

Chart of the Day Here's your trade on \$SOLS

March 24, 2026

Scott McGregor highlighted **Solstice Advanced Materials (\$SOLS)** as the high-conviction "Chart of the Day". A spin-off from Honeywell, \$SOLS has shown significantly better relative strength than its parent company. Despite a high-volume flush on Friday, the stock staged a resilient recovery to reclaim its **50-day moving average**. Scott noted that the stock is currently compressed under a downward-sloping trendline of resistance, where sellers have repeatedly stepped in to cap gains. The goal now is to wait for the "exhaustion" of these sellers and a decisive handoff to buyers.

Next Steps:

1. Execute the \$74.60 Breakout Alert: Set a hard price alert for \$74.60. Scott is looking for a move through and, crucially, a daily close above this level. This would officially clear the resistance trendline and the high of the March 20th sell-off.
2. Monitor the "Honeywell Divergence": Keep an eye on Honeywell (\$HON). If the parent company continues to struggle while \$SOLS breaks out, it confirms \$SOLS as the true momentum leader in the Advanced Materials group.
3. Identify Volume Validation: For the breakout to be valid, Scott wants to see it occur on above-average volume. A "quiet" move above \$74.60 is more prone to being a bull trap in this choppy market.
4. Set Your Initial Stop: Use the 50-day moving average (currently acting as support) or the low of today's session as your primary protective stop. This defines a tight risk-to-reward ratio for the trade.
5. Audit Group Strength: Look at other Honeywell spin-offs or materials leaders like DuPont (\$DD). If the broader Materials sector begins to catch a bid alongside \$SOLS, it increases the probability of a sustained multi-week run.

Transcript:

[0:01] Hey everyone, good evening. It's Scott

[0:04] at Scott Trades On X with

[0:06] stockmarketmentor.com

[0:08] and your chart of the day. Want to take

[0:10] a look at Solstice Advanced Materials.

[0:13] This is ticker Sols.

[0:15] Now Solstice is a spin-off of Honeywell.

[0:19] And Honeywell, in my opinion, hasn't

[0:21] really been tradable for the past couple

[0:24] of weeks, but Souls is holding up

[0:27] nicely. It did have a bit of a big

[0:29] volume selloff here on Friday, but it

[0:33] recovered back above that 50-day moving

[0:35] average. Now, as you can see, I've laid

[0:37] out a down or something trend line of
[0:39] resistance that clearly the stock just
[0:42] can't get above. It's tried and tried
[0:44] and tried, and every time it does, the
[0:46] sellers step back in. And so, what we
[0:48] need to see here on SOLS is a move
[0:51] through and a close above 7460.
[0:55] If it can do that, then it would get
[0:57] above its high here from that big
[0:59] sell-off bar and ideally show us that
[1:02] the sellers are out of gas and the
[1:05] buyers are back in control. So, I would
[1:08] have an alert here on SOLS at 7460. Look
[1:11] for a move through and a close above
[1:13] ideally coming on good volume. So,
[1:16] that's just one of many stocks we're
[1:18] looking at tonight over at
[1:19] stockmarketmentor.com.
[1:22] I hope that was helpful. I'll see you
[1:23] next time.