



1985 - 2016

31

CELEBRATING 31 YEARS

 Sales Inquiries
managedequity@mayberryinv.com

 General & Sales Inquiries
(876) 929-1908-9

 (876) 929-1501

 [mayberryinvja](http://mayberryinvja.com)

 facebook.com/mayberryinvja

Featured Stock: CFF

Caribbean Flavours and Fragrances Limited (CFF):
Opening price - \$11.70; Price to book - 2.22 times;
P/E - 26.61 times

This week's stock pick is Caribbean Flavours and Fragrances Limited (CFF). The Company is a manufacturer and distributor of flavours, to a number of well established companies mainly for the beverage, baking and confectionary industries. The Company also manufactures fragrances primarily for household and general cleaning and sanitation purposes.

The Company reported revenue of \$310.59 million for the six months ended June 30, 2020. Cost of Sales amounted to \$211.83 million. Management noted, "we continue to focus on implementing the strategy of improving our efficiencies while driving our cost of sales down with improved purchasing and logistics costs." Consequently, gross profit amounted to \$98.76 million at the end of June 2020. Total expenses closed at \$59.45 million, in which, selling and distribution closed the period at \$2.12 million while administrative expenses amounted to \$57.33 million. CFF reported a profit from operation of \$39.31 million. Taxation incurred was \$6.12 million, resulting in a net profit of \$43.26 million to close the six months period.

Notably, CFF mentioned that, "The Company continues with the implementation of Business Plans, which are anchored on the pillars of revenue growth and expense management in order to deliver on the desired results and this growth path continues even with this Covid-19 pandemic."

CFF (as at Friday August 21, 2020) was trading at 2.22 times its book value with a P/E of 26.61 times.

Our weekly pick features a stock currently held in the Mayberry Managed Equity Portfolio (MMEP). For more information on the MMEP, please contact your investment advisor today.