

Chart of the Day

Here's your trade on Lumentum (\$LITE). Watch what I should have done...and what I'm gonna do.

October 2, 2026

Dan Fitzpatrick details a breakout setup in Lumentum Holdings (\$LITE), detailing how he initially missed the entry on Thursday after mistakenly believing it was Friday and avoiding weekend holding risk. However, speaker Dan Fitzpatrick notes that Friday's price action confirmed the validity of the breakout, as the stock surged on high volume and held firmly above its daily Volume-Weighted Average Price (VWAP) through the session close and after-hours trading. Reflecting on the stock's multi-month consolidation pattern and its successful test of the 200-day simple moving average following a prior 44% pullback, Dan Fitzpatrick projects a conservative target of \$1,500.00 by the end of the year and plans to initiate a long position on Monday.

Next Steps:

1. Stalk Monday Entry Execution: Look to buy Lumentum Holdings (\$LITE) on Monday, ideally favoring a shallow morning pullback for a lower cost basis.
2. Anchor Price Target Parameters: Set a long-term technical profit target near \$1,500.00, expecting upside expansion by the end of the year.
3. Monitor VWAP Support Levels: Use intraday Volume-Weighted Average Price (VWAP) as a primary support floor to ensure the breakout holds.
4. Join Stock Market Mentor: Access Dan Fitzpatrick's active trade execution updates by taking a 14-day trial for \$7 at StockMarketMentor.com.

Transcript:

1

00:00:01.930 --> 00:00:17.959

Dan Fitzpatrick: Okay, everybody, Dan Fitzpatrick here at StockMarketMentor.com, and I want to talk about Lumentum Holdings, the good and the bad. I guess I... I don't know which is which. Yesterday, on Thursday.

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00:00:17.960 --> 00:00:24.999

Dan Fitzpatrick: This stock was popping out here, and I'll be perfectly honest with you, it's been that kind of week.

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00:00:25.540 --> 00:00:29.240

Dan Fitzpatrick: I was going through yesterday thinking it was Friday.

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00:00:29.950 --> 00:00:36.160

Dan Fitzpatrick: True story. So, I looked at this, and it was on a breakout, and I...

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00:00:36.320 --> 00:00:39.529

Dan Fitzpatrick: told my members, I said, I would normally

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00:00:39.680 --> 00:00:54.900

Dan Fitzpatrick: want to buy this, but I don't like to buy breakouts like this on a Friday, because typically they haven't been working at all, and if you're gonna buy something on a Friday, you really need to think twice about it.

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00:00:55.140 --> 00:01:07.970

Dan Fitzpatrick: Because you're probably not going to be in on a profit by the end of the day, meaning by the end of the week, and then you're going to sit there over the weekend wondering, why the hell didn't I just wait until Monday?

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00:01:08.700 --> 00:01:25.839

Dan Fitzpatrick: So anyway, I said, we're not gonna do this today. And then towards the end of the day, somebody said, Dan, do you realize it's actually only Thursday, buddy? You're getting old. And they were right on both counts, so I totally missed the trade yesterday.

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00:01:25.840 --> 00:01:33.990

Dan Fitzpatrick: And then look what it's done today. It's proven that yesterday, had I done what I wanted to do, what I should have done.

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00:01:34.090 --> 00:01:41.819

Dan Fitzpatrick: we would be making money. So that's a perfect woulda, coulda, shoulda trade. But here's the thing. Today.

11

00:01:42.310 --> 00:02:00.259

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Dan Fitzpatrick: John O'I think we got a really, really good opportunity, and this is why. So, this is the second day here. Yesterday, that's Thursday, was the big volume day. Today was the confirming day, because look and see, look how the stock traded, throughout the day.

12

00:02:00.550 --> 00:02:06.660

Dan Fitzpatrick: Okay, this is a 5-minute chart. Let's go to just regular market.

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00:02:06.710 --> 00:02:21.149

Dan Fitzpatrick: So that goes away. Okay, so this was the big move yesterday. It was done by 11. And then the rest of the day, it just kind of drifted sideways, as stocks do during the middle part of the day. So today.

14

00:02:21.220 --> 00:02:22.210

Dan Fitzpatrick: Bam.

15

00:02:22.300 --> 00:02:28.980

Dan Fitzpatrick: Up again. 10 o'clock, it took off. I don't know what the hell it was doing the first half an hour, but...

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00:02:29.250 --> 00:02:40.630

Dan Fitzpatrick: Who cares? I didn't buy it. So anyway, the stock runs up here, drifts sideways for the rest of the day. If this was going to be a failed breakout.

17

00:02:40.690 --> 00:03:02.950

Dan Fitzpatrick: you would have seen the stock start to drift down below the volume-weighted average price, but you didn't see that. It was actually stronger today, if you're just looking at the VWAP, it was actually stronger today than it was yesterday. And these little green dots here, this is a TTM squeeze, it's just my, custom.

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00:03:03.580 --> 00:03:18.559

Dan Fitzpatrick: It's a custom program, to show this, but you can get the same thing, almost the same thing on any platform. But what's interesting about this is, so the stocks drifted sideways, we'll put on the after-hours.

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00:03:18.790 --> 00:03:30.630

Dan Fitzpatrick: And it's still just drifting sideways. So, what are we gonna do about this on Monday? Okay, this is the way... this is the way I'm looking at it. Let me get rid of these.

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00:03:30.910 --> 00:03:41.549

Dan Fitzpatrick: Okay, so this was a big, big pattern here. It's been around for... been going sideways for a long time, except it had this one big whoop-de-doo, back in...

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00:03:41.550 --> 00:03:51.660

Dan Fitzpatrick: late July that ultimately tested the 200-day moving average and passed the test. Okay, so that fell 44% from top to bottom.

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00:03:51.660 --> 00:04:05.680

Dan Fitzpatrick: But it fell 477 bucks. So what I tend to do on stuff like that is, I'll look and say, okay, that was the length, that was the depth of the pattern. So now we're coming back up here.

23

00:04:07.000 --> 00:04:12.060

Dan Fitzpatrick: Okay, now we're coming back here, and I'm gonna start this measurement.

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00:04:13.430 --> 00:04:14.500

Dan Fitzpatrick: From here.

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00:04:14.620 --> 00:04:16.839

Dan Fitzpatrick: Let's see how high up we go.

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00:04:17.329 --> 00:04:19.380

Dan Fitzpatrick: Well, shoot, that's not enough.

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00:04:20.660 --> 00:04:22.870

Dan Fitzpatrick: Let's pull this down a little bit.

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00:04:24.170 --> 00:04:32.469

Dan Fitzpatrick: 477. Let's be conservative and say 400, 37%. Here's the deal.

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00:04:33.060 --> 00:04:34.649

Dan Fitzpatrick: This is my target.

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00:04:34.810 --> 00:04:41.490

Dan Fitzpatrick: 1500. My target is 1500 bucks, and it's 1500 bucks

31

00:04:42.020 --> 00:04:58.720

Dan Fitzpatrick: by the end of this year. That's the way I'm playing it. We're gonna be getting into this on Monday. Hopefully, there's even a little pullback. Would be nice after a couple days if the stock pulled back, to give us a nicer entry, but...

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00:04:58.810 --> 00:05:04.939

Dan Fitzpatrick: If it doesn't, I'm still in, and I take full responsibility, mea culpa.

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00:05:04.950 --> 00:05:14.879



Dan Fitzpatrick: should have had you guys in there Thursday. So, anyway, that's it, and if you want to know how this trade goes, and you're not a member of Stock Market Mentor, you can fix that.

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00:05:14.880 --> 00:05:29.769

Dan Fitzpatrick: right now for \$7, okay? You pull a 10 out of your pocket, and you even get change. That's for 14 days, \$7. I'll let you do the math and figure out how much that costs you per day, okay? So, I want you to check that out.

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00:05:29.770 --> 00:05:34.480

Dan Fitzpatrick: Check me out, check us out, and guess what? We'll be making some money with you.