

Did you know...

You Can Now Trade Housing

CBOE Futures Exchange, in cooperation with Radar Logic Inc., is introducing housing futures in the form of tradable contracts based on the RPX a Real Estate Price Metric. First introduced in 2006, RPX converts public source data on completed home sales into a single daily price per square foot (ppsf) representing a true surrogate for point of sale values. RPX represents the best available surrogate for a spot price for the residential real estate market.

The CBOE Futures Exchange, LLC (CFE) [announced yesterday](#) that it will offer futures contracts on specific Radar Logic 28-Day Real Estate Indexes starting on or after **Thursday, October 27**.

These contracts will initially be based on Radar Logic's National Composite Index comprised of 25 of the largest Metropolitan Statistical Areas (MSA) in the U.S. Contracts based on four Regional Areas, Northeast, Midwest, West, and South will be introduced shortly.

The RPX was created to provide investors with the ability to trade the world's largest asset class. RPX's frequency, inclusiveness and responsiveness are what make RPX a reliable and superior underlying valuation metric for the purpose of trading future housing values.

- RPX values are published daily versus monthly publications of other housing price values, thus reflecting market changes as they happen rather than after a calculated lag.
- RPX values are calculated using public source records for all single family, condo, new construction, multifamily 1-4 (non-commercial) and distressed sales. RPX values do not exclude any specific asset type nor is the data smoothed in anyway.

Why housing:

- **RPX Futures are simple contracts designed to allow investors to 'trade' their expectations about housing as an asset class.**
- **Contracts are based on a transparent metric that is both time tested and consistent in its reflection of actual movements in value at the point of sale in housing.**
- **The exchange is monitored and regulated and clearing will be done on a conforming basis.**
- **Significant size is available for those who wish to include housing as an asset allocation in their portfolios.**
- **The two way market will let you express your point of view, either bullish or bearish.**
- **The RPX Futures market will create the first forward curve for US residential real estate.**

For more information please visit www.CBOE.com/RPX or www.RadarLogic.com.