

Chart of the Day

Here's the level to watch on \$RDDT

December 9, 2025

Scott's "Chart of the Day" focuses on Reddit (RDDT) as a trade setup contingent on a positive market reaction to the FOMC meeting tomorrow (Wednesday, December 10th). The stock is currently consolidating near a significant prior resistance level, indicating accumulation and base-building before a potential breakout.

Scott sees a clear buying opportunity if the stock breaks out of this consolidation pattern following the Fed's announcement.

Next Steps:

1. Set Breakout Alert: Place a price alert for Reddit (RDDT) just above the key trigger price of \$238.20.
2. Await FOMC Reaction: The trade is contingent on a positive market reaction to the FOMC meeting tomorrow. The breakout must occur on Wednesday or shortly thereafter.
3. Confirm Entry on Volume: Execute the long trade only if the move through \$238.20 is accompanied by strong volume to validate the buying pressure.
4. Define Stop-Loss: If the trade is executed, place the initial stop-loss below the 8-day Exponential Moving Average (EMA), which is approximately \$230.84 (using Monday's closing price context).
5. Monitor for Trend Confirmation: Watch for Reddit to sustain a move above the \$238.20 level, aiming for continuation toward its 52-week high of \$282.95.

Transcript:

0:00: Hey everyone, good evening.

0:02: It's Scott at Scott Trades on X with Stock Market mentor.com.

0:08: And your chart of the day.

0:09: Want to take a look at Reddit.

0:11: This is ticker RDDT.

0:13: Now, I know we have the Fed meeting coming up tomorrow, but I'm interested to see if we get a positive reaction to a Fed rate cut from Reddit because the stock has just kind of been hanging out near a near-term level of consolidation.

0:27: We see this chop in consolidation from September before the breakdown, and now we're just kind of hanging out near that high.

0:33: So, I'm watching for a move here on Reddit, just above.

0:37: 238.20.

0:39: I want to see a move through and a close above 238.20 coming on volume here on Reddit.

0:46: And if you take that trade, you could use the eight-day exponential period moving average as your initial stop loss.

0:54: So keep an eye on Reddit.

0:55: It's one of the stocks that I'll be watching following the Fed meeting tomorrow, and we'll have all that covered over at stockmarketmentor.com.

1:04: I hope that video is helpful, and I'll see you next time.