Chart of the Day

Here's your trade on SpaceX

August 4, 2026

Dan Fitzpatrick evaluates the post-earnings technical landscape for SpaceX, highlighting it as one of the highest-profile stocks in the current market environment. Although the equity gapped down after hours from $125.33 to around $117 following its earnings release, Dan Fitzpatrick identifies the overall price action as institutional buying activity rather than distribution, pointing to double the average trading volume and a net daily gain of nearly 3%. To avoid taking on excessive downside risk (such as a 15% drawdown to the macro $100 floor), Dan Fitzpatrick outlines a disciplined risk-management strategy using an initial small position with a tight 3% risk parameters anchored to Tuesday's intraday low of $114.05.

Next Steps:

1. Establish Initial Risk Limits: Set a tight stop-loss just below Tuesday's intraday low of $114.05 to cap initial entry risk at approximately 3%.
2. Monitor VWAP Resistance: Watch for intraday price action to clear above the daily Volume-Weighted Average Price (VWAP) line before considering adding to long tranches.
3. Execute 59-Minute Trading Rules: Scale into additional share size only when the stock establishes momentum and trades firmly above VWAP.
4. Explore Premium Options Analysis: Review Dan Fitzpatrick's detailed strategy session on StockMarketMentor.com for options spreads, implied volatility moves, and advanced execution tactics.

Transcript:

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00:00:01.990 --> 00:00:17.479

Dan Fitzpatrick: Okay, hey guys, Dan Fitzpatrick here, StockMarketMentor.com. Thanks for tuning in. I want to talk to you about SpaceX today. I think this is a pretty interesting, interesting situation. I went into this in a lot more detail in our,

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00:00:17.480 --> 00:00:31.510

Dan Fitzpatrick: premium strategy session today, talking about various aspects of SpaceX. I'm not gonna go into that here. If you're a member, dude, you need to get over there. I'm talking about options, I'm talking about all kinds of stuff. But…

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00:00:31.510 --> 00:00:38.979

Dan Fitzpatrick: for everybody, I think it's really important that you check this out. For one thing, it's probably one of the highest profile

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00:00:38.980 --> 00:00:51.690

Dan Fitzpatrick: stocks in the market today, and certainly today, with earnings. So, so we'll look at, we'll look at a couple things. And, and by the way, just to give you the heads up.

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00:00:51.690 --> 00:01:10.700

Dan Fitzpatrick: I really, really strongly urge you to, check out Stock Market Mentor. Join, for a… I'll say it's a free trial, because you gotta pay $7 for 14 days, and if you can't afford two quarters a day, what the hell are we doing here? Okay, so, check that out.

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00:01:10.700 --> 00:01:12.090

Dan Fitzpatrick: I promise you.

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00:01:12.730 --> 00:01:25.030

Dan Fitzpatrick: I promise you it's gonna be worth $7. You're gonna stick around. Just about everybody does, but you don't know that if you don't do it. So, do that. Now, let's look at, SpaceX. So, this is where…

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00:01:25.030 --> 00:01:38.399

Dan Fitzpatrick: They reported earnings after the bell. So, this is where the stock was. Damn it! You know, it was up at 125.33 prior to earnings. Man, that sucks, because after earnings, what happened?

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00:01:38.580 --> 00:01:53.420

Dan Fitzpatrick: Oh my god, you know, they came down to $117. So, not a good day, right? No, I disagree, because look at this. Volume, not surprisingly, because of earnings, volume was twice what the typical

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00:01:53.990 --> 00:02:04.629

Dan Fitzpatrick: what the typical volume is, and so that's… and the stock is up, not a lot from yesterday, but it's up almost 3%. Guys, this is buying.

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00:02:04.800 --> 00:02:16.609

Dan Fitzpatrick: This is buying activity here. It's not selling activity. This is selling activity. This is selling activity. This is actually buying activity, because…

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00:02:17.140 --> 00:02:31.199

Dan Fitzpatrick: Even though it's red, even though this is spiky, you look and see what happened to the stock. It gapped up and ultimately ran higher. So, the point is, this here is buying activity. Yes, it looks like…

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00:02:31.750 --> 00:02:47.180

Dan Fitzpatrick: you know, it looks like a… almost kind of a reversal pattern, because it ran up so much, and then it closed down near, near the intraday low. So, not a good day that way. However, if you look at this in the aggregate.

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00:02:47.300 --> 00:03:04.429

Dan Fitzpatrick: Guys, it hadn't been trading for that long. Most of the time, it's just been going down. But I look at this here, again, in reaction to earnings. Like, prior to earnings, all bets are off. This could be a $40 stock, or it could be a $9,000 stock. How do we know?

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00:03:04.430 --> 00:03:20.969

Dan Fitzpatrick: But as I look at this now, prior to earnings, I see the floor on this stock at about $105, but we'll say down to $100. We'll say this is a $100 floor. So even buying this right now.

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00:03:21.050 --> 00:03:39.120

Dan Fitzpatrick: I'm not saying you should, not saying you shouldn't. Even buying this right now, if you want to get… literally, really, really let this thing stretch out, you can keep a stop just a little bit below $100, and you're risking 15%. Now, would I do that?

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00:03:39.320 --> 00:03:56.520

Dan Fitzpatrick: No, I'm not… I ain't gonna risk 15% on anything, but I would consider doing it where yesterday's low was 104.83, now the stock's up here, 104, like, 82 gives me an 11%.

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00:03:56.520 --> 00:04:10.840

Dan Fitzpatrick: Risk, I don't even like that. So you know what I would do instead? I would say, okay, this is post-earnings here, this number. So this is the low of the day, is 114.05. Why don't I do this?

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00:04:11.190 --> 00:04:23.470

Dan Fitzpatrick: Why don't I take a little bit of stock under the assumption, under the thesis, that the stock's gonna stay above Tuesday's intraday low? That gives me a 3% risk.

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00:04:23.540 --> 00:04:27.520

Dan Fitzpatrick: That gives me a 3% risk on this initial entry.

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00:04:27.550 --> 00:04:46.989

Dan Fitzpatrick: early, early entry, and then I'll look to trade this dang thing intraday. So I'm taking one, you know, one little teeny tiny position, and then looking here, and this is 59-minute trader stuff, guys, all day long. That's what I'm gonna be doing with this tomorrow.

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00:04:46.990 --> 00:05:11.280

Dan Fitzpatrick: I will only be adding to my position if the stock starts trading above this magical orange line, which is the volume-weighted average price. If the stock starts trading above there, that's when I'm going to start adding to my position. So, guys, and by the way, not gonna get into it now, but this is a box that I'm drawing about, showing you guys how to do options and spreads and

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00:05:11.280 --> 00:05:34.999

Dan Fitzpatrick: implied moves and stuff like that, but that's in the premium, deal today. So, anyway, this should give you a pretty good trading plan, for SpaceX tomorrow, but I'll say once again, if you haven't tried Stock Market Mentor, do yourself a favor, and do me a favor too, frankly, because I want to help you out. Sign up for a free trial, $7, and email me and let me know you did it.

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00:05:35.570 --> 00:05:53.029

Dan Fitzpatrick: personal email address, dan at stockmarketmentor.com. If you type it to dan.fitzpatrick at stockmarketmentor.com, I don't see it. That goes to my assistant. So just do dan at stockmarketmentor.com, and that is…

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00:05:53.030 --> 00:06:04.539

Dan Fitzpatrick: my personal email. I want to hear from you, okay? I truly, truly do. So, anyway, you guys have a good evening, and I'll see you tomorrow, and guess what? Let's go make some money.