

CEAT

BUY

Ceat

On BSE (₹)

98

88

78

68

88.3

74.9

AUG 16

NOV 14

MARKET PRICE

₹75

TARGET PRICE

₹104

We expect Ceat to report continuous improvement in its operating performance, led by improving utilisation at the Halol plant and a gradual decline in raw material prices. Consequently, we estimate Ceat to post an EPS of ₹20.8 in FY2013E.