

INTERNATIONAL FLAVORS & FRAGRANCES INC

Form 11-K

June 29, 2007

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

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FORM 11-K  
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Annual Report Pursuant to Section 15 (d)  
of the Securities Exchange Act of 1934

(MARK ONE)

Annual report pursuant to Section 15(d) of the Securities Exchange Act  
of 1934  
For the fiscal year ended December 31, 2006.

OR

Transition report pursuant to Section 15(d) of the Securities Exchange  
Act of 1934  
For the transition period from \_\_\_\_ to \_\_\_\_

Commission file number: 1-4858

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A. Full title of the plan and the address of the plan, if different from  
that of the issuer named below:

INTERNATIONAL FLAVORS & FRAGRANCES INC.  
RETIREMENT INVESTMENT FUND PLAN

B. Name of issuer of the securities held pursuant to the plan and the  
address of its principal executive office:

International Flavors & Fragrances Inc.  
521 West 57th Street  
New York, New York 10019

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INTERNATIONAL FLAVORS & FRAGRANCES INC.

RETIREMENT INVESTMENT FUND PLAN

FINANCIAL STATEMENTS

AND

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SUPPLEMENTAL SCHEDULE

\* \* \* \* \*

DECEMBER 31, 2006 AND 2005

INTERNATIONAL FLAVORS & FRAGRANCES INC.  
RETIREMENT INVESTMENT FUND PLAN  
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(\* ) Other supplemental schedules required by 29 CFR2520.103-10 of the Department of Labor's Rule and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 have not been included as they are not applicable.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Participants and Administrator of  
International Flavors & Fragrances Inc.  
Retirement Investment Fund Plan

We have audited the accompanying statement of net assets available for benefits of the International Flavors & Fragrances Inc. Retirement Investment Fund Plan

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as of December 31, 2006 and the related statement of changes in net assets available for benefits for the year ended December 31, 2006. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of the International Flavors & Fragrances Inc. Retirement Investment Fund Plan as of December 31, 2005, were audited by other auditors whose report dated June 23, 2006, expressed an unqualified opinion on those statements.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the International Flavors & Fragrances Inc. Retirement Investment Fund Plan as of December 31, 2006, and the changes in net assets available for benefits for the year ended December 31, 2006, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedule of assets (held at end of year) as of December 31, 2006 is presented for the purpose of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure Under the Employee Retirement Income Security Act of 1974.

The supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/s/ SMOLIN, LUPIN & CO., P.A.

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Fairfield, New Jersey  
June 28, 2007

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### REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Participants and Administrator of  
International Flavors & Fragrances Inc.  
Retirement Investment Fund Plan

In our opinion, the accompanying statement of net assets available for benefits and the related statement of changes in net assets available for benefits present fairly, in all material respects, the net assets available for benefits of the International Flavors & Fragrances Inc. Retirement Investment Fund Plan

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(the "Plan") at December 31, 2005, and the changes in net assets available for benefits for the year then ended in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

/s/ PricewaterhouseCoopers LLP  
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New York, New York  
June 23, 2006

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### INTERNATIONAL FLAVORS & FRAGRANCES INC. RETIREMENT INVESTMENT FUND PLAN STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS

| Assets                                   | December 31,<br>2006 | 2005         |
|--|----------------------|--------------|
| Investments at Fair Value:               |                      |              |
| International Flavors & Fragrances Inc.  |                      |              |
| Common Stock Fund                        | \$ 9,309,654         | \$ 7,001,516 |
| Vanguard Long-Term Investment Grade Fund | 7,001,516            | 37,564,093   |
| Vanguard Prime Money Market Fund         | 37,564,093           | 47,661,399   |
| Vanguard 500 Index Fund                  | 47,661,399           | 10,462,900   |
| Vanguard U.S. Growth Fund                | 10,462,900           | 17,171,345   |
| Vanguard International Growth Fund       | 17,171,345           | 8,493,859    |
| Vanguard Total Bond Market Index Fund    | 8,493,859            | 6,986,540    |
| Vanguard Explorer Fund                   | 6,986,540            | 9,354,503    |
| Vanguard PRIMECAP Fund                   | 9,354,503            | 5,405,823    |
| Vanguard Asset Allocation Fund           | 5,405,823            | 10,490,844   |
| Vanguard Mid-Cap Index Fund              | 10,490,844           | 3,853,258    |
| Vanguard Equity Income Fund              | 3,853,258            | 5,948,436    |
| Vanguard Retirement Savings Trust        | 5,948,436            | 255,987      |
| Vanguard Retirement Income Fund          | 255,987              |              |
| Vanguard Target Retirement Funds:        |                      |              |
| 2005 Fund                                | 589,202              |              |
| 2015 Fund                                | 4,601,209            |              |
| 2025 Fund                                | 1,770,888            |              |
| 2035 Fund                                | 940,252              |              |
| 2045 Fund                                | 393,126              |              |
| Participant Loans                        | 3,848,900            | 4            |

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|                                      |                |        |
|--------------------------------------|----------------|--------|
| Total Investments                    | 192,103,734    | 179    |
| Accrued Dividends                    | 39,966         |        |
| Employer Contributions Receivable    | 9,570          |        |
| Participant Contributions Receivable | 33,134         |        |
|                                      | -----          | -----  |
| Net Assets Available for Benefits    | \$ 192,186,404 | \$ 179 |
|                                      | =====          | =====  |

The accompanying Notes are an integral part of these financial statements.

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INTERNATIONAL FLAVORS & FRAGRANCES INC.  
 RETIREMENT INVESTMENT FUND PLAN  
 STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

|  | Year Ended December |       |
|--|---------------------|-------|
|  | 2006                |       |
|  | -----               | ----- |
| Contributions:   |                     |       |
| Company contributions                                  | \$ 2,703,505        | \$    |
| Participant contributions                              | 9,460,651           |       |
|  | -----               | ----- |
| TOTAL CONTRIBUTIONS                                    | 12,164,156          |       |
|  | -----               | ----- |
| Investment Income:                                     |                     |       |
| Dividends and Interest                                 | 7,735,390           |       |
| Net Appreciation (Depreciation) of Investments         | 13,230,478          |       |
|  | -----               | ----- |
| TOTAL INVESTMENT GAIN                                  | 20,965,868          |       |
|  | -----               | ----- |
| Other asset transfers                                  | 328,759             |       |
|  | -----               | ----- |
| TOTAL ADDITIONS  | 33,458,783          |       |
|  | -----               | ----- |
| Benefits Distributed                                   | (20,837,143)        |       |
| Administrative Fees                                    | (4,000)             |       |
|  | -----               | ----- |
| TOTAL DISBURSEMENTS                                    | (20,841,143)        |       |
|  | -----               | ----- |
| Net Increase in Participants' Balances During Year     | 12,617,640          |       |
| Net Assets Available for Benefits at Beginning of Year | 179,568,764         |       |
|  | -----               | ----- |
| NET ASSETS AVAILABLE FOR BENEFITS AT END OF YEAR       | \$ 192,186,404      | \$    |

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The accompanying Notes are an integral part of these financial statements.

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INTERNATIONAL FLAVORS & FRAGRANCES INC.  
RETIREMENT INVESTMENT FUND PLAN  
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006 AND 2005

NOTE 1 - DESCRIPTION OF THE PLAN:  
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The following description of the International Flavors & Fragrances Inc. Retirement Investment Fund Plan (the "Plan") is provided for general information purposes only. Participants should refer to the Plan documents for complete information.

A. General:

The Plan is a defined contribution plan covering all U.S. based employees of International Flavors & Fragrances Inc. and its domestic subsidiaries (the "Company"), with the exception of the unionized employees located in Jacksonville, Florida. Employees hired between January 1, 2006 and August 31, 2006 participated under a separate plan that was transferred into the Plan effective September 1, 2006. The Plan was amended to provide a different matching contribution formula, as described in Section E below, for employees who are hired by the Company or whose plan assets were transferred on or after September 1, 2006. The Plan also covers certain U.S. citizens temporarily assigned to subsidiaries abroad. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA"). Employees become eligible to participate in the Plan on their first day of employment.

B. Administration of the Plan:

The Vanguard Fiduciary Trust Co. is the Trustee of the Plan ("Vanguard" or the "Trustee"). The Administrative Committee, appointed by the Company's Board of Directors, is responsible for administration of the Plan; the Administrative Committee oversees the Trustee in carrying out most of the day-to-day activities of administration. Effective January 1, 2006, the Company's Board of Directors has appointed an Investment Committee to oversee the Trustee's investment options and management of Plan assets.

C. Investments:

The Plan offers participants eighteen investment funds and a common collective trust. Participants have the option to invest in, and direct any matching contribution towards any of the following funds:

**IFF Common Stock Fund:** This fund consists principally of common stock of the Company and cash or cash equivalents deemed necessary for orderly investment in such stock and for anticipated cash requirements.

**Vanguard Long-Term Investment Grade Fund:** This fund seeks a high and sustainable level of current income consistent with the maintenance of principal and liquidity by investing in a diversified portfolio of long-term investment-grade bonds.

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Vanguard Prime Money Market Fund: This fund seeks to add value by emphasizing specific issues and sectors of the money market that appear to be attractively priced based upon historical yield-spread relationships. The portfolio is designed to maintain a constant \$1.00 share value. An investment in the money market fund is neither insured nor guaranteed by the U.S. Government, and there is no assurance that the fund will be able to maintain a stable net asset value of \$1.00 per share.

Vanguard 500 Index Fund: This fund seeks investment results that parallel the performance of the Standard & Poor's 500 Composite Stock Index. The level of current income produced generally ranges from moderate to very low.

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### INTERNATIONAL FLAVORS & FRAGRANCES INC. RETIREMENT INVESTMENT FUND PLAN NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006 AND 2005

Vanguard U.S. Growth Fund: This fund seeks long-term capital appreciation by investing in common stocks of companies with above-average growth potential. Current income is incidental.

Vanguard International Growth Fund: This fund seeks long-term capital growth by investing in common stocks of companies based outside the United States that have above-average growth potential. Effective December 31, 2005, a 2% redemption fee will be charged for any shares transferred out of this fund prior to the end of the two-month holding period.

Vanguard Total Bond Market Index Fund: This fund seeks investment results that parallel the performance of the Lehman Aggregate Bond Index.

Vanguard Explorer Fund: This fund seeks to provide long-term capital growth by investing in a diversified portfolio of small-company stocks with prospects for above-average growth.

Vanguard PRIMECAP Fund: This fund seeks to provide long-term capital growth by investing in stocks of companies with above-average prospects for continued earnings growth, strong industry positions and skilled management teams. This fund also may invest in companies with below-average earnings but bright prospects for earnings growth. Effective December 31, 2005, any shares within a participant's plan exchanged into this fund are subject to a 1-year holding period. A 1% redemption fee will be charged for any shares transferred out of this fund prior to the end of the holding period.

Vanguard Asset Allocation Fund: This fund seeks long-term growth of capital and income by investing in common stocks, long-term U.S. Treasury bonds and money market instruments. The mix, or allocation, of the three types of assets changes from time to time depending on which mix appears to offer the best combination of expected returns and risk.

Vanguard Mid-Cap Index Fund: This fund seeks to parallel the performance of the Standard & Poor's MidCap 400 index, which comprises a market-weighted group of medium-sized U.S. companies.

Vanguard Equity Income Fund: This fund seeks to provide an above average level of current income and reasonable long-term capital appreciation by mainly investing in dividend-paying common stocks of established medium-size and large U.S. companies.

Vanguard Target Retirement Funds: These consist of five separate funds seeking

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capital and current income growth by investing in other Vanguard funds according to an asset allocation strategy designed for investors planning to retire in or within the target years of 2005, 2015, 2025, 2035 and 2045.

Vanguard Target Retirement Income Fund: This fund seeks current income and some capital appreciation by investing in other Vanguard mutual funds according to an asset allocation strategy designed for investors currently in retirement.

Vanguard Retirement Savings Trust: This common collective trust seeks a stable share value of \$1.00 and a high level of current income consistent with a 2-3 year average maturity by investing primarily in investment contracts issued by insurance companies and commercial banks, and similar types of fixed-principal investments.

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### INTERNATIONAL FLAVORS & FRAGRANCES INC. RETIREMENT INVESTMENT FUND PLAN NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006 AND 2005

#### D. Cash or Deferred Wage and Salary Conversion Agreements:

Each participant enters into a Cash or Deferred Wage and Salary Conversion Agreement ("CODA") with the Company, pursuant to which participant Plan contributions are made. Such agreement specifies the portion of the participant's compensation, as defined in the Plan, during each Plan year that the participant elects to forego and have contributed by the Company to the participant's account with the Plan. Any such election remains in effect until changed by the participant. The Administrative Committee may limit the amounts specified in such agreements to ensure compliance with the antidiscrimination standards of Section 401(k) of the Internal Revenue Code (the "Code"). Subject to these limitations, participants may contribute up to 30% of their annual base wages, before bonuses and overtime, up to the maximum amount permitted under the Code. The maximum amount permitted per participant was limited to \$15,000 in 2006, and \$14,000 in 2005. Participants who will be age 50 or older by the end of the Plan year are eligible to make before-tax catch-up contributions. Catch-up contributions are limited to \$5,000 and \$4,000 for eligible employees for 2006 and 2005, respectively. Amounts in excess of Code limits may, at the election of the participant, either be contributed to the Plan on an after-tax basis or treated as contributions to the Company's Deferred Compensation Plan ("DCP") if an employee is eligible to participate in the DCP. If no election is made, the excess plus any income and minus any loss allocable thereto shall be distributed to the participant.

#### E. Company Contributions:

For employees that were participants of the Plan before September 1, 2006, the Company matches the Company matches 50% of the first 6% of the participant's compensation, as defined, that a participant contributes to the Plan, whether on a deferred or after-tax basis, or that is treated as a contribution to the DCP, as described in Section D above. For employees hired, re-hired or whose plan assets were transferred into the Plan (see Note 6) on or after September 1, 2006, the Company matches 100% of the first 4% of the participant's base compensation contributed. Contributions between 5% and 8% of the participant's base compensation will be matched at a rate of 75%.

#### F. Vested Benefits:

All participants who are employed by the Company vest immediately in their



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contributions to the Plan plus earnings thereon. Participants vest in the Company's matching after three years of continuous credited service. At December 31, 2006 and 2005, forfeited nonvested amounts approximated \$62,000 and \$26,000, respectively. For the year ended December 31, 2006 there were forfeitures of \$92,000 and forfeiture usages of \$57,000. For the year ended December 31, 2005 there were forfeitures of \$54,000 and forfeiture usages of \$60,000. Forfeitures are used to reduce future employer contributions.

### G. Individual Accounts:

A separate account is established and maintained for each active and former participant. Former participants are those who have terminated employment and have not yet received final payment of their account. The participant's contributions and the Company's matching contribution are credited to the specific participant's account. The participant's contributions and the Company's matching contributions are invested in one or more of the Plan's funds as directed by the participant.

Participants' accounts are maintained on a unit basis for all funds.

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### INTERNATIONAL FLAVORS & FRAGRANCES INC. RETIREMENT INVESTMENT FUND PLAN NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006 AND 2005

Interest earned and dividends paid are credited to each participant's account based on accumulated daily account balances and reinvested in the respective fund.

### H. Transfers Between Funds:

Participants may transfer all or a portion of their balance in any fund of the Plan to an alternative fund of the Plan. Exchanges must be in increments of 1%. Participants may make these transfers as frequently as on a daily basis by contacting Vanguard. However, participants will not be able to move money back into the same fund within 60 days. This policy applies to all funds except for Vanguard Prime Money Market Fund and the Vanguard Retirement Savings Trust.

### I. Loans and In-service Withdrawals:

Participants may borrow from the Plan as described in Note 4. A participant may withdraw all or a portion of his or her balances if bona fide financial necessity can be demonstrated to the Plan's Investment Committee ("hardship withdrawal"). A participant who makes a hardship withdrawal is limited by the Internal Revenue Code as to the amount of CODA contribution a participant may make for the taxable year following the year of the withdrawal. The amounts of in-service withdrawals are limited by government regulation to amounts contributed under CODA agreements and earnings on such contributions.

### J. Rollover Contributions:

Participants who receive eligible rollover distributions from another qualified plan may roll that distribution over into the Plan. Eligible rollover distributions are those that come directly from either another qualified retirement plan or an Individual Retirement Account ("IRA") which was set up to hold a distribution from another qualified retirement plan on a temporary basis. Rollover amounts can only include pretax contributions, plus any untaxed earnings thereon. All rollovers from the IRA must be made within one year of original distribution from the qualified retirement plan.

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### K. Benefit Payments:

On termination of service due to death, disability, or retirement, a participant or beneficiary may elect to receive benefits based on one of the following options:

- A lump-sum payment;
- Periodic payments;
- A 50% joint and survivor annuity to a married participant; or
- A single life annuity.

Effective September 1, 2006, the Plan was amended to exclude the above annuity elections.

Lump sum or installment payments may be made in cash or securities at the direction of the Plan's Administrative Committee that directs the Trustee. When periodic payments are elected, a participant's interest remains in the Plan and continues to receive allocations of earnings and losses until distribution.

### L. Termination of Plan:

The Company may terminate the Plan at any time. In such event, the total amounts in participants' accounts shall continue in the trust for their benefit and continue to vest in accordance with Note 1F above, and shall be paid to them or their designated beneficiaries, as described in Note 1K above, upon retirement, death, disability or termination of employment. At the present time, the Company has no intention to terminate the Plan.

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INTERNATIONAL FLAVORS & FRAGRANCES INC.  
RETIREMENT INVESTMENT FUND PLAN  
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006 AND 2005

### NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES:

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The following is a summary of the significant accounting policies followed by the Plan:

#### A. Method of Accounting:

The Plan's financial statements are prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America.

#### B. Valuation of Investments:

The IFF Common Stock Fund is valued on the closing price of the underlying stock at the valuation date. Mutual funds are valued at net asset value of the underlying stock at the valuation date. The Vanguard Retirement Savings Trust is a common collective trust that holds fully benefit responsive investment contracts that is valued at contract value which is the same as fair value in all material respects. Money market funds are stated at cost at the valuation date and participants' loans are stated at cost, which approximates fair value.

#### C. Security Transactions and Related Investment Income:

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Security transactions are recorded on the trade date; interest income is recorded on the accrual basis; dividend income is recorded on the ex-dividend date. Capital gain distributions from mutual funds are recorded as dividend income.

The Plan presents in the Statement of Changes in Net Assets Available for Benefits the net appreciation (depreciation) in the fair value of its investments, which consists of the realized gains and losses and the unrealized appreciation (depreciation) on those investments.

### D. Administrative Expenses:

All expenses that arise in connection with the administration of the Plan are paid by the Company except for loan administration fees (see Note 4). Brokerage fees are included in the cost of investments when purchased and are deducted from proceeds received in determining realized gains and losses on investments sold. Investment advisory fees for the management of the Vanguard funds are expenses of the funds.

### E. Contribution Income:

Company contributions are recognized during the same period in which the Company makes payroll deductions from the participants' earnings for the participant contributions. Contributions made in accordance with participants' CODA agreements (see Note 1D) are recognized during the period in which the Company makes payroll deductions from the participants' earnings.

### F. Benefit Obligations:

Benefits are recorded when paid.

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INTERNATIONAL FLAVORS & FRAGRANCES INC.  
RETIREMENT INVESTMENT FUND PLAN  
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006 AND 2005

### G. Risks and Uncertainties:

The Plan provides for various investment options in any combination of investment funds described in Note 1C. Investment securities are exposed to various risks, such as interest rate, market and credit. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in market value could materially affect participants' account balances and the amounts reported in the financial statements.

### H. Use of Estimates:

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying disclosures. Actual results could differ from those estimates.

### NOTE 3 - TAX STATUS:

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The Internal Revenue Service has determined and informed the Company via a favorable determination letter dated August 22, 2001 that the Plan is designed in accordance with applicable sections of the Code. Since the date of the most recent request for determination to the Internal Revenue Service, the Company has made certain amendments to the Plan. However, the Company believes the Plan is designed and is currently being operated in compliance with the applicable requirements of the Code. Therefore, no provision for income taxes has been included in the Plan's financial statements.

### NOTE 4 - PARTICIPANT LOANS:

-----

Upon application, the Trustees may make a loan to a participant in an amount not exceeding 50% of the balance in the participant's account, or \$50,000, with a minimum loan of \$1,000. Loan withdrawals are allocated, as applicable, to the participant's balance in each of their investment funds. The loans are collateralized by the balance in the participants' accounts and bear interest at a fixed rate equal to the Citibank, N.A. prime rate, plus 1/2 percent, at date of withdrawal, but in no case in excess of the legal rate of interest. Loans are subject to a loan origination fee of \$30, which is deducted from the loan proceeds. In addition, participants with outstanding loans are subject to an annual administrative fee of \$10, which is deducted from their respective accounts each July, except for the first year of the loan.

Interest rates on outstanding participant loans at December 31, 2006 and 2005 range from approximately 4.5% to approximately 10.0%.

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INTERNATIONAL FLAVORS & FRAGRANCES INC.  
RETIREMENT INVESTMENT FUND PLAN  
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006 AND 2005

### NOTE 5 - RELATED PARTY TRANSACTIONS:

-----

The IFF Common Stock Fund invests in shares of the Company's stock. The fund is designed as a means for employees to participate in the potential long-term growth of the Company. Investments in the Company stock is a party in interest transaction.

Most Plan investments consist of units in investment funds managed by Vanguard. Vanguard is a party-in-interest as defined by ERISA.

In the opinion of the Plan administrator, fees paid during the year for services rendered by parties-in-interest were based on customary and reasonable rates for such services.

### NOTE 6 - TRANSFER OF ASSETS:

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Other asset transfers in 2006 include transfers of \$287,468 and \$41,291 from two affiliated plans.

### NOTE 7 - NET APPRECIATION/(DEPRECIATION) ON INVESTMENTS:

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The net appreciation/(depreciation) in the fair value of investments (including gains and losses on investments sold during the year) was as follows:

YEAR ENDED DECEMBER 31, 2006

|  | International<br>Flavors & Fragrances Inc.<br>Common Stock Fund | Mutual Fund   |
|--|---|---------------|
|  | -----   | -----         |
| IFF Common Stock Fund                    | \$ 3,046,909  | \$ -          |
| Vanguard Long-Term Investment Grade Fund |   | (271,188)     |
| Vanguard 500 Index Fund                  |   | 5,890,842     |
| Vanguared U.S. Growth Fund               |   | 149,117       |
| Vanguard International Growth Fund       |   | 1,689,959     |
| Vanguared Total Bond Market Index Fund   |   | (70,870)      |
| Vanguard Explorer Fund                   |   | (38,788)      |
| Vanguard PRIMECAP Fund                   |   | 496,210       |
| Vanguard Asset Allocation Fund           |   | 572,887       |
| Vanguard Mid-Cap Index Fund              |   | 1,102,798     |
| Vanguard Equity Income Fund              |   | 283,990       |
| Vanguard Target Retirement 2005 Fund     |   | 23,439        |
| Vanguard Target Retirement 2015 Fund     |   | 159,090       |
| Vanguard Target Retirement 2025 Fund     |   | 117,152       |
| Vanguard Target Retirement 2035 Fund     |   | 50,372        |
| Vanguard Target Retirement 2045 Fund     |   | 29,737        |
| Vanguard Target Retirement Income Fund   |   | (1,178)       |
|  | -----   | -----         |
|  | \$ 3,046,909  | \$ 10,183,569 |
|  | =====   | =====         |

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INTERNATIONAL FLAVORS & FRAGRANCES INC.  
RETIREMENT INVESTMENT FUND PLAN  
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2006 AND 2005

NOTE 7 - NET APPRECIATION/(DEPRECIATION) ON INVESTMENTS:

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YEAR ENDED DECEMBER 31, 2005

|  | International<br>Flavors & Fragrances Inc.<br>Common Stock Fund | Mutual Funds |
|--|---|--------------|
|  | -----   | -----        |
| IFF Common Stock Fund                    | \$ (2,252,746)  | \$ -         |
| Vanguard Long-Term Investment Grade Fund |   | (38,863)     |
| Vanguard 500 Index Fund                  |   | 1,372,812    |
| Vanguared U.S. Growth Fund               |   | 1,160,284    |
| Vanguard International Growth Fund       |   | 1,221,026    |
| Vanguared Total Bond Market Index Fund   |   | (184,347)    |

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|                                |                |             |
|--------------------------------|----------------|-------------|
| Vanguard Explorer Fund         |                | 18,208      |
| Vanguard PRIMECAP Fund         |                | 352,550     |
| Vanguard Asset Allocation Fund |                | 117,274     |
| Vanguard Mid-Cap Index Fund    |                | 934,189     |
| Vanguard Equity Income Fund    |                | (74,070)    |
|                                | -----          | -----       |
|                                | \$ (2,252,746) | \$4,879,063 |
|                                | =====          | =====       |

NOTE 8 - PLAN INVESTMENTS REPRESENTING 5% OR MORE OF THE PLAN'S NET ASSETS:

Investments at fair value that represent 5% or more of the Plan's net assets at December 31, 2006 and 2005 were as follows:

|                                       |            |
|---------------------------------------|------------|
|                                       | 2006       |
|                                       | ----       |
| Mutual Funds:                         |            |
| Vanguard Prime Money Market Fund      | \$37,564,0 |
| Vanguard 500 Index Fund               | 47,661,3   |
| Vanguard U.S. Growth Fund             | 10,462,9   |
| Vanguard Mid-Cap Index Fund           | 10,490,8   |
| Vanguard International Growth Fund    | 17,171,3   |
| Vanguard Total Bond Market Index Fund |            |

\* Fair value of funds did not represent 5% or more of Plan assets at December 31, 2006.

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SUPPLEMENTAL SCHEDULE  
INTERNATIONAL FLAVORS & FRAGRANCES INC.  
RETIREMENT INVESTMENT FUND PLAN  
EIN No. 13-1432060  
PLAN No. 001

SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)

DECEMBER 31, 2006

| (a)   | (b)   | (c)  | (d)   |
|---|---|------|-------|
| Identity of Issue, Borrower, Lessor, or Similar Party | Description of Investment, including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value | Cost | Cost  |
| -----   |   |      |       |
| * International Flavors & Fragrances Inc.             | Common stock  | \$   | 6,25  |
| * Vanguard Retirement Savings Trust                   | Common Collective Trust   |      | 5,94  |
| * Vanguard Long-Term Investment Grade Fund            | Mutual Fund   |      | 6,91  |
| * Vanguard Prime Money Market Fund                    | Mutual Fund   |      | 37,56 |
| * Vanguard 500 Index Fund                             | Mutual Fund   |      | 35,08 |
| * Vanguard U.S. Growth Fund                           | Mutual Fund   |      | 12,01 |

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|  |  |                    |
|--|--|--------------------|
| * Vanguard International Growth Fund     | Mutual Fund  | 13,55              |
| * Vanguard Total Bond Market Index Fund  | Mutual Fund  | 8,60               |
| * Vanguard Explorer Fund                 | Mutual Fund  | 6,38               |
| * Vanguard PRIMECAP Fund                 | Mutual Fund  | 7,86               |
| * Vanguard Asset Allocation Fund         | Mutual Fund  | 4,50               |
| * Vanguard Mid-Cap Index Fund            | Mutual Fund  | 7,90               |
| * Vanguard Equity Income Fund            | Mutual Fund  | 3,61               |
| * Vanguard Target Retirement 2005 Fund   | Mutual Fund  | 56                 |
| * Vanguard Target Retirement 2015 Fund   | Mutual Fund  | 4,44               |
| * Vanguard Target Retirement 2025 Fund   | Mutual Fund  | 1,68               |
| * Vanguard Target Retirement 2035 Fund   | Mutual Fund  | 88                 |
| * Vanguard Target Retirement 2045 Fund   | Mutual Fund  | 36                 |
| * Vanguard Target Retirement Income Fund | Mutual Fund  | 25                 |
| * Participant Loans                      | Varying maturity dates through<br>10/3/2016, interest ranging<br>from 4.5% to 10.0%, per annum | 3,84               |
|  |  | -----              |
|  | TOTAL INVESTMENTS  | \$ 168,25<br>===== |

\* Indicates party-in-interest to the Plan.

See independent auditors' report.

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SIGNATURES

The Plan. Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees (or other persons who administer the employee benefit plan) have duly caused this annual report to be signed on its behalf by the undersigned hereunto duly authorized.

International Flavors & Fragrances Inc.  
Retirement Investment Fund Plan

Date: June 29, 2007

By: /s/ Steven J. Heaslip  
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Steven J. Heaslip  
Chairman, Administrative Committee

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Exhibit 23.1

CONSENT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

We hereby consent to the incorporation by reference in the Registration Statement on Form S-8 (No. 33-54423) of our report dated June 28, 2007, relating to the financial statements and schedule of the International Flavors & Fragrances Inc. Retirement Investment Fund Plan appearing on this Form 11-K for the year ended December 31, 2006.

/s/ SMOLIN, LUPIN & CO., P.A.

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Fairfield, New Jersey  
June 28, 2007

Exhibit 23.2

CONSENT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

We hereby consent to the incorporation by reference in the Registration Statement on Form S-8 (No. 33-54423) of International Flavors & Fragrances Inc. of our report dated June 23, 2006 relating to the financial statements of the International Flavors & Fragrances Inc. Retirement Investment Fund Plan, which appears in this Form 11-K.

/s/ PricewaterhouseCoopers LLP

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New York, New York  
June 28, 2007



