

# Fund updates



The value of active management

Changes to the line-up of third-party money managers have been made to the following Russell Investment Company (RIC) Funds:

- U.S. Strategic Equity Fund
- U.S. Dynamic Equity Fund

Unless otherwise noted, investment objectives, risk parameters and fund portfolio characteristics will not materially change as a result of these manager changes.

## U.S. STRATEGIC EQUITY AND U.S. DYNAMIC EQUITY FUNDS

Removed manager (effective Feb. 1, 2019)

- Suffolk Capital Management, LLC (“Suffolk”)

Hired manager (effective Feb. 12, 2019)

- Jackson Square Partners, LLC (“Jackson Square”)

### Change rationale

Suffolk Capital Management, LLC (“Suffolk”) informed Russell Investments that it decided to cease operations as of the end of January. As such, Russell Investments has replaced Suffolk with Jackson Square Partners, LLC – a highly regarded U.S. large cap growth manager

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## RUSSELL INVESTMENTS RESEARCH VIEW – JACKSON SQUARE PARTNERS, LLC



Location:	San Francisco, CA
Founded:	2014
Portfolio managers:	Chris Bonavico, Chris Ericksen, Billy Montana, Dan Prislín, and Jeff Van Harte
Strategy:	U.S. large cap growth

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Jackson Square brings a U.S. large cap growth strategy to the Funds. They seek to invest in attractively-priced stocks that they expect to benefit from capital appreciation resulting from growth in cash flow and earnings.

Through a well-defined research process, the investment team develops a deep understanding of portfolio holdings including business models, competitive advantages, and the drivers of returns on capital and long-term growth. This thorough fundamental research helps the investment team identify whether a company's business model provides it with a long-term and sustainable competitive advantage. Jackson Square's approach is benchmark agnostic, holding a concentrated portfolio of high conviction stocks.

Lead portfolio manager and Chief Investment Officer, Jeff Van Harte is viewed by Russell Investments as a disciplined and highly experienced investor. Russell Investments believes the portfolio management team's willingness to explicitly adjust its valuations to reflect company-specific risk positively differentiates them from most peers.

## NEW MANAGER WEIGHTS IN THE U.S. STRATEGIC EQUITY FUND

The percentages below represent the target allocation of the Funds' assets to each money managers' strategy and Russell Investment Management, LLC's ("RIM") strategy. This does not include liquidity reserves managed directly by RIM, which may constitute 5% or more of fund assets at any given time.

MANAGER	ROLE	PREVIOUS FUND WEIGHTS (%)	CURRENT FUND WEIGHTS (%)
<b>Brandywine Global Investment Management, LLC*</b>	Value	17.5	17.5
<b>HS Management Partners, LLC*</b>	Growth	17.5	17.5
<b>Jackson Square Partners, LLC*</b>	Growth	0.0	17.5
<b>Jacobs Levy Equity Management, Inc.</b>	Market-oriented	17.5	17.5
<b>Suffolk Capital Management, LLC</b>	Growth	17.5	0.0
<b>Russell Investment Management, LLC (RIM)**</b>	Positioning strategy	20.0	20.0

\*Indicated manager is a non-discretionary money manager. Russell Investments manages this portion of the Fund's assets based upon model portfolios provided by the manager.

\*\*RIM manages this portion of the Fund's assets to effect the Fund's investment strategies and/or to actively manage the Fund's overall exposures to seek to achieve the desired risk/return profile for the Fund. Positioning strategies are used to seek excess return and manage portfolio risks by targeting specific exposures. These strategies are used in conjunction with allocations to third-party managers to fully reflect Russell Investments' strategic and dynamic views with integrated liquidity and risk management.

## NEW MANAGER WEIGHTS IN THE U.S. DYNAMIC EQUITY FUND

The percentages below represent the target allocation of the Funds' assets to each money managers' strategy and Russell Investment Management, LLC's ("RIM") strategy. This does not include liquidity reserves managed directly by RIM, which may constitute 5% or more of fund assets at any given time.

MANAGER	ROLE	PREVIOUS FUND WEIGHTS (%)	CURRENT FUND WEIGHTS (%)
<b>Jackson Square Partners, LLC*</b>	Growth	0.0	30.0
<b>Jacobs Levy Equity Management, Inc.</b>	Market-oriented	25.0	25.0
<b>Pzena Investment Management, LLC</b>	Value	20.0	20.0
<b>Suffolk Capital Management, LLC</b>	Growth	30.0	0.0
<b>Russell Investment Management, LLC (RIM)**</b>	Positioning strategy	25.0	25.0

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**Fund objectives, risks, charges and expenses should be carefully considered before investing. A summary prospectus, if available, or a prospectus containing this and other important information can be obtained by calling (800) 787-7354 or visiting [russellinvestments.com](http://russellinvestments.com). Please read a prospectus carefully before investing.**

The investment styles employed by a Fund's money managers may not be complementary. This concentration may be beneficial or detrimental to a Fund's performance depending upon the performance of those securities and the overall economic environment. The multi-manager approach could increase a Fund's portfolio turnover rates which may result in higher levels of realized capital gains or losses with respect to a Fund's portfolio securities, higher brokerage commissions and other transaction costs.

Please remember that all investments carry some level of risk, including the potential loss of principal invested. They do not typically grow at an even rate of return and may experience negative growth.

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Consider how the combined risks of various asset classes impact your total investment portfolio and understand that different risks can lead to varying financial consequences, including loss of principal. Please see a prospectus for further details.

Large capitalization (large cap) investments generally involve stocks of companies with a market capitalization based on the Russell 1000® Index. The value of securities will rise and fall in response to the activities of the company that issued them, general market conditions and/or economic conditions.

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