



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

Snapshot Report - September 2023

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

Monthly Snapshot..

Executive Summary

Falling FPI Inflation A Clear Trend

Inflation, as measured by the CGA Prestige Foodservice Price Index (FPI), decreased for the fourth consecutive month in September, dipping below 20% year-on-year to 18.3%, its lowest level since August 2022. Both FPI and supermarket CPI have experienced a slowing of the rate of price increases, but in September, the rate of easing is, for the first time, faster in FPI than in CPI.

In September, the FPI saw one category (Oils & Fats) fall below 10% at 8.6% inflation, contrasting starkly with Produce, where inflation remained extremely high at 32%. Overall, inflation within the FPI index has fallen almost 5 percentage points since its peak of 22.9% [YOY] in December 2022.

Inflation Ups & Downs against August..

 **BREADS & CEREALS** ↑

Up 1.4%

 **FISH** ↑

Up 1.8%

 **OILS & FATS** ↑

Up 3.2%

 **VEGETABLES** ↑

Up 1.3%

The UN FAO Food Commodity Index (the overall measure of international food commodity prices) was broadly stable in September, with declines in quotations for vegetable oils, dairy, and meat offset by a notable increase in those for sugar and maize. The index is 10.7% below its value a year ago and 24.0% below its all-time high reached in March 2022. Further inflationary pressure will be felt in the months ahead because Sterling has been weakening against both the \$ and the €, while UK wage inflation remains around 8%. This will act as a brake on the rate of inflation reduction.

The outlook for kitchen-door food prices is becoming more positive as inflation will continue to ease, albeit slowly. However, 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.

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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.

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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™.

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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.

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