

## Chart of the Day Here's how to get into Cenovus \$CVE

March 5, 2026

Scott analyzed the current volatility in the energy sector, contrasting the "wide and loose" behavior of the United States Oil Fund (\$USO) with the more orderly technical setup of **Cenovus Energy (\$CVE)**. While \$USO has been plagued by erratic gaps and reversals due to Middle East tensions, Scott highlighted \$CVE as a superior alternative because it is maintaining a clean uptrend above all key moving averages. He pointed out that \$CVE successfully tested its 8-day exponential moving average (EMA) on a recent pullback, finding immediate buyer support. With earnings not expected until late April, the stock is now "bubbling" just beneath a significant resistance level, offering a high-probability entry for those looking to play continued strength in oil and gas.

### Next Steps:

1. Monitor the 23.55 Pivot: Set a price alert at 23.55. Scott is specifically looking for a decisive move and a daily close above this level to confirm a breakout from the recent consolidation.
2. Avoid the "USO Trap": Resist the urge to trade the \$USO ETF directly during this period of geopolitical unrest. Scott warns that its current price action is too erratic for disciplined risk management; stick to individual stocks with tighter patterns like \$CVE.
3. Use the 8-Day EMA as a Dynamic Floor: If you enter \$CVE on a breakout, use the 8-day EMA as your primary support level. As long as the stock remains above this line, the immediate bullish momentum is intact.
4. Capitalize on the "Earnings Vacuum": Take advantage of the fact that \$CVE has clear air until its next report in April. This "vacuum" allows the stock to trade purely on technicals and sector tailwinds without the immediate risk of an earnings-related gap-down.
5. Verify Sector Strength: Keep an eye on general oil prices. While Scott prefers \$CVE's chart, the trade still relies on the broader oil and gas sector remaining in favor; ensure the industry trend continues to point upward.

### Transcript:

00:00:01.520 --> 00:00:06.560

Hey everyone, good evening. It's Scott

00:00:04.080 --> 00:00:08.559

at scottrades onx with

00:00:06.560 --> 00:00:10.480

stockarketmentor.com

00:00:08.559 --> 00:00:15.040

and your chart of the day. Want to take

00:00:10.480 --> 00:00:17.760

a look at Energy. This is ticker CVE.

00:00:15.040 --> 00:00:20.160

Obviously, oil and gas stocks have been

00:00:17.760 --> 00:00:21.920

moving around a lot because of what's

00:00:20.160 --> 00:00:24.560

going on in the Middle East. But if I

00:00:21.920 --> 00:00:27.039

look at something like USO, I look at

00:00:24.560 --> 00:00:29.199

this and I say, how the heck am I

00:00:27.039 --> 00:00:32.880

supposed to get into this because it is

00:00:29.199 --> 00:00:36.079

so wide and loose. Uh even on Monday, it

00:00:32.880 --> 00:00:38.559

had a big gap up, a wide ranging bar, a

00:00:36.079 --> 00:00:40.559

gap up the next day, a fall back down

00:00:38.559 --> 00:00:43.200

the next day after that, and then a big

00:00:40.559 --> 00:00:45.120

gap up today. And so this is just all

00:00:43.200 --> 00:00:47.520

over the place, really wide and loose

00:00:45.120 --> 00:00:50.559

and really hard to trade. But if I look

00:00:47.520 --> 00:00:52.480

at Senovas, I see a chart that's in an

00:00:50.559 --> 00:00:54.800

uptrend above all the key moving

00:00:52.480 --> 00:00:57.440

averages and really close to a pivot in

00:00:54.800 --> 00:01:01.039

and around 2355.

00:00:57.440 --> 00:01:03.359

You can see how Senovas hit against 2355

00:01:01.039 --> 00:01:06.400

on Monday. And when it did pull back, it

00:01:03.359 --> 00:01:08.240

wasn't wild and crazy like USO. It

00:01:06.400 --> 00:01:10.479

pulled back to the 8day. Buyers showed

00:01:08.240 --> 00:01:13.119

up and now we're just underneath that

00:01:10.479 --> 00:01:16.080

2355 pivot again. And so I would look

00:01:13.119 --> 00:01:20.159

for a move through and a close above

00:01:16.080 --> 00:01:21.840

2355 to get into Senovas. The nice thing

00:01:20.159 --> 00:01:24.880

about this stock, earnings are out of

00:01:21.840 --> 00:01:27.520

the way at least until the end of April.

00:01:24.880 --> 00:01:30.479

So if oil and gas continues to move

00:01:27.520 --> 00:01:32.799

around, Senovas could be a good trade

00:01:30.479 --> 00:01:34.320

here. So that's just one of many things

00:01:32.799 --> 00:01:36.240

we're looking at tonight over at

00:01:34.320 --> 00:01:38.000

[stockarketmentor.com](http://stockarketmentor.com).

00:01:36.240 --> 00:01:41.240

I hope that was helpful. I'll see you

00:01:38.000 --> 00:01:41.240

next time.