Chart of the Day

Here's how Broadcom ($AVGO) traded today with a 59-minute trading tactic.

November 24, 2025

Dan Fitzpatrick demonstrated a trading strategy using the Volume-Weighted Average Price (VWAP) to analyze Broadcom's performance. He explained how traders can identify buying commitment by observing the stock's relationship to the VWAP and set defined risk levels. Dan highlighted the importance of the first 5 minutes of trading and emphasized that if the stock falls below the VWAP, it signals the end of buying momentum, prompting traders to exit the position. He also promoted his 59-Minute Trader course, offering a 50% discount, and guaranteed the effectiveness of the strategy for generating profits.

Next Steps:

1. Implement VWAP Trading Tactic: Practice using the Volume-Weighted Average Price (VWAP) on intraday charts (5- or 10-minute) to define entry, risk, and trend validity for short-term trades.
2. Define Risk by VWAP: For any long trade using this tactic, use a break below the VWAP as the primary stop-loss signal, as this indicates the institutional buying that initially drove the stock is over.
3. Watch Broadcom (AVGO) for Follow-Through: Monitor AVGO for potential follow-through, noting that the $$$390 level is the next likely area of resistance.
4. Understand VWAP vs. EMA: Recognize the difference between the VWAP (volume and price-weighted) and Exponential Moving Averages (price-only based) and how low volume environments can flatten the VWAP while the price continues to rise.
5. Explore Intraday Trading Resources: Consider exploring the discounted "59-Minute Trader" course to formally learn the process of trading the open and capitalizing on short-term opportunities.

Transcript:

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00:00:01.880 --> 00:00:07.199

Dan Fitzpatrick: Okay, well, hey everybody, Dan Fitzpatrick here at StockMarketMentor.com on…

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00:00:07.760 --> 00:00:17.449

Dan Fitzpatrick: November 24th. And I want to look at, Broadcom, today. This is how the chart, looks now, at the end of the day.

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00:00:17.600 --> 00:00:26.390

Dan Fitzpatrick: But I want to take you through, a… I guess you could call it a day trade, because it sure as hell went on all day, and still really going.

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00:00:26.390 --> 00:00:38.000

Dan Fitzpatrick: And that's using, one of the tactics in the 59-Minute Trader, course that I have. It's a process that I've… I developed, hell, 15 years ago.

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00:00:38.080 --> 00:00:55.250

Dan Fitzpatrick: actually more like 20, and I've just kind of been refining it ever since. But, this one here is really a pretty simple one just based on the volume-weighted average price, otherwise known as the VWAP. That is this, orange… orange line here.

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00:00:55.250 --> 00:01:13.980

Dan Fitzpatrick: And what this is, is the average… it's like… it's a moving average, basically. But it's… it's not just based on price, it's based on price and volume, hence volume-weighted average price. And how… what it does is, it looks at, at any given time during the day.

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00:01:13.980 --> 00:01:14.950

Dan Fitzpatrick: what's the…

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00:01:14.950 --> 00:01:38.939

Dan Fitzpatrick: the number of shares traded, the total number of shares traded, and what's the average price. And so what that does is it gives you a heck of a lot better information than just a key moving average, like, oh, it's the 50-day moving average, or it's the 8-day moving average. The thing about volume-weighted average prices, it actually gives you a sense of where the true

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00:01:38.940 --> 00:01:42.759

Dan Fitzpatrick: creators are, like, where is their emotional

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00:01:42.760 --> 00:01:52.189

Dan Fitzpatrick: commitment, is it in buying a stock? And if it is in buying a stock, then the stock's gonna stay above

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00:01:52.250 --> 00:01:55.480

Dan Fitzpatrick: The volume-weighted average price, as it is here.

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00:01:56.180 --> 00:02:04.719

Dan Fitzpatrick: Okay, it's gonna stay above this level, and then when the stock comes back down, it's not like it bounces off the VWAP.

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00:02:05.000 --> 00:02:28.229

Dan Fitzpatrick: it kind of defines the VWAP. It comes down, and then as it gets to the average price that typically people have taken it that day, then buyers are coming in because they want to get more stock. And so that's really what we had happen here. This is a 5-minute chart, and you can see how the stock just kept going. Here's a 10-minute chart.

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00:02:28.230 --> 00:02:38.580

Dan Fitzpatrick: for all day long. Now, what I want to show you is this. If you're looking at this, you can kind of look at it as a… really an opening range breakout here, where

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00:02:39.590 --> 00:02:53.899

Dan Fitzpatrick: this is the first 5 minutes. Stock gapped up, pretty nicely, actually, over 5% from, the close on Friday, which was a crappy close, and so stock had to get up, above

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00:02:55.030 --> 00:03:09.330

Dan Fitzpatrick: from the close, it had to get up about 2.5%. So, anyway, the bottom line, though, is this. So this gap's up, and let's say you're saying, like, well, gosh, I want to buy this stock, but…

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00:03:09.960 --> 00:03:27.849

Dan Fitzpatrick: I think I gotta wait and see how it trades. So, the first 5 minutes is over, then the second 5 minutes starts, and because the stock is above this first 5 minutes, now you can start taking a position in the stock. And your risk is actually pretty well defined.

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00:03:27.850 --> 00:03:45.440

Dan Fitzpatrick: Because you're not risking… you're not taking the stock here and putting your stop all the way down here below, say, Friday's close, right around there. You're not doing that. You're using the volume-weighted average price as your reference for buyers.

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00:03:45.510 --> 00:03:58.180

Dan Fitzpatrick: And the idea is, when the stock falls back to where the average price is, that's when additional buyers are gonna come into the market. That's why the VWAP is where it is. Now.

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00:03:58.180 --> 00:04:16.039

Dan Fitzpatrick: If it falls below the VWAP, that tells us that the buying's pretty much over, and we want to be out of the trade. So, this, yes, it gives us a direction, but it also gives us a signal, it gives us a signal to tell us whether the reason for us being in the trade

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00:04:16.190 --> 00:04:22.089

Dan Fitzpatrick: is still valid or not. And the reason for us being in this trade is

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00:04:23.190 --> 00:04:35.999

Dan Fitzpatrick: the stock is moving higher because buyers keep coming for the stock in volume, in size. That's why the stock continues to trade above

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00:04:36.170 --> 00:04:55.520

Dan Fitzpatrick: the orange line here. And so how do we know when the buyers go away? Well, the stock will start falling back below the orange line. So we've got our stop somewhere around here, 354, something like that, and then the stock just continues to go, even on this one bar where, oh, that's the end of the rainbow, nope.

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00:04:55.520 --> 00:05:11.269

Dan Fitzpatrick: Not so much. The stock still just stays right around the VWAP. Now, this is a half, excuse me, an hour into the trading day. That's typically when your 59-minute trading tactics are going to be over as far as new

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00:05:11.270 --> 00:05:15.139

Dan Fitzpatrick: positions. But on an existing position like this.

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00:05:15.140 --> 00:05:34.550

Dan Fitzpatrick: If you've been looking to buy this stock anyway, look, you just continue to hold this right along the volume-weighted average price, and again, if it falls down, then you're out of the trade. You got a nice little trade, didn't amount to much, but it was better than taking a loss, and so you stick around here, and what happens with the stock?

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00:05:34.550 --> 00:05:38.889

Dan Fitzpatrick: As the day goes on, it gets further and further away

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00:05:38.930 --> 00:05:45.629

Dan Fitzpatrick: from the volume-weighted average price. Now, why isn't it? This is a little advanced here.

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00:05:45.640 --> 00:05:56.230

Dan Fitzpatrick: Why isn't it pulling the volume-weighted average price up with it? Seems like it should, but no, and the reason is because volume is really low.

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00:05:56.230 --> 00:06:08.829

Dan Fitzpatrick: And so, even though the price is advancing, it doesn't have that much influence or impact on the volume-weighted average price in the way that it does this 8-day

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00:06:08.850 --> 00:06:17.519

Dan Fitzpatrick: 8-period exponential moving average. See, this is based… I hope I'm not getting too granular for you. This 8-day

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00:06:17.650 --> 00:06:37.249

Dan Fitzpatrick: excuse me, I keep saying 8-day. The 8-period exponential moving average is based only on one number. Every time that a 5-minute bar ends, whatever the price is, that's the print for the 8-period exponential moving average. So, that's why, as the price climbs.

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00:06:37.410 --> 00:06:55.830

Dan Fitzpatrick: the 8 EMA climbs with it. Meanwhile, the VWAP doesn't, and the reason is because, you see, it's not really trading on any volume here, versus back here when it's trading on a boatload of volume. So, bottom line is, you just stay long this stock, it's a flat VWAP,

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00:06:56.150 --> 00:06:57.699

Dan Fitzpatrick: And then finally.

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00:06:57.910 --> 00:07:09.019

Dan Fitzpatrick: you get a run into the close. And so, this is just kind of walking you through how you would stay with this trade all day. This is what the stock looks like now.

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00:07:09.810 --> 00:07:11.349

Dan Fitzpatrick: Let's get it to here.

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00:07:11.600 --> 00:07:23.750

Dan Fitzpatrick: Probably gonna see some resistance tomorrow, right around 390, but I like the way this is shaping up. Now, by the way, I'm talking about 59-minute trader tactics, I'm gonna show you something.

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00:07:24.020 --> 00:07:47.120

Dan Fitzpatrick: Look at that guy, he's handsome as the devil. You can get, the 59-minute trader course at 50% discount. It's another handsome guy right there. This is… you can get all… look, all about this here. You can read all about it here, everything that I'm doing, with some great testimonials from people who have taken this course. This is

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00:07:47.120 --> 00:07:48.300

Dan Fitzpatrick: Probably…

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00:07:48.300 --> 00:07:56.029

Dan Fitzpatrick: Unless you've had some truly monster trades this year, this will be the best trade that you've ever made, because you can use this stuff

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00:07:56.030 --> 00:08:11.929

Dan Fitzpatrick: every single day, whether you're day trading or just trying to get in and out of profitable positions. So, you're gonna get a 50% discount. That's the most that we've ever done for this product. So, I don't like

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00:08:12.080 --> 00:08:18.720

Dan Fitzpatrick: be perfectly candid, I don't like, I don't like hawking my own stuff, but I'm the only guy to do it.

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00:08:19.180 --> 00:08:34.419

Dan Fitzpatrick: And I will tell you this, I promise you, if you use the information that I'm giving you here, you absolutely will make money. I can guarantee that for you, okay? Alright, I'll see you guys next time. Have an awesome day.