

Chart of the Day
Alphabet (\$GOOGL) reported stellar earnings

February 4, 2026

Dan Fitzpatrick provided a technical post-mortem on Alphabet (\$GOOGL) following its Q4 earnings report on Wednesday, February 4, 2026. Despite "scary good" numbers—including a significant revenue beat of \$113.83 billion (vs. \$111.5B est.) and surging Cloud growth—the stock experienced massive intraday and after-hours volatility, swinging nearly 12% from top to bottom. Dan noted that while the primary uptrend remains firmly intact, the stock is facing immediate technical resistance in "Helga's House of Pain" (the recent high/gap zone). He distinguishes between a short-term trade, which he believes requires a "rest" to let profit-taking run its course, and a long-term investment, where the current proximity to the 50-day moving average (a level not touched since last June) represents a potential strategic buying opportunity.

Next Steps:

1. Adopt a "Tiered" Approach:
 - For Traders: Wait. Dan recommends letting the current "massive volume" and volatility settle out. Avoid buying into the immediate overhead resistance.
 - For Investors: Evaluate current levels as an entry or "add" point. If the stock is near its 50-day moving average, it is technically "cheaper" than it has been at any point in the last eight months.
2. Set Strategic Price Alerts:
 - \$308: Solid support floor; any move toward this level is a high-conviction buy-the-dip zone.
 - \$350: Immediate price target. Watch for a "mover and close" above this round number to signal the next leg of the breakout.
3. Monitor Intra-Sector Sentiment: Watch for a "halo effect" on other AI infrastructure names. Alphabet's massive CapEx pledge suggests continued relentless demand for semiconductors and data storage.
4. Avoid "Hard Money" Trades: If you aren't comfortable with 12% intraday swings, stay on the sidelines. Dan emphasizes sticking to your specific "process" rather than chasing energy-sucking volatility in big tech names.

Transcript:

WEBVTT

1

00:00:01.860 --> 00:00:06.450

Dan Fitzpatrick: Hey, hey everybody, Dan here, StockMarketMentor.com, and...

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00:00:06.760 --> 00:00:21.389

Dan Fitzpatrick: Google just reported, actually about an hour ago or so. I just finished my live, strategy session with a bunch of people, so now I'm back doing this freebie here. Okay, look, let's see how this thing traded,

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00:00:21.400 --> 00:00:32.040

Dan Fitzpatrick: when they reported earnings, okay? This is a 5-minute chart, so you can see, what happened. The stock actually had closed, down a bit.

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00:00:35.200 --> 00:00:43.559

Dan Fitzpatrick: That's what it looked like. Like, it had closed down, what, 1%? Almost 2% on the day. And then here comes after hours.

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00:00:45.010 --> 00:00:53.569

Dan Fitzpatrick: Big whoosh down, not much, not much change, though, from the close. But if you look at this intraday.

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00:00:53.570 --> 00:01:17.949

Dan Fitzpatrick: or I should say, after... aftermarket, you know, 5-minute chart here, you'll see this thing had a big move up, great Capex spending and all that, or CAPEX, however you want to say it. If you're a musician, you'd say CAPO. But, so this had a big move up, ran up even more, and now what are we getting? We're getting kind of a dive back down to a negative, number.

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00:01:17.950 --> 00:01:19.350

Dan Fitzpatrick: for a while.

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00:01:19.360 --> 00:01:32.649

Dan Fitzpatrick: this thing was even positive on the day. It actually was even, for a cup of coffee, higher than yesterday's gap open. So, this was a really, really strong move, but if you look at it from

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00:01:32.650 --> 00:01:40.980

Dan Fitzpatrick: from top to bottom, this has been an almost 12% move, one way or another. That's a huge, massive

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00:01:41.020 --> 00:01:46.649

Dan Fitzpatrick: volatile move in a day. And so, if we look at the volume chart here.

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00:01:46.820 --> 00:02:06.259

Dan Fitzpatrick: This is just massive volume. Like, huge volume. So, this is the way I look at this for tomorrow. I wouldn't want to buy this stock, tomorrow. There's no way. I'm not saying it's going to go down. I have no idea whether it's going to. I just know this. There is a lot of resistance.

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00:02:06.570 --> 00:02:19.880

Dan Fitzpatrick: above where this stock is right now, and this is kind of how I tend... this is how I tend to look at things. I'll say, okay, where's the stock? Where has it been?

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00:02:19.880 --> 00:02:29.219

Dan Fitzpatrick: What does it need to do to get to where I'm going to be able to make money? And I put this red box here, this is all the pain. Like, this is... here, we can put a...

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00:02:29.220 --> 00:02:34.910

Dan Fitzpatrick: a roof on it like this. We can put a door on it, even, if we want to.

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00:02:35.010 --> 00:02:36.020

Dan Fitzpatrick: Okay.

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00:02:36.850 --> 00:02:49.179

Dan Fitzpatrick: Here. Okay. That's the door, right there. This is Helga's House of Pain here. You don't want to be in here. So just let this thing settle out. The uptrend...

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00:02:51.280 --> 00:02:57.170

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Dan Fitzpatrick: is definitely intact. There's no question about that. The uptrend is intact.

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00:02:59.060 --> 00:03:00.690

Dan Fitzpatrick: Okay,

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00:03:01.110 --> 00:03:14.739

Dan Fitzpatrick: Back to where I was. So anyway, the point is that you want to just let this thing settle out, for a bit. There's plenty of resistance overhead. This, I would say, is a...

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00:03:14.740 --> 00:03:27.900

Dan Fitzpatrick: is a pretty solid bottom right here. We'll put it at 308, something like that. So this is a pretty solid low right here. If this comes back and revisits this, frankly, I'd kind of be surprised.

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00:03:27.900 --> 00:03:37.769

Dan Fitzpatrick: I don't think that's gonna happen. My suspicion is, that this is just gonna continue, this is just gonna continue to run higher, but as a trade.

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00:03:37.980 --> 00:03:46.109

Dan Fitzpatrick: I think you can do better. I think you can wait and let this thing solidify a little bit, but as an investment.

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00:03:46.230 --> 00:03:57.310

Dan Fitzpatrick: There's no reason to be getting rid of this stock. In fact, again, if you're looking at this as an investment as opposed to a trade.

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00:03:58.300 --> 00:04:09.010

Dan Fitzpatrick: Look at the blue line here, that's the 50-day moving average. Since it tagged it back here in June, like, the first part of summer last year.

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00:04:09.030 --> 00:04:15.559

Dan Fitzpatrick: It has never hit this level since. And so, we've had a heck of a run here.

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00:04:15.560 --> 00:04:33.560

Dan Fitzpatrick: What I'm saying is, for an investment, this is an opportunity for you to be buying literally right here, right now. For a trade, I think you gotta wait, let this thing settle out a little bit, let all the profit-taking run its course, and then we'll move higher again.

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00:04:33.560 --> 00:04:36.139

Dan Fitzpatrick: Get it? Capiche.

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00:04:36.320 --> 00:04:41.470

Dan Fitzpatrick: that's about all I got for you guys. I will, I'll see you next time.