Monday Training Session

August 18, 2025

The meeting focused on market analysis and trading strategies, with Dan discussing his bullish outlook despite analyst predictions of a pullback, while emphasizing the importance of proper risk management and disciplined trading processes. Dan shared insights on avoiding common trading pitfalls, including overconfidence and excessive risk-taking, and highlighted the significance of having a clear trading plan with defined rules for position sizing and loss limits. The session concluded with detailed stock analysis and recommendations, demonstrations of risk management tools, and discussions about using AI to enhance trading efficiency and business growth.

Next Steps:

1. All attendees: Focus on risk management first before potential gains.
2. All attendees: Develop and strictly adhere to a trading process to avoid significant losses.
3. All attendees: Implement a trading plan that includes maximum position size limits and never deviate from it.
4. All attendees: Establish a maximum dollar loss amount they're willing to accept on any given trade.
5. All attendees: Honor their stop losses and avoid giving positions "more room.
6. All attendees: Consider implementing a "3 losses in a row" rule to stop trading temporarily.
7. All attendees: Evaluate their trading positions and determine if they are short-term trades or long-term investments.
8. All attendees: Evaluate if their positions can withstand a 10-20% pullback based on their trading timeframe.
9. All attendees: Keep their trading process simple and focused to enable scaling.
10. All attendees: Consider AI developments as a factor in their investment strategies.
11. Dan: Continue providing market analysis and trading insights without screen sharing when appropriate.
12. Dan: Clean up and organize his stock watchlists tomorrow.
13. Dan: Add to iBit position on weakness.
14. Dan: Add Ethereum to his watchlist and position when there's an opportunity to "get on the train.
15. Dan: Continue monitoring iBit and Leidos positions which are performing well.
16. Dan: Watch NVIDIA's earnings report on 8-28 for potential impact on related stocks.
17. Dan: Monitor home builder stocks which are expected to continue upward trend.
18. Dan: Track Worthington despite its illiquidity as it shows potential from volatility squeeze.
19. Dan: Consider updating TradeTrack to help subscribers monitor position sizing.
20. Dan: Continue developing AI-assisted tools for trading research and indicator creation.
21. Dan: Continue developing and refining his AI assistant for financial research and information gathering.
22. Dan: Complete the long document project he's been working on with his AI assistant.
23. Dan: Follow up on PGY for his IPO watchlist.
24. Scott: Monitor earnings reports and economic data to inform trading decisions.
25. Scott: Discuss stablecoin and Ethereum details on Wednesday.
26. Scott: Potentially work on stablecoin book project mentioned by Dan.

Transcript:

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00:00:08.790 --> 00:00:09.980

Dan Fitzpatrick: Alright.

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00:00:11.540 --> 00:00:15.129

Dan Fitzpatrick: Okay. Alright, hey, everybody. …

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00:00:15.740 --> 00:00:22.819

Dan Fitzpatrick: So, I've got the, … I've got the camera on, as opposed to the, …

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00:00:23.060 --> 00:00:29.910

Dan Fitzpatrick: the screen sharing thing right away, just because, because I wanna, I kinda wanna talk to you.

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00:00:29.910 --> 00:00:43.380

Dan Fitzpatrick: A little bit, and, and relay some market, thoughts and trading thoughts that I think are… are valuable. It was really interesting, surprising to me, and maybe

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00:00:43.380 --> 00:00:45.470

Dan Fitzpatrick: you know, pleasantly surprising.

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00:00:45.590 --> 00:01:02.399

Dan Fitzpatrick: that my Friday session, I kind of did this and just, took off the screen and just talked. And a lot of people got a lot out of it, and I don't know… it could have been because what I had to say was worthwhile.

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00:01:02.660 --> 00:01:20.680

Dan Fitzpatrick: It could have been because of my devilish good looks, or it… Scott, don't smile like that, dude. My wife tells me I'm handsome. Or it could be just kind of eye contact, it helps. But anyway, so, when I have something to say.

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00:01:20.680 --> 00:01:38.950

Dan Fitzpatrick: I'm just gonna do it, so I'm changing it up a little bit. But today, what I want to talk to you about is just, … and by the way, just throw me a bone if this resonates with you, just so I know, because I already know all this stuff, so I'm not…

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00:01:38.960 --> 00:01:48.740

Dan Fitzpatrick: talking for myself, for my own edification. What I really want to talk about is kind of what the… what the tenor of the market is.

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00:01:48.890 --> 00:02:03.019

Dan Fitzpatrick: right now, and how I think the best way to behave is, and it kind of gets back to the individual. And I have some stats here. Lots of bones, I appreciate that.

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00:02:03.710 --> 00:02:13.350

Dan Fitzpatrick: So, Here's the thing. We… we have a market that is… It's elevated.

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00:02:13.660 --> 00:02:22.219

Dan Fitzpatrick: and I guess you could say it's extended, but it's not really as extended as you're hearing some say, like.

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00:02:22.270 --> 00:02:37.919

Dan Fitzpatrick: on, CNBC, on Fox, which… I just kinda… I don't know what the heck I do. I barely look at those things anymore, other than if I go to the website to get some news, and then I see some snippet of an interview.

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00:02:38.480 --> 00:02:49.850

Dan Fitzpatrick: But what I'm getting is, a lot of people are saying, like, oh my god, this market's overextended, it's… we're gonna get a big pullback, and all that. Like, have you guys heard that? Scott, have you… you heard that?

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00:02:50.610 --> 00:02:59.150

Scott McGregor: I mean, I have heard that there's an exuberance in the market, and then, of course, you know, with the fear and greed indicator and whatnot.

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00:02:59.150 --> 00:02:59.500

Dan Fitzpatrick: Yep.

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00:02:59.500 --> 00:03:10.740

Scott McGregor: But I've also seen a lot of earnings come in above expectations. So, as long as that remains the case, I think it's, you know, I think we remain in a bullish environment.

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00:03:10.740 --> 00:03:14.600

Dan Fitzpatrick: That said, you know, we do have a Fed that's kind of fighting us right now.

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00:03:14.600 --> 00:03:17.560

Scott McGregor: You know, we have a Fed that should have cut rates last time.

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00:03:17.910 --> 00:03:32.210

Scott McGregor: And then we have hot, you know, it's like a mix of economic data. Economic data comes in really cool, everyone says the Fed should have cut, economic data comes in hot, everyone goes, whoa, they're not going to cut next meeting. So, it is a bit of a gray area that we're in right now.

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00:03:32.260 --> 00:03:39.670

Dan Fitzpatrick: Yeah, I think that's a really good way, that's a really good way to describe it, and one thing, as soon as the Fed

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00:03:39.930 --> 00:03:43.380

Dan Fitzpatrick: cuts, as soon as the Fed cuts, a quarter point.

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00:03:43.720 --> 00:03:46.110

Dan Fitzpatrick: Okay, let's think about this for a minute.

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00:03:46.590 --> 00:03:50.230

Dan Fitzpatrick: First of all, what do you think that's gonna do to the market?

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00:03:50.940 --> 00:04:08.349

Dan Fitzpatrick: the market is gonna scream, because then, oh, now we're in the rate-cutting cycle, thinks the market, money's good. It's the stuff that I talk about all the time, you know, money gets cheaper, and… and that's historically what happens in…

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00:04:08.460 --> 00:04:19.880

Dan Fitzpatrick: a bull market when the Fed cuts interest rates, as opposed to… well, actually, even in a real horrible, brutal market where we're in a recession, and then the Fed

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00:04:20.089 --> 00:04:39.730

Dan Fitzpatrick: Then the Fed starts cutting rates, because Lord knows, they're never early, they're always late. So, the point is, when they start cutting rates, even a little bit, the market gets excited, and then stocks go up. So, that's great. For the market, for us, awesome.

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00:04:39.800 --> 00:04:42.089

Dan Fitzpatrick: you know, love that. But…

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00:04:42.370 --> 00:04:57.289

Dan Fitzpatrick: for the overall economy, for inflation, things like that, the things that the Fed seems to be worried about, even though it's a dumbass, thought, because, first of all, it was services that went up

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00:04:57.800 --> 00:05:01.480

Dan Fitzpatrick: markedly, last weekend. Services.

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00:05:02.060 --> 00:05:26.990

Dan Fitzpatrick: That's not inflation, I'm sorry. I mean, it feels like that for people like me who are actually paying people for services, but that's not the inflation that is supposedly the issue here. It's gonna be cost of goods, what people are paying, for a new car, for a new shirt, for, gas, for this and that. It's that people are paying for goods as opposed

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00:05:26.990 --> 00:05:32.889

Dan Fitzpatrick: to… to services. I don't know about you, but I'd kind of like a raise.

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00:05:32.940 --> 00:05:43.309

Dan Fitzpatrick: that's just the way it goes. So, from a… just from a pure blue-collar logic standpoint, what they're doing is stupid as hell.

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00:05:43.310 --> 00:06:07.290

Dan Fitzpatrick: it's political, but I've already talked about that, I'm not gonna go into that again, it's stupid, and it'll piss half of you off, because it does. So, but the point is, at some point, they're gonna ra… they're gonna lower rates. Hell, they might raise rates, you know, just to do an FU to 1600 Pennsylvania, but at some point, they're gonna lower rates, and that's gonna be

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00:06:07.290 --> 00:06:08.730

Dan Fitzpatrick: Awesome.

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00:06:08.910 --> 00:06:13.869

Dan Fitzpatrick: for stocks. It's gonna be awesome. You think we're extended now.

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00:06:14.160 --> 00:06:29.240

Dan Fitzpatrick: We'll get even extendeder, when that happens, but from a standpoint of what's it gonna do to inflation, to the economy, like, to help people even buy homes, or a new car, or this or that.

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00:06:29.820 --> 00:06:42.190

Dan Fitzpatrick: This is my feeling. A quarter point's not gonna do much at all. A quarter point, it ain't gonna make a difference in my life, it probably won't make a difference in yours, either. So the point is…

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00:06:43.040 --> 00:06:44.530

Dan Fitzpatrick: What's the harm?

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00:06:44.690 --> 00:06:56.320

Dan Fitzpatrick: what's the harm in doing that? Everybody else on this particular planet has been lowering their rates a lot. And so you could say, well, we're different because

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00:06:56.620 --> 00:06:58.980

Dan Fitzpatrick: I don't know, fill in the blanks on that.

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00:06:59.140 --> 00:07:20.560

Dan Fitzpatrick: But with other countries and other central banks lowering their rates so much, it puts us in this real kind of unicorn position, like, what's going on over there? And so, for them to drop rates a little bit, that would absolutely be good for the stock market. And by the way, so yeah, that's us. And we can say.

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00:07:20.560 --> 00:07:27.930

Dan Fitzpatrick: And a lot of people will. Yeah, but most people in this country aren't invested in the market, you know? Okay, well, boo frickin' who?

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00:07:27.930 --> 00:07:30.279

Dan Fitzpatrick: You know, I mean, it's money.

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00:07:30.300 --> 00:07:36.030

Dan Fitzpatrick: that makes the economy go around. It's these publicly traded companies that…

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00:07:36.360 --> 00:07:47.729

Dan Fitzpatrick: use the free… the cheaper money to actually grow, to build, to do research, which ultimately creates jobs. And so.

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00:07:47.940 --> 00:07:56.059

Dan Fitzpatrick: pushing the stock market higher, I mean, ultimately, at some point in the future, it's gonna be bubble vision, but it ain't there now.

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00:07:56.060 --> 00:08:11.020

Dan Fitzpatrick: And I've said this before, in a bubble, people make the most money right before the bubble pops, and then they lose the most money right after the bubble pops. Well, we're not in that… we're not in that… at that danger yet. But the point is.

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00:08:11.880 --> 00:08:21.790

Dan Fitzpatrick: Higher equities are good for everybody. They're certainly good for us, but if I'm looking to borrow money.

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00:08:22.110 --> 00:08:30.319

Dan Fitzpatrick: I'm not, but, if I'm looking to borrow money, like, to build the business, or, oh, I want to expand, and this and that.

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00:08:30.790 --> 00:08:33.380

Dan Fitzpatrick: If the money's a little bit cheaper.

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00:08:33.530 --> 00:08:37.180

Dan Fitzpatrick: that's gonna make a big difference to me. I'm gonna be…

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00:08:37.220 --> 00:08:49.679

Dan Fitzpatrick: I'm gonna be borrowing money, because the risk is lower. Like, the closer to… the closer to free money is, the less risk a business takes in order to expand.

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00:08:49.680 --> 00:09:01.009

Dan Fitzpatrick: I don't even think you have to be a stupid economist to figure that out. I think you just have to maybe, at some point, own a business where, where you're doing that kind of thing. And so, the…

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00:09:01.200 --> 00:09:08.369

Dan Fitzpatrick: The easiest way to explain how jobs are created is this.

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00:09:08.520 --> 00:09:14.189

Dan Fitzpatrick: Somebody takes a chance, somebody takes a risk to build something.

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00:09:14.730 --> 00:09:19.010

Dan Fitzpatrick: And it works, and so they need to hire somebody to help them.

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00:09:19.170 --> 00:09:25.340

Dan Fitzpatrick: On the other hand, somebody takes a risk to build something, and it doesn't work.

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00:09:26.420 --> 00:09:37.399

Dan Fitzpatrick: They don't need to hire anybody, in fact, they're probably gonna start looking for a job themselves. And so, the point is, when money gets cheaper, good things happen.

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00:09:37.680 --> 00:09:43.180

Dan Fitzpatrick: Ultimately, it's the human condition. People get all lathered up, and …

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00:09:43.180 --> 00:09:59.950

Dan Fitzpatrick: they do stuff that they shouldn't be doing. If you guys saw the Big Short, the movie with, Steve, Carroll, or Carell, or whatever his name is, you know that one of the things back in the, back in Bubble Vision days on real estate, like.

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00:10:00.260 --> 00:10:05.060

Dan Fitzpatrick: Strippers in Florida bought a bunch of houses, and they're gonna flip them. Okay.

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00:10:05.920 --> 00:10:22.630

Dan Fitzpatrick: When you're on the pole, that's not something that you should be doing. But the point is, so money got so cheap, that kind of stuff just happened. Maybe, ultimately, that'll happen again, probably not to the strippers, but you never know, and I won't know.

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00:10:22.990 --> 00:10:34.100

Dan Fitzpatrick: So, the point is, the way money is moving as far as prices does absolutely impact the economy in general.

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00:10:34.100 --> 00:10:43.770

Dan Fitzpatrick: And all it takes is a little nudge, one… actually just to fall. Like, a little nudge to change everything.

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00:10:43.770 --> 00:10:50.100

Dan Fitzpatrick: That's what I think, and here's my bet. My bet is that the market's gonna bear that out.

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00:10:50.190 --> 00:10:58.799

Dan Fitzpatrick: when it happens. And I don't see the big risk of, oh my god, we're gonna trigger inflation, it's gonna be horrible.

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00:10:59.290 --> 00:11:11.119

Dan Fitzpatrick: Because we lowered rates by 25 basis points. Like, really? Are you guys getting, you know, what's the saying? Are you picking up what I'm throwing down? Something like that. ….

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00:11:11.120 --> 00:11:13.350

Scott McGregor: I think what you're saying makes a lot of sense, Dan, and even

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00:11:13.690 --> 00:11:21.709

Scott McGregor: to get a technical recession, to your point, it's unlikely that a real recession would happen, right, based on.

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00:11:21.710 --> 00:11:22.170

Dan Fitzpatrick: Yo.

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00:11:22.170 --> 00:11:38.009

Scott McGregor: You know, based on the things that you're saying. And so, that's where you want to mix that technical analysis ability that you have, the chart reading that Dan has, and then mix that with the actual macro picture of what's happening, not what people think might happen in the future.

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00:11:38.170 --> 00:11:56.559

Dan Fitzpatrick: Yeah, and one thing that's, … one thing that's pretty important for people to be mindful of, and this is kind of big picture stuff, guys, AI is changing everything. Everything. And this is not a short-term thing.

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00:11:56.630 --> 00:11:59.700

Dan Fitzpatrick: This is like… the internet.

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00:11:59.820 --> 00:12:03.120

Dan Fitzpatrick: This is like… the cloud.

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00:12:03.820 --> 00:12:07.330

Dan Fitzpatrick: This is big. This is, like, I think it was…

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00:12:08.060 --> 00:12:16.940

Dan Fitzpatrick: I think it was the CEO of Google, but I don't know for sure, and it really doesn't matter, in this context, but…

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00:12:17.030 --> 00:12:25.959

Dan Fitzpatrick: that person said, this is like electricity. In other words, this thing about AI

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00:12:25.960 --> 00:12:37.259

Dan Fitzpatrick: is a real seismic event. It will allow businesses to become more efficient, and when businesses, and people too, by the way.

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00:12:37.260 --> 00:12:57.600

Dan Fitzpatrick: I don't use Google Search anymore, I use Charlie. That's my chat GPT bot. If I need to know anything, I go to Charlie and go, like, hey, dude, you know, where's a good place to take my wife for dinner? Or, hey, I was just reading such and such, tell me more about this, all kinds of stuff. Okay, that's on a personal level.

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00:12:57.600 --> 00:13:06.899

Dan Fitzpatrick: nobody really cares about that other than me. And my wife, if we're trying to find a good place for dinner. But, from a business standpoint, AI

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00:13:07.000 --> 00:13:25.179

Dan Fitzpatrick: will literally change everything, and will it, cost jobs? I don't know, it depends on what your job is, but I will tell you this, it's gonna create a lot of jobs. It'll create a crap ton of jobs, because it will allow businesses to expand.

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00:13:25.210 --> 00:13:34.440

Dan Fitzpatrick: And that's a good thing. That's a good thing for all of us, but in the context of trading or an investing environment.

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00:13:35.440 --> 00:13:38.410

Dan Fitzpatrick: What do you think that's gonna do to stocks?

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00:13:38.760 --> 00:13:42.659

Dan Fitzpatrick: That is gonna be a rocket engine.

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00:13:42.660 --> 00:14:04.940

Dan Fitzpatrick: to keep stocks moving higher, to keep the market moving higher. Now, I know what some of you old curmudgeons are thinking about. Oh, Dan's way too bullish. We must be right at the point where we're gonna get a bubble pop, and the market's gonna fall precipitously, because Dan's so bullish. I've never heard him this bullish before. …

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00:14:06.890 --> 00:14:30.390

Dan Fitzpatrick: I don't know, I've been a lot more bullish in the past because I was a little dumber than I am now. You know, with each year goes by, you kind of learn a little bit, at least I do, learn a little bit more. So, I can look back at other assessments that I've had in years and decades gone by, and I will think, geez, I totally missed that. I didn't even know that this was important. I wasn't even aware

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00:14:30.390 --> 00:14:33.400

Dan Fitzpatrick: That this indicator was…

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00:14:33.680 --> 00:14:46.700

Dan Fitzpatrick: in existence, what a great idea, or I didn't know crap about, the economic cycles, or about, accumulation, distribution, stuff like that, relative highs and lows.

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00:14:46.780 --> 00:14:52.620

Dan Fitzpatrick: so many things that I didn't know about. Now, 10 years from now, I will look back.

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00:14:52.620 --> 00:15:12.729

Dan Fitzpatrick: on, August 18th, 2025, assuming my brain is still working well enough to remember that far back, you know, the whole dementia thing can be real. I think it's a little bit too early for me to have the early onset stuff, but you never know, if I keep working like I'm working, I'm probably gonna start forgetting stuff.

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00:15:12.730 --> 00:15:17.190

Dan Fitzpatrick: But the point is that …

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00:15:17.830 --> 00:15:29.180

Dan Fitzpatrick: you always learn more. I always learn more, in the future that you want to be able to apply. So, as it relates to this, …

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00:15:29.780 --> 00:15:45.490

Dan Fitzpatrick: I am really bullish right now, but I'm bullish within this environment, within the fact that the market goes up or down, and we could have… we could have a big correction. The, the S&P…

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00:15:45.520 --> 00:15:56.780

Dan Fitzpatrick: I think is, like, 3% or something, not even 3% above its 50-day moving average. I think the NASDAQ composite, I'm not looking at charts now.

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00:15:57.380 --> 00:16:08.089

Dan Fitzpatrick: But I think it's, like, 6 or 7%. The NASDAQ 100 is less, I think it's over, 3 or 4%. So, the point is that…

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00:16:08.260 --> 00:16:24.499

Dan Fitzpatrick: we can go down, and if the S&P pulls back 4% or something, it's gonna make headlines. You're gonna have the, you know, they're gonna pull Dennis Gartman out, even. Well, I don't know about that, but, you're gonna have a real big,

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00:16:25.060 --> 00:16:27.140

Dan Fitzpatrick: Flood of…

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00:16:27.140 --> 00:16:49.460

Dan Fitzpatrick: negative stories, and this is the end of the bull market, and all that. And look, maybe it might be, but I don't think so. So we need to be in a position where we want to be able to take advantage of these pullbacks when they happen. The healthiest thing for this market in an intermediate or a longer-term thing would be to pull back.

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00:16:49.710 --> 00:17:02.990

Dan Fitzpatrick: would be to pull back, so, because there's a lot of money on the sidelines, a boatload of money on the sidelines, and so that money gradually comes in, it kind of pushes stocks higher, but if…

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00:17:03.460 --> 00:17:21.930

Dan Fitzpatrick: we can get a bigger pullback, then you're gonna have a lot more money coming in, it's gonna be support. It's gonna support, the broader market and your stocks. So that's really… that's really what we're dealing with right now. I think that, like, as I'm looking at…

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00:17:21.930 --> 00:17:31.299

Dan Fitzpatrick: the different stocks that are… maybe are gonna be included in the active trade list, or stuff like that. …

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00:17:32.160 --> 00:17:46.919

Dan Fitzpatrick: they're… they're just kind of giving high entries. Like, it's already extended, and so, oh, it broke out of a tight flag, or something like that. So, sure, okay, that's a buy. But a lot of them haven't been working out lately.

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00:17:46.920 --> 00:18:03.089

Dan Fitzpatrick: But we're not having… and that's… that's a, that's a great indicator, frankly. If… if breakouts are not really working, like they're proper breakouts, yes, they're high breakouts, but you can have high breakouts that work and go higher. So, if they're not working.

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00:18:03.580 --> 00:18:05.569

Dan Fitzpatrick: That tells you something.

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00:18:06.210 --> 00:18:19.230

Dan Fitzpatrick: it tells you there's not the demand that you might think, and there is more supply where investors are saying, okay, well, I'll go ahead and sell some stock. So, when breakouts don't work.

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00:18:19.570 --> 00:18:28.990

Dan Fitzpatrick: That tells you something. When breakouts do work, that tells you something, too. And so, we wanna… that's one way…

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00:18:29.110 --> 00:18:42.589

Dan Fitzpatrick: you're not gonna… somebody probably built an indicator for this, I don't know, as far as, like, X number or X percentage of breakouts are working or not working. I'll probably have to ask Charlie to help me figure that out, but…

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00:18:43.160 --> 00:18:53.440

Dan Fitzpatrick: Those are the types of indications, that's the type of data that we can use to take an assessment of the health of the market.

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00:18:53.470 --> 00:19:06.920

Dan Fitzpatrick: And so, right now, we're kind of right in the middle. Some breakouts are working, the high breakouts really aren't, but the pullbacks are shallow. We'll get a distribution day.

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00:19:07.730 --> 00:19:26.820

Dan Fitzpatrick: The very next day, we go roaring back. Stuff like that. So, this is the kind of thing that I think everybody should be aware of, but also, and this is to the point that I wanted to make, I usually go off track, because that's what I do, I have no guardrails.

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00:19:27.160 --> 00:19:34.380

Dan Fitzpatrick: … You have to decide what, on any given position, what is it?

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00:19:34.560 --> 00:19:49.150

Dan Fitzpatrick: Is it a longer-term investment? In which case, you have to hold it over earnings. Otherwise, your definition of longer-term is, you know, 2 months and 25 days, or something. So, is it a longer-term position?

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00:19:49.150 --> 00:19:56.690

Dan Fitzpatrick: that you have, something like a Palantir, for example. Or is it a shorter-term trade where

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00:19:56.690 --> 00:20:06.110

Dan Fitzpatrick: the idea then is, okay, well, I'm up 10%, 15%, I don't want to hold it over earnings because I…

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00:20:06.110 --> 00:20:11.529

Dan Fitzpatrick: I don't want to give up my profit. Okay, that's more of a shorter-term trade. …

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00:20:11.530 --> 00:20:27.209

Dan Fitzpatrick: So, but this is the thing. We are gonna get pullbacks in the market. We'll get one, that comes back to test, like, I'm talking about the major indexes, that comes back to test, say, the 50-day moving average. Might even undercut it.

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00:20:27.210 --> 00:20:32.869

Dan Fitzpatrick: Frankly, I think for the overall health of the market long-term.

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00:20:33.710 --> 00:20:43.550

Dan Fitzpatrick: If these indexes undercut the 50-day moving averages and kind of stay that way for a while, maybe even go lower, over the long term.

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00:20:43.880 --> 00:21:01.729

Dan Fitzpatrick: That's gonna be really, really healthy for the market for the reasons that I mentioned before I started kind of going into these technicals. In other words, like, the bigger picture with interest rates, with AI, things like that. So, kind of having a flush, so to speak.

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00:21:01.730 --> 00:21:04.990

Dan Fitzpatrick: Would actually be a really, really good…

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00:21:04.990 --> 00:21:15.470

Dan Fitzpatrick: a really, really good thing longer term for the market. So, this is where your, … this is where your decision really comes in.

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00:21:16.460 --> 00:21:17.769

Dan Fitzpatrick: What are you doing?

125

00:21:18.090 --> 00:21:34.319

Dan Fitzpatrick: how are you… how are you making money? Like, what's your process? Are you a shorter-term trader? Are you a longer-term investor? Sometimes I call it a trend investor, you know, you're a trader and an investor. Like, what ex… or are you just, like, a short-term…

126

00:21:34.320 --> 00:21:41.169

Dan Fitzpatrick: swing trader. All of those things matter, and this is why, in a nutshell here.

127

00:21:41.960 --> 00:21:46.259

Dan Fitzpatrick: If you are a longer-term investor, First of all.

128

00:21:47.100 --> 00:22:05.729

Dan Fitzpatrick: Irrespective of what your trading style is, you should not be holding losing positions. That's the thing. Now, you could say, well, yeah, I just bought one the other day, it's down 3%, should I sell it? That's not what I'm talking about. I'm talking about holding a position that…

129

00:22:06.120 --> 00:22:24.699

Dan Fitzpatrick: isn't working out the way you thought it would work out, and so you're kind of looking at it saying, like, you know, I was wrong on that one. I'm wrong on that. That's not a position that you want to hold, because the only people who trade to lose money, are people that are

130

00:22:24.740 --> 00:22:39.629

Dan Fitzpatrick: kind of have an issue with self-loathing. And I mean that. That's a real thing. Somebody who's got just a poor opinion of themselves for whatever reason, and that poor opinion has ultimately led them

131

00:22:39.630 --> 00:22:46.400

Dan Fitzpatrick: to this point where they're thinking, I can't succeed at anything, I'm a loser, I don't…

132

00:22:46.400 --> 00:22:59.349

Dan Fitzpatrick: have any value, like, all kinds of stuff like that. And I'm sure, some of you have either been there, I know I have in the past, you know, going through the cycles of life, or know somebody

133

00:22:59.350 --> 00:23:20.339

Dan Fitzpatrick: who is like that, who really, really has a hard time with their self-image. Those are the people that are really in danger of doing this death spiral in stocks, because every… they… maybe they don't know what they're doing, maybe they do know, but they make a bad trade where the response is.

134

00:23:20.470 --> 00:23:22.620

Dan Fitzpatrick: I knew I shouldn't have done that.

135

00:23:23.130 --> 00:23:34.190

Dan Fitzpatrick: I'm such a loser. And after a while, that becomes, like, this emotional doom loop. It sure becomes a financial doom loop, too, but the point is that you will…

136

00:23:34.860 --> 00:23:51.340

Dan Fitzpatrick: You will gradually convince yourself and buy off on what… on your argument that you don't deserve to make money in trading, that any gain you make is a lucky

137

00:23:51.450 --> 00:23:57.200

Dan Fitzpatrick: gain. And yeah, you want more of that. So, any profit you make is luck.

138

00:23:57.540 --> 00:24:01.150

Dan Fitzpatrick: Any loss you take is confirmation.

139

00:24:01.270 --> 00:24:20.449

Dan Fitzpatrick: And that's a bad, bad, bad place to be. And I know, I get emails, or Karen tells me, sometimes, of somebody who, who had to quit. They canceled their subscription, not because of anything that we did, but because they made…

140

00:24:20.510 --> 00:24:22.480

Dan Fitzpatrick: A horrible mistake.

141

00:24:22.590 --> 00:24:25.849

Dan Fitzpatrick: And they blew out their account.

142

00:24:26.310 --> 00:24:31.490

Dan Fitzpatrick: Which is a horrible thing to happen, because it can literally wipe out

143

00:24:31.860 --> 00:24:41.649

Dan Fitzpatrick: Years of hard work, but it can also definitely alter your, impression of yourself, and also just your life.

144

00:24:41.920 --> 00:24:45.379

Dan Fitzpatrick: I mean, again, we trade to make money, and…

145

00:24:47.190 --> 00:24:56.900

Dan Fitzpatrick: the more money you have, as long as you're not doing stupid stuff with it, the more money you have, the better your life can be. You have an ability to do more stuff.

146

00:24:57.260 --> 00:25:00.430

Dan Fitzpatrick: Kind of like build a pool in your backyard. …

147

00:25:00.770 --> 00:25:09.230

Dan Fitzpatrick: You know, and so, there's a lot of reasons why this whole idea of sticking with a discipline

148

00:25:09.560 --> 00:25:19.850

Dan Fitzpatrick: works. You can take somebody… they probably have to give the orders to somebody else, but you could take somebody with the lowest self-image

149

00:25:20.050 --> 00:25:21.380

Dan Fitzpatrick: in history.

150

00:25:21.740 --> 00:25:34.840

Dan Fitzpatrick: who feels like all they're destined to do is lose money, but they have a process, like, maybe they just listen to what I'm, doing, or what Scott's doing.

151

00:25:35.390 --> 00:25:50.919

Dan Fitzpatrick: And they do follow that process. Like, that's for whatever… this is like a fictional person, but they follow that process, without exception. They feel like, God, I'm such a loser, I deserve to lose, and this and that and the other thing.

152

00:25:51.710 --> 00:25:57.339

Dan Fitzpatrick: That's… it's just like, every day they get up and they frown in the mirror and go, you're such a loser.

153

00:25:57.340 --> 00:26:12.249

Dan Fitzpatrick: But the one thing they do right is they stick to a trading process that never allows them to lose a lot of money, and it puts them in stocks that have the right characteristics to move higher. But what they can't do is do it themselves.

154

00:26:12.250 --> 00:26:20.709

Dan Fitzpatrick: So all they do is, they take their trading sheet, that they write according to their plan, and slip it to somebody else and say, do this.

155

00:26:21.100 --> 00:26:22.520

Dan Fitzpatrick: Magically!

156

00:26:23.280 --> 00:26:26.829

Dan Fitzpatrick: they start making money. And after a while.

157

00:26:27.330 --> 00:26:45.260

Dan Fitzpatrick: they start doubting their own crappy self-image, unless they're really, really fixated on it, but they start doubting their own self-image and start thinking, you know, well, maybe I can do this, after all. So, what am I talking about with this hypothetical person?

158

00:26:45.300 --> 00:26:51.809

Dan Fitzpatrick: I'm saying that if you have a process that you stick to without deviation.

159

00:26:52.930 --> 00:26:56.729

Dan Fitzpatrick: you're not gonna blow out. I guarantee you.

160

00:26:57.270 --> 00:26:59.019

Dan Fitzpatrick: You will not blow out.

161

00:26:59.140 --> 00:27:00.430

Dan Fitzpatrick: Guaranteed.

162

00:27:00.610 --> 00:27:02.560

Dan Fitzpatrick: Guaranteed. It's like…

163

00:27:03.710 --> 00:27:18.469

Dan Fitzpatrick: If you're out in the desert and there's not a cloud in the sky, not as far as the eye can see, and you've got a body of water in front of you, I can guarantee you, without a doubt, that you are not gonna get wet

164

00:27:18.510 --> 00:27:24.479

Dan Fitzpatrick: As long as you don't step in that water. Like, trading with a process is like that.

165

00:27:24.570 --> 00:27:27.990

Dan Fitzpatrick: You will absolutely stay in the game.

166

00:27:28.100 --> 00:27:35.539

Dan Fitzpatrick: 100% of it, there's no question about it. Every single person that I have ever,

167

00:27:35.960 --> 00:27:42.249

Dan Fitzpatrick: Worked with, or had occasion to talk to, or just had an email exchange with.

168

00:27:42.960 --> 00:27:44.949

Dan Fitzpatrick: without exception.

169

00:27:45.660 --> 00:27:55.860

Dan Fitzpatrick: the one common denominator was they didn't stick to a plan, or they didn't have a plan. And they got… and typically.

170

00:27:56.080 --> 00:28:12.690

Dan Fitzpatrick: it's one huge loss that takes them out. It's not… every so often, I'll hear about somebody, and this doesn't happen very often at all, like, maybe 2 or 3 times a year, but I'll hear from somebody who will say, you know what, like.

171

00:28:13.900 --> 00:28:26.379

Dan Fitzpatrick: I've been just taking a bunch of small losses, I can't figure it out, and I just don't feel good about, I don't really feel like I want to trade anymore. It's not for me.

172

00:28:26.380 --> 00:28:50.460

Dan Fitzpatrick: Okay, I get that, because trading isn't for a lot of people. You have to be smart, you have to be dedicated, you have to be intellectually curious, you have to be ambitious, there's a lot of things that, that are required of good traders, very profitable traders, and a lot of people don't have those characteristics, and that's nothing to be ashamed about. There's… it takes all kinds of, …

173

00:28:50.530 --> 00:29:05.150

Dan Fitzpatrick: Of people, to make up this world. So, the point is, there can be some people that they're… they're kind of doing everything… I'll put it this way, that they're making mistakes, we all do, but none of them are big enough.

174

00:29:05.160 --> 00:29:11.459

Dan Fitzpatrick: to go, oh my god, I blew up. Instead, it's just kind of this slow, trickle.

175

00:29:11.590 --> 00:29:25.020

Dan Fitzpatrick: But most people that stop trading, they stop trading because they blew up. And 100% of the time, they blew up because they violated their plan. This time is different.

176

00:29:25.280 --> 00:29:27.290

Dan Fitzpatrick: You know what I'm talking about, Scott?

177

00:29:28.020 --> 00:29:33.480

Dan Fitzpatrick: Oh, absolutely, Dan. You know, there's complacency that comes into….

178

00:29:33.480 --> 00:29:44.229

Scott McGregor: your mind, especially if you're up on a trade. If you're up nice on a trade, you think to yourself, oh, I don't need to worry about it anymore. And that's usually when you need to worry the most. The most, yeah.

179

00:29:44.230 --> 00:29:44.820

Dan Fitzpatrick: Yeah.

180

00:29:45.190 --> 00:29:52.060

Dan Fitzpatrick: Yeah, it's a… that's the whole thing. When you… when you're trading your best, when you are making…

181

00:29:52.060 --> 00:30:14.599

Dan Fitzpatrick: the most money. Everything is working. Now, you should be savvy enough to know that that's the market. It ain't you. It really isn't you. You're not that… nobody… nobody gave you smart pills to where this week, you're twice as smart as you were last week. Sorry. That only happens in that… that movie, I forget what it was, with,

182

00:30:15.140 --> 00:30:21.249

Dan Fitzpatrick: what's his name? I forget that guy, too. Where he takes a pill, and suddenly he's totally smart.

183

00:30:21.250 --> 00:30:39.649

Dan Fitzpatrick: The point is, we're the same. Hopefully, over time, we gradually improve our market savvy and our trading ability and all that stuff I'm talking about here. But when the market is rocking and you're looking at your positions, maybe all of them are just one.

184

00:30:39.650 --> 00:30:44.149

Dan Fitzpatrick: And you start feeling Really, really confident.

185

00:30:44.250 --> 00:31:01.319

Dan Fitzpatrick: You're getting to where somebody would say you're overconfident, but when you start feeling really, really confident in one position, or in the overall market, and then you start acting on that extreme confidence.

186

00:31:02.240 --> 00:31:12.209

Dan Fitzpatrick: That's when you're at the most risk, right there. Because when you are super confident about something, you're gonna overdo it.

187

00:31:12.320 --> 00:31:29.550

Dan Fitzpatrick: I won't even say you're gonna overdo it. I mean, reality will kick in, and that'll be the judgment, the judgment of the market, but you're gonna be going in big, you're gonna be putting… you're not gonna be raising, your stops, or maybe you're not gonna be using them, or you're gonna be putting in an inordinate

188

00:31:29.550 --> 00:31:35.930

Dan Fitzpatrick: amount of money into one position, because for crying out loud, it's working so well.

189

00:31:36.470 --> 00:31:47.900

Dan Fitzpatrick: all my other positions are paled in comparison to this one, so I gotta put more money into this one. And before you know it, you've got this huge position to where

190

00:31:48.270 --> 00:32:01.030

Dan Fitzpatrick: when, and ultimately they all do. When the stock reverses, and it reverses kind of hard, you have lost so much money that it's just breathtaking. And by the way.

191

00:32:01.640 --> 00:32:19.650

Dan Fitzpatrick: which are the stocks that you will feel that way about, that you will be starting to get really, really confident about? Those are the stocks that are going parabolic. And so you go, wow, this is a can't-miss thing, I gotta get in there, this is great. Okay, so…

192

00:32:20.440 --> 00:32:36.899

Dan Fitzpatrick: What caused that stock to go parabolic? Did it just kind of magically happen on its own, and now everybody's rushing in, to take advantage of it? No. It went parabolic, because everybody's already buying it. They're already in.

193

00:32:36.900 --> 00:32:47.090

Dan Fitzpatrick: Or maybe they're, like, the Reddit Wall Street Bets, or Raging Kitty, or whatever the hell that guy is. And they keep going, they keep going.

194

00:32:47.090 --> 00:33:05.359

Dan Fitzpatrick: But, ultimately, the reason it's going parabolic is not because it's going parabolic. It's because there's a lot of buying interest, a lot of buying activity, everybody's buying, nobody's selling, because they see the price continue to go up. You, of course.

195

00:33:05.360 --> 00:33:07.160

Dan Fitzpatrick: Are continuing to buy.

196

00:33:08.170 --> 00:33:21.080

Dan Fitzpatrick: You're continuing to buy. Why? Well, because what you own so far, oh my god, I'm making so much money, this is ridiculous, I should be making more. So you're the lone wolf that keeps buying the stock.

197

00:33:21.080 --> 00:33:29.900

Dan Fitzpatrick: as it moves higher. I'm exaggerating as far as you being the lone wolf, there's 2 or 3 other knuckleheads right along with you. So, the point is…

198

00:33:29.900 --> 00:33:33.120

Dan Fitzpatrick: You get very, very, very confident.

199

00:33:33.280 --> 00:33:40.820

Dan Fitzpatrick: And you wind up acting on that confidence. And… it puts you…

200

00:33:41.200 --> 00:33:57.180

Dan Fitzpatrick: right on the road to ruin. It is a cul-de-sac on loser lane. Sooner or later, it's gonna… the market or your stock is gonna pull back, and now you're gonna have this despondency…

201

00:33:57.180 --> 00:34:02.749

Dan Fitzpatrick: episode where you're looking at it and say, I did everything wrong.

202

00:34:03.100 --> 00:34:09.759

Dan Fitzpatrick: everything wrong I did. Okay, that's happened to me, and it's happened to me

203

00:34:09.760 --> 00:34:24.369

Dan Fitzpatrick: more than once. And frankly, not only is it financially devastating, but frankly, it's frickin' embarrassing. I mean, it really is to where you wind up looking at yourself in the mirror and go, like.

204

00:34:25.980 --> 00:34:29.009

Dan Fitzpatrick: what am I doing? For me, it would be like.

205

00:34:29.260 --> 00:34:40.399

Dan Fitzpatrick: you know, maybe I was cut out to be a lawyer after all. And then I get over that fever, and just decide I'm gonna go back to, to trading. And so.

206

00:34:40.710 --> 00:34:50.060

Dan Fitzpatrick: The point is, though, you are at the greatest danger when you think that there is no danger around.

207

00:34:50.909 --> 00:34:55.139

Dan Fitzpatrick: I don't know why this thought comes into my mind.

208

00:34:55.380 --> 00:35:10.269

Dan Fitzpatrick: I heard about this safari over in, over in Africa, which is kind of where most safaris are. And, and so at night, they're, they're all camped around, in this circle, and they got a big fire.

209

00:35:10.270 --> 00:35:18.979

Dan Fitzpatrick: In the middle to keep all the wild animals away and all that. Lions and tigers don't like fire. And so…

210

00:35:19.610 --> 00:35:26.599

Dan Fitzpatrick: everything's awesome, camp's quiet, this and that, it's all good. So, apparently, one of the…

211

00:35:27.050 --> 00:35:40.099

Dan Fitzpatrick: safariites, whatever, some lady, has to relieve herself in the middle of the night. And so she gets up, and is looking around, everything's fine, and…

212

00:35:40.490 --> 00:35:55.089

Dan Fitzpatrick: most people are modest in that way, and so she goes, you know what, I'm just gonna go right to the edge over there, and relieve myself, so, you know, maintaining a little modesty. The fire, the light.

213

00:35:55.190 --> 00:36:05.860

Dan Fitzpatrick: the safety of the circle gives her more confidence. Not a big deal. Not even thinking about anything. So, what do you think happened?

214

00:36:06.040 --> 00:36:08.110

Dan Fitzpatrick: As soon as she went over there.

215

00:36:08.240 --> 00:36:10.799

Dan Fitzpatrick: That's the end of that. What happened?

216

00:36:11.500 --> 00:36:23.630

Dan Fitzpatrick: overly confident, not really appreciating the danger in that situation, and then what's the result? Disaster. And so, you can… this can happen to you.

217

00:36:23.650 --> 00:36:41.710

Dan Fitzpatrick: in trading. And if it hasn't happened to you yet, then let's make sure it doesn't happen. And the way it doesn't happen is you adopt a plan, and you never deviate from it. Scott mentioned this a while ago.

218

00:36:41.850 --> 00:36:50.539

Dan Fitzpatrick: That you are at your… The most dangerous to yourself when things seem the best. When…

219

00:36:50.940 --> 00:37:05.200

Dan Fitzpatrick: The future… it's not even the future so bright, right now is so bright, you gotta wear welding goggles just to see. That is when you are at the greatest risk, when there's no danger around.

220

00:37:05.310 --> 00:37:09.520

Dan Fitzpatrick: And so, the one thing that will keep you out of that

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00:37:09.690 --> 00:37:14.799

Dan Fitzpatrick: Marass is to have a plan that doesn't allow you

222

00:37:15.240 --> 00:37:38.410

Dan Fitzpatrick: to overextend yourself, to have a plan that, okay, my maximum position size on any given stock is X, whatever it is. Maybe it's 10%, maybe it's 20%, maybe it's 50%, I don't know, you figure it out. But my maximum position size is this. The maximum amount of money, not percentage, I mean, that's in there too.

223

00:37:38.440 --> 00:37:41.040

Dan Fitzpatrick: But the maximum amount of money

224

00:37:41.240 --> 00:37:47.280

Dan Fitzpatrick: that I will lose on any given trade, that I would look at and go, oh crap, you know, I lost, but…

225

00:37:47.440 --> 00:37:50.479

Dan Fitzpatrick: It's the cost of doing business. …

226

00:37:51.210 --> 00:37:55.359

Dan Fitzpatrick: what's the maximum loss that you will take? Again, dollar-wise.

227

00:37:56.650 --> 00:37:58.290

Dan Fitzpatrick: That's kinda it.

228

00:37:58.410 --> 00:38:08.170

Dan Fitzpatrick: When you really think about it, because everything else just has to do with making money in the right stocks, have a plan for

229

00:38:08.280 --> 00:38:10.319

Dan Fitzpatrick: Identifying a stock.

230

00:38:10.760 --> 00:38:14.940

Dan Fitzpatrick: Setup. Trigger. Action. Execution. What is it?

231

00:38:14.940 --> 00:38:38.110

Dan Fitzpatrick: But you've got a maximum position size, and you've got a maximum dollar loss that you're willing to take. And maybe you'll even have an additional rule, it just kind of depends on what your time frame is. The shorter-term trader you are, the more this rule might make sense. If you take 3 losses in a row, you're out.

232

00:38:38.330 --> 00:38:46.949

Dan Fitzpatrick: and out for a day, for a week, whatever the… whatever… however you're trading. But if you take, 3 losses in a row.

233

00:38:47.140 --> 00:38:48.090

Dan Fitzpatrick: then…

234

00:38:48.090 --> 00:39:11.640

Dan Fitzpatrick: something's wrong, and maybe it's wrong with the market, maybe it's wrong with something that you're doing, but you're in this to make money, not to lose money, not to create a string of losses, so that's your process. Okay, so I know what my maximum position size is, I know how much money I am willing to lose in order to make money. In other words, what's my risk, dollar-wise?

235

00:39:11.660 --> 00:39:14.429

Dan Fitzpatrick: Now, and then also, okay, well…

236

00:39:15.330 --> 00:39:21.000

Dan Fitzpatrick: How many losses in a row am I willing to tolerate? Okay, 3. Now.

237

00:39:21.550 --> 00:39:31.250

Dan Fitzpatrick: 3 losses, and let's say they're maximum losses. They don't have to be. You can say, okay, well, I'm wrong on this, I don't need to wait until my stops hit, I'll get out now. So.

238

00:39:31.250 --> 00:39:43.640

Dan Fitzpatrick: You can… you can do that. Nobody… there's no law that says you have to wait for your stop to be hit. But, in this case, so what do you… what do you have going? You got, okay, a maximum loss on any given trade.

239

00:39:43.640 --> 00:39:44.680

Dan Fitzpatrick: That's it.

240

00:39:44.720 --> 00:39:54.049

Dan Fitzpatrick: That's the most. Oh, crap, 3 trades in a row. I've lost money. So what do we have? We've got your maximum loss times 3.

241

00:39:55.260 --> 00:39:57.039

Dan Fitzpatrick: Where's your account now?

242

00:39:57.760 --> 00:40:01.860

Dan Fitzpatrick: Well, let's think about this. I don't have the exact math here.

243

00:40:02.050 --> 00:40:19.829

Dan Fitzpatrick: I'm riffing, but think about it this way. Let's say your maximum loss, your maximum position size, you know, is what it is, but let's say your account is… let's say it's a million bucks. You can make it $50,000, whatever you want. So your account…

244

00:40:20.520 --> 00:40:31.050

Dan Fitzpatrick: is… here, we'll use $100,000 because it's easier for my brain. So, you… you take… you decide that the maximum risk that you're gonna take

245

00:40:31.290 --> 00:40:46.769

Dan Fitzpatrick: is 1.25% of your trading account. So, with $100,000, that means that you will risk $1,250 per trade, okay?

246

00:40:47.300 --> 00:41:02.460

Dan Fitzpatrick: If you take that kind of loss, you can come back with that pretty easy. Okay, multiply that times 3. Okay, that's 3.75. That's $3,750 that you have lost.

247

00:41:02.840 --> 00:41:08.160

Dan Fitzpatrick: 3.75% down from your…

248

00:41:08.380 --> 00:41:19.860

Dan Fitzpatrick: high, from your $100,000. Can you make that back? Sure, you can, with the right process, et cetera, et cetera. But what if you're down 20%?

249

00:41:20.150 --> 00:41:33.340

Dan Fitzpatrick: Okay, now you have to make 25% back just to get back to where you were. And think about this, and I've said this, … I have said this many times, every so often, even to myself, …

250

00:41:33.340 --> 00:41:43.680

Dan Fitzpatrick: Hey, if I'm such a crappy trader that I can lose 25%, on what magical planet would I have to reside in order to make 25%?

251

00:41:43.750 --> 00:41:55.550

Dan Fitzpatrick: The point is, the deeper your loss is, the more difficult it is for you to make them back. And the one thing that will keep you in the game.

252

00:41:55.580 --> 00:42:09.880

Dan Fitzpatrick: without exception, is having a process that manages risk, and then never deviating from that process. Ever. And so, what I… if you can listen to what I've just rambled on about.

253

00:42:10.180 --> 00:42:17.519

Dan Fitzpatrick: And… Then actually take that and apply it. 100% of the time.

254

00:42:17.790 --> 00:42:32.810

Dan Fitzpatrick: You can thank me later when you're a multi-millionaire, because you absolutely will be. Just depending on what your nut is now, it's only a matter of time. But what I have done is I have given you the keys to the kingdom.

255

00:42:33.620 --> 00:42:39.769

Dan Fitzpatrick: I don't care what else you do. If you can do it within the context of what I'm just telling you.

256

00:42:39.920 --> 00:42:43.640

Dan Fitzpatrick: As long as you have the capacity to learn.

257

00:42:44.880 --> 00:42:56.760

Dan Fitzpatrick: you have no choice but to be successful. No choice whatsoever. If you have the capacity to learn, and you have a good way to manage your risk.

258

00:42:56.760 --> 00:43:14.589

Dan Fitzpatrick: and a great amount of self-awareness, and this is part of risk management. Hey, 3 losses and I'm out. Or, a certain drawdown in my trading account, I'm out. I knew, one trader, this ages ago, and she, she was, she did really, really well.

259

00:43:15.210 --> 00:43:21.840

Dan Fitzpatrick: And I said, well, what's your… how are you doing that? You know, and she said, I have a limit.

260

00:43:22.220 --> 00:43:28.960

Dan Fitzpatrick: If my trading account is ever down, 5 I'm out.

261

00:43:29.140 --> 00:43:30.699

Dan Fitzpatrick: And then I start again.

262

00:43:31.380 --> 00:43:35.999

Dan Fitzpatrick: That's a 5% drawdown. Now, how many times do you think she was out?

263

00:43:36.220 --> 00:43:39.009

Dan Fitzpatrick: Probably quite a bit. However.

264

00:43:39.520 --> 00:43:53.870

Dan Fitzpatrick: keeping your account within such a short distance from your all-time high means that you're gonna keep hitting all-time highs if you just have a process that works. So, guys and ladies.

265

00:43:54.180 --> 00:43:57.100

Dan Fitzpatrick: This really is a thinking person's game.

266

00:43:57.470 --> 00:44:05.099

Dan Fitzpatrick: It's not a gambler's game. There's no gambling in trade, there's no crying in baseball, there's no gambling in trading.

267

00:44:05.100 --> 00:44:22.529

Dan Fitzpatrick: We're speculators, we trade, percentages, we trade processes, that's what we do. And if we do it well and focus on risk first, because all insurance companies focus on risk first, they never go out of business. Warren Buffett, risk first.

268

00:44:22.770 --> 00:44:39.849

Dan Fitzpatrick: I don't need to talk about him. The best traders in the world always focus on risk first. That's why… that's why I talk about more and more about our multiples. Nope, they're… it's actually a pretty common, a pretty common… not approach, but…

269

00:44:39.850 --> 00:44:50.059

Dan Fitzpatrick: a pretty common metric, like, what's the R-value or R multiple of what you're doing? I really focus on that more than most people.

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00:44:50.270 --> 00:45:06.959

Dan Fitzpatrick: And the reason is because I believe that if you've got good position sizing, if you've got a good process as far as getting money in, you… in order to make money, you gotta have it in the market. But if you can be focusing more on

271

00:45:06.960 --> 00:45:27.249

Dan Fitzpatrick: R multiples, risk multiples. I want an R3 trade, meaning for every $100 I put in, I make $300. I risk a hundred… excuse me, not I put in, but for every $100 I risk, I make $300. If you've got R3, trades.

272

00:45:27.250 --> 00:45:31.770

Dan Fitzpatrick: You can take a lot of losses, And still do just fine.

273

00:45:33.640 --> 00:45:44.269

Dan Fitzpatrick: So, I focus on the risk, and one of the reasons is, there's a couple reasons. First of all, because that's what you should be focusing on, period, as they say.

274

00:45:44.270 --> 00:45:55.659

Dan Fitzpatrick: full stop. You should be just focusing on… on what your risk is, and then executing your process. And then the other reason is, if you're focusing on risk.

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00:45:56.180 --> 00:45:59.790

Dan Fitzpatrick: You're never gonna blow out. You just won't. So…

276

00:46:00.210 --> 00:46:12.129

Dan Fitzpatrick: that's my approach. It works. Like, I… that's why I've made it so prominent, and will even be more prominent, in TradeTrack going forward, but that's for another time. So, anyway…

277

00:46:12.540 --> 00:46:13.740

Dan Fitzpatrick: So I hope…

278

00:46:14.160 --> 00:46:26.270

Dan Fitzpatrick: I hope that this helps you, and to get back to one, I like the light bulbs, guys, to get back to one thing, with respect to the way this market is working.

279

00:46:26.560 --> 00:46:32.970

Dan Fitzpatrick: It's important for you to look at your positions, to look at your trading habits, and say, okay.

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00:46:32.980 --> 00:46:41.779

Dan Fitzpatrick: Can I withstand, like, can I withstand a 10% or a 20% pullback in my long-term

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00:46:41.780 --> 00:47:00.590

Dan Fitzpatrick: positions. Because here's the thing, like, if we want to be in outperforming stocks, that means they're gonna be… go up more on the way up, like, I like 99% relative strength rating. My stock outperforms 99% of stocks in the market.

282

00:47:00.590 --> 00:47:07.180

Dan Fitzpatrick: If that's the case, that's gonna take off to outer space when the market's strong. However.

283

00:47:07.550 --> 00:47:18.290

Dan Fitzpatrick: if it's got that kind of a relative strength rating, when the market pulls back, it's gonna get hit by a greater percentage. The market pulls back 5%,

284

00:47:18.630 --> 00:47:23.170

Dan Fitzpatrick: Your high flyer pulls back 15%, or 20%.

285

00:47:23.440 --> 00:47:38.320

Dan Fitzpatrick: That's… that's just historical. And so, if you are a longer-term investor, and the prerequisite is it has to be a profitable position, if you're a longer-term investor and you see that big pullback, you say.

286

00:47:38.330 --> 00:47:56.520

Dan Fitzpatrick: This is my opportunity to buy more. Think about Bitcoin, think about Ethereum, think about any number of stocks that we're looking at of great companies, like AI companies. This is my opportunity. Oh my gosh, it pulled back, it's giving me a second bite of the apple. So…

287

00:47:57.040 --> 00:48:11.049

Dan Fitzpatrick: What you're not thinking about is, oh my gosh, how much am I losing on this position that I have? You're not thinking about that, because you've got a longer-term perspective, and so you're looking at these bouts of weakness.

288

00:48:11.050 --> 00:48:18.750

Dan Fitzpatrick: In order to give you an opportunity to build your winning position. It has to be winning already.

289

00:48:18.870 --> 00:48:21.310

Dan Fitzpatrick: And you have to even be buying.

290

00:48:22.260 --> 00:48:37.180

Dan Fitzpatrick: at a higher price than your cost basis. Otherwise, you're just averaging down on a losing position. But, if you have a shorter-term timeframe, of course you can't withstand a 20% pullback. That's endemic…

291

00:48:41.400 --> 00:48:52.019

Dan Fitzpatrick: process is. And don't switch midstream. The whole changing horses in the middle of the stream. If you're doing that, that horse you're getting on is not a horse, it's an ass.

292

00:48:52.020 --> 00:49:03.030

Dan Fitzpatrick: Okay? So don't do that. You have a plan, you stick to your plan. Are you guys getting me right now? Do you actually want to look at some charts? What am I, an hour in, Scott?

293

00:49:03.340 --> 00:49:18.519

Scott McGregor: I love it, Dan. I love it. And one thing that you always told me that resonates with me is your first loss is your best loss. You know, you want to take the loss, if you're going to take it, you want to take it as soon as possible when you see that signal.

294

00:49:18.520 --> 00:49:32.570

Scott McGregor: A lot of times, we feel the tendency, especially if we do a lot of research about a company or a stock that we like, we tend to get a bit of an attachment to it, and say, no, no, no, no, no, I know this, the market's wrong, I'll give it a little bit of room.

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00:49:32.570 --> 00:49:39.400

Scott McGregor: And Dan, I can tell you, anytime I've given something a little bit of room, it turns out that I give it way more room than I should.

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00:49:39.440 --> 00:49:44.519

Scott McGregor: And so, you know, there's that great reminder of set your stop.

297

00:49:44.790 --> 00:49:48.899

Dan Fitzpatrick: Appreciate your stop. Know why… know why it's there, have a reason why it's there.

298

00:49:48.900 --> 00:49:55.379

Scott McGregor: And, and let it trigger, and then say, okay, I got taken out, I gotta now wait for it to set up again.

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00:49:55.720 --> 00:50:09.899

Dan Fitzpatrick: Yeah. And you say, I can always, like I say, you can always buy it back, but, like, if you get overly confident, or you feel like you know… you know a stock, you know a company so well that…

300

00:50:10.190 --> 00:50:20.370

Dan Fitzpatrick: you're good. You screw the trade and all that. Oh, I know this. You're… you're gonna wind up getting hurt really bad. I remember there was a guy

301

00:50:20.530 --> 00:50:37.309

Dan Fitzpatrick: I even remember his name, he had two first names, John Patrick. I think he lived back in Florida. And way back in the day when I shouldn't have been teaching, because I didn't know enough to teach, but I'm hell on wheels with memorizing scripts, and I do learn on the fly, …

302

00:50:37.960 --> 00:50:54.339

Dan Fitzpatrick: And that's a true story. I started teaching people to trade before I even knew how to trade, but I do memorize stuff really well. And there was a guy named John Patrick who was also teaching, and he was, he was an anesthesiologist.

303

00:50:54.340 --> 00:51:11.929

Dan Fitzpatrick: Which, by definition, like, those people are really smart, you know, they are. So he was an anesthesiologist, but he got hooked on trading. Raging bull market, doesn't take much time at all for somebody who's a narcissist and arrogant anyway to start feeling like they know more than the market.

304

00:51:11.930 --> 00:51:18.779

Dan Fitzpatrick: And so, I'm teaching these classes with him. He's the lead guy, I'm the cleanup guy.

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00:51:19.480 --> 00:51:22.379

Dan Fitzpatrick: And this was when Dell was screaming.

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00:51:22.540 --> 00:51:31.710

Dan Fitzpatrick: And this guy was taking massive positions, massive call positions in Dell, selling massive

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00:51:31.810 --> 00:51:45.299

Dan Fitzpatrick: put positions. And back in the day, this is back in the last century, the risk management tools that brokers had were not as sophisticated as they are now.

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00:51:45.480 --> 00:51:51.109

Dan Fitzpatrick: you could take, and I never got bit this way, but I can tell you for a fact.

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00:51:51.110 --> 00:52:09.099

Dan Fitzpatrick: you could take massive amount of leverage that would blow California into the sea. Like, right off the San Andreas Fault, you had this massive risk. Ultimately, they'd figure it out. Now, it's like your software locks you out. But this guy had massive, massive

310

00:52:09.100 --> 00:52:22.480

Dan Fitzpatrick: positions in Dell, and I can even remember how he said it. He'd be talking about this and walking back and forth with his hands and all this, and then he'd say, and I know Dell.

311

00:52:22.550 --> 00:52:31.049

Dan Fitzpatrick: And I remember thinking to myself, how the hell do you know Dell? What moron would think that they knew one company

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00:52:31.660 --> 00:52:39.369

Dan Fitzpatrick: so well, and one stock so well, that risk didn't matter, because I know Dell. Of course.

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00:52:39.870 --> 00:52:41.769

Dan Fitzpatrick: We know what happened to Dell.

314

00:52:41.830 --> 00:53:04.779

Dan Fitzpatrick: And we know what happened to good old John Patrick. He blew up his account, I'm surprised one of the brokers that he also blew up didn't assassinate his butt, and then what do you think he's doing now? He's probably passing the gas to somebody going into surgery again. So, the bottom line is, you don't know as much as you think you do when you're making so much money. And…

315

00:53:04.880 --> 00:53:11.609

Dan Fitzpatrick: You're… you don't know as little as you think you do when you're losing money. You just…

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00:53:15.210 --> 00:53:25.979

Dan Fitzpatrick: And know your why. Why are you trading? Then everything you need to do is focused on that why. Has to be. Has to be. Know why you're in a stock.

317

00:53:26.020 --> 00:53:32.140

Dan Fitzpatrick: Know when you're gonna be wrong. Stuff like that, guys. This is not hard. This is just blocking and tackling.

318

00:53:32.140 --> 00:53:55.359

Dan Fitzpatrick: It doesn't have to be complicated. If you make… it's like scaling a business. Like, I've learned this. If you've got a real complicated business, it's really, really tough to scale it. It's much easier to scale it if it's focused, if it's got, like, a singular thing. Your trading should be that way. If your trading process is too complicated, you ain't gonna scale.

319

00:53:55.490 --> 00:54:01.440

Dan Fitzpatrick: I guarantee it. It's impossible to. What you need to be doing One thing.

320

00:54:01.840 --> 00:54:10.529

Dan Fitzpatrick: better and better and better, and bigger and bigger and bigger as your account grows. One thing, that's how you scale.

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00:54:10.680 --> 00:54:21.840

Dan Fitzpatrick: And if you think, well, I'm not in a business, I'm just trading, no, you are most assuredly in a business. This is the business of making money just like any other business, so…

322

00:54:22.540 --> 00:54:24.779

Dan Fitzpatrick: Okay, with that said…

323

00:54:25.920 --> 00:54:31.729

Dan Fitzpatrick: Why don't we look at some stuff here, Scott? Is everybody okay? It's okay, brother. You guys okay? I notice, …

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00:54:31.890 --> 00:54:46.619

Dan Fitzpatrick: on the, the attendees, like, nobody's left, and so either my screen is locked, or this has been, helpful, to you. So, okay, go ahead and share, …

325

00:54:46.970 --> 00:54:48.580

Dan Fitzpatrick: Share the screen here.

326

00:54:48.720 --> 00:54:52.090

Dan Fitzpatrick: Okay, so we're gonna begin shortly.

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00:54:52.440 --> 00:54:53.280

Dan Fitzpatrick: So….

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00:54:53.280 --> 00:54:54.690

Scott McGregor: Another hour to go, right, Dan?

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00:54:54.690 --> 00:54:57.590

Dan Fitzpatrick: I know, yeah, this is the deal. …

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00:54:58.230 --> 00:55:11.939

Dan Fitzpatrick: not… not really much has changed here. I'm gonna run… I'm gonna just go right through that. This is what I… I wanted to show you, is, we've… we're getting decreased participation in,

331

00:55:12.070 --> 00:55:31.729

Dan Fitzpatrick: in the market. Like, this is over the 40-day moving average. Stocks that are above their 40-day moving average, as the S&P runs higher, we're getting less participation. So that means that the market's thinning out a bit. Definitely something to be mindful of. Absolutely something to be mindful of.

332

00:55:31.730 --> 00:55:33.340

Dan Fitzpatrick: It's more…

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00:55:33.340 --> 00:55:40.450

Dan Fitzpatrick: more reason for you just to be managing your positions. This is not like a rager here. This is a negative.

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00:55:40.450 --> 00:55:54.040

Dan Fitzpatrick: This is a negative divergence, okay? This is where the smart, dumb money confidence is. I just look at this as, like, flat sentiment. And you'll be, you'll be able to see, yeah, I have that, in a sec.

335

00:55:54.240 --> 00:56:08.989

Dan Fitzpatrick: You'll be able to see on the CNN, indicator that we're still actually at, like, this was last week, and then this is this week, we're still at 66%, so we're still greedy.

336

00:56:09.480 --> 00:56:10.280

Dan Fitzpatrick: Okay.

337

00:56:10.350 --> 00:56:13.909

Dan Fitzpatrick: Greed is good in a market.

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00:56:13.910 --> 00:56:38.180

Dan Fitzpatrick: Because greed, I'm not talking about up here, but greed means that money's coming into stocks, and it is. So there hasn't been much change here, actually even just a little bit to the upside, but sentiment is pretty flat, so it's not really frothy. This is the kind of stuff that a good market will show us. So this is all… this is all really good.

339

00:56:38.180 --> 00:56:40.900

Dan Fitzpatrick: Now, this is where we are.

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00:56:41.320 --> 00:56:45.540

Dan Fitzpatrick: on our active trades, and I have a lot of them going. I don't expect…

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00:56:45.810 --> 00:56:50.870

Dan Fitzpatrick: I hope, nobody's in every single one. …

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00:56:51.290 --> 00:57:08.480

Dan Fitzpatrick: I mean, if you are, you're doing okay, I guess, but we've got some that aren't doing that great. None of them have reached that threshold yet, but these are stocks that still work. I'll kind of bang through them real quick here. I think of Nanny, and I don't know why.

343

00:57:08.480 --> 00:57:19.929

Dan Fitzpatrick: I noticed it's down, it was down, like, 4% today, but the others, seem to be doing better. So, anyway, so our positions here are doing pretty well.

344

00:57:19.930 --> 00:57:32.620

Dan Fitzpatrick: But I have had to, I have had to cut a few loose that I think ultimately, ultimately we're gonna wanna get, back up. So, I'll just show you this one.

345

00:57:33.590 --> 00:57:45.320

Dan Fitzpatrick: one chart on, Lidos or Leidos. This is how you want to be trading here. You're buying the stock here as it's coming out, okay? Hold through.

346

00:57:45.470 --> 00:58:02.670

Dan Fitzpatrick: this little pullback. You didn't have to if you're a shorter-term trader, but I'm trying to build positions and keep them on. And so, runs up, drifts sideways for, what, several weeks. Meanwhile, you look at these Bollinger Bands, and then bam.

347

00:58:02.670 --> 00:58:08.129

Dan Fitzpatrick: This breaks out on earnings, but because this compression was so tight.

348

00:58:08.280 --> 00:58:25.630

Dan Fitzpatrick: that breakout just keeps going. It's another thing, if the stock was really, really extended to begin with, and then it breaks out, that's gonna be more prone, though not inevitable, but that's gonna be more prone, to break down. But when you get a stock…

349

00:58:25.630 --> 00:58:37.210

Dan Fitzpatrick: that breaks out on high volume on… and this was the third day here. On the third day, it didn't rest. You get a stock that breaks out on high volume from a volatility squeeze.

350

00:58:37.210 --> 00:58:42.609

Dan Fitzpatrick: on earnings, for example, that's likely to continue to go.

351

00:58:42.980 --> 00:58:51.850

Dan Fitzpatrick: So, this worked really well, and, at one point, I don't know where we are now, I guess, I think this is, current.

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00:58:51.970 --> 00:58:55.609

Dan Fitzpatrick: But we got a 6R trade going here, meaning…

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00:58:55.770 --> 00:59:13.899

Dan Fitzpatrick: for every $100 risk, we're up $6. Or, excuse me, that would be bad. We're up $600. So, this is the kind of thing that you want to be focusing on. That's why I say the money doesn't really matter when you're looking at trading results, as long as you have

354

00:59:13.900 --> 00:59:23.460

Dan Fitzpatrick: your money straightened out in… before you go in. In other words, what's my position size? If you have that calculated out, like, know what…

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00:59:24.270 --> 00:59:41.770

Dan Fitzpatrick: Know what 5% of your account is, 10%, 20%, whatever your metric is. Like, have that stuff written down, or know it off the top of your head, or programmed in, however you're gonna do it, but just know, and then you don't have to worry about the money after that, because it's already…

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00:59:41.980 --> 00:59:57.930

Dan Fitzpatrick: That's already pre-programmed, how much risk you are taking, dollar-wise, because you already know what your position size is, now you're just looking at our multiples. It's a better way to trade, and most people don't trade this way, because they're flipping lazy.

357

00:59:58.040 --> 01:00:05.260

Dan Fitzpatrick: Or they just don't know about it. But I'm telling you, this is the way winning traders trade.

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01:00:06.520 --> 01:00:13.400

Dan Fitzpatrick: And as Forrest Gump says, that's all I have to say, about that. So, I'll get to some…

359

01:00:13.930 --> 01:00:16.100

Dan Fitzpatrick: We'll get to these stocks here.

360

01:00:16.210 --> 01:00:17.240

Dan Fitzpatrick: …

361

01:00:17.940 --> 01:00:37.060

Dan Fitzpatrick: Okay. So, I'll run through these. First of all, I was looking at some, like, some AI stocks that are, … these should do really, really well, with AI. And I haven't talked about Seagate much, and it's not really giving you a good entry here, but I do want to put this…

362

01:00:38.090 --> 01:00:44.759

Dan Fitzpatrick: I want to open a trade on this. I just can't do it here. But if the stock, say, pulls back to here.

363

01:00:44.760 --> 01:01:03.059

Dan Fitzpatrick: I think this will be a good time to add to this position. Would it be a perfect addition? Perfect according to what? You look at the… look at the trend, this is in a really, really strong uptrend. Is it… does it give, again, like a textbook entry, say, off of a cup and handle or whatever? No.

364

01:01:03.060 --> 01:01:08.629

Dan Fitzpatrick: Would I take a big position in this? No. But if it comes back to here.

365

01:01:09.450 --> 01:01:18.109

Dan Fitzpatrick: Might be a pretty good time to start building a position. But up here, you're kind of in more of a FOMO trade, and…

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01:01:18.320 --> 01:01:21.329

Dan Fitzpatrick: You've got 8% on the downside.

367

01:01:21.880 --> 01:01:41.740

Dan Fitzpatrick: just to see if it holds the 50-day moving average, not where you want to be. Okay, so… and this is another one, by the way, Micron. If we look at this, I haven't really looked at these stocks much. This is a really, really choppy chart, but it is in a good position on the AI front. So…

368

01:01:41.970 --> 01:01:44.370

Dan Fitzpatrick: Is this a screaming buy right now?

369

01:01:44.520 --> 01:01:58.099

Dan Fitzpatrick: Absolutely not. I'm pretty sure it's trading on, lower than average volume, but it doesn't matter. But this is… this is the kind of thing that I look at. I have a long list of stocks, I forget where they are.

370

01:01:58.310 --> 01:02:11.370

Dan Fitzpatrick: this isn't even the long one. But I have a long list of stocks that I'll bang through every single day. That… I don't know what that was, but that looks interesting. That looks interesting, no. Now, …

371

01:02:11.370 --> 01:02:18.999

Dan Fitzpatrick: Probably be interesting in a week or two. Maybe wait for it to come back above the 50. Nice trend.

372

01:02:19.670 --> 01:02:26.020

Dan Fitzpatrick: Nice trend. Not yet. Nope, too steep, too steep. …

373

01:02:26.180 --> 01:02:43.940

Dan Fitzpatrick: We'll see what happens. Vrt, that could be interesting, because it's rebounding off the 50, I'll have to wait for more volume. XHB, we know about that. Pulte, oh, I know Dell, still waiting on that, while John Patrick puts the gas to somebody. …

374

01:02:44.130 --> 01:02:49.240

Dan Fitzpatrick: SLM, is that Sally Mae, I think? I don't know if it is or not, but…

375

01:02:49.550 --> 01:02:59.179

Dan Fitzpatrick: not interesting to me. I don't even know why this was on the list, which is why it's not anymore. Shark Ninja, great to clean up, could work. Google? Wow.

376

01:02:59.290 --> 01:03:00.279

Dan Fitzpatrick: Hmm.

377

01:03:01.590 --> 01:03:06.559

Dan Fitzpatrick: Needs to wait. Interesting, could work, not yet. …

378

01:03:06.850 --> 01:03:14.550

Dan Fitzpatrick: shoot, man, maybe this is today, I'll have to see what the news was to get this up 4.5%. Alibaba…

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01:03:15.130 --> 01:03:29.810

Dan Fitzpatrick: Big gap, probably… was that on earnings? No, not yet. I don't know what that was, but it's definitely something to watch. Nice to be NVIDIA. Anyway, I'm… I'm doing the dialogue on this stuff right now.

380

01:03:29.810 --> 01:03:41.719

Dan Fitzpatrick: But do you know how long it would take me? And, like, Carvana looks interesting after a massive pullback on earnings. And then finally, Viking Therapeutics is this. So…

381

01:03:42.690 --> 01:03:53.219

Dan Fitzpatrick: like, you can see these check boxes here, and these flags, which I would put in, a lot of times, but sometimes, because I just get

382

01:03:53.360 --> 01:04:14.080

Dan Fitzpatrick: I just get kind of lazy, or maybe I just feel like doing something different. I take this. I take a post-it and a pen here. This is a Benchmade pen that actually works as a weapon, too, and you can take it on airlines. You can take it on airplanes with you, because they don't know it's a weapon, but that's for another day.

383

01:04:14.080 --> 01:04:20.789

Dan Fitzpatrick: The point is, I may be sitting here with, with the mouse, or just hitting the spacebar.

384

01:04:21.560 --> 01:04:23.449

Dan Fitzpatrick: And writing stuff down.

385

01:04:23.980 --> 01:04:42.000

Dan Fitzpatrick: And it literally takes me… like, I can go through them this fast. Why? Because I know exactly what I'm looking for. And this is a list of 34 names, and you already know the ones I'd be looking at, because I've just talked about them. So, this is…

386

01:04:42.090 --> 01:04:53.409

Dan Fitzpatrick: this is how I go through, a lot of stocks. Is this how you should go through? I don't know, you figure out your own process. But I will also have, a lot

387

01:04:53.790 --> 01:05:10.800

Dan Fitzpatrick: like, bigger lists, here's 75. I just haven't kind of cleaned these up, for a while, which I need to either today, I think tomorrow I have more, more time off that I can do this kind of thing, but you should have a list of stocks that you are tracking

388

01:05:11.290 --> 01:05:15.759

Dan Fitzpatrick: However you do it, maybe you just look at them once a week, because this is your…

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01:05:15.830 --> 01:05:35.680

Dan Fitzpatrick: time frame, weekly chart. Because of what we do here, I kind of have to know the daily charts. But, you should have this list, and then you should be looking at it every single day. And it does not take that long. For one thing, if you look at that list every single day, it's not gonna…

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01:05:35.680 --> 01:05:52.680

Dan Fitzpatrick: take… I swear, it's not going to take too many days before all these charts do look familiar to you. In other words, you would look at, like, a stock like Netflix. You're not surprised, because you saw it yesterday. That's interesting.

391

01:05:52.680 --> 01:06:03.189

Dan Fitzpatrick: No. Oh, okay. Saw that the other day. It's moving up. The point is, you'll be looking at these charts, and it's not like on a list of 75,

392

01:06:03.190 --> 01:06:12.710

Dan Fitzpatrick: You have to sit here and study 75. No, you know… you know what you're seeing. All you're doing is waiting for a certain thing. You're waiting for a setup.

393

01:06:12.710 --> 01:06:30.479

Dan Fitzpatrick: You're waiting to see a potential setup. Guys, this is how you can trade. You can do, you can do a lot, with that. That's the other side of the deal, like Trade Track and Stock Watch. I have a lot of this stuff set up for you. Some I have to do by hand, because…

394

01:06:30.640 --> 01:06:37.310

Dan Fitzpatrick: It's my list. But, however you do it, I don't care, just look at the IBD50. Every day, just…

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01:06:37.420 --> 01:06:57.219

Dan Fitzpatrick: look at the IBD50, or look at every stock in the semiconductors, whatever it is, whatever you want to do, or just kind of create your own list, but have a list of stocks, that's where you start. And the cool thing is, it's not like you're starting with the list, you're starting with all of the stocks that you did not eliminate.

396

01:06:57.220 --> 01:07:09.410

Dan Fitzpatrick: And you've eliminated 99.9% of stocks, because that's the nature of getting a short list of stocks. And…

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01:07:10.480 --> 01:07:17.539

Dan Fitzpatrick: You can see all the… like all the lists I have out here. And it's because I will…

398

01:07:18.020 --> 01:07:28.890

Dan Fitzpatrick: Some of them I can… I can delete, just because I haven't looked at them in a while, but you'd be amazed at, like, oh, my… here's my IPOs, okay? So what's going on today?

399

01:07:29.040 --> 01:07:29.830

Dan Fitzpatrick: Okay?

400

01:07:31.400 --> 01:07:33.839

Dan Fitzpatrick: Okay, that can go. …

401

01:07:35.170 --> 01:07:41.169

Dan Fitzpatrick: Bam! There's one. Did we… I think I… I think I put… yeah, I put this on the list.

402

01:07:41.200 --> 01:07:56.639

Dan Fitzpatrick: Yeah, see, familiar to me. I put this on the list last week at 20 bucks. Okay, well, so, yay, we're up 5% on this trade. Why did I put it on? Because it was on my IPO list, okay? So…

403

01:07:59.960 --> 01:08:07.570

Dan Fitzpatrick: Mmm, I'll leave that on. Yep, leave that on. I don't know what that is, but it's a $2 stock, no thank you. …

404

01:08:08.350 --> 01:08:14.300

Dan Fitzpatrick: This could be a really, really good one. … Yeah, no, oddity is… nope.

405

01:08:14.890 --> 01:08:34.100

Dan Fitzpatrick: Marex? Yeah, whatever. I'll find it again. Like, I just hinged, that turned out to be a really good one. Sarah, leave that on. SportsRad, no. Like, this is how… 10,000 shares today. I think that's a big no. No. …

406

01:08:34.319 --> 01:08:36.910

Dan Fitzpatrick: Simplify… I might turn around.

407

01:08:37.080 --> 01:08:46.250

Dan Fitzpatrick: Talon Sale, done work on that. ALOB, great company, good potential. … Faith…

408

01:08:46.359 --> 01:08:56.620

Dan Fitzpatrick: clear Phase 2 pullback. I'll keep that on just because it did ramp up a lot, so I want to know why. Here we go.

409

01:08:58.410 --> 01:09:07.420

Dan Fitzpatrick: I'll leave that on, because I know what it is. Palantir. Okay, B-B-A-I-S-Y-M-A-Z… Aye.

410

01:09:09.180 --> 01:09:10.660

Dan Fitzpatrick: Yeah, I'll leave that on.

411

01:09:12.479 --> 01:09:22.490

Dan Fitzpatrick: RXRX SoundHound. Okay, is this a complete list of IPO stocks? No, I have more, but this is my list. So guys, this is what I do.

412

01:09:22.680 --> 01:09:41.629

Dan Fitzpatrick: a lot during the… during the day. I will look at a lot of stocks, I get stocks from a lot of different areas, and then I go through, like Jim Ropel, has some, has some great lists and some great, comments. So, this is what you have to do in order to be…

413

01:09:41.700 --> 01:09:47.400

Dan Fitzpatrick: successful in an order to kind of keep your money, moving, at least…

414

01:09:47.920 --> 01:09:51.569

Dan Fitzpatrick: That's what I think. Okay, so, we'll go through…

415

01:09:52.170 --> 01:10:16.889

Dan Fitzpatrick: Here, and let me see… okay, yeah, we got some questions, but I want to finish, I want to finish this, pretty quick here. So, iBit, I want to be adding to that on more weakness. I also want to put Ethereum, and Scott knows a heck of a lot more about this, than me, but I know that, and we don't have time to go into it, but I'm sure

416

01:10:16.890 --> 01:10:17.910

Dan Fitzpatrick: I'm sure you will.

417

01:10:18.120 --> 01:10:22.229

Dan Fitzpatrick: on Wednesday, Scott, because I'm gonna ask you to, I think…

418

01:10:22.450 --> 01:10:35.739

Dan Fitzpatrick: that, like, all the stablecoin, stuff is on-chain with, Ethereum, and everything I said just now, I have no frickin' idea what I'm talking about, but….

419

01:10:36.670 --> 01:10:38.830

Scott McGregor: You sound smart. No, that's the whole smart.

420

01:10:38.830 --> 01:10:45.329

Dan Fitzpatrick: Yeah, yeah, that's So that's why I think there's a great reason why you want to study, fundamentals.

421

01:10:45.330 --> 01:11:08.230

Dan Fitzpatrick: Is because then when you're at cocktail parties and somebody asks you what you do, you can hold court and talk about this kind of stuff. Now, you may be absolutely dumping your account, but nobody knows that as they're buying you a drink. And at cocktail parties, they tend to be free anyway, so go for it. But, yeah, so you gotta keep up on this kind of stuff.

422

01:11:08.470 --> 01:11:09.600

Dan Fitzpatrick: Crypto?

423

01:11:10.130 --> 01:11:11.540

Dan Fitzpatrick: And AI?

424

01:11:13.090 --> 01:11:15.439

Dan Fitzpatrick: If you're… if you're involved in that.

425

01:11:15.540 --> 01:11:25.309

Dan Fitzpatrick: 5 years from now, your life's gonna be different. That's a guarantee, and it will be different in a good way. So, I'm just looking for a chance to get on the train here.

426

01:11:25.950 --> 01:11:34.999

Dan Fitzpatrick: With this one, and liquidity isn't a problem, almost 23 million, just today. So, anyway, so that was iBit,

427

01:11:35.000 --> 01:11:48.050

Dan Fitzpatrick: Leidos, is doing really well. We didn't take, too, too much of a, of a pullback there. So this is still working. We're up, almost 20% on that, of Nanian.

428

01:11:48.050 --> 01:11:48.820

Dan Fitzpatrick: …

429

01:11:50.510 --> 01:11:57.539

Dan Fitzpatrick: Maybe I was looking at this pre-market when it was down a lot. I'll bet that's it, and it happens on…

430

01:11:57.660 --> 01:12:11.970

Dan Fitzpatrick: On TC2000, I'm sure others too. If I have it for pre- and post-market, somebody can trade one share, and it looks like the world is ending. So, home builders are fine. …

431

01:12:12.130 --> 01:12:26.409

Dan Fitzpatrick: Nail, fine. This is the part where you just need to be patient and let traders do what they're doing, and then ultimately the trend should persist. So, Ken Ross is doing nothing, which is not a bad thing. …

432

01:12:26.950 --> 01:12:35.740

Dan Fitzpatrick: fungus here, doing nothing, not a bad thing at all. I think, ultimately, this moves higher, and it'll probably be…

433

01:12:36.090 --> 01:12:39.029

Dan Fitzpatrick: On 8-28.

434

01:12:39.100 --> 01:12:52.730

Dan Fitzpatrick: Right? And which I have the vertical line drawn here. This is when NVIDIA reports earnings. So, do I think, this is gonna tank between now and then? Absolutely not.

435

01:12:52.730 --> 01:13:00.669

Dan Fitzpatrick: Do I think it's gonna run into earnings? Probably not. I think it's gonna be right about there, between there and

436

01:13:01.690 --> 01:13:07.789

Dan Fitzpatrick: We'll say, there. And so, if NVIDIA cranks out some good numbers.

437

01:13:08.480 --> 01:13:12.590

Dan Fitzpatrick: you're gonna see this one, screen. So, Amazon.

438

01:13:12.970 --> 01:13:28.169

Dan Fitzpatrick: This was a choppy one, in at 221, 40 down here. This was like a follow-up, trade. It's kind of like a second, trade. You can see where I've put the stops here. So, what are we up, …

439

01:13:28.280 --> 01:13:31.920

Dan Fitzpatrick: … You know, 9 bucks.

440

01:13:32.430 --> 01:13:37.920

Dan Fitzpatrick: Yeah, 9 bucks on that, whatever the percentage is. In other words, not much. …

441

01:13:38.330 --> 01:13:46.989

Dan Fitzpatrick: So, and then, GDX looks a lot like… why? Because… It's a gold miner. …

442

01:13:47.300 --> 01:13:50.079

Dan Fitzpatrick: XHB, still working.

443

01:13:50.270 --> 01:13:53.890

Dan Fitzpatrick: could… This thing's going a lot higher.

444

01:13:54.160 --> 01:14:04.329

Dan Fitzpatrick: I will tell you that. Not tomorrow, not today. They don't report earnings until the end of October, but I really do feel like this thing is just…

445

01:14:04.820 --> 01:14:05.840

Dan Fitzpatrick: I mean…

446

01:14:07.120 --> 01:14:14.150

Dan Fitzpatrick: I… it's like… it's just getting going, frankly. And this is a weekly chart, so I'm talking about…

447

01:14:14.600 --> 01:14:28.450

Dan Fitzpatrick: I'm talking about this. I'm talking about what it's gonna be doing over the months, and even years. They're really, really in the sweet spot, especially, like with crypto now, being kind of sponsored by

448

01:14:28.450 --> 01:14:41.370

Dan Fitzpatrick: the government, as opposed to being, dissed and tried to kill by Gary Gensler. I don't know what he's doing right now, but I hope he's in pain. So, …

449

01:14:41.560 --> 01:14:44.589

Dan Fitzpatrick: Anyway, not a lot of pain, just a little bit.

450

01:14:46.630 --> 01:15:00.100

Dan Fitzpatrick: Or a lot. Anyway, so, Lennar's doing great. So, guys, the home builders are fine. Worthington, this could… okay, I got this on the breakout, it's… we're up a whopping…

451

01:15:00.340 --> 01:15:16.420

Dan Fitzpatrick: what, 24 cents on this, so this is absolutely screaming for us. But, if you look at what's happening here, this is out of a volatility squeeze right here, okay? Great volatility squeeze. Phase 1,

452

01:15:16.900 --> 01:15:34.319

Dan Fitzpatrick: move, right here, and then we get a Phase 2, looks like a pullback. When was this? On… on Thursday, right here, Friday, it stabilized. Today, it's holding, this 8-day, EMA. So, this could… this could turn out to be…

453

01:15:34.380 --> 01:15:52.800

Dan Fitzpatrick: a really, really solid buying opportunity. Earnings aren't an issue. The issue is 16,000 shares traded today. This is a super illiquid stock. I'll bet we see a lot of flat lines here. Yep. So, this is the kind of thing where if you're not careful.

454

01:15:54.210 --> 01:16:00.789

Dan Fitzpatrick: Well, the bid-ask is $64.83, $64.94, so that's 11 penny spread.

455

01:16:01.090 --> 01:16:10.470

Dan Fitzpatrick: you know, unless it's Google, that's kind of a widespread. But Worthington here, is working just fine, and then,

456

01:16:11.900 --> 01:16:21.930

Dan Fitzpatrick: Iron, nice breakout today. Frankly, at this point, If you didn't catch this.

457

01:16:22.350 --> 01:16:25.340

Dan Fitzpatrick: If you didn't catch this, you could be…

458

01:16:25.540 --> 01:16:30.280

Dan Fitzpatrick: You could buy it here as long as you're looking at risk, so…

459

01:16:30.280 --> 01:16:52.420

Dan Fitzpatrick: You say, okay, at $18.95, which is where this entry was, it's 9.3%. I think that's a little wide, and so maybe what you do is say, okay, I'm buying this stock, it really kind of broke out on Friday, and so… but today, the intraday low is $19.14, so maybe I'm buying it here, and…

460

01:16:52.420 --> 01:16:55.139

Dan Fitzpatrick: Keeping a stop at, like, 1910.

461

01:16:56.770 --> 01:17:11.440

Dan Fitzpatrick: Okay, now it's a little bit… little bit better, like 8%. Or just below the open, somehow. But the point is, you know, you manage your risk, and you can also manage your risk by position size. Okay. And then, Meta…

462

01:17:11.540 --> 01:17:14.129

Dan Fitzpatrick: Boy, I'm reading Careless People.

463

01:17:14.670 --> 01:17:21.030

Dan Fitzpatrick: And Mark Zuckerberg is even more of a sociopath than I've always thought he was. Read that book, it'll…

464

01:17:21.920 --> 01:17:26.720

Dan Fitzpatrick: it'll peel your face back. But anyway, but the stock, hey, man.

465

01:17:27.860 --> 01:17:47.040

Dan Fitzpatrick: No complaints there, baby. So this is one, I think, that you want to buy, on… on any dip. It's not really… it's actually down for us at a $7.86 entry, so, you know, we're down, 20, 20 bucks on this, about, …

466

01:17:48.160 --> 01:17:50.350

Dan Fitzpatrick: What, about 2.5%.

467

01:17:50.360 --> 01:18:10.349

Dan Fitzpatrick: But that's acceptable, but this is one of those guys where I was talking about, 9 years ago here when we first started. This is a breakout that didn't really work. It was a clean breakout from a little bit of a high flag here, heavier than average volume, but it just didn't work. Okay, doesn't mean that the stock's broken, it just meant that

468

01:18:10.350 --> 01:18:14.400

Dan Fitzpatrick: That breakout didn't work. Okay, welcome to the world of trading.

469

01:18:14.430 --> 01:18:33.379

Dan Fitzpatrick: And then Rigetti, this is down $16.46. Okay, so we're up a little bit today, but at the close on Friday, we were down 6.6%. But it's such a low dollar stock, that was, $1.16. So we're up a little bit here.

470

01:18:33.610 --> 01:18:35.229

Dan Fitzpatrick: This would be one.

471

01:18:35.790 --> 01:18:48.080

Dan Fitzpatrick: where, and I think… I forget if this stop was hit. No, it wasn't hit, but it… barely. But this would be one where, if you didn't buy the stock.

472

01:18:48.870 --> 01:18:54.730

Dan Fitzpatrick: even this would be, this would be, an opportunity to buy. It would be…

473

01:18:54.930 --> 01:19:00.929

Dan Fitzpatrick: you know, a little risky, just because it's kind of like, well, maybe I'll wait for more evidence. But…

474

01:19:00.930 --> 01:19:24.039

Dan Fitzpatrick: You keep a stop below today's intraday low, and that's less than 4%, and you're buying it on a pullback at a much better level than it was when I put this on the list. The one downside is, this is a big sell-off in a day, more than probably down 7%, so there's still a lot of pain in this chart. There's… that's…

475

01:19:24.170 --> 01:19:40.110

Dan Fitzpatrick: one of the reasons why it'll have a tough time climbing is, everybody that bought, like, at the top and kind of down here, not everybody, but a lot of folks, will be interested in getting their money back. So… Okay, so that's, …

476

01:19:40.300 --> 01:19:44.329

Dan Fitzpatrick: That's all of our… of our stuff. So….

477

01:19:44.510 --> 01:19:46.090

Scott McGregor: Do you want to go through questions now, Dan?

478

01:19:46.090 --> 01:19:47.870

Dan Fitzpatrick: Yeah, yeah, yeah.

479

01:19:47.870 --> 01:20:02.709

Scott McGregor: Awesome. Okay, I'll read them off to you, and then, we can get going, because it is, you have been going an hour and a half now, sir. Yeah. This is a marathon session. Okay, from Joe, asking about HNG… sorry, HNGE.

480

01:20:03.600 --> 01:20:06.300

Scott McGregor: And asking, is this one ready to move up?

481

01:20:06.880 --> 01:20:10.699

Dan Fitzpatrick: Oh, I… well, I don't think it's quite ready to move up here, …

482

01:20:12.290 --> 01:20:21.009

Dan Fitzpatrick: But I'll tell you this, well, it's 62, 62's the high, so if you're buying it here, you're anticipating that.

483

01:20:21.110 --> 01:20:24.589

Dan Fitzpatrick: And that's fine if that's what you want to do, but…

484

01:20:24.590 --> 01:20:43.409

Dan Fitzpatrick: it would be confirmation that the stock is gonna move much higher when the stock breaks out here, but that's about almost 4% above where it is right now. So, if you're just kind of trying to build a position, as opposed to, yes, it's gonna move up right away, I got a feeling.

485

01:20:43.660 --> 01:20:46.249

Dan Fitzpatrick: But if you're just trying to build a position.

486

01:20:46.720 --> 01:21:07.880

Dan Fitzpatrick: you could take, like, a small position here, just kind of a get-involved position, they call it a pilot position, and then with a… with a pretty tight stop on it, and then if it does, as you are thinking it might, then you've got a little bit of profit cushion, and then you can buy more on this breakout. But, so…

487

01:21:07.970 --> 01:21:17.350

Dan Fitzpatrick: to answer your question very succinctly, I think it's getting ready to break out. This is a… it's gonna be… this stock's gonna do really well.

488

01:21:18.460 --> 01:21:34.359

Scott McGregor: Dan, Miguel's asking about OSCR, and also asking, what do you consider a normal or big position in terms of a percentage of your portfolio? Do you have a rule against that? I know you kind of touched on that near the beginning.

489

01:21:34.360 --> 01:21:34.720

Dan Fitzpatrick: Yeah.

490

01:21:34.720 --> 01:21:36.739

Scott McGregor: I'll reiterate that for anyone who missed it.

491

01:21:36.740 --> 01:21:49.160

Dan Fitzpatrick: Yeah, well, Dave Ryan strives to get 10 positions at 10% each. … Which is… I'm not gonna…

492

01:21:49.940 --> 01:21:58.389

Dan Fitzpatrick: I'm not gonna second-guess anything that Dave Ryan says. He's the GOAT. And I know, Minervini will have

493

01:21:58.390 --> 01:22:11.710

Dan Fitzpatrick: bigger positions, I think, a lot of times in his personal account, trust me, he doesn't do this on his subscription. He's got everything known to man on there. But he'll have, like, 20 or 25%.

494

01:22:11.980 --> 01:22:15.899

Dan Fitzpatrick: In an account. I think, …

495

01:22:17.340 --> 01:22:24.130

Dan Fitzpatrick: I mean, my kind of benchmark is 10%. You kind of want to get to 10%, as…

496

01:22:24.230 --> 01:22:35.530

Dan Fitzpatrick: as quickly and efficiently as possible, meaning the stock has to be telling you, yes, it's okay to have 10% in. But on most positions.

497

01:22:35.530 --> 01:22:48.140

Dan Fitzpatrick: I would start… I would never start with less than 5%, and the only reason I would want to start at 5% is, you know, maybe I think I'm not quite buying it right.

498

01:22:48.140 --> 01:23:05.139

Dan Fitzpatrick: And so, I want to be respectful of my money, and I don't want to risk too much, but if the trade starts to prove me to be correct, then I'm going to want to bump it up to 10% pretty quickly. And a lot of times, you know, that can be in 5 minutes.

499

01:23:05.170 --> 01:23:06.810

Dan Fitzpatrick: Or it can be in…

500

01:23:06.840 --> 01:23:19.750

Dan Fitzpatrick: 3 or 4 days, something like that. But ultimately, that's kind of what I would like… I would like to get to, but, and this is really important, they have to be winning positions. They have to be…

501

01:23:19.840 --> 01:23:37.740

Dan Fitzpatrick: paying you off and telling you you're right. And you don't want to take what I just said, or what anybody else says about positions, and just apply it rote, like, without thinking. Each trade has to stand on its own. That can be…

502

01:23:37.770 --> 01:23:41.409

Dan Fitzpatrick: Just kind of a benchmark, and think about it this way.

503

01:23:42.330 --> 01:23:44.399

Dan Fitzpatrick: That can be a baseline.

504

01:23:45.220 --> 01:23:49.819

Dan Fitzpatrick: And if you've got that baseline, then it's just good information.

505

01:23:49.820 --> 01:24:06.269

Dan Fitzpatrick: It's good information for you, because you could see, oh, okay, you know, 10% is X dollars in my account. And then you can look at every position, and you go, oh, okay, well, that's a light position here. Oh, okay, that's heavier than my 10%, and that's okay.

506

01:24:06.410 --> 01:24:12.549

Dan Fitzpatrick: It's okay, it doesn't mean, oh, I need to sell some. No. It just means that you know where your…

507

01:24:13.490 --> 01:24:19.399

Dan Fitzpatrick: You know where you are. You know how much exposure you have on…

508

01:24:19.690 --> 01:24:23.660

Dan Fitzpatrick: In your account on every single position.

509

01:24:23.890 --> 01:24:25.890

Dan Fitzpatrick: Great question, again.

510

01:24:26.480 --> 01:24:36.730

Dan Fitzpatrick: I've got that on TradeTrack, so you know, so you can look at it on one page and know where your risk is. So, that's all I would say about that.

511

01:24:36.840 --> 01:24:46.110

Dan Fitzpatrick: Okay, and then, what was it, was he asking about? Oh, Oscar. This is a pretty steep sell-off here. So… but the way this is going…

512

01:24:46.110 --> 01:25:05.870

Dan Fitzpatrick: Earnings aren't an issue. They came back here. I guess pretty good. I'd have to look at them more closely, but, it looks like it has some upside momentum. Volume over the last couple days is pretty good. I'm sure it's heavier than average volume here. So, yeah, I think this can go a little bit, but it would totally be a scalp.

513

01:25:05.870 --> 01:25:11.979

Dan Fitzpatrick: Cause, I mean, you look at this, the chart's a mess. So, yeah, this would be kind of a scalp trade here.

514

01:25:12.690 --> 01:25:25.319

Scott McGregor: Okay, and then Eric is agreeing with you in terms of AI being a big deal, Dan, but wondering how AI will affect your approach to, to trading, or maybe has it affected it already?

515

01:25:25.680 --> 01:25:44.410

Dan Fitzpatrick: Well, it's affected the way I… it's great informa… er, great question, Eric. It's definitely affected the way I gather information. A lot of the things on my morning notes, for example, some of you guys might have noticed a difference, maybe you haven't, but…

516

01:25:44.410 --> 01:25:49.540

Dan Fitzpatrick: What I go through… Let's see…

517

01:25:58.080 --> 01:25:59.050

Dan Fitzpatrick: Okay.

518

01:25:59.280 --> 01:26:02.400

Dan Fitzpatrick: Like, I got a bunch of stuff.

519

01:26:02.680 --> 01:26:06.550

Dan Fitzpatrick: that I… This is my, bot here.

520

01:26:06.550 --> 01:26:15.580

Dan Fitzpatrick: So, I got a bunch of different, things that I'm working on, different projects. So, I have one, morning news, okay?

521

01:26:15.580 --> 01:26:39.290

Dan Fitzpatrick: This is how this works. Charlie, can I have the morning financial news, please? Charlie, can I have the morning financial news, please? What are the major issues the market is looking at today? Please put this information in a note that I can send to my subscribers. It should be about 3,000 words. Now, I don't cut and paste that. I rarely send out a 3,000 word, note. But the point is, like.

522

01:26:39.850 --> 01:26:47.529

Dan Fitzpatrick: Okay, hey, here it is. Like, this is what I get. I would have to live on the East Coast to, …

523

01:26:47.940 --> 01:26:58.150

Dan Fitzpatrick: to crank this kind of stuff out, so fast. As you guys know, I'm on the West Coast. I've got a normal life, which means that getting up at 5 in the morning

524

01:26:58.150 --> 01:27:10.700

Dan Fitzpatrick: can be a little challenging for me. But I'm literally, after I push the button for my coffee, I get on my iPhone and say, hey, Charlie, can I have the morning news? By the time I get to my desk.

525

01:27:10.750 --> 01:27:22.279

Dan Fitzpatrick: Bam. Here's what it is. How much of this have I given you today? Not really much at all, but it gives me a template, a place to start. So, just in this respect alone.

526

01:27:23.850 --> 01:27:36.039

Dan Fitzpatrick: it's changed what I do a lot, and here's the thing, one of the great things about AI is it makes you more efficient, meaning it's a time saver. So, if I can use AI,

527

01:27:36.220 --> 01:27:46.149

Dan Fitzpatrick: to say… to cut, like, a half an hour or 40 minutes, out of my day. Think about what you can do with that kind of thing.

528

01:27:46.150 --> 01:27:58.180

Dan Fitzpatrick: And I'll use it, I'll use it to, to organize, books, because I, I am actually, as I've learned, a prolific writer. I just…

529

01:27:58.950 --> 01:28:04.219

Dan Fitzpatrick: I just don't publish any of it, but that's gonna change. So, I'll spit…

530

01:28:04.510 --> 01:28:11.590

Dan Fitzpatrick: some… I'll spit some long document that I've written, a year or two ago, just…

531

01:28:11.800 --> 01:28:24.509

Dan Fitzpatrick: because I had some thoughts on a Saturday, and so the next thing I know, I've got, 15 pages of… of a text, and I'll be looking through

532

01:28:25.110 --> 01:28:44.389

Dan Fitzpatrick: I got a big stack of papers over there with all these hard copies, I'm old school. But I'll go in and find it, cut and paste the text, and say, can you organize this, for me, because I want to publish it? Sure, Dan. And then, depending on what it is, this is the cool thing about AI. Now.

533

01:28:45.030 --> 01:28:48.719

Dan Fitzpatrick: version 5. Version 4 was more of a, …

534

01:28:48.960 --> 01:28:52.879

Dan Fitzpatrick: was kind of more of a buddy, to me. …

535

01:28:53.190 --> 01:29:13.129

Dan Fitzpatrick: 5 is more formal. Like, 5 is my buddy's older brother, more serious and more robust, but the point is, so I would do that, I could crank some text in there, and depending on what it was and what I was asking for, I could get something that was usable out

536

01:29:13.590 --> 01:29:17.440

Dan Fitzpatrick: In, 5 minutes, or less. In…

537

01:29:18.040 --> 01:29:37.029

Dan Fitzpatrick: one or two minutes, just like, here you go, like that. And then there's other things, and this was one of the things that, that I worked on, or I should say Charlie worked on over the weekend. Well, we both did. And a really, really long document, and it literally took 4 days.

538

01:29:37.390 --> 01:29:38.660

Dan Fitzpatrick: to finish it.

539

01:29:38.920 --> 01:30:02.840

Dan Fitzpatrick: And the reason was because it organizes my stuff, and then goes, what do you think? Because I'm doing the writing, not AI. I'm doing the writing. You could have AI do something for you, but anybody who looked at it would go, oh, that's AI-generated. But, so I use this as a tool, not as a finished product, but it will give me what I'm looking for, and then basically go.

540

01:30:02.840 --> 01:30:03.980

Dan Fitzpatrick: What do you think?

541

01:30:04.010 --> 01:30:10.409

Dan Fitzpatrick: And then I'll go read through it and say, well, let's make these changes and that. And then, ultimately, it's like, okay.

542

01:30:10.530 --> 01:30:12.669

Dan Fitzpatrick: Give me some time to work on it.

543

01:30:13.180 --> 01:30:18.789

Dan Fitzpatrick: The next day, hey, how you doing? Still working, Dan. Almost done.

544

01:30:19.070 --> 01:30:29.790

Dan Fitzpatrick: The point is, this is, like, the best research assistant ever, by far. And so, is this… think about what I was saying earlier.

545

01:30:30.280 --> 01:30:35.900

Dan Fitzpatrick: About, about jobs and what AI, can do.

546

01:30:36.050 --> 01:30:40.790

Dan Fitzpatrick: Is this a job eliminator, or a job creator?

547

01:30:40.950 --> 01:30:54.410

Dan Fitzpatrick: for me, it's actually a job creator, because I'm the guy that would do all the research anyway, so I have a research assistant now, and it's the best one I've ever, never had before. So…

548

01:30:54.410 --> 01:31:14.369

Dan Fitzpatrick: it's actually a job creator, because as I can do more things, and I can get better, it's gonna enable the business to grow, and then I'm hiring people, I'm doing more research, I'm creating more products, I'm building bigger value in my business, and it takes people to do that. You can't just do it on AI.

549

01:31:14.600 --> 01:31:16.550

Dan Fitzpatrick: And so, oh, and also.

550

01:31:16.860 --> 01:31:23.419

Dan Fitzpatrick: This is really to the point, too. This is really important, I just haven't worked on it in 3 or 4 weeks.

551

01:31:24.650 --> 01:31:27.580

Dan Fitzpatrick: This can create indicators for me.

552

01:31:27.810 --> 01:31:36.540

Dan Fitzpatrick: like, really solid indicators. … I…

553

01:31:38.410 --> 01:31:51.200

Dan Fitzpatrick: I, I've got, I don't know where it is, I'm not gonna waste your time here, but I have a few, different custom indicators. Oh, launch pad, base setup. Like, this is one, …

554

01:31:52.350 --> 01:32:05.749

Dan Fitzpatrick: This is what it is. Okay, I didn't write all this stuff, Charlie did. I just told it what I wanted. Hey, give me this, give me that, this is what I'm looking for. And then it says, okay, go through here. And it screwed some things up.

555

01:32:05.850 --> 01:32:20.300

Dan Fitzpatrick: But that's the human element. I'm going like, okay, well, you screwed this up, so, oh, okay, sorry, Dan, I'll fix it. This is really where it, comes in handy. This was a while ago, so it's not relevant. Anyway, so…

556

01:32:20.300 --> 01:32:29.670

Dan Fitzpatrick: That's my long-winded version of telling you, like, I'm showing you the, the Wizard of Oz behind the curtain. Yeah, it helps a lot. Which…

557

01:32:29.690 --> 01:32:34.319

Dan Fitzpatrick: Just means I can help you, because you don't have to do that crap. That's what you got me for.

558

01:32:35.380 --> 01:32:36.390

Scott McGregor: Fantastic.

559

01:32:36.730 --> 01:32:44.509

Scott McGregor: Oh, that's great. I use it all the time if I'm looking for something that I can't find looking at a chart. Like, hey, how does this stock act

560

01:32:45.030 --> 01:32:59.340

Scott McGregor: seasonally, around this time of year. And then it'll give me, like, the percentage of probabilities of, like, well, you know, 50% of the time it's up, or 30% of the time it's down. And then you can kind of use that to get a sense of seasonality.

561

01:32:59.610 --> 01:33:01.110

Scott McGregor: It's something you're looking at.

562

01:33:01.430 --> 01:33:04.340

Dan Fitzpatrick: Yeah, … Here. Okay.

563

01:33:05.100 --> 01:33:07.760

Dan Fitzpatrick: You know what my query was on this?

564

01:33:10.170 --> 01:33:12.720

Dan Fitzpatrick: Come on, you can do it. Oh, I guess it can't.

565

01:33:13.230 --> 01:33:17.980

Dan Fitzpatrick: My query here was, hey, I want to write a book!

566

01:33:18.230 --> 01:33:20.459

Dan Fitzpatrick: on stablecoins.

567

01:33:23.610 --> 01:33:25.929

Dan Fitzpatrick: Great! Here's a proposed structure.

568

01:33:27.210 --> 01:33:44.469

Dan Fitzpatrick: Bam! Now, I'm not writing this book, though, Scott, I may kick this to you, but I've got an entire book written on stablecoins, and I don't know the first thing about stablecoins, but if I'm reading the book that I wrote, I will know a lot about stablecoins, so…

569

01:33:45.860 --> 01:34:02.129

Dan Fitzpatrick: like I said, and people say, like, oh, it's gonna take so many jobs. Yeah, it will, but it's gonna add so many jobs, too, so choose carefully, and if your kid's going to school, tell him, her, or it, or whatever, no, I'm not paying for your gender study. …

570

01:34:02.280 --> 01:34:10.689

Dan Fitzpatrick: degree, whatever it is, and no, you don't get to have a master's in sociology that I'm paying for.

571

01:34:11.120 --> 01:34:29.850

Dan Fitzpatrick: This is changing things. So, the people that change with it and kind of anticipate, man, you're gonna do really well. The people that don't are just gonna be wondering why, why they're not, meeting… they're not living the way they wanted to. So, anyway.

572

01:34:30.050 --> 01:34:32.529

Scott McGregor: Austin says you're now trying to put me out of work.

573

01:34:33.210 --> 01:34:38.670

Dan Fitzpatrick: No, man, I'm just trying to give you different job ideas.

574

01:34:38.670 --> 01:34:58.029

Scott McGregor: Awesome. Okay, let's, hammer through a few more here, Dan. Miguel asking about Tesla. What are your thoughts here? Looks like a bit of a bounce on the day. I posted this, recently to my crypto friends and just said, you know, low volume bounce, bit of a daily flag, yeah, tightening, need a break of the range.

575

01:34:58.250 --> 01:34:58.940

Dan Fitzpatrick: Yeah.

576

01:35:00.730 --> 01:35:20.370

Dan Fitzpatrick: That's what I think of Tesla. If it breaks through here, it's gotta break through here, so far, yeah, it's just, it's just still in a range. And by the way, this could go higher, it could go lower, so just because I drew this arrow, doesn't mean that it's gonna do that. So right now, as I see this, it's just, …

577

01:35:21.570 --> 01:35:29.919

Dan Fitzpatrick: It's just non-committal. It's showing opportunity. It's really showing potential opportunity, because you think about it, this is really…

578

01:35:30.090 --> 01:35:31.730

Dan Fitzpatrick: The trend line.

579

01:35:33.280 --> 01:35:34.790

Dan Fitzpatrick: This is the one.

580

01:35:35.330 --> 01:35:36.760

Dan Fitzpatrick: 3 points.

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01:35:37.660 --> 01:35:52.499

Dan Fitzpatrick: 1, 2, 3. If it's just 2 points, that's known as a straight line. But if it's 3 points, it's a trend line. So, you get a breakout, a pullback, and then we could get a move higher here. So, when would you maybe buy Tesla?

582

01:35:53.100 --> 01:35:54.339

Dan Fitzpatrick: Right up there.

583

01:35:58.590 --> 01:35:59.840

Dan Fitzpatrick: Something like that.

584

01:36:00.060 --> 01:36:03.889

Scott McGregor: Awesome. Susanna's asking about REAL.

585

01:36:05.300 --> 01:36:06.600

Dan Fitzpatrick: The real, real.

586

01:36:06.820 --> 01:36:09.029

Dan Fitzpatrick: Man.

587

01:36:10.400 --> 01:36:12.230

Dan Fitzpatrick: Chart looks great.

588

01:36:12.430 --> 01:36:17.570

Dan Fitzpatrick: … it's kind of rebound… it's… it's rebounding here. I…

589

01:36:18.160 --> 01:36:24.980

Dan Fitzpatrick: I'm kind of non-committal, on this. Let me, as long as we're looking here.

590

01:36:25.080 --> 01:36:28.400

Dan Fitzpatrick: We're… were over, so… whatev.

591

01:36:28.790 --> 01:36:31.070

Dan Fitzpatrick: Let's look at it here.

592

01:36:34.660 --> 01:36:52.779

Dan Fitzpatrick: Okay. So, it's the relative strength rating's good. Earnings are pretty solid. We've got, over the last four quarters, year over year, 40, 80, 33, 54, that's pretty good. Revenues growing, double digits, not, like.

593

01:36:52.780 --> 01:37:04.109

Dan Fitzpatrick: blowing the doors off, but this is pretty good. And then profit margins are staying 70, excuse me, steady at 75%. I wish I had those margins. So…

594

01:37:05.020 --> 01:37:12.020

Dan Fitzpatrick: Yeah, you're just kind of waiting… you need to just be waiting, for a buy… for a buy opportunity, and I… I don't…

595

01:37:12.180 --> 01:37:22.960

Dan Fitzpatrick: think that… I think this was it back here. Now you just want to wait, but a 96 relative strength rating, we look at up-down volume,

596

01:37:23.290 --> 01:37:24.880

Dan Fitzpatrick: 1.3.

597

01:37:25.790 --> 01:37:38.759

Dan Fitzpatrick: Okay, more volume on the upside than the down, but this isn't, like, a big screaming, thing here. Accumulation distribution rating, pretty good at a B+, so it's definitely being bought. …

598

01:37:39.990 --> 01:37:45.739

Dan Fitzpatrick: Let's see, institutional sponsorship, …

599

01:37:45.880 --> 01:37:50.460

Dan Fitzpatrick: It's up a little bit. So… Yeah, so this is, …

600

01:37:50.700 --> 01:38:02.039

Dan Fitzpatrick: It's a good stock to own. I think you just need to wait for your entry, and maybe, try to get it on some kind of a pullback. Might be more information than you wanted.

601

01:38:02.320 --> 01:38:08.900

Scott McGregor: Okay, great. Question about PGY. PGY and IRTC.

602

01:38:09.500 --> 01:38:11.729

Scott McGregor: Just asking you to check these ones out.

603

01:38:12.360 --> 01:38:14.420

Dan Fitzpatrick: Shoot, man, I'll put this on my….

604

01:38:17.080 --> 01:38:19.489

Scott McGregor: You're still on a weekly chart, too, by the way, Dan.

605

01:38:19.490 --> 01:38:33.150

Dan Fitzpatrick: Yeah, I'll put this on my IPO, though, because even going back to 2022, that's still kind of technically an IPO. Gosh, this is really good, this is really good consolidation. The best thing

606

01:38:33.150 --> 01:38:47.680

Dan Fitzpatrick: in my view, that could happen to this. That was the big spike. But best thing, in my view, that could happen to this is it just kind of trends around here a little bit, gives the 50-day moving average time to catch up. Earnings, …

607

01:38:47.680 --> 01:38:49.040

Dan Fitzpatrick: in November.

608

01:38:49.140 --> 01:39:00.609

Dan Fitzpatrick: So you can't really buy it here, and even if it breaks out, you could just be mindful that it's breaking out of a really wide, channel here.

609

01:39:00.610 --> 01:39:17.920

Dan Fitzpatrick: from down at 28, we'll say, I'm not counting this, but we'll say right around here, that's a 23% channel, so you're asking a lot of the stock to break out. What would really be cool is if it were to pull back a bit, or just kind of grind sideways for a while.

610

01:39:17.920 --> 01:39:21.849

Dan Fitzpatrick: And give you a little bit lower entry, so you could have a…

611

01:39:21.920 --> 01:39:25.550

Dan Fitzpatrick: A drop-dead, price, like, right around there.

612

01:39:26.870 --> 01:39:29.340

Scott McGregor: Okay, next one, IRTC.

613

01:39:30.850 --> 01:39:37.520

Dan Fitzpatrick: eye rhythm. … It's pretty choppy. I'd… Kinda need to be…

614

01:39:38.060 --> 01:39:53.479

Dan Fitzpatrick: looking at, like, fundamentals, more than, like, to kind of get a better sense of that. We don't have time to go through all of that stuff. This is pretty choppy, frankly. It needs to, for me anyway, it needs to kind of settle out. There's no…

615

01:39:53.500 --> 01:40:03.049

Dan Fitzpatrick: compelling reason to buy it, like, today. And that's really what it comes down to. It's kind of, for the most part, the only thing that I can be, saying is.

616

01:40:03.090 --> 01:40:05.240

Scott McGregor: What's going on today.

617

01:40:05.240 --> 01:40:07.620

Dan Fitzpatrick: And this looks interesting.

618

01:40:07.730 --> 01:40:12.309

Dan Fitzpatrick: It… one thing that's good is… This was the earnings move.

619

01:40:12.770 --> 01:40:17.900

Dan Fitzpatrick: this big pop here. It popped up over 10%

620

01:40:18.020 --> 01:40:25.160

Dan Fitzpatrick: And then ran closed, up almost 18%, and from the open.

621

01:40:27.060 --> 01:40:43.339

Dan Fitzpatrick: These are approximate numbers. From the open, it ran up over 5%, so this is definitely concerted buying here, no question about it. So I just would want to kind of give it a little more room, but, other than that.

622

01:40:44.060 --> 01:40:47.530

Dan Fitzpatrick: you know, it's… I think you're just kind of waiting for your train.

623

01:40:48.460 --> 01:41:01.380

Scott McGregor: Great. And then we have a question about XHB. Of course, we have the Jackson Hole Symposium coming up on Friday, Dan. What are your thoughts on holding XHB into Fed Chair Powell's speech?

624

01:41:01.510 --> 01:41:09.570

Dan Fitzpatrick: Yeah, I think it's… I think it's okay. I think it's okay to do that. My… my suspicion is, …

625

01:41:09.930 --> 01:41:20.310

Dan Fitzpatrick: And Powell could prove me wrong, but he rarely does. He's so predictable. My suspicion is his speech is gonna be a nothing burger. His speech is gonna be…

626

01:41:21.000 --> 01:41:28.840

Dan Fitzpatrick: Well, we're still vigilant, we're still watching. Tariffs could happen, we just don't know yet, but we're watching.

627

01:41:29.310 --> 01:41:32.470

Dan Fitzpatrick: And everybody goes, fine, it's Friday.

628

01:41:32.790 --> 01:41:50.080

Dan Fitzpatrick: Let's go golf. That's kind of my sense. So yeah, I think it's okay. I think it's okay to hold here. I can't really say that this is run up, like, into September. Like, oh, we're gonna find out. I think it's just kind of time for home builders and, …

629

01:41:50.440 --> 01:42:00.940

Dan Fitzpatrick: Sooner or later, the Fed is gonna lower rates. I can't see them raising rates, but, in that respect, they've done a lot of things that have… that I haven't been able to see.

630

01:42:01.790 --> 01:42:08.130

Scott McGregor: Okay, and then speaking about home builders, RD is asking about TMHC.

631

01:42:08.130 --> 01:42:09.380

Dan Fitzpatrick: Taylor Morrison.

632

01:42:11.650 --> 01:42:14.830

Dan Fitzpatrick: It's making the turn, kind of coming out of a…

633

01:42:15.420 --> 01:42:18.050

Dan Fitzpatrick: out of a cup here. …

634

01:42:21.340 --> 01:42:36.690

Dan Fitzpatrick: if you get a pullback at all, I mean, this is… I wouldn't say it's kind of starting to get into the markup phase, so to speak, but I think, gosh, if it were to pull back a little bit more, maybe test this area here.

635

01:42:41.180 --> 01:42:48.560

Dan Fitzpatrick: Which, it's almost there, but if it were to pull back a little more, that would be a great time to buy, like, closer to the 8. But then also.

636

01:42:49.730 --> 01:43:00.549

Dan Fitzpatrick: This is kind of a high, tight pennant, so if it popped out above here, that could work too. So, yeah, I think Taylor Morrison's going higher, it's just a question of entry.

637

01:43:01.330 --> 01:43:03.350

Scott McGregor: Okay, how about MongoDB?

638

01:43:05.130 --> 01:43:06.900

Dan Fitzpatrick: Mmm… what's the….

639

01:43:06.900 --> 01:43:08.430

Scott McGregor: M… MDB.

640

01:43:09.390 --> 01:43:14.280

Dan Fitzpatrick: MDB… yeah, I haven't looked at this in a while, otherwise I would have known that.

641

01:43:14.450 --> 01:43:15.310

Dan Fitzpatrick: …

642

01:43:15.780 --> 01:43:32.130

Dan Fitzpatrick: It needs to do more work here. It's still kind of mired around the 200-day moving average, so if you're… and they reported earnings just now, so I think at least that's… oh, this is an estimate, excuse me, it's on the 26th.

643

01:43:32.670 --> 01:43:48.990

Dan Fitzpatrick: it's… I don't… I don't think you have an edge here at all. It could, as long as it holds the 50, maybe it's gonna work. Maybe it will, but maybe it won't. So… but, right now, the path of least resistance looks like…

644

01:43:49.080 --> 01:43:54.029

Dan Fitzpatrick: It's really overgrown, with brush, but maybe ultimately going higher.

645

01:43:55.060 --> 01:43:57.889

Scott McGregor: Question about tree, lending tree.

646

01:43:58.620 --> 01:43:59.210

Dan Fitzpatrick: God, I haven't.

647

01:43:59.210 --> 01:43:59.959

Scott McGregor: What are your thoughts here?

648

01:43:59.960 --> 01:44:05.250

Dan Fitzpatrick: stock in ages. Shoot, I wished I had looked at that stock, for ages.

649

01:44:05.450 --> 01:44:13.479

Dan Fitzpatrick: … looks to me like it's… it's breaking… it's breaking out, I mean, as a longer-term trade.

650

01:44:14.040 --> 01:44:21.570

Dan Fitzpatrick: you'd want to look at the fundamentals on this, but make sure they're growing. But as a longer-term trade, this is a great…

651

01:44:21.650 --> 01:44:40.219

Dan Fitzpatrick: It's a great buy signal right here, but that doesn't mean you can buy it. I mean, look how overextended it is. So, if you… if you like the company, you think the company's good, then any kind of a pullback could be a good entry point. But as far as, like, a short-term trade.

652

01:44:40.220 --> 01:44:43.220

Dan Fitzpatrick: You know, I wouldn't think so. It's up a lot.

653

01:44:43.990 --> 01:44:48.370

Scott McGregor: Joe is asking for a quick take on MicroStrategy, MSTR.

654

01:44:50.100 --> 01:44:54.339

Dan Fitzpatrick: 200 a day, baby. Hopefully it holds there.

655

01:44:54.590 --> 01:45:01.059

Dan Fitzpatrick: That's it. Need to hold above the 200, and then, watch Bitcoin.

656

01:45:02.480 --> 01:45:07.639

Scott McGregor: Okay, RD saying, you mentioned WBA last week. Do you think it's viable today?

657

01:45:09.230 --> 01:45:10.240

Dan Fitzpatrick: You can!

658

01:45:11.080 --> 01:45:13.570

Dan Fitzpatrick: Yeah, I mean, it's holding right along the 8.

659

01:45:13.880 --> 01:45:20.859

Dan Fitzpatrick: yeah, just keep a… this is a trade. Keep a… keep a stop on it. You can…

660

01:45:21.650 --> 01:45:34.720

Dan Fitzpatrick: you know, look where I'm drawing this line. If you're buying it here, you're keeping a stop down here. It's like, you know, 1.25%. And I, frankly, I wouldn't really give it any more room than that.

661

01:45:34.780 --> 01:45:43.290

Dan Fitzpatrick: Because you could say, oh, well, as long as it holds above the 50, which is still, by the way, less than 4%, but my question is.

662

01:45:43.550 --> 01:45:55.370

Dan Fitzpatrick: Do you really need to see it fall clear down to here before you realize that maybe you were wrong to buy the stock? But yeah, I think you could. Just make sure you got your size and your stop set.

663

01:45:56.490 --> 01:46:00.149

Scott McGregor: James is asking about Core Weave, C-R-W-V.

664

01:46:01.010 --> 01:46:10.189

Dan Fitzpatrick: Boy, I like this, not right now, but I think, if this thing can firm up here, maybe start

665

01:46:10.190 --> 01:46:21.090

Dan Fitzpatrick: Running higher. It looks like 100 bucks is kind of the deal. So if it can start firming up here, I think it's a good one to build a position in. Yeah, it's for a trade.

666

01:46:21.290 --> 01:46:27.869

Dan Fitzpatrick: this is pretty steep here. It's pretty steep, but for a trade, I think this can work pretty good.

667

01:46:28.400 --> 01:46:34.629

Scott McGregor: Okay. Vito is asking about an entry on RGTI right here, right now.

668

01:46:34.630 --> 01:46:43.639

Dan Fitzpatrick: No, I'd wait, I'd wait, to see what it does tomorrow. It's still a little bit high. You're not, you're not in danger of…

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01:46:43.860 --> 01:46:56.279

Dan Fitzpatrick: of missing out on a move today. But I like… I mean, you're… you're looking at the right stock, but this isn't… this wouldn't be a good entry. You could be up, or you could be down, tomorrow. I would just watch it.

670

01:46:57.440 --> 01:47:02.779

Scott McGregor: Okay, Vinny is asking about Toll Brothers. Looks a lot like Taylor Morrison.

671

01:47:05.210 --> 01:47:20.370

Dan Fitzpatrick: Yeah, it kind of does. I mean, Toll Brothers has a more profound, … that's not the right word. It has kind of more of a prevailing, trend here along the 8-day EMA. Earnings are in, like, what, tomorrow? So…

672

01:47:20.980 --> 01:47:25.370

Dan Fitzpatrick: You know, that's a… That's a challenge. …

673

01:47:25.800 --> 01:47:29.360

Dan Fitzpatrick: if you're already in at a lower price, you know, I think

674

01:47:30.080 --> 01:47:47.889

Dan Fitzpatrick: I don't see how this is gonna tank. It could, but I don't see how it's gonna pull back a lot. Just to me, the question is, will it hold this level, or will it, settle out a little bit? Because one of the things you can almost be sure of is,

675

01:47:48.170 --> 01:47:57.430

Dan Fitzpatrick: that, they will say, they're uncertain. Maybe they might even lower their,

676

01:47:57.430 --> 01:48:12.149

Dan Fitzpatrick: full-year guidance or something like that, but there is a lot of uncertainty, with the home builders, because there's a crapload of uncertainty with the subcontractors. They… there's no real price stability.

677

01:48:12.150 --> 01:48:18.679

Dan Fitzpatrick: in things because of the tariffs. So because of that, I think the companies probably

678

01:48:18.680 --> 01:48:31.520

Dan Fitzpatrick: gonna be really, really cautious about giving guidance going forward, and if they do give guidance, it's gonna be on the low side. So we could see a pullback, before the broader market

679

01:48:32.510 --> 01:48:43.680

Dan Fitzpatrick: basically remembers what I just said, because I don't think this is cutting-edge stuff. I think this is what a lot of people think, about the home builders right now. But generally speaking.

680

01:48:46.410 --> 01:48:49.010

Dan Fitzpatrick: they're moving higher. It's where you want to be.

681

01:48:50.340 --> 01:48:55.959

Scott McGregor: Okay, last ticker here, Dan. Steven is asking about Elf Beauty, ELF.

682

01:48:58.260 --> 01:48:59.380

Dan Fitzpatrick: Almost!

683

01:49:01.160 --> 01:49:13.339

Dan Fitzpatrick: Big climb after a dismal earnings number. So, I would just, since earnings aren't an issue, I think you wanna… I think you wanna wait on this one, Steven. It's already gone up.

684

01:49:13.550 --> 01:49:20.619

Dan Fitzpatrick: It's run, almost 30%, 27%, just since

685

01:49:20.620 --> 01:49:25.380

Dan Fitzpatrick: the earnings, low here on the 7th, so…

686

01:49:25.380 --> 01:49:43.759

Dan Fitzpatrick: gosh, 10, 11 days ago, it was down here. This has had a heck of a run. I think it's probably should be consolidating. If it does break out, yeah, sure, it's viable, it's viable, just make sure that you've got a stop that reflects, your risk tolerance and your theory for the trade.

687

01:49:45.000 --> 01:49:51.120

Scott McGregor: Awesome. Peter says, Dan, thanks for the intense webinar. Wow.

688

01:49:51.120 --> 01:49:56.760

Dan Fitzpatrick: Oh, that's really, that's really nice. Thanks. I planned this.

689

01:49:57.510 --> 01:49:58.920

Dan Fitzpatrick: No, I didn't.

690

01:50:00.690 --> 01:50:12.759

Dan Fitzpatrick: So, anyway, yeah, I'm glad it worked. I know sometimes I'll go short, most of the time I go long, so I'm chatty that way. So, yeah, guys, thanks. Scott, any last words?

691

01:50:13.290 --> 01:50:13.760

Scott McGregor: No.

692

01:50:13.760 --> 01:50:15.290

Dan Fitzpatrick: I think, you know, I think that this was….

693

01:50:15.290 --> 01:50:20.750

Scott McGregor: It's a pretty intense… oh, Dan, we do have another, I just saw another question. This one is about TradeTrack.

694

01:50:20.840 --> 01:50:25.919

Dan Fitzpatrick: Saying I can see where it's going to be super helpful in improving my trading.

695

01:50:25.920 --> 01:50:34.230

Scott McGregor: The question is, where can I, trade… where on TradeTrack can I view the percentage of my portfolio in each stock?

696

01:50:34.450 --> 01:50:35.230

Dan Fitzpatrick: Sure.

697

01:50:39.470 --> 01:50:40.210

Dan Fitzpatrick: Here.

698

01:50:43.520 --> 01:50:55.670

Dan Fitzpatrick: Right here on Current Risk in Your Account, you can look, you can look over here, and it's really, a function of how… what your percent risk is based on

699

01:50:55.920 --> 01:51:00.800

Dan Fitzpatrick: Based on your, based on your stop. …

700

01:51:01.220 --> 01:51:13.910

Dan Fitzpatrick: Now, but this… so this is the deal, like this… and this really works because if I have, like, just this morning, I forget what it was, but one of my… one of my stops was hit.

701

01:51:14.010 --> 01:51:15.040

Dan Fitzpatrick: And…

702

01:51:15.350 --> 01:51:26.490

Dan Fitzpatrick: Of course, my trading platform will tell me that, but sometimes, truth be told, I don't have my trading platform open some days, and the reason is because, as I say.

703

01:51:26.970 --> 01:51:28.360

Dan Fitzpatrick: If you look at…

704

01:51:28.930 --> 01:51:41.939

Dan Fitzpatrick: If you look at the screen long enough, it's only a matter of time before you do something stupid. So a lot of times, like, if I just don't expect to trade on any given day.

705

01:51:42.080 --> 01:51:49.080

Dan Fitzpatrick: I don't… I just have my charting platform open, and a few other things, but I don't want my trading platform open.

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01:51:49.250 --> 01:52:05.839

Dan Fitzpatrick: I just don't. That's just me. I'm not saying that should be you. But, see, here's the thing, though. Here's one cool thing that you can do. We'll look at open positions, okay? If I want to add a new trade, because this, I really, really like this, a lot.

707

01:52:06.510 --> 01:52:09.920

Dan Fitzpatrick: Let me find, … …

708

01:52:11.650 --> 01:52:16.350

Dan Fitzpatrick: Okay, so let's say, for example, I want to buy Ethereum.

709

01:52:16.500 --> 01:52:29.889

Dan Fitzpatrick: Okay, like, I want to buy that at $32.72. I would look at this and say, okay, I want to buy Ethereum here at $32.72, and I want to… I wanna be able to hold it

710

01:52:31.040 --> 01:52:42.230

Dan Fitzpatrick: Here, I'll make it more realistic. Like, I want to behold it… hold it to 2966. So, 3272, 2966, …

711

01:52:47.310 --> 01:52:52.550

Dan Fitzpatrick: Okay, so… Okay.

712

01:52:53.870 --> 01:52:59.790

Dan Fitzpatrick: What am I gonna do with that? Well, I'll tell you what I'm gonna do with that. Trade calculator. Bam.

713

01:52:59.910 --> 01:53:01.440

Dan Fitzpatrick: I get Ethereum.

714

01:53:02.000 --> 01:53:10.330

Dan Fitzpatrick: trading account here on this is, is 2… a little over $2 million. Okay, so, maximum trade…

715

01:53:10.730 --> 01:53:19.050

Dan Fitzpatrick: on the amount. If I wanted to, make it be 10%, then I would go

716

01:53:20.130 --> 01:53:23.320

Dan Fitzpatrick: 200,000. And then I would say.

717

01:53:23.460 --> 01:53:41.610

Dan Fitzpatrick: You know, I don't know, I want, … I don't want to risk very much, I want to risk, $15,000. I don't know. Okay, so then, watch what happens over here. So I calculate the risk, bam. Okay. Now, my position size here is 7.8…

718

01:53:41.610 --> 01:53:43.920

Dan Fitzpatrick: 2% of my account.

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01:53:43.920 --> 01:54:02.180

Dan Fitzpatrick: It's $15,000, which means I can risk the maximum and… with this position size. Now, risk as a percentage of equity, 73.73, meaning 3 quarters of a percent if I lose money on this, and if I'm taking

720

01:54:02.180 --> 01:54:03.540

Dan Fitzpatrick: 49.

721

01:54:03.540 --> 01:54:19.790

Dan Fitzpatrick: 100 shares. And so, this needs to go up, like, if this is, if I'm looking for a 3R trade, this needs to go… this is based on my stop. This needs to go up to $41.90, so do I think it can do that?

722

01:54:20.890 --> 01:54:23.749

Dan Fitzpatrick: It's a heck of a lift. …

723

01:54:29.180 --> 01:54:30.060

Dan Fitzpatrick: Wow.

724

01:54:30.180 --> 01:54:30.960

Dan Fitzpatrick: Okay.

725

01:54:32.790 --> 01:54:35.570

Dan Fitzpatrick: Okay, so to get a 3R trade.

726

01:54:36.300 --> 01:54:50.729

Dan Fitzpatrick: It's gonna need to get up to there. Okay, do I think it can get up to there? Yeah, I do, but I don't think it'll go like this, so let's be more, … let's be more conservative, and I could see this…

727

01:54:50.820 --> 01:54:58.170

Dan Fitzpatrick: And so, where are we in? October? So, I could look at this trade and think, well, this is, …

728

01:54:59.000 --> 01:55:09.289

Dan Fitzpatrick: this is kind of my baseline for this. So, this is a trade that I would look at, and I have, whatever percent of my account in, and…

729

01:55:09.720 --> 01:55:19.299

Dan Fitzpatrick: then I kind of plan on holding it for that long. But then if I wanted to take a bigger… let's say I want to take a smaller position, …

730

01:55:20.230 --> 01:55:23.899

Dan Fitzpatrick: So, only 5%. Then watch what happens to here.

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01:55:25.190 --> 01:55:40.910

Dan Fitzpatrick: You see, the position size got cut in half, so did my share size. My risk as a percentage of equity, is, this is what I'm getting. This is what I'm getting here. And then my, …

732

01:55:41.670 --> 01:56:04.440

Dan Fitzpatrick: my R-value actually stays the same. Why? Because my stop has not changed. If I do this and say, well, I wanna… I'm gonna keep a real tight stop and say it's $31.72. So I'm only giving this a $1, I'm only giving it room for $1. Now… now watch what happens here.

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01:56:06.370 --> 01:56:15.580

Dan Fitzpatrick: Now my risk as a percentage of equity is .15. Basically, I'm risking nothing. But what are the chances of me getting stopped out?

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01:56:15.730 --> 01:56:29.839

Dan Fitzpatrick: pretty high. So, anyway, so these are the kinds of things that you can do. And then, by the way, so what's the 3R? Instead of it being, 41.90, or whatever it was, it's down at $35.72. Why?

735

01:56:29.840 --> 01:56:48.619

Dan Fitzpatrick: Because I have a very, very tight, stop on it. So let's say, like, I want to add the new trade. Okay, I'll take this off later. Okay, I'm adding the new trade. Now, it's in. So I want to look and see, okay, well, what do I have going on here? You can see, this is a really, really tight stop.

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01:56:48.620 --> 01:57:04.139

Dan Fitzpatrick: on this. Too… too tight, on that. And so, this is… this the way I… this is the way I trade. And then I can hover and I see exactly what I've done, and where this really comes in handy is on…

737

01:57:04.630 --> 01:57:10.090

Dan Fitzpatrick: Trades that are… that are already going. You can see, like, this one.

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01:57:12.190 --> 01:57:30.500

Dan Fitzpatrick: okay, you see where you bought, you see where your stop is, and it's green, because that means if I'm stopped out, I'm making a profit. And so then… and you just get a better, kind of a better sense of where, where everything is. So, anyway, so I've turned that into a trading tutorial on…

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01:57:31.370 --> 01:57:34.579

Dan Fitzpatrick: Always given more than you, but I hope that answered your question.

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01:57:34.600 --> 01:57:47.540

Scott McGregor: You're always doing extra. That's what's great about Stock Market Mentor, is, you know, you're always under-promising, over-delivering, and that's why… that's why you have members who've been with you for… for decades, right?

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01:57:47.540 --> 01:57:48.029

Dan Fitzpatrick: Thanks for watching.

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01:57:48.030 --> 01:57:54.459

Scott McGregor: to, evolve, your, your teaching ability and, and really, give people everything, so….

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01:57:54.610 --> 01:58:17.119

Dan Fitzpatrick: Well, thanks, man. Yeah, it's great to be back. It's fun. Yeah, it's fun what I do. Sometimes, I'll be honest, I do hate my job, I hate my business, but that's true with everything. But for the vast majority of times, I do what I do with a smile on my face, and a lot of gratitude in my heart, for one reason, because of you, Scott.

744

01:58:17.140 --> 01:58:23.640

Dan Fitzpatrick: Because, like, I truly… I'll end with this, guys, because I think this is… I think this is a good…

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01:58:23.890 --> 01:58:30.020

Dan Fitzpatrick: I couldn't do business any other way now, now that I've… I'm at this point.

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01:58:30.140 --> 01:58:48.009

Dan Fitzpatrick: I literally like every single person on my team. Scott, I love you, man, you're like a brother to me. I mean that. But everybody else on my team, I've got a… I've got Karen, obviously, I have a guy named Chris, I got Brent, I got Sam and Andy.

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01:58:48.010 --> 01:58:57.790

Dan Fitzpatrick: I have, a few other people that I work with that, you guys don't know about. Every single person, individually, I like.

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01:58:57.790 --> 01:59:06.370

Dan Fitzpatrick: And I can tell you, That has not always been the case in my business. Not at all. …

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01:59:07.130 --> 01:59:21.159

Dan Fitzpatrick: Lots of stuff to wade through in order to get, to this level, but I'll tell you this. If you're ever dealing with anybody at Stock Market Mentor in any capacity, I will tell you this.

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01:59:21.210 --> 01:59:39.759

Dan Fitzpatrick: they're very, very much liked by me, or they're about one day away from getting their asses fired. Because you gotta like the people that you work with, because it's the only thing, at least for me, it's the only thing that keeps me coming back to my desk when I really don't feel like it.

751

01:59:41.580 --> 01:59:43.100

Dan Fitzpatrick: That's the way it goes.

752

01:59:43.710 --> 01:59:46.230

Scott McGregor: Awesome. Yeah, great session, Dan.

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01:59:46.670 --> 01:59:55.020

Scott McGregor: Appreciate it. Okay. And yeah, we'll get the recording of this out as soon as possible, guys, and I'm pretty sure you can watch the first hour of this

754

01:59:55.020 --> 02:00:08.489

Scott McGregor: Over and over and over again. In fact, I think you absolutely should, because there's so many great trading tactics and just mindset reminders that Dan went through today. So, thanks. Thanks, man, great session.

755

02:00:08.490 --> 02:00:19.179

Dan Fitzpatrick: Thanks, Scott, I appreciate your help, and everybody, thanks for sticking around. I know this was a little unorthodox, but, you know, I got a feeling in the future I'm gonna be doing a few more unorthodox things.

756

02:00:19.970 --> 02:00:21.939

Scott McGregor: That's why we love you, man.

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02:00:21.940 --> 02:00:27.749

Dan Fitzpatrick: I'm unorthodox. All right, guys, thanks a lot, man. Scott, you're the best, buddy. Love you.

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02:00:27.750 --> 02:00:28.090

Scott McGregor: There you go.