

Introduction

- Based on 10 years of research by Huthwaite Corporation that analyzed over 35,000 sales transactions, presented in the book Spin Selling by Neil Rackham
- Largest-ever investigation of selling success researched selling in 27 countries
- Concluded that traditional selling methods don't work for high-value sales
- Found that top salespeople were using a probing (investigating) strategy called SPIN

Four stages of a sales call

- Opening warming up events, including introductions and how you begin the conversation
- Investigating asking questions is the most important of all selling skills in larger sales
- Demonstrating Capability demonstrate to customers that you have something worthwhile to offer
- Obtaining Commitment larger sales involve a number of intermediate steps called Advances

Four types of questions

Situation questions

- At the beginning of the call, successful salespeople ask <u>data-gathering</u> questions, such as:
- "How long have you had your present equipment?"
- "Could you tell me more about your growth plans?"
- Don't overuse these questions

Problem questions

- Once sufficient information has been gathered from Situation Questions, then you move to a second type of questions – Problem Questions
- "Have you had any problems with your current bank?"
- "Are you satisfied with the service you get from your other suppliers?"
- Salespeople often don't ask enough Problem Questions

Implication questions

- Successful salespeople also need to ask more complex Implication Questions, such as:
- "How will this problem affect your future profitability?"
- "What effect does this problem have on your overall customer satisfaction?"
- Even experienced salespeople rarely ask good Implication Questions

Need-payoff questions

- Successful salespeople ask Need-Payoff Questions that get the customer to tell <u>you</u> the benefits that your solution could provide
- "Would it be useful to speed up this operation by 10 percent?"
- "If we could improve the quality of this operation, how would that help you?"
- Huthwaite's research shows that top performing salespeople ask 10 times as many Need-Payoff Questions per call compared to average performers

Possible outcomes

- Order customer makes a commitment to buy
- Advance An event that moves the customer forward towards a decision
- Continuation Discussions may continue, but no action by customer to move forward
- No sales Customer actively refuses to make a commitment

Source: SPIN Selling, by Neil Rackam, 1988