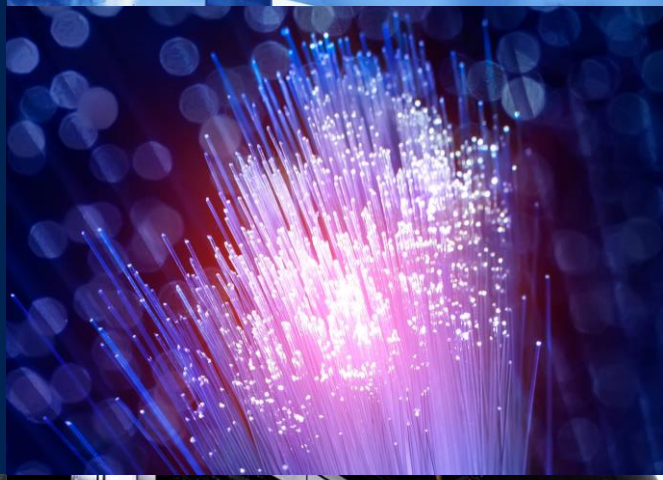
BELDEN

1ST QUARTER 2024

EARNINGS RESULTS

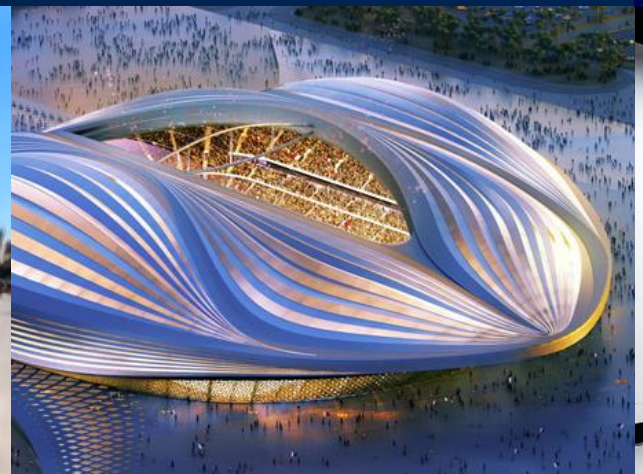
May 2024













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 second quarter of 2024 and beyond. 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, 2023, filed with the Securities and Exchange Commission ("SEC") on February 13, 2024 (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.

1st QUARTER 2024

EARNINGS RESULTS

Exceeded Q1 Guidance + Announces M&A

Q1 2024 Key Messages

Q1 Revenue and EPS exceeded the high end of guidance

- Revenue of $536M (exceeded high end of guidance)
- EPS(1) of $1.24 (exceeded high end of guidance)
- Orders for Q1 were up 5% QoQ, indicating stability
- Book-to-bill at 1.03, up from 0.96 in Q4 2023

Belden enters into definitive agreement to acquire Precision Optical Technologies, Inc.

- Expands fiber offerings with leading optical transceiver and PON product set
- $290M purchase price, all cash
- Full year 2024 Revenue estimated to be ~$150M
- Subject to customary closing conditions and regulatory approval

Healthy free cash flow with continued share repurchases

- Generated $241M free cash flow(3) for trailing twelve months
- Repurchased 0.7 million shares in Q1 for $58M
- Net leverage(4) at 1.6x, roughly in line with our long-term target of 1.5x

$1.24 (-26%)
Q1 2024
EPS(1)

38.4% (-20 bps)
Q1 2024
Adjusted Gross Margin(2)

15.8% (-160 bps)
Q1 2024
Adjusted EBITDA(2)

$241M
Free Cash Flow (TTM)(3)

(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) Adjusted results. See Appendix for reconciliation to comparable GAAP results.
(3) 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.
(4) 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.

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Noteworthy Customer Wins

Validation of Solutions Winning in the Marketplace



Award	$10M+
Vertical	Mass Transit
Geography	APAC



Award	$5M+
Vertical	Healthcare
Geography	Americas

Belden to Acquire Precision Optical Technologies, Inc.

Strengthens Core Fiber Infrastructure Offering with Optical Transceivers & PON Solutions

Acquisition Highlights

- Valuable product portfolio to enhance our Broadband and fiber offerings, including a strong transceiver product set with proprietary software and firmware
- Top supplier of optical transceivers and related software to major MSOs and Telcos
- PON offering, including active components to take advantage of shifts in technology
- Product set deeper in the fiber network enhancing our solutions opportunity and use cases







PRECISION OPTICAL TECHNOLOGIES



Precision Optical Technologies, Inc

Headquarters: Rochester, NY

$290M

Purchase Price (all cash)

Revenue

Est FY 2024 ~$150M

MSD to HSD 2025 Growth

Adjusted EBITDA

Currently Mid Teens %

2025 Est @ BDC Average %

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The acquisition of Precision Optical Technologies, Inc. is subject to customary closing conditions and regulatory approval.

Sequential Order Growth with Healthy Margins

Q1 2024 - Financial Results Overview

$ Millions	Q1 2024[1]	Q1 2023[1]	YoY
Revenue	$535.7	$641.8	-17%
Gross Profit	$205.6	$247.8	-17%
Gross Profit %	38.4%	38.6%	-20 bps
EBITDA	$84.7	$111.5	-24%
EBITDA %	15.8%	17.4%	-160 bps
Net Income[2]	$51.3	$73.4	-30%
Earnings Per Share[3]	$1.24	$1.68	-26%

Orders **+5%** sequentially
Book-to-Bill **1.03**

Revenue **-17% YoY** ahead of expectations set forth in prior guidance

Organic Revenue **-17%**[4]

- Industrial Automation Solutions Organic Revenue -17% YoY
- Enterprise Solutions Organic Revenue -18% YoY

Gross Profit margin **38.4%, -20** bps YoY as favorable mix mostly offsets lower volume

(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.
(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.

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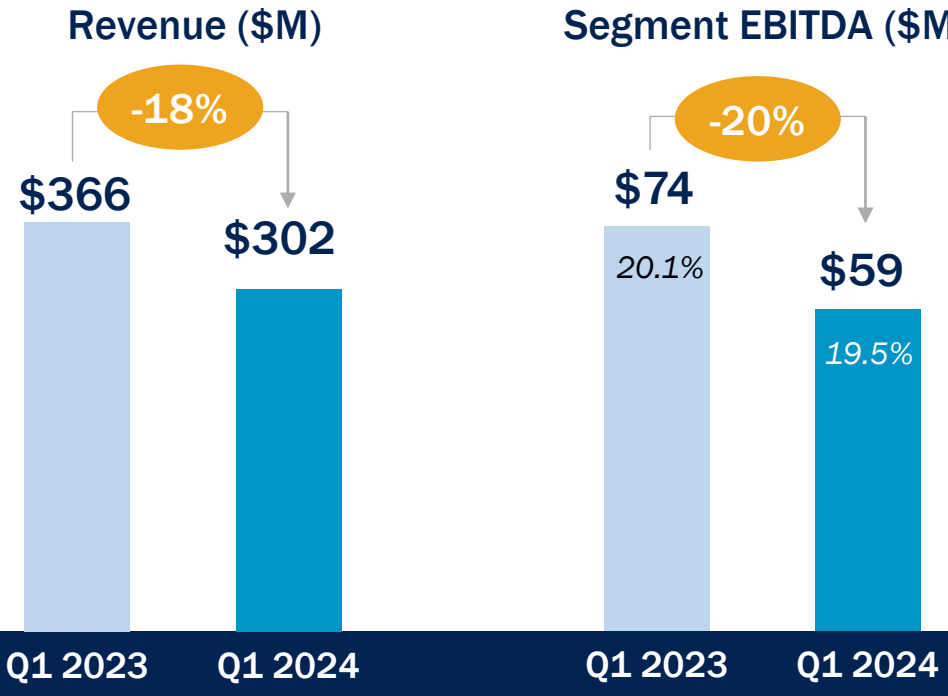
Performance In Line with Expectations

Q1 2024 Segment Results

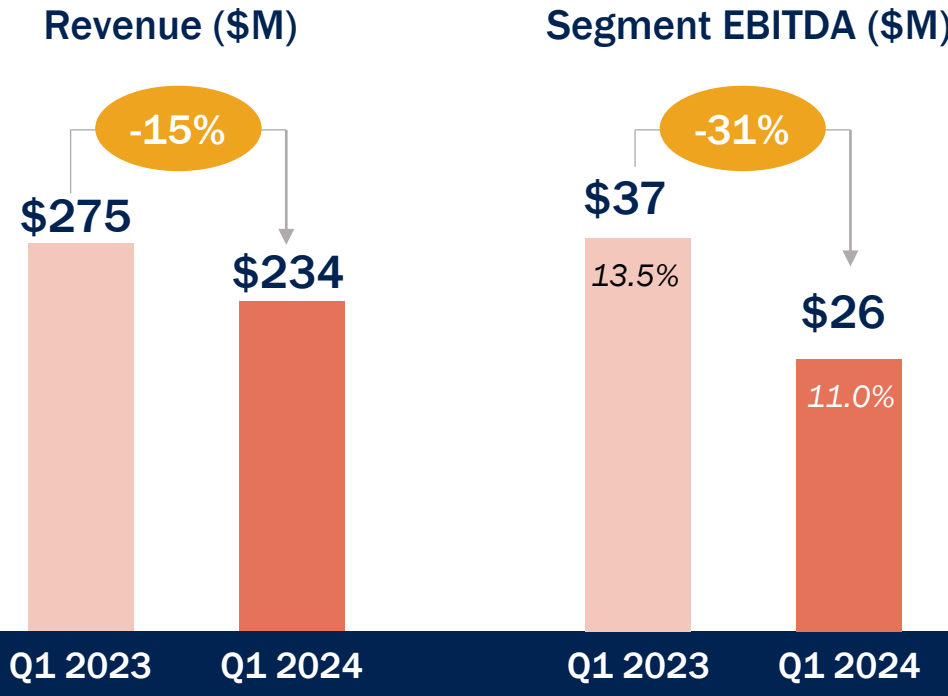
Industrial Automation Solutions Segment

As expected, temporary softness persisted during the quarter with orders up QoQ despite ongoing destocking



Enterprise Solutions Segment

As expected, continued moderation in demand as orders are slightly down QoQ amid destocking and typical seasonality



Consistent Free Cash Flow Generation with a Healthy Balance Sheet

Q1 2024 Balance Sheet and Cash Flow Highlights

Cash and Cash Equivalent

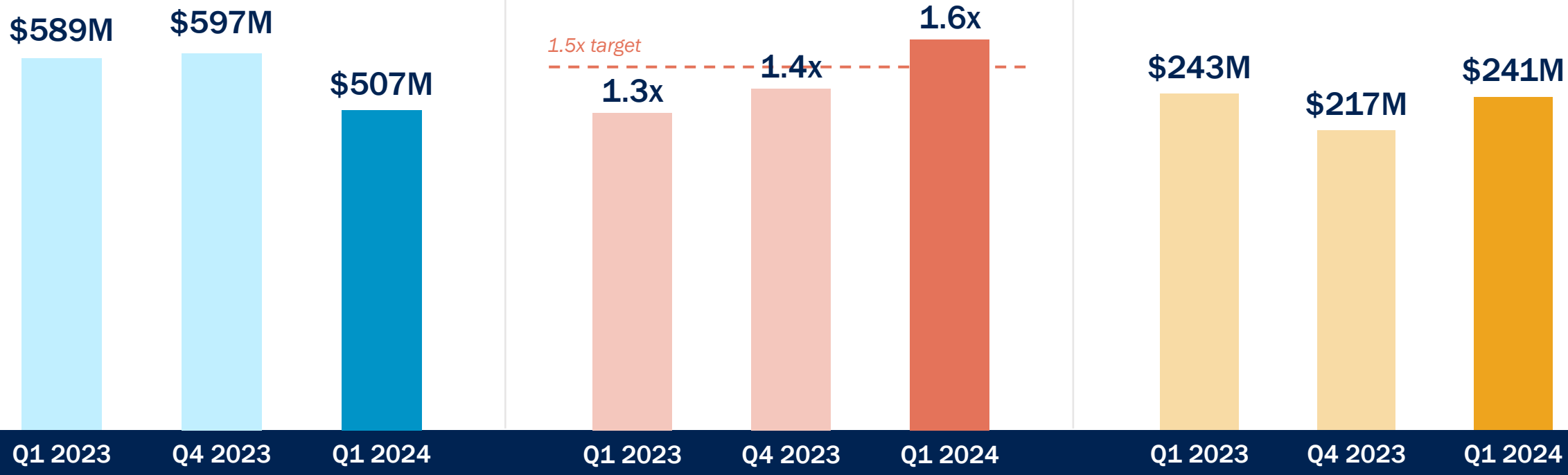
Capital deployed towards share repurchases combined with seasonal working capital trends

Net Leverage(1)

Stable leverage as the business generates FCF and makes key investments

TTM Free Cash Flow(2)

Strong TTM free cash flow driven by stable operating performance



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.
2. 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.

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Q2 2024 Guidance

Guidance as of May 2, 2024

Q2 2024 Guidance	
Total Revenue ($million)	$565 to $580
GAAP EPS	$1.00 to $1.10
Adjusted EPS	$1.30 to $1.40

The acquisition of Precision Optical Technologies. Inc. is not included in Q2 2024 guidance. The close date is subject to certain regulatory approvals and customary closing conditions. Management will provide updates, as appropriate.

Q2 2024 Assumptions

Interest Expense	Tax Rate	Share Count
$10.3M	20.0%	41.1M

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Adjusted Outlook. See Appendix for reconciliation to comparable GAAP outlook.

1. All references to Earnings Per Share refer to net income from continuing operations per diluted share attributable to Belden stockholders.

CORPORATE OVERVIEW

BELDEN INC.

NYSE : BDC

Belden At-a-Glance

Belden delivers the infrastructure that makes the digital journey simpler, smarter and secure.

120+ Years
in business

4Q-2023 TTM Results (1)	Revenue	Adjusted EBITDA	Adjusted EPS	Free Cash Flow	Associates
	$2,512M	**$438M**	**$6.83**	**$217M**	**~8,000**

4Q-2023 TTM Segment Results

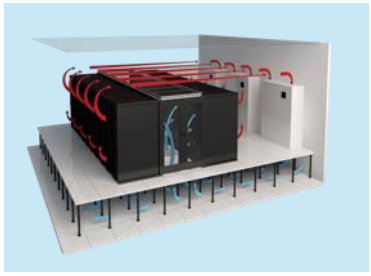
Industrial Automation Solutions



Revenue
$1,389M

Segment EBITDA
$287M

Enterprise Solutions



Revenue
$1,123M

Segment EBITDA
$149M

Sales by Region(2)



(1) Trailing Twelve Month ("TTM") adjusted results (Adjusted EBITDA, Adjusted EPS, and Free Cash Flow). See Appendix for reconciliation to comparable GAAP results.
(2) Based on full-year 2023 results.

Belden is the only provider able to meet client needs
at every touchpoint in the digitization journey

COLLECT → CONTEXTUALIZE → DELIVER













Sources | **Data Acquisition** | **Data Transmission** | **Data Orchestration** | **Data Management** | **Destinations**

Sensors
Motors
Cameras
Machines

Network infrastructure and solutions

Edge-to-cloud Data Solutions

Belden Network and Data Solutions / Hybrid Networks

Control
Monitoring
Visualization
Analytics

A Leading-Edge Network and Digitization Solutions Provider

Key Growth Drivers



Industrial Automation

Investments in automation, industry 4.0, digital transformation

High cost of labor, skill gaps

Repositioning / reshoring of manufacturing footprint



Smart Buildings

Increasing digitization driving a technology refresh cycle

5G & IoT increasing connectivity demands in buildings

Mobility & collaboration driving exponential growth in data consumption



Broadband

Ever-increasing bandwidth usage

Network upgrades and rural broadband buildout

Wireless (5G) market growth

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Belden's solution strategy simplifies the digital transformation for our customers by focusing on results

We help Optimize Operations

We provide Productivity Enhancements

We enable Safety Improvements

Driven by unmatched product breadth and application expertise, Belden improves key KPIs for our customers with network and data solutions

Customer Innovation Centers

allow global customer collaboration with local subject matter experts,

validating solutions in live, real-world scenarios to ensure seamless implementation

Key Verticals

- Consumer Packaged Goods
- Materials Handling
- Automotive Manufacturing
- Petrochemicals
- Power Transmission & Distribution
- Mass Transit
- Intelligent Traffic Systems
- Healthcare
- Hospitality
- Higher Education

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CIC Locations

Santa Clara US • Chicago US • Stuttgart DE • Bengaluru IN • Shanghai CN

Belden - Value Creation Framework

GDP+

ORGANIC REVENUE GROWTH

~30%

INCREMENTAL EBITDA MARGINS



DISCIPLINED CAPITAL ALLOCATION

~1.5x net leverage allows for substantial capital deployment over next 4 years

ROBUST FREE CASH FLOW GENERATION

~$1B cumulative over next 4 years (2022 – 2025)

APPENDIX

Statement of Operations

Unaudited

	Three Months Ended	
	March 31, 2024	April 2, 2023
	(In thousands, except per share data)	
Revenues	$ 535,675	$ 641,789
Cost of sales	(334,079)	(395,684)
Gross profit	201,596	246,105
Selling, general and administrative expenses	(110,768)	(121,574)
Research and development expenses	(26,999)	(29,384)
Amortization of intangibles	(10,809)	(9,610)
Operating income	53,020	85,537
Interest expense, net	(7,582)	(8,201)
Non-operating pension benefit	231	488
Income before taxes	45,669	77,824
Income tax expense	(8,360)	(14,879)
Net income	37,309	62,945
Less: Loss attributable to noncontrolling interest	(4)	(247)
Net income attributable to Belden stockholders	$ 37,313	$ 63,192
Weighted average number of common shares and equivalents:		
Basic	40,986	42,827
Diluted	41,491	43,669
Basic income per share attributable to Belden stockholders	$ 0.91	$ 1.48
Diluted income per share attributable to Belden stockholders	$ 0.90	$ 1.45
Common stock dividends declared per share	$ 0.05	$ 0.05



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Operating Segment Information

Unaudited

	Enterprise Solutions	Industrial Automation Solutions	Total Segments
	(In thousands, except percentages)		
For the three months ended March 31, 2024			
Segment Revenues	$ 234,089	$ 301,586	$ 535,675
Segment EBITDA	25,788	58,745	84,533
Segment EBITDA margin	*11.0 %*	*19.5 %*	*15.8 %*
Depreciation expense	6,305	7,160	13,465
Amortization of intangibles	5,719	5,090	10,809
Amortization of software development intangible assets	—	2,713	2,713
Severance, restructuring, and acquisition integration costs	1,590	2,622	4,212
Adjustments related to acquisitions and divestitures	—	298	298
For the three months ended April 2, 2023			
Segment Revenues	$ 275,343	$ 366,446	$ 641,789
Segment EBITDA	37,205	73,787	110,992
Segment EBITDA margin	*13.5 %*	*20.1 %*	*17.3 %*
Depreciation expense	5,954	6,400	12,354
Amortization of intangibles	4,495	5,115	9,610
Amortization of software development intangible assets	—	1,452	1,452
Severance, restructuring, and acquisition integration costs	25	1,687	1,712
Adjustments related to acquisitions and divestitures	—	298	298



Operating Segment Reconciliation to Consolidated Results

Unaudited

	Three Months Ended March 31, 2024	Three Months Ended April 2, 2023
	(In thousands)	
Total Segment and Consolidated Revenues	$ 535,675	$ 641,789
Total Segment EBITDA	$ 84,533	$ 110,992
Total non-operating pension benefit	231	488
Eliminations	(16)	(29)
Consolidated Adjusted EBITDA (1)	$ 84,748	$ 111,451
Depreciation expense	(13,465)	(12,354)
Amortization of intangibles	(10,809)	(9,610)
Interest expense, net	(7,582)	(8,201)
Severance, restructuring, and acquisition integration costs	(4,212)	(1,712)
Amortization of software development intangible assets	(2,713)	(1,452)
Adjustments related to acquisitions and divestitures	(298)	(298)
Income before taxes	$ 45,669	$ 77,824

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



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Balance Sheet

Unaudited

	March 31, 2024	December 31, 2023
	(Unaudited)	
	(In thousands)	
ASSETS		
Current assets:		
Cash and cash equivalents	$ 506,830	$ 597,044
Receivables, net	356,401	413,806
Inventories, net	374,419	366,987
Other current assets	76,739	79,142
Total current assets	1,314,389	1,456,979
Property, plant and equipment, less accumulated depreciation	453,988	451,069
Operating lease right-of-use assets	124,690	89,686
Goodwill	901,924	907,331
Intangible assets, less accumulated amortization	256,905	269,144
Deferred income taxes	16,575	15,739
Other long-lived assets	50,842	50,243
	$ 3,119,313	$ 3,240,191
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	$ 263,627	$ 343,215
Accrued liabilities	250,903	290,289
Total current liabilities	514,530	633,504
Long-term debt	1,180,125	1,204,211
Postretirement benefits	71,839	74,573
Deferred income taxes	50,634	49,472
Long-term operating lease liabilities	108,174	74,941
Other long-term liabilities	38,125	37,188
Stockholders' equity:		
Common stock	503	503
Additional paid-in capital	814,704	818,663
Retained earnings	1,021,061	985,807
Accumulated other comprehensive loss	(32,131)	(41,279)
Treasury stock	(648,292)	(597,437)
Total Belden stockholders' equity	1,155,845	1,166,257
Noncontrolling interests	41	45
Total stockholders' equity	1,155,886	1,166,302
	$ 3,119,313	$ 3,240,191



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Cash Flow Statement

Unaudited

	Three Months Ended March 31, 2024	Three Months Ended April 2, 2023
	(In thousands)	
Cash flows from operating activities:		
Net income	$ 37,309	$ 62,945
Adjustments to reconcile net income to cash flows from operating activities:		
Depreciation and amortization	26,987	23,416
Share-based compensation	6,397	6,253
Changes in operating assets and liabilities, net of the effects of currency exchange rate changes, acquired businesses and disposals:		
Receivables	54,472	13,928
Inventories	(9,657)	(28,152)
Accounts payable	(76,904)	(56,056)
Accrued liabilities	(45,868)	(54,551)
Income taxes	9,470	2,701
Other assets	(1,353)	(4,111)
Other liabilities	1,868	1,755
Net cash provided by (used for) operating activities	2,721	(31,872)
Cash flows from investing activities:		
Capital expenditures	(24,250)	(13,844)
Proceeds from disposal of tangible assets	60	1
Proceeds from disposal of businesses, net of cash sold	—	10,000
Net cash used for investing activities	(24,190)	(3,843)
Cash flows from financing activities:		
Payments under share repurchase program	(57,865)	(50,000)
Withholding tax payments for share-based payment awards	(7,921)	(13,292)
Cash dividends paid	(2,075)	(2,146)
Payments under financing lease obligations	(227)	(38)
Proceeds from issuance of common stock	3,152	1,679
Net cash used for financing activities	(64,936)	(63,797)
Effect of foreign currency exchange rate changes on cash and cash equivalents	(3,809)	881
Decrease in cash and cash equivalents	(90,214)	(98,631)
Cash and cash equivalents, beginning of period	597,044	687,676
Cash and cash equivalents, end of period	$ 506,830	$ 589,045



Reconciliation of Non-GAAP Measures

Unaudited

	Three Months Ended	
	March 31, 2024	April 2, 2023
	(In thousands, except percentages and per share amounts)	
GAAP and Adjusted Revenues	$ 535,675	$ 641,789
GAAP gross profit	$ 201,596	$ 246,105
Amortization of software development intangible assets	2,713	1,452
Severance, restructuring, and acquisition integration costs	1,287	229
Adjusted gross profit	$ 205,596	$ 247,786
GAAP gross profit margin	*37.6 %*	*38.3 %*
Adjusted gross profit margin	*38.4 %*	*38.6 %*
GAAP selling, general and administrative expenses	$ (110,768)	$ (121,574)
Severance, restructuring, and acquisition integration costs	2,326	1,483
Adjustments related to acquisitions and divestitures	298	298
Adjusted selling, general and administrative expenses	$ (108,144)	$ (119,793)
GAAP research and development expenses	$ (26,999)	$ (29,384)
Severance, restructuring, and acquisition integration costs	599	—
Adjusted research and development expenses	$ (26,400)	$ (29,384)
GAAP net income	$ 37,309	$ 62,945
Income tax expense	8,360	14,879
Interest expense, net	7,582	8,201
Total non-operating adjustments	15,942	23,080
Amortization of intangible assets	10,809	9,610
Severance, restructuring, and acquisition integration costs	4,212	1,712
Amortization of software development intangible assets	2,713	1,452
Adjustments related to acquisitions and divestitures	298	298
Total operating income adjustments	18,032	13,072
Depreciation expense	13,465	12,354
Adjusted EBITDA	$ 84,748	$ 111,451
GAAP net income margin	*7.0 %*	*9.8 %*
Adjusted EBITDA margin	*15.8 %*	*17.4 %*

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 to fair value, and transaction costs; severance, restructuring, and acquisition integration costs; gains (losses) recognized on the disposal of businesses and assets; amortization of intangible assets; gains (losses) on debt extinguishment; certain 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 acquisition-related expenses, such as amortization of intangibles and 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.

Reconciliation of Non-GAAP Measures (continued)

Unaudited

	Three Months Ended	
	March 31, 2024	April 2, 2023
	(In thousands, except percentages and per share amounts)	
GAAP net income	$ 37,309	$ 62,945
Less: Net loss attributable to noncontrolling interest	(4)	(247)
GAAP net income attributable to Belden stockholders	$ 37,313	$ 63,192
GAAP net income	$ 37,309	$ 62,945
Plus: Operating income adjustments from above	18,032	13,072
Less: Net loss attributable to noncontrolling interest	(4)	(247)
Less: Tax effect of adjustments above	4,069	2,882
Adjusted net income attributable to Belden stockholders	$ 51,276	$ 73,382
GAAP income per diluted share attributable to Belden stockholders	$ 0.90	$ 1.45
Adjusted income per diluted share attributable to Belden stockholders	$ 1.24	$ 1.68
GAAP and adjusted diluted weighted average shares	41,491	43,669

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 to fair value, and transaction costs; severance, restructuring, and acquisition integration costs; gains (losses) recognized on the disposal of businesses and assets; amortization of intangible assets; gains (losses) on debt extinguishment; certain 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.

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

Reconciliation of Non-GAAP Measures (continued)

Unaudited

	Twelve Months Ended December 31, 2023
	(In thousands, except percentages and per share amounts)
GAAP and Adjusted Revenues	$ 2,512,084
GAAP gross profit	$ 954,966
Severance, restructuring, and acquisition integration costs	3,488
Amortization of software development intangible assets	7,692
Adjustments related to acquisitions and divestitures	252
Adjusted gross profit	$ 966,398
GAAP gross profit margin	*38.0 %*
Adjusted gross profit margin	*38.5 %*
GAAP selling, general and administrative expenses	(492,702)
Severance, restructuring, and acquisition integration costs	20,039
Adjustments related to acquisitions and divestitures	5,925
Adjusted selling, general and administrative expenses	$ (466,738)
GAAP research and development expenses	$ (116,427)
Severance, restructuring, and acquisition integration costs	1,625
Adjusted research and development expenses	$ (114,802)
GAAP income from continuing operations	$ 242,556
Income tax expense (benefit)	43,200
Interest expense, net	33,625
Loss on debt extinguishment	—
Non-operating pension settlement loss	—
Total non-operating adjustments	76,825
Amortization of intangible assets	40,375
Severance, restructuring, and acquisition integration costs	25,152
Amortization of software development intangible assets	7,692
Adjustments related to acquisitions and divestitures	6,177
Gain on sale of assets	(12,056)
Total operating income adjustments	67,340
Depreciation expense	51,379
Adjusted EBITDA	$ 438,100
GAAP income from continuing operations margin	*9.7 %*
Adjusted EBITDA margin	*17.4 %*

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 to fair value, and transaction costs; severance, restructuring, and acquisition integration costs; gains (losses) recognized on the disposal of businesses and assets; amortization of intangible assets; gains (losses) on debt extinguishment; certain 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 acquisition-related expenses, such as amortization of intangibles and 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.

Reconciliation of Non-GAAP Measures (continued)

Unaudited

	Twelve Months Ended December 31, 2023
	(In thousands, except percentages and per share amounts)
GAAP income from continuing operations	$ 242,556
Less: Net income (loss) attributable to noncontrolling interest	(203)
GAAP net income from continuing operations attributable to Belden stockholders	$ 242,759
GAAP income from continuing operations	$ 242,556
Plus: Operating income adjustments from above	67,340
Plus: Loss on debt extinguishment	—
Plus: Non-operating pension settlement loss	—
Less: Net income (loss) attributable to noncontrolling interest	(203)
Less: Tax effect of adjustments above	17,310
Adjusted net income from continuing operations attributable to Belden stockholders	$ 292,789
GAAP income from continuing operations per diluted share attributable to Belden stockholders (EPS)	$ 5.66
Adjusted income from continuing operations per diluted share attributable to Belden stockholders (Adjusted EPS)	$ 6.83
GAAP and adjusted diluted weighted average shares	42,859

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 to fair value, and transaction costs; severance, restructuring, and acquisition integration costs; gains (losses) recognized on the disposal of businesses and assets; amortization of intangible assets; gains (losses) on debt extinguishment; certain 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 acquisition-related expenses, such as amortization of intangibles and 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.

Free Cash Flow GAAP to Non-GAAP Reconciliation

Unaudited

	Three Months Ended	
	March 31, 2024	April 2, 2023
	(In thousands)	
GAAP net cash provided by (used for) operating activities	$ 2,721	$ (31,872)
Capital expenditures, net of proceeds from disposal of tangible assets	(24,190)	(13,843)
Non-GAAP free cash flow	$ (21,469)	$ (45,715)

	Trailing 12 Months Ended		
	March 31, 2024	December 31, 2023	April 2, 2023
	(In thousands)		
GAAP net cash provided by operating activities	$ 354,231	$ 319,638	$ 307,379
Capital expenditures	(127,137)	(116,731)	(107,975)
Proceeds from disposal of assets	13,844	13,785	43,479
Non-GAAP free cash flow	$ 240,938	$ 216,692	$ 242,883

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 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.

Reconciliation of Non-GAAP Measures

Q2 2024 Guidance

	Three Months Ended June 30, 2024
GAAP income per diluted share attributable to Belden stockholders	$1.00 - $1.10
Amortization of intangible assets	0.25
Severance, restructuring, and acquisition integration costs	0.04
Adjustments related to acquisitions and divestitures	0.01
Adjusted income per diluted share attributable to Belden stockholders	$1.30 - $1.40

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.

Thank You

Aaron Reddington CFA

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