




## CFF

Caribbean Flavours & Fragrances Limited (CFF);

Opening price— \$1.58

Price to book— 2.18 times;  
P/E— 10.70 times

Week to Date: 0.00% 

Month to Date: -0.63% 

Quarter to Date: -0.63% 

Year to Date: -12.22% 

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.

Caribbean Flavours & Fragrances Limited is a premier manufacturer and distributor of quality flavours and fragrances to a number of well established companies across the Caribbean, mainly for beverage, baking, confectionary and ice cream manufacturers.

CFF achieved a 17% increase in revenue to \$900.81 million (2022: \$772.23 million) by enhancing its sales approach strategy, which included new business deals, new products, and strengthened sales strategies in various markets. Revenue increased by 11% in the fourth quarter to \$232.54 million, up from \$210.29 million in the corresponding quarter of 2022. CFF has expanded its product line by using fresh concepts and tactics to improve the textural properties and lifespan of dough products while maintaining their nutritional makeup.

The Company reported a gross profit of \$324.79 million for the year, compared to \$229.01 million for 2022. CFF recorded total expenses of \$190.17 million, a 17% increase from \$162.78 million reported in 2022. Despite the movement, operating profit for the year totaled \$134.62 million, a 109% rise from \$64.55 million reported in 2022. Operating profit for the fourth quarter was \$40.87 million (2022: \$2.26 million). Net profit for the year amounted to \$132.82 million, an 115% increase from the \$61.70 million reported in 2022. For the fourth quarter, net profit was \$40.29 million (2022: \$2.14 million).

Notably, CFF's wide portfolio is poised to bring about a significant shift in the baked goods market by increasing shelf life and boosting quality, texture, shape, and visual appeal. CFF (as at Friday April 19, 2024) was trading at 2.18 times its book value with a P/E of 10.70 times.