

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

May 7, 2026

Scott highlights **Walmart (\$WMT)** as a model of "orderly" trading. After a recent consolidation phase, the stock has developed a bullish **wedge pattern** characterized by a sequence of **higher lows**. Notably, \$WMT has established firm near-term support at its **21-day Exponential Moving Average (EMA)**. With earnings still two weeks away, the technical setup points toward a tactical bounce toward the top of its current upward-sloping trend channel.

Next Steps:

1. Set Your Trigger: Look for a definitive move through and a close above \$131.00. This confirms the breakout from the current wedge.
2. Define Your Risk: Place a hard stop-loss at or just below the 21-day EMA (currently near the \$128.00–\$129.00 zone).
3. Target the "Top of the Channel": Aim to sell partial or full positions at the \$134.00–\$135.00 range. This aligns with the upper boundary of the current trend line.
4. Manage Earnings Exposure: Since Walmart reports on Thursday, May 21st, plan to exit this swing trade before the announcement to avoid the volatility of a binary event.

Transcript:

[0:00] Hey everyone, good evening. It's Scott
[0:02] at scottrades on x with
[0:04] stockmarketmentor.com
[0:06] and your chart of the day. Want to take
[0:08] another look at Walmart. We looked at
[0:10] Walmart a few weeks ago and I said with
[0:13] Walmart, it's pretty much a game of
[0:16] follow the bouncing ball. It trades very
[0:18] orderly. You can draw easy patterns on
[0:21] it and usually sell out at logical
[0:25] targets. And so I see this new pattern
[0:28] on Walmart where it's kind of wedging up
[0:31] here. We have new support at the 21-day
[0:33] EMA. It printed a higher low versus
[0:37] April the 29th. And earnings are coming
[0:40] up, but not for a couple of weeks. And

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[0:43] so I would look for a bounce here on
[0:45] Walmart back to the top end of this
[0:48] upward sloping trend line at around 134
[0:51] bucks. Now, this isn't a monster trade
[0:54] by any means, but it is a institutional
[0:57] liquid name that you can get in and out
[0:59] of with no problem. So, keep an eye on
[1:02] Walmart. I think you have a trade here
[1:04] with a stop at the 21day EMA. Look for a
[1:07] move through and a close above 131 as a
[1:09] trigger and then look at 134 135 as a
[1:14] sell target. So, that's just one of many
[1:16] things we're looking at tonight at
[1:18] stockarketmentor.com.
[1:20] I hope that was helpful. My name is
[1:22] Scott McGregor, Scott Trades on Twitter.
[1:24] I'll see you next time.