Chart of the Day
Let's Follow up on $GM

July 28, 2026

Scott McGregor reviews the strong breakout performance of General Motors (**GM**), noting that the trade played out precisely as anticipated following the previous night's feature. Speaker Scott McGregor highlights that after a long base of consolidation and a trend-changing bullish engulfing candlestick around the 50-day moving average, GM successfully broke out on above-average trading volume. Congratulating traders who executed the setup, Scott outlines clear risk management protocols to protect capital, advising traders to place a stop-loss at the intraday low and monitor short-term timeframes for potential profit-taking if the momentum begins to stall.

Next Steps:

1. Establish Invalidation Limits: Position a protective stop-loss directly at the day's intraday low to prevent initial gains from turning into a loss.
2. Monitor Short-Term Moving Averages: Watch shorter timeframes—such as 10-minute or 30-minute charts—for signs of an early rollover.
3. Scale Out on Strength: If short-term moving average support breaks, lock in partial profits into strength and adjust the primary stop to breakeven.
4. Track Daily Continuation: Look for upside follow-through during the next session, ensuring the stock holds above the breakout baseline.

Transcript:

[0:00] Hey everyone, good evening. It's Scott

[0:03] at scottrades on x with

[0:05] stockmarketmentor.com

[0:07] and my chart of the day. Want to follow

[0:09] up on General Motors. This is ticker GM.

[0:12] GM is a stock that we featured last

[0:15] night on the chart of the day and it

[0:17] played out exactly how we had hoped and

[0:20] you love it when a plan comes together.

[0:22] We talked about this long base of

[0:24] consolidation chop in and around the

[0:26] 50-day moving average, a bullish

[0:28] engulfing candlestick to change the

[0:30] trend and then today it broke out and

[0:32] did it on higher than average volume.

[0:34] And so if you took this idea firstly, [0:36] congratulations. Nice trade. I would

[0:38] definitely consider a stop at today's

[0:40] intraday low if you took it and watch

[0:42] for some upside follow through tomorrow.

[0:45] Ideally, you want to make sure that the

[0:47] stock holds up above today's low and

[0:49] doesn't give too much back. And if it

[0:51] does start to roll over on a short-term

[0:54] chart, like a 10-minute or a 30-inut

[0:56] chart, if you start to see this break

[0:58] some short-term moving averages, you

[1:00] might want to consider selling some into

[1:03] that strength and then putting a stop at

[1:05] break even so you don't have any losses

[1:07] on the trade initially. And that's just

[1:10] one of many trades that actually worked

[1:12] out nicely in our favor over at

[1:14] stockmarketmentor.com

[1:16] in just the past 24 hours. So, if you

[1:18] want to see what we're up to and see

[1:20] more winning trades, we'd love to have

[1:22] you as part of our community. Click

[1:24] stockarketmentor.com

[1:26] and I hope to see you on the other side.