

LETTER OF TRANSMITTAL

For Certificate(s) Formerly Representing Common Stock, par value \$0.01 (the "Common Stock"), of Integrated Electrical Services, Inc. ("IES" or the "Company") Surrendered Pursuant to the Joint Plan of Reorganization of

**Integrated Electrical Services, Inc.
and Certain Subsidiaries**

Under Chapter 11 of the United States Bankruptcy Code

The Distribution Agent is:



By Mail or Overnight Courier:

By Hand:

American Stock Transfer & Trust Company
Operations Center
Attn: Reorganization Department
6201 15th Avenue
Brooklyn, NY 11219

American Stock Transfer & Trust Company
Attn: Reorganization Department
59 Maiden Lane
Concourse Level
New York, NY 10038

For assistance call (877) 248-6417 or (718) 921-8317

DELIVERY OF THIS LETTER OF TRANSMITTAL TO AN ADDRESS OTHER THAN AS SET FORTH ABOVE WILL NOT CONSTITUTE A VALID SURRENDER

For registered holders ("Registered Holders") of Common Stock to receive the Distribution (as defined herein) to which they are entitled under the Plan (as defined herein), the certificate(s) (the "Certificate(s)") formerly representing the Common Stock must be properly surrendered by sending such Certificate(s), together with this Letter of Transmittal, properly completed and duly executed, to the Disbursing Agent such that they are received by the Disbursing Agent at its address set forth above **no later than May 12, 2008 (the "Expiration Date")**. **IF YOU FAIL TO MAKE AN EFFECTIVE SURRENDER OF ALL CERTIFICATE(S) BENEFICIALLY OWNED BY A REGISTERED HOLDER BY THE EXPIRATION DATE, YOUR CLAIM FOR A DISTRIBUTION PURSUANT TO THE PLAN WILL BE DISCHARGED AND YOU SHALL BE FOREVER BARRED FROM ASSERTING ANY CLAIM AGAINST THE COMPANY OR ITS PROPERTY.**

If your Certificate(s) have been mutilated, lost, destroyed or stolen, please check this box.

Please note that it is necessary to combine the Common Stock represented by your Certificates for purposes of determining the Distribution you are entitled to receive under the Plan. Therefore, you will not receive separate distributions for each of the certificates surrendered.

Name(s) and Address of Registered Holder(s)

If there is any error in the name or address shown below, please make the necessary corrections

DESCRIPTION OF SHARES SURRENDERED

Certificate No(s)	Number of Shares
TOTAL SHARES	

**THE INSTRUCTIONS CONTAINED HEREIN SHOULD BE READ CAREFULLY
BEFORE THIS LETTER OF TRANSMITTAL IS COMPLETED.**

To Registered Holder of Common Stock:

On May 12, 2006, the United States Bankruptcy Court for the Northern District of Texas, Dallas Division (the "Bankruptcy Court") issued an order confirming the Second Amended Joint Plan of Reorganization (the "Plan"), dated as of March 17, 2006, of Integrated Electrical Services, Inc. and certain of its subsidiaries (collectively, the "Debtors"). The Effective Date of the Plan occurred on May 12, 2006. For a more detailed description of the Plan, see the Company's Current Report on Form 8-K, filed with the Securities and Exchange Commission on May 12, 2006. For a copy of the Plan and related documents and information, see the Debtors' website in connection with the chapter 11 proceedings at www.ies-co.com. All capitalized terms used but not otherwise defined herein have the respective meanings ascribed thereto in the Plan. The terms and conditions of the Plan are incorporated herein by reference and are deemed to form part of the terms and conditions of this Letter of Transmittal. The following description of the recovery due to Registered Holders is qualified in its entirety by reference to the Plan.

Each holder of at least nine (9) shares of Common Stock (a "Stockholder") shall receive a pro rata distribution of the New IES Common Stock to which such holder is entitled under Section 3.03(h) of the Plan. Holders of fewer than 9 shares of Common Stock will receive no Distribution under the Plan in exchange for their shares of Common Stock and, upon consummation of the Plan, will have the interest represented by their shares of Common Stock cancelled and reduced to zero. Each Registered Holder of Common Stock entitled to receive a Distribution pursuant to the Plan, upon proper surrender of such Registered Holder's Certificate(s) representing Common Stock, together with this Letter of Transmittal, properly completed and duly executed in full satisfaction, release and discharge of such interests, shall be issued the shares of New IES Common Stock (the "Distribution") to which such holder is entitled under Section 3.03(h) of the Plan. See Section 3.03(h) of the Plan for a complete description of the Distribution.

The Plan requires that Registered Holders of Common Stock surrender their Certificate(s) pursuant to this Letter of Transmittal as a condition to the receipt of the Distribution to which such holders are entitled under the Plan.

**NOTE: SIGNATURES MUST BE PROVIDED BELOW.
PLEASE READ CAREFULLY THE INSTRUCTIONS SET FORTH IN THIS
LETTER OF TRANSMITTAL.**

Upon the terms and subject to the conditions of the Plan, the undersigned hereby surrenders to the Disbursing Agent, as agent for the Company, the Certificate(s) listed above formerly representing outstanding Common Stock, which was cancelled on the Effective Date pursuant to the Plan.

The undersigned hereby represents and warrants that the undersigned (i) has read and agreed to the terms and conditions contained in this Letter of Transmittal and (ii) has full power and authority to surrender the Certificate(s) listed above, free and clear of all liens, restrictions, charges and encumbrances and to direct the manner in which distributions are to be made with respect to the Common Stock formerly represented by such Certificate(s). The undersigned, upon request, will execute and deliver any additional documents deemed by the Disbursing Agent or the Company to be necessary or desirable in connection with the surrender of the Certificate(s). The undersigned hereby acknowledges that delivery of the Certificate(s) will be made, and risk of loss and title to such Certificate(s) will pass, only upon receipt thereof by the Disbursing Agent.

The undersigned hereby irrevocably constitutes and appoints American Stock Transfer & Trust Company, in its capacity as Disbursing Agent, the true and lawful attorney-in-fact of the undersigned with respect to the Common Stock held by the undersigned, with full power of substitution, to cancel the Certificate(s) surrendered herewith. This power of attorney shall be deemed to be an irrevocable power coupled with an interest.

All authority conferred or agreed to be conferred by this Letter of Transmittal shall not be affected by, and shall survive, the death or incapacity of the undersigned, and any obligation of the undersigned hereunder shall be binding upon the successors, assigns, heirs, executors, administrators, trustees in bankruptcy and personal and legal representatives of the undersigned. The surrender of Certificate(s) hereby is irrevocable.

The undersigned understands that the surrender of the Certificate(s) will not be deemed to have occurred unless and until the Disbursing Agent has received the Certificate(s) and this Letter of Transmittal, properly completed and duly executed, together with all accompanying evidence of authority in form satisfactory to the Company (which may delegate such power in whole or in part to the Disbursing Agent). All questions as to the validity, form and eligibility of any surrender of Certificate(s) hereunder will be determined by the Company, which determination shall be final and binding on all parties.

Unless otherwise indicated under "Special Delivery Instructions," please mail the Distribution to the undersigned at the address of record shown above.

**TO BE COMPLETED BY ALL SURRENDERING REGISTERED HOLDERS
(See Instructions 2 and 4)**

PLEASE SIGN HERE

Signature(s) of Registered Holder(s)

Date: _____

(Must be signed by the Registered Holder(s) exactly as name(s) appear(s) on Certificate(s) for the Common Stock transmitted herewith. If signature is by a trustee, executor, administrator, guardian, attorney-in-fact, officer of a corporation or other person acting in a fiduciary or representative capacity, please provide the following information and see Instruction 2.)

Name(s): _____

(Please Print)

Capacity (full title): _____

Address: _____

Area Code and Telephone No.: _____

Taxpayer Identification Number or Social Security Number: _____
(See Instruction 8)

**GUARANTEE OF SIGNATURE(S)
(See Instruction 2)**

Authorized Signature: _____

Name: _____

(Please Type or Print)

Title: _____

Name of Firm: _____

Address: _____
(Include Zip Code)

Area Code and Telephone Number: _____

Date: _____

SPECIAL DELIVERY INSTRUCTIONS
(Signature Guarantee Required—See Instructions 2 and 5)

TO BE COMPLETED ONLY if the Distribution is to be sent to someone other than the Registered Holder(s) of the Common Stock whose signature(s) appear(s) above, or to such Registered Holder at an address other than that shown above.

Deliver the Distribution to:

Name (please print): _____

Address (including zip code): _____

INSTRUCTIONS

Forming Part of the Terms and Conditions of the Plan

1. Delivery of Letter of Transmittal and Certificate(s). In accordance with the instructions set forth herein, in order for you to receive the Distribution to which you are entitled under the Plan, you must properly surrender your Certificate(s) by sending such Certificate(s), together with this Letter of Transmittal (or a photocopy hereof), properly completed and duly executed, with any required medallion signature guarantees and any other documents required by this Letter of Transmittal, to the Disbursing Agent at its address set forth herein such that they are received no later than the Expiration Date. **If you hold your Common Stock in “book entry” form, you must execute and submit this Letter of Transmittal in order to receive your Distribution. For Common Stock held in “book entry” form, please so indicate in the “Description of Shares Surrendered” box by writing “book entry” in the “Certificate Number” column.**

IF YOU FAIL TO MAKE AN EFFECTIVE SURRENDER OF CERTIFICATE(S) BY THE EXPIRATION DATE, YOUR CLAIM FOR A DISTRIBUTION PURSUANT TO THE PLAN WILL BE DISCHARGED AND YOU SHALL BE FOREVER BARRED FROM ASSERTING ANY CLAIM AGAINST THE DEBTORS OR THEIR PROPERTY.

The method of delivery of Certificate(s), this Letter of Transmittal and all other required documents is at the option and sole risk of the surrendering Registered Holder, and the delivery will be deemed made only when actually received by the Disbursing Agent. If delivery is by mail, registered mail with return receipt requested, properly insured or overnight delivery service is recommended. In all cases, sufficient time should be allowed to ensure timely delivery. This Letter of Transmittal and Common Stock should be sent only to the Disbursing Agent, not to the Company, any of the other Debtors or The Depository Trust Company.

2. Guarantee of Signatures. No medallion signature guarantee on this Letter of Transmittal is required if (i) this Letter of Transmittal is signed by the Registered Holder(s) of the Certificate(s) surrendered herewith, unless such Registered Holder(s) has completed the box entitled “Special Delivery Instructions” herein or (ii) such Certificate(s) are surrendered for the account of a financial institution that is an eligible guarantor institution (*e.g.*, commercial banks, savings and loan associations and brokerage houses with membership in an approved medallion signature program) pursuant to Rule 17Ad-15 under the Securities Exchange Act of 1934 (collectively, “Eligible Institutions”). In all other cases, all signatures on this Letter of Transmittal must be medallion guaranteed by an Eligible Institution.

3. Inadequate Space. If the space provided in the box captioned “Description of Surrendered Certificate(s)” is inadequate, the Certificate number(s) and/or the number of shares and any other required information should be listed on a separate, signed schedule, which is attached to this Letter of Transmittal.

4. Signatures on Letter of Transmittal, Assignments and Endorsements. If this Letter of Transmittal is signed by the Registered Holder(s) of the Common Stock formerly represented by the Certificate(s) being surrendered, the signature(s) must correspond with the name(s) as written on the face of the Certificate(s) without alteration, enlargement or any change whatsoever.

If any of the Certificate(s) being surrendered hereby are held of record by two or more joint owners, all such owners must sign this Letter of Transmittal.

If any of the Common Stock Certificates being surrendered hereby are registered in different names on several Certificates, it will be necessary to complete, sign and submit as many separate Letters of Transmittal as there are different registrations of Certificates.

If this Letter of Transmittal or any Certificate(s) are signed by a trustee, executor, administrator, guardian, attorney-in-fact, officer of a corporation or other person acting in a fiduciary or representative capacity, such person should so indicate when signing, and proper evidence satisfactory to the Company of the authority of such person so to act must be submitted.

5. **Special Delivery Instructions.** If the Distribution is to be sent to someone other than the individual or entity executing this Letter of Transmittal or to an address other than that shown above, the appropriate box on this Letter of Transmittal should be completed.

6. **Irregularities.** The Company will determine, in its sole discretion, all questions as to the form of documents, validity, eligibility (including time of receipt) and acceptance for exchange of any Common Stock, which determination shall be final and binding on all parties. The Company reserves the absolute right to reject any and all surrenders determined by it not to be in proper form. The Company also reserves the absolute right, subject to applicable law, to waive any conditions or irregularity in any submission of Common Stock of any particular Registered Holder whether or not similar conditions or irregularities are waived in the case of other Registered Holders. The Company's interpretation of the terms and conditions of the Plan (including this Letter of Transmittal and the instructions hereto) will be final and binding. No surrender of Common Stock will be deemed to have been validly made until all irregularities with respect to such surrender have been cured or waived. The Disbursing Agent, any affiliates or assigns of the Disbursing Agent, or any other person shall not be under any duty to give notification of any irregularities in any surrender of Common Stock or incur any liability for failure to give such notification. Any and all Letters of Transmittal or facsimiles (including any other required documents) not in proper form are subject to rejection.

7. **Questions, Requests for Assistance and Additional Copies.** Questions and requests for assistance may be directed to the Disbursing Agent at its address and telephone number set forth on the front of this Letter of Transmittal. Additional copies of the Letter of Transmittal may be obtained from the Disbursing Agent at the address and telephone number set forth on the front of this Letter of Transmittal. Copies of the Plan may be obtained from IES at 1800 West Loop South, Suite 500, Houston, Texas 77027, Telephone: (713) 860-1500, or on the Debtors' website www.ies-co.com.

8. **Mutilated, Lost, Destroyed or Stolen Certificates.** If any Certificate(s) representing Common Stock have been mutilated, lost, destroyed or stolen, the Registered Holder should promptly notify the Disbursing Agent in writing at its address set forth herein. The Registered Holder will then be instructed as to the steps that must be taken in order to replace the Certificate(s). This Letter of Transmittal and related documents cannot be processed until the procedures for replacing lost, destroyed or stolen Certificate(s) have been followed.