



What does the future hold? **DISRUPTORS** LOWER COMMISSION RATE **Private Business and Class Action Lawsuits** Commission on \$400K 6% Sales side - 50% \$12,000 Referral Fee - 35% 4,200 **Net Commission** 7,800 Agent split - 70% 5,460 **Agent % of Sales Price** 1.37%

Ро	rtal/Referral	Pay Per Click*	SOI/Past Customers	
0 1	\$400,000	\$400,000	\$400,000	
Customer	\$12,000	\$12,000	\$12,000	
Acquicition	\$4,200	\$800		
Acquisition	\$7,800	\$11,200	\$12,000	
Cost	\$5,460	\$7,840	\$8,400	
COSL	1.365%	1.96%	2.1%	
Increase over Portal/Referral			54%	

*Google PPC to a landing page that converts traffic into leads. Leads vary in price depending on area costs \$10-20 to as much as \$50. Assuming a 2.5% conversion on a \$20 lead, a closed transaction is \$800.

5

Agents must control their leads to avoid the downward pressure on commissions and the shrinking margins.

The solution is to establish yourself with a select group of people with whom you expect to do business.



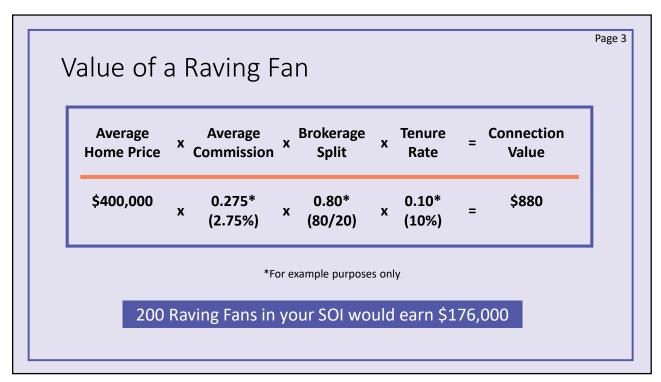
Raving Fan

Exceed expectations | the unexpected gift | Give them more

Providing more value than anyone else

Ken Blanchard coined the term "raving fan" to describe a customer who is so overwhelmed and floored by the customer service they've received that they can't stop telling everyone about it.

"Your customers are only satisfied because their expectations are so low and because no one else is doing better. Just having satisfied customers isn't good enough anymore. If you really want a booming business, you have to create Raving Fans."



An agent's income will be directly proportional to the number of raving fans in their sphere of influence.

Earning the privilege to be called "your REALTOR®"



Estima	ting Your Production			
	People in your database	200		
	Potential Transactions	x .11		
	Available Transactions Annually	22		
	Conversion probability	x .50		
	Probable Transactions Annually	11		
	Times Average Commission	\$8,800		
	Income	\$96,800		
What do you have to do to increase production? Variables – # contacts, turnover, conversion, avg commission				
_				

Page 4

OBJECTIVE

"Build a network of potential clients through consistent communication, position yourself as a trusted real estate resource, and nurture relationships for future transactions and referrals."

13

STEPS		Page 4
1	Identifying the Contacts for your Sphere of Influence	
2	Gathering Contact Information	
3	Organizing your Sphere of Influence Data	
4	Continually Growing your SOI	
5	Developing the Communication Plan	

Identifying the Contacts for your Sphere of Influence

Page 5

A Sphere of Influence is a network of individuals and contacts with whom you have a personal or professional connection.

- Friends
- Family
- Colleagues
- Acquaintances
- Past Clients
- Anyone within your existing network who might be interested in your real estate service.

65% of Sellers & 56% of Buyers selected their agent because they has some form of relationship

NAR 2023 Profile of Home Buyers & Sellers

15





87% of Sellers & 90% of Buyers say they would use their agent again or recommend them to others.

Source – 2023 Profile of Home Buyers and Sellers – Exhibits 4-21 & 7-12

17

1 - Identifying the Contacts for your Sphere of Influence

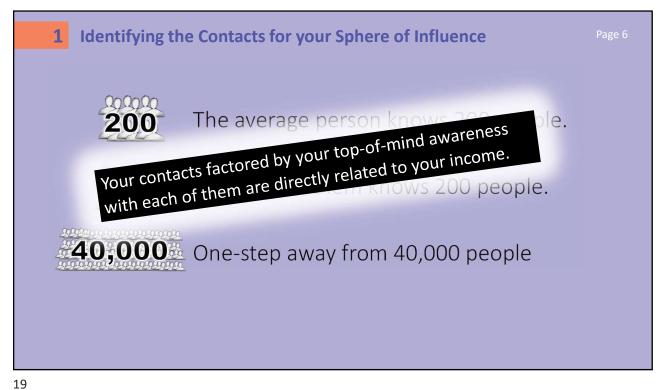
The typical REALTOR®
earned 15% of their
business from repeat
clients and customers,
and 20% through referrals
from past clients and
customers.

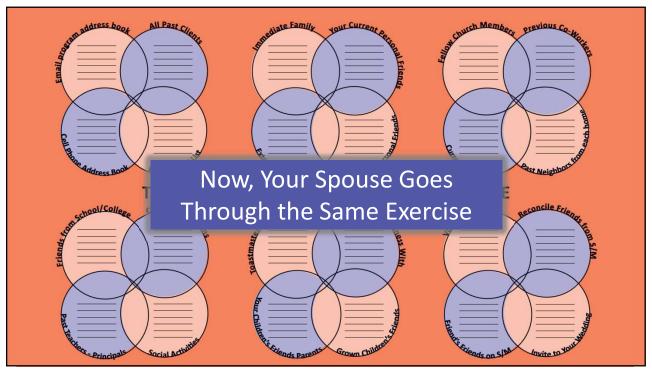
Source - NAR Member Profile

2/3

FALLOUT

Why does
his happen?













Gathering Contact Information

Page 10

Interactions should

focused on building

be respectful and

trust.

Events and Gatherings:

Attend or host gatherings or events to personally interact with your SOI

Online Forms:

Newsletters, Home Value, etc.

Business Cards:

Exchange business cards at networking events

Professional Networks:

Leverage professional networks

Networking Apps:

Tools like LinkedIn to connect with individuals from your SOI

Ask for Assistance:

If you're struggling to obtain contact information, consider reaching out directly.

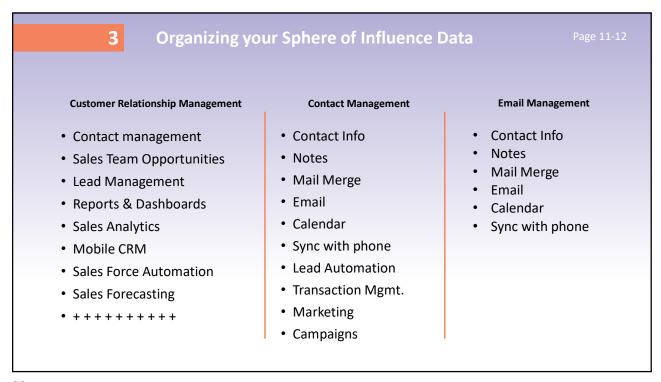
27

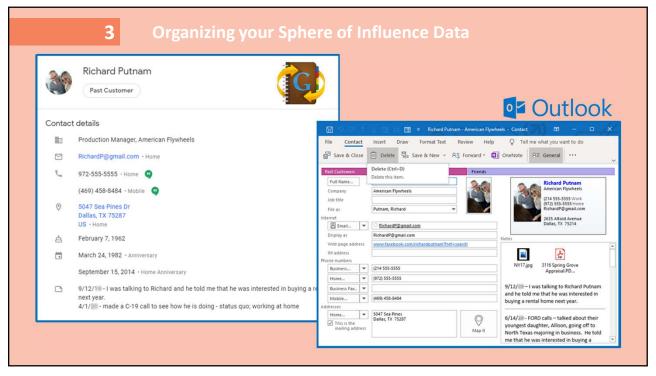
3

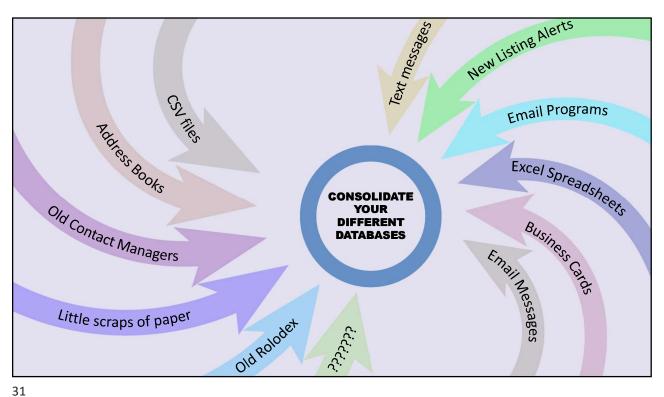
Organizing your Sphere of Influence Data

Page 1

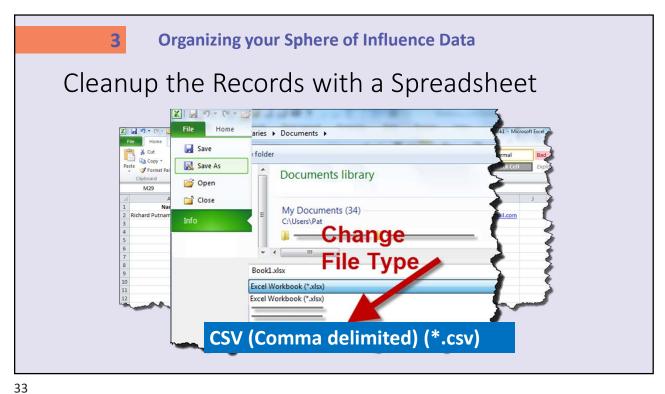
Organizing the information you collect on each person within your SOI is paramount to maintaining and nurturing these valuable relationships effectively.













Continually Growing your SOI

Page 13

Create & Implement an established procedure to add names like open house visitors, closings, etc., door knocking, etc.

If your communications are considered valuable, YOUR SPHERE OF INFLUENCE WILL INCREASE.

35

4

Continually Growing your SOI

Page 13

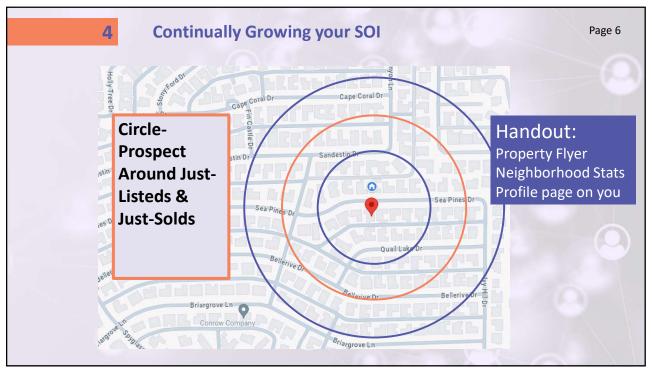
Consider a customer appreciation program that keeps contacts involved even when they are not buying or selling.

Provide a package of services and benefits.

The "Home Team Advantage"

- Annual Home Valuation
- Monthly Market Snapshot
- Monthly Homeowner Newsletter
- Service Provider Recommendations
- Remodeling Consultations
- Property Tax Challenge Advice
- Refinancing Analysis
- Equity Accelerator
- Rental Property Guide & Notifications
- Homeowner's Tax Guide with Improvement Register
- Additional services available at our office:
 - a. Free color copies (up to 50)
 - b. Free black and white copies (up to 100)
 - c. Free faxing
 - d. Free notary service
- Invitation to Annual Customer Appreciation Events





Continually Growing your SOI

Finding & Adding Contacts

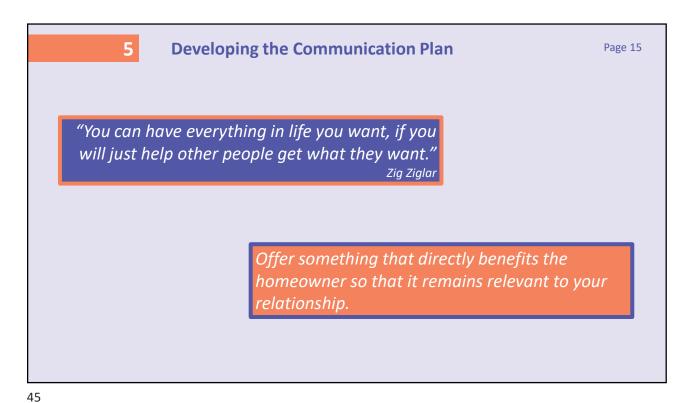
- 1. Compile a list of every buyer and seller you've had transactions with since you've been licensed.
- 2. Address books from each email program you have
- 3. Add your holiday greeting list of friends and relatives
- 4. Export the people registered from your MLS new listings announcements.
- 5. Add people you know from your church or place of worship.

41

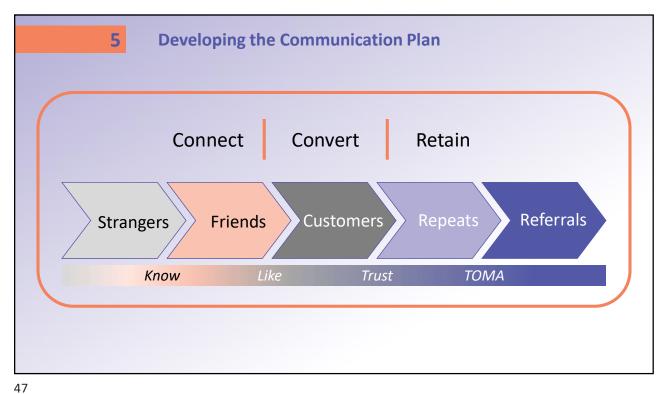
1. Open 4 browser windows; 1 each for Facebook, Instagram, LinkedIn, & Twitter 2. Start with your contacts and search their name on each platform 3. Send a friend request to each one who is not currently following you

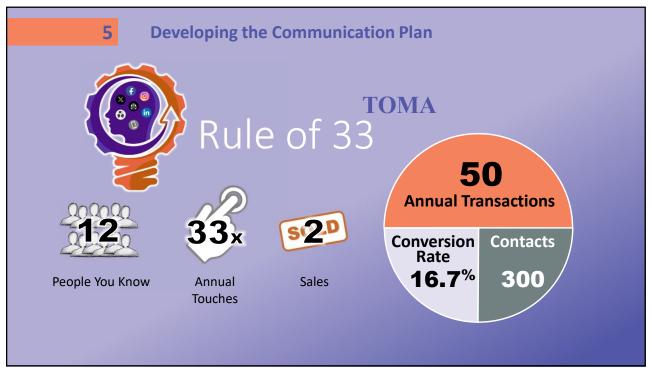




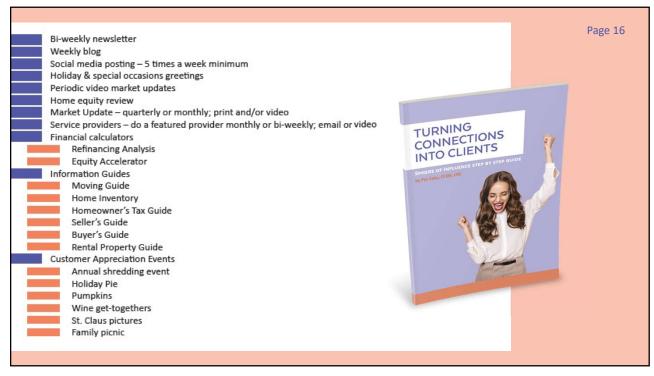








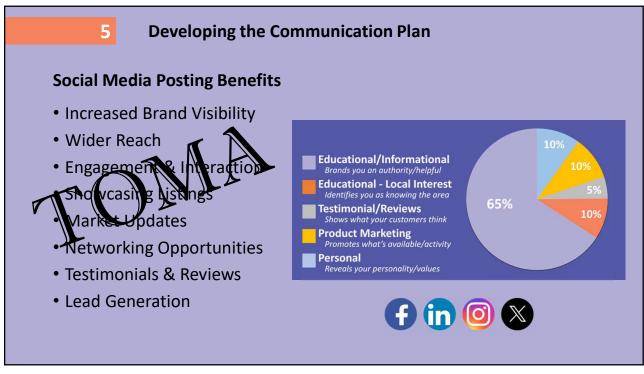


















Developing the Communication Plan

Home Equity Review Benefits to Owner

Financial Planning
Home Renovation Planning
Selling Decision
Refinancing Opportunities
Borrowing Power
Peace of Mind

