

Chart of the Day

Here's your trade on Cencora (\$COR).

February 27, 2026

Dan analyzed the chart for a generic drug distributor, highlighting its strong three-month consolidation period. He noted that the stock has been forming a "cup" pattern throughout December, January, and February, which provides an ample base for a potential move higher. While the company's earnings and revenue growth are in the low double digits—typical for the pharmaceutical distribution sector—Dan emphasized the **1.5 up-down volume ratio** as the most compelling part of the story. This high ratio indicates significant institutional accumulation, showing that volume on up days is vastly outperforming volume on down days.

Next Steps:

1. Wait for the 374.89 Breakout: Do not front-run this trade. Dan suggests waiting for a decisive move above \$374.89 to trigger a valid buy signal. Buying now at \$373 only saves a few dollars but risks getting caught in further sideways "chop" if the resistance holds.
2. Confirm with Institutional Volume: When the breakout occurs, check the volume. You want to see the 1.5 up-down volume ratio maintained or increased, confirming that the "big money" is still driving the price higher.
3. Monitor 330 Support: If the stock fails to break out and pulls back, look to the 330 level. This has acted as a firm floor for the past three months. A breach of this level would invalidate the current bullish setup.
4. Review the Live Session on 59-Minute Trading: If you are a member, go back and watch Dan's live session from today. He applied specific 59-Minute Trader tactics to current market setups that can help you time the entries on breakouts like this one more effectively.
5. Watch for Earnings Acceleration: While current growth is steady (9%–20%), watch for any upcoming quarterly reports that show a shift back toward high double-digit acceleration, which could provide the fundamental "fuel" for the technical breakout.

Transcript:

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00:00:01.810 --> 00:00:12.230

Dan Fitzpatrick: Yeah, hey everybody, Dan Fitzpatrick here, StockMarketMentor.com, and I'm looking at, Market Surge here, actually the legacy, version.

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00:00:12.350 --> 00:00:17.109

Dan Fitzpatrick: I don't know why I look at both. On the other one, we got Bollinger Bands.

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00:00:17.290 --> 00:00:31.929

Dan Fitzpatrick: But I'm just gonna kind of do this one cold here. First of all, what does this company do? Okay, it's like they do generic drugs, basically. They're a generic drug, distributor, we'll put it that way. So, that's kind of a good,

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00:00:32.100 --> 00:00:38.639

Dan Fitzpatrick: Good growth, story. A lot of people taking drugs all the time. I'm one of them.

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00:00:38.740 --> 00:01:02.750

Dan Fitzpatrick: You probably are too, but if we just look at the chart, you can see that this has really been holding support, like, right around 330. Now, the stock's up at 370 now, so, it's definitely closer to resistance than support, but what I'm suggesting is that you take a look at this stock.

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00:01:03.080 --> 00:01:09.200

Dan Fitzpatrick: We're very close to a breakout. If this breaks out above \$374.89,

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00:01:09.200 --> 00:01:25.089

Dan Fitzpatrick: That is a really, really good buy signal for you, and the stock will then have been trading sideways for how many months? For all of December, all of January, basically all of February, so the stock's been forming this little cup

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00:01:25.090 --> 00:01:39.789

Dan Fitzpatrick: pattern for 3 months, which is really ample time to give the stock time to set up, and then ultimately move higher. One of the things that I like about it, I mean, you can see all the blue, numbers here, which is fine, but...

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00:01:39.790 --> 00:01:54.740

Dan Fitzpatrick: They're not exactly knocking it out of the park. Earnings acceleration? Sure. 16%, this is year-over-year on the same quarter. Last year, from March, 20%, 15%, 9%.

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00:01:55.620 --> 00:02:12.839

Dan Fitzpatrick: Revenues, single digits, gross margins, not bad. I mean, this is the way this sector is. They don't have really big margins in drug sales. Try food sales, there's, like, no margin there. But this is what I like about it.

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00:02:13.240 --> 00:02:17.520

Dan Fitzpatrick: If we look here at the up-down volume ratio.

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00:02:19.370 --> 00:02:31.730

Dan Fitzpatrick: This tells you whether institutions are buying or selling. And what this is showing us is that with an up-down... if the up-down volume ratio is 1,

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00:02:32.020 --> 00:02:50.590

Dan Fitzpatrick: That means that it's a push. Up, down, volume's about the same, nobody cares. But the higher this thing goes, the more it reflects institutional buying. It means that, the volume on up days is much higher than the volume on down days, and frankly.

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00:02:50.710 --> 00:03:08.279

Dan Fitzpatrick: I mean, it's meaningful if it's a 1.1 or a 1.2, but for this to be a 1.5, that's kind of a big deal. And so, that's why I really like this. You can look at the earnings, they're about the same for the last couple years,

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00:03:08.550 --> 00:03:13.889

Dan Fitzpatrick: really kind of low double-digit, increases. So.

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00:03:14.540 --> 00:03:21.489

Dan Fitzpatrick: My suggestion is, wait for the stock to break out. You could say, well, oh, well, I'll buy it now and get a head start.

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00:03:21.540 --> 00:03:34.329

Dan Fitzpatrick: Not by much. It's \$373-ish, wait for another couple bucks, and then go ahead and take that stock, okay? At least that's what I would do. So members, I did a live session today.

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00:03:34.330 --> 00:03:46.519

Dan Fitzpatrick: Definitely you want to check that out. I actually covered some things on 59-minute trading that I think you'll find interesting. I'm going to be doing more of those sessions. I can't...

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00:03:46.560 --> 00:03:57.629

Dan Fitzpatrick: not do them, because people really, really dig them, and that's what I'm here for. So, that's all I got. I'll see you guys, next week. Have a great weekend.