

How Home Sellers Get the Highest Price for Their Home



Remember not so long ago, when you could make your fortune in real estate? It was nothing to buy a home, wait a short while, and sell it at a tidy profit. And then do it all over again.

Well, as you probably know, times have changed. As good as the market is right now, in many areas, home prices are still below their peak. Buyers are far more discriminating, and a large percentage of homes listed for sale never sell. It's more critical than ever to learn what you need to know to avoid costly mistakes in order to sell your home fast and for the most amount of money.

The 7 Deadly Mistakes Most Home Sellers Make

1. Failing to analyze why they are selling.
2. Not preparing their home for the buyer's eye.
3. Pricing their homes incorrectly.
4. Selling too hard during showings.
5. Signing a long-term listing agreement without a written performance guarantee.
6. Making it difficult for buyers to get information on their homes.
7. Failing to obtain a pre-approved mortgage for one's next home.

The 8 Steps Get Your Home Sold Fast and For Top Dollar

Selling your home is one of the most important steps in your life. This 9-step system will give you the tools you need to maximize your profits, maintain control, and reduce the stress that comes with the home selling process

1. **Know why you're selling, and keep it to yourself.** The reasons behind your decision to sell affect everything from setting a price to deciding how much time and money to invest in getting your home ready for sale. What's more important to you the money you walk away with, or the length of time your property is on the market? Different goals will dictate different strategies. However, don't reveal your motivation to anyone other than your listing realtor (and that is considered confidential information, not to be released to potential buyers by the agent!) else or they may use it against you at the negotiating table. When asked, simply say your housing needs have changed.
2. **Do your homework before setting a price.** Settling on an offering price shouldn't be done lightly. Once you've set your price, you've told buyers the absolute maximum they have to pay for your home, but pricing too high is as dangerous as pricing too low. Remember that the average buyer is looking at 15-20 homes at the same time they are considering yours. This means that they have a basis of comparison, and if your home doesn't compare favorably with others in the price range you've set, prospects or agents won't take you seriously. As a result, your home will sit on the market for a long time and, knowing this, new buyers on the market will think there must be something wrong with your home.
3. **Do your homework. (In fact, your agent should do this for you).** Find out what homes in your own and similar neighborhoods have sold for in the past 6-12 months, and research what current homes are listed for. That's certainly how prospective buyers will assess the worth of your home.
4. **Find a good real estate agent to represent your needs.** Nearly three-quarters of homeowners claim that they wouldn't use the same realtor who sold their last home. Dissatisfaction boils down to poor communication, which results in not enough feedback, lower pricing and strained relationships.
5. **Maximize your home's sales potential.** Each year, corporate North America spends billions on product and packaging design. Appearance is critical, and it would be foolish to ignore this when selling your home. You may not be able to change your home's location or floor plan, but you can do a lot to improve its appearance. The look and feel of your home generates a greater emotional response than any other factor. Clean like you've never cleaned before. Pick up, straighten, un-clutter, scrub, scour and dust. Fix everything; no matter insignificant it may appear. Present your home to get a "wow" response from prospective buyers. Allow the buyers to imagine themselves living in your home. The decision to buy a home is based on emotion, not logic. Prospective buyers want to try on your home just like would a new suit of clothes. If you follow them around pointing out improvements or if your décor is so different that it's difficult for a buyer to strip away in his or her mind, you make it difficult for them to feel comfortable enough to imagine themselves an owner.
6. **Make it easy for prospects to get information on your home.** You may be surprised to know that some marketing tools that most agents use to sell homes (e.g. Traditional open houses) are actually not very effective. In fact, only 1% of homes are sold at an open house. Furthermore, the prospects calling for information on your home probably value their time as much as you do. The last thing they want to be subjected to is either a game of telephone tag with an agent, or an unwanted sales pitch. Make sure the ads your agent places for your home have crisp pictures, great descriptions, and list of amenities. Virtual tours are great for larger homes, so ask your realtor if that would be an option. Remember, the more buyers you have competing for your home the better, because it sets up an auction-like atmosphere that puts you in the driver's seat.
7. **Know your buyer.** In the negotiation process, your objective is to control the pace and set the duration. What is your buyer's motivation? Does s/he need to move quickly? Does s/he have enough money to pay your asking price? Knowing this information gives you the upper hand in the negotiation because you know how far you can push to get what you want.
8. **Make sure the contract is complete.** For your part as a seller, make sure you disclose everything. Smart sellers proactively go above and beyond the laws to disclose all known defects to their buyers in writing. If the buyer knows about the problem, s/he can't come back with a lawsuit later on. Make sure all terms, costs and responsibilities are spelled out in the contract of sale, and resist the temptation to diverge from the contract. For example, if the buyer requests a move-in prior to closing, just say no. Now is not the time to take any chances of the deal falling through.