



Chart of the Day Good RS in \$SE

July 15, 2025

Scott reviewed the broader market action, noting a distribution-type day with the S&P 500 (SPY) and Nasdaq (QQQ) both opening higher but closing lower, reflecting weakness. He emphasized the importance of looking for relative strength during such market conditions—stocks that rise when the indexes fall. One example he highlighted was Sea Limited (Ticker: SE), which broke above its 50-day moving average and cleared a downward sloping trendline on higher-than-average volume. Scott suggested that this breakout could lead to further upside, particularly if the stock can move through the 161–162 level on volume, potentially retesting previous highs in the 170s.

Next Steps:

1. Members to monitor market breadth and weakness indicated by distribution days in SPY and QQQ.
2. Traders to identify and track stocks showing relative strength during market pullbacks.
3. Investors to watch Sea Limited (SE) for follow-through action above its 50-day moving average.
4. Traders to set alerts around the 161–162 level on SE for potential breakout confirmation.
5. All participants to use volume as a key indicator when evaluating breakout validity.
6. Members to revisit trendline breakouts as high-probability setups during weak market environments.

Transcript:

0:03: Hey everyone, good evening.

0:04: It's Scott at Scottrade's on X with Stock Marketmentor.com and your chart of the day.

0:11: Want to take a look at a stock chart here in just a second, but firstly, I'll frame things up by taking a look at the major indexes.

0:18: Bit of an ugly distribution type day here on Spy with a higher open, a lower close, and it came on slightly higher than average volume.

0:29: So not a great day.

0:30: On the index, QQQ, very similar.

0:33: Higher open, lower closed, just slightly lower than average volume.

0:38: And so when we get days like this, what I like to do is search for relative strength.

0:44: And that usually means looking for stocks that are up on a day when the major indexes are down.

0:51: One of those stocks that I found today was C Limited, Ticker SE.

0:56: We have Sea Limited back above its 50 day moving average.

0:59: That's the red line here on the chart, and it came on higher than average volume, and it was coming as it broke out of a pretty clear downward sloping trend line pattern, where this level has been acting as resistance right here, right here, and today we got above, closed above, and did it on good volume.

1:18: So I would look for some continuation, some follow through here on Sea Limited.

1:23: And maybe have an alert on the stock in and around 161162.

1:30: And look for a move through that level coming on volume.



1:34: If that can happen, you might be able to retest some of the highs up here in the 170s.

1:40: But this stock was up on a day when the market was down, and so this is definitely a stock we wanna keep watching over at stockmarketmentor.com.

1:49: I hope that video's helpful.

1:50: I'll see you next time.