



CGA Prestige **Foodservice Price Index (FPI)**

Snapshot Report - August 2023

Your source for accurate data, analysis and insights into today's food prices.

Monthly Snapshot..

Executive Summary

FPI inflation slows for third consecutive month

Inflation as measured by the CGA Prestige Foodservice Price Index (FPI) decreased for the third consecutive month in August, but still remains above 20% year-on-year. Both FPI and supermarket CPI have experienced a slowing of the rate of price increases, but the rate of easing is much faster in retail where month-on-month prices increased 0.3%, compared to FPI's 0.8%.

In August every one of FPI's eleven categories remained in double digit inflation, even though prices in some categories fell. Fish saw a second consecutive month of easing prices, and at twice the rate of July. And both Fruit and Sugars also showed price falls month-on-month. Meat prices rose again by 1.7% in August, and Vegetables showed the largest year-on-year rise at 33.5%.

Inflation Ups & Downs against July..



Whilst the UN FAO Food Commodity Index fell 2.6 points (2.1%) in August, Brent Crude Oil prices are now close to 30% above June levels. This increase is now feeding through into diesel prices and therefore transport and packaging costs. Further inflationary pressure will be felt because Sterling fell marginally during August against \$ and €, with further weakening likely in September, and UK wage inflation remains above 8%.

The outlook for kitchen-door food prices is becoming more positive because inflation will continue to ease, but we expect this slowing of inflation to take effect more slowly than in retail. A fall in prices (deflation) on the full basket of food and drink is unlikely until at least early 2025.





Prestige Purchasing are a leading expert in Value Chain. We provide knowledge, insight, and practical support to hospitality and foodservice businesses. We improve profitability by improving the way in which our clients source and manage what they sell.

Our services are tailored to allow us to assist businesses of any scale in the sector. Offering a bespoke consultancy based model we offer services contextualised in the statements below for our clients.

Supply Optimisation

For growing businesses that have not yet established a mature supply chain function we provide outsourced services that deliver profit improvement through the application of best in class techniques, using our team of experienced and capable buyers.

David Gillham
Commercial Director
T - 07917 303970
E - david.gillham@prestige-purchasing.com

Procurement Transformation

For established businesses that have yet to establish "strategic procurement" and wish to introduce national, regional or global supply arrangements, often establishing their own team to develop and maintain them.

Procurement Support Services

A portfolio of services to support fully established procurement and supply chain teams in their mission to add value to their organisation. Services include Insight, Training, Analytics and Benchmarking.

Our services are 100% Transparent FIXED fee based and deliver between 2 and 7 times return on investment all backed up with financial guarantees.

We do not aggregate volume with other operators and build each project or service bespoke for each of our clients' needs delivering the maximum benefit to our clients bottom line.

Shaun Allen
Chief Executive Officer
T - 01908 324066
E - shaun.allen@prestige-purchasing.com

Office Address: Aurora House, Deltic Ave, Rooksley Roundabout, Bradwell Common, Milton Keynes MK13 8LW



CGA by NIQ provides definitive On Premise consumer intelligence that reveals new pathways to growth for the world's most successful food and drink brands. With more than 30 years of best-in-class research, data, and analytics, CGA by NIQ provides the Full View™.

James Ashurst
Client Director
T - 0787 023 4646
E - james.ashurst@cgastrategy.com

Office Address: Strawberry Studios, Watson Square,
Stockport SK1 3AZ

CGA by NIQ works with food and beverage suppliers, consumer brand owners, wholesalers, government entities, pubs, bars, and restaurants to protect and shape the future of the On Premise experience. Using the most complete and clear understanding of measurement and insights, CGA by NIQ provides a competitive edge to guide winning strategies for On Premise businesses.

NIQ was founded in 1923 and is an Advent International portfolio company. For more information, visit NIQ.com or www.cgastrategy.com.

CGA
T: 0161 476 8330
E: hello@cgastrategy.com
Follow us on Twitter: @CGA_insights