



## RIC Funds

### Percentage of Direct Obligation and Agency Income

Most states allow mutual funds to pass-through the state tax exemption on income earned from investments in obligations of the U.S. government or its agencies. Mutual fund shareholders may be allowed to exclude income derived from these earnings from their state tax returns. However, because requirements vary by state, you should review your state's income tax return instructions or consult a qualified tax advisor.

For your convenience, the table below provides the percentage of income earned from direct obligations of the U.S. government, as well as income earned from agency and other miscellaneous securities. The information is presented in this format because certain states exempt only income earned from direct obligations of the U.S. government. These obligations include Treasury Bonds, Treasury Notes, and Treasury Bills. Although some states do not exempt income earned from agency securities, such as GNMA or FNMA issues, your state may permit an exclusion for this income. Once again, you should verify your state's requirements to properly calculate your state income exclusion.

If your state allows some form of pass-through treatment, first compute the amount of your income dividends for 2021 by adding up all of the "dividend" transactions shown on your year-end account statement. (Do not add in any capital gain transactions that may appear on your statement). Next, multiply the amount of your dividends shown on your statement by the percentage(s) from the table to determine your income from direct obligations and/or agency securities. If you require further information, please contact Russell Investments at (800) 787-7354.

#### Percentage of Ordinary Income Earned over the 12 months ending December 31, 2021 from:

Fund	U.S. Treasury Securities (a)	Other Direct U.S. Government Obligations (b)	Other Indirect U.S. Government Obligations (c)
<i>Equity Income</i>	0.00%	0.00%	0.00%
<i>Sustainable Equity</i>	0.00%	0.00%	0.00%
<i>U.S. Dynamic Equity</i>	0.00%	0.00%	0.00%
<i>U.S. Strategic Equity</i>	0.00%	0.00%	0.00%
<i>U.S. Small Cap Equity</i>	0.00%	0.00%	0.00%
<i>Multifactor U.S. Equity</i>	0.00%	0.00%	0.00%
<i>International Developed Markets</i>	0.00%	0.00%	0.00%
<i>Global Equity</i>	0.00%	0.00%	0.00%
<i>Emerging Markets</i>	0.00%	0.00%	0.00%
<i>Multifactor International Equity</i>	0.00%	0.00%	0.00%
<i>Tax-Managed U.S. Large Cap</i>	0.00%	0.00%	0.00%
<i>Tax-Managed U.S. Mid &amp; Small Cap</i>	0.00%	0.00%	0.00%
<i>Tax-Managed International Equity</i>	0.00%	0.00%	0.00%
<i>Tax-Managed Real Assets</i>	0.00%	0.00%	0.00%
<i>Opportunistic Credit</i>	0.08%	0.00%	0.00%
<i>Strategic Bond</i>	9.12%	0.00%	13.79%
<i>Investment Grade Bond</i>	15.74%	0.04%	12.93%
<i>Short Duration Bond</i>	0.90%	0.19%	3.31%
<i>Multifactor Bond</i>	12.72%	0.00%	0.00%
<i>Tax-Exempt High Yield Bond</i>	0.00%	0.00%	0.00%
<i>Tax-Exempt Bond</i>	0.00%	0.00%	0.00%
<i>Commodity Strategies</i>	12.35%	0.00%	0.00%
<i>Global Infrastructure</i>	0.00%	0.00%	0.00%
<i>Global Real Estate Securities</i>	0.00%	0.00%	0.00%
<i>Multi-Asset Growth Strategy</i>	0.42%	0.00%	0.66%
<i>Multi-Strategy Income</i>	0.07%	0.00%	0.16%
<i>Unconstrained Total Return</i>	2.09%	0.00%	0.48%
<i>LifePoints Conservative Strategy</i>	3.17%	0.01%	3.61%
<i>LifePoints Moderate Strategy</i>	4.30%	0.00%	1.65%
<i>LifePoints Balanced Strategy</i>	1.63%	0.00%	1.03%
<i>LifePoints Growth Strategy</i>	0.86%	0.00%	0.27%
<i>LifePoints Equity Growth Strategy</i>	0.03%	0.00%	0.04%

#### Notes:

[a] Direct U.S. Government Obligations - U.S. Treasury Securities - includes bills, notes, and bonds.

[b] Other Direct U.S. Government Obligations - Includes Federal Farm Credit Bank, Federal Home Loan Bank, and Student Loan Marketing Association.

[c] Other Indirect U.S. Government Obligations - Includes Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, and Government National Mortgage Association.

## Foreign Tax Credit Information

Remaining consistent with their investment objectives, the following Funds generally invest in securities of foreign corporations. In many cases, foreign countries impose a withholding tax on the dividends received by the Fund. In accordance with the Internal Revenue Code, the Fund has elected to pass-through the tax benefit resulting from this foreign tax withholding. We suggest that you consult your tax advisor for further information.

**FOREIGN INCOME** - The amount shown in Box 1a, "Ordinary Dividends," represents the 2021 income dividends including any short-term capital gain distributions from the Fund plus the share of foreign taxes paid by the Fund. To calculate the foreign income, multiply the amount in Box 1a of the 2021 Form 1099-DIV by the income factor below.

**FOREIGN TAXES** - The amount shown in Box 7, "Foreign Tax Paid," represents the share of taxes paid by the Fund to foreign countries in 2021. This is the amount available for the Foreign Tax Credit on your individual tax return. To calculate the foreign tax, multiply the amount in Box 7 of the 2021 FORM 1099-DIV by the tax factor in the table below.

	Income Factor	Tax Factor
<i>International Developed Markets</i>	90.38%	100.00%
<i>Emerging Markets</i>	91.89%	100.00%
<i>Multifactor International Equity</i>	98.97%	100.00%
<i>Tax-Managed International Equity</i>	81.81%	100.00%
<i>Global Infrastructure</i>	53.08%	100.00%
<i>Global Equity</i>	57.22%	100.00%
<i>LifePoints Conservative Strategy</i>	8.82%	100.00%
<i>LifePoints Moderate Strategy</i>	11.27%	100.00%
<i>LifePoints Balanced Strategy</i>	11.67%	100.00%
<i>LifePoints Growth Strategy</i>	10.80%	100.00%
<i>LifePoints Equity Growth Strategy</i>	12.69%	100.00%

## Percentage of Income Subject to AMT – Calendar Year 2021

<i>Tax-Exempt High Yield Bond</i>	10.78%
-----------------------------------	--------

## Corporate Qualifying Dividend Percentages (for corporate taxpayers only)

**Note:** In calculating the qualifying percentage of U.S. corporate dividends received (corporate taxpayers only), short-term capital gain is considered ordinary income. Funds that did not pay any ordinary dividends or Funds with no qualifying dividends are not listed below.

	Qualifying Dividend %		Qualifying Dividend %
<i>Equity Income</i>	53.8%	<i>Global Infrastructure</i>	21.2%
<i>Sustainable Equity</i>	23.1%	<i>Multi-Strategy Income</i>	6.0%
<i>U.S. Dynamic Equity</i>	4.2%	<i>Multi-Asset Growth Strategy</i>	7.8%
<i>U.S. Strategic Equity</i>	82.4%	<i>LifePoints Conservative Strategy</i>	2.1%
<i>U.S. Small Cap Equity</i>	6.9%	<i>LifePoints Moderate Strategy</i>	7.5%
<i>Multifactor U.S. Equity</i>	66.2%	<i>LifePoints Balanced Strategy</i>	9.3%
<i>Global Equity</i>	9.1%	<i>LifePoints Growth Strategy</i>	7.2%
<i>Tax-Managed U.S. Large Cap</i>	100.0%	<i>LifePoints Equity Growth Strategy</i>	34.8%
<i>Tax-Managed Real Assets</i>	19.5%		

## Qualified Dividend Income Percentage (QDI)

The amount in Box 1b, "Qualified Dividends" on your Form 1099-DIV is the amount of ordinary dividends received during the calendar year (unless otherwise indicated) multiplied by the QDI Percentage listed below. Ordinary dividends include any short-term gains distributed by the Funds. Funds that did not pay any ordinary dividends or Funds with no qualifying dividends are not listed below.

	QDI Percentage		QDI Percentage
<i>Equity Income</i>	58.9%	<i>Tax-Managed International Equity</i>	90.8%
<i>Sustainable Equity</i>	24.2%	<i>Tax-Managed Real Assets</i>	66.3%
<i>U.S. Dynamic Equity</i>	4.2%	<i>Global Infrastructure</i>	44.0%
<i>U.S. Strategic Equity</i>	89.9%	<i>Global Real Estate Securities</i>	5.2%
<i>U.S. Small Cap Equity</i>	7.2%	<i>Multi-Strategy Income</i>	19.8%
<i>Multifactor U.S. Equity</i>	67.8%	<i>Multi-Asset Growth Strategy</i>	21.2%
<i>International Developed Markets</i>	76.3%	<i>LifePoints Conservative Strategy</i>	5.4%
<i>Global Equity</i>	34.3%	<i>LifePoints Moderate Strategy</i>	20.8%
<i>Emerging Markets</i>	55.3%	<i>LifePoints Balanced Strategy</i>	27.4%
<i>Multifactor International Equity</i>	61.1%	<i>LifePoints Growth Strategy</i>	17.9%
<i>Tax-Managed U.S. Large Cap</i>	100.0%	<i>LifePoints Equity Growth Strategy</i>	94.4%

## Special Information

\* The U.S. Dynamic Equity Fund closed on April 27th, 2021.

\* The Commodity Strategies Fund closed on April 27th, 2021.