airbnb the uber of hotels this company is creating extraordinary social good and extraordinary economic and educational empowerment all within the context of a for-profit model take a look i just booked the trip to medellin colombia and guess who i trusted first that's right i trusted my stay with airbnb airbnb made people realize that an extra room in their house or apartment can be an extra source of income not only that but a great way for travelers to connect you can view ratings just like you see here airbnb spent five months interviewing their first employee before they hired someone in their very first year and they only hired two people that year this is a true gross story and opportunity because airbnb is going public on december 10th or maybe even december 9th the company was founded in 2008 by brian chesky nathan b and joe g airbnb is a shortened version of its original name airbed and breakfast.com and in 2015 the company had 25 million dollars worth of bookings which is actually a lot for a startup but by 2019 they had 187 million dollars worth of bookings that's times bookings in just four years and listings well in 2012 it was a measly 120 000 listings which by the way is bigger than some small towns not bad for a company that owns no property and no real estate it's simply a platform that takes a cut of the commission for being a good middleman oh and if you're wondering how many listings in 2019 that they had it was about 7 million which is almost the size of new york city yeah you're gonna want to watch this video if you want to get stupid rich

and also dare i say my favorite ipo

stock of 2020 we're gonna have to talk about this one to be honest with you guys i do think i like airbnb more than i like plantier stock maybe because airbnb has a network effect like a true tech giant has airbnb is like facebook in that they have more users joining the platform and the more users that join the platform they do some referring they tell their friends and that actually creates an effect where people join and more people join because more people joined if that makes sense it's like compound interest airbnb is now known worldwide at the end of this video i'll show you guys some rare gems on airbnb and some expensive houses that are not only fascinating but also raking in some very massive revenue and booking fees for airbnb.com anyways i'm going to jump in to do a deep dive analysis here plus tell you guys what i'm going to be doing with this stock on the first day of the ipo but first don't forget to get four free stocks from weeble in the link below they hook you up with a ridiculous four free stocks we're just depositing 100 so check it out all right airbnb could be one of the hottest ipo offerings of the whole year airbnb has already been disrupting the hotel in short-term property rental markets for vears now and investors will soon have a chance to build a position in a technology business that is just growing rapidly the reason it's growing so fast is because the business model is truly disrupting the hotel industry it makes sense for both the owner and the customer i'll start with the owner side of things okay guys most of the owners can freely rent a room or their whole house whenever they like to and if they want to make some cash on the side and they want to make some money to go out

and have fun with that money then all they have to do is click a few buttons and put their property or the room on airbnb and if they don't they don't and if they want to rent out the room for say saturday nights and they want to have a day or two that they want to make some money

then they do and if they don't want to rent the room they can just turn off the days that they have their rooms available for

and they don't rent out the room so they're free to choose when they want to make money

and utilize their property airbnb wanted people to rent out their spare rooms but check this out guys some people are turning it into a whole business people are buying properties and rather than renting them out like a traditional landlord they're becoming airbnb hosts it makes sense for them because take a look at this

i live in philadelphia here's an image of a philadelphia airbnb

you can see that the total price here is 877

the owner gets 694 for seven nights but wait i bet you guys didn't know this but the cleaning fee goes straight to the owner's pocket as well so it's really 769 dollars for a week's stay if three out of four weeks are booked year round on a good property that's about two thousand three hundred dollars per month and i took a look at the average rent in philadelphia

and for a two bedroom it's about one thousand three hundred dollars but let's call it

a cool 1 500 in rent just to be conservative so this owner is more than clearing the typical monthly rent payment or if he's renting and then re-putting the property on airbnb to make a split difference some people actually do that they go ahead they rent a property they ask their landlords hey would you mind if i put this on airbnb landlord says i don't care so that person rents and then he puts on

airbnb that tenant puts it on airbnb trying to make a profit people actually do that anyways back to the point so you can collect two thousand three hundred dollars and your rent is about one thousand five hundred so you're making that cool eight hundred dollars per month in profit now let's talk about the people that actually rent out airbnbs someone in town for a week traveling would love to have a more homey experience and honestly airbnb oftentimes makes more sense and it costs less money to actually rent out than a traditional hotel as someone who used airbnb for years from my trips to europe and now to colombia the platform makes a lot of sense for both the person having the property and the person looking to rent the property and of course for airbnb which makes

that good money the company will price a stock

between 56 per share in 60 per share availing the company around 42 billion dollars at the upper range and the stock will list on passage under the ticker a b

nasdaq under the ticker a b and b airbnb stock is set to list on thursday december 10th as i'm making this video and will likely explode out of the gate right off the start

because i can see a lot of demand from investors

becoming really excited about this stock to be invested in a very fast growing business

even during the pandemic pressures because well millennials know that the value of the company is going to explode because of the business model and the network effect that airbnb has and by the way something that didn't really surprise me is that airbnb increased the price range for its initial public offering this week to 56 to 60 per share according to the securities and exchange commission filing released on monday the 7th it previously planned to sell shares for 44 to 50

per share roughly and that means that the new range represents a 27 increase at the bottom end of things any 20 increase at the top end of things and they're going to be selling 50 million shares and guys what i think is gonna happen right off the gate as it does with most this year is that they're probably going to rise it's not hard for me to say that because we have seen it happen over and over again with so many different ipos and companies including a majority of over 80 specs that went public in 2020. now in my opinion the raising price isn't the best thing for investors because you have to purchase a stock at a more expensive price but i will say that i do believe it is justified from one side of the coin it's the end of the year and i think people are interested in getting invested before 2021 and the january effect takes place by the way if you don't know the january effect that's basically the effect where in january the stock market tends to rise a whole lot and it's an anomaly because no one knows why that happens but i already said it in january stocks tend to go up but i will say that the other side of things is that the private market had airbnb a bit lower this year so i'm slightly concerned but i don't think that the increase in their price for their ipo is going to be a really big issue 6 to 12 to 18 months out because if the company is growing their revenues and the pandemic kind of kind of declines a little bit and people start traveling again this is going to be an explosive stock and even if the pandemic doesn't really decrease well i still think people are renting out on airbnb because some people live in airbnb full-time check this guy out he lives in airbnb

full-time now guys we had to discuss something that makes me feel very comfortable about airbnb stock and the reason i feel comfortable is that doordash is also increasing its valuation and ipowing very soon check out what yahoo finance have to say about these two stocks that's right miles taking a look here airbnb and doordash both heading towards massive ipos later this week in two of the largest offerings we'll get in 2020.

now it's looking like demand for these share offerings is high especially with airbnb

we just saw in a filing this morning that airbnb increased the price range for its ipo

that new range is between 56.60 per share up from the 44.50 per share that airbnb had disclosed in a filing earlier this month

that was pretty interesting i don't usually look at media too much but i do think that doordash and airbnb coming high does offer airbnb some safety because take a look at airbnb revenue in 2019 it was 4.7 billion now take a look at door dash revenue in 2019

guys it's 1.9 billion it's not even half of airbnb so please tell me how does airbnb and doordash have a similar valuation that makes no sense at all so at least

relatively speaking airbnb is cheap in relation to doordash's ipo but we shall see what happens when they book ipo them coming in at larger than expected valuations does kind of hinder the investment returns of new investors

however i don't think this makes airbnb less attractive but as a millennial i'll be purchasing some shares when they ipo at least with a small percentage of my portfolio because i love this stock i truly believe in it let me know your guys thoughts below what ipo did you guys buy that went really well is airbnb interesting to you and how much shares you're going to be buying on the ipo date

spacebo for watching smash the like button for your boy henry and i'm becoming more active on patreon than i was before by posting market research and more frequent updates on stocks that i'm following either way i hope you like this video let's make some money and get stupid rich see you guys back here very soon be aggressive in learning but be safe investing i love you guys