Truflation

Truflation CPI Governance Board Meeting Minutes

Truflation US CPI Inflation Index
Quarterly Review

Date: July 7, 2026
Time: 14:00 CEST
Location: Google Meet

Attendees
Oliver Rust (Chair)
Ivan Jelic (Compliance)
Elton Wen (Secretary)
Cat Purvis
Stefan Rust
Jarryd Pretorius

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1. Objective

To review the Truflation US CPI Inflation Index as part of the quarterly governance review process, in accordance with Truflation's methodology standards.

2. Truflation US CPI Inflation Index Quarterly Review

The Board reviewed the current production status of the Truflation US CPI Inflation Index, with specific focus on the Rented Dwellings sub-category within Housing. The review was required following the discontinuation of the Redfin Rent Index, which had previously contributed to the Rented Dwellings provider structure.

The Board noted that Redfin has discontinued its Rent Index and will therefore be removed from the Rented Dwellings provider set in the upcoming production update. Prior to removal, Redfin accounted for 20% of the Rented Dwellings sub-category. No production implementation had been completed at the time of the review.

Following the planned removal of Redfin, the Rented Dwellings sub-category will incorporate four data providers: Zillow, Apartment List, Numbeo, and The Pennsylvania State University. The remaining providers will be reweighted under Truflation's existing methodology, which considers data coverage, number of units tracked, and each provider's data collection approach. The remaining providers continue to provide coverage across existing and new rental agreements, with approximately 8.6 million records tracked on a monthly basis.

The Board reviewed the impact analysis comparing the existing production data with the proposed dataset excluding Redfin. The backtest covered the period beginning January 1, 2010. The average impact on the headline year-on-year inflation rate was +0.0014 percentage points, confirming that the proposed change is expected to have a negligible effect on the headline index.

At the category level, the impact remained limited. The Housing category year-on-year rate increased by an average of +0.025 percentage points, while the Rented Dwellings year-on-year rate increased by an average of +0.059 percentage points. These results indicate that the proposed update is not expected to materially change the long-term inflation signal.

The Board also reviewed the correlation analysis between the existing production dataset and the proposed dataset. The correlation results were extremely high across the affected index levels:

Overall Index correlation: 0.999979477
Housing Index correlation: 0.999822682
Rented Dwellings Index correlation: 0.998969209

The Board concluded that the planned removal of Redfin and reweighting of the remaining Rented Dwellings providers is not expected to meaningfully alter the historical trend, index behavior, or benchmark integrity of the Truflation US CPI Inflation Index.

No methodology conflict was identified. The proposed update represents a provider removal and reweighting within the existing methodology framework rather than a change to the index objective, category definitions, housing framework, aggregation approach, or headline calculation logic.

The decision was made on July 7, 2026 with the following outcome.
☑ Approved
☐ Approved with Amendments
☐ Deferred

3. Risks Reviewed

As part of the quarterly review of the Truflation US CPI Inflation Index, the Board reviewed the following risks: provider discontinuation risk, rented dwellings representativeness, index continuity, category-level distortion, headline index impact, methodology consistency, and production implementation risk.

Risk Assessment:
☑ Low
☐ Moderate
☐ Elevated but Acceptable

The risk assessment is low because the provider removal is required by the external discontinuation of the Redfin Rent Index, the remaining providers continue to provide broad rental-market coverage, and the planned reweighting follows Truflation's existing provider-weighting methodology.

The Board confirmed that the proposed update does not introduce a new methodology, does not change the relative importance of Housing or Rented Dwellings in the broader CPI framework, and is not expected to materially affect index continuity. The planned change is therefore assessed as low risk and acceptable for near-future production implementation.

4. Action Items

Ivan Jelic will coordinate the production implementation of the Redfin removal from the Rented Dwellings provider set and the reweighting of Zillow, Apartment List, Numbeo, and The Pennsylvania State University. Ivan Jelic will also update the methodology documentation to reflect the revised Rented Dwellings provider structure once the production update is completed. The impact analysis, backtest results, and correlation analysis will be retained in the governance record. Truflation will update the relevant provider documentation and client-facing materials to note that Redfin is being removed because the Redfin Rent Index was discontinued. No further methodology action is required unless one of the remaining Rented Dwellings providers becomes unavailable or fails quality-control requirements.

5. Final Resolution

The Truflation CPI Governance Board approves the planned removal of Redfin from the Rented Dwellings sub-category of the Truflation US CPI Inflation Index following the discontinuation of the Redfin Rent Index.

The Board approves the near-future production implementation of the revised Rented Dwellings provider structure, under which the remaining providers will be Zillow, Apartment List, Numbeo, and The Pennsylvania State University. The Board also approves the reweighting of these remaining providers under the existing Truflation methodology.

The Voting Member Results

Member	Decision
Ivan Jelic	Approved

Jarryd Pretorius	Approved
Cat Purvis	Approved
Oliver Rust	Approved
Stefan Rust	Approved
Elton Wen	Approved

6. Sign-Off

Chair: Oliver Rust
Compliance: Ivan Jelic
Date: July 7, 2026