
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

FORM 8-K

CURRENT REPORT

PURSUANT TO SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934

November 13, 2018
Date of Report
(Date of earliest event reported)

TOFUTTI BRANDS INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction
of incorporation)

1-9009
(Commission
File Number)

13-3094658
(IRS Employer
Identification No.)

50 Jackson Drive Cranford, New Jersey 07016
(Address of principal executive offices and zip code)

(908)272-2400
(Registrant's telephone number, including area code)

Not Applicable
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (*see* General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

ITEM 2.02 RESULTS OF OPERATIONS AND FINANCIAL CONDITION.

On November 13, 2018, the registrant reported its results of operations for the thirteen and thirty-nine weeks ended September 29, 2018. A copy of the press release issued by the registrant in this connection is furnished herewith as Exhibit 99.1.

The information in this Item in this Current Report on Form 8-K and Exhibit 99.1 attached hereto are being furnished and shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934 (the “Exchange Act”) or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933 or the Exchange Act, regardless of any general incorporation language in such filing.

ITEM 9.01 FINANCIAL STATEMENTS AND EXHIBITS.

(c) Exhibits

Exhibit 99.1 [Press Release dated November 13, 2018.](#)

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Date: November 13, 2018

TOFUTTI BRANDS INC.
(Registrant)

By: */s/ Steven Kass*

Steven Kass
Chief Financial Officer

November 13, 2018

Tofutti Press Release

Company Contact: Steve Kass
Chief Financial Officer
(908) 272-2400
(908) 272-9492 (Fax)

**TOFUTTI ANNOUNCES THIRD QUARTER
AND NINE MONTH RESULTS**

Cranford, New Jersey — November 13, 2018 — TOFUTTI BRANDS INC. (OTCQB Symbol: TOFB) today announced its results for the thirteen and thirty-nine week periods ended September 29, 2018.

Tofutti Brands reported net sales for the thirteen weeks ended September 29, 2018 of \$2,841,000 compared to net sales of \$3,326,000 for the thirteen weeks ended September 30, 2017. The decrease is primarily attributable to a \$280,000 decline in frozen dessert and frozen food products sales, which were negatively impacted by the unavailability of certain frozen novelties that our former manufacturing plant had produced for us. The Company's gross profit decreased to \$828,000 for the thirteen weeks ended September 29, 2018 from \$1,267,000 in the thirteen weeks ended September 30, 2017, and its gross profit percentage declined to 29% in the thirteen weeks ending September 29, 2018 compared to 38% for the thirteen weeks ending September 30, 2017. Gross profit percentage in the third quarter of 2018 was negatively impacted by an increase in sales allowance expense and one-time costs related to the start-up at a new facility for the manufacture of the Company's frozen dessert novelty items. Such one-time costs of approximately \$50,000 included, but were not limited to, installation costs of the new Cutie equipment and modifications to the plant, trial runs that resulted in unusable product, and increased costs for ingredients and packaging for scaled down order requirements. All such costs were expensed in the third quarter and the Company does not expect any additional costs during the fourth quarter of this year. The Company had a net loss of \$96,000, or \$0.02 per share (basic and diluted), for the thirteen weeks ended September 29, 2018, compared to net income of \$323,000, or \$0.06 per share (basic and diluted), for the thirteen weeks ended September 30, 2017.

Net sales for the thirty-nine week period ended September 29, 2018 were \$10,058,000 compared to net sales of \$10,255,000 for the thirty-nine week period ended September 30, 2017, a decrease of \$197,000. The Company's gross profit for the thirty-nine week period ended September 29, 2018 was \$3,122,000 compared to \$3,454,000 for the thirty-nine week period ending September 30, 2017. The Company's gross profit percentage declined to 31% for the thirty-nine weeks ending September 29, 2018 compared to 34% for the thirty-nine weeks ending September 30, 2017. Gross profit percentage in the 2018 period was negatively impacted by an increase in sales allowance expense and one-time costs related to the start-up at a new facility for the manufacture of the Company's frozen dessert novelty items. The Company's gross profit percentage was also negatively impacted by the start-up costs and production issues at its new frozen dessert co-packing facility. All such costs were expensed in the third quarter and the Company does not expect any additional costs during the fourth quarter of this year. The Company's net income for the thirty-nine weeks ended September 29, 2018 was \$323,000, or \$0.06 per share (basic and diluted), compared to net income of \$420,000, or \$0.08 per share (basic and diluted), for the thirty-nine weeks ended September 30, 2017.

As of September 29, 2018, the Company had approximately \$465,000 in cash and cash equivalents and its working capital was approximately \$3.9 million, compared with approximately \$1,414,000 in cash and cash equivalents and working capital of approximately \$3.7 million at December 30, 2017. The decline in cash is primarily a result of the operating loss, increases in inventory, accounts receivable, and a reduction in current liabilities.

Mr. David Mintz, Chairman and Chief Executive Officer of the Company stated, “Our operating metrics in the third quarter were negatively impacted by the delays incurred in getting our new frozen dessert plant operational, which constrained our sales of frozen dessert novelties, and one-time costs associated with bringing that plant on-line for our products. We expect that these issues will be resolved this quarter and that the foreign custom issues which impacted our export sales will be resolved shortly. We continue to see strong demand for our plant-based cheese products and believe that we are on the right track to produce consistent profitable operations,” concluded Mr. Mintz.

About Tofutti Brands Inc. Founded in 1981, Tofutti Brands Inc. develops and distributes a complete line of plant-based products. The Company sells more than 50 milk-free foods including cheese products, frozen desserts and prepared frozen dishes. Tofutti Brands Inc. is a proven innovator in the food industry and has developed a full line of delicious and healthy dairy-free foods. Available throughout the United States and in more than 30 countries, Tofutti Brands answers the call of millions of people who are allergic or intolerant to dairy, diabetic, kosher or vegan, as well as those who wish to have a healthier low-fat diet. Tofutti’s product line includes plant-based ice cream pints, Tofutti Cutie® sandwiches and novelty bars. Tofutti also has prepared food entrees including Pizza Pizzaz® and Mintz’s Blintzes®, all made with Tofutti’s milk-free cheeses such as Better Than Cream Cheese® and Sour Supreme®. For more information, visit www.tofutti.com.

Forward-Looking Statements. Some of the statements in this press release concerning the Company’s future prospects are forward-looking statements that involve risks and uncertainties that could cause actual results to differ materially from those in the forward-looking statements. Actual results may vary significantly based upon a number of factors including, but not limited to business conditions both domestic and international, competition, changes in product mix or distribution channels, resource constraints encountered in promoting and developing new products and other risk factors detailed in the Company’s filings with the Securities and Exchange Commission, including its annual report on Form 10-K.

TOFUTTI BRANDS INC.
Condensed Statements of Operations
(in thousands, except per share figures)

	Thirteen weeks ended September 29, 2018	Thirteen weeks ended September 30, 2017	Thirty-nine weeks ended September 29, 2018	Thirty-nine weeks ended September 30, 2017
Net sales	\$ 2,841	\$ 3,326	\$ 10,058	\$ 10,255
Cost of sales	2,013	2,059	6,936	6,801
Gross profit	828	1,267	3,122	3,454
Operating expenses	918	937	2,778	3,010
Income (loss) from operations	(90)	330	344	444
Interest expense	6	7	19	19
Income (loss) before income tax	(96)	323	325	425
Income tax expense	—	—	5	5
Net income (loss)	<u>\$ (96)</u>	<u>\$ 323</u>	<u>\$ 320</u>	<u>\$ 420</u>
Weighted average common shares outstanding:				
Basic and diluted	<u>5,154</u>	<u>5,154</u>	<u>5,154</u>	<u>5,154</u>
Earnings (loss) per common share:				
Basic and diluted	<u>\$ (0.02)</u>	<u>\$ 0.06</u>	<u>\$ 0.06</u>	<u>\$ 0.08</u>

TOFUTTI BRANDS INC.
Condensed Balance Sheets
(in thousands, except share figures)

	<u>September 29, 2018</u>	<u>December 30,</u>
	<u>(Unaudited)</u>	<u>2017*</u>
Assets		
Current assets:		
Cash and cash equivalents	\$ 465	\$ 1,414
Accounts receivable, net of allowance for doubtful accounts and sales promotions of \$431 and \$386, respectively	1,941	1,770
Inventories	1,868	1,483
Prepaid expenses and other current assets	64	72
Deferred costs	56	86
Total current assets	<u>4,394</u>	<u>4,825</u>
Fixed assets (net of accumulated depreciation of \$24 and \$19, respectively)	137	10
Other assets	16	16
Total assets	<u>\$ 4,547</u>	<u>\$ 4,851</u>
Liabilities and Stockholders' Equity		
Current liabilities:		
Note payable-current	\$ —	\$ 6
Accounts payable	266	468
Accrued expenses	157	536
Deferred revenue	61	94
Total current liabilities	<u>484</u>	<u>1,104</u>
Convertible note payable- related party	500	500
Note payable-long term	—	4
Total liabilities	<u>984</u>	<u>1,608</u>
Stockholders' equity:		
Preferred stock - par value \$.01 per share; authorized 100,000 shares, none issued		
Common stock - par value \$.01 per share; authorized 15,000,000 shares, issued and outstanding 5,153,706 shares at September 29, 2018 and December 30, 2017	52	52
Additional paid-in capital	207	207
Retained earnings	3,304	2,984
Total stockholders' equity	<u>3,563</u>	<u>3,243</u>
Total liabilities and stockholders' equity	<u>\$ 4,547</u>	<u>\$ 4,851</u>

* Derived from audited financial information.