



## Chart of the Day Here's your trade on Robinhood (\$HOOD)

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Dan from StockMarketMentor.com discussed a recent trade in Robinhood (HOOD), highlighting the stock's breakout from an inverse head and shoulders pattern. He emphasized how a well-managed entry—even one slightly late—can still yield strong returns when risk is controlled and position sizing is appropriate. Dan noted the stock's bullish price action despite a red day and stressed the value of partial profit-taking to reduce cost basis. He used the trade as a teaching moment on disciplined trade management, likening it to managing inventory with a focus on profit margins and risk.

### Next Steps:

1. Members to review the training session recording if they missed it during the day.
2. Traders to evaluate Robinhood's (HOOD) price action for further follow-through after the breakout.
3. Investors to reflect on the inverse head and shoulders setup and apply lessons to future trades.
4. Traders to consider taking partial profits to manage late entries and reduce cost basis.
5. Members to revisit Dan's "Smart Trading Process" via the upcoming live session next Tuesday.
6. All participants to focus on position sizing and disciplined trade execution as part of a complete trading strategy.

### Transcript:

0:05: Hey, Dan Fitzpatrick here at Stockmarketmentor.com.

0:09: And, I wanna look at Robin Hood.

0:11: this has been one that I've been looking at every day.

0:15: I think over at Stock Market Mentor, we're feeling a little guilty because we're stealing from the rich and from the poor here.

0:23: the stock has broken out of this inverse head and shoulder pattern.

0:26: I'm pretty sure I've covered this on our, on my, These charts of the day, the free charts, before, but I just want to update it, see, because R2R2R, the 2R level is 6445, and what that means is 2R means.

0:48: For the risk that we've taken based on where our entry was and where our initial stop was down there, that's the risk that we've taken when we make the same amount of money as we got as we risked that's a 1 hour trade one for one risk one reward one when we're making twice what we've risked on the trade, that's a 2R what we have here risk \$1 make two risk.

1:18: \$1 make 3 clear up here so we're because we got a pretty good entry, it seems like we, we actually got in one day late, but my sense was this can still go and fortunately the stock's agreeing with me but because our risk was relatively low relative to where the stock is moving, we're already just a handful of days later up to where we can get paid off on 2R here.

1:44: I don't know whether that's gonna happen, but what I am saying is.

1:48: This is how you want to be trading, you wanna be trading.

1:53: A little bit like a warehouse manager, looking at what your profit margins are looking where your risk is, always wanting to clear stuff out of the warehouse if it's not being, not, not working.



2:05: And so right now we're at this point where we just keep this trade going, it's running right up along the Upper Bollinger Band, which is right what we want to see it do today, even though it closed down on the day relative to yesterday.

2:18: Yesterday, 2.5%, I would prefer it to be up 2.5%, but this is OK because today's intraday high was higher than yesterday's and the intraday low was higher than yesterday's intraday low.

2:33: So actually all this kind of red nonsense notwithstanding the bulls are still in charge here.

2:40: The bulls are still buying the stock and that's why I wanted to.

2:44: Point this out to you, you can't buy it here.

2:47: You're late here, but this is not a, you know, here's a stock to buy every day video.

2:52: This is just let's learn more about trading video and this is one of those.

2:57: So we get in at the right time, like I said, a little bit late, but we take care of that on the position size we're writing this thing up.

3:04: Once this gets up, if it gets up to 2R, then maybe that's when we, we say, you know what, as a tip of the hat to the late entry.

3:14: Maybe it's time to take a little bit off the table and what that actually does is if we're taking partial profits on this think about this if we're taking partial profits on this and we got a late entry then those partial profits finance the rest of the position and they drop our cost basis down to where.

3:38: It would have been nice to have had that cost basis on the entire position, but we got in a day late you get what I'm saying here are you picking up what I'm throwing down we take some profits off the table on a late entry and the profit that we make, we just subtract that amount from our cost basis and we have a new cost basis, a lower cost basis, and now we actually have a better trade going so.

4:07: Anyway, that's all I got for you guys, today.

4:10: I hope this helps and by the way, I hope you, went to last night's webinar where I was talking about, my, smart trading, process, and it is a complete process people really get a lot out of it they get money out of it basically so I, I had a, a long session on that last night.

4:31: Well, I got a lot of feedback on it, really positive things.

4:35: I'm gonna do it again.

4:37: I'm gonna do a live session again.

4:39: I hadn't really planned on it, but I'm gonna do another live session next Tuesday.

4:44: So watch your emails for that.

4:46: Karen will be sending you out, information on that, but if you couldn't make it last night, don't worry about it.

4:52: Next Tuesday it's gonna be even better, you definitely want to be there for.

4:57: That and also just drop a little cryptic hint you wanna be sticking around till the very end that's all I'll say a lot of times I have little surprises for those who persevere through my videos and and through my live events and this will be one of those, all right?

5:15: I promise you.

5:18: Period.

5:18: All right, see you guys next time.