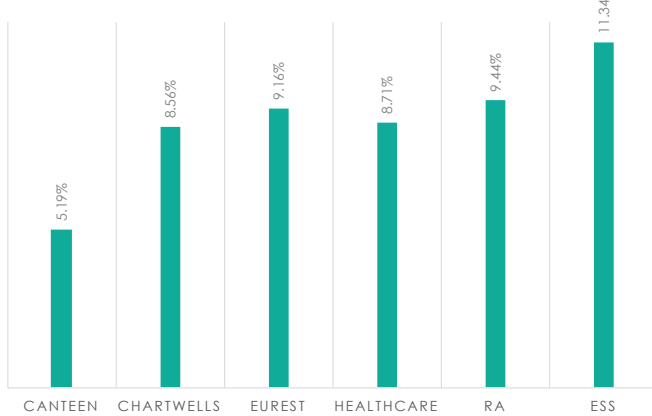


Stay ahead of the curve by gaining invaluable insights into current market trends with Market Curve. Due to the recent volatility in the market, Foodbuy, Envision, and Healthcare are working together to bring you the latest commodity updates influencing pricing in our industry. This publication is designed to capture price increases caused by inflation, how it impacts our business, what we're doing to mitigate it, and ways to drive cost savings in your business. This frequently issued publication contains key pricing indicators to strengthen your purchasing power.

Sector Inflation & Mitigation

Below is a breakdown of individual sectors' increase in costs due to inflation between May 2021 – April 2022, an overall weighted average of 9.23%. **This equals almost 0.5% in cost savings compared to the 9.7% increase in groceries reported on the CPI.**

MAY 2021 - APRIL 2022



Foodbuy is actively watching market fluctuations to be able to effectively combat price increases and mitigate the impact of inflation costs. YTD, we have delayed the implementation and negotiated back increases of over \$2.1M by working with our trusted supplier partners.

Commodity Update | Pork Belly

The main product produced from pork bellies is bacon, an ingredient used in a variety of meals, desserts, and even alcoholic beverages.

Pork continues to remain desirable in most kitchens as it is a versatile and inexpensive protein. It takes approximately six months to raise a pig from birth to slaughter. At the time of slaughter, a typical hog weighs about 270 pounds. A typical 270-pound hog will yield a 200-pound carcass with an average of 25% ham, 25% loin, 16% belly, 11% picnic, 5% spareribs and 10% butt.

The price of pork belly is driven by market pricing mainly affected by Chinese and North American demand. Factors that influence supply include hog resources, weather conditions, feed prices, disease, shipping and freight, and oversea conflicts. The cost of this agricultural commodity, no longer traded on the exchanges due to extreme market volatility, is unpredictable and fluctuates monthly.

While a rise in consumption continues to surge, we are pleased to report a decrease of 3.61% from our preferred supplier of bacon, Olymel, during the month of June 2022. We anticipate there will be an increase in the following month.

High Inflation Categories

Top ten categories with the highest inflation impact to our business from May 2021 - April 2022.

