

FOR IMMEDIATE RELEASE

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(BW) (TRANSCEND SERVICES, INC.) (TRCR)

TRANSCEND UPGRADES TO THE NASDAQ GLOBAL MARKET

Atlanta, Georgia. TRANSCEND SERVICES, INC. (NASDAQ: TRCR), a leading medical transcription services provider, announced today that The NASDAQ Stock Market has approved the Company's application to list its securities on the NASDAQ Global Market, effective with the opening of business on September 19, 2007. The Company's securities currently trade on the NASDAQ Capital Market and will continue to trade under the symbol "TRCR" after the move.

"We are delighted to have met the requirements to be upgraded to the NASDAQ Global Market," said Larry Gerdes, CEO. "This is an important milestone in our growth because we believe it provides enhanced visibility for the Company, potentially broadening our shareholder base. This is a gratifying achievement and the credit goes to all of our employees for solid execution of our business plan."

One benefit to the Company from this change is inclusion in the NASDAQ Global Market Composite Index. This permits certain institutional investors to take positions in Transcend who otherwise may have been prohibited by their charters from doing so.

About Transcend Services, Inc.

Transcend believes that accurate, reliable and timely transcription creates the foundation for the patient medical record. To this end, the Company has created Internet-based, speech-recognition enabled, voice-to-text systems that allow its skilled medical language specialists to securely and quickly produce the highest quality medical documents. The Company's wide range of transcription and editing services encompass everything needed to securely receive, type, edit, format and distribute electronic copies of physician-dictated medical documents, from overflow projects to complete transcription outsourcing. For more information, visit <http://www.transcendservices.com>.

This press release contains forward-looking statements that involve a number of risks and uncertainties. Among the important factors that could cause actual results to differ materially from those indicated by such forward-looking statements are competitive pressures, changes in pricing policies, delays in contract start dates, lower-than-expected demand for Transcend's solutions, business conditions in the integrated healthcare delivery network market, general economic conditions and the risk factors detailed from time to time in Transcend's periodic reports and registration statements filed with the Securities and Exchange Commission.