



Corporate Headquarters
1000 Bishops Gate Blvd., Suite 300
Mount Laurel, NJ 08054-4632

FOR IMMEDIATE RELEASE

For more information, call:

Kathleen Lang

Marketing Communications

856-206-4725

klang@medquist.com

MedQuist Signs Remote Coding Agreement with Catholic Healthcare West

Mount Laurel, NJ, July 19, 2007 – MedQuist Inc. (Pink Sheets: MEDQ.PK) announces that Catholic Healthcare West (CHW), the eighth largest hospital system in the nation, recently signed an agreement authorizing the company to supply CHW with remote medical records coding services and MedQuist's CodeRunner™ application service provider technology.

The agreement positions CHW to take advantage of CodeRunner's workflow management and processing solution to share coding resources among multiple facilities, with the potential for better staff utilization and load balancing, and improving coding delivery to shrink the revenue cycle.

Gloryanne Bryant, BS, RHIA, RHIT, CCS, CHW corporate director, Coding HIM Compliance, states, "CHW is committed to providing our patients with excellent care in a safe environment, and we are pleased to have MedQuist join CHW as one of our remote coding vendors to help us achieve our mission."

In addition to enabling the sharing of internal coding resources, CodeRunner allows customers to leverage MedQuist remote coding services, send their employed coders home to work and incorporate other third-party coding providers for coding services, while retaining management control and transparency over the coding workflow across the entire enterprise.

MedQuist previously secured an agreement with CHW for its SpeechQ for Radiology™ speech recognition system. According to Scott Bennett, MedQuist senior vice president of Sales and Marketing, "CHW is among our largest customers, currently utilizing our dictation, speech recognition and transcription technologies and services. We are gratified that they have chosen to expand their use of our solutions to assist them in meeting their coding needs."

About CHW

Catholic Healthcare West (CHW) is the eighth largest hospital system in the nation and the largest not-for-profit hospital provider in the West. Founded in 1986, the CHW network of more than 8,500 physicians and approximately 50,000 employees serves a population spanning 22 million people at 42 hospitals across California, Arizona, and Nevada. CHW is committed to delivering compassionate, high-quality, affordable healthcare services with special attention to the poor and underserved. In 2006, CHW provided \$803 million in charity care, community benefits, and unreimbursed patient care.

About MedQuist

MedQuist is a leading provider of clinical documentation workflow solutions in support of the electronic health record. MedQuist provides electronic medical transcription, health information and document management products and services, including digital dictation, speech recognition, Web-based transcription, electronic signature, medical coding, mobile dictation devices, and outsourcing services.

"Safe Harbor" Statement under the U.S. Private Securities Litigation Reform Act of 1995: Statements in this press release regarding MedQuist's business that are not historical facts are "forward-looking statements" that involve risks and uncertainties, including without limitation the risk that CodeRunner does not perform as designed. Actual outcomes and results may differ materially from what is expressed or forecasted in forward-looking statements. As a result, forward-looking statements speak only as of the date they were made, and the Company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

###