Chart of the Day
Here's your trade on Oracle ($ORCL)

March 11, 2026

Dan Fitzpatrick analyzed the recent earnings spike in **Oracle ($ORCL)**, urging caution despite the stock's 9% rally on Tuesday, March 10, 2026. While Oracle reported strong Q3 results and guidance, exceeding analyst expectations with a 22% revenue increase and 44% cloud growth, Dan remains bearish from a technical standpoint. He noted that the stock has been in a "mudslide to hell," falling over 50% from its previous highs. Dan highlighted that the stock kissed its **50-day moving average** on high volume (over twice the average) but failed to push above it, signaling a lack of follow-through. He believes the rally is a "sell" event, potentially fueled by short covering rather than a fundamental trend change.

Next Steps:

1. Ditch Oracle Long Positions: Dan recommends selling into the current strength. He sees no technical catalyst for a sustained move higher and expects a "gap and hold" or a slow fade as the stock remains trapped below its downward-sloping 50-day and 200-day moving averages.
2. Consider a Short Play on Oracle: If you are an active trader, Dan suggests shorting the "pig." Set your stop-loss at $171.76 (the recent high). This provides a defined risk of approximately 5% for a potential move back toward the October lows.
3. Build a Long-Term Position in SanDisk ($SNDK): In contrast to Oracle, Dan is "really long" SanDisk. He got involved on Monday as the stock began moving higher and plans to build a larger position during its current sideways consolidation. He expects $SNDK to grind sideways before an ultimate move higher toward his long-term targets.
4. Monitor Institutional Accumulation in Memory: Dan's conviction in SanDisk is rooted in the "sea change" of AI-driven demand for NAND flash memory, where producers are reportedly sold out for 2026. Watch for a "higher low" pivot as a secondary entry point for $SNDK.
5. Ignore the "Mad Money" Hype: While Jim Cramer may be "pumping" Oracle as the "King of Data Centers," Dan warns that retail enthusiasm (often lagging) is clashing with a heavy technical overhead. Prioritize the price action over the headlines.

Transcript:

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00:00:01.820 --> 00:00:18.989

Dan Fitzpatrick: Okay, yeah, hey everybody, Dan Fitzpatrick here, StockMarketMentor.com, and I want to look at Oracle. Now, this thing has been, like, on the mudslide to hell, ever since they announced such an awesome deal in AI.

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00:00:19.140 --> 00:00:23.539

Dan Fitzpatrick: Everybody got all lathered up about that, and…

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00:00:23.780 --> 00:00:35.010

Dan Fitzpatrick: where that stock closed on the first day, now it's only down, oh, I know, 50-some percent, almost 55%. So, this has been,

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00:00:36.130 --> 00:00:45.800

Dan Fitzpatrick: let's just say it hasn't been good. And so, all that time later, now we've got earnings here, okay? That… that worked out awesome.

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00:00:45.930 --> 00:00:50.470

Dan Fitzpatrick: Then we've got earnings here. That didn't work out very well.

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00:00:50.480 --> 00:01:10.640

Dan Fitzpatrick: Then we've got earnings here. Now, all the way, this thing's been stair-stepping downwards, right? So then we get earnings here, and now this is what we see. And they, they announced, they announced great earnings, they gave, they gave strong earnings and guidance, and so that was really, really, really awesome.

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00:01:10.640 --> 00:01:18.119

Dan Fitzpatrick: That they did that, and everybody got really, really psyched. It's up 9% today, okay?

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00:01:19.360 --> 00:01:20.480

Dan Fitzpatrick: Sell it.

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00:01:21.670 --> 00:01:27.679

Dan Fitzpatrick: just ditch this thing right away, and I'll tell you why. From a technical standpoint.

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00:01:27.720 --> 00:01:37.800

Dan Fitzpatrick: 50-day, not 50-day there, excuse me, 50-day moving average here. 50-day moving average here. We've got…

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00:01:37.800 --> 00:01:53.349

Dan Fitzpatrick: The 200-day moving average drifting lower. We've got the 50-day moving average drifting lower at a steeper level, and below the 200, this thing came right up and kissed the 50-day moving average, and now it's down.

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00:01:53.350 --> 00:02:04.119

Dan Fitzpatrick: And volume was over twice average volume. And so, a lot of people bought this stock. I don't know, maybe there were shorts covering? I don't know, maybe they kind of dig Larry Ellison's…

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00:02:04.170 --> 00:02:22.629

Dan Fitzpatrick: Is his son running it, or… I think he's doing some… I don't know what. Anyway, but the bottom line is, though, and I'm sure it would not surprise me, but I don't know for sure, this would probably be the kind of thing that Jim Cramer's gonna be pumping, today on Mad Money. Again.

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00:02:22.770 --> 00:02:28.949

Dan Fitzpatrick: I don't know, because I can't remember the last time I watched that show. If he is, awesome. Listen to Jim.

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00:02:30.030 --> 00:02:45.220

Dan Fitzpatrick: But listen to me, too. Sell this. There's gonna be no follow-through on this. It's had to get up to the 50-day moving average, couldn't even push up above there. I think at best, this is gonna be a little bit of a maybe gap and hold tomorrow. So,

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00:02:45.540 --> 00:03:03.680

Dan Fitzpatrick: That's all I got for you guys. What I did, I just featured this in, for our members, video is, I'm really long SanDisk now. I know it's still in a squeeze, but I got involved on this first day, on Monday, when it started moving higher. I have no illusions.

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00:03:03.790 --> 00:03:12.680

Dan Fitzpatrick: that the stock's gonna run up like that. What I'm thinking it's gonna do is kinda drift around sideways for a while. Sorry, I'm…

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00:03:15.020 --> 00:03:35.849

Dan Fitzpatrick: doing stuff with my printer. Anyway, so I think it's gonna wind up, kind of grinding around here for a while, but I'm building a position, so that when the stock ultimately does move higher, as I think that it will, that's what my trade's gonna be, then I'll be there, and I'll have a pretty decent, sized position. I'll get paid off for being right.

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00:03:35.850 --> 00:03:49.930

Dan Fitzpatrick: on Oracle, I don't know, you could even short this pig. The high's 171.76, so… Set your… Here.

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00:03:52.070 --> 00:03:53.770

Dan Fitzpatrick: That's where you'd get out.

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00:03:54.020 --> 00:03:56.749

Dan Fitzpatrick: Right here, I'll put it green, okay?

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00:03:57.460 --> 00:04:08.799

Dan Fitzpatrick: So, if you short the stock, if it runs up to there, then you gotta get out, okay? And so, if you're doing that, you got about a 5% risk. So, that's my trade on Oracle.

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00:04:09.160 --> 00:04:10.130

Dan Fitzpatrick: I…

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00:04:10.950 --> 00:04:21.440

Dan Fitzpatrick: have virtually never made any money on Oracle to the long side, so do I hold this? Am I… do I take it personally?

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00:04:22.170 --> 00:04:29.499

Dan Fitzpatrick: Yeah, I kinda do. I think I take it, personally. So, anyway, that's Oracle.

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00:04:29.790 --> 00:04:35.160

Dan Fitzpatrick: That's all I got for you guys today, okay? I hope you have a great evening, and I'll see you, Mignano.