

17 Aug 2018	Price	BV	P/BV	EPS	P/EPS		CM	Prof	Gr	Risk	Overall
TATA Motors Limited	257.3	332.0	0.8	58.1	4.4		+ve	+ve	-ve	0	1+
Bajaj Auto	2660.3	705.9	3.8	152.9	17.4		+ve	+ve	0	0	2+
Eicher Motors Limited	28547.1	2578.3	11.1	761.5	37.5		+ve	+ve	0	+ve	3+

Source - <https://www.moneycontrol.com/stock-charts/>

P/BV ratio of less than one indicates that the stock is undervalued while a ratio greater than one may indicate that the stock is overvalued. In TML's case, lower P/E may indicate that the assets are worth more than the price per share and the asset prices of the firm have been exaggerated. However, going only by this ratio is not correct evaluation method as this does not account for intangible assets such as goodwill and calculations are based only on the original price and not market price.

P/EPS ratio indicates how much investors are willing to pay for every dollar of earnings. The market price of a given stock is needed to calculate its P/EPS ratio and this ratio offers better insight into the stock's growth potential.

In general, high P/EPS ratio indicates that investors expect higher earnings. However, a stock with a high P/E ratio may not necessarily a better investment than one with a lower P/E ratio, as a high P/E ratio can indicate that the stock is being overvalued. Investing in an overvalued stock carries the risk of losing money if it doesn't meet investors' high earnings expectations.