## Telehealth entrant Hims & Hers taps into Gen Z via Revolve, Urban Outfitters

Article





**The news: Hims & Hers** is teaming up with Gen Z- and millennial-focused online fashion retailer **Revolve** to bring its health and wellness products (e.g. sleep hair, and skincare supplements) to Revolve's website.

**How we got here:** This isn't the first time Hims & Hers has partnered with a major retailer—the Revolve partnership fits neatly into its broader customer acquisition strategy.





- Last year, Hims & Hers partnered with Target to get its wellness products into the retail giant's brick-and-mortar stores, shortly before it made its public debut in a \$1.6 billion SPAC deal.
- It's likely the fresh capital from its IPO helped Hims & Hers boost its marketing reach, because it didn't stop edging into retail locations: In June 2021, Hims & Hers joined forces with fashion retailer Urban Outfitters (UO) to bring its health products to UO's digital site.
- Now, Hims & Hers has access to a trove of consumers it likely wouldn't have been able to reach through its own marketing channels alone: For context, **Revolve has over 1.5 million** active users, most of wom are Gen Zers and millennials.

**The big takeaway:** Virtual care companies that aren't reaching Gen Zers and millennials are likely missing out on a massive audience who'd be receptive to their hyper-convenient healthcare services.

 More than 70% of Gen Zers and millennials say they prefer telehealth visits to in-person care due convenience alone, per HIMSS 2021 State of Healthcare Report.

Plus, Gen Z and millennial patients aren't as loyal as their older counterparts when it comes to sticking with one primary care physician, and virtual care plays a big role in retention for them:

- Many (44%) of younger patients say they're willing to jump to a different provider if their current one doesn't offer virtual care visits.
- That's good news for buzzy direct-to-consumer (D2C) telehealth companies like Ro and Hims & Hers.

What's next? We expect more D2C virtual care companies to pair up with retail giants to reach young consumers where they're already spending the most time: online.

D2C virtual care vendors beyond Hims & Hers are already leaning into the retail partnerships strategy:

- For example, in April, Hims & Hers' rival, Ro, partnered with **Walmart** to get its health and wellness supplements and digital services available on Walmart's website and in its-stores.
- Partnerships with the likes of Walmart could raise D2C digital health vendor's brand awareness and get their products and health services in the hands of more consumers than ever before: Walmart's subscription service Walmart+ grew to 9 million users in 2020, per a survey by Consumer Intelligence Research Partners.

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US Adults Who Would Consider Not Having a Primary Care Doctor If Telehealth\* Could Replace Most of Their Regular Medical Appointments, by Generation and Race/Ethnicity, Dec 2020

% of respondents in each group

| Generation  |                    |     |     |
|---|--------------------|-----|-----|
| Gen Z (1997-2002)/millennials (1981-1996)   |                    |     | 50% |
| Gen X (1965-1980)   |                    |     | 50% |
| Baby boomers (1946-1964)  | 24%                |     |     |
| Seniors 8%  |                    |     |     |
| Race/ethnicity  |                    |     |     |
| Hispanic  |                    |     | 52% |
| Black   |                    |     | 43% |
| Asian   |                    | 40  | %   |
| White   | 32                 | 2%  |     |
| Total   |                    | 35% |     |
| Note: ages 18+; *or virtual services<br>Source: The Harris Poll, "COVID-19 Wave ! | 55," March 15, 202 | 21  |     |

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