

KOLKATA

THE HINDU • BUSINESS LINE
WEDNESDAY, APRIL 30, 2008

Phillips Carbon

TARGET: RS 259

CMP: Rs 199.50

Angel has upgraded target price for Phillips Carbon and maintained its "buy recommendation on April 29. "We remain positive on the domestic carbon black industry's growth prospects as we expect it to grow at 8-9 per cent over the next five years.

"Our positive stand stems from the fact that there would be huge demand from the Tyre Replacement Segment, due to the huge vehicle population been added over the years, and also because of PCBL's market leadership position. Further, with the company's expansion plans being on track, we expect rapid growth to continue going ahead.

"We expect PCBL to record a CAGR growth of 12.5 per cent in top-line over FY2008-10, while bottomline would grow at a CAGR of 22.1 per cent in the mentioned period," it said.