

EXHIBIT 4



Real Estate Information

August 27, 2004

Via Federal Express

Ryan Prusse
Director
RSP & Associates
9450 SW Commerce Circle, Suite 101
Wilsonville, OR 97070

CoStar Group, Inc.

2 Bethesda Metro Center
Bethesda, MD 20814-5388

877-7-COSTAR

www.costar.com

NASDAQ: CSGP

Re: **Your Use of CoStar Services**

Dear Mr. Prusse:

I have not received a response from you to my letter dated August 18, 2004, which indicates to me that you are not treating this as an important matter.

As you know, your deliberate misuse of our proprietary service has been exposed. You are now only making matters worse by failing to engage in a meaningful discussion. In addition to the harm you have caused CoStar to sustain, it is difficult to reconcile your conduct with the public trust in the professional appraisal practice that it is my understanding you are supposed to promote and preserve, including as set forth under the ethical codes for appraisers from the States of Washington and Oregon and from the Appraisal Institute.

If we do not hear from you immediately, CoStar will assume that you have nothing further to say in this matter and we will proceed accordingly. Please note that we are continuing to investigate and CoStar reserves all its rights, claims and remedies.

Sincerely,

A handwritten signature in black ink, appearing to read "Scott A. Zebrak", written over a horizontal line.

Scott A. Zebrak
Deputy General Counsel &
Director, Intellectual Property