Health and beauty spending surges despite cost-of-living pressures



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Spending on health and beauty products is booming despite cost-of-living pressures as UK consumers increasingly consider make-up and perfume to be as essential as groceries, figures suggest.

While rising living costs have seen consumers cutting back and retail sales as a whole up 0.1% year-on-year in August, spending on health and beauty was up 7.3% — significantly higher than non-essential spending overall, which was up 0.7%, according to <u>Barclays</u>.

A quarter of shoppers (23%) say they have been cutting back on buying clothing and accessories, with Barclays transaction data showing clothing was down 1.7% last month.

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of the retail sector, the UK's beauty spending highlights a growing emphasis on self-care

Karen Johnson, Barclays

But almost half of consumers (46%) say they consider health and beauty purchases as "essential" – a category which typically includes priority spending such as groceries and childcare.

The most resilient products over the past three years — those where consumers say they have either increased or not changed their spending — are pharmaceuticals (68%), hair care (66%), body care (62%) and fragrances (54%).

Those aged 18 to 27 have increased their spending on health and beauty by 17.5% over the past 12 months — more than double the rate of growth for those aged 44 to 59 at 6.5%, and triple the rate of 60 to 78-year-olds (4.7%).

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Karen Johnson, Barclays

But almost a third of consumers (32%) say they are turning to "dupes" – affordable copies of more expensive products.

<u>Fragrances</u> are the most sought-after health and beauty dupe, with 28% of those who buy cheaper copies admitting to spending on imitation scents.

Since January alone, the number of consumers watching "deinfluencing" videos to find out which products are not worth buying has climbed from 11% to 17%.

Karen Johnson, head of retail at Barclays, said: "Despite rising living costs and subdued growth across the rest of the retail sector, the UK's beauty spending highlights a growing emphasis on self-care.

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<u>Opinium</u> surveyed 2,000 UK adults between July 9-12 and again between August 6-9.