BearingPoint
Formerly KPMG Consulting

CONSUMER & INDUSTRIAL MARKETS

HIGH TECHNOLOGY

WHEN IT HAS TO GET DONE

COMMUNICATIONS & CONTENT

PUBLIC SERVICES

FINANCIAL SERVICES

2002 ANNUAL REPORT

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COMPANY PROFILE

BearingPoint, Inc. (NYSE: BE), formerly KPMG Consulting, Inc., is one of the world's largest business consulting and systems integration firms dedicated to aligning business and systems to empower Global 2000 companies and government organizations. Providing business and technology strategy, systems design and architecture, applications implementation, network infrastructure and managed services, BearingPoint's 16,000 employees worldwide help clients access information on a timely basis, empowering them to create enterprise value. For more information, visit the company's Web site at www.bearingpoint.com.

WE DO IT.

Have you heard the saying: "The difficult gets done immediately. The impossible takes a little longer"? Sure, it's an exaggeration—but at BearingPoint we want to be the company our clients rely on when the difficult or near-impossible *has* to get done. We don't claim to do it alone, and we're the first to acknowledge success is the product of solid client partnerships. But, as the following pages of this Annual Report demonstrate, challenge and results go hand in hand at BearingPoint.

Created The Country's First Wireless University Serving 15,000 Users At American University

Established Digital Marketplace To Help New Zealand Businesses Trade Globally

Completed Silicon Graphics, Inc.'s U.S., Europe And Asia Pacific Oracle Implementation In 7 Months

Teamed With Extreme Networks, Inc. To Implement A Global ERP And CRM Application Environment In 8 Months

Improved The Customer Experience And Reduced Processing Costs For MetLife

Processed 1.5 Million Credit Card Donations For United Way September 11th Telethon

Replaced 90% Of Medtronic's Paper-Based Transactions With Online Procurement

Helped Increase Liberate Technologies' Training Revenues By Almost 30%

Consolidated Reuters' Processes From 100 Different Offices Into 4 Regional Shared-Services Centers

Enhancing Canon's Industry-Leading Response To Copier-Customer Needs

Designed And Delivered SAP R/3 ERP Systems For Sony Ericsson Mobile Communications Japan, Inc. In Less Than 4 Months

Helped Honeywell To Reduce Costs Through Improved Global IT Asset Management

Connected Embraer To Customers And Suppliers Through A Collaborative Portal

OUR NEW BRAND, BEARINGPOINT, IS THE SYMBOL OF ONE UNIFIED, GLOBAL TEAM.

RANDOLPH C. BLAZER
Chairman and Chief Executive Officer

A NEW BEGINNING. AN ENDURING VISION.

Fellow Shareholders:

Fiscal 2002 was among the truly landmark years in the 100-plus-year history of our firm. It rivals, if not surpasses, any that has gone before it, both for progress against our long-term strategy and for the way we have positioned ourselves for the future.

To share the highlights of this year with you, let me begin with the most visible—our brand. As you no doubt noticed on the front cover of this Annual Report, KPMG Consulting is now BearingPoint. Our brand honors our heritage of client commitment, competence and quality, while communicating our position as a global force in the IT services market. The launch of our new brand marks a new beginning for our business.

MAINTAINING A STEADY PATH

A few years ago we laid out our strategic direction: go public...strengthen our internal disciplines...globalize…and gain market share. Two years ago we were the first among the Big Five consulting businesses to complete our IPO and set the pace for our industry. This past year we continued to strengthen our internal financial and operating disciplines to drive results to the bottom line. We stayed disciplined and focused on managing our key performance metrics—resource utilization, valuation, capacity, efficiency, cash collections and risk. Our focus resulted in a year of consistent margin improvement in our income statement. This year also marked the expansion of our worldwide presence. Through a series of carefully considered transactions and acquisitions we solidified our global footprint and created capacity to better serve our clients' worldwide operations.

Achieving results for our clients took center stage with our people. The battle to establish BearingPoint as our clients' preferred business systems integration partner—at a time when our clients were spending less on IT services—was an important one to win. We understood that this past year would be one of positioning for future market-share gains, and the actions we took should prove to solidify our position, so that when our clients begin to increase their spending again, we will be their integration partner of choice.

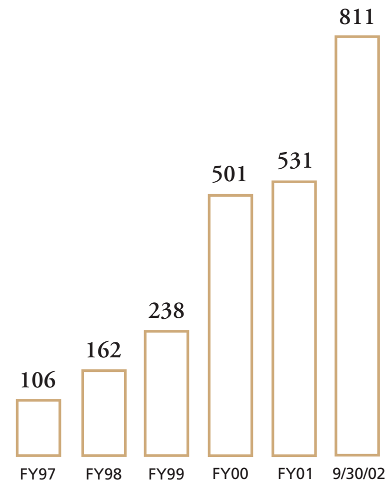
As you can see, we took important steps to strengthen our business across all elements of our strategic path. I am pleased to say we made significant progress, and BearingPoint has emerged a stronger, more diversified business.

GAINING GROUND IN A CHALLENGING ENVIRONMENT

For fiscal year 2002, economies at home and abroad remained sluggish. Companies reined in capital spending. Financial markets struggled. Uncertainty prevailed in the overall business environment. For BearingPoint, it was a case of a strong company in a weak environment. Revenues declined for the year. Notwithstanding the challenging times, we at BearingPoint continued to invest in our business, enhancing our solutions and broadening our capabilities in the Managed Services arena.

Likewise, we invested in our clients and reinforced our relationships by helping them to reduce costs, increase efficiencies, improve quality and, at times, serve new markets. We stayed on our path of adhering to our clients' long-term strategic goals in a year when their information technology budgets were severely squeezed. We pride ourselves on maintaining enduring client relationships, and we believe trust is built by demonstrating commitment in good times and bad.

Over the five-year period from 1997 through 2002, I am pleased to say that our share of Global 2000 clients has continued to increase. We are gaining access to and building business relationships with the top businesses in the world. We also continue to strengthen our client list in Public Services with that client base growing each year. Across the board, our client base is stronger today than ever before.



GLOBAL 2000
CLIENTS SINCE FY97

EXPANDING OUR GLOBAL PRESENCE

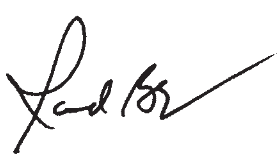
I am also pleased to report that we are a business systems integrator with global reach and presence in all major regions of the world. We recently added 17 premier practices in countries across Europe, Latin America and Asia Pacific, as well as key resources to our workforce in North America. Through our carefully planned and executed actions, we increased our workforce by 7,000 professionals. We also grew our revenue opportunities and the mix of engagement work in key industries. Today, our portfolio of business units—in Consumer & Industrial Markets, Financial Services, Public Services, Communications & Content and High Technology across all regions of the world—is broader and more balanced. We have greater diversification in our business, which supports stability and market strength for the years ahead.

OUR VISION IS CLEAR

On October 2, we announced to the world our new name and made the global transition to BearingPoint. On October 3, we moved to the New York Stock Exchange (NYSE) and now trade under the symbol BE. The transition from KPMG Consulting to BearingPoint could not have come at a more opportune time. As we completed our targeted global acquisitions, our rebranding initiative served as a unifying event for our 16,000 professionals around the world. The launch of our new brand was not just an event that underscored our new identity and independent position, it was the culmination of all that we have accomplished to globalize our business. It is a symbol of a new beginning as one global team.

The vision for BearingPoint is clear and our path is set. We are positioned to deliver on the promise of our new brand in the form of results for our clients and our shareholders. Through our commitment to their success, we will achieve our vision—to be the most influential and respected business advisor and systems integrator in the world.

Fiscal year 2002 was a year to seize opportunities, to expand and strengthen our business and to be positioned to capture market share. Fiscal year 2003 will be a year of execution and anticipation of a return to growth as information technology spending rebounds. We have the right plan and the right team. I look forward to the next year and to reporting on our accomplishments. Thank you for your continued support, your confidence and your enthusiasm for BearingPoint.



RANDOLPH C. BLAZER
Chairman and Chief Executive Officer

1897
The company that would become KPMG Peat Marwick is founded

1910
First consulting engagement undertaken with Westinghouse Electric and Manufacturing Co.

1969
Peat Marwick acquires Management Systems Corp., greatly expanding its services to the U.S. federal government

1973
The firm pioneers the concept of peer review to ensure quality and objectivity in service

1987
Peat Marwick International merges with Klynveld Main Goerdeler to form what becomes KPMG LLP

1997
Consulting is reorganized into a distinct KPMG LLP operating unit

1999
As an extension of our technology partnership, Cisco Systems becomes a major investor

2000
The firm begins to operate as KPMG Consulting, Inc.

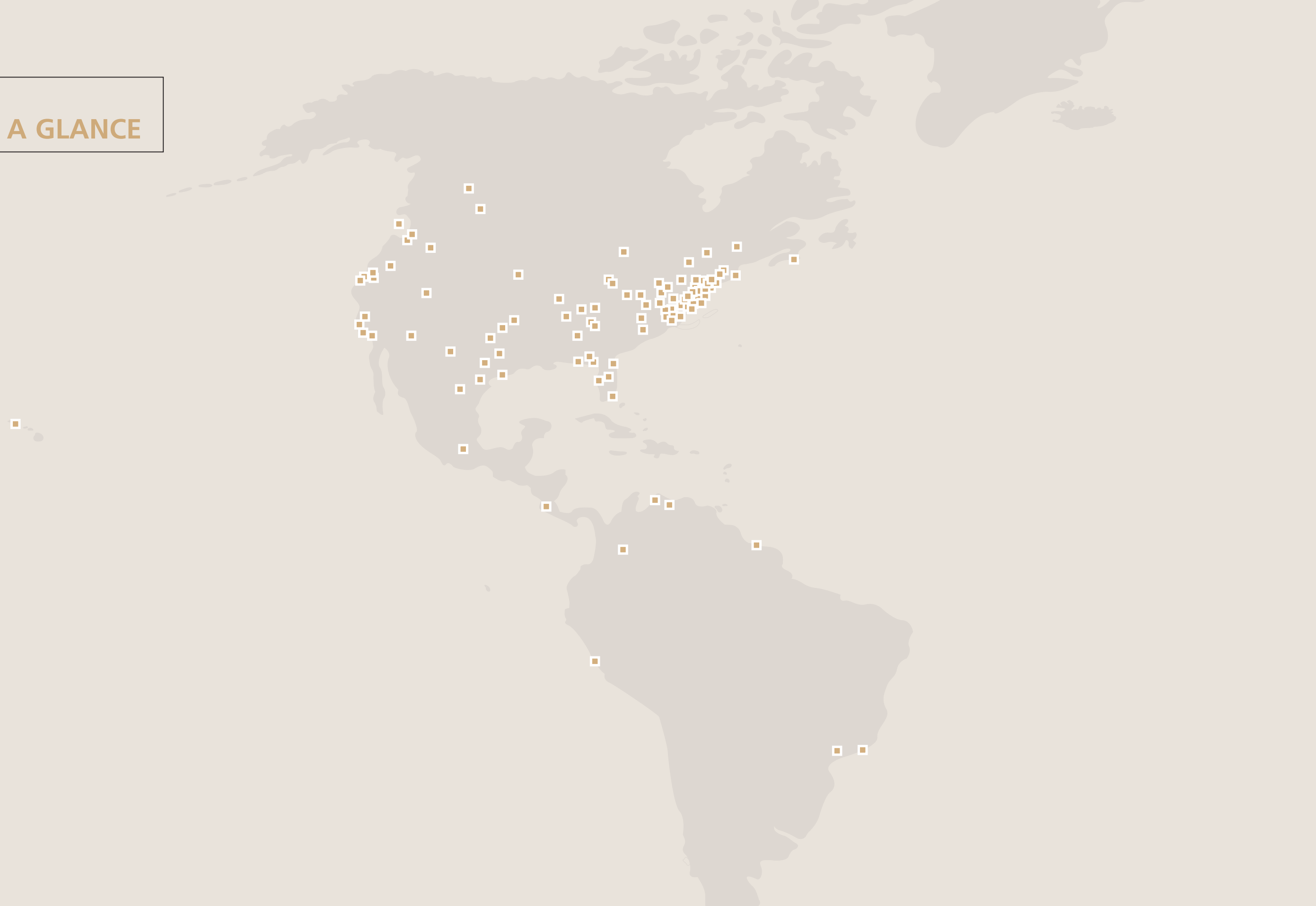
2001
KPMG Consulting, Inc. completes Initial Public Offering and is listed on the NASDAQ (Symbol: KCIN)

2002
The firm completes the acquisition of 17 premier consulting practices

KPMG Consulting, Inc. becomes BearingPoint in a global rebranding initiative

BearingPoint begins trading on the NYSE (Symbol: BE)

AT A GLANCE



WORLDWIDE HEADQUARTERS

McLean, Virginia, U.S.A.

PEOPLE

Our 16,000 professionals are our most powerful strategic advantage with an average of 12 years of experience.

CLIENTS

We work with more than 2,100 client organizations, including approximately 800 of the Global 2000 and approximately 430 among the *Fortune* 1000. Our clients range from the largest multinational corporations to small and medium-sized businesses around the world; federal, state and local governments and agencies; nonprofit institutions and research universities.

GLOBAL FOOTPRINT

During calendar year 2002, we accomplished a series of strategic transactions that have significantly broadened our global footprint and, most importantly, enhanced our ability to help clients achieve their business objectives anywhere and everywhere in the world. We added nearly 3,000 world-class professionals with our recent acquisition of KPMG Consulting AG with practices in Germany, Switzerland and Austria. We have also closed on the acquisitions of former Andersen Business Consulting practices in Australia, Brazil, China, Finland, France, Hong Kong, Japan, Korea, Norway, Peru, Singapore, Spain, Sweden and Switzerland, and have added over 1,400 former Andersen Business Consulting employees in the U.S. Today, we bring the strength of a global workforce of approximately 16,000 professionals capable of serving clients anywhere they operate.

FISCAL YEAR 2002 HIGHLIGHTS

- Achieved revenues of $2.4 billion
- Launched acquisition of KPMG Consulting AG in Austria, Germany and Switzerland, strengthening our workforce by almost 3,000 members
- Began acquiring Andersen Business Consulting practices in Australia, Brazil, China, Finland, France, Hong Kong, Japan, Korea, Norway, Peru, Singapore, Spain, Sweden and Switzerland, and adding over 1,400 employees from Andersen Business Consulting in the U.S.
- Retained 100 percent of our top 50 clients and 97 percent of our top 100 clients
- Expanded client relationships among the Global 2000 market-leading companies to more than 800
- Achieved exceptional recognition from clients including receiving Sears, Roebuck & Co.'s Partners in Progress Award
- Recognized by our alliance partners, including: SAP 2001/2002 Partner of the Year; Oracle's Showcase of the Year award in Japan; SAP-Japan's Award of Excellence for Supply Chain Management; and SAP-Australia's Partner-Customer Award of Excellence for innovation using new technology
- Named Best Consultant, North America, Generalist Category by *Global Finance*, January 2002
- Named in 2002 Gartner, Inc. CRM Services Providers 2002 Americas Magic Quadrant: Leaders Quadrant, February 2002

INDUSTRY BUSINESS UNITS

BearingPoint is organized around five industry-focused business units:

- Consumer & Industrial Markets
- Financial Services
- Public Services
- Communications & Content
- High Technology

SOLUTIONS

Addressing the most pressing needs in today's complex and competitive business environment, our solutions help us and our clients move efficiently from business systems strategy to implementation to produce results quickly. These solutions are enhanced by BearingPoint's in-depth experience in customer- and supplier-facing solutions, as well as business systems and processes. Our solutions portfolio includes:

- Strategy & Business Process
- Customer Relationship Management
- Supply Chain Management
- Enterprise
- Integration Services
- Infrastructure
- Emerging Technologies
- Managed Services

Each of our solution areas is flexible and scalable to meet the pressures and opportunities of our clients' dynamic marketplaces.

In particular, Managed Services is a rapidly growing solution set for BearingPoint that allows us to extend the value of our other solutions offerings. We can now support clients by operating and maintaining the systems we helped to build and implement. Through Managed Services, we offer our clients business application management services for many non-core, but critical, business processes, such as order management, billing, customer care, e-mail and service assurance. Entrusting these activities to BearingPoint allows clients to reduce up-front investments and ongoing maintenance costs; focus on their core competencies, products and services; improve service and quality levels and reduce overall risks.

STRATEGIC ALLIANCES

To help our clients address their unique business needs, BearingPoint is engaged in approximately 50 strategic alliances with market-leading technology providers. Our top strategic alliance partners are Oracle, PeopleSoft, Siebel, SAP, Cisco Systems and Microsoft—each of which has recognized BearingPoint as a quality alliance partner. In addition to providing our clients access to best-of-breed technologies, our alliance program allows us to offer clients consistency based on repeatable, integrated solutions and reduced risk resulting from product and industry leaders working as a single team. Together with our alliance partners, we offer business solutions that put our clients ahead of the curve.

BUILT A PORTAL IN JUST 90

JAN VRINS, Managing Director, BearingPoint
Global Account Lead, Embraer

DAYS

DESIGNED TO PROCESS EMBRAER'S ENTIRE PURCHASING AND SPARE PARTS SALES

EMBRAER The world's airlines are facing enormous pressure to improve their response times and service levels. In today's environment, conventional processes and systems won't make the grade. That's why Embraer, one of the world's largest aircraft manufacturers, engaged BearingPoint. Together with Oracle, we're building and implementing AEROChain, a collaborative portal that allows Embraer to offer value-added supply chain services to its customers and suppliers online. Using our ***R²i***® Rapid Return on Investment℠ methodology, BearingPoint took the project from concept to initial launch in just 90 days. When all the functionality is implemented, AEROChain will process Embraer's entire purchasing and spare parts sales, plus, the company will benefit from improved relationships with its customers.

REVENUES FROM CONSUMER & INDUSTRIAL MARKETS' TOP 25 ACCOUNTS GREW BY MORE THAN

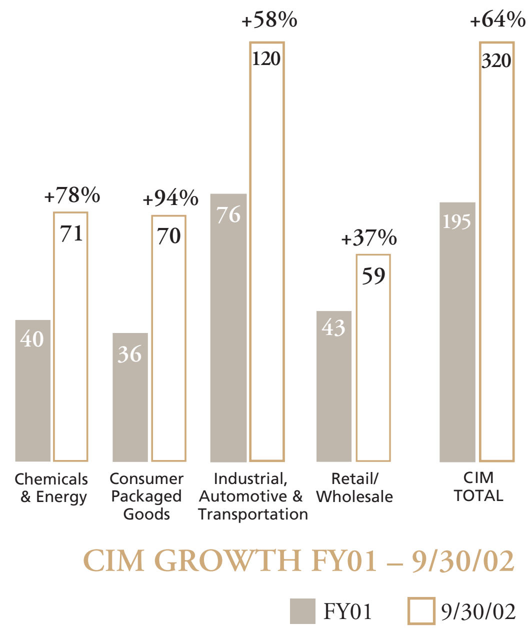
95%

EMPHASIS ON GLOBAL CORPORATIONS IS REWARDED

A consistent focus on market-leading global corporations during fiscal year 2002 enabled our Consumer & Industrial Markets business unit to capture major wins in almost every industry segment we serve despite the volatile global economy and reduced overall revenues. Among our major wins are ChevronTexaco, Trinity Industries, FedEx Freight and Celanese.

Though our Consumer & Industrial Markets clients provide a diverse range of products and services, they are being driven by similar themes, including extreme pressure to reduce their operational costs, accelerated cycle times, industry consolidation and global competition. Increasingly, leading-edge global corporations are shifting to integrated technology and business process solutions that enable transformations of their enterprise business models. Our strengths align well with this client imperative, and our in-depth industry knowledge remains a key competitive advantage. We offer a unique solution focus with Enterprise solutions, Integration Services, Managed Services and segment-specific Supply Chain Management.

The Trinity Industries engagement represents our largest effort to date in the growing Managed Services market. Our Consumer & Industrial Markets business unit is implementing, managing and staffing an enterprise-wide finance and accounting solution for this diversified industrial company. Trinity gains the benefits of an entirely new financial system and process with significant cost reductions, while retaining control of its finance and accounting operations.



CIM GROWTH FY01 – 9/30/02

We increased the number of our Global 2000 clients by 64% in our Consumer & Industrial Markets business unit.

AN INNOVATIVE FORM OF CLIENT PARTNERSHIP

Close collaboration with market-leading companies is opening up new business opportunities for our Consumer & Industrial Markets business unit. A prime example is our PowerFactoRE supply chain solution. Combining our supply chain experience with Procter & Gamble's industry-recognized manufacturing expertise, PowerFactoRE is a proven set of services and reliability engineering tools that has already provided Procter & Gamble significant cost savings. We have joined with Procter & Gamble to jointly offer PowerFactoRE to other companies seeking immediate gains in manufacturing productivity and bottom-line savings.

Over the long term, the acquisitions and transactions consummated by BearingPoint this calendar year will significantly enhance our ability to respond to another strategic driver: globalization. We've greatly enhanced our ability to deliver on large, complex projects anywhere in the world. Our Consumer & Industrial Markets business unit has already reached critical mass in key regions, particularly in Europe—where a sizable concentration and market share opportunity exist with chemical, industrial and automotive companies. Consumer & Industrial Markets is also the BearingPoint business unit that we anticipate will experience the most significant growth as a result of our recent acquisitions.

METLIFE CUSTOMERS NOW USE A SINGLE

TAMSEEL BUTT, Senior Manager, BearingPoint
Global Account Lead, MetLife, Inc.

POINT

OF ACCESS TO MANAGE ALL THEIR BENEFITS

METLIFE Life insurance, asset management, retirement savings, long-term care insurance—they're just a few of the products and services that MetLife provides to companies and institutions, including 33 million employees and members, through its institutional line of business. MetLife's challenge: How to provide its customers with a single destination for product information, enrollment and improved customer service. MetLife's solution: An integrated employee benefits portal designed in partnership with BearingPoint. Implemented on time and on budget, the new Web services allow the employees of MetLife's clients to access product information, make informed decisions and manage their benefits at one destination. MetLife "benefits" as well with a portal that links to its multiple back-end systems, reduces processing costs and enhances capabilities for plan sponsors.

THE TOP 5 *FORTUNE* 100 DIVERSIFIED FINANCIAL COMPANIES BANK ON BEARINGPOINT TO GET THE JOB DONE

MAINTAINING OUR EDGE THROUGH A CHALLENGING PERIOD

Our Financial Services business unit made the most of a challenging year by continuing to solidify our market position as a leading resource for this industry. A tepid global economy and retrenching capital markets in the U.S. combined to trim revenues—but not our commitment to the financial services markets. We serve 17 of the top 20 financial services companies and many of the insurance industry leaders. Moreover, given our recently expanded international presence, we are better positioned than ever before to support clients worldwide.

The foundations of BearingPoint's competitive edge—our commitment to clients' success and our direct industry experience—remain principal long-term assets. Throughout fiscal year 2002, we understood the mechanics of the challenging environment in which our clients did business. And, we understood that their mission-critical initiatives had to achieve tangible benefits for every dollar invested. Our skilled professionals seized the opportunity to deliver projects that focused on clients' return on investment and value creation.

This value-add approach resonated well with our clients. During the year, we helped them develop strategies for rationalizing both infrastructure and operations, particularly where inadequacies existed within their enterprises as a result of numerous acquisitions. Working closely with clients, we developed roadmaps and implementation plans to help ensure that the benefits identified were driven to their bottom line. And, working with our alliance partners, we identified open application, infrastructure and integration opportunities to enhance the value derived from clients' initial implementations.

INTEGRATING STRATEGY, PROCESS AND TECHNOLOGY

Process and strategy have been traditional strengths for our Financial Services business unit. In fiscal year 2002, we significantly enhanced our vertical solution offerings with an emphasis on technology integration and innovation. In many cases, this was a result of strong client collaboration, either in working together to examine opportunities where expanded features and efficiencies could be driven into existing products or in identifying where new products should be created. As a result, we extended additional vertical solutions to clients including end-to-end leasing, contingent work-force management, mortgage servicing and Configure To Fit® claims processing. We also helped a consortium of banks and other financial companies improve imaging technology for their retail businesses.

One of the prime examples of our ability to integrate strategy, process and technology is the Global Straight Through Processing initiative. This consortium, established to enable same-day trade settlements, involved 40 of the world's largest investment managers, broker dealers and global custodians. Drawing on both Managed Services and Enterprise Application Integration solutions, BearingPoint's Financial Services team spearheaded this project for nearly five years leading up to its go-live date in September 2002. The complexities of trading technologies and cross-border transactions made Global Straight Through Processing a formidable challenge—but well worth the rewards of reduced operational risk and projected savings reported to exceed several billion dollars a year for our clients.

Throughout the year, we focused on supporting the financial services industry's need to leverage the capital investments made in the late 1990s, utilize Internet capabilities to their fullest and integrate the technology and operations of companies that have been merged or acquired. By coupling our technology offering with our industry expertise, we empower our clients to achieve the results and intended business benefit from the investments and actions they have taken.

SUPPORTING U.S. HOMELAND SECURITY BY

INTEGR

UNITED STATES HOMELAND SECURITY The new threats to our homeland security shatter all the assumptions of the past; affect all levels of government; and require a new level of cooperation and collaboration between federal, state and local governments and the private sector. This new environment presents the biggest challenge to inter-agency and intra-agency cooperation since World War II. BearingPoint is serving the U.S. at this critical time—from thought leadership and testimony before the U.S. Congress and other government policymakers to action in the field. Today, we are serving the U.S. Transportation Security Administration, Immigration and Naturalization Service, U.S. Customs Service and the Department of State, as well as state and local public safety agencies in Pennsylvania, Texas, Florida, New York and South Carolina, among others.

ATING INFORMATION SYSTEMS AND ENABLING COLLABORATION ACROSS AGENCIES

SUSAN PENTECOST, Managing Director and Head of BearingPoint's Homeland Security Unit

THE 14

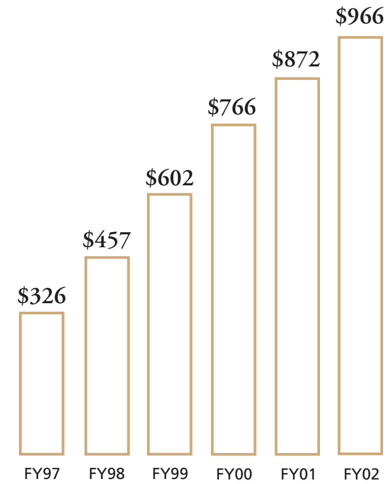
CABINET-LEVEL DEPARTMENTS OF THE U.S. FEDERAL GOVERNMENT HAVE ALL CHOSEN TO WORK WITH BEARINGPOINT

A YEAR PUNCTUATED BY MILESTONES

BearingPoint's Public Services business unit had its best year ever in fiscal year 2002. This accomplishment is especially impressive given its double-digit growth every year since 1997. Solidifying long-term client relationships and scoring major new wins, the business unit generated revenues approaching $1 billion. In addition, our staff utilization rate—a major metric for business performance and resource efficiency—reached an all-time high. Perhaps most gratifying in this industry is the longer-term growth. Our Public Services business unit has more than quadrupled its gross revenues in just five years. Key milestones for fiscal year 2002 included the following:

- Played a leadership role in critical new U.S. government Homeland Security initiatives by helping to implement programs for the U.S. Transportation Security Administration and the Immigration and Naturalization Service
- Strengthened our status as a top-tier government systems integrator with major client wins at the federal and state levels
- Placed increasing emphasis on Public Services in the international arena in fiscal year 2002 with BearingPoint's expanded global presence, giving us added momentum for fiscal year 2003

As a leading systems integrator, our Public Services business unit is involved in large-scale government projects designed to deliver results that improve efficiency and maximize the value of every dollar spent. At the U.S. federal government level, we are implementing major information technology modernization programs for the National Institutes of Health, the Department of Health and Human Services and the U.S. Customs Service. As part of our



PUBLIC SERVICES REVENUE FY97 – FY02

($ In Millions-includes Health Care and Canadian businesses that were transferred to Public Services in FY02)

Public Services has seen exceptional results with 1997 annual gross revenues of $326 million growing to gross revenues of $966 million in 2002.

multi-million-dollar, multi-year commitments, we are designing and implementing enterprise resource planning programs with the Army and Navy as well as a data warehousing project with the Air Force. A strong year at the U.S. state level—where we serve 17 states and 10 municipalities—was highlighted by major innovative information technology programs for the Commonwealth of Pennsylvania and the States of Texas and Georgia.

For the higher education community, we teamed with our colleagues in our Wireless segment to help American University in Washington, D.C., become the leading wireless university in the United States. This nationally recognized system gives some 15,000 students, faculty and staff campus-wide access to wireless voice, data, messaging and wireless local area networking using cell phones, personal digital assistants and laptop computers.

CLIENT-FIRST PHILOSOPHY

The ongoing growth of our Public Services business unit validates our client focus. The way we plan, organize, go to market and reward our people is all based on a client-centric philosophy that has earned us exceptional client retention rates. In addition, there is the factor of trust. We seek to be, first and foremost, our clients' trusted business advisor, consistently acting in our clients' best interests. As government projects become more complex and increasingly mission critical, together we and our government clients are stressing teamwork and relationship building. Further, we return our clients' trust by providing a high level of management continuity. In fact, some of our personnel assignments have been maintained consistently for decades, helping to create career security for our professionals and management stability for our clients. We believe these long-term relationships are a key factor contributing to lasting client success.

COST CENTER BECOMES REVENUE CENTER FOR BELL MOBILITY

BELL CANADA ENTERPRISES (BCE) Bell Mobility, BCE's wireless division and Canada's leading wireless communications provider, is recognized throughout the industry for its world-class call centers that support over four million customers across Canada. But, the company thought it could do even better. The goal: Transform the company's inbound customer service call center from a cost center into a profit center by giving customer service representatives the ability to extend personalized marketing offers in real time. BearingPoint teamed with Bell Mobility to implement a customer relationship management solution based on E.piphany's Real-Time Personalization Platform™. BearingPoint's ability to deploy quickly meant the project was completed in four months—and sales increased 18 percent almost immediately. Now, BearingPoint is implementing a similar solution for Bell Canada, BCE's wireline business.

AND SALES JUMP 18%

RAY LUI, Senior Manager, BearingPoint
CRM Lead, Bell Canada Enterprises

SERVING 9 OF THE TOP 10 GLOBAL WIRELESS CARRIERS

EXPERIENCE AND EXPERTISE IN TELECOM

For wireline and wireless carriers around the globe, our Communications & Content business unit offers industry experience and extensive technical knowledge—giving us the ability to address business issues substantively and quickly. Another differentiator for this business unit is delivery of telecom-specific enterprise solutions—from strategy to planning to implementation. Domestically, we built on our leadership in revenue stream management with billing and revenue assurance solutions for the wireless industry. For wireline carriers, we focused largely on procurement and network operations. With international carriers still building out their networks, adding subscribers rapidly and experiencing deregulation, our industry knowledge and expertise provide opportunities for us, as does our expanded presence in Europe, Asia Pacific and Latin America. A promising Wireless segment opportunity is high-bandwidth, third-generation networking services supporting mobile commerce, an area in which we have made significant investments and have developed considerable expertise.

Despite a difficult time for the telecom industry in the U.S. and global economies that trimmed overall revenues, Communications & Content stayed focused and disciplined. As a result, we maintained a high level of customer satisfaction, managed our costs and positioned ourselves to meet future industry needs.

STRONG GROWTH IN THE UTILITIES SEGMENT

In fiscal year 2002, our Communications & Content business unit responded effectively to widely varying conditions and trends across its segments: Wireline Carriers, Wireless & Cable, Media & Entertainment and Utilities.

Performance in the Utilities segment was one of the year's resounding success stories. Utilities revenues for the year grew 67 percent over fiscal year 2001. In anticipation of this growth, we strengthened our Utilities resources in fiscal year 2002 to address the regulatory issues impacting our clients in this segment. And, on day one of fiscal year 2003 our Utilities capabilities were further reinforced with the addition of experienced professionals we hired from Andersen Business Consulting in the U.S. In addition, our focus on key accounts resulted in new and stronger relationships with industry-leading companies. Trends in the industry—specifically, deregulation, increased competition and industry consolidation—are driving client demand. Our enhanced capabilities to respond to this demand are expected to maintain Utilities as a growth segment.

Business in the Media & Entertainment segment was disrupted in the wake of the events of September 11, 2001, but recovered through the first half of calendar year 2002. Far outweighing event-specific issues, the larger trend in the segment is that companies are investing in the development of new products and services, especially around digital rights management for both film and music. Digital distribution—especially work done in digital theatrical distribution—could have far-reaching effects on economics and efficiencies within the industry, and we are taking the lead to support clients in this developing area. Plus, we're meeting the integration needs of larger corporate entities in the entertainment industry with enterprise resource planning and other enterprise-wide solutions. On the print side, we developed an innovative Web-based advertising portal that gives newspaper advertisers the ability to develop content online, link with the publishers' back-end systems and see their ads in print the next day.

PROVIDED GLOBAL

EXTREME NETWORKS, INC. Extreme Networks, a pioneer in powerful Ethernet/IP network infrastructures, invested in new enterprise resource planning and customer relationship management solutions to better serve its Enterprise customers. Extreme Networks selected BearingPoint to implement a robust and scalable IT infrastructure consisting of Oracle, Siebel and webMethods applications to create a tightly integrated, enterprise-wide, business-focused solution. Now, Extreme Networks is well positioned to enable e-business to enhance its relationship with customers and suppliers. In just eight months, BearingPoint developed world-class end-to-end business processes, and allowed Extreme Networks to achieve global visibility into its financial and operational activities.

VISIBILITY

INTO FINANCIAL AND OPERATIONAL ACTIVITIES FOR EXTREME NETWORKS

DAVID FISHER, Managing Director, BearingPoint
Global Account Lead, Extreme Networks, Inc.

WE SERVE ALL OF THE SOFTWARE, ELECTRONICS AND PHARMACEUTICAL COMPANIES IN THE *FORTUNE* 100

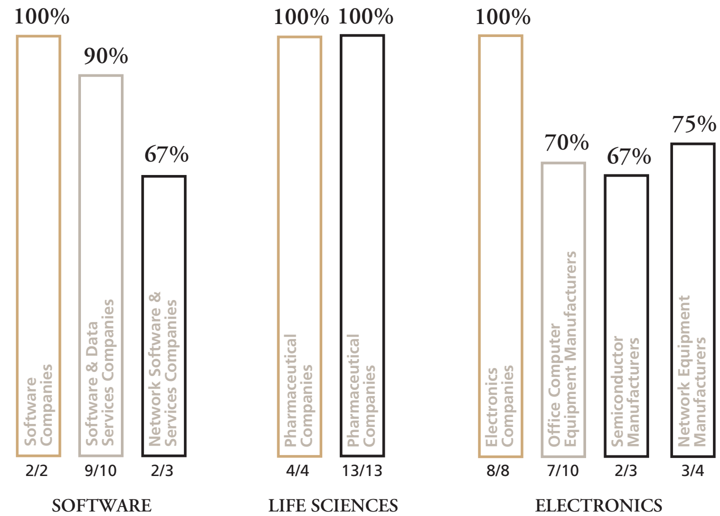
SPECIALIZATION IS OUR COMPETITIVE ADVANTAGE

BearingPoint serves our High Technology business unit clients with skills and experience that are specific to software, electronics and life sciences companies. The significance? We understand the unique needs of these vertical industry segments—from the smallest technical detail to the broadest corporate strategy. Sharing that knowledge translates into tangible benefits for our clients and a competitive advantage for our solutions and services.

The market is changing. Just two years ago our clients were primarily focused on moving their businesses to the Internet. This drove the demand to implement Internet-based software and hardware infrastructures. Today, our clients have acquired a better understanding of these technologies and the Internet's potential and are now focused on leveraging the value of their technology investments through process improvement and business transformation. In order to transform their organizations, clients look for a business partner that possesses both technical sophistication and a thorough knowledge of their specific value chains and market landscapes. BearingPoint is that business partner.

Our High Technology business unit is one of the few businesses in the industry that offers solutions and expertise specific to all the leading areas of emerging technology: the software industry, the life sciences industry and electronics. Our strength in every segment is our ability to drive beyond technology to transformation. We provide:

- An intimate knowledge and a best-practices perspective geared to specific vertical industry segments
- Focus and the ability to identify key performance metrics through our Enterprise Value Creation framework
- Change management that maximizes human resources



CURRENT HIGH TECHNOLOGY MARKET SHARE BY SEGMENT

BearingPoint's High Technology business unit currently serves virtually all of the worldwide leaders in its three segments—software, life sciences and electronics.

- Methodologies such as ***R²i***® Rapid Return on Investment℠ that enable us to effectively plan, manage, implement and deliver enterprise applications, focusing on only those activities that expedite the realization of business results
- Managed Services that enable us to operate and cost effectively maintain our clients' systems, including commercial and custom-developed systems

WIN RATE AND MARKET SHARE HIGHLIGHT THE YEAR

Despite the challenging economic environment in the U.S. and globally and reduced overall revenues, our global High Technology business unit continued to successfully support the strategic initiatives for our clients throughout the year. We achieved a 78 percent win rate on work we competed for, including significant new work with leading companies in each of our segments.

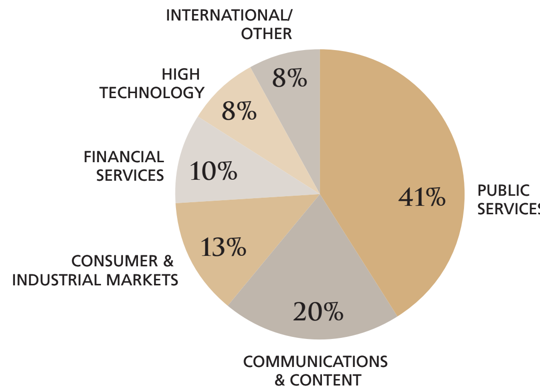
We also fared extremely well in terms of market penetration and client retention. At year-end, we had relationships with all eight *Fortune* 100 electronics companies and nine of the top 10 *Fortune* 500 software and data services companies. In our Life Sciences segment, we counted all 13 pharmaceutical companies on the Global 500 list as clients. Despite the challenging economic climate that prevailed for most high technology companies during the year, we stood by our clients, anticipated their needs, helped them to stay focused on their most critical projects and remained steadfastly committed to their success. We take pride in the relationships we have built with our clients and in helping them with their business needs throughout the many changes in the market. This is the hallmark of our business and a driver of our future success.

The Company's operating earnings and diluted earnings per share for the fiscal year ended June 30, 2002, were $89.6 million and $0.56, respectively, excluding the impact of one-time non-operating charges. Including the impact of one-time non-operating items, the Company incurred a net loss of $26.9 million or $0.17 per share. One-time charges included costs related to reductions in workforce and asset impairment during the year, and the impact of a cumulative effect of change in accounting principle of $80.0 million.

Revenue for the fiscal year ended June 30, 2002, was $2.4 billion, a decrease of $488 million or 17 percent over the prior year level of $2.9 billion. The current economic downturn has negatively affected operations of many of our clients and their IT spending. As a result, we saw a decline in our revenues in fiscal year 2002. We responded to these business conditions by carefully balancing our resources, managing excess capacity through workforce reductions and other actions and aggressively reducing discretionary costs to lower the cost of operations and maintain profit margins.

Despite the overall economic environment, our Public Services and international operations continued to show strong growth during fiscal year 2002 of 11 percent and 35 percent, respectively. However, these increases were more than offset by declines in our High Technology (58 percent), Financial Services (50 percent) and our other commercial business units including Communications & Content and Consumer & Industrial Markets. Revenue growth in Public Services is attributed to increased demand for technology modernization and improved access to government services at the U.S. federal, state and local levels as well as the U.S. government's new Homeland Security initiatives. As a result, our Public Services business unit generated 41 percent of our fiscal year 2002 revenue, up from 31 percent in fiscal year 2001.

International and other revenue increased as a result of a combination of acquisitions, organic growth and redeployment of some resources, primarily to the Asia Pacific region. During the fiscal year, the Company acquired the consulting businesses or marketing rights of KPMG International member firms in Australia and Southeast Asia.



REVENUE MIX BY INDUSTRY FOR FY02

The Company's revenue is diversified across five industry business units, multiple solutions and services, and four geographic regions. The chart above displays the revenue mix by industry business unit for the fiscal year ended June 30, 2002.

The Company's year-ending balance sheet is strong with a cash balance of $203.6 million, which is more than quadruple the cash position at June 30, 2001. Days sales outstanding improved to 55 days at June 30, 2002, compared to 68 days at June 30, 2001. The Company has 157.7 million common shares outstanding as of June 30, 2002 (after deducting shares held in treasury).

During the year the Company implemented a stock repurchase program, with authorization to repurchase up to $100 million of the Company's outstanding common stock. As of June 30, 2002, the Company had repurchased 2.8 million shares at a cost of $35.7 million. The repurchase program allows for shares to be repurchased from time to time, depending upon market conditions.

The following one-time non-operating charges occurred during the year. The Company adopted Statement of Financial Accounting Standard No. 142, "Goodwill and Other Intangible Assets." Upon adoption, the Company recorded a transitional impairment charge of $80.0 million or $0.51 per share. The transitional impairment charge resulted from a change in the criteria for the measurement of impairment losses from undiscounted cash flows to discounted cash flows. The Company also recorded asset impairment charges of $16.0 million (net of tax) related to the Company's equity investments and $4.5 million (net of tax) of software licenses held for sale. These charges removed all exposure to equity investments and software licenses purchased as inventory and held for sale from the Company's balance sheet. Additionally, the Company recorded $16.0 million (net of tax) in charges primarily related to reduction in workforce initiatives and international office closing costs.

Subsequent to June 30, 2002, the Company continued to expand its global service delivery capabilities through the acquisition of KPMG Consulting AG, the German, Austrian and Swiss consulting businesses of the KPMG International member firm in Germany, and transactions involving Andersen Business Consulting practices in 11 countries in Europe, Asia Pacific and Latin America and the addition of employees from Andersen Business Consulting in the United States.

To the Board of Directors and Stockholders of BearingPoint:

We have audited the consolidated balance sheets of BearingPoint (formerly KPMG Consulting, Inc., successor to the consulting business of KPMG LLP) as of June 30, 2002 and 2001, and the related consolidated statements of operations, changes in stockholders' equity (deficit) and cash flows for the years ended June 30, 2002 and 2001 and the five months ended June 30, 2000, and the related combined statements of income before partner distributions and benefits, changes in equity and cash flows for the seven months ended January 31, 2000, (not presented herein); and in our report dated August 6, 2002, except for Note 23, as to which the date is September 18, 2002, we expressed an unqualified opinion on those consolidated/combined financial statements.

In our opinion, the information set forth in the accompanying condensed consolidated/combined financial statements is fairly stated in all material respects in relation to the consolidated/combined financial statements from which it has been derived.

Grant Thornton LLP

New York, New York
August 6, 2002, except for Note 23, as to which the date is September 18, 2002

Basis of Presentation—As of January 31, 2000, KPMG LLP separated its consulting business from its remaining businesses, and transferred it to BearingPoint. Prior to January 31, 2000, the Company was a division of KPMG LLP, which was operated in partnership form; commencing January 31, 2000, the Company has operated in corporate form. See Note 1 of Notes to Financial Statements included in the Company's 2002 Annual Report on Form 10-K, filed with the Securities and Exchange Commission.

Critical Accounting Policies and Estimates—Accounting policies that management believes are most critical to the Company's financial condition and operating results pertain to revenue recognition and valuation of unbilled revenues (including estimates of costs to complete engagements); valuation of accounts receivable; valuation of goodwill, and intra-period estimates of discretionary compensation costs and effective income tax rates. See Note 2 of Notes to Financial Statements included in the Company's 2002 Annual Report on Form 10-K, filed with the Securities and Exchange Commission.

MANAGEMENT'S REPORT ON FINANCIAL STATEMENTS

BearingPoint

The management of BearingPoint is responsible for the preparation and fair presentation of the financial statements and other related financial information published in this Annual Report to Shareholders. The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America and were necessarily based in part on reasonable estimates and judgments giving due consideration to materiality. To the best of our knowledge and belief, the summary financial information contained in this Annual Report to Shareholders is true and accurate in all material respects.

The management of the Company is also responsible for maintaining an effective system of internal accounting controls. This system is designed to provide reasonable assurance that assets are adequately safeguarded and financial records accurately reflect all transactions and can be relied upon in all material respects in the preparation of financial statements.

Grant Thornton LLP, independent certified public accountants, audits the financial statements of the Company in accordance with auditing standards generally accepted in the United States of America. The independent auditors' report expresses an informed judgment as to the fair presentation of the Company's reported operating results, financial position and cash flows. Their judgments are based on the results of auditing procedures and other tests that they deemed necessary, including their consideration of our internal accounting controls and the control environment. Grant Thornton LLP has full and free access to management and to the Audit Committee.

The Audit Committee is responsible to the Board of Directors for reviewing the financial controls and accounting and reporting practices, and for recommending appointment of the independent auditors. The Audit Committee meets periodically with representatives of the independent auditors with and without the Company's management being present.

RANDOLPH C. BLAZER
Chairman of the Board,
Chief Executive Officer and President

ROBERT C. LAMB, JR.
Executive Vice President
and Chief Financial Officer

CONDENSED CONSOLIDATED/COMBINED STATEMENTS OF OPERATIONS

BearingPoint

(in thousands, except share and per share amounts)	Consolidated: Year Ended June 30, 2002	Consolidated: Year Ended June 30, 2001	Consolidated: Five-Months Ended June 30, 2000	Combined*: Seven-Months Ended January 31, 2000
Revenues	$ 2,367,627	$ 2,855,824	$ 1,105,166	$ 1,264,818
Costs of service:				
Professional compensation*	940,829	1,084,751	469,827	472,679
Other direct contract expenses	592,634	751,951	259,801	263,106
Impairment charge	23,914	7,827	8,000	–
Other costs of service	209,398	296,548	88,172	161,388
Total costs of service*	1,766,775	2,141,077	825,800	897,173
Gross margin*	600,852	714,747	279,366	367,645
Selling, general and administrative expenses	467,162	493,818	206,930	235,668
Special payment to managing directors	–	–	34,520	–
Operating income*	133,690	220,929	37,916	131,977
Interest income	3,144	2,386	6,178	–
Interest expense	(2,248)	(17,175)	(16,306)	(27,339)
Gain on sale of assets	–	6,867	–	–
Equity in losses of affiliate and loss on redemption of equity interest in affiliate	–	(76,019)	(15,812)	(14,374)
Minority interests	–	(140)	(439)	28
Income before taxes	134,586	136,848	11,537	
Income before partner distributions and benefits*				$ 90,292
Income tax expense*	81,524	101,897	29,339	
Income before cumulative effect of change in accounting principle	53,062	34,951	(17,802)	
Cumulative effect of change in accounting principle	(79,960)	–	–	
Net income (loss)	(26,898)	34,951	(17,802)	
Dividend on Series A Preferred Stock	–	(31,672)	(25,992)	
Preferred stock conversion discount	–	(131,250)	–	
Net loss applicable to common stockholders	$ (26,898)	$ (127,971)	$ (43,794)	
Earnings (loss) per share – basic and diluted:				
Income (loss) before cumulative effect of change in accounting principle applicable to common stockholders	$ 0.34	$ (1.19)	$ (0.58)	
Cumulative effect of change in accounting principle	(0.51)	–	–	
Net loss applicable to common stockholders	$ (0.17)	$ (1.19)	$ (0.58)	
Weighted average shares – basic	157,559,989	107,884,143	75,843,000	
Weighted average shares – diluted	159,583,786	107,884,143	75,843,000	

*Represents combined statement of income before partner distributions and benefits, which excludes payments for partner distributions and benefits and income tax expense.

For a complete set of consolidated/combined financial statements, refer to the Company's 2002 Annual Report on Form 10-K.

CONDENSED CONSOLIDATED BALANCE SHEETS

BearingPoint

(in thousands, except share and per share amounts)	June 30, 2002	June 30, 2001
ASSETS		
Current assets:		
Cash and cash equivalents	$ 203,597	$ 45,914
Accounts receivable, net	246,792	377,476
Unbilled revenues, net	128,883	180,355
Other current assets	67,941	101,014
Total current assets	647,213	704,759
Property and equipment, net	60,487	66,947
Goodwill, net	87,663	135,777
Other intangible assets, net	75,652	53,606
Other assets	24,116	38,546
Total assets	$ 895,131	$ 999,635
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Current portion of notes payable	$ 1,846	$ 11,594
Accounts payable	62,810	65,632
Accrued payroll and related liabilities	130,554	174,884
Other current liabilities	88,085	101,999
Total current liabilities	283,295	354,109
Notes payable, less current portion	–	1,846
Other liabilities	9,966	11,568
Total liabilities	293,261	367,523
Stockholders' equity:		
Preferred Stock, $.01 par value 10,000,000 shares authorized	–	–
Common Stock, $.01 par value 1,000,000,000 shares authorized, 161,478,409 shares issued on June 30, 2002 and 158,568,922 shares issued on June 30, 2001 (including 999,006 shares reserved)	1,605	1,576
Additional paid-in capital	689,210	656,293
Accumulated deficit	(41,421)	(14,523)
Notes receivable from stockholders	(10,151)	(7,950)
Accumulated other comprehensive loss	(1,646)	(3,284)
Treasury stock, at cost	(35,727)	–
Total stockholders' equity	601,870	632,112
Total liabilities and stockholders' equity	$ 895,131	$ 999,635

For a complete set of consolidated/combined financial statements, refer to the Company's 2002 Annual Report on Form 10-K.

CONDENSED CONSOLIDATED/COMBINED STATEMENTS OF CASH FLOWS

BearingPoint

	Consolidated			Combined
(in thousands)	Year Ended June 30, 2002	Year Ended June 30, 2001	Five-Months Ended June 30, 2000	Seven-Months Ended January 31, 2000
Cash flows from operating activities:				
Income before partner distributions and benefits				$ 90,292
Net income (loss)	$ (26,898)	$ 34,951	$ (17,802)	–
Adjustments to reconcile to net cash provided by (used in) operating activities:				
Cumulative effect of change in accounting principle	79,960	–	–	–
Equity in losses of affiliate and loss on redemption of equity interest in affiliate	–	76,019	15,812	14,374
Deferred income taxes	(7,286)	(13,213)	12,930	(1,074)
Gain on sale of assets	–	(6,867)	–	–
Debt conversion discount	–	1,698	–	–
Stock awards	1,862	–	17,250	–
Depreciation	30,641	29,548	12,074	13,447
Amortization	18,679	31,474	8,575	8,957
Impairment charge	23,914	7,827	8,000	–
Minority interests	–	140	439	(28)
Changes in assets and liabilities:				
Accounts receivable	132,054	(51,864)	(214,122)	(132,878)
Unbilled revenues	52,990	59,180	(204,365)	(57,598)
Other current assets	35,795	(1,190)	(14,636)	(19,409)
Other assets	2,999	1,321	(15,480)	(3,842)
Accrued payroll and related liabilities	(47,561)	27,519	40,862	(39,264)
Accounts payable and other current liabilities	(29,914)	(38,945)	8,001	56,917
Special payment to managing directors	–	(73,230)	73,230	–
Other liabilities	(416)	–	(1,162)	(1,368)
Net cash provided by (used in) operating activities:	266,819	84,368	(270,394)	(71,474)
Cash flows from investing activities:				
Purchases of property and equipment	(23,302)	(44,309)	(18,220)	(16,367)
Businesses acquired, net of cash acquired	(33,203)	(13,599)	(43,168)	(21,120)
Purchases of other intangible assets	(27,301)	(30,579)	(29,379)	(3,031)
Notes receivable	–	–	(7,020)	–
Investment in affiliate	–	(9,945)	–	–
Purchases of equity investments	(2,234)	(7,500)	(6,821)	–
Net cash used in investing activities	(86,040)	(105,932)	(104,608)	(40,518)
Cash flows from financing activities:				
Proceeds from issuance of common stock	29,908	563,492	–	–
Proceeds from issuance of Series A Preferred Stock	–	–	1,050,000	–
Repurchases of common stock	(35,727)	–	–	–
Proceeds from notes payable	–	283	124,590	18,573
Repayment of notes payable	(13,512)	(54,670)	(94,335)	(3,200)
Repayment of acquisition obligations	–	(42,033)	–	–
Repayment of Series A Preferred Stock	–	(378,329)	–	–
Repurchase of minority interest in subsidiary	(2,093)	(1,914)	–	–
Notes receivable from stockholders	(1,672)	(1,588)	(5,845)	–
Dividends paid on Series A Preferred Stock	–	(44,754)	(12,910)	–
Business transfer from KPMG LLP	–	–	(4,261)	–
Repayment of notes payable to KPMG LLP	–	–	(680,809)	–
Additions of capital by KPMG LLP, net	–	–	–	107,854
Net cash provided by (used in) financing activities	(23,096)	40,487	376,430	123,227
Net increase in cash and cash equivalents	157,683	18,923	1,428	11,235
Cash and cash equivalents – beginning of period	45,914	26,991	25,563	14,328
Cash and cash equivalents – end of period	$ 203,597	$ 45,914	$ 26,991	$ 25,563

For a complete set of consolidated/combined financial statements, refer to the Company's 2002 Annual Report on Form 10-K.

FIVE-YEAR SELECTED FINANCIAL DATA

BearingPoint

(in thousands, except per share amounts)	Consolidated (Corporate Basis) Year Ended June 30, 2002	Year Ended June 30, 2001	Pro Forma Year Ended June 30, 2000†	Five-Months Ended June 30, 2000	Combined (Partnership Basis)* Seven-Months Ended January 31, 2000	Year Ended June 30, 1999	Year Ended June 30, 1998
Revenues	$ 2,367,627	$ 2,855,824	$ 2,369,984	$ 1,105,166	$ 1,264,818	$ 1,981,536	$ 1,428,891
Costs of service:							
Impairment charge	23,914	7,827	8,000	8,000	–	–	–
Other costs of service	1,742,861	2,133,250	1,805,611	817,800	897,173	1,381,518	1,062,326
Total costs of services	1,766,775	2,141,077	1,813,611	825,800	897,173	1,381,518	1,062,326
Gross margin	600,852	714,747	556,373	279,366	367,645	600,018	366,565
Selling, general and administrative expenses	467,162	493,818	400,788	206,930	235,668	345,745	251,483
Special payment to managing directors	–	–	–	34,520	–	–	–
Operating income	133,690	220,929	155,585	37,916	131,977	254,273	115,082
Interest income/(expense)	896	(14,789)	(37,467)	(10,128)	(27,339)	(25,157)	(16,810)
Equity in losses of affiliate and loss on redemption of equity interest in affiliate, other, net	–	(69,292)	(30,597)	(16,251)	(14,346)	(733)	619
Income before partner distributions and benefits*					$ 90,292	$ 228,383	$ 98,891
Income before taxes	134,586	136,848	87,521	11,537			
Income tax expense	81,524	101,897	61,265	29,339			
Net income (loss) before cumulative effect of change in accounting principle	53,062	34,951	26,256	(17,802)			
Cumulative effect of change in accounting principle	(79,960)	–	–	–			
Net income (loss)	(26,898)	34,951	26,256	(17,802)			
Dividend on Series A Preferred Stock	–	(31,672)	(25,992)	(25,992)			
Preferred stock conversion discount	–	(131,250)	–	–			
Net income (loss) applicable to common stockholders	$ (26,898)	$ (127,971)	$ 264	$ (43,794)			
Earnings (loss) per share – basic and diluted							
Income (loss) before cumulative effect of change in accounting principle applicable to common stockholders	$ 0.34	$ (1.19)	$ –	$ (0.58)			
Cumulative effect of change in accounting principle applicable to common stockholders	(0.51)	–	–	–			
Net income (loss) applicable to common stockholders	$ (0.17)	$ (1.19)	$ –	$ (0.58)			

* Represents combined statement of income before partner distributions and benefits, which excludes payments for partner distributions and benefits and income tax expense.

† Pro Forma operating results for fiscal year 2000 have been prepared assuming our separation from KPMG LLP and conversion to corporate form occurred as of July 1, 1999, and reflects pro forma adjustments relating to pension compensation and benefit costs, cost of infrastructure costs allocated to us by KPMG LLP and income tax expense.

For a complete set of consolidated/combined financial statements, refer to the Company's 2002 Annual Report on Form 10-K.

BOARD OF DIRECTORS

RANDOLPH C. BLAZER
Chairman and Chief Executive Officer, BearingPoint, Inc.

DOUGLAS C. ALLRED
Senior Vice President
Customer Advocacy, Worldwide Systems, Support and Services, Cisco Systems, Inc.

WOLFGANG KEMNA
Executive Vice President of Global Initiatives, SAP AG

RODERICK C. MCGEARY
Retired

AFSHIN MOHEBBI
President and Chief Operating Officer, Worldwide Operations, Qwest Communications International, Inc.

ALICE M. RIVLIN
Henry Cohen Professor of Urban Management, New School University; Former Vice Chair, Board of Governors, Federal Reserve System

EXECUTIVE MANAGEMENT TEAM

RANDOLPH C. BLAZER
Chairman and Chief Executive Officer

BRADLEY J. SCHWARTZ
Group Executive Vice President, Worldwide Client Service

MICHAEL J. DONAHUE
Group Executive Vice President and Chief Operating Officer

DAVID W. BLACK
Executive Vice President and General Counsel

ROBERT C. LAMB, JR.
Executive Vice President and Chief Financial Officer

JAY H. NUSSBAUM
Executive Vice President, Managed Services

NATHAN H. PECK, JR.
Executive Vice President and Chief Administrative Officer

LINDA E. REBROVICK
Executive Vice President and Chief Marketing Officer

GAIL P. STEINEL
Executive Vice President, Worldwide Client Service

MARY E. SULLIVAN
Vice President, Human Resources

From left to right: Linda Rebrovick, Michael Donahue, David Black, Randolph Blazer, Nathan Peck, Mary Sullivan, Bradley Schwartz, Jay Nussbaum, Gail Steinel and Robert Lamb.

BUSINESS UNIT LEADERSHIP

JEFFREY M. ANDERSON
Executive Vice President,
Financial Services, U.S.

HENDRIK J. ANSINK
Executive Vice President,
European Operations

PAUL CIANDRINI
Executive Vice President,
High Technology

JOHN M. CONDON
Executive Vice President,
European Finance

ROSS M. CURTIS, III
Executive Vice President,
Worldwide Sales

THOMAS L. ELLIOTT, III
Executive Vice President,
Corporate Integration

CRAIG D. FRANKLIN
Executive Vice President,
Communications & Content

S. DANIEL JOHNSON
Executive Vice President,
Public Services

PETER N. MELCHER
Executive Vice President,
European Geographies

ROBIN G. PALMER
Executive Vice President,
Latin America

STEFFEN SEEGER
Executive Vice President,
Financial Services

LUIS A. TREDICCE
Executive Vice President,
European Industries

CHARLES M. WHITE
Senior Vice President,
Chief Information Officer

THOMAS G. WILDE
Executive Vice President,
Consumer & Industrial Markets

PAUL K. YONAMINE
Executive Vice President,
Asia Pacific

CORPORATE INFORMATION

ANNUAL MEETING

The Annual Meeting of the Stockholders of BearingPoint will be on November 11, 2002, at 9:00 a.m., at the
Mayflower Hotel
1127 Connecticut Avenue, NW
East Ballroom
Washington, D.C. 20036

FORM 10-K ANNUAL REPORT

Readers who wish to obtain a copy of our Form 10-K Annual Report as filed with the Securities and Exchange Commission should contact:
Deborah Mandeville
Investor Relations
99 High Street
Boston, MA 02110-2371
617.988.1885
or use the corporate Web site to link to our filings with the Securities and Exchange Commission.

REGISTRAR AND TRANSFER AGENT

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150 Royal Street
Mail Stop 45-02-62
Canton, MA 02021
781.575.2000

TRADING SYMBOL

NYSE: BE

CORPORATE HEADQUARTERS

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McLean, VA 22102
703.747.3000
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DESIGN Inc Design, www.incdesign.com

BearingPoint™
Formerly KPMG Consulting

Business and Systems Aligned. Business Empowered.™

STRATEGY & BUSINESS PROCESS | CUSTOMER RELATIONSHIP MANAGEMENT | SUPPLY CHAIN MANAGEMENT
ENTERPRISE | INTEGRATION SERVICES | INFRASTRUCTURE | EMERGING TECHNOLOGIES | MANAGED SERVICES

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