

# Thinking About Selling or Buying a Home?

Here are some essential tips for sellers and aspiring home buyers. Make sure you also lean into your trusted real estate professional for additional insight and guidance.

## SMART STRATEGIES FOR SELLERS

Putting a home up for sale can be stressful, and some owners have a hard time making objective decisions when it matters most.

*Homeowners consistently overestimate the market value of their homes by 5 to 10 percent.<sup>1</sup>*

## PRICE IT RIGHT

Your listing agent will perform a current market analysis. Look closely at the sales of similar homes that have closed in the last 90 days and take the number of available listings into account when agreeing to an asking price.

Sources: 1. SmartMoney Magazine, February 2, 2011  
2. National Association of REALTORS, 2014 Profile of Home Buyers and Sellers

## KEEP IN MIND

- Homes that have failed to attract a buyer in a reasonable period of time may be overpriced.
- Foreclosures or short sales in your neighborhood can impact your home's market value.
- It doesn't pay to set the price too high; most buyers will need financing and the bank will generally use an appraisal based on recent sales to justify the loan amount.

*Your agent may recommend that you perform repairs to correct visible flaws—or even suggest staging your home so it feels more spacious and potential buyers can picture themselves living there.*

## TAKE ADVANTAGE OF YOUR MARKET DEBUT

Pricing your home competitively from the get-go increases the odds of a quick sale.

- Nearly **43% of buyers looked online for properties as their first step** and 43% found the home they ultimately purchased on the Internet.<sup>2</sup> If your home is priced too high when it hits the market, you run the risk that active, qualified buyers will scroll right past it.
- New listings are called “hot” for a reason—buyers get excited about them. **Showings are likely to cool off noticeably after the first 30 days** on the market.
- When weighing an offer, make sure to **consider the potential costs of holding on to your property longer** than you want or need to (*including the mortgage, property taxes, insurance, maintenance, etc.*).



### Sweeten the Deal

*Sellers who agree to pay the buyers' closing costs can make it easier for first-timers to obtain financing, while offering to throw in appliances, upgrade allowances or other perks could swing a buyer's decision your direction.*



# How to Get the Home You Want

## 1. Get Ready

**Talk to your mortgage professional** about your financial situation and credit history to determine your loan options. It's important to know how much house you can afford based on your down payment and income. A strong letter of pre-approval can really add to your bargaining power.

**Have a meeting with your real estate agent.** Discuss your needs and preferences and establish the best method for your agent to send listings and communicate with you about available properties. Tap into his or her knowledge of the local market. When it comes time to act, your agent will represent your interests in negotiations and work to ensure a smooth transaction.

## 2. Shop Smart

**Expect to pay more for a showplace;** if you consider a fixer-upper, judge structural deficiencies more harshly than cosmetic flaws. It can be costly to replace major components or to change the layout, but redecorating with flooring, fixtures or paint is relatively easy and sometimes offers instant equity potential.


**Location is key.** Even if the site seems perfect for you at the present time, think about whether it will appeal to a large pool of buyers if you should decide to sell in the future.

## 3. Go For It!

**To write a winning offer without overpaying,** look at the prices for comparable sales. Consider whether the property is in a high-demand area or if there is plenty of competition. Ask your agent to find out why it is for sale and if the seller seems motivated. If you accommodate the seller's preferred closing dates or other terms, he or she may be more flexible with the price.

## Do Your Due Diligence

Schedule a home inspection after coming to terms. Many sellers expect to address issues related to safety or building codes, and additional repairs (or a credit) may be negotiated. Make sure all of your questions or concerns regarding the home's condition are answered through the inspection process.



*If you must sell your current home to afford a new one, consider putting it on the market before starting your search. You can often negotiate a better deal on a purchase if your property is under contract or you already have the cash in hand.*