

Summary of Consolidated Financial Results
for the Third Quarter of the Fiscal Year Ending October 31, 2012
(Nine Months Ended July 31, 2012)

[Japanese GAAP]

Company name: LONGLIFE HOLDING Co., Ltd. Listing: Osaka Securities Exchange (JASDAQ)
 Stock code: 4355 URL: <http://longlife-holding.co.jp>
 Representative: Masakazu Endo, CEO
 Contact: Akiyasu Takimura, Managing Director and General Manager, Administration Division Tel: +81-(0) 6-6373-9191
 Scheduled date of filing of Quarterly Report: September 10, 2012
 Scheduled date of payment of dividend: -
 Preparation of supplementary materials for quarterly financial results: None
 Holding of quarterly financial results meeting: None

Note: The original disclosure in Japanese was released on September 7, 2012 at 15:30 (GMT +9).

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Nine Months Ended July 31, 2012 (Nov. 1, 2011 – Jul. 31, 2012)

(1) Consolidated results of operations (Percentages represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended Jul. 31, 2012	7,444	7.8	327	242.3	286	173.2	155	-
Nine months ended Jul. 31, 2011	6,904	15.0	95	(61.5)	104	(52.9)	(228)	-

Note: Comprehensive income (million yen) Nine months ended Jul. 31, 2012: 155 (n.a.)
 Nine months ended Jul. 31, 2011: (216) (n.a.)

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended Jul. 31, 2012	14.42	-
Nine months ended Jul. 31, 2011	(21.17)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Jul. 31, 2012	10,069	2,525	25.1	234.04
As of Oct. 31, 2011	9,697	2,402	24.8	222.69

Reference: Shareholders' equity (million yen) As of Jul. 31, 2012: 2,525 As of Oct. 31, 2011: 2,402

2. Dividends

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Oct. 31, 2011	-	0.00	-	2.50	2.50
Fiscal year ending Oct. 31, 2012	-	0.00	-	-	-
Fiscal year ending Oct. 31, 2012 (forecasts)	-	-	-	3.50	3.50

Note: Revisions to the most recently announced dividend forecast: None

3. Consolidated Forecast for the Fiscal Year Ending October 31, 2012 (Nov. 1, 2011 – Oct. 31, 2012)

(Percentages represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	10,500	11.2	400	97.7	380	89.8	140	-	12.98

Note: Revisions to the most recently announced consolidated forecast: None

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in scope of consolidation): Yes

Newly added: - Excluded: 1 (L Care Tohoku Co., Ltd.)

Note: Please refer to “2. Matters Related to Summary Information (Notes), (1) Changes in Significant Subsidiaries during the Period” on page 3 of the attachments for further information.

(2) Application of special accounting methods for presenting quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting-based estimates, and restatements

1) Changes in accounting policies due to revisions in accounting standards, others: Yes

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting-based estimates: Yes

4) Restatements: None

Note: Please refer to “2. Matters Related to Summary Information (Notes), (3) Changes in Accounting Policies and Accounting-based Estimates, and Restatements” on page 3 of the attachments for further information.

(4) Number of outstanding shares (common stock)

1) Number of shares outstanding at end of period (including shares of treasury stock)

As of Jul. 31, 2012:	11,190,400 shares	As of Oct. 31, 2011:	11,190,400 shares
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2) Number of shares of treasury stock at end of period

As of Jul. 31, 2012:	401,657 shares	As of Oct. 31, 2011:	401,657 shares
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3) Average number of shares outstanding during the period

Nine months ended Jul. 31, 2012:	10,788,743 shares	Nine months ended Jul. 31, 2011:	10,788,792 shares
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Indication of quarterly review procedure implementation status

The current quarterly financial statements are exempted from quarterly review procedures based on the Financial Instruments and Exchange Act. At the time of disclosure, the review procedures for these consolidated financial statements have not been completed.

Cautionary statement with respect to forecasts of future performance and special items

Note concerning forward-looking statements

Forecasts of future performance in these materials are based on assumptions judged to be valid and information available to the Company’s management at the time the materials were prepared. Actual results may differ significantly from these forecasts for a number of reasons. Please refer to “Qualitative Information Regarding Consolidated Forecast” on page 3 of the attachments for assumptions for forecasts and notes of caution for usage.

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1. Qualitative Information on Quarterly Consolidated Financial Performance

(1) Qualitative Information Regarding Consolidated Results of Operations

In the first nine months of the current fiscal year, there were signs of a slow recovery of the Japanese economy supported by demand created by reconstruction activities following the Great East Japan Earthquake. However, the European economy is lackluster because of the eurozone debt crisis and economic growth is slowing in China, India and other emerging countries. In addition, there is political instability, a limited supply of electricity, an extended period of deflation and a strong yen, and other problems in Japan. As a result, the economic picture remained uncertain.

In the nursing care services sector, the Japanese government has announced a proposed growth strategy that includes creating 50 trillion yen of demand and 2.84 million jobs in the medical care and nursing care sectors by 2020. This strategy is part of the Japan Revitalization Strategy, which is the government's growth strategy that received Cabinet approval on July 31, 2012 with the aim of responding to Japan's aging population and falling number of children as well as to globalization. This strategy increases the likelihood that new reforms will begin in the nursing care services sector.

In this environment, the LONGLIFE Group steadily increased sales in the in-home nursing care business as the number of customers increased and rigorously managed costs in the nursing home business. The result was consolidated net sales of 7,444 million yen, 7.8% higher than one year earlier. Operating income increased 242.3% to 327 million yen, ordinary income increased 173.2% to 286 million yen and net income was 155 million yen compared with a 228 million yen net loss in the same period of the previous fiscal year.

Business segment performance was as follows.

1) Nursing home business

Long Life Kurakuen Ashiya Annex was opened in July 2012. As a result, the nursing home business was operating 19 nursing homes with a total of 758 rooms for residents at the end of the third quarter of the current fiscal year.

Although the number of home sales was strong, sales decreased 7.0% to 2,963 million yen. But ordinary income was up 80.1% to 109 million yen due to a reduction in personnel expenses and a reexamination of advertising and other categories of expenses.

2) In-home nursing care business

In the in-home nursing care business, there were 127 services as of the end of the third quarter of the current fiscal year.

Existing locations focused on recruiting skilled workers and conducted extensive sales activities for home-visit long-term care services as well as for welfare services for persons with disabilities. The number of customers increased as a result and sales rose 12.7% to 4,136 million yen and ordinary income surged 679.5% to 66 million yen.

3) Food business

The food business mainly involves the preparation of meals which are served at our 30 nursing homes.

External sales increased because of heightened sales activities targeting companies outside the Group. Sales increased 87.2% to 87 million yen and ordinary loss was 0 million yen compared with ordinary income of 16 million yen one year earlier.

The name of this segment was changed from the food service business to the food business in the first quarter of the current fiscal year.

4) Nursing care equipment business

In this business segment, extensive support is provided by nursing care equipment specialists who have much expertise and skill in the nursing care field. The aim is to provide services that assist seniors in living on their own. A divestiture within the LONGLIFE Group that took place on November 1, 2011 resulted in the transfer of some business activities from the in-home nursing care business to the nursing care equipment business. Sales were 245 million yen (0 million yen one year earlier) and there was an ordinary income of 20 million yen compared with ordinary loss of 26 million yen one year earlier.

5) Others

This segment includes the investment business and dispensing pharmacy business. In the dispensing pharmacy business, the Company purchased all shares of Aoi Corporation (currently Long Life Pharmacy Co., Ltd.) stock on June 1, 2012 and includes in “Others” segment.

Sales were 11 million yen and there was an ordinary loss of 3 million yen (7 million yen one year earlier).

(2) Qualitative Information Regarding Consolidated Financial Position

Assets, liabilities and net assets

Total assets were 10,069 million yen at the end of the third quarter of the current fiscal year, 372 million yen more than at the end of the previous fiscal year.

Current assets decreased by 65 million yen to 3,190 million yen. This was primarily attributable to increases of 98 million yen in notes and accounts receivable-trade and 94 million yen in deposits paid, and a decrease of 226 million yen in cash and deposits.

Noncurrent assets increased by 438 million yen to 6,878 million yen. The primary causes were an increase of 530 million yen in property, plant and equipment, and decreases of 76 million yen in intangible assets and 14 million yen in investments and other assets.

Current liabilities increased by 175 million yen to 6,059 million yen. This was mainly caused by increases of 481 million yen in accounts payable-other and 241 million yen in short-term loans payable, and decreases of 471 million yen in current portion of long-term loans payable and 95 million yen in advances received.

Noncurrent liabilities increased by 75 million yen to 1,485 million yen mainly because of increases of 54 million yen in long-term loans payable and 24 million yen in lease obligations, and a decrease of 10 million yen in bonds payable.

Net assets increased by 122 million yen to 2,525 million yen, and the equity ratio improved from 24.8% at the end of the previous fiscal year to 25.1%.

(3) Qualitative Information Regarding Consolidated Forecast

There are no revisions to the consolidated forecast for the fiscal year ending October 31, 2012 that was announced on December 9, 2011.

2. Matters Related to Summary Information (Notes)

(1) Changes in Significant Subsidiaries during the Period

On May 1, 2012, the Company’s consolidated subsidiary L Care Tohoku Co., Ltd. was absorbed by another consolidated Company’s subsidiary Nihonbico Corporation, the surviving company, and dissolved. As a result, L Care Tohoku is excluded from the scope of consolidation.

Regarding changes in other than the specified subsidiaries, Aoi Corporation (currently Long Life Pharmacy Co., Ltd.) was included in the scope of consolidation due to the purchase of all shares of its stock by the Company on June 1, 2012.

(2) Application of Special Accounting Methods for Presenting Quarterly Consolidated Financial Statements

Not applicable.

(3) Changes in Accounting Policies and Accounting-based Estimates, and Restatements

Change in depreciation method of property, plant and equipment

Following tax law revisions, from the second quarter of the current fiscal year, the Group has changed its method of depreciation of property, plant and equipment acquired on or after April 1, 2012 in line with methods prescribed in the revised Corporate Tax Law. The effect of this change on the quarterly consolidated financial statements for the first nine months of the current fiscal year is insignificant.

3. Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	FY10/11 (As of Oct. 31, 2011)	Third quarter of FY10/12 (As of Jul. 31, 2012)
Assets		
Current assets		
Cash and deposits	923,411	696,985
Notes and accounts receivable-trade	1,180,251	1,278,758
Inventories	26,988	21,109
Deferred tax assets	47,696	30,818
Deposits paid	890,616	984,648
Other	190,364	181,704
Allowance for doubtful accounts	(3,127)	(3,438)
Total current assets	3,256,201	3,190,586
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	4,758,748	5,303,807
Accumulated depreciation	(1,769,250)	(1,901,373)
Buildings and structures, net	2,989,498	3,402,434
Vehicles	11,581	7,011
Accumulated depreciation	(11,329)	(6,891)
Vehicles, net	251	119
Tools, furniture and fixtures	325,575	350,398
Accumulated depreciation	(260,518)	(277,244)
Tools, furniture and fixtures, net	65,057	73,154
Land	2,355,086	2,367,014
Lease assets	159,043	228,558
Accumulated depreciation	(22,825)	(54,012)
Lease assets, net	136,218	174,545
Construction in progress	51,795	110,770
Total property, plant and equipment	5,597,907	6,128,038
Intangible assets		
Goodwill	199,905	117,434
Other	26,821	32,448
Total intangible assets	226,726	149,883
Investments and other assets		
Investment securities	50,096	48,837
Stocks of subsidiaries and affiliates	3,450	3,450
Guarantee deposits	395,005	402,181
Long-term prepaid expenses	78,339	73,300
Claims provable in bankruptcy, claims provable in rehabilitation and other	1,322	200
Other	88,676	73,205
Allowance for doubtful accounts	(1,222)	(100)
Total investments and other assets	615,668	601,074
Total noncurrent assets	6,440,302	6,878,997
Deferred assets		
Bond issuance cost	532	232
Total deferred assets	532	232
Total assets	9,697,036	10,069,816

(Thousands of yen)

	FY10/11 (As of Oct. 31, 2011)	Third quarter of FY10/12 (As of Jul. 31, 2012)
Liabilities		
Current liabilities		
Accounts payable-trade	91,415	80,164
Short-term loans payable	714,244	955,955
Current portion of bonds	20,000	20,000
Current portion of long-term loans payable	969,956	498,032
Lease obligations	35,020	47,930
Accounts payable-other	158,875	639,951
Accrued expenses	462,371	466,475
Income taxes payable	28,574	74,565
Advances received	3,200,385	3,104,805
Provision for bonuses	107,801	83,073
Allowance for cancellation of contract	8,599	5,307
Other	86,772	82,876
Total current liabilities	5,884,014	6,059,136
Noncurrent liabilities		
Bonds payable	10,000	-
Long-term loans payable	1,099,466	1,153,474
Lease obligations	112,644	137,504
Deferred tax liabilities	53,126	46,798
Provision for retirement benefits	38,484	39,324
Deferred revenue of home nursing care apart from general revenue	12,960	12,150
Asset retirement obligations	69,102	75,486
Other	14,727	20,937
Total noncurrent liabilities	1,410,512	1,485,675
Total liabilities	7,294,527	7,544,812
Net assets		
Shareholders' equity		
Capital stock	100,000	100,000
Retained earnings	2,349,188	2,471,448
Treasury stock	(62,440)	(62,440)
Total shareholders' equity	2,386,747	2,509,007
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	15,762	15,996
Total accumulated other comprehensive income	15,762	15,996
Total net assets	2,402,509	2,525,003
Total liabilities and net assets	9,697,036	10,069,816

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income
(For the Nine-month Period)

(Thousands of yen)

	First nine months of FY10/11 (Nov. 1, 2010 – Jul. 31, 2011)	First nine months of FY10/12 (Nov. 1, 2011 – Jul. 31, 2012)
Net sales	6,904,476	7,444,245
Cost of sales	5,540,733	5,878,084
Gross profit	1,363,742	1,566,161
Selling, general and administrative expenses	1,268,161	1,238,997
Operating income	95,580	327,163
Non-operating income		
Interest income	455	158
Dividends income	1,554	1,612
Contribution for tenants received	7,070	7,475
Revenue of facility usage charge	856	890
Insurance premiums refunded cancellation	28,622	-
Subsidy income	12,869	4,274
Contribution in income	210	3,000
Other	6,531	7,964
Total non-operating income	58,172	25,375
Non-operating expenses		
Interest expenses	43,104	42,598
Equity in losses of affiliates	-	19,718
Other	5,718	3,584
Total non-operating expenses	48,822	65,901
Ordinary income	104,930	286,637
Extraordinary income		
Gain on sales of noncurrent assets	431	51
Reversal of provision for loss on litigation	45,995	-
Reversal of provision for bonuses	2,146	-
Gain on negative goodwill	-	1,983
Total extraordinary income	48,573	2,034
Extraordinary loss		
Loss on retirement of noncurrent assets	16,546	6,520
Impairment loss	185,595	-
Loss on cancellation of leasehold contracts	898	1,138
Loss on cancellation of lease contracts	-	2,449
Loss on litigation	-	2,328
Loss on adjustment for changes of accounting standard for asset retirement obligations	21,936	-
Loss on prior periods adjustment	25,073	-
Total extraordinary losses	250,050	12,437
Income (loss) before income taxes and minority interests	(96,546)	276,234
Income taxes-current	50,065	108,082
Income taxes-deferred	81,833	12,541
Total income taxes	131,898	120,623
Income (loss) before minority interests	(228,445)	155,611
Net income (loss)	(228,445)	155,611

Quarterly Consolidated Statements of Comprehensive Income
(For the Nine-month Period)

(Thousands of yen)

	First nine months of FY10/11 (Nov. 1, 2010 – Jul. 31, 2011)	First nine months of FY10/12 (Nov. 1, 2011 – Jul. 31, 2012)
Income (loss) before minority interests	(228,445)	155,611
Other comprehensive income		
Valuation difference on available-for-sale securities	12,348	234
Total other comprehensive income	12,348	234
Comprehensive income	(216,096)	155,845
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(216,096)	155,845
Comprehensive income attributable to minority interests	-	-

(3) Going Concern Assumption

Not applicable.

(4) Segment and Other Information

I. First nine months of FY10/11 (Nov. 1, 2010 – Jul. 31, 2011)

1. Information related to sales and profit (or loss) for each reportable segment

(Thousands of yen)

	Reportable segment					Others (note)	Total
	Nursing home	In-home nursing care	Food service	Nursing care equipment	Subtotal		
Sales							
External sales	3,186,498	3,670,520	46,896	560	6,904,476	-	6,904,476
Inter-segment sales or transfers	-	20,214	432,487	23,002	475,705	-	475,705
Total	3,186,498	3,690,735	479,384	23,563	7,380,181	-	7,380,181
Segment profit (loss)	60,941	8,471	16,598	(26,927)	59,083	(7,850)	51,233

Note: "Others" business segment is not included in any of the reportable segments and includes investment business.

2. Reconciliation of reported quarterly consolidated statements of income with total profit (or loss) for reportable segments

Reconciliation items (Thousands of yen)

Profit	Amount
Total for reportable segments	59,083
Profits attributable to "Others"	(7,850)
Adjustments on unrealized profits	114
Amortization of goodwill	(12,754)
Other	(64)
Corporate expenses, etc. (note)	66,402
Ordinary income on the quarterly consolidated statements of income	104,930

Notes: 1. Corporate expenses include costs of the Company for administration of the group companies, and corporate revenue represents consulting fee income from the group companies to the Company.

2. "Other" is the write-down of depreciable assets resulting from revisions of book values based on the fair valuations of these assets.

3. Information related to impairment losses on noncurrent assets, goodwill, etc. for each reportable segment

There are no significant items or changes during the third quarter.

II. First nine months of FY10/12 (Nov. 1, 2011 – Jul. 31, 2012)

1. Information related to sales and profit (or loss) for each reportable segment

(Thousands of yen)

	Reportable segment					Others (note)	Total
	Nursing home	In-home nursing care	Food	Nursing care equipment	Subtotal		
Sales							
External sales	2,963,577	4,136,307	87,796	245,103	7,432,784	11,460	7,444,245
Inter-segment sales or transfers	349	5,652	362,835	25,132	393,969	-	393,969
Total	2,963,927	4,141,959	450,631	270,235	7,826,754	11,460	7,838,214
Segment profit (loss)	109,747	66,037	(173)	20,958	196,569	(3,503)	193,065

Notes: 1. "Others" business segment is not included in any of the reportable segments and includes investment business and dispensing pharmacy business.

2. The name of the food service business was changed to the food business in the first quarter.

2. Reconciliation of reported quarterly consolidated statements of income with total profit (or loss) for reportable segments

Reconciliation items (Thousands of yen)

Profit	Amount
Total for reportable segments	196,569
Profits attributable to "Others"	(3,503)
Adjustments on unrealized profits	114
Amortization of goodwill	(19,132)
Equity in losses of affiliates	(19,718)
Corporate revenue/expenses (note 1)	132,405
Other (note 2)	(97)
Ordinary income on the quarterly consolidated statements of income	286,637

Notes: 1. Corporate revenue/expenses represent consulting fee income from the group companies to the Company and costs of the Company for administration of the group companies.

2. "Other" is the write-down of depreciable assets resulting from revisions of book values based on the fair valuations of these assets.

3. Information related to impairment losses on noncurrent assets, goodwill, etc. for each reportable segment

Significant gain on negative goodwill

Gains on negative goodwill of 1,983 thousand yen was booked in the dispensing pharmacy business which is included in "Others" business segment. This was due to the purchase of all shares of Aoi Corporation (currently Long Life Pharmacy Co., Ltd.) stock by the Company on June 1, 2012.

(5) Significant Changes in Shareholders' Equity

Not applicable.

This summary report is solely a translation of "Kessan Tanshin" (in Japanese, including attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.