

**Fourth Quarter and Full Year 2006 Earnings
Presentation
February 28, 2007**



Forward-Looking Statements

Statements in this presentation may be "forward-looking statements" within the meaning of federal securities laws. The matters discussed herein that are forward-looking statements are based on current management expectations that involve risks and uncertainties that may result in such expectations not being realized. Actual outcomes and results may differ materially from what is expressed or forecasted in such forward-looking statements due to numerous potential risks and uncertainties including, but not limited to, the need to manage our growth and integrate additional capital, acquire additional vessels, volatility in the dry-bulk shipping business and vessel charter rates, our ability to obtain sufficient capital, the volatility of our stock price, and other risks and factors. Forward-looking statements made during this presentation speak only as of the date on which they are made, and Euroseas does not undertake any obligation to update any forward-looking statement to reflect events or circumstances after the date of this presentation.

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This presentation also contains historical data about the dry bulk and containerized trade, dry bulk and containership fleet and dry bulk and containership rates. These figures have been compiled by the Company based on available data from a variety of sources like broker reports and various industry publications or represent Company's own estimates. The Company exercised reasonable care and judgment in preparing these estimates, however, the estimates provided herein may not match information from other sources.

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Fourth Quarter & Full Year 2006 Overview

Financial Highlights

	<u>Fourth Quarter 2006</u>	<u>Full Year 2006</u>
• Net Revenues:	\$ 11.9 million	\$ 40.3 million
• Net income:	\$ 4.7 million	\$ 20.1 million
• Adj. EBITDA:	\$ 8.1 million	\$ 29.5 million
• Declared quarterly dividend of \$0.22 per share for the fourth quarter of 2006 payable on February 15, 2007 to shareholders of record as of January 29, 2007		
• Such dividend is 6th consecutive dividend since our Private Placement in Aug. 2005		
- have paid dividends totaling \$ 1.18 per share		



Recent Offering

Securities:	5,750,000 common shares with full exercise of the shoe
Ticker/Exchange:	"ESEA" – Nasdaq Global Markets
Price:	\$8.25
Gross Proceeds:	\$47.4 million
Net Proceeds:	\$43.1 million
Use of Proceeds:	Repay \$7 million of indebtedness and fund future vessel acquisitions
Pittas Family Ownership:	56% post-offering



After Completion of Follow-on Offering

- » **Solid Balance Sheet – ample liquidity**
 - Debt / Capitalization ratio about 45% post-offering
 - About \$35 m available for further investments
- » **Market capitalization about \$170 million (2/27/2007)**
 - Stock now trades on NASDAQ Global Market – ESEA
- » **Increase market float by up to 350%**
 - More than 8 million shares in the market Vs. about 2.3 pre-offering
 - Trading volume post-offering averaging in excess of 130,000 shares daily
- » **Broader news and stock research coverage**
 - ➔ Greater liquidity for our shareholders



Vessel Sale & Purchase Activity

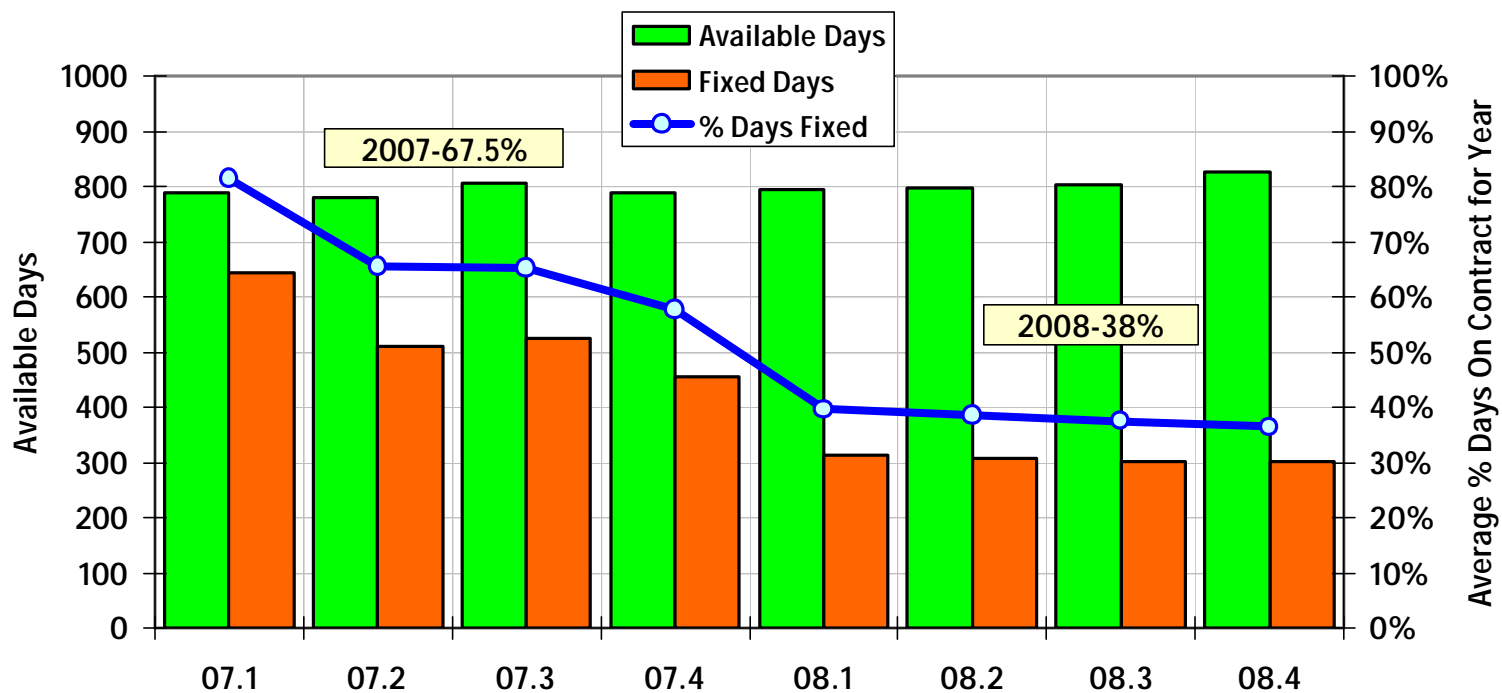
- Purchased and took delivery of the M/V YM Xingang I, a 1993 built 1,599 teu container ship acquired with a time charter to YM Lines at \$26,650 until July 2009
- Purchased and took delivery of the M/V Gregos (ex M/V Triada), a 1984 built 38,4347 dwt dry bulk carrier vessel
- Sold and delivered to its buyers the M/V Ariel, a 1977 built 33,712 dwt dry bulk carrier vessel
- Demonstrated ability to identify and execute transactions - Since August 2005:
 - Purchased 5 vessels ~\$95.6 million – average age ~16.5 yrs
 - Sold 3 eldest vessels ~\$7.9 million gain – average age ~26 yrs

Our Fleet

	Name	Type	Size		Year Built	Employment/ Expiration Date	Gross Charter Rate
			DWT	TEU			
Drybulk Carriers	ARISTIDES N.P.	Panamax	69,268	-	1993	Period/January '08	\$29,000
	IRINI	Panamax	69,734	-	1988	Pool/December '08	\$17,000 - \$20,000 ⁽¹⁾
	NIKOLAOS P.	Handysize	34,750	-	1984	Spot	\$17,000
	GREGOS	Handysize	38,434	-	1984	Spot	\$18,880
Containership	KUO HSIUNG	Feeder	18,154	1,169	1993	Period/November '07	\$12,000
	YM QINGDAO I	Feeder	18,253	1,169	1990	Period/March '07	\$11,900
	ARTEMIS	Intermediate	29,693	2,098	1987	Period/December '08	\$19,000
	YM XINGANG I	Handysize	23,596	1,599	1993	Period/July '09	\$26,650
	TASMAN TRADER	Multipurpose	22,568	950	1990	Period/March '12	\$8,850 - December '08 \$9,500 - December '09 \$9,000 - March '12

(1) m/v Irinin is covered for 77% of its capacity in 2007 and 42% in 2008 via participation in "short funds" (i.e. cargo pools); the rate range refers to the percent of its capacity covered by the cargo pools.

Charter Coverage

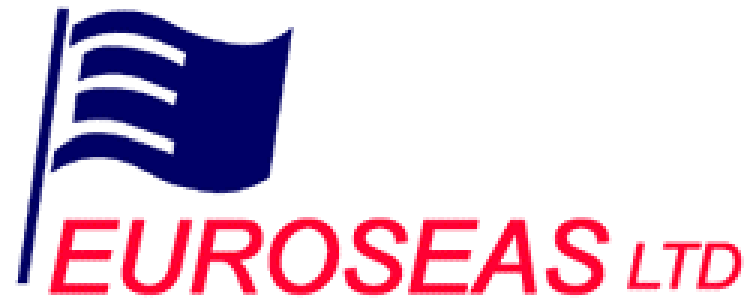


Secure base revenue in 2007 and 2008 for the existing fleet

- » 67% of our 2007 available days are fixed with an average rate of approx. \$18,750 /day
- » 38% of our 2008 available days are fixed with an average rate of approx. \$18,150 /day

Business Strategy – Generate Consistent Shareholder Returns

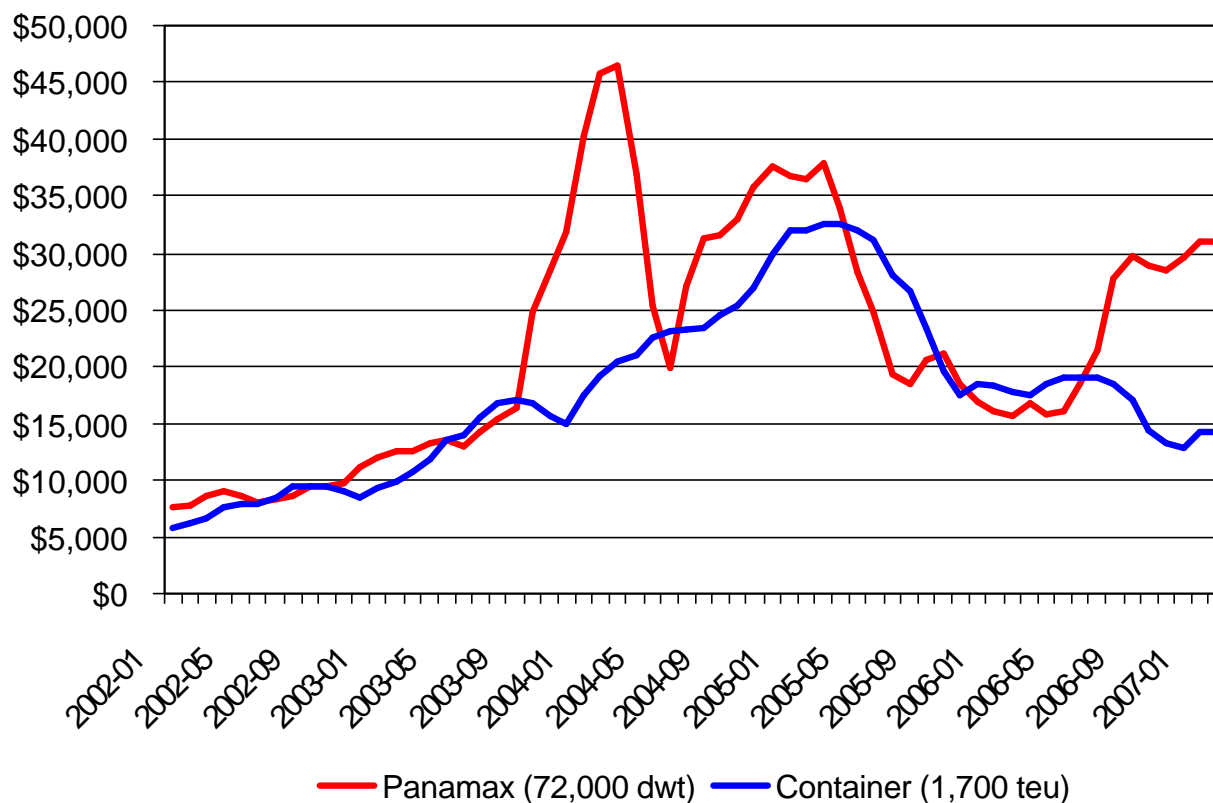
- » Focus on timely and selective acquisitions of quality secondhand vessels
 - Drybulk carriers – up to Panamax size (75,000 dwt)
 - Container ships – up to 2,500 teu
 - Segments with lower supply growth & multiple trading routes and cargoes
- » Balanced employment between period and spot charters
 - Strong contract coverage – cover fixed costs for upcoming 12-month period
 - Employ remaining capacity according to our market expectations
- » Cost effective operations
 - One of the lowest cost operator among the public companies
- » Prudent use of bank financing to maximize shareholder returns
 - Optimize financial leverage with charter coverage
 - Pursue aggressive debt amortization program based on significant cash flow generation

A large offshore supply vessel is shown at sea. The vessel is white with a black hull and features several tall, cylindrical structures on its deck. A blue star logo is visible on the side of the superstructure. The vessel is moving through the water, creating a white wake.

Financial Overview

Historical Charter Rates

Historical Charter Rates (Gross \$/Day)⁽¹⁾



- Drybulk markets have increased significantly since summer '06
- The early 2005 peaks have not been reached yet but the market has momentum
- Containership rates have dropped by more than 50% since their peak in mid-'05

Financial Highlights – Continued Financial Momentum

3-Months Ended December 31, 2006

- » Fleet utilization: 99.6%
- » Voyage revenue: \$12.4 m
- » Adjusted EBITDA: \$ 8.1 m
- » Adj. EBITDA Margin: 65.5%
- » Net income: \$ 4.7 m
- » EPS diluted: \$ 0.38
- » Dividend, Q4-06: \$ 0.22 / share

Year Ended December 31, 2006

- » Fleet utilization: 98.9%
- » Voyage revenue: \$42.1 m
- » Adjusted EBITDA: \$29.5 m
- » Ad. EBITDA Margin: 72.1%
- » Net income: \$20.1 m
- » EPS diluted: \$ 1.60
- » Dividend, 2006: \$ 0.79 / share

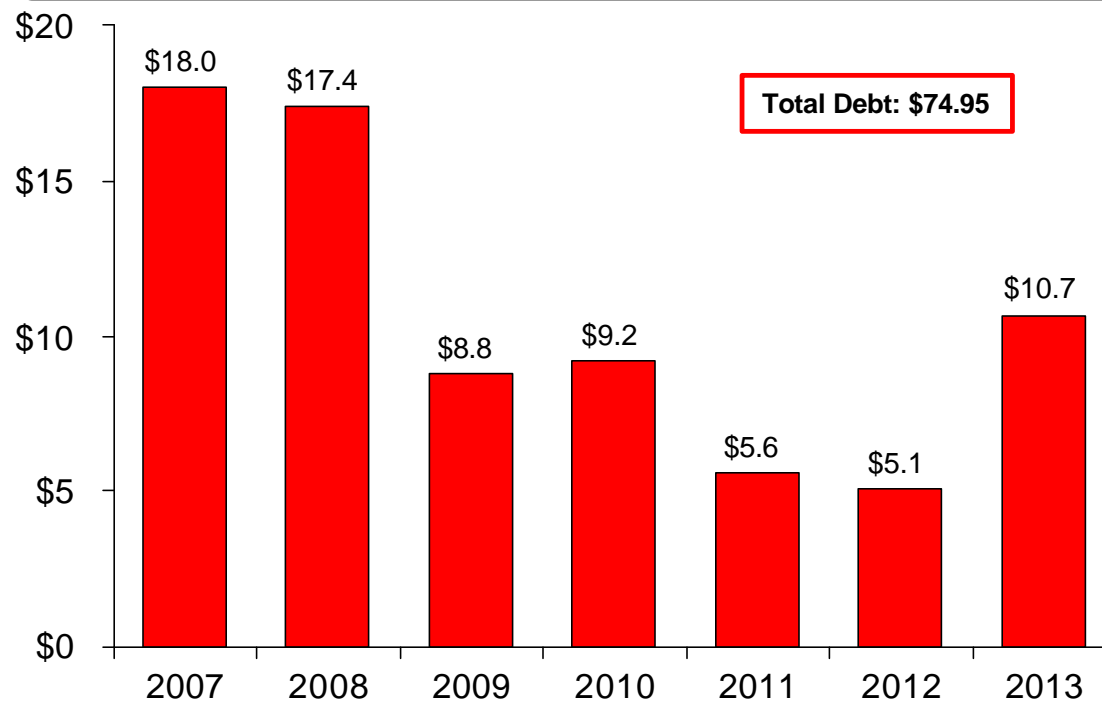
Fleet Data for 2004, 2005 and 2006 and Q4 2005 & 2006

Average Per Vessel Per Day Statistics

	Year Ended December 31,			Three Months Ended December 31,	
	2004 (unaudited)	2005 (unaudited)	2006 (unaudited)	2005 (unaudited)	2006 (unaudited)
Number of vessels	7.31	7.10	8.09	7.40	8.51
Utilization Rate %	99.5%	98.5%	98.9%	100.0%	99.6%
Averages in usd/day/vessel					
Time Charter Equivalent (TCE)	\$ 17,839	\$ 17,485	\$ 14,313	\$ 14,996	\$ 15,774
Operating Expenses					
Vessel Running Cost	\$ 3,327	\$ 3,323	\$ 3,524	\$ 3,364	\$ 3,536
Management Fees	\$ 737	\$ 738	\$ 770	\$ 708	\$ 796
Vessel Operating Expenses	\$ 4,064	\$ 4,061	\$ 4,295	\$ 4,072	\$ 4,332
G&A Expenses	\$ -	\$ 162	\$ 366	\$ 426	\$ 407
Total Operating Expenses	\$ 4,064	\$ 4,223	\$ 4,660	\$ 4,498	\$ 4,739
Interest Expense	\$ 265	\$ 577	\$ 1,155	\$ 569	\$ 1,456
Drydocking Expense	\$ 848	\$ 415	\$ 279	\$ 569	\$ -
Loan Repayments	\$ 2,467	\$ 3,640	\$ 4,881	\$ 6,132	\$ 5,057
Total Cash Flow Breakeven	\$ 7,644	\$ 8,855	\$ 10,975	\$ 11,768	\$ 11,253

Rapid Debt Repayment

Debt Repayment Schedule – As of 12/31/06

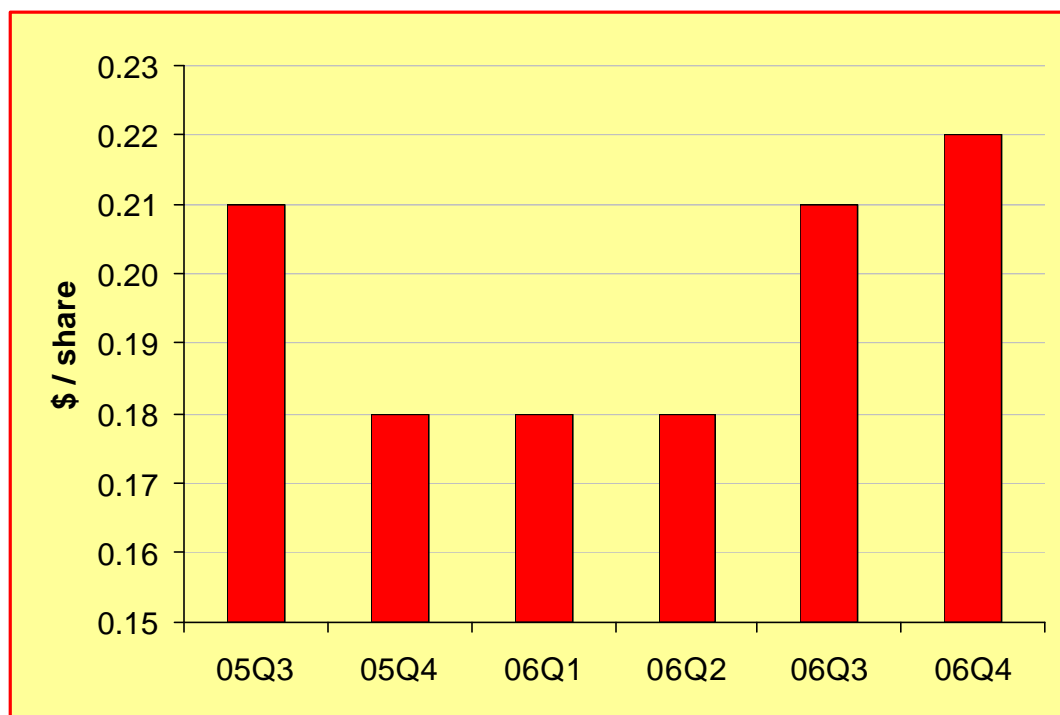


% of Total Debt:	2007	2008	2009	2010	2011	2012	2013
	24%	23%	12%	12%	7%	7%	14%

Average Debt Life of 3 Years

Dividend History & Policy

Dividend History



Dividend Policy

- » Objective to provide consistent dividends
 - Minimum target quarterly dividend of \$0.22 per share
 - Next dividend in May-2007
- » Min Target Dividend equates to 9.5% yield ⁽¹⁾
- » Dividend coverage for 2007 target dividend at about 1.15x without any further investment⁽²⁾
- » Dividend policy at the discretion of the Board of Directors

(1) Based on closing price of \$9.25 on 2/27/07

(2) Assuming yet to be fixed days are fixed at same TCE with existing 2007 contract rates

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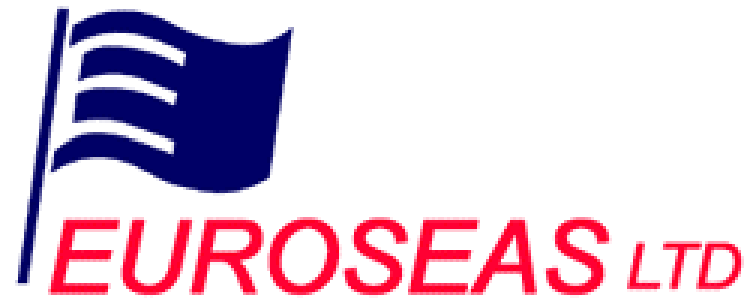
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A large offshore supply vessel is shown at sea. The vessel has a white superstructure with a blue star logo on the bridge area and a black hull. It features several tall, cylindrical structures on deck, likely for cranes or drilling equipment. The ship is moving through the water, creating a white wake.

Appendix

Income Statement, 2004, 2005, 2006 and Q4 2005 & 2006

INCOME STATEMENT in '000 USD except per share amounts and number of vessels	Year ending at December 31,			Three months ended at December 31,	
	2004	2005	2006	2005	2006
	(audited)	(audited)	(audited)	(unaudited)	(unaudited)
Voyage revenue	45,718	44,523	42,143	10,432	12,441
Voyage expenses	-370	-671	-1,155	-534	-140
TC Equivalent revenue	45,348	43,853	40,989	9,898	12,301
Commissions	-2,215	-2,388	-1,830	-540	-549
Operating expenses					
Vessel operating expenses	8,906	8,610	10,369	2,288	2,769
Management fees	1,972	1,912	2,267	481	623
General & Admin. Expenses	0	421	1,077	290	319
Total operating expenses	10,879	10,943	13,712	3,059	3,711
Amortization and depreciation	-3,462	-4,208	-7,293	-1,402	-2,303
Net gain on sale of vessel	2315.508	0	4,446	0	0
Operating income	31,108	26,313	22,600	4,896	5,738
Interest and finance cost	-708	-1,496	-3,399	-387	-1,140
Other Income (expenses), net	212	361	868	212	149
Net income for the year, or, three month period	30,612	25,178	20,069	4,721	4,747
Earnings per share	3.09	2.34	1.60	0.39	0.38
based on number of shares	9,918	10,739	12,534	12,260	12,620
Number of vessels	7.31	7.10	8.06	7.40	8.51

Adjusted EBITDA

Reconciliation of Net Income to Adjusted EBITDA

(Unaudited)

	Three Months Ended December 31, 2006	Full Year Ended December 31, 2006
Net income	4,746,985	20,069,407
Interest and finance costs, net (incl. Interest Income)	990,413	2,528,812
Depreciation and amortization	2,303,081	7,292,838
Amortization of Fair value of the above market time charter acquired	380,003	380,003
Amortization of Fair value of the below market time charter acquired	(361,566)	(731,372)
Adjusted EBITDA	8,058,916	29,539,688