

Eagle Bulk Shipping Inc.
Form 424B3
February 28, 2007
Filed Pursuant to Rule 424(b)(3)
Registration File No. 333-139745

The information in this preliminary prospectus supplement is not complete and may be changed. This preliminary prospectus supplement and the accompanying prospectus are not an offer to sell these securities and they are not soliciting an offer to buy these securities in any state where the offer or sale is not permitted.

PRELIMINARY PROSPECTUS SUPPLEMENT Subject to Completion February 28, 2007

(To Prospectus dated January 9, 2007)

Shares

Common Shares

We are offering for sale [] of our common shares.

Our common shares are quoted on The Nasdaq Global Select Market under the symbol "EGLE." The last reported sales price of our common shares on The Nasdaq Global Select Market on February 27, 2007 was \$19.00 per share.

Investing in our common stock involves a high degree of risk. Before buying any shares, you should read the discussion of material risks of investing in our common stock in "Risk factors" in our report on Form 10-K filed on February 28, 2007 and incorporated herein by reference and in "Risk Factors" beginning on page 4 of the accompanying prospectus.

Neither the Securities and Exchange Commission nor any state securities commission has approved or disapproved of these securities or passed upon the adequacy or accuracy of this prospectus supplement or the accompanying prospectus. Any representation to the contrary is a criminal offense.

The underwriter will purchase the shares offered by this prospectus supplement from us at a price of \$ per share, resulting in aggregate proceeds to us of \$, before expenses.

We have granted the underwriters a 30-day option to purchase up to additional common shares to cover any over-allotments.

The underwriter may offer the shares from time to time to purchasers directly or through agents, or through brokers in brokerage transactions on The Nasdaq Global Select Market, or to dealers in negotiated transactions or in a combination of such methods of sale, at a fixed price or prices, which may be changed, or at market prices prevailing at the time of sale, at prices related to such prevailing market prices or at negotiated prices. The underwriter may receive a commission equivalent from investors in the amount of up to \$0.05 for each share sold to investors in this offering.

The underwriter is offering the common shares as set forth under "Underwriting." Delivery of the shares will be made on or about March 6, 2007.

UBS Investment Bank

The date of this prospectus supplement is February , 2007.

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You should rely only on the information contained and incorporated by reference in this prospectus supplement and the accompanying prospectus. We have not, and the underwriter has not, authorized anyone to give you different or additional information. This prospectus supplement and the accompanying prospectus do not constitute an offer to sell, or a solicitation of an offer to purchase, the securities offered by this prospectus supplement and the accompanying prospectus in any jurisdiction to or from any person to whom or from whom it is unlawful to make such offer or solicitation of an offer in such jurisdiction. You should not assume that the information in this prospectus supplement and accompanying prospectus is accurate as of any date after their respective dates.

The offering

Common shares offered by this prospectus supplement⁽¹⁾

Common shares outstanding prior to this offering⁽²⁾ 35,900,001

Common shares to be outstanding after this offering⁽³⁾

Use of proceeds

We estimate that the net proceeds from this offering, after deducting underwriting discounts and commissions and estimated expenses relating to this offering, will be approximately \$ million, or approximately \$ million if the underwriter exercises its option to purchase additional shares in full. We plan to use the net proceeds of this offering, together with proceeds from the sale of the SHIKRA (see “—Recent Developments”) and borrowings under our revolving credit facility, to pay the balance of the purchase price of the three additional vessels that we have agreed to acquire. See “—Recent developments” and “Use of proceeds.”

Nasdaq Global Select Market symbol “EGLE”

(1)

common shares if the underwriter exercises its over-allotment option in full.

(2)

Based on common shares outstanding as of February 28, 2007.

(3)

common shares if the underwriter exercises its over-allotment option in full.

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Recent developments

VESSEL ACQUISITIONS

We have purchased three Japanese-built Supramax vessels for a total price of \$138.7 million. The vessels include the following:

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The SHRIKE, a 2003 built 53,343 deadweight ton, or dwt, Supramax vessel expected to be delivered in April 2007, which will commence an 24 to 27 month time charter at a daily rate of \$24,600 per day. The charterer has an option to extend the charter period by 12 to 14 months at a rate of \$25,600.

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The KITTIWAKE, a 2002 built 53,146 dwt Supramax vessel expected to be delivered in June 2007, which will commence an 11 to 13 month time charter at a rate of \$30,400 per day. The charter may reset at the beginning of each month based on the average time charter rate for the Baltic Supramax Index, but in no case be less than \$24,400 per day.

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The SKUA, a 2003 built 53,350 dwt Supramax vessel expected to be delivered in June 2007, which will commence a 23 to 25 month time charter at a rate of \$24,200 per day. The charterer has an option to extend the charter period by 12-14 months at a rate of \$25,200.

VESSEL NEWBUILD LETTER OF INTENT

We have entered into a letter of intent with IHI Marine United Inc., one of Japan's pre-eminent shipyards, for the construction of two 'Future-56' class Supramax vessels. These 56,000 dwt vessels have a contract price of approximately \$33.2 million each and are expected to be delivered in the fourth quarter of 2008 and the first quarter of 2009, respectively. In order to effectively eliminate currency risk on its vessel construction program, we have entered into forward currency hedges to swap \$66,400,000 into Japanese yen. Upon entry into the vessel newbuilding contracts referred to in the letter of intent, which is currently expected to occur on March 2, 2007, we will have four vessels under construction.

VESSEL SALE

On February 28, 2006, we sold the oldest and smallest vessel in our fleet, the SHIKRA. This Handymax was sold for a gross sale price of \$12.525 million, basis drydocking and intermediate surveys due.

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Use of proceeds

We estimate that the net proceeds from this offering, after deducting underwriting discounts and commissions and estimated expenses relating to this offering, will be approximately \$ million, or approximately \$ million if the underwriter exercises its option to purchase additional shares in full. We plan to use the net proceeds of this offering, together with proceeds from the sale of the SHIKRA (see "—Recent developments") and borrowings under our revolving credit facility, to pay the balance of the purchase price of the three additional vessels that we have agreed to acquire. See "—Recent developments."

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Capitalization

The following table provides, as of December 31, 2006, our capitalization (1) on an actual basis and (2) on an as adjusted basis to give effect to this offering and the application of net proceeds of this offering, as described under “Use of proceeds.”

You should read this table in conjunction with the financial statements and the related notes, “Management’s Discussion and Analysis of Financial Condition and Results of Operations” and “Use of Proceeds” included or incorporated by reference elsewhere in this prospectus supplement. The table below assumes that the underwriter’s option is not exercised:

	As of December 31, 2006	
	Actual	As Adjusted
	(in thousands)	
Debt:		
Secured bank debt	\$239,975	\$239,975
Total debt	239,975	239,975
Shareholders’ Equity:		
Preferred shares \$0.01 par value 25,000,000 authorized, none issued and outstanding	\$—	\$—
Common shares, \$0.01 par value 100,000,000 shares authorized; 35,900,001 shares issued and outstanding, actual and shares issued and outstanding, as adjusted	359	
Additional paid-in capital	364,575	
Retained earnings	(45,936)	
Accumulated other comprehensive income	2,578	2,578
Total equity	321,576	
Total capitalization	\$561,551	\$

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Summary financial data

The summary financial data presented below for the year ended December 31, 2006 and for the period from our inception on January 26, 2005 to December 31, 2005 has been derived from our audited consolidated financial statements.

The summary financial data should be read in conjunction with “Management’s Discussion and Analysis of Financial Condition and Results of Operations” and our consolidated financial statements and the notes thereto included in our Annual Report on Form 10-K for the year ended December 31, 2006, filed with the Securities and Exchange Commission (the “SEC”) on the date hereof and available at www.sec.gov, which is incorporated by reference in this prospectus supplement.

(Dollar amounts in thousands except Per Share amounts)	Year ended	Period from
	December 31, 2006	January 26, 2005
		(inception) to
		December

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31, 2005

Income Statement Data

Revenues, net of commissions	\$ 104,648	\$ 56,066
Vessel Expenses	21,562	11,053
Depreciation and Amortization	21,813	10,412
General and Administrative Expenses	5,223	3,491
Management and Other Fees to Affiliates	—	6,175
Non-cash Compensation Expense	13,070	11,735
Total Operating Expenses	61,668	42,866
Net Interest Expense	9,179	6,547
Net Income	\$ 33,801	\$ 6,653

Share and Per Share Data

Basic and Diluted Income per share	\$ 0.98	\$ 0.30
Weighted Average Shares Outstanding	34,543,862	21,968,824
Cash Dividend Declared per share	\$ 2.08	\$ 0.54

Consolidated Cash Flow Data

Net cash from operating activities	\$ 70,535	\$ 26,616
Net cash used in investing activities	(130,759)	(427,966)
Net cash from financing activities	57,973	425,877

Consolidated Balance Sheet Data

	December 31, 2006	December 31, 2005
Current Assets	\$ 27,652	\$ 33,829
Total Assets	568,791	462,344
Total Liabilities	247,215	146,551
Long-term Debt	239,975	140,000
Stockholders' Equity	\$ 321,576	\$ 315,793
Other Data (in '000)		
EBITDA ^(a)	\$ 82,695	\$ 43,075
Capital Expenditures :		
Vessels and Advances for Vessel Construction	\$ 130,759	