

ESG REPORT 2021



EUROSEAS LTD

We are very happy and proud that our company has been developing in parallel with the industry and focusing even more in keeping the environmental, social and governance aspects of our business at the core of our operations and in this respect, we have published the company's second annual ESG report.

This belief is shared between all employees of our company. We, of course, adhere to all international regulations pertaining to the shipping industry and welcome all efforts of the United Nations (UN) and International Maritime Organization (IMO) to further improve the ESG picture of our industry. We are more focused than ever to the industry's de-carbonization process for our fleet, the digitalization of our company and the well-being of all our employees.

This year has been one of the best of the past 10 years financially despite the difficulties in the world economy and the ongoing pandemic era which all led to increased operating costs. The containership market overall faced a great year and in this regard the company's share price increased fivefold within the year. We also managed to negotiate exceptional charters with long durations of about 2.5 years average for which we are proud.

Even though some of the company's normal activities have still been impacted or restricted, we have been able to find new ways to adapt to the new norms in order to keep our personnel safe as we already did in 2020 onboard our ships but at our office as well.

Our plan for the future is to renew and expand our fleet with younger and environmentally friendlier vessels and in this respect, we have signed a contract for the construction of nine (up to June 2022) ECO design fuel efficient containerships. We have also established a dedicated in-house team to monitor data on vessel performance and environmental parameters in order to grow our environmental and energy management systems even more. We also aim to expand our already established partnerships within the field.

At the same time, we continue to profit from our competitive strengths which include an experienced management team, cost efficient vessel operations and strong relationships with customers and financial institutions. We are confident that the combination of our ESG transparent principles along with our afore-mentioned competencies will result in improved returns for our shareholders too.

We are committed to continuing our sustainability focus and doing our part to contribute to the de-carbonization of the maritime sector and to create a fair and just future for seafarers and communities.

In this report, we have tried to record our ongoing efforts to further strengthen our environmental stewardship, social contribution and solid governance. We explain and quantify, wherever possible, the company's policies, procedures, strategy, decisions, and future aspirations. Key Performance Indicators (KPI's) and targets are provided in order to depict the company's annual performance compared to the previous years' results.



Aristides J. Pittas
Chief Executive Officer
Euroseas Ltd

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Euroseas Ltd. was formed on May 5, 2005 under the laws of the Republic of the Marshall Islands to consolidate the ship owning interests of the Pittas family of Athens, Greece, which has been in the shipping business over the past 140 years. Euroseas trades on the NASDAQ Stock Market under the ticker ESEA.

Euroseas Ltd. is a global shipping Company providing worldwide seaborne transportation solutions in the containership section and employs its vessels on spot and period charters .

At the time of reporting, the Company owns a fleet of 16 vessels, including 10 Feeder containerships and 6 Intermediate Container carriers. These 16 containerships have a total TEU capacity of 50,371 and an average age of 17.1 years .



▶ 10x Feeder: Avg. Age: 19.2 years Carrying Capacity: 21.4k TEU



▶ 6x Intermediate: Avg. Age: 15.6 years Carrying Capacity: 28.9k TEU

At the end of 2021 Euroseas purchased two containerships, one feeder and one intermediate with an aggregate carrying capacity of 8.090 TEU and average age of 15,5 years which have been included in this analysis.

Euroseas' operations are managed by Eurobulk Ltd., an ISO 9001:2015 (quality assurance) and ISO 14001:2015 (environmental assurance) certified ship management Company, which is responsible for the commercial and technical management of the vessels. Eurobulk Ltd ensures that the vessels are run in accordance with Euroseas' standards and as per its established policies and adhere to the requirements of the International Safety Management (ISM) Code for the Safe Operation of Ships and for Pollution Prevention.

Eurobulk Ltd. includes all our executives and has infrastructure and personnel dedicated to the management and operation of our ships, as well as the promotion and development of our commercial interests. Consequently, wherever appropriate, Eurobulk Ltd has been included in the scope of this report.*

*For the purpose of this report we will analyze the data collected by our management Company which in some cases may include data from vessels not only under the ownership of Euroseas.

The Company’s vision is to grow for the benefit of its shareholders whilst at the same time committing to a sustainable growth, digital innovation and protection of the environment in line with the nature of the industry and always in compliance with the international regulations in place and even exceeding them where possible. Euroseas’ business strategy is focused on providing consistent shareholder returns by carefully selecting the timing and the structure of its investments in containership vessels and by reliably, safely and competitively operating the vessels owned, through its affiliate, Eurobulk Ltd. This continues and always will be our priority.

Representing a continuous ship owning and management history that dates back to the 19th century, Euroseas believes that one of its competitive advantages is its ability to select and operate safely and economically vessels of any age. Euroseas continuously evaluates sale-and-purchase opportunities, as well as long term employment opportunities for its vessels. Euroseas is already expanding in newbuilding projects and plans to expand further its fleet to increase its revenues and make its containership fleet more cost efficient, environmentally friendly and attractive to its customers.

Our aim is to implement an ESG strategy aligned with the IMO’s Green House Gas (GHG) emission reduction targets and the UN’s Sustainability Development Goals (UN SDG’s) ensuring that we act as active supporters by promoting an inclusive , diverse, healthy and safe working environment (both onboard our ships and ashore) and building a responsive, profitable and sustainable business which is governed with consistency and transparency.

This report covers Euroseas’ operations in 2021 and is based on the Sustainability Accounting Standards Board (SASB) standards. Additional criteria have been considered as well, such as the Global Reporting Initiative (GRI), the NASDAQ ESG reporting guidelines and UN’ SDGs, in compiling the report content.



Source: UN site

Number of seaboard
Personnel approx.

806**

Number of operating
days

5,114.6¹

Deadweight
tonnage/Average

**635,806 /
39,738 DWT**

Average vessels in fleet

14.25

Number of port calls

1,035

Total distance
travelled by vessels
(nm)

899,140

Twenty-foot equivalent
unit capacity/Average

**50,371 / 3,148
TEU**

*These figures are based on a total number of 16 vessels operated throughout the period from 1 January to 31 December 2021 including 2 vessels bought during this period. As of 31 December 2021 the total number of vessels was 16.

Figures for TEU and DWT represent the fleet as of 31 December 2021.

**Total pool of seafarers is approx. 1,500

¹ excluding operational off-hires

1 CORPORATE GOVERNANCE



- The Board of Directors (Bod) of Euroseas Ltd. is committed to its fiduciary responsibility to represent shareholder interests and oversee the management of Eurobulk's business setting high standards for the Company's directors, officers, and employees.
- The corporate governance standards of the New York Stock Exchange (NASDAQ) are different for United States domestic issuers and foreign private issuers. While a number of the NASDAQ corporate governance standards for United States domestic issuers do not apply to Euroseas Ltd as a foreign private issuer, the Company still meets most of these optional higher standards.
- The procedures and standards adopted by the Board of Directors to fulfill its responsibilities are recorded in the charters of the Board Committees, our policies and in various guideline documents, all of which are available in the Corporate Governance section of the Company's website.
- The Board of Directors has established an Audit Committee which is summarized below and decided to act as a whole on matters of Compensation and Nomination:
- Our Audit Committee consists of 3 independent directors and is responsible to represent and assist the Company's BoD in its general oversight of the Company's accounting and financial reporting processes, audits of the financial statements, and internal control and audit functions. More specifically the audit committee is responsible for (a) the preparation, presentation and integrity of the Company's financial statements; (b) accounting and financial reporting principles; (c) the Company's internal controls and procedures designed to promote compliance with accounting standards and applicable laws and regulations; and (d) the performance evaluation of the Company's independent auditors and internal audit function. Another significant role of the Audit Committee is to identify and monitor financial business risks as well as ensure that we fully meet all the disclosure requirements of regulatory authorities.

**The Company promotes transparency and accountability and is committed to conduct business ethically.
We stand by our code of ethics & anti-bribery , our anti-fraud policy and our whistleblower policy.**

An ethical workplace

We have adopted and communicated our code of ethics & anti-bribery policy to our employees, directors, officers and agents. The code covers the following key topics:

- Conflicts of Interest
- Corporate Opportunities
- Related Party Transactions
- Confidentiality and Privacy
- Honest and Fair Dealing
- Protection and Proper Use of Company Assets

- Compliance with Laws, Rules and Regulation
- Securities Trading
- Disclosure
- Procedures Regarding Waivers
- Internal Reporting and Whistleblower policy

Our Board of Directors and executive officers , as of the end of 2021, were the following:

Bod composition	Role	Committees*
Aristides J. Pittas	Chairman	
Aristides P. Pittas	Vice Chairman	
Anastasios Aslidis	Director	
Christian Donohue	Director	
Panagiotis Kyriakopoulos	Director	Audit committee Chairman
Andreas Papatomas	Director	
Apostolos Tamvakakis	Director	Audit committee
George Taniskidis	Director	Audit committee

Executive Officers	Capacity
Aristides J. Pittas	Chief Executive Officer
Anastasios Aslidis	Chief Financial Officer & Treasurer
Symeon Parios	Chief Administration Officer
Stephania Karmiri	Secretary

Code of ethics

- All of our employees are required to follow our code of ethics & anti-bribery policy and, in case of any suspected violations, they may report to the Chairman of the Audit Committee openly, confidentially, or anonymously – as per our internal reporting and Whistleblower policy.
- During FY2021, no bribery, fraud, or other whistleblowing incidents were recorded; neither were any violations of our ethical principles or anti-corruption policy.
- We recognize that exposure to corruption risks may vary by geography. In 2021 **no** vessel has called a port in any country of the 20 lowest rankings of Transparency International's Corruption Perception Index (CPI).

Internal controls

- In order to ensure robust governance practices, disciplined business processes, and high levels of transparency and disclosure, we have developed a rigorous and effective internal control environment. The Company's independent auditing firm is responsible for performing an independent audit of the consolidated financial statements in accordance with generally accepted auditing standards.
- We have also a dedicated Internal Audit team responsible for monitoring and testing our internal procedures to ensure that risk management practices, controls, and overall governance processes are adhered to.
- The Audit Team is tasked with continuously improving our control environment, and to ensuring that the quality of our internal controls on financial reporting meets and exceeds compliance requirements under Sarbanes-Oxley (SOX).
- The Internal Audit team reports to the Audit Committee, making recommendations and/or suggesting corrective actions that will assist in accomplishing our business objectives.
- During 2021, a total of **208 internal controls** were tested. **No** material weaknesses or significant deficiencies were identified; however, **3 deficiencies** were raised.

Risk management:
The key risks associated with
our business are grouped
into the following 5
categories:



External Environment

External Environment risks, arise when there are external factors or influences that could impact our business operations.

Operations

Operations risk, is the risk that our operations are inefficient and/or ineffective in executing our business strategy and/or subject to human error and meeting our customers' needs.

Financial

The risk that cash flows and financial risks are not managed cost-effectively such as to maximize cash availability, etc.

Information Technology

The risk that information technologies used by the Company are not operating as intended, or are compromising the integrity and reliability of data and information, etc.

Fraud

Risks associated with management fraud, employee fraud, illegal and/or unauthorized acts, any or all of which could lead to legal action against us and/or to reputational damage in the market.

2

OPERATIONAL EXCELLENCE



Safety at work is a basic human right, and working conditions affect our employees directly and their families and the communities in which they live in, indirectly. We care for our people and we aim to meet and exceed compliance requirements in order to provide a safe working environment for all personnel both ashore and onboard our vessels. Our operations promote safety and aim to protect human health, the environment, and property.



We consider Health and Safety to be an essential value and safeguarding it is our top priority. Alongside our commitment to protect the environment in our daily operations, we are focused on maintaining and promoting a safe and healthy workplace for all employees. We are certified with the ISO 9001:2015 standards and we try to constantly improve our operational practices.



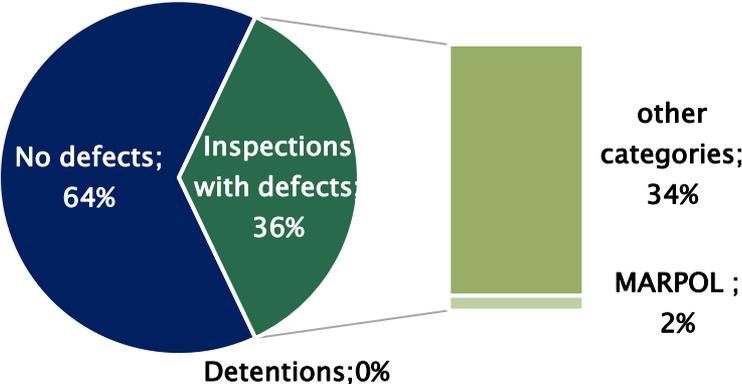
To achieve this, we:

- Comply with all applicable laws and regulations, and apply responsible standards of best practice where laws and regulations do not exist.
- Identify and mitigate risks that potentially affect employees, contractors, or the public.
- Share industry insights about health and hygiene risks within our employees.
- Seek medical services for the treatment of employee occupational illnesses or injuries and for the handling of medical emergencies.
- Implement programs, trainings and appropriate protective measures to control risks.
- Support voluntary health and hygiene promotion campaigns aimed at improving employees' well-being and increasing personal safety.

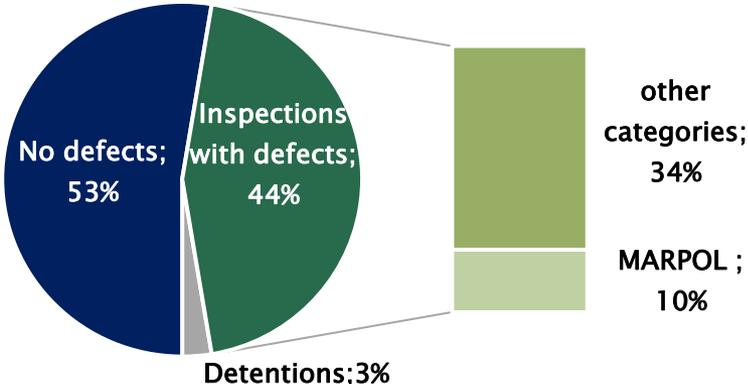
Type	Description	Total/ Average per vessel 2020	Total/ Average per vessel 2021
Internal figures	Onboard drills	1650/96	1408/88
	Near misses	578/33	378/24
	Internal audits	28/1.6	28/1.7
Port State Control (PSC)	Detentions	0	1
	Inspections	44/2.6	37/2.3
	Inspections with no defects	28	20
	Deficiencies	48/0.93 (normalized) from which 3 MARPOL and 45 other categories	65/1.19 (normalized) from which 4 MARPOL and 61 other categories
Classification Society	Conditions of Class	33/1.9	40/2.5

In June 2021, our affiliated management company has been awarded a commendation letter from the Liberian Flag for the vessels' excellent performance in the past two years and the company's commitment to safety aboard the vessels.

PSC Inspections 2020



PSC Inspections 2021



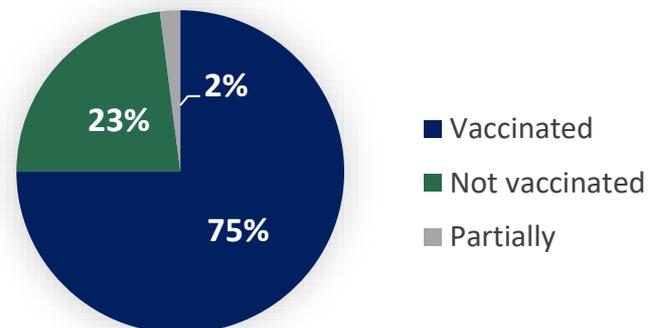
Health and Safety of our people has been our top concern during the COVID19 outbreak. The rapid spread of Coronavirus has had a major impact in the shipping industry. In order to address this critical threat, we designed effective response strategies and procedures, that helped us continue our worldwide operations uninterrupted, while also ensuring the safety of our employees. As part of our COVID-19 response we:

- Developed and implemented on board all our vessels a Covid19 Management Plan and continuously alerted and educated our crew on board on safety and health procedures.
- Provided in a timely manner supplies of safety equipment and disinfectants to all ships and offices.
- Introduced a remote work program for our shore employees and implemented COVID-19 prevention policies within our office as per the guidance of the World Health Organization and National authorities.
- Suspended most business travelling of our employees.
- Crew changes were arranged following the enhanced health and safety procedures and measures
- Supplied our vessels in a timely way with the necessary provisions, stores and spares in order not to disrupt their operations.
- Employed local surveyors to perform external vessel audits and introduced processes and systems to carry out internal audits remotely.
- Promoted remote training to ensure continuous education
- Promoted vaccination campaigns and arrange it where possible



100%
of office employees
vaccinated or
recently recovered
(as per 31/12/2021)

Crew Onboard (as per 31/12/21)



A safe environment aboard our ships is of paramount importance for us. Our goal is to manage and eliminate safety risks associated with our activities, and protect the safety of our employees and others involved in our operations, by preventing accidents, injuries, and occupational illnesses.

In order to achieve these goals, and increase safety awareness among all our employees and through our operations, we:

- Comply with all applicable laws and regulations, and apply responsible standards where laws and regulations do not exist.
- Encourage ongoing training to employees throughout the organization
- Evaluate our safety risks and establish appropriate safety measures.
- React promptly, effectively, and with attention to emergencies or accidents resulting from our operations.
- Continuously review and assess our procedures and apply additional measures where deemed necessary.

We invest in our people, policies, and equipment as we try to protect both our people and the environment, meeting our significant goal of **zero** incidents and spills.

During the reporting period, **one** fatality due to COVID19 complications was recorded. **Nine marine casualties** were noted out of which **seven** were related to **hull damage** and **two** were **minor crew injuries**.

We aim to further strengthen our safety policies and increase the safety awareness of our employees through training, seminars, campaigns, and team activities in our purpose to minimize safety risks.

Cyber security

We are very concerned of the latest technological advancements' side effects of greater exposure to cyber attacks. In an effort to protect the Company's information and computer systems from possible threats, the Company has developed a cyber security manual and relevant procedures that include protection measures and users' guidelines.

General Data Protection Regulation (GDPR)

The EU GDPR came into force in 2018 and provides the required guidelines for the proper collection, storage, use and process of the individual's personal data within the EU, in an effort to protect the individual's rights and personal data. In this respect we have carried out the required gap analysis and managed to implement the necessary procedures to safeguard the personal data as required by the regulation.

3 ENVIRONMENT



We are committed to protecting our environment and this commitment is reflected in our Environmental Protection, Safety and Quality Policy. We seek to minimize the impacts of our operations on both air quality and the marine environment. To support our policy, we have an Environmental Management System in place, incorporated in our HSEQ manual, to define our objectives, action plans, strategic ambition, and the corresponding deadlines for our work to reduce potential negative impacts.

Euroseas Ltd has been an active member of the Hellenic Marine Environmental protection association (HELMEPA) since 2012 and has registered its vessels in order to support the environmental efforts made by the association and be part of a community which provides training and other benefits for our crew members and our shore based employees. Our CEO is a member of the BoD and is currently the Association’s treasurer.

Our affiliated management Company, Eurobulk Ltd is certified with the ISO 14001:2015 which sets the international environmental standard. This certificate is annually verified by Bureau Veritas.



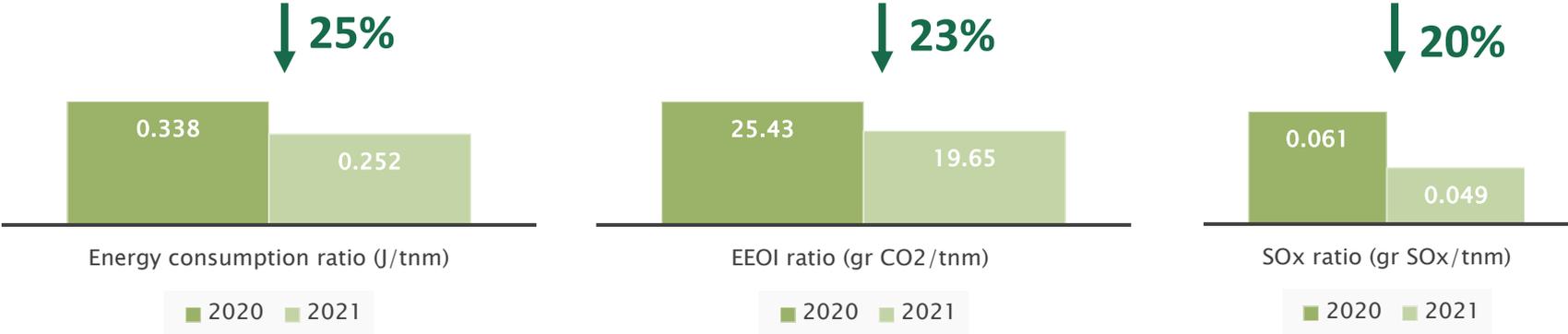
The Company experienced no oil spills during 2021.

Euroseas Ltd is sparing no efforts to mitigate its footprint on environmental change. In this regard the following Company’s responses to the various issues are summarized below:

Regulation	Objective	Euroseas response
Ballast Water Management (BWM)	Sets standards for proper management of ballast water and sediments to prevent the spread of harmful marine species. Entry into force Sept 8 th ,2017.	We implement the requirements and keep valid BWM plans onboard and update BW record books . 8 of our vessels (50%) have Ballast water treatment plants (BWTP) installed on-board. In 2022 we expect the installation of 5 additional BWTP's, by the end of 2023 another 2 and by the end of 2024 the remaining 1 Company's vessel will have it installed as well.
IMO DCS (Data Collection System)	Mandates the collection of fuel consumption data for ships of 5000 gt or larger as part of the SEEMP. Entry into force March 1 st ,2018 for data collection Jan 1 st 2019.	All the vessels have valid SEEMPs onboard and periodically calculate the EEOI. The Company is in compliance with the regulation and monitors the vessels' performance and emissions through a pre-verifier (Helintec) and finally a verifier, RINA.
EU MRV (Monitoring, Reporting and Verification)	A regulation requiring the monitoring, reporting and verification of carbon dioxide emissions from ships of more than 5000 GRT operating in EU ports, aiming to minimize it. Entry into force July 1 st ,2015.	The Company is in compliance with the regulation and constantly monitors the vessels' performance and emissions through the pre-verifier (Helintec) and finally the verifier, RINA.
IMO strategy on reduction of GHG emissions from ships	Targets the reduction in total GHG emissions from international shipping by at least 50% by 2050 compared to 2008 . Entry into force : October 2018	We are committed to meet the IMOs' 2050 targets and hopefully beyond by working along with our industry peers and stakeholders.
MARPOL annex VI	A regulation intended to reduce the amount of sulfur oxide emissions from ships—either by adopting alternate fuels or installing EGC systems (scrubbers) or by using fuel oil with a sulfur content of no more than 0.50% m/m . Entry to force Jan 1 st ,2020	We have switched to low-sulfur fuels to meet the sulfur emissions limits.
Inventory of Hazardous Materials (IHM)	A regulation to control hazardous materials onboard ships for the safe and environmentally sound recycling of ships . Any ship which is 500gt or over regardless of Flag will require a valid and certified IHM onboard if calling at an EU port or anchorage. Entry into force December 31 st ,2020	All vessels have received the approval letter for the IHM plan and completed the on scene survey for certification.



In view of our fleet’s performance optimization and improved fuel consumption, we have managed to **reduce the CO₂ emissions by 14% from 2020, leading to an EEOI ratio reduction of 23 % from 2020**. Similarly, energy consumption ratio and SOx emissions ratio have also been reduced, as measured vs. distance traveled and cargo shipped.



Euroseas is aiming to prepare its vessels and the company ahead of time for the regulations that will most probably come into force.

In this regard, we have proactively started a cooperation with a consulting company to calculate the EEXI and CII values for our vessels based on the guidelines set by the IMO that were adopted in June 2021 (MEPC 76) and we are in the process of preparing the new SEEMP part III for our vessels.



In an effort to accurately monitor the fleets' performance and air emissions, we have introduced performance software modules and a specialized team to report and evaluate the effectiveness of such. In addition, 37.5% of the fleet is equipped with digital mass flow meters and 43.7% of our vessels have completed the installation of telemetric equipment for high frequency data collection aiming to better monitoring the fleets' fuel consumption and to grow our digitalization front. This way we have aimed to unlock energy efficiency improvements of at least 10% across our fleet.

We aim to work with reliable and well-qualified suppliers. We are in the process of establishing standard procedures to ensure that our suppliers comply with the International Hazardous Material (IHM) resolutions (which include specifications on chemicals, hazardous materials etc.) and that the materials supplied are in compliance with IMO Resolution MEPC.269(68) and are supported by a Material Declaration Form.

Our fleet of ships operates globally, which means that keeping them properly supplied presents challenges of logistic nature. In order to reduce both our costs and our environmental footprint, we focus on combining supply shipments as much as possible. During the reporting period, **94,7%** of supply shipments (from a total of **2,110**) were consolidated (on a 3 month basis usually). We are also actively supporting A.I. programs and robotics of the National Technical University of Athens in their effort to establish a relevant institute for research.

Supporting the UN SDGs targets



As of Mid-June 2022 we are planning to have signed contracts for the construction of nine Eco design fuel efficient feeder containerships scheduled to be delivered from the first quarter of 2023 and first through the fourth quarter of 2024. These 9 new-buildings have been contracted to Tier III standards and thus reducing NOx emissions by 70% vs Tier II ships. Also 3 of the ships will be LNG ready as well whilst we are still negotiating with the shipyard the possibility of making another 4 vessels LNG or methanol ready.

Four of our, on the water, vessels are Alternative Maritime Power (AMP) fitted which allow the vessels to use electrical power from external shore facilities in order to reduce exhaust emissions and noise at port while also saving on fuel consumption.



The Company periodically holds environmental campaigns onboard its vessel and ashore in order to raise awareness and thus promote an environmental culture and an energy-efficiency focus both onshore and at sea.

The Company sets annual targets, which are monitored on a semi annual basis and include the improvement of environmental performance, energy efficiency, minimization of GHG emissions, discharge and waste and embeds best practices for operational management.

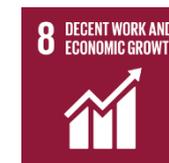
4 SOCIAL



The quality and commitment of our seafarers are fundamental to the success of our business. Consequently, we consider the safety and development of our crew essential to our operations.

Our Company prioritizes the fair treatment of our employees, providing equal opportunities, assuring a safe working environment and practicing non-discrimination. We have policies in place that ensure that we have no tolerance on these sensible subjects while doing our utmost to ensure compliance. These include the Anti-bullying and anti-harassment policy, our occupational health and safety policy as well as the training and development policy.

During 2021, we employed 806 seafarers onboard our ships, drawn from a pool of 1,500* professionals.



We communicate regularly with our seafaring personnel, gathering information regarding any concerns or expectations they might have, and providing training opportunities to enhance their capabilities and provide opportunities for career development. We remunerate our crew fairly, and in accordance with their expertise, experience, and the responsibilities of their respective positions.

In order to increase motivation, social inclusion, and improve crew retention we offer additional recreational and wellness opportunities such as gym, pool, karaoke and team activities. We also plan on increasing the recreational internet access onboard.

The average age of our seafarers is **41,4 years old***, with the majority being **Filipinos**. Other nationalities employed include Ukrainian, Romanian and Greek.

- Our aim is to ensure attractive working conditions for all our employees. Our crew **retention rate was 90%**, and our goal is to increase this rate over time. The average service time onboard was **7.1 months**.
- Seaman wages are above ILO (International Labour Organization) levels.
- We also try to acknowledge hard work at an individual level, promoting seafarers accordingly – **69 promotions*** (average 2.5 per vessel) were carried out within the reported period of all nationalities both officers and ratings.

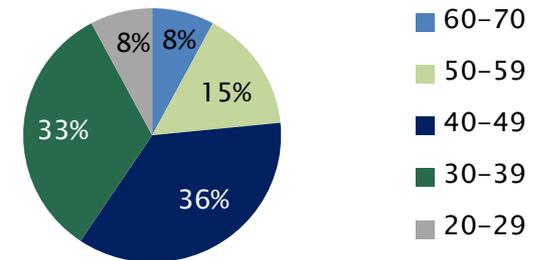
* Data was collected from our manning agencies which also include vessels not owned by Euroseas Ltd.

Our shore-based staff has significant experience and expertise in the shipping industry in general, and in containership owning in particular. The value and commitment of our personnel is critical to the employment and smooth operation of our fleet. The high employee retention rate is an important indicator of employees' satisfaction which is evident by the employees' **average time in the Company which is 11.7 years.**

We aim to promote a work environment encouraging commitment among our staff – with practices cultivating mutual respect, equal opportunities, diversity, empowerment, career-advancement, and fundamental human rights. For the reported period:

- We employed 65 shore-based staff, 100% of whom under full-time contracts
- 42% of all our employees were women; 1 of which is head of a dept.
- One woman (25%) is included in the Executives Officers of Euroseas
- The total number of new hires was 5 and we offered 1 internship
- The average retention rate was 94%, with only 4 employees turnover.

Age group of shore based staff



Shore based staff gender



We invest in our people, and we have significantly increased employees' training sessions aiming to support the continuous improvement of their skills and promote further education.

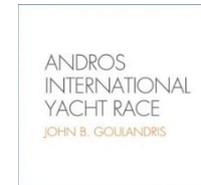


1,062 hours of training were provided to our employees in 2021 (average per employee of 16,3 hrs), with the following goals:

- ✓ To develop the practical and personal skills of our employees,
- ✓ To inform and educate our employees regarding the latest developments in regulations and industry practices and,
- ✓ To raise the environmental awareness of our employees, with a focus on energy efficiency and the growing regulatory environment.

* Data was collected from our affiliated management Company which also include vessels not owned by Euroseas Ltd.

- Euroseas Ltd has made various donations to “Synenosis”, “Floga”, “Ark of the world”, “The smile of the child”, “Panhellenic club of paraplegic (Anaplasti)” “Frontida association”, “Open Door” and “Hara” among others. Also, Euroseas Ltd provided financial aid for the wild fire victims in Greece.
- Our Company participates in various fundraising athletic competitions providing its own teams formed from its employees. We have participated in the Andros International sailing race , the race for the cure (a non-profit organization supporting awareness for breast cancer) and to the Rowing race organized by Hill Dickinson for charity every year. These activities, in addition to their social contribution, build stronger bonds among employees which is an important feature of the Company. Unfortunately, this year these initiatives were placed on hold due to COVID19 pandemic.
- On August 9th ,2021, the USCG granted the AMVER award to 7 Company’s vessels for 2020. Our Company’s m/v “Em Corfu” has received the QUALSHIP21 award for the period 2019–22 and “Synergy Busan” for the period 2021–24.
- The Company is committed to keep its employees and its seamen environmentally and socially aware. Our team through Eurobulk Ltd in collaboration with HELMEPA organizes various activities in order to support efforts to keep the local coastlines clean.
- Through our management Company, we have also participated in the “ADOPT A SHIP” program by the NGO “PROJECT CONNECT” initiative allowing young people to connect on line with seafarers on-board in order to become familiar with the profession and the maritime industry.
- The company actively is a member and supports the YES forum of the Navigator shipping consultants with various activities and interviews among others.
- The company has also taken the initiative to financially support a company primarily aiming to collect floating plastic waste in high concentration areas before it sinks or breaks down into micro plastics, and develop innovative collection and reuse solutions of plastic waste in the sea, with as little environmental impact as possible



•HELMEPA•

ΕΛΛΗΝΙΚΗ ΕΝΩΣΗ ΠΡΟΣΤΑΣΙΑΣ ΘΑΛΑΣΣΙΟΥ ΠΕΡΙΒΑΛΛΟΝΤΟΣ
HELLENIC MARINE ENVIRONMENT PROTECTION ASSOCIATION



GREENHOUSE GAS EMISSIONS

CO ₂ emissions	Unit of Measure	Data 2020	Data 2021	SASB Code
Gross global Scope 1 emissions	Metric tons CO ₂ -e ^A	549,839	474,436	TR-MT-110a.1
Discussion of long-term and short-term strategy or plan to manage Scope 1 emissions, emissions reduction targets, and an analysis of performance against those targets	Discussion and Analysis	Page 16	Page 17-20	TR-MT-110a.2
Energy consumed				
(1) Total energy consumed	Gigajoules (GJ) ^B	7,182	6,090	TR-MT-110a.3
	Percentage of energy from heavy fuel (%)	86,6%	90%	
	Percentage of energy from renewable/low-carbon sources (%)	Not available	Not available	
EEDI				
Average Energy Efficiency Design Index (EEDI) for new ships	Grams of CO ₂ per ton-nautical mile	Not applicable	Not applicable	TR-MT-110a.4
Fleet average Energy Efficiency Operational Indicator (EEOI):weighted average	Grams of CO ₂ per ton-nautical mile ^C	25.43*	19.65	Additional

*corrected from 30.93 to 25.43

AIR QUALITY

Other emissions to air	Unit of Measure	Data 2020	Data 2021	SASB Code
(1) NO _x (excluding N ₂ O)	Metric tons	Not available	Not available	TR-MT-120a.1
(2) SO _x	Metric tons	1,295	1,187	
(3) Particulate matter (PM)	Metric tons	Not available	Not available	

ECOLOGICAL IMPACT

Marine protected areas	Unit of Measure	Data 2020	Data 2021	SASB Code
Shipping duration in marine protected areas or areas of protected conservation status	Number of travel days ^D	Not available	Not available	TR-MT-160a.1
Implemented ballast water				
(1) Exchange	Percentage (%)	73.7%	75%	TR-MT-160a.2
(2) Treatment	Percentage (%)	26.3%	25%	
Spills and releases to the environment				
(1) Number	Number	0	0	TR-MT-160a.3
(2) Aggregate volume	Cubic metres (m ³)	Not applicable	Not applicable	

EMPLOYEE HEALTH & SAFETY

Lost time incident rate	Unit of Measure	Data 2020	Data 2021	SASB Code
Lost time incident rate (LTIR)	Rate ^E	1.20	1.36	TR-MT-320a.1
Lost time incident frequency (LTIF)	Rate	0.93	0.57	Additional, GRI 403-9

BUSINESS ETHICS

Corruption index	Unit of Measure	Data 2020	Data 2021	SASB Code
Number of calls at ports in countries that have the 20 lowest rankings in Transparency International's Corruption Perception Index	Number	3	0	TR-MT-510a.1
Corruption				
Total amount of monetary losses as a result of legal proceedings associated with bribery or corruption	Reporting currency	0	0	TR-MT-510a.2

ACCIDENT & SAFETY MANAGEMENT

Marine casualties	Unit of Measure	Data 2020	Data 2021	SASB Code
Marine casualties	Number ^F	9	9	TR-MT-540a.1
Very serious marine casualties	Percentage (%)	0	11.1%	
Conditions of class				
Number of conditions of class or recommendations	Number ^G	33	40	TR-MT-540a.2
Port state control				
(1) Deficiencies	Rate ^H	1.1*	1.8	TR-MT-540a.3
(2) Detentions	Number	0	1	

ADDITIONAL GRI STANDARD

Employment	Section	Page	Code
New employee hires and turnover	Social	21	GRI 401-1
Training and education			
Average hours of training per year per employee	Social	21	GRI 404-1
Diversity and equal opportunities			
Diversity of governance bodies and employees	Social	21	GRI 405-1
General disclosures			
Statement from senior decision maker	Message from our CEO	2	GRI 402-14
Governance structure	Corporate governance	8	GRI 402-18

* corrected from 0.6 to 1.1

- A. **CO₂ emissions:** Calculations are based on IMO emission factors and fuel consumed, for the reporting period. The financial control approach has been applied for Scope 1.
- B. **Energy consumption:** Calculations are based on tonnes of oil equivalents (toe), using DEFRA conversion factors to calculate energy consumed in gigajoules (GJ).
- C. **Energy Efficiency Operational Indicator (EEOI):** The EEOI measures the fuel efficiency of a ship in operation and is estimated based on fuel consumed, cargo carried, and distance travelled (nm).
- D. **Marine protected areas:** Information on duration of our ships in marine protected areas was not available for the reporting period as it requires extensive data mining from records kept on board our vessels.
- E. **Lost time incident rate (LTIR):** The rate is calculated based on (lost time incidents) / (1,000,000 hours worked) and includes incidents resulting in absence from work beyond the date or shift when it occurred.
- F. **Marine casualties:** The definition of a marine casualty is based on the United Nations International Maritime Organization (IMO)'s Code of International Standards and Recommended Practices for a Safety Investigation into a Marine Casualty or Marine Incident Resolution MSC 255(84), paragraph 2.9, chapter 2 of the General provisions.
- G. **Conditions of class:** The data provided represent the number of Conditions of Class or Recommendations Euroseas Ltd. has received from a Flag Administration or a Recognized Organization (RO) that has been delegated the authority to issue such findings. The scope of disclosure includes all Conditions of Class regardless of whether they resulted in withdrawal, suspension or invalidation of a vessel's Class certificate.
- H. **Port state control:** Deficiency rate is calculated using the number of deficiencies it received from regional port state control (PSC) divided by total number of port state control inspections.
- I. Reflects the fleet as per 31 December 2021.

Disclaimer: Information was gathered to the best of our knowledge basis the tools and resources we have in hand. Although we believe that information provided herein is reasonable, no assurance can be given and we expressly disclaim any obligations or undertaking for any discrepancy that may appear. For additional information about the company please refer to www.euroseas.gr

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