

LR Independent Assurance Statement

Related to Capital Ship Management Corporation's environmental performance data within the Corporate Environmental Report for the calendar year 2019

Terms of Engagement

This Assurance Statement has been prepared for Capital Ship Management Corporation in accordance with our contract but is intended for the readers of this Report.

Lloyd's Register Quality Assurance (LR) was commissioned by Capital Ship Management Corporation (Capital) to provide independent assurance on selected environmental performance data reported in its Corporate Environmental Report 2019 ("the report") against the assurance criteria below to a limited level of assurance and materiality at the professional judgement of the verifier using LR's verification procedure. LR's verification procedure is based on current best practise, is in accordance with ISAE 3000 and ISAE 3410, and uses the principles of AA1000AS (2008) - inclusivity, materiality, responsiveness and reliability of performance data.

Our assurance engagement covered Capital's operations of its managed fleet of 56 vessels including 42 tankers, 4 bulk carriers and 10 container carriers, which were operated under Capital's management in 2019 and specifically evaluated the accuracy and reliability of the following selected environmental performance data:

- Carbon dioxide (CO₂)
- Carbon monoxide (CO)
- Nitrogen oxides (NO_x)
- Sulphur oxides (SO_x).

Our assurance engagement excluded all other environmental data and information reported in the report. Our assurance engagement also excluded the data and information of Capital's suppliers, contractors and any third-parties mentioned in the report.

LR's responsibility is only to Capital. LR disclaims any liability or responsibility to others as explained in the end footnote. Capital's responsibility is for collecting, aggregating, analysing and presenting all the data and information within the report and for maintaining effective internal controls over the systems from which the report is derived. Ultimately, the report has been approved by, and remains the responsibility of Capital.

LR's Opinion

Based on LR's approach nothing has come to our attention that would cause us to believe that Capital has not, in all material respects:

- Met the requirements above
- Disclosed accurate and reliable performance data and information as no errors or omissions were detected.

The opinion expressed in this Assurance Statement has been formed on the basis of a limited level of assurance and at a materiality of the professional judgment of the verifier.

Note: The extent of evidence-gathering for a limited assurance engagement is less than for a reasonable assurance engagement. Limited assurance engagements focus on aggregated data rather than physically checking source data at sites. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

LR's Approach

LR's assurance engagements are carried out in accordance with our verification procedure. The following tasks though were undertaken as part of the evidence gathering process for this assurance engagement:

- Auditing Capital's data management systems to confirm that there were no significant errors, omissions or mis-statements in the selected environmental performance data. We did this by reviewing the effectiveness of data handling procedures, instructions and systems, including those for internal verification.
- Interviewing key personnel responsible for the collation of the selected environmental performance data.
- Reviewing supporting documents and other evidence made available to LR at Capital's Piraeus Office, Greece.

Observations

Further observations and findings, made during the assurance engagement, are:

- Reliability:
Data management systems are considered to be well defined as part of a mature environmental management system.

LR's standards, competence and independence

LR ensures the selection of appropriately qualified individuals based on their qualifications, training and experience. The outcome of all verification and certification assessments is then internally reviewed by senior management to ensure that the approach applied is rigorous and transparent.

LR is Capital's certification body for ISO 9001, ISO 14001, OHSAS 18001, ISO 50001 and the accredited verifier as per MRV Regulation requirements. The verification and certification assessments are the only work undertaken by LR for Capital and as such does not compromise our independence or impartiality.

Signed

Date: 22 May 2020



Hellenic Lloyd's S.A.
Lloyd's
Register

Kirikos Faraklas
LR Lead Verifier
On behalf of Lloyd's Register Quality Assurance
Hellenic Lloyd's S.A.,
348 Syggrou Avenue, 176 74 Kallithea, Athens, Greece

LR Reference: PIR0362492

Lloyd's Register Group Limited, its affiliates and subsidiaries, including Lloyd's Register Quality Assurance Limited (LRQA), and their respective officers, employees or agents are, individually and collectively, referred to in this clause as 'Lloyd's Register'. Lloyd's Register assumes no responsibility and shall not be liable to any person for any loss, damage or expense caused by reliance on the information or advice in this document or howsoever provided, unless that person has signed a contract with the relevant Lloyd's Register entity for the provision of this information or advice and in that case any responsibility or liability is exclusively on the terms and conditions set out in that contract. The English version of this Assurance Statement is the only valid version. Lloyd's Register Group Limited assumes no responsibility for versions translated into other languages.

This Assurance Statement is only valid when published with the Report to which it refers. It may only be reproduced in its entirety.