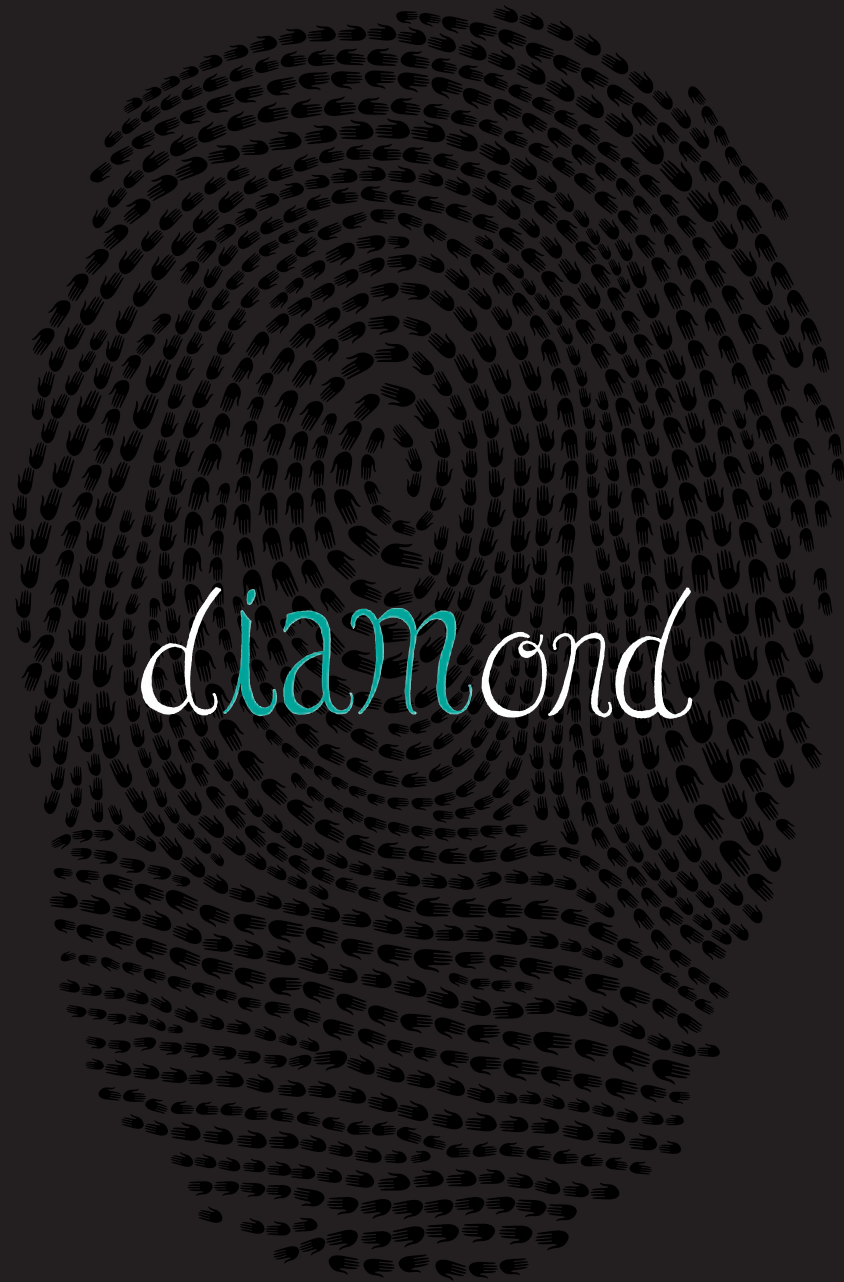


DIAMOND MANAGEMENT & TECHNOLOGY CONSULTANTS, INC.
2007 YEAR IN REVIEW



The mark of a leader is found not in a footprint,
but through a fingerprint.

The vibrant and talented people of Diamond work together
with a singular purpose – to deliver insight, innovation,
and impact to world-class clients. Connected by
an ethos of trust, leadership and collaboration, Diamond’s
consultants create value for clients at the intersections of
business and technology, strategy and execution.

Generating insight...sparking innovation...delivering impact...

I am Diamond.

Developing solutions...moving markets...moving forward...

I am Diamond.

One firm...one goal...one voice...

I am Diamond.

No. 1



i am

a trusted advisor

shaping

opportunities

for global

industry leaders



I³ RULE NO.1: INSIGHT

{ insight reveals advantages ~ minds always win over matter }



No. 2



i am

a thriving business
delivering results
for clients
through the
execution of
innovative ideas



I³ RULE NO. 2: INNOVATION

{ innovation is equal parts inspiration, preparation and application }



No. 3



i am

a visionary company
creating value
by applying the
principles of
management and
the power of technology



I³ RULE NO. 3: IMPACT

{ impact is greatest where the stakes are highest }



Letter from Your President & CEO



Adam J. Gutstein, President & CEO

As we reflect upon our 10-year anniversary as a publicly traded company, we celebrate our rich heritage and all of the people within the broader Diamond community who have brought us to where we are today—our clients, employees, alumni, investors, directors and all of the members of our Diamond Network. Our successes to date, as well as the promising opportunities now unfolding before us, are the direct result of the best and brightest people in the industry working together to deliver innovative solutions to our clients. Our common goal: to be the world's premier consulting firm at the intersections of business and technology, strategy and execution.

Dear Stockholders,

ENDURING PRINCIPLES AND APPRECIATING VALUE

Since the firm's inception, Diamond has been committed to its core values of trust, leadership and collaboration. These enduring values enable us to deliver insight, innovation and impact to our clients, unique and rewarding careers for our people and consequently return increasing value for our stockholders.

Our role as an objective, trusted advisor to global industry leaders is increasingly important as the relationship between business and information technology becomes more complex and essential. Our clients rely on our multi-disciplinary teams and deep industry insight to deliver sustainable results and help them gain a clear competitive advantage. Our core skills across business and technology, coupled with our ability to work from strategy through execution, continue to differentiate Diamond in the marketplace and produce exceptional results.

2007 ACHIEVEMENTS ~ STRONG RESULTS AND GROWTH

Our focus on clients, people and improved business execution resulted in strong financial performance in fiscal year 2007. Highlights include generating 16 percent annual net revenue growth and delivering free cash flow from continuing operations of more than \$21 million. We finished the year with a strong balance sheet, reflecting \$84 million in cash and no long-term borrowings. In keeping with our promise to return tangible value to stockholders, we repurchased over \$37 million of stock in fiscal year 2007 and paid our first annual dividend of \$0.30 per share.

Authentic client relationships are central to our growth. In fiscal year 2007, our client base expanded by 30 percent, while over 80 percent of our revenue in fiscal year 2007 came from clients with whom we had worked in the prior fiscal year. These results demonstrate the enduring relationships we build as we create value for our clients across business and technology-based initiatives. We are pleased with the strength, duration and caliber of our client relationships, and with the fact that our clients readily serve as references to new clients. We believe that our commitment to quality – in our people, our intellectual capital, and our client work – will allow us to continue to build new relationships with many more of the world's leading companies.

Reflecting our commitment to provide value to our clients and growth for our people, our firm and our investors in fiscal year 2007, we refocused our efforts around the most promising markets and opportunities:

- ~ We completed the divestiture of certain portions of our international operations in order to sharpen our focus on the key markets that we believe represent the best opportunities to provide value for our clients, opportunities for our people and sustained growth for our firm. Concentrating our operations in North America, the United Kingdom and India will allow us to better focus our investments in the business for the future.

- ~ We made strategic investments in our people at all levels to help us better serve our clients, reflecting our central belief that people are the most important element of our business. We added 16 partners to our firm through a combination of internal promotions and outside partner hires. We continued to invest in our staff in terms of training and development programs. And we invested in developing our senior-most people, our partners, who are responsible for managing client relationships, ensuring the quality and impact of our client work, and attracting new business. Today, over 80 percent of our partners are developed from within the firm and we expect that percentage to increase, which speaks to the durability of the firm.
- ~ We continued to invest in building practices in non-cyclical industries to help protect us against economic cycles. Our Healthcare practice grew over 50 percent in fiscal year 2007 and our Public Sector practice, while a small part of our business, grew over 30 percent.
- ~ Internationally, we opened the Diamond Information & Analytics Center (DIAC) in Mumbai during our third quarter. The DIAC provides our clients with fast, insightful analysis of complex marketing and operational issues where the intelligent use of data holds the key to better decisions and actions. In addition to the DIAC, our new office in Mumbai delivered traditional Diamond services to Indian companies and served as an important recruiting hub for top Indian talent. In our UK region, we made some strategic hires as part of our investment in people and in order to improve our growth prospects. We are optimistic about our practices in India and the UK, and we are pleased that both practices are increasingly demonstrating synergies across people, intellectual capital and clients.
- ~ We published 17 whitepapers and viewpoints summarizing our insights on key industry issues such as “The Right Way to SOA (Service Oriented Architecture),” “Competitive Implications of Consumer-Driven Healthcare” and “The New Economics of Information and Analytics: 5 Key Drivers for Success.” Because Diamond is a business that delivers value to clients through the execution of innovative ideas, we continuously generate new intellectual capital and bring relevant perspectives to our clients’ most pertinent business issues.

2008 EXPECTATIONS ~ TANGIBLE TARGETS AND CONFIDENCE

We are confident in our positioning as the premier firm working squarely at the intersection of business and technology, strategy and execution. Many of the most successful companies in the world seek our expertise to develop and implement innovative growth strategies, reduce costs, and manage complex programs. Our unwavering commitment to our core values of trust, leadership and collaboration has served us well. Adherence to these values is what ensures we attract and retain the very best people, generate industry-leading intellectual capital, and work collaboratively with each other and our clients.

As we look ahead to fiscal year 2008, we have three primary operating objectives: first, to grow our top line at 15 percent or better. We'll do this by continuing to deliver high-impact, high-quality work to our clients, and by recruiting, retaining and investing in the best and brightest consultants. Our second objective is to improve our key metrics in order to drive margin expansion and profitability. We will do this by improving our utilization and rate realization. And, third, we will raise awareness of our brand by clearly positioning Diamond in the minds of our target audience. We are confident our future will be marked by sustained growth, innovative thought leadership and exceptional client results. We thank you for your continued support.



Sincerely,

Adam J. Gutstein, President & CEO

July 2007



From left to right:

Karl E. Bupp, Chief Financial Officer & Treasurer;

Adam J. Gutstein, President & Chief Executive Officer;

Mel E. Bergstein, Chairman;

William R. McClayton, Chief Administrative Officer & Secretary

Financial Highlights

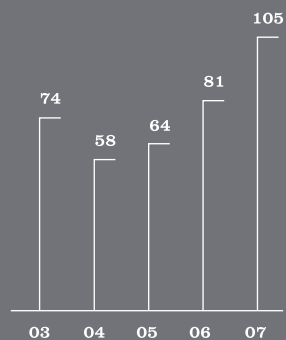
Continuing Operations – Fiscal Years Ending March 31

ANNUAL NET REVENUE

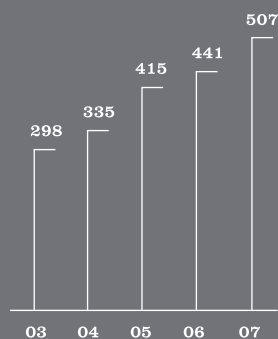
(\$ in millions)



TOTAL CLIENTS SERVED

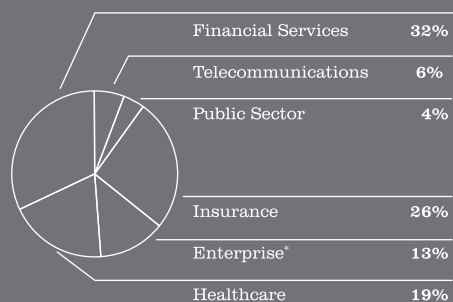


CONSULTANT HEADCOUNT



REVENUE BY INDUSTRY PRACTICE

Fiscal Year 2007



*The Enterprise vertical includes consumer packaged goods, retail and distribution, travel and entertainment, manufacturing, and logistics.

Selected Financial Highlights

Continuing Operations – Fiscal Year 2007

(\$ in thousands, except per share data)

	Q1	Q2	Q3	Q4
Net revenue	\$ 40,896	\$ 41,163	\$ 43,736	\$ 42,904
Total revenue	\$ 46,230	\$ 46,610	\$ 49,158	\$ 48,275
Income (loss) from operations	\$ 3,388	\$ (1,347)	\$ 4,203	\$ 3,780
Income from continuing operations after income taxes	\$ 2,088	\$ 18	\$ 2,544	\$ 2,565
Diluted income (loss) from continuing operations after income taxes per share	\$ 0.06	\$ 0.00	\$ 0.08	\$ 0.08

CORPORATE HEADQUARTERS

Diamond Management & Technology
Consultants, Inc.
John Hancock Center
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Chicago, Illinois 60611
312-255-5000

BOARD OF DIRECTORS

Mel E. Bergstein
Chairman, Diamond

Edward R. Anderson
President, iPoint Systems;
Chairman & Chief Executive Officer,
Ambrosia Solutions

Donald R. Caldwell
Chairman & Chief Executive Officer,
Cross Atlantic Capital Partners, Inc.

Adam J. Gutstein
President & Chief Executive Officer,
Diamond

Alan C. Kay
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Institute, Inc.

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Managing Director,
Catalyst Capital Management, LLC

Javier Rubio
President & Director, Nauta Capital

Pauline A. Schneider
Partner, Orrick, Herrington
& Sutcliffe, LLP

Samuel K. Skinner
Of Counsel, Greenberg Traurig, LLP;
Adjunct Professor,
Northwestern University

John J. Sviokla
Vice Chairman, Diamond

Arnold R. Weber
President Emeritus,
Northwestern University

CORPORATE MANAGEMENT

Mel E. Bergstein
Chairman

Karl E. Bupp
Chief Financial Officer & Treasurer

Adam J. Gutstein
President & Chief Executive Officer

William R. McClayton
Chief Administrative Officer
& Secretary

John J. Sviokla
Vice Chairman

TRANSFER AGENT AND REGISTRAR

For questions concerning stock
certificates, change of address,
consolidation of accounts, transfer of
ownership, or other stock account
matters, please contact:

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201-680-4000
www.melloninvestor.com
shrrelations@mellon.com

COMMON STOCK

Diamond Management & Technology
Consultants, Inc. common stock is
traded on the NASDAQ Global Market
under the symbol "DTPI."

**FORM 10-K AND
OTHER CORPORATE INFORMATION**

Copies of Form 10-K or other
information about the company
may be obtained by contacting:

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investor@diamondconsultants.com

LEGAL

Steven R. Worth
General Counsel & Assistant Secretary

INDEPENDENT AUDITORS

KPMG LLP, Chicago, Illinois

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