# Chart of the Day

Here's your trade on eBay ($EBAY)

July 2, 2026

Dan Fitzpatrick addresses members to evaluate the current technical setup of eBay while providing a critical perspective on risk mitigation. Dan Fitzpatrick highlights that although eBay has undergone a 10% pullback over the last few weeks, the stock has maintained a highly orderly pattern by holding firmly along its 50-day moving average floor and starting to edge out of its current channel. However, Dan Fitzpatrick cautions that the stock's upward trajectory has occurred on exceptionally thin summer volume, a characteristic that makes the near-term expansion highly suspect if broad institutional buying pressure fails to materialize. Reflecting on a member who recently secured over a million dollars on Micron by following his explicit recommendation to exit near the peak, he reinforces the necessity of mapping clear, automated trailing limits to avoid the self-destructive retail habit of chasing unconfirmed, low-volume breakouts.

**Next Steps:**

1. Deploy a Technical Price Alert on eBay: Establish a clear breakout filter trigger right at the $115.98 horizontal high marker (or $116.00) to flag when the asset attempts to push into new high ground.
2. Verify Intraday Volume Expansion: Prior to executing any long capital orders on eBay, evaluate the daily volume profile to ensure the move is verified by heavier-than-average institutional volume rather than thin summer trading.
3. Anchor the Risk Invalidation Floor: Secure your capital baseline on any live entries by hard-coding a non-discretionary protective stop-loss directly beneath the prior day's intraday low.
4. Allow the 50-Day Moving Average to Catch Up: Exercise structural patience by allowing the stock to grind around and consolidate closer to its breakout ceiling, minimizing the vertical distance it must climb to validate an expansion.
5. Secure the Stock Market Mentor Promotional Pass: For non-members looking to navigate hidden institutional sector rotations, utilize the $7.00 promotional window to gain full access to real-time execution blueprints for 14 days.

**Transcript:**

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00:00:01.950 --> 00:00:26.820

Dan Fitzpatrick: Okay, happy 4th of July. Dan Fitzpatrick here at StockMarketMentor.com, and I hope you guys, just get it out early. I want to make sure you have a happy and enjoyable 4th. Don't lose your fingers by doing some stupid stuff with fireworks that you know you shouldn't be doing, okay? You can have fun in other ways. I'm not exactly sure what they are, but use your imagination.

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00:00:26.840 --> 00:00:40.969

Dan Fitzpatrick: Alright, so, with, with respect to what we're doing on Monday, eBay is a really, really interesting stock. It's one of the few that I'm looking at that's had… I guess you could say…

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00:00:42.030 --> 00:00:44.770

Dan Fitzpatrick: a steep… pullback.

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00:00:44.790 --> 00:01:09.689

Dan Fitzpatrick: But I don't really see it that way. I mean, it's taken a few weeks, and it only pulled back 10%, so you can't really look at this and say, oh, there's a lot of pain in this chart. Like, this was a little different here. But even then, this kind of rebounded. What I like about this is it's… it's kind of… it's held right along the 50-day moving average, and now it's starting to kind of work its way

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00:01:09.840 --> 00:01:17.039

Dan Fitzpatrick: out of this channel. Now, the one issue that I have is volume has been pretty thin.

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00:01:17.190 --> 00:01:35.530

Dan Fitzpatrick: all the way up. I like to see it the other way around. Now, we are kind of getting into summer here. This is a shortened, week. This is a daily chart, of course, but… so for the last week, this has kind of been on low volume. It is absolutely something you want to pay attention to, though.

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00:01:35.530 --> 00:01:41.069

Dan Fitzpatrick: If a stock like this, if it continues to run, but volume continues to be light.

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00:01:41.170 --> 00:01:59.009

Dan Fitzpatrick: then that move is suspect. I've made that mistake more times than I want to think about, and definitely more times than I would admit to you, that I'm looking at a chart, and I'm seeing the stock start to go, and I'm going, this is fantastic, I'm in. I didn't realize that nobody else was getting in.

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00:01:59.010 --> 00:02:10.020

Dan Fitzpatrick: This is one of the things that Bill O'Neill, has written about, talked about before, where he said he could go back on any chart, any stock that he lost money on.

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00:02:10.030 --> 00:02:27.840

Dan Fitzpatrick: He could go back, if he's reviewing his trades, and as you should, and find, on every single one, something that he missed. Maybe it was a volume thing, maybe it was a trend violation or something, but every single one that he lost money on, it's like he made a mistake.

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00:02:27.850 --> 00:02:33.830

Dan Fitzpatrick: So, I don't think any of us are any better than Bill was, so I'm just telling you.

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00:02:33.890 --> 00:02:57.340

Dan Fitzpatrick: You look at volume here, it's a big deal. By the way, if you are not a member of Stock Market Mentor, seriously, I really want to invite you to join. I just got an email from a lady, I was joking about it on my session with my members, just now. I had a lady that emailed me, she had a real difficult problem that she wanted me, to help her with, or give some advice on.

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00:02:57.340 --> 00:03:00.910

Dan Fitzpatrick: Turns out she's made over a million dollars on…

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00:03:01.930 --> 00:03:18.890

Dan Fitzpatrick: on Micron. You know, we… I put people in this a long time ago, and she said after my… my session yesterday, if you're not a member, you don't know this, I really kind of pounded the table, yesterday about all these stocks, saying, like, as much as we like them.

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00:03:19.880 --> 00:03:35.670

Dan Fitzpatrick: at some point, you know, you gotta say, maybe it's time to hop off the bull, maybe it's time for Elvis to leave the building, whatever thing you wanna, talk about. But sooner or later, you gotta get out of here, and so I was just saying, I think these…

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00:03:35.840 --> 00:03:55.430

Dan Fitzpatrick: I think these are getting close to being done, if not done. I tell people, do not buy them, and then we get this kind of move today, 14%. But so she was saying, like, so what do I do? Do you think I should take them, or should I hang on longer? I said, hey man, if it's a million bucks, if it's me.

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00:03:55.430 --> 00:04:16.060

Dan Fitzpatrick: I'm heading for the exits, that's it. And so, the point is, she's making that kind of money based on the work that we're doing on, Stock Market Mentor. I'm putting people in good trades all the time, it's what I do, and I want you to be one of those people too, okay? It's all I gotta say to you right now. But definitely do it.

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00:04:16.060 --> 00:04:18.369

Dan Fitzpatrick: Dude, it's 7 bucks.

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00:04:19.690 --> 00:04:32.620

Dan Fitzpatrick: $7 for 14 days. $7 you can spend and not even look at anything, and you're still not gonna feel bad. You're just gonna say, well, $7. So…

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00:04:32.890 --> 00:04:46.049

Dan Fitzpatrick: $7. Anyway, this is what I'd tell you to do with eBay. If the stock runs up, if it runs up above, this high here, $115.98, so we'll say, 116.

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00:04:46.420 --> 00:04:49.450

Dan Fitzpatrick: I'll just do this, I'll set an alert for myself.

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00:04:52.110 --> 00:04:52.930

Dan Fitzpatrick: Okay.

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00:04:54.480 --> 00:04:56.719

Dan Fitzpatrick: And if it runs up above there.

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00:04:57.080 --> 00:05:10.900

Dan Fitzpatrick: I want to know about it, and I want to know whether volume is heavier than average volume at that point in the day, at that time of the day. Right now, I think it's kind of too… it's too late to buy this part of it.

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00:05:10.900 --> 00:05:30.600

Dan Fitzpatrick: And it's too early to buy this part of it. So, ideally, remember, low volume here. Ideally, this is gonna struggle a little bit. This is gonna grind around a little bit, give the 50-day moving average more of a chance, to catch up to it, and then ultimately get… be closer

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00:05:32.210 --> 00:05:34.490

Dan Fitzpatrick: Closer to the breakout level.

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00:05:34.960 --> 00:05:37.600

Dan Fitzpatrick: To where it doesn't have to climb so far.

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00:05:37.790 --> 00:05:55.350

Dan Fitzpatrick: to make it up. So… and then you'd be putting your stop, like, below the prior day's, intraday low. It's typically what I'll do on a lot of trades, is just say, okay, well, where'd it go yesterday? If it goes below there, I'm out. So, anyway, that's my trade idea on eBay.

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00:05:55.350 --> 00:06:01.390

Dan Fitzpatrick: This is… you can see this… this pattern is actually pretty orderly.

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00:06:01.920 --> 00:06:18.250

Dan Fitzpatrick: may not feel like it if you've held it through the long winters here, but this has been a nice, orderly pattern here, and now we're getting another one. Okay, so I think this is ready to… I think this is ready to go, and I don't think you'd be, your…

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00:06:18.270 --> 00:06:24.149

Dan Fitzpatrick: you know, your trade would be misplaced if you went ahead and made a bid on this one. Who knows?

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00:06:24.280 --> 00:06:30.869

Dan Fitzpatrick: it may be a winner. So, that's all I gotta say to you, and I will see you,

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00:06:31.460 --> 00:06:35.979

Dan Fitzpatrick: At Stock Market Mentor. I better see you there next week, alright? Alright, talk to you later.