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**WEBMEDX ACQUIRES TRANSHEALTH, PRESIDENT AND OPERATIONS
CENTER LOCATING IN NASHVILLE**

*Leading Health Information Management Company Attracted by Nashville Region's
Health Care Presence*

NASHVILLE, Tenn. -- Atlanta-based medical transcription provider Webmedx announced today that it has acquired Brentwood-based TransHealth. The acquisition establishes the Webmedx national operations center in Nashville, with President Jay Cannon working out of the Nashville office.

With the acquisition, Webmedx will now employ close to 800 people nationwide, including an initial Nashville employee base of 25 employees, a number that is expected to double over the next year. TransHealth founder Joseph Storey will become executive vice president of Webmedx, according to CEO Sean Carroll.

“One of the great things about this partnership is that both companies have shared a similar approach to doing business,” said Storey, who noted that TransHealth traditionally has focused on small to mid-sized community hospitals, while Webmedx has served larger regional facilities. “Both of our companies are dedicated to very high levels of customer service, we’re highly integrated with our customers from a technology standpoint, and we’re committed to running our operations domestically. In an industry that demands efficiency and ever-greater levels of technology integration, we’ve remained committed to high-quality and personal relationships, and that is a value proposition many other companies can’t match.”

Cannon said his company worked closely with the Nashville Area Chamber of Commerce when considering the decision to locate the national operations center here. “Given the fact that Nashville really is a national center for health care, it’s of great strategic value for our national operations center and many of the tactical functions of our company to be located here,” he said. “The added bonus for us as an employer is that there is a large pool of people in this area with experience in health care who understand our business.”

All TransHealth employees will remain with the company, and Webmedx will operate out of TransHealth’s existing office space in Brentwood. Cannon said the company is evaluating opportunities to expand the space.

Webmedx's equity partner in the acquisition was Ferrer, Freeman and Company, an investment firm that invests exclusively in health care companies, including Nashville-based Ardent Health Services.

"It's gratifying to see another national health care company decide that Nashville is the place to be," said Janet Miller, Nashville Area Chamber of Commerce chief economic development & marketing officer. "Perhaps the most important thing from the region's standpoint is that the health care companies here represent such diverse parts of the industry. Medical transcription is a field that is booming, thanks in large part to technology, and having a company as respected as Webmedx running its national operations here is a tremendous asset to the region."

Webmedx provides transcription services to hospitals, clinics and surgery centers, converting physicians' voice dictations to text, providing an accurate documentation of doctor-patient encounters that yields benefits in research, treatment, record-keeping and billing.

Cannon remains in Nashville, where he most recently served as executive vice president at Spheris (a company he co-founded in 1998) before joining Webmedx earlier this year. He is responsible for managing Webmedx's day-to-day operations, developing and improving the company's distribution strategies, cultivating products and services to meet the needs of new and emerging markets, and preparing the company for continued growth. In addition, He currently serves as the president of the Medical Transcription Industry Association.

TransHealth was the second start-up transcription venture for Storey. The first grew into a successful enterprise and was sold to MedQuist in 1997; TransHealth was launched in April 1999.

About Webmedx

Founded in 1996, Webmedx, Inc., is a premier supplier in the field of medical transcription outsourcing for hospitals and clinics nationally. The company designs and implements customer-centric documentation solutions using the most skilled domestic workforce in the industry and its own enterprise-class, web-native document and content management technology platform, Webmedx Enterprise™, to deliver the highest-quality clinical documentation possible for patient care and safety.

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