120 ANNIVERSARY

BELDEN

Let's build the future.



Q4 2022 EARNINGS RELEASE

Conference Call | February 8, 2023

Forward-Looking Statements and Non-GAAP Financial Measures

Forward-Looking Statements

Our commentary and responses to your questions may contain forward-looking statements, including our outlook for the first quarter, full year 2023, and adjusted EPS for 2025. Forward-looking statements include projections of sales, earnings, general economic conditions, market conditions, working capital, market shares, free cash flow, pricing levels, and effective tax rates. Belden disclaims any obligation to update any such statements to reflect later developments, except as required by law. Information on factors that could cause actual results to vary materially from those discussed today is available in our most recent Annual Report on Form 10-K for the period ended December 31, 2021, filed with the Securities and Exchange Commission ("SEC") on February 15, 2022 (including those discussed in "Management's Discussion and Analysis of Financial Condition and Results of Operations" in Part I, Item 2 and under "Risk Factors" in Part I, Item 1A), and our subsequent filings with the SEC.

Non-GAAP Measures

On this call we will discuss some non-GAAP measures (denoted by footnote) in discussing Belden's performance, and the reconciliation of those measures to the most comparable GAAP measures is contained within this presentation or available at our investor relations website, investor.belden.com.

2022 Performance Overview

Momentum Continues with Healthy Balance Sheet

1

Delivered another strong quarter with record full year revenue and EPS(1)

- Record full year revenue and record full year EPS
- Continued strong execution resulted in 16% organic growth(2) YoY with double-digit organic growth in both segments
- Expanded full year EBITDA margins by 90 basis points to 17.0%

2

Reduced net leverage with meaningful cash flow

- Net leverage(3) decreased to 1.0x, down from 2.1x the prior year
- Generated $220M free cash flow for the full year

3

Deployed capital towards high return growth opportunities

- Completed three successful bolt-on acquisitions in Industrial Automation and Broadband & 5G
- Repurchased 2.6M shares, or approximately 6% of shares outstanding, for $150M through year end

4

Ahead of plan towards our goal of $8.00 EPS by 2025

- 2022 EPS up 35% YoY
- Revenue up 13% YoY

(1) All references to Earnings Per Share refer to adjusted net income from continuing operations per diluted share attributable to Belden stockholders See Appendix for reconciliation to comparable GAAP results.
(2) Organic growth is calculated as the change in revenues excluding the impacts of changes in currency exchange rates and copper prices, as well as acquisitions and divestitures.
(3) Net leverage is calculated as (A) total debt less cash and cash equivalents divided by (B) the sum of trailing twelve months Adjusted EBITDA plus trailing twelve months stock-based compensation expense.

Broadband & 5G
Fiber Opportunity

4Q22 Key Customer Win

$50 *million over 4 years*

Belden was selected as the single source for all fiber cabinet solutions as our products offer easy configuration to reduce costs and deployment time.

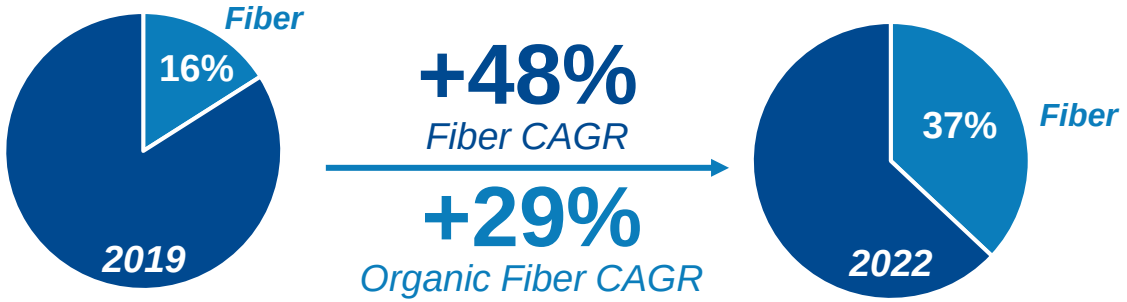
Our customer is in the process of allocating significant capital towards expanding their fiber network with a goal of eliminating the existing copper network.





Belden is becoming the provider of choice to help companies invest in fiber solutions

Fiber Revenue as % of Broadband & 5G Product Revenues



Driving Secular Trends

Rural Broadband	**$85B**	opportunity ($20B RDOF + $65B Infrastructure Bill)
Increasing Bandwidth Demand	**15%+** *CAGR*	as FTTH is expected to nearly double in US by 2025
Major 5G Rollouts	**3x**	increase in US 5G cells by 2025

Let's build the future.

Sources: Infrastructure Investment and Jobs Act, Rural Digital Opportunity Fund (RDOF), S&P Global: 2022 U.S. Telecom And Cable Outlook, Dell'Oro Mobile RAN Five Year Forecast Report.
Definitions: Rural Digital Opportunity Fund ("RDOF"), Fiber to the home ("FTTH")

Q4 2022 Financial Results Overview

$ millions	Q4 2022[1]	Q4 2021[1]	YoY
Revenue	**$659.1**	**$610.6**	**+8%**
Gross Profit	**$248.8**	**$214.0**	**+16%**
Gross Profit %	37.8%	35.0%	+280 bps
EBITDA	**$115.0**	**$100.8**	**+14%**
EBITDA %	17.4%	16.5%	+90 bps
Net Income[2]	**$76.3**	**$59.5**	**+28%**
Earnings Per Share[3]	**$1.75**	**$1.30**	**+35%**

- Revenue up 8% YoY
- Organic Revenue Growth 12%[4]
  - Industrial Automation Solutions Organic Revenue Growth 18% YoY
  - Enterprise Solutions Organic Revenue Growth 6% YoY
- Gross margin 37.8%, +280 bps YoY
- EBITDA up 14% YoY
- EPS up 35% YoY

Strong execution in complex and volatile market conditions

(1) Adjusted results. See Appendix for reconciliation to comparable GAAP results.
(2) All references to Net Income refer to adjusted net income from continuing operations attributable to Belden stockholders.
(3) All references to Earnings Per Share refer to adjusted net income from continuing operations per diluted share attributable to Belden stockholders.
(4) Organic growth is calculated as the change in revenues excluding the impacts of changes in currency exchange rates and copper prices, as well as acquisitions and divestitures.

Full Year 2022 Financial Results Overview

$ millions	FY 2022[1]	FY 2021[1]	YoY
Revenue	**$2,606.5**	**$2,301.3**	**+13%**
Gross Profit	**$931.9**	**$787.1**	**+18%**
Gross Profit %	35.8%	34.2%	+160 bps
EBITDA	**$443.6**	**$371.5**	**+19%**
EBITDA %	17.0%	16.1%	+90 bps
Net Income[2]	**$285.4**	**$215.5**	**+32%**
Earnings Per Share[3]	**$6.41**	**$4.75**	**+35%**

- Record Full Year Revenue, up 13% YoY
- Organic Revenue Growth 16% YoY[4]
  - Industrial Automation Solutions Organic Revenue Growth 19% YoY
  - Enterprise Solutions Organic Revenues Growth 13% YoY
- Gross margin 35.8%, +160 bps YoY
- EBITDA up 19% YoY
- Record Full Year EPS, up 35% YoY

Record Full Year Revenue
Record Full Year EPS

(1) Adjusted results. See Appendix for reconciliation to comparable GAAP results.
(2) All references to Net Income refer to adjusted net income from continuing operations attributable to Belden stockholders.
(3) All references to Earnings Per Share refer to adjusted net income from continuing operations per diluted share attributable to Belden stockholders.
(4) Organic growth is calculated as the change in revenues excluding the impacts of changes in currency exchange rates and copper prices, as well as acquisitions and divestitures.

Full Year 2022 Segment Results

Industrial Automation Solutions

$ millions	FY 2022	FY 2021	YoY
Revenue	**$1,408.0**	**$1,226.8**	**+15%**
EBITDA	**$277.1**	**$222.7**	**+24%**
EBITDA %	19.7%	18.2%	+150 bps

Robust secular growth opportunities driven by customers shifting to business outcomes supported by full solutions providers

Enterprise Solutions

$ millions	FY 2022	FY 2021	YoY
Revenue	**$1,198.5**	**$1,074.4**	**+12%**
EBITDA	**$161.5**	**$144.5**	**+12%**
EBITDA %	13.5%	13.4%	+10 bps

Multi-year investment cycle in Broadband and 5G bandwidth demands support a solid long-term growth trajectory

Q4 2022 Balance Sheet Highlights

$ millions (unless otherwise stated)	4Q 2022	3Q 2022	4Q 2021
Cash and Cash Equivalents	$687.7	$547.5	$641.6
Days Sales Outstanding	60	59	56
Inventory Turns	4.8x	4.9x	4.7x
Total Debt Principal Amount	$1.17 billion	$1.06 billion	$1.48 billion
Net Leverage(1)	1.0x	1.1x	2.1x

(1) Net leverage is calculated as (A) total debt less cash and cash equivalents divided by (B) the sum of trailing twelve months Adjusted EBITDA plus trailing twelve months stock-based compensation expense.

Q4 2022 and Full Year 2022 Free Cash Flow

$ millions (unless otherwise stated)	4Q 2022	4Q 2021	FY 2022	FY 2021
Cash flows from operating activities	$202.5	$170.1	$281.3	$272.1
Less: Capital expenditures	($54.8)	($35.4)	($105.1)	($91.0)
Plus: Proceeds from disposal of assets	-	$27.0	$43.5	$30.2
Free cash flow(1)	$147.7	$161.7	$219.7	$211.3

(1) Free cash flow is not a term defined by generally accepted accounting principles (GAAP) and our definition may or may not be used consistently with other companies that define this term. See Appendix for reconciliation to comparable GAAP results.

Full Year and First Quarter 2023 Outlook

As of February 8, 2023

Full Year 2023 Outlook	
Total Revenue *($billion)*	**$2.670 - $2.720**
Organic Revenue Growth	**3% - 5%**
GAAP EPS	**$5.73 - $6.13**
Adjusted EPS	**$6.60 - $7.00**

1Q 2023 Outlook	
Total Revenue *($million)*	**$615 - $630**
Organic Revenue Growth	**3% - 6%**
GAAP EPS	**$1.29 - $1.39**
Adjusted EPS	**$1.50 - $1.60**

2023 Organic Growth Assumptions	
Industrial Automation	~Mid to High SD
Broadband & 5G	~MSD
Smart Buildings	~Flat

Full Year 2023 Supporting Assumptions
Interest expense of $44 million
Tax rate of 20%
Share count of 44.2 million

Let's build the future.

Adjusted Outlook. See Appendix for reconciliation to comparable GAAP outlook.
(1) All references to Earnings Per Share refer to adjusted net income from continuing operations per diluted share attributable to Belden stockholders.

VALUE CREATION FRAMEWORK

ORGANIC REVENUE GROWTH

GDP+

DISCIPLINED CAPITAL ALLOCATION

~1.5x

net leverage allows for substantial capital deployment over next 4 years



INCREMENTAL EBITDA MARGINS

~30%

ROBUST FREE CASH FLOW GENERATION

~$1.0B

cumulative over next 4 years (2022 – 2025)

Adjusted results.

Our customers are building the future.
We build the network that makes it possible.

BELDEN **Let's Build The Future.**



QUESTIONS?

APPENDIX

Statement of Operations

(Unaudited)	Three Months Ended December 31, 2022	Three Months Ended December 31, 2021	Twelve Months Ended December 31, 2022	Twelve Months Ended December 31, 2021
	(In thousands, except per share data)			
Revenues	$ 659,072	$ 611,959	$ 2,606,485	$ 2,301,260
Cost of sales	(412,594)	(404,030)	(1,690,196)	(1,529,417)
Gross profit	246,478	207,929	916,289	771,843
Selling, general and administrative expenses	(129,889)	(108,485)	(448,636)	(378,027)
Research and development expenses	(28,599)	(22,117)	(104,350)	(90,227)
Amortization of intangibles	(9,761)	(7,685)	(37,860)	(30,630)
Asset impairments	—	—	—	(9,283)
Gain on sale of asset	—	—	37,891	—
Operating income	78,229	69,642	363,334	263,676
Interest expense, net	(7,984)	(16,061)	(43,554)	(62,693)
Loss on debt extinguishment	—	—	(6,392)	(5,715)
Non-operating pension benefit	1,709	1,355	4,005	4,476
Gain on sale of note receivable	—	27,036	—	27,036
Income from continuing operations before taxes	71,954	81,972	317,393	226,780
Income tax expense	(10,631)	(1,506)	(49,645)	(27,939)
Income from continuing operations	61,323	80,466	267,748	198,841
Loss from discontinued operations, net of tax	—	(132,039)	(3,685)	(136,384)
Gain (loss) on disposal of discontinued operations, net of tax	692	1,860	(9,241)	1,860
Net income (loss)	62,015	(49,713)	254,822	64,317
Less: Net income attributable to noncontrolling interest	48	56	159	392
Net income (loss) attributable to Belden stockholders	$ 61,967	$ (49,769)	$ 254,663	$ 63,925
Weighted average number of common shares and equivalents:				
Basic	42,819	44,927	43,845	44,802
Diluted	43,705	45,729	44,537	45,361
Basic income (loss) per share attributable to Belden stockholders:				
Continuing operations	$ 1.43	$ 1.79	$ 6.10	$ 4.43
Discontinued operations	—	(2.94)	(0.08)	(3.04)
Disposal of discontinued operations	0.02	0.04	(0.21)	0.04
Net income (loss)	$ 1.45	$ (1.11)	$ 5.81	$ 1.43
Diluted income (loss) per share attributable to Belden stockholders:				
Continuing operations	$ 1.40	$ 1.76	$ 6.01	$ 4.37
Discontinued operations	—	(2.94)	(0.08)	(3.04)
Disposal of discontinued operations	0.02	0.04	(0.21)	0.04
Net income (loss)	$ 1.42	$ (1.11)	$ 5.72	$ 1.41
Common stock dividends declared per share	$ 0.05	$ 0.05	$ 0.20	$ 0.20

Operating Segment Information

(Unaudited)	Enterprise Solutions	Industrial Automation Solutions	Total Segments
	(In thousands, except percentages)		
For the three months ended December 31, 2022			
Segment Revenues	$ 303.403	$ 355.669	$ 659.072
Segment EBITDA	42.699	70.436	113.135
Segment EBITDA margin	*14.1 %*	*19.8 %*	*17.2 %*
Depreciation expense	6.173	6.053	12.226
Amortization of intangibles	4.544	5.217	9.761
Amortization of software development intangible assets	2	1.017	1.019
Severance, restructuring, and acquisition integration	1.595	950	2.545
Adjustments related to acquisitions and divestitures	8.684	596	9.280
For the three months ended December 31, 2021			
Segment Revenues	$ 294.312	$ 316.295	$ 610.607
Segment EBITDA	39.806	59.662	99.468
Segment EBITDA margin	*13.5 %*	*18.9 %*	*16.3 %*
Depreciation expense	5.613	5.489	11.102
Amortization of intangibles	4.393	3.292	7.685
Amortization of software development intangible assets	22	392	414
Severance, restructuring, and acquisition integration	6.044	5.284	11.328
Adjustments related to acquisitions and divestitures	—	(750)	(750)
For the twelve months ended December 31, 2022			
Segment Revenues	$ 1.198.478	$ 1.408.007	$ 2.606.485
Segment EBITDA	161.517	277.079	438.596
Segment EBITDA margin	*13.5 %*	*19.7 %*	*16.8 %*
Depreciation expense	23.387	23.282	46.669
Amortization of intangibles	17.595	20.265	37.860
Amortization of software development intangible assets	54	3.821	3.875
Severance, restructuring, and acquisition integration	9.200	7.485	16.685
Adjustments related to acquisitions and divestitures	5.589	2.244	7.833
For the twelve months ended December 31, 2021			
Segment Revenues	$ 1.074.426	$ 1.226.834	$ 2.301.260
Segment EBITDA	144.509	222.684	367.193
Segment EBITDA margin	*13.4 %*	*18.2 %*	*16.0 %*
Depreciation expense	21.627	21.446	43.073
Amortization of intangibles	17.595	13.035	30.630
Amortization of software development intangible assets	94	1.485	1.579
Severance, restructuring, and acquisition integration	13.800	10.067	23.867
Adjustments related to acquisitions and divestitures	(7.052)	2.017	(5.035)
Asset impairments	—	9.283	9.283

Operating Segment Reconciliation to Consolidated Results

(Unaudited)	Three Months Ended December 31, 2022	Three Months Ended December 31, 2021	Twelve Months Ended December 31, 2022	Twelve Months Ended December 31, 2021
			(In thousands)	
Total Segment Revenues	$ 659,072	$ 610,607	$ 2,606,485	$ 2,301,260
Adjustments related to acquisitions	—	1,352	—	—
Consolidated Revenues	$ 659,072	$ 611,959	$ 2,606,485	$ 2,301,260
Total Segment EBITDA	$ 113,135	$ 99,468	$ 438,596	$ 367,193
Total non-operating pension benefit	1,709	1,355	4,005	4,476
Non-operating pension settlement loss	235	—	1,189	—
Eliminations	(75)	(47)	(231)	(120)
Consolidated Adjusted EBITDA (1)	115,004	100,776	443,559	371,549
Depreciation expense	(12,226)	(11,102)	(46,669)	(43,073)
Amortization of intangibles	(9,761)	(7,685)	(37,860)	(30,630)
Adjustments related to acquisitions and divestitures	(9,280)	750	(7,833)	5,035
Interest expense, net	(7,984)	(16,061)	(43,554)	(62,693)
Severance, restructuring, and acquisition integration	(2,545)	(11,328)	(16,685)	(23,867)
Amortization of software development intangible assets	(1,019)	(414)	(3,875)	(1,579)
Non-operating pension settlement loss	(235)	—	(1,189)	—
Loss on debt extinguishment	—	—	(6,392)	(5,715)
Asset impairments	—	—	—	(9,283)
Gain on sale of asset	—	—	37,891	—
Gain on sale of note receivable	—	27,036	—	27,036
Income from continuing operations before taxes	$ 71,954	$ 81,972	$ 317,393	$ 226,780

(1) Consolidated Adjusted EBITDA is a non-GAAP measure. See Reconciliation of Non-GAAP Measures for additional information.

Balance Sheet

(Unaudited)	December 31, 2022	December 31, 2021
	(In thousands)	
ASSETS		
Current assets:		
Cash and cash equivalents	$ 687,676	$ 641,563
Receivables, net	440,102	383,444
Inventories, net	341,563	345,203
Other current assets	66,866	58,283
Assets of discontinued operations	—	449,152
Total current assets	1,536,207	1,877,645
Property, plant and equipment, less accumulated depreciation	381,864	343,564
Operating lease right-of-use assets	73,376	75,571
Goodwill	862,253	821,448
Intangible assets, less accumulated amortization	246,830	238,155
Deferred income taxes	14,642	31,736
Other long-lived assets	46,503	29,558
	$ 3,161,675	$ 3,417,677
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	$ 350,058	$ 377,765
Accrued liabilities	289,861	278,108
Liabilities of discontinued operations	—	96,993
Total current liabilities	639,919	752,866
Long-term debt	1,161,176	1,459,991
Postretirement benefits	67,828	120,997
Deferred income taxes	58,582	51,113
Long-term operating lease liabilities	59,250	61,967
Other long-term liabilities	30,970	14,661
Stockholders' equity:		
Common stock	503	503
Additional paid-in capital	825,669	833,627
Retained earnings	751,522	505,717
Accumulated other comprehensive loss	(5,871)	(70,566)
Treasury stock	(428,812)	(313,994)
Total Belden stockholders' equity	1,143,011	955,287
Noncontrolling interests	939	795
Total stockholders' equity	1,143,950	956,082
	$ 3,161,675	$ 3,417,677

Cash Flow Statement

(Unaudited)	Twelve Months Ended December 31, 2022	December 31, 2021
	(In thousands)	
Cash flows from operating activities:		
Net income	$ 254,822	$ 64,316
Adjustments to reconcile net income to net cash from operating activities:		
Depreciation and amortization	88,738	87,988
Share-based compensation	23,676	24,871
Loss on debt extinguishment	6,392	5,715
Goodwill and other asset impairment	—	140,461
Deferred income tax expense (benefit)	(627)	3,575
Gain on sale of asset	(37,891)	—
Changes in operating assets and liabilities, net of the effects of currency exchange rate changes, acquired businesses and disposals:		
Receivables	(33,605)	(119,012)
Inventories	5,558	(92,984)
Accounts payable	(20,595)	135,666
Accrued liabilities	(5,416)	61,241
Income taxes	2,335	(6,448)
Other assets	2,881	(12,692)
Other liabilities	(4,972)	(20,642)
Net cash provided by operating activities	281,296	272,055
Cash flows from investing activities:		
Proceeds from disposal of businesses, net of cash sold	334,574	45,735
Proceeds from disposal of tangible assets	43,534	30,234
Purchase of intangible assets	—	(3,650)
Cash used for acquisitions and investments, net of cash acquired	(104,603)	(73,340)
Capital expenditures	(105,094)	(90,982)
Net cash provided by (used for) investing activities	168,411	(92,003)
Cash flows from financing activities:		
Payments under borrowing arrangements	(230,639)	(360,304)
Payments under share repurchase program	(150,000)	—
Cash dividends paid	(8,949)	(9,056)
Withholding tax payments for share-based payment awards	(7,186)	(5,570)
Payments under financing lease obligations	(157)	(3,151)
Debt issuance costs paid	—	(8,173)
Payments to noncontrolling interest holders	—	(2,682)
Proceeds from issuance of common stock	3,717	—
Borrowings under credit arrangements	—	356,010
Net cash used for financing activities	(393,214)	(32,926)
Effect of foreign currency exchange rate changes on cash and cash equivalents	(12,574)	(5,363)
Increase in cash and cash equivalents	43,919	141,763
Cash and cash equivalents, beginning of period	643,757	501,994
Cash and cash equivalents, end of period	$ 687,676	$ 643,757

The Condensed Consolidated Cash Flow Statement includes the results of discontinued operations up to the disposal date, February 22, 2022.

Reconciliation of Non-GAAP Measures

In addition to reporting financial results in accordance with accounting principles generally accepted in the United States, we provide non-GAAP operating results adjusted for certain items, including: asset impairments; accelerated depreciation expense due to plant consolidation activities; purchase accounting effects related to acquisitions, such as the adjustment of acquired inventory and deferred revenue to fair value and transaction costs; severance, restructuring, and acquisition integration costs; gains (losses) recognized on the disposal of businesses and tangible assets; amortization of intangible assets; gains (losses) on debt extinguishment; certain revenues and gains (losses) from patent settlements; discontinued operations; and other costs. We adjust for the items listed above in all periods presented, unless the impact is clearly immaterial to our financial statements. When we calculate the tax effect of the adjustments, we include all current and deferred income tax expense commensurate with the adjusted measure of pre-tax profitability.

We utilize the adjusted results to review our ongoing operations without the effect of these adjustments and for comparison to budgeted operating results. We believe the adjusted results are useful to investors because they help them compare our results to previous periods and provide important insights into underlying trends in the business and how management oversees our business operations on a day-to-day basis. As an example, we adjust for the purchase accounting effect of recording deferred revenue at fair value in order to reflect the revenues that would have otherwise been recorded by acquired businesses had they remained as independent entities. We believe this presentation is useful in evaluating the underlying performance of acquired companies. Similarly, we adjust for other acquisition-related expenses, such as amortization of intangibles and other impacts of fair value adjustments because they generally are not related to the acquired business' core business performance. As an additional example, we exclude the costs of restructuring programs, which can occur from time to time for our current businesses and/or recently acquired businesses. We exclude the costs in calculating adjusted results to allow us and investors to evaluate the performance of the business based upon its expected ongoing operating structure. We believe the adjusted measures, accompanied by the disclosure of the costs of these programs, provides valuable insight.

Adjusted results should be considered only in conjunction with results reported according to accounting principles generally accepted in the United States.

(Unaudited)	Three Months Ended		Twelve Months Ended	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	(In thousands, except percentages and per share amounts)			
GAAP revenues	$ 659,072	$ 611,959	$ 2,606,485	$ 2,301,260
Adjustments related to acquisitions	—	(1,352)	—	—
Adjusted revenues	$ 659,072	$ 610,607	$ 2,606,485	$ 2,301,260
GAAP gross profit	$ 246,478	$ 207,929	$ 916,289	$ 771,843
Severance, restructuring, and acquisition integration costs	1,317	7,002	10,088	11,308
Amortization of software development intangible assets	1,019	414	3,875	1,579
Adjustments related to acquisitions and divestitures	—	(1,352)	1,648	2,349
Adjusted gross profit	$ 248,814	$ 213,993	$ 931,900	$ 787,079
GAAP gross profit margin	*37.4 %*	*34.0 %*	*35.2 %*	*33.5 %*
Adjusted gross profit margin	*37.8 %*	*35.0 %*	*35.8 %*	*34.2 %*
GAAP selling, general and administrative expenses	$ (129,890)	$ (108,485)	$ (448,637)	$ (378,027)
Severance, restructuring, and acquisition integration costs	1,228	4,326	6,597	12,559
Adjustments related to acquisitions and divestitures	9,280	602	7,833	(7,384)
Adjusted selling, general and administrative expenses	$ (119,382)	$ (103,557)	$ (434,207)	$ (372,852)
GAAP and adjusted research and development expenses	$ (28,599)	$ (22,117)	$ (104,350)	$ (90,227)
GAAP income from continuing operations	$ 61,323	$ 80,466	$ 267,748	$ 198,841
Interest expense, net	7,984	16,061	43,554	62,693
Income tax expense	10,631	1,506	49,645	27,939
Loss on debt extinguishment	—	—	6,392	5,715
Non-operating pension settlement loss	235	—	1,189	—
Gain on sale of note receivable	—	(27,036)	—	(27,036)
Total non-operating adjustments	18,850	(9,469)	100,780	69,311
Asset impairments	—	—	—	9,283
Severance, restructuring, and acquisition integration costs	2,545	11,328	16,685	23,867
Amortization of intangible assets	9,761	7,685	37,860	30,630
Amortization of software development intangible assets	1,019	414	3,875	1,579
Adjustments related to acquisitions and divestitures	9,280	(750)	7,833	(5,035)
Gain on sale of asset	—	—	(37,891)	—
Total operating income adjustments	22,605	18,677	28,362	60,324
Depreciation expense	12,226	11,102	46,669	43,073
Adjusted EBITDA	$ 115,004	$ 100,776	$ 443,559	$ 371,549
GAAP income from continuing operations margin	*9.3 %*	*13.1 %*	*10.3 %*	*8.6 %*
Adjusted EBITDA margin	*17.4 %*	*16.5 %*	*17.0 %*	*16.1 %*

Reconciliation of Non-GAAP Measures (continued)

In addition to reporting financial results in accordance with accounting principles generally accepted in the United States, we provide non-GAAP operating results adjusted for certain items, including: asset impairments; accelerated depreciation expense due to plant consolidation activities; purchase accounting effects related to acquisitions, such as the adjustment of acquired inventory and deferred revenue to fair value and transaction costs; severance, restructuring, and acquisition integration costs; gains (losses) recognized on the disposal of businesses and tangible assets; amortization of intangible assets; gains (losses) on debt extinguishment; certain revenues and gains (losses) from patent settlements; discontinued operations; and other costs. We adjust for the items listed above in all periods presented, unless the impact is clearly immaterial to our financial statements. When we calculate the tax effect of the adjustments, we include all current and deferred income tax expense commensurate with the adjusted measure of pre-tax profitability.

We utilize the adjusted results to review our ongoing operations without the effect of these adjustments and for comparison to budgeted operating results. We believe the adjusted results are useful to investors because they help them compare our results to previous periods and provide important insights into underlying trends in the business and how management oversees our business operations on a day-to-day basis. As an example, we adjust for the purchase accounting effect of recording deferred revenue at fair value in order to reflect the revenues that would have otherwise been recorded by acquired businesses had they remained as independent entities. We believe this presentation is useful in evaluating the underlying performance of acquired companies. Similarly, we adjust for other acquisition-related expenses, such as amortization of intangibles and other impacts of fair value adjustments because they generally are not related to the acquired business' core business performance. As an additional example, we exclude the costs of restructuring programs, which can occur from time to time for our current businesses and/or recently acquired businesses. We exclude the costs in calculating adjusted results to allow us and investors to evaluate the performance of the business based upon its expected ongoing operating structure. We believe the adjusted measures, accompanied by the disclosure of the costs of these programs, provides valuable insight.

Adjusted results should be considered only in conjunction with results reported according to accounting principles generally accepted in the United States.

(Unaudited)	Three Months Ended		Twelve Months Ended	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	(In thousands, except percentages and per share amounts)			
GAAP income from continuing operations	$ 61,323	$ 80,466	$ 267,748	$ 198,841
Less: Net income attributable to noncontrolling interest	48	56	159	392
GAAP net income from continuing operations attributable to Belden stockholders	$ 61,275	$ 80,410	$ 267,589	$ 198,449
GAAP income from continuing operations	$ 61,323	$ 80,466	$ 267,748	$ 198,841
Plus: Operating income adjustments from above	22,605	18,677	28,362	60,324
Plus: Loss on debt extinguishment	—	—	6,392	5,715
Plus: Non-operating pension settlement loss	235	—	1,189	—
Less: Gain on sale of note receivable	—	27,036	—	27,036
Less: Net income attributable to noncontrolling interest	48	56	159	392
Less: Tax effect of adjustments above	7,809	12,595	18,169	21,957
Adjusted net income from continuing operations attributable to Belden stockholders	$ 76,306	$ 59,456	$ 285,363	$ 215,495
GAAP income from continuing operations per diluted share attributable to Belden stockholders (EPS)	$ 1.40	$ 1.76	$ 6.01	$ 4.37
Adjusted income from continuing operations per diluted share attributable to Belden stockholders (Adjusted EPS)	$ 1.75	$ 1.30	$ 6.41	$ 4.75
GAAP and adjusted diluted weighted average shares	43,705	45,729	44,537	45,361

Free Cash Flow GAAP to Non-GAAP Reconciliation

We define free cash flow, which is a non-GAAP financial measure, as net cash from operating activities adjusted for capital expenditures net of the proceeds from the disposal of tangible assets. We believe free cash flow provides useful information to investors regarding our ability to generate cash from business operations that is available for acquisitions and other investments, service of debt principal, dividends and share repurchases. We use free cash flow, as defined, as one financial measure to monitor and evaluate performance and liquidity. Non-GAAP financial measures should be considered only in conjunction with financial measures reported according to accounting principles generally accepted in the United States. Our definition of free cash flow may differ from definitions used by other companies.

	Three Months Ended		Twelve Months Ended	
(Unaudited)	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
	(In thousands)			
GAAP net cash provided by operating activities	$ 202,496	$ 170,136	$ 281,296	$ 272,055
Capital expenditures	(54,844)	(35,413)	(105,094)	(90,982)
Proceeds from disposal of assets	—	26,985	43,534	30,234
Non-GAAP free cash flow	$ 147,652	$ 161,708	$ 219,736	$ 211,307

Reconciliation of Non-GAAP Measures

Our guidance is based upon information currently available regarding events and conditions that will impact our future operating results. In particular, our results are subject to the factors listed under "Forward-Looking Statements" in this release. In addition, our actual results are likely to be impacted by other additional events for which information is not available, such as asset impairments, adjustments related to acquisitions and divestitures, severance, restructuring, and acquisition integration costs, gains (losses) recognized on the disposal of assets, gains (losses) on debt extinguishment, discontinued operations, and other gains (losses) related to events or conditions that are not yet known. Such information is not available for our 2025 fiscal year, and therefore we are unable to estimate 2025 GAAP income from continuing operations per diluted share attributable to Belden common stockholders.

2023 Guidance

	Year Ended December 31, 2023	Three Months Ended April 2, 2023
	(In thousands)	
GAAP income from continuing operations per diluted share attributable to Belden common stockholders	$5.73 - $6.13	$1.29 - $1.39
Amortization of intangible assets	0.69	0.18
Severance, restructuring, and acquisition integration costs	0.16	0.02
Adjustments related to acquisitions and divestitures	0.02	0.01
Adjusted income from continuing operations per diluted share attributable to Belden common stockholders	$6.60 - $7.00	$1.50 - $1.60