EUROSEAS LTD.
Form 6-K
October 12, 2018
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13A-16 OR 15D-16 OF THE SECURITIES EXCHANGE ACT OF 1934

For the month of October 2018

Commission File Number: 001-33283

EUROSEAS LTD.
(Translation of registrant's name into English)

4 Messogiou & Evropis Street
151 24 Maroussi, Greece
(Address of principal executive office)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F [X]   Form 40-F [ ]

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): [ ].

Note: Regulation S-T Rule 101(b)(1) only permits the submission in paper of a Form 6-K if submitted solely to provide an attached annual report to security holders.

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): [ ].

Note: Regulation S-T Rule 101(b)(7) only permits the submission in paper of a Form 6-K if submitted to furnish a report or other document that the registrant foreign private issuer must furnish and make public under the laws of the jurisdiction in which the registrant is incorporated, domiciled or legally organized (the registrant's "home country"), or under the rules of the home country exchange on which the registrant's securities are traded, as long as the report or other document is not a press release, is not required to be and has not been distributed to the registrant's security holders, and, if discussing a material event, has already been the subject of a Form 6-K submission or other Commission filing on EDGAR.

INFORMATION CONTAINED IN THIS REPORT ON FORM 6-K

Attached hereto as Exhibit 1 is Management's Discussion and Analysis of Financial Condition and Results of Operations and unaudited interim condensed consolidated financial statements and related information and data of Euroseas Ltd. (the "Company") as of and for the six-month period ended June 30, 2018. Also attached hereto as Exhibit 101 is the Interactive Data file relating to the materials in this Report on Form 6-K, formatted in Extensible Business Reporting Language (XBRL).

This Report on Form 6-K is hereby incorporated by reference into the Company's Registration Statement on Form F-3 (File No. 333-208305) filed with the Commission on December 2, 2015, as amended.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

	EUROSEAS LTD.	
Dated: October 12, 2018	By:	/s/ Dr. Anastasios Aslidis
	Name:	Dr. Anastasios Aslidis
	Title:	Chief Financial Officer and Treasurer

Exhibit 1

MANAGEMENT'S DISCUSSION AND ANALYSIS OF
FINANCIAL CONDITION AND RESULTS OF OPERATIONS

The following is a discussion of our financial condition and results of operations for the six months ended June 30, 2018. Unless otherwise specified herein, references to the "Company" or "we" shall include Euroseas Ltd and its subsidiaries. You should read the following discussion and analysis together with the unaudited interim condensed consolidated financial statements and related notes included elsewhere in this report. For additional information relating to our management's discussion and analysis of financial condition and results of operations, please see our annual report on Form 20-F/A for the year ended December 31, 2017 filed with the U.S. Securities and Exchange Commission on May 1, 2018 and the registration statement on Form F-1 of EuroDry Ltd., for the Company's drybulk fleet spin-off as declared effective by the Securities and Exchange Commission on May 23, 2018.

SELECTED CONSOLIDATED FINANCIAL DATA

The following table presents the Company's selected consolidated financial and other data for each of the two six-month periods ended June 30, 2017 and 2018, and as of December 31, 2017 and June 30, 2018. The selected consolidated statement of operations, cash flow and balance sheet data is derived from, and is qualified by reference to, our unaudited financial results for the six-month periods ended June 30, 2017 and 2018.

Following the close of trading on the Nasdaq Capital Market on May 30, 2018, the Company completed the spin-off of its drybulk fleet (excluding M/V Monica P, a handymax drybulk carrier, which was agreed to be sold) to EuroDry Ltd ("EuroDry"). Shareholders of the Company received one EuroDry common share for every five common shares of the Company they owned as of May 23, 2018. Shares of EuroDry commenced trading on May 31, 2018 on the Nasdaq Capital Market under the symbol "EDRY." EuroDry operates in the dry cargo, drybulk shipping markets, owning and operating drybulk vessels previously owned and operated by Euroseas, and is now a separate publicly traded company. Euroseas continues to operate in the container shipping market and remains a publicly traded company. Accordingly, the results of operations and financial condition of EuroDry have been presented in discontinued operations for all periods presented. The summary financials below refer to Euroseas Ltd. "continuing operations" giving effect to the spin-off of drybulk vessels to EuroDry ("discontinued operations") unless otherwise noted; historical comparative periods have been adjusted accordingly.

Euroseas Ltd. – Summary of Selected Historical Financials

	Six Months Ended June 30 (continuing operations)	
	2017	2018
Statement of Operations Data		
Voyage revenue	10,726,795	19,041,285
Related party revenue	120,000	-
Commissions	(606,005)	(984,037)
Voyage expenses	(1,072,627)	(266,707)
Vessel operating expenses	(6,658,847)	(10,859,323)
Drydocking expenses	(37,778)	(1,175,366)
Management fees	(1,102,101)	(1,861,009)
Vessel depreciation	(1,897,782)	(1,708,526)
Gain on sale of vessel	516,561	1,340,952

Other general and administrative expenses	(1,418,971)	(1,450,908)
Operating (loss) / income	(1,430,755)	2,076,361
Total other expenses, net	(717,214)	(1,304,536)
Net (loss) / income	(2,147,969)	771,825
Dividend Series B Preferred Shares	(885,785)	(850,708)
Net loss attributable to common shareholders	(3,033,754)	(78,883)
Loss per share attributable to common shareholders, basic and diluted	(0.28)	(0.01)
Weighted average number of shares outstanding during period, basic and diluted	11,030,754	11,133,764

Cash Flow Data		
Net cash (used in) / provided by operating activities of continuing operations	(588,614)	5,325,480
Net cash provided by investing activities of continuing operations	459,798	6,253,868
Net cash provided by / (used in) financing activities of continuing operations	1,137,335	(6,323,707)

Balance Sheet Data	December 31, 2017	June 30, 2018
Total current assets, continuing operations	12,168,251	12,573,294
Current assets of discontinued operations	3,914,117	-
Total current assets	16,082,368	12,573,294
Vessels, net, continuing operations	52,132,079	50,425,420
Due from spun-off subsidiary	24,585,518	-
Fixed and long-term assets of discontinued operations	65,197,615	-
Other non-current assets	4,334,267	4,334,267
Total assets	162,331,847	67,332,981
Current liabilities, continuing operations	12,649,309	15,723,519
Current liabilities of discontinued operations	5,885,574	-
Total current liabilities	18,534,883	15,723,519
Long term liabilities, continuing operations	31,124,972	29,489,683
Long term liabilities of discontinued operations	30,364,035	-
Total long term liabilities	61,489,007	29,489,683
Long term bank loans, net of current portion, continuing operations	29,811,241	27,440,527
Total liabilities	80,023,890	45,213,202
Mezzanine equity	35,613,759	18,272,339
Total shareholders' equity	46,694,198	3,847,440

	Six Months Ended June 30 (continuing operations),	
	2017	2018
Other Fleet Data (1)		
Number of vessels	8.38	11.97
Calendar days	1,516	2,166
Available days	1,444	2,128
Voyage days	1,396	2,035
Utilization Rate (percent)	96.6 %	95.6 %
(In U.S. dollars per day per vessel)		
Average TCE rate (2)	6,916	9,226
Vessel Operating Expenses	4,392	5,014
Management Fees	727	859
G&A Expenses	936	670
Total Operating Expenses excluding drydocking expenses	6,055	6,543
Drydocking expenses	25	543

(1) For the definition of calendar days, available days and utilization rate see our annual report on Form 20-F/A for the year ended December 31, 2017 ("Item 5A-Operating Results.") filed on May 1, 2018. We define voyage days as the total number of days in a period during which each vessel in our fleet was in our possession net of commercial and operational off-hire days. We define commercial off-hire days as days a vessel is idle without employment (this definition has been revised starting from April 1, 2017, to exclude from commercial off-hire days, days the vessel is sailing for repositioning purposes; previous periods' commercial off-hire has been adjusted accordingly if necessary). We use voyage days to measure the number of days in a period during which vessels actually generate revenues or are sailing for repositioning purposes.

(2) Time charter equivalent rate, or TCE rate, is determined by dividing voyage revenues less voyage expenses or time charter equivalent revenue, or TCE revenues, by the number of voyage days during the relevant time period. TCE revenues, a non-GAAP measure, provides additional meaningful information in conjunction with shipping revenues, the most directly comparable GAAP measure, because it assists Company management in making decisions regarding the deployment and use of its vessels and in evaluating the Company's financial performance. TCE revenues and TCE rate are also standard shipping industry performance measures used primarily to compare period-to-period changes in a shipping company's performance despite changes in the mix of charter types (i.e., spot charters, time charters and bareboat charters) under which the vessels may be employed between the periods (see also "Item 5A-Operating Results" in our annual report on Form 20-F/A for the year ended December 31, 2017).

Reconciliation of TCE revenues as reflected in the consolidated statement of operations and calculation of TCE rate follow:

	Six Months Ended June 30 (continuing operations),	
	2017	2018
(In U.S. dollars, except for voyage days and TCE rates which are expressed in U.S. dollars per day)		
Voyage revenues	10,726,795	19,041,285
Voyage expenses	(1,072,627)	(266,707)
Time Charter Equivalent or TCE Revenues	9,654,168	18,774,578
Voyage days[(1)]	1,396	2,035
Average TCE rate	6,916	9,226

Six months ended June 30, 2018 compared to six months ended June 30, 2017, continuing operations.

The spin-off. On May 30, 2018, the Company completed the spin-off of its drybulk fleet (excluding M/V Monica P, a handymax drybulk carrier, which was agreed to be sold) to EuroDry Ltd., a separate publicly listed company also listed on NASDAQ Capital Market. Shareholders of the Company received one EuroDry Ltd. common share for every five common shares of the Company they owned as of May 23, 2018. As a result of the spin-off and the subsequent sale of M/V Monica P, the Company has become a pure containership company and the only publicly listed company concentrating on the feeder containership sector.
Voyage revenue. Voyage revenues for the six month period ended June 30, 2018 were $19.04 million, increased by 77.5% compared to the same period in 2017 during which voyage revenues amounted to $10.73 million. This increase was due to the higher number of vessels operating and higher average charter rates earned by our vessels during the period as compared to the same period of 2017. An average of 11.97 vessels operated in the six months of 2018 for a

total of 2,166 ownership days against an average of 8.38 vessels during the same period in 2017 or 1,516 ownership days, a 42.8% increase. The total number of days our vessels earned revenue increased by 45.8% to 2,035 days in the first six months of 2018 from 1,396 days in the same period in 2017. While employed, our vessels generated a TCE rate of $9,226 per day per vessel in the first half of 2018 compared to $6,916 per day per vessel for the same period in 2017 (see calculation in table above). Market charter rates in the six months of 2018 were higher for our containership vessels compared to the first six months of 2017 which was reflected in the average earnings our ships earned. We had 37.6 scheduled offhire days, including drydocking and laid-up time, 24.9 commercial offhire and 69.0 operational offhire days in the first six months of 2018 compared to 72.0 scheduled offhire days, including drydocking and laid-up time, 42.5 commercial offhire and 5.9 operational offhire days in the first six months of 2017.

Related party revenue. Related party revenues reflect $0.12 million received from Euromar LLC ("Euromar"), a joint venture of Euroseas, for administration services for the six month period ended June 30, 2017. In September 2017, the Company acquired the 85.714% interest in Euromar it did not already own for nominal cost. As a result of the acquisition, Euromar, which was a joint venture between the Company and two private equity firms, became a wholly-owned subsidiary of the Company. Euroseas did not charge any administrative service costs for the six months ended June 30, 2018.

Commissions. Commissions for the six month period ended June 30, 2018 were $1.0 million. At 5.2% of voyage revenues, the percentage of commissions over revenues was marginally lower than in the same period of 2017 during which they accounted for 5.6% of our revenues. The overall level of commissions depends on the agreed commission for each charter contract.

Voyage expenses. Voyage expenses for the six month period ended June 30, 2018 were $0.3 million and related to expenses for repositioning voyages between time charter contracts and ballast voyages, and owners expenses at certain ports, compared to $1.1 million for the same period of 2017. Voyage expenses depend on the number of days our vessels are employed under voyage contracts (as opposed to time charter contracts) and the number of days they are sailing for repositioning and any port or other costs incurred without a contract. In the first half of 2018 our vessels had no days in voyage charters and as a result voyage expenses represented 1.4% of voyage revenues and were mainly incurred while our vessels were repositioned between time charter contracts. In the same period of 2017 our vessels had 27 days in voyage charters, thus voyage expenses represented a larger percentage (10.0%) of voyage revenues.

Vessel operating expenses. Vessel operating expenses excluding management fees were $10.9 million during the first half of 2018 compared to $6.7 million for the same period of 2017. Daily vessel operating expenses excluding management fees per vessel increased between the two periods to $5,014 per day per vessel in the first six months of 2018 compared to $4,392 per day during the same period of 2017, a 14.2% increase, mainly due to higher costs for lubricants and other vessel supplies. Additionally, our vessel Joanna incurred a lower daily cost due to being laid-up during the first quarter of 2017.

Related party management fees. These are part of the fees we pay to Eurobulk Ltd. ("Eurobulk") under our Master Management Agreement. During the first six months of 2018, Eurobulk charged us 685 Euros per day per vessel totalling $1.86 million for the period, or $859 per day per vessel. In the same period of 2017, management fees amounted to $1.1 million, or $727 per day per vessel based on the daily rate per vessel of 685 Euros. The increase in the total management fees is primarily due to the higher number of vessels operating and due to unfavorable movement in EUR/USD exchange rates during the first six months of 2018 compared to the same period of 2017.

Gain on sale of vessel. In March 2018, the Company agreed to sell its drybulk carrier M/V "Monica P." The 20 year old vessel was sold on June 25, 2018, for a net amount of $6.3 million and the Company recorded a $1.34 million gain on the sale. In January 2017, the Company sold its container carrier M/V "RT Dagr" for a net amount of $2.4 million and the Company recorded a $0.52 million gain on the sale.

Other general and administrative expenses. These expenses include the fixed portion of our management agreement fees, legal and auditing fees, directors' and officers' liability insurance and other miscellaneous corporate expenses. In the first six months of 2018, we had a total of $1.45 million of general and administrative expenses, a marginal increase, from the $1.42 million incurred in the same period of 2017.

Dry-docking expenses. These are expenses we pay for our vessels to complete a dry-docking as part of an intermediate or special survey or in some cases an in-water survey in lieu of a drydocking. The cost of passing a survey increases significantly if a dry-docking is required and depends on the extent of work that needs to be performed (such as amount of steel replacement required), the location of the drydock yard and whether it is an intermediate or a special survey with the latter almost always requiring a drydocking and more extensive work. In the first half of 2018, we had two vessels completing in-water survey and one vessel completing its drydock for an expense of $1.18 million. During the first half of 2017, we had one vessel completing an in-water survey for an expense of $0.04 million incurred during the period.

Vessel depreciation. Vessel depreciation for the six month period ended June 30, 2018 was $1.7 million, comparatively lower than the same period in 2017 which was $1.9 million, although the average number of vessels increased in the first half of 2018 compared to the same period of 2017. The new vessels acquired have lower average daily depreciation charge as a result of their lower initial values (acquisition price) and greater remaining useful life compared to the remaining vessels.

Interest and other financing costs. Interest and other financing costs for the six month period ended June 30, 2018 were $1.35 million. Comparatively, during the same period in 2017, interest and other financing costs amounted to $0.69 million. The difference is primarily due to the increase of the total interest rate for the six month period ended June 30, 2018 compared to the same period in 2017. The weighted average LIBOR rate on our debt for the six month period ended June 30, 2018 was 1.88% and the weighted average margin over LIBOR was 4.61% for a total weighted interest rate of 6.49% as compared to a weighted average LIBOR rate for the six month period ended June 30, 2017 of 0.85% and a weighted average margin over LIBOR of 4.15% for a total weighted interest rate of 5.00%.
Other expenses, net. This line includes in addition to Interest and other financing costs,discussed above, (Loss) / gain on Derivative, net, Foreign exchange loss and Interest income. In the first six months of 2018, we had a marginal gain on derivatives from one interest rate swap contract, which consisted of a realized loss of $0.14 million and an unrealized gain of $0.14 million. For the same period of 2017, we had a total derivative loss of $0.03 million from one interest rate swap contract which consisted of a marginal realized gain and an unrealized loss of $0.03 million. The performance of our derivative contracts depends on the movement of interest rates. A decline in interest rates increases our loss in our derivative contracts and vice versa. Overall, Other expenses, net amounted to a total expense of $1.3 million and $0.72 million during the first half of 2018 and 2017, respectively.
Net (loss)/income and net loss attributable to common shareholders. As a result of the above, net income for the six months ended June 30, 2018 was $0.8 million compared to a net loss of $2.1 million for the same period in 2017. After in kind payment of dividends of $0.9 million to our Series B Preferred Shares, the net loss attributable to common shareholders amounted to $0.1 million for the six months ended June 30, 2018 compared to a loss of $3.0 million for the same period of 2017.

Liquidity and capital resources
Historically, our sources of funds have been equity provided by our shareholders, operating cash flows and long-term borrowings. Our principal use of funds has been capital expenditures to establish and expand our fleet, maintain the quality of our vessels, comply with international shipping standards and environmental laws and regulations, fund working capital requirements, make principal repayments on outstanding loan facilities, and pay dividends.

Cash Flows
As of June 30, 2018, we had a cash balance of $9.1 million, cash in restricted retention accounts of $4.45 million and funds due to a related company of $8.64 million. Amounts due to such related company represent net disbursements and collections made by our fleet manager, Eurobulk Ltd., on behalf of the ship-owning companies during the normal course of operations for which they have the right of offset. Working capital is current assets minus current liabilities, including the current portion of long term debt. We had a working capital deficit of $3.15 million as of June 30, 2018. We intend to fund any working capital requirements via cash on hand, cash flow from operations, debt balloon payment refinancing, proceeds from our at-the-market offering and other equity offerings. In the unlikely event that these are not sufficient we may also draw down up to $2.00 million under a commitment from COLBY Trading Ltd., a company controlled by the Pittas family and affiliated with our Chief Executive Officer, with possible vessel sales (where equity will be released), among other options. We believe we will have adequate funding through the sources described above and, accordingly, we believe we have the ability to continue as a going concern and finance our obligations as they come due over the next twelve months following the date of the issuance of our financial statements. Consequently, our consolidated financial statements have been prepared on a going concern basis which contemplates the realization of assets and satisfaction of liabilities in the normal course of business.
Net cash from operating activities.
Our cash flow from operations represents the net amount of cash, after expenses, generated by chartering our vessels. Our cash flow from operations is influenced by the earnings of our vessels, the cost required to operate them and any changes in our operating assets and liabilities. Our vessel earnings depend on the number of vessels we operate and their employment contract rates that we have secured which, in turn, are affected by the market rates and the length of the contract. Our vessel costs depend on the number of vessels we operate, their daily cost and could fluctuate depending on the number of vessels passing intermediate or special survey in each period, whether an in-water survey

or drydocking is done as well as the extent of the work performed on each vessel during its drydocking. During the first half of 2018, our net cash provided by operating activities was $5.33 million; we operated 11.97 vessels on average. One vessel completed its drydock and two vessels completed their in-water surveys during the period. During the same period of 2017, net cash flow used in operating activities was $0.59 million while operating 8.38 vessels. One vessel completed its in-water survey during the period.

Net cash from investing activities.

In the first six months of 2018, we had $6.26 million proceeds from sale of one vessel, for total funds provided by investing activities of $6.25 million. In the same period of 2017, we spent $4.68 million for the acquisition of our vessel EM Astoria. We had $5.14 million proceeds from sale of one vessel, for total funds provided by investing activities of $0.46 million.

Net cash from financing activities.

In the first half of 2018, net cash used in financing activities amounted to $6.3 million. These funds consisted primarily of $7.14 million of loan repayments, $4.25 million proceeds from long term bank loans, $0.12 million loan fees paid, $0.01 million offering expenses paid and $3.3 million net payments for investment in subsidiary spun-off. In the same period of 2017, net cash provided by financing activities amounted to $1.14 million. These funds consisted primarily of $2.02 million of loan repayments, another $2.00 million early repayment of a related party loan drawn on December 1, 2016, $4.75 million proceeds from long term debt, $0.05 million loan fees paid, $0.15 million net inflow of funds from subsidiary spun-off and $0.55 million proceeds from issuance of common stock, for which we paid $0.24 million of offering expenses.

Debt Financing

We operate in a capital intensive industry which requires significant amounts of investment, and we fund a portion of this investment through long term debt. We target debt levels we consider prudent at the time of conclusion of such debt funding based on our market expectations, cash flow, interest coverage and percentage of debt to capital amongst other factors.

As of June 30, 2018, our long term debt comprised of four outstanding loans with a combined outstanding balance of $32.7 million. These loans have maturity dates between 2019 and 2022. A description of our loans as of June 30, 2018 is provided in Note 5 to our attached unaudited interim condensed consolidated financial statements. Over the next twelve months, we have scheduled repayments of approximately $3.9 million of the above debt. We were in compliance with our loan agreement covenants as of June 30, 2018.

We have partly hedged our interest rate exposure and entered into one interest rate swap agreement for a notional amount of $10 million which expires on May 28, 2019.

Euroseas Ltd. and Subsidiaries
Unaudited Interim Condensed Consolidated Financial Statements

Index to unaudited interim condensed consolidated financial statements

Euroseas Ltd. and Subsidiaries
Unaudited Condensed Consolidated Balance Sheets
(All amounts expressed in U.S. Dollars – except number of shares)

	Notes	December 31, 2017	June 30, 2018
Assets			
Current assets			
Cash and cash equivalents		2,858,927	9,099,122
Trade accounts receivable, net		885,495	940,753
Other receivables		965,037	1,007,502
Inventories		1,193,018	1,104,525
Restricted cash	5	1,103,953	119,399
Prepaid expenses		247,039	301,993
Vessels held for sale		4,914,782	-
Total current assets, continuing operations		12,168,251	12,573,294
Current assets of discontinued operations		3,914,117	-
Total current assets		16,082,368	12,573,294
Fixed assets			
Vessels, net	3	52,132,079	50,425,420
Long-term assets			
Restricted cash	5	4,334,267	4,334,267
Due from spun-off subsidiary		24,585,518	-
Fixed and long-term assets of discontinued operations		65,197,615	-
Total assets		162,331,847	67,332,981
Liabilities, mezzanine equity and shareholders' equity			
Current liabilities			
Long-term bank loans, current portion	5	4,203,261	3,199,893
Trade accounts payable		1,522,473	1,618,737
Accrued expenses		1,117,110	1,692,372
Deferred revenues		590,178	510,144
Derivative	10	229,451	60,210
Due to related company	4	4,986,836	8,642,163
Total current liabilities, continuing operations		12,649,309	15,723,519
Current liabilities of discontinued operations		5,885,574	-
Total current liabilities		18,534,883	15,723,519

(Unaudited Condensed Consolidated balance sheets continues on the next page)

Euroseas Ltd. and Subsidiaries
Unaudited Condensed Consolidated Balance Sheets
(All amounts expressed in U.S. Dollars – except number of shares)

(continued)

	Notes	December 31, 2017	June 30, 2018
Long-term liabilities			
Long-term bank loans, net of current portion	5	29,811,241	27,440,527
Derivative	10	16,631	43,656
Vessel profit participation liability	5	1,297,100	2,005,500
Total long-term liabilities, continuing operations		31,124,972	29,489,683
Long-term liabilities of discontinued operations		30,364,035	-
Total long-term liabilities		61,489,007	29,489,683
Total liabilities		80,023,890	45,213,202
Commitments and Contingencies	6		
Mezzanine Equity			
Preferred shares (par value $0.01, 20,000,000 preferred shares authorized, 37,314 and 19,122 issued and outstanding, respectively)		35,613,759	18,272,339
Shareholders' equity			
Common stock (par value $0.03, 200,000,000 shares authorized, 11,274,126 issued and outstanding)		338,230	338,230
Additional paid-in capital		284,236,597	231,811,950
Accumulated deficit		(237,880,629)	(228,302,740)
Total shareholders' equity		46,694,198	3,847,440
Total liabilities, mezzanine equity and shareholders' equity		162,331,847	67,332,981

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.
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Euroseas Ltd. and Subsidiaries
Unaudited Condensed Consolidated Statements of Operations
(All amounts expressed in U.S. Dollars – except number of shares)

		Six months ended June 30,	
		2017	2018
Revenues			
Voyage revenue		10,726,795	19,041,285
Related party revenue	4	120,000	-
Commissions (including $134,085 and $238,016, respectively, to related party)		(606,005)	(984,037)
Net revenue, continuing operations		10,240,790	18,057,248
Operating expenses			