

# LifePoints® Funds – Target Date Series

Select a Fund Based on Your Retirement Date

When you invest in Russell LifePoints® Funds, *Target Date Series* your investment is instantly diversified across a selection of asset classes, managers and investment styles. The series includes 10 funds – nine target date strategy funds and the In Retirement Fund. Each fund is professionally advised and designed to help manage risk, while at the same time striving to deliver long-term results.

Russell's investment approach is different from single-manager funds. We strive to provide consistent above-average returns by extending beyond any one manager or market.

## Target Date Strategy Funds Investment Objective

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.

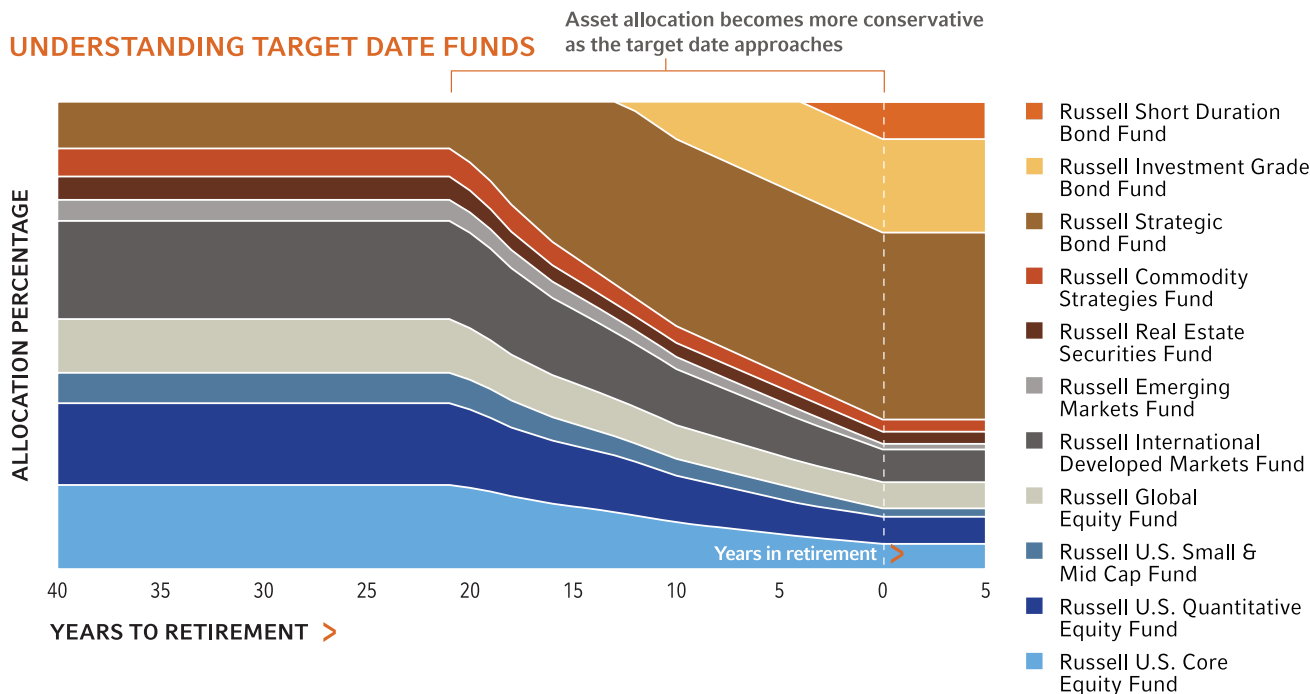
## In Retirement Fund Investment Objective

Seeks to provide income and capital growth.

## Your Challenge: Getting to Retirement

With the Target Date Series, you simply select a retirement date and then let the broadly diversified fund automatically adjust along the way. The chart below, known as the glide path, illustrates how the asset allocation for the target date strategy funds become more conservative over time. The funds reach a final fixed allocation of 32% stock funds and 68% bond funds.

The asset allocation of the In Retirement Fund is consistent with the allocation at the end of the existing target date glide path. The In Retirement Fund maintains a fixed asset allocation of both stocks and bonds. In this way, you can still take advantage of the potential returns available through stocks while minimizing risk with bonds.



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

# LifePoints® Funds – Target Date Series

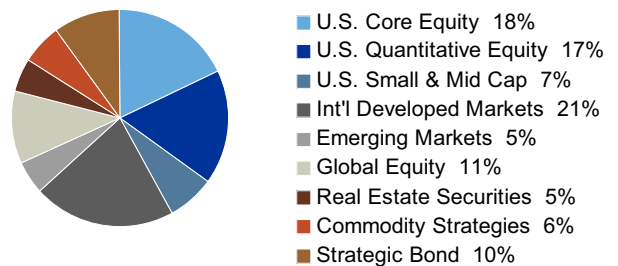
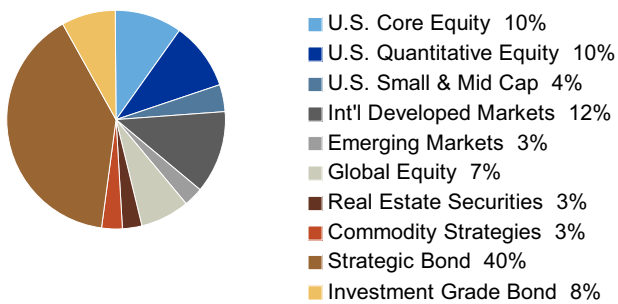
	Underlying Fund Allocation – Russell Funds Class Y									
	In Retirement Fund	2010 Strategy	2015 Strategy	2020 Strategy	2025 Strategy	2030 Strategy	2035 Strategy	2040 Strategy	2045 Strategy	2050 Strategy
U.S. Core Equity	5%	5%	8%	10%	13%	18%	18%	18%	18%	18%
U.S. Quantitative Equity	6	6	8	10	13	17	17	17	17	17
U.S. Small & Mid Cap	2	2	3	4	5	6	7	7	7	7
Int'l Developed Markets	7	7	9	12	16	20	21	21	21	21
Emerging Markets	1	1	2	3	3	4	5	5	5	5
Global Equity	5	5	6	7	9	11	11	11	11	11
Real Estate Securities	3	3	3	3	3	5	5	5	5	5
Commodity Strategies	3	3	3	3	5	6	6	6	6	6
Strategic Bond	40	40	40	40	33	13	10	10	10	10
Investment Grade Bond	20	20	18	8	–	–	–	–	–	–
Short Duration Bond	8	8	–	–	–	–	–	–	–	–

Because each *Target Date Series* fund invests in a diverse set of underlying funds in different asset classes, you don't have to create your own portfolio of stock and bond funds. The pie charts below provide a visual example of how the funds at either end of the glide path use different proportions of underlying Russell funds to accomplish this. Their allocations differ to accommodate the different investor time frames of each fund.

The date in each fund name represents the approximate date of your retirement. The principal value is not guaranteed at the target date or any other time.

**2020 Strategy Fund** - allocations effective as of July 1, 2010

**2050 Strategy Fund** - allocations effective as of July 1, 2010



The LifePoints® Funds, are a series of fund of funds which expose an investor to the risks of the underlying funds proportionate to their allocation. Investment in LifePoints® Funds involves direct expenses of each fund and indirect expenses of the underlying funds, which together can be higher than those incurred when investing directly in an underlying fund.

Each of the LifePoints® Funds, Target Date Series, invests its assets in shares of a number of underlying Russell Funds. The allocation of each Strategy Fund's assets is based solely on time horizon and will become more conservative over time until approximately the year indicated in the fund's name, at which time the allocation will remain fixed. The asset allocation of the In Retirement Fund is fixed. From time to time, the fund's adviser expects to modify the target asset allocation for any fund and/or the underlying funds in which a fund invests. In addition, the funds may in the future invest in other funds which are not currently underlying funds.

The 2015 Strategy, 2025 Strategy, 2035 Strategy, 2045 Strategy, 2050 Strategy, and the In Retirement Fund are relatively new funds and have low assets under management. There can be no assurance that the funds will grow to an economically viable size, in which case the funds may cease operations. Investors may be required to liquidate or transfer their investments at an inopportune time.

Strategic asset allocation and diversification do not assure profit or protect against loss in declining markets.

For more information on Russell LifePoints® Funds or underlying Russell Funds, contact your investment professional or plan administrator for assistance.

**LifePoints® Funds Class R1<sup>1,2</sup>**

As of June 30, 2010

	Quarterly	Year to Date	Annualized					Since Inception	Inception Date	Annual Fund Operating Expenses	
			1 Year	3 Years	5 Years	10 Years	Total			Net †	
In Retirement Fund † <sup>(a)(b)</sup>	-1.80%	2.04%	17.37%	--%	--%	--%	1.75%	03/31/08	4.53%	0.65%	
2010 Strategy Fund † <sup>(a)(b)</sup>	-1.76	2.04	17.70	0.68	3.91	--	3.75	12/31/04	1.35	0.65	
2015 Strategy Fund † <sup>(a)(b)</sup>	-3.14	0.86	18.00	--	--	--	-0.52	03/31/08	2.74	0.68	
2020 Strategy Fund † <sup>(a)(b)</sup>	-4.74	-0.63	17.78	-2.97	2.68	--	2.64	12/31/04	1.30	0.73	
2025 Strategy Fund † <sup>(a)(b)</sup>	-7.02	-2.85	17.00	--	--	--	-5.35	03/31/08	3.06	0.78	
2030 Strategy Fund † <sup>(a)(b)</sup>	-10.01	-5.85	15.89	-9.05	-0.19	--	0.03	12/31/04	1.43	0.83	
2035 Strategy Fund † <sup>(a)(b)</sup>	-10.41	-6.25	15.45	--	--	--	-8.61	03/31/08	4.24	0.84	
2040 Strategy Fund † <sup>(a)(b)</sup>	-10.39	-6.27	15.36	-9.46	-0.10	--	0.09	12/31/04	1.49	0.84	
2045 Strategy Fund † <sup>(a)(b)</sup>	-10.49	-6.34	15.49	--	--	--	-8.55	03/31/08	5.10	0.84	
2050 Strategy Fund † <sup>(a)(b)</sup>	-10.51	-6.29	15.32	--	--	--	-7.85	03/31/08	2.57	0.84	

<sup>1</sup> The allocation of the LifePoints® Target Date Series Funds to the underlying funds is approximate and changes over time. Performance numbers reflect a fund's historical allocation to the underlying funds.

<sup>2</sup> Performance shown for Class R1 shares prior to June 7, 2006 (commencement of operations) is the performance of the fund's Class E shares.

**Underlying Fund Performance<sup>1,2</sup> – Russell Funds Class Y**

Russell U.S. Core Equity	-12.15%	-7.29%	13.53%	-10.58%	-1.16%	-1.59%	9.88%	10/15/81	0.65%	0.65%
Russell U.S. Quantitative Equity	-12.16	-7.81	12.14	-11.64	-2.28	-1.97	7.90	05/29/87	0.88	0.88
Russell U.S. Small & Mid Cap	-11.10	-3.25	21.20	-11.55	-1.16	2.39	10.13	12/28/81	0.82	0.82
Russell International Developed Markets <sup>3</sup>	-14.40	-13.65	5.30	-14.13	0.45	-0.07	9.29	01/31/83	0.84	0.84
Russell Emerging Markets <sup>3,4</sup>	-9.38	-6.26	25.37	-2.82	12.54	10.00	7.26	01/29/93	1.37	1.37
Russell Global Equity <sup>3,4</sup>	-12.48	-9.00	13.44	-11.04	--	--	-8.17	02/28/07	1.09	1.09
Russell Real Estate Securities <sup>4</sup>	-4.39	3.59	46.73	-8.73	0.57	9.95	10.05	07/28/89	0.91	0.91
Russell Strategic Bond † <sup>(b)</sup>	3.25	7.10	18.86	7.00	5.25	6.38	6.40	01/29/93	0.62	0.61
Russell Investment Grade Bond Fund <sup>5</sup>	3.32	6.33	15.84	7.82	5.61	6.45	9.00	10/15/81	0.39	0.39
Russell Short Duration Bond <sup>4</sup>	1.39	3.31	9.18	5.13	4.33	4.54	7.21	10/30/81	0.63	0.63

**All performance information is historical and does not guarantee future results. Investment return and principal value will fluctuate so that redeemed shares 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 for Russell mutual funds is available by visiting: [www.russell.com/us/fundperformance](http://www.russell.com/us/fundperformance).**

†The Net Annual Operating Expense Ratio may be less than the Total Operating Expense Ratio and represents the actual expenses expected to be borne by shareholders after application of:

- (a) a contractual transfer agency fee waiver through 02/28/2011;
- (b) a contractual advisory fee waiver and/or reimbursement through 02/28/2011;
- (c) a contractual cap on expenses through 02/28/2011

These contractual agreements may not be terminated during the relevant periods except at the Board of Trustee's discretion. Details of these agreements are in the current prospectus. Absent these reductions, the fund's return would have been lower.

<sup>1</sup> Performance is reported net of fund advisory and administrative fees, and gross of financial intermediary fees. The Russell Emerging Markets Fund and the Russell Short Duration Bond Fund are reported gross of advisory and administrative fees prior to April 1, 1995.

<sup>2</sup> Investments that are allocated across multiple types of securities may be exposed to a variety of risks based on the asset classes, investment styles, market sectors, and size of companies preferred by the investment managers. Investors should consider how the combined risks impact their 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.

<sup>3</sup> The fund's return and net asset value may be significantly affected by political or economic conditions and regulatory requirements in a particular country. Investments in non-U.S. markets can involve risks of currency fluctuation, political and economic instability, different accounting standards and foreign taxation. Such securities may be less liquid and more volatile. Investments in emerging or developing markets involve exposure to economic structures that are generally less diverse and mature, and political systems with less stability than in more developed countries.

<sup>4</sup> The Fund first issued Class Y Shares on September 29, 2008. The returns shown for Class Y Shares prior to that date are the returns of the Fund's Class S Shares.

<sup>5</sup> The Fund first issued Class Y Shares on March 30, 2000. The returns shown for Class Y Shares prior to that date are the returns of the Fund's Class I Shares.

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First used June 2010.

RFS 3527

Not FDIC Insured  
May Lose Value  
No Bank Guarantee

# LifePoints® Funds – Target Date Series

## Allocations of Underlying Fund Assets – effective as of July 1, 2010

	Growth	Market-oriented	Value
Russell U.S. Core Equity	BlackRock Capital Management, Inc. Columbus Circle Investors Montag & Caldwell, Inc.	First Eagle Investment Management, LLC Lazard Asset Management, LLC Russell Investment Management Company‡ Suffolk Capital Management, LLC	Institutional Capital, LLC MFS Institutional Advisors, Inc. Schneider Capital Management Corporation Snow Capital Management L.P.
Russell U.S. Quantitative Equity		Aronson+Johnson+Ortiz, L.P. INTECH Investment Management, LLC Jacobs Levy Equity Management, Inc. Numeric Investors, LLC Russell Investment Management Company‡	
Russell U.S. Small & Mid Cap <sup>1</sup>	Next Century Growth Investors, LLC Ranger Investment Management, L.P. Tygh Capital Management, Inc.	ClariVest Asset Management, LLC	Delphi Management, Inc. DePrince, Race & Zollo, Inc. Jacobs Levy Equity Management, Inc. Signia Capital Management, LLC
Russell Int'l Developed Markets	Axiom International Investors, LLC Marsico Capital Management, LLC UBS Global Asset Management (Americas), Inc. William Blair & Company, LLC	AQR Capital Management, LLC MFS Institutional Advisors, Inc.	AllianceBernstein, L.P. Mondrian Investment Partners Limited Pzena Investment Management, LLC
Russell Emerging Markets	T. Rowe Price International, Inc. UBS Global Asset Management (Americas), Inc.	Arrowstreet Capital, Limited Partnership Genesis Asset Managers, LLP Harding Loevner, LLC	AllianceBernstein, L.P.
Russell Global Equity	Gartmore Global Partners T. Rowe Price International, Inc.	MFS Institutional Advisors, Inc.	Harris Associates, L.P. Tradewinds Global Investors, LLC
Russell Real Estate Securities <sup>2</sup>		Cohen & Steers Capital Management, Inc. INVESCO Advisers, Inc., through INVESCO Real Estate Division <b>Global Market-oriented</b> Cohen & Steers Capital Management, Inc	AEW Capital Management, L.P.
Russell Commodity Strategies <sup>3</sup>		<b>Global Market-oriented</b> Credit Suisse Asset Management, LLC Goldman Sachs Asset Management, L.P.	
	<b>Fully Discretionary</b>	<b>Sector Rotation</b>	<b>Enhanced Core</b>
Russell Strategic Bond <sup>4</sup>	Goldman Sachs Asset Management, L.P. Pacific Investment Management Company, LLC	Brookfield Investment Management Inc. Logan Circle Partners, L.P. Metropolitan West Asset Management, LLC	
Russell Investment Grade Bond <sup>4</sup>	Pacific Investment Management Company, LLC Western Asset Management and Western Asset Management Company, Ltd.	Metropolitan West Asset Management, LLC	Neuberger Berman Fixed Income, LLC
Russell Short Duration Bond <sup>4</sup>	Pacific Investment Management Company, LLC	Logan Circle Partners, L.P.	

‡The Fund's adviser, Russell Investment Management Company (RIMCo), may employ a proprietary "select holdings" strategy in which it exercises investment discretion for a portion of the Fund's assets it determines not to allocate to the money managers. The strategy is designed to increase the Fund's exposure to stocks that are viewed as attractive by multiple money managers. The use of the select holdings strategy will amplify the Fund's security risk and potential underperformance. In addition to managing this strategy, RIMCo performs other investment advisory functions for the Funds.

Money managers listed are current as of 7/1/10. Subject to the fund's Board approval, Russell has the right to engage or terminate a money manager at any time and without a shareholder vote, based on an exemptive order from the Securities and Exchange Commission.

<sup>1</sup> Small capitalization (small cap) investments involve stocks of companies with smaller levels of market capitalization (generally less than \$2 billion) than larger company stocks (large cap). Small cap investments are subject to considerable price fluctuations and are more volatile than large cap stocks. Investors should consider the additional risks involved in small cap investments.

<sup>2</sup> Specific sector investing such as real estate can be subject to different and greater risks than more diversified investments. Declines in the value of real estate, economic conditions, property taxes, tax laws and interest rates all present potential risks to real estate investments. Fund investments in non-U.S. markets can involve risks of currency fluctuation, political and economic instability, different accounting standards and foreign taxation.

<sup>3</sup> Exposure to the commodities markets may subject the Fund to greater volatility than investments in traditional securities, particularly if the investments involve leverage. The value of commodity-linked derivative instruments may be affected by changes in overall market movements, commodity index volatility, changes in interest rates or sectors affecting a particular industry or commodity and international economic, political and regulatory developments. The use of leveraged commodity-linked derivatives creates an opportunity for increased return, but also creates the possibility for a greater loss.

<sup>4</sup> Bond investors should carefully consider risks such as interest rate, credit, repurchase and reverse repurchase transaction risks. Greater risk, such as increased volatility, limited liquidity, prepayment, non-payment and increased default risk, is inherent in portfolios that invest in high yield ("junk") bonds or mortgage-backed securities, especially mortgage-backed securities with exposure to subprime mortgages.

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