

What Is Real Estate Business

The term real estate refers to a piece of land and any building, fences, trees, etc on that piece of land are a part of that real estate. Any immovable property is called real estate in legal terms. Property is divided into two major categories, which are referred to as commercial and residential. There are several sub categories of these two major categories. The real estate business has become a huge booming business. People or business houses who own property hire real estate agents to manage the sale, purchase and renting of their properties for them. Like any other business, real estate business houses need a license to operate their business. Different countries have different laws for setting up and running a real estate business. Certain colleges teach real estate business as a special subject.

Mortgage companies and financial institutions maintain close links with real estate business houses. As transfer of property ownership and renting of property requires certain legal agreements to be fulfilled, real estate businesses also have links with legal firms. Real estate business houses know the price of properties in the areas in which they operate. This knowledge forms a vital part of their work. Depending on where the real estate agent is located; they may deal in an area of a city or in an entire small town.

People and business houses like real estate developers do not have the time to buy, sell or rent property and they approach a real estate business to handle this for them. Buying, selling and renting property for people is what real estate agents do. Similarly they help real estate developers to sell or rent the homes or apartments they are constructing. Real estate agents might choose to only deal in buying and selling of property. Other real estate agents only deal in renting out peoples property.

Real estate firm either hire or employ a surveyor who evaluates property. Depending on the surveyors report a real estate agent will work out a price for the property. Maintenance services are also provided by some real estate agents who deal in property rentals. People prefer to rent homes through real estate agents who also provide maintenance services for the properties they rent.

The real estate business has taken a nose dive since the world financial crunch. In fact its one of the businesses that has been the worst affected with the economic crunch. Mortgage companies and other financial companies stopped giving property loans and mortgages or raised their interest that people could not afford to buy properties. A large number of home owners who lost their source of income have been forced to sell their homes because they could not pay the mortgage. The slump in the real estate business has forced a number of real estate agents to shutdown their businesses.

About the Author

Similar articles about [real estate](#), visit www.acpmidatlantic.com/team/douglas-fleit.

Source: <http://www.seo27.com>