently intends to invest only in the Underlying Funds. The 2015 Strategy, 2020 Strategy, 2025 Strategy, 2030 Strategy, 2035 Strategy, 2040 Strategy, 2045 Strategy, 2050 Strategy and 2055 Strategy Funds are referred to herein as the "Strategy Funds." The allocation of each Strategy Fund's assets to the Underlying Funds in which it invests will become more conservative over time until approximately the year indicated in the Fund name, the "target year," at which time the allocation will remain fixed. The Strategy Funds are designed for investors who plan to retire close to the target year indicated in the Fund name. The allocation of the In Retirement Fund's assets to the Underlying Funds in which it invests does not shift over time. The In Retirement Fund is intended for investors who have reached retirement age and are no longer contributing to their retirement savings. RIMCo may modify the target asset allocation for any Fund, including changes to the Underlying Funds in which a Fund invests, from time to time based on strategic capital markets research or on factors such as RIMCo's outlook for the economy, financial markets generally and/or relative market valuation of the asset classes represented by each Underlying Fund. Modifications in the asset allocation or changes to the Underlying Funds may be based on strategic, long-term allocation decisions and not on tactical, short-term positioning. There may not be changes in the asset allocation or to the Underlying Funds in a given year or such changes may be made one or more times in a year. In the future, the Funds may also invest in other Underlying Funds that pursue investment strategies not pursued by the current Underlying Funds or represent asset classes which are not currently represented by the Underlying Funds.

The following tables show the Underlying Funds in which each Fund invests and the approximate target asset allocation as of March 1, 2013 to each Underlying Fund.

	Asset Allocation Targets as of March 1, 2013*				
Underlying Funds	2015 Strategy Fund	2020 Strategy Fund	2025 Strategy Fund	2030 Strategy Fund	2035 Strategy Fund
Alternative Funds**					
Russell Commodity Strategies Fund	3%	3%	4%	5%	6%
Russell Global Real Estate Securities Fund	3	3	3	4	5
Domestic Equity Funds					
Russell U.S. Core Equity Fund	4	7	9	13	16
Russell U.S. Defensive Equity Fund	5	6	7	8	8
Russell U.S. Dynamic Equity Fund	3	4	7	8	11
Russell U.S. Small Cap Equity Fund	2	3	4	5	7
Fixed Income Funds					
Russell Investment Grade Bond Fund	20	14	2	—	—
Russell Short Duration Bond Fund	4	—	—	—	—
Russell Strategic Bond Fund	40	40	40	26	10
International Equity Funds					
Russell Emerging Markets Fund	2	2	3	4	5
Russell Global Equity Fund	6	7	8	9	11
Russell International Developed Markets Fund	8	11	13	18	21
	100%	100%	100%	100%	100%

	Asset Allocation Targets as of March 1, 2013*				
Underlying Funds	2040 Strategy Fund	2045 Strategy Fund	2050 Strategy Fund	2055 Strategy Fund	In Retirement Fund
Alternative Funds**					
Russell Commodity Strategies Fund	6%	6%	6%	6%	3%
Russell Global Real Estate Securities Fund	5	5	5	5	3
Domestic Equity Funds					
Russell U.S. Core Equity Fund	16	16	16	16	4
Russell U.S. Defensive Equity Fund	8	8	8	8	5
Russell U.S. Dynamic Equity Fund	11	11	11	11	2
Russell U.S. Small Cap Equity Fund	7	7	7	7	2
Fixed Income Funds					
Russell Investment Grade Bond Fund	—	—	—	—	20
Russell Short Duration Bond Fund	—	—	—	—	8
Russell Strategic Bond Fund	10	10	10	10	40

Underlying Funds	Asset Allocation Targets as of March 1, 2013*				
	2040 Strategy Fund	2045 Strategy Fund	2050 Strategy Fund	2055 Strategy Fund	In Retirement Fund
International Equity Funds					
Russell Emerging Markets Fund	5	5	5	5	1
Russell Global Equity Fund	11	11	11	11	5
Russell International Developed Markets Fund	21	21	21	21	7
	100%	100%	100%	100%	100%

* Prospectus dated March 1, 2013.

** Alternative Funds pursue investment strategies that differ from those of traditional broad market equity of fixed income funds or that seek returns with a low correlation to global equity markets.

2. Significant Accounting Policies

The Funds' financial statements are prepared in accordance with U.S. generally accepted accounting principles ("U.S. GAAP") which require the use of management estimates and assumptions at the date of the financial statements. Actual results could differ from those estimates. The following is a summary of the significant accounting policies consistently followed by each Fund in the preparation of its financial statements.

Security Valuation

The Funds value their portfolio securities, the shares of the Underlying Funds, at the current net asset value per share of each Underlying Fund.

Fair value of securities is defined as the price that the Funds would receive upon selling an investment in a timely transaction to an independent buyer in the principal or most advantageous market of the investment. To increase consistency and comparability in fair value measurement, the fair value hierarchy was established to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk (e.g., the risk inherent in a particular valuation technique, such as a pricing model or the risks inherent in the inputs to a particular valuation technique). Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

The fair value hierarchy of inputs is summarized in the three broad levels listed below.

- Level 1 — Quoted prices (unadjusted) in active markets or exchanges for identical assets and liabilities.
- Level 2 — Inputs other than quoted prices included within Level 1 that are observable, which may include, but are not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs (such as interest rates, yield curves, implied volatilities, credit spreads) or other market corroborated inputs.
- Level 3 — Significant unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available, which may include assumptions made by Russell Fund Services Company, acting at the discretion of the Board, that are used in determining the fair value of investments.

The levels associated with valuing the Funds' investments for the period ended October 31, 2013 were Level 1 for all Funds.

Investment Transactions

Investment transactions are reflected as of the trade date for financial reporting purposes. This may cause the net asset value stated in the financial statements to be different from the net asset value at which shareholders may transact. Realized gains and losses from securities transactions, if applicable, are recorded on the basis of specific identified cost.

Investment Income

Distributions of income and capital gains from the Underlying Funds are recorded on the ex-dividend date.

Federal Income Taxes

Since the Investment Company is a Massachusetts business trust, each Fund is a separate corporate taxpayer and determines its net investment income and capital gains (or losses) and the amounts to be distributed to each Fund's shareholders without regard to the income and capital gains (or losses) of the other Funds.

For each year, each Fund intends to qualify as a regulated investment company under sub-chapter M of the Internal Revenue Code (the "Code") and intends to distribute all of its taxable income and capital gains. Therefore, no federal income tax provision is required for the Funds.

Each Fund files a U.S. tax return. At October 31, 2013, the Funds had recorded no liabilities for net unrecognized tax benefits relating to uncertain income tax positions they have taken or expect to take in future tax returns. While the statute of limitations remains open to examine the Funds' U.S. tax returns filed for the fiscal years ended October 31, 2010 through October 31, 2012, no examinations are in progress or anticipated at this time. The Funds are not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next twelve months.

The Funds comply with the authoritative guidance for uncertainty in income taxes which requires management to determine whether a tax position of the Funds is more likely than not to be sustained upon examination, including resolution of any related appeals or litigation processes, based on the technical merits of the position. For tax positions meeting the more likely than not threshold, the tax amount recognized in the financial statements is reduced by the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement with the relevant taxing authority. Management determined that no accruals need to be made in the financial statements due to uncertain tax positions. Management continually reviews and adjusts the Funds' liability for income taxes based on analyses of tax laws and regulations, as well as their interpretations, and other relevant factors.

Dividends and Distributions to Shareholders

Income dividends, capital gain distributions and return of capital, if any, are recorded on the ex-dividend date. Income dividends are generally declared and paid quarterly. Capital gain distributions are generally declared and paid annually. An additional distribution may be paid by the Funds to avoid imposition of federal income and excise tax on any remaining undistributed capital gains and net investment income.

The timing and characterization of certain income and capital gain distributions are determined in accordance with federal tax regulations which may differ from U.S. GAAP. As a result, net investment income and net realized gain (or loss) from investment transactions for a reporting period may differ significantly from distributions during such period. The differences between tax regulations and U.S. GAAP relate primarily to investments in the Underlying Funds sold at a loss, wash sale deferrals, and capital loss carryforwards. Accordingly, the Funds may periodically make reclassifications among certain of their capital accounts without impacting their net asset values.

Expenses

Expenses included in the accompanying financial statements reflect the expenses of each Fund and do not include those expenses incurred by the Underlying Funds. Because the Underlying Funds have varied expense and fee levels and the Funds may own different proportions of the Underlying Funds at different times, the amount of the Underlying Funds' fees and expenses incurred indirectly by the Funds will vary.

Class Allocation

Each of the Funds presented herein may offer certain of the following classes of shares: Class A, Class C, Class E, Class R1, Class R2, Class R3 and Class S. All share classes have identical voting, dividend, liquidation and other rights and the same terms and conditions. The separate classes of shares differ principally in the applicable sales charges, distribution fees and shareholder servicing fees. Shareholders of each class bear certain expenses that pertain to that particular class. Realized and unrealized gains (losses), investment income, and expenses with the exception of class level expenses, are allocated daily to each class of shares based upon the relative proportion of net assets of each class.

Guarantees

In the normal course of business, the Funds enter into contracts that contain a variety of representations which provide general indemnifications. The Funds' maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds that have not yet occurred. However, the Funds expect the risk of loss to be remote.

Market, Credit and Counterparty Risk

In the normal course of business, the Underlying Funds trade financial instruments and enter into financial transactions where risk of potential loss exists due to changes in the market (market risk) or failure of the other party to a transaction to perform (credit risk). Similar to credit risk, the Underlying Funds may also be exposed to counterparty risk or the risk that an institution or other entity with which the Underlying Funds have unsettled or open transactions will default. The potential loss could exceed the value of the relevant assets recorded in the Underlying Funds' financial statements (the "Assets"). The Assets consist principally of cash due from counterparties and investments. The extent of the Underlying Funds' exposure to market, credit and counterparty risks with respect to the Assets approximates their carrying value as recorded in the Underlying Funds' Statements of Assets and Liabilities.

Global economies and financial markets are becoming increasingly interconnected and political and economic conditions (including recent instability and volatility) and events (including natural disasters) in one country, region or financial market may adversely impact issuers in a different country, region or financial market. As a result, issuers of securities held by an Underlying Fund may experience significant declines in the value of their assets and even cease operations. Such conditions and/or events may not have the same impact on all types of securities and may expose an Underlying Fund to greater market and liquidity risk and potential difficulty in valuing portfolio instruments held by an Underlying Fund. This could cause an Underlying Fund to underperform other types of investments.

3. Investment Transactions

Securities

During the period ended October 31, 2013, purchases and sales of the Underlying Funds were as follows:

	Purchases	Sales
Conservative Strategy Fund	$ 131,242,008	$ 187,371,861
Moderate Strategy Fund	127,692,018	221,307,912
Balanced Strategy Fund	406,528,203	725,488,095
Growth Strategy Fund	259,740,110	459,103,895
Equity Growth Strategy Fund	140,330,781	262,470,798
2015 Strategy Fund	18,143,368	40,961,822
2020 Strategy Fund	34,308,586	92,180,022
2025 Strategy Fund	14,991,537	29,038,922
2030 Strategy Fund	29,193,020	61,477,573
2035 Strategy Fund	13,616,407	14,576,769
2040 Strategy Fund	19,222,038	40,765,912
2045 Strategy Fund	6,020,689	3,947,794
2050 Strategy Fund	6,720,185	4,707,826
2055 Strategy Fund	1,172,325	512,513
In Retirement Fund	12,284,175	29,329,266

4. Related Party Transactions, Fees and Expenses

Adviser, Administrator and Transfer and Dividend Disbursing Agent

RIMCo advises the Funds and Russell Fund Services Company ("RFSC") is the Funds' administrator and transfer and disbursing agent. RFSC is a wholly-owned subsidiary of RIMCo. RIMCo is a wholly-owned subsidiary of Frank Russell Company (a subsidiary of The Northwestern Mutual Life Insurance Company). Frank Russell Company provides ongoing money manager research and trade placement services to RIC and RIMCo.

Target Portfolio Series Funds

With respect to the Target Portfolio Funds, the advisory fee of 0.20% and administrative fee of up to 0.05% are based upon the average daily net assets of the Funds and are payable monthly. The following shows the total amount of each of these fees paid by the Funds for the period ended October 31, 2013:

	Advisory	Administrative
Conservative Strategy Fund	$ 1,281,768	$ 308,171
Moderate Strategy Fund	1,984,725	477,164
Balanced Strategy Fund	7,736,746	1,859,974
Growth Strategy Fund	4,692,050	1,127,980
Equity Growth Strategy Fund	2,045,478	491,736

RFSC is paid a fee based upon the average daily net assets of the Funds for transfer agency and dividend disbursing services. RFSC retains a portion of this fee for its services provided to the Funds and pays the balance to unaffiliated agents who assist in providing these services. The following shows the total amount of this fee paid by the Funds for the period ended October 31, 2013:

	Amount
Conservative Strategy Fund	$ 1,281,768
Moderate Strategy Fund	1,984,725
Balanced Strategy Fund	7,736,746
Growth Strategy Fund	4,692,050
Equity Growth Strategy Fund	2,045,478

Target Date Series Funds

With respect to the Target Date Funds, effective October 1, 2010, the Funds' Advisory, Administrative and Transfer Agency contracts have been amended to reduce the fees payable under each contract to 0.00% and RIMCo has agreed to assume the responsibility of payment for all operating expenses other than Rule 12b-1 distribution fees, shareholder services fees, the expenses of other investment companies in which the Funds invest which are borne indirectly by the Funds and extraordinary expenses.

Waivers and Reimbursements

Target Portfolio Funds

Until February 28, 2014, RFSC has contractually agreed to waive 0.15% of its transfer agency fees for Class R1, R2 and R3 Shares. The waiver may not be terminated during the relevant period except with Board approval.

Until February 28, 2014, RIMCo has contractually agreed to waive up to the full amount of its 0.20% advisory fee and then reimburse each Fund for other direct Fund-level expenses to the extent that direct Fund-level expenses exceed 0.12% of the average daily net assets of the Fund on an annual basis. Direct Fund-level operating expenses do not include transfer agency fees, Rule 12b-1 distribution fees, shareholder servicing fees, extraordinary expenses or the expenses of other investment companies in which the Funds invest which are borne indirectly by the Funds. These waivers and reimbursements may not be terminated during the relevant period except with Board approval.

As of October 31, 2013, RIMCo and RFSC waived the following expenses:

	RIMCo Waiver	RFSC Waiver	Total
Conservative Strategy Fund	$ 1,046,702	$ 204,872	$ 1,251,574
Moderate Strategy Fund	1,518,843	314,426	1,833,269
Balanced Strategy Fund	5,427,098	1,198,721	6,625,819
Growth Strategy Fund	3,278,405	766,074	4,044,479
Equity Growth Strategy Fund	1,477,209	371,464	1,848,673

Distributor and Shareholder Servicing

Russell Financial Services, Inc. (the "Distributor"), a wholly owned subsidiary of RIMCo, is the distributor for the Investment Company, pursuant to a distribution agreement with the Investment Company.

The Investment Company has a distribution plan pursuant to Rule 12b-1 (the "Plan") under the Investment Company Act. Under the Plan, the Investment Company is authorized to make payments to the Distributor or any selling agents, as defined in the Plan, for sales support services provided, and related expenses incurred which are primarily intended to result in the sale of the Class A, Class C and Class R3 shares subject to the Plan. The 12b-1 distribution payments shall not exceed 0.25% of the average daily net assets of a Fund's Class A or Class R3 shares or 0.75% of the average daily net assets of a Fund's Class C shares on an annual basis.

In addition, the Investment Company has adopted a Shareholder Services Plan under which the Funds may make payments to the Distributor or any servicing agent for any activities or expenses primarily intended to assist, support or service the servicing agents' clients who beneficially own Class C, Class E, Class R2 and Class R3 shares of the Funds. The shareholder servicing payments shall not exceed 0.25% of the average daily net assets of a Fund's Class C, Class E, Class R2 and Class R3 shares on an annual basis.

Pursuant to the rules of the Financial Industry Regulatory Authority ("FINRA"), the aggregate initial sales charges, deferred sales charges and asset-based sales charges on Class A, Class C, Class E, Class R2 and Class R3 Shares of the Funds may not exceed 7.25%, 6.25%, 6.25%, 6.25% and 6.25%, respectively, of total gross sales, subject to certain exclusions. These limitations are imposed at the class level on each class of shares of each Fund rather than on a per shareholder basis. Therefore, long-term shareholders of the Class A, Class C, Class E, Class R2 and Class R3 Shares may pay more than the economic equivalent of the maximum sales charges permitted by FINRA.

For the period ended October 31, 2013, the Distributor retained the following amounts in sales charges:

Contingent Deferred Sales Charges	Class A Shares
Conservative Strategy Fund	$ 7,584
Moderate Strategy Fund	718
Balanced Strategy Fund	14,684
Growth Strategy Fund	563
Equity Growth Strategy Fund	250

For the period ended October 31, 2013, the sales commissions paid to the selling agents for the sale of Class A shares were as follows:

	Aggregate Front-End Sales Charges on Class A Shares	Class A Front-End Sales Charges Retained by Distributor
Conservative Strategy Fund	$ 568,190	$ 103,292
Moderate Strategy Fund	847,393	146,806
Balanced Strategy Fund	3,173,013	537,896
Growth Strategy Fund	2,504,922	409,084
Equity Growth Strategy Fund	770,223	128,869
2030 Strategy Fund	238	31
2040 Strategy Fund	321	46

Accrued Fees Payable to Affiliates

Accrued fees payable to affiliates for the period ended October 31, 2013 were as follows:

	Conservative Strategy Fund	Moderate Strategy Fund	Balanced Strategy Fund	Growth Strategy Fund	Equity Growth Strategy Fund
Advisory fees	$ 55,911	$ 81,921	$ 308,836	$ 238,208	$ 99,473
Administration fees	24,080	38,470	156,990	96,849	41,903
Distribution fees	184,111	266,355	1,103,794	674,658	275,447
Shareholder servicing fees	72,262	106,268	401,740	251,301	112,015
Transfer agent fees	85,929	137,037	557,617	341,982	143,726
Trustee fees	2,117	3,280	12,244	7,274	3,176
	$ 424,410	$ 633,331	$ 2,541,221	$ 1,610,272	$ 675,740

	2015 Strategy Fund	2020 Strategy Fund	2025 Strategy Fund	2030 Strategy Fund	2035 Strategy Fund
Distribution fees	$ 2,402	$ 13,278	$ 3,470	$ 11,509	$ 2,580
Shareholder servicing fees	3,549	17,456	5,048	15,528	3,875
	$ 5,951	$ 30,734	$ 8,518	$ 27,037	$ 6,455

	2040 Strategy Fund	2045 Strategy Fund	2050 Strategy Fund	2055 Strategy Fund	In Retirement Fund
Distribution fees	$ 8,263	$ 1,280	$ 1,185	$ 541	$ 4,284
Shareholder servicing fees	10,964	1,990	1,913	1,148	5,820
	$ 19,227	$ 3,270	$ 3,098	$ 1,689	$ 10,104

Board of Trustees

The Russell Fund Complex consists of RIC, which has 37 funds, Russell Investment Funds ("RIF"), which has 9 funds, and Russell Exchange Traded Funds Trust ("RET"), which has 1 fund. Each of the Trustees is a Trustee of RIC, RIF and RET. During the period, the Russell Fund Complex paid each of its independent Trustees a retainer of $75,000 per year (effective January 1, 2013, $87,000); each of its interested Trustees a retainer of $75,000 per year; and each Trustee $7,000 for each regularly scheduled meeting attended in person and $3,500 for each special meeting and the Annual 38a-1 meeting attended in person, and for each Audit Committee meeting, Nominating and Governance Committee meeting, Investment Committee meeting or any other committee meeting established and approved by the Board that is attended in person. Each Trustee receives a $1,000 fee for attending regularly scheduled and special meetings by phone instead of receiving the full fee had the member attended in person (except for telephonic meetings called pursuant to the Funds' valuation and pricing procedures) and a $500 fee for attending the committee meeting by phone instead of receiving the full fee had the member attended in person. Trustees' out of pocket expenses are also paid by the Russell Fund Complex. The Audit Committee Chair and Investment Committee Chair are each paid a fee of $15,000 per year and the Nominating and Governance Committee Chair is paid a fee of $6,000 per year (effective January 1, 2013, $12,000). The chairman of the Board receives additional annual compensation of $75,000. Ms. Cavanaugh and the Trustee Emeritus are not compensated by the Russell Fund Complex for service as a Trustee.

Transactions with Affiliated Companies (amounts in thousands)

An affiliated company is a company in which a Fund has ownership of at least 5% of the voting securities or which the Fund controls, is controlled by or is under common control with. Transactions during the period ended October 31, 2013 with Underlying Funds which are, or were, an affiliated company are as follows:

	Fair Value	Purchases Cost	Sales Cost	Realized Gain (Loss)	Income Distributions	Capital Gains Distributions
Conservative Strategy Fund						
Russell Commodity Strategies Fund	$ 8,717	$ 2,852	$ 5,965	$ (421)	$ —	$ —
Russell Global Infrastructure Fund	14,740	5,805	5,234	195	495	177
Russell Global Real Estate Securities Fund	8,625	2,746	5,588	2,191	723	43
Russell Multi-Strategy Alternative Fund	11,818	963	2,349	30	—	—
Russell U.S. Core Equity Fund	14,633	6,194	12,565	3,140	289	—
Russell U.S. Defensive Equity Fund	14,787	2,188	5,325	1,580	267	—
Russell U.S. Dynamic Equity Fund	5,889	1,133	2,974	378	39	—
Russell Global Opportunistic Credit Fund	11,829	8,632	9,377	(14)	828	7
Russell Investment Grade Bond Fund	118,476	23,296	27,062	(307)	4,348	1,387
Russell Short Duration Bond Fund	106,585	19,779	27,334	(49)	2,509	487
Russell Strategic Bond Fund	225,165	44,079	54,041	(406)	9,901	313
Russell Global Equity Fund	26,542	4,270	11,285	2,444	361	—
Russell International Developed Markets Fund	23,599	9,305	9,076	436	424	—
	$ 591,405	$ 131,242	$ 178,175	$ 9,197	$ 20,184	$ 2,414
Moderate Strategy Fund						
Russell Commodity Strategies Fund	$ 20,831	$ 5,088	$ 11,191	$ (919)	$ —	$ —
Russell Global Infrastructure Fund	35,647	10,199	7,780	386	1,148	404
Russell Global Real Estate Securities Fund	21,130	3,905	11,270	3,486	1,664	99
Russell Multi-Strategy Alternative Fund	28,330	1,113	3,524	41	—	—
Russell U.S. Core Equity Fund	45,419	2,583	20,630	6,288	782	—
Russell U.S. Defensive Equity Fund	38,385	2,044	8,701	2,658	663	—
Russell U.S. Dynamic Equity Fund	19,065	788	5,731	928	121	—
Russell U.S. Small Cap Equity Fund	8,863	1,870	12,274	6,753	223	—
Russell Global Opportunistic Credit Fund	19,028	1,882	2,441	(19)	1,278	10
Russell Investment Grade Bond Fund	190,281	32,752	33,841	(62)	6,611	2,109
Russell Strategic Bond Fund	342,824	29,057	33,831	(538)	14,394	452
Russell Emerging Markets Fund	33,027	13,887	7,934	(403)	287	—
Russell Global Equity Fund	71,477	2,560	19,426	4,199	918	—
Russell International Developed Markets Fund	76,114	19,964	18,596	1,340	1,349	—
	$ 950,421	$ 127,692	$ 197,170	$ 24,138	$ 29,438	$ 3,074

Russell Investment Company
LifePoints® Funds

Notes to Financial Statements, continued — October 31, 2013

	Fair Value	Purchases Cost	Sales Cost	Realized Gain (Loss)	Income Distributions	Capital Gains Distributions
Balanced Strategy Fund						
Russell Commodity Strategies Fund	$ 110,977	$ 13,237	$ 39,283	$ (3,927)	$ —	$ —
Russell Global Infrastructure Fund	156,712	48,067	19,886	1,424	4,627	1,560
Russell Global Real Estate Securities Fund	74,696	11,962	34,539	24,974	6,442	386
Russell Multi-Strategy Alternative Fund	113,929	2,141	5,376	69	—	—
Russell U.S. Core Equity Fund	334,184	6,246	88,516	27,080	5,065	—
Russell U.S. Defensive Equity Fund	198,052	3,672	28,332	6,727	3,239	—
Russell U.S. Dynamic Equity Fund	216,636	2,251	42,744	7,063	1,295	—
Russell U.S. Small Cap Equity Fund	116,535	3,347	55,867	33,814	1,742	—
Russell Global Opportunistic Credit Fund	116,892	10,581	6,536	66	7,417	60
Russell Strategic Bond Fund	1,357,932	162,974	102,583	6,550	53,106	1,678
Russell Emerging Markets Fund	175,373	53,440	16,322	5,706	1,551	—
Russell Global Equity Fund	372,763	6,077	66,113	18,236	4,507	—
Russell International Developed Markets Fund	549,055	82,533	86,341	5,268	10,035	—
	$ 3,893,736	$ 406,528	$ 592,438	$ 133,050	$ 99,026	$ 3,684
Growth Strategy Fund						
Russell Commodity Strategies Fund	$ 108,548	$ 13,164	$ 25,757	$ (2,273)	$ —	$ —
Russell Global Infrastructure Fund	127,514	35,708	10,741	837	3,684	1,245
Russell Global Real Estate Securities Fund	65,608	7,975	21,774	17,804	5,162	309
Russell U.S. Core Equity Fund	273,720	4,277	62,104	13,299	3,959	—
Russell Multi-Strategy Alternative Fund	93,481	3,206	3,397	28	—	—
Russell U.S. Defensive Equity Fund	134,526	2,354	16,267	3,057	2,158	—
Russell U.S. Dynamic Equity Fund	158,740	1,442	25,707	4,267	925	—
Russell U.S. Small Cap Equity Fund	101,419	2,899	52,400	16,805	1,435	—
Russell Global Opportunistic Credit Fund	94,963	9,264	3,841	50	5,949	48
Russell Strategic Bond Fund	358,716	81,466	47,048	8,795	13,287	428
Russell Emerging Markets Fund	138,511	38,060	5,793	3,865	1,196	—
Russell Global Equity Fund	315,416	4,173	45,763	12,649	3,694	—
Russell International Developed Markets Fund	436,433	55,752	55,625	3,704	7,885	—
	$ 2,407,595	$ 259,740	$ 376,217	$ 82,887	$ 49,334	$ 2,030
Equity Growth Strategy Fund						
Russell Commodity Strategies Fund	$ 48,735	$ 11,663	$ 15,955	$ (1,155)	$ —	$ —
Russell Global Infrastructure Fund	54,954	17,070	6,632	401	1,606	540
Russell Global Real Estate Securities Fund	38,801	5,849	13,536	6,397	2,808	167
Russell Multi-Strategy Alternative Fund	51,929	5,773	4,859	72	—	—
Russell U.S. Core Equity Fund	139,256	3,756	30,995	11,968	2,025	—
Russell U.S. Defensive Equity Fund	57,986	1,787	8,666	1,276	934	—
Russell U.S. Dynamic Equity Fund	99,847	2,116	18,825	2,866	586	—
Russell U.S. Small Cap Equity Fund	54,526	2,690	26,701	7,957	736	—
Russell Global Opportunistic Credit Fund	52,318	31,227	27,594	550	2,570	26
Russell Emerging Markets Fund	81,048	19,637	5,906	1,772	747	—
Russell Global Equity Fund	136,160	4,232	23,182	6,012	1,600	—
Russell International Developed Markets Fund	230,496	34,531	39,009	2,495	4,230	—
	$ 1,046,056	$ 140,331	$ 221,860	$ 40,611	$ 17,842	$ 733
2015 Strategy Fund						
Russell Commodity Strategies Fund	$ 967	$ 650	$ 1,257	$ (147)	$ —	$ —
Russell Global Real Estate Securities Fund	965	650	1,225	179	91	6
Russell U.S. Core Equity Fund	1,534	741	1,837	541	33	—
Russell U.S. Defensive Equity Fund	1,959	917	2,170	659	51	—
Russell U.S. Dynamic Equity Fund	903	486	1,332	158	9	—
Russell U.S. Small Cap Equity Fund	828	406	1,111	414	18	—
Russell Investment Grade Bond Fund	6,970	3,391	7,111	(142)	375	121
Russell Short Duration Bond Fund	1,395	1,730	1,444	(20)	38	5
Russell Strategic Bond Fund	13,945	6,523	14,077	(107)	880	29
Russell Emerging Markets Fund	557	354	817	17	12	—
Russell Global Equity Fund	2,016	945	2,420	523	42	—
Russell International Developed Markets Fund	2,776	1,350	3,655	431	107	—
	$ 34,815	$ 18,143	$ 38,456	$ 2,506	$ 1,656	$ 161
2020 Strategy Fund						

	Fair Value	Purchases Cost	Sales Cost	Realized Gain (Loss)	Income Distributions	Capital Gains Distributions
Russell Commodity Strategies Fund	$ 6,271	$ 1,764	$ 2,879	$ (262)	$ —	$ —
Russell Global Real Estate Securities Fund	5,776	1,436	2,749	489	392	23
Russell U.S. Core Equity Fund	12,638	1,190	5,815	2,724	207	—
Russell U.S. Defensive Equity Fund	12,277	1,203	5,161	1,911	238	—
Russell U.S. Dynamic Equity Fund	8,151	948	5,425	648	61	—
Russell U.S. Small Cap Equity Fund	6,358	654	3,424	1,481	91	—
Russell Investment Grade Bond Fund	27,089	9,400	9,467	(204)	972	297
Russell Strategic Bond Fund	77,473	12,988	26,818	105	3,681	118
Russell Emerging Markets Fund	4,454	1,032	2,553	19	66	—
Russell Global Equity Fund	12,799	1,044	6,274	1,615	199	—
Russell International Developed Markets Fund	20,381	2,650	12,401	688	568	—
	$ 193,667	$ 34,309	$ 82,966	$ 9,214	$ 6,475	$ 438
2025 Strategy Fund						
Russell Commodity Strategies Fund	$ 1,784	$ 938	$ 1,256	$ (127)	$ —	$ —
Russell Global Real Estate Securities Fund	1,373	486	830	64	97	6
Russell U.S. Core Equity Fund	4,373	778	2,546	686	75	—
Russell U.S. Defensive Equity Fund	3,181	528	1,576	444	65	—
Russell U.S. Dynamic Equity Fund	3,032	633	2,161	258	24	—
Russell U.S. Small Cap Equity Fund	1,781	351	1,162	410	26	—
Russell Investment Grade Bond Fund	923	1,419	479	(18)	9	—
Russell Strategic Bond Fund	18,471	7,398	9,793	(274)	884	28
Russell Emerging Markets Fund	1,333	529	956	(12)	20	—
Russell Global Equity Fund	3,585	623	2,077	424	57	—
Russell International Developed Markets Fund	6,210	1,309	4,017	331	177	—
	$ 46,046	$ 14,992	$ 26,853	$ 2,186	$ 1,434	$ 34
2030 Strategy Fund						
Russell Commodity Strategies Fund	$ 9,439	$ 2,461	$ 2,659	$ (160)	$ —	$ —
Russell Global Real Estate Securities Fund	6,551	1,524	2,289	425	398	24
Russell U.S. Core Equity Fund	23,040	1,382	7,158	1,996	330	—
Russell U.S. Defensive Equity Fund	13,913	1,015	3,262	1,476	238	—
Russell U.S. Dynamic Equity Fund	15,078	1,045	5,604	676	96	—
Russell U.S. Small Cap Equity Fund	9,589	863	4,020	1,444	122	—
Russell Strategic Bond Fund	46,301	15,882	9,110	(154)	1,737	52
Russell Emerging Markets Fund	6,602	1,444	2,608	(30)	84	—
Russell Global Equity Fund	16,785	952	5,342	1,221	224	—
Russell International Developed Markets Fund	31,243	2,625	13,337	(805)	747	—
	$ 178,541	$ 29,193	$ 55,389	$ 6,089	$ 3,976	$ 76
2035 Strategy Fund						
Russell Commodity Strategies Fund	$ 1,774	$ 1,337	$ 951	$ (81)	$ —	$ —
Russell Global Real Estate Securities Fund	1,483	857	759	(15)	83	5
Russell U.S. Core Equity Fund	4,806	1,878	2,139	214	68	—
Russell U.S. Defensive Equity Fund	2,408	987	1,070	90	41	—
Russell U.S. Dynamic Equity Fund	3,446	1,333	1,621	134	22	—
Russell U.S. Small Cap Equity Fund	1,932	640	923	163	20	—
Russell Strategic Bond Fund	3,006	1,883	1,374	(49)	117	3
Russell Emerging Markets Fund	1,350	811	718	(45)	14	—
Russell Global Equity Fund	3,449	1,289	1,509	122	39	—
Russell International Developed Markets Fund	6,290	2,601	2,917	63	124	—
	$ 29,944	$ 13,616	$ 13,981	$ 596	$ 528	$ 8
2040 Strategy Fund						
Russell Commodity Strategies Fund	$ 8,290	$ 2,898	$ 1,916	$ (104)	$ —	$ —
Russell Global Real Estate Securities Fund	6,933	1,594	1,850	151	390	23
Russell U.S. Core Equity Fund	22,460	1,646	5,028	1,354	304	—
Russell U.S. Defensive Equity Fund	11,261	971	2,191	853	185	—
Russell U.S. Dynamic Equity Fund	16,112	1,545	4,761	583	97	—
Russell U.S. Small Cap Equity Fund	9,031	881	2,901	1,024	102	—
Russell Strategic Bond Fund	14,018	4,198	3,467	(41)	556	17
Russell Emerging Markets Fund	6,282	1,404	1,745	(28)	73	—
Russell Global Equity Fund	16,084	1,125	3,842	820	198	—

	Fair Value	Purchases Cost	Sales Cost	Realized Gain (Loss)	Income Distributions	Capital Gains Distributions
Russell International Developed Markets Fund	29,350	2,960	8,632	(179)	636	—
	$ 139,821	$ 19,222	$ 36,333	$ 4,433	$ 2,541	$ 40
2045 Strategy Fund						
Russell Commodity Strategies Fund	$ 973	$ 628	$ 275	$ (20)	$ —	$ —
Russell Global Real Estate Securities Fund	810	380	204	(3)	39	2
Russell U.S. Core Equity Fund	2,608	799	578	27	31	—
Russell U.S. Defensive Equity Fund	1,306	433	291	14	19	—
Russell U.S. Dynamic Equity Fund	1,870	582	467	20	10	—
Russell U.S. Small Cap Equity Fund	1,051	283	284	34	10	—
Russell Strategic Bond Fund	1,636	876	370	(9)	55	2
Russell Emerging Markets Fund	733	371	215	(6)	7	—
Russell Global Equity Fund	1,872	553	410	13	19	—
Russell International Developed Markets Fund	3,420	1,116	772	11	60	—
	$ 16,279	$ 6,021	$ 3,866	$ 81	$ 250	$ 4
2050 Strategy Fund						
Russell Commodity Strategies Fund	$ 1,188	$ 651	$ 239	$ (20)	$ —	$ —
Russell Global Real Estate Securities Fund	995	448	252	(3)	47	3
Russell U.S. Core Equity Fund	3,184	888	700	41	39	—
Russell U.S. Defensive Equity Fund	1,592	461	339	13	24	—
Russell U.S. Dynamic Equity Fund	2,289	642	554	33	12	—
Russell U.S. Small Cap Equity Fund	1,294	314	337	49	12	—
Russell Strategic Bond Fund	1,991	1,019	458	(11)	67	2
Russell Emerging Markets Fund	895	393	222	(6)	8	—
Russell Global Equity Fund	2,288	628	505	24	23	—
Russell International Developed Markets Fund	4,178	1,276	964	18	73	—
	$ 19,894	$ 6,720	$ 4,570	$ 138	$ 305	$ 5
2055 Strategy Fund						
Russell Commodity Strategies Fund	$ 140	$ 100	$ 30	$ (1)	$ —	$ —
Russell Global Real Estate Securities Fund	117	67	24	(1)	4	—
Russell U.S. Core Equity Fund	375	168	80	1	4	—
Russell U.S. Defensive Equity Fund	188	88	39	—	3	—
Russell U.S. Dynamic Equity Fund	270	122	63	2	1	—
Russell U.S. Small Cap Equity Fund	152	65	42	2	1	—
Russell Strategic Bond Fund	235	150	45	(1)	7	—
Russell Emerging Markets Fund	106	61	24	(1)	1	—
Russell Global Equity Fund	270	121	57	1	2	—
Russell International Developed Markets Fund	492	230	105	2	6	—
	$ 2,345	$ 1,172	$ 509	$ 4	$ 29	$ —
In Retirement Fund						
Russell Commodity Strategies Fund	$ 1,462	$ 448	$ 669	$ (44)	$ —	$ —
Russell Global Real Estate Securities Fund	1,462	511	822	215	99	6
Russell U.S. Core Equity Fund	2,153	429	1,109	477	34	—
Russell U.S. Defensive Equity Fund	2,955	527	1,447	581	58	—
Russell U.S. Dynamic Equity Fund	1,240	293	891	107	9	—
Russell U.S. Small Cap Equity Fund	1,007	221	647	271	14	—
Russell Investment Grade Bond Fund	11,359	2,434	4,702	16	467	149
Russell Short Duration Bond Fund	4,547	853	1,946	26	118	23
Russell Strategic Bond Fund	22,723	4,644	9,338	223	1,101	35
Russell Emerging Markets Fund	679	244	447	25	10	—
Russell Global Equity Fund	3,163	673	1,987	426	48	—
Russell International Developed Markets Fund	3,960	1,007	2,620	381	105	—
	$ 56,710	$ 12,284	$ 26,625	$ 2,704	$ 2,063	$ 213

5. Federal Income Taxes

At October 31, 2013, the following Funds had net tax basis capital loss carryforwards which may be applied against any net realized taxable gains in each succeeding year or until their respective expiration dates, whichever occurs first. Available capital loss carryforwards and expiration dates are as follows:

	10/31/2017	10/31/2018	10/31/2019	No Expiration Short Term	No Expiration Long-Term	Totals
Moderate Strategy Fund	$ —	$ 19,038,058	$ —	$ —	$ —	$ 19,038,058
Balanced Strategy Fund	—	140,623,060	17,026,526	—	—	157,649,586
Growth Strategy Fund	3,085,558	268,001,981	25,244,054	—	—	296,331,593
Equity Growth Strategy Fund	39,504,656	171,652,158	19,352,964	—	—	230,509,778
2030 Strategy Fund	—	2,221,994	1,098,253	—	—	3,320,247
2040 Strategy Fund	—	22,189	629,168	—	—	651,357

Under the Regulated Investment Company Modernization Act of 2010, the Funds will be permitted to carry forward capital losses incurred in taxable years beginning after December 22, 2010 for an unlimited period. However, any losses incurred during those future taxable years will be required to be utilized prior to the losses incurred in pre-enactment taxable years. As a result of this ordering rule, pre-enactment capital loss carryforwards may be more likely to expire unused. Additionally, post-enactment capital losses that are carried forward will retain their character as either short-term or long-term capital losses rather than being considered all short-term as under previous law.

At October 31, 2013, the cost of investments and net unrealized appreciation (depreciation) for income tax purposes were as follows:

	Conservative Strategy Fund	Moderate Strategy Fund	Balanced Strategy Fund
Cost of Investments	$ 536,103,737	$ 832,597,568	$ 3,424,270,654
Unrealized Appreciation	$ 56,651,100	$ 121,241,643	$ 489,499,565
Unrealized Depreciation	(1,349,442)	(3,418,605)	(20,033,884)
Net Unrealized Appreciation (Depreciation)	$ 55,301,658	$ 117,823,038	$ 469,465,681
Undistributed Ordinary Income	$ 1,030,343	$ 217,651	$ 639,773
Undistributed Long-Term Capital Gains (Capital Loss Carryforward)	$ 10,362,723	$ (19,038,058)	$ (157,649,586)
Tax Composition of Distributions			
Ordinary Income	$ 15,019,305	$ 21,902,684	$ 69,560,839
Long-Term Capital Gains	$ 1,237,323	$ —	$ —

	Growth Strategy Fund	Equity Growth Strategy Fund	2015 Strategy Fund
Cost of Investments	$ 2,067,809,267	$ 911,396,178	$ 29,561,188
Unrealized Appreciation	$ 359,701,091	$ 150,326,480	$ 5,369,992
Unrealized Depreciation	(19,915,408)	(15,666,438)	(116,346)
Net Unrealized Appreciation (Depreciation)	$ 339,785,683	$ 134,660,042	$ 5,253,646
Undistributed Ordinary Income	$ —	$ —	$ 51,661
Undistributed Long-Term Capital Gains (Capital Loss Carryforward)	$ (296,331,593)	$ (230,509,778)	$ 2,406,831
Tax Composition of Distributions			
Ordinary Income	$ 32,082,068	$ 12,803,772	$ 1,584,615
Long-Term Capital Gains	$ —	$ —	$ 717,342
Distributions in Excess	$ 1,153,269	$ 91,421	$ —

	2020 Strategy Fund	2025 Strategy Fund	2030 Strategy Fund
Cost of Investments	$ 154,671,653	$ 36,936,452	$ 131,403,942
Unrealized Appreciation	$ 39,929,414	$ 9,367,442	$ 48,587,001
Unrealized Depreciation	(934,356)	(257,743)	(1,449,510)
Net Unrealized Appreciation (Depreciation)	$ 38,995,058	$ 9,109,699	$ 47,137,491
Undistributed Ordinary Income	$ 1,854	$ —	$ 209
Undistributed Long-Term Capital Gains (Capital Loss Carryforward)	$ 3,552,056	$ 2,066,382	$ (3,320,247)
Tax Composition of Distributions			
Ordinary Income	$ 6,096,277	$ 1,343,599	$ 3,661,367
Long-Term Capital Gains	$ —	$ 1,084,150	$ —

	2035 Strategy Fund	2040 Strategy Fund	2045 Strategy Fund
Cost of Investments	$ 22,248,533	$ 97,521,980	$ 12,248,334
Unrealized Appreciation	$ 7,911,528	$ 43,470,530	$ 4,128,990
Unrealized Depreciation	(216,455)	(1,171,609)	(98,426)
Net Unrealized Appreciation (Depreciation)	$ 7,695,073	$ 42,298,921	$ 4,030,564
Undistributed Ordinary Income	$ 161,573	$ 1,109	$ 51,310
Undistributed Long-Term Capital Gains (Capital Loss Carryforward)	$ 479,959	$ (651,357)	$ 70,564
Tax Composition of Distributions			
Ordinary Income	$ 486,094	$ 2,312,573	$ 230,704
Long-Term Capital Gains	$ 698,820	$ —	$ 251,934

	2050 Strategy Fund	2055 Strategy Fund	In Retirement Fund
Cost of Investments	$ 13,801,520	$ 1,954,217	$ 46,588,815
Unrealized Appreciation	$ 6,222,747	$ 408,185	$ 10,332,537
Unrealized Depreciation	(130,132)	(17,430)	(211,432)
Net Unrealized Appreciation (Depreciation)	$ 6,092,615	$ 390,755	$ 10,121,105
Undistributed Ordinary Income	$ 86,776	$ 7,079	$ 148,619
Undistributed Long-Term Capital Gains (Capital Loss Carryforward)	$ 91,611	$ 1,213	$ 2,176,157
Tax Composition of Distributions			
Ordinary Income	$ 270,413	$ 30,458	$ 1,886,766
Long-Term Capital Gains	$ 145,264	$ 10,588	$ 315,018

As permitted by tax regulations, the Funds intend to defer a late year ordinary loss incurred from January 1, 2013 to October 31, 2013 and treat it as arising in the fiscal year 2014. As of October 31, 2013, the Funds had deferred ordinary losses as follows:

Equity Growth Fund	$ 759,988

6. Interfund Lending Program

The Funds have been granted permission from the Securities and Exchange Commission to participate in a joint lending and borrowing facility. Funds may borrow money from each other for temporary purposes. All such borrowing and lending will be subject to a participating Fund's fundamental investment limitations. A Fund will lend through the program only when the returns are higher than those available from an investment in repurchase agreements or short-term reserves and the portfolio manager determines it is in the best interest of the Fund. The Funds will borrow through the program only when the costs are equal to or lower than the cost of bank loans. Interfund loans and borrowings normally extend overnight, but can have a maximum duration of seven days. Loans may be called on one business day's notice. A participating Fund may have to borrow from a bank at a higher interest rate if an interfund loan is called or not renewed. Any delay in repayment to a Fund could result in reduced returns or additional borrowing costs. For the period ended October 31, 2013, the Funds did not borrow or loan through the interfund lending program.

7. Record Ownership

As of October 31, 2013, the following table includes shareholders of record with greater than 10% of the total outstanding shares of each respective Fund:

	# of Shareholders	%
2015 Strategy Fund	2	34.1
2020 Strategy Fund	2	40.3
2025 Strategy Fund	2	47.7
2030 Strategy Fund	2	39.5
2035 Strategy Fund	1	28.5
2040 Strategy Fund	2	41.3
2045 Strategy Fund	1	28.2
2050 Strategy Fund	2	45.8
2055 Strategy Fund	1	16.5
In Retirement Fund	2	31.1

8. Pending Legal Proceedings

On October 17, 2013, Fred McClure filed a derivative lawsuit against Russell Investment Management Company ("RIMCo") on behalf of ten funds: the Russell Commodity Strategies Fund, Russell Emerging Markets Fund, Russell Global Equity Fund, Russell Global Infrastructure Fund, Russell Global Opportunistic Credit Fund, Russell International Developed Markets Fund, Russell Multi-Strategy Alternative Fund, Russell Strategic Bond Fund, Russell U.S. Small Cap Equity Fund and Russell Global Real Estate Securities Fund. The lawsuit, which was filed in the United States District Court for the District of Massachusetts, seeks recovery under Section 36(b) of the Investment Company Act of 1940, as amended, for the alleged payment of excessive investment management fees to RIMCo. Although this action was purportedly filed on behalf of these ten Funds, none of these ten Funds are themselves a party to the suit. For this reason, no accrual for litigation relating to this matter has been recorded in the financial statements of these funds. The plaintiffs seek recovery of the amount of compensation or payments received from these ten Funds and earnings that would have accrued to plaintiff had that compensation not been paid or, alternatively, rescission of the contracts and restitution of all excessive fees paid. RIMCo intends to vigorously defend the action.

9. Subsequent Events

Management has evaluated the events and/or transactions that have occurred through the date the financial statements were issued and noted no items requiring adjustments of the financial statements or additional disclosures except the following:

Effective on or about January 13, 2014, each Fund's target strategic allocation to the Underlying Funds in which it invests will be modified. The changes to the target strategic allocation may be implemented throughout the month of January.

Target Strategic Asset Allocation of the Funds to the Underlying Funds on or about January 13, 2014*

	Asset Allocation Targets as of January 13, 2014*				
Underlying Funds	Conservative Strategy Fund	Moderate Strategy Fund	Balanced Strategy Fund	Growth Strategy Fund	Equity Growth Strategy Fund
Alternative Funds**					
Russell Commodity Strategies Fund	2%	3%	3%	5%	4%
Russell Global Infrastructure Fund	4	5	5	6	6
Russell Global Real Estate Securities Fund	2	3	3	4	4
Russell Multi-Strategy Alternative Fund	2	3	3	4	5
Domestic Equity Funds					
Russell U.S. Core Equity Fund	2	5	8	9	10
Russell U.S. Defensive Equity Fund	3	4	6	6	5
Russell U.S. Dynamic Equity Fund	2	2	6	7	9
Russell U.S. Small Cap Equity Fund	2	4	7	9	10
Fixed Income Funds					
Russell Global Opportunistic Credit Fund	4	4	4	6	8
Russell Investment Grade Bond Fund	15	18	—	—	—
Russell Short Duration Bond Fund	24	—	—	—	—
Russell Strategic Bond Fund	29	33	28	10	—
International Equity Funds					
Russell Emerging Markets Fund	2	4	7	9	10
Russell Global Equity Fund	4	6	10	13	14
Russell International Developed Markets Fund	3	6	10	12	15
	100%	100%	100%	100%	100%

* Prospectus dated March 1, 2013, as supplemented as of November 12, 2013. Actual asset allocation may vary.

** Alternative Funds pursue investment strategies that differ from those of traditional broad market equity or fixed income funds or that seek returns with a low correlation to global equity markets.

Report of Independent Registered Public Accounting Firm

To the Board of Trustees and Shareholders
of Russell Investment Company

In our opinion, the accompanying statements of assets and liabilities, including the schedules of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of Conservative Strategy Fund, Moderate Strategy Fund, Balanced Strategy Fund, Growth Strategy Fund, Equity Growth Strategy Fund, 2015 Strategy Fund, 2020 Strategy Fund, 2025 Strategy Fund, 2030 Strategy Fund, 2035 Strategy Fund, 2040 Strategy Fund, 2045 Strategy Fund, 2050 Strategy Fund, 2055 Strategy Fund, and In Retirement Fund (fifteen of the portfolios constituting Russell Investment Company LifePoints Funds, hereafter collectively referred to as the "Funds") at October 31, 2013, the results of each of their operations for the year then ended, the changes in each of their net assets for each of the two years in the period then ended and the financial highlights for each of the periods presented, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Funds' management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at October 31, 2013 by correspondence with the transfer agent, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP

Seattle, Washington
December 23, 2013

Russell Investment Company
LifePoints® Funds

Tax Information — October 31, 2013 (Unaudited)

For the tax year ended October 31, 2013, the Funds hereby designate 100%, or the maximum amount allowable, of its net taxable income as qualified dividends taxed at individual net capital gain rates.

For the tax year ended October 31, 2013, the Funds hereby designate under Section 871(k)(2)(c) of the Code, the maximum amount allowable as a short term capital gain dividend for purposes of the tax imposed under Section 871(a)(1)(A) of the Code. This applies to nonresident alien shareholders only.

The Form 1099 you receive in January 2014 will show the tax status of all distributions paid to your account in calendar year 2013.

The Funds designate dividends distributed during the fiscal year as qualifying for the dividends received deduction for corporate shareholders as follows:

Conservative Strategy	5.5%
Moderate Strategy	10.5%
Balanced Strategy	18.1%
Growth Strategy	30.1%
Equity Growth Strategy	40.3%
2015 Strategy	7.2%
2020 Strategy	10.0%
2025 Strategy	13.9%
2030 Strategy	20.7%
2035 Strategy	23.0%
2040 Strategy	28.5%
2045 Strategy	25.0%
2050 Strategy	23.0%
2055 Strategy	25.9%
In Retirement Fund	6.3%

Pursuant to Section 852 of the Internal Revenue Code, the Funds designate the following amounts as long-term capital gain dividends for their taxable year ended October 31, 2013:

Conservative Strategy	$ 1,237,323
2015 Strategy	$ 717,342
2025 Strategy	$ 1,084,150
2035 Strategy	$ 698,820
2045 Strategy	$ 251,934
2050 Strategy	$ 145,264
2055 Strategy	$ 10,588
In Retirement	$ 315,018

Please consult a tax adviser for any questions about federal or state income tax laws.

The Funds listed below paid foreign taxes and recognized foreign source income during the taxable year ended October 31, 2013. Pursuant to Section 853 of the Internal Revenue Code, the Funds designate the following per share amounts of foreign taxes paid and income earned from foreign sources:

Russell Investment Company
LifePoints® Funds

Tax Information — October 31, 2013 (Unaudited)

Fund Name	Foreign Taxes Paid	Foreign Taxes Paid Per Share	Foreign Source Income	Foreign Source Income Per Share
Conservative Strategy	$65,686	$0.0012	$1,290,657	$0.0242
Moderate Strategy	263,443	0.0032	4,178,068	0.0509
Balanced Strategy	1,479,325	0.0045	24,237,328	0.0740
Growth Strategy	1,196,814	0.0057	19,634,138	0.0942
Equity Growth Strategy	619,762	0.0064	9,967,358	0.1035
2015 Strategy	6,595	0.0020	113,053	0.0349
2020 Strategy	46,580	0.0029	790,861	0.0487
2025 Strategy	13,550	0.0032	230,542	0.0540
2030 Strategy	66,625	0.0045	1,137,848	0.0761
2035 Strategy	13,663	0.0051	232,929	0.0868
2040 Strategy	63,711	0.0057	1,086,689	0.0974
2045 Strategy	7,427	0.0049	126,659	0.0839
2050 Strategy	9,078	0.0042	154,827	0.0716
2055 Strategy	1,070	0.0055	18,242	0.0936
In Retirement	9,430	0.0018	164,172	0.0315

Russell Investment Company
LifePoints® Funds

Basis for Approval of Investment Advisory Contracts — (Unaudited)

Approval of Investment Advisory Agreement

The Investment Company Act of 1940, as amended (the "1940 Act"), requires that the Board of Trustees (the "Board"), including a majority of its members who are not considered to be "interested persons" under the 1940 Act (the "Independent Trustees") voting separately, approve the continuation of the advisory agreement with RIMCo (the "RIMCo Agreement") and the portfolio management contract with each Money Manager of the funds (collectively, the "portfolio management contracts") in which the Funds invest (the "Underlying Funds") on at least an annual basis and that the terms and conditions of the RIMCo Agreement and the terms and conditions of each portfolio management contract provide for its termination if continuation is not approved annually. The Board, including all of the Independent Trustees, considered and approved the continuation of the RIMCo Agreement and the portfolio management contracts at a meeting held in person on April 18, 2013 (the "Annual Agreement Evaluation Meeting") and considered and approved the continuation again at a meeting held in person on August 26-27, 2013 (the "August Agreement Evaluation Meeting," and with the Annual Agreement Evaluation Meeting, the "2013 Agreement Evaluation Meetings"). Approval of the continuation of the RIMCo Agreement and each portfolio management contract at the August Agreement Evaluation Meeting was not required under the 1940 Act or by the terms and conditions of the RIMCo Agreement or portfolio management contracts but rather was considered again to allow a rescheduling of the annual agreement evaluation meetings to later in the calendar year, beginning in 2014, in line with the terms and conditions of the RIMCo Agreement and the portfolio management contracts and the provisions of the 1940 Act requiring that the RIMCo Agreement be approved on an annual basis. During the course of a year, the Trustees receive a wide variety of materials regarding, among other things, the investment performance of the Funds, sales and redemptions of the Funds' and Underlying Funds' shares, management of the Funds and the Underlying Funds and other services provided by RIMCo and compliance with applicable regulatory requirements. In preparation for the review of the RIMCo Agreement at the Annual Agreement Evaluation Meeting, the Independent Trustees, with the advice and assistance of their independent counsel ("Independent Counsel"), also requested and the Board considered (1) information and reports prepared by RIMCo relating to the services provided by RIMCo (and its affiliates) to the Funds and the Underlying Funds; and (2) information (the "Third-Party Information") received from an independent, nationally recognized provider of investment company information comparing the performance of each of the Funds and the Underlying Funds over various periods of time ended December 31, 2012 and their respective operating expenses over various periods of time ended October 31, 2012 or earlier with other peer funds not managed by RIMCo, believed by the provider to be generally comparable in investment objectives to the Funds and the Underlying Funds. In the case of each Fund, its other peer funds are collectively hereinafter referred to as the Fund's "Comparable Funds," and, with the Fund, such Comparable Funds are collectively hereinafter referred to as the Fund's "Performance Universe" in the case of performance comparisons and the Fund's "Expense Universe" in the case of operating expense comparisons. In the case of certain Funds, the Third-Party Information reflected changes in the Comparable Funds requested by RIMCo, which changes were noted in the Third-Party Information. The foregoing and other information received by the Board, including the Independent Trustees, in connection with its evaluations of the RIMCo Agreement and portfolio management contracts are collectively called the "Agreement Evaluation Information." The Trustees' evaluations at the 2013 Agreement Evaluation Meetings also reflected the knowledge and familiarity gained as Board members of the Funds and the other RIMCo-managed funds for which the Board has supervisory responsibility ("Other Russell Funds") with respect to services provided by RIMCo, RIMCo's affiliates and each Money Manager. Prior to the 2013 Agreement Evaluation Meetings, the Trustees received a memorandum from counsel to the Funds and the Underlying Funds ("Fund Counsel") discussing the legal standards for their consideration of the continuations of the RIMCo Agreement and the portfolio management contracts, and the Independent Trustees separately received a memorandum regarding their responsibilities from Independent Counsel.

On April 9, 2013, the Independent Trustees, in preparation for the Annual Agreement Evaluation Meeting, met by conference telephone call to review the Agreement Evaluation Information received to that date in a private session with Independent Counsel at which no representatives of RIMCo or the Funds' management were present and, on the basis of that review, requested additional Agreement Evaluation Information. On April 17, 2013, the Independent Trustees met in person in a private session with Independent Counsel to review additional Agreement Evaluation Information received to that date. At the Annual Agreement Evaluation Meeting, the Board, including the Independent Trustees, reviewed the proposed continuance of the RIMCo Agreement and the portfolio management contracts with RIMCo, Fund management, Independent Counsel and Fund Counsel. Presentations made by RIMCo at the Annual Agreement Evaluation Meeting as part of this review encompassed the Funds and all Other Russell Funds. Information received by the Board, including the Independent Trustees, at the Annual Agreement Evaluation Meeting is included in the Agreement Evaluation Information. Prior to voting at the Annual Agreement Evaluation Meeting, the non-management members of the Board, including the Independent Trustees, met in executive session with Fund Counsel and Independent Counsel to consider additional Agreement Evaluation Information received from RIMCo and management at the Annual Agreement Evaluation Meeting.

In preparation for the August Agreement Evaluation Meeting, the Independent Trustees informed RIMCo of their intention to rely substantially upon the Agreement Evaluation Information in considering the continuation of the RIMCo Agreement if, and to the extent that, such information continued to be accurate and complete as of the date of the August Agreement Evaluation Meeting and such Agreement Evaluation Information continued to provide such information as would be reasonably necessary to evaluate the terms of the RIMCo Agreement. The Board requested that RIMCo provide any and all updated or supplemental information which, taken together with the Agreement Evaluation Information, would be reasonably necessary for the Board to consider at the August Agreement Evaluation Meeting the continuation of the RIMCo Agreement and the portfolio management contracts ("Supplemental Agreement Evaluation Information").

At the August Agreement Evaluation Meeting, the Independent Trustees met in a private session with Independent Counsel, at which no representatives of RIMCo or the Fund's management were present, to review the proposed continuance of the RIMCo Agreement and the portfolio management contracts in light of the Agreement Evaluation Information, including the Third-Party Information and the Supplemental Agreement Evaluation Information. The Independent Trustees recalled and considered the factors and the findings that they reached in respect of those factors at the Annual Agreement Evaluation Meeting based upon the Agreement Evaluation Information, including the presentations made and the discussions that took place at that meeting, and reviewed the Supplemental Agreement Evaluation Information received to that date. The Independent Trustees noted that the Annual Agreement Evaluation Meeting preceded the August Agreement Evaluation Meeting by only four months and that the Supplemental Agreement Evaluation Information did not include any information that, in their judgment, adversely affected the bases of their evaluations and findings at the Annual Agreement Evaluation Meeting. At the August Agreement Evaluation Meeting, materials provided and presentations made by RIMCo again encompassed the Funds. Among other things, RIMCo provided updated performance information for the Funds in the quarterly information and reports. Information received by the Board, including the Independent Trustees, at the August Agreement Evaluation Meeting, including regular quarterly information and reports, is included in the Supplemental Agreement Evaluation Information. Prior to voting at the August Agreement Evaluation Meeting, the non-management members of the Board, including the Independent Trustees, met in executive session with Fund Counsel and Independent Counsel to consider continuation of the RIMCo Agreement and the portfolio management contracts in light of the Agreement Evaluation Information, the Supplemental Agreement Evaluation Information and discussions and reviews conducted at the 2013 Agreement Evaluation Meetings.

The discussion below reflects all of the above reviews.

In evaluating the portfolio management contracts at the 2013 Agreement Evaluation Meetings, the Board considered that each of the Underlying Funds employs a manager-of-managers method of investment and RIMCo's advice that the Underlying Funds, in employing a manager-of-managers method of investment, operate in a manner that is distinctly different from most other investment companies. In the case of most other investment companies, an advisory fee is paid by the investment company to its adviser which, in turn, employs and compensates individual portfolio managers to make specific securities selections consistent with the adviser's style and investment philosophy. RIMCo has engaged multiple unaffiliated Money Managers for all Underlying Funds.

The Board considered that RIMCo (rather than any Money Manager) is responsible under the RIMCo Agreement for allocating assets of each Fund among its Underlying Funds and for determining, implementing and maintaining the investment program for each Underlying Fund. The assets of each Fund are invested in different combinations of the Underlying Funds pursuant to target asset allocations set by RIMCo. RIMCo may modify the target asset allocation for any Fund and/or the Underlying Funds in which the Funds invest. Assets of each Underlying Fund generally have been allocated among the multiple Money Managers selected by RIMCo, subject to Board approval, for that Underlying Fund. RIMCo manages the investment of each Underlying Fund's cash and also may manage directly any portion of each Underlying Fund's assets that RIMCo determines not to allocate to the Money Managers and portions of an Underlying Fund during transitions between Money Managers. In all cases, Underlying Fund assets are managed directly by RIMCo pursuant to authority provided by the RIMCo Agreement.

RIMCo is responsible for selecting, subject to Board approval, Money Managers for each Underlying Fund and for actively managing allocations and reallocations of its assets among the Money Managers. The Board has been advised that RIMCo's goal with respect to the Underlying Funds is to construct and manage diversified portfolios in a risk-aware manner. Each Money Manager for an Underlying Fund in effect performs the function of an individual portfolio manager who is responsible for selecting portfolio securities for the portion of the Underlying Fund assigned to it by RIMCo (each, a "segment") in accordance with the Underlying Fund's applicable investment objective, policies and restrictions, any constraints placed by RIMCo upon their selection of portfolio securities and the Money Manager's specified role in an Underlying Fund. RIMCo is responsible for, among other things, communicating performance expectations to each Money Manager; supervising compliance by each Money Manager with each Underlying Fund's investment objective and policies;

authorizing Money Managers to engage in certain investment strategies for an Underlying Fund; and recommending annually to the Board whether portfolio management contracts should be renewed, modified or terminated. In addition to its annual recommendation as to the renewal, modification or termination of portfolio management contracts, RIMCo is responsible for recommending to the Board additions of new Money Managers or replacements of existing Money Managers at any time when, based on RIMCo's research and ongoing review and analysis, such actions are appropriate. RIMCo may impose specific investment constraints from time to time for each Money Manager intended to capitalize on the strengths of that Money Manager or to coordinate the investment activities of Money Managers for an Underlying Fund in a complementary manner. Therefore, RIMCo's selection of Money Managers is made not only on the basis of performance considerations but also on the basis of anticipated compatibility with other Money Managers in the same Underlying Fund. In light of the foregoing, the overall performance of each Underlying Fund over appropriate periods reflects, in great part, the performance of RIMCo in designing the Underlying Fund's investment program, structuring an Underlying Fund, selecting an effective Money Manager with a particular investment style or sub-style for a segment that is complementary to the styles of the Money Managers of other Underlying Fund segments, and allocating assets among the Money Managers in a manner designed to achieve the objectives of the Underlying Fund.

The Board considered that the prospectuses for the Funds and the Underlying Funds and other public disclosures emphasize to investors RIMCo's role as the principal investment manager for each Underlying Fund, rather than the investment selection role of the Underlying Funds' Money Managers, and describe the manner in which the Funds or Underlying Funds operate so that investors may take that information into account when deciding to purchase shares of any such Fund. The Board further considered that Fund investors in pursuing their investment goals and objectives likely purchased their shares on the basis of this information and RIMCo's reputation for and performance record in managing the Underlying Funds' manager-of-managers structure.

The Board also considered the demands and complexity of managing the Underlying Funds pursuant to the manager-of-managers structure, the special expertise of RIMCo with respect to the manager-of-managers structure of the Underlying Funds and the likelihood that, at the current expense ratio of each Underlying Fund, there would be no acceptable alternative investment managers to replace RIMCo on comparable terms given the need to continue the manager-of-managers strategy of such Underlying Fund selected by shareholders in purchasing their shares of a Fund or Underlying Fund.

In addition to these general factors relating to the manager-of-managers structure of the Underlying Funds, the Trustees at the 2013 Agreement Evaluation Meetings considered, with respect to each Fund and Underlying Fund, various specific factors in evaluating renewal of the RIMCo Agreement, including the following:

1. The nature, scope and overall quality of the investment management and other services provided, and expected to be provided, to the Fund or the Underlying Fund by RIMCo;

2. The advisory fee paid by the Fund or the Underlying Fund to RIMCo (the "Advisory Fee") and the fact that it encompasses all investment advisory fees paid by the Fund or Underlying Fund, including the fees for any Money Managers of such Underlying Fund;

3. Information provided by RIMCo as to other fees and benefits received by RIMCo or its affiliates from the Fund or Underlying Fund, including any administrative or transfer agent fees and any fees received for management of securities lending cash collateral, soft dollar arrangements and commissions in connection with portfolio securities transactions;

4. Information provided by RIMCo as to expenses incurred by the Fund or the Underlying Fund;

5. Information provided by RIMCo as to the profits that RIMCo derives from its mutual fund operations generally and from the Fund or Underlying Fund; and

6. Information provided by RIMCo concerning economies of scale and whether any scale economies are adequately shared with the Fund or the Underlying Fund.

In evaluating the nature, scope and overall quality of the investment management and other services provided, and which are expected to be provided, to the Funds, including Fund portfolio management services, the Board at the 2013 Agreement Evaluation Meetings discussed with senior representatives of RIMCo the impact on the Funds' operations of changes in RIMCo's senior management and other personnel providing investment management and other services to the Funds during the prior year. The Board was not advised of any expected diminution in the nature, scope or quality of the investment advisory or other services provided to the Funds or the Underlying Funds from such changes at either of the 2013 Agreement Evaluation Meetings. The Board also discussed the impact of organizational changes on the compliance programs of the Funds, the Underlying Funds and RIMCo with the Funds' Chief Compliance

Officer (the "CCO") and received assurances from the CCO that such changes have not resulted in any diminution in the scope and quality of the compliance programs of the Funds or the Underlying Funds.

As noted above, RIMCo, in addition to managing the investment of each Underlying Fund's cash, may directly manage a portion of certain Underlying Funds (the "Participating Underlying Funds") pursuant to the RIMCo Agreement, the actual allocation being determined from time to time by the Participating Underlying Funds' RIMCo portfolio manager. During 2012, RIMCo implemented a strategy of managing a portion of the assets of the Participating Underlying Funds to modify such Funds' overall portfolio characteristics by investing in securities or other instruments that RIMCo believes will achieve the desired risk/return profiles for such Participating Underlying Funds. RIMCo monitors and assesses Participating Underlying Fund characteristics, including risk, using a variety of measurements, such as tracking error, and may seek to manage Participating Underlying Fund characteristics consistent with the Funds' investment objectives and strategies. Participating Underlying Fund characteristics may be managed with the goal to increase or decrease exposures (such as volatility, momentum, value, growth, capitalization size, industry or sector) or to offset undesired relative over or underweights in order to seek to achieve the desired risk/return profile for the Participating Underlying Fund. RIMCo may use an index replication or sampling strategy by selecting an index which represents the desired exposure, or may utilize quantitative or qualitative analysis or quantitative models designed to assess Participating Underlying Fund characteristics and identify a portfolio which provides the desired exposure. Based on this, for the portion of a Participating Underlying Fund's assets directly managed by RIMCo, RIMCo may purchase common stocks, exchange-traded funds, exchange-traded notes, short-term investments or derivatives, including futures, forwards, options and/or swaps, in order to seek to achieve the desired risk/return profile for the Participating Underlying Fund. RIMCo's direct management of assets for these purposes is hereinafter referred to as the "Direct Management Services." RIMCo also may reallocate Underlying Fund assets among Money Managers, increase Underlying Fund cash reserves, determine to not be fully invested, or adjust exposures through the cash equitization process. RIMCo's Direct Management Services are not intended, and are not expected, to be a primary driver of Participating Underlying Funds' investment results, although the services may have a positive or negative impact on investment results, but rather are intended to enhance incrementally the ability of Funds to carry out their investment programs. The Board considered that during the period, and to the extent that RIMCo employs its Direct Management Services in respect of Participating Underlying Funds, RIMCo is not required to pay investment advisory fees to a Money Manager with respect to Participating Underlying Fund assets that are directly managed and that the profits derived by RIMCo generally and from the Participating Underlying Funds consequently may be increased incrementally. The Board, however, also considered the potential benefits of the Direct Management Services to Participating Underlying Funds and the Funds; the limited amount of assets that are managed directly by RIMCo pursuant to the Direct Management Services; and the fact that the aggregate investment Advisory Fees paid by the Participating Underlying Funds are not increased as a result of RIMCo's direct management of Participating Underlying Fund assets as part of the Direct Management Services or otherwise.

In evaluating the reasonableness of the Funds' and Underlying Funds' Advisory Fees in light of Fund and Underlying Fund performance, the Board considered that, in the Agreement Evaluation Information and at past meetings, RIMCo noted differences between the investment strategies of certain Underlying Funds and their respective Comparable Funds in pursuing their investment objectives. The Board noted RIMCo's further past advice that the strategies pursued by the Underlying Funds, among other things, are intended to result in less volatile, more moderate returns relative to each Underlying Fund's performance benchmark rather than more volatile, more extreme returns that its Comparable Funds may experience over time.

The Third-Party Information included, among other things, comparisons of the Funds' Advisory Fees with the advisory fees of their Comparable Funds on an actual basis (i.e., giving effect to any voluntary fee waivers implemented by RIMCo and the advisers to such Fund's Comparable Funds). The Third-Party Information, among other things, showed that the Conservative Strategy Fund, Moderate Strategy Fund, Balanced Strategy Fund and Growth Strategy Fund each had an Advisory Fee which, compared with its Comparable Funds' advisory fees on an actual basis, was ranked in the fourth or fifth quintile of its Expense Universe for that expense component. In these rankings, the first quintile represents funds with the lowest investment advisory fees among funds in the Expense Universe and the fifth quintile represents funds with the highest investment advisory fees among the Expense Universe funds. The comparisons were based upon the latest fiscal years for the Expense Universe funds. The Board further considered RIMCo's explanation of the reasons for these Funds' actual Advisory Fee rankings and its belief that the Funds' Advisory Fees are fair and reasonable under the circumstances, notwithstanding such comparisons.

In discussing the Advisory Fees for the Underlying Funds generally, RIMCo noted, among other things, that its Advisory Fees for the Underlying Funds encompass services that may not be provided by investment advisers to the Underlying Funds' Comparable Funds, such as cash equitization and management of portfolio transition costs when Money Managers are added, terminated or replaced. RIMCo also observed that its "margins" in providing investment advisory services to the Underlying Funds tend to be lower than competitors'

margins because of the demands and complexities of managing the Underlying Funds' manager-of-managers structure, including RIMCo's payment of a significant portion of the Underlying Funds' Advisory Fees to their Money Managers. RIMCo expressed the view that Advisory Fees should be considered in the context of a Fund's or Underlying Fund's total expense ratio to obtain a complete picture. The Board, however, considered each Fund's and Underlying Fund's Advisory Fee on both a standalone basis and in the context of the Fund's or Underlying Fund's total expense ratio.

Based upon information provided by RIMCo, the Board considered for each Fund and Underlying Fund whether economies of scale have been realized and whether the Advisory Fee for such Fund or Underlying Fund appropriately reflects or should be revised to reflect any such economies. The Board considered, among other things, the variability of Money Manager investment advisory fees and other factors associated with the manager-of-managers structure employed by the Underlying Funds.

The Board also considered, as a general matter, that fees payable to RIMCo by institutional clients with investment objectives similar to those of the Funds, the Underlying Funds and Other Russell Funds are lower, and, in some cases, may be substantially lower, than the rates paid by the Funds, the Underlying Funds and Other Russell Funds. The Trustees considered the differences in the nature and scope of services RIMCo provides to institutional clients and the Funds and the Underlying Funds. RIMCo explained, among other things, that institutional clients have fewer compliance, administrative and other needs than the Funds and the Underlying Funds. RIMCo also noted that since the Funds and the Underlying Funds must constantly issue and redeem their shares, they are more difficult to manage than institutional accounts, where assets are relatively stable. In addition, RIMCo noted that the Funds and the Underlying Funds are subject to heightened regulatory requirements relative to institutional clients. The Board noted that RIMCo provides office space and facilities to the Funds and the Underlying Funds and all of the Funds' and Underlying Funds' officers. Accordingly, the Trustees concluded that the services provided to the Funds and Underlying Funds are sufficiently different from the services provided to the other clients that comparisons are not probative and should not be given significant weight.

With respect to the Funds' total expenses, the Third-Party Information showed that total expenses for each of the Balanced Strategy Fund, Growth Strategy Fund, Equity Growth Strategy Fund, 2035 Strategy Fund and 2045 Strategy Fund were ranked in the fourth quintile of its Expense Universe, and the total expenses for each of the other Funds were ranked in the third quintile of its Expense Universe. In these rankings, the first quintile represents funds with the lowest total expenses among funds in the Expense Universe and the fifth quintile represents funds with the highest total expenses among the Expense Universe funds. The Board considered RIMCo's explanation of the rankings and its advice that the Balanced Strategy Fund, Growth Strategy Fund, 2035 Strategy Fund and 2045 Strategy Fund each was within 5 basis points or less from the third quintile of its Expense Universe. The Board considered RIMCo's explanation that administration fees, transfer agency fees, and the indirect expenses of Underlying Funds contributed to the fourth quintile ranking for the Equity Growth Strategy Fund. With respect to the Equity Growth Strategy Fund, the Board considered RIMCo's explanation that the Fund as part of its investment strategy maintains a higher equity allocation than its Comparable Funds. Equity funds generally have higher expense ratios than fixed income funds. The higher equity allocation of the Equity Growth Strategy Fund, and resulting higher indirect expenses of the Underlying Fund investments, made meaningful comparisons with its Comparable Funds difficult.

On the basis of the Agreement Evaluation Information, and other information previously received by the Board from RIMCo during the course of the current year or prior years, or presented at or in connection with the Annual Agreement Evaluation Meeting by RIMCo, the Board, in respect of each Fund and Underlying Fund, at the Annual Agreement Evaluation Meeting found, after giving effect to any applicable waivers and/or reimbursements and considering any differences in the composition and investment strategies of their respective Comparable Funds, (1) the Advisory Fee charged by RIMCo was reasonable in light of the nature, scope and overall quality of the investment management and other services provided, and expected to be provided, to the Funds or Underlying Funds; (2) the relative expense ratio of each Fund and Underlying Fund either was comparable to those of its Comparable Funds or RIMCo had provided an explanation satisfactory to the Board as to why the relative expense ratio was not comparable to those of its Comparable Funds; (3) RIMCo's methodology of allocating expenses of operating funds in the complex was reasonable; (4) other benefits and fees received by RIMCo or its affiliates from the Funds or Underlying Funds were not excessive; (5) RIMCo's profitability with respect to the Funds and each Underlying Fund was not excessive in light of the nature, scope and overall quality of the investment management and other services provided by RIMCo; and (6) the Advisory Fee charged by RIMCo appropriately reflects any economies of scale realized by such Fund or Underlying Fund in light of various factors, including the variability of Money Manager investment advisory fees and other factors associated with the manager-of-managers structure employed by the Underlying Funds. Based upon the Agreement Evaluation Information, the Supplemental Agreement Evaluation Information and other information previously received by the Board from RIMCo during the course of the year, or presented at or in connection with the 2013 Agreement Evaluation Meetings by RIMCo, the Board confirmed each of the foregoing findings at the August Agreement Evaluation Meeting.

The Board at the 2013 Agreement Evaluation Meetings concluded that under the circumstances and based upon RIMCo's performance information and reviews for each Fund and Underlying Fund at the 2013 Agreement Evaluation Meetings, the performance of each of the Funds would be consistent with continuation of the RIMCo Agreement. The Board, in assessing the performance of Funds and Underlying Funds with at least three years of performance history, focused upon performance for the 3-year period ended December 31, 2012 as most relevant, but also considered the Funds' and Underlying Funds' performance for the 1-year and, where applicable, 5-year periods ended such date. In reviewing the performance of the Funds and the Underlying Funds generally, the Board took into consideration the various steps taken by RIMCo during 2012 to enhance the performance of certain Underlying Funds, including a large number of changes in Money Managers and RIMCo's implementation of its Direct Management Services which were not yet reflected in Participating Underlying Fund and Fund investment results.

With respect to the Growth Strategy Fund, the Third-Party Information showed that the Fund's performance was ranked in the second quintile of its Performance Universe for the 1-year period ended December 31, 2012, but its performance was ranked in the fourth and fifth quintiles of its Performance Universe for the 3- and 5-year periods ended such date, respectively. RIMCo noted, among other things, that the performance of the Growth Strategy Fund relative to its Performance Universe was affected negatively by its notable exposure to listed infrastructure securities and commodities, both of which have lagged in the strong equity markets. This exposure, according to RIMCo, is intended to provide diversification benefits and to enhance risk-adjusted returns compared to Comparable Funds which generally have higher concentrations in equities as growth assets and RIMCo believes that the exposures remain appropriate because of the diversification benefits and potential for enhancing the Fund's overall risk-adjusted returns.

With respect to the 2035 Strategy Fund, 2040 Strategy Fund and 2045 Strategy Fund, the Third-Party Information showed that each Fund's performance was ranked in the third quintile of its Performance Universe for the 1-year period ended December 31, 2012, but its performance ranked in the fourth quintile of its Performance Universe for the 3-year period ended December 31, 2012. With respect to the 2050 Strategy Fund, the Third-Party Information showed that the Fund's performance was ranked in the fourth quintile of its Performance Universe for the 1- and 3-year periods ended December 31, 2012. With respect to the 2055 Strategy Fund, the Third-Party Information showed that the Fund's performance was ranked in the fourth quintile of its Performance Universe for the 1-year period ended December 31, 2012. RIMCo explained that the 2035 Strategy Fund, 2040 Strategy Fund, 2045 Strategy Fund, 2050 Strategy Fund and 2055 Strategy Fund each maintains a higher allocation to growth assets than the Performance Universe Average, and that, within growth assets, the Funds maintain notable exposure to commodities, which underperformed equities for the relevant periods. According to RIMCo, these exposures are intended to provide diversification benefits relative to Comparable Funds and remain appropriate because of the diversification and potential for enhancing the Funds' overall risk-adjusted returns. RIMCo's noted that each of the Target Date Funds, except for the 2055 Strategy Fund, outperformed its benchmark for the 1-year period ended December 31, 2012.

In evaluating performance, the Board considered each Fund's and Underlying Fund's absolute performance and performance relative to appropriate benchmarks and indices in addition to such Fund's performance relative to its Comparable Funds. In assessing the Funds' performance relative to their Comparable Funds or benchmarks or in absolute terms, the Board also considered RIMCo's stated investment strategy of managing the Underlying Funds in a risk-aware manner and the extraordinary capital market conditions during 2008 and early 2009 that continue to impact relative performance for the 3- and 5-year periods ended December 31, 2012. The Board also considered the large number of Underlying Fund Money Manager changes that were made in 2012 and that the performance of Money Managers continues to impact Fund and Underlying Fund performances for periods prior and subsequent to their termination, and that any incremental positive or negative impact of the Direct Management Services to Underlying Funds was not yet reflected in the investment results of the Underlying Funds or the Funds.

Based upon its consideration of the foregoing and other relevant factors, the Board at each of the 2013 Agreement Evaluation Meetings concluded that continuation of the RIMCo Agreement on its current terms and conditions would be in the best interests of each Fund and its respective shareholders and voted to approve the continuation of the RIMCo Agreement.

In connection with the 2013 Agreement Evaluation Meetings, with respect to the evaluation of the terms of portfolio management contracts with Money Managers for the Underlying Funds, the Board received and considered information from RIMCo reporting, among other things, for each Money Manager, the Money Manager's performance over various periods; RIMCo's assessment of the performance of each Money Manager; any significant business relationships between the Money Manager and RIMCo or Russell Financial Services, Inc., the Funds' and Underlying Funds' underwriter; and RIMCo's recommendation to retain the Money Manager at the current fee rate, to retain the Money Manager at a reduced fee rate or to terminate the Money Manager. The Board received reports during the course of the year and at the 2013 Agreement Evaluation Meetings from the Funds' CCO regarding her assessments of Money Manager compliance

programs and any compliance issues. RIMCo did not identify any benefits received by Money Managers or their affiliates as a result of their relationships with the Underlying Funds other than benefits from their soft dollar arrangements. The Agreement Evaluation Information described, and at the Annual Agreement Evaluation Meeting the Funds' CCO discussed, oversight of Money Manager soft dollar arrangements. The Agreement Evaluation Information expressed RIMCo's belief that, based upon certifications from Money Managers and pre-hire and ongoing reviews of Money Manager soft dollar arrangements, policies and procedures, the Money Managers' soft dollar arrangements, policies and procedures are consistent with applicable legal standards and with disclosures made by Money Managers in their investment adviser registration statements filed with the Securities and Exchange Commission and by the Underlying Funds in their registration statements. At the Annual Agreement Evaluation Meeting, the Board was advised that, in the case of Money Managers using soft dollar arrangements, the CCO monitors, among other things, the commissions paid by the Underlying Funds and percentage of Underlying Fund transactions effected pursuant to the soft-dollar arrangements, as well as the products or services purchased by the Money Managers with soft dollars generated by Underlying Fund portfolio transactions. The CCO and RIMCo do not obtain, and therefore neither the Agreement Evaluation Information nor the Supplemental Agreement Evaluation Information included information regarding the value of soft dollar benefits derived by Money Managers from Underlying Fund portfolio transactions. At the Annual Agreement Evaluation Meeting, RIMCo noted that it planned to recommend termination of certain Money Managers to the Board at the May 2013 meeting, with each recommended termination to become effective on a date following the Annual Agreement Evaluation Meeting. Notwithstanding these planned terminations, RIMCo recommended at the Annual Agreement Evaluation Meeting that each Money Manager be retained at its current fee rate. At the August 27, 2013 meeting, RIMCo recommended and the Board approved the termination of certain Money Managers, with each termination to become effective prior to the expiration of the Money Manager's existing portfolio management contract. With the exception of these Money Managers, RIMCo recommended at the August Agreement Evaluation Meeting that each Money Manager be retained at its current fee rate. In doing so, RIMCo, as it has in the past, advised the Board that it does not regard Money Manager profitability as relevant to its evaluation of the portfolio management contracts with Money Managers because the willingness of Money Managers to serve in such capacity depends upon arm's-length negotiations with RIMCo; RIMCo is aware of the fees charged by Money Managers to other clients; and RIMCo believes that the fees agreed upon with Money Managers are reasonable in light of the anticipated quality of investment advisory services to be rendered. In its evaluations at the 2013 Agreement Evaluation Meetings, the Board accepted RIMCo's explanation of the relevance of Money Manager profitability in light of RIMCo's belief that such fees are reasonable; the Board's findings as to the reasonableness of the Advisory Fee paid by each Fund and Underlying Fund; and the fact that each Money Manager's fee is paid by RIMCo.

Based substantially upon RIMCo's recommendations, together with the Agreement Evaluation Information, the Board at the Annual Agreement Evaluation Meeting concluded that the fees paid to the Money Managers of each Underlying Fund are reasonable in light of the quality of the investment advisory services provided and that continuation of the portfolio management contract with each Money Manager of each Underlying Fund would be in the best interests of such Underlying Fund and its shareholders. The Board on the basis of the Agreement Evaluation Information and the Supplemental Agreement Evaluation Information confirmed such conclusions at the August Agreement Evaluation Meeting.

In their deliberations at the 2013 Agreement Evaluation Meetings, the Trustees did not identify any particular information as to the RIMCo Agreement or, other than RIMCo's recommendation, the portfolio management contract with any Money Manager for an Underlying Fund that was all-important or controlling and each Trustee attributed different weights to the various factors considered. The Trustees evaluated all information available to them on a Fund-by-Fund basis and their determinations were made in respect of each Fund and Underlying Fund.

Prior to the Annual Agreement Evaluation Meeting, the Board received a proposal from RIMCo at a meeting held on December 4, 2012 to effect Money Manager changes for the Russell Global Equity Fund, Russell International Developed Markets Fund, Russell Emerging Markets Fund, Russell Global Infrastructure Fund and Russell Multi-Strategy Alternative Fund, and at that same meeting to effect Money Manager changes for the Russell U.S. Small Cap Equity Fund, Russell U.S. Dynamic Equity Fund, Russell U.S. Strategic Equity Fund, Russell Strategic Bond Fund, Russell Investment Grade Bond Fund and Russell Multi-Strategy Alternative Fund, resulting from a Money Manager change of control for one of each Fund's Money Managers. In the case of each proposed change, the Trustees approved the terms of the proposed portfolio management contract based upon RIMCo's recommendation to hire the Money Manager at the proposed fee rate; information as to any significant business relationships between the Money Manager and RIMCo or Russell Financial Services, Inc., the Fund's underwriter; the CCO's evaluation of the Money Manager's compliance program, policies and procedures, and certification that they were consistent with applicable legal standards; RIMCo's explanation as to the lack of relevance of profitability to the evaluation of portfolio management contracts with Money Managers because the willingness of Money Managers to serve in such capacity depends upon arm's-length negotiations with RIMCo; RIMCo's awareness of the fees charged by the Money Manager to other clients; and RIMCo's belief that the proposed investment advisory fees would be reasonable in light of

the anticipated quality of investment advisory services to be rendered. The Trustees also considered their findings at their April 24, 2012 meeting as to the reasonableness of the aggregate investment advisory fees paid by the Funds, and the fact that the aggregate investment advisory fees paid by the Funds would not increase as a result of the implementation of the proposed Money Manager changes because the Money Managers' investment advisory fees are paid by RIMCo.

Prior to the August Agreement Evaluation Meeting, the Board received a proposal from RIMCo at a meeting held on May 21, 2013 to effect Money Manager changes for the Russell U.S. Core Equity Fund, Russell International Developed Markets Fund, Russell Global Equity Fund and Russell Multi-Strategy Alternative Fund. In the case of each proposed change, the Trustees approved the terms of the proposed portfolio management contract based upon RIMCo's recommendation to hire the Money Manager at the proposed fee rate; information as to any significant business relationships between the Money Manager and RIMCo or Russell Financial Services, Inc., the Fund's underwriter; the CCO's evaluation of the Money Manager's compliance program, policies and procedures, and certification that they were consistent with applicable legal standards; RIMCo's explanation as to the lack of relevance of profitability to the evaluation of portfolio management contracts with Money Managers because the willingness of Money Managers to serve in such capacity depends upon arm's-length negotiations with RIMCo; RIMCo's awareness of the fees charged by the Money Manager to other clients; and RIMCo's belief that the proposed investment advisory fees would be reasonable in light of the anticipated quality of investment advisory services to be rendered. The Trustees also considered their findings at the Annual Agreement Evaluation Meeting as to the reasonableness of the aggregate investment advisory fees paid by the Funds, and the fact that the aggregate investment advisory fees paid by the Funds would not increase as a result of the implementation of the proposed Money Manager changes because the Money Managers' investment advisory fees are paid by RIMCo.

At the August Agreement Evaluation Meeting, the Board received a proposal from RIMCo to effect Money Manager changes for the Russell U.S. Small Cap Equity Fund, Russell Emerging Markets Fund and Russell Multi-Strategy Alternative Fund, and at that same meeting to effect a Money Manager change for the Russell Commodity Strategies Fund resulting from a Money Manager change of control for one of the Fund's Money Managers. In the case of each proposed change, the Trustees approved the terms of the proposed portfolio management contract based upon RIMCo's recommendation to hire the Money Manager at the proposed fee rate;information as to any significant business relationships between the Money Manager and RIMCo or Russell Financial Services, Inc., the Fund's underwriter; the CCO's evaluation of the Money Manager's compliance program, policies and procedures, and certification that they were consistent with applicable legal standards; RIMCo's explanation as to the lack of relevance of profitability to the evaluation of portfolio management contracts with Money Managers because the willingness of Money Managers to serve in such capacity depends upon arm's-length negotiations with RIMCo; RIMCo's awareness of the fees charged by the Money Manager to other clients; and RIMCo's belief that the proposed investment advisory fees would be reasonable in light of the anticipated quality of investment advisory services to be rendered. The Trustees also considered their findings at the Agreement Evaluation Meetings as to the reasonableness of the aggregate investment advisory fees paid by the Funds, and the fact that the aggregate investment advisory fees paid by the Funds would not increase as a result of the implementation of the proposed Money Manager changes because the Money Managers' investment advisory fees are paid by RIMCo.

Russell Investment Company
LifePoints® Funds

Shareholder Requests for Additional Information — October 31, 2013 (Unaudited)

A complete unaudited schedule of investments is made available generally no later than 60 days after the end of the first and third quarters of each fiscal year. These reports are available (i) free of charge, upon request, by calling the Funds at (800) 787-7354; (ii) at www.russell.com; (iii) on the Securities and Exchange Commission's website at www.sec.gov; and (iv) at the Securities and Exchange Commission's public reference room.

The Board has delegated to RIMCo, as RIC's investment adviser, the primary responsibility for monitoring, evaluating and voting proxies solicited by or with respect to issuers of securities in which assets of the Underlying Funds may be invested. RIMCo has established a proxy voting committee and has adopted written proxy voting policies and procedures ("P&P") and proxy voting guidelines ("Guidelines"). The Funds maintain a Portfolio Holdings Disclosure Policy that governs the timing and circumstances of disclosure to shareholders and third parties of information regarding the portfolio investments held by the Funds. A description of the P&P, Guidelines, Portfolio Holdings Disclosure Policy and additional information about Fund Trustees are contained in the Funds' Statement of Additional Information ("SAI"). The SAI and information regarding how the Underlying Funds voted proxies relating to portfolio securities during the most recent 12-month period ended June 30, 2013 are available (i) free of charge, upon request, by calling the Funds at (800) 787-7354; (ii) at www.russell.com; and (iii) on the Securities and Exchange Commission's website at www.sec.gov.

To reduce expenses, we may mail only one copy of the Funds' prospectuses and each annual and semi-annual report to those addresses shared by two or more accounts. If you wish to receive individual copies of these documents, please contact your Financial Intermediary.

Some Financial Intermediaries may offer electronic delivery of the Funds prospectuses and annual and semi-annual reports. Please contact your Financial Intermediary for further details.

Financial statements of the Underlying Funds can be obtained at no charge by calling the Funds at (800) 787-7354.

Russell Investment Company
LifePoints® Funds

Disclosure of Information about Fund Trustees and Officers — October 31, 2013 (Unaudited)

The following tables provide information for each officer and trustee of the Russell Fund Complex. The Russell Fund Complex consists of Russell Investment Company ("RIC"), which has 37 funds, Russell Investment Funds ("RIF"), which has 9 funds, and Russell Exchange Traded Funds Trust ("RET"), which has 1 fund. Each of the trustees is a trustee of RIC, RIF and RET. The first table provides information for the interested trustees. The second table provides information for the independent trustees. The third table provides information for the trustee emeritus. The fourth table provides information for the officers. Furthermore, each Trustee possesses the following specific attributes: Mr. Alston has business, financial and investment experience as a senior executive of an international real estate firm and is trained as a lawyer; Ms. Blake has had experience as a certified public accountant and has had experience as a member of boards of directors/trustees of other investment companies; Ms. Burgermeister has had experience as a certified public accountant and as a member of boards of directors/trustees of other investment companies; Mr. Connealy has had experience with other investment companies and their investment advisers first as a partner in the investment management practice of PricewaterhouseCoopers LLP and, subsequently, as the senior financial executive of two other investment organizations sponsoring and managing investment companies; Mr. Fine has had financial, business and investment experience as a senior executive of a non-profit organization and previously, as a senior executive of a large regional financial services organization with management responsibility for such activities as investments, asset management and securities brokerage; Mr. Tennison has had business, financial and investment experience as a senior executive of a corporation with international activities and was trained as an accountant; Mr. Thompson has had experience in business, governance, investment and financial reporting matters as a senior executive of an organization sponsoring and managing other investment companies, and, subsequently, has served as a board member of other investment companies, and has been determined by the Board to be an audit committee financial expert; and Ms. Weston has had experience as a tax and corporate lawyer, has served as general counsel of several corporations and has served as a director of another investment company. Ms. Cavanaugh has had experience with other financial services companies, including companies engaged in the sponsorship, management and distribution of investment companies. As a senior officer of the Funds, the Adviser and various affiliates of the Adviser providing services to the Funds, Ms. Cavanaugh is in a position to provide the Board with such parties' perspectives on the management, operations and distribution of the Funds.

Name, Age, Address	Position(s) Held With Fund and Length of Time Served	Term of Office*	Principal Occupation(s) During the Past 5 Years	No. of Portfolios in Russell Fund Complex Overseen by Trustee	Other Directorships Held by Trustee During the Past 5 Years
INTERESTED TRUSTEES					
# Sandra Cavanaugh, Born May 10, 1954 1301 Second Avenue, 18th Floor, Seattle, WA 98101	President and Chief Executive Officer since 2010 Trustee since 2010	Until successor is chosen and qualified by Trustees Appointed until successor is duly elected and qualified	• President and CEO RIC, RIF and RET • Chairman of the Board, Co-President and CEO, Russell Financial Services, Inc. (RFS) • Chairman of the Board, President and CEO, Russell Fund Services Company ("RFSC") • Director, RIMCo • Chairman of the Board and President, Russell Insurance Agency, Inc. ("RIA") (insurance agency) • May 2009 to December 2009, Executive Vice President, Retail Channel, SunTrust Bank • 2007 to January 2009, Senior Vice President, National Sales — Retail Distribution, JPMorgan Chase/ Washington Mutual, Inc. (investment company)	47	None

Russell Investment Company
LifePoints® Funds

Disclosure of Information about Fund Trustees and Officers, continued — October 31, 2013 (Unaudited)

Name, Age, Address	Position(s) Held With Fund and Length of Time Served	Term of Office *	Principal Occupation(s) During the Past 5 Years	No. of Portfolios in Russell Fund Complex Overseen by Trustee	Other Directorships Held by Trustee During the Past 5 Years
INTERESTED TRUSTEES(continued)					
## Daniel P. Connealy, Born June 6, 1946 1301 Second Avenue, 18th Floor, Seattle, WA 98101	Trustee since 2003	Appointed until successor is duly elected and qualified	• June 2004 to present, Senior Vice President and Chief Financial Officer, Waddell & Reed Financial, Inc. (investment company) • Chairman of the Audit Committee, RIC and RIF from 2005 to 2011	47	None
### Jonathan Fine, Born July 8, 1954 1301 Second Avenue,18th Floor, Seattle, WA 98101	Trustee since 2004	Appointed until successor is duly elected and qualified	• President and Chief Executive Officer, United Way of King County, WA (charitable organization)	47	None

* Each Trustee is subject to mandatory retirement at age 72.
\# Ms. Cavanaugh is also an officer and/or director of one or more affiliates of RIC, RIF and RET and is therefore classified as an Interested Trustee.
Mr. Connealy is an officer of a broker-dealer that distributes shares of the Funds and is therefore classified as an Interested Trustee.
Mr. Fine is classified as an Interested Trustee due to Ms. Cavanaugh's service on the Board of Directors of the United Way of King County, WA ("UWKC") and in light of charitable contributions made by Russell Investments to UWKC.

Name, Age, Address	Positions(s) Held With Fund and Length of Time Served	Term of Office	Principal Occupation(s) During the Past 5 Years	No. of Portfolios in Russell Fund Complex Overseen by Trustee	Other Directorships Held by Trustee During the Past 5 Years
INDEPENDENT TRUSTEES					
Thaddas L. Alston, Born April 7, 1945 1301 Second Avenue, 18th Floor, Seattle, WA 98101	Trustee since 2006 Chairman of the Investment Committee since 2010	Appointed until successor is duly elected and qualified Appointed until successor is duly elected and qualified	• Senior Vice President, Larco Investments, Ltd. (real estate firm)	47	None

Russell Investment Company
LifePoints® Funds

Disclosure of Information about Fund Trustees and Officers, continued — October 31, 2013 (Unaudited)

Name, Age, Address	Position(s) Held With Fund and Length of Time Served	Termof Office*	Principal Occupation(s) During the Past 5 Years	No. of Portfolios in Russell Fund Complex Overseen by Trustee	Other Directorships Held by Trustee During the Past 5 Years
INDEPENDENT TRUSTEES (continued)					
Kristianne Blake, Born January 22, 1954 1301 Second Avenue,18th Floor, Seattle, WA 98101	Trustee since 2000 Chairman since 2005	Appointed until successor is duly elected and qualified Annual	• Director and Chairman of the Audit Committee, Avista Corp (electric utilities) • Trustee and Chairman of the Operations Committee, Principal Investor Funds and Principal Variable Contracts Funds (investment company) • Regent, University of Washington • President, Kristianne Gates Blake, P.S. (accounting services)	47	•Director, Avista Corp (electric utilities); •Trustee, Principal Investors Funds (investment company); •Trustee Principal Variable Contracts Funds (investment company)
Cheryl Burgermeister, Born June 26, 1951 1301 Second Avenue,18th Floor, Seattle, WA 98101	Trustee since 2012	Appointed until successor is duly elected and qualified	• Retired • Trustee and Chairperson of Audit Committee, Select Sector SPDR Funds (investment company) • Trustee and Finance Committee Member/Chairman, Portland Community College (charitable organization)	47	•Trustee and Chairperson of Audit Committee, Select Sector SPDR Funds (investment company)
Raymond P. Tennison, Jr., Born December 21, 1955 1301 Second Avenue18th Floor, Seattle, WA 98101	Trustee since 2000 Chairman of the Nominating and Governance Committee since 2007	Appointed until successor is duly elected and qualified Appointed until successor is duly elected and qualified	• Vice Chairman of the Board, Simpson Investment Company (paper and forest products) • Until November 2010, President, Simpson Investment Company and several additional subsidiary companies, including Simpson Timber Company, Simpson Paper Company and Simpson Tacoma Kraft Company	47	None

Russell Investment Company
LifePoints® Funds

Disclosure of Information about Fund Trustees and Officers, continued — October 31, 2013 (Unaudited)

Name, Age, Address	Position(s) HeldWith Fund andLength of Time Served	Term of Office*	Principal Occupation(s) During the Past 5 Years	No. of Portfolios in Russell Fund Complex Overseen by Trustee	Other DirectorshipsHeld by TrusteeDuring thePast 5 Years
INDEPENDENT TRUSTEES (continued)					
Jack R. Thompson, Born March 21, 1949 1301 Second Avenue,18th Floor, Seattle, WA 98101	Trustee since 2005 Chairman of the Audit Committee	Appointed until successor is duly elected and qualified Appointed until successor is duly elected and qualified	• September 2003 to September 2009, Independent Board Chair and Chairman of the Audit Committee, Sparx Asia Funds (investment company) • September 2007 to September 2010, Director, Board Chairman and Chairman of the Audit Committee, LifeVantage Corporation (health products company)	47	•Director, Board Chairman and Chairman of the Audit Committee, Life Vantage Corporation until September 2010 (health products company); •Director, Sparx Asia Funds until 2009 (investment company)
Julie W. Weston, Born October 2, 1943 1301 Second Avenue,18th Floor, Seattle, WA 98101	Trustee since 2002	Appointed until successor is duly elected and qualified	• Retired • Chairperson of the Investment Committee until December 2009	47	None

* Each Trustee is subject to mandatory retirement at age 72.

Name, Age, Address	Position(s) Held With Fund and Length of Time Served	Term of Office*	Principal Occupation(s) During the Past 5 Years	No. of Portfolios in Russell Fund Complex Overseen by Trustee	Other Directorships Held by Trustee During the Past 5 Years
TRUSTEE EMERITUS					
George F. Russell, Jr., Born July 3, 1932 1301 Second Avenue, 18th Floor, Seattle, WA 98101	Trustee Emeritus and Chairman Emeritus since 1999	Until resignation or removal	• Director Emeritus, Frank Russell Company (investment consultant to institutional investors ("FRC")) and RIMCo • Chairman Emeritus, RIC and RIF; Russell Implementation Services Inc. (broker-dealer and investment adviser ("RIS")); Russell 20-20 Association (non-profit corporation); and Russell Trust Company (non-depository trust company ("RTC")) • Chairman, Sunshine Management Services, LLC (investment adviser)	47	None

Russell Investment Company
LifePoints® Funds

Disclosure of Information about Fund Trustees and Officers, continued — October 31, 2013 (Unaudited)

Name, Age, Address	Positions(s) Held With Fund and Length of Time Served	Term of Office	Principal Occupation(s) During the Past 5 Years
OFFICERS			
Cheryl Wichers, Born December 16, 1966 1301 Second Avenue 18th Floor, Seattle, WA 98101	Chief Compliance Officer since 2005	Until removed by Independent Trustees	• Chief Compliance Officer, RIC, RIF and RET • Chief Compliance Officer, RFSC and U.S. One Inc. • 2005-2011 Chief Compliance Officer, RIMCo
Sandra Cavanaugh, Born May 10, 1954 1301 Second Avenue, 18th Floor, Seattle, WA 98101	President and Chief Executive Officer since 2010	Until successor is chosen and qualified by Trustees	• CEO, U.S. Private Client Services, Russell Investments • President and CEO, RIC, RIF and RET • Chairman of the Board, Co-President and CEO, RFS • Chairman of the Board, President and CEO, RFSC • Director, RIMCo • May 2009 to December 2009, Executive Vice President, Retail Channel, SunTrust Bank • 2007 to January 2009, Senior Vice President, National Sales — Retail Distribution, JPMorgan Chase/Washington Mutual, Inc.
Mark E. Swanson, Born November 26, 1963 1301 Second Avenue18th Floor, Seattle, WA 98101	Treasurer and Chief Accounting Officer since 1998	Until successor is chosen and qualified by Trustees	• Treasurer, Chief Accounting Officer and CFO, RIC, RIF and RET • Director, RIMCo, RFSC, Russell Trust Company ("RTC") and RFS • Head of North America Operations, Russell Investments • May 2009 to October 2011, Global Head of Fund Operations, Russell Investments • 1999 to May 2009, Director, Fund Administration
Jeffrey T. Hussey Born May 2, 1969 1301 Second Avenue,18th Floor, Seattle WA 98101	Chief Investment Officer since 2013	Until removed by Trustees	• Global Chief Investment Officer, Russell Investments • Chief Investment Officer, RIC, RIF and RET • Chairman of the Board, President and CEO, RIMCo • Director, RTC, RIS and Russell Investments Delaware, Inc. • Board of Managers, Russell Institutional Funds Management, Inc. • 2008 to 2013 Chief Investment Officer, Fixed Income, Russell Investments
Mary Beth Rhoden Albaneze, Born April 25, 1969 1301 Second Avenue,18th Floor, Seattle, WA 98101	Secretary since 2010	Until successor is chosen and qualified by Trustees	• Associate General Counsel, Russell Investments • Secretary, RIMCo, RFSC and RFS • Secretary and Chief Legal Officer, RIC, RIF and RET • Assistant Secretary, RFS, RIA and U.S. One Inc. • 1999 to 2010 Assistant Secretary, RIC and RIF

LifePoints® Funds

Russell Investment Company

1301 Second Avenue, Seattle, Washington 98101
(800) 787-7354

Interested Trustees
Sandra Cavanaugh
Daniel P. Connealy
Jonathan Fine

Independent Trustees
Thaddas L. Alston
Kristianne Blake
Cheryl Burgermeister
Raymond P. Tennison, Jr.
Jack R. Thompson
Julie W. Weston

Trustee Emeritus
George F. Russell, Jr.

Officers
Sandra Cavanaugh, President and Chief Executive Officer
Cheryl Wichers, Chief Compliance Officer
Jeffrey T. Hussey, Chief Investment Officer
Mark E. Swanson, Treasurer and Chief Accounting Officer
Mary Beth Rhoden Albaneze, Secretary

Adviser
Russell Investment Management Company
1301 Second Avenue
Seattle, WA 98101

Administrator and Transfer and Dividend Disbursing Agent
Russell Fund Services Company
1301 Second Avenue
Seattle, WA 98101

Custodian
State Street Bank and Trust Company
1200 Crown Colony Drive
Crown Colony Office Park
Quincy, MA 02169

Office of Shareholder Inquiries
1301 Second Avenue
Seattle, WA 98101
(800) 787-7354

Legal Counsel
Dechert LLP
One International Place, 40th Floor
100 Oliver Street
Boston, MA 02110

Distributor
Russell Financial Services, Inc.
1301 Second Avenue
Seattle, WA 98101

Independent Registered Public Accounting Firm
PricewaterhouseCoopers LLP
1420 5th Avenue, Suite 1900
Seattle, WA 98101

This report is prepared from the books and records of the Funds and is submitted for the general information of shareholders and is not authorized for distribution to prospective investors unless accompanied or preceded by an effective Prospectus. Nothing herein contained is to be considered an offer of sale or a solicitation of an offer to buy shares of Russell Investment Company. Such offering is made only by Prospectus, which includes details as to offering price and other material information.

Russell Investment Company
1301 Second Avenue
Seattle, Washington 98101
800-787-7354
Fax: 206-505-3495
www.russell.com

Russell Investments