



## Chart of the Day Here's your trade on Palantir (\$PLTR)

June 4, 2025

Dan Fitzpatrick reviewed the recent trade setup on Palantir, noting that the stock has underperformed slightly since the breakout entry at \$134.25. While the market overall is moving higher, many breakout trades like Palantir are stalling or pulling back. Dan walked through a broad technical setup, referencing a potential—but sloppy—cup and handle pattern. He emphasized the importance of not forcing trades and being patient, as Palantir may need more time to consolidate. A stop is currently set at \$122.60, which keeps the risk controlled under 10%. Despite recent weakness, Dan is still in the trade but will reassess early next week if momentum does not improve.

### Next Steps:

1. Members to monitor Palantir's price action closely through the end of the week.
2. Traders to respect the current stop level at \$122.60 to limit downside risk.
3. If Palantir breaks out to a new high, consider that a bullish confirmation for continued upside.
4. If the stock continues to hover or weaken further, be prepared to exit early next week.
5. Avoid emotional commitment to trades—stay objective and disciplined.
6. Keep money moving by reallocating to stronger setups if Palantir fails to follow through.

### Transcript:

0:03: All right, hey everybody, Dan Fitzpatrick here at Stockmarketmentor.com.

0:07: let's just jump right into it.

0:09: Palantirer, I put a trade on the other day.

0:13: we're down a little bit on that.

0:15: You see a 134 25 on this breakout and then it's pulled back.

0:20: a lot of stocks, we're seeing that even though the market's kind of rising, which we like.

0:27: I always like it when it's doing this, There's a lot of breakouts that are kind of turning out to be, I wouldn't say fake outs per se.

0:35: I would just say like, yeah, they're not really doing too well.

0:39: And so right now, Palantirer is one of those, certainly, but, I wanna, I wanna show you what I'm seeing here.

0:46: I, I can draw this, why don't I just do it this way, What I'm seeing here is a pretty steep, well you, you could look at this and say it's a, it's a cup, I don't, I'm not that dogmatic about cup and handles.

1:01: I just see a big decline here, and then kind of a wide ranging range here, that, that forms essentially forms a base.

1:12: And then now we get to move to the upside and so once this, stock comes up here and then pulls back, this kind of this is kind of established pardon my, I'm having a hard time speaking I guess this is kind of an established, resistance level here right about the same level, and so then we get a pull back, OK, we see.

1:36: Big heavy volume here and then that turns out to be a washout.

1:40: What I'm doing is kind of walking you through a, a pretty sloppy head and shoulder pattern.

1:47: It would be nice if the, not the head and shoulder pattern, I'm sorry, the cup and handle.



1:54: It would be nice if the handle was more.

1:57: Like this.

1:59: In other words, if, if it was, if it was kind of pulling down a little bit, maybe closer to the 50 day moving average, because then this is really kind of like a, a coiled spring, you just see this all the time where a little breakout from a lower area, boom, you're gonna get, you're gonna get that kind of move, that's the kind of thing.

2:18: , that's the kind of thing that, that I like to see.

2:23: we just don't, I'm just not seeing it here, so we, we take what the stock gives us.

2:29: So this is what my suggestion would be right now like I've got this, suggested stop here at 12,260.

2:38: I'll go ahead and show you where that is.

2:46: OK, so the stops, 12,260, and that's, that's not a, it's, it's not a big gap, you know, in other words, we're not, not risking a, a boatload of money here, to make this, to make this trade less than 10%, but you gotta give it a little room to move.

3:06: That's just the way this works.

3:08: My suggestion would be, I mean, we, we have this trade on and, and it's, it's.

3:14: I won't say it's working because it's not it's down just a little bit and, and I don't like it when trades come out of the chutes and don't perform the way I want them to, but it's not so bad that I say, OK, well this trade didn't work.

3:29: What I'm saying is this probably needs a little more time here and also look, this has been a monster stock and nobody can argue credibly.

3:39: That this is not different.

3:44: Than this or this or anything else.

3:47: In other words, if you're looking at Wijkoff's approach with, it's not just Wikoff, it's, it's any good trader where you've got a base, you've got a markup, you've got distribution, and then you've got a mark down.

4:02: This is a pretty wild swinging area here.

4:05: This does definitely look like distribution to me.

4:09: Now, There's more to distribution than distribution.

4:14: You could have distribution within an uptrend and then have the stock continue to move higher, or not.

4:21: I'm just pointing that out because simply the fact that this is to me obvious distribution.

4:27: Look at the volume volume has definitely picked up here.

4:32: Versus where it was like on on the way up it's lower so volume is picked up volatility is picked up this is a lot of gnashing of the teeth and jumping up and down in the stock price so you gotta be careful here but.

4:47: If the stock breaks out, the stock breaks out, and that's your trade.

4:51: If it doesn't, don't sit here and be stubborn and insist that by God that trade's gonna work out for me.

4:58: It's better sooner or later I know it's gonna go.

5:01: No, you gotta keep your money moving, but for now I'm sticking with this trade if the stock breaks out to a new high.

5:09: That's the signal that the trade is gonna be OK.



5:12: If it stays down here, if it just kind of hovers around here, we'll say through the end of the week, I'm gonna kind of be looking at it a little more carefully on Monday and maybe we're gonna have to kick this thing to the curb.

5:24: So anyway, that's all I got for you.

5:27: I will see you next time.