

PROSPECTUS SUPPLEMENT DATED AUGUST 14, 1998 TO PROSPECTUS DATED APRIL 30, 1998

Integrated Electrical Services, Inc. reported operating results for the nine and three months ended June 30, 1998 as follows:

INTEGRATED ELECTRICAL SERVICES, INC.
SUMMARY RESULTS OF OPERATIONS
(Dollars in Thousands, Except Per Share Amounts)
(Unaudited)

	Nine Months Ended June 30,		Three Months Ended June 30,	
	1997	1998	1997	1998
	----- (Pro Forma)		----- (Pro Forma)	
Revenue	\$ 250,296	\$ 303,077	\$ 87,258	\$ 115,287
Gross profit	51,408	64,948	17,719	23,993
Operating income	20,673	27,851	7,781	10,700
Income before taxes	20,332	27,915	7,529	10,872
Net income	\$ 11,459	\$ 16,063	\$ 4,345	\$ 6,381
Basic earnings per share	\$.45	\$.62	\$.17	\$.24
Diluted earnings per share	\$.45	\$.61	\$.17	\$.24
Shares used in the computation of earnings per share -				
Basic	25,555,336	25,859,032	25,555,336	26,475,914
Diluted	25,675,336	26,216,281	25,675,336	27,151,005

INTEGRATED ELECTRICAL SERVICES, INC.
CONSOLIDATED SUMMARY RESULTS OF OPERATIONS
(Dollars in Thousands, Except Per Share Amounts)
(Unaudited)

	Nine Months Ended June 30,		Three Months Ended June 30,	
	1997	1998	1997	1998
	-----		-----	
Revenue	\$ 79,847	\$ 219,620	\$ 30,746	\$ 115,287
Gross profit	14,658	46,200	5,622	23,993
Non-cash non-recurring compensation charge in connection with the Acquisitions	--	17,036	--	--
Operating income (loss)	4,488	(2,046)	2,128	10,700
Income (loss) before taxes	4,532	(1,698)	2,143	10,872
Net income (loss)	\$ 2,685	\$ (8,141)	\$ 1,326	\$ 6,381
Basic earnings per share	\$.60	\$ (.49)	\$.30	\$.24
Diluted earnings per share	\$.60	\$ (.49)	\$.30	\$.24
Shares used in the computation of earnings per share -				
Basic	4,492,039	16,757,359	4,492,039	26,475,914
Diluted	4,492,039	16,757,359	4,492,039	27,151,005

Total pro forma combined revenues for the nine months ended June 30, 1998 rose 21% to \$303.1 million from \$250.3 million for the comparable period of fiscal 1997. Pro forma combined operating income for the first nine months of 1998 grew to \$27.9 million, a 35% increase over the \$20.7 million reported in the same period last year. Pro forma combined net income for the nine-month period increased to \$16.1 million, or \$0.61 per diluted share, versus \$11.5 million, or \$0.45 per diluted share, reported for the first nine months of fiscal 1997, representing a 36% increase in earnings per diluted share.

Total revenues for the third quarter of fiscal 1998 were \$115.3 million, a 28% increase over the \$87.3 million reported in the comparable quarter last year. Operating income rose 37% to \$10.7 million from \$7.8 million in the third quarter last year. Net income for the quarter grew to \$6.4 million, or \$0.24 per diluted share, a 41% increase in earnings per diluted share over

net income of \$4.3 million, or \$0.17 per diluted share, for the third quarter of fiscal 1997.